



**Auditor of State  
Betty Montgomery**



CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY

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**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2002

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANT NUMBER	FEDERAL DISBURSEMENTS
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			
<i>Passed through Ohio Department of Development:</i>			
Community Development Block Grant (Entitlement Grants)			
Small Cities Formula Allocation	14.228	A-F-00-157-1	\$ 761
Small Cities Formula Allocation	14.228	A-F-01-157-1	62,644
Small Cities - Economic Development	14.228	A-E-01-157-1	399,929
Small Cities - Community Housing Improvement Program	14.228	A-C-01-157-1	96,765
Total Community Development Block Grant			<u>560,099</u>
<i>Passed through Ohio Department of Development:</i>			
HOME Investment Partnership Program	14.239	A-C-01-157-2	<u>192,462</u>
Total U.S. Department of Housing and Urban Development			<u>752,561</u>
<b>U.S. DEPARTMENT OF JUSTICE</b>			
<i>Direct Grant:</i>			
Public Safety Partnership and Community Policing Grants			
COPS Fast Grant	16.710	N/A	<u>36,381</u>
Total U.S. Department of Justice			<u>36,381</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
<i>Passed through Western Reserve Area Agency on Aging:</i>			
Special Programs for the Aging - Title III, Part B	93.044	N/A	<u>30,282</u>
Total U.S. Department of Health and Human Services			<u>30,282</u>
TOTAL FEDERAL AWARDS EXPENDITURES			<u>\$ 819,224</u>

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

**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2002**

**NOTE A      BASIS OF PRESENTATION**

The accompanying Schedule of Federal Awards Expenditures (Schedule) summarizes the activity of the City's federal award programs. The Schedule is presented on the cash basis of accounting. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State and Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the general-purpose financial statements.

CFDA – Catalog of Federal Domestic Assistance.

N/A – Not Applicable.



**Auditor of State  
Betty Montgomery**

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

Members of City Council  
City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

We have audited the financial statements of the City of North Ridgeville, Lorain County, Ohio, (the City) as of and for the year ended December 31, 2002, and have issued our report thereon dated June 27, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted a certain immaterial instance of noncompliance that we have reported to management of the City in a separate letter dated June 27, 2003.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted another matter involving the internal control over financial reporting that does not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 27, 2003.

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 that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**Betty Montgomery**  
Auditor of State

June 27, 2003





**Auditor of State  
Betty Montgomery**

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

Members of City Council  
City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

**Compliance**

We have audited the compliance of the City of North Ridgeville, Lorain County, Ohio, (the City) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2002. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2002. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings as item 2002-001.

### **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 another matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 27, 2003.

### **Schedule of Federal Awards Expenditures**

We have audited the general-purpose financial statements of the City of North Ridgeville as of and for the year ended December 31, 2002, and have issued our report thereon dated June 27, 2003. 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 the 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.



**Betty Montgomery**  
Auditor of State

June 27, 2003

**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2002**

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

<i>(d)(1)(i)</i>	<b>Type of Financial Statement Opinion</b>	Unqualified
<i>(d)(1)(ii)</i>	<b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(ii)</i>	<b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iii)</i>	<b>Was there any reported material non-compliance at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any material internal control weakness conditions reported for major federal programs?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>	No
<i>(d)(1)(v)</i>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<i>(d)(1)(vi)</i>	<b>Are there any reportable findings under § .510?</b>	Yes
<i>(d)(1)(vii)</i>	<b>Major Programs (list):</b>	Community Development Block Grant (Entitlement Grants), CFDA # 14.228
<i>(d)(1)(viii)</i>	<b>Dollar Threshold: Type A\B Programs</b>	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	<b>Low Risk Auditee?</b>	Yes

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

None

CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY

SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2002  
(Continued)

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

<b>Finding Number</b>	2002-001
<b>CFDA Title and Number</b>	Community Development Block Grant-CFDA#14.228
<b>Federal Award Number / Year</b>	A-F-00-157-1
<b>Federal Agency</b>	U.S. Department of Housing and Urban Development
<b>Pass-Through Agency</b>	Ohio Department of Development

Noncompliance finding

24 CFR 24.105, 24.110 and 24.510 states that non-Federal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. Covered transactions included procurement contracts for goods or services equal to or in excess of \$100,000 and all nonprocurement transactions (e.g., subawards to subrecipients).

Contractors receiving individual awards for \$100,000 or more and all subrecipients must certify that the organization and its principals are not suspended or debarred. The non-Federal entity may rely upon the certification unless it knows that the certification is erroneous. Non-Federal entities may, but are not required to, check for suspended and debarred parties which are listed in the *List of Parties Excluded From Federal Procurement or Nonprocurement Programs*, issued by the General Services Administration (GSA).

The City entered into a contract exceeding \$100,000 with Karvo Paving Company on April 12, 2002 without receiving certification from this organization that their company was not suspended or debarred from entering into contracts which use federal monies.

CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY  
DECEMBER 31, 2002

**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; <b><i>Explain:</i></b>
2001-20847-001	City to expend draw downs within the fifteen day requirement	Yes	Finding corrected. The City developed a cash management plan to ensure compliance.

**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

**CORRECTIVE ACTION PLAN  
OMB CIRCULAR A -133 §.315 (c)  
FOR THE YEAR ENDED DECEMBER 31, 2002**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2002-001	The City Treasurer will verify that the required certification was obtained by the Engineer.	2003	James McVeigh, Treasurer

**CITY OF NORTH RIDGEVILLE, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2002**

Prepared By:  
Office of the Auditor

Chris S. Costin, CPA, CGFM  
Auditor

Donna L. Kiraly  
Deputy Auditor





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# CITY OF NORTH RIDGEVILLE

Web Address: [www.ci.north-ridgeville.oh.us](http://www.ci.north-ridgeville.oh.us)

DEANNA L. HILL, MAYOR



Members of City Council and  
Citizens of North Ridgeville  
North Ridgeville, Ohio

We are pleased to submit this Comprehensive Annual Financial Report (CAFR) of the City of North Ridgeville for its fiscal year ended December 31, 2002. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report (CAFR) is presented in three sections as follows:

1. The **Introductory Section** includes the table of contents, letter of transmittal, a list of principal officials, an organization chart of the City, and a Certificate of Achievement.
2. The **Financial Section** includes the Independent Accountants' Report, the General Purpose Financial Statements, notes and the Combining, Individual Fund and Account Group Statements and Schedules.
3. The **Statistical Section** includes selected financial and demographic data, generally presented on a multi-year comparative basis.

## Reporting Entity

For financial reporting purposes, the City includes all funds and account groups that comprise the primary government and all agencies, boards and commissions for which the City is financially accountable and component units. Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the organization is fiscally dependent on the City or if the City appoints a majority of the organization's governing board and 1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the City. The ability to impose its will on the organization exists if the City can either remove members of the governing board at will, modify or approve the organization's budget, modify or approve rates or fees, modify or overrule decisions of the organization's governing body, or appoint, hire, reassign or dismiss persons responsible for management of the organizations day-to-day activities. A financial benefit exists if the City is legally entitled to or can otherwise access the organization's assets. A financial burden exists if the City is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization, or if the City is obligated in some manner for the debt of the organization. The City has no component units.

## **The City**

The City of North Ridgeville is located in Lorain County in north central Ohio, approximately twenty miles southwest of the City of Cleveland and approximately ten miles southeast of the City of Lorain. The City's area is approximately 25 square miles. The City's 2000 census population of 22,338 placed it as the third largest in Lorain County. The City is in the Cleveland-Elyria-Lorain Primary Metropolitan Statistical Area (PMSA), comprised of the six counties of Ashtabula, Cuyahoga, Geauga, Lake, Lorain and Medina. It is also in the Cleveland-Akron-Lorain Consolidated Metropolitan Statistical Area (CMSA).

The City is provided with banking and financial services by six local commercial banks and savings and loan associations, operating a total of six offices within the City (with principal offices elsewhere). Three daily and two weekly newspapers serve the City. The City is within the broadcast area of seven television stations and approximately thirty-one AM and FM radio stations. Multi-channel cable TV service, including educational, governmental and public access channels is provided by Comcast Cable Communications, Inc.

Within commuting distance are several public and private two-year and four-year colleges and universities, including Cleveland State University, The University of Akron, and Kent State University (three of Ohio's twelve state universities), Lorain County Community College, Cuyahoga Community College, Oberlin College (located in the County), Baldwin Wallace College, John Carroll University and Case Western Reserve University. The Lorain Business College is also located in the County.

The City is served by four acute-care hospitals, located in the cities of Lorain, Elyria, Westlake and Fairview Park. A Medivac unit, providing emergency medical services, operates at the Lorain County Regional Airport and a heliport has been built adjacent to Community Health Partners (Health Center) in Lorain to provide for emergency transportation of patients by helicopter.

The City owns and operates four parks covering 110 acres and provides other recreational facilities including basketball, volleyball and tennis courts, baseball fields, soccer fields, picnic areas and a stocked lake. In addition, the City is within the Lorain County Metropolitan Park District, created to preserve natural resources and provide park and recreation facilities within the County.

## **City Government**

The City of North Ridgeville was founded in 1810, incorporated as a village in 1958 and became a city in 1960.

The City operates under and is governed by its Charter, first adopted by voters in 1961 and which has been and may be amended by the voters from time to time. The City is also subject to some general laws applicable to all cities. Under the Ohio Constitution the City may exercise all powers of local self-government and police powers to the extent not in conflict with applicable laws. The Charter provides for a Mayor-Council form of government.

Legislative authority is vested in a seven-member Council, of whom three are elected at-large and four are elected from wards, all for two-year terms. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to the City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades, and other municipal purposes. The presiding officer is the President of Council, who is elected by the Council for a two-year term.

The City's chief executive and administrative officer is the Mayor, who is elected by the voters for a four-year term. The Mayor appoints the directors of certain City departments, subject to the approval of a majority of all the members of Council. The major appointed officials are the Directors of Law and Safety-Service and the Treasurer. The Mayor also appoints members to a number of boards and commissions, and appoints and removes, in accordance with civil service requirements, all appointed officers and employees.

The Auditor, who is the City's chief fiscal officer, and the Clerk of Council are appointed by Council. The Auditor is appointed to a two-year term, subject to removal by a majority of all of the members elected to Council. The Clerk of Council serves at the pleasure of Council.

All elected officials, except the Mayor, serve part-time.

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

### **Economic Condition and Outlook**

The City is primarily a residential and agricultural area, with many residents commuting daily to work in the City of Cleveland, and other areas in the County and adjacent Cuyahoga County. Approximately half of the land in the City is undeveloped or used for agricultural purposes. Because of its location adjacent to the substantially fully developed Cities of Westlake and North Olmsted and access to I-80, I-90, I-480 and State Route 10, significant new residential, commercial and light industrial and warehousing development is expected to occur in the next five to ten years.

In 1997, the City's Council approved a comprehensive master plan for the area, that identifies areas for residential, commercial, industrial and governmental development and infrastructure improvements to encourage and accommodate responsible and orderly development. The City is completing a major expansion of its French Creek Wastewater Treatment Plant to meet the anticipated needs of the City and the adjacent municipalities of Avon and Sheffield. The City in 2001 began constructing a major sanitary trunk sewer to serve much of the western portion of the City. Certain landowners will pay a portion of the cost of constructing an arterial road to serve that part of the City. The City had constructed a major trunk sewer to serve the southeastern portion of the City in the 1990s. With the completion of a 2 million gallon water tower by the City in 2002 and the installation of a new water main through the City by the City of Avon Lake in 2001, the City believes that all of its foreseeable needs for waterworks system capacity to support development in the City have been met.

The City has established an enterprise zone (coterminus with the City) and a community reinvestment area. Under its enterprise zone program and policy, the City offers businesses abatements of up to 100% of real and tangible personal property taxes on new property added to the tax duplicate for a period of up to ten years. The amounts, types and duration of the actual abatements offered by the City under this program are a function of the size of the proposed development and the number of jobs created. Under its community reinvestment zone program and policy, the City offers an abatement of real property taxes on new property added to the tax duplicate for a period of up to 15 years.

Commercial development in 2002 included a 48,000 square foot full service grocery store with 9,000 square feet of additional retail space serving four new retail businesses, and a 7,400 square foot physicians' office building.

Four separate industrial parks are under development in the City. The largest of these is Taylor Woods Industrial Park, which is home to the facilities of Invacare Corp. (a manufacturer of wheelchairs), Becket Gas, Inc. (a manufacturer of gas burners) and Becket Air, Inc. (a manufacturer of blower wheels), all constructed since 1990. The newest of these, Root Road Industrial Park consisting of 13 acres, began development in 2002, where permits for 36,000 square feet of building space have been issued.

The City expects significant additions in industrial and commercial development to occur after the completion of the aforementioned sewer system improvements.

Residential development has been significant in recent years and is expected to increase with the completion of the sanitary trunk sewer in the western portion of the City. Over 400 homes and other single family residences were constructed in the City in 2002. In various stages of planning and construction are two planned community developments in the western half of the City: Waterbury, a 640-acre development to include approximately 1,900 residential units of which 100 units have been completed; and Meadow Lakes, a 570-acre development to include approximately 1,700 residential units of which 200 units have been completed. Other developments in the westerlies includes Avalon, an 80-acre subdivision to include 175 residential units, which is about one-half completed. Currently in the planning process are Windsor Point subdivision to include up to 275 residential units, and Stone Creek subdivision to include up to 170 residential units. Elsewhere in the City, Ridgefield Homes, an approximately 900 home development, which commenced in the mid-1990s is about one-third complete. These homes have been sold for \$ 225,000 to \$ 980,000, with an average of approximately \$ 300,000. A number of smaller subdivisions also remain under development throughout the City.

The estimated value of building permits issued by the City in recent years amounted to: 2002 - \$ 65,506,373, 2001 - \$ 41,807,000, 2000 - \$ 46,430,275, 1999 - \$ 41,203,243, 1998 - \$ 43,683,278, 1997 - \$ 26,524,164.

## **Major Initiatives**

### **Police Department**

The Police department is currently staffed by thirty six sworn officers and thirteen civilian dispatchers and support staff. The department recently installed its first computerized Records Management System along with a Computer Aided Dispatch (CAD) system. The department is engaged in a number of ongoing community related activities, ranging from the popular Safetyville program for its youngest citizens to providing home safety and security checks for its most senior citizens. Regular patrol activities are enhanced through the use of in-car mobile data terminals. A successful police support car program and on-going traffic safety enforcement program, supplemented by a seasonal bicycle patrol program, provide increased police presence in the community. The department is an active part of the Lorain County Drug Task Force, the county bomb squad and the Homeland Security Task Force. In addition to a very successful School Resource Officer program, which provides a police officer in the junior high and high schools, police officers present an eight week Safety Awareness Family Education (SAFE) program to elementary students which stresses a strong anti-drug message, while also covering such relevant topics as Internet safety, stranger danger and dealing with school yard bullies.

### **Fire Department**

The Fire department employs thirty fire suppression personnel including twenty-four State certified paramedics and six State certified emergency medical technicians. In 2002, the department responded to 2,000 requests for emergency medical assistance and fire emergencies. The fire department maintains a dive rescue team, confined space rescue team, ice rescue team and are members of the Lorain County Hazardous Materials Response Team. During the year, the department presented nearly 2,500 fire safety classes to elementary students grades K through 5, as well as fire safety talks to over 150 pre-schoolers.

### **Building Department**

In 2002, the City's Building department consisted of four full-time building inspectors and two secretaries under the direction of the Chief Building Official. The City continues to maintain an ISO (Insurance Service Office) rating of #4 for residential and commercial property owners. During 2002, building permits were issued for 362 residential dwellings and 13 commercial buildings, compared to 258 and 3 respectively, in 2001.

### **Utilities Department**

The Utility department services over 8,700 water, sewer and sanitation accounts with six full-time employees and three part-time water meter readers. The department continues its program of installing new computerized water meters throughout the City. Currently, seventy-five percent of the City is being read by portable interrogators. In 2002 the City completed construction of a two million gallon elevated water storage tank to replace its deteriorating one-half million gallon water tower. This three million dollar project was financed with a low interest loan through the Ohio Water Development Authority.

### **French Creek Wastewater Treatment Plant**

In its final phase of completion is the City's planned expansion and upgrade of the French Creek Wastewater Treatment Plant, an estimated \$ 6.1 million dollar project, which will increase the plant's capacity by fifty percent. The land and facilities were originally designed to accommodate a 30 MGD treatment facility to be constructed in four phases. The initial plant configuration of 7.5 MGD was phase 1 of the original design plans, which will increase to 11.25 MGD upon completion of the current project. This project is expected to be completed in 2003.

### **Tax Increment Financing Project**

In 2002, the City completed its first tax increment financing agreement in connection with the private construction of a 48,000 square foot full service grocery store with an estimated cost of \$ 7,000,000. The City provided approximately \$ 800,000 of infrastructure improvements funded with a \$ 400,000 federal economic development grant and issuance of general obligation bonds. The bonds will be repaid from property taxes generated from the completed project.



## **Financial Information**

### **Internal Control**

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that 1) the cost of a control should not exceed the benefits likely to be derived, and 2) the valuation of costs and benefits requires estimates and judgments by management. We believe that City's system of internal control is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

### **Accounting System**

The City maintains its accounts, appropriations and other fiscal records in accordance with procedures established by the Auditor of State of Ohio. The Auditor of State is charged by state law with the responsibility of inspecting and supervising the accounts and records of each taxing subdivision including the City.

The City uses funds and account groups to report 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.

In preparation of its annual report, the City uses the modified accrual basis of accounting for governmental and agency funds and the full accrual basis for enterprise and internal service funds. When using the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. The full accrual basis recognizes revenues when earned and expenses when incurred. A more detailed explanation of the basis of accounting for the various funds is included in the Notes to General Purpose Financial Statements located in the Financial Section of this report.

### **Budgetary Controls**

Detailed provisions for budgeting, tax levies, and appropriations are set forth in the Ohio Revised Code and the City Charter. The City's budgetary process is described in the Notes to General Purpose Financial Statements included in the Financial Section of this report.

For management purposes, the City maintains budgetary control on a non-GAAP basis by fund and within each fund by department at major object levels which include personal services, other expenditures, and operating transfers. Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. Purchase order requests for the expenditure of monies are submitted to the Mayor for approval. The purchase order is forwarded to the Auditor's office for certification of the availability of funds. The estimated expenditure is then encumbered against available appropriation. Encumbrances which would exceed the available appropriation are not approved or recorded until the City Council authorizes additional appropriations or transfers. Unencumbered appropriations lapse at the end of each year.

The Auditor's office prepares monthly financial statements on a budgetary (cash) basis for City Council and the Administration, which reflect appropriated amounts, year-to-date expenditures, encumbrances and unencumbered balances.

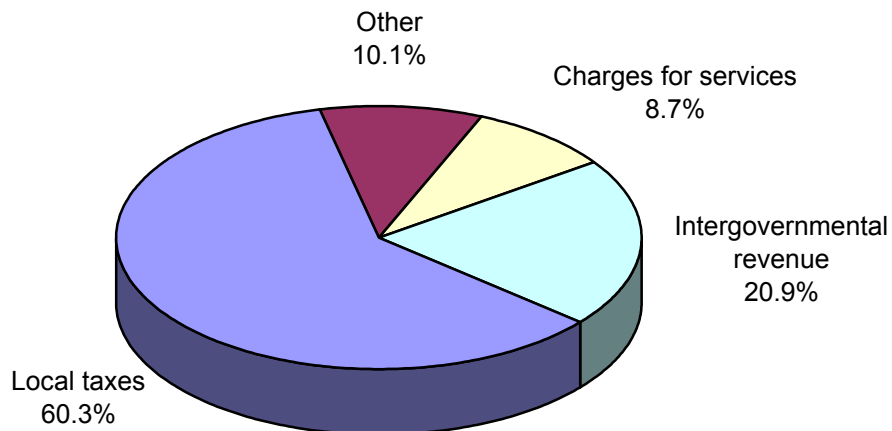
## General Governmental Functions

### Revenues

The following schedule represents a summary of revenues for the governmental fund types, which include the general, special revenue, debt service and capital project funds for the year ended December 31, 2002 and comparison to 2001. Revenues for governmental fund operations totaled \$ 15,516,353 in 2002.

	2002	2001	Percent of Total	Increase (Decrease)	Percent Change
Local taxes	\$ 9,355,310	\$ 9,250,496	60.3 %	\$ 104,814	1.1 %
Intergovernmental revenue	3,248,324	2,890,916	20.9 %	357,408	12.4 %
Special assessments	57,629	59,505	0.4 %	(1,876 )	(3.2 )%
Charges for services	1,349,268	1,258,698	8.7 %	90,570	7.2 %
Fines, licenses and permits	775,086	592,736	5.0 %	182,350	30.8 %
Interest	109,283	270,802	0.7 %	(161,519 )	(59.6 )%
Miscellaneous	621,453	810,949	4.0 %	(189,496 )	(23.4 )%
	<u>\$15,516,353</u>	<u>\$15,134,102</u>	<u>100.0 %</u>	<u>\$ 382,251</u>	<u>2.5 %</u>

## Revenues by Sources



Local taxes, consisting of municipal income taxes, property and other taxes, represent the largest revenue source in the governmental funds. The increase in local taxes 1.1% results from increased municipal tax revenue of \$ 111,254 reduced by slightly lower property and other taxes of \$ 6,440.

Intergovernmental revenue increased by 12.4% resulting from higher grant revenue and Ohio Public Works (Issue II) project revenue.

Special assessments revenue decreased due to the scheduled reduction of special assessment bonded debt outstanding.

Fines, licenses, and permits increase resulted primarily from the increased value of building permits and fees.

Interest decreased due primarily to lower interest rates on investments.

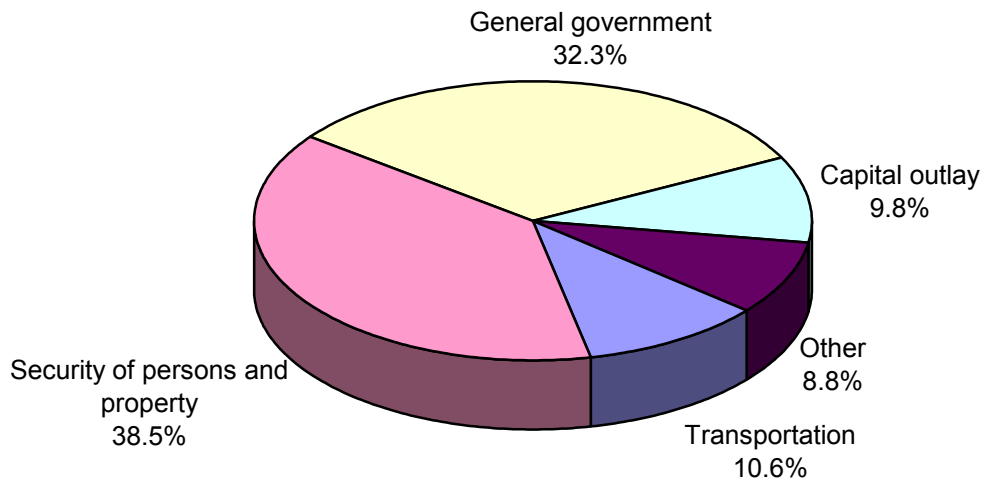
Miscellaneous revenue was lower in 2002 due to exclusion of cable franchise fees of \$ 110,000 which were received in 2003, outside the revenue recognition period, and lower sundry fees and income.

## Expenditures

The following schedule represents a summary of expenditures for the governmental fund types, which include the general, special revenue, debt service and capital project funds for the year ended December 31, 2002 and comparison to 2001. Expenditures for governmental fund operations totaled \$ 17,223,532 in 2002.

	2002	2001	Percent of Total	Increase (Decrease)	Percent Change
Security of persons and property	\$ 6,634,658	\$ 6,515,098	38.5 %	\$ 119,560	1.8 %
Public health and welfare	109,703	83,983	0.6 %	25,720	30.6 %
Leisure time activities	264,472	377,159	1.4 %	(112,687 )	(29.9 )%
Transportation	1,832,069	1,876,313	10.6 %	(44,244 )	(2.4 )%
General government	5,570,510	4,880,029	32.3 %	690,481	14.1 %
Capital outlay	1,696,169	871,442	9.8 %	824,727	94.6 %
Debt service					
Principal	771,485	523,522	4.6 %	247,963	47.4 %
Interest and fiscal charges	344,466	383,214	2.2 %	(38,748 )	(10.1 )%
	<u>\$17,223,532</u>	<u>\$15,510,760</u>	<u>100.0 %</u>	<u>\$ 1,712,772</u>	<u>11.0 %</u>

## Expenditures by Function



Security of persons and property expenditures increased by 1.8% primarily due to increases in salaries and benefits of police and firefighters.

Leisure time activities expenditures decreased primarily the result of reclassification and centralization of maintenance employees to the public grounds department which expenditures are included under general government.

Transportation expenditures were lower due to a reduction in operating supplies purchased through for road maintenance.

General government expenditures increased due primarily to increases in salaries and benefits of general government employees and reorganization and expansion of the public grounds maintenance department.

Capital outlay expenditures increased by 94.6% resulting from increased Ohio Public Works (Issue II) road reconstruction projects, and expansion of the City's service garage in the amount of \$ 453,300.

Debt service principal expenditures increased due in part to inception of payments on the City's 2001 bond issue and payment on additional OPWC loans, while interest decreased due to lower financing cost of the 2001 bond issue and OPWC 0% interest loans.

### **Enterprise Funds**

The City's enterprise operations consist of two activities. The Water fund accounts for operations of the City's drinking water distribution system. The Sewer fund accounts for operations of the City's sanitary sewer collection system and City owned wastewater treatment facility.

By City ordinance adopted in 1992, the City's water rates increase annually, based on the inflationary increase, if any, of the average cost of water purchased from the City's three suppliers.

Sewer rates and fees were increased in 1999 to finance the expansion and upgrade of the French Creek Wastewater Treatment Plant, an estimated \$ 6.1 million dollar project, which increases the plant's treatment capacity by fifty percent. The plant serves the City of North Ridgeville, the City of Avon and the Village of Sheffield, Ohio.

### **Internal Service Fund**

The City provides health, dental and vision insurance to its employees through a self-insurance plan. The City has reinsurance for claims in excess of \$ 50,000 per individual. The City contracts with a third party administrator (Medical Mutual of Ohio) to process the claims in accordance with the plan. The City's Internal Service fund accounts for the activities of its self-insurance plan.

### **Fiduciary Funds**

The City maintains Agency funds to account for monies held on behalf of others. The Agency funds held assets totaling \$ 679,633 at December 31, 2002.

### **Debt Administration**

As of December 31, 2002 the City had outstanding \$ 21,125,000 of bonded debt and bond anticipation notes. Of that amount, \$ 11,005,976 will be repaid from enterprise revenues, \$ 4,603,657 from special assessments, \$ 800,000 from TIF revenues, \$ 1,700,000 from tax proceeds of a voted levy, and the remaining \$ 3,015,367 from municipal income tax revenues and intergovernmental shared revenue. The City maintains an "A1" rating from Moody's Investors Service on its general obligation unlimited tax bonds, an "A2" rating on its general obligation limited tax bonds, and "MIG 1" rating on its rated bond anticipation notes.

### **Cash Management**

The City strictly adheres to regulations set forth in the Ohio Revised Code to ensure the safety of its investments.

All City cash is pooled for investment purposes in order to maximize yield while protecting principal through conservative investment choices. The City's investment policy designates what types of investments can be made and permits investments that are in compliance with the Ohio Revised Code. 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 or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

The City plans for short and long term cash flow needs and attempts to match investment maturities accordingly. This is accomplished primarily with Certificates of Deposit, Repurchase Agreements, Government Securities, State Pool (STAR Ohio) and Sweep Checking Accounts.

## **Risk Management**

The City is exposed to various risks of loss related to torts; theft, damage to or destruction of assets; errors and omissions; employee injuries; and natural disasters. By maintaining comprehensive insurance coverage with private carriers, the City has addressed these various types of risk. The City maintains a commercial insurance policy with the CNA Insurance Companies, which covers property, boiler and machinery, inland marine, crime, automobile, general liability and EMS liability in the amount of \$ 2,000,000. An additional umbrella policy is also provided in the amount of \$ 10,000,000. The City maintains a law enforcement liability policy and public officials liability policy each in the amount of \$ 1,000,000, with the National Casualty Insurance Company.

## **Independent Audit**

The City's financial statements for the year ended December 31, 2002 were examined by independent auditor Betty Montgomery, Auditor of State. The Independent Accountants' Report on the general purpose financial statements is included in the Financial Section of this report.

## **GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of North Ridgeville, Ohio for its comprehensive annual financial report for the fiscal year ended December 31, 2001. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

## **Acknowledgments**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the staffs of the Auditor's Office and the Treasurer. Preparation of the Comprehensive Annual Financial Report requires a major effort and special appreciation is extended to everyone who assisted and contributed to the preparation of this report.

Appreciation is extended to the Administration and City Council for their continued support and commitment to responsible fiscal reporting.

Respectfully submitted,



Chris S. Costin, CPA, CGFM  
City Auditor  
June 27, 2003

City of North Ridgeville, Ohio  
Principal City Officials  
December 31, 2002

**Elected Officials**

Mayor	Deanna L. Hill
Council member, At Large	Dennis L. Johnson
Council member, At Large	Bernadine R. Butkowski
Council member, At Large	G. David Gillock
Council member, Ward 1	Nancy J. Buescher
Council member, Ward 2	Allen C. Swindig
Council member, Ward 3	Josanne K. Pagel
Council member, Ward 4	Robert W. Olesen

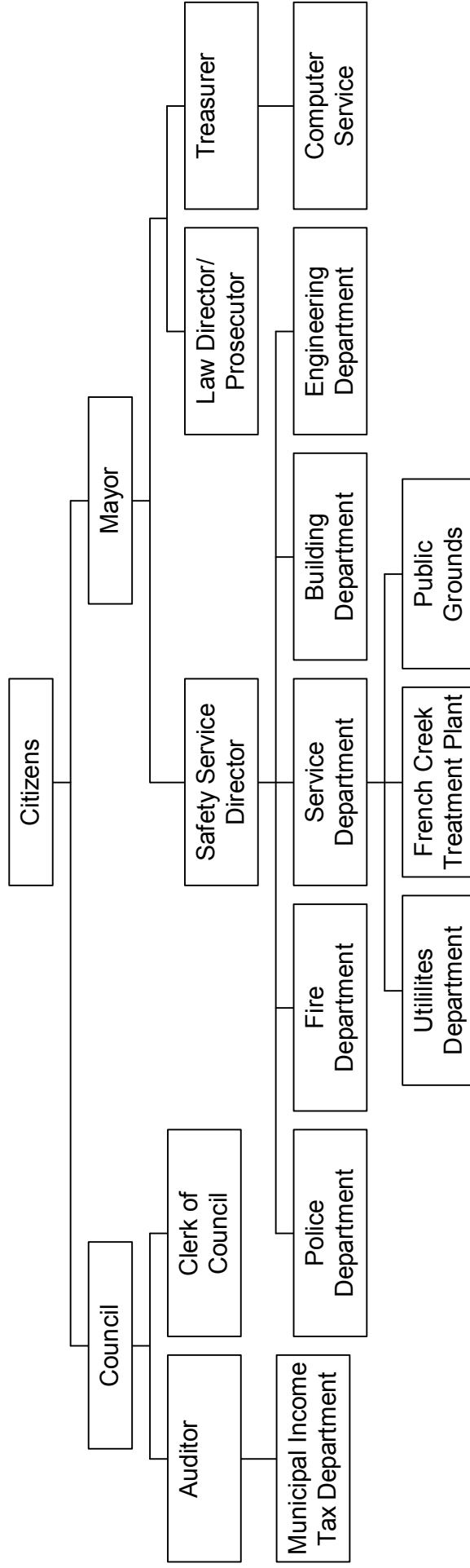
**Appointed Officials and Department Heads**

Safety-Service Director	James L. Johnson
Law Director/ Prosecutor	Eric Zagrans, L.P.A.
Engineer	Thomas E. Beutler, PE
Treasurer	James R. McVeigh
Auditor	Chris S. Costin, CPA, CGFM
Deputy Auditor	Donna L. Kiraly
Income Tax Administrator	Laverne Porowski
Police Chief	Richard D. Thomas
Fire Chief	Richard Miller
Service Department Superintendent	Gerald W. Krueger
Chief Building Official	Guy Fursdon, C.B.O.
Parks and Recreation Director	James D. Spaulding
Older Adult Services Director	Sally Balog
Computer Service Supervisor	Rita Taylor
Utilities Department Director	James E. Whitlock
French Creek Plant Superintendent	Donald D. Daley
Maintenance and Grounds Supervisor	Gary M. Teel
Mayor's Court Magistrate	Gerald E. Strait, L.P.A.
Clerk of Mayor's Court	Diana G. Graham
Clerk of Council	Charles A. Norris

**Chairmen, Boards and Commissions**

Civil Service Commission	James P. Yost
Parks and Recreation Commission	Larry D. Overby
Planning Commission	Ronald Schwachenwald
Fair Housing Board	James R. McVeigh
Income Tax Board of Reviews	Margaret Knight
Zoning Board of Appeals	John A. Gasior, L.P.A.

# CITY OF NORTH RIDGEVILLE, OHIO ORGANIZATION CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of North  
Ridgeville, Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2001

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



President

Executive Director





**Auditor of State  
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT**

Members of Council  
City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

We have audited the accompanying general-purpose financial statements of the City of North Ridgeville, Lorain County, Ohio, (the City) as of and for the year ended December 31, 2002, 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 North Ridgeville, Lorain County, Ohio, as of December 31, 2002, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2003 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for 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. In our opinion, it is fairly stated 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 that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**Betty Montgomery**  
Auditor of State

June 27, 2003

## **GENERAL PURPOSE FINANCIAL STATEMENTS**

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINED BALANCE SHEET -  
 ALL FUND TYPES AND ACCOUNT GROUPS

DECEMBER 31, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Project
<u>Assets and other debits</u>				
<u>Assets</u>				
Equity in pooled cash and equivalents	\$ 870,627	\$ 2,640,227	\$ 541,471	\$ 1,020,208
Cash and investments with fiscal agents	-	-	3,892	-
Receivables, net of allowances				
Taxes	720,100	2,683,500	310,000	-
Special assessments	-	-	748,400	-
Accrued interest	800	600	-	900
Accounts and other	110,100	85,300	-	-
Due from other governments	509,175	314,319	15,300	246,613
Due from other funds	56,489	-	-	-
Inventories and supplies	-	-	-	-
Prepaid and deferred items	78,100	6,700	-	-
Claims advance deposit	-	-	-	-
Fixed assets	-	-	-	-
Accumulated depreciation	-	-	-	-
Intangible assets	-	-	-	-
<u>Other debits</u>				
Amount available for debt service	-	-	-	-
Amount to be provided for debt	-	-	-	-
Amount to be provided for capital leases	-	-	-	-
Amount to be provided for benefits	-	-	-	-
Total assets and other debits	<u>\$ 2,345,391</u>	<u>\$ 5,730,646</u>	<u>\$ 1,619,063</u>	<u>\$ 1,267,721</u>

The accompanying notes are an integral part of these financial statements.

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Agency	General Fixed Assets	General Long-Term Debt	
\$ 12,022,156	\$ 182,077	\$ 679,633	\$ -	\$ -	\$ 17,956,399
-	-	-	-	-	3,892
-	-	-	-	-	3,713,600
-	-	-	-	-	748,400
10,300	-	-	-	-	12,600
780,900	-	-	-	-	976,300
134,300	-	-	-	-	1,219,707
192,900	-	-	-	-	249,389
164,100	-	-	-	-	164,100
11,500	-	-	-	-	96,300
-	224,200	-	-	-	224,200
47,551,968	-	-	9,988,261	-	57,540,229
(13,101,476)	-	-	-	-	(13,101,476)
1,199,518	-	-	-	-	1,199,518
-	-	-	-	545,363	545,363
-	-	-	-	6,067,299	6,067,299
-	-	-	-	215,776	215,776
-	-	-	-	2,320,908	2,320,908
<u>\$ 48,966,166</u>	<u>\$ 406,277</u>	<u>\$ 679,633</u>	<u>\$ 9,988,261</u>	<u>\$ 9,149,346</u>	<u>\$ 80,152,504</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINED BALANCE SHEET -  
 ALL FUND TYPES AND ACCOUNT GROUPS – (CONCLUDED)

DECEMBER 31, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Project
<u>Liabilities, fund equity and other credits</u>				
<u>Liabilities</u>				
Accounts and contracts payable	\$ 146,740	\$ 132,194	\$ -	\$ 274,878
Accrued liabilities				
Salaries, wages, and benefits	295,012	114,325	-	-
Interest	-	-	-	-
Other	-	-	-	-
Due to other governments	170,945	51,239	-	-
Due to other funds	-	50,389	-	6,100
Due to others	-	-	-	-
Deferred revenue	1,249,300	2,714,700	1,073,700	900
Notes payable	-	-	-	-
Loans payable, OWDA	-	-	-	-
Loans payable, OPWC	-	-	-	-
Bonds payable				
General obligation	-	-	-	-
Special assessment	-	-	-	-
Capital lease	-	-	-	-
Accrued leave benefits	-	-	-	-
Total liabilities	<u>1,861,997</u>	<u>3,062,847</u>	<u>1,073,700</u>	<u>281,878</u>
<u>Fund equity and other credits</u>				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings				
Reserved for self insurance	-	-	-	-
Unreserved	-	-	-	-
Fund balance				
Reserved for encumbrances	87,915	208,768	-	129,068
Reserved for prepaids	78,100	6,700	-	-
Reserved for debt service	-	-	545,363	-
Unreserved	317,379	2,452,331	-	856,775
Total fund equity and other credits	<u>483,394</u>	<u>2,667,799</u>	<u>545,363</u>	<u>985,843</u>
Total liabilities, fund equity and other credits	<u>\$ 2,345,391</u>	<u>\$ 5,730,646</u>	<u>\$ 1,619,063</u>	<u>\$ 1,267,721</u>

The accompanying notes are an integral part of these financial statements.

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Agency	General Fixed Assets	General Long-Term Debt	
\$ 582,378	\$ 190	\$ 9,760	\$ -	\$ -	\$ 1,146,140
84,191	-	5,160	-	-	498,688
87,000	-	-	-	-	87,000
-	260,000	-	-	-	260,000
45,790	-	2,307	-	235,208	505,489
-	-	192,900	-	-	249,389
192,900	-	469,506	-	-	662,406
-	-	-	-	-	5,038,600
5,920,000	-	-	-	925,000	6,845,000
2,834,422	-	-	-	-	2,834,422
147,890	-	-	-	577,662	725,552
9,170,000	-	-	-	4,590,000	13,760,000
-	-	-	-	520,000	520,000
-	-	-	-	215,776	215,776
373,900	-	-	-	2,085,700	2,459,600
<u>19,438,471</u>	<u>260,190</u>	<u>679,633</u>	<u>-</u>	<u>9,149,346</u>	<u>35,808,062</u>
-	-	-	9,988,261	-	9,988,261
13,917,002	-	-	-	-	13,917,002
-	146,087	-	-	-	146,087
15,610,693	-	-	-	-	15,610,693
-	-	-	-	-	425,751
-	-	-	-	-	84,800
-	-	-	-	-	545,363
-	-	-	-	-	3,626,485
<u>29,527,695</u>	<u>146,087</u>	<u>-</u>	<u>9,988,261</u>	<u>-</u>	<u>44,344,442</u>
<u>\$ 48,966,166</u>	<u>\$ 406,277</u>	<u>\$ 679,633</u>	<u>\$ 9,988,261</u>	<u>\$ 9,149,346</u>	<u>\$ 80,152,504</u>

## CITY OF NORTH RIDGEVILLE, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
ALL GOVERNMENTAL FUND TYPES

FOR THE YEAR ENDED DECEMBER 31, 2002

	General	Special Revenue	Debt Service	Capital Project
<b>Revenues</b>				
Local taxes	\$ 713,996	\$ 8,361,842	\$ 279,472	\$ -
Intergovernmental revenue	1,075,916	1,851,835	34,085	286,488
Special assessments	-	-	57,629	-
Charges for services	-	1,349,268	-	-
Fines, licenses, and permits	655,901	119,185	-	-
Interest	11,173	56,724	14,062	27,324
Miscellaneous	319,896	301,557	-	-
<b>Total revenues</b>	<b>2,776,882</b>	<b>12,040,411</b>	<b>385,248</b>	<b>313,812</b>
<b>Expenditures</b>				
Current				
Security of persons and property	4,467,687	2,166,971	-	-
Public health and welfare	59,839	49,864	-	-
Leisure time activities	189,236	75,236	-	-
Transportation	1,229	1,830,840	-	-
General government	3,098,682	2,465,229	6,599	-
Capital outlay	-	-	-	1,696,169
Debt service				
Note principal	-	7,180	-	20,287
Bond principal	-	-	595,000	-
Capital lease principal	-	-	-	149,018
Interest and fiscal charges	-	-	335,888	8,578
<b>Total expenditures</b>	<b>7,816,673</b>	<b>6,595,320</b>	<b>937,487</b>	<b>1,874,052</b>
Excess (deficiency) of revenues over expenditures	(5,039,791)	5,445,091	(552,239)	(1,560,240)
<b>Other financing sources (uses)</b>				
Operating transfers-in	4,610,000	314,000	385,176	810,000
Loan proceeds	-	-	-	6,103
Note proceeds	-	-	-	925,000
Capital lease proceeds	-	-	-	207,107
Operating transfers-out	(314,000)	(5,420,000)	-	(385,176)
<b>Total other financing sources (uses)</b>	<b>4,296,000</b>	<b>(5,106,000)</b>	<b>385,176</b>	<b>1,563,034</b>
Excess (deficiency) of revenues over expenditures and other source (uses)	(743,791)	339,091	(167,063)	2,794
Fund balances, beginning of year	1,227,185	2,328,708	712,426	983,049
Fund balances, end of year	\$ 483,394	\$ 2,667,799	\$ 545,363	\$ 985,843

The accompanying notes are an integral part of these financial statements.



Totals  
(Memorandum  
Only)

\$ 9,355,310  
3,248,324  
57,629  
1,349,268  
775,086  
109,283  
621,453  

---

15,516,353

6,634,658  
109,703  
264,472  
1,832,069  
5,570,510  
1,696,169

27,467  
595,000  
149,018  
344,466

---

17,223,532

---

(1,707,179)

6,119,176  
6,103  
925,000  
207,107  
(6,119,176)  

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1,138,210

(568,969)

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5,251,368

\$ 4,682,399  

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CITY OF NORTH RIDGEVILLE, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL (NON-GAAP BASIS) – ALL GOVERNMENTAL FUND TYPES

FOR THE YEAR ENDED DECEMBER 31, 2002

	General		Variance
	Budget	Actual	Favorable (Unfavorable)
<b>Revenues</b>			
Local taxes	\$ 713,316	\$ 713,996	\$ 680
Intergovernmental revenue	1,065,469	1,066,532	1,063
Special assessments	-	-	-
Charges for services	-	-	-
Fines, licenses, and permits	498,760	498,901	141
Interest	11,100	11,488	388
Miscellaneous	298,445	323,096	24,651
<b>Total revenues</b>	<b>2,587,090</b>	<b>2,614,013</b>	<b>26,923</b>
<b>Expenditures</b>			
<b>Current</b>			
Security of persons and property	4,737,896	4,416,719	321,177
Public health and welfare	259,261	239,962	19,299
Leisure time activities	212,163	198,915	13,248
Community development	-	-	-
Basic utility services	-	-	-
Transportation	-	-	-
General government	3,445,597	3,162,410	283,187
Capital outlay	-	-	-
<b>Debt service</b>			
Note principal	-	-	-
Bond principal	-	-	-
Interest and fiscal charges	-	-	-
<b>Total expenditures</b>	<b>8,654,917</b>	<b>8,018,006</b>	<b>636,911</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(6,067,827)</b>	<b>(5,403,993)</b>	<b>663,834</b>
<b>Other financing sources (uses)</b>			
Operating transfers-in	4,873,600	4,873,600	-
Note proceeds	-	-	-
Advances in	110,540	110,542	2
Advances out	(50,000)	(119,012)	(69,012)
Operating transfers-out	(319,200)	(314,000)	5,200
<b>Total other financing sources (uses)</b>	<b>4,614,940</b>	<b>4,551,130</b>	<b>(63,810)</b>
<b>Excess (deficiency) of revenue over expenditures and other sources (uses)</b>	<b>(1,452,887)</b>	<b>(852,863)</b>	<b>600,024</b>
Prior year encumbrances	223,051	223,051	-
Fund balances, beginning of year	1,265,740	1,265,740	-
<b>Fund balances, end of year</b>	<b>\$ 35,904</b>	<b>\$ 635,928</b>	<b>\$ 600,024</b>

The accompanying notes are an integral part of these financial statements.

Special Revenue			Debt Service		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 7,846,291	\$ 8,001,729	\$ 155,438	\$ 279,343	\$ 279,472	\$ 129
2,228,223	2,106,937	(121,286)	34,190	34,085	(105)
-	-	-	57,565	57,628	63
1,326,240	1,349,268	23,028	-	-	-
115,000	119,185	4,185	-	-	-
62,883	57,003	(5,880)	14,009	14,022	13
305,710	301,557	(4,153)	-	-	-
<u>11,884,347</u>	<u>11,935,679</u>	<u>51,332</u>	<u>385,107</u>	<u>385,207</u>	<u>100</u>
2,251,227	2,146,454	104,773	-	-	-
49,556	49,163	393	-	-	-
138,000	84,130	53,870	-	-	-
782,060	782,060	-	-	-	-
1,505,042	1,333,324	171,718	-	-	-
2,160,409	1,996,837	163,572	-	-	-
480,143	460,604	19,539	7,800	6,599	1,201
-	-	-	-	-	-
-	-	-	5,910,000	5,910,000	-
-	-	-	595,000	595,000	-
-	-	-	335,886	335,886	-
<u>7,366,437</u>	<u>6,852,572</u>	<u>513,865</u>	<u>6,848,686</u>	<u>6,847,485</u>	<u>1,201</u>
4,517,910	5,083,107	565,197	(6,463,579)	(6,462,278)	1,301
292,400	314,000	21,600	385,176	385,176	-
-	-	-	5,910,000	5,910,000	-
-	112,912	112,912	-	-	-
(110,542)	(110,542)	-	-	-	-
(5,420,000)	(5,420,000)	-	-	-	-
<u>(5,238,142)</u>	<u>(5,103,630)</u>	<u>134,512</u>	<u>6,295,176</u>	<u>6,295,176</u>	<u>-</u>
(720,232)	(20,523)	699,709	(168,403)	(167,102)	1,301
225,676	225,676	-	-	-	-
2,084,860	2,084,860	-	708,573	708,573	-
<u>\$ 1,590,304</u>	<u>\$ 2,290,013</u>	<u>\$ 699,709</u>	<u>\$ 540,170</u>	<u>\$ 541,471</u>	<u>\$ 1,301</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL (NON-GAAP BASIS) – ALL GOVERNMENTAL FUND TYPES – (CONCLUDED)

FOR THE YEAR ENDED DECEMBER 31, 2002

	Capital Projects		Variance
	Budget	Actual	Favorable (Unfavorable)
<b>Revenues</b>			
Local taxes	\$ -	\$ -	\$ -
Intergovernmental revenue	342,717	336,614	(6,103)
Special assessments	-	-	-
Charges for services	-	-	-
Fines, licenses, and permits	-	-	-
Interest	27,300	27,324	24
Miscellaneous	-	-	-
<b>Total revenues</b>	<b>370,017</b>	<b>363,938</b>	<b>(6,079)</b>
<b>Expenditures</b>			
<b>Current</b>			
Security of persons and property	-	-	-
Public health and welfare	-	-	-
Leisure time activities	-	-	-
Community development	-	-	-
Basic utility services	-	-	-
Transportation	-	-	-
General government	-	-	-
Capital outlay	2,647,175	1,846,880	800,295
<b>Debt service</b>			
Note principal	-	-	-
Bond principal	-	-	-
Interest and fiscal charges	-	-	-
<b>Total expenditures</b>	<b>2,647,175</b>	<b>1,846,880</b>	<b>800,295</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(2,277,158)</b>	<b>(1,482,942)</b>	<b>794,216</b>
<b>Other financing sources (uses)</b>			
Operating transfers-in	810,000	810,000	-
Note proceeds	925,000	925,000	-
Advances in	-	6,100	6,100
Advances out	-	-	-
Operating transfers-out	(385,176)	(385,176)	-
<b>Total other financing sources (uses)</b>	<b>1,349,824</b>	<b>1,355,924</b>	<b>6,100</b>
<b>Excess (deficiency) of revenue over expenditures and other sources (uses)</b>	<b>(927,334)</b>	<b>(127,018)</b>	<b>800,316</b>
Prior year encumbrances	465,959	465,959	-
Fund balances, beginning of year	523,934	523,934	-
<b>Fund balances, end of year</b>	<b>\$ 62,559</b>	<b>\$ 862,875</b>	<b>\$ 800,316</b>

The accompanying notes are an integral part of these financial statements.

Totals  
(Memorandum Only)

Budget	Actual	Variance Favorable (Unfavorable)
\$ 8,838,950	\$ 8,995,197	\$ 156,247
3,670,599	3,544,168	(126,431)
57,565	57,628	63
1,326,240	1,349,268	23,028
613,760	618,086	4,326
115,292	109,837	(5,455)
604,155	624,653	20,498
<u>15,226,561</u>	<u>15,298,837</u>	<u>72,276</u>
6,989,123	6,563,173	425,950
308,817	289,125	19,692
350,163	283,045	67,118
782,060	782,060	-
1,505,042	1,333,324	171,718
2,160,409	1,996,837	163,572
3,933,540	3,629,613	303,927
2,647,175	1,846,880	800,295
5,910,000	5,910,000	-
595,000	595,000	-
335,886	335,886	-
<u>25,517,215</u>	<u>23,564,943</u>	<u>1,952,272</u>
<u>(10,290,654)</u>	<u>(8,266,106)</u>	<u>2,024,548</u>
6,361,176	6,382,776	21,600
6,835,000	6,835,000	-
110,540	229,554	119,014
(160,542)	(229,554)	(69,012)
(6,124,376)	(6,119,176)	5,200
<u>7,021,798</u>	<u>7,098,600</u>	<u>76,802</u>
<u>(3,268,856)</u>	<u>(1,167,506)</u>	<u>2,101,350</u>
914,686	914,686	-
4,583,107	4,583,107	-
<u>\$ 2,228,937</u>	<u>\$ 4,330,287</u>	<u>\$ 2,101,350</u>

CITY OF NORTH RIDGEVILLE, OHIO

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS -  
ALL PROPRIETARY FUND TYPES

FOR THE YEAR ENDED DECEMBER 31, 2002

	Enterprise	Internal Service	Totals (Memorandum Only)
Operating revenues			
Charges for services	\$ 8,905,629	\$ 1,020,320	\$ 9,925,949
Miscellaneous	134,115	-	134,115
Total operating revenues	<u>9,039,744</u>	<u>1,020,320</u>	<u>10,060,064</u>
Operating expenses			
Personal services	2,171,429	-	2,171,429
Contractual services	2,861,907	-	2,861,907
Supplies and materials	1,007,131	-	1,007,131
Other operating	717,054	1,369,963	2,087,017
Depreciation	953,257	-	953,257
Amortization	52,707	-	52,707
Total operating expenses	<u>7,763,485</u>	<u>1,369,963</u>	<u>9,133,448</u>
Operating income (loss)	<u>1,276,259</u>	<u>(349,643)</u>	<u>926,616</u>
Nonoperating revenues (expenses)			
Interest income	247,620	7,947	255,567
Loss on asset disposal	(35,860)	-	(35,860)
Interest and fiscal charges	(749,340)	-	(749,340)
Total nonoperating revenues (expenses)	<u>(537,580)</u>	<u>7,947</u>	<u>(529,633)</u>
Net income (loss)	738,679	(341,696)	396,983
Retained earnings, beginning of year	<u>14,872,014</u>	<u>487,783</u>	<u>15,359,797</u>
Retained earnings, end of year	<u>\$ 15,610,693</u>	<u>\$ 146,087</u>	<u>\$ 15,756,780</u>

The accompanying notes are an integral part of these financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINED STATEMENT OF CASH FLOWS -  
 ALL PROPRIETARY FUND TYPES  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Enterprise	Internal Service	Totals (Memorandum Only)
Cash flows from operating activities:			
Operating income (loss)	\$ 1,276,259	\$ (349,643)	\$ 926,616
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	953,257	-	953,257
Amortization	52,707	-	52,707
Changes in net assets (increase) decrease and liabilities increase (decrease):			
Accrued interest receivable	(7,500)	-	(7,500)
Accounts receivable	46,600	-	46,600
Due from other governments	139,800	-	139,800
Due from other funds	(14,472)	-	(14,472)
Inventories and supplies	75,000	-	75,000
Prepaid and deferred expenses	(2,700)	-	(2,700)
Claims advance deposit	-	(62,600)	(62,600)
Accounts and contracts payable	(674,911)	(314)	(675,225)
Accrued expenses	59,701	(58,000)	1,701
Due to other governments	(94,911)	-	(94,911)
Due to other funds	-	-	-
Due to others	14,472	-	14,472
Total adjustments	547,043	(120,914)	426,129
Net cash provided by (used in) operating activities	1,823,302	(470,557)	1,352,745
Cash flows from capital and related financing activities:			
Acquisition of fixed assets	(3,557,720)	-	(3,557,720)
Proceeds from note payable	5,920,000	-	5,920,000
Principal payment of loan	(102,053)	-	(102,053)
Principal payment of notes	(5,910,000)	-	(5,910,000)
Principal payment of bonds	(390,000)	-	(390,000)
Interest and fiscal charges	(749,340)	-	(749,340)
Net cash (used in) capital and related financing activities	(4,789,113)	-	(4,789,113)
Cash flows provided by investing activities:			
Interest income	247,620	7,947	255,567
Net cash provided by investing activities	247,620	7,947	255,567
Net (decrease) in cash and cash equivalents	(2,718,191)	(462,610)	(3,180,801)
Equity in pooled cash and equivalents, beginning of year	14,740,347	644,687	15,385,034
Equity in pooled cash and equivalents, end of year	\$ 12,022,156	\$ 182,077	\$ 12,204,233
Non-cash transactions:			
Disposal of fixed assets, net book value	\$ 35,860	\$ -	\$ 35,860

The accompanying notes are an integral part of these financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. NATURE OF BASIC OPERATIONS AND DESCRIPTION OF THE ENTITY

The City of North Ridgeville, Ohio, was founded in 1810 and became a City in 1960. The North Ridgeville Charter was originally adopted by the voters in October, 1961, in order to secure the benefits of municipal home rule. Under the Ohio Constitution, the City may exercise all powers of local self-government to the extent not in conflict with applicable general laws. The City, under its charter, operates with an elected Council/Mayor form of government. The responsibilities for the major financial functions of the City are divided among the Council, Mayor, Auditor, and Treasurer. The Auditor, who is appointed by Council, is the City's fiscal and chief accounting officer. The Treasurer, Law Director, and other appointed officials are appointed by the Mayor with Council approval. The City's fiscal year corresponds with the year.

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

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

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

The City is associated with the Lorain County General Health District, a jointly governed organization, which provides health services to the members of the Health District. The City does not have any financial interest in or responsibility for the Health District. The County Auditor serves as fiscal agent. See Note 26.

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed with an aggregation program for the purchase of electricity. See Note 26.

B. BASIS OF PRESENTATION - FUND ACCOUNTING

The City of North Ridgeville maintains its accounting records on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. For reporting purposes, the individual funds of the City included in these general purpose financial statements are classified into the following types of funds:



CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION - FUND ACCOUNTING (continued)

Governmental fund types

These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

General fund - used to account for all financial resources except those required to be accounted for in another fund.

Special revenue funds - used to account for the proceeds of specific revenue sources, other than expendable trusts, or for major capital projects, that are legally restricted to expenditure for specified purposes.

Debt service funds - used to account for the accumulation of resources for, and the payment of, general long-term obligation principal and interest.

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

Proprietary fund types

These funds account for operations that are organized to be self-supporting through user charges. The funds included in this category are as follows:

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

Internal service funds - used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis.

Fiduciary fund types

These funds account for assets held by the City as a trustee or agent for individuals, private organizations, other governmental units and/or other funds. The City's fiduciary funds consist of agency funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Account groups

Account groups are used to distinguish fixed assets not related to a specific fund and long-term liabilities not related to a specific fund. For reporting purposes, account groups included in these general purpose financial statements consisted of:

General fixed assets account group - used to account for fixed assets other than those accounted for in proprietary or trust funds.

General long-term debt account group - used to account for unmatured general long-term obligations other than those accounted for in proprietary, including special assessment debt for which the City is obligated in some manner.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. BASIS OF ACCOUNTING

The modified accrual basis of accounting is used for governmental and agency funds. Revenues are recognized in the accounting period in which they become available and measurable. Available means collectible within the current period or soon enough thereafter to be used to pay obligations of the current period, which is considered to be thirty days. 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. Revenues accrued at year-end include interest on investments, local income tax withheld by employers, and certain state levied locally shared taxes. Property taxes, although measurable, are not available soon enough after the current period to finance current period obligations, and accordingly, property taxes receivable are reflected as deferred income until available. 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 expendable requirements, in which the resources are provided to the City on a reimbursement basis. Other revenues including fines and forfeits, licenses and permits, certain charges for services, income taxes other than employer withholding, and miscellaneous revenues, are recognized when received since they are generally not measurable until collected.

Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, since the measurement focus of governmental funds is on decreases in financial resources. Unmatured interest on debt is recognized when due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Allocations of costs, such as depreciation, are recognized in the proprietary funds. As permitted, the City has elected to apply only applicable FASB Statements and Interpretations issued before November 30, 1989 in its accounting and reporting practices for its proprietary operations.

D. BUDGETARY PROCESS AND REPORTING

Budget

A budget of estimated cash receipts and disbursements 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. The legal level of budgetary control is at the fund level.

Estimated resources

The county budget commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources which states the projected receipts of each fund. Before January 31, this certificate is amended to include any unencumbered balances from the preceding year. The "Amended Official Certificate of Estimated Resources" then serves as the basis for the annual appropriation measure. This certificate may be amended during the year as resources change from estimated amounts.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. BUDGETARY PROCESS AND REPORTING (continued)

Appropriations

A temporary appropriation measure to control the cash disbursements may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by April 1 of each year for the entire period January 1 to December 31. The appropriation measure may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources, as stated on the certificate of estimated resources including amendments.

The allocation of appropriations among functions within a fund may be modified during the year by an ordinance of City Council. Certain supplemental appropriation ordinances were legally enacted by Council during the year. The budget figures, as shown in the accompanying "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (non-GAAP basis) -All Governmental Fund Types" represent the final appropriation amounts including all amendments and modifications.

Encumbrances

Use of the encumbrance system of accounting is required by virtue of Ohio law. Under this system, purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve the portion of the applicable appropriation.

At the close of each fiscal 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 need not be reappropriated.

For financial reporting purposes, encumbrances outstanding at year-end are reported as a reservation of fund balance at year-end and do not constitute expenditures or liabilities because they will be honored in the subsequent year.

The budgetary process, in accordance with Ohio law, is accounted for on the basis of cash receipts and disbursements plus encumbrances. Accordingly, the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (non-GAAP basis) - All Governmental Fund Types" is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the modified accrual basis of generally accepted accounting principles (GAAP basis) are that:

Revenues are recorded when received (budget basis) rather than when susceptible to accrual (GAAP basis).

Expenditures are recorded when paid or encumbered (budget basis) rather than when the liability is incurred (GAAP basis).

Proceeds from and principal payments on short-term note obligations are reported on the operating statement (budget basis) rather than balance sheet transactions (GAAP basis).

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. BUDGETARY PROCESS AND REPORTING (continued)

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

	Excess (deficit) of revenue and other sources over (under) expenditures and other uses - reconciliation of budget basis to GAAP basis			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds
Budget basis	\$ (852,863 )	\$ (20,523 )	\$ (167,102 )	\$ (127,018 )
Adjustments, increase (decrease)				
Revenue accruals	(211,273 )	(8,180 )	(5,909,959 )	156,984
Expenditure accruals	320,345	367,794	5,909,998	(27,172 )
GAAP basis, as reported	\$ (743,791 )	\$ 339,091	\$ (167,063 )	\$ 2,794

E. CASH AND CASH EQUIVALENTS

The City pools its cash for investment and administration purposes. Deposit and investment procedures are restricted by the provisions of the Ohio Revised Code.

For purposes of the statement of cash flows, the City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

F. INVESTMENTS

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest earning investment contracts with a remaining maturity of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

During the year the City invested funds in the State Treasury Assets Reserve (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within Ohio to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of The Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2002.

G. RECEIVABLES

Receivables are reflected at their gross value reduced by the estimated amount that is expected to be uncollectible.

H. INVENTORIES

Inventories are valued at the lower of cost (first-in, first-out) or market. The costs of inventory items are recognized as expenses when used in the enterprise funds.

CITY OF NORTH RIDGEVILLE, OHIO  
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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. FIXED ASSETS

General fixed assets, which are those used in governmental fund type operations, are recorded as expenditures in the governmental type funds and capitalized in the general fixed asset account group. General fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at estimated fair market value when received. Infrastructure general fixed assets, including roads, bridges, curbs, gutters, streets, sidewalks, and storm sewers and drains, are not capitalized. Depreciation expense is not recorded in the governmental funds. Interest incurred during construction is not capitalized on general fixed assets.

Fixed assets which are used in proprietary type activities are capitalized in the respective funds. Fixed assets are valued at historical cost or estimated historical cost. Donated assets are valued at estimated fair market value when received. Depreciation is computed using the straight-line method based on estimated life of assets. Interest incurred during the construction phase of proprietary fund fixed assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

Estimated useful lives of the various classes of depreciable assets consist of: buildings, 30 to 50 years; improvements, including water and sanitary sewer lines, 30 to 50 years; equipment, including vehicles, 5 to 20 years.

J. LONG-TERM LIABILITIES

Unmatured general long-term liabilities which are related to governmental fund type operations are reflected in the general long-term debt group. Special assessment bonded debt with governmental commitment has been reflected in the general long-term debt account group.

K. UNPAID COMPENSATED ABSENCES

The entire estimated amount of unpaid compensated absences, including sick pay and vacation pay, of the proprietary type funds is reflected as a liability in the respective funds. 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 fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term debt account group.

Vacation benefits are accrued as a liability as the benefits are earned if the employee's 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 liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit.

L. FUND EQUITY

The unreserved fund balances for governmental funds represent the amount available for budgeting future operations. The reserved fund balances for governmental funds represent the amount that has been legally identified for specific purposes. Unreserved retained earnings for proprietary funds represent the net assets available for future operations. Reserved retained earnings of the proprietary funds represent the net assets that have been legally identified for specific purposes.

M. TOTAL COLUMNS

Total columns on the financial statements are captioned "Memorandum only" to indicate that they are presented only to facilitate financial analysis. This data is not comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

CITY OF NORTH RIDGEVILLE, OHIO  
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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 COMPLIANCE AND ACCOUNTABILITY

Not apparent in the general purpose financial statements is a deficit fund equity balance of \$ 43,633 in the Fire Levy Fund, a Special Revenue fund. This deficit fund equity balance results from reflecting expenditures in accordance with the modified accrual basis of accounting, which are larger than the amounts recognized on the budget basis. The City, in accordance with its budget basis, will appropriate such expenditures from resources of the subsequent year.

NOTE 3 POOLED CASH AND EQUIVALENTS, DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

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

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

- 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 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;

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
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NOTE 3 POOLED CASH AND EQUIVALENTS, DEPOSITS AND INVESTMENTS (continued)

A. LEGAL REQUIREMENTS (continued)

- 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);

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 of debt of the City, and must be purchased with the expectation that it will be held until maturity.

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

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

The City maintains a cash and investment pool used by various funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in pooled cash and equivalents."

B. DEPOSITS AND CASH ON HAND

At year-end, the carrying amount of the City's deposits was \$ 4,423,997 and the bank balance was \$ 4,917,460. Of the bank balance, \$ 200,000 is covered by federal depository insurance and \$ 4,717,460 by collateral held by third party trustees in accordance with the Ohio Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions, which amount is considered uncollateralized as defined by the Government Accounting Standards Board.

Cash on hand at December 31, 2002 amounted to \$ 1,325.

C. INVESTMENTS

Investments are categorized to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the City's name. Investment in STAR Ohio, the State Treasurer's Investment Pool, is not classified by degree of credit risk since it is not evidenced by securities that exist in physical or book entry form.

Investments are categorized to give an indication of the level of risk assumed by an entity at year-end. The City invests in STAR Ohio which is not classified by degree of credit risk since it is not evidenced by securities that exist in physical or book entry form. The City's interest in STAR Ohio has a carrying value and fair value of \$ 13,534,969 at December 31, 2002.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
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NOTE 4 TAXES RECEIVABLES

Taxes receivable, net of allowance for estimated uncollectibles, consisted of:

Property taxes	
Current	\$ 3,280,500
Delinquent	145,600
Municipal income taxes, employer withholding	287,500
	<u>\$ 3,713,600</u>

NOTE 5 DUE TO / DUE FROM OTHER FUNDS

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 56,489	\$ -
Special Revenue Funds		
Motor Vehicle License	-	800
Federal Grants Fund	-	49,589
	<u>-</u>	<u>50,389</u>
Capital Projects Funds		
Capital Projects	-	6,100
Enterprise Funds		
Water Fund	192,900	-
Agency Fund		
Trust Miscellaneous Fund	-	192,900
	<u>\$ 249,389</u>	<u>\$ 249,389</u>

NOTE 6 FIXED ASSETS AND ACCUMULATED DEPRECIATION

The changes in general fixed assets during the year consisted of:

	Balance January 1	Additions	Disposals	Balance December 31
Land	\$ 344,495	\$ -	\$ -	\$ 344,495
Buildings and improvements	3,715,644	450,973	-	4,166,617
Equipment and vehicles	4,927,516	677,500	283,482	5,321,534
Construction in process	-	155,615	-	155,615
Fixed assets	<u>\$ 8,987,655</u>	<u>\$ 1,284,088</u>	<u>\$ 283,482</u>	<u>\$ 9,988,261</u>

Proprietary fund fixed assets and accumulated depreciation at year-end consisted of:

<u>Enterprise</u>	Balance December 31
Land	\$ 363,048
Buildings and improvements	339,331
Improvements, utility systems	34,753,162
Machinery and equipment	5,823,672
Construction in process	6,272,755
	<u>47,551,968</u>
Accumulated depreciation	(13,101,476)
Fixed assets, net of accumulated depreciation	<u>\$ 34,450,492</u>



CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 2002

NOTE 7 INTANGIBLE ASSETS

The City entered into an agreement in 1993 with the Rural Lorain County Water Authority (RLCWA) and the cities of Avon Lake and Avon, Ohio for the construction of a transmission water main and pump station. Under terms of the agreement, the water main and appurtenances will be owned by Avon Lake. The continued operation, maintenance and repair of the line and pump station shall be performed by RLCWA. The City's participation entitles it to purchase a specified amount of water. The cost of intangible assets is amortized ratably on a straight line basis over thirty years. Intangible assets at December 31, 2002 consisted of:

<u>Enterprise</u>	<u>Amortization Period</u>	<u>Balance</u>
Waterway rights, at cost	30 years	\$ 1,581,209
Accumulated amortization		<u>(381,691)</u>
Intangible assets, net of accumulated amortization		<u>\$ 1,199,518</u>

NOTE 8 DEFERRED REVENUE

Deferred revenue at year-end related to:

Property taxes receivable	\$ 3,426,100
Special assessments receivable	748,400
Estate tax receivable	27,000
Municipal tax receivable	119,000
Homestead rollback receivable	166,400
Local government tax receivable	354,000
Loans receivable	85,300
Franchise fees receivable	110,100
Interest	2,300
	<u>\$ 5,038,600</u>

NOTE 9 NOTES PAYABLE

Notes payable outstanding at year-end consisted of:

	<u>Outstanding 12/31/01</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/02</u>
Bond anticipation notes				
Capital improvements, 1.86% issued 1/31/02, due 1/29/03	\$ -	\$ 925,000	\$ -	\$ 925,000
Sanitary sewer lines, 2.25% issued 5/09/02, due 5/08/03	5,910,000	5,920,000	5,910,000	5,920,000
	<u>\$ 5,910,000</u>	<u>\$ 6,845,000</u>	<u>\$ 5,910,000</u>	<u>\$ 6,845,000</u>

CITY OF NORTH RIDGEVILLE, OHIO  
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NOTE 10 CHANGES IN GENERAL LONG-TERM DEBT

Changes in general long-term debt during the year consisted of:

	Outstanding 12/31/01	Additions	Reductions	Outstanding 12/31/02
Due to other governments	\$ 232,042	\$ 235,208	\$ 232,042	\$ 235,208
Notes payable	-	925,000	-	925,000
Loans payable, OPWC	599,026	6,103	27,467	577,662
General obligation bonds	5,160,000	-	570,000	4,590,000
Special assessment bonds	545,000	-	25,000	520,000
Capital lease	157,687	207,107	149,018	215,776
Accrued leave benefits	1,925,687	160,013	-	2,085,700
	<u>\$ 8,619,442</u>	<u>\$1,533,431</u>	<u>\$1,003,527</u>	<u>\$ 9,149,346</u>

NOTE 11 ACCRUED LEAVE BENEFITS

Accrued leave benefits consisted of unpaid sick leave and vacation reflected as:

<u>Governmental type - general long-term obligations account group</u>	<u>\$ 2,085,700</u>
<u>Proprietary type</u>	
Water	108,200
Sanitary sewer	265,700
Total proprietary type	<u>373,900</u>
Total accrued leave benefits	<u>\$ 2,459,600</u>

NOTE 12 LOANS PAYABLE, OPWC

Loans payable, OPWC consisted of various twenty-year non-interest bearing loans requiring semi-annual payments of \$ 17,959 through 2021. Loan payments are paid from the respective special revenue, capital project and sanitary sewer enterprise funds.

NOTE 13 LOANS PAYABLE, OWDA

Loans payable, OWDA consisted of a twenty-year loan at an interest rate of 4.14% requiring semi-annual payments of \$ 113,495 through 2022. Loan payments are paid from the sanitary sewer enterprise fund.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
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NOTE 14 BONDS PAYABLE

Bonds payable at year-end consisted of:

	<u>Outstanding 12/31/01</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/02</u>
<u>Governmental type - general long</u>				
<u>-term debt account group</u>				
<u>General obligation bonds</u>				
Sewage system acquisition (1986) 8.125% through 2008	\$ 1,980,000	\$ -	\$ 280,000	\$ 1,700,000
Various purpose (1993) Varying % through 2013	915,000	-	60,000	855,000
Various purpose (1995) Varying % through 2010	645,000	-	70,000	575,000
Various purpose (2001) Varying % through 2021	<u>1,620,000</u>	-	<u>160,000</u>	<u>1,460,000</u>
Total general obligation bonds	<u>5,160,000</u>	-	<u>570,000</u>	<u>4,590,000</u>
<u>Special assessment bonds</u>				
<u>with City commitment</u>				
Improvements (1995) Varying % through 2010	<u>545,000</u>	-	<u>25,000</u>	<u>520,000</u>
Total special assessment bonds with City commitment	<u>545,000</u>	-	<u>25,000</u>	<u>520,000</u>
Total governmental type	<u>5,705,000</u>	-	<u>595,000</u>	<u>5,110,000</u>
<u>Proprietary type</u>				
<u>Water</u>				
Waterline construction (1993) Varying % through 2013	1,265,000	-	80,000	1,185,000
<u>Sewer</u>				
Sewer improvements (1993) Varying % through 2013	2,165,000	-	135,000	2,030,000
Sewer improvements (2001) Varying % through 2021	<u>6,130,000</u>	-	<u>175,000</u>	<u>5,955,000</u>
Total proprietary type	<u>9,560,000</u>	-	<u>390,000</u>	<u>9,170,000</u>
Total bonds payable	<u>\$ 15,265,000</u>	<u>\$ -</u>	<u>\$ 985,000</u>	<u>\$ 14,280,000</u>

The general obligation bonds are paid from the general bond retirement debt service fund. The special assessment bonds are paid from proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City. The water and sewer bonds are paid from respective water and sanitary sewer enterprise fund revenues.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
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NOTE 14 BONDS PAYABLE (continued)

Debt service requirements, including principal and interest, to retire bond payable obligations outstanding at December 31, 2002, consisted of:

Year	General obligation bonds	Self- Supported (GO) bonds	Special assessment (GO) bonds	Total
2003	\$ 752,847	\$ 870,910	\$ 53,930	\$ 1,677,687
2004	833,314	863,588	62,730	1,759,632
2005	807,944	865,533	60,998	1,734,475
2006	760,213	861,263	58,548	1,680,024
2007	734,299	865,258	56,745	1,656,302
2008-				
2012	1,640,556	4,308,408	283,525	6,232,489
2013 -				
2016	105,125	2,753,364	167,100	3,025,589
2017 -				
2021	-	1,896,680	-	1,896,680
	\$ 5,634,298	\$ 13,285,004	\$ 743,576	\$ 19,662,878

NOTE 15 PROPERTY TAXES

Property taxes include amounts levied on all real and public utility property and business tangible personal property which is located in the City. Lorain County is responsible for assessing, collecting, and remitting these property taxes to the City.

Real property taxes collected in 2002 were based on assessed value equal to thirty-five percent of appraised value. The Lorain County Auditor reappraises real property every six years with a triennial update, which last update was completed for 2001. Real property tax, which becomes a lien on the applicable real property, becomes due annually on December 31. However, in Lorain County, real property taxes are billed semi-annually, one year in arrears. The tax rate applied to real property collected in 2002 before certain homestead and rollback reductions, which reductions are reimbursed to the City by the State of Ohio, amounted to \$ 12.41 per \$ 1,000 of assessed valuation. The effective rate applied after adjustment for inflationary increases in property values was \$ 8.65 per \$ 1,000 of assessed valuation for residential and agricultural real property, and \$ 10.08 per \$ 1,000 of assessed valuation for other real property.

Tangible personal property used in business is required to be reported by its owners by April 30, of each year. The property is assessed for tax purposes at varying statutory percentages of cost. The tax rate applied to tangible personal property for the current year ended December 31, 2002 was \$ 12.41 per \$ 1,000 of valuation.

Property valuation consisted of:	
Real property - 2001	
Residential / agricultural	\$ 354,639,600
Commercial / industrial	49,046,720
Minerals	2,910
Public utilities	54,310
Tangible personal property -2002	
General	29,496,480
Public utilities	13,448,390
Total valuation	\$ 446,688,410

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
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NOTE 16 MUNICIPAL INCOME TAXES

The City levies an income tax of 1% on substantially all income earned within the City. In addition, residents are required to pay City income tax on income earned outside the City with a certain credit for income taxes paid to other municipalities. This tax is collected and administered by the City. At December 31, 2002 the Income Tax fund balance amounted to \$ 995,362.

NOTE 17 PENSION PLANS

Ohio Public Employees Retirement System (OPERS)

All employees other than policemen and firemen participate in the Ohio Public Employees Retirement System (OPERS), a cost-sharing multiple-employer defined benefit public employee retirement system. OPERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. The Ohio Public Employees Retirement System issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling 614-466-2085 or 1-800-222-PERS(7377).

The Ohio Revised Code provides statutory authority for employee and employer contributions. Plan members are required to contribute 8.5% for employees other than law enforcement. In January 2002, House Bill 416 divided the OPERS law enforcement program into two separate divisions with separate employee contribution rates and benefits. The law enforcement classification consisted of sheriffs, deputy sheriffs, and township police with an employee contribution rate of 10.1%. All other members of the OPERS law enforcement program were placed in a newly named public safety division and continued to contribute at 9%. The 2002 employer contribution rate was 13.31% of covered payroll. For local government employer units the rate was 13.55% of covered payroll. The 2002 employer contribution rate for both the law enforcement and public safety divisions was 16.70% of covered payroll. The City's contribution to OPERS for the years ended December 31, 2002, 2001 and 2000 were \$ 661,800, \$ 615,800, and \$ 469,200, respectively, equal to the required contributions for each year. The full amount has been contributed for 2001 and 2000. For 2002, \$ 601,900 (91%) has been contributed with the remainder being reported as a liability.

Ohio Police and Fire Pension Fund (OP&F)

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

Plan members are required to contribute 10% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to OP&F for the years ending December 31, 2002, 2001 and 2000 were \$ 792,500, \$ 830,800, and \$ 823,900, respectively, equal to the required contributions for each year. The full amount has been contributed for 2001 and 2000. For 2002, \$ 561,000 (71%) has been contributed with the remainder being recorded as a liability in the general long-term debt account group.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
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NOTE 18 OTHER POSTEMPLOYMENT BENEFITS

Public Employees Retirement System of Ohio (OPERS)

Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12.

A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. The OPERS law enforcement program was separated into two divisions, law enforcement and public safety, with separate employee contribution rates and benefits. The 2002 employer contribution rate was 13.31% of covered payroll; 5.00% was the portion that was used to fund health care for the year. For local government employer units the rate was 13.55% of covered payroll; 5.00% was the portion used to fund health care for the year. The 2002 employer rate was 16.70% and 5.00% was used to fund health care for both the law enforcement and public safety divisions. The Ohio Revised Code provides statutory authority requiring public employers to fund postretirement health care through their contributions to OPERS.

Summary of Assumptions:

Actuarial Review – The assumptions and calculations below were based on the System's latest actuarial review performed as of December 31, 2001.

Funding Method – An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability.

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

Investment Return – The investment assumption rate for 2001 was 8.00%.

Active Employee Total Payroll – An annual increase of 4.00% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.00% base increase, were assumed to range from 0.50% to 6.30%.

Health Care – Health care costs were assumed to increase 4.00% annually.

OPEBs are advanced-funded on an actuarially determined basis. The number of active contributing participants was 402,041. The rates stated above are the actuarially determined contribution requirement for OPERS. As part of this disclosure it will be necessary for the employer to disclose the employer contributions actually made to fund postemployment benefits. The portion of the City's contributions that were used to fund postemployment benefits was \$ 244,200. \$ 11.6 billion represents the actuarial value of the Retirement System's net assets available for OPEB at December 31, 2001. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$ 16.4 billion and \$ 4.8 billion, respectively.

CITY OF NORTH RIDGEVILLE, OHIO  
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NOTE 18 OTHER POSTEMPLOYMENT BENEFITS (continued)

Public Employees Retirement System of Ohio (OPERS) (continued)

In December 2001, the Board adopted the Health Care "Choices" Plan in its continuing effort to respond to the rise in the cost of Health Care. The Choices Plan will be offered to all persons newly hired under OPERS after January 1, 2003, with no prior service accumulated toward health care coverage. Choices, as the name suggests, will incorporate a cafeteria approach, offering a more broad range of health care options. The Plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten year "cliff" eligibility standard for the present Plan.

The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The Plan will also offer a spending account feature, enabling the benefit recipient to apply their allowance toward specific medical expenses, much like a Medical Spending Account.

Ohio Police and Fire Pension Fund (OP&F)

The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An 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 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 that health care cost paid from the funds of the OP&F shall be included in the employer's contribution rate. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll.

The Ohio Revised Code provides the statutory authority allowing OP&F's Board of Trustees to provide health care coverage to all eligible individuals. Health care funding and accounting is on a pay-as-you-go basis. A percentage of covered payroll, as defined by the Board, is used to pay retiree health care expenses. The Board defined allocation was 7.5% and 7.75% of covered payroll in 2001 and 2002, respectively. 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 number of participants eligible to receive health care benefits as of December 31, 2001, the date of the last actuarial valuation available, are 13,174 for police and 10,239 for firefighters. The City's 2002 contribution to pay postemployment benefits for police and firefighters was \$ 155,400 and \$ 129,500, respectively. Total health care expenses for the year ended December 31, 2001 (the latest information available) were \$ 122,298,771, which was net of member contributions of \$ 6,874,699.

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
 DECEMBER 31, 2002

NOTE 19 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. There have not been any significant reductions in insurance coverage from coverage in the prior year, and the amounts of settlements have not exceeded coverage for any of the prior three years.

The City has a law enforcement liability policy with the National Casualty Company. The limits of this coverage are \$ 1,000,000 each person, \$ 1,000,000 each wrongful act, and \$ 1,000,000 annual aggregate. The deductible is \$ 10,000 each wrongful act. The City has a public officials liability policy with the National Casualty Company. The limits of this coverage are \$ 1,000,000 each loss and \$ 1,000,000 annual aggregate. The deductible is \$ 20,000 each loss. The City has a general liability, property and automobile policy with the CNA Insurance Company. The umbrella policy is insured with Selective Insurance Company. The limits of this coverage are \$ 2,000,000 each occurrence, \$ 10,000,000 general aggregate limit, and \$ 2,000,000 products/completed operations aggregate. The self insured retention is \$ 10,000.

In order to minimize the annual cost of medical insurance, the City has established a medical self-insurance fund for City employees and their covered dependents. This program is administered with the use of an outside third-party administrator. At December 31, 2002, self-insurance was in effect for losses up to \$ 50,000 per participant. Excess losses are insured by a private insurance company. At year-end, self-insurance was in effect with an annual aggregate liability limit of approximately \$ 1,041,693 and an aggregate terminal liability of approximately \$ 175,121. At December 31, 2002 the self-insurance fund retained earnings amounted to \$146,087, and cash held in reserve by insurer for future claims payment amounted to \$ 260,000.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Changes in the balance of claims liability during the years ended December 31, 2002 and 2001 are as follows. Incurred claims and claims payments are not segregated between events related to the current year and events related to prior years due to the impracticability of obtaining such information by separate period.

	2002	2001
Unpaid claims, beginning of year	\$ 318,000	\$ 203,000
Incurred claims	1,432,877	1,372,413
Claims payment	(1,490,877 )	(1,257,413 )
Unpaid claims, end of year	\$ 260,000	\$ 318,000

NOTE 20 FEDERAL GRANTS AND ENTITLEMENTS

For the year ended December 31, 2002, the City recognized federal grants and entitlements revenue of \$ 820,688. These programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2002.



CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
 DECEMBER 31, 2002

NOTE 21 CONTINGENCIES

The City of North Ridgeville, Ohio is defendant in certain lawsuits, the outcome of which cannot be determined. It is the opinion of the City's management that any judgment against the City would not have a material adverse effect on the City's financial position.

The Environmental Protection Agency notified the City of North Ridgeville in 1992 that the City's failure to protect its sanitary sewage system from infiltrations and inflows was a violation of its National Pollution Discharge Elimination Systems Permit for which it intends to pursue action against the City and seek a consent agreement setting forth a schedule of compliance which the City will be compelled to meet and assessing a fine for the City's past violations of its permit perimeters and setting a fine schedule for future violations. It was estimated the fine could be as high as \$ 349,000. As of December 31, 2002, no fine has been assessed and no consent agreement has been entered into. However, the City has proceeded with its sanitation sewer rehabilitation program to correct the infiltration and inflows deficiencies.

NOTE 22 CONTRACTUAL COMMITMENTS

As of December 31, 2002 the City has contractual commitments as follows:

Project	Project Authorization	Outstanding Commitments
Waste water treatment plant expansion	\$ 6,096,000	\$ 348,000
Sanitary sewer truckline project	8,245,000	3,239,000
	\$ 14,341,000	\$ 3,587,000

The wastewater treatment plant expansion project is financed by general obligation bonds, which will be repaid from sewer revenues. The sanitary sewer trunkline project will be financed by bond anticipation notes and ultimately general obligation bonds, which will be repaid from special assessments levied against benefited property owners (63%) and from sewer revenues (city portion 27%).

NOTE 23 CAPITAL LEASE

The City is obligated under a certain lease accounted for as a capital lease. The leased asset and related obligation is accounted for in the General Fixed Assets Account Group and the General Long-term Debt Account Group, respectively. The asset under capital lease totaled \$ 637,207 at December 31, 2002. The following is a schedule of future minimum lease payments under capital lease, together with the net present value of the minimum lease payments as of December 31, 2002.

	Year	Amounts
	2003	\$ 157,597
	2004	72,263
Total minimum lease payments		229,860
Less amount representing interest		(14,084 )
Net present value of minimum lease payments		\$ 215,776

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
 DECEMBER 31, 2002

NOTE 24 OPERATING LEASES

The City is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore, the results of lease agreements are not reflected in the City's account groups. Lease payments made in 2002 totaled \$ 14,208. The following is a schedule of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of December 31, 2002:

Year	Amounts
2003	\$ 10,895
2004	2,324
	\$ 13,219

NOTE 25 CONTRIBUTED CAPITAL

There were no changes in the City's contributed capital accounts for its enterprise funds in 2002.

	Water	Sanitary Sewer	Total Enterprise funds
Balance, December 31, 2002	\$ 2,753,435	\$ 11,163,567	\$ 13,917,002

NOTE 26 JOINTLY GOVERNED ORGANIZATIONS

A. LORAIN COUNTY GENERAL HEALTH DISTRICT

The Lorain County General Health District, a jointly governed organization, provides health care services to the citizens within the Health District. The Health District is governed by the Board of Health which represents the area served by the Health District and oversees the operation of the Health District. The Board of Health members are appointed to staggered four year terms. One member is appointed by the City of North Ridgeville, one member is jointly appointed by the Cities of Avon and Sheffield Lake and one member is appointed jointly by the Cities of Amherst and Oberlin. The remaining four members are appointed by the various mayors of villages, chairmen of the township trustees and the County Commissioners. The City contributed \$ 60,832 during 2002 for the operation of the Health District. Financial information can be obtained by contacting the Health Commissioner, 9880 S. Murray Ridge Road, Elyria, Ohio 44035.

B. NORTHEAST OHIO PUBLIC ENERGY COUNCIL

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed with an aggregation program for the purchase of electricity. NOPEC is currently comprised of over 90 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight member NOPEC Board of Directors. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. The City did not contribute to NOPEC during 2002. Financial information can be obtained by contacting the Treasurer, 35150 Lakeshore Boulevard, Eastlake, Ohio 44095.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 2002

NOTE 27 SEGMENT INFORMATION - ENTERPRISE FUNDS

The City maintains enterprise funds to reflect the activities of water and sanitary sewer. Segment information related to these follows:

	Water	Water pollution control	Total Enterprise Funds
Operating statement			
Operating revenues	\$ 2,536,310	\$ 6,503,434	\$ 9,039,744
Operating expenses			
Personal services	613,889	1,557,540	2,171,429
Contractual services	894,047	1,967,860	2,861,907
Supplies and materials	520,825	486,306	1,007,131
Other operating	177,188	539,866	717,054
Depreciation	254,361	698,896	953,257
Amortization	52,707	-	52,707
	<u>2,513,017</u>	<u>5,250,468</u>	<u>7,763,485</u>
Operating income	23,293	1,252,966	1,276,259
Nonoperating expenses	<u>(173,170)</u>	<u>(364,410)</u>	<u>(537,580)</u>
Net income (loss)	<u>\$ (149,877)</u>	<u>\$ 888,556</u>	<u>\$ 738,679</u>
Other information			
Net working capital	<u>\$ 2,598,279</u>	<u>\$ 9,725,618</u>	<u>\$ 12,323,897</u>
Fixed assets, additions	<u>\$ 213,011</u>	<u>\$ 3,344,709</u>	<u>\$ 3,557,720</u>
Fixed assets, disposals	<u>\$ 107,887</u>	<u>\$ 13,793</u>	<u>\$ 121,680</u>
Total assets	<u>\$ 12,308,193</u>	<u>\$ 36,657,973</u>	<u>\$ 48,966,166</u>
Bonds payable	<u>\$ 1,185,000</u>	<u>\$ 7,985,000</u>	<u>\$ 9,170,000</u>
Contributed capital	<u>\$ 2,753,435</u>	<u>\$ 11,163,567</u>	<u>\$ 13,917,002</u>
Total equity	<u>\$ 7,912,851</u>	<u>\$ 21,614,844</u>	<u>\$ 29,527,695</u>

NOTE 28 SUBSEQUENT EVENTS

In January 2003, the City issued \$ 900,000 of bond anticipation notes (BAN's), the proceeds of which were used to pay existing BAN's maturing in January 2003.

In June 2003, City Council authorized the issuance of bonds in the amount of \$ 5,390,000, for the purpose of refunding 1993 and 1995 series bonded debt.

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## GENERAL FUND

The **General Fund** is used to account for all resources and expenditures associated with general government operations of the City that are not required to be accounted for in another fund.

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 713,316	\$ 713,996	\$ 680
Intergovernmental revenue	1,065,469	1,066,532	1,063
Fines, licenses, and permits	498,760	498,901	141
Interest	11,100	11,488	388
Miscellaneous	298,445	323,096	24,651
Total revenues	<u>2,587,090</u>	<u>2,614,013</u>	<u>26,923</u>
Expenditures			
Current			
Security of persons and property			
Police			
Personal services	3,003,392	2,884,920	118,472
Materials and supplies	228,038	172,923	55,115
Contractual services	87,927	65,240	22,687
Other	118,704	75,394	43,310
Total police	<u>3,438,061</u>	<u>3,198,477</u>	<u>239,584</u>
Humane officer			
Personal services	70,690	69,140	1,550
Materials and supplies	2,407	1,367	1,040
Total humane officer	<u>73,097</u>	<u>70,507</u>	<u>2,590</u>
Fire			
Personal services	963,350	934,395	28,955
Materials and supplies	186,027	138,154	47,873
Contractual services	13,880	13,296	584
Capital outlay	26,418	24,918	1,500
Total fire	<u>1,189,675</u>	<u>1,110,763</u>	<u>78,912</u>
Street lighting			
Materials and supplies	37,063	36,972	91
Total street lighting	<u>37,063</u>	<u>36,972</u>	<u>91</u>
Total security of persons and property	<u>4,737,896</u>	<u>4,416,719</u>	<u>321,177</u>
Public health and welfare			
General government			
Other	62,000	60,832	1,168
Total general government	<u>62,000</u>	<u>60,832</u>	<u>1,168</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	General Fund (Continued)		
	Budget	Actual	Variance Favorable (Unfavorable)
Senior citizens			
Personal services	\$ 167,099	\$ 154,712	\$ 12,387
Materials and supplies	14,016	12,351	1,665
Contractual services	10,396	9,289	1,107
Capital outlay	5,000	2,485	2,515
Other	750	293	457
Total senior citizens	<u>197,261</u>	<u>179,130</u>	<u>18,131</u>
Total public health and welfare	<u>259,261</u>	<u>239,962</u>	<u>19,299</u>
Leisure time activities			
Park and recreation			
Personal services	131,170	130,171	999
Materials and supplies	44,676	41,389	3,287
Contractual services	9,500	3,960	5,540
Capital outlay	5,000	5,000	-
Other	21,817	18,395	3,422
Total leisure time activities	<u>212,163</u>	<u>198,915</u>	<u>13,248</u>
General government			
Council			
Personal services	159,770	160,736	(966)
Materials and supplies	10,290	5,811	4,479
Contractual services	1,400	1,050	350
Other	3,929	3,348	581
Total council	<u>175,389</u>	<u>170,945</u>	<u>4,444</u>
Mayor			
Personal services	144,770	146,118	(1,348)
Materials and supplies	7,058	6,147	911
Other	3,085	1,848	1,237
Total mayor	<u>154,913</u>	<u>154,113</u>	<u>800</u>
Finance			
Personal services	304,240	302,666	1,574
Materials and supplies	14,292	10,381	3,911
Contractual services	2,550	2,550	-
Capital outlay	1,304	2,104	(800)
Other	2,459	1,731	728
Total finance	<u>324,845</u>	<u>319,432</u>	<u>5,413</u>
Law director			
Personal services	219,415	218,729	686
Materials and supplies	3,179	2,248	931
Contractual services	143,154	113,542	29,612
Other	6,434	3,052	3,382
Total law director	<u>372,182</u>	<u>337,571</u>	<u>34,611</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	General Fund (Continued)		
	Budget	Actual	Variance Favorable (Unfavorable)
Computer services			
Personal services	\$ 104,460	\$ 100,538	\$ 3,922
Materials and supplies	44,099	29,934	14,165
Contractual services	78,189	82,202	(4,013)
Capital outlay	15,507	13,473	2,034
Other	6,968	5,644	1,324
Total computer services	<u>249,223</u>	<u>231,791</u>	<u>17,432</u>
Safety service director			
Personal services	89,880	90,183	(303)
Materials and supplies	2,135	1,937	198
Contractual services	1,185	712	473
Other	1,600	554	1,046
Total safety service director	<u>94,800</u>	<u>93,386</u>	<u>1,414</u>
Civil services			
Personal services	9,240	9,179	61
Materials and supplies	2,781	953	1,828
Contractual services	35,302	9,287	26,015
Other	29,216	24,269	4,947
Total civil service	<u>76,539</u>	<u>43,688</u>	<u>32,851</u>
General government			
Personal services	47,865	47,182	683
Materials and supplies	533	200	333
Contractual services	87,748	74,191	13,557
Capital outlay	49,720	24,279	25,441
Other	422,841	343,770	79,071
Total general government	<u>608,707</u>	<u>489,622</u>	<u>119,085</u>
Building			
Personal services	400,100	393,302	6,798
Materials and supplies	22,002	15,792	6,210
Contractual services	120,183	100,653	19,530
Capital outlay	6,084	5,040	1,044
Other	95,993	93,993	2,000
Total building	<u>644,362</u>	<u>608,780</u>	<u>35,582</u>
Engineer			
Personal services	394,800	396,178	(1,378)
Materials and supplies	26,372	19,392	6,980
Contractual services	37,389	25,801	11,588
Capital outlay	4,225	4,225	-
Other	4,200	2,380	1,820
Total engineer	<u>466,986</u>	<u>447,976</u>	<u>19,010</u>

(Continued)



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	General Fund (Continued)		
	Budget	Actual	Variance Favorable (Unfavorable)
Public grounds/cemetery			
Personal services	\$ 192,850	\$ 192,148	\$ 702
Materials and supplies	58,156	51,375	6,781
Contractual services	4,820	4,863	(43)
Capital outlay	20,775	15,763	5,012
Other	1,050	957	93
Total public grounds/cemetery	<u>277,651</u>	<u>265,106</u>	<u>12,545</u>
Total general government	<u>3,445,597</u>	<u>3,162,410</u>	<u>283,187</u>
Total expenditures	<u>8,654,917</u>	<u>8,018,006</u>	<u>636,911</u>
Excess (deficiency) of revenues over expenditures	<u>(6,067,827)</u>	<u>(5,403,993)</u>	<u>663,834</u>
Other financing sources (uses)			
Operating transfers-in	4,873,600	4,873,600	-
Advances in	110,540	110,542	2
Advances out	(50,000)	(119,012)	(69,012)
Operating transfers-out	(319,200)	(314,000)	5,200
Total other financing sources (uses)	<u>4,614,940</u>	<u>4,551,130</u>	<u>(63,810)</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(1,452,887)</u>	<u>(852,863)</u>	<u>600,024</u>
Prior year encumbrances	223,051	223,051	-
Fund balances, beginning of year	<u>1,265,740</u>	<u>1,265,740</u>	<u>-</u>
Fund balances, end of year	<u>\$ 35,904</u>	<u>\$ 635,928</u>	<u>\$ 600,024</u>

# SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for specific revenues that are restricted for a specific purpose. These resources are usually restricted by statute, City Charter or ordinance to finance specific functions or activities.

**Street Construction Maintenance and Repair Fund (SCMR)** - Accounts for the portion of State gasoline tax and motor vehicle registration fees designated for maintenance and repair of roadways within the City.

**State Highway Fund** – Accounts for the portion of State gasoline tax and motor vehicle registration fees designated for maintenance and repairs of roadways within the City.

**Motor Vehicle License Tax Fund** – Accounts for the additional motor vehicle registration fees designated for maintenance and repairs of roadways within the City.

**Street Levy Fund** – Accounts for property taxes received from a voted tax levy for the construction, reconstruction, resurfacing and repair of roads and bridges.

**Surface Drainage Fund** – Accounts for revenues from building permit fees for the purpose of providing and maintaining storm sewer drainage.

**Income Tax Fund** – Accounts for the collection of Municipal income taxes for the purpose of general governmental operations and capital improvements.

**Police Levy Fund** – Accounts for property taxes from a voted tax levy for the purpose of operating the City police department.

**Police Pension Fund** – Accounts for property taxes levied for the payment of current employer contributions for police disability and pension benefits.

**Law Enforcement Trust Fund** – Accounts for confiscated monies or proceeds from the sale of confiscated property seized by law enforcement officers in the course of their work for the purpose of enhancing police services.

**Drug Law Enforcement Fund** – Accounts for confiscated monies or proceeds from the sale of confiscated property seized by law enforcement officers in the course of their work for the purpose of enhancing police services and promoting drug education.

**DUI Enforcement and Education Fund** – Accounts for fines imposed by the courts for the purpose of enhancing police services and promoting DUI education.

## **SPECIAL REVENUE FUNDS** (Continued)

**Clerk of Courts Computer Service Fund** – Accounts for court fees for the purpose of the computerization of the clerk of court's office.

**Court Computerization Fund** – Accounts for court fees for the purpose of computerizing the court, procuring and maintaining computerized legal research services.

**Fire Levy Fund** – Accounts for property taxes received from a voted tax levy for the purpose of operating the City fire department.

**Fire Pension Fund** – Accounts for property taxes levied for the payment of current employer contributions for fire disability and pension benefits.

**Paramedic Levy Fund** – Accounts for property taxes received from a voted tax levy for the purpose of operating a paramedic program.

**Ambulance Fund** – Accounts for ambulance fees for the purpose of maintaining and purchasing ambulatory equipment.

**State Grants Fund** – Accounts for revenues and related expenditures of state grants.

**Federal Grants Fund** – Accounts for revenues and related expenditures of federal grants.

**Cemetery Fund** – Accounts for burial fees used to maintain the City's cemeteries.

**Park and Recreation Trust Fund** – Accounts for program revenues and expenditures for the operation and maintenance of recreation programs, services, parks and related.

**Park and Recreation Improvements Fund** – Accounts for building permit fees for the purpose of planning, acquisition, improvement, expansion and operation of public parks, playgrounds and recreation facilities.

**Senior Citizens Title III Fund** – Accounts for grant monies received for support service for older adults.

**Solid Waste Management Fund** – Accounts for fees charged for the payment of sanitation collections.

CITY OF NORTH RIDGEVILLE, OHIO

COMBINING BALANCE SHEET-  
ALL SPECIAL REVENUE FUNDS

DECEMBER 31, 2002

	SCMR	State Highway	Motor Vehicle License Tax	Street Levy	Surface Drainage	Income Tax
<b>Assets</b>						
Equity in pooled cash and equivalents	\$ 13,468	\$ 6,139	\$ 117,551	\$ 273,177	\$ 321,137	\$ 837,250
Receivables, net of allowance						
Taxes	-	-	-	513,100	-	287,500
Accrued interest	-	-	-	-	-	600
Accounts and other	-	-	-	-	-	-
Due from other governments	48,900	3,900	26,600	24,100	-	-
Prepaid and deferred expense	4,800	-	-	-	-	-
<b>Total assets</b>	<b>67,168</b>	<b>10,039</b>	<b>144,151</b>	<b>810,377</b>	<b>321,137</b>	<b>1,125,350</b>
<b>Liabilities</b>						
Accounts and contracts payable	1,630	-	28,809	92,939	1,547	1,268
Salaries, wages and benefits	42,812	-	-	-	-	6,240
Due to other governments	20,380	-	-	-	-	2,880
Due to other funds	-	-	800	-	-	-
Deferred revenue	-	-	-	537,200	-	119,600
<b>Total liabilities</b>	<b>64,822</b>	<b>-</b>	<b>29,609</b>	<b>630,139</b>	<b>1,547</b>	<b>129,988</b>
<b>Fund balances</b>						
Reserved for encumbrances	41	-	1,184	116,441	41,327	16,625
Reserved for prepaids	4,800	-	-	-	-	-
Unreserved	(2,495)	10,039	113,358	63,797	278,263	978,737
<b>Total fund balances</b>	<b>2,346</b>	<b>10,039</b>	<b>114,542</b>	<b>180,238</b>	<b>319,590</b>	<b>995,362</b>
<b>Total liabilities and fund balances</b>	<b>\$ 67,168</b>	<b>\$ 10,039</b>	<b>\$ 144,151</b>	<b>\$ 810,377</b>	<b>\$ 321,137</b>	<b>\$ 1,125,350</b>

Police Levy	Police Pension	Law Enforcement Trust	Drug Law Enforcement	DUI Enforcement and Education	Clerk of Courts Computer Service	Court Computerization
\$ 13,041	\$ 1,004	\$ 11,952	\$ 13,602	\$ 20,135	\$ 68,033	\$ 46,649
248,900	132,800	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
10,200	6,600	-	-	-	-	-
-	-	-	-	-	-	-
<u>272,141</u>	<u>140,404</u>	<u>11,952</u>	<u>13,602</u>	<u>20,135</u>	<u>68,033</u>	<u>46,649</u>
-	-	-	1,500	-	-	-
9,163	-	-	-	-	1,253	-
-	-	-	-	-	736	-
-	-	-	-	-	-	-
259,100	139,400	-	-	-	-	-
<u>268,263</u>	<u>139,400</u>	<u>-</u>	<u>1,500</u>	<u>-</u>	<u>1,989</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,878	1,004	11,952	12,102	20,135	66,044	46,649
<u>3,878</u>	<u>1,004</u>	<u>11,952</u>	<u>12,102</u>	<u>20,135</u>	<u>66,044</u>	<u>46,649</u>
<u>\$ 272,141</u>	<u>\$ 140,404</u>	<u>\$ 11,952</u>	<u>\$ 13,602</u>	<u>\$ 20,135</u>	<u>\$ 68,033</u>	<u>\$ 46,649</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET-  
 ALL SPECIAL REVENUE FUNDS – (CONCLUDED)  
 DECEMBER 31, 2002

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State Grants	Federal Grants
<b>Assets</b>						
Equity in pooled cash and equivalents	\$ 6,233	\$ 999	\$ 156,283	\$ 243,439	\$ 40,591	\$ 29,500
Receivables, net of allowance						
Taxes	779,800	132,800	588,600	-	-	-
Accrued interest	-	-	-	-	-	-
Accounts and other	-	-	-	-	-	85,300
Due from other governments	38,200	6,600	28,100	-	50,944	66,160
Prepaid and deferred expense	-	-	-	1,900	-	-
<b>Total assets</b>	<u>824,233</u>	<u>140,399</u>	<u>772,983</u>	<u>245,339</u>	<u>91,535</u>	<u>180,960</u>
<b>Liabilities</b>						
Accounts and contracts payable	-	-	1,993	-	-	-
Salaries, wages and benefits	30,597	-	22,043	-	-	-
Due to other governments	19,269	-	5,306	-	715	-
Due to other funds	-	-	-	-	-	49,589
Deferred revenue	818,000	139,400	616,700	-	-	85,300
<b>Total liabilities</b>	<u>867,866</u>	<u>139,400</u>	<u>646,042</u>	<u>-</u>	<u>715</u>	<u>134,889</u>
<b>Fund balances</b>						
Reserved for encumbrances	-	-	1,315	-	2,106	29,499
Reserved for prepaids	-	-	-	1,900	-	-
Unreserved	(43,633)	999	125,626	243,439	88,714	16,572
<b>Total fund balances</b>	<u>(43,633)</u>	<u>999</u>	<u>126,941</u>	<u>245,339</u>	<u>90,820</u>	<u>46,071</u>
<b>Total liabilities and fund balances</b>	<u>\$ 824,233</u>	<u>\$ 140,399</u>	<u>\$ 772,983</u>	<u>\$ 245,339</u>	<u>\$ 91,535</u>	<u>\$ 180,960</u>

Cemetery	Park and Recreation Trust	Park and Recreation Improvement	Senior Citizens Title III Fund	Solid Waste Management	Total
\$ 22,130	\$ 26,025	\$ 156,745	\$ 2,179	\$ 212,965	\$ 2,640,227
-	-	-	-	-	2,683,500
-	-	-	-	-	600
-	-	-	-	-	85,300
-	-	-	4,015	-	314,319
-	-	-	-	-	6,700
<u>22,130</u>	<u>26,025</u>	<u>156,745</u>	<u>6,194</u>	<u>212,965</u>	<u>5,730,646</u>
-	308	-	2,097	103	132,194
-	216	-	-	2,001	114,325
-	23	-	802	1,128	51,239
-	-	-	-	-	50,389
-	-	-	-	-	2,714,700
-	<u>547</u>	-	<u>2,899</u>	<u>3,232</u>	<u>3,062,847</u>
-	-	-	-	230	208,768
-	-	-	-	-	6,700
<u>22,130</u>	<u>25,478</u>	<u>156,745</u>	<u>3,295</u>	<u>209,503</u>	<u>2,452,331</u>
<u>22,130</u>	<u>25,478</u>	<u>156,745</u>	<u>3,295</u>	<u>209,733</u>	<u>2,667,799</u>
<u>\$ 22,130</u>	<u>\$ 26,025</u>	<u>\$ 156,745</u>	<u>\$ 6,194</u>	<u>\$ 212,965</u>	<u>\$ 5,730,646</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - ALL SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	SCMR	State Highway	Motor Vehicle License Tax	Street Levy	Surface Drainage	Income Tax
<b>Revenues</b>						
Local taxes	\$ -	\$ -	\$ 361,412	\$ 472,921	\$ -	\$ 5,799,809
Intergovernmental revenue	651,048	52,785	-	53,352	-	-
Charges for services	-	-	-	-	-	-
Fines, licenses, and permit	-	-	-	-	-	-
Interest	363	255	2,596	4,092	5,228	26,134
Miscellaneous	5,027	-	38	6,496	196,700	1,015
<b>Total revenues</b>	<u>656,438</u>	<u>53,040</u>	<u>364,046</u>	<u>536,861</u>	<u>201,928</u>	<u>5,826,958</u>
<b>Expenditures</b>						
Current						
Security of persons and property	-	-	-	-	-	-
Public health and welfare	-	-	-	-	-	-
Leisure time activities	-	-	-	-	-	-
Transportation	1,002,543	61,622	355,654	411,021	-	-
General government	-	-	-	-	126,799	307,353
Debt service						
Note principal	-	-	-	-	7,180	-
<b>Total expenditures</b>	<u>1,002,543</u>	<u>61,622</u>	<u>355,654</u>	<u>411,021</u>	<u>133,979</u>	<u>307,353</u>
Excess revenues over expenditures	<u>(346,105)</u>	<u>(8,582)</u>	<u>8,392</u>	<u>125,840</u>	<u>67,949</u>	<u>5,519,605</u>
Other financing sources (uses)						
Operating transfers-in	314,000	-	-	-	-	-
Operating transfers-out	-	-	-	-	-	(5,400,000)
<b>Total other financing sources (uses)</b>	<u>314,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,400,000)</u>
Excess (deficiency) of revenues expenditures and other sources (uses)	<u>(32,105)</u>	<u>(8,582)</u>	<u>8,392</u>	<u>125,840</u>	<u>67,949</u>	<u>119,605</u>
Fund balances, beginning of year	<u>34,451</u>	<u>18,621</u>	<u>106,150</u>	<u>54,398</u>	<u>251,641</u>	<u>875,757</u>
Fund balances, end of year	<u>\$ 2,346</u>	<u>\$ 10,039</u>	<u>\$ 114,542</u>	<u>\$ 180,238</u>	<u>\$ 319,590</u>	<u>\$ 995,362</u>



Police Levy	Police Pension	Law Enforcement Trust	Drug Law Enforcement	DUI Enforcement and Education	Clerk of Courts Computer Service	Court Computerization
\$ 233,020	\$ 119,774	\$ -	\$ -	\$ -	\$ -	\$ -
22,010	14,608	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	3,358	14,304	-	14,790
281	147	201	240	316	1,215	645
6,334	974	11,500	-	-	34,635	-
<u>261,645</u>	<u>135,503</u>	<u>11,701</u>	<u>3,598</u>	<u>14,620</u>	<u>35,850</u>	<u>15,435</u>
263,233	137,370	6,987	5,199	8,284	42,092	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	296	-
-	-	-	-	-	-	-
<u>263,233</u>	<u>137,370</u>	<u>6,987</u>	<u>5,199</u>	<u>8,284</u>	<u>42,388</u>	<u>-</u>
(1,588)	(1,867)	4,714	(1,601)	6,336	(6,538)	15,435
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(1,588)	(1,867)	4,714	(1,601)	6,336	(6,538)	15,435
5,466	2,871	7,238	13,703	13,799	72,582	31,214
<u>\$ 3,878</u>	<u>\$ 1,004</u>	<u>\$ 11,952</u>	<u>\$ 12,102</u>	<u>\$ 20,135</u>	<u>\$ 66,044</u>	<u>\$ 46,649</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - ALL SPECIAL REVENUE FUNDS - (CONCLUDED)  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State Grants	Federal Grants
<b>Revenues</b>						
Local taxes	\$ 713,992	\$ 119,774	\$ 541,140	\$ -	\$ -	\$ -
Intergovernmental revenue	85,876	14,608	62,614	-	131,759	730,796
Charges for services	-	-	-	37,475	-	-
Fines, licenses, and permit	-	-	-	-	-	-
Interest	1,654	147	3,199	3,874	-	-
Miscellaneous	28,424	974	9,164	-	-	-
<b>Total revenues</b>	<b>829,946</b>	<b>135,503</b>	<b>616,117</b>	<b>41,349</b>	<b>131,759</b>	<b>730,796</b>
<b>Expenditures</b>						
<b>Current</b>						
Security of persons and property	923,653	137,370	629,722	13,061	-	-
Public health and welfare	-	-	-	-	-	-
Leisure time activities	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
General government	-	-	-	-	129,394	752,561
<b>Debt service</b>						
Note principal	-	-	-	-	-	-
<b>Total expenditures</b>	<b>923,653</b>	<b>137,370</b>	<b>629,722</b>	<b>13,061</b>	<b>129,394</b>	<b>752,561</b>
<b>Excess revenues over expenditures</b>	<b>(93,707)</b>	<b>(1,867)</b>	<b>(13,605)</b>	<b>28,288</b>	<b>2,365</b>	<b>(21,765)</b>
<b>Other financing sources (uses)</b>						
Operating transfers-in	-	-	-	-	-	-
Operating transfers-out	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues expenditures and other sources (uses)</b>	<b>(93,707)</b>	<b>(1,867)</b>	<b>(13,605)</b>	<b>28,288</b>	<b>2,365</b>	<b>(21,765)</b>
<b>Fund balances, beginning of year</b>	<b>50,074</b>	<b>2,866</b>	<b>140,546</b>	<b>217,051</b>	<b>88,455</b>	<b>67,836</b>
<b>Fund balances, end of year</b>	<b>\$ (43,633)</b>	<b>\$ 999</b>	<b>\$ 126,941</b>	<b>\$ 245,339</b>	<b>\$ 90,820</b>	<b>\$ 46,071</b>

Cemetery	Park and Recreation Trust	Park and Recreation Improvement	Senior Citizens Title III Fund	Solid Waste Management	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,361,842
-	-	-	32,379	-	1,851,835
25,550	80,594	-	-	1,205,649	1,349,268
-	-	86,733	-	-	119,185
342	364	1,931	22	3,478	56,724
-	35	-	-	241	301,557
<u>25,892</u>	<u>80,993</u>	<u>88,664</u>	<u>32,401</u>	<u>1,209,368</u>	<u>12,040,411</u>
-	-	-	-	-	2,166,971
16,535	-	-	33,329	-	49,864
-	59,945	15,291	-	-	75,236
-	-	-	-	-	1,830,840
-	-	-	-	1,148,826	2,465,229
-	-	-	-	-	7,180
<u>16,535</u>	<u>59,945</u>	<u>15,291</u>	<u>33,329</u>	<u>1,148,826</u>	<u>6,595,320</u>
<u>9,357</u>	<u>21,048</u>	<u>73,373</u>	<u>(928)</u>	<u>60,542</u>	<u>5,445,091</u>
-	-	-	-	-	314,000
-	-	-	-	(20,000)	(5,420,000)
-	-	-	-	(20,000)	(5,106,000)
9,357	21,048	73,373	(928)	40,542	339,091
<u>12,773</u>	<u>4,430</u>	<u>83,372</u>	<u>4,223</u>	<u>169,191</u>	<u>2,328,708</u>
<u>\$ 22,130</u>	<u>\$ 25,478</u>	<u>\$ 156,745</u>	<u>\$ 3,295</u>	<u>\$ 209,733</u>	<u>\$ 2,667,799</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Street Construction, Maintenance and Repair Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental revenue	\$ 655,000	\$ 648,548	\$ (6,452)
Interest	1,500	363	(1,137)
Miscellaneous	19,000	5,027	(13,973)
Total revenues	675,500	653,938	(21,562)
Expenditures			
Current			
Transportation			
Streets			
Personal services	952,940	949,615	3,325
Materials and supplies	150	38	112
Contractual services	16,400	15,094	1,306
Traffic signals			
Materials and supplies	32,873	26,064	6,809
Total expenditures	1,002,363	990,811	11,552
Excess (deficiency) of revenues over expenditures	(326,863)	(336,873)	(10,010)
Other financing sources (uses)			
Operating transfers-in	292,400	314,000	21,600
Total other financing sources (uses)	292,400	314,000	21,600
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(34,463)	(22,873)	11,590
Prior year encumbrances	1,563	1,563	-
Fund balances, beginning of year	33,107	33,107	-
Fund balances, end of year	\$ 207	\$ 11,797	\$ 11,590

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	State Highway Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental revenue	\$ 52,000	\$ 52,585	\$ 585
Interest	240	255	15
Total revenues	<u>52,240</u>	<u>52,840</u>	<u>600</u>
Expenditures			
Current			
Transportation			
Materials and supplies	92,838	92,324	514
Contractual services	8,400	8,136	264
Total expenditures	<u>101,238</u>	<u>100,460</u>	<u>778</u>
Excess (deficiency) of revenues over expenditures	(48,998)	(47,620)	1,378
Prior year encumbrances	38,838	38,838	-
Fund balances, beginning of year	<u>14,921</u>	<u>14,921</u>	<u>-</u>
Fund balances, end of year	<u>\$ 4,761</u>	<u>\$ 6,139</u>	<u>\$ 1,378</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	MVR License Tax Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental revenue	\$ 360,000	\$ 359,312	\$ (688)
Interest	2,700	2,596	(104)
Miscellaneous	40	38	(2)
Total revenues	<u>362,740</u>	<u>361,946</u>	<u>(794)</u>
Expenditures			
Current			
Transportation			
Personal services	1,133	354	779
Materials and supplies	188,030	166,143	21,887
Contractual services	121,893	93,175	28,718
Capital outlay	74,650	61,255	13,395
Other	70,322	47,605	22,717
Total expenditures	<u>456,028</u>	<u>368,532</u>	<u>87,496</u>
Excess (deficiency) of revenues over expenditures	<u>(93,288)</u>	<u>(6,586)</u>	<u>86,702</u>
Other financing sources (uses)			
Advances in	-	800	800
Total other financing sources (uses)	<u>-</u>	<u>800</u>	<u>800</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(93,288)</u>	<u>(5,786)</u>	<u>87,502</u>
Prior year encumbrances	15,428	15,428	-
Fund balances, beginning of year	<u>77,916</u>	<u>77,916</u>	<u>-</u>
Fund balances, end of year	<u>\$ 56</u>	<u>\$ 87,558</u>	<u>\$ 87,502</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Street Levy Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 468,660	\$ 472,921	\$ 4,261
Intergovernmental revenue	55,812	53,352	(2,460)
Interest	5,040	4,092	(948)
Miscellaneous	7,300	6,496	(804)
Total revenues	<u>536,812</u>	<u>536,861</u>	<u>49</u>
Expenditures			
Current			
Transportation			
Materials and supplies	111,366	96,366	15,000
Contractual services	7,500	7,437	63
Capital outlay	481,914	433,231	48,683
Total expenditures	<u>600,780</u>	<u>537,034</u>	<u>63,746</u>
Excess (deficiency) of revenues over expenditures	(63,968)	(173)	63,795
Prior year encumbrances	44,778	44,778	-
Fund balances, beginning of year	<u>19,192</u>	<u>19,192</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2</u>	<u>\$ 63,797</u>	<u>\$ 63,795</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Surface Drainage Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$ 5,200	\$ 5,228	\$ 28
Miscellaneous	191,000	196,700	5,700
Total revenues	<u>196,200</u>	<u>201,928</u>	<u>5,728</u>
Expenditures			
Current			
Basic utility services			
Materials and supplies	171,370	155,749	15,621
Contractual services	14,120	12,620	1,500
Capital outlay	10,000	-	10,000
Other	23,645	16,073	7,572
Total expenditures	<u>219,135</u>	<u>184,442</u>	<u>34,693</u>
Excess (deficiency) of revenues over expenditures	(22,935)	17,486	40,421
Prior year encumbrances	9,134	9,134	-
Fund balances, beginning of year	<u>251,641</u>	<u>251,641</u>	-
Fund balances, end of year	<u>\$ 237,840</u>	<u>\$ 278,261</u>	<u>\$ 40,421</u>



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Income Tax Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 5,650,000	\$ 5,801,109	\$ 151,109
Interest	28,900	26,414	(2,486)
Miscellaneous	500	1,015	515
Total revenues	<u>5,679,400</u>	<u>5,828,538</u>	<u>149,138</u>
Expenditures			
Current			
General government			
Personal services	137,340	136,445	895
Materials and supplies	40,895	37,585	3,310
Contractual services	27,013	16,049	10,964
Capital outlay	1,000	-	1,000
Other	136,931	136,005	926
Total expenditures	<u>343,179</u>	<u>326,084</u>	<u>17,095</u>
Excess (deficiency) of revenues over expenditures	<u>5,336,221</u>	<u>5,502,454</u>	<u>166,233</u>
Other financing sources (uses)			
Operating transfers-out	(5,400,000)	(5,400,000)	-
Total other financing sources (uses)	<u>(5,400,000)</u>	<u>(5,400,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(63,779)	102,454	166,233
Prior year encumbrances	19,238	19,238	-
Fund balances, beginning of year	<u>697,464</u>	<u>697,464</u>	<u>-</u>
Fund balances, end of year	<u>\$ 652,923</u>	<u>\$ 819,156</u>	<u>\$ 166,233</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Police Levy Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 232,960	\$ 233,020	\$ 60
Intergovernmental revenue	22,011	22,010	(1)
Interest	500	281	(219)
Miscellaneous	6,070	6,334	264
Total revenues	<u>261,541</u>	<u>261,645</u>	<u>104</u>
Expenditures			
Current			
Security of persons and property			
Personal services	266,580	262,097	4,483
Contractual services	5,020	3,715	1,305
Total expenditures	<u>271,600</u>	<u>265,812</u>	<u>5,788</u>
Excess (deficiency) of revenues over expenditures	(10,059)	(4,167)	5,892
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>17,209</u>	<u>17,209</u>	-
Fund balances, end of year	<u>\$ 7,150</u>	<u>\$ 13,042</u>	<u>\$ 5,892</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Police Pension Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 119,760	\$ 119,774	\$ 14
Intergovernmental revenue	14,597	14,608	11
Interest	130	147	17
Miscellaneous	1,000	974	(26)
Total revenues	135,487	135,503	16
Expenditures			
Current			
Security of persons and property			
Personal services	135,400	135,500	(100)
Contractual services	2,000	1,870	130
Total expenditures	137,400	137,370	30
Excess (deficiency) of revenues over expenditures	(1,913)	(1,867)	46
Prior year encumbrances	-	-	-
Fund balances, beginning of year	2,872	2,872	-
Fund balances, end of year	\$ 959	\$ 1,005	\$ 46

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Law Enforcement Trust Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$ 201	\$ 201	\$ -
Miscellaneous	11,500	11,500	-
Total revenues	<u>11,701</u>	<u>11,701</u>	<u>-</u>
Expenditures			
Current			
Security of persons and property			
Materials and supplies	4,250	4,245	5
Capital outlay	1,725	1,716	9
Other	1,025	1,025	-
Total expenditures	<u>7,000</u>	<u>6,986</u>	<u>14</u>
Excess (deficiency) of revenues over expenditures	4,701	4,715	14
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>7,236</u>	<u>7,236</u>	<u>-</u>
Fund balances, end of year	<u>\$ 11,937</u>	<u>\$ 11,951</u>	<u>\$ 14</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

Drug Law Enforcement Trust Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines, licenses, and permits	\$ 9,750	\$ 3,358	\$ (6,392)
Interest	230	240	10
Total revenues	9,980	3,598	(6,382)
Expenditures			
Current			
Security of persons and property			
Materials and supplies	3,000	2,487	513
Capital outlay	2,550	-	2,550
Other	3,450	2,712	738
Total expenditures	9,000	5,199	3,801
Excess (deficiency) of revenues over expenditures	980	(1,601)	(2,581)
Prior year encumbrances	-	-	-
Fund balances, beginning of year	13,703	13,703	-
Fund balances, end of year	\$ 14,683	\$ 12,102	\$ (2,581)

CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

DUI Enforcement and Education Trust			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines, licenses, and permits	\$ 7,800	\$ 14,304	\$ 6,504
Interest	300	315	15
Total revenues	8,100	14,619	6,519
Expenditures			
Current			
Security of persons and property			
Materials and supplies	8,500	8,284	216
Total expenditures	8,500	8,284	216
Excess (deficiency) of revenues over expenditures	(400)	6,335	6,735
Prior year encumbrances	-	-	-
Fund balances, beginning of year	13,800	13,800	-
Fund balances, end of year	\$ 13,400	\$ 20,135	\$ 6,735

CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

Clerk of Courts Computer Service Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$ 1,050	\$ 1,215	\$ 165
Miscellaneous	31,750	34,634	2,884
Total revenues	32,800	35,849	3,049
Expenditures			
Current			
Security of persons and property			
Personal services	36,400	35,570	830
Capital outlay	10,000	5,514	4,486
Other	2,000	1,008	992
Total expenditures	48,400	42,092	6,308
Excess (deficiency) of revenues over expenditures	(15,600)	(6,243)	9,357
Prior year encumbrances	-	-	-
Fund balances, beginning of year	74,276	74,276	-
Fund balances, end of year	\$ 58,676	\$ 68,033	\$ 9,357

CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Court Computerization Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines, licenses, and permits	\$ 13,550	\$ 14,790	\$ 1,240
Interest	550	645	95
Total revenues	14,100	15,435	1,335
Expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	14,100	15,435	1,335
Prior year encumbrances	-	-	-
Fund balances, beginning of year	31,214	31,214	-
Fund balances, end of year	\$ 45,314	\$ 46,649	\$ 1,335



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Fire Levy Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 713,985	\$ 713,991	\$ 6
Intergovernmental revenue	85,970	85,876	(94)
Interest	1,600	1,654	54
Miscellaneous	28,300	28,424	124
Total revenues	<u>829,855</u>	<u>829,945</u>	<u>90</u>
Expenditures			
Current			
Security of persons and property			
Personal services	892,805	891,737	1,068
Contractual services	11,895	11,163	732
Total expenditures	<u>904,700</u>	<u>902,900</u>	<u>1,800</u>
Excess (deficiency) of revenues over expenditures	(74,845)	(72,955)	1,890
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>79,187</u>	<u>79,187</u>	-
Fund balances, end of year	<u>\$ 4,342</u>	<u>\$ 6,232</u>	<u>\$ 1,890</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Fire Pension Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 119,760	\$ 119,774	\$ 14
Intergovernmental revenue	14,597	14,608	11
Interest	130	147	17
Miscellaneous	1,000	975	(25)
Total revenues	135,487	135,504	17
Expenditures			
Current			
Security of persons and property			
Personal services	135,400	135,500	(100)
Contractual services	2,000	1,870	130
Total expenditures	137,400	137,370	30
Excess (deficiency) of revenues over expenditures	(1,913)	(1,866)	47
Prior year encumbrances	-	-	-
Fund balances, beginning of year	2,866	2,866	-
Fund balances, end of year	\$ 953	\$ 1,000	\$ 47

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Paramedic Levy Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 541,166	\$ 541,140	\$ (26)
Intergovernmental revenue	62,700	62,614	(86)
Interest	3,840	3,199	(641)
Miscellaneous	8,200	9,164	964
Total revenues	<u>615,906</u>	<u>616,117</u>	<u>211</u>
Expenditures			
Current			
Security of persons and property			
Personal services	579,900	557,311	22,589
Materials and supplies	60,685	37,545	23,140
Contractual services	11,343	10,372	971
Capital outlay	23,000	-	23,000
Other	30,299	21,652	8,647
Total expenditures	<u>705,227</u>	<u>626,880</u>	<u>78,347</u>
Excess (deficiency) of revenues over expenditures	(89,321)	(10,763)	78,558
Prior year encumbrances	15,627	15,627	-
Fund balances, beginning of year	<u>148,111</u>	<u>148,111</u>	<u>-</u>
Fund balances, end of year	<u>\$ 74,417</u>	<u>\$ 152,975</u>	<u>\$ 78,558</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Ambulance Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 36,380	\$ 37,475	\$ 1,095
Interest	3,900	3,874	(26)
Total revenues	<u>40,280</u>	<u>41,349</u>	<u>1,069</u>
Expenditures			
Current			
Security of persons and property			
Materials and supplies	15,450	9,511	5,939
Contractual services	4,000	4,000	-
Other	2,550	50	2,500
Total expenditures	<u>22,000</u>	<u>13,561</u>	<u>8,439</u>
Excess (deficiency) of revenues over expenditures	18,280	27,788	9,508
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>215,652</u>	<u>215,652</u>	-
Fund balances, end of year	<u>\$ 233,932</u>	<u>\$ 243,440</u>	<u>\$ 9,508</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	State Grants Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental revenue	\$ 78,000	\$ 78,000	\$ -
Total revenues	<u>78,000</u>	<u>78,000</u>	<u>-</u>
Expenditures			
Current			
General government			
Contractual services	136,964	134,520	2,444
Total expenditures	<u>136,964</u>	<u>134,520</u>	<u>2,444</u>
Excess (deficiency) of revenues over expenditures	(58,964)	(56,520)	2,444
Prior year encumbrances	3,020	3,020	-
Fund balances, beginning of year	<u>91,985</u>	<u>91,985</u>	<u>-</u>
Fund balances, end of year	<u>\$ 36,041</u>	<u>\$ 38,485</u>	<u>\$ 2,444</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Federal Grants Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental revenue	\$ 799,172	\$ 687,060	\$ (112,112)
Total revenues	<u>799,172</u>	<u>687,060</u>	<u>(112,112)</u>
Expenditures			
Current			
Community development			
Contractual services	782,060	782,060	-
Total expenditures	<u>782,060</u>	<u>782,060</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>17,112</u>	<u>(95,000)</u>	<u>(112,112)</u>
Other financing sources (uses)			
Advances in	-	112,112	112,112
Advances out	(110,542)	(110,542)	-
Total other financing sources (uses)	<u>(110,542)</u>	<u>1,570</u>	<u>112,112</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(93,430)</u>	<u>(93,430)</u>	<u>-</u>
Prior year encumbrances	76,714	76,714	-
Fund balances, beginning of year	<u>16,716</u>	<u>16,716</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Cemetery		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 25,200	\$ 25,550	\$ 350
Interest	300	342	42
Total revenues	25,500	25,892	392
Expenditures			
Current			
Capital outlay	17,000	16,607	393
Other	29	29	-
Total expenditures	17,029	16,636	393
Excess (deficiency) of revenues over expenditures	8,471	9,256	785
Prior year encumbrances	29	29	-
Fund balances, beginning of year	12,845	12,845	-
Fund balances, end of year	\$ 21,345	\$ 22,130	\$ 785

CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

Park and Recreation Trust Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 76,660	\$ 80,594	\$ 3,934
Interest	1,000	364	(636)
Miscellaneous	-	35	35
Total revenues	77,660	80,993	3,333
Expenditures			
Current			
Leisure time activities			
Personal services	3,800	3,492	308
Contractual services	27,500	27,365	135
Other	36,700	28,982	7,718
Total expenditures	68,000	59,839	8,161
Excess (deficiency) of revenues over expenditures	9,660	21,154	11,494
Prior year encumbrances	-	-	-
Fund balances, beginning of year	4,513	4,513	-
Fund balances, end of year	\$ 14,173	\$ 25,667	\$ 11,494



CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

Park and Recreation Improvement Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines, licenses, and permits	\$ 83,900	\$ 86,733	\$ 2,833
Interest	1,900	1,931	31
Total revenues	85,800	88,664	2,864
Expenditures			
Current			
Leisure time activity			
Capital outlay	70,000	24,291	45,709
Total expenditures	70,000	24,291	45,709
Excess (deficiency) of revenues over expenditures	15,800	64,373	48,573
Prior year encumbrances	-	-	-
Fund balances, beginning of year	83,372	83,372	-
Fund balances, end of year	\$ 99,172	\$ 147,745	\$ 48,573

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

Senior Citizens Title III Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenue			
Intergovernmental	\$ 28,364	\$ 28,364	\$ -
Interest	22	22	-
Total revenues	28,386	28,386	-
Expenditures			
Current			
Public health and welfare			
Personal services	32,527	30,430	2,097
Materials and supplies	-	2,097	(2,097)
Total expenditures	32,527	32,527	-
Excess (deficiency) of revenues over expenditures	(4,141)	(4,141)	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	4,222	4,222	-
Fund balances, end of year	\$ 81	\$ 81	\$ -

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Solid Waste Management Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 1,188,000	\$ 1,205,649	\$ 17,649
Interest	3,650	3,478	(172)
Miscellaneous	50	241	191
Total revenues	<u>1,191,700</u>	<u>1,209,368</u>	<u>17,668</u>
Expenditures			
Current			
Basic utility services			
Personal service	59,850	59,443	407
Materials and supplies	27,325	21,412	5,913
Contractual services	1,192,312	1,066,861	125,451
Other	6,420	1,166	5,254
Total expenditures	<u>1,285,907</u>	<u>1,148,882</u>	<u>137,025</u>
Excess (deficiency) of revenues over expenditures	<u>(94,207)</u>	<u>60,486</u>	<u>154,693</u>
Other financing sources (uses)			
Operating transfers-out	(20,000)	(20,000)	-
Total other financing sources (uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(114,207)	40,486	154,693
Prior year encumbrances	1,307	1,307	-
Fund balance, beginning of year	<u>170,840</u>	<u>170,840</u>	<u>-</u>
Fund balance, end of year	<u>\$ 57,940</u>	<u>\$ 212,633</u>	<u>\$ 154,693</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	All Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Local taxes	\$ 7,846,291	\$ 8,001,729	\$ 155,438
Intergovernmental revenue	2,228,223	2,106,937	(121,286)
Charges for services	1,326,240	1,349,268	23,028
Fines, licenses, and permits	115,000	119,185	4,185
Interest	62,883	57,003	(5,880)
Miscellaneous	305,710	301,557	(4,153)
<b>Total revenues</b>	<b>11,884,347</b>	<b>11,935,679</b>	<b>51,332</b>
<b>Expenditures</b>			
<b>Current</b>			
<b>Security of persons and property</b>			
Police levy	271,600	265,812	5,788
Police pension	137,400	137,370	30
Law enforcement trust	7,000	6,986	14
Drug law enforcement trust	9,000	5,199	3,801
DUI enforcement and education trust	8,500	8,284	216
Clerk of courts computer services	48,400	42,092	6,308
Fire levy	904,700	902,900	1,800
Fire pension	137,400	137,370	30
Paramedic levy	705,227	626,880	78,347
Ambulance	22,000	13,561	8,439
<b>Total security of persons and property</b>	<b>2,251,227</b>	<b>2,146,454</b>	<b>104,773</b>
<b>Public health and welfare</b>			
Cemetery	17,029	16,636	393
Senior citizens title III	32,527	32,527	-
<b>Total public health and welfare</b>	<b>49,556</b>	<b>49,163</b>	<b>393</b>
<b>Leisure time activities</b>			
Park and recreation trust	68,000	59,839	8,161
Park and recreation improvement	70,000	24,291	45,709
<b>Total leisure time activities</b>	<b>138,000</b>	<b>84,130</b>	<b>53,870</b>
<b>Community development</b>			
Grants	782,060	782,060	-
<b>Total community development</b>	<b>782,060</b>	<b>782,060</b>	<b>-</b>
<b>Basic utility services</b>			
Surface drainage	219,135	184,442	34,693
Solid waste management	1,285,907	1,148,882	137,025
<b>Total basic utility services</b>	<b>1,505,042</b>	<b>1,333,324</b>	<b>171,718</b>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	All Special Revenue Funds (Concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Transportation			
Street construction maintenance and repair	\$ 1,002,363	\$ 990,811	\$ 11,552
State highway	101,238	100,460	778
MVR license tax	456,028	368,532	87,496
Street levy	600,780	537,034	63,746
Total transportation	<u>2,160,409</u>	<u>1,996,837</u>	<u>163,572</u>
General government			
Income tax	343,179	326,084	17,095
State grants	136,964	134,520	2,444
Total general government	<u>480,143</u>	<u>460,604</u>	<u>19,539</u>
Total expenditures	<u>7,366,437</u>	<u>6,852,572</u>	<u>513,865</u>
Excess (deficiency) of revenues over expenditures	<u>4,517,910</u>	<u>5,083,107</u>	<u>565,197</u>
Other financing sources (uses)			
Operating transfers-in	292,400	314,000	21,600
Advances in	-	112,912	112,912
Advances out	(110,542)	(110,542)	-
Operating transfers-out	(5,420,000)	(5,420,000)	-
Total other financing sources (uses)	<u>(5,238,142)</u>	<u>(5,103,630)</u>	<u>134,512</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(720,232)</u>	<u>(20,523)</u>	<u>699,709</u>
Prior year encumbrances	225,676	225,676	-
Fund balances, beginning of year	<u>2,084,860</u>	<u>2,084,860</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,590,304</u>	<u>\$ 2,290,013</u>	<u>\$ 699,709</u>

## DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for the payment of general obligation debt service and special assessment debt service.

**General Obligation Bond Retirement Fund** – Accounts for resources that are used for payment of principal and interest and fiscal charges on general obligation debt.

**Special Assessment Bond Retirement Fund** – Accounts for the accumulation of resources from special assessments levied against benefited properties for the payment of principal and interest and fiscal charges on special assessment debt.

CITY OF NORTH RIDGEVILLE, OHIO

COMBINING BALANCE SHEET -  
ALL DEBT SERVICE FUNDS

DECEMBER 31, 2002

	General Obligation Bond Retirement	Special Assessment Debt Retirement	Total
<b>Assets</b>			
Equity in pooled cash and equivalents	\$ 450,827	\$ 90,644	\$ 541,471
Cash and investments with fiscal agents	3,892	-	3,892
Receivables, net of allowance			
Taxes	310,000	-	310,000
Special assessments	-	748,400	748,400
Due from other governments	15,300	-	15,300
<b>Total assets and other debits</b>	<u>780,019</u>	<u>839,044</u>	<u>1,619,063</u>
<b>Liabilities</b>			
Deferred revenue	325,300	748,400	1,073,700
<b>Total liabilities</b>	<u>325,300</u>	<u>748,400</u>	<u>1,073,700</u>
<b>Fund equity</b>			
Reserved for debt service	454,719	90,644	545,363
<b>Total fund equity</b>	<u>454,719</u>	<u>90,644</u>	<u>545,363</u>
<b>Total liabilities and fund equity</b>	<u>\$ 780,019</u>	<u>\$ 839,044</u>	<u>\$ 1,619,063</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - ALL DEBT SERVICE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	General Obligation Bond Retirement	Special Assessment Debt Retirement	Total
<b>Revenues</b>			
Local taxes	\$ 279,472	\$ -	\$ 279,472
Intergovernmental revenue	34,085	-	34,085
Special assessments	-	57,629	57,629
Interest	12,137	1,925	14,062
<b>Total revenues</b>	<u>325,694</u>	<u>59,554</u>	<u>385,248</u>
<b>Expenditures</b>			
Current			
General government	4,343	2,256	6,599
Debt service			
Bond principal	570,000	25,000	595,000
Interest and fiscal charges	305,783	30,105	335,888
<b>Total expenditures</b>	<u>880,126</u>	<u>57,361</u>	<u>937,487</u>
Excess (deficiency) of revenues over expenditures	<u>(554,432)</u>	<u>2,193</u>	<u>(552,239)</u>
<b>Other financing sources (uses)</b>			
Operating transfers-in	385,176	-	385,176
<b>Total other financing sources (uses)</b>	<u>385,176</u>	<u>-</u>	<u>385,176</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(169,256)	2,193	(167,063)
Fund balances, beginning of year	<u>623,975</u>	<u>88,451</u>	<u>712,426</u>
<b>Fund balances, end of year</b>	<u>\$ 454,719</u>	<u>\$ 90,644</u>	<u>\$ 545,363</u>



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	General Bond Retirement		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Local taxes	\$ 279,343	\$ 279,472	\$ 129
Intergovernmental revenue	34,190	34,085	(105)
Interest	12,099	12,096	(3)
Total revenues	<u>325,632</u>	<u>325,653</u>	<u>21</u>
Expenditures			
Current			
Other	5,200	4,343	857
Debt service			
Bond principal	570,000	570,000	-
Interest and fiscal charges	305,781	305,781	-
Total expenditures	<u>880,981</u>	<u>880,124</u>	<u>857</u>
Excess (deficiency) of revenues over expenditures	<u>(555,349)</u>	<u>(554,471)</u>	<u>878</u>
Other financing sources (uses)			
Operating transfers-in	385,176	385,176	-
Total other financing sources (uses)	<u>385,176</u>	<u>385,176</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(170,173)</u>	<u>(169,295)</u>	<u>878</u>
Fund balances, beginning of year	<u>620,122</u>	<u>620,122</u>	<u>-</u>
Fund balances, end of year	<u>\$ 449,949</u>	<u>\$ 450,827</u>	<u>\$ 878</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Special Assessment Bond Retirement		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Special assessments	\$ 57,565	\$ 57,628	\$ 63
Interest	1,910	1,926	16
Total revenues	<u>59,475</u>	<u>59,554</u>	<u>79</u>
Expenditures			
Current			
Other	2,600	2,256	344
Debt service			
Note principal	5,910,000	5,910,000	-
Bond principal	25,000	25,000	-
Interest and fiscal charges	30,105	30,105	-
Total expenditures	<u>5,967,705</u>	<u>5,967,361</u>	<u>344</u>
Excess (deficiency) of revenues over expenditures	<u>(5,908,230)</u>	<u>(5,907,807)</u>	<u>423</u>
Other financing sources (uses)			
Note proceeds	5,910,000	5,910,000	-
Total other financing sources (uses)	<u>5,910,000</u>	<u>5,910,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	1,770	2,193	423
Fund balances, beginning of year	<u>88,450</u>	<u>88,450</u>	<u>-</u>
Fund balances, end of year	<u>\$ 90,220</u>	<u>\$ 90,643</u>	<u>\$ 423</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	All Debt Service Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Local taxes	\$ 279,343	\$ 279,472	\$ 129
Intergovernmental revenue	34,190	34,085	(105)
Special assessments	57,565	57,628	63
Interest	14,009	14,022	13
Total revenues	<u>385,107</u>	<u>385,207</u>	<u>100</u>
Expenditures			
Current			
Other	7,800	6,599	1,201
Debt service			
Note principal	5,910,000	5,910,000	-
Bond principal	595,000	595,000	-
Interest and fiscal charges	335,886	335,886	-
Total expenditures	<u>6,848,686</u>	<u>6,847,485</u>	<u>1,201</u>
Excess (deficiency) of revenues over expenditures	<u>(6,463,579)</u>	<u>(6,462,278)</u>	<u>1,301</u>
Other financing sources (uses)			
Operating transfers-in	385,176	385,176	-
Note proceeds	5,910,000	5,910,000	-
Total other financing sources (uses)	<u>6,295,176</u>	<u>6,295,176</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(168,403)</u>	<u>(167,102)</u>	<u>1,301</u>
Fund balances, beginning of year	<u>708,573</u>	<u>708,573</u>	<u>-</u>
Fund balances, end of year	<u>\$ 540,170</u>	<u>\$ 541,471</u>	<u>\$ 1,301</u>

## CAPITAL PROJECTS FUNDS

Capital Projects funds are used to account for the acquisition and construction of capital assets other than those financed by proprietary funds.

**Capital Projects Fund** – Accounts for resources used for the acquisition and construction of major capital assets.

**Issue II Fund** – Accounts for Ohio Public Works grant activity consisting of the grant received and the related expenditure paid by the Ohio Public Works Commission directly to the contractors on behalf of the City.

**Bainbridge Road Improvement Fund** – Accounts for debt proceeds received and expenditures for the Bainbridge Road improvement project.

CITY OF NORTH RIDGEVILLE, OHIO

COMBINING BALANCE SHEET –  
ALL CAPITAL PROJECTS FUNDS

DECEMBER 31, 2002

	Capital Projects	Issue II	Bainbridge Road Improvement	Total
<b>Assets</b>				
Equity in pooled cash and equivalents	\$ 1,017,256	\$ -	\$ 2,952	\$ 1,020,208
Receivables, net of allowance				
Accrued interest	900	-	-	900
Due from other governments	-	246,613	-	246,613
<b>Total assets</b>	<u>1,018,156</u>	<u>246,613</u>	<u>2,952</u>	<u>1,267,721</u>
<b>Liabilities</b>				
Accounts and contracts payable	28,265	246,613	-	274,878
Due to other funds	6,100	-	-	6,100
Deferred revenue	900	-	-	900
<b>Total liabilities</b>	<u>35,265</u>	<u>246,613</u>	<u>-</u>	<u>281,878</u>
<b>Fund balances</b>				
Reserved for encumbrances	129,068	-	-	129,068
Unreserved	853,823	-	2,952	856,775
<b>Total fund balances</b>	<u>982,891</u>	<u>-</u>	<u>2,952</u>	<u>985,843</u>
<b>Total liabilities and fund balance</b>	<u>\$ 1,018,156</u>	<u>\$ 246,613</u>	<u>\$ 2,952</u>	<u>\$ 1,267,721</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - ALL CAPITAL PROJECTS FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Capital Projects	Issue II	Bainbridge Road Improvement	Total
<b>Revenues</b>				
Intergovernmental revenue	\$ -	\$ 286,488	\$ -	\$ 286,488
Interest	26,818	-	506	27,324
<b>Total revenues</b>	<u>26,818</u>	<u>286,488</u>	<u>506</u>	<u>313,812</u>
<b>Expenditures</b>				
Capital outlay	1,403,578	292,591	-	1,696,169
Debt service				
Note principal	20,287	-	-	20,287
Capitalized lease principal	149,018	-	-	149,018
Interest and fiscal charges	8,578	-	-	8,578
<b>Total expenditures</b>	<u>1,581,461</u>	<u>292,591</u>	<u>-</u>	<u>1,874,052</u>
Excess revenues over expenditures	<u>(1,554,643)</u>	<u>(6,103)</u>	<u>506</u>	<u>(1,560,240)</u>
<b>Other financing sources (uses)</b>				
Operating transfers-in	810,000	-	-	810,000
Loan proceeds	-	6,103	-	6,103
Note proceeds	925,000	-	-	925,000
Capital lease proceeds	207,107	-	-	207,107
Operating transfers-out	(385,176)	-	-	(385,176)
<b>Total other financing sources (uses)</b>	<u>1,556,931</u>	<u>6,103</u>	<u>-</u>	<u>1,563,034</u>
Excess (deficiency) of revenues expenditures and other source (uses)	2,288	-	506	2,794
Fund balances, beginning of year	<u>980,603</u>	<u>-</u>	<u>2,446</u>	<u>983,049</u>
Fund balances, end of year	<u>\$ 982,891</u>	<u>\$ -</u>	<u>\$ 2,952</u>	<u>\$ 985,843</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Capital Projects Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$ 26,900	\$ 26,818	\$ (82)
Total revenues	<u>26,900</u>	<u>26,818</u>	<u>(82)</u>
Expenditures			
Current			
Capital outlay	2,304,458	1,510,266	794,192
Total expenditures	<u>2,304,458</u>	<u>1,510,266</u>	<u>794,192</u>
Excess (deficiency) of revenues over expenditures	<u>(2,277,558)</u>	<u>(1,483,448)</u>	<u>794,110</u>
Other financing sources (uses)			
Operating transfers-in	810,000	810,000	-
Note proceeds	925,000	925,000	-
Advances in	-	6,100	6,100
Operating transfers-out	(385,176)	(385,176)	-
Total other financing sources (uses)	<u>1,349,824</u>	<u>1,355,924</u>	<u>6,100</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(927,734)</u>	<u>(127,524)</u>	<u>800,210</u>
Prior year encumbrances	465,959	465,959	-
Fund balances, beginning of year	<u>521,488</u>	<u>521,488</u>	<u>-</u>
Fund balances, end of year	<u>\$ 59,713</u>	<u>\$ 859,923</u>	<u>\$ 800,210</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Issue II Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental revenue	\$ 342,717	\$ 336,614	\$ (6,103)
Total revenues	<u>342,717</u>	<u>336,614</u>	<u>(6,103)</u>
Expenditures			
Current			
Capital outlay	342,717	336,614	6,103
Total expenditures	<u>342,717</u>	<u>336,614</u>	<u>6,103</u>
Excess (deficiency) of revenues over expenditures	-	-	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



CITY OF NORTH RIDGEVILLE, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED DECEMBER 31, 2002

Bainbridge Road Improvement Fund			
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$ 400	\$ 506	\$ 106
Total revenues	400	506	106
Expenditures			
Current			
Capital outlay	-	-	-
Total expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	400	506	106
Prior year encumbrances	-	-	-
Fund balances, beginning of year	2,446	2,446	-
Fund balances, end of year	\$ 2,846	\$ 2,952	\$ 106

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	All Capital Projects Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental revenue	\$ 342,717	\$ 336,614	\$ (6,103)
Interest	27,300	27,324	24
Total revenues	<u>370,017</u>	<u>363,938</u>	<u>(6,079)</u>
Expenditures			
Current			
Capital outlay	2,647,175	1,846,880	800,295
Total expenditures	<u>2,647,175</u>	<u>1,846,880</u>	<u>800,295</u>
Excess (deficiency) of revenues over expenditures	<u>(2,277,158)</u>	<u>(1,482,942)</u>	<u>794,216</u>
Other financing sources (uses)			
Operating transfers-in	810,000	810,000	-
Note proceeds	925,000	925,000	-
Advances in	-	6,100	6,100
Operating transfers-out	(385,176)	(385,176)	-
Total other financing sources (uses)	<u>1,349,824</u>	<u>1,355,924</u>	<u>6,100</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(927,334)</u>	<u>(127,018)</u>	<u>800,316</u>
Prior year encumbrances	465,959	465,959	-
Fund balances, beginning of year	<u>523,934</u>	<u>523,934</u>	<u>-</u>
Fund balances, end of year	<u>\$ 62,559</u>	<u>\$ 862,875</u>	<u>\$ 800,316</u>

## ENTERPRISE FUNDS

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector business enterprises where the intent is that the cost (expenses, including depreciation) of providing services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the governing body has decided that periodic determination of revenue, expenses and/or net income is appropriate.

**Water Fund** – Accounts for the operating of the City’s drinking water distribution system.

**Sewer Fund** – Accounts of the operations of the City’s sanitary sewer collection system and City owned wastewater treatment facility.

## CITY OF NORTH RIDGEVILLE, OHIO

COMBINING BALANCE SHEET –  
ALL ENTERPRISE FUNDS

DECEMBER 31, 2002

	Water	Sewer	Total
<b>Assets</b>			
Equity in pooled cash and equivalents	\$ 2,191,199	\$ 9,830,957	\$ 12,022,156
Receivables, net of allowance			
Accrued interest	1,900	8,400	10,300
Accounts and other	327,000	453,900	780,900
Due from other governments	-	134,300	134,300
Due from other funds	192,900	-	192,900
Inventories and supplies	148,200	15,900	164,100
Prepaid and deferred expenses	4,800	6,700	11,500
Fixed assets	11,610,086	35,941,882	47,551,968
Accumulated depreciation	(3,367,410)	(9,734,066)	(13,101,476)
Intangible assets	1,199,518	-	1,199,518
Total assets and other debits	<u>12,308,193</u>	<u>36,657,973</u>	<u>48,966,166</u>
<b>Liabilities</b>			
Accounts and contracts payable	36,450	545,928	582,378
Salaries, wages, & benefits	25,258	58,933	84,191
Accrued interest	-	87,000	87,000
Due to other governments	13,112	32,678	45,790
Due to others	192,900	-	192,900
Notes payable	-	5,920,000	5,920,000
Loans payable, OWDA	2,834,422	-	2,834,422
Loans payable, OPWC	-	147,890	147,890
Bonds payable			
General obligations	1,185,000	7,985,000	9,170,000
Accrued leave benefits	108,200	265,700	373,900
Total liabilities	<u>4,395,342</u>	<u>15,043,129</u>	<u>19,438,471</u>
<b>Fund equity</b>			
Contributed capital	2,753,435	11,163,567	13,917,002
Retained earnings			
Unreserved	5,159,416	10,451,277	15,610,693
Total equity	<u>7,912,851</u>	<u>21,614,844</u>	<u>29,527,695</u>
Total liabilities and fund equity	<u>\$ 12,308,193</u>	<u>\$ 36,657,973</u>	<u>\$ 48,966,166</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN RETAINED EARNINGS - ALL ENTERPRISE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Water	Sewer	Total
Operating revenues			
Charges for services	\$ 2,421,506	\$ 6,484,123	\$ 8,905,629
Miscellaneous	114,804	19,311	134,115
Total operating revenues	<u>2,536,310</u>	<u>6,503,434</u>	<u>9,039,744</u>
Operating expenses			
Personal services	613,889	1,557,540	2,171,429
Contractual services	894,047	1,967,860	2,861,907
Supplies and materials	520,825	486,306	1,007,131
Other operating	177,188	539,866	717,054
Depreciation	254,361	698,896	953,257
Amortization	52,707	-	52,707
Total operating expenses	<u>2,513,017</u>	<u>5,250,468</u>	<u>7,763,485</u>
Operating income	<u>23,293</u>	<u>1,252,966</u>	<u>1,276,259</u>
Nonoperating revenues (expenses)			
Interest income	47,600	200,020	247,620
Loss on asset disposal	(34,921)	(939)	(35,860)
Interest and fiscal charges	(185,849)	(563,491)	(749,340)
Total nonoperating revenues (expenses)	<u>(173,170)</u>	<u>(364,410)</u>	<u>(537,580)</u>
Net income (loss)	(149,877)	888,556	738,679
Retained earnings, beginning of year	<u>5,309,293</u>	<u>9,562,721</u>	<u>14,872,014</u>
Retained earnings, end of year	<u>\$ 5,159,416</u>	<u>\$ 10,451,277</u>	<u>\$ 15,610,693</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF CASH FLOWS -  
 ALL ENTERPRISE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2002

	Water	Sewer	Total
Cash flows from operating activities:			
Operating income (loss)	\$ 23,293	\$ 1,252,966	\$ 1,276,259
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	254,361	698,896	953,257
Amortization	52,707	-	52,707
Changes in net assets (increase) decrease and liabilities increase (decrease):			
Accrued interest receivable	(780)	(6,720)	(7,500)
Accounts receivable	13,700	32,900	46,600
Due from other governments	-	139,800	139,800
Due from other funds	(14,472)	-	(14,472)
Inventories and supplies	76,400	(1,400)	75,000
Prepaid and deferred expenses	(1,100)	(1,600)	(2,700)
Accounts and contracts payable	(253,260)	(421,651)	(674,911)
Accrued expenses	8,776	50,925	59,701
Due to other governments	2,587	(97,498)	(94,911)
Due to others	14,472	-	14,472
Total adjustments	153,391	393,652	547,043
Net cash provided by operating activities	176,684	1,646,618	1,823,302
Cash flows from capital and related financing activities:			
Acquisition of fixed assets	(213,011)	(3,344,709)	(3,557,720)
Proceeds from note payable	-	5,920,000	5,920,000
Principal payment of loan	(93,602)	(8,451)	(102,053)
Principal payment of notes	-	(5,910,000)	(5,910,000)
Principal payment of bonds	(80,000)	(310,000)	(390,000)
Interest and fiscal charges	(185,849)	(563,491)	(749,340)
Net cash (used in) capital and related financing activities	(572,462)	(4,216,651)	(4,789,113)
Cash flows provided by investing activities:			
Interest income	47,600	200,020	247,620
Net cash provided by investing activities	47,600	200,020	247,620
Net (decrease) in cash and cash equivalents	(348,178)	(2,370,013)	(2,718,191)
Equity in pooled cash and equivalents, beginning of year	2,539,377	12,200,970	14,740,347
Equity in pooled cash and equivalents, end of year	\$ 2,191,199	\$ 9,830,957	\$ 12,022,156
Non-cash transactions:			
Disposal of fixed assets, net book value	\$ 34,921	\$ 939	\$ 35,860

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Water Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 2,397,500	\$ 2,435,206	\$ 37,706
Miscellaneous	97,500	114,804	17,304
Interest income	47,075	46,820	(255)
Total revenues	<u>2,542,075</u>	<u>2,596,830</u>	<u>54,755</u>
Expenses			
Personal services	614,381	602,576	11,805
Materials and supplies	636,771	464,026	172,745
Contractual services	135,807	93,394	42,413
Capital outlay	645,073	437,490	207,583
Other non-operating expenses	1,091,192	990,097	101,095
Debt service			
Note principal	227,000	216,709	10,291
Bond principal	80,000	80,000	-
Interest & fiscal charges	62,743	62,743	-
Total expenditures	<u>3,492,967</u>	<u>2,947,035</u>	<u>545,932</u>
Excess (deficiency) of revenues over expenses	<u>(950,892)</u>	<u>(350,205)</u>	<u>600,687</u>
Other financing sources (uses)			
Operating transfers-in	7,500	7,500	-
Operating transfers-out	(47,500)	(47,500)	-
Total other financing sources (uses)	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(990,892)</u>	<u>(390,205)</u>	<u>600,687</u>
Prior year encumbrances	572,268	572,268	-
Fund balances, beginning of year	<u>1,966,910</u>	<u>1,966,910</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,548,286</u>	<u>\$ 2,148,973</u>	<u>\$ 600,687</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Sewer Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 6,473,200	\$ 6,656,823	\$ 183,623
Miscellaneous	12,764	19,311	6,547
Interest income	196,277	193,300	(2,977)
Total revenues	<u>6,682,241</u>	<u>6,869,434</u>	<u>187,193</u>
Expenses			
Personal services	1,544,561	1,519,774	24,787
Materials and supplies	682,028	528,953	153,075
Contractual services	2,438,863	2,303,310	135,553
Capital outlay	6,836,022	4,982,862	1,853,160
Other non-operating expenses	656,032	506,763	149,269
Debt service			
Bond principal	310,000	310,000	-
Interest & fiscal charges	545,892	545,892	-
Total expenditures	<u>13,013,398</u>	<u>10,697,554</u>	<u>2,315,844</u>
Excess (deficiency) of revenues over expenses	<u>(6,331,157)</u>	<u>(3,828,120)</u>	<u>2,503,037</u>
Other financing sources (uses)			
Operating transfers-in	715,131	715,131	-
Operating transfers-out	(782,631)	(782,631)	-
Note proceeds	10,000	10,000	-
Total other financing sources (uses)	<u>(57,500)</u>	<u>(57,500)</u>	<u>-</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(6,388,657)</u>	<u>(3,885,620)</u>	<u>2,503,037</u>
Prior year encumbrances	3,286,003	3,286,003	-
Fund balances, beginning of year	<u>8,914,868</u>	<u>8,914,868</u>	<u>-</u>
Fund balances, end of year	<u>\$ 5,812,214</u>	<u>\$ 8,315,251</u>	<u>\$ 2,503,037</u>



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	All Enterprise Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 8,870,700	\$ 9,092,029	\$ 221,329
Miscellaneous	110,264	134,115	23,851
Interest income	243,352	240,120	(3,232)
Total revenues	<u>9,224,316</u>	<u>9,466,264</u>	<u>241,948</u>
Expenses			
Personal services			
Water	614,381	602,576	11,805
Sewer	1,544,561	1,519,774	24,787
Total personal services	<u>2,158,942</u>	<u>2,122,350</u>	<u>36,592</u>
Materials and supplies			
Water	636,771	464,026	172,745
Sewer	682,028	528,953	153,075
Total materials and supplies	<u>1,318,799</u>	<u>992,979</u>	<u>325,820</u>
Contractual services			
Water	135,807	93,394	42,413
Sewer	2,438,863	2,303,310	135,553
Total contractual services	<u>2,574,670</u>	<u>2,396,704</u>	<u>177,966</u>
Capital outlay			
Water	645,073	437,490	207,583
Sewer	6,836,022	4,982,862	1,853,160
Total capital outlay	<u>7,481,095</u>	<u>5,420,352</u>	<u>2,060,743</u>
Other non-operating expenses			
Water	1,091,192	990,097	101,095
Sewer	656,032	506,763	149,269
Total other non-operating expenses	<u>1,747,224</u>	<u>1,496,860</u>	<u>250,364</u>
Debt service			
Note principal			
Water	227,000	216,709	10,291
Total note principal	<u>227,000</u>	<u>216,709</u>	<u>10,291</u>
Bond principal			
Water	80,000	80,000	-
Sewer	310,000	310,000	-
Total bond principal	<u>390,000</u>	<u>390,000</u>	<u>-</u>
Interest and fiscal charges			
Water	62,743	62,743	-
Sewer	545,892	545,892	-
Total interest and fiscal charges	<u>608,635</u>	<u>608,635</u>	<u>-</u>
Total expenditures	<u>16,506,365</u>	<u>13,644,589</u>	<u>2,861,776</u>
Excess (deficiency) of revenues over expenses	<u>(7,282,049)</u>	<u>(4,178,325)</u>	<u>3,103,724</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	All Enterprise Funds (Concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Other financing sources (uses)			
Operating transfers-in			
Water	\$ 7,500	\$ 7,500	\$ -
Sewer	715,131	715,131	-
Total operating transfers-in	<u>722,631</u>	<u>722,631</u>	<u>-</u>
Operating transfers-out			
Water	(47,500)	(47,500)	-
Sewer	(782,631)	(782,631)	-
Total operating transfers-out	<u>(830,131)</u>	<u>(830,131)</u>	<u>-</u>
Note proceeds			
Sewer	10,000	10,000	-
Total note proceeds	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Total other financing sources (uses)	<u>(97,500)</u>	<u>(97,500)</u>	<u>-</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	(7,379,549)	(4,275,825)	3,103,724
Prior year encumbrances	3,858,271	3,858,271	-
Fund balances, beginning of year	<u>10,881,778</u>	<u>10,881,778</u>	<u>-</u>
Fund balances, end of year	<u>\$ 7,360,500</u>	<u>\$ 10,464,224</u>	<u>\$ 3,103,724</u>

## **INTERNAL SERVICE FUND**

The Internal Service Fund is 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.

**Self Insurance Benefits Trust Fund** – Accounts for the operation of the City's self-insurance program for employee health benefits.

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2002

	Self Insurance Benefits Trust		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 1,020,100	\$ 1,020,320	\$ 220
Interest income	7,900	7,947	47
Total revenues	1,028,000	1,028,267	267
Expenses			
Materials and supplies	500	-	500
Other operating expenses	1,662,504	1,491,067	171,437
Total expenses	1,663,004	1,491,067	171,937
Excess (deficiency) of revenue over expenses	(635,004)	(462,800)	172,204
Prior year encumbrances	504	504	-
Fund balances, beginning of year	644,182	644,182	-
Fund balances, end of year	\$ 9,682	\$ 181,886	\$ 172,204

## **AGENCY FUNDS**

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds. These funds are purely custodial in nature (assets equal liabilities) and therefore do not involve the measurement of results of operations.

**Board of Building Standards Fund** – Accounts for fees required by the State to be collected by the City and paid to the State.

**Senior Citizens Multi Trust Fund** – Accounts for revenue earned and expended by the Senior Citizens Center.

**Mayor's Court Operating Trust Fund** – Accounts for fines and fees collected for the purpose of operating the Mayor's Court.

**Mayor's Court Bail Trust Fund** – Accounts for bail collected.

**Trust Miscellaneous Fund** – Accounts for deposits held by the City from contractors, developers or individuals to ensure compliance with City Ordinances, and for other various deposits held by the City on behalf of others.

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
 ALL AGENCY FUNDS  
 DECEMBER 31, 2002

	Balance 1-1-02	Additions	Reductions	Balance 12-01-02
<b>Board of Building Standards</b>				
Assets				
Equity in pooled cash and equivalents	\$ 153	\$ 1,840	\$ 1,789	\$ 204
Liabilities				
Accounts and contracts payable	\$ 153	\$ 61	\$ 153	\$ 61
Due to others	-	143	-	143
Total liabilities	\$ 153	\$ 204	\$ 153	\$ 204
<b>Senior Citizens Multi-Trust</b>				
Assets				
Equity in pooled cash and equivalents	\$ 43,012	\$ 56,773	\$ 86,316	\$ 13,469
Liabilities				
Accounts and contracts payable	\$ 1,255	\$ 1,013	\$ 1,255	\$ 1,013
Accrued salaries, wages and benefits	1,164	1,153	1,164	1,153
Due to other governments	598	-	598	-
Due to others	39,995	11,303	39,995	11,303
Total liabilities	\$ 43,012	\$ 13,469	\$ 43,012	\$ 13,469
<b>Mayor's Court Operating</b>				
Assets				
Equity in pooled cash and equivalents	\$ 21,898	\$ 419,869	\$ 387,506	\$ 54,261
Liabilities				
Accounts and contracts payable	\$ 15,953	\$ 2	\$ 15,953	\$ 2
Accrued salaries, wages and benefits	4,028	4,007	4,028	4,007
Due to other governments	1,917	2,307	1,917	2,307
Due to others	-	47,945	-	47,945
Total liabilities	\$ 21,898	\$ 54,261	\$ 21,898	\$ 54,261
<b>Mayor's Court Bail Trust</b>				
Assets				
Equity in pooled cash and equivalents	\$ 2,349	\$ 59,483	\$ 57,281	\$ 4,551
Liabilities				
Due to others	\$ 2,349	\$ 4,551	\$ 2,349	\$ 4,551

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
 ALL AGENCY FUNDS  
 DECEMBER 31, 2002

	Balance 1-1-02	Additions	Reductions	Balance 12-01-02
<b>Trust Miscellaneous</b>				
Assets				
Equity in pooled cash and equivalents	\$ 501,597	\$ 959,880	\$ 854,329	\$ 607,148
Liabilities				
Accounts and contracts payable	\$ 55	\$ 8,684	\$ 55	\$ 8,684
Due to other governments	-	-	-	-
Due to other funds	178,428	192,900	178,428	192,900
Due to others	323,114	405,564	323,114	405,564
Total liabilities	\$ 501,597	\$ 607,148	\$ 501,597	\$ 607,148
 <b>Total All Agency Funds</b>				
Assets				
Equity in pooled cash and equivalents	\$ 569,009	\$ 1,497,845	\$ 1,387,221	\$ 679,633
Liabilities				
Accounts and contracts payable	\$ 17,416	\$ 9,760	\$ 17,416	\$ 9,760
Accrued salaries, wages and benefits	5,192	5,160	5,192	5,160
Due to other governments	2,515	2,307	2,515	2,307
Due to other funds	178,428	192,900	178,428	192,900
Due to others	365,458	469,506	365,458	469,506
Total liabilities	\$ 569,009	\$ 679,633	\$ 569,009	\$ 679,633

## **GENERAL FIXED ASSETS ACCOUNT GROUP**

The **General Fixed Assets Account Group** is used to account for fixed assets including land, buildings, equipment and vehicles other than those accounted for in the proprietary funds.



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE  
DECEMBER 31, 2002

General Fixed Assets:	
Land	\$ 344,495
Buildings and equipment	4,166,617
Equipment and vehicles	5,321,534
Construction in process	155,615
	<u>\$ 9,988,261</u>

Investment in General Fixed Assets from:	
General Fund	\$ 4,366,286
Special Revenue Funds	1,073,136
Capital Projects Funds	4,548,839
	<u>\$ 9,988,261</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY  
DECEMBER 31, 2002

Function and Activity:	Land	Building and Improvements	Equipment and Vehicles	Construction in Process	Total
<b>Security of Persons and Property:</b>					
Mayor's Court	\$ -	\$ -	\$ 7,383	\$ -	\$ 7,383
Police Department	4,612	15,820	776,306	-	796,738
Fire Department	23,992	334,832	1,605,769	-	1,964,593
<b>Total Security of Persons and Property</b>	<b>28,604</b>	<b>350,652</b>	<b>2,389,458</b>	<b>-</b>	<b>2,768,714</b>
<b>Public Health and Welfare</b>					
Cemetery	25,701	746	49,108	-	75,555
Public Grounds Maintenance	-	-	61,397	-	61,397
Senior Center	-	4,900	85,176	-	90,076
<b>Total Public Health and Welfare</b>	<b>25,701</b>	<b>5,646</b>	<b>195,681</b>	<b>-</b>	<b>227,028</b>
<b>Leisure Time Activities</b>					
Parks and Recreation	143,063	261,975	312,822	155,615	873,475
<b>Total Leisure Time Activities</b>	<b>143,063</b>	<b>261,975</b>	<b>312,822</b>	<b>155,615</b>	<b>873,475</b>
<b>Transportation</b>					
Street Department	18,000	752,337	2,060,054	-	2,830,391
<b>Total Transportation</b>	<b>18,000</b>	<b>752,337</b>	<b>2,060,054</b>	<b>-</b>	<b>2,830,391</b>
<b>General Government</b>					
Council	-	-	22,666	-	22,666
Mayor	-	4,230	19,106	-	23,336
Finance	-	-	29,927	-	29,927
Legal	-	6,705	7,200	-	13,905
City Hall	51,643	2,622,125	280,850	-	2,954,618
Olde Town Hall	38,336	162,947	-	-	201,283
Other	39,148	-	3,770	-	42,918
<b>Total General Government</b>	<b>129,127</b>	<b>2,796,007</b>	<b>363,519</b>	<b>-</b>	<b>3,288,653</b>
<b>Total General Fixed Assets</b>	<b>\$ 344,495</b>	<b>\$ 4,166,617</b>	<b>\$ 5,321,534</b>	<b>\$ 155,615</b>	<b>\$ 9,988,261</b>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY  
FOR THE YEAR ENDED DECEMBER 31, 2002

Function and Activity:	Balance 1/1/02	Additions	Disposals	Balance 12/31/02
<b>Security of Persons and Property:</b>				
Mayor's Court	\$ 12,008	\$ -	\$ (4,625)	\$ 7,383
Police Department	671,309	210,398	(84,969)	796,738
Fire Department	2,016,546	14,375	(66,329)	1,964,592
<b>Total Security of Persons and Property</b>	<u>2,699,863</u>	<u>224,773</u>	<u>(155,923)</u>	<u>2,768,713</u>
<b>Public Health and Welfare</b>				
Cemetery	61,051	16,607	(2,103)	75,555
Public Grounds Maintenance	9,900	51,497	-	61,397
Senior Center	81,964	33,567	(25,455)	90,076
<b>Total Public Health and Welfare</b>	<u>152,915</u>	<u>101,671</u>	<u>(27,558)</u>	<u>227,028</u>
<b>Leisure Time Activities</b>				
Parks and Recreation	782,632	169,877	(79,034)	873,475
<b>Total Leisure Time Activities</b>	<u>782,632</u>	<u>169,877</u>	<u>(79,034)</u>	<u>873,475</u>
<b>Transportation</b>				
Street Department	2,123,726	676,461	30,203	2,830,390
<b>Total Transportation</b>	<u>2,123,726</u>	<u>676,461</u>	<u>30,203</u>	<u>2,830,390</u>
<b>General Government</b>				
Council	23,350	-	(684)	22,666
Mayor	24,784	-	(1,448)	23,336
Finance	38,018	4,388	(12,479)	29,927
Legal	15,833	-	(1,928)	13,905
City Hall	2,881,647	106,203	(33,232)	2,954,618
Olde Town Hall	201,283	-	-	201,283
Other	43,604	715	(1,400)	42,919
<b>Total General Government</b>	<u>3,228,519</u>	<u>111,306</u>	<u>(51,171)</u>	<u>3,288,654</u>
<b>Total General Fixed Assets</b>	<u>\$ 8,987,655</u>	<u>\$ 1,284,088</u>	<u>\$ (283,482)</u>	<u>\$ 9,988,261</u>

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City of North Ridgeville, Ohio  
 Governmental Fund Type – Revenues by Source  
 Last Ten Years

	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993
<b>Local taxes</b>										
Municipal income tax	\$ 5,799,809	\$ 5,688,555	\$ 5,542,099	\$ 5,229,189	\$ 5,009,183	\$ 4,679,366	\$ 4,514,429	\$ 4,400,711	\$ 4,044,026	\$ 3,547,919
Property and other taxes	3,555,501	3,561,941	2,959,718	2,998,551	3,249,220	3,165,639	2,959,163	3,023,280	2,496,132	2,598,552
<b>Intergovernmental</b>	3,248,324	2,890,916	3,534,267	2,511,602	2,657,983	2,483,283	1,844,673	2,460,309	1,721,497	1,742,280
<b>Special assessments</b>	57,629	59,505	69,604	105,379	98,437	107,695	99,003	64,758	53,481	41,371
<b>Charges for services</b>	1,349,268	1,258,698	1,233,816	1,224,433	1,194,896	1,154,976	1,096,596	1,114,568	1,105,079	1,043,891
<b>Fines, licenses and permits</b>	775,086	592,736	652,034	600,401	878,091	788,470	804,592	575,093	578,013	684,576
<b>Interest</b>	109,283	270,802	390,169	331,036	364,905	276,202	357,339	381,481	209,536	107,742
<b>Miscellaneous</b>	621,453	810,949	708,801	650,306	686,279	264,448	890,257	511,370	1,124,117	378,040
	<u>\$ 15,516,353</u>	<u>\$ 15,134,102</u>	<u>\$ 15,090,508</u>	<u>\$ 13,650,897</u>	<u>\$ 14,138,994</u>	<u>\$ 12,920,079</u>	<u>\$ 12,566,052</u>	<u>\$ 12,531,570</u>	<u>\$ 11,331,881</u>	<u>\$ 10,144,371</u>

Table includes all Governmental Funds

Source: City financial records

City of North Ridgeville, Ohio  
 Governmental Fund Type – Expenditures by Function  
 Last Ten Years

	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993
<b>Current</b>										
Security of persons and property	\$ 6,634,658	\$ 6,515,098	\$ 6,094,752	\$ 5,426,526	\$ 5,297,299	\$ 5,144,805	\$ 4,537,399	\$ 4,232,898	\$ 3,862,882	\$ 3,788,287
Public health and welfare	109,703	83,983	117,926	106,724	337,224	269,746	262,160	248,066	241,358	233,696
Leisure time activities	264,472	377,159	446,836	382,651	375,438	334,983	256,701	278,081	292,280	341,379
Transportation	1,832,069	1,876,313	1,499,137	1,390,157	1,159,999	1,309,403	972,968	1,078,562	1,190,039	1,196,104
General government	5,570,510	4,880,029	4,760,871	4,059,622	3,594,251	3,449,401	3,951,062	3,524,317	3,556,004	3,407,567
Capital outlay	1,696,169	871,442	1,713,481	2,026,801	1,605,618	1,293,730	1,334,326	3,929,026	837,131	549,025
Debt service										
Principal	771,485	523,522	957,028	916,658	853,000	823,000	814,120	447,119	450,284	318,000
Interest and fiscal charges	344,466	383,214	410,911	434,267	444,388	489,817	577,232	605,164	475,377	413,393
	<u>\$ 17,223,532</u>	<u>\$ 15,510,760</u>	<u>\$ 16,000,942</u>	<u>\$ 14,743,406</u>	<u>\$ 13,667,217</u>	<u>\$ 13,114,885</u>	<u>\$ 12,705,968</u>	<u>\$ 14,343,233</u>	<u>\$ 10,905,355</u>	<u>\$ 10,247,451</u>

Table includes all Governmental Funds

Source: City financial records

City of North Ridgeville, Ohio  
Property Tax Levies and Collections  
Last Ten Years

Collection Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
2002	\$ 3,738,059	\$ 3,102,848	83.0%	\$ 107,781	\$ 3,210,629	85.9%	\$ 62,211	1.7%
2001	3,712,685	3,166,269	85.3%	22,125	3,188,394	85.9%	125,711	3.4%
2000	3,244,043	3,192,162	98.4%	19,479	3,211,641	99.0%	169,070	5.2%
1999	2,655,232	2,586,839	97.4%	55,518	2,642,357	99.5%	104,178	3.9%
1998	2,640,501	2,576,827	97.6%	58,454	2,635,281	99.8%	88,257	3.3%
1997	2,487,456	2,436,552	98.0%	46,136	2,482,688	99.8%	78,853	3.2%
1996	2,448,507	2,395,417	97.8%	41,073	2,436,490	99.5%	76,743	3.1%
1995	2,541,408	2,489,165	97.9%	53,365	2,542,530	100.0%	82,636	3.3%
1994	1,975,605	1,939,621	98.2%	43,469	1,983,090	100.4%	64,657	3.3%
1993	2,081,657	2,045,518	98.3%	36,532	2,082,050	100.0%	70,681	3.4%

Source: County Auditor, Lorain County, Ohio

City of North Ridgeville, Ohio

Assessed and Estimated Actual Value of Taxable Property

Last Ten Years

Collection Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Ratio of Assessed Value to Actual Value to \$ N/AV
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
2002	\$ 403,689,230	\$ 1,153,397,800	\$ 13,502,700 (1)	\$ N/AV	\$ 29,496,480	\$ 128,245,565	\$ 446,688,410	\$ N/AV	
2001	388,264,140	1,109,326,114	16,757,650 (2)	19,042,784	25,822,240	103,288,960	430,844,030	1,231,657,858	34.98%
2000	333,488,470	952,824,200	17,870,720	20,307,636	25,230,804	100,923,216	376,589,994	1,074,055,052	35.06%
1999	320,654,700	916,156,286	17,245,160	19,596,773	23,960,770	95,843,080	361,860,630	1,031,596,139	35.08%
1998	306,872,660	876,779,029	17,371,330	19,740,148	22,726,840	90,907,360	346,970,830	987,426,537	35.14%
1997	248,684,360	710,526,743	17,835,730	20,267,875	22,732,700	90,930,800	289,252,790	821,725,418	35.20%
1996	245,705,620	702,016,057	18,670,790	21,216,807	19,227,605	76,910,420	283,604,015	800,143,284	35.44%
1995	238,866,910	682,476,886	20,018,490	22,748,284	17,651,026	70,604,104	276,536,426	775,829,274	35.64%
1994	207,180,410	591,944,029	18,909,580	21,488,159	18,235,899	72,943,596	244,325,889	686,375,784	35.60%
1993	201,633,860	576,096,743	18,569,100	21,101,250	17,871,363	71,485,452	238,074,323	668,683,445	35.60%

Source: County Auditor, Lorain County, Ohio

Estimated actual value is calculated by dividing the assessed value by assessment percentage. The percentages for 2002 were 35% for real property, 35 % for public utility real, various % for public utility tangible and 23% for tangible personal.

(1) Decrease primarily due to effect of State legislation which, beginning with collection year 2002, reduced to 25% of true value the assessed valuation of electric utility production equipment from 100% and of natural gas property from 88%.

(2) Decrease reflects a 1999 settlement of a public utility company's case under which the State Tax Commissioner agreed to change the valuation of certain utility property.

N/AV - not available



City of North Ridgeville, Ohio  
Special Assessments Billings and Collections  
Last Ten Years

<u>Collection Year</u>	<u>Amount Billed</u>	<u>Amount Collected</u>	<u>Percent Collected</u>
2002	\$ 83,390	\$ 64,210	77.0%
2001	81,635	59,561	73.0%
2000	89,063	70,754	79.4%
1999	122,077	105,379	86.3%
1998	171,781	98,536	57.4%
1997	235,166	107,834	45.9%
1996	224,288	103,436	46.1%
1995	162,732	50,756	31.2%
1994	166,858	59,775	35.8%
1993	153,045	50,946	33.3%

Source: County Auditor, Lorain County, Ohio

City of North Ridgeville, Ohio

Property Tax Rates – Direct and Overlapping Governments  
(Per \$1,000 of Assessed Valuation)

Last Ten Years

Collection Year	City of North Ridgeville				Total City	North Ridgeville City		Lorain County	Lorain County Joint Vocational School		Total Direct and Overlapping Governments
	General Fund	Special Revenue Funds	Debt Service Fund	Agency Fund (1)		School District	Lorain County				
2002	1.42	8.83	0.70	2.46 (2)	13.41	46.47	12.89	2.45	2.45	75.22	
2001	1.42	8.83	0.85	2.46 (2)	13.56	47.25	10.79	2.45	2.45	74.05	
2000	1.42	8.83	1.00	2.46 (2)	13.71	48.95	10.79	2.45	2.45	75.90	
1999	1.42	9.83	1.00	1.00	13.25	49.44	10.79	2.45	2.45	75.93	
1998	1.42	9.83	1.20	1.00	13.45	50.19	10.79	2.45	2.45	76.88	
1997	1.42	9.83	1.50	1.00	13.75	53.19	12.69	2.45	2.45	82.08	
1996	1.42	9.83	1.50	1.00	13.75	53.54	12.69	2.45	2.45	82.43	
1995	1.42	9.83	2.00	1.00	14.25	43.89	11.49	2.45	2.45	72.08	
1994	1.42	7.83	2.30	1.00	12.55	44.64	11.49	2.45	2.45	71.13	
1993	1.42	7.83	3.00	1.00	13.25	44.94	11.39	2.45	2.45	72.03	

Source: County Auditor, Lorain County, Ohio

(1) Includes 1.00 remitted by the County Auditor directly to the Lorain County Board of Health.

(2) Includes 1.46 collected for and remitted to the Lorain Public Library System.

City of North Ridgeville, Ohio  
 Computation of Legal Debt Margin  
 December 31, 2002

Assessed value		\$ 446,688,410
Legal Debt Margin:		
Debt limitation - 10.5 percent of assessed value		\$ 46,902,283
Debt applicable to limitation		
General obligation bonds	\$ 13,760,000	
Special assessment bonds	520,000	
Bond anticipation notes	<u>6,845,000</u>	
Gross indebtedness (Total Voted and Unvoted Debt)	<u>21,125,000</u>	
Less: Debt outside limitations		
Self-supporting GO Water	1,185,000	
Self-supporting GO Sewer	9,820,976	
Special assessment	4,603,657	
Tax increment financing	<u>800,000</u>	
Total Debt Outside Limitations	<u>16,409,633</u>	
Total nonexempt debt	4,715,367	
Less: Amount available in debt service fund to pay debt applicable to limitation	<u>450,827</u>	
Net debt within 10.5% limitation		<u>4,264,540</u>
Debt leeway within 10.5% limitation		<u>\$ 42,637,743</u>
<hr/>		
Unvoted debt limitation - 5.5% of Assessed valuation		
Debt limitation: 5.5% of assessed value		\$ 24,567,862
Gross indebtedness authorized by Council	<u>\$ 21,125,000</u>	
Less: Debt outside limitations	16,409,633	
Voted debt	<u>1,700,000</u>	
	<u>18,109,633</u>	
Debt within 5.5% limitation	3,015,367	
Less: Amount available in debt service fund to pay debt applicable to limitation	<u>-</u>	
Net debt within 5.5% limitation		<u>3,015,367</u>
Debt leeway within 5.5% unvoted debt limitation		<u>\$ 21,552,495</u>

Source: City Financial Records

City of North Ridgeville, Ohio

Ratio of Net General Obligation Bond Debt to Assessed Value  
And Net General Obligation Bonded Debt per Capita

Last Ten Years

Year	Gross Debt Value (1)	Debt Service Funds Available	Debt Payable From Enterprise Revenues	Net Bonded Debt	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Bonded Debt Per capita
2002	\$ 13,760,000	\$ 450,827	\$ 9,170,000	\$ 4,139,173	\$ 446,688,410	22,338	0.93%	\$ 185
2001	14,720,000	617,958	9,560,000	4,542,042	430,844,030	22,338	1.05%	203
2000	7,580,000	718,734	3,640,000	3,221,266	376,589,994	22,338	0.86%	144
1999	8,610,000	820,366	3,840,000	3,949,634	361,860,630	21,564	1.09%	183
1998	9,610,000	708,109	4,035,000	4,866,891	346,970,830	21,564	1.40%	226
1997	10,585,000	772,138	4,220,000	5,592,862	289,252,790	21,564	1.93%	259
1996	11,530,000	850,549	4,405,000	6,274,451	283,604,015	21,564	2.21%	291
1995	12,441,000	958,048	4,580,000	6,902,952	276,536,426	21,564	2.50%	320
1994	9,965,000	942,881	4,765,000	4,257,119	244,325,889	21,564	1.74%	197
1993	10,475,000	967,329	4,950,000	4,557,671	283,074,323	21,564	1.61%	211

(1) Amount excludes special assessment bonds and revenue bonds

(2) Source: County Auditor, Lorain County, Ohio

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

City of North Ridgeville, Ohio  
Ratio of Annual Debt Principal Expenditures for  
General Obligation Bonded Debt to Total General Governmental Expenditures  
Last Ten Years

Year	Debt Service			Total Governmental Expenditures (2)	Ratio of Debt Service to General Fund Expenditures
	Principal	Interest	Total (1)		
2002	\$ 570,000	\$ 305,783	\$ 875,783	\$ 17,223,532	5.1%
2001	400,000	177,057	577,057	15,510,760	3.7%
2000	830,000	315,874	1,145,874	16,000,942	7.2%
1999	805,000	361,261	1,166,261	14,743,406	7.9%
1998	790,000	405,206	1,195,206	13,667,217	8.7%
1997	760,000	446,954	1,206,954	13,114,885	9.2%
1996	736,000	520,496	1,256,496	12,705,968	9.9%
1995	325,000	378,361	703,361	14,343,233	4.9%
1994	325,000	412,209	737,209	10,905,355	6.8%
1993	280,000	365,625	645,625	10,247,451	6.3%

(1) Amount excludes special assessment bonds and bonds reported in the enterprise funds

(2) Includes Governmental Type funds expenditures

Source: City financial records

City of North Ridgeville, Ohio  
Direct and Overlapping General Obligation Debt  
December 31, 2002

	General Tax Supported Debt Outstanding	Overlapping Percentage Applicable to City (1)	Amount Applicable to City	Amount Per Capita (2)	% of City's Current Assessed Valuation (3)
City of North Ridgeville	\$ 4,715,367	100.00%	\$ 4,715,367	\$ 211.09	1.06%
Lorain County (4)	\$ 34,693,809	8.41%	\$ 2,917,749	\$ 130.62	0.65%
North Ridgeville City Schools (5)	\$ 3,534,550	100.00%	\$ 3,534,550	\$ 158.23	0.79%
	<u>\$ 42,943,726</u>		<u>\$ 11,167,666</u>	<u>\$ 499.94</u>	<u>2.50%</u>

(1) Percentages were determined by dividing the assessed valuation at the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivision. The City and North Ridgeville City Schools boundaries are co-terminus.

(2) Based on 2000 Census of 22,338.

(3) The City's assessed valuation was \$ 446,688,410

(4) Source: County Auditor, Lorain County, Ohio

(5) Source: North Ridgeville Board of Education

City of North Ridgeville, Ohio  
Property Value, Construction and Bank Deposits  
Last Ten Years

Year	Total Assessed Valuation (1)	Value of Building Permits Issued (2)	Bank Deposits Lorain County (000's) (3) (4)
2002	\$ 446,688,410	\$ 65,506,373	\$ 614,592
2001	430,844,030	41,807,060	555,591
2000	376,589,994	46,430,275	513,102
1999	361,860,630	41,203,243	463,993
1998	346,970,830	43,683,278	444,974
1997	289,252,790	26,524,614	1,381,977
1996	283,604,015	22,709,080	1,329,795
1995	276,536,426	14,759,351	1,237,991
1994	244,325,889	16,850,797	1,254,116
1993	238,074,323	25,042,269	1,170,581

- Source: (1) County Auditor, Lorain County, Ohio  
(2) North Ridgeville City Building Department  
(3) Federal Reserve Bank of Cleveland  
(4) The decrease in 1998 resulted from acquisition of local banks  
by banks outside of Lorain County.

City of North Ridgeville, Ohio  
Demographic Statistics  
Last Ten Years

Year	Population (1)	School Enrollment (2)	Unemployment Rate (3)		
			County	State	Country
2002	22,338	3,277	7.1%	5.7%	5.8%
2001	22,338	3,260	5.6%	4.3%	4.8%
2000	22,338	3,167	5.4%	4.1%	4.0%
1999	21,564	3,153	5.0%	4.3%	4.5%
1998	21,564	3,265	3.6%	4.3%	4.5%
1997	21,564	3,359	6.1%	4.6%	5.0%
1996	21,564	3,565	7.8%	4.9%	5.4%
1995	21,564	3,658	5.1%	4.8%	5.6%
1994	21,564	3,676	4.4%	5.5%	6.1%
1993	21,564	3,634	5.9%	6.5%	6.8%

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

(2) North Ridgeville Board of Education

(3) Ohio Bureau of Employment Services, U. S. Department of Labor and Bureau of Labor Statistics



City of North Ridgeville, Ohio

Principal Taxpayers

December 31, 2002

Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
<u>Real Property Taxpayers</u>			
Rini Realty Company	Commercial retail property	\$ 1,907,920	0.43%
Bob Schmitt Homes, Inc.	Residential developer	1,506,740	0.34%
R. W. Beckett Corporation	Manufacturer	1,235,420	0.28%
Lake Ridge Holding Ltd.	Nursing home	1,231,120	0.28%
Vendome Associates Corp.	Apartment complex	920,060	0.21%
North Ridge Plaza	Commercial retail property	915,630	0.20%
Altercare Inc.	Residential health care	885,750	0.20%
FJD Properties LLC	Residential land developer	876,040	0.20%
Parks Trails Inc.	Mobile home park	795,040	0.18%
Northridge Limited	Residential land developer	779,320	0.17%
<u>Tangible Personal Property Taxpayers</u>			
R. W. Beckett Corporation	Manufacturer	\$ 3,045,170	0.68%
Invacare Corporation	Manufacturer	1,954,880	0.44%
Morris Pontiac GMC Inc.	Automobile dealer	1,524,410	0.34%
Beckett Gas, Inc.	Manufacturer	1,330,110	0.30%
Riser Foods Company	Retail grocery	954,230	0.21%
Plastic Components Inc.	Manufacturer	950,450	0.21%
Key Corporate Capital, Inc.	Holding company	893,010	0.20%
MediaOne of Ohio Inc.	Cable and internet provider	860,660	0.19%
Elyria Manufacturing Co.	Manufacturer	840,080	0.19%
Dreco, Inc.	Manufacturer	821,620	0.18%
<u>Public Utility</u>			
Ohio Edison Company (a)	Electric	\$ 4,273,520	0.96%
Alltel Ohio	Communications	3,072,580	0.69%
Cleveland Electric Illuminating Company (a)	Electric	1,126,660	0.25%
American Transmission	Natural gas	1,028,610	0.23%
Columbia Gas of Ohio Inc.	Natural gas	963,290	0.22%

(a) Subsidiaries of First Energy Corp.

Source: County Auditor, Lorain County, Ohio

City of North Ridgeville, Ohio

Principal Employers

December 31, 2002

Employer	Nature of Activity or Business	Approximate Number of Employees
North Ridgeville City School District	Public education	440
Beckett Gas, Inc.	Manufacturer of gas burners	230
City of North Ridgeville, Ohio	Municipal government	205
Invacare Corporation	Manufacturer of wheelchairs	200
R. W. Beckett Corporation	Manufacturer of oil burners	200
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	175
Lake Ridge Academy	Education	150
Plastic Components, Inc.	Plastic injection manufacturing	150
Beckett Air, Inc.	Manufacturer of blower wheels	140
Dreco, Inc.	Manufacturer of plastic components	138
Riser Foods	Retail grocery	135
Northridge Health Center	Skilled nursing home facility	120

Sources: "2003 Harris Ohio Industrial Directory" and "2003 Harris Ohio Services Directory in cooperation with the Ohio Department of Development; Lorain County Chamber of Commerce; respective employers.

City of North Ridgeville, Ohio

Miscellaneous Statistics

December 31, 2002

Date of incorporation as a Village	1958
Date of incorporation as a City	1960
Form of government	Charter; Mayor/Council
Area (square miles)	25
Population (2000 Census)	22,338
2000 Median value of owner -occupied homes	\$ 129,500
Fire protection and ambulatory	
Number of stations	2
Number of sworn firefighters and rescue workers	35
Police protection	
Number of stations	1
Number of sworn policemen and officers	36
Number of full-time employees	177
Number of part-time employees	28
Parks and recreation	
Number of parks	4
Acreage of parkland	110
Number of libraries	1
Schools (public and parochial)	
Number of high schools	2
Number of elementary schools	5
Water lines	83 miles
Sanitary sewer lines	49 miles
Storm sewer	32 miles
Roads	226 lane miles





**Auditor of State  
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**CITY OF NORTH RIDGEVILLE**

**LORAIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JULY 24, 2003**