



**CITY OF WESTLAKE
CUYAHOGA COUNTY**

REGULAR AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2004



**Auditor of State
Betty Montgomery**

CITY OF WESTLAKE
CUYAHOGA COUNTY

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**Auditor of State
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

Member of City Council
City of Westlake
Cuyahoga County
27700 Hilliard Boulevard
Westlake, Ohio 44145

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Westlake, Cuyahoga County, Ohio (the City) as of and for the year ended December 31, 2004, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 22, 2005. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting to determine our auditing procedures in order to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable 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 caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses.

Compliance and Other Matters

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the City's management dated June 22, 2005, we reported other matters related to noncompliance we deemed immaterial.

City of Westlake
Cuyahoga County
Independent Accountants' Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Required by *Government Auditing Standards*
Page 2

We intend this report solely for the information and use of the audit committee, management, and City Council. It is not intended for 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 22, 2005

City of Westlake, Ohio

**Comprehensive
Annual Financial Report**
for the year ended December 31, 2004

Prepared by the Department of Finance
Anne A. Fritz, Director
Bonnie L. Freeh, Assistant Director

City of Westlake, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2004
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City of Westlake

27700 HILLIARD BOULEVARD • WESTLAKE, OHIO 44145 • (440) 871-3300

Dennis M. Clough, Mayor

June 22, 2005

Honorable Mayor Dennis M. Clough
Members of City Council
Citizens of Westlake, Ohio

We are pleased to submit the comprehensive annual financial report of the City of Westlake for the year ended December 31, 2004. Responsibility for both the accuracy of the information contained herein, 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 designed to present fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes a table of contents, the letter of transmittal, the City's organizational charts, a list of principal elected and appointed officials, and the certificate of achievement. The financial section includes the independent accountants' report on the financial statements and schedules, management's discussion and analysis, the basic financial statements, and the combining and individual fund statements and schedules. The statistical section includes selected financial and demographic data that provide users a summarized history of information.

A reporting entity includes the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City includes all funds, departments, and activities that are part of the legal entity. 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 for which the City approves the budget, the issuance of debt, or the levying of taxes.

Using these criteria, the City has excluded from this report various autonomous agencies, such as the Westlake City Schools, Westlake Health Campus, Porter Public Library, the Crown Water Filtration Plant operated by the City of Cleveland Department of Public Utilities, and other various not-for-profit institutions and agencies. The City is affiliated with the Rocky River Wastewater Treatment Plant, a joint venture financed by the cities of Westlake, Rocky River, Bay Village, and Fairview Park, and operated by the City of Rocky River (See Note 19). The City is also associated with four jointly governed organizations, the West Shore Council of Governments, Tri-City Park, S.A.F.E. Council of Governments, and the West Shore Area Rescue Association (See Note 20).

Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Westlake's MD&A can be found immediately following the independent accountants' report.

HISTORY OF WESTLAKE

In October of 1811, the Porter and Cahoon families settled in an area known as Township 7, Range 15 of the Connecticut Western Reserve. By 1812, enough people resided in the region to make it necessary to elect trustees to oversee the community and the Township of Dover was established. With Lake Erie as the northern boundary, the township grew, reaching a population of over 2,200 by the early 1900s. By 1908, the township split into three communities with Bay Village to the north and North Olmsted to the south. In 1912, the township was incorporated as Dover Village, making Frank Bailey the first mayor. Dover Village was renamed the Village of Westlake in 1940 to avoid confusion with Dover, Ohio located in Tuscarawas County. As the Cleveland suburbs grew following World War II, so did Westlake, reaching a population just under 5,000 by 1950. In 1957, the Village of Westlake became the City of Westlake.

Situated in the western reach of Cuyahoga County, Westlake is 13 miles from downtown Cleveland. Current population, per the 2000 Census, is 31,972 with a total land area of 16.5 square miles. Proximity to Interstate highways I-80, I-90, and I-480 and to Cleveland Hopkins International Airport makes Westlake a desirable locality for residents and commercial enterprise.

FORM OF GOVERNMENT

Westlake operates and is governed by the laws of the State of Ohio and its own charter that was first adopted by the electorate on November 6, 1956. The charter provides for a mayor-council form of government. Legislative authority is vested in a seven-member council. The Council is composed of a president who is elected at-large and six councilpersons elected by wards for four-year terms. All members of Council serve in a part-time capacity.

The City's chief executive and administrative officer is the Mayor who is elected to a four-year term and serves in a full-time capacity. The Mayor may veto legislation passed by Council. A two-thirds vote of all members of Council will override a veto.

The Rocky River Municipal Court provides judicial services for the City of Westlake. The jurisdiction of the court, as established by the Ohio Revised Code, encompasses the contiguous cities of Westlake, Rocky River, Bay Village, Fairview Park, and North Olmsted.

Established by the charter, the municipal government consists of 12 departments. A director who is appointed by and reports directly to the Mayor heads each department. All directors work closely with the Mayor in providing the citizens of Westlake with the highest quality of services while maintaining efficiency and cost effectiveness.

The **Police Department** enforces local, state, and federal laws in addition to protecting citizens and their property. Most recently, the department has taken a more community oriented policing approach that has met with great success. Numerous programs are offered to citizens and students. The department, which is headed by the Chief of Police, consists of three bureaus. The Field Operations Bureau oversees jail operations, animal control, and the auxiliary police, as well as the staff of patrol officers. Administrative Services Bureau consists of secretaries, dispatchers, school guards, park patrol officers, building/vehicle maintenance, and community services. The Criminal Investigations Bureau is responsible for the City's investigative services. The Police Department is located in a separate facility next to City Hall.

The **Fire Department** provides fire protection and emergency medical services to citizens, as well as placing strong emphasis on community involvement and education. A chief and his assistant head the department. A Fire Prevention unit focuses on the reduction of potential fires and loss of property within the City. Two fire facilities located on the east and west sides of the City provide protection.

The **Service Department** is comprised of several divisions administered by a director and an assistant. The City Service Division is responsible for the maintenance of all City vehicles, buildings and signs, and snow and leaf removal. The Storm/Sanitary Sewers Division maintains proper drainage control. The Parks Division maintains four parks and includes forestry services. The Streets Division is responsible for all non-contractual street repairs. In August of 2002, the City outsourced rubbish and recycling services. The City also owns and operates two cemeteries.

The **Recreation Department** provides numerous courses and programs throughout the year. During summer months, the department operates the Peterson Pool at Clague Park where swimming lessons are also offered. The City owns the twenty-seven hole Meadowood Golf Course which operates on a profit/loss basis. The department's main responsibility is the operation of the Recreation Center that offers numerous programs and classes to residents.

The **Senior and Community Services Department** provides programs and assistance to seniors, and numerous seniors participate and volunteer their time. The department also provides assistance and aid to families in need.

The **Finance Department** is responsible for the accurate recording of all receipts and disbursements. The department issues bi-weekly payrolls and maintains a capital asset system. The department compiles the Annual Budget, prepares the Comprehensive Annual Financial Report and Popular Annual Financial Report for residents, and assists the Mayor in all financial decisions.

The **Law Department** advises the Mayor, Council, and all departments on legal matters concerning the City. The department prepares all contracts, legislation, and legal documents.

The **Purchasing Department** furnishes the City with the materials, equipment, and supplies needed to maintain operations. The department also handles all personnel matters, including health insurance.

The **Planning Department** is responsible for implementing plans and programs that promote the comprehensive and orderly development of the City. The department works in conjunction with the Planning Commission, Board of Zoning Appeals, and Board of Building Appeals and Architectural Standards.

The **Inspections Department** is responsible for interpreting and enforcing all building codes in the City. The department issues permits and citations, conducts site inspections, and licenses all contractors.

The **Engineering Department** must ensure that all contractors working in Westlake meet the general engineering requirements of the City. Engineering controls the review and implementation of plans and programs relating to the City's infrastructure.

ECONOMIC CONDITION AND OUTLOOK

Residential and commercial expansion has grown considerably over the past years resulting in several new subdivisions, offices, and retail spaces in Westlake. Several other major projects were completed in 2004 and many will follow in 2005.

GRAND OPENING OF CROCKER PARK

Several years ago, the voters approved preliminary plans for Crocker Park, a pedestrian oriented, neo-traditional, mixed-use, planned unit development on 75 acres at Crocker and Detroit Roads. During late 2004, the grand opening for Phase I of Crocker Park took place. Construction was completed on more than 300,000 square feet of space in 2004, and will continue. When fully completed, it will create a downtown for Westlake containing 600,000 square feet of retail, 40,000 square feet of restaurants, 290,000 square feet of office and nearly 900,000 square feet of residential space consisting of loft apartments, townhouses and attached luxury homes.

Two parking garages that were built in Crocker Park also opened in 2004, with 1,351 parking spaces. Two hundred apartments and two hundred condominiums are planned for construction, with initial completion in April 2005. Roadway improvements were also completed during 2004, with additional lanes, widening of Detroit/Crocker intersection, retaining walls, and a landscaped median. Initial reactions from the public have been very positive, with great praise on the planning and design of the lifestyle center.

Other developments under construction during 2004 were Premier Physician's 54,702 square foot office building, Hyland Software's 60,000 square foot addition and re-imaging of its corporate headquarters, Bob Fairchild's new Chevrolet dealership, and a number of smaller townhouse, retail, office, and institutional buildings.

Office facilities are located throughout the City. The King James Office Park, Phases I through V, houses 335,000 square feet of office space including a fitness center. The Reserve Office Park was completed next to the Gemini Office Towers and features a restaurant. The new Jamestown Office Building on Detroit Road and the Clemens Road West Office Building were completed in 2003. The Eveready Energizer Research Center is a 227,500 square foot facility and is the second largest employer in the City next to St. John Westshore Hospital.

Several industrial parks are located in Westlake. The Sharon Drive Industrial Park features numerous businesses including the North American headquarters for Radiometer America. Several businesses are located on Sperry Drive in addition to the Marriott Courtyard and Towneplace Suites. Four restaurants are also situated on Sperry and a fifth opened in 2003. The First Street Industrial area and the Crocker Road Industrial area are sites of such facilities as Bonne Bell and USG/American Metals. The Clemens/Ranney Corporate Parkway is home to Scott Fetzer, Nordson Corporation, Electronic Data Systems and many more companies.

The Promenade of Westlake features 240,000 square feet of retail space with 11-Plex movie theaters and two restaurants. St. John West Shore Hospital is a seventy-acre health campus with 248 beds and is the City's largest employer with a staff of over 1,200 employees. The hospital expanded its cardiac care center in 2000. University Hospital recently opened an ambulatory surgical center that also features an emergency and treatment center. Satellites of Lakewood Hospital and the Cleveland Clinic are also located in Westlake.

To encourage industrial and commercial development, the City offers four financial assistance tools. Industrial Development Revenue Bonds is a program under State law that allows the Westlake Community Improvement Corporation and City Council to approve the issuance of revenue bonds. The principal of these reduced interest bonds can be used for land acquisition, building construction, and equipment purchases.

In 1994, Westlake established an Enterprise Zone under State law. This program offers real and personal property tax abatement for the construction and expansion of commercial facilities located within the designated zone. The State of Ohio and County Commissioners allow up to 75 percent abatement over ten years upon approval.

Westlake received State approval to establish a Community Reinvestment Area in 1996. This program covers enterprises located in most of Westlake's industrial zone north of Detroit Road. New construction and renovation over \$100,000 can receive up to 100 percent real property tax abatement with a ten year maximum for commercial development and fifteen years for industry. This program requires the approval of the City Council and Westlake Tax Incentive Review Council.

The Cuyahoga County Department of Development has also established Improved Target Areas by which local business owners can apply for small grants and low interest loans to renovate commercial buildings. Three ITA areas currently exist in Westlake.

In 2004, the City joined the Home Heritage Loan program. Under the County program, residents who own homes over fifty years in age can borrow up to \$150,000 over ten years at a 3.5 percent rate of interest to maintain, repair, and improve their properties. Currently, Westlake has over 1,700 homes that qualify for the program.

MAJOR INITIATIVES

Current Year Projects. The mission of the City of Westlake, its mayor, council, and employees, is to enhance the quality of life for all residents by providing the highest level of service in an efficient and cost effective manner. In 2004, the City upheld that mission by expanding and improving services, upgrading infrastructure, and enhancing public grounds and facilities.

The Police Department continued its commitment to public safety and awareness. During 2004, the U.S. Conference of Mayors and the U.S. Department of Justice recognized 21 of the Westlake Police Department's Community Policing Programs as "Best Practices of Community Policing" in the Conference's 2004 volume of Best Practices series. The 15th Community Police Academy was held in February 2004, and a Teen Academy was also offered. Sergeant Robert Walling was honored as the American Legion Ohio Department's Law Officer of the Year for saving the life of a suicidal man. During the summer of 2004, the Police Department worked with 271 pre-kindergarten children for Westlake Safety Town.

The Fire Department responded to 1,016 fire related calls, 2,552 emergency medical calls, and 419 service calls in 2004. During 2004, two new emergency rescue squads were delivered, and four fire personnel received the EMS Star of Life Award for excellence in pre-hospital care. The City was also awarded a \$566,000 FEMA grant for the purchase of equipment for the new Central Dispatching Center that will be located at St. John's Westshore hospital.

The Service Department is involved in numerous activities such as the maintenance of City streets, sewers, parks, buildings, and vehicles. In August of 2002, the City out-sourced rubbish and recycling collection to an outside contractor in efforts to better utilize the time and skills of personnel. The department assists with such community events as the "Easter Egg Hunt" and "Pumpkin Hunt", the July 4th party in the park, and community band concerts. Evergreen Cemetery held its annual "Planting of the Fences Day" where families planted flowers in memoriam. The department participated with the County in two computer round-up programs collecting 56 pallets of used equipment. Service crews also completed repairs to sidewalks in Quadrant III and Quadrant IV of the City. In 2004, the department responded to over 5,289 requests and complaints.

The Inspections Department issued 1,481 permits during 2004, with an estimated value of \$153,837,378. There were 84 new residential homes built, with an estimated value of \$32,052,295, or \$381,575 per home (not including land value). The Planning Department was instrumental in the success of the Westlake in Bloom project, where 225 city residents and businesses competed for awards in various categories relating to city beautification.

According to the 2000 census, 22 percent of the Westlake population is over sixty years of age. The Department of Senior and Community Services offers such services as referrals, prescription aid,

transportation, health screening, and support groups with 897 referrals, 8,807 rides and 508 social worker visits provided in 2004. Westlake Assistance supplied holiday baskets to an average of 93 families on three occasions. The "Are You OK?" computerized calling system is used to monitor thirty-seven seniors on a daily basis. Numerous seniors volunteer their time and participate in programs, activities, and trips. The department completed an expansion and renovation program in 2004 with the aid of a Community Development Block Grant. The Westlake Senior Center was renamed the Westlake Center for Community Services.

The Westlake Recreation Center opened in November of 1998. Situated in an 86 acre park setting, the 82,700 square foot facility offers numerous amenities to residents. The center features five pools, a gymnasium with two full size basketball courts, an overhead track, and exercise and craft rooms. Peterson Pool at Clague Park is an outdoor facility offering swimming lessons throughout the summer season. In addition to the numerous classes and activities held at the Recreation Center, the department organized the Fourth of July party, the Fall Pumpkin Festival and Hunt, the Junior Olympics, and the annual Fishing Derby, and operates Meadowood Golf Course. Recreation improvements during 2004 included new shade structures at Peterson Pool and the Recreation Center, a new dock at the Recreation Center pond, and ball field improvements and fence replacements throughout the City parks system.

Various improvements to infrastructure occurred throughout the City in 2004. Phase III of the Center Ridge Road sanitary sewer project was completed, as well as the Sperry Road and Hilliard Road waterline rehabilitation projects. Road improvements included the Detroit/Crocker intersection and landscaped median, as well as the annual concrete rehabilitation and joint seal throughout the Citywide roadway system.

Future Projects. Numerous projects are planned for 2005. A new state-of-the-art centralized dispatching center for fire safety forces is currently under construction at St. John's Westshore hospital. The last portion of the City without sanitary sewers, on Center Ridge Road from Bradley Road to the North Ridgeville line, will have sewers installed in 2005. The City will start the final phase of the Hilliard water line rehabilitation, and will widen Hilliard Boulevard near the city hall and high school areas. Construction will begin on the new Service Center facility and the upgrade of the Recreation Center. The Crocker/Stearns extension is scheduled for construction beginning in 2006, which will connect Interstate 90 to Interstate 480.

FINANCIAL INFORMATION

Internal Control. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

An independent appraisal is done periodically on the capital assets of the City to value and insure their existence. The Finance Department is committed to strengthening internal controls to assure the safeguarding of assets and to provide reasonable assurance that all financial transactions are properly recorded. A capital asset software system allows for detailed reporting and analysis. Individual departments perform an annual inventory and work with the Finance Department to assure accuracy and accountability.

Budgetary System. Detailed provisions for the City's budget, tax levies, and appropriations are set forth in the Ohio Revised Code and in the City Charter. The tax budget is accepted and passed by Council at its first meeting in July and forwarded to the Cuyahoga County Budget Commission by July 20th. With the assistance of the Finance Director, the Mayor is required to submit to Council, not less than 120 days before the end of each year, an estimate of revenue and expenditures termed the "budget" for the succeeding year. Council is required to adopt an annual appropriation ordinance within 90 days after the receipt of a Certificate of Estimated Resources from the County Auditor or from the beginning of the year, whichever shall last occur. Council usually adopts the permanent appropriation for the succeeding year during its first or second December meeting. The legal level of control has been established by Council at the object level within each department for all funds.

The City maintains budgetary control on a cash basis by department for salaries, other expenditures and debt service. Estimated expenditure amounts must be encumbered prior to release of purchase orders to vendors or finalization of other contracts. Encumbrances which would exceed the available appropriation level are identified on an ongoing basis and are not approved or recorded until City Council authorizes additional appropriations or transfers. Unencumbered appropriations lapse at the end of each calendar year. As an additional control over expenditures, the City Charter requires that all contracts in excess of \$25,000 shall be authorized and directed by ordinance of City Council.

The City compiles its Annual Budget in document form. The budget presents anticipated revenues and expenditures by fund and department in line item detail with additional supporting documentation that explains the budgetary process and individual departmental goals. The budget is submitted to the Government Finance Officers Association (GFOA) and has received the Distinguished Budget Presentation Award from 1998 through 2004.

Accounting System. The City uses automated governmental accounting software developed and licensed by Sungard Pentamotion, Inc. This software controls budgetary accounting, payroll, utility billing, and capital assets. With the opening of the City Hall in 2003, the Finance Department purchased this new software package in addition to new computer hardware. Land management and internet access software packages will be put into service in 2005.

The City's accounting system is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein. These funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. Generally accepted accounting principles determine the type of funds used. Prudent financial administration determines the number of individual funds established.

The City maintains records on a budgetary basis for all fund types. After year end closing, adjusting entries are prepared for the various funds to convert the budgetary basis records to the modified accrual basis of accounting for all governmental fund types and to the accrual basis of accounting for the proprietary fund types. The fund statements are then converted to entity-wide financial statements, and classified as either governmental or business-type activities, using the accrual basis of accounting. Modified accrual basis accounting requires that revenues be recognized when both measurable and available. Expenditures are recorded as fund liabilities when incurred, except for interest on long-term debt which is recorded when due. The accrual basis of accounting 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 the Basic Financial Statements, located in the Financial Section of this report.

CASH MANAGEMENT

The Finance Department has an aggressive cash management program to maximize the use of the City's cash resources. The primary objectives of the City's investment policy are safety, liquidity, and yield. The protection of investment principal is of prime importance. In addition to protecting investments, the City must plan for short and long-term liabilities. The City currently uses interest bearing checking accounts and certificates of deposit. Cash balances and investment schedules are continually evaluated to ensure both liquidity and maximum yield. In 2004 the City earned \$589,823 in interest in the general fund.

Beginning in 1995, the Finance Department requested further contractual requirements to safeguard pledged collateral. These addendums guarantee against the substitution of pledged collateral without the written consent of the Finance Director and the dual pledging of collateral. A designated review board of each depository institution approves pledged collateral. Both the City and the depository institution hold collateral jointly. Currently, all collateral is held at the Federal Reserve Bank of Cleveland and at the Chase Bank of New York.

In 1972, the City established an equipment replacement account within the General Fund. The account is used to create a reserve for major equipment purchases at replacement values. At present, the account is used to purchase vehicles, major equipment and computer hardware.

RISK MANAGEMENT

The City insures all risk, with the exception of health insurance, through private insurance carriers. Property valuations are revised annually to provide insurance companies and the City with an accurate inventory of insurable property and replacement cost values.

In March, 1989, the City entered into a self insurance program for employee health care. Reinsurance for maximum benefit levels is incorporated as part of the plan. Resources are accumulated in the internal service fund to meet current and future claims. The City expects to assume no additional risks in the near future.

OTHER INFORMATION

Independent Audit. Included in this report is an unqualified audit opinion regarding the City's financial statements for the year ended December 31, 2004. The Auditor of the State of Ohio completed this year's audit.

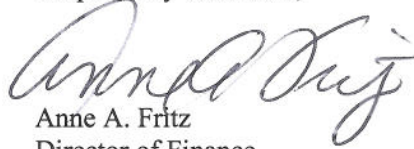
Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Westlake, Ohio, for its comprehensive annual financial report (CAFR) for the year ended December 31, 2003. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to the program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Westlake has received a Certificate of Achievement for the last twenty-one consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments. This comprehensive annual financial report was prepared by the Finance Department with the efficient and dedicated services of its entire staff. This report was prepared in accordance with generally accepted accounting principles (GAAP). Appreciation also is expressed to those other City departments that assisted in preparing supporting documentation. In addition, we would like to thank the Mayor and Members of Council for their continuing support toward the preparation of this report.

Respectfully submitted,

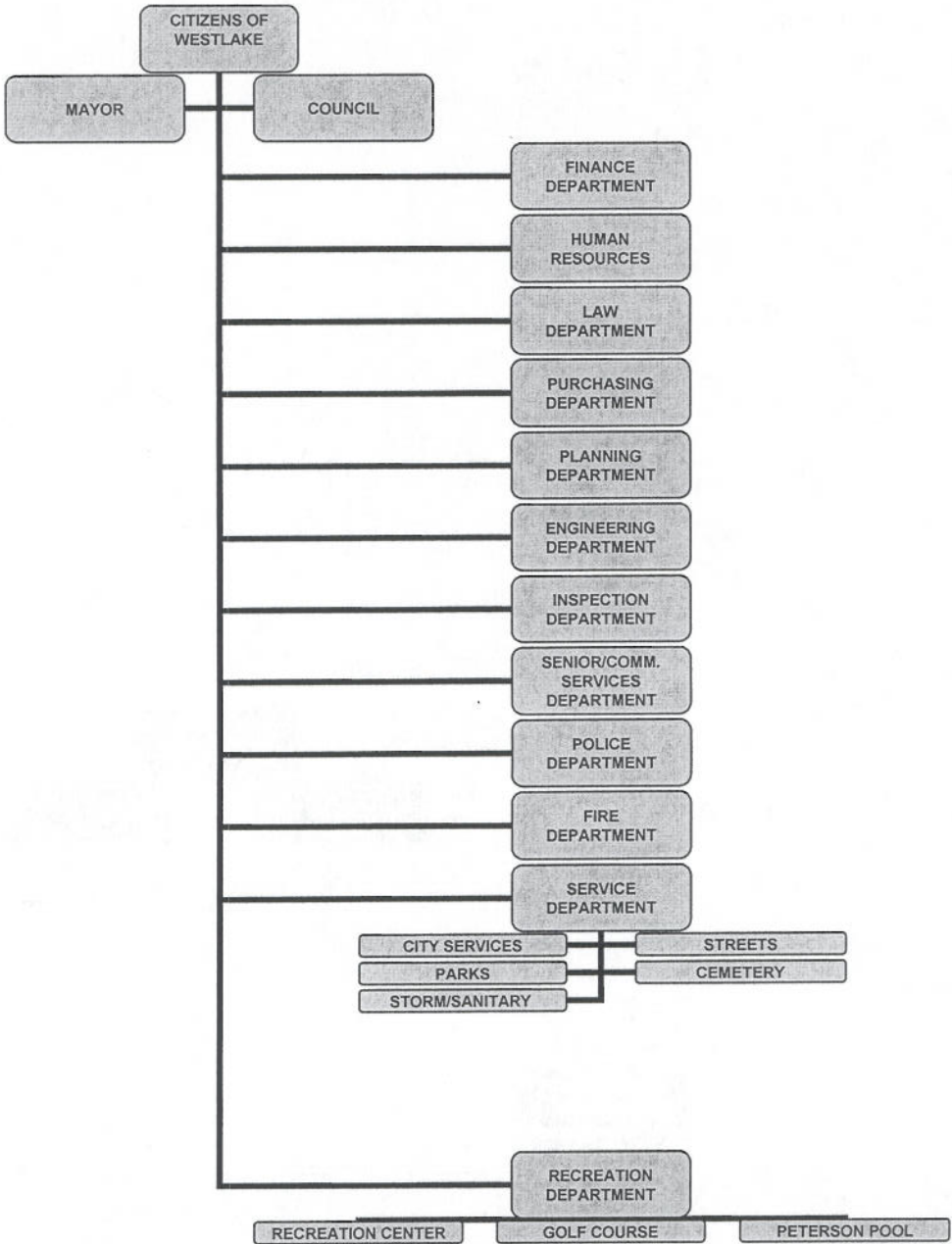


Anne A. Fritz
Director of Finance

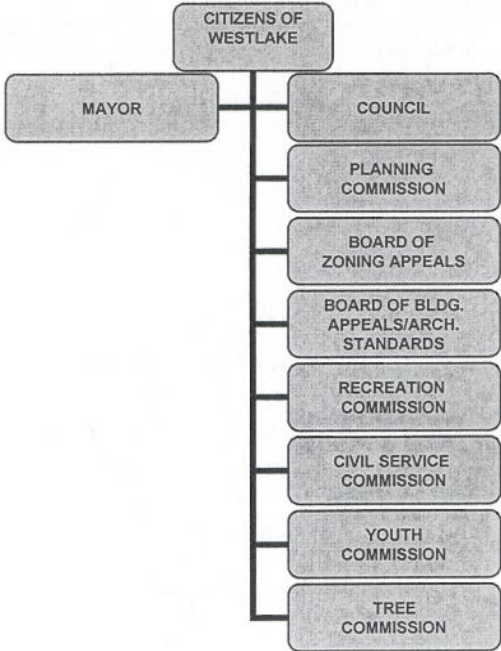


Bonnie L. Freeh
Assistant Director of Finance

CITY OF WESTLAKE ORGANIZATIONAL CHART DEPARTMENTS



CITY OF WESTLAKE ORGANIZATIONAL CHART COMMISSIONS



CITY OF WESTLAKE, OHIO

**PRINCIPAL OFFICIALS
DECEMBER 31, 2004**

ELECTED OFFICIALS

Mayor.....Dennis M. Clough
President of Council..... Michael F. Killeen
Council Members
 Ward 1.....Edward Hack
 Ward 2..... James Connole
 Ward 3..... William Sexton
 Ward 4..... Michael O'Donnell
 Ward 5..... Kenneth Brady
 Ward 6..... Nan Baker

APPOINTED OFFICIALS

Director of Engineering Robert Kelly
Director of Finance Anne Fritz
Director of Inspections..... Robert Patton
Director of Law..... David Harbarger
Director of Planning..... Robert Parry
Director of Purchasing Mary Calabrese
Director of Recreation..... Michael Rump
Director of Community Services Joyce Able Schroth
Director of Service..... Donald Glauner
Chief of Police Richard Wallings
Chief of Fire..... Richard Pietrick

Certificate of Achievement for Excellence in Financial Reporting

Presented to
City of Westlake,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2003

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.



Nancy L. Zjelle

President

Jeffrey R. Enow

Executive Director

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**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

Members of City Council
City of Westlake
Cuyahoga County
27700 Hilliard Boulevard
Westlake, Ohio 44145

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Westlake, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2004, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Westlake, Cuyahoga County, Ohio as of December 31, 2004, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General and Recreation funds, 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 22, 2005, 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 grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables are presented for additional analysis and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

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 22, 2005

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

The discussion and analysis of The City of Westlake's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2004. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter and the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key Financial highlights for 2004 are as follows:

- Total assets of the City of Westlake exceeded its liabilities at the close of the most recent year by \$209,908,952 (*net assets*). Of this amount, \$44,251,177 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to its citizens and creditors, subject to and in accordance with their respective purposes.
- Total Net Assets slightly increased from 2003, increasing by \$4,578,150, of which \$4,614,810 was related to the increase in investment for capital assets. Unrestricted net assets declined by \$1,886,020.
- Equity in Pooled Cash and Cash Equivalents in governmental activities decreased by \$4,200,553 from 2003, relating to the use of accumulated cash to fund capital infrastructure projects.
- Program expenses of \$39,421,979 were funded primarily (89.4 percent) through general revenues.
- Total Depreciable Capital Assets decreased by \$772,782 or .58 percent from 2003. Non-depreciable Capital Assets increased by \$4,934,652 over 2003, primarily due to increases in construction in progress.
- As of the close of the current year, the City of Westlake's governmental funds reported combined ending fund balances of \$58,308,708, a decrease of \$985,820 in comparison with the prior year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Westlake's basic financial statements. The City of Westlake's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Westlake's finances, in a manner similar to private-sector businesses. The *statement of net assets* and *statement of activities* provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what dollars remain for future spending. The fund financial statement also looks at the City's most significant funds with all other major funds presented in total in one column.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

The *statement of net assets* presents information on all of the City of Westlake's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Westlake is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Westlake that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Westlake include general government, security of persons and property, public health services, transportation, community environment, basic utility services and leisure time activities. The business-type activities include sewer and golf course.

The government-wide financial statements can be found starting on page 17 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Westlake, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Westlake can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Westlake maintains 40 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances, for the General fund, Recreation fund, Crocker Road Improvements fund and Issue II Improvements fund, all of which are considered to be major funds. Data from the other 36 governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

The City of Westlake adopts an annual appropriated budget for each of its funds. A budgetary comparison statement (non-GAAP basis) has been provided for each governmental and proprietary fund to demonstrate budgetary compliance.

Proprietary Funds The City of Westlake maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its sewer operations and golf course activity. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains such a fund for its self-insurance of health related employee benefits. Because this predominately benefits governmental rather than business functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sewer operations as it is considered a major fund, while the golf course enterprise fund is a nonmajor fund. The internal service fund is for self-insurance of health benefits.

The basic proprietary fund financial statements can be found on pages 26 through 29 of this report.

Fiduciary Funds Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City maintains an agency fund to account for deposits held for contractors and developers.

The fiduciary fund financial statement can be found on page 30 of this report.

Notes to the Basic Financial Statements The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 31 through 61 of this report.

Other information In addition to the basic financial statements and accompanying notes, this report also presents certain other information that the City believes readers will find useful. After the notes to the basic financial statements, the combining statements referred to earlier in connection with nonmajor governmental funds are presented, as well as individual detailed budgetary comparisons for all nonmajor funds. This information can be found on pages 62 through 133 of the report.

Government-Wide Financial Analysis

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2004?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by the private sector. The basis for this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

These two statements report the City's net assets and the changes in those assets. The change in assets is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of City capital assets will also need to be evaluated.

The Statement of Net Assets and the Statement of Activities are divided into the following categories:

- Assets
- Liabilities
- Net Assets (Assets minus Liabilities)
- Program Expenses and Revenues
- General Revenues
- Net Assets Beginning and End of Year

The City of Westlake as a Whole

Recall that the Statement of Net Assets looks at the City as a whole. The following provides a summary of the City's net assets for 2004 compared to 2003.

NET ASSETS
TABLE 1

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Current and Other Assets	\$82,772,348	\$86,576,739	\$20,954,827	\$21,475,327	\$103,727,175	\$108,052,066
Capital Assets, Net	121,261,813	117,225,154	32,689,796	32,564,585	153,951,609	149,789,739
<i>Total Assets</i>	<u>204,034,161</u>	<u>203,801,893</u>	<u>53,644,623</u>	<u>54,039,912</u>	<u>257,678,784</u>	<u>257,841,805</u>
Current and Other Liabilities	18,822,270	20,991,810	56,403	217,393	18,878,673	21,209,203
Long-Term Liabilities:						
Due within One Year	3,665,032	3,474,720	0	0	3,665,032	3,474,720
Due in More than One Year	25,226,127	27,827,080	0	0	25,226,127	27,827,080
<i>Total Liabilities</i>	<u>47,713,429</u>	<u>52,293,610</u>	<u>56,403</u>	<u>217,393</u>	<u>47,769,832</u>	<u>52,511,003</u>
Invested in Capital Assets, Net of Related Debt	95,408,072	90,918,473	32,689,796	32,564,585	128,097,868	123,483,058
Restricted for:						
Capital Projects	28,106,530	26,063,253	0	0	28,106,530	26,063,253
Debt Service	3,899,141	3,980,753	0	0	3,899,141	3,980,753
Other Purpose	5,554,236	5,666,541	0	0	5,554,236	5,666,541
Unrestricted	23,352,753	24,879,263	20,898,424	21,257,934	44,251,177	46,137,197
<i>Total Net Assets</i>	<u>\$156,320,732</u>	<u>\$151,508,283</u>	<u>\$53,588,220</u>	<u>\$53,822,519</u>	<u>\$209,908,952</u>	<u>\$205,330,802</u>

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the City of Westlake, total assets exceed total liabilities by \$209,908,952 at the close of the most recent year.

The largest portion of the City's net assets (61.0 percent) reflects investments in capital assets (e.g. land, construction in progress, buildings, improvements, machinery and equipment, vehicles, and infrastructure), less any related debt to acquire those assets that is still outstanding. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Total assets decreased \$163,021 from 2003 to 2004, while the City's total liabilities decreased by \$4,741,171. The most significant change in assets was a decrease in Equity in Pooled Cash and Cash Equivalents, which declined \$4,710,713 during the year. This is due to the City using its accumulated resources to finance its ongoing capital infrastructure program.

At the end of the current year, the City of Westlake is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

Our total net assets of the City's governmental activities increased \$4,812,449, primarily due to a large decrease in cash that was accumulated over several years prior to the construction of the asset. Unrestricted net assets declined by \$1,886,020, reflecting their use in acquiring capital assets.

In order to further understand what makes up the changes in net assets for the current year, the following table gives readers further details regarding the results of activities for the current year.

CHANGES IN NET ASSETS

TABLE 2

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Revenues						
Program Revenues:						
Charges for Services	\$4,324,645	\$3,554,972	\$2,322,402	\$2,035,143	\$6,647,047	\$5,590,115
Operating Grants and Contributions	1,494,552	1,561,028	0	0	1,494,552	1,561,028
Capital Grants and Contributions	615,617	416,865	0	0	615,617	416,865
Total Program Revenues	6,434,814	5,532,865	2,322,402	2,035,143	8,757,216	7,568,008
General Revenues:						
Property and Other Local Taxes	11,947,650	11,615,102	0	0	11,947,650	11,615,102
Income Taxes	15,582,576	14,445,926	0	0	15,582,576	14,445,926
Grants and Entitlements	4,380,362	4,316,817	0	0	4,380,362	4,316,817
Other	2,981,908	2,289,308	350,417	176,436	3,332,325	2,465,744
Total General Revenues	34,892,496	32,667,153	350,417	176,436	35,242,913	32,843,589
Total Revenues	\$41,327,310	\$38,200,018	\$2,672,819	\$2,211,579	\$44,000,129	\$40,411,597

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

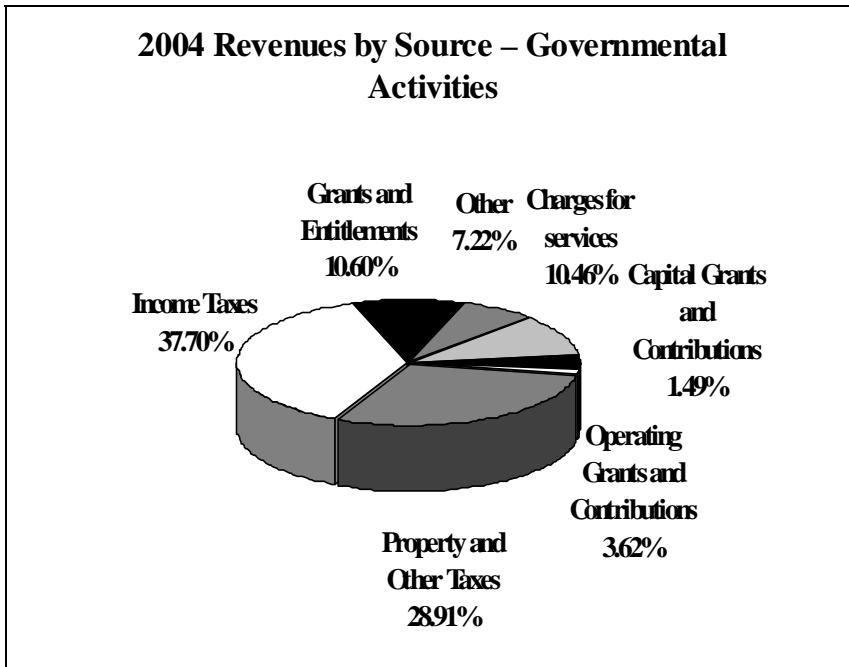
	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Program Expenses						
General Government	6,178,555	\$5,579,719	\$0	\$0	\$6,178,555	\$5,579,719
Security of Persons and Property	11,750,100	10,545,048	0	0	11,750,100	10,545,048
Public Health Services	789,438	681,078	0	0	789,438	681,078
Transportation	9,106,958	6,468,674	0	0	9,106,958	6,468,674
Community Environment	1,628,983	1,004,252	0	0	1,628,983	1,004,252
Basic Utility Services	1,714,687	2,274,064	0	0	1,714,687	2,274,064
Leisure Time Activities	3,308,446	3,187,993	0	0	3,308,446	3,187,993
Interest and Fiscal Charges	1,439,879	1,524,599	0	0	1,439,879	1,524,599
Sewer	0	0	3,021,810	3,011,609	3,021,810	3,011,609
Golf Course	0	0	483,123	520,339	483,123	520,339
Total Program Expenses	35,917,046	31,265,427	3,504,933	3,531,948	39,421,979	34,797,375
Increase in Net Assets Before Transfers	5,410,264	6,934,591	(832,114)	(1,320,369)	4,578,150	5,614,222
Transfer	(597,815)	(824,450)	597,815	824,450	0	0
Increase (Decrease) in Net Assets	4,812,449	6,110,141	(234,299)	(495,919)	4,578,150	5,614,222
Net Assets Beginning of Year	151,508,283	145,398,142	53,822,519	54,318,438	205,330,802	199,716,580
Net Assets End of Year	<u>\$156,320,732</u>	<u>\$151,508,283</u>	<u>\$53,588,220</u>	<u>\$53,822,519</u>	<u>\$209,908,952</u>	<u>\$205,330,802</u>

Governmental Activities

Governmental activities increased the City's net assets by \$4,812,449 during 2004, as compared to an increase of \$6,110,141 during 2003. While total revenues increased by \$3,127,292, program expenses increased by \$4,651,619. The reason why revenues exceed expenses during 2004 is due to the City's significant capital infrastructure being financed through current City revenues. The infrastructure is capitalized and depreciated (expensed) over its useful life - up to fifty years - but the revenue is recognized when earned. Thus, while revenues are recorded in the current fiscal year, the expenses will be recognized as the capital item is depreciated over time.

Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 1.5 percent for 2004, the same as the prior year. Both residents of the City and non-residents who work inside the City are subject to the income tax. However if residents work in a locality that has a municipal income tax, the City provides 100 percent credit up to 1.5 percent for those who pay income tax to another city. City Council could by Ordinance, choose to vary that income tax credit and create additional revenues for the City.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited



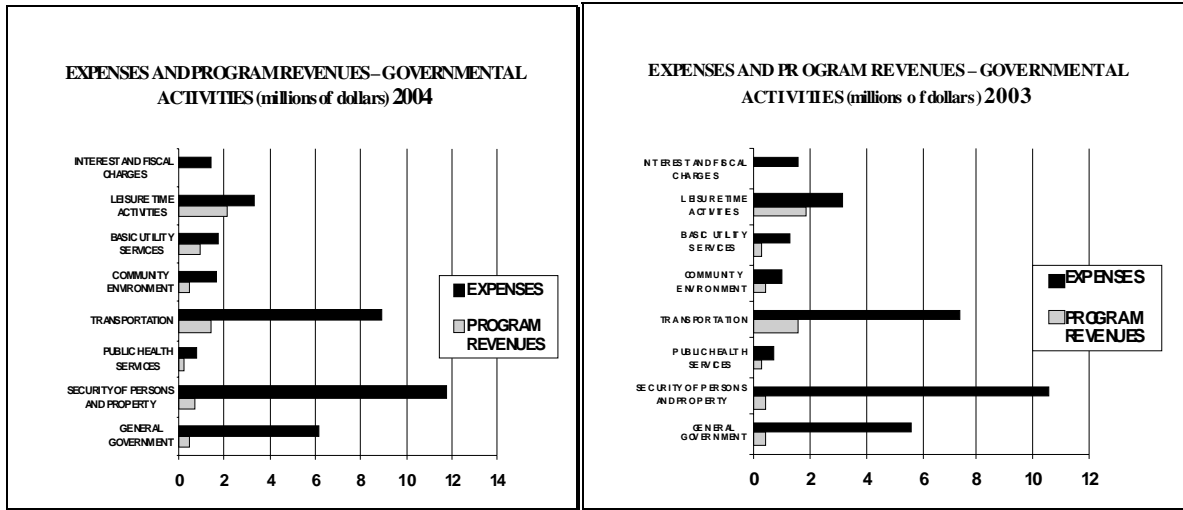
The income tax revenue for 2004 was \$15,582,576, an increase of \$1,136,650 or 7.87 percent from 2003. Of the \$41,327,310 in total revenues, income tax accounts for 37.71 percent of the total, as compared to 37.82 percent of that total for 2003. Property and Other local taxes for 2004 were \$11,947,650, a \$332,548, or a 2.86 percent increase from 2003.

Capital grants and contributions increased \$198,752 during 2004, which primarily resulted from the City receiving additional Issue 2 Grant monies.

General revenues from grants and entitlements, such as local government funds, are also revenue generators. With the combination of property tax, income tax and intergovernmental funding all expenses in the governmental activities are funded. The City monitors its source of revenues very closely for fluctuations.

The largest program for the City relates to security of persons and property which include police and fire services, with overall expenses higher (11.43%) in 2004 due to increases in labor costs due to new labor contracts. Transportation is the next largest program expense for 2004, with a \$2,638,284 increase in overall expense, attributable to increased depreciation for the large number of infrastructure improvements, as well as enhanced road maintenance programs. Next is general government which accounts for the basic operations of the City including council, mayor, finance, law, purchasing, civil service, engineering, building maintenance among other departments and services. The increase in general government expenses from 2003 to 2004 of \$598,836 is mainly related to the recognition of a \$560,000 arbitrator's award relating to an ongoing legal dispute. Leisure time activity expense increased during 2004 due to additional personnel and maintenance expenses within the recreation center. Community environment increased due to increases in labor costs and additional expenses relating to the construction oversight of Crocker Park and other infrastructure projects. Expenses for basic utility services declined from 2003 to 2004 as the City implemented the outsourcing of rubbish and recyclable collection during 2003 which lowered overall costs of collection.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited



The charts above reflect how the city funds its programs, either through program or general revenues. As can be seen above, all programs have a heavy reliance on general revenues, with over 80% of total 2004 revenues coming from general revenues. Leisure time activities receive the most program revenue, primarily from the city recreation center which is a membership only facility.

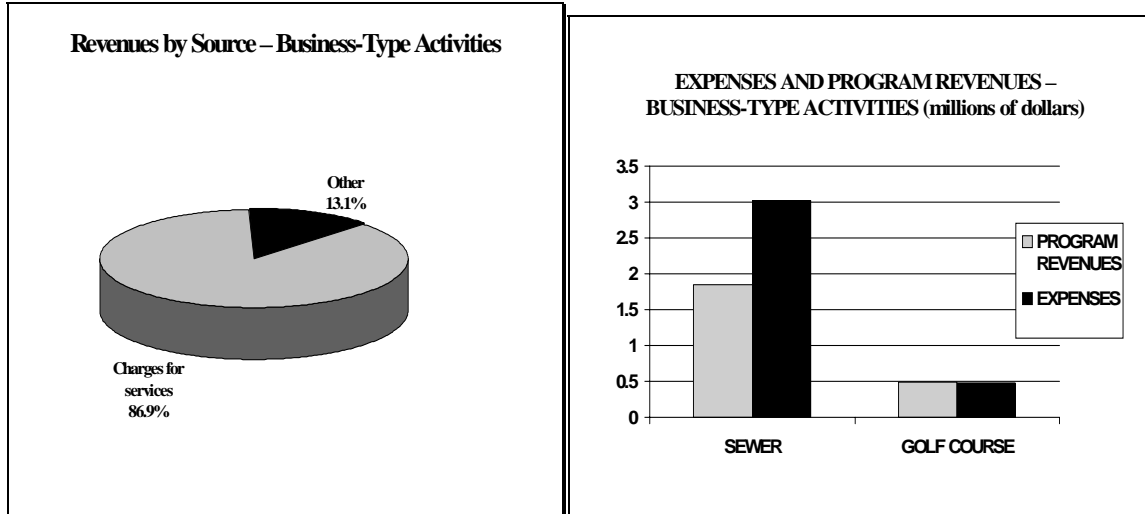
While security of persons and property is the largest program expense, only a small portion of the total program expense is offset by program revenues. The primary program revenue is from police fines and forfeitures. The fire and emergency rescue department is funded entirely through general revenues, with no user-related charges.

Transportation program expense is only partially funded through operating grants and contributions, which are the state-collected gasoline and motor vehicle license taxes. The remaining program expense must be funded through city general revenues. With the city's aggressive infrastructure program in place, transportation program expense will continue to make up a large portion of the city's overall expenses as the roadways are capitalized and depreciated over time.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

Business-Type Activities

The Business-Type activities of the City, which include the City's sewer operations and golf activities, decreased the City's net assets by \$234,299 during 2004.



Program expenses exceeded program revenues in the amount of \$1,174,419 for the sewer operations for 2004. This is due to increased contributions required to the City's share of operating expenses of the Rocky River Wastewater Treatment Plant. General revenue investment earnings of \$331,106 provided additional funding to the sewer operations.

Revenue exceeded expenses in the Golf Course activity in the amount of \$10,849 for the current year, reflecting additional revenue from the new clubhouse operations.

Financial Analysis of the Government's Funds

As noted earlier, the City of Westlake uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

Funds are created and segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. An activity not required to be reported in a separate fund is included in the general fund. Governmental funds are used to account for tax-supported activities.

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the year. Information about the City's governmental funds begins on page 20. These funds are accounted for by using the modified accrual basis of accounting.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

Fund balances are the differences between assets and liabilities reported in a governmental fund. The reserved fund balance is that portion of a governmental fund's net assets that are not available for appropriation. Unreserved fund balances are amounts available for appropriation. Designated unreserved fund balance reflects a government's self-imposed limitations on the use or otherwise available expendable financial resources in governmental funds.

As of the end of the current fiscal year, the City of Westlake's governmental funds reported combined ending fund balances of \$58,308,708. Of that, \$7,969,632 is designated for capital acquisition through the City's equipment replacement program. \$11,812,699 constitutes undesignated general fund balances. Other undesignated fund balances include amounts that are in special revenue funds (\$7,104,037), debt service funds (\$2,029,627), and capital projects funds (\$19,272,103). The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchases of the prior period (\$4,332,524), and to reflect amounts advanced to other funds (\$5,460,000).

All governmental funds had total revenues of \$41,300,033 and expenditures of \$43,349,293, with expenditures exceeding revenues by \$2,049,260. The primary reason for expenditures exceeding revenues for 2004 relates to the capital outlay expended for the construction of infrastructure and other capital improvements.

GENERAL FUND

The general fund is the chief operating fund of the City. At the end of the current year, total fund balance for the general fund was \$26,597,815, of which \$7,969,632 was designated for capital acquisition, \$328,086 was reserved for unclaimed monies and \$11,812,699 was unreserved and undesignated for financial reporting purposes. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to annual fund expenditures. Undesignated general fund balance represents 53.0 percent of total general fund expenditures, while total fund balance represents 119 percent of that same amount.

During the current year, the fund balance of the City's general fund decreased by \$2,019,560, resulting from the City's financing of major capital projects from general fund resources.

General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund. During the course of 2004 the City amended its general fund budget on various occasions. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for ordinance enactment on the change. Budgetary modifications may only be made by resolution of the City Council at the legal level of control. The general fund supports many of our major activities such as our Police Department and Fire Department as well as most legislative and executive activities. The general fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

For the general fund, original budgeted revenues were \$26,241,557. The final budgeted revenue amount was \$24,216,558, with the decline due to the reduction in estimated property and income taxes for 2004. Original general fund budgeted expenditures were \$29,216,956, and the final amended budget was \$30,564,008. Actual general fund expenditures were \$23,837,071 or \$6,726,937 less than was budgeted.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

Advances in to the general fund were budgeted at \$7,995,000, but the actual was \$6,775,000. The difference was the repayment of the advance from certain funds was budgeted for 2004, but will not be repaid until 2005 as the projects are still ongoing.

The differences between the general fund's original budget and the final amended budget were minor, except for the changes as follows:

- The reduction of estimated collections from property and other local taxes of \$723,364 reflecting a more modest growth in property tax collections than originally estimated.
- The reduction of estimated municipal income tax collections due to the prolonged affects from the recent recession in the region.
- An additional \$4,211,800 was advanced to the various funds for infrastructure and other projects. The majority of the advances related to advancing funds until grant reimbursement proceeds are received.
- An additional \$1,995,000 in other financing sources was estimated for 2004 for the repayment of advances.
- Additional appropriations to the general fund for miscellaneous departmental expenditures totaled \$560,000 for the recognition of the arbitrators' award relating to the Shimola legal case.
- An additional \$350,000 was appropriated to the law department for outside legal services.
- An additional \$310,000 was appropriated for the City's share of capital projects.
- An additional \$120,000 was appropriated for City architectural services relating to Crocker Park plan reviews.

Capital Assets and Debt Administration

CAPITAL ASSETS AT DECEMBER 31
(NET OF DEPRECIATION)
 TABLE 3

	Governmental Activities		Business-Type Activities	
	2004	2003	2004	2003
Land	\$5,739,494	\$5,739,494	\$1,499,176	\$1,499,176
Construction in Progress	13,069,103	7,546,884	1,244,789	1,832,356
Buildings	27,929,649	27,344,631	1,572,395	1,596,015
Improvements	2,458,420	2,520,731	108,799	116,036
Machinery & Equipment	1,445,149	1,197,818	65,270	81,753
Furniture and Fixtures	812,787	859,967	23,414	26,744
Vehicles	2,594,180	2,336,625	262,755	326,388
Infrastructure				
Roads	33,732,884	36,093,523	0	0
Water Mains	14,411,323	13,843,992	0	0
Storm Sewers	13,586,870	14,045,575	0	0
Sewers	0	0	27,913,198	27,086,117
Culverts	1,234,361	1,331,900	0	0
Traffic Signals	2,912,905	2,994,393	0	0
Bridges	1,334,688	1,369,621	0	0
Total	\$121,261,813	\$117,225,154	\$32,689,796	\$32,564,585

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

Total capital assets net of depreciation for governmental activities of the City of Westlake for the year 2004 were \$121,261,813, as compared to \$117,225,154 in 2003. The most significant increases in our capital assets came in construction in progress, with many major projects incomplete at year-end. Total assets for business-type activities increased from \$32,564,585 in 2003 to \$32,689,796 in 2004, due to new sewer lines.

The City is committed to a long-term goal of meeting the needs of its infrastructure and facilities. We have a five-year capital plan in place that provides for street improvements and adding additional facilities to complement our current structures. For additional information see Note 9.

Debt

As of December 31, 2004, the City of Westlake had \$29,233,806 in bonds, notes and loans outstanding.

OUTSTANDING DEBT AT DECEMBER 31
TABLE 4

	Governmental Activities	
	2004	2003
General Obligation Bonds	\$22,292,439	\$24,968,309
Special Assessment Bonds	1,584,090	1,781,000
Notes	4,367,000	7,200,000
OPWC Loan	990,277	406,848
Total	\$29,233,806	\$34,356,157

The general obligation bonds are composed of (1) Rocky River Treatment Plant – a 1986 voted debt issue repaid from charges for services; (2) 1997 Safety Facility voted issue for the construction of police and fire facilities repaid from property taxes, (3) 1997 Recreation Center voted issue for the construction of the City recreation center to be repaid from a dedicated 1/8 percent of the City's municipal income tax; (4) Sewer Construction and Improvement Bonds to be repaid from charges for services; (5) Issue II debt for streets and other infrastructure to be repaid from the proceeds of the Issue II capital improvement dedicated income tax of 3/8 of one percent; and (6) Various purpose other bonds including advance refunding bonds issued in 1997 for the safety facilities debt, and further advance refunding bonds issued in 2004.

The special assessment bonds consist of various sewer construction projects, Ranney Parkway, various sidewalk improvements, the Marview Waterline, and various other improvements. The principal and interest for these bonds are paid from the collection of special assessments by the County Auditor from the specific property owners who primarily benefited from the projects.

The OPWC Loan is being paid semi-annually from the debt service fund funded by property taxes for various infrastructure projects being financed through the Ohio Public Works Program.

The \$4,367,000 in notes is for roadway improvements related to the Crocker Road/Detroit Road project to be repaid from the future collection of special assessments through the County Auditor.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2004
Unaudited

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 ½ percent of total assessed valuation. The City's overall legal debt margin was \$110,065,307 on December 31, 2004.

Additional information concerning the City's debt can be found in notes 15 and 16 to the basic financial statements.

Current Financial Related Activities

The City of Westlake maintained throughout 2004 a Moody's Investors Service and Fitch's Aaa rating, and Standard and Poor's AAA rating.

The Administration and City Council developed a master plan for the acquisition of equipment and the building or upgrading of City facilities. As a result, we have seen a remarkable increase in our capital assets over that period of time and the expansion of all City services. The year 2004 is no different as we completed the renovations on the community services facility. Plans for the upcoming year include a new City service facility under construction at \$6,900,000, an expansion to the Recreation Center improvements underway estimated at \$4,000,000, as well as continued street, water line, sewer line, and other infrastructure improvements.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and show the City's accountability for all money it receives, spends, or invests. If you have any questions about this report or need financial information contact Director of Finance Anne A. Fritz, City of Westlake, 27700 Hilliard Blvd., Westlake, Ohio 44145, telephone 440-617-4252, or web site at www.cityofwestlake.org.

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City of Westlake, Ohio

Statement of Net Assets

December 31, 2004

	Governmental Activities	Business - Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$60,822,907	\$10,322,280	\$71,145,187
Cash and Cash Equivalents with Fiscal Agents	25,166	0	25,166
Cash and Cash Equivalents with Escrow Agents	951,483	40,830	992,313
Materials and Supplies Inventory	184,136	8,423	192,559
Accrued Interest Receivable	839,665	113,300	952,965
Accounts Receivable	33,772	349,437	383,209
Internal Balances	300,000	(300,000)	0
Intergovernmental Receivable	1,683,015	0	1,683,015
Prepaid Items	214,788	0	214,788
Municipal Income Taxes Receivable	3,642,506	0	3,642,506
Property Taxes Receivable	12,347,470	0	12,347,470
Special Assessments Receivable	1,599,000	0	1,599,000
Deferred Charges	128,440	0	128,440
Investment in Joint Venture	0	10,420,557	10,420,557
Nondepreciable Capital Assets	18,808,597	2,743,965	21,552,562
Depreciable Capital Assets, Net	102,453,216	29,945,831	132,399,047
<i>Total Assets</i>	<u>204,034,161</u>	<u>53,644,623</u>	<u>257,678,784</u>
Liabilities			
Accounts Payable	528,056	1,404	529,460
Contracts Payable	237,772	0	237,772
Accrued Wages and Benefits	516,669	12,310	528,979
Retainage Payable	951,483	40,830	992,313
Accrued Interest Payable	120,232	0	120,232
Matured Bonds and Interest Payable	25,166	0	25,166
Intergovernmental Payable	228,810	1,859	230,669
Deferred Revenue	11,615,165	0	11,615,165
Claims Payable	231,917	0	231,917
Notes Payable	4,367,000	0	4,367,000
Long-Term Liabilities:			
Due Within One Year	3,665,032	0	3,665,032
Due In More Than One Year	25,226,127	0	25,226,127
<i>Total Liabilities</i>	<u>47,713,429</u>	<u>56,403</u>	<u>47,769,832</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	95,408,072	32,689,796	128,097,868
Restricted for:			
Capital Projects	28,106,530	0	28,106,530
Debt Service	3,899,141	0	3,899,141
Recreation	929,118	0	929,118
Street Maintenance	700,881	0	700,881
State Highway	541,781	0	541,781
Police and Fire Operating	1,417,628	0	1,417,628
Other Purposes	1,964,828	0	1,964,828
Unrestricted	23,352,753	20,898,424	44,251,177
<i>Total Net Assets</i>	<u>\$156,320,732</u>	<u>\$53,588,220</u>	<u>\$209,908,952</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Activities
For the Year Ended December 31, 2004

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government	\$6,178,555	\$479,604	\$17,343	\$0
Security of Persons and Property	11,750,100	697,379	38,452	0
Public Health Services	789,438	217,676	0	43,908
Transportation	9,106,958	0	1,391,642	15,873
Community Environment	1,628,983	395,233	47,115	0
Basic Utility Services	1,714,687	375,328	0	555,836
Leisure Time Activities	3,308,446	2,159,425	0	0
Interest and Fiscal Charges	1,439,879	0	0	0
<i>Total Governmental Activities</i>	<u>35,917,046</u>	<u>4,324,645</u>	<u>1,494,552</u>	<u>615,617</u>
Business-Type Activities				
Sewer	3,021,810	1,847,391	0	0
Golf Course	483,123	475,011	0	0
<i>Total Business-Type Activities</i>	<u>3,504,933</u>	<u>2,322,402</u>	<u>0</u>	<u>0</u>
<i>Totals</i>	<u>\$39,421,979</u>	<u>\$6,647,047</u>	<u>\$1,494,552</u>	<u>\$615,617</u>

General Revenues

Property and Other Local Taxes Levied for:

- General Purposes
- Police Pension
- Fire Pension
- Police and Fire Operating
- Debt Service

Municipal Income Taxes Levied for:

- General Purposes
- Recreation
- Debt Service
- Capital Outlay

Grants and Entitlements not Restricted
to Specific Programs

- Investment Earnings
- Gain on Sale of Capital Assets
- Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year - Restated (Note 3)

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and
Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
(\$5,681,608)	\$0	(\$5,681,608)
(11,014,269)	0	(11,014,269)
(527,854)	0	(527,854)
(7,699,443)	0	(7,699,443)
(1,186,635)	0	(1,186,635)
(783,523)	0	(783,523)
(1,149,021)	0	(1,149,021)
(1,439,879)	0	(1,439,879)
(29,482,232)	0	(29,482,232)
0	(1,174,419)	(1,174,419)
0	(8,112)	(8,112)
0	(1,182,531)	(1,182,531)
(29,482,232)	(1,182,531)	(30,664,763)
9,010,253	0	9,010,253
334,368	0	334,368
340,134	0	340,134
1,026,171	0	1,026,171
1,236,724	0	1,236,724
10,255,307	0	10,255,307
255,214	0	255,214
2,760,486	0	2,760,486
2,311,569	0	2,311,569
4,380,362	0	4,380,362
1,503,231	331,106	1,834,337
117,337	0	117,337
1,361,340	19,311	1,380,651
34,892,496	350,417	35,242,913
(597,815)	597,815	0
34,294,681	948,232	35,242,913
4,812,449	(234,299)	4,578,150
151,508,283	53,822,519	205,330,802
<u>\$156,320,732</u>	<u>\$53,588,220</u>	<u>\$209,908,952</u>

City of Westlake, Ohio

Balance Sheet

Governmental Funds

December 31, 2004

	General	Recreation	Crocker Road Improvements	Issue 11 Improvements	Other Governmental Funds	Total Governmental Funds
Assets						
Equity in Pooled Cash and Cash Equivalents	\$16,761,031	\$905,901	\$518,425	\$10,810,957	\$30,483,513	\$59,479,827
Cash and Cash Equivalents with Fiscal Agents	0	0	0	0	25,166	25,166
with Escrow Agents	12,913	0	523,436	31,087	384,047	951,483
Materials and Supplies Inventory	183,904	232	0	0	0	184,136
Accrued Interest Receivable	517,470	18,398	109,445	83,596	91,264	820,173
Accounts Receivable	28,026	1,506	0	0	0	29,532
Interfund Receivable	2,311,800	0	0	0	0	2,311,800
Intergovernmental Receivable	1,038,295	0	0	5,489	639,231	1,683,015
Prepaid Items	214,788	0	0	0	0	214,788
Municipal Income Taxes Receivable	2,400,776	59,737	0	510,315	671,678	3,642,506
Property Taxes Receivable	9,315,864	0	0	0	3,031,606	12,347,470
Special Assessments Receivable	0	0	0	0	1,599,000	1,599,000
Advances to Other Funds	5,460,000	0	0	0	0	5,460,000
<i>Total Assets</i>	<u>\$38,244,867</u>	<u>\$985,774</u>	<u>\$1,151,306</u>	<u>\$11,441,444</u>	<u>\$36,925,505</u>	<u>\$88,748,896</u>
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	\$335,905	\$19,490	\$0	\$3,165	\$129,087	\$487,647
Contracts Payable	0	0	237,772	0	0	237,772
Accrued Wages and Benefits	442,461	32,318	0	246	41,644	516,669
Retainage Payable	12,913	0	523,437	31,087	384,046	951,483
Intergovernmental Payable	217,640	4,848	0	37	6,285	228,810
Deferred Revenue	10,638,133	18,037	0	128,301	5,331,870	16,116,341
Advances From Other Funds	0	0	0	0	5,160,000	5,160,000
Interfund Payable	0	0	0	0	2,311,800	2,311,800
Matured Bonds and Interest Payable	0	0	0	0	25,166	25,166
Accrued Interest Payable	0	0	37,500	0	0	37,500
Notes Payable	0	0	4,367,000	0	0	4,367,000
<i>Total Liabilities</i>	<u>11,647,052</u>	<u>74,693</u>	<u>5,165,709</u>	<u>162,836</u>	<u>13,389,898</u>	<u>30,440,188</u>
Fund Balances						
Reserved for Encumbrances	1,027,398	12,825	990,409	751,874	1,550,018	4,332,524
Reserved for Advances	5,460,000	0	0	0	0	5,460,000
Reserved for Unclaimed Monies	328,086	0	0	0	0	328,086
Unreserved:						
Designated for Capital Acquisitions	7,969,632	0	0	0	0	7,969,632
Undesignated (Deficit), Reported in:						
General Fund	11,812,699	0	0	0	0	11,812,699
Special Revenue Funds	0	898,256	0	0	6,205,781	7,104,037
Debt Service Funds	0	0	0	0	2,029,627	2,029,627
Capital Projects Funds	0	0	(5,004,812)	10,526,734	13,750,181	19,272,103
<i>Total Fund Balances (Deficit)</i>	<u>26,597,815</u>	<u>911,081</u>	<u>(4,014,403)</u>	<u>11,278,608</u>	<u>23,535,607</u>	<u>58,308,708</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$38,244,867</u>	<u>\$985,774</u>	<u>\$1,151,306</u>	<u>\$11,441,444</u>	<u>\$36,925,505</u>	<u>\$88,748,896</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 December 31, 2004*

Total Governmental Fund Balances		\$58,308,708
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		121,261,813
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property and Other Taxes	606,029	
Municipal Income Tax	1,171,513	
Intergovernmental	1,124,634	
Special Assessments	<u>1,599,000</u>	
Total		4,501,176
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		1,094,486
Bond issuance costs will be amortized over the life of the bonds on the statement of net assets.		128,440
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(82,732)
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(20,627,200)	
Capital Appreciation Bonds	(1,651,849)	
Special Assessment Bonds	(1,584,090)	
Premium on Bonds	(13,390)	
OPWC Loans	(990,277)	
Landfill Postclosure Costs	(708,130)	
Compensated Absences Payable	<u>(3,316,223)</u>	
Total		<u>(28,891,159)</u>
<i>Net Assets of Governmental Activities</i>		<u><u>\$156,320,732</u></u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2004

	General	Recreation	Crocker Road Improvements	Issue 11 Improvements	Other Governmental Funds	Total Governmental Funds
Revenues						
Property and Other Local Taxes	\$8,951,796	\$0	\$0	\$0	\$2,927,576	\$11,879,372
Municipal Income Taxes	10,198,930	250,000	0	2,232,581	2,788,629	15,470,140
Charges for Services	506,784	1,663,573	0	0	312,789	2,483,146
Licenses, Permits and Fees	722,543	0	0	0	595,984	1,318,527
Fines and Forfeitures	225,194	0	0	0	142,527	367,721
Intergovernmental	4,123,590	0	0	5,489	2,366,212	6,495,291
Special Assessments	0	0	0	0	236,764	236,764
Interest	589,823	19,341	182,475	343,789	367,803	1,503,231
Rentals	54,240	47,147	0	0	0	101,387
Donations	0	0	0	0	48,095	48,095
Miscellaneous	1,343,790	2,773	0	0	49,796	1,396,359
<i>Total Revenues</i>	<u>26,716,690</u>	<u>1,982,834</u>	<u>182,475</u>	<u>2,581,859</u>	<u>9,836,175</u>	<u>41,300,033</u>
Expenditures						
Current:						
General Government	5,693,602	0	0	0	41,041	5,734,643
Security of Persons and Property	8,523,885	0	0	0	2,324,121	10,848,006
Public Health Services	524,706	0	0	0	180,961	705,667
Transportation	3,658,724	0	0	0	1,615,358	5,274,082
Community Environment	1,490,159	0	0	0	69,028	1,559,187
Basic Utility Services	574,223	0	0	0	99,105	673,328
Leisure Time Activities	718,414	1,815,371	0	0	188,399	2,722,184
Capital Outlay	1,119,318	0	5,402,087	1,129,968	3,551,348	11,202,721
Debt Service:						
Principal Retirement	0	0	0	0	3,142,450	3,142,450
Interest and Fiscal Charges	0	0	89,500	0	1,258,807	1,348,307
Bond Issuance Costs	0	0	0	0	138,718	138,718
<i>Total Expenditures</i>	<u>22,303,031</u>	<u>1,815,371</u>	<u>5,491,587</u>	<u>1,129,968</u>	<u>12,609,336</u>	<u>43,349,293</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>4,413,659</u>	<u>167,463</u>	<u>(5,309,112)</u>	<u>1,451,891</u>	<u>(2,773,161)</u>	<u>(2,049,260)</u>
Other Financing Sources (Uses)						
Sale of Capital Assets	162,092	0	0	0	0	162,092
Bonds Issued	0	0	0	0	6,840,000	6,840,000
Bond Premium	0	0	0	0	16,067	16,067
Payments to Refunded Bond Escrow Agent	0	0	0	0	(6,717,348)	(6,717,348)
Loan Issued	0	0	0	0	603,879	603,879
Transfers In	0	0	2,832,700	0	7,934,061	10,766,761
Transfers Out	(6,595,311)	0	0	(4,012,700)	0	(10,608,011)
<i>Total Other Financing Sources (Uses)</i>	<u>(6,433,219)</u>	<u>0</u>	<u>2,832,700</u>	<u>(4,012,700)</u>	<u>8,676,659</u>	<u>1,063,440</u>
<i>Net Change in Fund Balances</i>	<u>(2,019,560)</u>	<u>167,463</u>	<u>(2,476,412)</u>	<u>(2,560,809)</u>	<u>5,903,498</u>	<u>(985,820)</u>
<i>Fund Balances (Deficit)</i>						
<i>Beginning of Year - Restated (see note 3)</i>	<u>28,617,375</u>	<u>743,618</u>	<u>(1,537,991)</u>	<u>13,839,417</u>	<u>17,632,109</u>	<u>59,294,528</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$26,597,815</u>	<u>\$911,081</u>	<u>(\$4,014,403)</u>	<u>\$11,278,608</u>	<u>\$23,535,607</u>	<u>\$58,308,708</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2004*

Net Change in Fund Balances - Total Governmental Funds		(\$985,820)
<i>Amounts reported for governmental activities in the statement of activities are different because</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital Asset Additions	10,118,973	
Current Year Depreciation	<u>(6,037,559)</u>	
Total		4,081,414
Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.		
		(44,755)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues		
Delinquent Property Taxes	68,278	
Municipal Income Tax	112,436	
Intergovernmental	(52,855)	
Special Assessments	(182,000)	
Charges for Services	(900)	
Miscellaneous	<u>(35,019)</u>	
Total		(90,060)
Other financing sources in the governmental funds increased long-term liabilities in the statement of net assets. Governmental funds report the effect of premiums when the debt is first issued; however, these amounts are deferred and amortized on the statement of activities.		
Bonds Issued	(6,840,000)	
Premium on Bonds	(16,067)	
Loans Issued	<u>(603,879)</u>	
Total		(7,459,946)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
Bond Principal	3,142,450	
Payment to Refunded Bond Escrow Agent	<u>6,717,348</u>	
Total		9,859,798
Bond issuance costs will be amortized over the life of the bonds on the statement of net assets.		
		138,718
In the statement of activities, interest accrued on outstanding bonds and bond accretion, bond premium, bond issuance costs and the gain/loss on refunding are amortized over the terms of the bonds, whereas in the governmental funds the expenditure is reported when the bonds are issued.		
Accrued Interest	29,207	
Annual Accretion	(98,540)	
Amortization of Bond Premium	1,187	
Amortization of Bond Issuance Costs	(10,278)	
Amortization of Loss on Refunding	<u>(13,148)</u>	
		(91,572)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures		
Compensated Absences	84,020	
Landfill	<u>37,270</u>	
Total		121,290
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in entity-wide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		
		<u>(716,618)</u>
<i>Change in Net Assets of Governmental Activities</i>		<u><u>\$4,812,449</u></u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property and Other Local Taxes	\$9,504,012	\$8,780,648	\$8,911,638	\$130,990
Municipal Income Taxes	10,670,118	9,858,000	10,027,883	169,883
Charges for Services	405,352	374,500	506,528	132,028
Licenses, Permits and Fees	439,447	406,000	792,040	386,040
Fines and Forfeitures	220,806	204,000	229,335	25,335
Intergovernmental	2,887,156	2,667,410	4,349,978	1,682,568
Interest	703,548	650,000	804,726	154,726
Rentals	49,790	46,000	54,240	8,240
Miscellaneous	1,361,328	1,230,000	1,501,107	271,107
<i>Total Revenues</i>	<u>26,241,557</u>	<u>24,216,558</u>	<u>27,177,475</u>	<u>2,960,917</u>
Expenditures				
Current:				
General Government	7,795,534	8,711,586	6,636,437	2,075,149
Security of Persons and Property	9,526,799	9,526,799	8,660,884	865,915
Public Health Services	655,146	655,146	538,341	116,805
Transportation	4,321,584	4,321,584	3,891,725	429,859
Community Environment	1,530,733	1,680,733	1,481,013	199,720
Basic Utility Services	759,631	759,631	579,723	179,908
Leisure Time Activities	835,852	835,852	695,824	140,028
Capital Outlay	3,791,677	4,072,677	1,353,124	2,719,553
<i>Total Expenditures</i>	<u>29,216,956</u>	<u>30,564,008</u>	<u>23,837,071</u>	<u>6,726,937</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,975,399)</u>	<u>(6,347,450)</u>	<u>3,340,404</u>	<u>9,687,854</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	0	0	162,092	162,092
Advances In	6,000,000	7,995,000	6,775,000	(1,220,000)
Advances Out	0	(4,271,800)	(4,211,800)	60,000
Transfers Out	(6,290,000)	(6,600,000)	(6,595,311)	4,689
<i>Total Other Financing Sources (Uses)</i>	<u>(290,000)</u>	<u>(2,876,800)</u>	<u>(3,870,019)</u>	<u>(993,219)</u>
<i>Net Change in Fund Balance</i>	(3,265,399)	(9,224,250)	(529,615)	8,694,635
<i>Fund Balance Beginning of Year</i>	14,804,265	14,804,265	14,804,265	0
Prior Year Encumbrances Appropriated	1,289,659	1,289,659	1,289,659	0
<i>Fund Balance End of Year</i>	<u>\$12,828,525</u>	<u>\$6,869,674</u>	<u>\$15,564,309</u>	<u>\$8,694,635</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$250,000	\$250,000	\$250,000	\$0
Charges for Services	1,690,500	1,690,500	1,662,067	(28,433)
Interest	9,000	9,000	6,489	(2,511)
Rentals	52,000	52,000	47,147	(4,853)
Miscellaneous	3,000	3,000	2,773	(227)
<i>Total Revenues</i>	2,004,500	2,004,500	1,968,476	(36,024)
Expenditures				
Current:				
Leisure Time Activities	2,264,851	2,264,851	1,845,441	419,410
<i>Net Change in Fund Balance</i>	(260,351)	(260,351)	123,035	383,386
<i>Fund Balance Beginning of Year</i>	702,163	702,163	702,163	0
Prior Year Encumbrances Appropriated	48,351	48,351	48,351	0
<i>Fund Balance End of Year</i>	<u>\$490,163</u>	<u>\$490,163</u>	<u>\$873,549</u>	<u>\$383,386</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Fund Net Assets
Proprietary Funds
December 31, 2004

	Business Type Activities			Governmental Activities - Internal Service Fund
	Sewer	Non Major	Total	
Assets				
<i>Current Assets</i>				
Equity in Pooled Cash and Cash Equivalents	\$10,251,990	\$70,290	\$10,322,280	\$1,343,080
Cash and Cash Equivalents with Escrow Agents	40,830	0	40,830	0
Materials and Supplies Inventory	0	8,423	8,423	0
Accrued Interest Receivable	113,300	0	113,300	19,492
Accounts Receivable	349,437	0	349,437	4,240
<i>Total Current Assets</i>	<u>10,755,557</u>	<u>78,713</u>	<u>10,834,270</u>	<u>1,366,812</u>
<i>Noncurrent Assets</i>				
Investment in Joint Venture	10,420,557	0	10,420,557	0
Nondepreciable Capital Assets	1,244,789	1,499,176	2,743,965	0
Depreciable Capital Assets, Net	29,025,156	920,675	29,945,831	0
Total Noncurrent Assets	<u>40,690,502</u>	<u>2,419,851</u>	<u>43,110,353</u>	<u>0</u>
<i>Total Assets</i>	<u>51,446,059</u>	<u>2,498,564</u>	<u>53,944,623</u>	<u>1,366,812</u>
Liabilities				
<i>Current Liabilities</i>				
Accounts Payable	1,080	324	1,404	40,409
Claims Payable	0	0	0	231,917
Accrued Wages and Benefits	6,677	5,633	12,310	0
Intergovernmental Payable	1,002	857	1,859	0
Retainage Payable	40,830	0	40,830	0
<i>Total Current Liabilities</i>	<u>49,589</u>	<u>6,814</u>	<u>56,403</u>	<u>272,326</u>
<i>Long-Term Liabilities</i>				
Advances From Other Funds	0	300,000	300,000	0
<i>Total Liabilities</i>	<u>49,589</u>	<u>306,814</u>	<u>356,403</u>	<u>272,326</u>
Net Assets				
Invested in Capital Assets	30,269,945	2,419,851	32,689,796	0
Unrestricted (Deficit)	21,126,525	(228,101)	20,898,424	1,094,486
<i>Total Net Assets</i>	<u>\$51,396,470</u>	<u>\$2,191,750</u>	<u>\$53,588,220</u>	<u>\$1,094,486</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
*Statement of Revenues, Expenses
and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2004*

	Business Type Activities			Governmental Activities - Internal Service Fund
	Sewer	Non Major	Total	Self Insurance
Operating Revenues				
Charges for Services	\$1,699,446	\$475,011	\$2,174,457	\$1,268,020
Tap-In-Fees	147,945	0	147,945	0
Miscellaneous	350	18,961	19,311	692
<i>Total Operating Revenues</i>	<u>1,847,741</u>	<u>493,972</u>	<u>2,341,713</u>	<u>1,268,712</u>
Operating Expenses				
Personal Services	256,447	244,109	500,556	0
Fringe Benefits	81,709	49,116	130,825	0
Contractual Services	1,383,150	60,425	1,443,575	239,581
Materials and Supplies	17,683	62,310	79,993	0
Depreciation	1,028,168	46,781	1,074,949	0
Other	59,095	19,653	78,748	0
Claims	0	0	0	1,793,125
<i>Total Operating Expenses</i>	<u>2,826,252</u>	<u>482,394</u>	<u>3,308,646</u>	<u>2,032,706</u>
<i>Operating Income (Loss)</i>	<u>(978,511)</u>	<u>11,578</u>	<u>(966,933)</u>	<u>(763,994)</u>
Non Operating Revenue (Expenses)				
Interest	331,106	0	331,106	47,376
Loss on Disposal of Capital Assets	0	(729)	(729)	0
Equity in Loss of Joint Venture	(195,558)	0	(195,558)	0
<i>Total Non Operating Revenues (Expenses)</i>	<u>135,548</u>	<u>(729)</u>	<u>134,819</u>	<u>47,376</u>
<i>Income (Loss) Before Capital Contributions and Transfers</i>	<u>(842,963)</u>	<u>10,849</u>	<u>(832,114)</u>	<u>(716,618)</u>
Capital Contributions	756,565	0	756,565	0
Transfers Out	(158,750)	0	(158,750)	0
<i>Total Capital Contributions and Transfers</i>	<u>597,815</u>	<u>0</u>	<u>597,815</u>	<u>0</u>
<i>Change in Net Assets</i>	<u>(245,148)</u>	<u>10,849</u>	<u>(234,299)</u>	<u>(716,618)</u>
<i>Net Assets Beginning of Year</i>	<u>51,641,618</u>	<u>2,180,901</u>	<u>53,822,519</u>	<u>1,811,104</u>
<i>Net Assets End of Year</i>	<u>\$51,396,470</u>	<u>\$2,191,750</u>	<u>\$53,588,220</u>	<u>\$1,094,486</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2004

	Business Type Activities			Governmental Activities- Internal Service Fund
	Enterprise Funds			
	Sewer	Non Major	Total	
<i>Increase (Decrease) In Cash and Cash Equivalents</i>				
Cash Flows from Operating Activities				
Cash Received from Customers	\$1,757,685	\$475,011	\$2,232,696	\$0
Cash Received from Interfund Services	0	0	0	1,263,780
Cash Received from Other Operating Sources	350	18,961	19,311	692
Cash Received from Tap-In Fees	147,945	0	147,945	0
Cash Payments to Suppliers for Goods and Services	(1,562,200)	(122,878)	(1,685,078)	(241,745)
Cash Payments for Claims	0	0	0	(1,763,545)
Cash Payments for Employee Services and Benefits	(339,677)	(291,130)	(630,807)	0
Cash Payments for Other Operating Expenses	(59,095)	(19,693)	(78,788)	0
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>(54,992)</u>	<u>60,271</u>	<u>5,279</u>	<u>(740,818)</u>
Cash Flows from Noncapital Financing Activities				
Advance Out	0	(50,000)	(50,000)	0
Transfer Out	(158,750)	0	(158,750)	0
<i>Net Cash Used for Noncapital Financing Activities</i>	<u>(158,750)</u>	<u>(50,000)</u>	<u>(208,750)</u>	<u>0</u>
Cash Flows from Capital and Related Financing Activities				
Acquisition of Capital Assets	(413,542)	(30,782)	(444,324)	0
Cash Flows from Investing Activities				
Interest	287,086	0	287,086	34,254
Capital Contributions to Joint Venture	(120,540)	0	(120,540)	0
<i>Net Cash Provided by Investing Activities</i>	<u>166,546</u>	<u>0</u>	<u>166,546</u>	<u>34,254</u>
<i>Net Decrease In Cash and Cash Equivalents</i>	(460,738)	(20,511)	(481,249)	(706,564)
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>10,753,558</u>	<u>90,801</u>	<u>10,844,359</u>	<u>2,049,644</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$10,292,820</u>	<u>\$70,290</u>	<u>\$10,363,110</u>	<u>\$1,343,080</u>

(continued)

City of Westlake
Statement of Cash Flows
Proprietary Funds (continued)
For the Year Ended December 31, 2004

	Business Type Activities Enterprise Funds			Governmental Activities- Internal Service Fund
	Sewer	Non Major	Total	
	_____	_____	_____	
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities				
<i>Operating Income (Loss)</i>	(\$978,511)	\$11,578	(\$966,933)	(\$763,994)
Adjustments:				
Depreciation	1,028,168	46,781	1,074,949	0
(Increase)/Decrease in Assets:				
Accounts Receivable	58,239	0	58,239	(4,240)
Materials and Supplies Inventory	0	14	14	0
Increase/(Decrease) in Liabilities:				
Accounts Payable	(190,278)	(197)	(190,475)	(2,164)
Accrued Wages	(1,323)	1,811	488	0
Retainage Payable	28,911	0	28,911	0
Intergovernmental Payable	(198)	284	86	0
Claims Payable	0	0	0	29,580
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>(\$54,992)</u>	<u>\$60,271</u>	<u>\$5,279</u>	<u>(\$740,818)</u>

Noncash Capital Financing Activities

During 2004, the sewer enterprise fund received sewer lines and construction in progress from the sanitary sewer capital projects fund valued at \$756,565.

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2004

	<u>Agency</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$1,703,315</u>
Liabilities	
Undistributed Monies	\$114,192
Deposits Held and Due to Others	<u>1,589,123</u>
<i>Total Liabilities</i>	<u>\$1,703,315</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 1 - Reporting Entity

The City of Westlake is a home rule municipal corporation established under the laws of the State of Ohio which operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1956.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. This definition of reporting entity is found in GASB Statement No. 14, "The Financial Reporting Entity".

The City of Westlake's primary government consists of all funds and departments which are not legally separate from the City. They include a police force, a fire fighting force, a street maintenance and sanitation force, planning and zoning departments, a parks and recreation system, a sewer system, one golf course, and a staff to provide essential support to these service providers.

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 which are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes. The reporting entity of the City does not include any component units.

The Rocky River Wastewater Treatment Plant is a joint venture, owned and operated by the cities of Westlake, Rocky River, Bay Village, and Fairview Park. The mayors of each city serve during their terms in office as members of the Management Board of the Rocky River Wastewater Treatment Plant. Each City is responsible for a percentage of the operating expenses of the plant based on volume of flow into the plant (See Note 19).

The City is associated with four jointly governed organizations, the West Shore Council of Governments, Tri-City Park, Safe Air For Environment (S.A.F.E) Council of Governments, and West Shore Area Rescue Association. These organizations are presented in Note 20 to the basic financial statements.

The City is also associated with the Westlake Community Improvement Corporation (WCIC). The WCIC is a not-for-profit corporation which was founded in 1976. The seven-member board, which consists of three elected officials of the City and four members appointed by the trustees promotes industrial, commercial, distribution and research activities within the City. The WCIC has been excluded from the reporting entity.

Note 2 - Summary of Significant Accounting Policies

The financial statements of the City of Westlake have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds unless those pronouncements conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements after November 30, 1989 to its business-type activities and its enterprise funds. The more significant of the City's accounting policies are described below.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

A. Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type.

The statement of net assets presents the financial condition of the governmental and business-type activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the City.

Fund Financial Statements During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds Governmental funds are those through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

General Fund The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City of Westlake and/or the general laws of Ohio.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Recreation Fund The recreation fund accounts for membership and program fees to be used for the operation and maintenance of the recreational center.

Crocker Road Improvements Fund The Crocker Road improvement fund accounts for net proceeds to be used for the Crocker Road improvement project.

Issue 11 Improvements Fund The Issue 11 fund accounts for the costs of all capital projects funded by a 3/8 percent increase in the municipal income tax.

The other governmental funds of the City account for grants and other resources whose use is restricted to a particular purpose.

Proprietary Funds Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

Enterprise Funds Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The sewer fund is the City's major enterprise fund.

Sewer Fund The sewer fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City.

Internal Service Fund Internal service funds 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. The City's internal service fund reports on a self-insurance program for employee medical benefits.

Fiduciary Funds Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency fund accounts for deposits held for contractors and developers.

C. Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Assets. The Statement of Activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net assets.

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of fund net assets. The statement of revenues, expenses and changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting; proprietary and fiduciary funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

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

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

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

Deferred Revenue Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2004, but which were levied to finance year 2005 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

E. Budgetary Data

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the object level for all funds. Budgetary modifications may only be made by resolution of the City Council at the legal level of control.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time the final appropriations were enacted by Council.

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

F. Pooled Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "equity in pooled cash and cash equivalents".

Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating certificates of deposit and repurchase agreements, which are reported at cost.

During 2004, investments were limited to repurchase agreements, non-negotiable certificates of deposit, Federal Home Loan Bank Bonds, Federal National Mortgage Association Notes, and Federal Home Loan Mortgage Corporation Notes.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2004 amounted to \$589,823 which includes \$162,512 assigned from other City funds.

Cash held for the City by KeyBank, for the payment of debt principal and interest as they come due, is included on the financial statements as "cash and cash equivalents with fiscal agent". The City utilizes financial institutions to account for retainage accounts. The balance in these accounts is presented as "cash and cash equivalents with escrow agent" since they are not required to be deposited with the Finance Director.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are presented on the financial statements as cash equivalents.

G. Materials and Supplies Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2004 are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

I. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e. estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). The City maintains a capitalization threshold of one thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

All capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings and Improvements	50 years	50 years
Land Improvements	20 years	20 years
Machinery and Equipment	5 years	5 years
Furniture and Fixtures	10 years	10 years
Vehicles	5 - 10 years	5 - 10 years
Infrastructure	20 - 50 years	50 years

The City's infrastructure consists of roads, water mains, storm sewers, culverts, traffic signals and bridges and includes infrastructure acquired prior to December 31, 1980.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

J. Interfund Balances

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “interfund receivables/payables”. Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. Interfund balance amounts are eliminated in the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

On fund financial statements, long-term interfund loans, reported as “advances to/from other funds”, are equally offset by a fund balance reserve account which indicate that they do not constitute “available expendable financial resources” even though it is a component of net current assets. Repayment is expected to be made within a reasonable time.

K. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future (those employees who will be eligible to receive termination payments in the next twenty years). The amount is based on accumulated sick leave and employee wage rates at year end taking into consideration any limits specified in the City's termination policy.

L. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and long-term loans are recognized as a liability on the governmental fund financial statements when due.

M. Fund Balance Reserves and Designations

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Fund balance reserves have been established for encumbrances, long-term advances and unclaimed monies. Fund balance designations have been established for capital acquisitions. Council intends for this portion of fund balance to be used for the acquisition of capital assets.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

N. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The government-wide statement of net assets reports \$37,559,907 of restricted net assets, of which \$17,853,451 is restricted by enabling legislation.

Net assets restricted for other purposes include recreation, street construction and repair, and the operation of the police and fire departments.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

O. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for sewer services, golf and self-insurance programs. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

P. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, from grants or outside contributions of resources restricted to capital acquisition and construction, or from other funds within the City.

Q. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

R. Bond Issuance Costs

On the government-wide financial statements, bond issuance costs are deferred and amortized over the term of the applicable bonds using the effective interest method. Within the governmental fund statements, bond issuance costs are expended when incurred.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

S. Bond Premium

On the government-wide financial statement, bond premiums are deferred and amortized over the term of the bonds using the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are received in the year the bonds are issued.

T. Gain/Loss on Refunding

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, which ever is shorter, using the effective interest method.

U. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence.

V. Estimates

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

Note 3 - Changes in Accounting Principles and Restatement of Prior Year's Fund Balance

For 2004, the City has implemented GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units", GASB Statement No. 46, "Net Assets Restricted by Enabling Legislation" and GASB Technical Bulletin No. 2004-2, "Recognition of Pension and Other Postemployment Benefit Expenditures/Expense and Liabilities by Cost-Sharing Employers."

GASB Statement No. 39 states that entities for which a primary organization is not financially accountable may still be reported as a component unit based on the nature and significance of their relationship with the primary government.

GASB Statement No. 46 clarifies when net assets should be considered restricted based upon enabling legislation.

GASB Technical Bulletin No. 2004-2 addresses the amount that should be recognized as expenditure/expense and as a liability each period by employers participating in a cost-sharing multiple-employer pension and other postemployment benefit (OPEB) plans.

The implementation of GASB Statement No. 39 and GASB Statement No. 46 did not affect the presentation of the financial statements of the City.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

The implementation of GASB Technical Bulletin No. 2004-2, along with adjustments for fund reclassification, had the following effect on fund balance at December 31, 2003.

	<u>General</u>	<u>Recreation</u>	<u>Crocker Road Improvements</u>
Fund Balance (Deficit), December 31, 2003	\$28,471,139	\$743,618	(\$1,537,991)
Fund Reclassification	323,941	0	0
Intergovernmental Payable	<u>(177,705)</u>	<u>0</u>	<u>0</u>
Restated Fund Balance, December 31, 2003	<u>\$28,617,375</u>	<u>\$743,618</u>	<u>(\$1,537,991)</u>

	<u>Issue 11 Improvements</u>	<u>Nonmajor</u>	<u>Total</u>
Fund Balance (Deficit), December 31, 2003	\$13,839,417	\$17,632,109	\$59,148,292
Fund Reclassification	0	0	323,941
Intergovernmental Payable	<u>0</u>	<u>0</u>	<u>(177,705)</u>
Restated Fund Balance, December 31, 2003	<u>\$13,839,417</u>	<u>\$17,632,109</u>	<u>\$59,294,528</u>

Adjustments for fund reclassification, investment in joint venture, landfill postclosure costs and long-term debt had the following effect on net assets at December 31, 2003.

	<u>Governmental Activities</u>
Net Assets, December 31, 2003	\$151,981,902
Fund Reclassification	323,941
Landfill Postclosure Costs	(228,425)
Capital Appreciation Bond Accretion	<u>(569,135)</u>
Restated Net Assets, December 31, 2003	<u>\$151,508,283</u>

	<u>Business-Type Activities</u>		
	<u>Sewer</u>	<u>Golf Course</u>	<u>Total</u>
Net Assets, December 31, 2003	\$51,970,479	\$2,180,901	\$54,151,380
Investment in Joint Venture	<u>(328,861)</u>	<u>0</u>	<u>(328,861)</u>
Restated Net Assets, December 31, 2003	<u>\$51,641,618</u>	<u>\$2,180,901</u>	<u>\$53,822,519</u>

The private purpose trust net assets at December 31, 2003 were restated due to the fund reclassification into the general fund of \$328,941.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 4 - Accountability and Compliance

A. Accountability

Fund balances at December 31, 2004 included the following individual fund deficits:

Capital Projects Funds

Crocker Road Improvements	\$4,014,403
Sanitary Sewer Improvement	480,918
Sidewalks	576,410

The sanitary sewer improvement and sidewalks capital projects fund deficits are the result of interfund loans which are used to finance the projects until resources are accumulated to repay the general fund.

The Crocker Road improvements capital projects fund deficit is the result of the issuance of short-term bond anticipation notes which are used to finance the project until bonds are issued.

B. Compliance

Contrary to Ohio Revised Code Section 5705.39, the Meadowood Golf Course enterprise fund had original appropriations of \$685,052 in excess of \$2,251 over original certified revenues plus carryover balance of \$682,801. Management was able to decrease the excess and increase the balance by year-end.

Note 5 - Budgetary Basis of Accounting

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

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- (c) Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
- (d) Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).
- (e) Investments are reported at fair value (GAAP) rather than cost (budget).

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budget basis statements for the general fund and the recreation special revenue fund.

	<u>General</u>	<u>Recreation</u>
GAAP Basis	(\$2,019,560)	\$167,463
Net Adjustment for Revenue Accruals	675,900	(14,358)
Advances In	6,775,000	0
Beginning Fair Value Adjustment for Investments	49,501	0
Ending Fair Value Adjustment for Investments	(264,616)	0
Net Adjustment for Expenditure Accruals	(59,789)	2,282
Advance Out	(4,211,800)	0
Encumbrances	<u>(1,474,251)</u>	<u>(32,352)</u>
Budget Basis	<u><u>(\$529,615)</u></u>	<u><u>\$123,035</u></u>

Note 6 - Deposits and Investments

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

Inactive deposits are public deposits that Council has identified as not required for use within the current five 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.

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

Interim monies can be invested in the following obligations:

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;

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) of this 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 (STAROhio).

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

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

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

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

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

At year end, the carrying amount of the City's deposits was \$26,190,007 and the bank balance was \$27,956,052. Of the bank balance:

1. \$26,088,324 was covered by Federal depository insurance, by collateral held by the City, or by collateral held by the City's agent in the name of the City; and
2. \$1,867,728 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department in the City's name and all statutory requirements for the investment of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

GASB Statement No. 3, "Deposits with Financial Institutions, Investments, and Reverse Repurchase Agreements" requires that local governments disclose the market value and carrying amounts of investments, classified by risk. The City's investments are categorized as either (1) insured or registered or for which the securities are held by the City or its agent in the City's name, (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the City's name or (3) uninsured and unregistered for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name.

	Category 3	Carrying and Fair Value
Repurchase Agreements	\$1,535,000	\$1,535,000
Federal Home Loan Bank Bonds	39,518,254	39,518,254
Federal Home Loan Mortgage Corporation Notes	6,622,720	6,622,720
<i>Total Investments</i>	\$47,675,974	\$47,675,974

The classification of cash and cash equivalents and investments on the combined balance sheet is based on criteria set forth in GASB Statement No. 9 "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Government Entities That Use Proprietary Fund Accounting". Cash and equivalents are defined to include investments with original maturities of three months or less and funds included within the City's cash management pool. A reconciliation between the classification of cash and investments on the combined financial statements and the classifications per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents	Investments
GASB Statement No. 9	\$73,865,981	\$0
Investments:		
Repurchase Agreements	(1,535,000)	1,535,000
Federal Home Loan Bank Bonds	(39,518,254)	39,518,254
Federal Home Loan Mortgage Corporation Notes	(6,622,720)	6,622,720
GASB Statement No. 3	\$26,190,007	\$47,675,974

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 7 - Interfund Transfers and Balances

<u>Transfer To</u>	<u>Transfer From</u>			<u>Total</u>
	<u>General</u>	<u>Issue 11 Improvements</u>	<u>Sewer</u>	
Major Fund				
Crocker Road Improvements	\$0	\$2,832,700	\$0	\$2,832,700
Nonmajor Funds				
Police Pension	150,000	0	0	150,000
Fire Pension	350,000	0	0	350,000
Cemetery Operating	100,000	0	0	100,000
General Obligation Bond Retirement	0	0	158,750	158,750
Sanitary Sewer Improvement	1,348,265	0	0	1,348,265
Issue 2 Improvements	0	1,180,000	0	1,180,000
Traffic Signalization	231,215	0	0	231,215
Sidewalks	415,831	0	0	415,831
Recreation Center Construction	4,000,000	0	0	4,000,000
Total	<u>\$6,595,311</u>	<u>\$4,012,700</u>	<u>\$158,750</u>	<u>\$10,766,761</u>

The general fund transfers to the major and nonmajor governmental funds were made to provide additional resources for current operations and capital improvements. The transfers from the issue 11 improvement capital projects fund to the Crocker Road improvements and Issue 2 Improvements capital projects funds were for road improvements. The transfer from the sewer enterprise fund to the general obligation bond retirement fund was made for the payment of debt.

As of December 31, 2004, interfund balances were as follows:

	<u>Receivable</u>		<u>Payable</u>	
	<u>Interfund</u>	<u>Advance to Other Funds</u>	<u>Interfund</u>	<u>Advance from Other Funds</u>
Major Funds				
General Fund	\$2,311,800	\$5,460,000	\$0	\$0
Sanitary Sewer Improvement	0	0	0	2,100,000
Nonmajor Funds				
Issue 2 Improvements	0	0	2,177,800	0
Senior Center Construction	0	0	44,000	300,000
Sidewalks	0	0	90,000	860,000
Service Center Construction	0	0	0	1,900,000
<i>Total Governmental Activities</i>	<u>2,311,800</u>	<u>5,460,000</u>	<u>2,311,800</u>	<u>5,160,000</u>
Business-Type Activity				
Golf Course	0	0	0	300,000
Totals	<u>\$2,311,800</u>	<u>\$5,460,000</u>	<u>\$2,311,800</u>	<u>\$5,460,000</u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Interfund balances at December 31, 2004, consisted of a general fund advance of \$300,000 to the golf enterprise fund to pay for the construction of a new clubhouse and \$7,471,800 in advances to major and nonmajor governmental funds to finance capital projects.

Note 8 - Receivables

Receivables at December 31, 2004, consisted primarily of municipal income taxes, property and other taxes, intergovernmental receivables arising from entitlements and shared revenues, special assessments, accrued interest on investments, and accounts (billings for utility service).

No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant.

Special assessments expected to be collected in more than one year amount to \$1,392,000 in the special assessment bond retirement fund. At December 31, 2004 the amount of delinquent special assessments was \$50,583.

A. Property Taxes

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Property tax revenue received during 2004 for real and public utility property taxes represents collections of the 2003 taxes. Property tax payments received during 2004 for tangible personal property (other than public utility property) and for 2004 taxes.

2004 real property taxes are levied after October 1, 2004, on the assessed value as of January 1, 2004, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2004 real property taxes are collected in and intended to finance 2005.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2004 public utility property taxes which became a lien December 31, 2003, are levied after October 1, 2004, and are collected in 2005 with real property taxes.

2004 tangible personal property taxes are levied after October 1, 2003, on the values as of December 31, 2003. Collections are made in 2004. Tangible personal property assessments are 25 percent of true value for capital assets and 23 percent for inventory.

The full tax rate for all City operations for the year ended December 31, 2004 was \$10.10 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2004 property tax receipts were based are as follows:

Real Property	\$1,181,745,820
Public Utility Real Property	21,100
Public Utility Tangible Property	22,652,240
Tangible Personal Property	<u>67,303,512</u>
Total	<u><u>\$1,271,722,672</u></u>

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

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

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

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Westlake. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2004 and for which there is an enforceable legal claim. In the general fund; police pension, fire pension and police and fire operating special revenue funds; and general obligation bond debt service fund; the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2004 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

B. Income Taxes

The City levies an income tax of 1.5 percent on all income earned within the City as well as income of residents earned outside the City. The City allows a credit of 100 percent of the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually.

The Regional Income Tax Agency administers and collects income taxes for the City. Payments are remitted monthly net of collection fees of 3 percent.

C. Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

	Amount
Governmental Activities	
Estate Tax	\$310,505
Homestead and Rollback	689,483
Gasoline Tax	204,248
Local Government	142,747
Excise Tax	172,465
Permissive Tax	83,102
Westlake City School District	54,227
Court Fines	18,409
City of Cleveland	5,489
Prisoner Housing	2,100
Leaf Service	240
Total	\$1,683,015

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 9 – Capital Assets

A summary of changes in capital assets during 2004 follows:

	Balance 12/31/03	Additions	Deletions	Balance 12/31/04
Governmental Activities				
<i>Capital Assets Not Being Depreciated</i>				
Land	\$5,739,494	\$0	\$0	\$5,739,494
Construction in Progress	7,546,884	8,117,276	(2,595,057)	13,069,103
<i>Total Capital Assets Not Being Depreciated</i>	<u>13,286,378</u>	<u>8,117,276</u>	<u>(2,595,057)</u>	<u>18,808,597</u>
<i>Capital Assets, Being Depreciated</i>				
Buildings	31,406,386	1,211,732	0	32,618,118
Improvements	4,363,575	162,487	(6,270)	4,519,792
Machinery and Equipment	5,006,885	686,085	(104,052)	5,588,918
Furniture and Fixtures	1,295,218	65,268	(19,631)	1,340,855
Vehicles	8,192,045	958,068	(79,090)	9,071,023
Infrastructure				
Roads	87,031,925	490,787	0	87,522,712
Water Mains	25,239,434	1,022,327	0	26,261,761
Storm Sewers	23,194,283	0	0	23,194,283
Culverts	3,278,631	0	0	3,278,631
Traffic Signals	3,178,031	0	0	3,178,031
Bridges	1,980,831	0	0	1,980,831
<i>Total Capital Assets, Being Depreciated</i>	<u>194,167,244</u>	<u>4,596,754</u>	<u>(209,043)</u>	<u>198,554,955</u>
Less Accumulated Depreciation:				
Buildings	(4,061,755)	(626,714)	0	(4,688,469)
Improvements	(1,842,844)	(221,967)	3,439	(2,061,372)
Machinery and Equipment	(3,809,067)	(433,096)	98,394	(4,143,769)
Furniture and Fixtures	(435,251)	(109,529)	16,712	(528,068)
Vehicles	(5,855,420)	(667,166)	45,743	(6,476,843)
Infrastructure				
Roads	(50,938,402)	(2,851,426)	0	(53,789,828)
Water Mains	(11,395,442)	(454,996)	0	(11,850,438)
Storm Sewers	(9,148,708)	(458,705)	0	(9,607,413)
Culverts	(1,946,731)	(97,539)	0	(2,044,270)
Traffic Signals	(183,638)	(81,488)	0	(265,126)
Bridges	(611,210)	(34,933)	0	(646,143)
<i>Total Accumulated Depreciation</i>	<u>(90,228,468)</u>	<u>(6,037,559) *</u>	<u>164,288</u>	<u>(96,101,739)</u>
<i>Total Capital Assets, Being Depreciated, Net</i>	<u>103,938,776</u>	<u>(1,440,805)</u>	<u>(44,755)</u>	<u>102,453,216</u>
<i>Total Governmental Capital Assets, Net</i>	<u>\$117,225,154</u>	<u>\$6,676,471</u>	<u>(\$2,639,812)</u>	<u>\$121,261,813</u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

	Balance 12/31/03	Additions	Deletions	Balance 12/31/04
Business-Type Activities				
<i>Capital Assets Not Being Depreciated</i>				
Land	\$1,499,176	\$0	\$0	\$1,499,176
Construction in Progress	1,832,356	868,627	(1,456,194)	1,244,789
<i>Total Capital Assets Not Being Depreciated</i>	<u>3,331,532</u>	<u>868,627</u>	<u>(1,456,194)</u>	<u>2,743,965</u>
<i>Capital Assets, Being Depreciated</i>				
Land Improvements	232,275	1,400	0	233,675
Buildings	1,748,367	11,235	0	1,759,602
Machinery and Equipment	315,553	17,988	(5,765)	327,776
Furniture and Fixtures	36,957	159	(263)	36,853
Vehicles	661,037	0	0	661,037
Sewer Lines	44,998,122	1,757,674	0	46,755,796
<i>Total Capital Assets, Being Depreciated</i>	<u>47,992,311</u>	<u>1,788,456</u>	<u>(6,028)</u>	<u>49,774,739</u>
Less Accumulated Depreciation:				
Land Improvements	(116,239)	(8,637)	0	(124,876)
Buildings	(152,352)	(34,855)	0	(187,207)
Machinery and Equipment	(233,800)	(33,781)	5,075	(262,506)
Furniture and Fixtures	(10,213)	(3,450)	224	(13,439)
Vehicles	(334,649)	(63,633)	0	(398,282)
Sewer Lines	(17,912,005)	(930,593)	0	(18,842,598)
<i>Total Accumulated Depreciation</i>	<u>(18,759,258)</u>	<u>(1,074,949)</u>	<u>5,299</u>	<u>(19,828,908)</u>
<i>Total Capital Assets, Being Depreciated, Net</i>	<u>29,233,053</u>	<u>713,507</u>	<u>(729)</u>	<u>29,945,831</u>
<i>Total Business-Type Capital Assets, Net</i>	<u>\$32,564,585</u>	<u>\$1,582,134</u>	<u>(\$1,456,923)</u>	<u>\$32,689,796</u>

* Depreciation expense was charged to governmental functions as follows:

General Government	\$343,553
Security of Persons and Property	652,320
Public Health	63,612
Transportation	3,405,838
Community Environment	29,824
Basic Utility Services	1,011,240
Leisure Time Activities	531,172
	<u>531,172</u>
Total	<u>\$6,037,559</u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 10 - Defined Benefit Pension Plans

A. Ohio Public Employees Retirement System

The City of Westlake participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-6705 or (800) 222-7377.

For the year ended December 31, 2004, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 8.5 percent of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.1 percent of their annual covered salary; members in public safety contributed 9 percent. The City's contribution rate for pension benefits for 2004 was 9.55 percent, except for those plan members in law enforcement or public safety. For those classifications, the City's pension contributions were 12.7 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The City's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2004, 2003, and 2002 were \$743,265, \$636,523, and \$638,391 respectively; 95.62 percent has been contributed for 2004 and 100 percent for 2003 and 2002. Contributions to the member-directed plan for 2004 were \$13,255 made by the City and \$8,315 made by the plan members.

B. Ohio Police and Fire Pension Fund

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. 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 the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10 percent of their annual covered salary to fund pension obligations while the City is required to contribute 11.75 percent for police officers and 16.25 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the Fund for police and firefighters were \$360,985 and \$455,404 for the year ended December 31, 2004, \$346,761 and \$434,332 for the year ended December 31, 2003 and \$337,202 and \$417,904 for the year ended December 31, 2002. The full amount has been contributed for 2003 and 2002. 97.69 percent and 96.28 percent has been contributed for 2004.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 11 – Postemployment Benefits

A. Ohio Public Employees Retirement System

The 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 with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in *GASB Statement No. 12*. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2004 local government employer contribution rate was 13.55 percent of covered payroll (16.7 percent for public safety and law enforcement); 4.00 percent of covered payroll was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2003, include a rate of return on investments of 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase between 1.00 and 6.00 percent annually for the next eight years and 4.00 percent annually after eight years.

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

The number of active contributing participants in the traditional and combined plans was 369,885. Actual employer contributions for 2004 which were used to fund postemployment benefits were \$311,265. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2003, (the latest information available) were \$10.5 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$26.9 billion and \$16.4 billion, respectively.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to increasing health care costs.

B. Ohio Police and Fire Pension Fund

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 service, disability or survivor benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in *GASB Statement No. 12*. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund's board of trustees to provide health care coverage and states that health care costs paid from the funds of OP&F shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution rate is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.75 percent of covered payroll was applied to the postemployment health care program during 2004

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

and 2003. In addition, since July 1, 1992, most retirees and survivors have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions.

The City's actual contributions for 2004 that were used to fund postemployment benefits were \$238,097 for police and \$217,193 for firefighters. The OP&F's total health care expense for the year ended December 31, 2003, (the latest information available) was \$150,853,148, which was net of member contributions of \$17,207,506. The number of OP&F participants eligible to receive health care benefits as of December 31, 2003, was 13,662 for police and 10,474 for firefighters.

Note 12 – Compensated Absences

Vacation leave is earned at rates which vary depending upon length of service and standard work week. Current policy permits vacation leave to be accumulated up to two years. City employees are paid for earned, unused vacation leave at the time of termination of employment.

Sick leave is earned at the rate of four and six-tenths hours for every eighty hours worked. A maximum of 2,500 hours may be accumulated by each employee. Those employees whose accumulation exceeds 2,500 hours are paid, in December of each year, one-fourth of those hours at their current rate. Each employee with ten or more years of service with the City is paid for one-half of the employee's earned unused sick leave upon termination with the City, transfer to another governmental agency, or retirement, 60 percent after 17 years of service, 68 percent after 20 years of service and 75 percent after 25 years of service.

Note 13 - Landfill Closure and Postclosure Care Cost

State and Federal laws and regulations require the City to perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The City's landfill placed its final cover in 1989. The \$708,130 reported as landfill postclosure costs in the long-term liabilities due in more than one year line of the governmental activities column of the statement of net assets at December 31, 2004, represents the estimated cost of maintenance and monitoring through 2023. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The City is required by State and Federal laws and regulations to provide assurances that financial resources will be available to provide for postclosure care and remediation or containment of environmental hazards at the landfill. Financial assurances may take the form of a financial test and corporate guarantee. The financial test was performed on the 2004 audited financial statements and the City was in compliance.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 14 - Risk Management

The City is exposed to various risks of loss related to torts; theft, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year the City contracted with McGowan and Company for all their insurance. The types of coverage and deductibles are as follows:

Type of Coverage	Coverage	Deductible
St. Paul Fire and Marine Insurance Company		
Blanket Property and Contents, Replacement	\$40,906,366	\$2,500
Inland Marine	13,150,179	1,000
General Liability	1,000,000/2,000,000	0
Automobile Liability	1,000,000/2,000,000	1,000/5,000
Umbrella Excess Liability	10,000,000	0
Police Professional Liability	1,000,000/2,000,000	10,000
Employment Practice Liability	1,000,000/2,000,000	25,000
Computer - Hardware	2,045,669	1,000
Computer - Software	1,000,000	1,000
Travelers Insurance		
Public Officials	25,000	1,000
Forgery Liability	25,000	1,000
American Alternative Insurance		
Public Officials Liability	1,000,000/2,000,000	15,000

Settled claims have not exceeded this commercial coverage in any of the past three years.

The City has elected to provide employee hospital/medical, prescription, dental, and vision insurance benefits through a partially self insured program. The City established a Self Insurance internal service fund to account for and finance the cost of this program.

The program provides three medical plans with different deductible options for single and family coverage, a dental plan with a \$25 deductible and a \$1,500 limit per person per year, a \$10 co-pay on generic and a \$15 co-pay on name brand prescriptions, and a vision plan providing \$50 every 2 years per individual for exams and up to \$150 for prescription lenses.

A third party administrator reviews and processes the claims which the City then pays. The City purchased stop loss coverage of \$70,000 per individual and \$1,366,142 aggregate per year. For each employee, the City paid monthly into the Self Insurance internal service fund \$200 for single and \$550 for family coverage. These rates are paid by the fund from which the employees' salary is paid.

The claims liability of \$231,917 as estimated by the third party administrator and reported in the Self Insurance internal service fund at December 31, 2004, is based on the requirements of GASB Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the funds claims liability amount in 2003 and 2004 were as follows:

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2003	\$248,943	\$1,084,581	\$1,131,187	\$202,337
2004	202,337	1,793,125	1,763,545	231,917

Workers' compensation coverage is provided by the State of Ohio. The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Note 15 - Notes Payable

Note activity for the year ended December 31, 2004, consisted of the following:

	Outstanding 12/31/03	Issued	Retired	Outstanding 12/31/04
Capital Projects Funds				
1.25% Maturity - 6/12/04				
Crocker Road Improvements	\$7,200,000	\$0	\$7,200,000	\$0
1.25% Maturity - 6/12/05				
Crocker Road Improvements	0	4,367,000	0	4,367,000
<i>Total</i>	\$7,200,000	\$4,367,000	\$7,200,000	\$4,367,000

All the notes are backed by the full faith and credit of the City of Westlake. The note liability is reflected in the fund which received the proceeds.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 16 - Long-term Obligations

The original issue date, maturity date, interest rate and original issuance amount for each of the City's bonds follows:

	Original Issue Date	Maturity Date	Interest Rate	Original Issue Amount
General Obligation Bonds				
Recreation Center	1997	2020	3.85-6.90 %	\$12,600,000
Sewer Improvements	1986	2007	6.75	2,250,000
Issue 11 Streets	1993	2004	3.75-7.00	3,500,000
Issue 11 Clague Park Dam	1993	2004	3.75-7.00	1,000,000
Issue 11 Sewers	1993	2004	3.75-7.00	2,150,000
Issue 11 D.W.A.K.	1993	2004	3.75-7.00	1,500,000
Street Improvements	1994	2004	3.95-5.45	1,050,000
Street Improvements	1994	2004	3.95-5.75	4,100,000
Street Improvements	1994	2004	3.95-6.00	1,540,000
Water Lines	1994	2004	3.95-5.75	600,000
Safety Facility Refunding Bonds	1997	2010	3.85-10.90	1,395,000
Safety Facility Refunding Capital Appreciation Bonds	1997	2010	3.85-10.90	354,900
Advance Refunding Bonds	1997	2008	3.85-6.40	1,105,000
Advance Refunding Bonds	1997	2008	3.85-10.90	2,105,000
Advance Refunding Capital Appreciation Bonds	1997	2008	3.85-10.90	193,297
Issue 11 Various Purpose	1999	2004	3.15-3.95	4,900,000
Issue 11 Sewers Refunding Bonds	2004	2013	1.25-2.00	1,390,000
Issue 11 D.W.A.K. Refunding Bonds	2004	2008	1.25-2.00	650,000
Issue 11 Clague Park Dam and Street Improvements Refunding Bonds	2004	2007	1.25-2.00	1,655,000
Street Improvements Refunding Bonds	2004	2014	1.25-3.40	1,020,000
Issue 11 Water Lines and Street Improvements Refunding Bonds	2004	2007	1.25-2.00	1,440,000
Special Assessment Bonds				
Bradley Sewer	1984	2004	10.13	240,000
Clemens Road	1985	2005	9.25	680,000
Sewer System Improvements	1986	2006	6.75	40,000
West Hedgewood Sewer Improvements	1987	2007	7.88	100,000
Issue 11 Sewers	1993	2004	3.75-7.00	540,000
Issue 11 D.W.A.K.	1993	2004	3.75-7.00	270,000
Sewer System Phase III	1994	2004	3.95-6.00	305,000
Sidewalks	1995	2004	3.95-5.45	25,000
Marview Waterline	1997	2010	3.30-4.15	88,000
Bradley Sidewalks	1997	2005	3.85-5.00	102,000
Various Purpose Improvements	1999	2009	3.30-4.15	285,000
Various Purpose Improvements	2001	2021	2.65-5.00	765,000
Issue 11 Sewers Refunding Bonds	2004	2013	1.25-3.30	345,000
Issue 11 D.W.A.K. Refunding Bonds	2004	2008	1.25-2.00	115,000
Sewer System Phase III Refunding Bonds	2004	2014	1.25-3.40	225,000
OPWC Loans				
Issue 11	1994	2014	0	411,308
Issue 2	2003	2023	0	806,235

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Changes in long-term obligations during the year ended December 31, 2004, consisted of the following:

	Balance 12/31/03	Increase	Decrease	Balance 12/31/04	Amounts Due in One Year
General Obligation Bonds					
Recreation Center	\$11,935,000	\$0	\$235,000	\$11,700,000	\$295,000
Sewer Improvements	500,000	0	125,000	375,000	125,000
Issue 11 Streets	1,235,000	0	1,235,000	0	0
Issue 11 Clague Park Dam	350,000	0	350,000	0	0
Issue 11 Sewers	1,330,000	0	1,330,000	0	0
Issue 11 D.W.A.K.	620,000	0	620,000	0	0
Street Improvements	130,000	0	130,000	0	0
Street Improvements	1,560,000	0	1,560,000	0	0
Street Improvements	1,045,000	0	1,045,000	0	0
Water Lines	230,000	0	230,000	0	0
Safety Facility Refunding Bonds	655,000	0	210,000	445,000	220,000
Safety Facility Capital Appreciation Bonds	354,900	0	0	354,900	0
Accretion on Capital Appreciation Bonds	616,505	55,027	0	671,532	0
Advance Refunding Bonds	610,000	0	110,000	500,000	115,000
Advance Refunding Bonds	840,000	0	270,000	570,000	280,000
Advance Refunding Capital Appreciation Bonds	193,297	0	0	193,297	0
Accretion on Capital Appreciation Bonds	388,607	43,513	0	432,120	0
Issue 11 Various Purpose	2,375,000	0	560,000	1,815,000	580,000
Issue 11 Sewers Refunding Bonds	0	1,390,000	95,000	1,295,000	135,000
Issue 11 D.W.A.K. Refunding Bonds	0	650,000	95,000	555,000	135,000
Issue 11 Clague Park Dam and Street Improvements Refunding Bonds	0	1,655,000	310,000	1,345,000	440,000
Street Improvements Refunding Bonds	0	1,020,000	15,000	1,005,000	140,000
Street Improvements and Water Lines Refunding Bonds	0	1,440,000	270,000	1,170,000	385,000
Unamortized Premium	0	14,458	1,068	13,390	0
Unamortized Loss on Refunding	0	(159,631)	(11,831)	(147,800)	0
<i>Total General Obligation Bonds</i>	<u>24,968,309</u>	<u>6,108,367</u>	<u>8,784,237</u>	<u>22,292,439</u>	<u>2,850,000</u>
Special Assessment Bonds					
Bradley Sewer	15,000	0	15,000	0	0
Clemens Road	80,000	0	40,000	40,000	40,000
Sewer System Improvements	6,000	0	2,000	4,000	2,000
West Hedgewood Sewer Improvements	20,000	0	5,000	15,000	5,000
Issue 11 Sewers	330,000	0	330,000	0	0
Issue 11 D.W.A.K.	110,000	0	110,000	0	0
Sewer System Phase III	227,000	0	227,000	0	0
Sidewalks	3,000	0	3,000	0	0
Marview Waterline	55,000	0	5,000	50,000	5,000
Bradley Sidewalks	30,000	0	15,000	15,000	15,000
Various Purpose Improvements	185,000	0	30,000	155,000	30,000
Various Purpose Improvements	720,000	0	30,000	690,000	30,000
Issue 11 Sewers Refunding Bonds	0	115,000	15,000	100,000	25,000
Issue 11 D.W.A.K. Refunding Bonds	0	345,000	25,000	320,000	35,000
Sewer System Phase III Refunding Bonds	0	225,000	15,000	210,000	20,000
Unamortized Premium	0	1,609	119	1,490	0
Unamortized Loss on Refunding	0	(17,717)	(1,317)	(16,400)	0
<i>Total Special Assessment Bonds</i>	<u>\$1,781,000</u>	<u>\$668,892</u>	<u>\$865,802</u>	<u>\$1,584,090</u>	<u>\$207,000</u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

	Balance 12/31/03	Increase	Decrease	Balance 12/31/04	Amounts Due in One Year
OPWC Loans					
Issue 11	\$204,492	\$0	\$20,450	\$184,042	\$20,450
Issue 2	202,356	603,879	0	806,235	40,312
Total OPWC Loans	406,848	603,879	20,450	990,277	60,762
Compensated Absences Payable	3,400,243	936,834	1,020,854	3,316,223	510,000
Landfill Postclosure Costs	745,400	0	37,270	708,130	37,270
Total Governmental Long-Term Liabilities	\$31,301,800	\$8,317,972	\$10,728,613	\$28,891,159	\$3,665,032

General obligation bonds General obligation bonds are direct obligations of the City for which its full faith and credit are pledged for repayment. General obligation bonds are to be repaid from both voted and unvoted general property taxes levied on all taxable property located within the City. Tax monies will be received in and the debt will be retired from the general obligation bond debt service fund. The 1993 Issue 11 general obligation bonds will be repaid from taxes levied on all taxable income within the City.

The 1997 safety facility refunding and advance refunding bonds include serial bonds and capital appreciation bonds. This year the addition on these bonds was \$98,540 which represents the annual accretion of discounted interest. The final amount of these bonds will be \$1,580,000, with a maturity date of December 2010.

Sewer general obligation bonds are paid out of the Sewer enterprise fund to the extent that resources are available.

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

Refunded Bonds

On March 22, 2004, the City issued \$6,155,000 in general obligation refunding bonds and \$685,000 in special assessment refunding bonds at interest rates varying from 1.25 percent to 3.40 percent. Proceeds were used to refund \$6,540,000 of the outstanding 1993, 1994 and 1997 Issue 11 and street and water line improvements general obligation and special assessment bonds as follows:

	General Obligation Bonds	Special Assessment Bonds	Total
Outstanding at December 31, 2003	\$6,370,000	\$667,000	\$7,037,000
Amount Refunded	(5,885,000)	(655,000)	(6,540,000)
Non-Refunded Portion	485,000	12,000	497,000
Principal Payment on Non-Refunded Portion	(485,000)	(12,000)	(497,000)
Outstanding at December 31, 2004	\$0	\$0	\$0

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

The bonds were sold at a premium of \$16,067. Proceeds of \$6,717,348 (after underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 1993 and 1994 water and sewer construction bonds. As a result, \$6,540,000 of these bonds were considered defeased and the liability for the refunded bonds has been removed from the basic financial statements.

The refunding resulted in a difference between the acquisition price and the net carrying amount of the old debt of \$177,348. This difference, reported as a deduction from bonds payable, is being charged to interest through 2014. The City completed the refunding to reduce its total debt service payments over the next ten years by \$683,830 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of \$433,871.

Other long-term obligations Compensated absences will be paid from the reserve for compensated absences special revenue fund, in accordance with section 5705.13(B), Ohio Revised Code. The Issue 11 Loan liability and the Issue 2 Loan liability is payable semiannually from the general obligation bond debt service fund. The loans are interest free.

The City's overall legal debt margin was \$110,065,307 at December 31, 2004. Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2004, are as follows:

Year	General Obligation Bonds		Capital Appreciation Bonds	
	Principal	Interest	Principal	Interest
2005	\$2,850,000	\$932,181	\$0	\$0
2006	2,960,000	840,765	0	0
2007	2,540,000	734,762	180,565	369,435
2008	920,000	643,300	162,381	387,619
2009	705,000	600,040	105,982	134,018
2010-2014	4,505,000	2,442,560	99,269	140,731
2015-2019	5,080,000	1,203,310	0	0
2020-2024	1,215,000	66,825	0	0
Total	<u>\$20,775,000</u>	<u>\$7,463,743</u>	<u>\$548,197</u>	<u>\$1,031,803</u>

Year	Special Assessment Bonds		OPWC	Total	
	Principal	Interest	Loans	Principal	Interest
2005	\$207,000	\$60,570	\$60,762	\$3,117,762	\$992,751
2006	152,000	52,195	60,761	3,172,761	892,960
2007	155,000	47,942	60,761	2,936,326	1,152,139
2008	150,000	43,013	60,761	1,293,142	1,073,932
2009	135,000	38,388	60,761	1,006,743	772,446
2010-2014	475,000	131,775	283,356	5,362,625	2,715,066
2015-2019	225,000	59,950	201,560	5,506,560	1,263,260
2020-2024	100,000	7,500	201,555	1,516,555	74,325
Total	<u>\$1,599,000</u>	<u>\$441,333</u>	<u>\$990,277</u>	<u>\$23,912,474</u>	<u>\$8,936,879</u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 17 - Construction and Other Significant Commitments

At December 31, 2004, the City's significant contractual commitments consisted of:

Project	Contract Amount	Amount Paid	Remaining on Contract
Peterson Pool Slide	\$290,281	\$161,412	\$128,869
Crocker Road Improvements	6,772,280	6,542,955	229,325
Road Improvements	1,345,392	1,157,371	188,021
Lincoln Road Improvements	935,627	758,784	176,843
Sperry Water Improvements	849,395	748,942	100,453
Hilliard Water Improvements	1,517,823	1,090,995	426,828
Sanitary Sewer Upgrade	1,312,733	862,273	450,460
Total	\$13,023,531	\$11,322,732	\$1,700,799

Note 18 - Industrial Development Revenue Bonds

The City has issued three series of industrial development revenue bonds in the aggregate outstanding principal amount of \$2,670,000 at December 31, 2004 for facilities used by private corporations or other entities. The City is not obligated in any way to pay debt related charges on the bonds from any of its funds, and therefore, they have been excluded entirely from the City's debt presentation. There has not been and there is not currently any condition of default under the bonds or the related financing documents.

Note 19 - Joint Venture - Rocky River Wastewater Treatment Plant

The Rocky River Wastewater Treatment Plant (the "Plant") is a joint venture among the cities of Fairview Park, Bay Village, Rocky River and Westlake. The plant is governed by a management board consisting of the elected mayors of the four member cities and a fifth person nominated and elected by the mayors. The board has complete authority over all aspects of the Plant's operation. The Plant supplies all participating residents of the member cities with sewer services. Each city owns the sewage lines located in its city and bills its residents for usage. Continued existence of the Plant is dependent on the City's continued participation, and the City has an equity interest in the Plant. The City's equity interest is \$10,420,557 which represents 40.18 percent of the total equity in the Plant. The Plant is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

Note 20 - Jointly Governed Organizations

A. West Shore Council of Governments

The West Shore Council of Governments helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the six participating entities. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. In 2004, the City contributed \$70,739 which represented 20.06 percent of total contributions. Complete financial information statements can be obtained from the City of Bay Village 350 Dover Center Road, Bay Village, Ohio 44140.

The council has established two subsidiary organizations, the West Shore Hazardous Materials Committee ("HAZ MAT") which provides hazardous material protection and assistance, and the West Shore Enforcement Bureau which provides extra assistance to cities in the form of a Swat Team.

B. Tri-City Park

The Tri-City Park provides a recreational park to the cities of Westlake, Rocky River, and Fairview Park. The park is governed by a board consisting of the elected mayors of the three cities. The Board exercises total control over the operation of the park including budgeting, appropriating, contracting, and designating management.

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. In 2004, the City contributed \$1,000 which represented 33 percent of total contributions.

C. S.A.F.E Council of Governments

The S.A.F.E Council of Governments was formed between municipalities to oppose changes to Cleveland Hopkins International Airport air traffic pattern. The Cities of Rocky River, Bay Village, Fairview Park and Westlake govern by a board consisting of the elected mayors. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting, and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. The City of Westlake did not make any contributions to the S.A.F.E. in 2004.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2004

D. West Shore Area Rescue Association

The West Shore Area Rescue Association (Weshare) helps foster cooperation between municipalities and hospitals to provide optimum emergency medical services. The Board is comprised of one member from each of the nine participating entities. The Board exercises total control over the operation of Weshare including budgeting, appropriating, contracting, and designating management.

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. In 2004, the City contributed \$300 which represented 8.3 percent of total contributions.

Note 21 - Contingent Liabilities

The City of Westlake is a party to legal proceedings seeking damages. The City management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

Combining Statements and Individual Fund Schedules

Fund Descriptions - Nonmajor Funds

Nonmajor Special Revenue Funds

To account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes.

Street Maintenance Fund - To account for that portion of the State gasoline tax and motor vehicle registration fees designated for street maintenance and repair.

State Highway Fund - To account for that portion of the State gasoline tax and motor vehicle registration fees designated for maintenance of State highways within the City.

Permissive Motor Vehicle License Fund - To account for the additional motor vehicle registration fees designated for maintenance and repair of streets within the City.

Police Pension Fund - To account for accumulated property taxes levied for the payment of current employer contributions for police disability and pension benefits and the accrued liability.

Fire Pension Fund - To account for accumulated property taxes levied for the payment of current employer contributions for fire disability and pension benefits and the accrued liability.

Police and Fire Operating Fund - To account for accumulated property taxes levied for the payment of salaries and related expenditures for the safety forces. This is in addition to expenditures made from the general fund.

Law Enforcement Fund - To account for monies seized from criminals by law enforcement officials in the course of their work and restricted, by State statute, for expenditures that would enhance the police department.

Mandatory Drug Fines Fund - To account for the resources obtained from confiscated monies from criminal offenses and designated, by State statute, for expenditures that would enhance the police department.

Alcohol Education Fund - To account for court fees obtained from D.W.I. cases and restricted by State statute for expenditures that would promote education about driving while intoxicated.

Juvenile Diversion Fund - To account for monies received from Cuyahoga County to be used to establish or expand community policing programs.

Federal Equitable Fund - To account for federal forfeiture monies returned to the City restricted for certain law enforcement purposes.

FEMA Fund - To account for federal and State monies used for restoration of areas hit by natural disasters.

Swimming Pool Operation Fund - To account for State and Federal monies used for the operation of the public swimming pool.

(continued)

Fund Descriptions - Nonmajor Funds (continued)

Senior/Community Service Fund - To account for money paid from participants in the City Office on Aging Programs.

Cemetery Operating Fund - To account for the operation and maintenance of two public cemeteries.

Cemetery Investment Fund - To account for proceeds from the sale of cemetery lots.

Westlake/Bay Ecological Fund - To account for proceeds from the sale of humus that is restricted to expenditures that promote recycling of yard waste materials and maintain and improve the appearance of the landfill.

Newsletter Fund - To account for donations used to print the City-wide newsletter.

Reserve for Compensated Absences Fund - To account for the accumulation of resources for accumulated sick leave and vacation leave, upon the termination of employment of employees in the City.

City Donations Fund - To account for contributions from private sources whose use is restricted.

Nonmajor Debt Service Funds

General Obligation Bond Retirement Fund - To account for resources used for the payment of principal and interest and fiscal charges on general obligation debt.

Special Assessment Bond Retirement Fund - To account for resources used for the retirement of debt issued to finance public improvements deemed to benefit the properties against which special assessments are levied.

Issue 11 Bond Retirement Fund - To account for resources from a 3/8 percent increase in the income tax levy to be used for the retirement of debt issued to finance capital projects within the City.

Nonmajor Capital Projects Funds

Storm Drainage Fund - To account for charges to developers which are used to finance the City's cost of installing or cleaning ditches.

Sanitary Sewer Improvement Fund - To account for State monies and interest revenues to be used for the cost of construction of new sewer lines within the City that will be donated to the sewer enterprise fund.

Issue 2 Improvements Fund - To account for the contractors costs and reimbursements on the Issue 2 infrastructure project.

Grants Fund - To account for various State and Federal monies which are used for historical site preservation and the construction of recreation facilities.

Traffic Signalization Fund - To account for monies received from the federal highway administration to be used for the costs to replace and upgrade traffic signals within the City.

Senior Center Construction Fund - To account for monies and grants to be used to improve the senior center.

(continued)

Fund Descriptions - Nonmajor Funds (continued)

Park Improvements Fund - To account for the charges to developers for the construction of new park facilities and the acquisition of new park land.

Impact Fees Fund - To account for impact fees charged to developers for new park facilities.

Sidewalks Fund - To account for special assessments used for the construction of sidewalks throughout the City.

City Hall Construction Fund - The City Hall construction fund accounts for note proceeds to be used to construct a new City Hall.

Recreation Center Construction Fund - To account for income tax proceeds to be used for improvements to the recreation center.

Service Center Construction Fund - To account for monies to be used to construct a new service center.

Recreation Center Bond Construction Fund - To account for interest revenue to be used for the construction of the recreation center. These monies are returned when the work is completed.

Proprietary Funds

Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

Enterprise Fund

Golf Course Fund - The golf course fund accounts for the operations of the City owned golf course.

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2004

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$6,203,091	\$1,613,027	\$22,667,395	\$30,483,513
Cash and Cash Equivalents:				
with Fiscal Agents	0	25,166	0	25,166
with Escrow Agents	124,078	0	259,969	384,047
Accrued Interest Receivable	11,437	0	79,827	91,264
Intergovernmental Receivable	564,139	75,092	0	639,231
Municipal Income Taxes Receivable	0	643,631	28,047	671,678
Property Taxes Receivable	1,815,028	1,216,578	0	3,031,606
Special Assessments Receivable	0	1,599,000	0	1,599,000
<i>Total Assets</i>	<u>\$8,717,773</u>	<u>\$5,172,494</u>	<u>\$23,035,238</u>	<u>\$36,925,505</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$115,838	\$0	\$13,249	\$129,087
Accrued Wages and Benefits	41,220	0	424	41,644
Retainage Payable	124,078	0	259,968	384,046
Intergovernmental Payable	6,184	0	101	6,285
Deferred Revenue	2,192,130	3,117,701	22,039	5,331,870
Advances From Other Funds	0	0	5,160,000	5,160,000
Interfund Payable	0	0	2,311,800	2,311,800
Matured Bonds and Interest Payable	0	25,166	0	25,166
<i>Total Liabilities</i>	<u>2,479,450</u>	<u>3,142,867</u>	<u>7,767,581</u>	<u>13,389,898</u>
Fund Balances				
Reserved for Encumbrances	32,542	0	1,517,476	1,550,018
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	6,205,781	0	0	6,205,781
Debt Service Funds	0	2,029,627	0	2,029,627
Capital Projects Funds	0	0	13,750,181	13,750,181
<i>Total Fund Balances</i>	<u>6,238,323</u>	<u>2,029,627</u>	<u>15,267,657</u>	<u>23,535,607</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$8,717,773</u>	<u>\$5,172,494</u>	<u>\$23,035,238</u>	<u>\$36,925,505</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2004

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property and Other Local Taxes	\$1,688,984	\$1,238,592	\$0	\$2,927,576
Municipal Income Taxes	0	2,664,900	123,729	2,788,629
Charges for Services	311,639	0	1,150	312,789
Licenses, Permits and Fees	0	0	595,984	595,984
Fines and Forfeitures	142,527	0	0	142,527
Intergovernmental	1,605,900	150,184	610,128	2,366,212
Special Assessments	0	212,000	24,764	236,764
Interest	68,015	88,332	211,456	367,803
Donations	48,095	0	0	48,095
Miscellaneous	42,715	0	7,081	49,796
<i>Total Revenues</i>	<u>3,907,875</u>	<u>4,354,008</u>	<u>1,574,292</u>	<u>9,836,175</u>
Expenditures				
Current:				
General Government	41,041	0	0	41,041
Security of Persons and Property	2,324,121	0	0	2,324,121
Public Health Services	180,961	0	0	180,961
Transportation	1,615,358	0	0	1,615,358
Community Environment	69,028	0	0	69,028
Basic Utility Services	99,105	0	0	99,105
Leisure Time Activities	188,399	0	0	188,399
Capital Outlay	0	0	3,551,348	3,551,348
Debt Service:				
Principal Retirement	0	3,142,450	0	3,142,450
Interest and Fiscal Charges	0	1,258,807	0	1,258,807
Bond Issuance Costs	0	138,718	0	138,718
<i>Total Expenditures</i>	<u>4,518,013</u>	<u>4,539,975</u>	<u>3,551,348</u>	<u>12,609,336</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(610,138)</u>	<u>(185,967)</u>	<u>(1,977,056)</u>	<u>(2,773,161)</u>
Other Financing Sources (Uses)				
Bonds Issued	0	6,840,000	0	6,840,000
Notes Issued	0	16,067	0	16,067
Payments to Refunded Bond Escrow Agent	0	(6,717,348)	0	(6,717,348)
Loan Issued	0	0	603,879	603,879
Transfers In	600,000	158,750	7,175,311	7,934,061
<i>Total Other Financing Sources (Uses)</i>	<u>600,000</u>	<u>297,469</u>	<u>7,779,190</u>	<u>8,676,659</u>
<i>Net Change in Fund Balances</i>	(10,138)	111,502	5,802,134	5,903,498
<i>Fund Balances Beginning of Year</i>	<u>6,248,461</u>	<u>1,918,125</u>	<u>9,465,523</u>	<u>17,632,109</u>
<i>Fund Balances End of Year</i>	<u>\$6,238,323</u>	<u>\$2,029,627</u>	<u>\$15,267,657</u>	<u>\$23,535,607</u>

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004

	Street Maintenance	State Highway	Permissive Motor Vehicle License	Police Pension
Assets				
Equity in Pooled Cash and Cash Equivalents	\$391,199	\$547,591	\$142,933	\$175,834
Cash and Cash Equivalents with Fiscal Agents	29,417	0	94,661	0
Accrued Interest Receivable	622	4,007	768	0
Intergovernmental Receivable	348,396	28,317	83,102	20,480
Property Taxes Receivable	0	0	0	363,006
<i>Total Assets</i>	<u>\$769,634</u>	<u>\$579,915</u>	<u>\$321,464</u>	<u>\$559,320</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$30,432	\$38,134	\$0	\$0
Accrued Wages and Benefits	7,743	0	0	0
Retainage Payable	29,417	0	94,661	0
Intergovernmental Payable	1,161	0	0	0
Deferred Revenue	201,962	16,444	56,297	383,486
<i>Total Liabilities</i>	<u>270,715</u>	<u>54,578</u>	<u>150,958</u>	<u>383,486</u>
Fund Balances				
Reserved for Encumbrances	521	0	11,893	0
Unreserved, Undesignated	498,398	525,337	158,613	175,834
<i>Total Fund Balances</i>	<u>498,919</u>	<u>525,337</u>	<u>170,506</u>	<u>175,834</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$769,634</u>	<u>\$579,915</u>	<u>\$321,464</u>	<u>\$559,320</u>

<u>Fire Pension</u>	<u>Police and Fire Operating</u>	<u>Law Enforcement</u>	<u>Mandatory Drug Fines</u>	<u>Alcohol Education</u>	<u>Juvenile Diversion</u>
\$135,200	\$1,339,282	\$158,967	\$19,512	\$47,862	\$2,310
0	0	0	0	0	0
0	0	0	0	0	0
20,480	61,439	0	0	1,685	0
363,006	1,089,016	0	0	0	0
<u>\$518,686</u>	<u>\$2,489,737</u>	<u>\$158,967</u>	<u>\$19,512</u>	<u>\$49,547</u>	<u>\$2,310</u>
\$0	\$0	\$0	\$0	\$38,357	\$0
0	32,255	0	0	0	0
0	0	0	0	0	0
0	4,839	0	0	0	0
383,486	1,150,455	0	0	0	0
<u>383,486</u>	<u>1,187,549</u>	<u>0</u>	<u>0</u>	<u>38,357</u>	<u>0</u>
0	0	0	0	0	0
135,200	1,302,188	158,967	19,512	11,190	2,310
<u>135,200</u>	<u>1,302,188</u>	<u>158,967</u>	<u>19,512</u>	<u>11,190</u>	<u>2,310</u>
<u>\$518,686</u>	<u>\$2,489,737</u>	<u>\$158,967</u>	<u>\$19,512</u>	<u>\$49,547</u>	<u>\$2,310</u>

(continued)

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004 (continued)

	Federal Equitable	Swimming Pool Operation	Senior/ Community Service	Cemetery Operating
Assets				
Equity in Pooled Cash and Cash Equivalents	\$311,640	\$28,681	\$36,785	\$91,097
Cash and Cash Equivalents with Escrow Agents	0	0	0	0
Accrued Interest Receivable	404	0	0	5,636
Intergovernmental Receivable	0	240	0	0
Property Taxes Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$312,044</u>	<u>\$28,921</u>	<u>\$36,785</u>	<u>\$96,733</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$32	\$6,249	\$685
Accrued Wages and Benefits	0	0	0	1,222
Retainage Payable	0	0	0	0
Intergovernmental Payable	0	0	0	184
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>32</u>	<u>6,249</u>	<u>2,091</u>
Fund Balances				
Reserved for Encumbrances	0	0	1,156	175
Unreserved, Undesignated	312,044	28,889	29,380	94,467
<i>Total Fund Balances</i>	<u>312,044</u>	<u>28,889</u>	<u>30,536</u>	<u>94,642</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$312,044</u>	<u>\$28,921</u>	<u>\$36,785</u>	<u>\$96,733</u>

Cemetery Investment	Westlake/ Bay Ecological	Newsletter	Reserve for Compensated Absences	City Donations	Total Nonmajor Special Revenue Funds
\$408,111	\$139,563	\$4,561	\$2,080,310	\$141,653	\$6,203,091
0	0	0	0	0	124,078
0	0	0	0	0	11,437
0	0	0	0	0	564,139
0	0	0	0	0	1,815,028
<u>\$408,111</u>	<u>\$139,563</u>	<u>\$4,561</u>	<u>\$2,080,310</u>	<u>\$141,653</u>	<u>\$8,717,773</u>
\$0	\$31	\$0	\$0	\$1,918	\$115,838
0	0	0	0	0	41,220
0	0	0	0	0	124,078
0	0	0	0	0	6,184
0	0	0	0	0	2,192,130
<u>0</u>	<u>31</u>	<u>0</u>	<u>0</u>	<u>1,918</u>	<u>2,479,450</u>
0	17,640	0	0	1,157	32,542
<u>408,111</u>	<u>121,892</u>	<u>4,561</u>	<u>2,080,310</u>	<u>138,578</u>	<u>6,205,781</u>
<u>408,111</u>	<u>139,532</u>	<u>4,561</u>	<u>2,080,310</u>	<u>139,735</u>	<u>6,238,323</u>
<u>\$408,111</u>	<u>\$139,563</u>	<u>\$4,561</u>	<u>\$2,080,310</u>	<u>\$141,653</u>	<u>\$8,717,773</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004

	Street Maintenance	State Highway	Permissive Motor Vehicle License	Police Pension
Revenues				
Property and Other Local Taxes	\$0	\$0	\$0	\$332,030
Charges for Services	0	0	0	0
Fines and Forfeitures	0	0	0	0
Intergovernmental	1,052,493	84,428	247,819	40,959
Interest	34,159	8,210	12,295	0
Donations	0	0	0	0
Miscellaneous	0	0	274	0
<i>Total Revenues</i>	<u>1,086,652</u>	<u>92,638</u>	<u>260,388</u>	<u>372,989</u>
Expenditures				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	596,005
Public Health Services	0	0	0	0
Transportation	754,620	67,465	793,273	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	0	0	0
<i>Total Expenditures</i>	<u>754,620</u>	<u>67,465</u>	<u>793,273</u>	<u>596,005</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	332,032	25,173	(532,885)	(223,016)
Other Financing Sources				
Transfers In	0	0	0	150,000
<i>Net Change in Fund Balances</i>	332,032	25,173	(532,885)	(73,016)
<i>Fund Balances Beginning of Year</i>	<u>166,887</u>	<u>500,164</u>	<u>703,391</u>	<u>248,850</u>
<i>Fund Balances End of Year</i>	<u>\$498,919</u>	<u>\$525,337</u>	<u>\$170,506</u>	<u>\$175,834</u>

Fire Pension	Police and Fire Operating	Law Enforcement	Mandatory Drug Fines	Alcohol Education	Juvenile Diversion	Federal Equitable
\$337,796	\$1,019,158	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
0	0	94,286	16,489	17,793	3,150	10,809
40,960	122,878	0	0	0	0	0
0	0	0	0	0	0	5,102
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>378,756</u>	<u>1,142,036</u>	<u>94,286</u>	<u>16,489</u>	<u>17,793</u>	<u>3,150</u>	<u>15,911</u>
0	0	0	0	0	0	0
671,990	943,613	31,130	12,853	40,338	3,480	24,712
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>671,990</u>	<u>943,613</u>	<u>31,130</u>	<u>12,853</u>	<u>40,338</u>	<u>3,480</u>	<u>24,712</u>
(293,234)	198,423	63,156	3,636	(22,545)	(330)	(8,801)
<u>350,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
56,766	198,423	63,156	3,636	(22,545)	(330)	(8,801)
78,434	1,103,765	95,811	15,876	33,735	2,640	320,845
<u>\$135,200</u>	<u>\$1,302,188</u>	<u>\$158,967</u>	<u>\$19,512</u>	<u>\$11,190</u>	<u>\$2,310</u>	<u>\$312,044</u>

(continued)

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2004

	FEMA	Swimming Pool Operation	Senior/ Community Service	Cemetery Operating
Revenues				
Property and Other Local Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	121,581	97,139	13,795
Fines and Forfeitures	0	0	0	0
Intergovernmental	16,363	0	0	0
Interest	0	0	0	8,249
Donations	0	0	0	0
Miscellaneous	0	42,441	0	0
<i>Total Revenues</i>	<u>16,363</u>	<u>164,022</u>	<u>97,139</u>	<u>22,044</u>
Expenditures				
Current:				
General Government	16,363	0	0	0
Security of Persons and Property	0	0	0	0
Public Health Services	0	0	91,029	89,157
Transportation	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	188,399	0	0
<i>Total Expenditures</i>	<u>16,363</u>	<u>188,399</u>	<u>91,029</u>	<u>89,157</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	(24,377)	6,110	(67,113)
Other Financing Sources				
Transfers In	0	0	0	100,000
<i>Net Change in Fund Balances</i>	0	(24,377)	6,110	32,887
<i>Fund Balances Beginning of Year</i>	<u>0</u>	<u>53,266</u>	<u>24,426</u>	<u>61,755</u>
<i>Fund Balances End of Year</i>	<u>\$0</u>	<u>\$28,889</u>	<u>\$30,536</u>	<u>\$94,642</u>

Cemetery Investment	Westlake/ Bay Ecological	Newsletter	Reserve for Compensated Absences	City Donations	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$1,688,984
28,570	50,554	0	0	0	311,639
0	0	0	0	0	142,527
0	0	0	0	0	1,605,900
0	0	0	0	0	68,015
0	0	980	0	47,115	48,095
0	0	0	0	0	42,715
<u>28,570</u>	<u>50,554</u>	<u>980</u>	<u>0</u>	<u>47,115</u>	<u>3,907,875</u>
0	0	1,595	23,083	0	41,041
0	0	0	0	0	2,324,121
775	0	0	0	0	180,961
0	0	0	0	0	1,615,358
0	0	0	0	69,028	69,028
0	99,105	0	0	0	99,105
0	0	0	0	0	188,399
<u>775</u>	<u>99,105</u>	<u>1,595</u>	<u>23,083</u>	<u>69,028</u>	<u>4,518,013</u>
27,795	(48,551)	(615)	(23,083)	(21,913)	(610,138)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>600,000</u>
27,795	(48,551)	(615)	(23,083)	(21,913)	(10,138)
<u>380,316</u>	<u>188,083</u>	<u>5,176</u>	<u>2,103,393</u>	<u>161,648</u>	<u>6,248,461</u>
<u>\$408,111</u>	<u>\$139,532</u>	<u>\$4,561</u>	<u>\$2,080,310</u>	<u>\$139,735</u>	<u>\$6,238,323</u>

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Debt Services Funds
December 31, 2004

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Issue 11 Bond Retirement	Total Nonmajor Debt Service Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,276,679	\$329,727	\$6,621	\$1,613,027
Cash and Cash Equivalents with Fiscal Agents	0	0	25,166	25,166
Intergovernmental Receivable	75,092	0	0	75,092
Municipal Income Taxes Receivable	215,272	0	428,359	643,631
Property Taxes Receivable	1,216,578	0	0	1,216,578
Special Assessments Receivable	0	1,599,000	0	1,599,000
<i>Total Assets</i>	<u>\$2,783,621</u>	<u>\$1,928,727</u>	<u>\$460,146</u>	<u>\$5,172,494</u>
Liabilities and Fund Balances				
Liabilities				
Deferred Revenue	\$1,348,642	\$1,599,000	\$170,059	\$3,117,701
Matured Bonds and Interest Payable	0	0	25,166	25,166
<i>Total Liabilities</i>	1,348,642	1,599,000	195,225	3,142,867
Fund Balances				
Unreserved, Undesignated	1,434,979	329,727	264,921	2,029,627
<i>Total Liabilities and Fund Balances</i>	<u>\$2,783,621</u>	<u>\$1,928,727</u>	<u>\$460,146</u>	<u>\$5,172,494</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2004

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Issue 11 Bond Retirement	Total Nonmajor Debt Service Funds
Revenues				
Property and Other Local Taxes	\$1,238,592	\$0	\$0	\$1,238,592
Municipal Income Taxes	908,300	0	1,756,600	2,664,900
Intergovernmental	150,184	0	0	150,184
Special Assessments	0	212,000	0	212,000
Interest	318	87,693	321	88,332
<i>Total Revenues</i>	<u>2,297,394</u>	<u>299,693</u>	<u>1,756,921</u>	<u>4,354,008</u>
Expenditures				
Debt Service:				
Principal Retirement	1,245,450	212,000	1,685,000	3,142,450
Interest and Fiscal Charges	940,417	86,953	231,437	1,258,807
Bond Issuance Costs	62,058	13,892	62,768	138,718
<i>Total Expenditures</i>	<u>2,247,925</u>	<u>312,845</u>	<u>1,979,205</u>	<u>4,539,975</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>49,469</u>	<u>(13,152)</u>	<u>(222,284)</u>	<u>(185,967)</u>
Other Financing Sources (Uses)				
Bonds Issued	3,060,000	685,000	3,095,000	6,840,000
Bond Premium	7,188	1,609	7,270	16,067
Payments to Refunded Bond Escrow Agent	(3,005,129)	(672,717)	(3,039,502)	(6,717,348)
Transfers In	158,750	0	0	158,750
<i>Total Other Financing Sources (Uses)</i>	<u>220,809</u>	<u>13,892</u>	<u>62,768</u>	<u>297,469</u>
<i>Net Change in Fund Balances</i>	270,278	740	(159,516)	111,502
<i>Fund Balances Beginning of Year</i>	<u>1,164,701</u>	<u>328,987</u>	<u>424,437</u>	<u>1,918,125</u>
<i>Fund Balances End of Year</i>	<u>\$1,434,979</u>	<u>\$329,727</u>	<u>\$264,921</u>	<u>\$2,029,627</u>

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2004

	Storm Drainage	Sanitary Sewer Improvement	Issue 2 Improvements	Grants	Traffic Signalization	Senior Center Construction
Assets						
Equity in Pooled Cash and Cash Equivalents	\$4,837,914	\$1,619,107	\$2,258,586	\$304,744	\$0	\$388,762
Cash and Cash Equivalents with Escrow Agents	0	41,957	112,213	0	0	83,001
Accrued Interest Receivable	69,651	0	0	0	0	0
Municipal Income Taxes Receivable	0	0	0	0	0	0
<i>Total Assets</i>	<u>\$4,907,565</u>	<u>\$1,661,064</u>	<u>\$2,370,799</u>	<u>\$304,744</u>	<u>\$0</u>	<u>\$471,763</u>
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	\$0	\$0	\$2,636	\$0	\$0	\$0
Accrued Wages and Benefits	0	23	243	0	0	158
Retainage Payable	0	41,956	112,213	0	0	83,001
Intergovernmental Payable	0	3	37	0	0	23
Deferred Revenue	0	0	0	0	0	0
Advances From Other Funds	0	2,100,000	0	0	0	300,000
Interfund Payable	0	0	2,177,800	0	0	44,000
<i>Total Liabilities</i>	<u>0</u>	<u>2,141,982</u>	<u>2,292,929</u>	<u>0</u>	<u>0</u>	<u>427,182</u>
Fund Balances						
Reserved for Encumbrances	0	139,314	880,721	0	0	106,130
Unreserved, Undesignated (Deficit)	4,907,565	(620,232)	(802,851)	304,744	0	(61,549)
<i>Total Fund Balances (Deficit)</i>	<u>4,907,565</u>	<u>(480,918)</u>	<u>77,870</u>	<u>304,744</u>	<u>0</u>	<u>44,581</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$4,907,565</u>	<u>\$1,661,064</u>	<u>\$2,370,799</u>	<u>\$304,744</u>	<u>\$0</u>	<u>\$471,763</u>

Park Improvement	Impact Fees	Sidewalks	City Hall Construction	Recreation Center Construction	Service Center Construction	Recreation Center Bond Construction	Total Nonmajor Capital Projects Funds
\$126,207	\$1,655,068	\$373,590	\$777,848	\$4,293,904	\$6,015,636	\$16,029	\$22,667,395
0	0	22,798	0	0	0	0	259,969
10,176	0	0	0	0	0	0	79,827
0	0	0	0	28,047	0	0	28,047
<u>\$136,383</u>	<u>\$1,655,068</u>	<u>\$396,388</u>	<u>\$777,848</u>	<u>\$4,321,951</u>	<u>\$6,015,636</u>	<u>\$16,029</u>	<u>\$23,035,238</u>
\$0	\$4,669	\$0	\$0	\$248	\$5,696	\$0	\$13,249
0	0	0	0	0	0	0	424
0	0	22,798	0	0	0	0	259,968
0	0	0	0	38	0	0	101
0	0	0	0	22,039	0	0	22,039
0	0	860,000	0	0	1,900,000	0	5,160,000
0	0	90,000	0	0	0	0	2,311,800
0	4,669	972,798	0	22,325	1,905,696	0	7,767,581
126,207	13,853	22,798	33,788	127,522	67,143	0	1,517,476
10,176	1,636,546	(599,208)	744,060	4,172,104	4,042,797	16,029	13,750,181
136,383	1,650,399	(576,410)	777,848	4,299,626	4,109,940	16,029	15,267,657
<u>\$136,383</u>	<u>\$1,655,068</u>	<u>\$396,388</u>	<u>\$777,848</u>	<u>\$4,321,951</u>	<u>\$6,015,636</u>	<u>\$16,029</u>	<u>\$23,035,238</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004

	Storm Drainage	Sanitary Sewer Improvement	Issue 2 Improvements	Grants	Traffic Signalization	Senior Center Construction
Revenues						
Municipal Income Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Charges for Services	0	0	1,150	0	0	0
Licenses, Permits and Fees	268,860	0	0	0	0	0
Special Assessments	0	24,764	0	0	0	0
Intergovernmental	0	0	555,836	0	10,384	43,908
Interest	101,977	0	0	0	0	0
Miscellaneous	0	385	0	0	0	396
<i>Total Revenues</i>	370,837	25,149	556,986	0	10,384	44,304
Expenditures						
Capital Outlay	129	553,047	2,248,614	0	0	192,425
<i>Excess of Revenues Over (Under) Expenditures</i>	370,708	(527,898)	(1,691,628)	0	10,384	(148,121)
Other Financing Sources						
Loan Issued	0	0	603,879	0	0	0
Transfers In	0	1,348,265	1,180,000	0	231,215	0
<i>Total Other Financing Sources</i>	0	1,348,265	1,783,879	0	231,215	0
<i>Net Change in Fund Balances</i>	370,708	820,367	92,251	0	241,599	(148,121)
<i>Fund Balances (Deficit) Beginning of Year</i>	4,536,857	(1,301,285)	(14,381)	304,744	(241,599)	192,702
<i>Fund Balances (Deficit) End of Year</i>	\$4,907,565	(\$480,918)	\$77,870	\$304,744	\$0	\$44,581

Park Improvements	Impact Fees	Sidewalks	City Hall Construction	Recreation Center Construction	Service Center Construction	Recreation Center Bond Construction	Total Nonmajor Capital Projects Funds
\$0	\$0	\$0	\$0	\$123,729	\$0	\$0	\$123,729
0	0	0	0	0	0	0	1,150
0	327,124	0	0	0	0	0	595,984
0	0	0	0	0	0	0	24,764
0	0	0	0	0	0	0	610,128
10,176	7,646	84,861	6,796	0	0	0	211,456
0	0	0	0	0	6,300	0	7,081
10,176	334,770	84,861	6,796	123,729	6,300	0	1,574,292
0	51,801	111,668	11,113	108,330	271,960	2,261	3,551,348
10,176	282,969	(26,807)	(4,317)	15,399	(265,660)	(2,261)	(1,977,056)
0	0	0	0	0	0	0	603,879
0	0	415,831	0	4,000,000	0	0	7,175,311
0	0	415,831	0	4,000,000	0	0	7,779,190
10,176	282,969	389,024	(4,317)	4,015,399	(265,660)	(2,261)	5,802,134
126,207	1,367,430	(965,434)	782,165	284,227	4,375,600	18,290	9,465,523
\$136,383	\$1,650,399	(\$576,410)	\$777,848	\$4,299,626	\$4,109,940	\$16,029	\$15,267,657

Fund Descriptions - Fiduciary Fund

Fiduciary Fund

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Agency Fund

Deposits Fund - This fund accounts for deposits from various contractors, developers or individuals to insure compliance with City Ordinances. These monies are returned when the work is completed.

City of Westlake, Ohio
Statement of Changes in Assets and Liabilities
Agency Fund
For the Year Ended December 31, 2004

	Balance 12/31/03	Additions	Reductions	Balance 12/31/04
Deposits				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,756,109	\$838,103	\$890,897	\$1,703,315
Liabilities				
Undistributed Monies	\$114,192	\$0	\$0	\$114,192
Deposits Held and Due to Others	1,641,917	838,103	890,897	1,589,123
<i>Total Liabilities</i>	<u>\$1,756,109</u>	<u>\$838,103</u>	<u>\$890,897</u>	<u>\$1,703,315</u>

*Individual Fund Schedules of Revenues, Expenditures/Expenses
and Changes in Fund Balances/Fund Equity
Budget (Non-GAAP Basis) and Actual*

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property and Other Local Taxes	\$9,504,012	\$8,780,648	\$8,911,638	\$130,990
Municipal Income Taxes	10,670,118	9,858,000	10,027,883	169,883
Charges for Services	405,352	374,500	506,528	132,028
Licenses, Permits and Fees	439,447	406,000	792,040	386,040
Fines and Forfeitures	220,806	204,000	229,335	25,335
Intergovernmental	2,887,156	2,667,410	4,349,978	1,682,568
Interest	703,548	650,000	804,726	154,726
Rentals	49,790	46,000	54,240	8,240
Miscellaneous	1,361,328	1,230,000	1,501,107	271,107
<i>Total Revenues</i>	<u>26,241,557</u>	<u>24,216,558</u>	<u>27,177,475</u>	<u>2,960,917</u>
Expenditures				
Current:				
General Government				
Council				
Salaries	153,400	153,550	153,115	435
Fringe Benefits	32,750	32,750	30,360	2,390
Contractual Services	42,300	42,300	21,181	21,119
Materials and Supplies	8,210	8,210	1,582	6,628
Other	10,450	10,450	5,751	4,699
Total Council	<u>247,110</u>	<u>247,260</u>	<u>211,989</u>	<u>35,271</u>
Mayor				
Salaries	185,100	185,100	175,607	9,493
Fringe Benefits	38,500	38,500	36,778	1,722
Contractual Services	19,936	19,936	17,677	2,259
Materials and Supplies	6,430	6,430	3,811	2,619
Capital Outlay	1,200	1,200	1,055	145
Other	16,195	16,195	11,754	4,441
Total Mayor	<u>267,361</u>	<u>267,361</u>	<u>246,682</u>	<u>20,679</u>
Finance Department				
Salaries	300,000	300,000	292,196	7,804
Fringe Benefits	82,400	82,400	81,559	841
Contractual Services	552,600	552,600	455,781	96,819
Materials and Supplies	16,750	16,750	15,896	854
Capital Outlay	11,332	11,332	9,632	1,700
Other	33,620	33,620	28,202	5,418
Total Finance Department	<u>\$996,702</u>	<u>\$996,702</u>	<u>\$883,266</u>	<u>\$113,436</u>

(continued)

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Law Department				
Salaries	\$342,100	\$342,100	\$308,736	\$33,364
Fringe Benefits	92,300	92,300	78,655	13,645
Contractual Services	127,322	477,322	469,206	8,116
Materials and Supplies	3,465	3,465	1,540	1,925
Capital Outlay	4,000	4,000	3,349	651
Other	8,000	8,000	6,883	1,117
Total Law Department	577,187	927,187	868,369	58,818
Purchasing				
Salaries	150,400	156,300	155,844	456
Fringe Benefits	41,700	41,700	32,344	9,356
Contractual Services	5,787	5,787	3,222	2,565
Materials and Supplies	9,328	9,328	7,882	1,446
Other	7,107	7,107	6,431	676
Total Purchasing	214,322	220,222	205,723	14,499
Civil Service				
Salaries	2,000	2,000	825	1,175
Fringe Benefits	400	400	0	400
Contractual Services	22,600	22,600	11,551	11,049
Material and Supplies	1,000	1,000	44	956
Other	1,000	1,000	417	583
Total Civil Service	27,000	27,000	12,837	14,163
Engineering				
Salaries	485,000	485,000	393,009	91,991
Fringe Benefits	139,300	139,300	123,751	15,549
Contractual Services	82,869	82,869	56,771	26,098
Material and Supplies	20,887	20,887	18,713	2,174
Capital Outlay	5,500	5,500	3,255	2,245
Other	49,496	49,496	47,697	1,799
Total Engineering	783,052	783,052	643,196	139,856
Building Maintenance				
Salaries	34,000	34,000	16,993	17,007
Fringe Benefits	8,600	8,600	2,636	5,964
Contractual Services	402,158	402,158	365,455	36,703
Material and Supplies	28,500	28,500	24,088	4,412
Capital Outlay	500	500	0	500
Other	11,446	11,446	9,478	1,968
Total Building Maintenance	\$485,204	\$485,204	\$418,650	\$66,554

(continued)

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Miscellaneous				
Salaries	\$141,100	\$141,100	\$119,444	\$21,656
Fringe Benefits	582,210	690,449	207,428	483,021
Contractual Services	330,094	750,348	746,223	4,125
Material and Supplies	185,389	223,040	79,256	143,784
Capital Outlay	1,248,585	1,192,155	1,067,600	124,555
Other	247,616	297,904	88,220	209,684
Total Miscellaneous	2,734,994	3,294,996	2,308,171	986,825
Cable TV				
Salaries	32,000	32,000	1,020	30,980
Fringe Benefits	5,000	5,000	153	4,847
Capital Outlay	454,155	454,155	86,743	367,412
Total Cable TV	491,155	491,155	87,916	403,239
Contracts				
Contractual Services	971,447	971,447	749,638	221,809
Total General Government	7,795,534	8,711,586	6,636,437	2,075,149
Security of Persons and Property				
Police Department				
Salaries	4,027,900	4,027,900	3,675,873	352,027
Fringe Benefits	724,200	724,200	590,203	133,997
Contractual Services	405,403	405,403	367,820	37,583
Materials and Supplies	136,626	136,626	129,886	6,740
Capital Outlay	69,173	69,173	53,923	15,250
Other	237,441	237,441	231,923	5,518
Total Police Department	5,600,743	5,600,743	5,049,628	551,115
Fire Department				
Salaries	2,680,000	2,680,000	2,554,057	125,943
Fringe Benefits	452,800	452,800	349,963	102,837
Contractual Services	318,029	318,029	262,572	55,457
Materials and Supplies	111,213	111,213	101,758	9,455
Capital Outlay	61,414	61,414	47,723	13,691
Other	287,900	287,900	282,341	5,559
Total Fire Department	\$3,911,356	\$3,911,356	\$3,598,414	\$312,942

(continued)

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Safety Town				
Salaries	\$7,500	\$7,500	\$6,234	\$1,266
Fringe Benefits	1,200	1,200	935	265
Other	6,000	6,000	5,673	327
Total Safety Town	14,700	14,700	12,842	1,858
<i>Total Security of Persons and Property</i>	<i>9,526,799</i>	<i>9,526,799</i>	<i>8,660,884</i>	<i>865,915</i>
Public Health Services				
Senior/Community				
Salaries	381,400	381,400	322,651	58,749
Fringe Benefits	85,200	85,200	68,739	16,461
Contractual Services	94,376	94,376	70,869	23,507
Materials and Supplies	25,214	25,214	21,498	3,716
Capital Outlay	28,956	28,956	24,224	4,732
Other	40,000	40,000	30,360	9,640
Total Public Health Services	655,146	655,146	538,341	116,805
Transportation				
Service Director				
Salaries	132,000	132,000	126,280	5,720
Fringe Benefits	33,100	33,100	23,521	9,579
Contractual Services	12,360	12,360	1,167	11,193
Materials and Supplies	4,440	4,440	3,692	748
Other	27,445	27,445	23,912	3,533
Total Service Director	209,345	209,345	178,572	30,773
City Service				
Salaries	1,318,400	1,318,400	1,141,899	176,501
Fringe Benefits	423,900	423,900	355,776	68,124
Contractual Services	1,468,800	1,468,800	1,416,127	52,673
Materials and Supplies	216,100	216,100	206,504	9,596
Capital Outlay	101,708	101,708	100,400	1,308
Other	386,584	386,584	359,218	27,366
Total City Service	3,915,492	3,915,492	3,579,924	335,568
Snow Removal				
Salaries	150,000	150,000	95,949	54,051
Fringe Benefits	22,200	22,200	14,129	8,071
Contractual Services	23,147	23,147	21,901	1,246
Other	1,400	1,400	1,250	150
Total Snow Removal	196,747	196,747	133,229	63,518
Total Transportation	\$4,321,584	\$4,321,584	\$3,891,725	\$429,859

(continued)

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Community Environment				
Planning				
Salaries	\$272,300	\$272,300	\$253,260	\$19,040
Fringe Benefits	75,800	75,800	58,721	17,079
Contractual Services	47,862	47,862	37,870	9,992
Materials and Supplies	14,935	14,935	9,206	5,729
Capital Outlay	9,189	9,189	4,135	5,054
Other	12,000	12,000	10,484	1,516
Total Planning	432,086	432,086	373,676	58,410
Zoning				
Salaries	500	500	0	500
Fringe Benefits	100	100	0	100
Contractual Services	4,000	4,000	1,719	2,281
Materials and Supplies	1,200	1,200	478	722
Other	100	100	0	100
Total Zoning	5,900	5,900	2,197	3,703
Board of Building Standards				
Salaries	300	300	0	300
Fringe Benefits	100	100	0	100
Contractual Services	500	500	0	500
Materials and Supplies	400	400	150	250
Other	100	100	0	100
Total Board of Building Standards	1,400	1,400	150	1,250
Inspection				
Salaries	607,700	607,700	576,144	31,556
Fringe Benefits	154,992	173,890	133,827	40,063
Contractual Services	26,437	29,661	23,554	6,107
Materials and Supplies	19,127	21,459	16,948	4,511
Capital Outlay	3,693	4,144	3,189	955
Other	41,791	46,886	36,805	10,081
Total Inspection	853,740	883,740	790,467	93,273
Architect				
Contractual Services	79,607	199,607	171,127	28,480
Unclaimed Monies				
Salaries	2,000	2,000	0	2,000
Contractual Services	1,000	1,000	0	1,000
Other	155,000	155,000	143,396	11,604
Total Unclaimed Monies	158,000	158,000	143,396	14,604
<i>Total Community Environment</i>	<i>\$1,530,733</i>	<i>\$1,680,733</i>	<i>\$1,481,013</i>	<i>\$199,720</i>

(continued)

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Basic Utility Services				
Forester				
Salaries	\$180,000	\$180,000	\$163,320	\$16,680
Fringe Benefits	53,300	53,300	40,116	13,184
Contractual Services	25,000	25,000	21,358	3,642
Materials and Supplies	1,010	1,010	459	551
Capital Outlay	5,000	5,000	3,441	1,559
Other	42,110	42,110	34,197	7,913
Total Forester	\$306,420	\$306,420	\$262,891	\$43,529
Storm Drainage				
Salaries	5,300	5,300	0	5,300
Fringe Benefits	800	800	0	800
Contractual Services	58,300	58,300	55,302	2,998
Materials and Supplies	1,600	1,600	893	707
Capital Outlay	76,431	76,431	73,559	2,872
Other	10,080	10,080	6,975	3,105
Total Storm Drainage	152,511	152,511	136,729	15,782
Leaf Pick-Up				
Salaries	190,000	190,000	115,240	74,760
Fringe Benefits	30,000	30,000	16,957	13,043
Contractual Services	49,400	49,400	26,097	23,303
Other	31,300	31,300	21,809	9,491
Total Leaf Pick-Up	300,700	300,700	180,103	120,597
<i>Total Basic Utility Services</i>	<i>759,631</i>	<i>759,631</i>	<i>579,723</i>	<i>179,908</i>
Leisure Time Activities				
Recreation				
Salaries	186,900	186,900	185,722	1,178
Fringe Benefits	49,400	49,400	41,769	7,631
Contractual Services	118,259	118,259	71,240	47,019
Materials and Supplies	17,187	17,187	16,024	1,163
Capital Outlay	3,500	3,500	0	3,500
Other	250	250	250	0
Total Recreation	\$375,496	\$375,496	\$315,005	\$60,491

(continued)

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Park				
Salaries	\$177,500	\$177,500	\$170,876	\$6,624
Fringe Benefits	51,500	51,500	45,456	6,044
Contractual Services	180,590	180,590	128,052	52,538
Materials and Supplies	9,766	9,766	5,692	4,074
Capital Outlay	2,000	2,000	2,000	0
Other	39,000	39,000	28,743	10,257
Total Park	460,356	460,356	380,819	79,537
<i>Total Leisure Time Activities</i>	835,852	835,852	695,824	140,028
Capital Outlay				
Equipment Replacement				
Capital Outlay	3,791,677	4,072,677	1,353,124	2,719,553
<i>Total Expenditures</i>	29,216,956	30,564,008	23,837,071	6,726,937
<i>Excess of Revenues Over (Under) Expenditures</i>	(2,975,399)	(6,347,450)	3,340,404	9,687,854
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	0	0	162,092	162,092
Advances In	6,000,000	7,995,000	6,775,000	(1,220,000)
Advances Out	0	(4,271,800)	(4,211,800)	60,000
Transfers Out	(6,290,000)	(6,600,000)	(6,595,311)	4,689
<i>Total Other Financing Sources (Uses)</i>	(290,000)	(2,876,800)	(3,870,019)	(993,219)
<i>Net Change in Fund Balance</i>	(3,265,399)	(9,224,250)	(529,615)	8,694,635
<i>Fund Balance Beginning of Year</i>	14,804,265	14,804,265	14,804,265	0
Prior Year Encumbrances Appropriated	1,289,659	1,289,659	1,289,659	0
<i>Fund Balance End of Year</i>	\$12,828,525	\$6,869,674	\$15,564,309	\$8,694,635

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$250,000	\$250,000	\$250,000	\$0
Charges for Services	1,690,500	1,690,500	1,662,067	(28,433)
Interest	9,000	9,000	6,489	(2,511)
Rentals	52,000	52,000	47,147	(4,853)
Miscellaneous	3,000	3,000	2,773	(227)
<i>Total Revenues</i>	<u>2,004,500</u>	<u>2,004,500</u>	<u>1,968,476</u>	<u>(36,024)</u>
Expenditures				
Current:				
Leisure Time Activities:				
Recreation:				
Salaries	1,019,600	1,019,600	895,681	123,919
Fringe Benefits	236,900	236,900	188,351	48,549
Contractual Services	673,977	673,977	540,964	133,013
Materials and Supplies	192,173	192,173	124,638	67,535
Capital Outlay	46,451	46,451	10,569	35,882
Other	95,750	95,750	85,238	10,512
<i>Total Expenditures</i>	<u>2,264,851</u>	<u>2,264,851</u>	<u>1,845,441</u>	<u>419,410</u>
<i>Net Change in Fund Balance</i>	(260,351)	(260,351)	123,035	383,386
<i>Fund Balance Beginning of Year</i>	702,163	702,163	702,163	0
Prior Year Encumbrances Appropriated	<u>48,351</u>	<u>48,351</u>	<u>48,351</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$490,163</u>	<u>\$490,163</u>	<u>\$873,549</u>	<u>\$383,386</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Crocker Road Improvements Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$0	\$0	\$123,777	123,777
Expenditures				
Current:				
Capital Outlay:				
Issue II Improvements:				
Salaries	5,000	55,000	52,998	2,002
Fringe Benefits	19,800	19,800	7,948	11,852
Capital Outlay	5,544,076	5,659,076	5,646,225	12,851
Other	40,668	40,668	40,658	10
Total Capital Outlay	<u>5,609,544</u>	<u>5,774,544</u>	<u>5,747,829</u>	<u>26,715</u>
Debt Service:				
Principal Retirement	7,200,000	7,200,000	7,200,000	0
Interest and Fiscal Charges	89,500	89,500	89,500	0
Total Debt Service	<u>7,289,500</u>	<u>7,289,500</u>	<u>7,289,500</u>	<u>0</u>
<i>Total Expenditures</i>	<u>12,899,044</u>	<u>13,064,044</u>	<u>13,037,329</u>	<u>26,715</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(12,899,044)	(13,064,044)	(12,913,552)	150,492
Other Financing Sources				
Notes Issued	7,300,000	7,300,000	4,367,000	(2,933,000)
Transfers In	0	0	2,832,700	2,832,700
<i>Total Other Financing Sources</i>	<u>7,300,000</u>	<u>7,300,000</u>	<u>7,199,700</u>	<u>(100,300)</u>
<i>Net Change in Fund Balance</i>	(5,599,044)	(5,764,044)	(5,713,852)	50,192
<i>Fund Balance Beginning of Year</i>	196,060	196,060	196,060	0
Prior Year Encumbrances Appropriated	<u>5,598,744</u>	<u>5,598,744</u>	<u>5,598,744</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$195,760</u>	<u>\$30,760</u>	<u>\$80,952</u>	<u>\$50,192</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue 11 Improvements Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$2,075,000	\$2,075,000	\$2,131,866	\$56,866
Interest	165,000	165,000	168,603	3,603
<i>Total Revenues</i>	<u>2,240,000</u>	<u>2,240,000</u>	<u>2,300,469</u>	<u>60,469</u>
Expenditures				
Current:				
Capital Outlay:				
Issue 11 Improvements:				
Salaries	80,000	80,000	21,096	58,904
Fringe Benefits	12,000	12,000	2,937	9,063
Contractual Services	120,000	120,000	116,720	3,280
Capital Outlay	4,053,582	4,053,582	1,783,959	2,269,623
Other	144,300	144,300	74,406	69,894
<i>Total Expenditures</i>	<u>4,409,882</u>	<u>4,409,882</u>	<u>1,999,118</u>	<u>2,410,764</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(2,169,882)	(2,169,882)	301,351	2,471,233
Other Financing Uses				
Transfers Out	(1,180,000)	(4,012,700)	(4,012,700)	0
<i>Net Change in Fund Balance</i>	(3,349,882)	(6,182,582)	(3,711,349)	2,471,233
<i>Fund Balance Beginning of Year</i>	12,302,223	12,302,223	12,302,223	0
Prior Year Encumbrances Appropriated	1,329,882	1,329,882	1,329,882	0
<i>Fund Balance End of Year</i>	<u>\$10,282,223</u>	<u>\$7,449,523</u>	<u>\$9,920,756</u>	<u>\$2,471,233</u>

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$1,770,000	\$1,770,000	\$1,757,685	(\$12,315)
Tap-In Fees	90,000	90,000	147,945	57,945
Interest	236,900	236,900	368,524	131,624
Miscellaneous	0	0	350	350
<i>Total Revenues</i>	<u>2,096,900</u>	<u>2,096,900</u>	<u>2,274,504</u>	<u>177,604</u>
Expenses				
Current:				
Sewer Fund:				
Personal Services	267,400	267,400	257,968	9,432
Fringe Benefits	88,000	88,000	81,709	6,291
Contractual Services	1,719,427	1,719,427	1,598,041	121,386
Materials and Supplies	17,800	17,800	17,702	98
Capital Outlay	937,505	982,505	970,494	12,011
Other	61,100	61,100	59,195	1,905
Debt Service:				
Principal Retirement	125,000	125,000	125,000	0
Interest and Fiscal Charges	34,000	34,000	33,750	250
<i>Total Expenses</i>	<u>3,250,232</u>	<u>3,295,232</u>	<u>3,143,859</u>	<u>151,373</u>
<i>Net Change in Fund Equity</i>	(1,153,332)	(1,198,332)	(869,355)	328,977
<i>Fund Equity Beginning of Year</i>	10,497,612	10,497,612	10,497,612	0
Prior Year Encumbrances Appropriated	<u>255,832</u>	<u>255,832</u>	<u>255,832</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$9,600,112</u>	<u>\$9,555,112</u>	<u>\$9,884,089</u>	<u>\$328,977</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Maintenance Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$840,000	\$840,000	\$1,029,606	\$189,606
Interest	45,000	45,000	42,484	(2,516)
<i>Total Revenues</i>	<u>885,000</u>	<u>885,000</u>	<u>1,072,090</u>	<u>187,090</u>
Expenditures				
Current:				
Transportation:				
Street Maintenance and Repair:				
Salaries	258,400	258,400	201,246	57,154
Fringe Benefits	75,000	75,000	59,484	15,516
Contractual Services	61,142	61,142	48,002	13,140
Materials and Supplies	482,247	482,247	476,998	5,249
Capital Outlay	34,038	34,038	34,038	0
Other	12,000	12,000	11,152	848
<i>Total Expenditures</i>	<u>922,827</u>	<u>922,827</u>	<u>830,920</u>	<u>91,907</u>
<i>Net Change in Fund Balance</i>	(37,827)	(37,827)	241,170	278,997
<i>Fund Balance Beginning of Year</i>	109,059	109,059	109,059	0
Prior Year Encumbrances Appropriated	<u>39,427</u>	<u>39,427</u>	<u>39,427</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$110,659</u></u>	<u><u>\$110,659</u></u>	<u><u>\$389,656</u></u>	<u><u>\$278,997</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$75,000	\$75,000	\$83,482	\$8,482
Interest	6,000	6,000	4,363	(1,637)
<i>Total Revenues</i>	81,000	81,000	87,845	6,845
Expenditures				
Current:				
Transportation:				
State Highway				
Materials and Supplies	118,987	118,987	86,452	32,535
<i>Net Change in Fund Balance</i>	(37,987)	(37,987)	1,393	39,380
<i>Fund Balance Beginning of Year</i>	489,077	489,077	489,077	0
Prior Year Encumbrances Appropriated	18,987	18,987	18,987	0
<i>Fund Balance End of Year</i>	<u>\$470,077</u>	<u>\$470,077</u>	<u>\$509,457</u>	<u>\$39,380</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permissive Motor Vehicle License Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$240,000	\$240,000	\$244,094	\$4,094
Interest	6,000	6,000	11,872	5,872
Miscellaneous	0	0	274	274
<i>Total Revenues</i>	<u>246,000</u>	<u>246,000</u>	<u>256,240</u>	<u>10,240</u>
Expenditures				
Current:				
Transportation:				
Permissive Motor Vehicle License:				
Salaries	10,000	10,000	10,000	0
Fringe Benefits	1,600	1,600	1,567	33
Capital Outlay	711,864	711,864	711,863	1
Other	8,400	8,400	8,167	233
<i>Total Expenditures</i>	<u>731,864</u>	<u>731,864</u>	<u>731,597</u>	<u>267</u>
<i>Net Change in Fund Balance</i>	(485,864)	(485,864)	(475,357)	10,507
<i>Fund Balance Beginning of Year</i>	689,194	689,194	689,194	0
Prior Year Encumbrances Appropriated	<u>11,864</u>	<u>11,864</u>	<u>11,864</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$215,194</u></u>	<u><u>\$215,194</u></u>	<u><u>\$225,701</u></u>	<u><u>\$10,507</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Pension Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property and Other Local Taxes	\$335,526	\$335,526	\$332,030	(\$3,496)
Intergovernmental	42,061	42,061	40,959	(1,102)
<i>Total Revenues</i>	<i>377,587</i>	<i>377,587</i>	<i>372,989</i>	<i>(4,598)</i>
Expenditures				
Current:				
Security of Persons and Property:				
Police Pension:				
Fringe Benefits	680,600	680,600	596,005	84,595
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(303,013)	(303,013)	(223,016)	79,997
Other Financing Sources				
Transfers In	150,000	150,000	150,000	0
<i>Net Change in Fund Balance</i>	<i>(153,013)</i>	<i>(153,013)</i>	<i>(73,016)</i>	<i>79,997</i>
<i>Fund Balance Beginning of Year</i>	<i>248,850</i>	<i>248,850</i>	<i>248,850</i>	<i>0</i>
<i>Fund Balance End of Year</i>	<i>\$95,837</i>	<i>\$95,837</i>	<i>\$175,834</i>	<i>\$79,997</i>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Pension Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property and Other Local Taxes	\$335,526	\$335,526	\$337,796	\$2,270
Intergovernmental	42,061	42,061	40,960	(1,101)
<i>Total Revenues</i>	377,587	377,587	378,756	1,169
Expenditures				
Current:				
Security of Persons and Property:				
Fire Pension:				
Fringe Benefits	705,000	705,000	671,990	33,010
<i>Excess of Revenues</i> <i>Under Expenditures</i>	(327,413)	(327,413)	(293,234)	34,179
Other Financing Sources				
Transfers In	350,000	350,000	350,000	0
<i>Net Change in Fund Balance</i>	22,587	22,587	56,766	34,179
<i>Fund Balance Beginning of Year</i>	78,434	78,434	78,434	0
<i>Fund Balance End of Year</i>	<u>\$101,021</u>	<u>\$101,021</u>	<u>\$135,200</u>	<u>\$34,179</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police and Fire Operating Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property and Other Local Taxes	\$1,006,577	\$1,006,577	\$1,019,158	\$12,581
Intergovernmental	126,184	126,184	122,878	(3,306)
<i>Total Revenues</i>	1,132,761	1,132,761	1,142,036	9,275
Expenditures				
Current:				
Security of Persons and Property:				
Police and Fire Operating:				
Salaries	1,000,000	1,000,000	922,842	77,158
Fringe Benefits	15,000	15,000	13,702	1,298
<i>Total Expenditures</i>	1,015,000	1,015,000	936,544	78,456
<i>Net Change in Fund Balance</i>	117,761	117,761	205,492	87,731
<i>Fund Balance Beginning of Year</i>	1,133,790	1,133,790	1,133,790	0
<i>Fund Balance End of Year</i>	<u>\$1,251,551</u>	<u>\$1,251,551</u>	<u>\$1,339,282</u>	<u>\$87,731</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and Forfeitures	\$15,000	\$15,000	\$94,286	\$79,286
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Capital Outlay	15,000	35,000	19,792	15,208
Other	15,000	15,000	11,338	3,662
<i>Total Expenditures</i>	<u>30,000</u>	<u>50,000</u>	<u>31,130</u>	<u>18,870</u>
<i>Net Change in Fund Balance</i>	(15,000)	(35,000)	63,156	98,156
<i>Fund Balance Beginning of Year</i>	<u>95,811</u>	<u>95,811</u>	<u>95,811</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$80,811</u></u>	<u><u>\$60,811</u></u>	<u><u>\$158,967</u></u>	<u><u>\$98,156</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mandatory Drug Fines Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and Forfeitures	\$20,000	\$20,000	\$16,489	(\$3,511)
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Contractual Services	20,000	20,000	12,853	7,147
<i>Net Change in Fund Balance</i>	0	0	3,636	3,636
<i>Fund Balance Beginning of Year</i>	15,876	15,876	15,876	0
<i>Fund Balance End of Year</i>	<u>\$15,876</u>	<u>\$15,876</u>	<u>\$19,512</u>	<u>\$3,636</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Alcohol Education Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and Forfeitures	\$5,000	\$10,000	\$16,108	\$6,108
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Capital Outlay	23,240	36,240	36,000	240
Other	6,000	6,000	4,337	1,663
<i>Total Expenditures</i>	<u>29,240</u>	<u>42,240</u>	<u>40,337</u>	<u>1,903</u>
<i>Net Change in Fund Balance</i>	(24,240)	(32,240)	(24,229)	8,011
<i>Fund Balance Beginning of Year</i>	22,495	22,495	22,495	0
Prior Year Encumbrances Appropriated	<u>11,240</u>	<u>11,240</u>	<u>11,240</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$9,495</u></u>	<u><u>\$1,495</u></u>	<u><u>\$9,506</u></u>	<u><u>\$8,011</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Juvenile Diversion Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$6,000	\$6,000	\$3,150	(\$2,850)
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Salaries	3,000	3,000	2,854	146
Fringe Benefits	500	500	0	500
Other	3,000	4,000	626	3,374
<i>Total Expenditures</i>	<u>6,500</u>	<u>7,500</u>	<u>3,480</u>	<u>4,020</u>
<i>Net Change in Fund Balance</i>	(500)	(1,500)	(330)	1,170
<i>Fund Balance Beginning of Year</i>	<u>2,640</u>	<u>2,640</u>	<u>2,640</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,140</u></u>	<u><u>\$1,140</u></u>	<u><u>\$2,310</u></u>	<u><u>\$1,170</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Equitable Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and Forfeitures	\$0	\$0	\$10,809	\$10,809
Interest	5,000	5,000	4,853	(147)
<i>Total Revenues</i>	<u>5,000</u>	<u>5,000</u>	<u>15,662</u>	<u>10,662</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Capital Outlay	147,894	147,894	22,894	125,000
Other	25,000	25,000	1,818	23,182
<i>Total Expenditures</i>	<u>172,894</u>	<u>172,894</u>	<u>24,712</u>	<u>148,182</u>
<i>Net Change in Fund Balance</i>	(167,894)	(167,894)	(9,050)	158,844
<i>Fund Balance Beginning of Year</i>	297,796	297,796	297,796	0
Prior Year Encumbrances Appropriated	<u>22,894</u>	<u>22,894</u>	<u>22,894</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$152,796</u></u>	<u><u>\$152,796</u></u>	<u><u>\$311,640</u></u>	<u><u>\$158,844</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
FEMA Fund
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$16,363	\$16,363	\$16,363	\$0
Expenditures				
Current:				
General Government:				
FEMA:				
Other	16,363	16,363	16,363	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Swimming Pool Operation Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$141,200	\$141,200	\$121,341	(\$19,859)
Miscellaneous	58,000	58,000	42,441	(15,559)
<i>Total Revenues</i>	<u>199,200</u>	<u>199,200</u>	<u>163,782</u>	<u>(35,418)</u>
Expenditures				
Current:				
Leisure Time Activities:				
Recreation:				
Salaries	121,600	121,600	105,251	16,349
Fringe Benefits	18,300	18,300	15,724	2,576
Contractual Services	56,231	56,231	31,903	24,328
Materials and Supplies	38,800	38,800	26,397	12,403
Other	14,950	14,950	9,155	5,795
<i>Total Expenditures</i>	<u>249,881</u>	<u>249,881</u>	<u>188,430</u>	<u>61,451</u>
<i>Net Change in Fund Balance</i>	(50,681)	(50,681)	(24,648)	26,033
<i>Fund Balance Beginning of Year</i>	53,266	53,266	53,266	0
Prior Year Encumbrances Appropriated	<u>31</u>	<u>31</u>	<u>31</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,616</u></u>	<u><u>\$2,616</u></u>	<u><u>\$28,649</u></u>	<u><u>\$26,033</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Senior/Community Service Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$80,000	\$80,000	\$97,139	\$17,139
Expenditures				
Current:				
Public Health Services:				
Senior/Community Services:				
Other	82,786	104,786	92,633	12,153
<i>Net Change in Fund Balance</i>	(2,786)	(24,786)	4,506	29,292
<i>Fund Balance Beginning of Year</i>	24,034	24,034	24,034	0
Prior Year Encumbrances Appropriated	786	786	786	0
<i>Fund Balance End of Year</i>	<u>\$22,034</u>	<u>\$34</u>	<u>\$29,326</u>	<u>\$29,292</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cemetery Operating Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$15,000	\$15,000	\$13,795	(\$1,205)
Interest	9,000	9,000	4,920	(4,080)
<i>Total Revenues</i>	<u>24,000</u>	<u>24,000</u>	<u>18,715</u>	<u>(5,285)</u>
Expenditures				
Current:				
Public Health Services:				
Cemetery Operations:				
Salaries	37,400	37,400	32,643	4,757
Fringe Benefits	12,300	12,300	11,858	442
Contractual Services	20,191	20,191	11,069	9,122
Materials and Supplies	9,660	9,660	6,981	2,679
Capital Outlay	10,600	10,600	9,385	1,215
Other	22,220	22,220	17,742	4,478
<i>Total Expenditures</i>	<u>112,371</u>	<u>112,371</u>	<u>89,678</u>	<u>22,693</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	(88,371)	(88,371)	(70,963)	17,408
Other Financing Sources				
Transfers In	100,000	100,000	100,000	0
<i>Net Change in Fund Balance</i>	11,629	11,629	29,037	17,408
<i>Fund Balance Beginning of Year</i>	59,629	59,629	59,629	0
Prior Year Encumbrances Appropriated	1,571	1,571	1,571	0
<i>Fund Balance End of Year</i>	<u><u>\$72,829</u></u>	<u><u>\$72,829</u></u>	<u><u>\$90,237</u></u>	<u><u>\$17,408</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cemetery Investment Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$15,000	\$15,000	\$28,570	\$13,570
Expenditures				
Current:				
Public Health Services:				
Cemetery Operations:				
Other	<u>3,000</u>	<u>3,000</u>	<u>775</u>	<u>2,225</u>
<i>Net Change in Fund Balance</i>	12,000	12,000	27,795	15,795
<i>Fund Balance Beginning of Year</i>	<u>380,316</u>	<u>380,316</u>	<u>380,316</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$392,316</u></u>	<u><u>\$392,316</u></u>	<u><u>\$408,111</u></u>	<u><u>\$15,795</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Westlake/Bay Ecological Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$35,000	\$35,000	\$50,554	\$15,554
Expenditures				
Current:				
Basic Utility Services:				
Litter Prevention:				
Salaries	30,500	30,500	0	30,500
Fringe Benefits	4,500	4,500	0	4,500
Contractual Services	24,772	24,772	13,517	11,255
Capital Outlay	101,450	101,450	98,732	2,718
Other	9,950	9,950	5,268	4,682
<i>Total Expenditures</i>	<u>171,172</u>	<u>171,172</u>	<u>117,517</u>	<u>53,655</u>
<i>Net Change in Fund Balance</i>	(136,172)	(136,172)	(66,963)	69,209
<i>Fund Balance Beginning of Year</i>	188,083	188,083	188,083	0
Prior Year Encumbrances Appropriated	<u>772</u>	<u>772</u>	<u>772</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$52,683</u></u>	<u><u>\$52,683</u></u>	<u><u>\$121,892</u></u>	<u><u>\$69,209</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Newsletter Fund
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Donations	\$700	\$700	\$980	\$280
Expenditures				
Current:				
General Government:				
Newsletter:				
Other	2,000	2,000	1,595	405
<i>Net Change in Fund Balance</i>	(1,300)	(1,300)	(615)	685
<i>Fund Balance Beginning of Year</i>	5,176	5,176	5,176	0
<i>Fund Balance End of Year</i>	<u>\$3,876</u>	<u>\$3,876</u>	<u>\$4,561</u>	<u>\$685</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Reserve for Compensated Absences Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
General Government:				
Compensated Absences:				
Personal Services	500,000	500,000	24,918	475,082
Fringe Benefits	10,000	10,000	0	10,000
<i>Total Expenditures</i>	<u>510,000</u>	<u>510,000</u>	<u>24,918</u>	<u>485,082</u>
<i>Net Change in Fund Balance</i>	(510,000)	(510,000)	(24,918)	485,082
<i>Fund Balance Beginning of Year</i>	<u>2,105,228</u>	<u>2,105,228</u>	<u>2,105,228</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,595,228</u></u>	<u><u>\$1,595,228</u></u>	<u><u>\$2,080,310</u></u>	<u><u>\$485,082</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
City Donations Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Donations	\$49,500	\$49,500	\$47,115	(\$2,385)
Expenditures				
Current:				
Community Environment:				
Donations:				
Capital Outlay	10,000	10,000	0	10,000
Other	84,128	100,628	70,336	30,292
<i>Total Expenditures</i>	<u>94,128</u>	<u>110,628</u>	<u>70,336</u>	<u>40,292</u>
<i>Net Change in Fund Balance</i>	(44,628)	(61,128)	(23,221)	37,907
<i>Fund Balance Beginning of Year</i>	150,320	150,320	150,320	0
Prior Year Encumbrances Appropriated	<u>11,328</u>	<u>11,328</u>	<u>11,328</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$117,020</u>	<u>\$100,520</u>	<u>\$138,427</u>	<u>\$37,907</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property and Other Local Taxes	\$1,229,595	\$1,229,595	\$1,238,592	\$8,997
Municipal Income Taxes	900,000	900,000	900,000	0
Intergovernmental	154,891	154,891	150,184	(4,707)
Interest	0	318	318	0
<i>Total Revenues</i>	<u>2,284,486</u>	<u>2,284,804</u>	<u>2,289,094</u>	<u>4,290</u>
Expenditures				
Debt Service:				
Principal Retirement	1,335,000	1,130,500	1,120,450	10,050
Interest and Fiscal Charges	733,500	938,001	906,667	31,334
Bond Issuance Costs	0	62,058	62,058	0
<i>Total Expenditures</i>	<u>2,068,500</u>	<u>2,130,559</u>	<u>2,089,175</u>	<u>41,384</u>
<i>Excess of Revenues Over Expenditures</i>	<u>215,986</u>	<u>154,245</u>	<u>199,919</u>	<u>45,674</u>
Other Financing Sources (Uses)				
Bonds Issued	0	3,060,000	3,060,000	0
Bonds Premium	0	7,188	7,188	0
Payment to Refunded Bond Escrow Agent	0	(3,005,129)	(3,005,129)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>62,059</u>	<u>62,059</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	215,986	216,304	261,978	45,674
<i>Fund Balance Beginning of Year</i>	<u>1,014,700</u>	<u>1,014,700</u>	<u>1,014,700</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,230,686</u></u>	<u><u>\$1,231,004</u></u>	<u><u>\$1,276,678</u></u>	<u><u>\$45,674</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Special Assessments	\$390,000	\$390,000	\$299,622	(\$90,378)
Interest	0	71	71	0
<i>Total Revenues</i>	<u>390,000</u>	<u>390,071</u>	<u>299,693</u>	<u>(90,378)</u>
Expenditures				
Debt Service:				
Principal Retirement	250,000	212,000	212,000	0
Interest and Fiscal Charges	54,000	92,000	86,953	5,047
Bond Issuance Costs	0	13,892	13,892	0
<i>Total Expenditures</i>	<u>304,000</u>	<u>317,892</u>	<u>312,845</u>	<u>5,047</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>86,000</u>	<u>72,179</u>	<u>(13,152)</u>	<u>(85,331)</u>
Other Financing Sources (Uses)				
Bonds Issued	0	685,000	685,000	0
Bonds Premium	0	1,609	1,609	0
Payment to Refunded Bond Escrow Agent	0	(672,717)	(672,717)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>13,892</u>	<u>13,892</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	86,000	86,071	740	(85,331)
<i>Fund Balance Beginning of Year</i>	<u>328,987</u>	<u>328,987</u>	<u>328,987</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$414,987</u>	<u>\$415,058</u>	<u>\$329,727</u>	<u>(\$85,331)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue 11 Bond Retirement Fund
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Municipal Income Taxes	\$1,750,000	\$1,790,000	\$1,790,000	\$0
Interest		321	321	0
<i>Total Revenues</i>	<u>1,750,000</u>	<u>1,790,321</u>	<u>1,790,321</u>	<u>0</u>
Expenditures				
Debt Service:				
Principal Retirement	1,600,000	1,685,000	1,685,000	0
Interest and Fiscal Charges	151,000	236,000	231,437	4,563
Bond Issuance Costs	0	62,768	62,768	0
<i>Total Expenditures</i>	<u>1,751,000</u>	<u>1,983,768</u>	<u>1,979,205</u>	<u>4,563</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,000)</u>	<u>(193,447)</u>	<u>(188,884)</u>	<u>4,563</u>
Other Financing Sources (Uses)				
Bonds Issued	0	3,095,000	3,095,000	0
Bonds Premium	0	7,270	7,270	0
Payment to Refunded Bond Escrow Agent	0	(3,039,502)	(3,039,502)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>62,768</u>	<u>62,768</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(1,000)</u>	<u>(130,679)</u>	<u>(126,116)</u>	<u>4,563</u>
<i>Fund Balance Beginning of Year</i>	<u>132,737</u>	<u>132,737</u>	<u>132,737</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$131,737</u>	<u>\$2,058</u>	<u>\$6,621</u>	<u>\$4,563</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Storm Drainage Fund
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Licenses, Permits and Fees	\$143,000	\$143,000	\$268,860	\$125,860
Interest	92,000	92,000	150,215	58,215
<i>Total Revenues</i>	235,000	235,000	419,075	184,075
Expenditures				
Current:				
Capital Outlay:				
Storm Drainage:				
Salaries	10,000	10,000	30	9,970
Fringe Benefits	1,400	1,400	4	1,396
Contractual Services	2,081	2,081	0	2,081
Capital Outlay	66,965	66,965	0	66,965
Other	100	100	95	5
<i>Total Expenses</i>	80,546	80,546	129	80,417
<i>Net Change in Fund Balance</i>	154,454	154,454	418,946	264,492
<i>Fund Balance Beginning of Year</i>	4,419,688	4,419,688	4,419,688	0
Prior Year Encumbrances Appropriated	55,546	55,546	55,546	0
<i>Fund Balance End of Year</i>	\$4,629,688	\$4,629,688	\$4,894,180	\$264,492

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer Improvement Fund
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Special Assessments	\$36,000	\$36,000	\$24,764	(\$11,236)
Miscellaneous	0	0	385	385
<i>Total Revenues</i>	<u>36,000</u>	<u>36,000</u>	<u>25,149</u>	<u>(10,851)</u>
Expenditures				
Current:				
Capital Outlay:				
Sanitary Sewer Improvement:				
Salaries	40,000	40,000	11,303	28,697
Fringe Benefits	6,000	6,000	1,670	4,330
Capital Outlay	2,167,536	2,167,536	680,400	1,487,136
Other	60,000	60,000	13,535	46,465
<i>Total Expenditures</i>	<u>2,273,536</u>	<u>2,273,536</u>	<u>706,908</u>	<u>1,566,628</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	<u>(2,237,536)</u>	<u>(2,237,536)</u>	<u>(681,759)</u>	<u>1,555,777</u>
Other Financing Sources (Uses)				
Bonds Issued	253,000	253,000	0	(253,000)
Transfer In	1,169,212	1,169,212	1,348,265	179,053
Advances Out	(2,550,000)	(2,550,000)	(2,550,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(1,127,788)</u>	<u>(1,127,788)</u>	<u>(1,201,735)</u>	<u>(73,947)</u>
<i>Net Change in Fund Balance</i>	(3,365,324)	(3,365,324)	(1,883,494)	1,481,830
<i>Fund Balance Beginning of Year</i>	3,237,708	3,237,708	3,237,708	0
Prior Year Encumbrances Appropriated	167,536	167,536	167,536	0
<i>Fund Balance End of Year</i>	<u>\$39,920</u>	<u>\$39,920</u>	<u>\$1,521,750</u>	<u>\$1,481,830</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue 2 Improvements Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$0	\$0	\$1,150	\$1,150
Intergovernmental	0	0	555,836	555,836
<i>Total Revenues</i>	<u>\$0</u>	<u>\$0</u>	<u>\$556,986</u>	<u>\$556,986</u>
Expenditures				
Current:				
Capital Outlay:				
Issue 2 Improvements:				
Salaries	2,000	32,000	26,087	5,913
Fringe Benefits	3,900	3,900	3,834	66
Capital Outlay	0	3,077,900	2,908,618	169,282
Other	32,500	78,600	78,516	84
<i>Total Capital Outlay</i>	38,400	3,192,400	3,017,055	175,345
Debt Service:				
Principal Retirement	0	26,000	0	26,000
<i>Total Expenditures</i>	<u>38,400</u>	<u>3,218,400</u>	<u>3,017,055</u>	<u>201,345</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	<u>(38,400)</u>	<u>(3,218,400)</u>	<u>(2,460,069)</u>	<u>758,331</u>
Other Financing Sources				
Loans Issued	0	0	603,879	603,879
Advances In	1,180,000	2,053,000	2,177,800	124,800
Transfers In	1,180,000	1,180,000	1,180,000	0
<i>Total Other Financing Sources</i>	<u>2,360,000</u>	<u>3,233,000</u>	<u>3,961,679</u>	<u>728,679</u>
<i>Net Change in Fund Balance</i>	2,321,600	14,600	1,501,610	1,487,010
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>(14,176)</u>	<u>(14,176)</u>	<u>(14,176)</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,307,424</u></u>	<u><u>\$424</u></u>	<u><u>\$1,487,434</u></u>	<u><u>\$1,487,010</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Grants Fund
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	304,744	304,744	304,744	0
<i>Fund Balance End of Year</i>	<u>\$304,744</u>	<u>\$304,744</u>	<u>\$304,744</u>	<u>\$0</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Traffic Signalization Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$0	\$0	\$10,384	\$10,384
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	<u>0</u>	<u>0</u>	<u>10,384</u>	<u>10,384</u>
Other Financing Uses				
Transfers In	241,676	241,676	231,215	(10,461)
Advance Out	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(2,758,324)	(2,758,324)	(2,758,401)	(77)
<i>Fund Balance Beginning of Year</i>	<u>2,758,401</u>	<u>2,758,401</u>	<u>2,758,401</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$77</u>	<u>\$77</u>	<u>\$0</u>	<u>(\$77)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Senior Center Construction Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$300,000	\$300,000	\$43,908	(\$256,092)
Miscellaneous	0	0	396	396
<i>Total Revenues</i>	<u>300,000</u>	<u>300,000</u>	<u>44,304</u>	<u>(255,696)</u>
Expenditures				
Capital Outlay:				
Senior Center Construction:				
Salaries	2,000	2,000	2,000	0
Fringe Benefits	450	450	397	53
Capital Outlay	317,674	329,474	327,439	2,035
Other	35,470	35,470	2,230	33,240
<i>Total Expenditures</i>	<u>355,594</u>	<u>367,394</u>	<u>332,066</u>	<u>35,328</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	<u>(55,594)</u>	<u>(67,394)</u>	<u>(287,762)</u>	<u>(220,368)</u>
Other Financing Sources (Uses)				
Advances In	0	0	44,000	44,000
Advances Out	(300,000)	(300,000)	0	300,000
<i>Total Other Financing Sources (Uses)</i>	<u>(300,000)</u>	<u>(300,000)</u>	<u>44,000</u>	<u>344,000</u>
<i>Net Change in Fund Balance</i>	(355,594)	(367,394)	(243,762)	123,632
<i>Fund Balance Beginning of Year</i>	290,801	290,801	290,801	0
Prior Year Encumbrances Appropriated	318,594	318,594	318,594	0
<i>Fund Balance End of Year</i>	<u>\$253,801</u>	<u>\$242,001</u>	<u>\$365,633</u>	<u>\$123,632</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Park Improvements Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
Park Improvements:				
Capital Outlay	126,207	126,207	126,207	0
<i>Net Change in Fund Balance</i>	(126,207)	(126,207)	(126,207)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	126,207	126,207	126,207	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Impact Fees Fund
For the Year Ended December 31, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Licenses, Permits and Fees	\$95,000	\$95,000	\$327,124	\$232,124
Interest	12,000	12,000	10,811	(1,189)
Miscellaneous	5,000	5,000	0	(5,000)
<i>Total Revenues</i>	112,000	112,000	337,935	225,935
Expenditures				
Current:				
Capital Outlay:				
Impact Fee:				
Capital Outlay	438,580	438,580	67,443	371,137
<i>Net Change in Fund Balance</i>	(326,580)	(326,580)	270,492	597,072
<i>Fund Balance Beginning of Year</i>	1,353,224	1,353,224	1,353,224	0
Prior Year Encumbrances Appropriated	12,830	12,830	12,830	0
<i>Fund Balance End of Year</i>	<u>\$1,039,474</u>	<u>\$1,039,474</u>	<u>\$1,636,546</u>	<u>\$597,072</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sidewalks Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Special Assessments	\$143,400	\$143,400	\$84,861	(\$58,539)
Expenditures				
Current:				
Capital Outlay:				
Sidewalk Improvement:				
Salaries	45,000	75,000	39,586	35,414
Fringe Benefits	11,200	11,200	5,927	5,273
Materials and Supplies	4,950	4,950	2,361	2,589
Capital Outlay	185,195	225,195	104,398	120,797
Other	5,619	5,619	2,422	3,197
<i>Total Expenditures</i>	<u>251,964</u>	<u>321,964</u>	<u>154,694</u>	<u>167,270</u>
<i>Excess of Revenues Over Expenditures</i>	<u>(108,564)</u>	<u>(178,564)</u>	<u>(69,833)</u>	<u>108,731</u>
Other Financing Sources (Uses)				
Bonds Issued	459,000	459,000	0	(459,000)
Advances In	90,000	90,000	90,000	0
Advances Out	(1,175,000)	(1,175,000)	(1,175,000)	0
Transfers In	115,763	205,763	415,831	210,068
<i>Total Other Financing Sources (Uses)</i>	<u>(510,237)</u>	<u>(420,237)</u>	<u>(669,169)</u>	<u>(248,932)</u>
<i>Net Change in Fund Balance</i>	(618,801)	(598,801)	(739,002)	(140,201)
<i>Fund Balance Beginning of Year</i>	941,428	941,428	941,428	0
Prior Year Encumbrances Appropriated	171,164	171,164	171,164	0
<i>Fund Balance End of Year</i>	<u>\$493,791</u>	<u>\$513,791</u>	<u>\$373,590</u>	<u>(\$140,201)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
City Hall Construction Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$0	\$0	\$7,405	\$7,405
Expenditures				
Capital Outlay:				
City Hall Construction:				
Contractual Services	9,424	14,424	14,424	0
Capital Outlay	61,471	66,745	56,378	10,367
Other	959	959	317	642
<i>Total Expenditures</i>	<u>71,854</u>	<u>82,128</u>	<u>71,119</u>	<u>11,009</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(71,854)	(82,128)	(63,714)	18,414
Other Financing Uses				
Transfers Out	(657,500)	(657,500)	0	657,500
<i>Net Change in Fund Balance</i>	(729,354)	(739,628)	(63,714)	675,914
<i>Fund Balance Beginning of Year</i>	758,419	758,419	758,419	0
Prior Year Encumbrances Appropriated	49,355	49,355	49,355	0
<i>Fund Balance End of Year</i>	<u>\$78,420</u>	<u>\$68,146</u>	<u>\$744,060</u>	<u>\$675,914</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Center Construction Fund
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Municipal Income Taxes	\$135,000	\$135,000	\$117,721	(\$17,279)
Expenditures				
Current:				
Capital Outlay:				
Recreation Center Construction:				
Salaries	30,000	30,000	256	29,744
Fringe Benefits	4,500	4,500	39	4,461
Contractual Services	40,000	40,000	37,719	2,281
Capital Outlay	3,900,000	3,900,000	195,000	3,705,000
Other	65,500	65,500	2,552	62,948
<i>Total Expenditures</i>	4,040,000	4,040,000	235,566	3,804,434
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(3,905,000)	(3,905,000)	(117,845)	3,787,155
Other Financing Sources				
Transfers In	4,000,000	4,000,000	4,000,000	0
<i>Net Change in Fund Balance</i>	95,000	95,000	3,882,155	3,787,155
<i>Fund Balance Beginning of Year</i>	284,226	284,226	284,226	0
<i>Fund Balance End of Year</i>	\$379,226	\$379,226	\$4,166,381	\$3,787,155

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Service Center Construction Fund
For the Year Ended December 31, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Miscellaneous	\$0	\$0	\$6,300	\$6,300
Expenditures				
Capital Outlay:				
Service Center Construction:				
Salaries	30,000	30,000	4,599	25,401
Fringe Benefits	5,000	5,000	675	4,325
Capital Outlay	5,800,000	5,800,000	310,422	5,489,578
Other	47,320	47,320	30,727	16,593
<i>Total Expenditures</i>	<u>5,882,320</u>	<u>5,882,320</u>	<u>346,423</u>	<u>5,535,897</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(5,882,320)	(5,882,320)	(340,123)	5,542,197
Other Financing Sources				
Advances In	1,650,000	1,650,000	1,900,000	250,000
<i>Net Change in Fund Balance</i>	(4,232,320)	(4,232,320)	1,559,877	5,792,197
<i>Fund Balance Beginning of Year</i>	4,375,600	4,375,600	4,375,600	0
Prior Year Encumbrances Appropriated	7,320	7,320	7,320	0
<i>Fund Balance End of Year</i>	<u>\$150,600</u>	<u>\$150,600</u>	<u>\$5,942,797</u>	<u>\$5,792,197</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Center Bond Construction Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Capital Outlay:				
Bond Recreation Construction:				
Capital Outlay	16,821	16,821	2,261	14,560
<i>Net Change in Fund Balance</i>	(16,821)	(16,821)	(2,261)	14,560
<i>Fund Balance Beginning of Year</i>	18,290	18,290	18,290	0
<i>Fund Balance End of Year</i>	<u>\$1,469</u>	<u>\$1,469</u>	<u>\$16,029</u>	<u>\$14,560</u>

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Golf Course Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$571,000	\$573,300	\$475,011	(\$98,289)
Interest	7,000	7,000	250	(6,750)
Other	14,000	14,000	18,711	4,711
<i>Total Revenues</i>	<u>592,000</u>	<u>594,300</u>	<u>493,972</u>	<u>(100,328)</u>
Expenses				
Current:				
Leisure Time Activities:				
Golf Course:				
Personal Services	277,300	277,300	242,014	35,286
Fringe Benefits	65,500	65,500	49,116	16,384
Contractual Services	125,458	125,458	64,955	60,503
Materials and Supplies	83,394	83,394	62,335	21,059
Capital Outlay	48,000	48,000	28,799	19,201
Other	35,400	35,400	19,891	15,509
<i>Total Expenses</i>	<u>635,052</u>	<u>635,052</u>	<u>467,110</u>	<u>167,942</u>
<i>Excess of Revenues Over (Under) Expenses</i>	(43,052)	(40,752)	26,862	67,614
Advances Out	(50,000)	(50,000)	(50,000)	0
<i>Net Change in Fund Equity</i>	(93,052)	(90,752)	(23,138)	67,614
<i>Fund Equity Beginning of Year</i>	88,300	88,300	88,300	0
Prior Year Encumbrances Appropriated	2,501	2,501	2,501	0
<i>Fund Equity (Deficit) End of Year</i>	<u>(\$2,251)</u>	<u>\$49</u>	<u>\$67,663</u>	<u>\$67,614</u>

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Self Insurance Fund
For the Year Ended December 31, 2004

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$1,277,000	\$1,277,000	\$1,263,780	(\$13,220)
Interest	26,000	26,000	37,824	11,824
Other	0	0	692	692
<i>Total Revenues</i>	<u>1,303,000</u>	<u>1,303,000</u>	<u>1,302,296</u>	<u>(704)</u>
Expenses				
Current:				
Self Insurance:				
Contractual Services	150,289	250,289	241,745	8,544
Claims	1,770,448	1,870,448	1,803,954	66,494
<i>Total Expenses</i>	<u>1,920,737</u>	<u>2,120,737</u>	<u>2,045,699</u>	<u>75,038</u>
<i>Net Change in Fund Equity</i>	(617,737)	(817,737)	(743,403)	74,334
<i>Fund Equity Beginning of Year</i>	2,006,907	2,006,907	2,006,907	0
Prior Year Encumbrances Appropriated	42,737	42,737	42,737	0
<i>Fund Equity End of Year</i>	<u>\$1,431,907</u>	<u>\$1,231,907</u>	<u>\$1,306,241</u>	<u>\$74,334</u>

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Statistical Section

This part of the City of Westlake, Ohio's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.	S2-S10
Revenue Capacity These schedules contain information to help the reader assess the city's most significant local revenue source, the property tax, and the municipal income tax.	S11-S17
Debt Capacity These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.	S18-S21
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the city's financial activities take place.	S22-S24
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the city's financial report relates to the services the city provides and the activities it performs.	S25-S28

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2001; schedules presenting government-wide information include information beginning in that year.

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City of Westlake, Ohio
Net Assets by Component
Last Four Years
(accrual basis of accounting)

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$95,408,072	\$90,918,473	\$87,726,914	\$76,571,036
Restricted	37,559,907	35,710,547	34,748,143	37,694,765
Unrestricted	<u>23,352,753</u>	<u>24,879,263</u>	<u>23,396,704</u>	<u>30,332,036</u>
<i>Total Governmental Activities Net Assets</i>	<u>156,320,732</u>	<u>151,508,283</u>	<u>145,871,761</u>	<u>144,597,837</u>
Business-Type Activities				
Invested in Capital Assets, Net of Related Debt	32,689,796	32,564,585	32,600,462	32,240,318
Unrestricted	<u>20,898,424</u>	<u>21,257,934</u>	<u>22,046,837</u>	<u>22,848,345</u>
<i>Total Business-Type Activities Net Assets</i>	<u>53,588,220</u>	<u>53,822,519</u>	<u>54,647,299</u>	<u>55,088,663</u>
Primary government				
Invested in Capital Assets, Net of Related Debt	128,097,868	123,483,058	120,327,376	108,811,354
Restricted	37,559,907	35,710,547	34,748,143	37,694,765
Unrestricted	<u>44,251,177</u>	<u>46,137,197</u>	<u>45,443,541</u>	<u>53,180,381</u>
<i>Total Primary Government Net Assets</i>	<u>\$209,908,952</u>	<u>\$205,330,802</u>	<u>\$200,519,060</u>	<u>\$199,686,500</u>

City of Westlake, Ohio
Changes in Net Assets
Last Four Years
(accrual basis of accounting)

	2004	2003	2002	2001
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$479,604	\$439,045	\$557,528	\$328,544
Security of Persons and Property	697,379	358,014	301,778	315,400
Public Health Services	217,676	109,774	112,691	102,326
Transportation	0	0	23,335	0
Community Environment	395,233	422,031	367,209	413,710
Basic Utility Services	375,328	271,828	283,095	420,401
Leisure Time Activities	2,159,425	1,954,280	2,009,919	1,808,310
Operating Grants and Contributions	1,494,552	1,561,028	1,607,321	1,252,164
Capital Grants and Contributions	615,617	416,865	866,330	4,290,615
<i>Total Governmental Activities Program Revenues</i>	<u>6,434,814</u>	<u>5,532,865</u>	<u>6,129,206</u>	<u>8,931,470</u>
Business-Type Activities:				
Charges for Services:				
Sewer	1,847,391	1,578,261	1,648,297	1,718,173
Golf Course	475,011	456,882	479,338	477,505
<i>Total Business-Type Activities Program Revenues</i>	<u>2,322,402</u>	<u>2,035,143</u>	<u>2,127,635</u>	<u>2,195,678</u>
<i>Total Primary Government Program Revenues</i>	<u>8,757,216</u>	<u>7,568,008</u>	<u>8,256,841</u>	<u>11,127,148</u>
Expenses				
Governmental Activities:				
General Government	6,178,555	5,579,719	8,288,139	8,405,770
Security of Persons and Property	11,750,100	10,545,048	10,701,215	10,338,153
Public Health Services	789,438	681,078	755,224	653,421
Transportation	9,106,958	6,468,674	7,435,759	5,967,956
Community Environment	1,628,983	1,004,252	1,253,995	1,141,786
Basic Utility Services	1,714,687	2,274,064	2,682,560	2,919,802
Leisure Time Activities	3,308,446	3,187,993	3,321,751	3,183,996
Interest and Fiscal Charges	1,439,879	1,524,599	1,746,348	1,784,341
<i>Total Governmental Activities Expenses</i>	<u>35,917,046</u>	<u>31,265,427</u>	<u>36,184,991</u>	<u>34,395,225</u>
Business-Type Activities:				
Sewer	3,021,810	3,011,609	3,255,674	2,606,026
Golf Course	483,123	520,339	510,649	427,768
<i>Total Business-Type Activities Expenses</i>	<u>3,504,933</u>	<u>3,531,948</u>	<u>3,766,323</u>	<u>3,033,794</u>
<i>Total Primary Government Expenses</i>	<u>\$39,421,979</u>	<u>\$34,797,375</u>	<u>\$39,951,314</u>	<u>\$37,429,019</u>

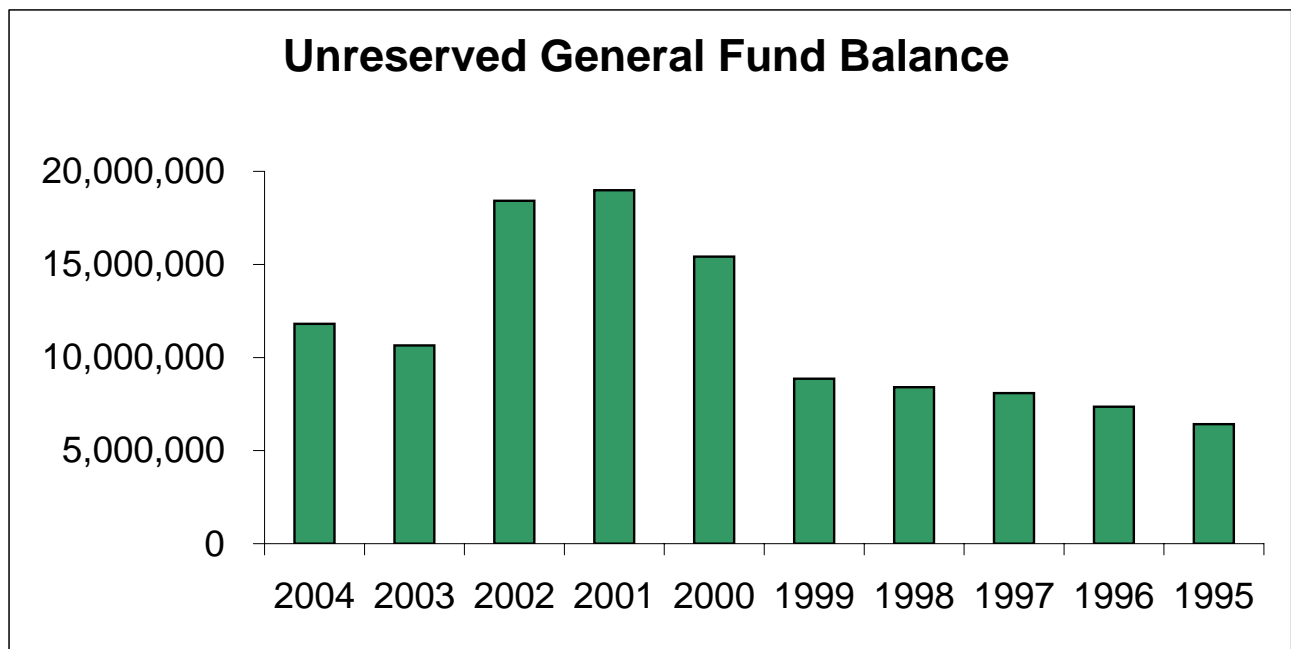
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City of Westlake, Ohio
Changes in Net Assets (continued)
Last Four Years
(accrual basis of accounting)

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Net (Expense)/Revenue				
Governmental Activities	(\$29,482,232)	(\$25,732,562)	(\$30,055,785)	(\$25,463,755)
Business-Type Activities	<u>(1,182,531)</u>	<u>(1,496,805)</u>	<u>(1,638,688)</u>	<u>(838,116)</u>
<i>Total Primary Government Net Expense</i>	<u><u>(\$30,664,763)</u></u>	<u><u>(\$27,229,367)</u></u>	<u><u>(\$31,694,473)</u></u>	<u><u>(\$26,301,871)</u></u>
 General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property and Other Local Taxes Levied For:				
General Purposes	\$9,010,253	\$8,577,934	\$8,188,115	\$7,779,723
Other Purposes	1,700,673	1,628,652	1,541,622	1,465,913
Debt Service	1,236,724	1,408,516	1,333,378	1,270,462
Municipal Income Taxes Levied For:				
General Purposes	10,255,307	9,560,032	10,009,473	10,021,195
Other Purposes	255,214	241,261	244,093	254,744
Debt Service	2,760,486	2,541,856	2,543,848	2,623,865
Capital Outlay	2,311,569	2,102,777	2,317,580	2,110,910
Grants and Entitlements not Restricted to Specific Programs	4,380,362	4,316,817	2,956,228	3,378,432
Investment Earnings	1,503,231	1,286,215	2,725,652	3,216,845
Gain on Sale of Capital Assets	117,337	763,927	0	0
Miscellaneous	1,361,340	239,166	353,604	561,441
Transfers	<u>(597,815)</u>	<u>(824,450)</u>	<u>(883,884)</u>	<u>187,834</u>
<i>Total Governmental Activities</i>	<u>34,294,681</u>	<u>31,842,703</u>	<u>31,329,709</u>	<u>32,871,364</u>
 Business-Type Activities:				
Investment Earnings	331,106	85,088	197,583	518,911
Miscellaneous	19,311	91,348	115,857	175
Transfers	<u>597,815</u>	<u>824,450</u>	<u>883,884</u>	<u>(187,834)</u>
<i>Total Business-Type Activities</i>	<u>948,232</u>	<u>1,000,886</u>	<u>1,197,324</u>	<u>331,252</u>
<i>Total Primary Government</i>	<u>35,242,913</u>	<u>32,843,589</u>	<u>32,527,033</u>	<u>33,202,616</u>
 Change in Net Assets				
Governmental Activities	4,812,449	6,110,141	1,273,924	7,407,609
Business-Type Activities	<u>(234,299)</u>	<u>(495,919)</u>	<u>(441,364)</u>	<u>(506,864)</u>
<i>Total Primary Government Change in Net Assets</i>	<u><u>\$4,578,150</u></u>	<u><u>\$5,614,222</u></u>	<u><u>\$832,560</u></u>	<u><u>\$6,900,745</u></u>

City of Westlake, Ohio
Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

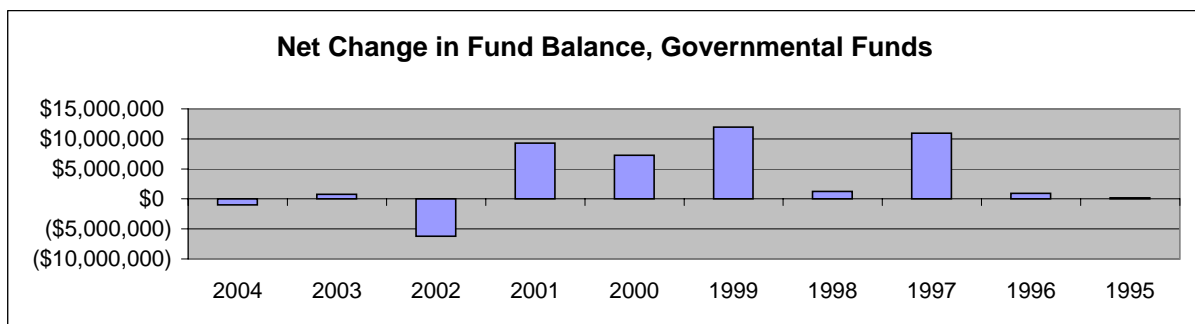
	2004	2003	2002	2001	2000
General Fund					
Reserved	\$6,815,484	\$10,021,597	\$7,935,585	\$8,836,531	\$7,885,805
Designated for Capital Acquisitions	7,969,632	7,796,347	0	0	7,342,068
Unreserved	11,812,699	10,653,195	18,420,711	18,986,782	15,422,886
Total General Fund	26,597,815	28,471,139	26,356,296	27,823,313	30,650,759
All Other Governmental Funds					
Reserved	3,305,126	12,157,135	2,429,131	7,937,222	3,755,925
Undesignated, Reported in:					
Special Revenue funds	7,104,037	6,876,787	6,549,206	7,616,917	4,515,270
Debt Service funds	2,029,627	1,918,125	1,668,871	1,435,707	0
Capital Projects funds	19,272,103	9,725,106	21,400,641	19,807,379	15,961,874
Total All Other Governmental Funds	31,710,893	30,677,153	32,047,849	36,797,225	24,233,069
Total Governmental Funds	\$58,308,708	\$59,148,292	\$58,404,145	\$64,620,538	\$54,883,828



1999	1998	1997	1996	1995
\$12,269,450	\$10,161,530	\$4,597,043	\$1,919,236	\$2,538,111
6,129,196	6,209,483	5,910,842	5,340,056	4,363,307
8,857,270	8,409,420	8,091,929	7,360,496	6,421,481
27,255,916	24,780,433	18,599,814	14,619,788	13,322,899
6,022,584	1,397,739	7,456,960	727,983	1,116,035
4,203,606	3,803,157	2,841,148	2,675,938	3,935,443
1,330,876	1,096,150	1,434,344	833,427	199,292
8,786,877	4,063,271	3,665,030	4,234,786	3,468,110
20,343,943	10,360,317	15,397,482	8,472,134	8,718,880
\$47,599,859	\$35,140,750	\$33,997,296	\$23,091,922	\$22,041,779

City of Westlake, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2004	2003	2002	2001	2000
Revenues					
Property and Other Local Taxes	\$27,349,512	\$26,013,785	\$26,231,937	\$26,160,225	\$24,381,214
Charges for Services	2,483,146	2,105,237	2,186,143	1,954,858	2,576,524
Licenses, Permits and Fees	1,318,527	1,053,268	1,000,703	1,080,632	336,383
Fines and Forfeitures	367,721	290,852	244,578	263,909	1,058,014
Intergovernmental	6,495,291	6,296,343	5,033,425	8,867,603	8,335,592
Special Assessments	236,764	218,000	254,419	325,453	774,745
Interest	1,503,231	1,243,422	2,725,652	3,216,845	3,687,324
Miscellaneous	1,545,841	353,887	940,834	724,365	528,143
<i>Total Revenues</i>	<u>41,300,033</u>	<u>37,574,794</u>	<u>38,617,691</u>	<u>42,593,890</u>	<u>41,677,939</u>
Expenditures					
Current:					
General Government	5,734,643	5,466,351	8,797,996	8,353,695	4,084,882
Security of Persons and Property	10,848,006	10,225,414	9,591,265	9,328,629	9,915,392
Public Health Services	705,667	611,694	679,044	552,394	545,759
Transportation	5,274,082	3,591,594	3,866,492	2,331,272	2,504,899
Community Environment	1,534,229	957,856	1,264,504	1,054,340	1,084,387
Basic Utility Services	673,328	1,349,688	1,969,874	1,714,022	2,101,426
Leisure Time Activities	2,722,184	2,705,819	2,759,712	2,542,274	2,288,584
Capital Outlay	11,202,721	8,584,014	11,509,834	3,726,438	7,272,143
Landfill Postclosure Costs	24,958	12,576	27,589	34,465	0
Debt service:					
Principal Retirement	3,142,450	2,968,450	2,814,449	2,814,453	2,829,449
Interest and Fiscal Charges	1,348,307	1,537,386	1,728,950	1,794,213	1,948,661
Bond Issuance Costs	138,718	0	0	0	0
<i>Total Expenditures</i>	<u>43,349,293</u>	<u>38,010,842</u>	<u>45,009,709</u>	<u>34,246,195</u>	<u>34,575,582</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,049,260)</u>	<u>(436,048)</u>	<u>(6,392,018)</u>	<u>8,347,695</u>	<u>7,102,357</u>
Other Financing Sources (Uses)					
Sale of Capital Assets	162,092	810,651	0	0	0
Bonds Issued	6,840,000	0	0	0	0
Bond Premium	16,067	0	0	0	0
Loan Issued	603,879	202,356	0	0	0
Special Assessment Bonds Issued	0	0	0	765,000	0
Proceeds of Bonds	0	0	0	0	0
Proceeds of Refunding Bonds	0	0	0	0	0
Proceeds of Issue 2 loan	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	(6,717,348)	0	0	0	0
Transfers In	10,766,761	2,369,281	4,225,625	6,987,834	4,537,877
Transfers Out	(10,608,011)	(2,202,093)	(4,050,000)	(6,800,000)	(4,388,299)
<i>Total Other Financing Sources (Uses)</i>	<u>1,063,440</u>	<u>1,180,195</u>	<u>175,625</u>	<u>952,834</u>	<u>149,578</u>
<i>Net Change in Fund Balances</i>	<u>(\$985,820)</u>	<u>\$744,147</u>	<u>(\$6,216,393)</u>	<u>\$9,300,529</u>	<u>\$7,251,935</u>
Debt Service as a Percentage of Noncapital Expenditures	16.2%	18.1%	15.7%	17.8%	21.2%



1999	1998	1997	1996	1995
\$23,521,449	\$22,135,654	\$20,416,845	\$19,117,957	\$17,808,718
2,091,093	2,126,854	843,497	665,344	1,647,466
596,256	571,357	490,879	411,058	411,707
243,781	196,413	212,092	173,399	202,377
7,148,069	4,109,312	3,951,301	3,972,843	4,051,682
1,217,900	725,172	662,359	721,238	811,394
2,588,958	2,295,892	2,282,145	1,373,351	1,557,343
557,025	1,463,229	177,857	303,526	219,218
37,964,531	33,623,883	29,036,975	26,738,716	26,709,905
4,418,553	3,477,090	3,432,466	4,336,141	6,221,806
7,985,868	7,318,077	7,012,373	7,138,750	6,479,812
521,648	560,830	518,776	450,931	401,858
1,791,762	1,615,974	1,899,481	3,477,679	1,605,287
1,026,612	888,222	823,191	747,052	669,228
1,830,218	1,875,057	1,853,946	1,917,415	1,876,385
2,401,645	1,522,285	1,267,620	1,797,882	894,620
6,570,376	11,021,139	10,162,776	2,294,065	4,629,790
23,926	23,731	13,784	23,034	32,077
2,659,449	2,300,505	2,134,165	2,165,424	2,122,661
2,127,057	1,924,153	2,041,907	1,766,126	1,882,018
0	0	0	0	0
31,357,114	32,527,063	31,160,485	26,114,499	26,815,542
6,607,417	1,096,820	(2,123,510)	624,217	(105,637)
0	0	12,683	42,263	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
5,185,000	0	12,792,571	0	0
0	0	5,504,709	0	0
0	0	0	0	0
0	0	(5,404,882)	0	0
3,902,424	614,347	579,567	2,326,407	941,126
(3,752,857)	(464,780)	(430,000)	(2,064,828)	(669,000)
5,334,567	149,567	13,054,648	303,842	272,126
\$11,941,984	\$1,246,387	\$10,931,138	\$928,059	\$166,489
23.9%	24.4%	24.8%	19.8%	22.0%

City of Westlake, Ohio
Program Revenues by Function/Program
Last Four Years
(accrual basis of accounting)

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Function/Program				
Governmental Activities:				
General Government	\$496,947	\$444,240	\$558,308	\$328,919
Security of Persons and Property	735,831	497,570	681,416	323,107
Public Health Services	261,584	365,866	112,691	102,326
Transportation	1,407,515	1,527,642	1,513,784	1,511,545
Community Environment	442,348	451,522	410,148	4,189,967
Basic Utility Services	931,164	291,745	842,940	420,401
Leisure Time Activities	<u>2,159,425</u>	<u>1,954,280</u>	<u>2,009,919</u>	<u>2,055,205</u>
<i>Total Governmental Activities</i>	<u>6,434,814</u>	<u>5,532,865</u>	<u>6,129,206</u>	<u>8,931,470</u>
Business-type activities:				
Sewer	1,847,391	1,578,261	1,648,297	1,718,173
Golf Course	<u>475,011</u>	<u>456,882</u>	<u>479,338</u>	<u>477,505</u>
<i>Total Business-Type Activities</i>	<u>2,322,402</u>	<u>2,035,143</u>	<u>2,127,635</u>	<u>2,195,678</u>
<i>Total Primary Government</i>	<u><u>\$8,757,216</u></u>	<u><u>\$7,568,008</u></u>	<u><u>\$8,256,841</u></u>	<u><u>\$11,127,148</u></u>

City of Westlake, Ohio
 Tax Revenues by Source, Governmental Funds
 Last Ten Years
(modified accrual basis of accounting)

Year	Property and Other Local Taxes	Municipal Income Taxes	Total
2004	\$11,879,372	\$15,470,140	\$27,349,512
2003	11,228,925	14,784,860	26,013,785
2002	11,043,798	15,188,139	26,231,937
2001	10,544,876	15,615,349	26,160,225
2000	9,877,335	14,503,879	24,381,214
1999	9,588,629	13,932,820	23,521,449
1998	8,867,511	13,268,143	22,135,654
1997	8,692,494	11,724,351	20,416,845
1996*	8,457,529	10,660,428	19,117,957
1995	8,328,416	9,480,302	17,808,718

**Beginning in 1996 a change in the income tax rate from 1.375% to 1.50% for Recreation Center construction and operations was passed by the voters.*

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

Year	City of Westlake				Westlake City School District including Library	Cuyahoga County Commissioners	Special (1) Taxing Districts	Total
	General	Special Revenue	Debt Service	Total				
2004	\$7.50	\$1.50	\$1.10	\$10.10	\$63.50	\$13.52	\$4.48	\$91.60
2003	7.50	1.50	1.10	10.10	61.00	13.52	8.15	92.77
2002	7.50	1.50	1.30	10.30	61.20	14.65	3.55	89.70
2001	7.50	1.50	1.30	10.30	62.70	11.72	4.48	89.20
2000	7.38	1.50	1.62	10.50	63.10	10.82	4.48	88.90
1999	7.38	1.50	1.62	10.50	63.10	10.82	4.48	88.90
1998	7.38	1.50	1.32	10.20	63.00	12.12	4.48	89.80
1997	7.24	1.50	2.06	10.80	62.70	12.12	4.48	90.10
1996	7.18	1.50	2.22	10.90	60.30	12.12	4.48	87.80
1995	7.15	1.50	2.35	11.00	55.90	12.32	4.48	83.70

(1) Cleveland Metroparks Park District, Cuyahoga Community College,
and Cleveland-Port Authority

Source: Cuyahoga County Auditor

Note: The City's basic property tax rate may be increased only by a majority vote of the City's residents. Rates for debt service are set based on each year's requirement.

Overlapping rates are those of local and county governments that apply to property owners within the City.

City of Westlake, Ohio
 Assessed Valuation and Estimated True Values of Taxable Property
 Last Ten Years

Collection Year	Real Property	Public Utility Real Property	Public Utility Tangible Property	Tangible Personal Property	Total	Estimated (1) True Values of Taxable Property
2004	\$1,181,745,820	\$21,100	\$22,652,240	\$67,303,512	\$1,271,722,672	\$3,633,493,349
2003	1,092,533,930	21,100	22,213,040	74,078,302	1,188,846,372	3,396,703,920
2002	1,072,464,840	21,100	23,522,370	77,021,986	1,173,030,296	3,064,185,257
2001	1,028,638,660	21,100	30,491,100	74,494,491	1,133,645,351	2,938,967,600
2000	893,379,720	16,670	30,889,430	69,493,252	993,779,072	2,552,513,486
1999	851,890,920	503,290	33,579,300	63,939,231	949,912,741	2,433,974,057
1998	828,758,170	503,290	34,326,270	64,750,544	928,338,274	2,367,880,486
1997	761,247,630	503,290	35,417,680	65,660,169	862,828,769	2,174,993,229
1996	738,267,020	514,810	35,226,690	57,920,927	831,929,447	2,109,334,343
1995	703,901,450	514,810	36,652,930	56,067,638	797,136,828	2,011,147,000

Source: Cuyahoga County, Ohio; County Auditor

(1) This amount is calculated based on the following percentages:

Real property is assessed at thirty-five percent of actual value.

Public utility is assessed at eighty-eight percent of actual value.

Tangible personal is assessed at twenty-five percent of actual value for capital assets and twenty-three percent for inventory.

City of Westlake, Ohio

Principal Taxpayers

12/31/2004 and 12/31/1995

Taxpayer	December 31, 2004	
	Real Property Assessed Valuation (1)	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$11,843,430	1.00%
King James Properties and Affiliates	10,314,050	0.87
Westlake Center Associates	9,030,950	0.76
University Hospital Health Systems	8,898,340	0.75
Energizer Battery Manufacturing, Inc.	7,381,190	0.63
Remington-OP & F, Incorporated	5,901,670	0.50
Ohio Bell Telephone Company	5,713,280	0.48
Crossings Village Westlake LLC	5,687,190	0.48
Sturbridge Square Apartments	5,507,220	0.47
WXZ Arbors, LLC	5,361,760	0.45
	<u>\$75,639,080</u>	<u>6.39%</u>
Total Assessed Valuation	<u>\$1,181,745,820</u>	

Taxpayer	December 31, 1995	
	Real Property Assessed Valuation (1)	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$18,848,760	2.68%
Columbia - CSA Healthcare System	12,429,490	1.77
Ohio Bell Telephone Co.	10,653,660	1.51
King James Park Ltd.	8,777,650	1.25
Westlake Center Associates	7,669,920	1.09
Eveready Battery Company	6,379,800	0.91
Columbia Gas of Ohio Inc.	5,529,600	0.79
Fort Austin Ltd. Partnership	5,223,050	0.74
Kopf-Newton Venture I	4,900,000	0.70
Metric Institutional Apartment Fund II	4,757,550	0.68
	<u>\$85,169,480</u>	<u>12.12%</u>
Total Assessed Valuation	<u>\$703,901,450</u>	

(1) Assessed valuation based on the valuation of property for taxes collected in 2004 and 1995 respectively, and a review of the 10 largest taxpayers for the City.

Source: Cuyahoga County Auditor

City of Westlake, Ohio
Property Tax Levies And Collections
Last Ten Years

<u>Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections To Tax Levy</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections (1)</u>	<u>Percent of Total Tax Collections To Tax Levy</u>
2004	\$13,961,856	\$12,644,208	90.56 %	\$458,047	\$13,102,255	93.84 %
2003	11,434,306	10,960,238	95.85	270,303	11,230,541	98.22
2002	11,225,940	10,695,012	95.27	307,667	11,002,679	98.01
2001	11,310,839	10,922,571	96.57	250,109	11,172,680	98.78
2000	9,908,961	9,338,060	94.24	174,345	9,512,405	96.00
1999	9,543,649	9,142,265	95.79	195,253	9,337,518	97.84
1998	9,078,834	8,598,110	94.71	113,626	8,711,736	95.96
1997	8,896,826	8,445,688	94.93	99,814	8,545,502	96.05
1996	8,637,861	8,250,402	95.51	120,360	8,370,762	96.91
1995	8,377,367	8,030,615	95.86	140,879	8,171,494	97.54

Source: Cuyahoga County, Ohio; County Auditor

(1) State reimbursement of rollback and homestead exemptions are included.

City of Westlake, Ohio
Income Tax Revenue Base and Collections (Cash Basis)
Last Ten Years

Tax Year	Tax Rate	Total Tax Collected	Taxes From Withholding	Percentage of Taxes From Withholding	Taxes From Net Profits	Percentage of Taxes From Net Profits	Taxes From Individuals	Percentage of Taxes From Individuals
2004	1.50 %	\$15,217,470	\$12,012,167	79 %	\$1,108,912	7 %	\$1,971,426	13 %
2003	1.50	14,878,677	11,696,293	79	1,190,241	8	1,992,143	13
2002	1.50	15,102,037	11,719,909	78	1,270,182	8	2,111,946	14
2001	1.50	14,711,782	11,202,349	76	1,511,533	10	1,997,900	14
2000	1.50	13,896,554	10,861,632	78	1,172,511	8	1,862,411	13
1999	1.50	13,388,076	10,186,585	76	1,504,171	11	1,697,320	13
1998	1.50	12,762,667	9,734,433	76	1,155,515	9	1,872,719	15
1997	1.50	11,602,867	8,750,062	75	1,233,356	11	1,619,449	14
1996*	1.50	10,391,448	7,888,922	76	1,046,825	10	1,455,701	14
1995	1.38	9,254,757	6,867,888	74	1,015,898	11	1,370,971	15

% Represents percent of total tax collected

Sources: Regional Income Tax Agency data - certain amounts may be estimates - years are tax years. Number of filers does not equal total taxpayers due to taxpayers paying city taxes through employer withholding only without filing requirement.

**Beginning in 1996 a change in the income tax rate from 1.375% to 1.50% for Recreation Center construction was approved.*

City of Westlake, Ohio

Income Tax Statistics

Last Four Years

Income Averages For Westlake Tax Years 2000-2003					
Tax Year	Income Range Tax Year 2002	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
2003	0-19,999	3,229	27.52 %	\$24,979,968	2.85 %
2003	20,000-49,999	2,949	25.13	102,360,059	11.68
2003	50,000-74,999	1,791	15.26	110,800,569	12.65
2003	75,000-99,999	1,192	10.16	103,754,628	11.84
2003	Over 100,000	2,572	21.92	534,332,449	60.98
	Total	11,733		876,227,673	
2002	0-19,999	3,294	28.04	\$25,396,943	3.00
2002	20,000-49,999	3,082	26.24	107,176,144	12.67
2002	50,000-74,999	1,699	14.46	104,556,114	12.36
2002	75,000-99,999	1,173	9.99	101,787,972	12.03
2002	Over 100,000	2,498	21.27	507,296,130	59.95
	Total	11,746		846,213,303	
2001	0-19,999	3,468	27.87	26,425,879	3.02
2001	20,000-49,999	3,318	26.66	115,759,132	13.21
2001	50,000-74,999	1,840	14.79	113,602,441	12.97
2001	75,000-99,999	1,241	9.97	107,507,315	12.27
2001	Over 100,000	2,577	20.71	512,830,405	58.53
	Total	12,444		876,125,172	
2000	0-19,999	3,436	27.64	26,804,405	3.06
2000	20,000-49,999	3,363	27.06	116,720,464	13.34
2000	50,000-74,999	1,865	15.00	114,720,584	13.11
2000	75,000-99,999	1,244	10.01	107,808,814	12.32
2000	Over 100,000	2,522	20.29	509,075,322	58.17
	Total	12,430		875,129,589	

Sources: Regional Income Tax Agency data - certain amounts may be estimates - years are tax years. Number of filers does not equal total taxpayers due to taxpayers paying city taxes through employer withholding only without filing requirement.

City of Westlake, Ohio
Ratios of General Bonded Debt Outstanding and Legal Debt Margin
Last Ten Years

	2004	2003	2002
General Bonded Debt Outstanding:			
General Obligation Bonds	\$19,808,197	\$23,963,197	\$27,129,174
Special Assessment Bonds	1,584,090	1,781,000	1,999,000
Bond Anticipation Notes	4,367,000	7,200,000	229,000
OPWC Loan	990,277	406,848	224,942
Total	<u>26,749,564</u>	<u>33,351,045</u>	<u>29,582,116</u>
Percentage of Estimated Actual Property Value	2.10%	2.81%	2.52%
Total Debt Per Capita	837	1,043	933
Less:			
Special Assessment Bonds	(1,584,090)	(1,781,000)	(1,999,000)
Recreation Center Bonds	0	0	0
General Obligation Bond Retirement Fund Balance	(1,434,979)	(1,164,701)	(979,231)
Special Assessment Bond Retirement Fund Balance	0	0	0
Issue Eleven Bond Retirement Fund Balance	<u>(264,921)</u>	<u>(424,437)</u>	<u>(431,065)</u>
Total Net Debt Applicable to Debt Limit	<u>23,465,574</u>	<u>29,980,907</u>	<u>26,172,820</u>
Overall Legal Debt Limit			
10 1/2% of Assessed Valuation	133,530,881	124,828,869	123,168,181
Legal Debt Margin Within 10 1/2% Limitations	<u>\$110,065,307</u>	<u>\$94,847,962</u>	<u>\$96,995,361</u>
Legal Debt Margin as a Percentage of the Debt Limit	82.43%	75.98%	78.75%
Unvoted Debt Limitation			
5 1/2% of Assessed Valuation	\$69,944,747	\$65,386,550	\$64,516,666
Net Unvoted Indebtedness Authorized by Council	15,049,564	21,852,022	17,287,116
Less:			
Special Assessment Bonds	(1,584,090)	(1,781,000)	(1,999,000)
General Obligation Bond Retirement Fund Balance	(1,434,979)	(1,164,701)	(979,231)
Issue Eleven Bond Retirement Fund Balance	<u>(264,921)</u>	<u>(424,437)</u>	<u>(431,065)</u>
Net Debt Within 5 1/2% Limitations	<u>11,765,574</u>	<u>18,481,884</u>	<u>13,877,820</u>
Unvoted Legal Debt Margin Within 5 1/2% Limitations	<u>\$58,179,173</u>	<u>\$46,904,666</u>	<u>\$50,638,846</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	83.18%	71.73%	78.49%

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

2001	2000	1999	1998	1997	1996	1995
\$29,714,174	\$32,182,724	\$34,652,302	\$32,021,481	\$33,415,628	\$22,486,832	\$24,196,399
2,208,000	1,768,453	2,107,874	2,147,307	2,501,740	2,688,173	3,120,606
4,025,000	1,480,000	1,430,000	200,000	1,057,000	750,000	410,000
245,391	265,841	286,290	306,739	327,188	347,637	368,086
<u>36,192,565</u>	<u>35,697,018</u>	<u>38,476,466</u>	<u>34,675,527</u>	<u>37,301,556</u>	<u>26,272,642</u>	<u>28,095,091</u>
3.19%	3.59%	4.05%	3.74%	4.32%	3.16%	3.52%
1,141	1,125	1,424	1,283	1,381	972	1,040
(2,208,000)	(1,768,453)	(2,107,874)	(2,147,307)	(2,501,740)	(2,688,173)	(3,120,606)
0	0	0	(12,570,000)	(12,585,000)	0	0
(837,256)	(741,894)	(912,382)	(854,666)	(1,235,350)	(52,101)	(184,940)
(173,773)	(97,486)	(49,769)	0	0	0	0
<u>(424,678)</u>	<u>(351,371)</u>	<u>(368,725)</u>	<u>(256,380)</u>	<u>(248,071)</u>	<u>(237,533)</u>	<u>(100,515)</u>
<u>32,548,858</u>	<u>32,737,814</u>	<u>35,037,716</u>	<u>18,847,174</u>	<u>20,731,395</u>	<u>23,294,835</u>	<u>24,689,030</u>
119,032,762	104,346,803	99,740,838	97,475,519	90,597,021	87,352,592	83,699,367
<u>\$86,483,904</u>	<u>\$71,608,989</u>	<u>\$64,703,122</u>	<u>\$78,628,345</u>	<u>\$69,865,626</u>	<u>\$64,057,757</u>	<u>\$59,010,337</u>
72.66%	68.63%	64.87%	80.66%	77.12%	73.33%	70.50%
\$62,350,494	\$54,657,849	\$52,245,201	\$51,058,605	\$47,455,582	\$45,756,120	\$43,842,526
21,364,565	21,013,565	23,068,592	18,928,220	20,764,816	17,246,832	18,051,399
(2,208,000)	(1,768,453)	(2,107,874)	(2,147,307)	(2,501,740)	(2,688,173)	(3,120,606)
(837,256)	(741,894)	(912,382)	(854,666)	(1,235,350)	(52,101)	(184,940)
<u>(424,678)</u>	<u>(351,371)</u>	<u>(368,725)</u>	<u>(256,380)</u>	<u>(248,071)</u>	<u>(237,533)</u>	<u>(100,515)</u>
<u>17,894,631</u>	<u>18,151,847</u>	<u>19,679,611</u>	<u>15,669,867</u>	<u>16,779,655</u>	<u>14,269,025</u>	<u>14,645,338</u>
<u>\$44,455,863</u>	<u>\$36,506,002</u>	<u>\$32,565,590</u>	<u>\$35,388,738</u>	<u>\$30,675,927</u>	<u>\$31,487,095</u>	<u>\$29,197,188</u>
71.30%	66.79%	62.33%	69.31%	64.64%	68.82%	66.60%

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City of Westlake, Ohio
 Computation of Direct and Overlapping Debt
 December 31, 2004

Jurisdiction	Total Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City of Westlake
Direct			
City of Westlake (1)	<u>\$29,233,806</u>	100.00%	<u>\$29,233,806</u>
Overlapping			
Westlake School District	34,140,000	100.00	34,140,000
Cuyahoga County	251,154,636	4.20	10,548,495
Greater Cleveland Regional Transit Authority	<u>147,025,000</u>	4.20	<u>6,175,050</u>
<i>Total Overlapping Debt</i>	<u>432,319,636</u>		<u>50,863,545</u>
Total	<u><u>\$461,553,442</u></u>		<u><u>\$80,097,351</u></u>

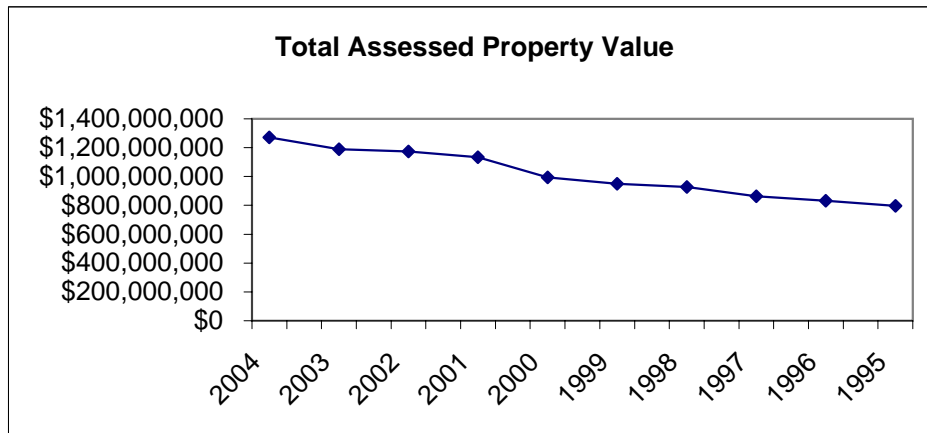
Source: Cuyahoga County, Ohio; County Auditor

(1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.
 The debt outstanding includes general obligation bonds and note debt.

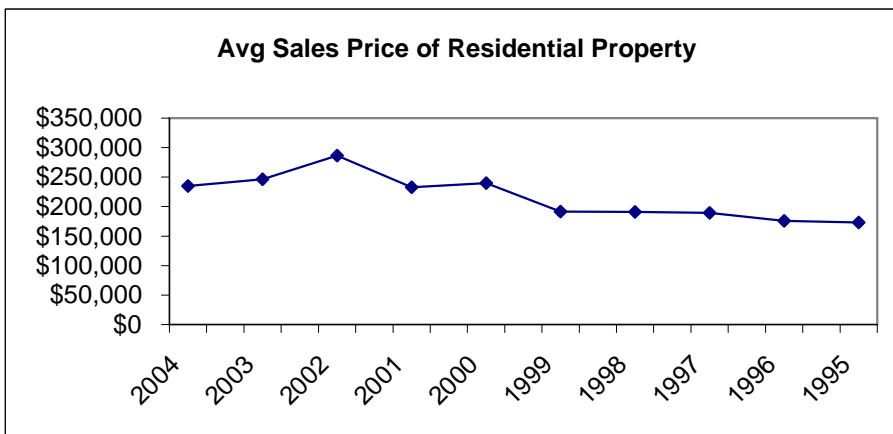
City of Westlake, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income (6)	Per Capita Personal Income (1)	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or higher (1)
2004	31,972 a	\$1,184,370,768	\$37,044 c	\$65,106 c	42.0 a	45.2 % a
2003	31,972 a	1,184,370,768	37,044 c	65,106 c	42.0 a	45.2 a
2002	31,972 a	1,184,370,768	37,044 c	65,106 c	42.0 a	45.2 a
2001	31,972 a	1,184,370,768	37,044 c	65,106 c	42.0 a	45.2 a
2000	31,972 a	1,184,370,768	37,044 c	65,106 c	42.0 a	45.2 a
1999	27,018 b	1,000,854,792	37,044 c	65,106 c	37.4 b	37.7 b
1998	27,018 b	648,432,000	24,000 d	47,629 d	37.4 b	37.7 b
1997	27,018 b	648,432,000	24,000 d	47,629 d	37.4 b	37.7 b
1996	27,018 b	648,432,000	24,000 d	47,629 d	37.4 b	37.7 b
1995	27,018 b	648,432,000	24,000 d	47,629 d	37.4 b	37.7 b

- (1) Source: U. S. Census, Census of population
 - (a) 2000 Federal Census
 - (b) 1990 Federal Census
 - (c) 1999 Census Report
 - (d) 1989 Census Report
- (2) Source: Westlake Board of Education
- (3) Source: City of Westlake Official Statement
 - (e) March 9, 2004
 - (f) August 11, 1994
- (4) Source: Ohio Dept. of Jobs and Family Services Civilian Labor Force Estimate
 - (g) Press Release dated Jan. 21, 2005
- (5) Source: Cuyahoga County Auditor
- (6) Computation of per capita personal income multiplied by population



School Enrollment (2)	Unemployment Rate (3) (4)	Average Sales Price of Residential Property (4)	Total Assessed Property Value (5)
3,921	6.2 % g	\$234,884	\$1,271,722,672
3,885	6.4 g	246,325	1,188,846,372
3,743	6.7 e	286,759	1,173,030,296
3,734	4.6 e	232,741	1,133,645,351
3,698	4.5 e	239,600	993,779,072
3,760	4.6 e	191,800	949,912,741
3,674	4.5 e	191,200	928,338,274
3,688	5.8 f	189,300	862,828,769
3,739	5.0 f	175,900	831,929,447
3,764	5.0 f	173,100	797,136,828



City of Westlake, Ohio
Principal Employers
Current Year and Nine Years Ago

2004*		
Employer	Employees	Percentage of Total City Employment
St. John Westshore Hospital	1,232	4.95 %
Eveready Battery	530	2.13
Westlake City Schools	506	2.03
Bonne Bell	498	2.00
City of Westlake	417	1.67
USG Interiors/American Metals	310	1.25
Travel Centers of America	300	1.21
Lutheran Home	290	1.16
Hyland Software	267	1.07
Antares Management Solutions	250	1.00
Total	4,600	18.47 %
Total City Employees	24,896	

1994**		
Employer	Employees	Percentage of Total City Employment
St. John Westshore Hospital	950	n/a
Eveready Battery	550	n/a
Scott & Fetzer Corporation	428	n/a
Westlake City School District	399	n/a
Electronic Data Systems, Inc.	300	n/a
Jacobs, Visconsi & Jacobs	280	n/a
USG Interiors, Inc.	278	n/a
LDI Corp	250	n/a
Cotter & Company	240	n/a
Manco Inc.	190	n/a
Total	3,865	n/a
Total City Employees	n/a	

Source: City of Westlake, Ohio, Department of Planning of Economic Development - amounts are estimates. Total City employment based upon estimate from the Regional Income Tax Authority 2004 withholding information.

n/a: Information not available

*Updated 6/14/04

City of Westlake, Ohio
 Full-Time Equivalent City Government Employees by Function/Program
 Last Ten Years

<u>Function/program</u>	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
General Government:										
Council	5	5	5	5	5	5	5	5	5	5
Mayor	2	2	3	3	3	3	2.5	2.5	2.5	2
Finance	7	6.5	6.5	6.5	6	6	6	6.5	7	6.5
Law	7	7.5	7	7	6	5.5	3	3	3	4
Purchasing/Adm. Services	3.5	3	3	3	2.5	2.5	2.5	2.5	3	2.5
Planning	4.5	4.5	4.5	4	4	4	4	4	4	4
Police	78	83.5	81	78.5	74	71.5	69.5	63	61.5	55.5
Safety Town	1.5	1.5	1	1.5	1.5	1.5	1.5	1.5	1.5	1.5
Fire	40	40.5	40.5	40.5	38.5	35.5	36.5	34.5	34	32
Police/Fire Operating Levy	16	16	16	16	16	16	16	16	16	16
Engineering	12.5	13	15.5	15.5	16	16	16	14.5	15	12.5
Inspection	11.5	10.5	11	11	10.5	10	10	10	9.5	9
Recreation:										
Administration	4	5	4.5	4.5	4.5	0	0	4.5	4	3.5
Programs	0	0	0	0	0	0	0	15.5	15.5	14.5
Swimming Pool	58	45	45	45	38	34	30.5	38.5	44	39.5
Recreation Center (1)	56	70.5	101.5	98	86	92	96	0	0	0
Golf Course	15.5	17	17.5	15.5	16	17	19.5	18	18.5	16.5
Senior/Community Services	11.5	11	9	9	9.5	8	7.5	7	5.5	6.5
Service:										
Administration	2.5	2.5	3	3	3.5	3.5	3.5	3.5	2.5	2.5
Building Maintenance	1	1.5	1.5	1.5	3	3	2	2	2	1.5
City Services	36.5	33.5	26	21.5	14.5	21	18	16	16.5	12.5
Sanitary/Storm Drainage	7.5	7	9	12	8	7.5	8	7	6.5	8
Rubbish/Recycling	0	0	22	23.5	23	21.5	26	21.5	27	19
Parks	7	4	4	4	4	7.5	6.5	8.5	10	10
Forester	5	5	2	3	3	3	2	4	2.5	2
Street Maintenance	7	7.5	6	7	10	10	10	11	8.5	11.5
Cemetery	1.5	2.5	1.5	1.5	2	2	1.5	2	1.5	1.5
Miscellaneous	3.5	3.5	3	2	2	3.5	4.5	2.5	2.5	2
Totals:	405	409	449.5	442.5	410	410	408	324.5	329	301.5

Source: City of Westlake, Ohio 1998-2005 Annual Budgets

Method: Using 1.0 for each full-time employee, and 0.50 for each part-time and seasonal employee

(1) Recreation Center opened in 1998 - prior years' included in program area.

City of Westlake, Ohio
 Operating Indicators by Function/Program
 Last Ten Years

Function/program	2004	2003	2002	2001
General Government				
Construction Permits Issued (2)	1,481	1,272	1,189	1,265
Estimated Value of Construction (2)	\$153,837,378	\$88,110,510	\$86,785,759	\$93,999,520
Economic Development Projects approved (square feet) (3)	538,835	626,268	452,304	377,450
Number of Planning Commission docket items (3)	140	105	111	107
Sewer Bills mailed (1)	43,508	42,257	42,959	41,840
Purchase Orders Issued (4)	3,960	4,228	4,255	4,358
Number of new litigations filed (5)	4	17	4	2
Number of pending litigations (5)	15	21	5	10
Police (6)				
Total Arrests	6,219	7,220	6,305	8,400
Part 1 Offenses (major offenses such as murder and theft)	592	495	491	548
DUI Arrests	266	264	254	298
Prisoners	1,340	1,188	1,041	1,115
Motor Vehicle Accidents	810	780	859	759
Calls for Service	33,342	33,349	33,284	33,402
Fire (7)				
Emergency responses	3,987	3,980	3,874	3,639
Fire Safety Inspections/Re-Inspections	291	132	200	659
Fire Protection Systems Inspected	330	437	541	928
Building/Fire Protection Plan Review	457	353	360	375
Percentage increase - businesses inspected	15%	30%	15%	30%
Number of Community Programs	80	75	53	51
Public Service (8)				
Road Maintenance (man hours)*	10,760	8,480	n/a	9,437
Asphalt (hot/cold) used in road maintenance (tons)	755	808	552	441
Concrete used in road maintenance (yards)	866	421	579	731
Number of Trees Removed	193	291	253	115
Number of Trees Planted	260	208	110	91
Truckloads of leaves picked-up	1,621	1,726	1,846	1,640
Cubic Yards of leaf humus delivered/sold	5,817	5,977	813	2,092
Cubic Yards of wood chips delivered/sold	6,605	1,106	1,604	1,676
Tons of snow melting salt purchased	7,972	7,686	4,478	2,485
Cemetery Internments	54	49	49	51
Grave purchases/Internment payments	\$42,365	\$27,875	\$25,325	\$28,925
Recreation (9)				
Recreation Center attendance**	386,937	388,020	399,671	387,458
No. of Peterson Pool Memberships	873	1,000	1,300	1,550
Learn to Swim enrollment (Peterson Pool only)	1,015	1,300	1,350	1,200
Average daily golf revenue (June, July, & August)	\$3,209	\$3,127	\$3,400	\$3,000
Senior/Community Services (10)				
Number of Activities/Programs	1,815		1,194	1,165
Social Services	2,071	1,890	1,522	1,015
Activity Trips	52	47	53	49
Number of Volunteers	134	194	92	111
Newsletters	13,995	13,995	13,685	13,365
Transports	8,807	8,595	8,405	7,981
Miles Transported	53,979	56,376	55,332	51,392
Donations, Center/Assistance/Prescriptions	\$39,431	\$17,932	\$30,573	\$30,707
Sources:				
(1) City of Westlake Finance Department			(6) City of Westlake Police Department	
(2) City of Westlake Building Department			(7) City of Westlake Fire Department	
(3) City of Westlake Department of Planning and Economic Development			(8) City of Westlake Department of Public Service	
(4) City of Westlake Purchasing Department			(9) City of Westlake Recreation Department	
(5) City of Westlake Law Department			(10) City of Westlake Department of Senior and Community Services	

*amounts are estimates

**attendance based upon calendar year except 1999, which includes November 2, 1998 - December 1999

n/a: Information not available

2000	1999	1998	1997	1996	1995
1,308	1,368	1,254	1,030	930	928
\$83,579,795	\$112,324,145	\$184,012,135	\$80,474,650	\$56,121,895	\$56,424,410
496,376	350,486	584,538	800,101	222,550	345,302
114	134	136	133	119	124
40,482	39,354	n/a	n/a	n/a	n/a
4,494	4,274	4,347	4,182	3,959	5,573
6	8	10	10	20	n/a
15	17	21	30	42	n/a
9,445	8,539	6,425	4,958	4,581	4,767
414	495	546	572	581	568
275	213	220	199	254	261
1,206	1,089	1,039	835	892	956
781	761	746	778	852	825
33,419	34,349	31,393	29,618	29,385	26,116
3,423	3,270	3,100	2,866	2,797	2,755
676	478	864	631	608	889
282	1,175	355	272	43	52
308	249	191	196	243	275
10%	n/a	n/a	n/a	n/a	n/a
48	45	42	38	33	n/a
7,025	9,646	13,333	n/a	n/a	n/a
632	964	888	373	s16	1,556
550	1,024	1,120	579	87	105
234	228	81	205		92
130	222	350	264	164	165
1,350	1,649	1,550	1,607	1,660	836
2,055	1,772	2,689	4,330	2,200	492
1,952	1,391	2,110	1,131	782	638
9,697	6,077	5,007	2,565	4,423	7,773
63	52	45	30	29	46
\$35,885	\$25,690	\$27,515	\$16,980	\$21,695	\$27,120
357,730	341,797	0	0	0	0
1,525	1,148	n/a	n/a	n/a	n/a
1,150	1,114	n/a	n/a	n/a	n/a
\$2,707	\$2,578	\$2,610	\$2,605	\$1,785	n/a
1,167	1,252	982	926	907	724
1,111	1,083	978	1,112	1,074	1,314
35	22	9	9	10	9
129	148	170	177	189	170
13,025	11,550	10,200	9,975	10,595	10,200
6,661	6,838	7,973	7,056	6,239	6,472
41,747	40,467	38,841	40,360	45,409	45,620
\$19,454	\$26,659	\$22,828	\$6,839	\$16,802	\$6,821

City of Westlake, Ohio
 Capital Asset Statistics by Function/Program
 Last Ten Years

Function/program	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
General Government										
Square Footage Occupied (1)	40,000	40,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Engineering Vehicles (2)	9	12	10	8	9	9	8	n/a	n/a	n/a
Inspection Vehicles (2)	9	8	8	8	8	9	9	n/a	n/a	n/a
Other Departmental Vehicles (2)	5	4	4	4	4	4	5	n/a	n/a	n/a
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Square Footage of Building (3)	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Vehicles (2)	35	38	35	33	33	34	26	n/a	n/a	n/a
Fire stations										
Stations	2	2	2	2	2	2	2	2	2	2
Vehicles (2)	20	20	19	17	17	14	14	n/a	n/a	n/a
Other public works										
Streets (miles)	135	135	135	135	134	132	132	132	130	130
Number of Streetlights (per light bill)	14,622	14,407	14,407	14,288	14,288	13,814	12,924	12,924	12,372	11,866
Public Service Vehicles (5)	57	67	68	64	73	70	63	n/a	n/a	n/a
Recreation										
Number of Parks	5	5	5	5	5	4	4	4	4	4
Recreation Centers	1	1	1	1	1	1	1	0	0	0
Recreation Center Square Footage	84,000	84,000	84,000	84,000	84,000	84,000	84,000	0	0	0
Vehicles (2)	7	7	6	7	5	4	4	n/a	n/a	n/a
Senior/Community Services										
Vehicles (4)	5	5	5	5	4	4	3	3	4	4
Wastewater										
Sanitary sewers (miles)	121	121	121	121	120	117	116	116	114	114

Sources:

- (1) City of Westlake Department of Engineering
 - (2) City of Westlake Finance Department
 - (3) City of Westlake Police Department
 - (4) City of Westlake Department of Senior and Community Services
 - (5) City of Westlake Department of Public Service
- n/a: Information not available



**Auditor of State
Betty Montgomery**

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800-282-0370

Facsimile 614-466-4490

CITY OF WESTLAKE

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 14, 2005**