



**Auditor of State
Betty Montgomery**

**CITY OF PARMA
CUYAHOGA COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Federal Awards Expenditures Schedule	1
Notes to the Federal Awards Expenditures Schedule	3
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	5
Independent Accountants' Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	7
Schedule of Findings	9
Schedule of Prior Audit Findings	14

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City of Parma
Cuyahoga County
Federal Awards Expenditures Schedule
December 31, 2004

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Federal Expenditures	Non-Cash Expenditures
<u>U.S. Department of Health and Human Services</u>				
<i>Passed Through Western Reserve Area Agency on Aging:</i>				
<i>Aging Cluster:</i>				
Special Programs for the Aging - Title III-B	N/A	93.044	88,211	0
Total Special Programs for the Aging - Title III-B			<u>88,211</u>	<u>0</u>
Special Programs for the Aging - Title III-C1	N/A	93.045	7,166	51,831
Special Programs for the Aging - Title III-C2	N/A	93.045	2,519	0
Total Special Programs for the Aging - Title III-C			<u>9,685</u>	<u>51,831</u>
Total Aging Cluster:			<u>97,896</u>	<u>51,831</u>
<i>Passed Through Western Reserve Area Agency on Aging:</i>				
Nutrition Services Incentive Program	N/A	93.053	0	17,940
Total Nutrition Services Incentive Program			<u>0</u>	<u>17,940</u>
Total U.S. Department of Health and Human Services			<u>97,896</u>	<u>69,771</u>
<u>U.S. Department of Justice</u>				
Direct Programs:				
Bulletproof Vest Partnership Program	N/A	16.607	979	0
Total Bulletproof Vest Partnership Program			<u>979</u>	<u>0</u>
Direct Programs:				
Local Law Enforcement Block Grant 2002-2003	N/A	16.592	14,811	0
Local Law Enforcement Block Grant 2003-2004	N/A	16.592	4,090	0
Total Local Law Enforcement Block Grant			<u>18,901</u>	<u>0</u>
<i>Passed Through the State of Ohio Office of the Attorney General:</i>				
Victims of Crime Act Grant 2003	2003VAGENE573	16.575	9,584	0
Victims of Crime Act Grant 2004	2004VAGENE573	16.575	19,168	0
Total Victims of Crime Act Grant			<u>28,752</u>	<u>0</u>
<i>Passed Through Cuyahoga County Auditor:</i>				
Juvenile Diversion Program Grant	03-JB-MUN-0007	16.523	16,063	0
Total Juvenile Diversion Program Grant			<u>16,063</u>	<u>0</u>
Total U.S. Department of Justice			<u>64,695</u>	<u>0</u>
<u>U.S. Department of Housing and Urban Development</u>				
Direct Programs:				
Community Development Block Grant	N/A	14.218	756,300	0
Total Community Development Block Grant			<u>756,300</u>	<u>0</u>
<i>Passed Through Cuyahoga County Department of Development:</i>				
Home Investment Partnerships Program 2002	CE300430-01	14.239	145,500	0
Home Investment Partnerships Program 2003	CE400509-01	14.239	119,375	0
Total Home Investment Partnerships Program			<u>264,875</u>	<u>0</u>
Fair Housing Assistance Program	N/A	14.401	60,800	0
			<u>60,800</u>	<u>0</u>
Total U.S. Department of Housing and Urban Development			<u>1,081,975</u>	<u>0</u>

City of Parma
Cuyahoga County
Federal Awards Expenditures Schedule
December 31, 2004

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Federal Expenditures	Non-Cash Expenditures
<u>U.S. Department of Homeland Security</u>				
Direct Programs:				
Assistance to Firefighters Grant	N/A	97.044	138,101	0
Total Assistance to Firefighters Grant			138,101	0
<i>Passed Through Cuyahoga County Division of Emergency Services:</i>				
Citizens Corps Program Grant	EMW-2003-FP-01933	97.053	5,996	0
Total Citizens Corp			5,996	0
Total U.S. Department of Homeland Security			144,097	0
<u>U.S. Office of the Chief of Engineers, Department of the Army, Department of the Defense</u>				
<i>Passed Through Ohio Emergency Management Agency:</i>				
FEMA	1519-DR-035-61000	12.102	8,195	0
Total FEMA			8,195	0
Total U.S. Office of the Chief of Engineers, Department of the Army, Department of the Defense			8,195	0
<u>U.S. Environmental Protection Agency</u>				
Direct Programs:				
Surveys, Studies, Investigations, and Special Purpose Grants - Federal EPA Stearns Road Grant	N/A	66.606	19,219	0
Total Stearns Road Grant			19,219	0
Total U.S. Environmental Protection Agency			19,219	0
<u>U.S. Department of Transportation</u>				
<i>Passed Through Ohio Department of Public Safety:</i>				
Safety Incentive Grant for Use of Seat Belts - Cuyahoga County Safe Community Grant	N/A	20.604	15,000	0
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons - Cuy County DUI Prevention Task Force	N/A	20.605	11,500	0
Total U.S. Department of Transportation			26,500	0
TOTAL FEDERAL AWARDS EXPENDITURES			\$1,442,577	\$69,771

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

**CITY OF PARMA
CUYAHOGA COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
DECEMBER 31, 2004**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – MATCHING REQUIREMENTS

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

NOTE C – FOOD DISTRIBUTION

Nonmonetary assistance, meals received from the Western Reserve Area Agency on Aging, is reported on the Schedule at the value of \$2.34 per meal served.

For congregate meals, the U.S. Department of Health and Human Services allocates \$2.28 per meal. For home delivered meals, the U.S. Department of Health and Human Services allocates \$2.34 per meal.

For the year ended December 31, 2004, the City served 23,027 congregate meals and 7,380 home delivered meals through the City's Senior Citizens Center meal programs. Therefore, \$69,771 was allocated to the U.S. Department of Health and Human Services.

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

The City has established a revolving loan program to provide low-interest loans to persons from low-moderate income households to rehabilitate homes. The Federal Department of Housing and Urban Development (HUD) grants money for these loans directly to the City. The initial loan of this money is recorded as a disbursement on the accompanying Federal Awards Expenditures Schedule (the Schedule). Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule. These loans are collateralized by mortgages on the property. At December 31, 2004, the gross amount of loans outstanding under this program was \$12,605.

CFDA – Catalog of Federal Domestic Assistance.

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

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**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***

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

To the Members of Council:

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 Parma, 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 March 8, 2006. 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. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City's ability to record, process, summarize, and report financial data consistent with management's assertions in the financial statements. Reportable conditions are described in the accompanying schedule of findings as items 2004-004 through 2004-006.

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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses. However, we do not believe the reportable conditions described above are material weaknesses. In a separate letter to the City's management dated March 8, 2006, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

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 instances of noncompliance or other matters we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2004-001 through 2004-003. In a separate letter to the City's management dated March 8, 2006, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of the audit committee, management, City Council, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

March 8, 2006



Auditor of State Betty Montgomery

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

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

To the Members of Council:

Compliance

We have audited the compliance of the City of Parma, Cuyahoga County, Ohio, (the City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that apply to each of its major federal programs for the year ended December 31, 2004. The summary of auditor's results section of the accompanying schedule of findings identifies the City's major federal program. The City's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its major federal program. Our responsibility is to express an opinion on the City's compliance based on our audit.

Federal programs of the Annual Contribution Contract C – Housing Assistance Payment Program are subjected to audit procedures under the OMB Circular A-133 and are reported on separately by other auditors.

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

In our opinion, the City of Parma, Cuyahoga County, Ohio, complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended December 31, 2004.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a 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 noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Federal Awards Expenditures Schedule

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 Parma, Cuyahoga County, Ohio, as of and for the year ended December 31, 2004, and have issued our report thereon dated March 8, 2006. Our audit was performed to form opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying federal awards expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information 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 intend this report solely for the information and use of the audit committee, management, City Council, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

March 8, 2006

CITY OF PARMA
CUYAHOGA COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2004

1. SUMMARY OF AUDITOR'S RESULTS

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

**CITY OF PARMA
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2004**

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

FINDING NUMBER 2004-001

Appropriations Exceeding Estimated Resources

Ohio Rev. Code Section 5705.39 prohibits a political subdivision from making a fund appropriation in excess of estimated resources available for expenditure from the fund. In addition, Ohio Rev. Code Section 5705.40 requires that any appropriation measure may be amended or supplemented as long as the entity complies with the same provisions of the law as are used in making the original appropriation. The following funds, which were corrected at year end, had appropriations which were in excess of estimated resources as reported on the Official Certificate of Estimated Resources.

October 31, 2004:

Fund	Estimated Resources	Appropriations	Variance
Disaster Preparedness	\$ 30,559	\$ 80,850	(\$ 50,291)
Noxious Weeds	\$ 13,934	\$ 26,550	(\$ 12,616)
Parma Public Housing	\$ 3,547,656	\$ 5,185,086	(\$ 1,637,430)

We recommend the City review appropriations and estimated resources, on a monthly basis, and make the necessary revisions to the budget and the County Auditor in order to comply with legal budgetary requirements.

FINDING NUMBER 2004-002

Negative Cash Fund Balances

Ohio Rev. Code Section 5705.10 requires, in part, that money paid into any fund shall be used only for the purposes for which that fund is established. As a result, a negative fund balance indicates that money from one fund was used to cover the expenses of another fund. At October 31, 2004, the City carried negative cash fund balances in the Fair Housing Fund (\$325,671), West Creek Preservation Fund (\$126,371), Parma Public Housing Fund (\$164,467), Fire Levy Fund (\$164,826), and Street Lighting Fund (\$264,955). At December 31, 2004, the City had a negative cash fund balance in the Fire Pension Fund (\$82,115). The deficit fund balances were the result of a breakdown in monitoring the fund budgets, which precluded the City from transferring or advancing funds.

We recommend the City review the activities of these funds periodically to ensure that an adequate fund balance is maintained and to ensure that monies paid into a fund are used for the purposes for which the fund is established.

**CITY OF PARMA
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2004**

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

FINDING NUMBER 2004-003

Schaaf Recreation Center

Fee Schedules – Hourly Rates

Parma Codified Ordinance Section 961.21 grants the Mayor, Director of Public Service and the Recreation and Park Commissioner the authority to contract with private entities for the usage of the Schaaff Building and to obtain the highest rents available therefore.

During a review of the Recreation Center’s rentals, we noted the following:

- Several fees charged for room rentals, whether for an hour or by day, did not fall within the established fee schedule. Frequently these amounts were significantly less.
- Furthermore, the established fee schedule does not list hourly rates for certain rooms. Rather, it lists rates based on blocks of hours. We noted that the Recreation Center charged hourly rates rather than the lowest block rate for rooms that were rented for less than the minimum hour block.

Failing to establish hourly rental rates and adhere to published rates for customer rentals could result in improperly charging different customer’s different rates for the same rooms, charging rates that are inadequate to cover actual costs of operating the facility, or unchecked abuse of discounted or free rentals by various City employees.

According to Recreation personnel, some organizations were charged less because they frequently rented space several times a month, throughout the year, and were on a different fee schedule. These discounted rates, however, were not available in any specific published fee schedule.

We recommend the Recreation Center formally establish hourly rates for all room rentals and secure Council’s approval for those rates. We further recommend that Council approve all organizations receiving discounted rates and document the reason for the discount.

FINDING NUMBER 2004-004

Schaaf Recreation Center

Receipt Books

The Recreation Center collects large amounts of cash for various activities, including: athletics registration, room rentals, gym rentals, etc. When monies are collected, a triplicate (3-part), pre-numbered, carbonless, receipt is completed and issued. The white copy of the receipt is given to the customer, the yellow copy is filed with the pay-in, and the pink copy remains in the receipt book.

**CITY OF PARMA
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2004**

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

**FINDING NUMBER 2004-004
(Continued)**

Schaaf Recreation Center (Continued)

Receipt Books (Continued)

The following observations were made while reviewing the Recreation Center's receipt books:

1. Receipt books for the period January 1, 2004 through May 9, 2004 were not available for inspection. There is evidence the Recreation Center issued receipts during this time because pay-ins had the yellow copy of the receipt attached to the pay-in.
2. When a receipt was not used or voided, it was not defaced to prevent its use.
3. Receipts that were voided were missing the white copy, the yellow copy, or both.
4. The pink copy of several receipts did not have any written information; however the white and yellow copies were detached from the book. In some instances, part of the written information was missing although some written information transferred to the carbon image as if something was blocking the transfer.
5. One receipt book was not completely used. Rather, only about one half of the book was used. The remaining pages were left intact and a new book was started.

Maintaining control of receipt books ensures accountability over collections. Failure to maintain internal control over receipt books exposes the City to the risk of improper posting of cash receipts, and theft.

We recommend the Recreation Center delegate the responsibility of issuing and collecting receipt books and ensure that one receipt book is turned in prior to issuing another. This individual should maintain a receipt log that identifies the receipt books, series of receipts, and period for which receipts are written. This person should be responsible for monitoring the receipt log activity. This individual should also be responsible for maintaining and safeguarding used receipt books, in a central location. Any receipt not issued because of an error should be properly defaced with all three copies in tact. "Voided" receipts should require the Director or Assistant Director's approval, evidenced by initialing. Finally, under no circumstances should receipts be issued out of numeric order or voided without all three copies present and remaining in tact. Once a receipt book is turned in, it should be reviewed by the Director or Assistant Director for unusual items such as a number of voided receipts, missing parts of the receipts, receipts altered as to name, amount, or date issued, and to verify receipts are voided and properly defaced, and the initial of person issuing receipts are present.

FINDING NUMBER 2004-005

Schaaf Recreation Center

Rental Agreements

The Recreation Center provides rooms for rent. When a person or organization rents a room, either hourly or by day, the Recreation Center will prepare a rental agreement. The rental agreement details the rental time, date, and fee, and also has a line for customer signature.

**CITY OF PARMA
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2004**

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

**FINDING NUMBER 2004-005
(Continued)**

Schaaf Recreation Center (Continued)

Rental Agreements (Continued)

During a test of Recreation Center daily rentals, we noted the Recreation Center's staff did not always prepare or retain copies of agreements for room rentals. Of sixty room reservations tested, we noted that eight items were either canceled, no-charge, or invalid. Thus of the fifty-two remaining transactions, we noted customer agreements were missing for eleven and of all agreements present thirteen were not signed by the customer. Failing to prepare and acknowledge a customer rental agreement could result in unnecessary disputes arising prior to or subsequent to the rental.

We recommend that rental agreements be negotiated for all room rentals. Rental agreements should require a damage clause holding the rental party liable for damage and clean up. Rental agreements should be signed by the renting agent and renting party. Any reduced rates or exemptions should be approved by the Director or Assistant Director. Also, the rental agreement should require payment in advance with a refundable security deposit. Finally, a receipt must accompany all rental agreements for rental payments.

FINDING NUMBER 2004-006

Schaaf Recreation Center

Rental Fees - Timing

While reviewing the Recreation Center's room rental charges, we noted that customers (and tenants) frequently paid rental fees after the fact. We noted one instance whereby the Cuyahoga Special Education Center (CSEC), which rents 13-rooms for \$8,400 per month, paid four months in arrears, resulting in total charges of \$33,600. During testing of the Recreation Center's facility usage fees for daily rentals, we noted several instances where customer's paid facility usage fees subsequent to the actual rental date. Failing to collect rental fees in advance could result in debts becoming uncollectible.

Monthly rents should be collected in advance from tenants. In addition, we recommend the Recreation Center maintain a tickler file as a reminder to collect facility usage charges in advance of the rental date.

3. FINDINGS FOR FEDERAL AWARDS

None.

**CITY OF PARMA
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
DECEMBER 31, 2004**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2003-001	Ohio Rev. Code Sections 5705.41 (B)&(D), expenditures plus encumbrances in excess of appropriations.	No	Not corrected. Re-issued as management letter comment.

CITY OF PARMA, OHIO

Comprehensive Annual Financial Report

For the year ended December 31, 2004

Issued by the
Office of the Auditor

Dennis M. Kish
Auditor

City of Parma, Ohio
Comprehensive Annual Financial Report
For the year ended December 31, 2004
Table of Contents

	Page
Introductory Section	
Title Page.....	1
Table of Contents.....	2
Mayor's Letter.....	5
Transmittal Letter.....	6
Award of Financial Reporting Achievement.....	14
Principal City Officials.....	15
Certificate of Achievement.....	16
Organization Chart.....	17
 Financial Section	
Independent Accountants' Report.....	18
Management's Discussion and Analysis.....	20
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets.....	29
Statement of Activities.....	30
Fund Financial Statements	
Balance Sheet - Governmental Funds.....	32
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities.....	34
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	36
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	38
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual:	
General.....	39
Statement of Fund Net Assets - Proprietary Funds.....	64
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds	65
Statement of Cash Flows - Proprietary Funds.....	66
Statement of Fiduciary Assets and Liabilities - Agency Funds.....	68
Notes to the Basic Financial Statements.....	69
Combining Statements and Individual Fund Schedules	
Combining Statements - Nonmajor Governmental Funds:	
Description of Funds.....	100
Combining Balance Sheet - Nonmajor Governmental Funds.....	104
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds.....	118
Combining Statements - Internal Service Funds:	
Description of Funds.....	131
Combining Statement of Fund Net Assets - Internal Service Funds.....	132
Combining Statement of Revenues, Expenses, and Changes in Retained Earnings - Internal Service Funds.....	133
Combining Statement of Cash Flows - All Internal Service Funds.....	134
Combining Statements - Agency Funds:	
Description of Funds.....	136
Combining Statement of Changes in Assets and Liabilities All Agency Funds.....	137

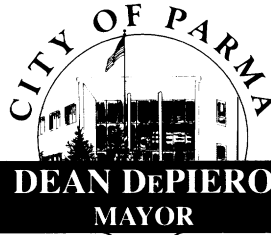
Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual:

Debt Service.....	141
City Income Tax Capital Acquisitions.....	143
Enterprise - Ridgewood Golf Course.....	145
Paramedic Levy.....	147
Land Acquisitions.....	149
Parks and Recreation.....	150
Parma Public Housing.....	152
Community Development Block Grant.....	154
Street Construction, Maintenance, and Repair.....	156
State Highway.....	158
Municipal Motor Vehicle License Tax.....	160
Noxious Weeds.....	161
Street Lighting.....	162
Police Pension.....	163
Fire Pension.....	164
Law Enforcement Trust.....	165
Police Levy.....	167
Fire Levy.....	169
Sewer Maintenance.....	171
Fair Housing.....	173
Community Center.....	175
Title III Grant.....	177
Senior Donations.....	179
Housing Maintenance Code.....	181
Roadway Industrial Parkway.....	182
Enterprise Zone Monitoring.....	183
Law Enforcement Block Grant.....	184
Emergency Medical Services Grant.....	185
Court Security Grant.....	186
Juvenile Diversion Program.....	187
Victims of Crime Assistance Grant.....	189
Traffic Intervention Program.....	190
Senior Facility Grant.....	191
Schaff Community Center.....	192
Stearns Farm.....	193
Recycling and Litter Prevention.....	194
Customer Service Center Grant.....	196
Nature Works Grant.....	197
America Beautiful Grant.....	198
West Creek Preservation.....	199
Ohio and Erie Canal.....	200
Animal Shelter.....	201
DUI Prevention Task Force.....	202
Disaster Preparedness.....	203
County Health Loan.....	204
James A. Lovell Park.....	205
Recreation Trust.....	206
Curb Cutting.....	207
Tree Planting.....	208
Vista Ridge.....	209
FEMA Assistance to Firefighter.....	210
Community Emergency Response Team.....	211
PMC Clerk Computerization.....	212
Henninger Homestead.....	213
Brownfield Redevelopment.....	214

Library.....	215
Sewer Construction.....	216
Street Improvements.....	217
Sidewalks.....	218
Senior Citizens Center.....	219
Courts Capital Improvement.....	220
City Hall Capital Improvements.....	221
Justice Center.....	222
Fire Department Building Fund.....	223
Gannett Land Purchase.....	224
Liability Insurance.....	225
Medical Insurance.....	227
Workers' Compensation Insurance.....	228

Statistical Section

Governmental Funds - Revenues by Source and Expenditures by Function.....	230
Property Tax Levies and Collections - Real and Public Utility Property Only.....	231
Property Tax Levies and Collections - Tangible Personal Property Only.....	232
Assessed and Estimated Actual Value of Taxable Property.....	233
Property Tax Rates - Direct and Overlapping Governments.....	234
Special Assessment Collections.....	235
Ratio of Net General Bonded Debt To Assessed Value and Net Bonded Debt per Capita.....	236
Computation of Legal Debt Margin.....	237
Computation of Direct and Overlapping Debt.....	238
Ratio of Annual Debt Service for General Bonded Debt to Total General Governmental Expenditures.....	239
Property Values, Bank Deposits, and Building Permits.....	240
Principal Taxpayers.....	241
Largest Employers, by Wage Tax Collected.....	242
Building Permits at Market Value.....	243
Demographic Statistics.....	244
Miscellaneous Statistics.....	245



6611 Ridge Road
Parma, OH 44129

Phone: 440-885-8001

Fax: 440-885-8172

March 8, 2006

To Whom It May Concern:

The following fiscal report reflects the first year of my administration as Mayor. Since taking office on January 1, 2004, my administration has committed itself to providing Parma residents and businesses with excellent municipal services while living within a strict budget.

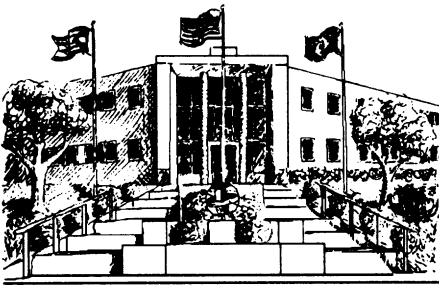
As my term began, each office started with a clean slate. Every department was headed by a new director, and for the first time in years, Parma was managed soundly in every facet.

We were able to continue to offer all the fine services our residents have come to expect and were able to explore new services as well.

I hope that you find this fiscal report to reflect the good work my administration does for Parma, and I look forward to continuing to serve this municipality and its citizens.

Sincerely,

DEAN DEPIERO
Mayor



City of Parma, Ohio

6611 Ridge Road • Parma, Ohio 44129
Phone: 440-885-8024

DENNIS M. KISH
AUDITOR

March 8, 2006

Honorable Mayor Dean DePiero
City of Parma Council and
Citizens of the City of Parma, Ohio

Introduction

We are pleased to submit this Comprehensive Annual Financial Report (CAFR) of the City of Parma, Ohio, (the "City") for the year ended December 31, 2004. This report, prepared by the Office of the Auditor, includes the basic financial statements that summarize the various operations and cash flows related to the City's 2004 activities. Our intention is to provide a clear, comprehensive, and materially accurate overview of the City's financial position at the close of last year. The enclosed information has been designed to allow the reader to gain an understanding of the City's finances, including financial trends, financial instruments, and fund performances. The City has complete responsibility for all information contained in this report.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP"). Because the cost of internal controls should not outweigh their benefits, this comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by the Auditor of the State of Ohio. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2004, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The Auditor of State concluded, based upon its audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended December 31, 2004, are fairly presented in conformity with GAAP. The Auditor of State's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City’s separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a 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’s MD&A can be found immediately following the Auditor of State’s Independent Accountants’ Report.

Structure of this Comprehensive Annual Financial Report

This CAFR is designed to assist the reader in understanding the City’s finances. This CAFR consists of the following sections:

The Introductory Section, which includes this letter of transmittal and contains information pertinent to the City’s management and organization;

The Financial Section contains the Independent Accountants’ Report, Management’s Discussion and Analysis (MD&A), Basic Financial Statements, and various other statements and schedules pertaining to the City’s funds and activities;

The Statistical Section contains numerous tables of financial and demographic information. Much of this information is shown with comparative data for the ten-year period from 1995 through 2004.

References throughout this report to Note 1, Note 2, etc., are to the notes to the financial statements included in the Financial Section of this CAFR.

Profile of the Government

The City

The City is a municipal corporation and political subdivision of the State of Ohio. It is located in Cuyahoga County in northeastern Ohio, approximately eight miles south of the downtown center of the City of Cleveland.

The City is part of the Cleveland-Akron Ohio Consolidated Metropolitan Statistical Area (“CMSA”), which is comprised of Ashtabula, Cuyahoga, Lake, Lorain, Geauga, Medina, Portage, and Summit counties. This CMSA is the 16th largest of 280 Metropolitan Areas in the United States, and the largest Metropolitan Area in the State of Ohio. Parma is the seventh largest city in the State of Ohio.

City Government

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

The City's chief executive and administrative officer is the Mayor, elected by the voters for a four-year term. Dean DePiero was elected as Mayor of the City in November 2003, and began his first term on January 1, 2004. Prior to assuming office as Mayor, Mr. DePiero served as a member of the Ohio House of Representatives and as a member of the City of Parma Council. The Mayor is the chief conservator of peace within the City. He may appoint and remove the director of public service, the director of public safety and the heads of the sub departments of public service and public safety. The Mayor approves every ordinance or resolution of the City before it goes into effect. If he approves the ordinance or resolution, he will sign and return it to Council. If he does not approve it, he will return it with his objections, which may be overridden by a two-thirds vote of all members of Council. The Mayor sees that all ordinances, bylaws, and resolutions of Council are faithfully obeyed and enforced. He signs all commissions, licenses, and permits.

Legislative authority is vested in a nine-member Council. Nine members are elected from wards for two-year terms. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades and other municipal purposes. The powers of Council are legislative. The presiding officer is the President of Council. Other elected officials include the Law Director, Auditor, Treasurer, Judges, and Clerk of the Municipal Court.

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

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

The City Treasurer has custody of all City monies, is responsible for investing City funds, and oversees the operation of the income tax department. He is also involved in the financing of City operations and capital construction through the issuance of short-term notes and long-term bonded debt.

The Mayor, Law Director, Auditor, and Treasurer are all elected to four-year terms.

Financial Reporting Entity

The City has applied guidelines established by Governmental Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity*. Provisions outlined in this statement define the operational, functional and organizational units for which the City "acting as Primary Government" is required to include as part of its reporting entity. The inclusion of a component unit as part of the City's reporting entity requires the appointment of a voting majority of the component unit's board, and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City. Currently, the City does not have any component units.

Under these provisions, the City's financial reporting entity acts as a single rather than multi-component unit. The provisions permit the entity to include all funds, agencies, and boards and commissions that, by definition, comprise components within the primary government itself. For the City, these components include police and fire protection services, parks and recreation, health, select social services, and general administrative services. The City's only enterprise activity is a municipal golf course.

In accordance with GASB Statement No. 14, the Parma Community General Hospital Association and the Southwest Council of Governments are jointly governed organizations for which the City has no ongoing financial interest or responsibility. Neither of these organizations are included within the City's reporting entity.

Internal Control

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse. The internal control structure ensures that accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable assurances that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

As a recipient of federal, state and county financial assistance, the City is also responsible for maintaining a rigorous internal control structure that ensures full compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the City's external auditors. The City is required to undergo an annual audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget circular A-133, *Audits of State and Local Governments and Non-profit Organizations*. The information related to the Single Audit, including the federal awards expenditures schedule, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations, is included in a separate report.

Accounting and Financial Reporting

The City's accounting system is organized and operated on a fund basis. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. The types of funds to be used are determined by GAAP and the number of individual funds established is determined by sound financial administration. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund balance. The City's governmental funds include the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. The City's Proprietary Funds are its Enterprise Funds that provide services to the general public, and Internal Service Funds that provide services to City departments, and divisions. The City also maintains Fiduciary Funds to account for assets held by the City as an agent or in a trust capacity for individuals, private organizations and other governments.

Except for budgetary purposes, the basis of accounting used by the City conforms to GAAP as applicable to governmental units. All governmental funds are accounted for using a current financial resources-current assets and current liabilities-measurement focus. The modified accrual basis of accounting is utilized for governmental funds. Revenues are recognized when they are susceptible to accrual (both measurable and available). Expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due.

The measurement focus of the City's enterprise and internal service funds is on the flow of total economic resources (all assets and liabilities). The accrual basis of accounting (revenues are recognized when earned and expenses when incurred) is utilized for the enterprise and internal service funds.

The City's basis of accounting for budgetary purposes differs from GAAP in that revenues are recognized when received, rather than when susceptible to accrual (measurable and available), and encumbrances are included as expenditures rather than included in fund balances.

For the year ended December 31, 2004, the City changed its financial reporting to comply with GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Accordingly, government-wide financial statements, which include all governmental and proprietary funds, are presented on the full accrual basis of accounting. As permitted under the implementation provisions of GASB Statement No. 34, the historical cost of infrastructure assets acquired, significantly reconstructed or that received significant improvements prior to January 1, 1980 have not been included as part of governmental capital assets in the government-wide financial statements. The City will include infrastructure assets placed in service after January 1, 1980 but prior to January 1, 2003 in the government-wide financial statements as permitted under the implementation provisions of GASB Statement No. 34. In conjunction with the implementation of GASB 34, the City has also adopted GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, which rescinds some and modifies other financial statement disclosure requirements.

Budgeting Procedures

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

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

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

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

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

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

Factors Affecting Financial Condition

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

Major industries, Economic Conditions, and Employment

The Metal Fabrication Division of General Motors Corporation continues to be the largest contributor to the City in the area of income and property tax revenues. Its 2,600 employees represent one-half of the City's total manufacturing jobs. The Metal Fabrication Division serves a variety of General Motors product lines and is not heavily dependent on one vehicle type. According to Harbour and Associates, a Michigan-based firm generally recognized as an industry authority in manufacturing efficiency measurement, the Parma GM stamping division was recognized as one of the top-ranked plants in stamping productivity. The 2004 report noted that operations have averaged 5% improvement in productivity measures over the last four years.

Current Year Projects

Land acquisition for the construction of two new fire stations is underway. The two stations will replace two aging stations in the north end of the City. To finance this project, \$7 million of general obligation bonds were issued in June 2005. The bonds, which have maturities ranging up to 20 years, will be repaid with revenues generated by the City's Emergency Medical Services fund.

Numerous residential sewer programs to convert septic systems to sanitary sewers have begun along the West Creek Preserve corridor of the City. Funding for these programs will come from a combination of federal and state grants, City contributions, and residential special assessments.

Pittsburgh-based Dick's Sporting Goods opened a new 50,500 square-foot store in the Parmatown mall on the former site of a cinema in September, 2005.

The City signed a 99-year lease agreement with the Cleveland MetroPark System as part of the MetroPark System's plans to expand its reserve from 160 acres to 400 acres.

Future Economic Outlook

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

PCGH received a five-star rating for clinical excellence in orthopedics from HealthGraders, Inc, the nation's leading health care rating company. The study ranked PCGH as the number one provider of joint replacement surgeries in the State of Ohio.

Cash Management

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

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

The City's investment policies ensure efficient and profitable use of the City's cash resources and reduce the credit and market risks associated with the deposit and investment of City funds. Significant elements of the City's current cash management program include the following objectives:

- A more streamlined bank account structure;

- On-line connection to banks that advise the City of funds available each day for disbursement and investment;

- Improved control over the timing of disbursements;

- More sophisticated management of the City's investment portfolio;

- Reconciliation of investments to the market value of the collateral pledged;

- Investments transacted on a delivery versus payment basis;

Risk Management

During 2004, the City of Parma's Liability Self Insurance Program continued under the authority of Section 2744.08 of the Ohio Revised Code. The program's goal is to minimize loss potential in all areas of City operations. In order to reduce the City's loss potential, the City has instituted procedural changes in both its self insurance program and day-to-day operations, while initiating additional loss control policies.

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

The City is in the 17th year of a medical insurance self insurance program. The level of risk assumed is limited by the City's purchase of specific stop-loss coverage on a per-person basis.

The City continued to participate in the retrospective rating plan in accordance with the State of Ohio Bureau of Workers' Compensation. Under this plan, the City agrees to pay a fraction of the premium it would normally pay, while accepting the responsibility of reimbursing workers' claims as they become due. The City may benefit from this plan not only from lower initial minimum payments, but also from the cashflow accumulation the City realizes. The level of risk assumed by the City is limited to a maximum of two times the experience-rated annual premium with a \$250,000 per claim limit. The various safety and loss control programs initiated under the self insurance program have, as expected, impacted favorably on the workers' compensation costs to date and are expected to save the City additional amounts throughout the future. The City is comfortable with the degree of risk it has assumed under this plan.

Awards and Acknowledgements

The Independent Audit: The City of Parma is not legally required to prepare a CAFR. However, we believe that in these times of economic uncertainty, the City is best served by producing a CAFR that aspires to the highest level of national standards. Furthermore, we believe an independent audit is an essential element in financial control. We are pleased that Betty Montgomery, Auditor of State, has chosen to audit the City of Parma. The Independent Accountants' Report on the basic financial statements is included in this report.

Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting ("Certificate") to the City of Parma, Ohio for its CAFR for the year ended December 31, 2003. In order to be awarded a certificate, a governmental unit must publish an easily readable and efficiently organized CAFR which conforms to generally accepted accounting principles and applicable legal requirements.

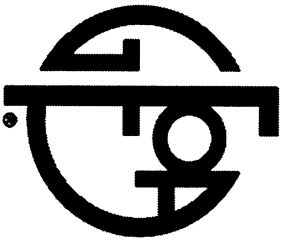
The Certificate is the highest form of recognition in the area of governmental financial reporting, and its attainment represents a significant accomplishment by a government and its management. During 2003, the City was one of only 117 cities in Ohio and 1,662 cities in the United States which received this coveted award. The Certificate is valid for a period of one year only.

Acknowledgments: The preparation of this report could not have been accomplished without the efficient and dedicated service of the Office of the Auditor. We would also like to thank the Mayor, his cabinet, and members of City Council. Without their continued support, the Office of the Auditor could not have maintained the financial management practices required to ensure the financial integrity of the City. We would like to thank the representatives of the Auditor of the State of Ohio for their efforts and professional conduct throughout the audit engagement.

Sincerely,

Dennis M. Kish

Dennis M. Kish
Auditor



**The Government Finance Officers Association
of the United States and Canada**

presents this

AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Dennis M. Kish

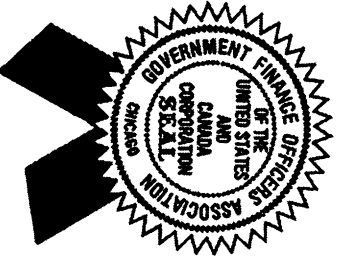
Auditor

City of Parma, Ohio

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

Executive Director

Date March 30, 2005



PRINCIPAL CITY OFFICIALS

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

CITY COUNCIL

President of Council	Charles M. Germana	Clerk of Council	Michael Hughes
Ward 1	Mary Galinas	Ward 2	Sean Brennan
Ward 3	Stuart J. Boyda	Ward 4	Brian Day
Ward 5	Michelle J. Stys	Ward 6	Larry Napoli
Ward 7	Tom Mastroianni	Ward 8	Anthony Zielinski
Ward 9	Roy J. Jech		

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Parma,
Ohio

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



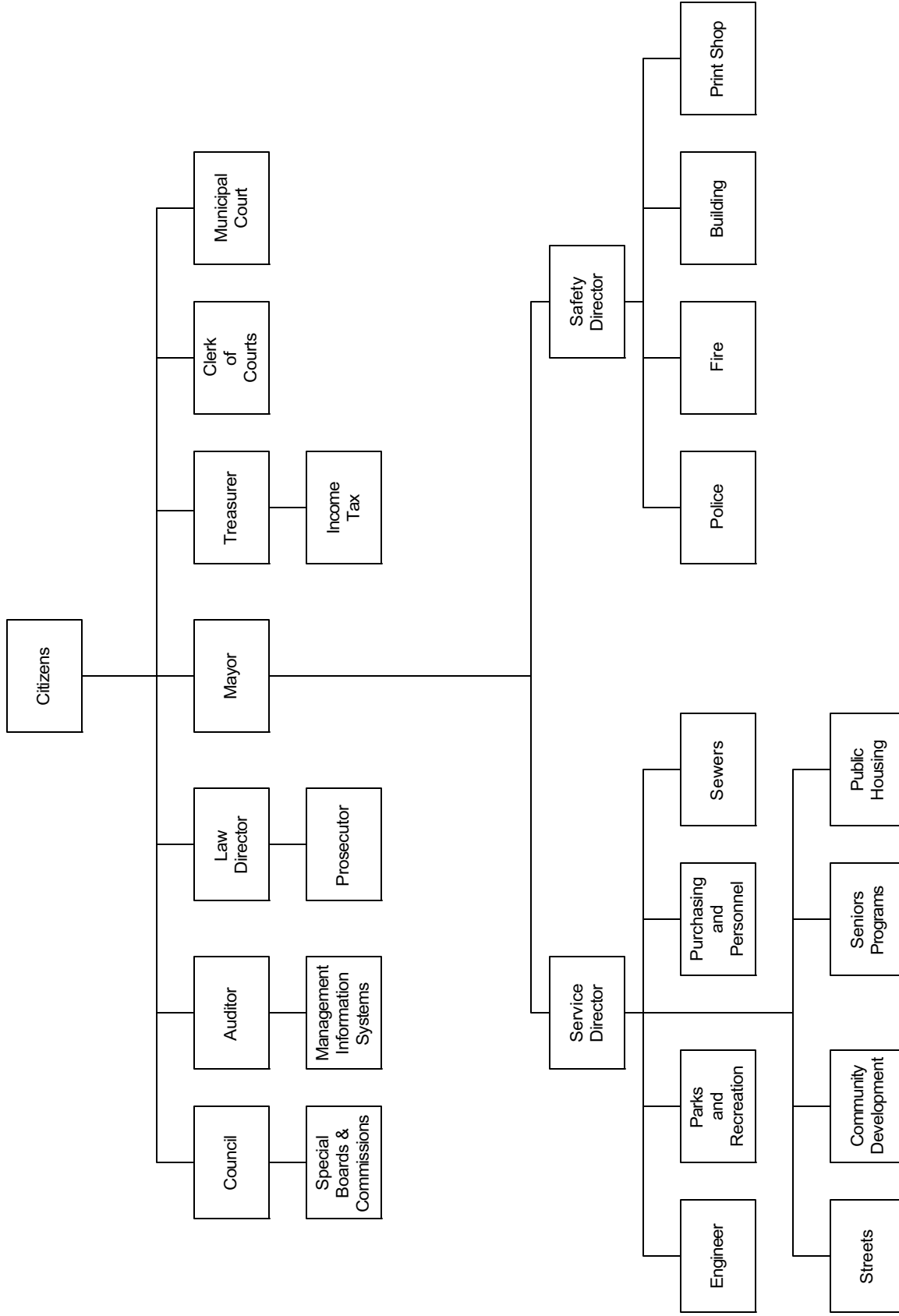
Nancy L. Ziehl

President

Jeffrey R. Enos

Executive Director

ORGANIZATION CHART





Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

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

To the Members of Council:

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 Parma, 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 Parma, Cuyahoga County, Ohio, as of December 31, 2004, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund 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 March 8, 2006, 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.

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801
Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361
www.auditor.state.oh.us

We conducted our audit to opine on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining and individual 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.



Betty Montgomery
Auditor of State

March 8, 2006

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

The discussion and analysis of the City of Parma's (the City) 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:

- The assets of the City exceeded its liabilities at December 31, 2004 by \$22,921,529 (net assets). Of this amount, \$6.8 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- Of the \$22,921,529 of net assets, business-type activities account for approximately \$1,699,838 of net assets, while governmental activities net assets were \$21,221,691.
- The City's net assets increased by \$5,635,232 during 2004 due to governmental activities' revenues exceeding expenses.
- Business-type net assets increased by \$63,991. The increase in business-type net assets was primarily attributed to a decrease in long-term liabilities.
- Governmental activities net assets increased by \$5,571,241. The primary component of the net increase was capital grants and contributions.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$4,998,786 and is available for spending at the City's discretion. The unreserved fund balance equals 13.4 percent of total current year general fund expenditures.
- The City's total governmental activities debt decreased by \$2,160,541 (4.3 percent) during the current fiscal year. The decrease was primarily attributable to payments on the City's general obligation bonds and capital leases.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The statement of net assets and the 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.

The statement of net assets presents information on all of the City'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 is improving or deteriorating.

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

The statement of activities presents information showing how the City's net assets changed during the most 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 the related 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 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 principally include: general government, public service, public safety, human resources, community development, public health, parks and recreation, and economic development. The business-type activities of the City consist of a municipal golf course. The City also has liability self-insurance, medical insurance, and worker's compensation internal service funds.

The government-wide financial statements can be found starting on page 29 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, 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 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 fund financial statements focus on the 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. 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 statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

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 City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 65 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and City Income Tax Capital Acquisitions Fund; all of which are considered to be major funds. Data from the other 62 nonmajor governmental funds are combined into a single fund, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

The basic governmental fund financial statements can be found starting on page 32 of this report.

Proprietary funds. The City maintains four 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 an

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

enterprise fund to account for its golf course operations. Internal service funds are an accounting device used to accumulate and allocate costs internally throughout the City's various functions. The City uses internal service funds to account for its liability self-insurance, medical insurance, and workers' compensation insurance operations. Because these services predominantly benefit governmental rather than business-type functions, they have been included within the 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 Golf Course Fund, which is considered to be a major fund of the City. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found starting on page 64 of this report

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City only has agency funds.

The basic fiduciary fund financial statements can be found starting on page 68 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 69 - 98 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 financial statements, the combining statements referred to earlier in connection with nonmajor governmental and proprietary funds are presented, as well as individual detailed budgetary comparisons for nonmajor funds. This information can be found on pages 100 – 228 of this 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 of this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid. 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 the City's 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 Revenues and Expenses
- General Revenues
- Net Assets Beginning of Year and Year End

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

The City of Parma as a Whole

Information regarding the government-wide net assets of the City is presented in the following table.

Table 1 Net Assets
Summary Statement of Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Current and other assets	\$ 32,005,727	\$ 33,805,159	\$ 249,607	\$ 309,247	\$ 32,255,334	\$ 34,114,406
Capital assets	36,783,818	31,573,686	1,552,488	1,608,771	38,336,306	33,182,457
<i>Total assets</i>	<u>68,789,545</u>	<u>65,378,845</u>	<u>1,802,095</u>	<u>1,918,018</u>	<u>70,591,640</u>	<u>67,296,863</u>
Long-term liabilities outstanding	34,831,411	35,076,798	82,817	113,214	34,914,228	35,190,012
Other liabilities	12,736,443	14,651,597	19,440	168,957	12,755,883	14,820,554
<i>Total liabilities</i>	<u>47,567,854</u>	<u>49,728,395</u>	<u>102,257</u>	<u>282,171</u>	<u>47,670,111</u>	<u>50,010,566</u>
Invested in capital assets, net of related debt	8,191,998	888,173	1,469,671	1,395,557	9,661,669	2,283,730
Restricted for:						
Debt service	6,788	119,418	0	0	6,788	119,418
Security of persons and property	2,139,449	1,893,353	0	0	2,139,449	1,893,353
Transportation	1,591,886	1,408,946	0	0	1,591,886	1,408,946
Community environment	0	105,194	0	0	0	105,194
Basic utility services	56,333	50,584	0	0	56,333	50,584
Leisure time activities	344,477	270,877	0	0	344,477	270,877
Capital projects	2,283,710	3,287,327	0	0	2,283,710	3,287,327
Unrestricted	6,607,050	7,626,578	230,167	240,290	6,837,217	7,866,868
<i>Total net assets</i>	<u>\$ 21,221,691</u>	<u>\$ 15,650,450</u>	<u>\$ 1,699,838</u>	<u>\$ 1,635,847</u>	<u>\$ 22,921,529</u>	<u>\$ 17,286,297</u>

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$22,921,529 at the close of the most recent fiscal year.

The largest portion of the City's net assets (42.2 percent) reflects its investments in capital assets (e.g., land, land improvements, buildings, and equipment), less any related debt to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities. The second largest portion of the City's net assets (29.8 percent) is the unrestricted portion of net assets.

Total net assets increased \$5,635,232 with governmental net assets comprising \$5,571,241 and business-type activities comprising \$63,991 of that amount.

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.

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

Table 2
Changes in Net Assets
For the Fiscal Year Ended December 31, 2004

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Revenues						
Program revenues						
Charges for services	\$ 7,557,113	\$ 7,312,652	\$ 1,101,086	\$ 1,107,836	\$ 8,658,199	\$ 8,420,488
Operating grants, contributions, and interest	1,453,558	684,129	0	0	1,453,558	684,129
Capital grants and contributions	5,434,707	1,385,917	0	0	5,434,707	1,385,917
General revenues						
Property taxes	8,877,827	7,728,935	0	0	8,877,827	7,728,935
Income taxes	32,559,830	34,382,801	0	0	32,559,830	34,382,801
Grants and entitlements						
not restricted to specific programs	16,594,576	14,348,329	0	0	16,594,576	14,348,329
Investment earnings	135,034	189,808	3,560	5,205	138,594	195,013
Other	46,210	56,000	0	0	46,210	56,000
Total revenues	<u>72,658,855</u>	<u>66,088,571</u>	<u>1,104,646</u>	<u>1,113,041</u>	<u>73,763,501</u>	<u>67,201,612</u>
Program expenses						
General government						
Legislative and executive	20,671,643	17,679,572	0	0	20,671,643	17,679,572
Security of persons and property	26,487,182	23,872,165	0	0	26,487,182	23,872,165
Public health and welfare	265,531	2,965,919	0	0	265,531	2,965,919
Transportation	5,814,598	4,998,472	0	0	5,814,598	4,998,472
Community environment	7,269,251	6,406,039	0	0	7,269,251	6,406,039
Basic utility services	1,845,246	1,354,733	0	0	1,845,246	1,354,733
Leisure time activities	3,135,720	2,721,724	0	0	3,135,720	2,721,724
Interest and fiscal charges	1,598,443	1,643,992	0	0	1,598,443	1,643,992
Golf course	0	0	1,040,655	1,040,187	1,040,655	1,040,187
Total expenses	<u>67,087,614</u>	<u>61,642,616</u>	<u>1,040,655</u>	<u>1,040,187</u>	<u>68,128,269</u>	<u>62,682,803</u>
Change in net assets	<u>\$ 5,571,241</u>	<u>\$ 4,445,955</u>	<u>\$ 63,991</u>	<u>\$ 72,854</u>	<u>\$ 5,635,232</u>	<u>\$ 4,518,809</u>

Governmental Activities. Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 2 percent for 2004. Both residents and non-residents who work inside the City are subject to the income tax. However, if residents work in a locality that has municipal income tax, the City provides 0.50 percent credit to those who pay income tax to another city. The income tax revenue for 2004 was \$32,559,830. Of the \$72,658,855 in total revenues, income tax accounts for 44.8 percent of that total. Property taxes of \$8,877,827 account for 12.2 percent of total revenues. Operating grants, contributions, and interest, capital grants and contributions, and general revenues from grants and entitlements account for 32.3 percent of total revenues, and charges for services and other revenue make up the remaining 10.7 percent.

General revenues from grants and entitlements, such as local government funds, are also a large revenue generator. The City monitors its sources of revenues very closely for fluctuations, especially income tax.

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

Total expenses of governmental activities for 2004 were \$67,087,614. The largest program function for the City relates to security of persons and property, which includes the police and fire departments. Security of persons and property accounted for program expenses of \$26,487,182, which is 39.5 percent of the program expenses for governmental activities. General government is the next largest program expense at 30.8 percent, followed by community environment expenses of 10.8 percent. Public health and welfare, transportation, basic utility services, leisure time activities, and interest and fiscal charges comprised 18.9 percent.

Business-Type Activities. Business-type activities increased the City's net assets by \$63,991. Charges for services decreased by \$6,750 and operating expenses increased by \$468. Total expenses of business-type activities were \$1,040,655 for the golf course operations.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

Governmental funds. 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 balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Information about the City's governmental funds begins on page 100. These funds are accounted for by using the modified accrual basis of accounting.

As of December 31, 2004, the City's governmental funds reported combined ending fund balances of \$11,480,006. Of that amount \$10,994,068 constitutes unreserved fund balances, which is available for spending at the government's discretion. The remainder of the fund balance, \$485,938, is reserved to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period or is reserved for inventory and loans.

The General Fund had total revenues of \$40,139,328 and expenditures of \$41,694,719, thereby decreasing the General Fund's fund balance by \$1,555,391 to \$5,140,522.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$4,998,786, while the total fund balance was \$5,140,522. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 12.0 percent of total general fund expenditures, while total fund balance represents 12.3 percent of that same amount.

Proprietary funds. The City's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the Ridgewood Municipal Golf Course at the end of the year amounted to \$230,167. Other factors concerning the finances of this fund have already been addressed in the discussion of the City's business-type activities.

GENERAL FUND BUDGETARY ANALYSIS

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 numerous times. All recommendations for a budget change come from the City Auditor to the Finance Committee of Council for review before going to the whole council for ordinance enactment on the change. With the general fund supporting many of our major activities

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

such as our police and fire departments, as well as most legislative and executive activities, the General Fund is monitored closely looking for possible revenue shortfalls or over spending by individual departments.

For the General Fund, original and revised budgeted revenues were \$38,801,201 and \$39,466,006, respectively. Very conservative revenue projections at the beginning of the year played out as actual revenues were very close to projections. Actual revenues were \$41,062,729.

The City's ending unencumbered cash balance in the general fund was \$2,894,896.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets: The City's investment in capital assets for its governmental and business-type activities as of December 31, 2004, amounts to \$ 38,336,306 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, equipment; vehicles, software, and infrastructure. As permitted under the implementation provisions of GASB Statement No. 34, the historical cost of infrastructure assets acquired, significantly reconstructed or that received significant improvements prior to January 1, 1980 have not been included as part of governmental capital assets in the government-wide financial statements. Infrastructure assets placed in service after December 31, 2002 have been included as part of governmental capital assets in the government-wide financial statements. The total increase in the City's investment in capital assets for the current fiscal year was 15.5 percent (an 16.5 percent increase for governmental activities and a 3.5 percent decrease for business-type activities). A summary of the City's capital assets at December 31, 2004 is as follows:

Table 3
Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2004	2003	2004	2003	2004	2003
Capital assets - non depreciable						
Land	\$5,582,867	5,333,552	1,078,077	1,078,077	6,660,944	6,411,629
Construction in progress	\$4,503,092	0	0	0	4,503,092	0
Total capital assets - non depreciable	10,085,959	5,333,552	1,078,077	1,078,077	11,164,036	6,411,629
Capital assets - depreciable						
Land improvements	154,403	113,230	263,700	263,700	418,103	376,930
Buildings	24,990,447	24,990,447	157,051	157,051	25,147,498	25,147,498
Equipment	3,830,335	3,270,434	623,693	617,974	4,454,028	3,888,408
Vehicles	9,949,512	9,364,431	25,732	25,732	9,975,244	9,390,163
Software	922,165	739,000	0	0	922,165	739,000
Infrastructure						
Roads	415,235	0	0	0	415,235	0
Total capital assets - depreciable	40,262,097	38,477,542	1,070,176	1,064,457	41,332,273	39,541,999
Accumulated depreciation	13,564,238	12,237,408	595,765	533,763	14,160,003	12,771,171
Total capital assets	\$36,783,818	31,573,686	1,552,488	1,608,771	38,336,306	33,182,457

See Note 9 of the Basic Financial Statements for additional information on the City's capital assets.

Debts At the end of the current fiscal year, the City had \$34,918,126 in bonds, loans, police and firemen's pension liability, capital leases and compensated absences outstanding with \$2,560,425 due within one year. A summary of outstanding debt at December 31, 2004 follows.

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

Table 4
Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Special assessment bonds	\$2,102,697	2,269,271	0	0	2,102,697	2,269,271
General obligation bonds	22,105,000	23,295,000	0	0	22,105,000	23,295,000
Ohio Public Works Commission loans	2,320,665	2,495,890	0	0	2,320,665	2,495,890
Ohio Water Development Authority loans	3,613,945	3,834,440	0	0	3,613,945	3,834,440
Police and Firemen's Pension liability	100,754	125,871	0	0	100,754	125,871
Notes payable	0	0	0	0	0	0
Capital leases	2,512,994	3,056,327	82,817	113,214	2,595,811	3,169,541
Compensated absences	2,075,356	1,844,892	3,898	0	2,079,254	1,844,892
Total	\$34,831,411	36,921,691	86,715	113,214	34,918,126	37,034,905

General Obligation Notes represent unvoted general obligation bond anticipation notes payable from ad valorem property taxes.

The General Obligation Bonds outstanding are comprised of unvoted general obligation bonds of the City payable from ad valorem property taxes and special obligation bonds.

The principal and interest for the Special Assessment Bonds outstanding will be retired with assessments levied against property owners and/or general levies of the City based on the improvements/benefit to the respective parties. Assessments are collected by the Cuyahoga County Auditor and will be received over periods ranging from five to ten years, with interest equal to the interest on the bonds and notes issued to finance the improvements.

The Ohio Public Works Commission Loans are paid semi-annually from the Debt Service Fund and will be paid in full in the year 2021.

The Ohio Water Development Authority Loans are paid semi-annually from the Debt Service Fund and will be paid in full in the year 2019.

The City's overall legal debt margin was \$151,735,931 at December 31, 2004.

See Note 14 of the Basic Financial Statements for additional information on the City's debt.

CURRENT FINANCIAL RELATED ACTIVITIES

The City of Parma, like all municipalities both locally and nationally, continues to face the challenges of economic recession. Basic operating costs continue to rise due to negotiated salary increases, higher benefit costs, and federal and state mandates placed upon municipalities while federal and state funding is being reduced.

CONTACTING THE CITY'S OFFICE OF THE AUDITOR

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Dennis M. Kish, Parma City Auditor, 6611 Ridge Road, Parma, OH 44129.

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City of Parma, Ohio
Statement of Net Assets
December 31, 2004

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 11,472,111	215,301	11,687,412
Cash and cash equivalents in segregated accounts	314,822	10,001	324,823
Investments in segregated accounts	32,000	0	32,000
Taxes receivable	12,383,782	0	12,383,782
Accounts receivable	179,672	0	179,672
Special assessments receivable	2,172,760	0	2,172,760
Accrued interest receivable	14,295	0	14,295
Due from others	4,963,056	0	4,963,056
Materials and supplies inventory	460,624	24,305	484,929
Loans receivable	12,605	0	12,605
Capital assets, nondepreciable	10,085,959	1,078,077	11,164,036
Capital assets, depreciable, net	26,697,859	474,411	27,172,270
Total assets	68,789,545	1,802,095	70,591,640
Liabilities			
Accounts payable	1,076,781	8,516	1,085,297
Contracts payable	288,261	0	288,261
Claims and judgements payable	671,701	0	671,701
Accrued wages and benefits	429,087	4,420	433,507
Compensated absences payable	179,798	3,898	183,696
Retainage payable	35,752	0	35,752
Due to other governments	1,561,745	1,358	1,563,103
Deferred revenue	6,908,323	0	6,908,323
Notes payable	1,370,000	0	1,370,000
Accrued interest payable	214,995	1,248	216,243
Long-term liabilities			
Due within one year	2,528,507	31,918	2,560,425
Due in more than one year	32,302,904	50,899	32,353,803
Total liabilities	47,567,854	102,257	47,670,111
Net assets			
Invested in capital assets, net of related debt	8,191,998	1,469,671	9,661,669
Restricted for:			
Debt service	6,788	0	6,788
Security of persons and property	2,139,449	0	2,139,449
Transportation	1,591,886	0	1,591,886
Basic utility services	56,333	0	56,333
Leisure time activities	344,477	0	344,477
Capital projects	2,283,710	0	2,283,710
Unrestricted	6,607,050	230,167	6,837,217
Total net assets	\$ 21,221,691	1,699,838	22,921,529

See accompanying notes to the basic financial statements

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

	Program Revenues			
	Expenses	Charges for Services	Operating Grants Contributions and Interest	Capital Grants and Contributions
Governmental Activities				
General government				
Legislative and executive	\$ 20,671,643	2,495,427	0	0
Security of persons and property	26,487,182	1,437,763	630,617	0
Public health and welfare	265,531	0	0	0
Transportation	5,814,598	2,676	0	4,904,486
Community environment	7,269,251	1,241,963	0	530,221
Basic utility services	1,845,246	1,071,982	0	0
Leisure time activities	3,135,720	1,307,302	822,941	0
Interest and fiscal charges	1,598,443	0	0	0
Total governmental activities	67,087,614	7,557,113	1,453,558	5,434,707
Business-Type Activity				
Golf course	1,040,655	1,101,086	0	0
Total primary government	\$68,128,269	8,658,199	1,453,558	5,434,707

General Revenues
Property taxes levied for:
 General purposes
 Special revenue
 Debt service
Income taxes levied for:
 General purposes
 Capital outlay
Grants and entitlements not restricted to specific programs
Investment earnings
Other

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue
and Changes in Net Assets

Primary Government

Governmental Activities	Business-Type Activities	Total
(18,176,216)	0	(18,176,216)
(24,418,802)	0	(24,418,802)
(265,531)	0	(265,531)
(907,436)	0	(907,436)
(5,497,067)	0	(5,497,067)
(773,264)	0	(773,264)
(1,005,477)	0	(1,005,477)
(1,598,443)	0	(1,598,443)
(52,642,236)	0	(52,642,236)
0	60,431	60,431
(52,642,236)	60,431	(52,581,805)
4,399,384	0	4,399,384
4,046,415	0	4,046,415
432,028	0	432,028
25,641,068	0	25,641,068
6,918,762	0	6,918,762
16,594,576	0	16,594,576
135,034	3,560	138,594
46,210	0	46,210
58,213,477	3,560	58,217,037
5,571,241	63,991	5,635,232
15,650,450	1,635,847	17,286,297
21,221,691	1,699,838	22,921,529

City of Parma, Ohio
 Balance Sheet
 Governmental Funds
 December 31, 2004

	General	Debt Service	City Income Tax Capital Acquisitions	Nonmajor Governmental Funds
Assets				
Equity in pooled cash and cash equivalents	\$ 3,059,116	20,268	1,158,391	6,227,273
Cash and cash equivalents in segregated accounts	0	0	0	314,822
Investments in segregated accounts	0	32,000	0	0
Taxes receivable	8,412,130	359,297	1,083,941	2,528,414
Accounts receivable	0	0	0	179,672
Interfund receivable	552,416	0	152,364	0
Special assessments receivable	0	2,086,497	0	86,263
Accrued interest receivable	0	1,071	0	2,959
Due from other funds	335,603	0	0	17,911
Due from other governments	2,718,497	0	0	1,891,045
Materials and supplies inventory	149,973	0	0	310,651
Loans receivable	0	0	0	12,605
Total assets	<u><u>\$ 15,227,735</u></u>	<u><u>2,499,133</u></u>	<u><u>2,394,696</u></u>	<u><u>11,571,615</u></u>
Liabilities				
Accounts payable	\$ 154,481	0	582,594	321,630
Contracts payable	251,742	0	32,769	3,750
Interfund payable	0	46,551	0	658,229
Accrued wages and benefits	384,830	0	0	42,191
Compensated absences payable	124,072	0	0	55,053
Retainage payable	0	0	0	35,752
Due to other funds	1,463,480	0	0	0
Due to other governments	59,893	0	1,064	206,079
Deferred revenue	7,647,572	2,445,794	529,778	3,794,726
Accrued interest payable	1,143	0	0	0
Notes payable	0	0	170,000	1,200,000
Total liabilities	<u><u>10,087,213</u></u>	<u><u>2,492,345</u></u>	<u><u>1,316,205</u></u>	<u><u>6,317,410</u></u>
Fund balance				
Reserved for encumbrances	0	0	0	20,946
Reserved for inventory	141,736	0	0	310,651
Reserved for loans	0	0	0	12,605
Unreserved, undesignated (deficit)	4,998,786	6,788	1,078,491	4,910,003
Total fund balance	<u><u>5,140,522</u></u>	<u><u>6,788</u></u>	<u><u>1,078,491</u></u>	<u><u>5,254,205</u></u>
Total liabilities and fund balances	<u><u>\$ 15,227,735</u></u>	<u><u>2,499,133</u></u>	<u><u>2,394,696</u></u>	<u><u>11,571,615</u></u>

Total
Governmental
Funds

10,465,048
314,822
32,000
12,383,782
179,672
704,780
2,172,760
4,030
353,514
4,609,542
460,624
12,605

31,693,179

1,058,705
288,261
704,780
427,021
179,125
35,752
1,463,480
267,036
14,417,870
1,143
1,370,000

20,213,173

20,946
452,387
12,605
10,994,068

11,480,006

31,693,179

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

Total Governmental Fund Balances		\$11,480,006
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		36,783,818
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property and other taxes	461,468	
Municipal income taxes	2,493,073	
Special assessments	2,172,760	
Intergovernmental	<u>2,382,246</u>	
		7,509,547
In the Statement of Activities, interest is accrued on outstanding bonds whereas, in governmental funds, an interest expenditure is reported when due:		(207,160)
Intergovernmental payables includes contractually required pension contributions not expected to be paid with current resources:		(1,294,399)
Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets:		317,810
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	(20,641,519)	
Special assessment bonds	(2,102,697)	
OPWC loans	(2,320,665)	
OWDA loans	(3,613,945)	
Police and firemen's pension liability	(100,754)	
Compensated absences	(2,075,357)	
Capital lease payable	<u>(2,512,994)</u>	
		<u>(33,367,931)</u>
Net Assets of Governmental Activities		<u>\$21,221,691</u>

See accompanying notes to the basic financial statements

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

	General	Debt Service	City Income Tax Capital Acquisitions	Other Governmental Funds
Revenues				
Municipal income tax	\$ 25,641,068	0	6,918,762	0
Property and other taxes	4,399,384	151,907	0	4,046,415
Charges for services	591,117	0	47,197	2,374,842
Fees, licenses and permits	1,360,490	0	0	57,919
Fines and forfeitures	1,743,785	0	0	319,618
Intergovernmental	6,029,678	0	271,775	10,548,639
Donations	375	0	0	379,240
Rents	244,154	0	0	413,040
Special assessments	0	280,121	0	842,148
Interest	41,928	3,287	0	85,384
Other	9,989	0	0	0
Total revenues	<u>40,061,968</u>	<u>435,315</u>	<u>7,237,734</u>	<u>19,067,245</u>
Expenditures				
Current				
Legislative and executive	13,847,095	1,621	3,234,710	1,515,689
Security of persons and property	20,641,953	0	0	5,685,386
Public health and welfare	265,531	0	0	0
Transportation	0	0	0	5,827,023
Community environment	667,973	0	0	6,503,989
Basic utility services	0	0	0	1,790,510
Leisure time activities	1,872,374	0	0	1,229,334
Capital outlay	34,529	0	1,241,965	610,882
Debt service				
Principal retirement	0	1,650,360	896,675	76,045
Interest and fiscal charges	0	1,276,367	119,895	13,054
Total expenditures	<u>37,329,455</u>	<u>2,928,348</u>	<u>5,493,245</u>	<u>23,251,912</u>
Excess of revenues over (under) expenditures	<u>2,732,513</u>	<u>(2,493,033)</u>	<u>1,744,489</u>	<u>(4,184,667)</u>
Other financing sources (uses)				
Sale of fixed assets	46,210	0	0	0
Operating transfers - in	31,150	2,380,403	18,735	6,833,468
Operating transfers - out	(4,365,264)	0	(2,644,520)	(2,854,972)
Inception of capital leases	0	0	0	404,270
Total other financing sources (uses)	<u>(4,287,904)</u>	<u>2,380,403</u>	<u>(2,625,785)</u>	<u>4,382,766</u>
Net change in fund balances	(1,555,391)	(112,630)	(881,296)	198,099
Fund balances at beginning of year	<u>6,695,913</u>	<u>119,418</u>	<u>1,959,787</u>	<u>5,056,106</u>
Fund balances at end of year	<u><u>5,140,522</u></u>	<u><u>6,788</u></u>	<u><u>1,078,491</u></u>	<u><u>5,254,205</u></u>

Total
Governmental
Funds

32,559,830
8,597,706
3,013,156
1,418,409
2,063,403
16,850,092
379,615
657,194
1,122,269
130,599
9,989

66,802,262

18,599,115
26,327,339
265,531
5,827,023
7,171,962
1,790,510
3,101,708
1,887,376

2,623,080
1,409,316

69,002,960

(2,200,698)

46,210
9,263,756
(9,864,756)
404,270

(150,520)

(2,351,218)

13,831,224

11,480,006

City of Parma, Ohio
 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
 of Governmental Funds to the Statement of Activities
 December 31, 2004

Net Change in Fund Balances - Total Governmental Funds (\$2,351,218)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period

Capital outlay	6,753,125	
Depreciation	<u>(1,539,910)</u>	
 Total		 5,213,215

Governmental funds only report the gain from 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 (3,083)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds

Property and other taxes	280,121	
Special assessments	313,615	
Intergovernmental	<u>255,516</u>	
 Total		 849,252

Other financing sources in the governmental funds that increase long-term liabilities in the statement of net assets. These sources were attributed to the inception of capital leases (404,270)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets 2,623,080

Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the internal service funds are reported with governmental activities (21,030)

Some expenses reported in the statement of activities do not require the use of current financial resources and are therefore not reported as expenditures in governmental funds

Compensated Absences	(230,465)	
Accrued Interest on Bonds	<u>(104,240)</u>	
 Total		 <u>(334,705)</u>

Change in Net Assets of Governmental Activities \$5,571,241

See accompanying notes to the basic financial statements

City of Parma, 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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Municipal income tax				
Individual	24,194,363	24,849,168	24,351,753	(497,415)
Businesses	1,273,387	1,273,387	1,166,905	(106,482)
Total municipal income tax	<u>25,467,750</u>	<u>26,122,555</u>	<u>25,518,658</u>	<u>(603,897)</u>
Property and other taxes				
Real estate and public utility	3,735,531	3,735,531	3,864,092	128,561
Tangible personal property	310,000	310,000	366,214	56,214
Other local	90,200	90,200	93,411	3,211
Total property and other taxes	<u>4,135,731</u>	<u>4,135,731</u>	<u>4,323,717</u>	<u>187,986</u>
Charges for services				
General government	156,200	156,200	209,037	52,837
Parks and recreation	289,570	289,570	282,086	(7,484)
Health and vital statistics	105,500	105,500	99,489	(6,011)
Miscellaneous services	500	500	505	5
Total charges for services	<u>551,770</u>	<u>551,770</u>	<u>591,117</u>	<u>39,347</u>
Fees, licenses, and permits				
Licenses	283,600	283,600	271,101	(12,499)
Fees and permits	1,030,750	1,030,750	1,064,086	33,336
Penalties	32,000	32,000	25,303	(6,697)
Total fees, licenses, and permits	<u>1,346,350</u>	<u>1,346,350</u>	<u>1,360,490</u>	<u>14,140</u>
Fines and forfeitures				
Fines and forfeitures	1,290,500	1,360,500	1,745,159	384,659
Total fines and forfeitures	<u>1,290,500</u>	<u>1,360,500</u>	<u>1,745,159</u>	<u>384,659</u>
Intergovernmental				
Homestead	42,000	42,000	45,049	3,049
10% reimbursement	425,000	425,000	433,751	8,751
2.5% property tax rollback	75,000	75,000	79,090	4,090
Local government fund - sales tax	3,300,000	3,300,000	3,347,829	47,829
Local government fund - state	404,000	404,000	404,207	207
Inheritance tax	950,000	950,000	1,117,694	167,694
Local government revenue assistance fund	350,000	350,000	355,561	5,561
Grants	125,800	63,800	76,877	13,077
Other	75,100	75,100	85,480	10,380
Total intergovernmental	<u>5,746,900</u>	<u>5,684,900</u>	<u>5,945,538</u>	<u>260,638</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Donations				
Donations	0	0	375	375
Total donations	<u>0</u>	<u>0</u>	<u>375</u>	<u>375</u>
Rentals and leases				
Rentals and leases	212,200	214,200	244,154	29,954
Total rentals and leases	<u>212,200</u>	<u>214,200</u>	<u>244,154</u>	<u>29,954</u>
Interest				
Interest	50,000	50,000	83,759	33,759
Total interest	<u>50,000</u>	<u>50,000</u>	<u>83,759</u>	<u>33,759</u>
Royalties and commissions				
Royalties and commissions	0	0	9,989	9,989
Total royalties and commissions	<u>0</u>	<u>0</u>	<u>9,989</u>	<u>9,989</u>
Total revenues	<u>38,801,201</u>	<u>39,466,006</u>	<u>39,822,956</u>	<u>356,950</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Expenditures				
Current				
General government				
Mayor				
Personal services				
Mayor	91,520	101,327	101,326	1
Director	28,000	26,120	24,851	1,269
Administrative assistant	55,404	61,634	61,633	1
Part-time clerk	6,000	6,000	4,750	1,250
Public service clerk	0	20,018	19,979	39
Secretary	37,336	37,336	32,863	4,473
Overtime	0	3,355	3,091	264
Longevity	0	9,534	1,442	8,092
Hospital buy back	0	916	915	1
Workers compensation	5,188	3,087	3,087	0
Employee life insurance	214	252	252	0
Hospitalization	24,000	27,906	26,578	1,328
Public employees retirement	36,034	41,798	41,575	223
Medicare	2,696	4,048	4,048	0
Eye care	355	355	333	22
Total personal services	286,747	343,686	326,723	16,963
Materials and supplies				
Operating supplies	1,650	4,000	3,846	154
Total materials and supplies	1,650	4,000	3,846	154
All other expenditures				
Travel and transportation	150	275	211	64
Postage and mailing	500	800	701	99
Copier and duplicator	500	500	370	130
Rentals and leases	1,500	200	95	105
Training	0	200	200	0
Total all other expenditures	2,650	1,975	1,577	398
Total mayor	291,047	349,661	332,146	17,515
Auditor				
Personal services				
Auditor	77,090	77,090	77,090	0
Data control payroll clerk	34,863	21,047	21,046	1
Data control inventory clerk	30,858	32,089	32,089	0
Payroll coordinator	0	18,836	18,269	567
Accounts payable coordinator	34,863	36,763	36,355	408
Deputy auditor	60,160	64,650	63,849	801
Part-time clerk	4,900	4,100	4,100	0
Clerk-cashier	29,519	31,419	31,371	48
Overtime	6,000	11,800	10,684	1,116
Longevity	1,550	1,550	1,500	50
Workers compensation	7,459	4,403	4,403	0
Employee life insurance	342	342	324	18
Hospitalization	61,979	62,179	61,986	193
Public employees retirement	37,429	46,594	46,347	247
Medicare	3,877	4,327	4,267	60
Eye care	814	819	814	5

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Total personal services	391,703	418,008	414,494	3,514
Materials and supplies				
Operating supplies	5,100	5,100	4,796	304
Total materials and supplies	5,100	5,100	4,796	304
Maintenance of equipment and facilities	300	300	127	173
Contractual services	500	500	0	500
All other expenditures				
Dues and subscriptions	1,200	750	569	181
Legal advertising	2,000	1,995	400	1,595
Travel and transportation	150	150	0	150
Postage and mailing	1,800	1,800	1,791	9
Copier and duplicator	1,900	1,900	1,769	131
Annual report	2,500	4,500	4,500	0
Rentals and leases	100	100	7	93
Training	400	1,300	896	404
Refunds	0	45	45	0
Total all other expenditures	10,050	12,540	9,977	2,563
Total auditor	407,653	436,448	429,394	7,054
Treasurer				
Personal services				
Treasurer	77,090	77,090	77,090	0
Deputy treasurer	59,537	63,937	63,879	58
Clerk-cashier	58,280	61,880	61,865	15
Clerk-typist	28,502	28,502	26,357	2,145
Overtime	1,000	2,630	2,254	376
Longevity	2,050	2,100	2,100	0
Workers compensation	6,342	3,333	3,333	0
Employee life insurance	285	285	270	15
Hospitalization	51,520	51,520	50,661	859
Public employees retirement	31,822	37,933	37,726	207
Medicare	3,296	3,296	2,329	967
Eye care	765	765	661	104
Total personal services	320,489	333,271	328,525	4,746
Materials and supplies				
Operating supplies	1,200	1,440	1,110	330
Total materials and supplies	1,200	1,440	1,110	330
Contractual services	20,000	20,000	19,998	2
All other expenditures				
Dues and subscriptions	600	490	490	0
Travel and transportation	1,850	1,350	1,320	30
Postage and mailing	5,000	5,000	3,934	1,066
Outside printing	5,500	5,500	5,468	32
Copier and duplicator	300	300	181	119
Rentals and leases	100	0	0	0
Training	950	810	675	135
County law library	300	410	380	30
Total all other expenditures	14,600	13,860	12,448	1,412
Total treasurer	356,289	368,571	362,081	6,490

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
City income tax				
Personal services				
Commissioner	67,719	71,119	71,038	81
Deputy commissioner	55,083	56,633	56,556	77
Examiner	196,321	196,321	195,857	464
Part-time clerk	44,312	44,312	43,037	1,275
Clerk, deputy tax data	15,851	851	0	851
Clerk-cashier	29,144	31,354	31,297	57
Clerk-typist	85,506	81,806	81,601	205
Data entry clerk	29,144	30,644	25,681	4,963
Secretary	34,726	36,626	36,443	183
Overtime	18,069	3,069	2,773	296
Longevity	5,500	5,500	4,800	700
Hospital buy back	2,000	2,000	2,000	0
Workers compensation	17,560	8,390	8,390	0
Employee life insurance	684	684	622	62
Hospitalization	95,477	91,477	90,312	1,165
Public employees retirement	88,113	86,113	85,904	209
Medicare	9,126	9,126	7,186	1,940
Eye care	1,219	1,219	1,150	69
Total personal services	<u>795,554</u>	<u>757,244</u>	<u>744,647</u>	<u>12,597</u>
Materials and supplies				
Operating supplies	2,480	12,480	12,378	102
Total materials and supplies	<u>2,480</u>	<u>12,480</u>	<u>12,378</u>	<u>102</u>
Maintenance of equipment and facilities	1,050	1,050	287	763
Contractual services	42,000	56,000	55,351	649
All other expenditures				
Dues and subscriptions	530	530	310	220
Travel and transportation	1,000	1,000	566	434
Postage and mailing	36,000	38,932	38,703	229
Outside printing	18,700	56,811	56,811	0
Copier and duplicator	400	400	284	116
Rentals and leases	3,350	3,350	2,925	425
Training	2,660	2,660	0	2,660
Refunds	1,000,000	783,000	782,227	773
Economic development grant	100,000	63,000	62,367	633
Total all other expenditures	<u>1,162,640</u>	<u>949,683</u>	<u>944,193</u>	<u>5,490</u>
Total city income tax	<u>2,003,724</u>	<u>1,776,457</u>	<u>1,756,856</u>	<u>19,601</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Management information systems				
Personal services				
Data processing manager	74,400	78,400	78,350	50
Computer operations supervisor	53,800	63,600	59,881	3,719
Computer operator	42,400	44,500	44,476	24
Overtime	5,500	8,467	8,461	6
Longevity	3,300	3,600	3,600	0
Hospital buy back	2,000	2,000	2,000	0
Workers compensation	3,441	2,724	2,724	0
Employee life insurance	171	171	162	9
Hospitalization	22,700	22,950	22,649	301
Public employees retirement	29,000	30,943	30,647	296
Medicare	1,100	1,350	1,262	88
Eye care	310	310	306	4
Total personal services	238,122	259,015	254,518	4,497
Materials and supplies				
Operating supplies	4,000	3,942	2,977	965
Total materials and supplies	4,000	3,942	2,977	965
Contractual services	5,000	5,000	2,797	2,203
All other expenditures				
Dues and subscriptions	1,000	1,000	896	104
Travel and transportation	200	200	48	152
Postage and mailing	100	100	80	20
Outside printing	750	850	668	182
Rentals and leases	125	125	103	22
Training	1,000	1,000	380	620
Total all other expenditures	3,175	3,275	2,175	1,100
Total management information systems	250,297	271,232	262,467	8,765
Law director				
Personal services				
Law director	84,130	84,131	84,130	1
Assistant law director	34,241	36,737	36,737	0
Equal employment opportunity officer	27,040	27,040	26,961	79
Law clerk	30,000	36,748	31,846	4,902
Chief assistant law director	81,759	86,369	86,297	72
Assistant law director	38,829	41,660	41,659	1
Senior assistant prosecutor	37,005	39,105	39,096	9
Assistant prosecutor	70,764	75,964	75,923	41
Admin assist to eeo officer/	31,000	34,500	34,312	188
Legal secretary and stenographer	12,295	12,295	8,165	4,130
Law director secretary	47,467	51,967	51,965	2
Prosecuter secretary	42,048	44,448	44,438	10
Part-time legal secretary	21,500	18,000	15,769	2,231
Overtime	1,000	2,990	423	2,567
Longevity	2,300	2,400	2,400	0
Hospital buy back	4,000	4,000	4,000	0
Workers compensation	15,489	8,510	8,510	0
Employee life insurance	285	285	270	15
Hospitalization	28,053	28,553	28,109	444
Public employees retirement	77,720	94,313	93,392	921

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Medicare	8,050	8,050	7,147	903
Eye care	356	356	355	1
Total personal services	695,331	738,421	721,904	16,517
Materials and supplies				
Operating supplies	2,500	4,000	3,553	447
Total materials and supplies	2,500	4,000	3,553	447
Maintenance of equipment and facilities	100	100	54	46
Contractual services	2,000	6,500	5,143	1,357
All other expenditures				
Law library	25,000	23,500	19,267	4,233
Dues and subscriptions	1,700	1,900	1,866	34
Legal advertising	300	100	47	53
Travel and transportation	2,500	2,500	1,791	709
Postage and mailing	900	1,100	1,011	89
Copier and duplicator	1,750	1,750	1,510	240
Court costs	1,000	1,000	366	634
Rentals and leases	3,200	3,200	2,938	262
Special counsel	100,000	49,468	48,752	716
Training	2,000	2,000	1,017	983
Trial costs	10,000	10,000	9,495	505
Total all other expenditures	148,350	96,518	88,060	8,458
Total law director	848,281	845,539	818,714	26,825
Civil service				
Personal services				
Members of the board	8,100	8,100	8,100	0
Clerk-typist	28,624	30,024	29,924	100
Secretary	36,732	40,385	40,292	93
Overtime	3,000	2,347	1,775	572
Longevity	2,400	2,400	2,400	0
Workers compensation	2,228	888	888	0
Employee life insurance	114	114	108	6
Hospitalization	22,663	23,163	22,636	527
Public employees retirement	11,180	13,351	13,019	332
Medicare	546	566	565	1
Eye care	307	307	306	1
Total personal services	115,894	121,645	120,013	1,632
Materials and supplies				
Operating supplies	400	700	667	33
Total materials and supplies	400	700	667	33
All other expenditures				
Dues and subscriptions	225	225	103	122
Legal advertising	18,000	18,354	5,930	12,424
Postage and mailing	1,000	1,000	923	77
Copier and duplicator	1,000	1,000	477	523
Civil service examiner	40,000	41,148	24,842	16,306
Psychological examinations	15,000	12,200	4,200	8,000
Total all other expenditures	75,225	73,927	36,475	37,452
Total civil service	191,519	196,272	157,155	39,117

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Service director				
Personal services				
Director	79,800	132,400	132,062	338
Service center personnel	218,017	236,017	235,979	38
Custodian	35,404	38,704	38,436	268
Inspector-service and health	39,462	0	0	0
Full-time housekeeper	52,977	56,577	56,549	28
Bookkeeping clerk	28,871	30,671	30,611	60
Pbx relief operator	29,610	31,510	31,411	99
Clerk-typist	56,470	57,370	57,011	359
Secretary	35,255	38,755	38,667	88
Overtime	65,000	80,365	79,545	820
Clothing allowance	4,565	4,565	2,865	1,700
Longevity	10,900	10,990	10,988	2
Workers compensation	14,046	10,678	10,678	0
Employee life insurance	855	855	809	46
Hospitalization	129,000	122,785	121,266	1,519
Public employees retirement	117,534	108,924	108,622	302
Medicare	5,560	6,410	6,383	27
Eye care	1,880	1,880	1,546	334
Total personal services	925,206	969,456	963,428	6,028
Materials and supplies				
Operating supplies	4,000	4,631	4,596	35
Total materials and supplies	4,000	4,631	4,596	35
Contractual services	4,000	3,850	2,452	1,398
All other expenditures				
Postage and mailing	800	800	562	238
Copier and duplicator	1,000	1,000	662	338
Rentals and leases	1,000	1,000	0	1,000
Refuse disposal	3,000,000	2,967,700	2,967,289	411
Reimbursements	400	400	0	400
Total all other expenditures	3,003,200	2,970,900	2,968,513	2,387
Total service director	3,936,406	3,948,837	3,938,989	9,848

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
City engineer				
Personal services				
City engineer	124,003	130,213	130,032	181
City engineer asst	70,000	36,900	36,883	17
Assistant. engineer	55,000	80,500	79,331	1,169
Party chief	53,374	56,374	55,984	390
Rodman and chainman	38,417	40,317	40,305	12
Secretary	35,513	37,063	37,023	40
Overtime	0	1,789	1,789	0
Longevity	3,850	5,350	3,750	1,600
Workers compensation	10,790	5,728	5,728	0
Employee life insurance	342	342	315	27
Hospitalization	69,264	60,264	58,458	1,806
Public employees retirement	54,146	55,646	55,048	598
Medicare	5,055	5,910	5,381	529
Eye care	919	919	774	145
Total personal services	520,673	517,315	510,801	6,514
Materials and supplies				
Operating supplies	1,350	2,975	1,845	1,130
Vehicle fuel	0	970	950	20
Total operating supplies	1,350	3,945	2,795	1,150
Maintenance of equipment and facilities	700	900	832	68
All other expenditures				
Dues and subscriptions	0	580	505	75
Travel and transportation	240	260	245	15
Postage and mailing	500	700	670	30
Copier and duplicator	3,900	2,395	1,130	1,265
Regional planning commission	1,560	1,560	1,514	46
Rentals and leases	1,000	1,000	588	412
Training	0	25	12	13
Total all other expenditures	7,200	6,520	4,664	1,856
Total city engineer	529,923	528,680	519,092	9,588
Public lands and buildings				
Personal services				
Utility maintenance specialist	155,864	173,864	169,429	4,435
Overtime	15,000	15,000	8,656	6,344
Clothing allowance	1,590	1,640	1,599	41
Longevity	2,550	3,300	3,300	0
Hospital buy back	0	2,000	1,938	62
Workers compensation	5,440	3,102	3,102	0
Employee life insurance	171	171	156	15
Hospitalization	33,912	22,862	20,761	2,101
Public employees retirement	19,712	20,668	20,452	216
Medicare	2,511	2,511	867	1,644
Eye care	460	460	255	205
Total personal services	237,210	245,578	230,515	15,063
Materials and supplies				
Operating supplies	50,000	56,862	56,385	477
Total materials and supplies	50,000	56,862	56,385	477

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Contractual services	5,000	5,033	5,025	8
All other expenditures				
Dues and subscriptions	12,600	7,600	3,152	4,448
Utilities-gas	100,000	106,200	105,991	209
Utilities-electricity	200,000	184,000	183,220	780
Utilities-telephone	127,000	120,200	113,833	6,367
Utilities-water	20,000	20,600	18,262	2,338
Total all other expenditures	459,600	438,600	424,458	14,142
Total public lands and buildings	751,810	746,073	716,383	29,690
Purchasing and personnel				
Personal services				
Director	0	61,300	60,963	337
Commissioner	62,000	11,880	11,880	0
Part-time clerk	11,000	11,000	10,511	489
Clerk-typist	26,500	31,500	31,462	38
Retiree and benefit coordinator	31,000	33,100	33,069	31
Secretary	35,200	37,400	37,328	72
Overtime	1,500	8,122	8,004	118
Longevity	2,100	2,663	2,663	0
Workers compensation	4,678	2,717	2,717	0
Employee life insurance	228	228	226	2
Hospitalization	35,142	35,642	35,035	607
Public employees retirement	22,500	29,202	28,891	311
Medicare	2,440	2,440	1,969	471
Eye care	460	485	485	0
Part-time clerk	10,327	10,327	10,145	182
Bookkeeping clerk	28,517	35,017	34,990	27
Overtime	500	500	168	332
Longevity	600	600	600	0
Hospital buy back	2,000	2,000	2,000	0
Workers compensation	1,156	956	584	372
Employee life insurance	57	57	54	3
Hospitalization	28	128	29	99
Public employees retirement	5,600	6,500	6,421	79
Medicare	601	701	637	64
Total personal services	284,134	324,465	320,831	3,634
Materials and supplies				
Operating supplies	1,500	1,239	1,173	66
Operating supplies	18,000	11,500	11,015	485
General purchases	38,000	38,000	31,884	6,116
Total materials and supplies	57,500	50,739	44,072	6,667
All other expenditures				
Dues and subscriptions	200	1,351	1,285	66
Travel and transportation	500	160	159	1
Postage and mailing	1,800	1,775	1,756	19
Copier and duplicator	2,000	2,300	2,294	6
Training	2,000	1,750	1,717	33
Typewriter maintenance	3,000	3,000	2,738	262
Postage and mailing	50,000	50,000	49,992	8
Outside printing	1,000	1,100	1,000	100

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Copier and duplicator	61,000	61,000	59,551	1,449
Rentals and leases	2,300	2,300	1,397	903
Total all other expenditures	123,800	124,736	121,889	2,847
Total purchasing and personnel	465,434	499,940	486,792	13,148
City council				
Personal services				
President of council	19,211	19,211	19,198	13
Members of council	157,859	157,859	157,212	647
Clerk of council	68,054	71,543	71,536	7
Chief deputy clerk of council	50,624	54,424	54,338	86
Deputy clerk of council I	107,098	115,098	114,844	254
Deputy clerk of council II	28,190	30,290	30,241	49
Public service clerk	35,394	17,176	17,176	0
Overtime	0	1,419	1,078	341
Longevity	5,200	4,600	4,200	400
Hospital buy back	12,925	12,925	11,955	970
Workers compensation	16,365	7,215	7,215	0
Employee life insurance	969	969	856	113
Hospitalization	85,000	77,706	77,020	686
Public employees retirement	82,119	75,619	75,243	376
Medicare	8,651	8,651	5,682	2,969
Eye care	1,476	1,476	933	543
Total personal services	679,135	656,181	648,727	7,454
Materials and supplies				
Operating supplies	3,500	3,500	2,287	1,213
Total materials and supplies	3,500	3,500	2,287	1,213
Maintenance of equipment and facilities	540	540	179	361
All other expenditures				
Dues and subscriptions	8,725	4,575	797	3,778
Legal advertising	450	1,950	1,396	554
Travel and transportation	150	0	0	0
Postage and mailing	5,500	6,300	6,079	221
Outside printing	10,500	8,000	415	7,585
Copier and duplicator	7,500	9,500	8,412	1,088
Rentals and leases	450	450	209	241
Training	200	200	0	200
Refunds	0	125	125	0
Total all other expenditures	33,475	31,100	17,433	13,667
Total city council	716,650	691,321	668,626	22,695

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Municipal court				
Personal services				
Judges	112,500	112,500	112,050	450
Visiting judges	1,000	1,566	1,566	0
Jury commission chairman	1,500	1,500	1,500	0
Bailiff	44,296	47,596	47,511	85
Jury commission member	2,200	2,200	2,178	22
Full-time deputy bailiff	490,090	524,090	521,468	2,622
Part-time deputy bailiff	230,000	208,000	205,977	2,023
Full-time public defender	25,000	25,500	25,473	27
Jury commission secretary	1,500	1,500	1,500	0
Referee	42,182	42,782	42,669	113
Overtime	4,000	4,600	4,289	311
Longevity	4,950	5,100	5,100	0
Hospital buy back	4,000	4,400	4,369	31
Workers compensation	26,345	13,872	13,872	0
Employee life insurance	1,026	1,146	1,135	11
Hospitalization	169,000	173,536	173,488	48
Public employees retirement	132,200	153,661	152,604	1,057
Medicare	13,692	13,542	12,824	718
Eye care	2,089	2,289	2,274	15
Total personal services	<u>1,307,570</u>	<u>1,339,380</u>	<u>1,331,847</u>	<u>7,533</u>
Materials and supplies				
Operating supplies	5,500	7,500	6,626	874
Vehicle fuel	0	960	670	290
Total operating supplies	<u>5,500</u>	<u>8,460</u>	<u>7,296</u>	<u>1,164</u>
Contractual services	47,500	51,658	50,252	1,406
All other expenditures				
Law library	22,000	22,680	21,239	1,441
Dues and subscriptions	6,500	6,500	6,453	47
Travel and transportation	12,000	13,000	12,925	75
Outside printing	700	950	815	135
Copier and duplicator	1,200	2,364	2,364	0
Psychological examinations	2,000	3,500	0	3,500
Rentals and leases	450	450	208	242
Total all other expenditures	<u>44,850</u>	<u>49,444</u>	<u>44,004</u>	<u>5,440</u>
Total municipal court	<u>1,405,420</u>	<u>1,448,942</u>	<u>1,433,399</u>	<u>15,543</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Clerk of courts				
Personal services				
Clerk of courts	53,525	58,082	58,082	0
Chief deputy clerk	57,676	61,976	61,933	43
Deputy supervisor	41,849	45,049	44,873	176
Chief deputy coordinator	64,825	69,625	69,485	140
Deputy clerk of courts	395,388	423,043	422,791	252
Temporary deputy clerk of court	69,000	70,000	69,003	997
Deputy secretary	40,144	43,044	43,036	8
Overtime	10,000	5,800	4,065	1,735
Longevity	9,200	9,300	9,300	0
Hospital buy back	2,800	3,125	3,108	17
Workers compensation	20,489	11,090	11,090	0
Employee life insurance	1,026	1,046	1,036	10
Hospitalization	199,469	199,469	196,870	2,599
Public employees retirement	102,718	123,947	123,627	320
Medicare	9,356	10,356	10,277	79
Eye care	2,750	2,750	2,588	162
Total personal services	<u>1,080,215</u>	<u>1,137,702</u>	<u>1,131,164</u>	<u>6,538</u>
Materials and supplies				
Operating supplies	22,500	24,793	23,418	1,375
Total materials and supplies	<u>22,500</u>	<u>24,793</u>	<u>23,418</u>	<u>1,375</u>
Contractual services	10,000	10,000	9,283	717
All other expenditures				
Dues and subscriptions	1,500	1,500	737	763
Travel and transportation	4,000	4,000	3,115	885
Postage and mailing	48,000	48,000	48,000	0
Outside printing	2,000	500	0	500
Copier and duplicator	2,500	2,500	2,323	177
Jury witnesses and aid	22,000	22,700	19,844	2,856
Rentals and leases	2,750	2,050	1,490	560
Total all other expenditures	<u>82,750</u>	<u>81,250</u>	<u>75,509</u>	<u>5,741</u>
Total clerk of courts	<u>1,195,465</u>	<u>1,253,745</u>	<u>1,239,374</u>	<u>14,371</u>
Print shop				
Materials and supplies				
Operating supplies	27,000	32,000	31,332	668
Total materials and supplies	<u>27,000</u>	<u>32,000</u>	<u>31,332</u>	<u>668</u>
All other expenditures				
Copier and duplicator	9,000	10,071	10,071	0
Total all other expenditures	<u>9,000</u>	<u>10,071</u>	<u>10,071</u>	<u>0</u>
Total print shop	<u>36,000</u>	<u>42,071</u>	<u>41,403</u>	<u>668</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Miscellaneous executive				
Elections				
Elections expense	70,000	55,000	47,149	7,851
Total elections	70,000	55,000	47,149	7,851
Materials and supplies				
Operating supplies	2,000	1,300	1,159	141
Total materials and supplies	2,000	1,300	1,159	141
State audit				
State audit expense	85,000	110,000	103,286	6,714
Total state audit	85,000	110,000	103,286	6,714
County auditor deductions				
Delinquent land advertising	2,000	2,000	773	1,227
County auditor and treasurer fees	75,000	86,400	86,369	31
Total county auditor deductions	77,000	88,400	87,142	1,258
Contractual services	300,000	338,603	276,836	61,767
All other expenditures				
Dues and subscriptions	30,000	42,000	40,727	1,273
Legal advertising	0	2,000	1,850	150
Insurance and employee bonds	100,000	77,700	74,222	3,478
Real estate taxes	10,000	10,000	9,914	86
Employee service bureau	20,320	58,751	58,424	327
County law library	100	100	0	100
Refunds	10,000	17,327	17,284	43
Reimbursements	500	1,500	1,115	385
Refunds	500	500	0	500
Total all other expenditures	171,420	209,878	203,536	6,342
Total miscellaneous executive	705,420	803,181	719,108	84,073
Charter commission				
Personal services				
Part-time secretary	10,000	4,410	4,410	0
Total personal services	10,000	4,410	4,410	0
Materials and supplies				
Operating supplies	4,000	587	587	0
Total materials and supplies	4,000	587	587	0
Contractual services	20,000	8,550	8,550	0
All other expenditures				
Legal advertising	1,000	587	587	0
Postage and mailing	10,000	13,000	13,000	0
Outside printing	20,000	16,669	16,669	0
Total all other expenditures	31,000	30,256	30,256	0
Total charter commission	65,000	43,803	43,803	0
Total general government	14,156,338	14,250,773	13,925,782	324,991

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Security of persons and property				
Police				
Personal services				
Chief	94,200	112,500	107,213	5,287
Sergeant	591,100	644,550	644,522	28
Police lieutenant	368,240	408,240	408,232	8
Police captain	414,890	454,890	454,574	316
Chief record clerk	50,150	51,450	51,400	50
Police officer	4,200,000	4,360,000	4,359,678	322
Payroll data clerk	33,000	34,500	34,365	135
Clerk-typist	269,929	285,429	284,632	797
School guard	305,600	334,600	330,425	4,175
Secretary	37,160	37,310	37,295	15
Overtime	575,000	540,000	539,668	332
Overtime training	50,000	65,000	55,011	9,989
Clothing allowance	127,000	121,325	121,324	1
Longevity	69,000	77,517	77,517	0
Retiree sick leave payout	27,500	3,500	3,189	311
Education bonus	20,000	20,000	20,000	0
Workers compensation	187,860	122,791	122,791	0
Employee life insurance	6,700	6,838	6,838	0
Hospitalization	1,163,000	1,107,000	1,106,693	307
Public employees retirement	125,000	122,500	122,031	469
Medicare	66,200	67,900	67,826	74
Eye care	15,800	15,800	14,632	1,168
Clothing allowance	10,667	10,190	10,188	2
Total personal services	8,807,996	9,003,830	8,980,044	23,786
Materials and supplies				
Operating supplies	59,000	72,789	72,561	228
Photography supplies	8,000	6,647	6,557	90
Vehicle fuel	53,750	133,750	107,486	26,264
Operating supplies	0	477	477	0
Vehicle fuel	0	1,230	304	926
Total operating supplies	120,750	214,893	187,385	27,508
Contractual services	23,000	23,824	23,823	1
All other expenditures				
Confidential investigations	15,000	10,000	10,000	0
Uniform replacement	650	650	216	434
Dues and subscriptions	2,500	2,400	2,313	87
Travel and transportation	10,500	9,400	7,255	2,145
Postage and mailing	2,710	3,110	3,042	68
Copier and duplicator	6,550	6,150	4,922	1,228
Rentals and leases	35,000	36,906	33,595	3,311
Training	31,200	16,200	13,856	2,344
Utilities-gas	37,106	38,206	38,198	8
Utilities-electricity	157,000	135,345	135,180	165
Utilities-telephone	97,100	84,100	83,339	761
Utilities-water	7,000	7,000	6,469	531
Radio and communications	6,000	10,000	9,986	14
Travel and transportation	0	334	282	52
Rentals and leases	3,000	4,252	4,162	90

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Training	1,000	666	280	386
Total all other expenditures	412,316	364,719	353,095	11,624
Total auxilliary police	9,364,062	9,607,266	9,544,347	62,919
Fire				
Personal services				
Chief	93,500	102,900	102,554	346
Assistant chief	84,000	94,100	93,862	238
Captain	360,000	402,500	402,412	88
Lieutenant	605,881	678,881	678,767	114
Fire prevention inspector	187,401	201,401	201,375	26
Firemen	4,351,056	4,592,056	4,591,353	703
Clerk-typist	29,000	30,800	30,724	76
Record clerk secretary	34,000	37,400	37,382	18
Overtime	200,000	329,434	328,886	548
Overtime training	37,000	42,347	42,301	46
Retiree overtime payout	25,000	0	0	0
Longevity	66,225	66,225	65,468	757
Retiree sick leave payout	61,504	0	0	0
Workers compensation	164,333	107,633	107,633	0
Employee life insurance	6,036	6,036	5,350	686
Hospitalization	1,101,146	1,088,346	1,087,704	642
Public employees retirement	12,000	12,000	10,991	1,009
Medicare	62,000	70,800	69,978	822
Eye care	15,000	15,000	14,361	639
Hydrant operator	45,074	49,974	49,925	49
Mechanic	0	3,154	3,154	0
Overtime	843	863	862	1
Clothing allowance	530	530	530	0
Longevity	600	1,200	1,200	0
Workers compensation	1,023	1,531	1,531	0
Employee life insurance	60	60	59	1
Hospitalization	11,900	11,900	11,318	582
Public employees retirement	8,000	9,600	9,451	149
Eye care	160	160	153	7
Total personal services	7,563,272	7,956,831	7,949,284	7,547
Materials and supplies				
Operating supplies	15,000	16,798	16,367	431
Photography supplies	500	500	486	14
Vehicle fuel	41,000	41,000	36,009	4,991
Total operating supplies	56,500	58,298	52,862	5,436
Vehicle maintenance and repair	0	19,767	19,767	0
Contractual services	4,000	4,900	3,494	1,406
All other expenditures				
Dues and subscriptions	3,500	3,500	3,180	320
Legal advertising	800	1,400	583	817
Travel and transportation	4,500	4,500	4,375	125
Postage and mailing	800	1,700	1,649	51
Copier and duplicator	1,200	1,200	326	874
Rentals and leases	4,000	4,000	2,356	1,644
Training	19,000	18,795	18,771	24

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Utilities-gas	42,000	37,753	37,752	1
Utilities-electricity	41,000	41,000	39,982	1,018
Utilities-telephone	14,000	24,000	23,267	733
Utilities-water	5,500	5,500	4,856	644
Radio and communications	800	800	392	408
Fire hydrant maintenance and repair	75,000	68,700	68,628	72
Total all other expenditures	212,100	212,848	206,117	6,731
Total fire	7,835,872	8,252,644	8,231,524	21,120
Safety				
Personal services				
Director	79,800	85,900	85,823	77
Sign shop vehicle maintenance officer	61,407	28,607	28,511	96
Local area network administrator	45,908	48,108	48,104	4
Custodian	40,575	40,575	38,022	2,553
Custodian i	35,000	39,900	39,843	57
Inspector-service and health	0	37,962	37,905	57
Full-time housekeeper	82,785	86,085	85,910	175
Part-time housekeeper	17,520	46,862	46,776	86
Clerk-typist	56,468	59,868	59,823	45
Assistant vehicle maintenance officer	0	27,800	26,982	818
Secretary	35,255	37,255	37,244	11
Overtime	27,000	27,000	19,673	7,327
Clothing allowance	850	850	700	150
Longevity	4,586	4,586	3,900	686
Hospital buy back	3,490	3,490	2,077	1,413
Workers compensation	9,802	7,824	7,824	0
Employee life insurance	665	665	626	39
Hospitalization	90,000	94,616	94,236	380
Public employees retirement	85,000	84,600	84,202	398
Medicare	4,800	5,840	5,837	3
Eye care	1,025	1,192	1,191	1
Total personal services	681,936	769,585	755,209	14,376
Materials and supplies				
Operating supplies	1,700	1,700	1,610	90
Vehicle fuel	0	1,600	810	790
Total operating supplies	1,700	3,300	2,420	880
Contractual services	0	1,320	0	1,320
All other expenditures				
Dues and subscriptions	300	480	467	13
Travel and transportation	100	100	5	95
Postage and mailing	800	800	394	406
Copier and duplicator	500	1,000	727	273
Total all other expenditures	1,700	2,380	1,593	787
Total safety	685,336	776,585	759,222	17,363
Traffic lighting				
Materials and supplies				
Operating supplies	25,000	28,508	28,447	61
Total materials and supplies	25,000	28,508	28,447	61
Contractual services	5,000	6,500	6,497	3

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Dues and subscriptions	65	65	60	5
Copier and duplicator	55	62	62	0
Traffic lighting	45,000	51,000	50,398	602
Total all other expenditures	<u>45,120</u>	<u>51,127</u>	<u>50,520</u>	<u>607</u>
Total traffic lighting	<u>75,120</u>	<u>86,135</u>	<u>85,464</u>	<u>671</u>
Communications center				
Personal services				
Communications center supervisor	55,329	56,707	56,499	208
Dispatcher	527,458	584,363	582,157	2,206
Overtime	49,000	50,700	50,658	42
Clothing allowance	3,200	3,200	3,200	0
Longevity	9,100	9,100	9,100	0
Hospital buy back	6,000	6,000	6,000	0
Workers compensation	19,252	10,077	10,077	0
Employee life insurance	969	969	834	135
Hospitalization	116,200	113,200	112,401	799
Public employees retirement	96,609	108,872	108,564	308
Medicare	10,006	10,006	7,105	2,901
Eye care	1,623	1,623	1,386	237
Total personal services	<u>894,746</u>	<u>954,817</u>	<u>947,981</u>	<u>6,836</u>
Materials and supplies				
Operating supplies	4,000	10,524	9,657	867
Total materials and supplies	<u>4,000</u>	<u>10,524</u>	<u>9,657</u>	<u>867</u>
Contractual services	5,000	6,095	4,738	1,357
All other expenditures				
Dues and subscriptions	300	300	163	137
Legal advertising	500	0	0	0
Travel and transportation	25	25	0	25
Copier and duplicator	500	500	371	129
Rentals and leases	600	600	559	41
Training	2,000	900	362	538
Utilities-telephone	9,000	1,800	0	1,800
Refunds	100	200	100	100
Total all other expenditures	<u>13,025</u>	<u>4,325</u>	<u>1,555</u>	<u>2,770</u>
Total communications center	<u>916,771</u>	<u>975,761</u>	<u>963,931</u>	<u>11,830</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Detention center				
Personal services				
Jail administrator	39,000	36,000	35,769	231
Corrections officer I	152,800	153,800	153,314	486
Corrections officer II	494,450	482,250	481,995	255
Corrections officer III	51,800	19,860	19,776	84
Part-time jail doctor	14,453	14,453	12,000	2,453
Part-time jail nurse	2,670	2,670	2,400	270
Secretary	34,050	39,850	39,809	41
Overtime	45,000	41,300	41,272	28
Overtime training	3,000	2,250	0	2,250
Clothing allowance	7,700	8,877	8,875	2
Longevity	350	350	350	0
Education bonus	4,000	4,000	4,000	0
Workers compensation	18,600	13,011	13,011	0
Employee life insurance	1,100	1,110	1,104	6
Hospitalization	137,800	149,693	149,470	223
Public employees retirement	117,620	126,375	125,784	591
Medicare	12,182	12,182	11,562	620
Eye care	1,658	1,668	1,663	5
Total personal services	<u>1,138,233</u>	<u>1,109,699</u>	<u>1,102,154</u>	<u>7,545</u>
Materials and supplies				
Operating supplies	16,000	34,168	32,716	1,452
Total materials and supplies	<u>16,000</u>	<u>34,168</u>	<u>32,716</u>	<u>1,452</u>
Contractual services	8,000	6,000	3,562	2,438
All other expenditures				
Sustenance of prisoners	40,000	40,000	38,809	1,191
Uniform replacement	100	100	0	100
Dues and subscriptions	250	0	0	0
Travel and transportation	500	0	0	0
Postage and mailing	50	0	0	0
Copier and duplicator	870	977	977	0
Training	3,000	3,525	2,975	550
Total all other expenditures	<u>44,770</u>	<u>44,602</u>	<u>42,761</u>	<u>1,841</u>
Total detention center	<u>1,207,003</u>	<u>1,194,469</u>	<u>1,181,193</u>	<u>13,276</u>
Total security of persons and property	<u>20,084,164</u>	<u>20,892,860</u>	<u>20,765,681</u>	<u>127,179</u>
Public health and welfare				
Health district				
All other expenditures				
District health subsidy	265,531	265,531	265,531	0
Total all other expenditures	<u>265,531</u>	<u>265,531</u>	<u>265,531</u>	<u>0</u>
Total health district	<u>265,531</u>	<u>265,531</u>	<u>265,531</u>	<u>0</u>
Total public health and welfare	<u>265,531</u>	<u>265,531</u>	<u>265,531</u>	<u>0</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Community environment				
Building department				
Personal services				
Commissioner	0	3,537	3,537	0
Members of the board	3,500	4,160	2,880	1,280
Inspector	7,000	0	0	0
Inspector-electrical	54,000	46,579	46,556	23
Inspector-plumbing	52,887	55,587	55,506	81
Inspector-masonry	56,868	56,868	56,508	360
Inspector-carpenter	52,887	56,687	56,672	15
Clerk-typist	115,000	123,000	122,929	71
Secretary	38,700	42,050	41,340	710
Asst. building commissioner	40,000	24,090	23,192	898
Part-time secretary	2,800	2,800	2,700	100
Overtime	1,200	6,784	6,722	62
Longevity	3,900	5,150	4,442	708
Hospital buy back	2,000	1,500	1,085	415
Workers compensation	13,414	5,998	5,998	0
Employee life insurance	570	570	502	68
Hospitalization	85,000	81,443	79,197	2,246
Public employees retirement	67,312	65,404	65,079	325
Medicare	6,972	6,972	5,522	1,450
Eye care	488	1,045	1,030	15
Total personal services	<u>604,498</u>	<u>590,224</u>	<u>581,397</u>	<u>8,827</u>
Materials and supplies				
Operating supplies	3,000	4,650	3,181	1,469
Vehicle fuel	0	3,411	3,411	0
Total operating supplies	<u>3,000</u>	<u>8,061</u>	<u>6,592</u>	<u>1,469</u>
Maintenance of equipment and facilities	700	700	241	459
Contractual services	16,000	30,271	28,627	1,644
All other expenditures				
Dues and subscriptions	650	750	730	20
Legal advertising	700	827	267	560
Postage and mailing	5,000	5,000	2,865	2,135
Copier and duplicator	900	1,350	984	366
Training	300	1,600	989	611
Utilities-telephone	500	250	218	32
Refunds	3,000	44,936	44,721	215
Total all other expenditures	<u>11,050</u>	<u>54,713</u>	<u>50,774</u>	<u>3,939</u>
Total building department	<u>635,248</u>	<u>683,969</u>	<u>667,631</u>	<u>16,338</u>
Total community environment	<u>635,248</u>	<u>683,969</u>	<u>667,631</u>	<u>16,338</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Leisure time activities				
Recreation				
Personal services				
Commissioner	72,669	87,079	87,062	17
Supervisor	59,995	64,895	64,827	68
Soccer supervisor	8,800	9,600	9,600	0
Baseball director	7,000	6,800	6,800	0
Registration coordinator	31,000	31,000	30,589	411
Baseball assistant director	6,800	6,800	6,000	800
Baseball supervisor	36,400	25,900	25,809	91
Basketball director	2,400	2,400	2,200	200
Basketball scorer	2,800	2,800	2,043	757
Basketball coordinator	3,640	3,640	3,124	516
Basketball referee	5,800	5,800	4,853	947
Basketball director - class F	6,400	6,400	6,000	400
Director - umpire association	2,400	2,400	2,400	0
Volleyball director	2,520	2,620	2,610	10
Tennis director	3,000	2,080	2,080	0
Assistant tennis director	1,500	1,222	1,222	0
Part-time clerk	7,200	7,200	3,397	3,803
Clerk-typist	58,441	60,841	60,814	27
Laborer	201,944	149,224	149,184	40
Park laborer	39,000	45,000	42,645	2,355
Secretary	34,624	37,324	37,267	57
Baseball secretary I	2,288	1,225	1,225	0
Soccer director	5,500	6,240	6,240	0
Special equipment operator	29,203	45,203	43,404	1,799
Overtime	31,857	23,057	23,044	13
Clothing allowance	5,410	5,885	5,198	687
Longevity	6,600	6,600	6,538	62
Workers compensation	17,958	9,501	9,501	0
Employee life insurance	747	747	614	133
Hospitalization	113,419	97,324	95,620	1,704
Public employees retirement	90,111	102,999	102,980	19
Medicare	9,333	9,333	8,870	463
Eye care	1,573	1,573	1,203	370
Total personal services	908,332	870,712	854,963	15,749
Materials and supplies				
Operating supplies	42,000	44,028	43,966	62
Vehicle fuel	30,939	6,000	6,000	0
Total operating supplies	72,939	50,028	49,966	62
Contractual services	11,730	11,730	8,616	3,114
All other expenditures				
Dues and subscriptions	215	215	175	40
Legal advertising	1,288	1,288	981	307
Travel and transportation	300	300	214	86
Postage and mailing	2,353	2,353	1,894	459
Copier and duplicator	3,320	3,320	1,998	1,322
Rentals and leases	6,596	6,596	5,109	1,487
Utilities-electricity	52,830	47,830	41,637	6,193
Utilities-telephone	3,404	10,062	8,466	1,596

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Utilities-water	484	484	185	299
Refunds	400	400	385	15
Total all other expenditures	71,190	72,848	61,044	11,804
Total recreation	1,064,191	1,005,318	974,589	30,729
Concessions				
Personal services				
Rink manager and concessions supervisor	20,000	0	0	0
Chief cashier	13,884	6,184	6,086	98
Chief cashier/concession man	0	14,800	14,700	100
Snack bar clerk	28,751	28,751	22,234	6,517
Overtime	2,200	2,200	526	1,674
Workers compensation	1,747	733	733	0
Employee life insurance	57	57	40	17
Hospitalization	11,318	9,318	8,488	830
Public employees retirement	8,769	6,969	6,928	41
Medicare	909	909	632	277
Eye care	153	153	115	38
Total personal services	87,788	70,074	60,482	9,592
Materials and supplies				
Operating supplies	57,000	57,000	51,520	5,480
Total materials and supplies	57,000	57,000	51,520	5,480
Total concessions	144,788	127,074	112,002	15,072
Skating rink				
Personal services				
Rink manager and concessions supervisor	40,000	45,600	45,496	104
Chief asst. rink manager	0	8,360	7,904	456
Assistant rink manager	38,712	43,712	43,635	77
Figure skating instructor	5,764	5,764	5,714	50
Figure skating assistant instructor	10,138	10,738	10,710	28
Rink guard	16,840	12,630	10,793	1,837
Overtime	4,340	3,090	3,055	35
Hospital buy back	0	2,000	1,754	246
Workers compensation	3,318	2,132	2,132	0
Employee life insurance	57	57	49	8
Hospitalization	11,318	1,318	461	857
Public employees retirement	16,654	20,460	20,207	253
Medicare	1,725	1,925	1,879	46
Eye care	154	154	4	150
Total personal services	149,020	157,940	153,793	4,147

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	12,051	14,484	13,557	927
Total materials and supplies	12,051	14,484	13,557	927
Contractual services	4,866	6,239	6,003	236
All other expenditures				
Rentals and leases	855	855	229	626
Utilities-gas	16,104	16,104	15,229	875
Utilities-electricity	95,131	94,931	88,249	6,682
Utilities-telephone	638	57	57	0
Utilities-water	6,034	7,173	7,173	0
Refunds	50	78	78	0
Total all other expenditures	118,812	119,198	111,015	8,183
Total skating rink	284,749	297,861	284,368	13,493
Swimming pools				
Personal services				
Superintendent of pools	8,840	8,840	8,840	0
Pool manager	13,030	10,445	10,445	0
Coach - swim team	1,950	2,250	2,250	0
Assistant pool manager	9,738	7,887	7,887	0
Cashier	16,546	15,230	15,230	0
Part-time clerk	5,256	4,272	4,272	0
Life guard and water safety instructor	90,097	90,465	90,465	0
Overtime	3,500	3,602	3,602	0
Workers compensation	4,058	2,563	2,563	0
Public employees retirement	20,364	22,396	22,358	38
Medicare	2,110	2,110	2,073	37
Total personal services	175,489	170,060	169,985	75
Materials and supplies				
Operating supplies	16,000	15,987	15,855	132
Total materials and supplies	16,000	15,987	15,855	132
All other expenditures				
Utilities-gas	8,326	10,826	10,484	342
Utilities-electricity	12,202	12,202	8,720	3,482
Utilities-telephone	1,560	484	484	0
Utilities-water	11,784	8,145	7,555	590
Total all other expenditures	33,872	31,657	27,243	4,414
Total swimming pools	225,361	217,704	213,083	4,621

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Sixty plus				
Personal services				
Escort and outreach coordinator	9,007	9,671	9,627	44
Director	53,012	54,512	54,489	23
Financial record keeper	22,915	25,815	25,787	28
Senior citizen coordinator	33,879	36,979	36,847	132
Assistant program coordinator	25,103	29,403	29,223	180
Senior citizen supervisor	6,638	7,063	7,036	27
Full-time bus driver	19,310	22,810	22,740	70
Part-time bus driver	9,007	9,027	9,027	0
Part-time housekeeper	13,042	14,017	13,559	458
Overtime	2,000	2,000	1,056	944
Longevity	1,200	1,200	1,200	0
Workers compensation	5,444	2,965	2,965	0
Employee life insurance	285	285	275	10
Hospitalization	44,733	40,733	39,342	1,391
Public employees retirement	27,315	31,462	31,362	100
Medicare	2,829	2,829	2,483	346
Eye care	766	766	483	283
Total personal services	276,485	291,537	287,501	4,036
Materials and supplies				
Operating supplies	1,250	1,250	1,249	1
Vehicle fuel	0	11,600	9,343	2,257
Total operating supplies	1,250	12,850	10,592	2,258
Maintenance of equipment and facilities	100	100	54	46
All other expenditures				
Travel and transportation	100	100	60	40
Postage and mailing	250	250	146	104
Copier and duplicator	600	600	423	177
Total all other expenditures	950	950	629	321
Total sixty plus	278,785	305,437	298,776	6,661
Total leisure time activities	1,997,874	1,953,394	1,882,818	70,576

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Capital outlay	0	35,029	34,929	100
Total expenditures	37,139,155	38,081,556	37,542,372	539,184
Excess of revenues over (under) expenditures	1,662,046	1,384,450	2,280,584	896,134
Other financing sources (uses)				
Advances - in	790,000	1,050,000	1,062,413	12,413
Advances - out	(66,087)	(574,087)	(552,416)	21,671
Operating transfers - in	158,979	150,386	131,150	(19,236)
Operating transfers - out	(6,651,407)	(5,534,423)	(4,690,264)	844,159
Sale of land	0	45,000	46,210	1,210
Total other financing sources (uses)	(5,768,515)	(4,863,124)	(4,002,907)	860,217
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(4,106,469)	(3,478,674)	(1,722,323)	1,756,351
Fund balance at beginning of year	4,476,336	4,476,336	4,476,336	0
Prior year encumbrances appropriated	140,883	140,883	140,883	0
Fund balance (deficit) at end of year	510,750	1,138,545	2,894,896	1,756,351

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

	Business - Type Activity - Golf Course	Governmental Activities - Internal Service Funds
	<u> </u>	<u> </u>
Assets		
Current assets		
Cash and cash equivalents	\$ 215,301	1,007,063
Cash and cash equivalents in segregated accounts	10,001	0
Accrued interest receivable	0	10,265
Due from other funds	0	1,463,480
Materials and supplies inventory	24,305	0
Total current assets	<u>249,607</u>	<u>2,480,808</u>
Non-current assets		
Capital assets, nondepreciable	1,078,077	0
Capital assets, depreciable, net	474,411	0
Total non-current assets	<u>1,552,488</u>	<u>0</u>
Total assets	<u>1,802,095</u>	<u>2,480,808</u>
Liabilities		
Current liabilities		
Accounts payable	8,516	18,076
Claims and judgements payable	0	671,701
Accrued wages and benefits	4,420	2,066
Compensated absences payable	3,898	673
Due to other governments	1,358	310
Accrued interest payable	1,248	6,692
Capital lease - current portion	31,918	0
Bonds payable - current portion	0	109,215
Total current liabilities	<u>51,358</u>	<u>808,733</u>
Long-term liabilities		
Capital leases	50,899	0
Bonds payable	0	1,354,265
Total long-term liabilities	<u>50,899</u>	<u>1,354,265</u>
Total liabilities	<u>102,257</u>	<u>2,162,998</u>
Net assets		
Invested in capital assets, net of related debt	1,469,671	0
Unrestricted	230,167	317,810
Total net assets	<u>\$1,699,838</u>	<u>317,810</u>

See accompanying notes to the basic financial statements

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

	<u>Business Type Activity - Golf Course</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating revenues		
Charges for services	\$ 669,176	5,176,471
Other	<u>431,910</u>	<u>0</u>
Total operating revenues	<u>1,101,086</u>	<u>5,176,471</u>
Operating expenses		
Personal services	507,634	171,002
Contractual services	25,761	79,652
Claims	0	5,240,572
Materials and supplies	436,510	226,823
Depreciation	62,002	0
Capital outlay	<u>1,602</u>	<u>0</u>
Total operating expenses	<u>1,033,509</u>	<u>5,718,049</u>
Operating income	<u>67,577</u>	<u>(541,578)</u>
Other non-operating revenues (expenses)		
Interest income	3,560	4,435
Interest and fiscal charges	<u>(7,146)</u>	<u>(84,887)</u>
Total non-operating revenues (expenses)	<u>(3,586)</u>	<u>(80,452)</u>
Income (Loss) before transfers	63,991	(622,030)
Transfers - in	<u>0</u>	<u>601,000</u>
Change in net assets	63,991	(21,030)
Net assets at beginning of year	<u>1,635,847</u>	<u>338,840</u>
Net assets at end of year	<u>\$ 1,699,838</u>	<u>317,810</u>

See accompanying notes to the basic financial statements

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

	Business Type Activity - <u>Golf Course</u>	Governmental Activities - Internal <u>Service Funds</u>
Cash Flows from Operating Activities:		
Cash received from customers	\$669,176	0
Cash received from quasi-external operating transactions with other funds	0	5,278,405
Other operating revenues	431,910	0
Cash payments for other operating expenses	0	(227,197)
Cash payments to suppliers for goods and services	(438,956)	(93)
Cash payments for claims	0	(5,287,490)
Cash payments for employee services and benefits	(554,244)	(173,790)
Cash payments for contractual services	(25,761)	(71,547)
Cash payments for capital outlay	<u>(7,321)</u>	<u>0</u>
Net cash provided by (used in) operating activities	<u>74,804</u>	<u>(481,712)</u>
Cash Flows from Noncapital Financing Activities:		
Transfer - in	0	601,000
Transfer - out	<u>0</u>	<u>(287,238)</u>
Net cash provided by noncapital financing activities	<u>0</u>	<u>313,762</u>
Cash Flows from Capital and Related Financing Activities:		
Proceeds of notes	0	0
Note repayment	(100,000)	0
Note interest	(1,919)	0
Principal lease payment	(30,397)	0
Interest paid on lease	<u>(5,227)</u>	<u>0</u>
Net cash used in capital and related financing activities	<u>(137,543)</u>	<u>0</u>
Cash Flows from Investing Activities:		
Interest	<u>5,725</u>	<u>7,751</u>
Cash provided by investing activities	<u>5,725</u>	<u>7,751</u>
Net (decrease) in cash and cash equivalents	(57,014)	(160,199)
Cash and cash equivalents beginning of year	<u>282,316</u>	<u>1,167,262</u>
Cash and cash equivalents end of year	<u><u>225,302</u></u>	<u><u>1,007,063</u></u>

(continued)

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

	<u>Business Type Activity - Golf Course</u>	<u>Governmental Activities - Internal Service Funds</u>
Reconciliation of operating income to net cash used in operating activities		
Operating income	67,577	(541,578)
Adjustments to reconcile operating income to net cash used in operating activities:		
Depreciation	62,002	0
Change in assets and liabilities:		
Decrease in due from others	0	101,934
Increase in inventory	461	0
Increase/(Decrease) in accounts payable	(8,823)	7,608
Increase in accrued wages and benefits	2,162	324
Increase/(Decrease) in compensated absences payable	(43,808)	(1,624)
Increase/(Decrease) in due to other governments	(4,767)	(1,488)
(Decrease) in claims payable	<u>0</u>	<u>(46,888)</u>
Net cash provided by (used in) operating activities	<u>\$74,804</u>	<u>(481,712)</u>

See accompanying notes to the basic financial statements.

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

	<u>Total Agency Funds</u>
Assets	
Equity in pooled cash and cash equivalents	\$ 957,377
Cash and cash equivalents in segregated accounts	16,691
Cash and cash equivalents with fiscal and escrow agents	565,396
Due from other governments	<u>353,514</u>
 Total assets	 <u><u>\$ 1,892,978</u></u>
Liabilities	
Due to other funds	\$ 353,514
Due to other governments	10,927
Deposits held and due to others	<u>1,528,537</u>
 Total liabilities	 <u><u>\$ 1,892,978</u></u>

See accompanying notes to the basic financial statements

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

NOTE 1 - DESCRIPTION OF CITY OPERATIONS AND REPORTING ENTITY

The City: The City of Parma, Ohio (the “City”) is a political subdivision of the State of Ohio operated pursuant to state statute. The City was originally established as a township in 1826, incorporated as a village in 1924, and organized as a city in 1931. The City is organized as a Mayor/Council form of government. The Mayor, Council, Auditor, Treasurer and Law Director are elected, as are three Municipal Court Judges and a Clerk of Courts. The mayoral election was held in November 2003 and the new mayor took office in January of 2004.

Reporting Entity:

In evaluating how to define the governmental reporting entity, the City complies with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, under which the financial statements include all the organizations, activities, functions, and component units for which the City (“primary government”) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit’s board, and either (1) the City’s ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

On this basis, the City’s financial reporting entity has no component units but includes in its financial statements the financial activities of all departments, agencies, boards and commissions that are part of the primary government, including police and fire protection, parks and recreation, health, certain social services and general administrative services. In addition, the City owns and operates one enterprise activity, a municipal golf course.

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

The City is associated with certain organizations that are identified as jointly governed organizations; however, the City has no ongoing financial interest or responsibility. These organizations are presented in Note 16 to the basic financial statements. These organizations are:

Parma Community General Hospital Association
Southwest Council of Governments

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

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements as of December 31, 2004 and for the year then ended have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) applicable to local governments. The Governmental Accounting Standards Board (“GASB”) is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB’s Codification of Governmental Accounting and Financial Reporting Standards (“GASB Codification”). Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, the City complies with GASB guidance applicable to its governmental and business-type activities. The City also complies with Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued after November 30, 1989 to its governmental and business type activities and to its proprietary funds that do not conflict with or

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

contradict GASB pronouncements. The most significant of the City's accounting policies are described below.

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 position.

Government-wide financial statements consist of a statement of net assets and a statement of activities. These statements report all of the assets, liabilities, revenues, expenses, and gains and losses of the City. Governmental activities are reported separately from business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenues whereas business-type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. Fiduciary funds of the City are not included in these government-wide financial statements.

Interfund receivables and payables and bonds and notes issued by the City and held by the City as investments within governmental and business-type activities have been eliminated in the government-wide statement of net assets. Related interest amounts are eliminated in the government-wide statement of activities. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business-type activities total column.

Internal service fund balances, whether positive or negative, have been eliminated against the expenses and program revenues shown in the governmental activities statement of activities.

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 program or function and, therefore, are clearly identifiable to a particular function. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions, including special assessments that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. General revenues identify 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. Non-major funds are aggregated and presented in a single column. Internal service funds are combined and the totals are 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

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

which they may 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 balances. The following are the City's major governmental funds:

General Fund – The General Fund is the primary operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in other funds. Its revenues consist primarily of income and property taxes, investment earnings, shared revenues, charges for services, and licenses, fees, and fines.

General Fund expenditures represent the costs of legislative and executive (general government); security of persons and property (including police and fire); public health and welfare; transportation, community environment, basic utility services, and leisure time activities. General Fund resources are also transferred annually to support other services that are accounted for in other separate funds.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

City Income Tax Capital Acquisitions Fund – The City Income Tax Capital Acquisitions Fund is used to account for the portion of the City's income tax to be used for the acquisition and maintenance of capital assets.

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 - The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City has one major enterprise fund.

Municipal Golf Course – The Municipal Golf Course fund is used to account for the financial activities of the Ridgewood Municipal Golf Course.

Internal Service Funds - The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments or to other governments on a cost-reimbursement basis. The City's internal service funds report on liability insurance, medical insurance and worker's compensation.

Fiduciary Funds – Fiduciary funds reporting focuses on net assets and changes in net assets. Private-purpose trust funds are used to account for trust arrangements that benefit individuals, private organizations, or other governments. For accounting measurement purposes, the private-purpose trust funds are accounted for in essentially the same manner as proprietary funds. During 2004, the City did not utilize any private-purpose trust funds. Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. For accounting measurement purposes, the agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. Other fiduciary funds include pension trust funds and investment trust funds. During 2004, the City did not utilize any such trust funds. Fiduciary funds are not included in the government-wide statements.

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

C. *Measurement Focus*

Government-Wide Financial Statements

The government-wide financial statements are prepared using the 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 government funds.

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 net assets. The statement of 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 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 Non-Exchange 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. Available period for the City is thirty-one days after year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned.

Revenue from property taxes is recognized in the year for which the taxes are levied (see Note 5).

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

Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Deferred Revenue

Deferred revenue arises when assets are recognized before 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. Special assessments not received within the available period and 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. 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 Procedures***

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

The legal level of budgetary control is at the detail object within each department. Any budgetary modifications at this level may only be made by resolution of the City Council.

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

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

December 31 of the following year.

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

On or about January 1, the certificate of estimated resources is amended to include any unencumbered balances at December 31 of the preceding year. Upon a determination by the Auditor that the revenue to be collected by the City will be greater or less than the amount included in the official certificate, the Auditor shall certify the amount of the excess or deficiency to the County Budget Commission, and if it is deemed reasonable by the Commission, the County Budget Commission shall certify an amended official certificate reflecting the deficiency or excess. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2004.

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

Funds appropriated may not be expended for purposes other than those designated in the appropriation measure. The allocation of appropriations among departments and major objects within a fund may be modified during the year only by an ordinance of Council. During the year, several supplemental appropriation measures were passed. None of these supplemental appropriations had any significant effect on the original appropriations. The "original budget" designation that appears in the statements of budgetary comparisons represents the original budget amounts adopted in the annual appropriation ordinance; the "final budget" designation represents the budget amount including all amendments and modifications passed by Council during the year.

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

The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the fund financial level, encumbrances outstanding at year-end are reported as reservations of fund balances for subsequent year expenditures for governmental funds and reported in the notes to the basic financial statements for proprietary funds.

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

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

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statements of Revenue, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual – General 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 identified as follows:

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

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance	General
GAAP Basis	\$ (1,555,391)
Increase (decrease) due to:	
Revenue accruals	923,401
Expenditure accruals	(925,832)
Outstanding encumbrances	(164,501)
Budget basis	\$ (1,722,323)

F. Other Significant Accounting Policies

Cash and Cash Equivalents: Cash resources of certain individual funds are combined to form a pool of cash and investments that is managed by the City Treasurer. Investments in the Pooled Cash Account, consisting of certificates of deposit, repurchase agreements, U.S. government securities, StarOhio and time deposits, are carried at fair value (see Note 4) based on quoted market values. Interest earned on pooled cash and investments is distributed to the appropriate funds utilizing a formula based on the month-end balance of cash and investments of each fund.

Cash equivalents are defined as highly liquid investments with a maturity of three months or less at the time they are purchased by the City.

Investments: The City reports its investments at fair value based on quoted market values and recognizes the corresponding change in the fair value of the investments recorded in investment earnings in the year in which the change occurs. The City reports its investment in StarOhio at fair market value as of the date of the StarOhio statement.

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 at the time of the purchase and the expenditure/expense in the year in which services are consumed.

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

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

Capital Assets: Capital assets, which include property, plant, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements to the extent the City's capitalization threshold is met. The City defines capital assets as assets with an estimated useful life in excess of 5 years and an individual cost of more than \$5,000. Assets are recorded at historical cost or estimated historical cost, if historical cost is not available. Contributed fixed assets are recorded at their estimated fair market value on the date contributed.

As permitted under the implementation provisions of GASB Statement No. 34, the historical cost of infrastructure assets acquired, significantly reconstructed or that received significant improvements prior to January 1, 1980 have not been included as part of governmental capital assets in the government-wide financial statements. The City will include infrastructure assets placed in service after January 1, 1980 but prior to January 1, 2003 in the government-wide financial statements as permitted under the implementation provisions of GASB Statement No. 34.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets.

Costs for maintenance and repairs are expensed when incurred. However, costs for repairs and upgrades that materially add to the value or life of an asset and meet the above criteria are capitalized.

The City depreciates capital assets on a straight-line basis using the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land	Not depreciated
Land Improvements	10 - 20 years
Buildings	70 years
Equipment and vehicles	10 years for governmental activities 15 years for business-type activities
Computer software	15 years
Infrastructure	5 - 50 years

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

Compensated Absences: The liability for compensated absences is based on GASB Statement No. 16, "Accounting for Compensated Absences."

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Normally, all vacation time is to be taken in the year available.

Sick days not taken may be accumulated until retirement. An employee is paid one-third of accumulated sick leave upon retirement, calculated at current wage rates, with the balance being forfeited. The City uses the vesting method to calculate its sick leave liability. Under this method, a liability for severance is based on sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments according to City union agreements.

In the government-wide and proprietary funds financial statements, the entire amount of unpaid compensated absences is reported as a liability. A liability for compensated absences is accrued in the governmental funds only if the amount is currently due and payable at year-end. These amounts are recorded as accrued wages and benefits in the fund from which the employees who have accumulated leave are paid. The remaining portion of the liability is not reported in the governmental funds.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid.

Long-Term Obligations: In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Losses on advance refundings are deferred and amortized over the life of the new debt, or the life of the advance refunded debt, whichever is shorter. Bonds payable are reported net of the applicable unamortized bond premium, discount or advance refunding losses. Bond issuance costs are reported as other assets and amortized over the term of the related debt.

In the governmental fund financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized as revenues or expenditures during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as other financing uses.

Fund Balances/Reserves: In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Reservations include amounts for open encumbrances, inventory and loans receivable. Designations of fund balances represent tentative management plans that are subject to change.

Grants and Other Intergovernmental Revenues: Grants and assistance awards made on the basis of entitlement programs are recorded as intergovernmental receivables and revenues when entitlement occurs. Reimbursement type grants are recorded as intergovernmental receivables and revenues when the related expenditures (expenses) are incurred. The City accounts for loans receivable related to the Community Development Block Grants as a reservation of fund balance in the fund financial statements to the extent that these loans do not have to be repaid to the Federal government. The loan proceeds are earmarked for future reprogramming under federal guidelines and are not available to fund current operating expenditures of the City.

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

Encumbrances: Encumbrance accounting is employed in all City funds with the exception of Parma Public Housing. As part of the City's formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Encumbrances outstanding at year-end are reported as a reservation of fund balances in the fund financial statements since they do not constitute expenditures or liabilities and are carried forward to the next fiscal year.

Interfund Transactions: During the course of normal operations, the City has numerous transactions between funds, including the allocation of centralized expenses and transfers of resources to provide services, construct assets and service debt. Such transactions are generally reflected as operating transfers or direct expenses of the fund that is ultimately charged for such costs. Quasi-external transactions are accounted for as revenues and expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Operating Revenues and Expenses: Operating revenues are those that are generated directly from the primary activity of the proprietary funds. For the City, those revenues are charges for services for the golf course. Operating expenses are necessary costs incurred to provide the service for the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as non-operating.

Net Assets: Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consisted 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 constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

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. Neither type of transaction occurred during 2004.

Statement of Cash Flows: The City utilizes the direct method of reporting cash flows from operating activities in the Statement of Cash Flows as defined by the GASB Statement No. 9 "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting". In the statement of cash flows, cash receipts and cash payments are classified according to operating, noncapital financing, capital and related financing, and investing activities.

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.

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

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Legal Compliance

The following funds, which were corrected at year-end, had expenditures plus encumbrances exceeding authorized appropriations at the legal level of budgetary control on October 31, 2004, contrary to Ohio Revised Code Section 5705.41 (B):

<u>Fund/Department/Detail/Object</u>	<u>FY 2004 Appropriations Plus Prior Year Encumbrances Appropriated</u>	<u>Expenditures Plus Encumbrances</u>	<u>Variance</u>
General Fund			
City Income Tax			
All Other Expenditures			
Contractual Services	\$56,000	\$64,108	(\$8,108)
General Fund			
Law Director			
All Other Expenditures			
Special Counsel	\$49,468	\$57,938	(8,470)
General Fund			
City Council			
All Other Expenditures			
Outside Printing	\$8,000	\$10,415	(2,415)

In order to address the budgetary violations of Ohio Revised Code Section 5705.41 (B), the City intends to closely monitor the budgetary accounts to eliminate these weaknesses in future periods.

The following funds, which were corrected at year-end, had appropriations in excess of the amount certified as available by the budget commission as of October 31, 2004, contrary to Ohio Revised Code Section 5705.39:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
Disaster Preparedness	\$30,559	\$80,850	(\$50,291)
Noxious Weeds	\$13,934	\$26,550	(\$12,616)
Parma Public Housing	\$3,547,656	\$5,185,086	(\$1,637,430)

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

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

Deficit Fund Balances

At October 31, 2004, the following funds had deficit fund cash balances contrary to Ohio Revised Code Section 5705.10:

Non-Major Funds

Fair Housing	\$325,671
West Creek Preservation	126,371
Parma Public Housing	164,467
Fire Levy	164,826
Street Lighting	264,955

At December 31, 2004, the following fund had a deficit fund cash balance contrary to Ohio Revised Code Section 5705.10:

Non-Major Funds

Fire Pension	\$82,115
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In addition, the following individual funds had GAAP deficit fund balances at year-end:

Non-Major Funds

Community Development Block Grant	\$149,802
Noxious Weeds	7,466
Street Lighting	78,619
Fire Pension	18,754
Fair Housing	73,292
Juvenile Diversion Program	1,109
Traffic Intervention Program	247
West Creek Preservation	88,694
FEMA Assistance to Firefighters	21,168
Henninger Homestead	13,815
Sewer Construction	966,618
Senior Citizens Center	34,538
Workers' Compensation Insurance	613

Management is aware of these deficits and is analyzing the fund operations to determine the appropriate action to alleviate each fund's deficit. The general fund is liable for any deficits in these funds and provides operating transfers when cash is required, not when accruals occur.

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

NOTE 4 - POOLED AND SEGREGATED CASH AND INVESTMENTS

Except for monies of the Parma Public Housing Agency and the Parma Municipal Court, whose depository accounts are presented as “Cash and cash equivalents in segregated accounts” or as “Cash and cash equivalents with fiscal and escrow agents”, monies of all other funds of the City are maintained or invested in a common group of bank accounts. Collectively these common bank accounts and investments are presented as “Equity in pooled cash and cash equivalents” on the statement of net assets. Individual fund integrity is maintained through the City’s accounting records.

Certain funds have made cash disbursements in excess of their individual equities in the pooled cash accounts. Such amounts have been classified as due to other funds and due from other funds between the General Fund and the respective funds that have made disbursements in excess of their individual equities in the pooled cash accounts.

Deposits: Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio.

GASB Statement No. 3, “*Deposits with Financial Institutions, Investments (Including Repurchase Agreements) and Reverse Repurchase Agreements*”, requires the City to categorize its deposits into one of three categories:

Category 1: Insured or collateralized with securities held by the entity or by its agent in the entity’s name.

Category 2: Collateralized with securities held by pledging financial institution’s trust department or agent in the entity’s name.

Category 3: Uncollateralized (this includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the entity’s name).

At year-end, the carrying amount of the City’s deposits including certificates of deposit was \$3,089,263 and the actual bank balance totaled \$3,832,566. The difference represents outstanding warrants payable and normal reconciling items. Based on the criteria described in GASB Statement No. 3, \$778,967 of the bank balance was insured or collateralized with securities held by the City or by its agent in the City’s name. The remaining balance of \$3,053,599 was uninsured and uncollateralized, as defined by the GASB, (which includes any bank balance that is collateralized with securities held by the pledging financial institution or by its trust department but not in the City’s name).

Investments: The City’s investment policies are governed by state statutes and City ordinances which authorize the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities; bonds and other State of Ohio obligations; certificates of deposit; U.S. Government Money Market Mutual Funds; State Treasurer Asset Reserve Fund (STAROhio); guaranteed investment contracts and repurchase transactions. Such repurchase transactions must be purchased from financial institutions as discussed in “Deposits” above or registered broker/dealers. Repurchase transactions are not to exceed a period of one year and confirmation of securities pledged must be obtained. Under City policy, investments are limited to repurchase agreements, U.S. government securities, certificates of deposit, investments in certain money market mutual funds and State Treasurer Asset Reserve Fund (StarOhio). Generally, investments are recorded in segregated accounts by way of book entry through the bank’s commercial or trust department and are kept at the Federal Reserve Bank in the depository institution’s separate custodial account for the City, apart from the assets of the depository institution. Ohio statute prohibits the use of reverse repurchase agreements as of September 1996.

Investment securities are exposed to various risks such as interest rate, market and credit. Market values of securities fluctuate based on the magnitude of changing market conditions, therefore, significant changes in market conditions could materially affect portfolio value.

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

GASB Statement No. 3 requires the City to categorize its deposits and investments into one of three categories:

Category 1: includes insured or registered, or securities held by the City or its agent in the City's name;

Category 2: includes uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name and;

Category 3: includes uninsured and unregistered, with securities held by the counterparty or its trust department or agent but not in the City's name.

The categorized investments shown in the following table include those that are classified as cash equivalents in accordance with the provisions of GASB Statement No. 9:

	<u>Category 1</u>	<u>Category 3</u>	<u>Carrying Amount</u>	<u>Fair Value</u>
Victory Federal Mutual Funds	-	-	186,168	186,168
STAR Ohio	-	-	1,385,268	1,385,268
Money Market Accounts	-	-	5,181,960	5,181,960
FHLB	-	3,476,645	3,476,645	3,476,645
FNMA	-	248,395	248,395	248,395
Municipal Bonds	16,000	-	16,000	16,000
	<u>\$16,000</u>	<u>3,725,040</u>	<u>10,494,436</u>	<u>10,494,436</u>

During 2004, investments were limited to federal agency securities, repurchase agreements, manuscript bonds, STAR Ohio, non-negotiable certificates of deposit, Victory Federal Mutual Funds, and money market accounts.

Except for non-participating investment contracts, investments are reported at fair value.

STAR Ohio is an investment pool created pursuant to Ohio statutes and managed by the Treasurer of the State of Ohio that allows governments within the state to pool their funds for investment purposes. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 2004. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940.

Non-participating investment contracts include non-negotiable certificates of deposit that are reported at cost. Amounts invested with STAROhio, Victory Federal Mutual Funds, and money market accounts in a collective pool and in guaranteed investment contracts are not classified by risk categories because they are not evidenced by securities that exist in physical or book entry form as defined by GASB Statement No. 3.

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

Reconciliation to Financial Statements:

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. Cash and equivalents are defined as investments with an original maturity of three months or less. Reconciliation between the classification of cash and investments on the basic financial statements and the classifications per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents	Investments
GASB Statement No. 9	\$13,583,699	\$0
Investments:		
Victory Federal Mutual funds	(186,168)	186,168
STAR Ohio	(1,385,268)	1,385,268
Money Market Accounts	(5,181,960)	5,181,960
Federal Home Loan Bank	(3,476,645)	3,476,645
Federal Home Loan Mortgage Association	(248,395)	248,395
Municipal Bonds	(16,000)	16,000
GASB Statement No. 3	\$3,089,263	\$10,494,436

NOTE 5 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility and tangible property (used in business) located in the City. The 2004 levy was based upon an assessed valuation of approximately \$1,701,410,336. Ohio law prohibits taxation of property from all taxing authorities in excess of 10 mills of assessed value without a vote of the people. Under current procedures, the City's share is 5.10 mills, of which 0.20 mills is dedicated to debt service and 0.60 mills is dedicated to the payment of police and fire pension obligations. A revaluation of all property is required to be completed no less than every six years, with a statistical update every third year. Assessed values are established by the Cuyahoga County Auditor. The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City.

Real property taxes, excluding public utility property, are all assessed at 35% of appraised market value. Pertinent real property tax dates are:

Collection Dates	January 20 and June 20 of the current year
Lien Date	January 1 of the year preceding the collection year
Levy Date	October 1 of the year preceding the collection year

Tangible personal property taxes are based on assessed values determined at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. For the collection year 2004, the percentage used to determine taxable value of personal property and inventory was 25% of true value for capital assets and 23% of true value for inventory. Pertinent tangible personal property tax dates are:

Collection Dates	April 30 and September 30 of the current year
Listing Date	December 31 of the preceding year
Levy Date	October 1 of the year preceding the collection year

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

An electric company's taxable transmission and distribution property is assessed at 88% of true value, while all of its other taxable property is assessed at 25% of true value. Pertinent public utility tangible personal property tax dates are:

Collection Dates	January 20 and June 20 of the current year
Lien Date	December 31 of the second year preceding the collection year
Levy Date	October 1 of the year preceding the collection year

The full tax rate for all City operations for the year ended December 31, 2004, was \$5.10 per \$1,000 of assessed value. The assessed values of real and tangible personal property certified for tax year 2004 are as follows:

Real Property	\$1,573,099,850
Tangible Personal Property	94,630,746
Public Utility Property	<u>33,679,740</u>
 Total Valuation	 <u><u>\$1,701,410,336</u></u>

NOTE 6 - INCOME TAXES

The City levies a municipal income tax of 2% on all salaries, wages, commissions and other compensation earned within the City. A portion of the City income tax is restricted in its use to capital expenditures and debt service and is included in the City Income Tax Capital Acquisitions Fund. All other income tax proceeds are included in the General Fund. Employers are required to withhold this income tax from all their employees working within the City's limits, without regard to where the employees reside. The income tax withheld by employers must be remitted to the City on a monthly basis if the amount exceeds \$100 per month, otherwise quarterly. Persons under 18 years of age are not subject to the City income tax.

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

City residents are also subject to a 2% income tax on all income earned outside the City's limits. A credit of 50% is recognized on all municipal income taxes paid to another community. This credit cannot exceed the City's income tax rate of 2% or the tax rate of the municipality in which the income was generated, whichever is less.

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

In 2004, income tax proceeds were credited 78.75% to the General Fund and 21.25% to the City Income Tax Capital Acquisitions capital projects fund.

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

NOTE 7 - INTERGOVERNMENTAL RECEIVABLES

A summary of the governmental activities principal items of the intergovernmental receivables follows:

	<u>Amount</u>
Local government	\$ 2,053,800
Gasoline tax	1,001,727
Permissive motor vehicle license tax	268,961
Motor vehicle license registration	266,270
Homestead and rollback	622,030
Liquor permits	40,736
Estate tax	345,015
Miscellaneous	<u>11,003</u>
Total	<u>\$ 4,609,542</u>

NOTE 8 – COMPENSATED ABSENCES

Accumulated Vacation

City employees earn vacation leave at varying rates based upon length of service. Vacation leave is earned in one year and must be used in the next year. Any unused vacation leave is eliminated from the employee's vacation leave balance. In the case of death or retirement, an employee (or his estate) is paid for his unused vacation leave to a maximum of the amount of vacation leave earned in the prior year but not yet used and, on a pro rata basis, vacation leave earned during the current year. At December 31, 2004, the total vacation obligation for the City as a whole amounted to \$955.

Accumulated Unpaid Sick Leave

City employees earn sick leave at the rate of four and six tenths hours per eighty hours of service. Sick leave is cumulative without limit. In the case of death or retirement, an employee (or his estate) with ten or more years of service (except five or more years of service for American Federation of State, County, and Municipal Employees union members) is paid for one-third of his accumulated sick leave not to exceed various ceilings depending on the department for which the employee worked. The total obligation for sick leave accrual for the City as a whole as of December 31, 2004, was \$1,015,674.

Accumulated Overtime

All City employees earn overtime for work performed in excess of regular hours. Limitations of maximum accumulation of overtime hours are specified in the union agreements. During 2004, overtime was accumulated at a rate of one and one-half hours of overtime for each excess hour worked. All unpaid, accumulated overtime is paid to employees upon separation or death. Overtime is paid at the current wage rate in effect when the overtime is paid. At December 31, 2004, accumulated, unpaid overtime for the City as a whole was \$1,238,526.

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

NOTE 9 – CAPITAL ASSET ACTIVITY

Capital asset activity for the year ended December 31, 2004 was as follows:

	Balances 12/31/2003	Additions	Disposals	Balances 12/31/2004
Governmental activities				
Nondepreciable assets				
Land	\$5,333,552	249,315	0	5,582,867
Construction in progress	0	4,503,092	0	4,503,092
Total nondepreciable assets	<u>5,333,552</u>	<u>4,752,407</u>	<u>0</u>	<u>10,085,959</u>
Depreciable assets:				
Land improvements	113,230	41,173	0	154,403
Buildings	24,990,447	0	0	24,990,447
Equipment	3,270,434	559,901	0	3,830,335
Vehicles	9,364,431	819,844	(234,763)	9,949,512
Software	739,000	183,165	0	922,165
Infrastructure				
Roads	0	415,235	0	415,235
Total depreciable assets	<u>38,477,542</u>	<u>2,019,318</u>	<u>(234,763)</u>	<u>40,262,097</u>
Less accumulated depreciation:				
Land improvements	7,549	10,294	0	17,843
Buildings	4,471,539	357,006	0	4,828,545
Equipment	1,768,513	269,349	0	2,037,862
Vehicles	5,805,472	815,542	(213,080)	6,407,934
Software	184,335	73,878	0	258,213
Infrastructure				
Roads	0	13,841	0	13,841
Total accumulated depreciation	<u>12,237,408</u>	<u>1,539,910</u>	<u>(213,080)</u>	<u>13,564,238</u>
Total depreciable assets, net	<u>26,240,134</u>	<u>479,408</u>	<u>(21,683)</u>	<u>26,697,859</u>
Governmental activities capital assets, net	<u>\$31,573,686</u>	<u>5,231,815</u>	<u>(21,683)</u>	<u>36,783,818</u>
Business-Type Activities				
Nondepreciable assets				
Land	\$1,078,077	0	0	1,078,077
Total nondepreciable assets	<u>1,078,077</u>	<u>0</u>	<u>0</u>	<u>1,078,077</u>
Depreciable assets:				
Land improvements	263,700	0	0	263,700
Buildings	157,051	0	0	157,051
Equipment	617,974	5,719	0	623,693
Vehicles	25,732	0	0	25,732
Total depreciable assets	<u>1,064,457</u>	<u>5,719</u>	<u>0</u>	<u>1,070,176</u>
Less accumulated depreciation:				
Land improvements	93,480	17,580	0	111,060
Buildings	80,784	2,244	0	83,028
Equipment	342,917	41,161	0	384,078
Vehicles	16,582	1,017	0	17,599
Total accumulated depreciation	<u>533,763</u>	<u>62,002</u>	<u>0</u>	<u>595,765</u>
Total depreciable assets, net	<u>530,694</u>	<u>67,721</u>	<u>0</u>	<u>474,411</u>
Business-type activities capital assets, net of accumulated depreciation	<u>\$1,608,771</u>	<u>67,721</u>	<u>0</u>	<u>1,552,488</u>

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

Depreciation expense was charged to governmental activities as follows:

General government	\$768,729
Security of persons and property	524,038
Transportation	13,841
Community environment	69,503
Basic utility services	40,665
Leisure time activities	<u>123,134</u>
 Total	 <u><u>\$1,539,910</u></u>

Depreciation expense was charged to business-type activities as follows:

Golf course	<u>\$62,002</u>
 Total:	 <u><u>\$62,002</u></u>

NOTE 10 - RISK MANAGEMENT

Self Insurance: The City is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The City does not carry commercial insurance for such risks. An excess coverage insurance (stop loss) policy covers claims in excess of \$250,000 per occurrence and an aggregate of \$10,000,000 per occurrence. Settled claims have not exceeded coverage in any of the last three years and there has been no significant reduction in coverage from the prior year.

In accordance with GASB Statement No. 10, claims liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported ("IBNRs"). Claims that meet this criteria are reported as liabilities of either governmental or business-type activities in the government-wide statement of net assets. In the fund financial statements, claims liabilities that relate to internal service funds are reported; however, the long-term portion of claims liabilities is not reported for governmental funds.

The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses, regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

A liability of \$48,500 provided by the City's Law Director has been recorded. Changes in the Liability Insurance Self-Insurance Fund claims liability amount for 2002 through 2004 were:

	Balance at <u>January 1</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance at <u>December 31</u>
2002	\$325,000	\$102,122	(\$134,122)	\$293,000
2003	293,000	128,348	(191,348)	230,000
2004	230,000	116,311	(297,811)	48,500

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

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

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

A liability, estimated by the third party administrator, in the amount of \$520,774 has been recorded to reflect unpaid claims cost including incurred but not reported claims as of December 31, 2004. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expense. Changes in the Medical Insurance Self-Insurance Fund claims liability amount for 2002 through 2004 were:

	Balance at January 1	Current Year Claims	Claim Payments	Balance at December 31
2002	\$354,814	\$3,649,692	(\$3,609,356)	\$395,150
2003	395,150	3,904,181	(3,924,611)	374,720
2004	374,720	4,676,761	(4,530,707)	520,774

Workers Compensation Insurance Fund (WCIF): Effective January 1, 1997, the City commenced participation in the State of Ohio workers' compensation program to provide workers' compensation benefits to its employees. The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries.

The City participated in a retroactive rating plan, under which the City assumed a portion of the risk in return for a possible reduction in premiums, through December 31, 1996. A liability in the amount of \$102,427, based on information provided by the Ohio Bureau of Workers' Compensation, has been recorded to reflect unpaid claims cost, including incurred but not reported claims, as of December 31, 2004. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expense.

All costs of workers claims, premiums, administrative costs and other additional assessments are paid out of the WCIF. Changes in the Workers' Compensation Insurance Fund claims liability amount for 2002 through 2004 were:

	Balance at January 1	Current Year Claims	Claim Payments	Balance at December 31
2002	\$61,001	\$488,936	(\$193,759)	\$356,178
2003	356,178	319,281	(561,590)	113,869
2004	113,869	447,500	(458,942)	102,427

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

NOTE 11– INTERFUND TRANSACTIONS AND BALANCES

Interfund Transactions: During the course of normal operations, the City records numerous transactions between funds including expenditures and transfers of resources to provide services, subsidize operations, and service debt. The City has the following types of transactions among funds:

Reciprocal interfund services provided and used – Purchases and sales of goods and services between funds for a price approximating their external exchange value.

Nonreciprocal interfund transfers – Flows of assets between funds without equivalent flows of assets in return and without a requirement for repayment. This includes operating transfers to subsidize various funds.

Nonreciprocal interfund reimbursements – Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them.

Interfund balances: Interfund balances at December 31, 2004 represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting records, and (3) payments between funds are made. All are expected to be paid within one year.

Detailed listings of interfund receivables and payables as of December 31, 2004 are as follows:

<u>Governmental Activities</u>	<u>Receivables</u>	<u>Payables</u>
General fund	\$ 552,416	0
Debt service fund	0	46,551
City income tax capital acquisitions fund	152,364	0
Other governmental funds	<u>0</u>	<u>658,229</u>
Total	<u>\$704,780</u>	<u>704,780</u>

Detailed listings of due to/due from other funds as of December 31, 2004 are as follows:

<u>Governmental Activities</u>	<u>Due from</u>	<u>Due to</u>
General fund	\$ 335,603	1,463,480
Internal service funds	1,463,480	-
Other governmental funds	17,911	
Agency funds	<u>-</u>	<u>353,514</u>
Total	<u>\$ 1,816,994</u>	<u>1,816,994</u>

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

Detailed listings of transfers as of December 31, 2004 are as follows:

<u>Governmental Activities</u>	<u>Transfers - in</u>	<u>Transfers - out</u>
General fund	\$ 31,150	4,365,264
Debt service fund	2,380,403	0
City income tax capital acquisition fund	18,735	2,644,520
Other governmental funds	6,833,468	2,854,972
Internal service funds	<u>601,000</u>	<u>0</u>
Total	<u>\$9,864,756</u>	<u>9,864,756</u>

NOTE 12 - DEFINED BENEFIT PENSION PLANS

Ohio Public Employees Retirement System: The City participates in the Ohio Public Employees 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% 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 which may be obtained by writing to the OPERS, 277 East Town Street, Columbus, Ohio 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 year ended December 31, 2004, 2003, and 2002 were \$1,576,338, \$1,220,483, and \$1,247,726 respectively; 100 percent has been contributed for 2004, 2003, and 2002.

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

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, while the City is required to contribute 11.75 percent for police and 16.25 percent for firefighters. The City’s contributions to the Fund for police and firefighters were \$797,246 and \$1,198,755, \$710,335 and \$1,004,466 for the year ended December 31, 2003, and \$801,652 and \$1,005,573 for the year ended December 31, 2002, respectively. The full amount has been contributed for 2003 and 2002. 78 percent for police and 76 percent for firefighters has been contributed for 2004 with the remainder being reported as a liability.

In addition to current contributions, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and firefighters in 1967. As of December 31, 2004, the unfunded liability of the City was \$100,754, payable in semi-annual payments through the year 2008. This is an accounting liability of the City that will not vary. The liability is reported as “long-term liabilities” in the governmental activities column on the statement of net assets.

NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS

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 the 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 of covered payroll (16.7 percent for public safety and law enforcement); 4 percent 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 percent, an annual increase in active employee total payroll of 4 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between 0.50 percent and 6.30 percent based on additional annual pay increases. Health care premiums were assumed to increase 1 percent and 6 percent annually for the next eight years and 4 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. The City’s actual contributions for 2004 that were used to fund postemployment benefits were \$660,246. 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.

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

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.

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 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 is 19.5 percent of covered payroll and the total firefighter employer contribution is 24 percent of covered payroll, of which 7.75 percent of covered payroll was applied to the postemployment health care program during 2004. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions.

The City's actual contributions for 2004 that were used to fund post employment benefits were \$525,843 for police and \$571,714 for firefighters. The OP&F's total health care expenses for the year ended December 31, 2003, (the latest information available) were \$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.

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

NOTE 14 – LONG-TERM OBLIGATIONS

Changes in long-term obligations during 2004 are as follows:

	Original Issue	Principal Balance 12/31/2003	Increase	Decrease	Principal Balance 12/31/2004	Amount Due Within One Year
Governmental Activities:						
Special Assessment Bonds						
8.500% - (1985) Commerce Parkway West	\$ 335,000	32,000	0	16,000	16,000	16,000
7.040% - (1991) Ridgewood Water Line	310,000	60,000	0	20,000	40,000	20,000
3.790% - (1999 OWDA) Bruening Drive	185,005	167,513	0	7,470	160,043	3,841
5.250% - (2000) Street Improvements	2,255,000	1,955,000	0	120,000	1,835,000	125,000
4.120% - (1997 OWDA) Burden Drive	65,984	54,758	0	3,104	51,654	1,600
Total Special Assessment Bonds	3,150,989	2,269,271	0	166,574	2,102,697	166,441
General Obligation Bonds						
Unvoted:						
5.561% - (1995) Various Purpose General Obligation Bonds	2,535,700	1,024,585	0	235,000	789,585	245,000
5.561% (1995) Various Purpose Bonds	2,184,300	1,565,415	0	101,934	1,463,481	109,215
5.533% - (1995) Refunding Bonds	3,900,000	2,260,000	0	253,066	2,006,934	265,785
5.173% - (1998) Justice Center Bonds	12,000,000	11,345,000	0	330,000	11,015,000	340,000
5.402% - (1999) Justice Center Bonds	1,610,000	1,400,000	0	60,000	1,340,000	60,000
2.000% - (2003) Health District Bonds	2,700,000	2,700,000	0	100,000	2,600,000	100,000
2.000% - (2003) Park Acquisition Bonds	3,000,000	3,000,000	0	110,000	2,890,000	115,000
Total Unvoted General Obligation Bonds	27,930,000	23,295,000	0	1,190,000	22,105,000	1,235,000
Total General Obligation Bonds		23,295,000	0	1,190,000	22,105,000	1,235,000
Ohio Public Works Commission Loans						
0% - (1993) Brookdale Watermain	287,007	136,327	0	14,350	121,977	7,175
0% - (1994) Broadview Road Watermain	116,419	58,209	0	5,821	52,388	2,910
0% - (1995) State Road Watermain	139,367	83,621	0	6,968	76,653	3,484
0% - (1995) West 24th Street Watermain	70,711	45,328	0	3,626	41,702	1,813
0% - (1996) Brookpark Road Watermain	385,263	269,684	0	19,263	250,421	9,632
0% - (1997) State Road Watermain III	250,242	175,170	0	12,512	162,658	6,256
0% - (1999) State Road Sewer Rejuvenation	1,197,683	868,320	0	59,884	808,436	29,942
0% - (1999) Ridge Road Watermain II	383,897	307,117	0	19,195	287,922	9,597
0% - (1999) Gabriella Drive Watermain	383,825	307,061	0	19,191	287,870	9,595
0% - (1999) Chestnut Hills Sanitary Sewer	288,298	245,053	0	14,415	230,638	7,207
Total Ohio Public Works	3,502,712	2,495,890	0	175,225	2,320,665	87,611

(Continued)

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

	Original Issue	Principal Balance 12/31/2003	Increase	Decrease	Principal Balance 12/31/2004	Amount Due Within One Year
Ohio Water Development Authority Loans						
4.350% - (1996) West 16th Sanitary Sewer	157,250	130,300	0	8,476	121,824	4,377
4.350% - (1996) Ackley Road Sanitary Sewer	51,304	42,512	0	2,765	39,747	1,428
4.040% - (1999) Chestnut Hills Sewer	1,901,141	1,630,757	0	97,582	1,533,175	50,274
4.120% - (1999) Brookpark/W60th Sewer	306,381	259,387	0	14,706	244,681	7,581
4.120% - (1999) Ridge Road Watermain	737,688	629,016	0	34,006	595,010	17,530
4.120% - (1999) State Road Watermain	1,095,912	934,469	0	50,520	883,949	26,043
4.120% - (1999) Broadview Road Sewer	178,917	153,582	0	7,928	145,654	4,087
3.910% - (1999) Brookpark/Rosesside Sewer	110,112	54,417	0	4,512	49,905	0
Total Ohio Water Development Authority	<u>4,538,705</u>	<u>3,834,440</u>	<u>0</u>	<u>220,495</u>	<u>3,613,945</u>	<u>111,320</u>
Other General Long-Term Obligations						
Police and Firemen's Pension Liability		125,871	0	25,117	100,754	26,195
Capital Leases		3,056,327	404,270	947,603	2,512,994	888,583
Compensated Absences		<u>1,844,892</u>	<u>460,929</u>	<u>230,465</u>	<u>2,075,356</u>	<u>179,798</u>
Total Other Long-Term Obligations		<u>5,027,090</u>	<u>865,199</u>	<u>1,203,185</u>	<u>4,689,104</u>	<u>1,094,576</u>
Total General Long-Term Obligations		<u>36,921,691</u>	<u>865,199</u>	<u>2,955,479</u>	<u>34,831,411</u>	<u>2,528,507</u>
Totals All Obligations		<u>\$ 36,921,691</u>	<u>865,199</u>	<u>2,955,479</u>	<u>34,831,411</u>	<u>2,528,507</u>
Business-Type Activities:						
Capital Leases		113,214	0	30,397	82,817	31,918
Compensated Absences		<u>47,706</u>	<u>0</u>	<u>47,706</u>	<u>0</u>	<u>0</u>
Total Other Long-Term Obligations		<u>160,920</u>	<u>0</u>	<u>78,103</u>	<u>82,817</u>	<u>31,918</u>
Total General Long-Term Obligations		<u>160,920</u>	<u>0</u>	<u>78,103</u>	<u>82,817</u>	<u>31,918</u>
Totals All Obligations		<u>\$ 160,920</u>	<u>0</u>	<u>78,103</u>	<u>82,817</u>	<u>31,918</u>

All bonds are secured by the full faith and credit of the City. Such bonds and notes are payable from ad valorem property taxes levied within the limitations provided by law, irrespective of whether such bonds or notes are secured by other receipts of the City in addition to such ad valorem property taxes.

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

The City's overall legal debt margin was \$151,735,931 at December 31, 2004.

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

Principal and interest requirements to retire the City's, general obligation bonds, special assessment bonds, police and firemen's pension liability, OWDA loans and OPWC loans payable at December 31, 2004 are as follows:

Governmental Activities

	General Obligation Bonds		Special Assessment Bonds		Police and Firemen's Pension	
	Principal	Interest	Principal	Interest	Principal	Interest
2005	\$ 1,235,000	1,049,820	\$ 166,441	100,544	\$ 26,195	4,007
2006	1,050,000	996,940	161,203	95,822	27,321	2,882
2007	1,090,000	952,540	146,642	87,937	28,494	1,708
2008	1,140,000	905,138	152,099	81,068	18,744	484
2009	1,195,000	853,993	162,574	73,873	0	0
2010-2014	5,710,000	3,428,193	1,005,676	236,005	0	0
2015-2019	5,350,000	2,094,248	294,694	21,583	0	0
2020-2024	5,335,000	772,595	13,368	382	0	0
	<u>\$ 22,105,000</u>	<u>\$ 11,053,467</u>	<u>\$ 2,102,697</u>	<u>\$ 697,214</u>	<u>\$ 100,754</u>	<u>\$ 9,081</u>

	Ohio Water Development Authority Loans		Ohio Public Works Commission Loans		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2005	\$ 111,320	72,992	\$ 87,611	0	\$ 1,626,567	\$ 1,227,363
2006	229,526	139,098	175,231	0	1,643,281	1,234,742
2007	239,023	129,600	175,226	0	1,679,385	1,171,785
2008	248,914	119,710	175,226	0	1,734,983	1,106,400
2009	259,214	109,410	175,226	0	1,792,014	1,037,276
2010-2014	1,487,873	383,198	858,870	0	9,062,419	4,047,396
2015-2019	1,038,075	78,236	632,460	0	7,315,229	2,194,067
2020-2024	0	0	40,815	0	5,389,183	772,977
	<u>\$ 3,613,945</u>	<u>\$ 1,032,244</u>	<u>\$ 2,320,665</u>	<u>\$ -</u>	<u>\$ 30,243,061</u>	<u>\$ 12,792,006</u>

Other Governmental Obligations

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

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

The assets recorded by the City under capital leases were as follows as of December 31, 2004:

	Governmental Activities	Business-Type Activities
Equipment	\$744,680	\$149,267
Vehicles	3,270,433	0
Software	922,165	0
Less: accumulated depreciation	<u>1,490,492</u>	<u>(29,583)</u>
Carrying value	<u><u>\$3,446,786</u></u>	<u><u>\$119,684</u></u>

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2004:

Year	Governmental Activities	Business-Type Activities
2005	\$ 1,036,484	35,624
2006	707,390	35,624
2007	429,496	17,812
2008	343,668	0
2009	<u>177,060</u>	<u>0</u>
Total minimum lease payments	2,694,098	89,060
Less: amount representing interest	<u>181,104</u>	<u>6,243</u>
Present value of minimum lease payments	<u><u>\$ 2,512,994</u></u>	<u><u>82,817</u></u>

Defeasance of Debt: On August 15, 1995, the City of Parma issued \$3.9 million in General Obligation Bonds. Proceeds were used to defease \$3,500,000 of its 1990 various-purpose general obligation bonds scheduled to mature in 2011 by placing the proceeds of the new bond issue in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1990 series bonds. On December 31, 2004, \$1,940,000 of bonds outstanding are considered defeased.

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

NOTE 15 – NOTES PAYABLE

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

	<u>Balance at</u> <u>12/31/2003</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance at</u> <u>12/31/2004</u>
1.40% Contract Claim Settlement notes	\$ 450,000	0	(450,000)	0
2.20% Pleasant Valley Road Sewer Improvement notes	0	1,200,000	0	1,200,000
2.00% Contract Claim Settlement notes	<u>0</u>	<u>170,000</u>	<u>0</u>	<u>170,000</u>
Total	<u>\$ 450,000</u>	<u>1,370,000</u>	<u>(450,000)</u>	<u>1,370,000</u>

Note debt activity for business-type activity for the year ended December 31, 2004 consisted of the following:

	<u>Balance at</u> <u>12/31/2003</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance at</u> <u>12/31/2004</u>
1.90% Golf Course Improvement notes	\$ 100,000	0	(100,000)	0
Total	<u>\$ 100,000</u>	<u>0</u>	<u>(100,000)</u>	<u>0</u>

All notes are backed by the full faith and credit of the City and mature within one year. The liability for the \$1,200,000 Pleasant Valley Road Sewer Improvement notes and \$170,000 Contract Claims Settlement notes outstanding at year-end are reflected in the Sewer Improvement fund and City Income Tax Capital Acquisition fund, respectively. The \$1,370,000 Notes Payable are reflected on the Governmental Funds Balance Sheet and on the Statement of Net Assets.

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS

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

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

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

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

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

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

NOTE 17 - CONTINGENCIES

General Contingencies: Various claims and lawsuits are pending against the City. In accordance with GASB Statement No. 10, those claims which are considered "probable" are accrued (see Note 10), while those claims that are considered "reasonably possible" are disclosed but not accrued.

As of December 31, 2004, the amount of claims against the City for which an unfavorable outcome is deemed to be reasonably possible, aggregated \$48,500 for governmental funds.

These estimates were based on a case-by-case review of outstanding claims by the City's Law Director.

Contingencies Under Grant Programs: The City participates in a number of federally assisted Investment Act grant programs, principal of which are Community Development Block Grants. These programs are subject to financial and compliance audits by the grantors or their representatives. Audits have been completed by granting agencies for the Parma Public Housing Agency grants. The City believes that disallowed costs on other grants, if any, would not be material.

NOTE 18 – SUBSEQUENT EVENTS

On March 17, 2005, the City issued \$400,000 Broadview Road Sanitary Sewer Improvement Notes with an interest rate of 2.80 percent maturing March 16, 2006.

On June 23, 2005, the City issued \$7,000,000 Fire Station Improvement Bonds with an average interest rate of 4.28 percent with a final maturity date of December 1, 2025.

On June 23, 2005, the City issued \$1,700,000 Road Improvement Bonds with an average interest rate of 4.28 percent with a final maturity date of December 1, 2025.

On July 13, 2005, the City issued \$1,066,000 West Pleasant Valley Road Sanitary Sewer Improvement Notes with an interest rate of 3.15 percent maturing July 13, 2006.

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CITY OF PARMA, OHIO
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes. The City's special revenue funds are described below.

Paramedic Levy - To account for tax revenues restricted to providing emergency medical services within the City.

Land Acquisitions - To account for revenues designated for the purchase of land for park purposes.

Parks and Recreation - To account for revenues received from insurance fees, gifts, donations, rents, and contributions designated for recreation programs.

Parma Public Housing - To account for revenues received from the federal government to operate the Parma Public Housing department.

Community Development Block Grant - To account for revenues received from the federal government and expenditures for the Community Development Block Grant Program.

Street Construction, Maintenance and Repair - To account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

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

Municipal Motor Vehicle License Tax - To account for that portion of both city and county license tax designated for maintenance of streets within the City.

Noxious Weeds - To account for the cost of providing care to property not maintained by the property owner.

Street Lighting - To account for revenues and expenditures related to lighting the City's streets.

Police Pension - To accumulate property taxes for the partial payment of the current and accrued liability for police disability and pension benefits.

Fire Pension - To accumulate property taxes for the partial payment of the current and accrued liability for fire disability and pension benefits.

(continued)

SPECIAL REVENUE FUNDS (continued)

Law Enforcement - To account for certain law enforcement revenue to be expended for incarceration costs.

Police Levy - To account for revenue from the police operating levy.

Fire Levy - To account for revenue from the fire operating levy.

Sewer Maintenance - To account for the revenues and expenditures of the sewer department.

Fair Housing - To account for grant revenue to assure fair housing within the City.

Community Center - To account for the revenues and expenditures of the community center.

Title III Grant - To account for grant revenues for senior citizens programs.

Senior Donations - To account for donations to senior citizens programs.

Housing Maintenance Code - To account for activity associated with the enforcement of City property maintenance standards.

Roadway Industrial Parkway - To account for activity associated with the Roadway Industrial Parkway.

Enterprise Zone Monitoring - To account for activity associated with the City's enterprise zone.

Local Law Enforcement Block Grant - To account for grant revenues and expenditures as prescribed by the Local Law Enforcement Block Grant program.

EMS Grant - To account for activity associated with the emergency medical services grant.

Court Security Grant - To account for activity associated with the court security grant.

Juvenile Diversion Program - To account for activity associated with Juvenile Diversion Program.

Victims of Crime Compensation Program - To account for activity associated with the Victims of Crime Compensation Program.

Traffic Intervention Program - To account for activity associated with Traffic Intervention Program.

Senior Facility Grant - To account for activity associated with the senior facility grant.

Schaff Community Center - To account for activity associated with the Schaff Community Center grant.

Stearns Farm - To account for activity associated with the Stearns Farm grant.

Litter Prevention and Recycling - To account for activity associated with the Litter Prevention and Recycling grant.

(continued)

SPECIAL REVENUE FUNDS (continued)

Customer Service Center - To account for activity associated with the Customer Service Center grant.

Nature Works - To account for activity associated with the Nature Works grant.

America Beautiful - To account for activity associated with the America Beautiful grant.

West Creek Preservation – To account for activity associated with the West Creek Preservation recreational preserve.

Ohio and Erie Canal – To account for activity associated with the Ohio and Erie Canal recreational area.

Disaster Preparedness – To account for activity associated with the Disaster Preparedness fund.

County Health Loan – To account for activity associated with the County Health Loan fund.

James A. Lovell Park – To account for activity associated with the park named in honor of U.S. Navy captain (retired) and Apollo astronaut James A. Lovell.

Animal Shelter – To account for activity associated with the City’s animal shelter.

DUI Prevention Task Force – To account for activity associated with the DUI Prevention Task Force fund.

Recreation Trust – To account for activity associated with the Recreation Trust fund.

Curb Cutting – To account for activity associated with the Curb Cutting fund.

Tree Planting – To account for activity associated with the City’s Tree Planting fund.

Vista Ridge – To account for activity associated with the Vista Ridge subdivision fund.

FEMA Assistance to Firefighters – To account for activity associated with the FEMA Assistance to Firefighters grant.

Community Emergency Response Team – To account for activity associated with the Community Emergency Response Team grant.

PMC Clerk Computerization – To account for activity associated with the Parma Municipal Court Clerk Computerization program.

Henninger Homestead – To account for activity associated with the acquisition and improvement of the Henninger Homestead.

Brownfield Redevelopment – To account for activity associated with brownfield redevelopment activity within the City.

(continued)

CAPITAL PROJECTS FUNDS

Capital project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The City's capital project funds are described below.

Library - To account for activity associated with the conversion of the Royal Ridge Elementary School into a branch of the Cuyahoga County Public Library.

Sewer Construction - To account for activity associated with the financing and construction of City sanitary sewers.

Street Improvement - To account for activity associated with the financing and improvement of City streets.

Sidewalks - To account for special assessments for sidewalk installation and maintenance.

Senior Citizens Center - To account for activity associated with the financing and construction of the Senior Citizens Center.

Courts Capital Improvement - To account for activity associated with capital improvements at the Parma Municipal Court District.

City Hall Capital Improvements - To account for activity associated with improvements to city hall.

Justice Center - To account for activity associated with the construction of the court and jail facility.

Fire Department Building Fund - To account for activity associated with the renovation of fire department buildings.

Gannett Land Purchase – To account for activity associated with the Gannet Land Purchase fund.

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

	<u>Paramedic Levy</u>	<u>Land Acquisitions</u>	<u>Parks and Recreation</u>	<u>Parma Public Housing</u>	<u>Community Development Block Grant</u>
Assets					
Equity in pooled cash and cash equivalents	\$ 101,643	3,786	158,304	(4,581)	123,426
Cash and cash equivalents in segregated accounts	0	0	0	308,158	6,664
Taxes receivable	0	0	0	0	0
Accounts receivable	0	0	0	179,672	0
Special assessments receivable	0	0	0	0	0
Accrued interest receivable	0	65	0	0	0
Due from other funds	0	0	0	0	0
Due from other governments	0	0	0	0	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	12,605
Total assets	<u>\$ 101,643</u>	<u>3,851</u>	<u>158,304</u>	<u>483,249</u>	<u>142,695</u>
Liabilities					
Accounts payable	\$ 2,377	0	375	55,885	1,642
Contracts payable	0	0	0	0	0
Interfund payable	0	0	0	42,000	283,875
Accrued wages and benefits	1,413	0	0	18,871	5,666
Compensated absences payable	343	0	0	19,066	464
Retainage payable	0	0	0	0	0
Due to other governments	211	0	0	165,403	850
Deferred revenue	0	0	0	0	0
Notes payable	0	0	0	0	0
Total liabilities	<u>4,344</u>	<u>0</u>	<u>375</u>	<u>301,225</u>	<u>292,497</u>
Fund balances					
Reserved for encumbrances	0	0	20,946	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	12,605
Unreserved, undesignated (deficit)	97,299	3,851	136,983	182,024	(162,407)
Total fund balance (deficit)	<u>97,299</u>	<u>3,851</u>	<u>157,929</u>	<u>182,024</u>	<u>(149,802)</u>
Total liabilities and fund balances	<u>\$101,643</u>	<u>3,851</u>	<u>158,304</u>	<u>483,249</u>	<u>142,695</u>

<u>Street Construction, Maintenance and Repair</u>	<u>State Highway</u>	<u>Municipal Motor Vehicle License Tax</u>	<u>Noxious Weeds</u>	<u>Street Lighting</u>	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Law Enforcement</u>
262,887	28,783	126,836	0	0	359,215	(82,118)	827,733
0	0	0	0	0	0	0	0
0	0	0	0	0	387,626	470,902	0
0	0	0	0	0	0	0	0
0	0	0	0	60,705	0	0	0
22	168	395	0	0	0	0	671
0	0	0	0	0	0	0	7,919
1,173,122	94,875	268,961	0	0	29,888	29,888	0
310,651	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>1,746,682</u>	<u>123,826</u>	<u>396,192</u>	<u>0</u>	<u>60,705</u>	<u>776,729</u>	<u>418,672</u>	<u>836,323</u>

14,170	692	0	0	69,063	0	0	7,389
3,698	0	0	0	0	0	0	0
0	0	0	7,466	9,556	0	0	0
3,938	1,436	0	0	0	0	0	0
10,259	617	0	0	0	0	0	0
0	0	0	0	0	0	0	0
553	195	0	0	0	17,555	19,912	0
971,479	78,525	149,920	0	60,705	417,514	417,514	0
0	0	0	0	0	0	0	0
<u>1,004,097</u>	<u>81,465</u>	<u>149,920</u>	<u>7,466</u>	<u>139,324</u>	<u>435,069</u>	<u>437,426</u>	<u>7,389</u>

0	0	0	0	0	0	0	0
310,651	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
431,934	42,361	246,272	(7,466)	(78,619)	341,660	(18,754)	828,934
<u>742,585</u>	<u>42,361</u>	<u>246,272</u>	<u>(7,466)</u>	<u>(78,619)</u>	<u>341,660</u>	<u>(18,754)</u>	<u>828,934</u>
<u>1,746,682</u>	<u>123,826</u>	<u>396,192</u>	<u>0</u>	<u>60,705</u>	<u>776,729</u>	<u>418,672</u>	<u>836,323</u>

(continued)

City of Parma, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds - continued
December 31, 2004

	<u>Police Levy</u>	<u>Fire Levy</u>	<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>
Assets					
Equity in pooled cash and cash equivalents	\$ 442,902	44,749	61,826	96,776	72,550
Cash and cash equivalents in segregated accounts	0	0	0	0	0
Taxes receivable	0	1,669,886	0	0	0
Accounts receivable	0	0	0	0	0
Special assessments receivable	0	0	0	0	0
Accrued interest receivable	0	0	0	0	0
Due from other funds	0	0	0	0	0
Due from other governments	141,654	141,654	0	0	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	0
Total assets	<u>584,556</u>	<u>1,856,289</u>	<u>61,826</u>	<u>96,776</u>	<u>72,550</u>
Liabilities					
Accounts payable	\$ 593	849	1,268	0	5,321
Contracts payable	0	52	0	0	0
Interfund payable	0	0	0	168,642	0
Accrued wages and benefits	0	4,174	1,956	1,240	807
Compensated absences payable	522	0	1,995	0	336
Retainage payable	0	0	0	0	0
Due to other governments	0	61	274	186	121
Deferred revenue	141,654	1,531,857	0	0	0
Notes payable	0	0	0	0	0
Total liabilities	<u>142,769</u>	<u>1,536,993</u>	<u>5,493</u>	<u>170,068</u>	<u>6,585</u>
Fund balance					
Reserved for encumbrances	0	0	0	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	0
Unreserved, undesignated (deficit)	441,787	319,296	56,333	(73,292)	65,965
Total fund balance (deficit)	<u>441,787</u>	<u>319,296</u>	<u>56,333</u>	<u>(73,292)</u>	<u>65,965</u>
Total liabilities and fund balances	<u>\$ 584,556</u>	<u>1,856,289</u>	<u>61,826</u>	<u>96,776</u>	<u>72,550</u>

<u>Title III Grant</u>	<u>Senior Donations</u>	<u>Housing Maintenance Code</u>	<u>Roadway Industrial Parkway</u>	<u>Enterprise Zone Monitoring</u>	<u>Local Law Enforcement Block Grant</u>	<u>EMS Grant</u>	<u>Court Security Grant</u>
67,208	122,481	24,469	560,668	4,827	2,402	2,502	27,619
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	5	0	0
0	0	300	0	0	0	0	0
0	0	0	0	0	11,003	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>67,208</u>	<u>122,481</u>	<u>24,769</u>	<u>560,668</u>	<u>4,827</u>	<u>13,410</u>	<u>2,502</u>	<u>27,619</u>

6,033	8,602	250	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
2,003	0	0	0	0	0	0	0
19,733	244	1,474	0	0	0	0	0
0	0	0	0	0	0	0	0
291	306	0	0	0	58	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>28,060</u>	<u>9,152</u>	<u>1,724</u>	<u>0</u>	<u>0</u>	<u>58</u>	<u>0</u>	<u>0</u>

0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
39,148	113,329	23,045	560,668	4,827	13,352	2,502	27,619
<u>39,148</u>	<u>113,329</u>	<u>23,045</u>	<u>560,668</u>	<u>4,827</u>	<u>13,352</u>	<u>2,502</u>	<u>27,619</u>
<u>67,208</u>	<u>122,481</u>	<u>24,769</u>	<u>560,668</u>	<u>4,827</u>	<u>13,410</u>	<u>2,502</u>	<u>27,619</u>

(continued)

City of Parma, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds - continued
December 31, 2004

	Juvenile Diversion Program	Victims of Crime Assistance Grant	Traffic Intervention Program	Senior Facility Grant	Schaff Community Center
Assets					
Equity in pooled cash and cash equivalents	(\$ 1,109)	8,594	(2,304)	0	10,458
Cash and cash equivalents in segregated accounts	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Accounts receivable	0	0	0	0	0
Special assessments receivable	0	0	0	0	0
Accrued interest receivable	0	0	0	0	0
Due from other funds	0	0	2,057	0	0
Due from other governments	0	0	0	0	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	0
Total assets	<u>(1,109)</u>	<u>8,594</u>	<u>(247)</u>	<u>0</u>	<u>10,458</u>
Liabilities					
Accounts payable	\$ 0	0	0	0	0
Contracts payable	0	0	0	0	0
Interfund payable	0	0	0	0	0
Accrued wages and benefits	0	687	0	0	0
Compensated absences payable	0	0	0	0	0
Retainage payable	0	0	0	0	0
Due to other governments	0	103	0	0	0
Deferred revenue	0	0	0	0	0
Notes payable	0	0	0	0	0
Total liabilities	<u>0</u>	<u>790</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance					
Reserved for encumbrances	0	0	0	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	0
Unreserved, undesignated (deficit)	(1,109)	7,804	(247)	0	10,458
Total fund balance (deficit)	<u>(1,109)</u>	<u>7,804</u>	<u>(247)</u>	<u>0</u>	<u>10,458</u>
Total liabilities and fund balances	<u>(\$ 1,109)</u>	<u>8,594</u>	<u>(247)</u>	<u>0</u>	<u>10,458</u>

<u>Stearns Farm</u>	<u>Litter Prevention and Recycling</u>	<u>Customer Service Center</u>	<u>Nature Works</u>	<u>America Beautiful</u>	<u>West Creek Preservation</u>	<u>Ohio and Eric Canal</u>
29,525	15,123	2,543	3,200	97	459	5,848
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
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>29,525</u>	<u>15,123</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>459</u>	<u>5,848</u>
0	0	0	0	0	362	0
0	0	0	0	0	0	0
0	9,899	0	0	0	88,791	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	0
<u>0</u>	<u>9,899</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>89,153</u>	<u>0</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
29,525	5,224	2,543	3,200	97	(88,694)	5,848
<u>29,525</u>	<u>5,224</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>(88,694)</u>	<u>5,848</u>
<u>29,525</u>	<u>15,123</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>459</u>	<u>5,848</u>

(continued)

City of Parma, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds - continued
 December 31, 2004

	<u>Disaster Preparedness</u>	<u>County Health Loan</u>	<u>James A. Lovell Park</u>	<u>Animal Shelter</u>
Assets				
Equity in pooled cash and cash equivalents	\$ 32,890	0	1,442	1,911
Cash and cash equivalents in segregated accounts	0	0	0	0
Taxes receivable	0	0	0	0
Accounts receivable	0	0	0	0
Special assessments receivable	0	0	0	0
Accrued interest receivable	0	0	0	0
Due from other funds	0	0	0	0
Due from other governments	0	0	0	0
Materials and supplies inventory	0	0	0	0
Loans receivable	0	0	0	0
Total assets	<u><u>\$ 32,890</u></u>	<u><u>0</u></u>	<u><u>1,442</u></u>	<u><u>1,911</u></u>
Liabilities				
Accounts payable	\$ 0	0	0	284
Contracts payable	0	0	0	0
Interfund payable	0	0	0	0
Accrued wages and benefits	0	0	0	0
Compensated absences payable	0	0	0	0
Retainage payable	0	0	0	0
Due to other governments	0	0	0	0
Deferred revenue	0	0	0	0
Notes payable	0	0	0	0
Total liabilities	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>284</u></u>
Fund balance				
Reserved for encumbrances	0	0	0	0
Reserved for inventory	0	0	0	0
Reserved for loans	0	0	0	0
Unreserved, undesignated (deficit)	32,890	0	1,442	1,627
Total fund balance (deficit)	<u><u>32,890</u></u>	<u><u>0</u></u>	<u><u>1,442</u></u>	<u><u>1,627</u></u>
Total liabilities and fund balances	<u><u>\$ 32,890</u></u>	<u><u>0</u></u>	<u><u>1,442</u></u>	<u><u>1,911</u></u>

City of Parma, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds - continued
December 31, 2004

	FEMA Assistance to Firefighters	Community Emergency Response Team	PMC Clerk Computerization	Henninger Homestead
Assets				
Equity in pooled cash and cash equivalents	\$ 17,290	1,218	20,482	11,185
Cash and cash equivalents in segregated accounts	0	0	0	0
Taxes receivable	0	0	0	0
Accounts receivable	0	0	0	0
Special assessments receivable	0	0	0	0
Accrued interest receivable	0	0	0	0
Due from other funds	0	0	7,426	0
Due from other governments	0	0	0	0
Materials and supplies inventory	0	0	0	0
Loans receivable	0	0	0	0
Total assets	<u>\$ 17,290</u>	<u>1,218</u>	<u>27,908</u>	<u>11,185</u>
Liabilities				
Accounts payable	\$ 38,458	0	0	25,000
Contracts payable	0	0	0	0
Interfund payable	0	0	0	0
Accrued wages and benefits	0	0	0	0
Compensated absences payable	0	0	0	0
Retainage payable	0	0	0	0
Due to other governments	0	0	0	0
Deferred revenue	0	0	0	0
Notes payable	0	0	0	0
Total liabilities	<u>38,458</u>	<u>0</u>	<u>0</u>	<u>25,000</u>
Fund balance				
Reserved for encumbrances	0	0	0	0
Reserved for inventory	0	0	0	0
Reserved for loans	0	0	0	0
Unreserved, undesignated (deficit)	(21,168)	1,218	27,908	(13,815)
Total fund balance (deficit)	<u>(21,168)</u>	<u>1,218</u>	<u>27,908</u>	<u>(13,815)</u>
Total liabilities and fund balances	<u>\$ 17,290</u>	<u>1,218</u>	<u>27,908</u>	<u>11,185</u>

<u>Brownfield Redevelopment</u>	<u>All Nonmajor Special Revenue</u>
48,000	3,705,127
0	314,822
0	2,528,414
0	179,672
0	60,705
0	1,326
0	17,702
0	1,891,045
0	310,651
0	12,605
<u>48,000</u>	<u>9,022,069</u>

0	238,613
0	3,750
48,000	658,229
0	42,191
0	55,053
0	0
0	206,079
0	3,769,168
0	0
<u>48,000</u>	<u>4,973,083</u>

0	20,946
0	310,651
0	12,605
0	3,704,784
<u>0</u>	<u>4,048,986</u>
<u>48,000</u>	<u>9,022,069</u>

(continued)

City of Parma, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds - continued
December 31, 2004

	<u>Library</u>	<u>Sewer Construction</u>	<u>Street Improvement</u>	<u>Sidewalks</u>
Assets				
Equity in pooled cash and cash equivalents	\$ 0	258,064	36	10,049
Cash and cash equivalents in segregated accounts	0	0	0	0
Taxes receivable	0	0	0	0
Accounts receivable	0	0	0	0
Special assessments receivable	0	0	0	25,558
Accrued interest receivable	125	0	0	0
Due from other funds	0	0	0	0
Due from other governments	0	0	0	0
Materials and supplies inventory	0	0	0	0
Loans receivable	0	0	0	0
Total assets	<u>\$ 125</u>	<u>258,064</u>	<u>36</u>	<u>35,607</u>
Liabilities				
Accounts payable	\$ 0	54,682	0	0
Contracts payable	0	0	0	0
Interfund payable	0	0	0	0
Accrued wages and benefits	0	0	0	0
Compensated absences payable	0	0	0	0
Retainage payable	0	0	0	0
Due to other governments	0	0	0	0
Deferred revenue	0	0	0	25,558
Notes payable	0	1,200,000	0	0
Total liabilities	<u>0</u>	<u>1,254,682</u>	<u>0</u>	<u>25,558</u>
Fund balance				
Reserved for encumbrances	0	0	0	0
Reserved for inventory	0	0	0	0
Reserved for loans	0	0	0	0
Unreserved, undesignated (deficit)	125	(996,618)	36	10,049
Total fund balance (deficit)	<u>125</u>	<u>(996,618)</u>	<u>36</u>	<u>10,049</u>
Total liabilities and fund balances	<u>\$ 125</u>	<u>258,064</u>	<u>36</u>	<u>35,607</u>

Senior Citizens Center	Courts Capital Improvement	City Hall Capital Improvements	Justice Center	Fire Department Building Fund	Gannett Land Purchase
564	6,256	15,259	57,866	2,057,449	116,603
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
650	0	0	858	0	0
0	209	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,214</u>	<u>6,465</u>	<u>15,259</u>	<u>58,724</u>	<u>2,057,449</u>	<u>116,603</u>

0	1,262	0	0	27,073	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
35,752	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>35,752</u>	<u>1,262</u>	<u>0</u>	<u>0</u>	<u>27,073</u>	<u>0</u>

0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
(34,538)	5,203	15,259	58,724	2,030,376	116,603
<u>(34,538)</u>	<u>5,203</u>	<u>15,259</u>	<u>58,724</u>	<u>2,030,376</u>	<u>116,603</u>
<u>1,214</u>	<u>6,465</u>	<u>15,259</u>	<u>58,724</u>	<u>2,057,449</u>	<u>116,603</u>

(continued)

City of Parma, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds - continued
December 31, 2004

	All Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>
Assets		
Equity in pooled cash and cash equivalents	\$ 2,522,146	6,227,273
Cash and cash equivalents in segregated accounts	0	314,822
Taxes receivable	0	2,528,414
Accounts receivable	0	179,672
Special assessments receivable	25,558	86,263
Accrued interest receivable	1,633	2,959
Due from other funds	209	17,911
Due from other governments	0	1,891,045
Materials and supplies inventory	0	310,651
Loans receivable	0	12,605
	<u>\$ 2,549,546</u>	<u>11,571,615</u>
Total assets	<u><u>\$ 2,549,546</u></u>	<u><u>11,571,615</u></u>
Liabilities		
Accounts payable	\$ 83,017	321,630
Contracts payable	0	3,750
Interfund payable	0	658,229
Accrued wages and benefits	0	42,191
Compensated absences payable	0	55,053
Retainage payable	35,752	35,752
Due to other governments	0	206,079
Deferred revenue	25,558	3,794,726
Notes payable	1,200,000	1,200,000
	<u>1,344,327</u>	<u>6,317,410</u>
Total liabilities	<u>1,344,327</u>	<u>6,317,410</u>
Fund balance		
Reserved for encumbrances	0	20,946
Reserved for inventory	0	310,651
Reserved for loans	0	12,605
Unreserved, undesignated (deficit)	1,205,219	4,910,003
	<u>1,205,219</u>	<u>5,254,205</u>
Total fund balance (deficit)	<u>1,205,219</u>	<u>5,254,205</u>
Total liabilities and fund balances	<u><u>\$ 2,549,546</u></u>	<u><u>11,571,615</u></u>

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

	<u>Paramedic Levy</u>	<u>Land Acquisitions</u>	<u>Parks and Recreation</u>	<u>Parma Public Housing</u>	<u>Community Development Block Grant</u>
Revenues					
Property and other taxes	\$ 0	0	0	0	0
Charges for services	755,411	0	77,224	340,317	0
Fees, licenses and permits	0	0	0	0	0
Fines and forfeitures	0	0	0	0	0
Intergovernmental	7,588	0	10,000	4,742,160	530,221
Donations	2,395	0	59,223	500	0
Rents	0	0	166,391	0	0
Special assessments	0	0	0	0	0
Interest	8,028	71	2,636	3,241	29
Total revenues	<u>773,422</u>	<u>71</u>	<u>315,474</u>	<u>5,086,218</u>	<u>530,250</u>
Expenditures					
Current					
Legislative and executive	0	0	0	0	0
Security of persons and property	739,904	0	0	0	0
Transportation	0	0	0	0	0
Community environment	0	0	0	4,992,987	688,419
Basic utility services	0	0	0	0	0
Leisure time activities	0	0	166,478	0	0
Capital outlay	0	0	195,190	0	2,033
Debt service					
Principal retirement	0	0	26,268	0	0
Interest and fiscal charges	0	0	4,601	0	0
Total expenditures	<u>739,904</u>	<u>0</u>	<u>392,537</u>	<u>4,992,987</u>	<u>690,452</u>
Excess of revenues over (under) expenditures	<u>33,518</u>	<u>71</u>	<u>(77,063)</u>	<u>93,231</u>	<u>(160,202)</u>
Other financing sources (uses)					
Operating transfers - in	1,130	0	0	7,698	0
Operating transfers - out	(64,000)	0	(50,000)	0	(141,922)
Inception of capital leases	0	0	154,800	0	0
Total other financing sources (uses)	<u>(62,870)</u>	<u>0</u>	<u>104,800</u>	<u>7,698</u>	<u>(141,922)</u>
Net change in fund balances	(29,352)	71	27,737	100,929	(302,124)
Fund balances (deficit) at beginning of year	<u>126,651</u>	<u>3,780</u>	<u>130,192</u>	<u>81,095</u>	<u>152,322</u>
Fund balances (deficit) at end of year	<u>\$ 97,299</u>	<u>3,851</u>	<u>157,929</u>	<u>182,024</u>	<u>(149,802)</u>

(continued)

<u>Street Construction, Maintenance and Repair</u>	<u>State Highway</u>	<u>Municipal Motor Vehicle License Tax</u>	<u>Noxious Weeds</u>	<u>Street Lighting</u>	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Law Enforcement</u>
0	0	0	0	0	368,050	451,326	0
1,146	0	0	0	0	23,419	25,938	144,433
1,530	0	0	0	0	0	0	0
0	0	0	0	0	0	0	204,806
2,373,190	192,435	626,051	0	0	59,774	59,774	72,861
0	0	0	0	0	0	0	15,530
0	0	0	0	0	0	0	17,952
0	0	0	10,800	825,006	0	0	0
0	380	3,468	0	0	0	0	4,887
<u>2,375,866</u>	<u>192,815</u>	<u>629,519</u>	<u>10,800</u>	<u>825,006</u>	<u>451,243</u>	<u>537,038</u>	<u>460,469</u>
0	0	0	28,101	0	0	0	0
0	0	0	0	0	1,346,270	1,793,048	178,026
5,437,512	358,129	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	903,626	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	10,381
0	0	0	0	0	25,117	0	5,046
0	0	0	0	0	5,085	0	701
<u>5,437,512</u>	<u>358,129</u>	<u>0</u>	<u>28,101</u>	<u>903,626</u>	<u>1,376,472</u>	<u>1,793,048</u>	<u>194,154</u>
<u>(3,061,646)</u>	<u>(165,314)</u>	<u>629,519</u>	<u>(17,301)</u>	<u>(78,620)</u>	<u>(925,229)</u>	<u>(1,256,010)</u>	<u>266,315</u>
2,992,661	229,202	0	0	0	921,815	1,007,974	0
0	0	(425,000)	0	0	0	0	(10,953)
0	0	0	0	0	0	0	0
<u>2,992,661</u>	<u>229,202</u>	<u>(425,000)</u>	<u>0</u>	<u>0</u>	<u>921,815</u>	<u>1,007,974</u>	<u>(10,953)</u>
(68,985)	63,888	204,519	(17,301)	(78,620)	(3,414)	(248,036)	255,362
811,570	(21,527)	41,753	9,835	1	345,074	229,282	573,572
<u>742,585</u>	<u>42,361</u>	<u>246,272</u>	<u>(7,466)</u>	<u>(78,619)</u>	<u>341,660</u>	<u>(18,754)</u>	<u>828,934</u>

(continued)

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

	<u>Police Levy</u>	<u>Fire Levy</u>	<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>
Revenues					
Property and other taxes	\$ 1,326,499	1,606,182	0	0	0
Charges for services	0	0	202,122	0	9,355
Fees, licenses and permits	0	0	44,854	0	0
Fines and forfeitures	0	0	0	0	0
Intergovernmental	203,731	203,802	0	315,016	0
Donations	0	0	0	0	600
Rents	0	0	0	0	228,697
Special assessments	0	0	0	0	0
Interest	0	0	0	0	0
Total revenues	<u>1,530,230</u>	<u>1,809,984</u>	<u>246,976</u>	<u>315,016</u>	<u>238,652</u>
Expenditures					
Current					
Legislative and executive	0	0	0	0	0
Security of persons and property	434,062	757,525	0	0	0
Transportation	0	0	0	0	0
Community environment	0	0	0	374,626	0
Basic utility services	0	0	886,884	0	0
Leisure time activities	0	0	0	0	237,477
Capital outlay	0	0	0	0	0
Debt service					
Principal retirement	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0
Total expenditures	<u>434,062</u>	<u>757,525</u>	<u>886,884</u>	<u>374,626</u>	<u>237,477</u>
Excess of revenues over (under) expenditures	<u>1,096,168</u>	<u>1,052,459</u>	<u>(639,908)</u>	<u>(59,610)</u>	<u>1,175</u>
Other financing sources (uses)					
Operating transfers - in	0	0	645,658	161,538	50,000
Operating transfers - out	(920,000)	(1,014,248)	0	0	0
Inception of capital leases	0	0	0	0	0
Total other financing sources (uses)	<u>(920,000)</u>	<u>(1,014,248)</u>	<u>645,658</u>	<u>161,538</u>	<u>50,000</u>
Net change in fund balances	176,168	38,211	5,750	101,928	51,175
Fund balances (deficit) at beginning of year	<u>265,619</u>	<u>281,085</u>	<u>50,583</u>	<u>(175,220)</u>	<u>14,790</u>
Fund balances (deficit) at end of year	<u>\$ 441,787</u>	<u>319,296</u>	<u>56,333</u>	<u>(73,292)</u>	<u>65,965</u>

<u>Title III Grant</u>	<u>Senior Donations</u>	<u>Housing Maintenance Code</u>	<u>Roadway Industrial Parkway</u>	<u>Enterprise Zone Monitoring</u>	<u>Local Law Enforcement Block Grant</u>	<u>EMS Grant</u>	<u>Court Security Grant</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	50	0	0
0	0	300	0	0	0	0	0
0	0	7,520	0	0	0	0	0
89,866	8,659	0	0	1,250	18,651	2,125	0
151,496	127,234	0	0	0	737	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	14,900	0	0	0	0
<u>241,362</u>	<u>135,893</u>	<u>7,820</u>	<u>14,900</u>	<u>1,250</u>	<u>19,438</u>	<u>2,125</u>	<u>0</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	21,444	13,384	0
0	0	0	31,382	0	0	0	0
0	0	142,954	0	0	0	0	0
0	0	0	0	0	0	0	0
325,241	123,518	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>325,241</u>	<u>123,518</u>	<u>142,954</u>	<u>31,382</u>	<u>0</u>	<u>21,444</u>	<u>13,384</u>	<u>0</u>
<u>(83,879)</u>	<u>12,375</u>	<u>(135,134)</u>	<u>(16,482)</u>	<u>1,250</u>	<u>(2,006)</u>	<u>(11,259)</u>	<u>0</u>
12,000	0	159,000	0	0	2,056	0	0
0	0	0	0	0	(417)	0	0
0	0	0	0	0	0	0	0
<u>12,000</u>	<u>0</u>	<u>159,000</u>	<u>0</u>	<u>0</u>	<u>1,639</u>	<u>0</u>	<u>0</u>
(71,879)	12,375	23,866	(16,482)	1,250	(367)	(11,259)	0
<u>111,027</u>	<u>100,954</u>	<u>(821)</u>	<u>577,150</u>	<u>3,577</u>	<u>13,719</u>	<u>13,761</u>	<u>27,619</u>
<u>39,148</u>	<u>113,329</u>	<u>23,045</u>	<u>560,668</u>	<u>4,827</u>	<u>13,352</u>	<u>2,502</u>	<u>27,619</u>

(continued)

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

	Juvenile Diversion Program	Victims of Crime Assistance Grant	Traffic Intervention Program	Senior Facility Grant	Schaff Community Center
Revenues					
Property and other taxes	\$ 0	0	0	0	0
Charges for services	0	0	26,016	0	0
Fees, licenses and permits	0	0	0	0	0
Fines and forfeitures	0	0	1,207	0	0
Intergovernmental	36,524	29,928	0	0	0
Donations	0	0	0	0	0
Rents	0	0	0	0	0
Special assessments	0	0	0	0	0
Interest	0	0	0	0	0
Total revenues	<u>36,524</u>	<u>29,928</u>	<u>27,223</u>	<u>0</u>	<u>0</u>
Expenditures					
Current					
Legislative and executive	0	0	0	0	0
Security of persons and property	39,229	48,256	23,300	0	0
Transportation	0	0	0	0	0
Community environment	0	0	0	0	0
Basic utility services	0	0	0	0	0
Leisure time activities	0	0	0	0	0
Capital outlay	0	0	0	0	0
Debt service					
Principal retirement	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0
Total expenditures	<u>39,229</u>	<u>48,256</u>	<u>23,300</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(2,705)</u>	<u>(18,328)</u>	<u>3,923</u>	<u>0</u>	<u>0</u>
Other financing sources (uses)					
Operating transfers - in	0	37,146	0	0	0
Operating transfers - out	0	0	0	0	0
Inception of capital leases	0	0	0	0	0
Total other financing sources (uses)	<u>0</u>	<u>37,146</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balances	(2,705)	18,818	3,923	0	0
Fund balances (deficit) at beginning of year	<u>1,596</u>	<u>(11,014)</u>	<u>(4,170)</u>	<u>0</u>	<u>10,458</u>
Fund balances (deficit) at end of year	<u>(\$ 1,109)</u>	<u>7,804</u>	<u>(247)</u>	<u>0</u>	<u>10,458</u>

<u>Stearns Farm</u>	<u>Litter Prevention and Recycling</u>	<u>Customer Service Center</u>	<u>Nature Works</u>	<u>America Beautiful</u>	<u>West Creek Preservation</u>	<u>Ohio and Erie Canal</u>
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
20,000	50,886	0	0	0	70,384	20,078
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>20,000</u>	<u>50,886</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>70,384</u>	<u>20,078</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	36,446	0	0	0	0	0
0	0	0	0	0	0	0
19,219	0	0	0	0	26,091	0
0	16,980	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>19,219</u>	<u>53,426</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>26,091</u>	<u>0</u>
<u>781</u>	<u>(2,540)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>44,293</u>	<u>20,078</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
781	(2,540)	0	0	0	44,293	20,078
<u>28,744</u>	<u>7,764</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>(132,987)</u>	<u>(14,230)</u>
<u>29,525</u>	<u>5,224</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>(88,694)</u>	<u>5,848</u>

(continued)

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

	Disaster Preparedness	County Health Loan	James A. Lovell Park	Animal Shelter
Revenues				
Property and other taxes	\$ 0	0	0	0
Charges for services	0	0	0	2,542
Fees, licenses and permits	0	0	0	11,235
Fines and forfeitures	0	0	0	0
Intergovernmental	80,645	0	0	0
Donations	0	0	0	325
Rents	0	0	0	0
Special assessments	0	0	0	0
Interest	0	0	0	0
Total revenues	<u>80,645</u>	<u>0</u>	<u>0</u>	<u>14,102</u>
Expenditures				
Current				
Legislative and executive	0	0	0	0
Security of persons and property	47,755	0	0	0
Transportation	0	0	0	0
Community environment	0	0	0	36,574
Basic utility services	0	0	0	0
Leisure time activities	0	0	1	0
Capital outlay	0	0	0	0
Debt service				
Principal retirement	0	0	0	0
Interest and fiscal charges	0	0	0	0
Total expenditures	<u>47,755</u>	<u>0</u>	<u>1</u>	<u>36,574</u>
Excess of revenues over (under) expenditures	<u>32,890</u>	<u>0</u>	<u>(1)</u>	<u>(22,472)</u>
Other financing sources (uses)				
Operating transfers - in	0	388	0	400
Operating transfers - out	(30,559)	0	0	0
Inception of capital leases	0	0	0	0
Total other financing sources (uses)	<u>(30,559)</u>	<u>388</u>	<u>0</u>	<u>400</u>
Net change in fund balances	2,331	388	(1)	(22,072)
Fund balances (deficit) at beginning of year	<u>30,559</u>	<u>(388)</u>	<u>1,443</u>	<u>23,699</u>
Fund balances (deficit) at end of year	<u>\$ 32,890</u>	<u>0</u>	<u>1,442</u>	<u>1,627</u>

DUI Prevention Task Force	Recreation Trust	Curb Cutting	Tree Planting	Vista Ridge
0	0	0	0	0
0	6,975	4,400	900	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	19,700	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>26,675</u>	<u>4,400</u>	<u>900</u>	<u>0</u>
0	0	2,600	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	23,793	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>23,793</u>	<u>2,600</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>2,882</u>	<u>1,800</u>	<u>900</u>	<u>0</u>
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	2,882	1,800	900	0
0	13,409	14,423	400	27,568
<u>0</u>	<u>16,291</u>	<u>16,223</u>	<u>1,300</u>	<u>27,568</u>

(continued)

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

	FEMA Assistance to Firefighters	Community Emergency Response Team	PMC Clerk Computerization	Henninger Homestead
Revenues				
Property and other taxes	\$ 0	0	0	0
Charges for services	0	0	0	0
Fees, licenses and permits	0	0	0	0
Fines and forfeitures	0	0	98,235	0
Intergovernmental	148,325	2,500	0	245,701
Donations	0	500	0	0
Rents	0	0	0	0
Special assessments	0	0	0	0
Interest	0	0	588	0
Total revenues	<u>148,325</u>	<u>3,000</u>	<u>98,823</u>	<u>245,701</u>
Expenditures				
Current				
Legislative and executive	0	0	0	0
Security of persons and property	209,495	1,782	31,906	0
Transportation	0	0	0	0
Community environment	0	0	0	0
Basic utility services	0	0	0	0
Leisure time activities	0	0	0	269,516
Capital outlay	32,888	0	266,198	0
Debt service				
Principal retirement	0	0	19,614	0
Interest and fiscal charges	0	0	2,667	0
Total expenditures	<u>242,383</u>	<u>1,782</u>	<u>320,385</u>	<u>269,516</u>
Excess of revenues over (under) expenditures	<u>(94,058)</u>	<u>1,218</u>	<u>(221,562)</u>	<u>(23,815)</u>
Other financing sources (uses)				
Operating transfers - in	72,890	0	0	10,000
Operating transfers - out	0	0	0	0
Inception of capital leases	0	0	249,470	0
Total other financing sources (uses)	<u>72,890</u>	<u>0</u>	<u>249,470</u>	<u>10,000</u>
Net change in fund balances	(21,168)	1,218	27,908	(13,815)
Fund balances (deficit) at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances (deficit) at end of year	<u>(\$ 21,168)</u>	<u>1,218</u>	<u>27,908</u>	<u>(13,815)</u>

<u>Brownfield Redevelopment</u>	<u>All Nonmajor Special Revenue</u>
0	3,752,057
0	1,620,248
0	57,919
0	311,768
231,983	10,454,108
0	378,240
0	413,040
0	835,806
0	38,228
<u>231,983</u>	<u>17,861,414</u>

0	30,701
0	5,685,386
0	5,827,023
231,983	6,503,989
0	1,790,510
0	1,191,334
0	523,670
0	76,045
0	13,054
<u>231,983</u>	<u>21,641,712</u>
<u>0</u>	<u>(3,780,298)</u>

0	6,311,556
0	(2,657,099)
0	404,270
<u>0</u>	<u>4,058,727</u>

0	278,429
0	3,770,557
<u>0</u>	<u>4,048,986</u>

(continued)

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

	Library	Sewer Construction	Street Improvement	Sidewalks
Revenues				
Property and other taxes	\$ 0	0	0	0
Charges for services	0	0	0	0
Fees, licenses and permits	0	0	0	0
Fines and forfeitures	0	0	0	0
Intergovernmental	0	54,682	0	0
Donations	0	0	0	0
Rents	0	0	0	0
Special assessments	0	0	0	6,342
Interest	0	0	0	0
Total revenues	<u>0</u>	<u>54,682</u>	<u>0</u>	<u>6,342</u>
Expenditures				
Current				
Legislative and executive	0	1,145,240	8,062	3,862
Security of persons and property	0	0	0	0
Transportation	0	0	0	0
Community environment	0	0	0	0
Basic utility services	0	0	0	0
Leisure time activities	0	0	0	0
Capital outlay	0	0	0	0
Debt service				
Principal retirement	0	0	0	0
Interest and fiscal charges	0	0	0	0
Total expenditures	<u>0</u>	<u>1,145,240</u>	<u>8,062</u>	<u>3,862</u>
Excess of revenues over (under) expenditures	<u>0</u>	<u>(1,090,558)</u>	<u>(8,062)</u>	<u>2,480</u>
Other financing sources (uses)				
Operating transfers - in	0	63,850	8,062	0
Operating transfers - out	0	0	0	0
Inception of capital leases	0	0	0	0
Total other financing sources (uses)	<u>0</u>	<u>63,850</u>	<u>8,062</u>	<u>0</u>
Net change in fund balances	0	(1,026,708)	0	2,480
Fund balances (deficit) at beginning of year	<u>125</u>	<u>30,090</u>	<u>36</u>	<u>7,569</u>
Fund balances (deficit) at end of year	<u>\$ 125</u>	<u>(996,618)</u>	<u>36</u>	<u>10,049</u>

<u>Senior Citizens Center</u>	<u>Courts Capital Improvement</u>	<u>City Hall Capital Improvements</u>	<u>Justice Center</u>	<u>Fire Department Building Fund</u>	<u>Gannett Land Purchase</u>
0	0	0	0	0	294,358
0	0	0	0	754,594	0
0	0	0	0	0	0
0	7,850	0	0	0	0
0	0	0	0	0	39,849
0	0	1,000	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
269	0	0	64	46,823	0
<u>269</u>	<u>7,850</u>	<u>1,000</u>	<u>64</u>	<u>801,417</u>	<u>334,207</u>
0	164,935	1	6,508	156,380	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
38,000	0	0	0	0	0
0	85,220	0	0	1,992	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>38,000</u>	<u>250,155</u>	<u>1</u>	<u>6,508</u>	<u>158,372</u>	<u>0</u>
<u>(37,731)</u>	<u>(242,305)</u>	<u>999</u>	<u>(6,444)</u>	<u>643,045</u>	<u>334,207</u>
0	0	0	450,000	0	0
0	(25,000)	0	0	0	(172,873)
0	0	0	0	0	0
<u>0</u>	<u>(25,000)</u>	<u>0</u>	<u>450,000</u>	<u>0</u>	<u>(172,873)</u>
(37,731)	(267,305)	999	443,556	643,045	161,334
<u>3,193</u>	<u>272,508</u>	<u>14,260</u>	<u>(384,832)</u>	<u>1,387,331</u>	<u>(44,731)</u>
<u>(34,538)</u>	<u>5,203</u>	<u>15,259</u>	<u>58,724</u>	<u>2,030,376</u>	<u>116,603</u>

(continued)

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

	All Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>
Revenues		
Property and other taxes	\$ 294,358	4,046,415
Charges for services	754,594	2,374,842
Fees, licenses and permits	0	57,919
Fines and forfeitures	7,850	319,618
Intergovernmental	94,531	10,548,639
Donations	1,000	379,240
Rents	0	413,040
Special assessments	6,342	842,148
Interest	47,156	85,384
Total revenues	<u>1,205,831</u>	<u>19,067,245</u>
Expenditures		
Current		
Legislative and executive	1,484,988	1,515,689
Security of persons and property	0	5,685,386
Transportation	0	5,827,023
Community environment	0	6,503,989
Basic utility services	0	1,790,510
Leisure time activities	38,000	1,229,334
Capital outlay	87,212	610,882
Debt service		
Principal retirement	0	76,045
Interest and fiscal charges	0	13,054
Total expenditures	<u>1,610,200</u>	<u>23,251,912</u>
Excess of revenues over (under) expenditures	<u>(404,369)</u>	<u>(4,184,667)</u>
Other financing sources (uses)		
Operating transfers - in	521,912	6,833,468
Operating transfers - out	(197,873)	(2,854,972)
Inception of capital leases	0	404,270
Total other financing sources (uses)	<u>324,039</u>	<u>4,382,766</u>
Net change in fund balances	(80,330)	198,099
Fund balances (deficit) at beginning of year	<u>1,285,549</u>	<u>5,056,106</u>
Fund balances (deficit) at end of year	<u>\$ 1,205,219</u>	<u>5,254,205</u>

CITY OF PARMA, OHIO
INTERNAL SERVICE FUNDS

Internal service funds are established to account for the financing of goods or services provided by one department of the City to other departments of the City on a cost-reimbursement basis. The City's internal service funds are described below.

Liability Insurance - To account for activity associated with the City liability claims.

Medical Insurance - To account for activity associated with the City medical claims.

Workers' Compensation Insurance - To account for activity associated with City workers' compensation insurance.

City of Parma, Ohio
Combining Statement of Fund Net Assets
Internal Service Funds
December 31, 2004

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Assets				
Equity in pooled cash and cash equivalents	\$323,939	573,185	109,939	1,007,063
Accrued interest receivable	10,265	0	0	10,265
Due from other funds	0	1,463,480	0	1,463,480
Total assets	<u>334,204</u>	<u>2,036,665</u>	<u>109,939</u>	<u>2,480,808</u>
Liabilities				
Current liabilities				
Current portion of general obligation bonds payable	0	109,215	0	109,215
Accounts payable	9,297	654	8,125	18,076
Accrued wages and benefits	2,066	0	0	2,066
Compensated absences payable	673	0	0	673
Due to other governments	310	0	0	310
Accrued interest payable	0	6,692	0	6,692
Claims and judgements payable	48,500	520,774	102,427	671,701
General obligation bonds payable	0	1,354,265	0	1,354,265
Total liabilities	<u>60,846</u>	<u>1,991,600</u>	<u>110,552</u>	<u>2,162,998</u>
Net assets				
Unreserved	273,358	45,065	(613)	317,810
Total net assets	<u>\$273,358</u>	<u>45,065</u>	<u>(613)</u>	<u>317,810</u>

City of Parma, Ohio
 Combining Statement of Revenues,
 Expenses, and Changes in Retained Earnings
 Internal Service Funds
 For the Year Ended December 31, 2004

	Liability Insurance	Medical Insurance	Workers' Compensation Insurance	Totals
Operating revenues				
Charges for services	\$ 0	4,701,917	474,554	5,176,471
Total operating revenues	<u>0</u>	<u>4,701,917</u>	<u>474,554</u>	<u>5,176,471</u>
Operating expenses				
Personal services	171,002	0	0	171,002
Contractual services	25,503	26,226	27,923	79,652
Claims	116,311	4,676,761	447,500	5,240,572
Materials and supplies	<u>226,793</u>	<u>30</u>	<u>0</u>	<u>226,823</u>
Total operating expenses	<u>539,609</u>	<u>4,703,017</u>	<u>475,423</u>	<u>5,718,049</u>
Operating income (loss)	<u>(539,609)</u>	<u>(1,100)</u>	<u>(869)</u>	<u>(541,578)</u>
Non-operating revenues (expenses)				
Interest income	4,435	0	0	4,435
Interest and fiscal charges	<u>0</u>	<u>(84,887)</u>	<u>0</u>	<u>(84,887)</u>
Total non-operating revenues (expenses)	<u>4,435</u>	<u>(84,887)</u>	<u>0</u>	<u>(80,452)</u>
Income (loss) before operating transfers	(535,174)	(85,987)	(869)	(622,030)
Operating transfers - in	<u>601,000</u>	<u>0</u>	<u>0</u>	<u>601,000</u>
Net income (loss)	65,826	(85,987)	(869)	(21,030)
Retained earnings at beginning of year	<u>207,532</u>	<u>131,052</u>	<u>256</u>	<u>338,840</u>
Retained earnings at end of year	<u>\$ 273,358</u>	<u>45,065</u>	<u>(613)</u>	<u>317,810</u>

City of Parma, Ohio
Combining Statement of Cash Flows
All Internal Service Funds
For the Year Ended December 31, 2004

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Cash flows from operating activities:				
Cash received from quasi-external operating transactions with other funds	\$ 0	4,803,851	474,554	5,278,405
Cash payments to suppliers for goods and services	(93)	0	0	(93)
Cash payments for claims	(297,811)	(4,530,737)	(458,942)	(5,287,490)
Cash payments for employee services and benefits	(173,790)	0	0	(173,790)
Cash payments for contractual services	(25,503)	(25,854)	(20,190)	(71,547)
Cash payments for other operating expenses	<u>(227,197)</u>	<u>0</u>	<u>0</u>	<u>(227,197)</u>
Net cash used in operating activities	<u>(724,394)</u>	<u>247,260</u>	<u>(4,578)</u>	<u>(481,712)</u>
Cash flows from noncapital financing activities:				
Advance out	(100,000)	0	0	(100,000)
Transfer in	601,000	0	0	601,000
Transfer out	<u>0</u>	<u>(187,238)</u>	<u>0</u>	<u>(187,238)</u>
Net cash provided by (used in) noncapital financing activities	<u>501,000</u>	<u>(187,238)</u>	<u>0</u>	<u>313,762</u>
Cash flows from investing activities:				
Interest	<u>7,751</u>	<u>0</u>	<u>0</u>	<u>7,751</u>
Cash provided by investing activities	<u>7,751</u>	<u>0</u>	<u>0</u>	<u>7,751</u>
Net increase/(decrease) in cash and cash equivalents	(215,643)	60,022	(4,578)	(160,199)
Cash and cash equivalents beginning of year	<u>539,582</u>	<u>513,163</u>	<u>114,517</u>	<u>1,167,262</u>
Cash and cash equivalents end of year	<u>\$ 323,939</u>	<u>573,185</u>	<u>109,939</u>	<u>1,007,063</u> (continued)

City of Parma, Ohio
Combining Statement of Cash Flows
All Internal Service Funds - continued
For the Year Ended December 31, 2004

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Reconciliation of operating income (loss) to net cash used in operating activities				
Operating income (loss)	\$ (539,609)	(1,100)	(869)	(541,578)
Adjustments to reconcile operating income (loss) to net cash used in operating activities:				
Change in assets and liabilities:				
Decrease in due from other funds	0	101,934	0	101,934
Increase (decrease) in accounts payable	(497)	372	7,733	7,608
Increase in accrued wages and benefits	324	0	0	324
(Decrease) in compensated absences payable	(1,624)	0	0	(1,624)
(Decrease) in due to other governments	(1,488)	0	0	(1,488)
Increase (decrease) in claims payable	<u>(181,500)</u>	<u>146,054</u>	<u>(11,442)</u>	<u>(46,888)</u>
Net cash used in operating activities	<u>\$ (724,394)</u>	<u>247,260</u>	<u>(4,578)</u>	<u>(481,712)</u>

CITY OF PARMA, OHIO

AGENCY FUNDS

Agency funds are established to account for assets received and held by the City when acting in the capacity of an agent or custodian. The City's agency funds are described below.

Municipal Court - To account for activity associated with the Parma Municipal Court.

North Royalton Sewer - To account for activity associated with North Royalton Sewer System.

Sales Tax - To account for activity associated with the City's collection and remission of state sales tax.

Child Abuse - To account for activity associated with the City's issuance of birth and death certificates.

Other Agencies - To account for activity associated with all other assets held by the City for other funds, governmental units, and individuals.

City of Parma, Ohio
 Combining Statement of Changes in Assets and Liabilities
 All Agency Funds
 For the Year Ended December 31, 2004

	Balance 01/01/04	Additions	Reductions	Balance 12/31/04
Municipal Court				
Assets				
Cash and cash equivalents with fiscal and escrow agents	\$ 492,596	4,702,420	4,629,620	565,396
Due from other governments	<u>342,987</u>	<u>353,514</u>	<u>342,987</u>	<u>353,514</u>
Total assets	<u>\$ 835,583</u>	<u>5,055,934</u>	<u>4,972,607</u>	<u>918,910</u>
Liabilities				
Due to other funds	\$ 342,987	353,514	342,987	353,514
Deposits held and due to others	<u>492,596</u>	<u>4,702,420</u>	<u>4,629,620</u>	<u>565,396</u>
Total liabilities	<u>\$ 835,583</u>	<u>5,055,934</u>	<u>4,972,607</u>	<u>918,910</u>
North Royalton Sewer				
Assets				
Equity in pooled cash and cash equivalents	\$ 7,572	-	-	7,572
Total assets	<u>7,572</u>	<u>-</u>	<u>-</u>	<u>7,572</u>
Liabilities				
Due to other governments	\$ 7,572	-	-	7,572
Total liabilities	<u>7,572</u>	<u>-</u>	<u>-</u>	<u>7,572</u> (continued)

City of Parma, Ohio
 Combining Statement of Changes in Assets and Liabilities
 All Agency Funds - continued
 For the Year Ended December 31, 2004

	Balance 01/01/04	Additions	Reductions	Balance 12/31/04
Sales Tax				
Assets				
Equity in pooled cash and cash equivalents	\$ 718	46,062	45,238	1,542
Total assets	<u>\$ 718</u>	<u>46,062</u>	<u>45,238</u>	<u>1,542</u>
Liabilities				
Due to other governments	\$ 718	46,062	45,238	1,542
Total liabilities	<u>\$ 718</u>	<u>46,062</u>	<u>45,238</u>	<u>1,542</u>
Child Abuse				
Assets				
Equity in pooled cash and cash equivalents	\$ 2,457	23,191	23,835	1,813
Total assets	<u>\$ 2,457</u>	<u>23,191</u>	<u>23,835</u>	<u>1,813</u>
Liabilities				
Due to other governments	\$ 2,457	23,191	23,835	1,813
Total liabilities	<u>\$ 2,457</u>	<u>23,191</u>	<u>23,835</u>	<u>1,813</u> (continued)

City of Parma, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds - continued
For the Year Ended December 31, 2004

	Balance 01/01/04	Additions	Reductions	Balance 12/31/04
Other Agencies				
Assets				
Equity in pooled cash and cash equivalents	\$ 726,503	384,479	164,532	946,450
Cash and cash equivalents in segregated accounts	<u>14,799</u>	<u>2,198</u>	<u>306</u>	<u>16,691</u>
Total assets	<u>\$ 741,302</u>	<u>386,677</u>	<u>164,838</u>	<u>963,141</u>
Liabilities				
Deposits held and due to others	<u>\$ 741,302</u>	<u>386,677</u>	<u>164,838</u>	<u>963,141</u>
Total liabilities	<u>\$ 741,302</u>	<u>386,677</u>	<u>164,838</u>	<u>963,141</u>
Total - All Agency Funds				
Assets				
Equity in pooled cash and cash equivalents	\$ 737,250	453,732	233,605	957,377
Cash and cash equivalents in segregated accounts	14,799	2,198	306	16,691
Cash and cash equivalents with fiscal and escrow agents	492,596	4,702,420	4,629,620	565,396
Due from other governments	<u>342,987</u>	<u>353,514</u>	<u>342,987</u>	<u>353,514</u>
Total assets	<u>\$1,587,632</u>	<u>5,511,864</u>	<u>5,206,518</u>	<u>1,892,978</u>
Liabilities				
Due to other funds	\$ 342,987	353,514	342,987	353,514
Due to other governments	10,747	69,253	69,073	10,927
Deposits held and due to others	<u>1,233,898</u>	<u>5,089,097</u>	<u>4,794,458</u>	<u>1,528,537</u>
Total liabilities	<u>\$1,587,632</u>	<u>5,511,864</u>	<u>5,206,518</u>	<u>1,892,978</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES/EXPENSES
AND CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL**

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	332,354	2,700	1,621	(1,079)
Tangible personal property	0	0	1,121	1,121
Total property and other taxes	<u>332,354</u>	<u>2,700</u>	<u>2,742</u>	<u>42</u>
Intergovernmental				
Grants	206,246	199,278	199,278	0
Total intergovernmental	<u>206,246</u>	<u>199,278</u>	<u>199,278</u>	<u>0</u>
Special assessments				
Special assessments	31,574	267,374	280,121	12,747
Total special assessments	<u>31,574</u>	<u>267,374</u>	<u>280,121</u>	<u>12,747</u>
Interest				
Interest	0	3,000	3,664	664
Total interest	<u>0</u>	<u>3,000</u>	<u>3,664</u>	<u>664</u>
Total revenues	<u>570,174</u>	<u>472,352</u>	<u>485,805</u>	<u>13,453</u>
Expenditures				
Current				
General government				
All other expenditures				
County auditor deduction	316	316	242	74
County auditor deduction	0	200	78	122
County auditor deduction	42	42	20	22
County auditor deduction	31	31	17	14
County auditor deduction	2,200	2,200	1,264	936
Total all other expenditures	<u>2,589</u>	<u>2,789</u>	<u>1,621</u>	<u>1,168</u>
Total general government	<u>2,589</u>	<u>2,789</u>	<u>1,621</u>	<u>1,168</u>
Debt service				
Debt service				
Principal retirement	1,727,393	1,747,791	1,747,782	9
Interest and fiscal charges	1,363,691	1,367,861	1,366,183	1,678
Total debt service	<u>3,091,084</u>	<u>3,115,652</u>	<u>3,113,965</u>	<u>1,687</u>
Total expenditures	<u>3,093,673</u>	<u>3,118,441</u>	<u>3,115,586</u>	<u>2,855</u>
Excess of revenues over (under) expenditures	(2,523,499)	(2,646,089)	(2,629,781)	16,308

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Other financing sources (uses)				
Advances - in	0	32,035	46,551	14,516
Advances - out	(16,786)	(16,786)	(16,785)	1
Operating transfers - in	2,889,602	2,874,052	2,567,641	(306,411)
Total other financing sources (uses)	<u>2,872,816</u>	<u>2,889,301</u>	<u>2,597,407</u>	<u>(291,894)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	349,317	243,212	(32,374)	(275,586)
Fund balance at beginning of year	177,286	177,286	177,286	0
Fund balance (deficit) at end of year	<u><u>526,603</u></u>	<u><u>420,498</u></u>	<u><u>144,912</u></u>	<u><u>(275,586)</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
City Income Tax Capital Acquisitions Fund
For the Year Ended December 31, 2004

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Municipal income tax				
Individual	6,528,638	6,528,638	6,571,105	42,467
Businesses	343,612	343,612	314,625	(28,987)
Total municipal income tax	<u>6,872,250</u>	<u>6,872,250</u>	<u>6,885,730</u>	<u>13,480</u>
Charges for services				
General government	0	46,000	47,197	1,197
Total charges for services	<u>0</u>	<u>46,000</u>	<u>47,197</u>	<u>1,197</u>
Intergovernmental				
Grants	50,000	540,000	271,775	(268,225)
Total intergovernmental	<u>50,000</u>	<u>540,000</u>	<u>271,775</u>	<u>(268,225)</u>
Total revenues	<u>6,922,250</u>	<u>7,458,250</u>	<u>7,204,702</u>	<u>(253,548)</u>
Expenditures				
Current				
General government				
Materials and supplies				
Operating supplies	1,500,000	1,321,040	1,104,834	216,206
Vehicle maintenance tires and tubes	37,900	44,814	30,481	14,333
Total materials and supplies	<u>1,537,900</u>	<u>1,365,854</u>	<u>1,135,315</u>	<u>230,539</u>
Maintenance of equipment and facilities	310,465	282,556	216,754	65,802
Vehicle maintenance and repair	406,821	564,760	499,898	64,862
Contractual services	1,031,596	1,743,121	1,485,287	257,834
All other expenditures				
Legal advertising	15,000	22,700	14,783	7,917
Rentals and leases	0	12,000	502	11,498
Repair and maintenance	94,295	77,608	64,935	12,673
Refunds	200,000	212,500	212,429	71
Economic development grant	16,000	16,000	1,155	14,845
Total all other expenditures	<u>325,295</u>	<u>340,808</u>	<u>293,804</u>	<u>47,004</u>
Total general government	<u>3,612,077</u>	<u>4,297,099</u>	<u>3,631,058</u>	<u>666,041</u>
Capital outlay	<u>1,936,222</u>	<u>2,159,901</u>	<u>1,934,580</u>	<u>225,321</u>
Debt service				
Principal retirement	0	450,000	450,000	0
Interest and fiscal charges	0	6,300	6,265	35
Total debt service	<u>0</u>	<u>456,300</u>	<u>456,265</u>	<u>35</u>
Total expenditures	<u>5,548,299</u>	<u>6,913,300</u>	<u>6,021,903</u>	<u>891,397</u>
Excess of revenues over (under) expenditures	1,373,951	544,950	1,182,799	637,849

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Other financing sources (uses)				
Proceeds of notes	0	170,000	170,000	0
Advances - in	0	170,000	174,722	4,722
Operating transfers - in	0	18,000	18,735	735
Advances - out	(50,000)	(165,000)	(157,238)	7,762
Operating transfers - out	(2,560,608)	(2,338,158)	(2,194,520)	143,638
Total other financing sources (uses)	<u>(2,610,608)</u>	<u>(2,145,158)</u>	<u>(1,988,301)</u>	<u>156,857</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,236,657)</u>	<u>(1,600,208)</u>	<u>(805,502)</u>	<u>794,706</u>
Fund balance at beginning of year	1,620,283	1,620,283	1,620,283	0
Prior year encumbrances appropriated	99,164	99,164	99,164	0
Fund balance (deficit) at end of year	<u><u>482,790</u></u>	<u><u>119,239</u></u>	<u><u>913,945</u></u>	<u><u>794,706</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	0	0	2,134	2,134
Greens fees	571,000	571,000	569,458	(1,542)
Snack bar operations	55,000	55,000	57,219	2,219
Pro shop	35,000	35,000	40,365	5,365
Total charges for services	<u>661,000</u>	<u>661,000</u>	<u>669,176</u>	<u>8,176</u>
Interest				
Interest	2,000	2,000	5,725	3,725
Total interest	<u>2,000</u>	<u>2,000</u>	<u>5,725</u>	<u>3,725</u>
Other operating revenues				
Cart rental	232,200	232,200	240,604	8,404
Bar operations	175,000	175,000	185,099	10,099
Other operating revenues	4,500	4,500	5,415	915
Total other operating revenues	<u>411,700</u>	<u>411,700</u>	<u>431,118</u>	<u>19,418</u>
Royalties and commissions				
Royalties and commissions	0	0	792	792
Total royalties and commissions	<u>0</u>	<u>0</u>	<u>792</u>	<u>792</u>
Total revenues	<u>1,074,700</u>	<u>1,074,700</u>	<u>1,106,811</u>	<u>32,111</u>
Expenses				
Personal services				
Golf course clerk/bookkeeper	0	19,430	19,308	122
Manager	56,000	59,300	58,850	450
Part-time manager assistant	22,000	23,000	21,595	1,405
Clerk and bookkeeper	28,000	4,970	4,970	0
Greenskeeper	59,336	63,136	63,074	62
Snack bar manager	9,000	10,200	9,731	469
Part-time clubhouse laborer	29,000	29,000	28,212	788
Bartender	18,700	19,900	19,482	418
Assistant greenskeeper	54,339	58,939	58,744	195
Golf course ranger	64,500	59,000	57,692	1,308
Part-time laborer	70,000	72,500	71,905	595
Snack bar clerk	15,000	12,600	11,072	1,528
Overtime	11,000	8,500	8,172	328
Clothing allowance	3,000	3,000	1,400	1,600
Longevity	2,100	2,100	2,100	0
Workers compensation	13,100	13,100	7,255	5,845
Employee life insurance	230	230	207	23
Hospitalization	41,448	41,648	41,499	149
Public employees retirement	61,200	66,700	64,006	2,694
Medicare	6,350	6,350	4,409	1,941
Eye care	620	620	561	59
Total personal services	<u>564,923</u>	<u>574,223</u>	<u>554,244</u>	<u>19,979</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	65,000	85,665	66,277	19,388
Vehicle fuel	12,500	16,636	14,918	1,718
Vehicle fuel	700	900	340	560
Bar purchases-liquor	11,500	12,900	11,601	1,299
Bar purchases-beer	51,000	49,100	43,834	5,266
Bar purchases-miscellaneous	4,000	4,500	3,963	537
Snack bar purchases-food	22,000	22,000	21,104	896
Total materials and supplies	<u>166,700</u>	<u>191,701</u>	<u>162,037</u>	<u>29,664</u>
Maintenance of equipment and facilities	25,500	28,500	27,825	675
Vehicle maintenance and repair	3,000	3,000	367	2,633
Contractual services	25,000	28,500	25,761	2,739
All other expenditures				
Pro shop	33,000	34,000	32,141	1,859
Dues and subscriptions	700	700	575	125
Legal advertising	1,500	1,500	408	1,092
Postage and mailing	150	150	133	17
Outside printing	500	500	331	169
Copier and duplicator	250	250	234	16
Laundry and linens	350	350	317	33
Rentals and leases	70,500	70,500	62,332	8,168
Utilities-gas	16,000	21,100	18,052	3,048
Utilities-electricity	28,000	27,000	25,262	1,738
Utilities-telephone	3,000	4,300	3,491	809
Utilities-water	80,000	70,600	39,002	31,598
Licenses and permits	2,900	2,900	2,658	242
Cart path construction	60,000	31,000	29,946	1,054
Credit card fee	7,000	7,000	6,411	589
Repair and maintenance	35,000	32,000	29,017	2,983
Refunds	1,500	1,700	1,669	31
Total all other expenditures	<u>340,350</u>	<u>305,550</u>	<u>251,979</u>	<u>53,571</u>
Total current expenses	<u>1,125,473</u>	<u>1,131,474</u>	<u>1,022,213</u>	<u>109,261</u>
Capital outlay	<u>55,624</u>	<u>55,624</u>	<u>42,945</u>	<u>12,679</u>
Debt service				
Principal retirement	100,000	100,000	100,000	0
Interest and fiscal charges	3,000	3,000	1,919	1,081
Total debt service	<u>103,000</u>	<u>103,000</u>	<u>101,919</u>	<u>1,081</u>
Total expenses	<u>1,284,097</u>	<u>1,290,098</u>	<u>1,167,077</u>	<u>123,021</u>
Excess of revenues over (under) expenses	(209,397)	(215,398)	(60,266)	155,132
Fund equity at beginning of year	268,760	268,760	268,760	0
Prior year encumbrances appropriated	6,000	6,000	6,000	0
Fund equity (deficit) at end of year	<u>65,363</u>	<u>59,362</u>	<u>214,494</u>	<u>155,132</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	0	0	492	492
Emergency medical services	750,000	753,000	754,919	1,919
Total charges for services	<u>750,000</u>	<u>753,000</u>	<u>755,411</u>	<u>2,411</u>
Intergovernmental				
Grants	5,000	5,000	7,588	2,588
Total intergovernmental	<u>5,000</u>	<u>5,000</u>	<u>7,588</u>	<u>2,588</u>
Donations				
Donations	0	0	2,395	2,395
Total donations	<u>0</u>	<u>0</u>	<u>2,395</u>	<u>2,395</u>
Interest				
Interest	0	2,000	8,028	6,028
Total interest	<u>0</u>	<u>2,000</u>	<u>8,028</u>	<u>6,028</u>
Total revenues	<u>755,000</u>	<u>760,000</u>	<u>773,422</u>	<u>13,422</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Accounts coordinator	34,000	37,000	36,589	411
Clerk-typist	29,000	31,000	30,578	422
Overtime	240,000	240,000	220,190	19,810
Overtime training	134,000	100,197	85,348	14,849
Educational occupation wage supplement	191,200	225,210	225,210	0
Longevity	800	1,200	1,200	0
Workers compensation	1,890	1,890	1,890	0
Employee life insurance	120	120	108	12
Hospitalization	24,796	24,796	23,703	1,093
Public employees retirement	9,000	9,300	9,267	33
Medicare	4,260	3,860	992	2,868
Eye care	307	307	306	1
Total personal services	<u>669,373</u>	<u>674,880</u>	<u>635,381</u>	<u>39,499</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	29,000	31,750	30,600	1,150
Total materials and supplies	<u>29,000</u>	<u>31,750</u>	<u>30,600</u>	<u>1,150</u>
Maintenance of equipment and facilities	0	1,655	1,655	0
Contractual services	57,000	44,949	32,661	12,288
All other expenditures				
Uniform replacement	42,000	42,000	41,784	216
Dues and subscriptions	2,000	2,000	1,806	194
Travel and transportation	8,000	7,400	5,661	1,739
Postage and mailing	500	500	41	459
Copier and duplicator	350	1,650	924	726
Training	13,000	13,000	3,829	9,171
Total all other expenditures	<u>65,850</u>	<u>66,550</u>	<u>54,045</u>	<u>12,505</u>
Total security of persons and property	<u>821,223</u>	<u>819,784</u>	<u>754,342</u>	<u>65,442</u>
Total expenditures	<u>821,223</u>	<u>819,784</u>	<u>754,342</u>	<u>65,442</u>
Excess of revenues over (under) expenditures	(66,223)	(59,784)	19,080	78,864
Other financing sources (uses)				
Operating transfers - in	0	0	1,130	1,130
Operating transfers - out	(64,000)	(70,900)	(64,000)	6,900
Total other financing sources (uses)	<u>(64,000)</u>	<u>(70,900)</u>	<u>(62,870)</u>	<u>8,030</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(130,223)</u>	<u>(130,684)</u>	<u>(43,790)</u>	<u>86,894</u>
Fund balance at beginning of year	131,461	131,461	131,461	0
Prior year encumbrances appropriated	2,710	2,710	2,710	0
Fund balance (deficit) at end of year	<u><u>3,948</u></u>	<u><u>3,487</u></u>	<u><u>90,381</u></u>	<u><u>86,894</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Revenues				
Interest				
Interest	0	52	98	46
Total interest	<u>0</u>	<u>52</u>	<u>98</u>	<u>46</u>
Total revenues	<u>0</u>	<u>52</u>	<u>98</u>	<u>46</u>
Excess of revenues over (under) expenditures	0	52	98	46
Fund balance at beginning of year	3,689	3,689	3,689	0
Fund balance (deficit) at end of year	<u><u>3,689</u></u>	<u><u>3,741</u></u>	<u><u>3,787</u></u>	<u><u>46</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	6,000	6,000	4,872	(1,128)
Parks and recreation	37,300	37,300	72,352	35,052
Total charges for services	<u>43,300</u>	<u>43,300</u>	<u>77,224</u>	<u>33,924</u>
Intergovernmental				
Grants	0	0	10,000	10,000
Total intergovernmental	<u>0</u>	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Donations				
Donations	31,000	34,000	59,223	25,223
Total donations	<u>31,000</u>	<u>34,000</u>	<u>59,223</u>	<u>25,223</u>
Rentals and leases				
Rentals and leases	166,000	236,859	166,391	(70,468)
Total rentals and leases	<u>166,000</u>	<u>236,859</u>	<u>166,391</u>	<u>(70,468)</u>
Interest				
Interest	500	500	3,753	3,253
Total interest	<u>500</u>	<u>500</u>	<u>3,753</u>	<u>3,253</u>
Total revenues	<u>240,800</u>	<u>314,659</u>	<u>316,591</u>	<u>1,932</u>
Expenditures				
Current				
Leisure time activities				
Materials and supplies				
Operating supplies	43,293	69,776	62,907	6,869
Operating supplies	7,000	7,000	7,000	0
Total materials and supplies	<u>50,293</u>	<u>76,776</u>	<u>69,907</u>	<u>6,869</u>
Maintenance of equipment and facilities	21,008	3,962	3,962	0
Contractual services	68,000	102,300	99,419	2,881
Total leisure time activities	<u>139,301</u>	<u>183,038</u>	<u>173,288</u>	<u>9,750</u>
Capital outlay	<u>89,500</u>	<u>71,259</u>	<u>71,259</u>	<u>0</u>
Total expenditures	<u>228,801</u>	<u>254,297</u>	<u>244,547</u>	<u>9,750</u>
Excess of revenues over (under) expenditures	11,999	60,362	72,044	11,682
Other financing sources (uses)				
Operating transfers - out	(50,000)	(50,000)	(50,000)	0
Total other financing sources (uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(38,001)</u>	<u>10,362</u>	<u>22,044</u>	<u>11,682</u>
Fund balance at beginning of year	82,185	82,185	82,185	0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Prior year encumbrances appropriated	54,079	54,079	54,079	0
Fund balance (deficit) at end of year	<u>98,263</u>	<u>146,626</u>	<u>158,308</u>	<u>11,682</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
Miscellaneous services	135,634	135,634	340,317	204,683
Total charges for services	<u>135,634</u>	<u>135,634</u>	<u>340,317</u>	<u>204,683</u>
Intergovernmental				
Grants	5,073,016	5,073,016	4,742,160	(330,856)
Total intergovernmental	<u>5,073,016</u>	<u>5,073,016</u>	<u>4,742,160</u>	<u>(330,856)</u>
Donations				
Donations	0	0	500	500
Total donations	<u>0</u>	<u>0</u>	<u>500</u>	<u>500</u>
Interest				
Interest	0	0	3,241	3,241
Total interest	<u>0</u>	<u>0</u>	<u>3,241</u>	<u>3,241</u>
Total revenues	<u>5,208,650</u>	<u>5,208,650</u>	<u>5,086,218</u>	<u>(122,432)</u>
Expenditures				
Current				
Community environment				
Personal services				
Executive housing director	99,038	99,038	54,397	44,641
Hqs inspector	15,006	15,000	11,308	3,692
Program case manager	18,234	49,026	46,101	2,925
Program specialist	22,673	18,673	18,425	248
Public housing administrator	18,425	29,425	29,423	2
Public housing custodian	33,359	33,359	33,359	0
Clerk-typist	7,196	7,196	7,196	0
Fss coordinator	30,498	12,262	12,262	0
Occupancy specialist	37,772	15,099	15,099	0
Intake specialist	28,482	10,057	10,057	0
Resident initiative assistant	23,861	23,861	23,861	0
Program manager	3,500	3,500	3,500	0
Overtime	2,461	6,461	6,260	201
Longevity	1,400	2,400	2,300	100
Workers compensation	3,800	3,800	3,775	25
Employee life insurance	357	383	382	1
Hospitalization	50,437	56,087	55,699	388
Public employees retirement	80,566	39,116	37,613	1,503
Medicare	3,117	3,927	3,906	21
Eye care	1,060	1,060	667	393
Total personal services	<u>481,242</u>	<u>429,730</u>	<u>375,590</u>	<u>54,140</u>
Materials and supplies				
Operating supplies	14,500	34,024	34,024	0
Total materials and supplies	<u>14,500</u>	<u>34,024</u>	<u>34,024</u>	<u>0</u>
Contractual services	326,600	326,600	326,600	0
All other expenditures				
Dues and subscriptions	1,074	1,074	1,074	0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Legal advertising	550	3,500	3,500	0
Travel and transportation	20,000	12,189	12,189	0
Postage and mailing	3,500	5,260	5,260	0
Rentals and leases	3,766,728	3,766,728	3,776,627	(9,899)
Utilities-electricity	92,500	298,659	298,659	0
Utilities-telephone	3,970	2,100	2,100	0
Reimbursements	24,097	155,238	155,238	0
Total all other expenditures	<u>3,912,419</u>	<u>4,244,748</u>	<u>4,254,647</u>	<u>(9,899)</u>
Total community environment	<u>4,734,761</u>	<u>5,035,102</u>	<u>4,990,861</u>	<u>44,241</u>
Total expenditures	<u>4,734,761</u>	<u>5,035,102</u>	<u>4,990,861</u>	<u>44,241</u>
Excess of revenues over (under) expenditures	473,889	173,548	95,357	(78,191)
Other financing sources (uses)				
Advances - in	0	0	42,000	42,000
Operating transfers - in	0	0	7,698	7,698
Advances - out	(170,534)	(170,534)	(170,534)	0
Total other financing sources (uses)	<u>(170,534)</u>	<u>(170,534)</u>	<u>(120,836)</u>	<u>49,698</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>303,355</u>	<u>3,014</u>	<u>(25,479)</u>	<u>(28,493)</u>
Fund balance (deficit) at beginning of year	329,063	329,063	329,063	0
Fund balance (deficit) at end of year	<u><u>632,418</u></u>	<u><u>332,077</u></u>	<u><u>303,584</u></u>	<u><u>(28,493)</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Community Development Block Grant Fund
 For the Year Ended December 31, 2004

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	1,196,396	1,361,308	453,576	(907,732)
Total intergovernmental	<u>1,196,396</u>	<u>1,361,308</u>	<u>453,576</u>	<u>(907,732)</u>
Total revenues	<u>1,196,396</u>	<u>1,361,308</u>	<u>453,576</u>	<u>(907,732)</u>
Expenditures				
Current				
Community environment				
Personal services				
Director	20,298	0	0	0
Coordinator	3,261	0	0	0
Inspector-housing	2,764	0	0	0
Public service employee trainee	4,335	0	0	0
Clerk-typist	1,946	0	0	0
Secretary	2,347	0	0	0
Overtime	6,228	0	0	0
Longevity	425	0	0	0
Workers compensation	1,168	0	0	0
Public employees retirement	3,207	0	0	0
Medicare	565	0	0	0
Director	67,307	79,307	79,224	83
Coordinator	36,046	8,953	8,953	0
Inspector-housing	37,880	37,880	33,504	4,376
Public service employee trainee	28,981	30,781	30,740	41
Clerk-typist	28,097	12,785	12,785	0
Summer laborer	0	10,000	10,000	0
Secretary	33,880	15,553	15,553	0
Computer processor	0	25,327	24,220	1,107
Housing counselor	0	20,312	19,121	1,191
Development officer	0	26,888	24,176	2,712
Overtime	0	6,435	6,435	0
Longevity	1,650	1,650	1,538	112
Hospital buy back	0	924	923	1
Workers compensation	7,016	3,856	3,820	36
Employee life insurance	342	342	288	54
Hospitalization	62,855	56,681	40,986	15,695
Public employees retirement	32,738	33,858	32,849	1,009
Medicare	3,391	3,757	3,728	29
Eye care	815	815	501	314
Total personal services	<u>387,542</u>	<u>376,104</u>	<u>349,344</u>	<u>26,760</u>
Materials and supplies				
Operating supplies	116,800	126,800	24,839	101,961
Vehicle fuel	0	300	176	124
Total operating supplies	<u>116,800</u>	<u>127,100</u>	<u>25,015</u>	<u>102,085</u>
Maintenance of equipment and facilities	2,000	2,500	1,629	871

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Contractual services	267,043	249,198	36,073	213,125
All other expenditures				
Dues and subscriptions	1,174	0	0	0
Master zoning permits	14,263	0	0	0
Litter prevention	3,004	0	0	0
Home improvement program	10,000	0	0	0
Dues and subscriptions	1,200	1,200	1,061	139
Legal advertising	5,228	5,228	4,216	1,012
Travel and transportation	500	1,500	841	659
Postage and mailing	1,450	1,450	1,256	194
Copier and duplicator	1,250	1,250	588	662
Rentals and leases	55	55	4	51
Utilities-telephone	1,500	1,500	891	609
Education awareness	500	500	0	500
Litter prevention	19,943	3,713	0	3,713
Commercial rehabilitation loan	15,000	45,000	5,000	40,000
Comm. area pub. improvements	0	30,000	2,000	28,000
Advertising campaign	5,000	14,000	9,654	4,346
Senior citizens emergency cleanup	1,500	1,500	600	900
Health and human services	37,824	37,824	34,230	3,594
Home improvement program	110,000	190,566	156,486	34,080
Contingencies	30,565	13,065	1,680	11,385
Reimbursements	26,420	18,002	1,883	16,119
Total all other expenditures	<u>286,376</u>	<u>366,353</u>	<u>220,390</u>	<u>145,963</u>
Total community environment	<u>1,059,761</u>	<u>1,121,255</u>	<u>632,451</u>	<u>488,804</u>
Capital outlay	<u>10,000</u>	<u>9,700</u>	<u>2,423</u>	<u>7,277</u>
Total expenditures	<u>1,069,761</u>	<u>1,130,955</u>	<u>634,874</u>	<u>496,081</u>
Excess of revenues over (under) expenditures	126,635	230,353	(181,298)	(411,651)
Other financing sources (uses)				
Advances - in	0	0	283,875	283,875
Operating transfers - in	1,400	67,400	74,786	7,386
Advances - out	(509,350)	(509,350)	(509,349)	1
Operating transfers - out	(135,267)	(216,777)	(216,708)	69
Total other financing sources (uses)	<u>(643,217)</u>	<u>(658,727)</u>	<u>(367,396)</u>	<u>291,331</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(516,582)</u>	<u>(428,374)</u>	<u>(548,694)</u>	<u>(120,320)</u>
Fund balance (deficit) at beginning of year	631,640	631,640	631,640	0
Prior year encumbrances appropriated	20,000	20,000	20,000	0
Fund balance (deficit) at end of year	<u><u>135,058</u></u>	<u><u>223,266</u></u>	<u><u>102,946</u></u>	<u><u>(120,320)</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	250	250	991	741
Miscellaneous services	0	0	155	155
Total charges for services	250	250	1,146	896
Fees, licenses, and permits				
Fees and permits	1,000	1,000	1,530	530
Total fees, licenses, and permits	1,000	1,000	1,530	530
Intergovernmental				
State motor vehicle license tax	505,000	505,000	492,599	(12,401)
State gasoline tax	1,681,650	1,755,165	1,847,645	92,480
Grants	1,000	1,000	2,401	1,401
Total intergovernmental	2,187,650	2,261,165	2,342,645	81,480
Total revenues	2,188,900	2,262,415	2,345,321	82,906
Expenditures				
Current				
Transportation				
Personal services				
Supervisor	122,814	132,139	130,991	1,148
Mechanics supervisor	58,903	81,878	81,832	46
Laborer	1,446,000	1,491,000	1,490,462	538
Summer laborer	56,297	56,297	45,422	10,875
Mechanic	421,732	393,852	364,940	28,912
Mechanic II	0	27,880	3,280	24,600
Parts expediter	86,358	92,458	92,362	96
Special equipment operator	306,855	367,855	367,159	696
Truck driver	736,000	696,000	692,278	3,722
Overtime	300,000	275,373	241,471	33,902
Clothing allowance	38,280	39,772	39,686	86
Tool allowance	6,200	6,200	5,580	620
Longevity	49,230	49,230	47,192	2,038
Workers compensation	74,220	55,194	55,194	0
Employee life insurance	4,065	4,065	4,007	58
Hospitalization	727,613	705,813	698,034	7,779
Public employees retirement	511,000	486,000	480,563	5,437
Medicare	35,000	35,000	33,666	1,334
Eye care	9,800	9,309	9,309	0
Total personal services	4,990,367	5,005,315	4,883,428	121,887

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	70,000	61,131	55,915	5,216
Vehicle fuel	108,000	180,000	133,184	46,816
Vehicle fuel	6,000	6,000	3,565	2,435
Total operating supplies	<u>184,000</u>	<u>247,131</u>	<u>192,664</u>	<u>54,467</u>
Contractual services	48,000	49,050	48,723	327
All other expenditures				
Copier and duplicator	350	350	303	47
Rentals and leases	6,000	20,762	20,762	0
Training	700	1,795	1,575	220
Radio and communications	9,000	9,000	8,983	17
Total all other expenditures	<u>16,050</u>	<u>31,907</u>	<u>31,623</u>	<u>284</u>
Total transportation	<u>5,238,417</u>	<u>5,333,403</u>	<u>5,156,438</u>	<u>176,965</u>
Total expenditures	<u>5,238,417</u>	<u>5,333,403</u>	<u>5,156,438</u>	<u>176,965</u>
Excess of revenues over (under) expenditures	(3,049,517)	(3,070,988)	(2,811,117)	259,871
Other financing sources (uses)				
Operating transfers - in	2,999,567	3,075,567	2,992,661	(82,906)
Total other financing sources (uses)	<u>2,999,567</u>	<u>3,075,567</u>	<u>2,992,661</u>	<u>(82,906)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(49,950)	4,579	181,544	176,965
Fund balance at beginning of year	73,883	73,883	73,883	0
Prior year encumbrances appropriated	2,986	2,986	2,986	0
Fund balance (deficit) at end of year	<u><u>26,919</u></u>	<u><u>81,448</u></u>	<u><u>258,413</u></u>	<u><u>176,965</u></u>

City of Parma, 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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
State motor vehicle license tax	40,000	40,000	39,940	(60)
State gasoline tax	128,760	128,760	149,809	21,049
Grants	0	0	208	208
Total intergovernmental	<u>168,760</u>	<u>168,760</u>	<u>189,957</u>	<u>21,197</u>
Interest				
Interest	0	0	380	380
Total interest	<u>0</u>	<u>0</u>	<u>380</u>	<u>380</u>
Total revenues	<u>168,760</u>	<u>168,760</u>	<u>190,337</u>	<u>21,577</u>
Expenditures				
Current				
Transportation				
Personal services				
Supervisor	0	40,900	39,308	1,592
Sign painter	47,383	52,683	52,599	84
Printer	45,209	48,009	47,837	172
Traffic light technician	127,602	89,995	86,023	3,972
Overtime	10,000	15,000	14,760	240
Clothing allowance	1,770	2,452	2,452	0
Longevity	5,350	6,300	6,300	0
Workers compensation	5,226	2,971	2,971	0
Employee life insurance	228	278	256	22
Hospitalization	35,984	41,034	40,509	525
Public employees retirement	32,060	34,060	33,319	741
Medicare	900	1,430	1,315	115
Eye care	556	556	485	71
Total personal services	<u>312,268</u>	<u>335,668</u>	<u>328,134</u>	<u>7,534</u>
Materials and supplies				
Operating supplies	17,000	32,909	32,606	303
Vehicle fuel	56,000	11,000	10,000	1,000
Total operating supplies	<u>73,000</u>	<u>43,909</u>	<u>42,606</u>	<u>1,303</u>
All other expenditures				
Rentals and leases	500	500	0	500
Total all other expenditures	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Total transportation	<u>385,768</u>	<u>380,077</u>	<u>370,740</u>	<u>9,337</u>
Total expenditures	<u>385,768</u>	<u>380,077</u>	<u>370,740</u>	<u>9,337</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Excess of revenues over (under) expenditures	(217,008)	(211,317)	(180,403)	30,914
Other financing sources (uses)				
Operating transfers - in	249,113	251,113	229,202	(21,911)
Total other financing sources (uses)	<u>249,113</u>	<u>251,113</u>	<u>229,202</u>	<u>(21,911)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>32,105</u>	<u>39,796</u>	<u>48,799</u>	<u>9,003</u>
Fund balance (deficit) at beginning of year	(32,099)	(32,099)	(32,099)	0
Prior year encumbrances appropriated	1,909	1,909	1,909	0
Fund balance (deficit) at end of year	<u><u>1,915</u></u>	<u><u>9,606</u></u>	<u><u>18,609</u></u>	<u><u>9,003</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
State motor vehicle license tax	547,300	547,300	544,509	(2,791)
Total intergovernmental	<u>547,300</u>	<u>547,300</u>	<u>544,509</u>	<u>(2,791)</u>
Interest				
Interest	0	1,000	3,470	2,470
Total interest	<u>0</u>	<u>1,000</u>	<u>3,470</u>	<u>2,470</u>
Total revenues	<u>547,300</u>	<u>548,300</u>	<u>547,979</u>	<u>(321)</u>
Excess of revenues over (under) expenditures	547,300	548,300	547,979	(321)
Other financing sources (uses)				
Operating transfers - out	(545,000)	(545,000)	(425,000)	120,000
Total other financing sources (uses)	<u>(545,000)</u>	<u>(545,000)</u>	<u>(425,000)</u>	<u>120,000</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,300	3,300	122,979	119,679
Fund balance at beginning of year	3,859	3,859	3,859	0
Fund balance (deficit) at end of year	<u><u>6,159</u></u>	<u><u>7,159</u></u>	<u><u>126,838</u></u>	<u><u>119,679</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	0	50	44	(6)
Total property and other taxes	<u>0</u>	<u>50</u>	<u>44</u>	<u>(6)</u>
Special assessments				
Special assessments	4,100	9,167	10,756	1,589
Total special assessments	<u>4,100</u>	<u>9,167</u>	<u>10,756</u>	<u>1,589</u>
Total revenues	<u>4,100</u>	<u>9,217</u>	<u>10,800</u>	<u>1,583</u>
Expenditures				
Current				
General government				
Contractual services	9,000	28,500	28,055	445
All other expenditures				
County auditor deduction	50	50	44	6
Refunds	500	500	0	500
Total all other expenditures	<u>550</u>	<u>550</u>	<u>44</u>	<u>506</u>
Total general government	<u>9,550</u>	<u>29,050</u>	<u>28,099</u>	<u>951</u>
Total expenditures	<u>9,550</u>	<u>29,050</u>	<u>28,099</u>	<u>951</u>
Excess of revenues over (under) expenditures	(5,450)	(19,833)	(17,299)	2,534
Other financing sources (uses)				
Advances - in	0	10,000	7,466	(2,534)
Total other financing sources (uses)	<u>0</u>	<u>10,000</u>	<u>7,466</u>	<u>(2,534)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(5,450)	(9,833)	(9,833)	0
Fund balance at beginning of year	9,835	9,835	9,835	0
Fund balance (deficit) at end of year	<u><u>4,385</u></u>	<u><u>2</u></u>	<u><u>2</u></u>	<u><u>0</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	8,000	8,000	4,178	(3,822)
Total property and other taxes	<u>8,000</u>	<u>8,000</u>	<u>4,178</u>	<u>(3,822)</u>
Special assessments				
Special assessments	805,000	805,000	820,828	15,828
Total special assessments	<u>805,000</u>	<u>805,000</u>	<u>820,828</u>	<u>15,828</u>
Total revenues	<u>813,000</u>	<u>813,000</u>	<u>825,006</u>	<u>12,006</u>
Expenditures				
Current				
Basic utility services				
All other expenditures				
Street lighting	840,000	840,000	830,384	9,616
County auditor deduction	8,000	8,000	4,178	3,822
Total all other expenditures	<u>848,000</u>	<u>848,000</u>	<u>834,562</u>	<u>13,438</u>
Total basic utility services	<u>848,000</u>	<u>848,000</u>	<u>834,562</u>	<u>13,438</u>
Total expenditures	<u>848,000</u>	<u>848,000</u>	<u>834,562</u>	<u>13,438</u>
Excess of revenues over (under) expenditures	(35,000)	(35,000)	(9,556)	25,444
Other financing sources (uses)				
Advances - in	0	0	9,556	9,556
Operating transfers - in	35,000	35,000	0	(35,000)
Total other financing sources (uses)	<u>35,000</u>	<u>35,000</u>	<u>9,556</u>	<u>(25,444)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0	0
Fund balance at beginning of year	1	1	1	0
Fund balance (deficit) at end of year	<u>1</u>	<u>1</u>	<u>1</u>	<u>0</u>

City of Parma, 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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	419,000	454,218	414,010	(40,208)
Tangible personal property	25,000	25,000	29,209	4,209
Total property and other taxes	<u>444,000</u>	<u>479,218</u>	<u>443,219</u>	<u>(35,999)</u>
Charges for services				
General government	0	0	23,419	23,419
Total charges for services	<u>0</u>	<u>0</u>	<u>23,419</u>	<u>23,419</u>
Intergovernmental				
Homestead	4,000	4,000	4,827	827
10% reimbursement	43,000	43,000	46,473	3,473
2.5% property tax rollback	7,000	7,000	8,474	1,474
Total intergovernmental	<u>54,000</u>	<u>54,000</u>	<u>59,774</u>	<u>5,774</u>
Total revenues	<u>498,000</u>	<u>533,218</u>	<u>526,412</u>	<u>(6,806)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
State pension fund	1,447,176	1,447,176	1,374,134	73,042
Total personal services	<u>1,447,176</u>	<u>1,447,176</u>	<u>1,374,134</u>	<u>73,042</u>
All other expenditures				
Refunds	500	500	0	500
Total all other expenditures	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Total security of persons and property	<u>1,447,676</u>	<u>1,447,676</u>	<u>1,374,134</u>	<u>73,542</u>
Total expenditures	<u>1,447,676</u>	<u>1,447,676</u>	<u>1,374,134</u>	<u>73,542</u>
Excess of revenues over (under) expenditures	(949,676)	(914,458)	(847,722)	66,736
Other financing sources (uses)				
Operating transfers - in	920,000	920,000	921,815	1,815
Total other financing sources (uses)	<u>920,000</u>	<u>920,000</u>	<u>921,815</u>	<u>1,815</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(29,676)	5,542	74,093	68,551
Fund balance at beginning of year	285,124	285,124	285,124	0
Fund balance (deficit) at end of year	<u>255,448</u>	<u>290,666</u>	<u>359,217</u>	<u>68,551</u>

City of Parma, 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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	419,000	423,995	414,010	(9,985)
Tangible personal property	25,000	25,000	29,209	4,209
Total property and other taxes	<u>444,000</u>	<u>448,995</u>	<u>443,219</u>	<u>(5,776)</u>
Charges for services				
General government	32,081	26,000	25,938	(62)
Total charges for services	<u>32,081</u>	<u>26,000</u>	<u>25,938</u>	<u>(62)</u>
Intergovernmental				
Homestead	4,000	4,000	4,827	827
10% reimbursement	43,000	43,000	46,473	3,473
2.5% property tax rollback	7,000	7,000	8,474	1,474
Total intergovernmental	<u>54,000</u>	<u>54,000</u>	<u>59,774</u>	<u>5,774</u>
Total revenues	<u>530,081</u>	<u>528,995</u>	<u>528,931</u>	<u>(64)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
State pension fund	1,696,197	1,701,431	1,783,593	(82,162)
Total personal services	<u>1,696,197</u>	<u>1,701,431</u>	<u>1,783,593</u>	<u>(82,162)</u>
All other expenditures				
Refunds	500	2,266	2,266	0
Total all other expenditures	<u>500</u>	<u>2,266</u>	<u>2,266</u>	<u>0</u>
Total security of persons and property	<u>1,696,697</u>	<u>1,703,697</u>	<u>1,785,859</u>	<u>(82,162)</u>
Total expenditures	<u>1,696,697</u>	<u>1,703,697</u>	<u>1,785,859</u>	<u>(82,162)</u>
Excess of revenues over (under) expenditures	(1,166,616)	(1,174,702)	(1,256,928)	(82,226)
Other financing sources (uses)				
Operating transfers - in	1,000,000	1,012,900	1,007,974	(4,926)
Total other financing sources (uses)	<u>1,000,000</u>	<u>1,012,900</u>	<u>1,007,974</u>	<u>(4,926)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(166,616)	(161,802)	(248,954)	(87,152)
Fund balance at beginning of year	166,839	166,839	166,839	0
Fund balance (deficit) at end of year	<u>223</u>	<u>5,037</u>	<u>(82,115)</u>	<u>(87,152)</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	25,000	235,553	144,433	(91,120)
Total charges for services	25,000	235,553	144,433	(91,120)
Fines and forfeitures				
Fines and forfeitures	71,500	160,900	203,852	42,952
Total fines and forfeitures	71,500	160,900	203,852	42,952
Intergovernmental				
Grants	25,000	36,935	72,861	35,926
Total intergovernmental	25,000	36,935	72,861	35,926
Donations				
Donations	15,000	15,000	15,530	530
Total donations	15,000	15,000	15,530	530
Rentals and leases				
Rentals and leases	15,000	15,000	17,952	2,952
Total rentals and leases	15,000	15,000	17,952	2,952
Interest				
Interest	0	1,000	5,447	4,447
Total interest	0	1,000	5,447	4,447
Total revenues	151,500	464,388	460,075	(4,313)
Expenditures				
Current				
Security of persons and property				
Personal services				
Police officer	40,000	40,050	40,050	0
Overtime	0	25,649	25,649	0
Total personal services	40,000	65,699	65,699	0
Materials and supplies				
Operating supplies	15,000	15,000	14,218	782
Operating supplies	1,000	4,190	4,146	44
Operating supplies	0	980	980	0
Total materials and supplies	16,000	20,170	19,344	826
Contractual services	0	46,700	46,700	0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Dues and subscriptions	5,000	0	0	0
Travel and transportation	0	1,482	1,482	0
Training	0	2,880	2,880	0
Utilities-telephone	9,000	10,810	8,575	2,235
Housing of prisoners	25,000	25,000	24,500	500
Education awareness	20,000	20,000	6,462	13,538
Education awareness	2,000	2,000	1,268	732
Psychological examinations	0	3,150	3,150	0
Total all other expenditures	<u>61,000</u>	<u>65,322</u>	<u>48,317</u>	<u>17,005</u>
Total security of persons and property	<u>117,000</u>	<u>197,891</u>	<u>180,060</u>	<u>17,831</u>
Capital outlay	<u>59,000</u>	<u>46,709</u>	<u>28,119</u>	<u>18,590</u>
Total expenditures	<u>176,000</u>	<u>244,600</u>	<u>208,179</u>	<u>36,421</u>
Excess of revenues over (under) expenditures	(24,500)	219,788	251,896	32,108
Other financing sources (uses)				
Operating transfers - out	0	(10,953)	(10,953)	0
Total other financing sources (uses)	<u>0</u>	<u>(10,953)</u>	<u>(10,953)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(24,500)</u>	<u>208,835</u>	<u>240,943</u>	<u>32,108</u>
Fund balance at beginning of year	518,768	518,768	518,768	0
Prior year encumbrances appropriated	46,700	46,700	46,700	0
Fund balance (deficit) at end of year	<u><u>540,968</u></u>	<u><u>774,303</u></u>	<u><u>806,411</u></u>	<u><u>32,108</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	1,450,000	1,466,715	1,432,939	(33,776)
Tangible personal property	115,000	115,000	146,044	31,044
Total property and other taxes	1,565,000	1,581,715	1,578,983	(2,732)
Intergovernmental				
Homestead	15,000	15,000	16,212	1,212
10% reimbursement	158,000	158,000	159,056	1,056
2.5% property tax rollback	28,000	28,000	28,463	463
Total intergovernmental	201,000	201,000	203,731	2,731
Total revenues	1,766,000	1,782,715	1,782,714	(1)
Expenditures				
Current				
Security of persons and property				
Personal services				
Police officer	328,000	231,313	65,616	165,697
Assistant vehicle maintenance officer	46,000	52,000	50,583	1,417
Overtime	348,000	336,405	202,445	133,960
Clothing allowance	0	10,000	8,904	1,096
Tool allowance	620	620	620	0
Longevity	0	1,500	1,500	0
Education bonus	1,000	0	0	0
Employee life insurance	0	64	59	5
Hospitalization	42,000	40,397	11,318	29,079
Public employees retirement	0	9,580	9,421	159
Eye care	0	154	153	1
Total personal services	765,620	682,033	350,619	331,414
Materials and supplies				
Operating supplies	0	47,687	44,958	2,729
Total materials and supplies	0	47,687	44,958	2,729
County auditor deductions				
County auditor and treasurer fees	14,000	14,100	15,181	(1,081)
Total county auditor deductions	14,000	14,100	15,181	(1,081)
Contractual services	40,921	35,421	30,542	4,879

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Dues and subscriptions	4,500	4,500	4,500	0
Repair and maintenance	0	32,500	31,925	575
Radio and communications	33,147	43,328	43,019	309
Total all other expenditures	<u>37,647</u>	<u>80,328</u>	<u>79,444</u>	<u>884</u>
Total security of persons and property	<u>858,188</u>	<u>859,569</u>	<u>520,744</u>	<u>338,825</u>
Total expenditures	<u>858,188</u>	<u>859,569</u>	<u>520,744</u>	<u>338,825</u>
Excess of revenues over (under) expenditures	907,812	923,146	1,261,970	338,824
Other financing sources (uses)				
Operating transfers - out	(920,000)	(920,000)	(920,000)	0
Total other financing sources (uses)	<u>(920,000)</u>	<u>(920,000)</u>	<u>(920,000)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(12,188)</u>	<u>3,146</u>	<u>341,970</u>	<u>338,824</u>
Fund balance at beginning of year	13,619	13,619	13,619	0
Prior year encumbrances appropriated	5,681	5,681	5,681	0
Fund balance (deficit) at end of year	<u><u>7,112</u></u>	<u><u>22,446</u></u>	<u><u>361,270</u></u>	<u><u>338,824</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	1,450,000	1,466,786	1,432,939	(33,847)
Tangible personal property	115,000	115,000	146,044	31,044
Total property and other taxes	1,565,000	1,581,786	1,578,983	(2,803)
Intergovernmental				
Homestead	15,000	15,000	16,212	1,212
10% reimbursement	158,000	158,000	159,056	1,056
2.5% property tax rollback	28,000	28,000	28,463	463
Grants	0	0	71	71
Total intergovernmental	201,000	201,000	203,802	2,802
Total revenues	1,766,000	1,782,786	1,782,785	(1)
Expenditures				
Current				
Security of persons and property				
Personal services				
Firemen	105,557	170,318	170,234	84
Overtime	400,000	375,000	373,078	1,922
Clothing allowance	91,000	86,021	82,450	3,571
Workers compensation	3,167	465	465	0
Employee life insurance	171	271	270	1
Hospitalization	25,296	33,317	33,215	102
Medicare	56,833	3,833	3,797	36
Eye care	383	624	609	15
Total personal services	682,407	669,849	664,118	5,731
Materials and supplies				
Operating supplies	25,000	27,000	26,809	191
Photography supplies	1,000	1,000	0	1,000
Total materials and supplies	26,000	28,000	26,809	1,191
County auditor deductions				
County auditor and treasurer fees	14,000	14,100	15,181	(1,081)
Total county auditor deductions	14,000	14,100	15,181	(1,081)
Contractual services	15,300	7,675	5,723	1,952

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Uniform replacement	15,000	20,532	17,435	3,097
Dues and subscriptions	2,000	2,000	1,865	135
Rentals and leases	5,000	1,000	0	1,000
Radio and communications	32,195	41,345	30,747	10,598
Total all other expenditures	<u>54,195</u>	<u>64,877</u>	<u>50,047</u>	<u>14,830</u>
Total security of persons and property	<u>791,902</u>	<u>784,501</u>	<u>761,878</u>	<u>22,623</u>
Total expenditures	<u>791,902</u>	<u>784,501</u>	<u>761,878</u>	<u>22,623</u>
Excess of revenues over (under) expenditures	974,098	998,285	1,020,907	22,622
Other financing sources (uses)				
Operating transfers - out	(1,061,000)	(1,015,000)	(1,014,248)	752
Total other financing sources (uses)	<u>(1,061,000)</u>	<u>(1,015,000)</u>	<u>(1,014,248)</u>	<u>752</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(86,902)</u>	<u>(16,715)</u>	<u>6,659</u>	<u>23,374</u>
Fund balance at beginning of year	23,835	23,835	23,835	0
Prior year encumbrances appropriated	9,699	9,699	9,699	0
Fund balance (deficit) at end of year	<u>(53,368)</u>	<u>16,819</u>	<u>40,193</u>	<u>23,374</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	210,000	210,000	202,122	(7,878)
Total charges for services	210,000	210,000	202,122	(7,878)
Fees, licenses, and permits				
Fees and permits	25,000	38,000	44,854	6,854
Total fees, licenses, and permits	25,000	38,000	44,854	6,854
Total revenues	235,000	248,000	246,976	(1,024)
Expenditures				
Current				
Basic utility services				
Personal services				
Supervisor	60,781	65,695	65,694	1
Clerk-typist	28,937	30,625	30,624	1
Laborer	118,922	170,522	170,475	47
Mechanic	40,366	51,732	51,711	21
Truck driver	213,069	232,069	231,088	981
Overtime	72,404	57,214	56,521	693
Clothing allowance	6,600	6,600	6,546	54
Tool allowance	620	620	90	530
Longevity	10,950	11,700	11,700	0
Workers compensation	11,699	8,721	8,721	0
Employee life insurance	690	705	703	2
Hospitalization	121,160	119,160	119,042	118
Public employees retirement	111,649	87,649	87,565	84
Medicare	2,338	2,378	2,374	4
Eye care	1,733	1,580	1,580	0
Total personal services	801,918	846,970	844,434	2,536
Materials and supplies				
Operating supplies	27,000	29,880	29,880	0
Vehicle fuel	17,000	21,001	16,041	4,960
Total operating supplies	44,000	50,881	45,921	4,960
Contractual services	4,600	5,768	5,768	0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Total basic utility services	850,518	903,619	896,123	7,496
Total expenditures	850,518	903,619	896,123	7,496
Excess of revenues over (under) expenditures	(615,518)	(655,619)	(649,147)	6,472
Other financing sources (uses)				
Operating transfers - in	565,518	644,635	645,658	1,023
Total other financing sources (uses)	565,518	644,635	645,658	1,023
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(50,000)	(10,984)	(3,489)	7,495
Fund balance at beginning of year	61,283	61,283	61,283	0
Fund balance (deficit) at end of year	11,283	50,299	57,794	7,495

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	270,204	518,617	315,016	(203,601)
Total intergovernmental	<u>270,204</u>	<u>518,617</u>	<u>315,016</u>	<u>(203,601)</u>
Total revenues	<u>270,204</u>	<u>518,617</u>	<u>315,016</u>	<u>(203,601)</u>
Expenditures				
Current				
Community environment				
Personal services				
Administrator	60,607	65,967	64,814	1,153
Longevity	350	350	300	50
Workers compensation	1,819	1,819	1,011	808
Employee life insurance	57	57	54	3
Hospitalization	11,318	11,418	11,318	100
Public employees retirement	8,485	9,685	9,521	164
Medicare	879	1,019	1,019	0
Eye care	154	304	153	151
Administrator	5,000	5,000	5,000	0
Fair housing investigator	12,000	12,000	12,000	0
Workers compensation	510	510	59	451
Public employees retirement	2,380	2,380	0	2,380
Medicare	247	247	0	247
Total personal services	<u>103,806</u>	<u>110,756</u>	<u>105,249</u>	<u>5,507</u>
Materials and supplies				
Operating supplies	500	500	0	500
Total materials and supplies	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Contractual services	1,400	1,400	0	1,400
All other expenditures				
Travel and transportation	20,000	13,050	4,892	8,158
Dues and subscriptions	230	230	0	230
Legal advertising	200	200	0	200
Travel and transportation	1,500	1,500	0	1,500
Postage and mailing	100	100	0	100
Training	1,200	1,200	0	1,200
Reimbursements	44,875	293,502	264,875	28,627
Total all other expenditures	<u>68,105</u>	<u>309,782</u>	<u>269,767</u>	<u>40,015</u>
Total community environment	<u>173,811</u>	<u>422,438</u>	<u>375,016</u>	<u>47,422</u>
Total expenditures	<u>173,811</u>	<u>422,438</u>	<u>375,016</u>	<u>47,422</u>
Excess of revenues over (under) expenditures	96,393	96,179	(60,000)	(156,179)
Other financing sources (uses)				
Advances - in	0	0	168,642	168,642
Operating transfers - in	163,841	164,055	161,538	(2,517)
Advances - out	(255,795)	(255,795)	(255,794)	1

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Total other financing sources (uses)	(91,954)	(91,740)	74,386	166,126
Excess of revenues and other financing sources over (under) expenditures and other financing uses	4,439	4,439	14,386	9,947
Fund balance at beginning of year	82,397	82,397	82,397	0
Fund balance (deficit) at end of year	<u>86,836</u>	<u>86,836</u>	<u>96,783</u>	<u>9,947</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
Parks and recreation	5,000	5,000	9,355	4,355
Total charges for services	5,000	5,000	9,355	4,355
Donations				
Donations	0	0	600	600
Total donations	0	0	600	600
Rentals and leases				
Rentals and leases	170,000	233,052	228,697	(4,355)
Total rentals and leases	170,000	233,052	228,697	(4,355)
Total revenues	175,000	238,052	238,652	600
Expenditures				
Current				
Leisure time activities				
Personal services				
Custodian	34,868	39,068	38,315	753
Part-time housekeeper	38,830	45,969	45,904	65
Overtime	3,000	2,290	727	1,563
Clothing allowance	1,590	1,201	1,201	0
Longevity	350	300	300	0
Workers compensation	2,249	1,249	1,234	15
Employee life insurance	57	57	54	3
Hospitalization	11,346	11,446	11,345	101
Public employees retirement	10,493	13,493	12,796	697
Medicare	1,087	1,197	1,193	4
Eye care	154	154	153	1
Total personal services	104,024	116,424	113,222	3,202
Materials and supplies				
Operating supplies	26,615	22,400	22,244	156
Total materials and supplies	26,615	22,400	22,244	156
Maintenance of equipment and facilities	301	1	0	1
Contractual services	4,370	6,053	6,053	0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Utilities-gas	48,615	44,477	44,137	340
Utilities-electricity	51,385	48,585	48,517	68
Utilities-water	4,050	3,385	3,385	0
Refunds	0	215	215	0
Total all other expenditures	<u>104,050</u>	<u>96,662</u>	<u>96,254</u>	<u>408</u>
Total leisure time activities	<u>239,360</u>	<u>241,540</u>	<u>237,773</u>	<u>3,767</u>
Total expenditures	<u>239,360</u>	<u>241,540</u>	<u>237,773</u>	<u>3,767</u>
Excess of revenues over (under) expenditures	(64,360)	(3,488)	879	4,367
Other financing sources (uses)				
Operating transfers - in	50,000	50,000	50,000	0
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(14,360)</u>	<u>46,512</u>	<u>50,879</u>	<u>4,367</u>
Fund balance at beginning of year	20,495	20,495	20,495	0
Prior year encumbrances appropriated	1,180	1,180	1,180	0
Fund balance (deficit) at end of year	<u><u>7,315</u></u>	<u><u>68,187</u></u>	<u><u>72,554</u></u>	<u><u>4,367</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	133,988	152,224	89,866	(62,358)
Total intergovernmental	<u>133,988</u>	<u>152,224</u>	<u>89,866</u>	<u>(62,358)</u>
Donations				
Donations	94,800	37,881	100,090	62,209
Total donations	<u>94,800</u>	<u>37,881</u>	<u>100,090</u>	<u>62,209</u>
Total revenues	<u>228,788</u>	<u>190,105</u>	<u>189,956</u>	<u>(149)</u>
Expenditures				
Current				
Leisure time activities				
Personal services				
Escort and outreach coordinator	36,028	36,028	29,018	7,010
Assistant program coordinator	37,103	37,103	33,419	3,684
Casemanager	32,284	13,611	13,611	0
Human service specialist	0	18,674	12,848	5,826
Longevity	1,460	1,500	1,500	0
Hospital buy back	0	31	31	0
Workers compensation	2,846	2,806	447	2,359
Employee life insurance	114	114	108	6
Hospitalization	11,635	11,604	10,393	1,211
Public employees retirement	13,282	13,382	13,327	55
Medicare	1,376	1,376	1,013	363
Eye care	98	98	98	0
Escort and outreach coordinator	36,028	34,824	29,849	4,975
Outreach specialist II	19,311	24,705	23,444	1,261
Part-time clerk	10,296	12,380	11,809	571
Part-time program assistant	0	1,500	1,019	481
Overtime	0	99	99	0
Longevity	600	600	600	0
Workers compensation	1,987	1,987	1,650	337
Employee life insurance	57	57	54	3
Hospitalization	5,548	5,548	5,454	94
Public employees retirement	9,273	9,273	9,081	192
Medicare	961	961	941	20
Eye care	49	49	49	0
Total personal services	<u>220,336</u>	<u>228,310</u>	<u>199,862</u>	<u>28,448</u>
Materials and supplies				
Operating supplies	50,000	49,900	31,013	18,887
Operating supplies	1,000	1,000	1,000	0
Total materials and supplies	<u>51,000</u>	<u>50,900</u>	<u>32,013</u>	<u>18,887</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Contractual services	13,296	5,423	3,750	1,673
All other expenditures				
Travel and transportation	100	100	0	100
Postage and mailing	500	500	479	21
Copier and duplicator	500	500	500	0
Education awareness	500	500	200	300
Total all other expenditures	<u>1,600</u>	<u>1,600</u>	<u>1,179</u>	<u>421</u>
Total leisure time activities	<u>286,232</u>	<u>286,233</u>	<u>236,804</u>	<u>49,429</u>
Total expenditures	<u>286,232</u>	<u>286,233</u>	<u>236,804</u>	<u>49,429</u>
Excess of revenues over (under) expenditures	(57,444)	(96,128)	(46,848)	49,280
Other financing sources (uses)				
Operating transfers - in	0	90,076	63,406	(26,670)
Operating transfers - out	(57,923)	(64,716)	(64,712)	4
Total other financing sources (uses)	<u>(57,923)</u>	<u>25,360</u>	<u>(1,306)</u>	<u>(26,666)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(115,367)</u>	<u>(70,768)</u>	<u>(48,154)</u>	<u>22,614</u>
Fund balance at beginning of year	115,371	115,371	115,371	0
Fund balance (deficit) at end of year	<u><u>4</u></u>	<u><u>44,603</u></u>	<u><u>67,217</u></u>	<u><u>22,614</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	10,228	10,228	8,659	(1,569)
Total intergovernmental	<u>10,228</u>	<u>10,228</u>	<u>8,659</u>	<u>(1,569)</u>
Donations				
Donations	98,374	125,638	127,234	1,596
Total donations	<u>98,374</u>	<u>125,638</u>	<u>127,234</u>	<u>1,596</u>
Total revenues	<u>108,602</u>	<u>135,866</u>	<u>135,893</u>	<u>27</u>
Expenditures				
Current				
Leisure time activities				
Personal services				
Escort and outreach coordinator	27,021	25,061	15,153	9,908
Food service aide	16,662	14,756	14,362	394
Part-time program assistant	0	3,866	2,502	1,364
Workers compensation	1,311	1,311	446	865
Hospitalization	56	56	41	15
Public employees retirement	6,116	6,116	5,152	964
Medicare	634	634	551	83
Public employees retirement	0	40	40	0
Medicare	0	4	4	0
Part-time assistant coordinator	9,007	9,363	9,360	3
Food service aide	8,747	7,148	6,955	193
Site coordinator	9,370	11,408	11,030	378
Workers compensation	814	464	401	63
Hospitalization	42	42	17	25
Public employees retirement	3,798	3,998	3,961	37
Medicare	394	444	424	20
Total personal services	<u>83,972</u>	<u>84,711</u>	<u>70,399</u>	<u>14,312</u>
Materials and supplies				
Operating supplies	1,000	989	989	0
Total materials and supplies	<u>1,000</u>	<u>989</u>	<u>989</u>	<u>0</u>
Contractual services	16,000	16,000	10,759	5,241

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Reimbursements	65,000	65,000	40,597	24,403
Repair and maintenance	1,000	316	316	0
Total all other expenditures	<u>66,000</u>	<u>65,316</u>	<u>40,913</u>	<u>24,403</u>
Total leisure time activities	<u>166,972</u>	<u>167,016</u>	<u>123,060</u>	<u>43,956</u>
Total expenditures	<u>166,972</u>	<u>167,016</u>	<u>123,060</u>	<u>43,956</u>
Excess of revenues over (under) expenditures	(58,370)	(31,150)	12,833	43,983
Fund balance at beginning of year	109,656	109,656	109,656	0
Fund balance (deficit) at end of year	<u><u>51,286</u></u>	<u><u>78,506</u></u>	<u><u>122,489</u></u>	<u><u>43,983</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Fees, licenses, and permits				
Fees and permits	0	0	300	300
Total fees, licenses, and permits	0	0	300	300
Fines and forfeitures				
Fines and forfeitures	2,000	8,594	9,500	906
Total fines and forfeitures	2,000	8,594	9,500	906
Total revenues	2,000	8,594	9,800	1,206
Expenditures				
Current				
Community environment				
Personal services				
Assistant prosecutor	24,200	25,200	24,630	570
Inspector	88,000	90,000	89,026	974
Part-time clerk	5,000	5,000	2,143	2,857
Workers compensation	3,269	3,269	1,831	1,438
Hospitalization	83	133	76	57
Public employees retirement	16,408	18,408	17,409	999
Medicare	1,699	1,699	1,672	27
Total personal services	138,659	143,709	136,787	6,922
Materials and supplies				
Operating supplies	1,300	1,300	850	450
Photography supplies	2,000	950	0	950
Total materials and supplies	3,300	2,250	850	1,400
All other expenditures				
Postage and mailing	10,000	7,000	2,689	4,311
Copier and duplicator	400	1,400	383	1,017
Rentals and leases	9,600	7,600	3,623	3,977
Total all other expenditures	20,000	16,000	6,695	9,305
Total community environment	161,959	161,959	144,332	17,627
Total expenditures	161,959	161,959	144,332	17,627
Excess of revenues over (under) expenditures	(159,959)	(153,365)	(134,532)	18,833
Other financing sources (uses)				
Operating transfers - in	160,206	160,206	159,000	(1,206)
Total other financing sources (uses)	160,206	160,206	159,000	(1,206)
Excess of revenues and other financing sources over (under) expenditures and other financing uses	247	6,841	24,468	17,627
Fund balance at beginning of year	4	4	4	0
Fund balance (deficit) at end of year	251	6,845	24,472	17,627

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Interest				
Interest	0	8,038	14,900	6,862
Total interest	<u>0</u>	<u>8,038</u>	<u>14,900</u>	<u>6,862</u>
Total revenues	<u>0</u>	<u>8,038</u>	<u>14,900</u>	<u>6,862</u>
Expenditures				
Current				
Transportation				
All other expenditures				
Refunds	0	31,388	31,382	6
Total all other expenditures	<u>0</u>	<u>31,388</u>	<u>31,382</u>	<u>6</u>
Total transportation	<u>0</u>	<u>31,388</u>	<u>31,382</u>	<u>6</u>
Total expenditures	<u>0</u>	<u>31,388</u>	<u>31,382</u>	<u>6</u>
Excess of revenues over (under) expenditures	0	(23,350)	(16,482)	6,868
Fund balance at beginning of year	577,150	577,150	577,150	0
Fund balance (deficit) at end of year	<u><u>577,150</u></u>	<u><u>553,800</u></u>	<u><u>560,668</u></u>	<u><u>6,868</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	1,250	1,250	0
Total intergovernmental	<u>0</u>	<u>1,250</u>	<u>1,250</u>	<u>0</u>
Total revenues	<u>0</u>	<u>1,250</u>	<u>1,250</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	1,250	1,250	0
Fund balance at beginning of year	3,577	3,577	3,577	0
Fund balance (deficit) at end of year	<u><u>3,577</u></u>	<u><u>4,827</u></u>	<u><u>4,827</u></u>	<u><u>0</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	0	0	50	50
Total charges for services	<u>0</u>	<u>0</u>	<u>50</u>	<u>50</u>
Intergovernmental				
Grants	36,569	35,459	18,651	(16,808)
Total intergovernmental	<u>36,569</u>	<u>35,459</u>	<u>18,651</u>	<u>(16,808)</u>
Donations				
Donations	0	0	737	737
Total donations	<u>0</u>	<u>0</u>	<u>737</u>	<u>737</u>
Interest				
Interest	0	0	3	3
Total interest	<u>0</u>	<u>0</u>	<u>3</u>	<u>3</u>
Total revenues	<u>36,569</u>	<u>35,459</u>	<u>19,441</u>	<u>(16,018)</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies				
Operating supplies	20,557	21,444	21,444	0
Total materials and supplies	<u>20,557</u>	<u>21,444</u>	<u>21,444</u>	<u>0</u>
Total security of persons and property	<u>20,557</u>	<u>21,444</u>	<u>21,444</u>	<u>0</u>
Total expenditures	<u>20,557</u>	<u>21,444</u>	<u>21,444</u>	<u>0</u>
Excess of revenues over (under) expenditures	16,012	14,015	(2,003)	(16,018)
Other financing sources (uses)				
Operating transfers - in	0	2,000	2,056	56
Operating transfers - out	0	(417)	(417)	0
Total other financing sources (uses)	<u>0</u>	<u>1,583</u>	<u>1,639</u>	<u>56</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	16,012	15,598	(364)	(15,962)
Fund balance (deficit) at beginning of year	(13,246)	(13,246)	(13,246)	0
Prior year encumbrances appropriated	16,012	16,012	16,012	0
Fund balance (deficit) at end of year	<u>18,778</u>	<u>18,364</u>	<u>2,402</u>	<u>(15,962)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Emergency Medical Services Grant Fund
For the Year Ended December 31, 2004

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	10,546	14,167	2,125	(12,042)
Total intergovernmental	<u>10,546</u>	<u>14,167</u>	<u>2,125</u>	<u>(12,042)</u>
Total revenues	<u>10,546</u>	<u>14,167</u>	<u>2,125</u>	<u>(12,042)</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies				
Operating supplies	9,697	0	0	0
Operating supplies	479	0	0	0
Operating supplies	0	19,357	13,383	5,974
Total materials and supplies	<u>10,176</u>	<u>19,357</u>	<u>13,383</u>	<u>5,974</u>
All other expenditures				
Training	3,755	0	0	0
Training	3,512	3,512	2,800	712
Training	0	2,500	0	2,500
Total all other expenditures	<u>7,267</u>	<u>6,012</u>	<u>2,800</u>	<u>3,212</u>
Total security of persons and property	<u>17,443</u>	<u>25,369</u>	<u>16,183</u>	<u>9,186</u>
Total expenditures	<u>17,443</u>	<u>25,369</u>	<u>16,183</u>	<u>9,186</u>
Excess of revenues over (under) expenditures	(6,897)	(11,202)	(14,058)	(2,856)
Other financing sources (uses)				
Operating transfers - in	0	14,000	14,752	752
Operating transfers - out	0	(14,752)	(14,752)	0
Total other financing sources (uses)	<u>0</u>	<u>(752)</u>	<u>0</u>	<u>752</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(6,897)	(11,954)	(14,058)	(2,104)
Fund balance at beginning of year	11,958	11,958	11,958	0
Prior year encumbrances appropriated	4,604	4,604	4,604	0
Fund balance (deficit) at end of year	<u><u>9,665</u></u>	<u><u>4,608</u></u>	<u><u>2,504</u></u>	<u><u>(2,104)</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance (deficit) at beginning of year	27,619	27,619	27,619	0
Fund balance (deficit) at end of year	<u>27,619</u>	<u>27,619</u>	<u>27,619</u>	<u>0</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	34,658	34,658	36,524	1,866
Total intergovernmental	<u>34,658</u>	<u>34,658</u>	<u>36,524</u>	<u>1,866</u>
Total revenues	<u>34,658</u>	<u>34,658</u>	<u>36,524</u>	<u>1,866</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Director	3,350	3,351	3,350	1
Bailliff	3,600	3,599	3,150	449
Assistant program director	8,000	8,000	8,000	0
Part-time secretary	3,000	3,000	3,000	0
Community service supervisor	3,000	3,000	3,000	0
Workers compensation	629	629	248	381
Public employees retirement	2,933	2,933	2,239	694
Medicare	304	304	41	263
Director	9,650	9,650	9,650	0
Part-time secretary	3,000	3,000	3,000	0
Computer processor	3,000	3,000	3,000	0
Workers compensation	470	470	394	76
Public employees retirement	2,191	2,191	0	2,191
Medicare	227	227	0	227
Total personal services	<u>43,354</u>	<u>43,354</u>	<u>39,072</u>	<u>4,282</u>
Materials and supplies				
Operating supplies	200	370	355	15
Operating supplies	42	42	19	23
Total materials and supplies	<u>242</u>	<u>412</u>	<u>374</u>	<u>38</u>
All other expenditures				
Travel and transportation	200	30	9	21
Postage and mailing	300	300	236	64
Total all other expenditures	<u>500</u>	<u>330</u>	<u>245</u>	<u>85</u>
Total security of persons and property	<u>44,096</u>	<u>44,096</u>	<u>39,691</u>	<u>4,405</u>
Total expenditures	<u>44,096</u>	<u>44,096</u>	<u>39,691</u>	<u>4,405</u>
Excess of revenues over (under) expenditures	(9,438)	(9,438)	(3,167)	6,271

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Other financing sources (uses)				
Operating transfers - in	9,476	11,977	0	(11,977)
Total other financing sources (uses)	<u>9,476</u>	<u>11,977</u>	<u>0</u>	<u>(11,977)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>38</u>	<u>2,539</u>	<u>(3,167)</u>	<u>(5,706)</u>
Fund balance at beginning of year	2,064	2,064	2,064	0
Fund balance (deficit) at end of year	<u><u>2,102</u></u>	<u><u>4,603</u></u>	<u><u>(1,103)</u></u>	<u><u>(5,706)</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Victims of Crime Assistance Grant Fund
For the Year Ended December 31, 2004

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	28,752	38,610	29,928	(8,682)
Total intergovernmental	<u>28,752</u>	<u>38,610</u>	<u>29,928</u>	<u>(8,682)</u>
Total revenues	<u>28,752</u>	<u>38,610</u>	<u>29,928</u>	<u>(8,682)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Victims advocate	29,788	29,769	29,769	0
Workers compensation	894	400	400	0
Employee life insurance	57	54	54	0
Hospitalization	11,318	11,318	11,318	0
Public employees retirement	4,171	5,124	5,118	6
Medicare	432	548	548	0
Eye care	154	153	153	0
Total personal services	<u>46,814</u>	<u>47,366</u>	<u>47,360</u>	<u>6</u>
All other expenditures				
Travel and transportation	0	1,176	1,176	0
Total all other expenditures	<u>0</u>	<u>1,176</u>	<u>1,176</u>	<u>0</u>
Total security of persons and property	<u>46,814</u>	<u>48,542</u>	<u>48,536</u>	<u>6</u>
Total expenditures	<u>46,814</u>	<u>48,542</u>	<u>48,536</u>	<u>6</u>
Excess of revenues over (under) expenditures	(18,062)	(9,932)	(18,608)	(8,676)
Other financing sources (uses)				
Operating transfers - in	28,464	28,464	37,146	8,682
Advances - out	(10,402)	(10,401)	(10,401)	0
Total other financing sources (uses)	<u>18,062</u>	<u>18,063</u>	<u>26,745</u>	<u>8,682</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	8,131	8,137	6
Fund balance at beginning of year	461	461	461	0
Fund balance (deficit) at end of year	<u>461</u>	<u>8,592</u>	<u>8,598</u>	<u>6</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
Miscellaneous services	30,000	30,000	26,016	(3,984)
Total charges for services	<u>30,000</u>	<u>30,000</u>	<u>26,016</u>	<u>(3,984)</u>
Total revenues	<u>30,000</u>	<u>30,000</u>	<u>26,016</u>	<u>(3,984)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Coordinator	12,580	12,580	12,580	0
Assistant program coordinator	5,512	5,512	5,511	1
Clerk	5,101	5,101	5,100	1
Workers compensation	696	696	412	284
Public employees retirement	3,247	3,247	0	3,247
Medicare	337	337	0	337
Total personal services	<u>27,473</u>	<u>27,473</u>	<u>23,603</u>	<u>3,870</u>
Total security of persons and property	<u>27,473</u>	<u>27,473</u>	<u>23,603</u>	<u>3,870</u>
Total expenditures	<u>27,473</u>	<u>27,473</u>	<u>23,603</u>	<u>3,870</u>
Excess of revenues over (under) expenditures	2,527	2,527	2,413	(114)
Other financing sources (uses)				
Operating transfers - in	14,500	14,439	12,245	(2,194)
Advances - out	(10,561)	(10,561)	(10,560)	1
Operating transfers - out	(12,245)	(12,245)	(12,245)	0
Total other financing sources (uses)	<u>(8,306)</u>	<u>(8,367)</u>	<u>(10,560)</u>	<u>(2,193)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(5,779)</u>	<u>(5,840)</u>	<u>(8,147)</u>	<u>(2,307)</u>
Fund balance at beginning of year	5,842	5,842	5,842	0
Fund balance (deficit) at end of year	<u>63</u>	<u>2</u>	<u>(2,305)</u>	<u>(2,307)</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	10,458	10,458	10,458	0
Fund balance (deficit) at end of year	<u>10,458</u>	<u>10,458</u>	<u>10,458</u>	<u>0</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	20,000	20,000	20,000	0
Total intergovernmental	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>0</u>
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>0</u>
Expenditures				
Current				
Leisure time activities				
Contractual services	20,000	20,000	19,219	781
Total leisure time activities	<u>20,000</u>	<u>20,000</u>	<u>19,219</u>	<u>781</u>
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>19,219</u>	<u>781</u>
Excess of revenues over (under) expenditures	0	0	781	781
Fund balance at beginning of year	28,744	28,744	28,744	0
Fund balance (deficit) at end of year	<u><u>28,744</u></u>	<u><u>28,744</u></u>	<u><u>29,525</u></u>	<u><u>781</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	93,068	93,068	50,886	(42,182)
Total intergovernmental	93,068	93,068	50,886	(42,182)
Total revenues	93,068	93,068	50,886	(42,182)
Expenditures				
Current				
Community environment				
Personal services				
Coordinator	393	393	0	393
Workers compensation	12	12	0	12
Employee life insurance	55	55	0	55
Hospitalization	6	6	0	6
Coordinator - p.t.	0	20,768	9,371	11,397
Coordinator	28,097	2,129	2,129	0
Longevity	350	350	0	350
Workers compensation	854	854	469	385
Employee life insurance	57	57	5	52
Hospitalization	11,318	4,318	943	3,375
Public employees retirement	3,982	3,982	1,840	2,142
Medicare	412	412	197	215
Eye care	153	153	13	140
Total personal services	45,689	33,489	14,967	18,522
Materials and supplies				
Operating supplies	400	400	0	400
Operating supplies	470	270	265	5
Total materials and supplies	870	670	265	405
All other expenditures				
Refunds	0	2,600	2,600	0
Awards and promotions	3,410	3,410	1,174	2,236
Advertising campaign	1,027	1,027	0	1,027
Awards and promotions	4,737	13,922	11,695	2,227
Dues and subscriptions	1,000	247	247	0
Travel and transportation	425	1,425	652	773
Advertising campaign	13,485	16,453	15,838	615
Total all other expenditures	24,084	39,084	32,206	6,878
Total community environment	70,643	73,243	47,438	25,805
Capital outlay	16,980	16,980	16,980	0
Total expenditures	87,623	90,223	64,418	25,805
Excess of revenues over (under) expenditures	5,445	2,845	(13,532)	(16,377)
Other financing sources (uses)				
Advances - in	0	0	9,899	9,899
Total other financing sources (uses)	0	0	9,899	9,899

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	5,445	2,845	(3,633)	(6,478)
Fund balance (deficit) at beginning of year	(383)	(383)	(383)	0
Prior year encumbrances appropriated	8,490	8,490	8,490	0
Fund balance (deficit) at end of year	<u>13,552</u>	<u>10,952</u>	<u>4,474</u>	<u>(6,478)</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	2,543	2,543	2,543	0
Fund balance (deficit) at end of year	<u>2,543</u>	<u>2,543</u>	<u>2,543</u>	<u>0</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	3,200	3,200	3,200	0
Fund balance (deficit) at end of year	<u> </u> <u> </u> 3,200	<u> </u> <u> </u> 3,200	<u> </u> <u> </u> 3,200	<u> </u> <u> </u> 0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	97	97	97	0
Fund balance (deficit) at end of year	<u>97</u>	<u>97</u>	<u>97</u>	<u>0</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	141,198	230,414	70,384	(160,030)
Total intergovernmental	<u>141,198</u>	<u>230,414</u>	<u>70,384</u>	<u>(160,030)</u>
Total revenues	<u>141,198</u>	<u>230,414</u>	<u>70,384</u>	<u>(160,030)</u>
Expenditures				
Current				
Leisure time activities				
Materials and supplies				
Operating supplies	9,345	0	0	0
Total materials and supplies	<u>9,345</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contractual services	18,375	92,998	47,508	45,490
All other expenditures				
Land purchased	90	0	0	0
Total all other expenditures	<u>90</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total leisure time activities	<u>27,810</u>	<u>92,998</u>	<u>47,508</u>	<u>45,490</u>
Capital outlay	<u>0</u>	<u>26,173</u>	<u>0</u>	<u>26,173</u>
Total expenditures	<u>27,810</u>	<u>119,171</u>	<u>47,508</u>	<u>71,663</u>
Excess of revenues over (under) expenditures	113,388	111,243	22,876	(88,367)
Other financing sources (uses)				
Advances - in	0	0	88,791	88,791
Advances - out	(111,208)	(111,208)	(111,208)	0
Total other financing sources (uses)	<u>(111,208)</u>	<u>(111,208)</u>	<u>(22,417)</u>	<u>88,791</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,180	35	459	424
Fund balance at beginning of year	2	2	2	0
Fund balance (deficit) at end of year	<u>2,182</u>	<u>37</u>	<u>461</u>	<u>424</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	38,000	38,000	20,078	(17,922)
Total intergovernmental	<u>38,000</u>	<u>38,000</u>	<u>20,078</u>	<u>(17,922)</u>
Total revenues	<u>38,000</u>	<u>38,000</u>	<u>20,078</u>	<u>(17,922)</u>
Expenditures				
Current				
Leisure time activities				
Contractual services	23,770	23,770	0	23,770
Total leisure time activities	<u>23,770</u>	<u>23,770</u>	<u>0</u>	<u>23,770</u>
Total expenditures	<u>23,770</u>	<u>23,770</u>	<u>0</u>	<u>23,770</u>
Excess of revenues over (under) expenditures	14,230	14,230	20,078	5,848
Other financing sources (uses)				
Advances - out	(14,230)	(14,230)	(14,230)	0
Total other financing sources (uses)	<u>(14,230)</u>	<u>(14,230)</u>	<u>(14,230)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	0	5,848	5,848
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>0</u>	<u>0</u>	<u>5,848</u>	<u>5,848</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	1,000	3,102	2,542	(560)
Total charges for services	<u>1,000</u>	<u>3,102</u>	<u>2,542</u>	<u>(560)</u>
Fees, licenses, and permits				
Fees and permits	10,000	11,100	11,235	135
Total fees, licenses, and permits	<u>10,000</u>	<u>11,100</u>	<u>11,235</u>	<u>135</u>
Donations				
Donations	0	300	325	25
Total donations	<u>0</u>	<u>300</u>	<u>325</u>	<u>25</u>
Total revenues	<u>11,000</u>	<u>14,502</u>	<u>14,102</u>	<u>(400)</u>
Expenditures				
Current				
Community environment				
Materials and supplies				
Operating supplies	20,000	21,829	20,992	837
Total materials and supplies	<u>20,000</u>	<u>21,829</u>	<u>20,992</u>	<u>837</u>
Contractual services	0	20,906	20,663	243
All other expenditures				
Radio and communications	0	165	165	0
Total all other expenditures	<u>0</u>	<u>165</u>	<u>165</u>	<u>0</u>
Total community environment	<u>20,000</u>	<u>42,900</u>	<u>41,820</u>	<u>1,080</u>
Total expenditures	<u>20,000</u>	<u>42,900</u>	<u>41,820</u>	<u>1,080</u>
Excess of revenues over (under) expenditures	(9,000)	(28,398)	(27,718)	680
Other financing sources (uses)				
Operating transfers - in	0	0	400	400
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>400</u>	<u>400</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(9,000)	(28,398)	(27,318)	1,080
Fund balance at beginning of year	28,843	28,843	28,843	0
Prior year encumbrances appropriated	387	387	387	0
Fund balance (deficit) at end of year	<u>20,230</u>	<u>832</u>	<u>1,912</u>	<u>1,080</u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 DUI Prevention Task Force Fund
 For the Year Ended December 31, 2004

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	80,645	80,645	0
Total intergovernmental	<u>0</u>	<u>80,645</u>	<u>80,645</u>	<u>0</u>
Total revenues	<u>0</u>	<u>80,645</u>	<u>80,645</u>	<u>0</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Overtime	0	16,282	16,282	0
Total personal services	<u>0</u>	<u>16,282</u>	<u>16,282</u>	<u>0</u>
Materials and supplies				
Operating supplies	0	24,805	24,805	0
Total materials and supplies	<u>0</u>	<u>24,805</u>	<u>24,805</u>	<u>0</u>
Contractual services	0	9,204	6,668	2,536
Total security of persons and property	<u>0</u>	<u>50,291</u>	<u>47,755</u>	<u>2,536</u>
Total expenditures	<u>0</u>	<u>50,291</u>	<u>47,755</u>	<u>2,536</u>
Excess of revenues over (under) expenditures	0	30,354	32,890	2,536
Other financing sources (uses)				
Operating transfers - out	0	(30,559)	(30,559)	0
Total other financing sources (uses)	<u>0</u>	<u>(30,559)</u>	<u>(30,559)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	(205)	2,331	2,536
Fund balance at beginning of year	30,559	30,559	30,559	0
Fund balance (deficit) at end of year	<u>30,559</u>	<u>30,354</u>	<u>32,890</u>	<u>2,536</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Other financing sources (uses)				
Operating transfers - in	388	388	388	0
Advances - out	(900)	(900)	(900)	0
Total other financing sources (uses)	<u>(512)</u>	<u>(512)</u>	<u>(512)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(512)</u>	<u>(512)</u>	<u>(512)</u>	<u>0</u>
Fund balance at beginning of year	512	512	512	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	1,443	1,443	1,443	0
Fund balance (deficit) at end of year	<u>1,443</u>	<u>1,443</u>	<u>1,443</u>	<u>0</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	6,500	6,500	3,930	(2,570)
Parks and recreation	0	0	3,045	3,045
Total charges for services	<u>6,500</u>	<u>6,500</u>	<u>6,975</u>	<u>475</u>
Donations				
Donations	15,000	20,175	19,700	(475)
Total donations	<u>15,000</u>	<u>20,175</u>	<u>19,700</u>	<u>(475)</u>
Total revenues	<u>21,500</u>	<u>26,675</u>	<u>26,675</u>	<u>0</u>
Expenditures				
Current				
Leisure time activities				
Materials and supplies				
Operating supplies	26,000	26,805	22,592	4,213
Total materials and supplies	<u>26,000</u>	<u>26,805</u>	<u>22,592</u>	<u>4,213</u>
All other expenditures				
Refunds	0	1,200	1,200	0
Total all other expenditures	<u>0</u>	<u>1,200</u>	<u>1,200</u>	<u>0</u>
Total leisure time activities	<u>26,000</u>	<u>28,005</u>	<u>23,792</u>	<u>4,213</u>
Total expenditures	<u>26,000</u>	<u>28,005</u>	<u>23,792</u>	<u>4,213</u>
Excess of revenues over (under) expenditures	(4,500)	(1,330)	2,883	4,213
Fund balance at beginning of year	13,409	13,409	13,409	0
Fund balance (deficit) at end of year	<u><u>8,909</u></u>	<u><u>12,079</u></u>	<u><u>16,292</u></u>	<u><u>4,213</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	3,000	3,000	4,400	1,400
Total charges for services	<u>3,000</u>	<u>3,000</u>	<u>4,400</u>	<u>1,400</u>
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>4,400</u>	<u>1,400</u>
Expenditures				
Current				
General government				
All other expenditures				
Refunds	3,000	3,000	2,600	400
Total all other expenditures	<u>3,000</u>	<u>3,000</u>	<u>2,600</u>	<u>400</u>
Total general government	<u>3,000</u>	<u>3,000</u>	<u>2,600</u>	<u>400</u>
Total expenditures	<u>3,000</u>	<u>3,000</u>	<u>2,600</u>	<u>400</u>
Excess of revenues over (under) expenditures	0	0	1,800	1,800
Fund balance at beginning of year	14,423	14,423	14,423	0
Fund balance (deficit) at end of year	<u><u>14,423</u></u>	<u><u>14,423</u></u>	<u><u>16,223</u></u>	<u><u>1,800</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	500	500	900	400
Total charges for services	<u>500</u>	<u>500</u>	<u>900</u>	<u>400</u>
Total revenues	<u>500</u>	<u>500</u>	<u>900</u>	<u>400</u>
Expenditures				
Current				
General government				
Contractual services	400	400	0	400
Total general government	<u>400</u>	<u>400</u>	<u>0</u>	<u>400</u>
Total expenditures	<u>400</u>	<u>400</u>	<u>0</u>	<u>400</u>
Excess of revenues over (under) expenditures	100	100	900	800
Fund balance at beginning of year	400	400	400	0
Fund balance (deficit) at end of year	<u><u>500</u></u>	<u><u>500</u></u>	<u><u>1,300</u></u>	<u><u>800</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	27,568	27,568	27,568	0
Fund balance (deficit) at end of year	<u>27,568</u>	<u>27,568</u>	<u>27,568</u>	<u>0</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	240,827	177,144	148,325	(28,819)
Total intergovernmental	<u>240,827</u>	<u>177,144</u>	<u>148,325</u>	<u>(28,819)</u>
Total revenues	<u>240,827</u>	<u>177,144</u>	<u>148,325</u>	<u>(28,819)</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies				
Operating supplies	88,000	109,531	109,325	206
Total materials and supplies	<u>88,000</u>	<u>109,531</u>	<u>109,325</u>	<u>206</u>
Contractual services	124,827	105,046	66,588	38,458
Total security of persons and property	<u>212,827</u>	<u>214,577</u>	<u>175,913</u>	<u>38,664</u>
Capital outlay	<u>28,000</u>	<u>34,815</u>	<u>32,888</u>	<u>1,927</u>
Total expenditures	<u>240,827</u>	<u>249,392</u>	<u>208,801</u>	<u>40,591</u>
Excess of revenues over (under) expenditures	0	(72,248)	(60,476)	11,772
Other financing sources (uses)				
Operating transfers - in	0	72,248	72,890	642
Total other financing sources (uses)	<u>0</u>	<u>72,248</u>	<u>72,890</u>	<u>642</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>0</u>	<u>12,414</u>	<u>12,414</u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>12,414</u></u>	<u><u>12,414</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Community Emergency Response Team Fund
 For the Year Ended December 31, 2004

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	3,000	2,500	(500)
Total intergovernmental	<u>0</u>	<u>3,000</u>	<u>2,500</u>	<u>(500)</u>
Donations				
Donations	0	0	500	500
Total donations	<u>0</u>	<u>0</u>	<u>500</u>	<u>500</u>
Total revenues	<u>0</u>	<u>3,000</u>	<u>3,000</u>	<u>0</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies				
Operating supplies	0	3,000	1,783	1,217
Total materials and supplies	<u>0</u>	<u>3,000</u>	<u>1,783</u>	<u>1,217</u>
Total security of persons and property	<u>0</u>	<u>3,000</u>	<u>1,783</u>	<u>1,217</u>
Total expenditures	<u>0</u>	<u>3,000</u>	<u>1,783</u>	<u>1,217</u>
Excess of revenues over (under) expenditures	0	0	1,217	1,217
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>0</u>	<u>0</u>	<u>1,217</u>	<u>1,217</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Fines and forfeitures				
Fines and forfeitures	90,000	91,147	90,809	(338)
Total fines and forfeitures	<u>90,000</u>	<u>91,147</u>	<u>90,809</u>	<u>(338)</u>
Interest				
Interest	0	0	588	588
Total interest	<u>0</u>	<u>0</u>	<u>588</u>	<u>588</u>
Total revenues	<u>90,000</u>	<u>91,147</u>	<u>91,397</u>	<u>250</u>
Expenditures				
Current				
Security of persons and property				
Contractual services	10,000	35,500	31,907	3,593
Total security of persons and property	<u>10,000</u>	<u>35,500</u>	<u>31,907</u>	<u>3,593</u>
Capital outlay	<u>0</u>	<u>44,400</u>	<u>39,009</u>	<u>5,391</u>
Total expenditures	<u>10,000</u>	<u>79,900</u>	<u>70,916</u>	<u>8,984</u>
Excess of revenues over (under) expenditures	80,000	11,247	20,481	9,234
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>80,000</u></u>	<u><u>11,247</u></u>	<u><u>20,481</u></u>	<u><u>9,234</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	267,830	267,830	245,701	(22,129)
Total intergovernmental	<u>267,830</u>	<u>267,830</u>	<u>245,701</u>	<u>(22,129)</u>
Total revenues	<u>267,830</u>	<u>267,830</u>	<u>245,701</u>	<u>(22,129)</u>
Expenditures				
Current				
Leisure time activities				
Contractual services	19,830	19,830	0	19,830
All other expenditures				
Land purchased	248,000	248,000	244,515	3,485
Total all other expenditures	<u>248,000</u>	<u>248,000</u>	<u>244,515</u>	<u>3,485</u>
Total leisure time activities	<u>267,830</u>	<u>267,830</u>	<u>244,515</u>	<u>23,315</u>
Total expenditures	<u>267,830</u>	<u>267,830</u>	<u>244,515</u>	<u>23,315</u>
Excess of revenues over (under) expenditures	0	0	1,186	1,186
Other financing sources (uses)				
Operating transfers - in	0	0	10,000	10,000
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	0	11,186	11,186
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>0</u>	<u>0</u>	<u>11,186</u>	<u>11,186</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	580,000	231,983	(348,017)
Total intergovernmental	<u>0</u>	<u>580,000</u>	<u>231,983</u>	<u>(348,017)</u>
Total revenues	<u>0</u>	<u>580,000</u>	<u>231,983</u>	<u>(348,017)</u>
Expenditures				
Current				
Community environment				
Contractual services	0	580,000	279,183	300,817
Total community environment	<u>0</u>	<u>580,000</u>	<u>279,183</u>	<u>300,817</u>
Total expenditures	<u>0</u>	<u>580,000</u>	<u>279,183</u>	<u>300,817</u>
Excess of revenues over (under) expenditures	0	0	(47,200)	(47,200)
Other financing sources (uses)				
Advances - in	0	0	48,000	48,000
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>48,000</u>	<u>48,000</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>0</u>	<u>800</u>	<u>800</u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>800</u></u>	<u><u>800</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0	<u> </u> <u> </u> 0

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	54,682	54,682	0
Total intergovernmental	<u>0</u>	<u>54,682</u>	<u>54,682</u>	<u>0</u>
Total revenues	<u>0</u>	<u>54,682</u>	<u>54,682</u>	<u>0</u>
Expenditures				
Current				
General government				
Contractual services	1,055,000	2,002,700	1,089,555	913,145
All other expenditures				
Legal advertising	0	3,000	0	3,000
Postage and mailing	5,000	6,000	1,003	4,997
Total all other expenditures	<u>5,000</u>	<u>9,000</u>	<u>1,003</u>	<u>7,997</u>
Total general government	<u>1,060,000</u>	<u>2,011,700</u>	<u>1,090,558</u>	<u>921,142</u>
Total expenditures	<u>1,060,000</u>	<u>2,011,700</u>	<u>1,090,558</u>	<u>921,142</u>
Excess of revenues over (under) expenditures	(1,060,000)	(1,957,018)	(1,035,876)	921,142
Other financing sources (uses)				
Proceeds of notes	1,000,000	1,965,318	1,200,000	(765,318)
Operating transfers - in	60,000	187,700	63,850	(123,850)
Total other financing sources (uses)	<u>1,060,000</u>	<u>2,153,018</u>	<u>1,263,850</u>	<u>(889,168)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	196,000	227,974	31,974
Fund balance at beginning of year	30,090	30,090	30,090	0
Fund balance (deficit) at end of year	<u>30,090</u>	<u>226,090</u>	<u>258,064</u>	<u>31,974</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Expenditures				
Current				
General government				
Contractual services	0	8,062	8,062	0
Total general government	<u>0</u>	<u>8,062</u>	<u>8,062</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>8,062</u>	<u>8,062</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	(8,062)	(8,062)	0
Other financing sources (uses)				
Operating transfers - in	0	8,062	8,062	0
Total other financing sources (uses)	<u>0</u>	<u>8,062</u>	<u>8,062</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at beginning of year	36	36	36	0
Fund balance (deficit) at end of year	<u><u>36</u></u>	<u><u>36</u></u>	<u><u>36</u></u>	<u><u>0</u></u>

City of Parma, 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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	100	100	31	(69)
Total property and other taxes	<u>100</u>	<u>100</u>	<u>31</u>	<u>(69)</u>
Special assessments				
Special assessments	7,600	7,600	6,311	(1,289)
Total special assessments	<u>7,600</u>	<u>7,600</u>	<u>6,311</u>	<u>(1,289)</u>
Total revenues	<u>7,700</u>	<u>7,700</u>	<u>6,342</u>	<u>(1,358)</u>
Expenditures				
Current				
General government				
All other expenditures				
County auditor deduction	73	73	31	42
Refunds	4,000	4,000	3,831	169
Total all other expenditures	<u>4,073</u>	<u>4,073</u>	<u>3,862</u>	<u>211</u>
Total general government	<u>4,073</u>	<u>4,073</u>	<u>3,862</u>	<u>211</u>
Total expenditures	<u>4,073</u>	<u>4,073</u>	<u>3,862</u>	<u>211</u>
Excess of revenues over (under) expenditures	3,627	3,627	2,480	(1,147)
Fund balance at beginning of year	7,569	7,569	7,569	0
Fund balance (deficit) at end of year	<u><u>11,196</u></u>	<u><u>11,196</u></u>	<u><u>10,049</u></u>	<u><u>(1,147)</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Interest				
Interest	0	533	540	7
Total interest	<u>0</u>	<u>533</u>	<u>540</u>	<u>7</u>
Total revenues	<u>0</u>	<u>533</u>	<u>540</u>	<u>7</u>
Expenditures				
Current				
General government				
Contractual services	0	38,000	38,000	0
Total general government	<u>0</u>	<u>38,000</u>	<u>38,000</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>38,000</u>	<u>38,000</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	(37,467)	(37,460)	7
Fund balance at beginning of year	38,023	38,023	38,023	0
Fund balance (deficit) at end of year	<u><u>38,023</u></u>	<u><u>556</u></u>	<u><u>563</u></u>	<u><u>7</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	20,000	20,000	13,034	(6,966)
Total charges for services	<u>20,000</u>	<u>20,000</u>	<u>13,034</u>	<u>(6,966)</u>
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>13,034</u>	<u>(6,966)</u>
Expenditures				
Current				
General government				
Materials and supplies				
Operating supplies	0	3,200	2,154	1,046
Total materials and supplies	<u>0</u>	<u>3,200</u>	<u>2,154</u>	<u>1,046</u>
Contractual services	172,017	168,817	162,658	6,159
Total general government	<u>172,017</u>	<u>172,017</u>	<u>164,812</u>	<u>7,205</u>
Capital outlay	<u>29,000</u>	<u>86,300</u>	<u>85,220</u>	<u>1,080</u>
Total expenditures	<u>201,017</u>	<u>258,317</u>	<u>250,032</u>	<u>8,285</u>
Excess of revenues over (under) expenditures	(181,017)	(238,317)	(236,998)	1,319
Other financing sources (uses)				
Operating transfers - out	(25,000)	(25,000)	(25,000)	0
Total other financing sources (uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(206,017)</u>	<u>(263,317)</u>	<u>(261,998)</u>	<u>1,319</u>
Fund balance at beginning of year	263,994	263,994	263,994	0
Prior year encumbrances appropriated	3,300	3,300	3,300	0
Fund balance (deficit) at end of year	<u><u>61,277</u></u>	<u><u>3,977</u></u>	<u><u>5,296</u></u>	<u><u>1,319</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Donations				
Donations	0	1,000	1,000	0
Total donations	<u>0</u>	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Total revenues	<u>0</u>	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Expenditures				
Current				
General government				
Contractual services	5,000	5,000	0	5,000
Total general government	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>0</u>	<u>10,000</u>
Excess of revenues over (under) expenditures	(10,000)	(9,000)	1,000	10,000
Fund balance at beginning of year	14,260	14,260	14,260	0
Fund balance (deficit) at end of year	<u><u>4,260</u></u>	<u><u>5,260</u></u>	<u><u>15,260</u></u>	<u><u>10,000</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Interest				
Interest	0	60	64	4
Total interest	<u>0</u>	<u>60</u>	<u>64</u>	<u>4</u>
Total revenues	<u>0</u>	<u>60</u>	<u>64</u>	<u>4</u>
Expenditures				
Current				
General government				
Contractual services	23,448	23,448	20,008	3,440
Total general government	<u>23,448</u>	<u>23,448</u>	<u>20,008</u>	<u>3,440</u>
Total expenditures	<u>23,448</u>	<u>23,448</u>	<u>20,008</u>	<u>3,440</u>
Excess of revenues over (under) expenditures	(23,448)	(23,388)	(19,944)	3,444
Other financing sources (uses)				
Operating transfers - in	9,000	9,000	9,000	0
Operating transfers - out	(9,300)	(9,300)	(9,000)	300
Total other financing sources (uses)	<u>(300)</u>	<u>(300)</u>	<u>0</u>	<u>300</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(23,748)</u>	<u>(23,688)</u>	<u>(19,944)</u>	<u>3,744</u>
Fund balance at beginning of year	27,460	27,460	27,460	0
Fund balance (deficit) at end of year	<u><u>3,712</u></u>	<u><u>3,772</u></u>	<u><u>7,516</u></u>	<u><u>3,744</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
Emergency medical services	750,000	750,000	754,594	4,594
Total charges for services	<u>750,000</u>	<u>750,000</u>	<u>754,594</u>	<u>4,594</u>
Interest				
Interest	5,000	5,000	46,823	41,823
Total interest	<u>5,000</u>	<u>5,000</u>	<u>46,823</u>	<u>41,823</u>
Total revenues	<u>755,000</u>	<u>755,000</u>	<u>801,417</u>	<u>46,417</u>
Expenditures				
Current				
General government				
Maintenance of equipment and facilities	0	55,000	23,092	31,908
Contractual services	200,000	201,600	121,447	80,153
Total general government	<u>200,000</u>	<u>256,600</u>	<u>144,539</u>	<u>112,061</u>
Capital outlay	<u>0</u>	<u>31,992</u>	<u>1,992</u>	<u>30,000</u>
Total expenditures	<u>200,000</u>	<u>288,592</u>	<u>146,531</u>	<u>142,061</u>
Excess of revenues over (under) expenditures	555,000	466,408	654,886	188,478
Fund balance at beginning of year	1,400,962	1,400,962	1,400,962	0
Prior year encumbrances appropriated	1,600	1,600	1,600	0
Fund balance (deficit) at end of year	<u><u>1,957,562</u></u>	<u><u>1,868,970</u></u>	<u><u>2,057,448</u></u>	<u><u>188,478</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	32,500	332,054	276,007	(56,047)
Tangible personal property	0	0	18,351	18,351
Total property and other taxes	<u>32,500</u>	<u>332,054</u>	<u>294,358</u>	<u>(37,696)</u>
Intergovernmental				
Homestead	0	0	3,218	3,218
10% reimbursement	0	0	30,982	30,982
2.5% property tax rollback	0	0	5,649	5,649
Total intergovernmental	<u>0</u>	<u>0</u>	<u>39,849</u>	<u>39,849</u>
Total revenues	<u>32,500</u>	<u>332,054</u>	<u>334,207</u>	<u>2,153</u>
Expenditures				
Current				
General government				
Contractual services	0	12,335	12,335	0
Total general government	<u>0</u>	<u>12,335</u>	<u>12,335</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>12,335</u>	<u>12,335</u>	<u>0</u>
Excess of revenues over (under) expenditures	32,500	319,719	321,872	2,153
Other financing sources (uses)				
Advances - out	(32,500)	(32,500)	(32,500)	0
Operating transfers - out	0	(172,874)	(172,873)	1
Total other financing sources (uses)	<u>(32,500)</u>	<u>(205,374)</u>	<u>(205,373)</u>	<u>1</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	114,345	116,499	2,154
Fund balance at beginning of year	104	104	104	0
Fund balance (deficit) at end of year	<u>104</u>	<u>114,449</u>	<u>116,603</u>	<u>2,154</u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Interest				
Interest	0	3,000	7,751	4,751
Total interest	0	3,000	7,751	4,751
Total revenues	0	3,000	7,751	4,751
Expenses				
Personal services				
Claims administrator	36,730	38,305	35,447	2,858
Claims administrator	68,861	75,804	75,776	28
Assistant law director	5,737	5,737	5,732	5
Investigator, part-time	28,000	28,000	0	28,000
Secretary	20,673	21,943	21,942	1
Workers compensation	4,800	4,600	2,094	2,506
Employee life insurance	57	57	54	3
Hospitalization	11,318	11,518	11,330	188
Public employees retirement	22,400	22,400	19,207	3,193
Medicare	2,320	2,320	2,055	265
Eye care	154	154	153	1
Total personal services	201,050	210,838	173,790	37,048
Materials and supplies				
Operating supplies	300	300	93	207
Total materials and supplies	300	300	93	207
Contractual services	25,000	28,500	25,888	2,612
Claims				
Claims	100,000	95,000	95,000	0
Claims	200,000	220,000	202,804	17,196
Total claims	300,000	315,000	297,804	17,196
All other expenditures				
Legal advertising	30,000	36,000	35,818	182
Dues and subscriptions	120	120	0	120
Legal advertising	100	100	0	100
Insurance and employee bonds	235,000	225,212	191,332	33,880
Rentals and leases	60	60	47	13
Total all other expenditures	265,280	261,492	227,197	34,295
Total current expenses	791,630	816,130	724,772	91,358
Total expenses	791,630	816,130	724,772	91,358

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Excess of revenues over (under) expenses	(791,630)	(813,130)	(717,021)	96,109
Advances - out	0	(100,000)	(100,000)	0
Operating transfers - in	480,000	581,000	601,000	20,000
Total operating transfers and advances	<u>480,000</u>	<u>481,000</u>	<u>501,000</u>	<u>20,000</u>
Excess of revenues over (under) expenses, operating transfers and advances	<u>(311,630)</u>	<u>(332,130)</u>	<u>(216,021)</u>	<u>116,109</u>
Fund equity at beginning of year	536,081	536,081	536,081	0
Prior year encumbrances appropriated	3,500	3,500	3,500	0
Fund equity (deficit) at end of year	<u><u>227,951</u></u>	<u><u>207,451</u></u>	<u><u>323,560</u></u>	<u><u>116,109</u></u>

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	0	0	581	581
Miscellaneous services	5,015,000	5,015,000	4,788,111	(226,889)
Total charges for services	5,015,000	5,015,000	4,788,692	(226,308)
Intergovernmental				
Grants	15,000	15,000	15,159	159
Total intergovernmental	15,000	15,000	15,159	159
Total revenues	5,030,000	5,030,000	4,803,851	(226,149)
Expenses				
Personal services				
Hospitalization	4,800,000	4,790,000	4,644,586	145,414
Eye care	17,000	17,000	16,121	879
Total personal services	4,817,000	4,807,000	4,660,707	146,293
Contractual services	21,000	31,000	25,854	5,146
All other expenditures				
Employee reimbursement	0	100	30	70
Total all other expenditures	0	100	30	70
Total current expenses	4,838,000	4,838,100	4,686,591	151,509
Total expenses	4,838,000	4,838,100	4,686,591	151,509
Excess of revenues over (under) expenses	192,000	191,900	117,260	(74,640)
Operating transfers - out	(187,239)	(187,239)	(187,238)	1
Total operating transfers and advances	(187,239)	(187,239)	(187,238)	1
Excess of revenues over (under) expenses, operating transfers and advances	4,761	4,661	(69,978)	(74,639)
Fund equity at beginning of year	470,863	470,863	470,863	0
Fund equity (deficit) at end of year	475,624	475,524	400,885	(74,639)

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

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	10,000	10,000	474,554	464,554
Total charges for services	<u>10,000</u>	<u>10,000</u>	<u>474,554</u>	<u>464,554</u>
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>474,554</u>	<u>464,554</u>
Expenses				
Personal services				
Workers compensation	675,000	669,300	458,942	210,358
Total personal services	<u>675,000</u>	<u>669,300</u>	<u>458,942</u>	<u>210,358</u>
Contractual services	20,000	26,012	21,989	4,023
All other expenditures				
Dues and subscriptions	0	700	0	700
Total all other expenditures	<u>0</u>	<u>700</u>	<u>0</u>	<u>700</u>
Total current expenses	<u>695,000</u>	<u>696,012</u>	<u>480,931</u>	<u>215,081</u>
Total expenses	<u>695,000</u>	<u>696,012</u>	<u>480,931</u>	<u>215,081</u>
Excess of revenues over (under) expenses	(685,000)	(686,012)	(6,377)	679,635
Operating transfers - in	685,000	685,000	0	(685,000)
Total operating transfers	<u>685,000</u>	<u>685,000</u>	<u>0</u>	<u>(685,000)</u>
Excess of revenues over (under) expenses and operating transfers	0	(1,012)	(6,377)	(5,365)
Fund equity at beginning of year	113,505	113,505	113,505	0
Prior year encumbrances appropriated	1,012	1,012	1,012	0
Fund equity (deficit) at end of year	<u><u>114,517</u></u>	<u><u>113,505</u></u>	<u><u>108,140</u></u>	<u><u>(5,365)</u></u>

STATISTICAL SECTION

**CITY OF PARMA, OHIO
GOVERNMENTAL FUNDS - REVENUES BY SOURCE
AND EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS**

TABLE 1

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Revenues										
Municipal income tax	\$ 19,831,583	20,620,964	21,573,446	21,279,922	22,051,813	23,183,837	23,207,696	26,310,992	27,402,067	32,559,830
Property and other taxes	7,964,238	8,073,906	7,933,014	8,495,686	8,309,024	8,316,012	8,986,292	10,245,970	14,533,478	8,597,706
Charges for services	1,101,224	894,040	860,725	1,063,691	1,042,692	858,609	2,474,730	3,427,793	2,891,113	3,013,156
Fines, forfeitures, licenses and permits	2,784,862	3,405,391	3,974,877	4,165,173	4,458,906	4,385,362	3,846,496	2,937,378	3,110,082	3,481,812
Intergovernmental	10,763,483	11,754,407	11,215,610	13,923,613	13,562,921	14,913,806	13,919,420	14,907,242	15,261,418	16,850,092
Donations	12,630	67,728	142,156	177,246	184,906	178,022	209,325	209,141	400,302	379,615
Rents	55,000	95,171	151,122	523,339	790,300	499,236	277,034	551,030	566,681	657,194
Special assessments	791,622	785,270	824,970	823,555	1,037,092	814,933	1,018,133	1,023,184	1,092,363	1,122,269
Interest	435,202	421,593	579,962	1,240,104	845,349	671,924	442,064	111,681	182,413	130,599
Other	353,840	532,748	676,482	707,717	691,220	505,055	445,792	159,347	13,853	9,989
Total revenues	\$ 44,093,684	46,651,218	47,932,364	52,400,046	52,974,223	54,326,796	54,826,982	59,883,758	65,453,770	66,802,262
Expenditures										
Current:										
General government	\$ 9,259,738	10,056,067	9,959,544	10,297,285	11,022,736	16,567,938	15,417,842	15,499,187	19,108,223	18,599,115
Security of persons and property	15,845,782	16,529,852	16,909,239	18,461,366	20,037,119	21,935,156	22,203,758	23,825,545	23,288,263	26,327,339
Public health and welfare	214,417	214,417	226,720	226,720	241,659	241,659	259,234	252,682	2,965,919	265,531
Transportation	3,679,481	3,765,828	4,055,267	4,224,565	4,878,718	5,014,943	3,848,342	4,981,089	5,004,527	5,827,023
Community environment	3,060,594	3,183,735	2,750,376	3,686,966	3,768,077	4,339,340	4,671,110	5,578,264	6,359,743	7,171,962
Basic utility services	1,687,924	1,681,640	1,635,750	1,638,030	1,634,870	1,480,182	1,513,699	1,645,907	1,600,046	1,790,510
Leisure time activities	1,810,819	2,088,257	2,272,456	2,679,439	2,779,139	2,966,713	2,672,908	2,408,480	2,689,698	3,101,708
Total current expenditures	35,558,755	37,519,796	37,809,352	41,214,371	44,362,318	52,545,931	50,586,893	54,191,154	61,016,419	63,083,188
Capital outlay:										
Capital outlay	5,114,118	6,807,047	9,273,982	12,944,156	16,823,542	4,618,700	238,703	1,284,412	1,492,778	1,887,376
Total capital outlay expenditures	5,114,118	6,807,047	9,273,982	12,944,156	16,823,542	4,618,700	238,703	1,284,412	1,492,778	1,887,376
Debt service										
Principal retirement	2,044,745	2,478,561	1,732,117	1,797,003	1,741,396	1,905,418	1,971,685	2,025,699	2,632,512	2,623,080
Interest and fiscal charges	754,154	636,653	797,293	1,361,419	1,631,433	1,327,207	1,571,490	1,643,602	1,540,411	1,409,316
Total debt service expenditures	2,798,899	3,115,214	2,529,410	3,158,422	3,372,829	3,232,625	3,543,175	3,669,301	4,172,923	4,032,396
Total expenditures	\$ 43,471,772	47,442,057	49,612,744	57,316,949	64,558,689	60,397,256	54,368,771	59,144,867	66,682,120	69,002,960

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

TABLE 2

Collection Year	Current (1) Levy		Delinquent Levy		Total Levy		Current Tax Collections		Percent of Current Taxes Collected		Delinquent Tax Collections		Total Tax Collections		Ratio of Total Tax Collections to Total Tax Levy		Outstanding Delinquent Taxes		Ratio of Delinquent Taxes to Total Tax Levy	
	\$		\$		\$		\$		%		\$		%		\$		%		\$	
1995	8,050,453		222,932		8,273,385		7,906,530		98.21%		34,970		7,941,500		95.99%		272,312		3.29%	
1996	8,119,751		415,394		8,535,145		7,983,887		98.33		63,922		8,047,809		94.29		453,530		5.31	
1997	8,182,168		433,883		8,616,051		8,001,051		97.79		84,606		8,085,657		93.84		230,885		2.68	
1998	8,465,814		263,271		8,729,085		8,276,450		97.76		159,270		8,435,720		96.64		230,793		2.64	
1999	8,493,277		244,651		8,737,928		8,332,005		98.10		141,293		8,473,298		96.97		221,740		2.54	
2000	8,748,807		247,327		8,996,134		8,370,833		95.68		182,844		8,553,677		95.08		217,248		2.41	
2001	8,903,797		240,841		9,144,638		8,636,969		97.00		147,064		8,784,033		96.06		322,231		3.52	
2002	8,719,958		352,689		9,072,647		8,478,687		97.23		229,649		8,708,336		95.98		301,301		3.32	
2003	8,354,612		287,439		8,642,051		8,051,648		96.37		158,516		8,210,164		95.00		412,801		4.78	
2004	9,015,664		397,600		9,413,264		8,739,240		96.93		219,506		8,958,746		95.17		461,468		4.90	

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

Source: Cuyahoga County Auditor's Office

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

TABLE 3

Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
1995	\$ 693,712	\$ 133,322	\$ 827,034	\$ 687,862	99.16%	\$ 3,967	\$ 691,829	83.65%	\$ 136,083	16.45%
1996	706,680	220,151	926,831	690,305	97.68	10,226	700,531	75.58	234,047	25.25
1997	763,601	219,070	982,671	758,327	99.31	5,274	763,601	77.71	171,718	17.47
1998	764,415	150,019	914,434	758,510	99.23	92,891	851,401	93.11	66,864	7.31
1999	751,053	47,987	799,040	745,885	99.31	28,804	774,689	96.95	36,939	4.62
2000	732,866	69,594	802,460	717,049	97.84	25,719	742,768	92.56	100,850	12.57
2001	736,951	81,973	818,924	723,065	98.12	34,399	757,464	92.50	13,189	1.61
2002	707,997	30,935	738,932	700,203	98.90	1,069	701,272	94.90	20,507	2.78
2003	625,084	40,389	665,473	613,260	98.11	8,445	621,705	93.42	41,419	6.22
2004	637,310	248,406	885,716	627,170	98.41	15,426	642,596	72.55	234,460	26.47

Source: Cuyahoga County Auditor's Office

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

TABLE 4

Collection Year	Real (1) Property Assessed Value	Tangible(2) Personal Property Assessed Value	Public (3) Utility Property Assessed Value	Total Assessed Value	Total Estimated Actual Value
1995	\$ 1,189,574,230	\$ 97,541,968	\$ 61,716,800	\$ 1,348,832,998	\$ 3,859,084,113
1996	1,178,867,320	97,706,074	58,724,750	1,335,298,144	3,825,749,309
1997	1,190,583,720	99,532,467	56,239,790	1,346,355,977	3,863,706,491
1998	1,294,832,320	107,549,471	54,508,290	1,456,890,081	4,191,660,037
1999	1,293,615,940	105,782,201	51,009,030	1,450,407,171	4,177,139,154
2000	1,443,750,410	103,368,494	45,730,120	1,592,849,024	4,590,441,192
2001	1,452,889,370	105,245,444	34,715,190	1,592,850,004	4,611,543,342
2002	1,453,330,610	102,510,192	33,020,560	1,588,861,362	4,599,937,303
2003	1,556,516,000	97,727,720	33,880,160	1,688,123,880	4,876,599,633
2004	1,573,099,850	94,630,746	33,679,740	1,701,410,336	4,911,366,416

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

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

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

Source: Cuyahoga County Auditor

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

TABLE 5

Tax Year	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
CITY OF PARMA										
General Fund	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Fire Levy	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Police Levy	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	-
Fire Pension	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Paramedic Levy	0.50	0.50	0.50	0.50	0.50	0.50	0.50	-	-	-
Bond Retirement	0.20	0.20	0.20	0.20	0.20	0.10	-	-	0.20	0.20
	<u>7.10</u>	<u>7.10</u>	<u>7.10</u>	<u>7.10</u>	<u>7.10</u>	<u>7.00</u>	<u>6.90</u>	<u>6.40</u>	<u>6.60</u>	<u>5.10</u>
PARMA CITY SCHOOL DISTRICT	<u>54.10</u>	<u>54.20</u>	<u>54.20</u>	<u>53.40</u>	<u>53.30</u>	<u>60.20</u>	<u>60.20</u>	<u>60.20</u>	<u>59.50</u>	<u>59.40</u>
CUYAHOGA COUNTY										
General Operating	0.96	0.82	0.82	1.00	0.87	0.93	0.86	0.81	0.81	0.84
Health and Welfare	4.40	4.40	4.40	3.10	3.10	3.10	3.10	3.10	4.90	4.90
Health and Human Services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Mental Retardation	3.20	3.00	3.00	3.00	3.00	3.90	3.90	3.90	3.90	3.90
Bond Retirement	0.76	0.90	0.90	0.72	0.85	0.79	0.86	0.91	0.91	0.88
Metroparks	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.85
County Library	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	2.00
Cuyahoga County Community College	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
Port Authority	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13
	<u>18.20</u>	<u>18.00</u>	<u>18.00</u>	<u>16.70</u>	<u>16.70</u>	<u>17.60</u>	<u>17.60</u>	<u>17.60</u>	<u>19.40</u>	<u>20.30</u>
TOTAL LEVY	<u>\$ 79.40</u>	<u>\$ 79.30</u>	<u>\$ 79.30</u>	<u>\$ 77.20</u>	<u>\$ 77.10</u>	<u>\$ 84.80</u>	<u>\$ 84.70</u>	<u>\$ 84.20</u>	<u>\$ 85.50</u>	<u>\$ 84.80</u>

Source: Cuyahoga County Auditor

City of Parma, Ohio
Special Assessment Collections
Last Ten Years

TABLE 6

Collection Year	Street Lighting Assessments	Street Lighting Collections	Noxious Weeds Assessments	Noxious Weeds Collections	Other Assessments	Other Collections	Total Assessments	Total Collections	Ratio of Total Collections to Total Assessments
1995	\$ 726,297	\$ 726,521	\$ 3,449	\$ 4,449	\$ 62,376	\$ 60,652	\$ 792,122	\$ 791,622	99.94%
1996	718,896	725,735	9,445	9,688	52,069	49,847	780,410	785,270	100.62
1997	719,825	756,506	-	1,260	58,038	50,921	777,863	808,687	103.96
1998	784,266	762,552	-	4,056	65,812	56,947	850,078	823,555	96.88
1999	784,266	782,656	-	1,572	65,812	61,840	850,078	846,068	99.53
2000	738,150	748,618	3,026	3,203	73,035	65,695	814,211	817,516	100.41
2001	738,150	733,431	-	77	290,224	284,625	1,028,374	1,018,133	99.00
2002	738,150	748,798	-	-	285,261	274,386	1,023,410	1,023,184	99.98
2003	864,220	811,525	-	4,068	253,687	276,770	1,117,907	1,092,363	97.72
2004	864,220	825,006	-	10,800	253,687	286,463	1,117,907	1,122,269	100.39

Collections include only those amounts collected by the County.

Collections include both current year and delinquent amounts.

Source: Cuyahoga County Auditor's Office

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

TABLE 7

Year	Population (1)	Assessed Value (2)	Gross General Bonded Debt (3)	Balance in Debt Service Fund	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1995	87,876	\$ 1,348,832,998	\$ 7,880,700	\$ 700,109	\$ 7,180,591	0.53%	\$ 81.71
1996	87,876	1,335,298,144	6,617,589	154,147	6,463,442	0.48	73.55
1997	87,876	1,346,355,977	6,173,118	214,000	5,959,118	0.44	67.81
1998	87,876	1,456,890,081	17,712,182	698,065	17,014,117	1.17	193.62
1999	83,347	1,450,407,171	18,844,992	785,939	18,059,053	1.25	216.67
2000	85,655	1,592,849,024	17,970,083	778,071	17,192,012	1.08	200.71
2001	85,655	1,592,850,004	17,232,358	306,819	16,925,539	1.06	197.60
2002	85,655	1,588,861,362	16,632,343	95,354	16,536,989	1.04	193.07
2003	85,655	1,688,123,880	21,729,585	119,418	21,610,167	1.28	252.29
2004	85,655	1,701,410,366	20,641,519	6,788	20,634,731	1.21	240.91

Sources:

- (1) U.S. Census Bureau
- (2) Cuyahoga County Auditor
- (3) Does not include Internal Service Funds.

City of Parma, Ohio
 Computation of Legal Debt Margin
 December 31, 2004

TABLE 8

City Debt Outstanding		
Unvoted Bonds	\$20,641,519	
Special Assessment Bonds	2,102,697	
Internal Service Fund Bonds	1,463,481	
Notes Issued in Anticipation of Long Term Bond Financing	1,200,000	
OPWC Loans	2,320,665	
OWDA Loans	<u>3,613,945</u>	
Total of all City Debt Outstanding		\$31,342,307
Debt Exempt from Calculation		
OPWC Loans	2,320,665	
Special Assessments Bonds		
Commerce Parkway West	16,000	
Ridgewood Waterline	40,000	
Breuning Drive	160,043	
2000 Street Improvement Bonds	1,835,000	
Burden Drive Sanitary Sewer	<u>51,654</u>	
Total Exempt Debt		<u>4,423,362</u>
Total Debt (Voted and Unvoted) Subject to 10.5% Debt Limitation		26,918,945
Less Applicable Debt Service Fund Balance		<u>6,788</u>
Net Indebtedness Subject to 10.5% Limitation		<u><u>\$26,912,157</u></u>
Total Debt (Unvoted) Subject to 5.5% Debt Limitation		\$21,841,519
Less Applicable Debt Service Fund Balance		<u>6,788</u>
Net Indebtedness Subject to 5.5% Limitation		<u><u>\$21,834,731</u></u>
Assessed Valuation of City		\$1,701,410,366
10.5% of Valuation (Maximum Voted and Unvoted General Obligation Debt Allowed)		178,648,088
Total Debt Outstanding Subject to 10.5% Debt Limitation		<u>26,912,157</u>
Overall 10.5% Margin		<u><u>\$151,735,931</u></u>
5.5% of Valuation (Maximum Unvoted General Obligation Debt Allowed)		93,577,570
Total Debt Outstanding Subject to 5.5% Debt Limitation		<u>21,834,731</u>
Unvoted 5.5% Margin		<u><u>\$71,742,839</u></u>

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

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

TABLE 9

	<u>Assessed (1) Valuation</u>	<u>General (1) Tax Supported Bonds</u>	<u>Percent (2) Applicable to City</u>	<u>City's Share</u>
City of Parma	\$ 1,701,410,366	\$ 25,366,000	100.00%	\$ 25,366,000
Parma School District	2,396,639,037	18,055,000	70.99%	12,817,245
Cuyahoga County	30,647,572,161	249,645,029	5.55%	13,855,299
Greater Cleveland RTA	30,647,572,161	147,025,000	5.55%	<u>8,159,888</u>
				<u><u>\$ 60,198,432</u></u>

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

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

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

TABLE 10

Year	Principal Debt Service	Interest Debt Service	Gross Total Debt Service	General Governmental Expenditures (1)	Ratio of General Bonded Debt Service to General Governmental Expenditures
1995	\$ 1,155,000	\$ 667,876	\$ 1,822,876	\$ 43,471,770	4.19%
1996	1,263,111	613,080	1,876,191	47,442,057	3.95
1997	444,471	401,733	846,204	49,612,744	1.71
1998	460,831	369,168	829,999	57,316,949	1.45
1999	477,190	304,729	781,919	64,558,689	1.21
2000	874,909	957,151	1,832,060	60,397,256	3.03
2001	737,725	1,083,719	1,821,444	54,368,771	3.35
2002	600,014	1,074,897	1,674,911	59,144,867	2.83
2003	697,412	1,068,588	1,766,000	66,682,120	2.65
2004	1,190,000	1,099,850	2,289,850	69,002,960	3.32

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

Source: Parma City Auditor

City of Parma, Ohio
Property Values, Bank Deposits, and Building Permits
December 31, 2004

TABLE 11

Year	Real Property (1) Estimated Actual Value	Bank (2) Deposits at December 31	Building (3) Permits Issued
1995	\$ 3,398,783,514	\$ 22,458,573,000	\$ 50,019,535
1996	3,398,783,514	22,458,573,000	50,019,535
1997	3,401,667,771	53,941,971,000 (4)	49,426,622
1998	3,699,520,914	58,904,596,000	53,243,702
1999	3,696,045,543	57,816,942,000	58,874,544
2000	4,125,001,171	61,942,764,000	47,994,074
2001	4,151,112,486	63,893,769,000	41,265,776
2002	4,152,373,171	95,761,917,000	56,911,798
2003	4,447,188,571	97,238,973,000	28,721,135
2004	4,494,571,000	101,838,959,000	42,851,767

Sources:

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

City of Parma, Ohio
Principal Taxpayers
December 31, 2004

TABLE 12

<u>Taxpayer</u>	<u>Personal Property Taxable Valuation</u>	<u>Percent of Total Personal Property Taxable Valuation</u>
General Motors Corporation	\$ 31,918,250	33.73%
Shiloh Industries	3,211,480	3.39
Cox Cable Cleveland	2,356,220	2.49
Tops Markets LLC	2,137,800	2.26
Spitzer Buick	1,940,440	2.05
Bob Gillingham Ford	1,703,980	1.80
Marc Glassman	1,484,630	1.57
Dick Bigelow Chevrolet	1,418,770	1.50
Spitzer Motor City	1,341,820	1.42
Triad Metal Products	1,331,010	1.41
Prince & Izant	1,084,830	1.15
Riser Foods	1,027,420	1.09
May Department Stores	1,016,890	1.07
AMAC Enterprises	959,800	1.01
Melin Tool Company	936,480	0.99
Total	\$ 53,869,820	56.93%
Total Assessed Valuation		
Personal Property	\$ 94,630,746	100.00%

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio
Largest Employers, by Wage Tax Collected
Last Four Years

Table 13

Employer	2004		2003		2002		2001	
	Collections	Percentage	Collections	Percentage	Collections	Percentage	Collections	Percentage
General Motors	\$ 4,291,286	13.27%	\$ 4,336,574	15.74%	\$ 4,260,522	18.03%	\$ 3,880,889	17.06%
Parma Hospital	1,521,822	4.71	1,378,098	5.00	1,221,341	5.17	1,098,334	4.83
Parma Board of Education	1,244,352	3.85	1,216,479	4.42	1,143,651	4.84	1,069,241	4.70
City of Parma	631,076	1.95	550,196	2.00	571,865	2.42	556,997	2.45
Cuyahoga Community College	498,903	1.54	511,166	1.86	490,177	2.07	474,135	2.08
Kaiser Foundation	462,208	1.43	435,973	1.58	419,342	1.77	391,661	1.72
Cuyahoga County	375,410	1.16	270,141	0.98	240,859	1.02	152,560	0.67
Ohio Permanente	350,725	1.08	314,837	1.14	300,352	1.27	276,330	1.21
Marc's	250,935	0.78	246,755	0.90	238,378	1.01	232,035	1.02
Shiloh Industries	247,807	0.77	336,664	1.22	489,136	2.07	534,120	2.35
Cuyahoga County Library	200,910	0.62	208,529	0.76	193,121	0.82	186,586	0.82
Union Carbide	181,926	0.56	153,342	0.56	169,297	0.72	179,358	0.79
First National Supermarkets	174,412	0.54	175,014	0.64	174,614	0.74	173,951	0.76
Con-Way Transport	166,086	0.51	145,288	0.53	142,936	0.60	137,346	0.60
Pleasant Lake Villa	160,334	0.50	152,137	0.55	145,079	0.61	134,141	0.59
Riser Foods	144,608	0.45	89,655	0.33	77,712	0.33	72,972	0.32
Pleasantview Nursing Home	141,954	0.44	154,132	0.56	139,690	0.59	118,111	0.52
Catholic Charities	135,452	0.42	150,090	0.54	155,294	0.66	150,866	0.66
Broadview Nursing Home	134,344	0.42	144,646	0.53	149,528	0.63	145,624	0.64
Mt. Alverna	130,691	0.40	137,333	0.50	141,598	0.60	142,323	0.63
	<u>\$ 11,445,241</u>	<u>35.39%</u>	<u>11,107,049</u>	<u>40.33%</u>	<u>10,864,492</u>	<u>45.97%</u>	<u>10,107,580</u>	<u>44.43%</u>
Total	<u>\$ 32,405,426</u>	<u>100.19%</u>	<u>\$ 32,341,786</u>	<u>117.42%</u>	<u>\$27,543,018</u>	<u>116.55%</u>	<u>\$ 23,632,931</u>	<u>103.88%</u>

City of Parma Income Tax Department, cash basis

City of Parma, Ohio
 Building Permits at Market Value
 December 31, 2004

TABLE 14

<u>Year</u>	<u>Residence</u>	<u>Commercial</u>	<u>Industrial Building</u>	<u>Apartments and Townhouses</u>	<u>Public Buildings</u>	<u>Total</u>
1995	\$ 12,446,784	\$ 37,572,751	\$ -	\$ -	\$ -	\$ 50,019,535
1996	11,752,401	34,598,919	-	-	-	46,351,320
1997	18,329,556	31,097,066	-	-	-	49,426,622
1998	23,982,627	29,261,075	-	-	-	53,243,702
1999	27,722,826	31,151,718	-	-	-	58,874,544
2000	21,302,840	26,691,234	-	-	-	47,994,074
2001	20,604,428	20,661,348	-	-	-	41,265,776
2002	17,123,070	39,788,728	-	-	-	56,911,798
2003	14,902,838	13,818,297	-	-	-	28,721,135
2004	20,324,464	22,527,303	-	-	-	42,851,767

Source: City of Parma Building Department

City of Parma, Ohio
Demographic Statistics
December 31, 2004

TABLE 15

<u>Year</u>	<u>Population (1)</u>	<u>Cuyahoga County (2) Unemployment Rate</u>
1995	87,876	4.70%
1996	87,876	5.00
1997	87,876	4.50
1998	87,876	4.50
1999	83,347	4.50
2000	85,655	4.10
2001	85,655	5.30
2002	85,655	5.50
2003	85,655	6.20
2004	85,655	5.70

Source:

(1) U.S. Census Bureau

(2) Ohio Bureau of Employment Services

City of Parma, Ohio
Miscellaneous Statistics
December 31, 2004

TABLE 16

Date of Incorporation	1931
Form of Government	Mayor-Council
Area	20.8 Square Miles
Miles of Streets	255
Fire Protection:	
Number of Stations	5
Number of Firemen and Officers (Exclusive of Volunteer Firemen)	101
Police Protection:	
Number of Stations	1
Number of Policemen and Officers	103
Sewers:	
Sanitary Sewers*	209 Miles
Storm Sewers	510 Miles
*(Exclusive of Northeast Ohio Regional Sewer District)	
Recreation and Culture:	
Number of Parks	21 with 420 Acres
Swimming Pools	4
Cuyahoga County Library	2 Branches
Regional Library	1 Main Office
Traffic Signal Installations	108

Source: City of Parma Auditor



**Auditor of State
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CITY OF PARMA

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MAY 25, 2006**