

**CITY OF AVON  
LORAIN COUNTY**

**REGULAR AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 1999**



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

---

**STATE OF OHIO**



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

City of Avon  
Lorain County  
36080 Chester Road  
Avon, Ohio 44011

To the Members of City Council:

We have audited the financial statements of the City of Avon, Lorain County, Ohio, (the City) as of and for the year ended December 31, 1999, and have issued our report thereon dated May 19, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 1999-20847-001. Also, we noted certain immaterial instances of noncompliance that we have reported to management of the City in a separate letter dated May 19, 2000.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated May 19, 2000.

This report is intended for the information and use of the audit committee, management and City Council, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

**Jim Petro**  
Auditor of State

May 19, 2000

**CITY OF AVON  
SCHEDULE OF FINDINGS**

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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Finding Number	1999-20847-001
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Ohio Rev. Code Section 5705.39 requires that appropriations be limited to estimated resources. The following Capital Project Funds had appropriations exceeding total estimated resources:

<u>Fund</u>	<u>Carryover Balance</u>	<u>Certified Revenue</u>	<u>Appropriations</u>	<u>Variance</u>
Capital Improvement	\$19,575	\$377,804	\$797,165	\$(399,786)
CDBG	\$1,868	\$15,701	\$19,718	\$(2,149)

We recommend that the City monitor the budget to ensure that appropriations are within total certified resources.

# City of Avon, Ohio



**Comprehensive Annual Financial Report  
For the Year Ended December 31, 1999**



INTRODUCTORY SECTION

**City of Avon, Ohio**

**Comprehensive Annual Financial Report**

**For the Year Ended December 31, 1999**

**Prepared by**

**Office of the Director of Finance**

**Robert F. Hamilton**  
**Director of Finance**

**City of Avon, Ohio**  
**Comprehensive Annual Financial Report**  
**For the Year Ended December 31, 1999**  
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# CITY OF AVON

36080 CHESTER ROAD AVON, OHIO 44011-1099 (440) 937-7800 - FAX 937-7824

May 18, 2000

Members of City Council and  
Citizens of Avon  
Avon, Ohio 44011-1588

We are pleased to submit the ninth Comprehensive Annual Financial Report (CAFR) prepared by the City Finance Office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data as presented is accurate in all material respects and that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included. This report will provide the taxpayers of Avon with comprehensive financial data in a format which will enable them to gain an understanding of the City of Avon's financial status. Copies will be made available to the Chamber of Commerce, major taxpayers, the Avon Branch of the Lorain Public Library, financial rating services and other interested parties.

The comprehensive annual financial report is presented in three sections:

1. The Introductory Section, which contains a Table of Contents, the Letter of Transmittal, a list of the City's principal officials and department heads, an organizational chart and the GFOA Certificate of Achievement.
2. The Financial Section, which contains the Report of Independent Accountants, the General Purpose Financial Statements, which include explanatory notes and provide an overview of the City's financial position and operating results, and the Combining, Individual Fund and Account Group Statements and Schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section, which presents various tables reflecting social and economic information, financial trends and the fiscal capacity of the City of Avon.

## Reporting Entity

For financial reporting purposes, the City includes all funds and account groups that comprise the primary government and all agencies, boards and commissions for which the City is financially accountable. The City is financially accountable for an organization if the organization is fiscally dependent on the City or if the City appoints a majority of the organization's governing board and (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the City. The ability to impose its will on the organization exists if the City can either remove members of the governing board at will, modify or approve the organization's budget, modify or approve rates or fees, modify or overrule decisions of the organization's governing body, or appoint, hire, reassign or dismiss persons responsible for management of the organization's day-to-day

activities. A financial benefit exists if the City is legally entitled to or can otherwise access the organization's assets. A financial burden exists if the City is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization, or if the City is obligated in some manner for the debt of the organization. No component units should be included in the City's reporting entity.

The City is associated with the Lorain County General Health District, a jointly governed organization, which provides health services within the Health District. The City does not have any financial interest in or responsibility for the District. The Lorain County Auditor serves as fiscal agent. See Note 17.

## **The City of Avon**

The City of Avon is located in Lorain County in northwestern Ohio, 22 miles west of downtown Cleveland. The City is bound on the north by the City of Avon Lake, on the east by the City of Westlake, on the west by the Village of Sheffield, and on the south by the City of North Ridgeville. The City covers 20.5 square miles, or a total of 16,000 acres. Avon is between 625 and 700 feet above sea level. The French Creek waterway runs throughout the City's relatively flat topography.

The first permanent settlement in Avon was established in 1814 by three families from Montgomery County, New York. Other families from New England followed in the years between 1815 and 1824, and in 1833, several families arrived from Bavaria, Germany.

Early industries included saw mills, a grist mill, and by the 1850's, a steam saw mill, a steam flouring mill, and a wagon manufacturer were established industries. Farms and orchards produced abundant harvests to give Avon the name of "garden spot of America."

Avon was incorporated as a village in 1917 and officially made a city in 1961. Avon has carefully maintained its attractive rural features while allowing for controlled growth.

The Avon Municipal Building was built in 1958 at an approximate cost of \$100,000. At that time, the City's population was estimated to be 4,500. According to the 1990 census, the City's population was 7,337, although current projections have the population set closer to 10,000. In late 1997, the City purchased a new city hall building on Chester Road and turned the Avon Municipal Building into the police department facility.

On May 27, 1965, the seal of the City of Avon was designed and presented by the Avon Chamber of Commerce. The cornucopia pictured on the City's seal (see front cover) represents the abundance of food found here from the pioneer days to the present. Although Avon has experienced many changes in its long history, it is still known for its rich soil - a source of wealth from the growing of vegetables, fruits, and flowers. Avon's future still lies in its largely undeveloped acres, promising future residential, agricultural, and industrial growth.

Long known for its many greenhouses, Avon has also become noted as a major center for antiques with several antique stores housed in century old homes within the French Creek Historic District. Annually, the French Creek Antiques Association sponsors the Christmas Candlelight Walk which brings scores of visitors to Avon.

A number of major state and county roads traverse the City of Avon, including Interstate 90, Ohio State Routes 83, 254, and 611, and the Ohio Turnpike which is approximately ten miles from the City. The City of Avon is serviced by two airports: Cleveland Hopkins International Airport, 16 miles east, and Lorain County Regional Airport, 15 miles southwest.

Three daily newspapers, *The Plain Dealer*, *The Morning Journal*, and the *Elyria Chronicle-Telegram* and two weekly newspapers, *The Press* and *The Sun*, serve the City.

Several large shopping centers are located within ten minutes of the City: Avon Lake, two miles; Sheffield Lake, five miles; North Ridgeville, six miles; the Promenade, Westlake, two miles; Great Northern Shopping Center, North Olmsted, ten miles, and Midway Mall, Elyria, eight miles. Located within the City are branches of First Merit-EST Bank and Strongsville Savings Bank.

St. John Westshore Hospital, Westlake, and Community Health Partners Hospital, Lorain, are located within six miles of the City while Lorain County Community Hospital and Elyria Memorial Hospital are within twenty miles of the City. The Cleveland Clinic is approximately twenty-five miles from the City.

Institutions of higher education within Lorain County include Lorain County Community College in Elyria, approximately five miles west of Avon; Southeastern Business College in Lorain, approximately twelve miles west of the City, and Oberlin College in Oberlin, approximately twenty miles south of Avon. Both Lorain County Community College and Southeastern Business College are junior colleges (two-year degree programs and/or certificate studies), and Oberlin College is a four-year institution with a fine arts discipline. Lorain County Community College is a public institution while Southeastern Business College and Oberlin College are proprietary schools. Lorain Community College offers a University Partnership Program where students can coordinate their educational program with a number of universities including: University of Akron, Ashland University, Cleveland State University, Kent State University, Ohio State University and Youngstown State University.

## **City Government**

Avon was founded in 1814, incorporated as a village in 1917, and achieved city status in 1961. Avon is a Charter Municipal Corporation established and operated under the laws of the State of Ohio. A charter was first adopted by the electorate on May 2, 1961. The charter provides for a Mayor-Council form of government. The elected officials consist of a Mayor and seven council members.

The Mayor is the City's chief executive officer and is elected to a four year term. Prior to 1998, the office of the Mayor was a two year term, the increase term is the result of a voted change in the charter by the electorate. The Mayor supervises the administration of all departments and appoints department heads and public members of administrative boards, upon confirmation by Council. As the chief conservator of the peace, he oversees the enforcement of all laws and ordinances and presides over the Mayor's Court. He also executes all contracts, conveyances, and evidences of indebtedness of the City.

Legislative authority is vested in a seven member council with four members elected from wards and three elected at large. The member receiving the greatest number of votes becomes the president. Council enacts ordinances and resolutions relating to tax levies, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes. Members of Council are elected to a two year term.

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

## **Employee Relations**

The City has 112 employees; 58 are full-time, and 54 are part-time, 17 of whom are fire-fighters and emergency rescue workers. Full-time employees may join one of the collective bargaining units for their group as determined by the State Employees Relations Board (SERB). The two unions in the City are:



<u>Name</u>	<u>Contract Expires</u>	<u>Membership</u>
AFSCME Local #277	December 31, 2000	24
Fraternal Order of Police, Dispatchers and Sergeants	December 31, 2002	20

### **Economic Conditions and Outlook**

During 1999, the City enjoyed a period of continuing growth in the building of residential, commercial, and industrial developments, and the economic outlook at this time continues to be very aggressive. Below are highlights regarding residential and commercial/industrial growth within the City.

*Residential* - The number of new single-family home permits issued was 278 with a valuation of \$55,330,013, compared to 202 single-family home permits issued in 1998 with a valuation of \$44,177,974, an increase of 25.2 percent. Multi-family type construction such as townhouses, 4-plexes and 6-plexes numbered 19, with a valuation of \$5,340,650. This construction compares to 1998's 6 units with a valuation of \$2,926,000 - an increase of 82.5 percent.

New and existing residential projects continue to grow and expand with more than 1,000 housing units in various stages including but not limited to Arbor Acres, Avenbury Lake, Avon Reserve at Summerhill, Briar Lakes, Camelot, Highland Park, North Star, Pin Oak Preserve, Red Tail Golf Community, Stonebridge, Summerhill, The Fields and Woodmere Estates.

*Commercial/Industrial* - In 1999, 305 commercial permits were issued with a valuation of \$58,874,173 compared to 246 permits and a valuation of \$38,347,991 in 1998. Currently, Lear Industrial Parkway, First Interstate, Avon Commerce Park and Avon Industrial Parkway are under development.

Two new companies, North Coast Bearings and Skill Tool and Die are scheduled to move into their new industrial buildings in 2000. Combined employment is expected to total 86.

Avon Commons located at Detroit Road and Center Road, a retail development consisting of approximately 680,000 square feet of commercial improvements, is in the construction stage. The development will include retail stores such as: Target, Kohl's, The Home Depot, Heinen's Fine Foods, Marshalls, Old Navy, Linen-Things, Cost Plus, Michaels and others to be named. A second retail development of approximately 110,000 square feet was completed. BJ Wholesale Store opened for business in the vicinity of Moore and Colorado Roads.

*Assessed Valuation* - The assessed valuation of the City of Avon has been growing steadily over the past ten years, as can be seen in the Statistical Section of this report. The assessed valuation grew from \$233,037,400 in 1998 to \$252,804,231 in 1999, primarily due to the expansion of industry and an increase in residential construction.

### **Major Initiatives**

In 1999, the City of Avon addressed several major initiatives and planned for many others in 2000 and beyond. All departments met important goals in 1999. The following summarizes the departments' accomplishments:

*Police Department* - The Police Department continued its efforts to stay ahead of the skyrocketing growth rate of the City in 1999. Work continued on the renovation of the Avon Municipal Building into a dedicated

police facility. The Department anticipates that all work in this regard should be finalized in calendar year 2000. An additional shift supervisor was promoted in 1999, as well as the hiring of two additional full-time patrol officers. A Detective Bureau was re-established in December 1999 to keep up with the increased demand for investigative expertise. The Department continued its investment in continuing education for all branches of the Department.

In fiscal year 2000, the Police Department intends to hire three additional patrol officers to keep pace with the increased demand for service.

*Fire and Emergency Rescue Departments* - The City operates the Fire Department on a part-time basis. However, in the months of June, July, and August, two firefighters were on duty from 9:00 a.m. to 5:00 p.m. The firefighters completed checking, flushing, and servicing all fire hydrants. During this duty time, all but a few of the businesses in Avon had inspections done. The rest was completed before the end of the year. This program was very successful as hydrant and inspection programs are important to the welfare of the citizens of Avon. Numerous calls for both fire and ambulance had immediate response. The Avon Fire Department will repeat this daytime monitoring in the year 2000.

In 1999, the Avon Fire Department answered 191 fire alarms, and the Emergency Rescue Department responded to 463 ambulance calls.

Two Scott Thermal Imaging Units were purchased with donations from citizens and businesses in Avon. The cost of the two Thermal Imaging Units was in excess of \$28,000 and was completely paid for with the donations. One Thermal Imaging Unit was purchased with telemetry which will transmit an image to a television in Heavy Rescue to give a better view of the fire scene and other conditions.

The Avon Fire Department conducted a training fire. Thirteen firefighters participated in the training exercises. The main training was with the Scott Thermal Imaging Unit. Many different uses of the imaging unit were shown, such as search and rescue, overhaul (checking for hot spots) and fire extension and behavior. The following training was also completed: four practice burns on fire suppression; deck gun operations; exposure protection; and ventilation. This training fire proved to be very useful and informative.

Other various training sessions for both firefighters and EMS personnel were held twice a month.

A 2,000-gallon per minute pumper, built by U.S. Tanker Corporation, was delivered in July. Insurance Services Corporation (ISO), which sets the standards for insurance ratings, required Avon to have a 3,500 gallon per minute capacity for Avon Fire Department pumpers and a reserve pumper. With the new 2,000 gallon per minute U.S. Tanker Corporation pumper just purchased, and the 1990 1,500 gallon per minute FMC pumper, the 3,500 gallon per minute capacity has been achieved. The 1972 FMC 1,000 gallon per minute pumper will be the reserve pumper.

The 1972 FMC pumper and the 1990 FMC pumper had their yearly test at Williams Detroit Diesel. All pumpers pumped to rated capacity.

Six new 4.5 Model 50 Series self-contained breathing apparatus with carbon bottles and six extra carbon bottles were delivered. This is the second step in updating the Department's self-contained breathing apparatus.

All fire hydrants were flushed, checked, and serviced with no major problems.

All self-contained breathing apparatus was tested by Pro Am Safety to make sure they were in State standard working order. Ten Scott 2A self-contained breathing apparatus were taken out of service.

The breathing air compressor was serviced and checked by Pro Am Safety. Air samples were taken to assure that the breathing air met all standards to be used in the self-contained breathing apparatus and air tanks for divers.

Fire Truck Specialties performed yearly maintenance on the pumper part of the 1972 FMC pumper and the 1990 FMC pumper. Rich's Truck and Auto handled the yearly maintenance on the 1972 FMC pumper and the 1990 FMC pumper. Sylvester Truck and Tire did maintenance on the 1990 Heavy Rescue. Rich's Truck and Auto performed the Federal Department of Transportation inspection on the 1972 FMC pumper, the 1990 FMC pumper and the 1999 U.S. Tanker Corporation pumper. All pumpers passed inspection. Sylvester Truck and Tire did the U.S. Department of Transportation inspection on the 1990 Heavy Rescue. The Heavy Rescue passed the inspection.

The Avon Fire Department applied for a grant from the State of Ohio for two Life Pak 12 Defibrulators and was awarded 50 percent matching funds for the defibrulators. Both units were put into service and provide the Avon Fire Department with the latest technology in cardiac care.

American Test Center tested all ladders in the Avon Fire Department. All ladders passed the inspection.

The emergency generator formerly at the Avon Police Station was installed at Fire Station No. 2. Fire Station No. 2 now has emergency power for lights, heat, and the overhead door. The emergency power comes on automatically in the event of loss of electrical power.

The Department used the Port-a-Count equipment from Lorain County EMA to test all firefighters for proper fitting of face masks for the self-contained breathing apparatus. All firefighters tested passed the test.

The Avon Fire Department held an open house on September 12, 1999 to display the new engine and the Thermal Imaging Unit. Visitors were able to look at Fire Department equipment and vehicles. Blood pressure readings were conducted for people who wanted their blood pressure checked. Free hot dogs and beverages were given to the visitors.

The Avon Fire Department presented a program at Safety Town. This is a worthwhile program, and it reaches many children and families. The Fire Department teaches fire prevention and acquaints the children with Avon's Rescue Squad.

Nine other fire prevention and training programs were provided to industries and groups in the City of Avon.

*Building Department* - In 1999, the Building Department upgraded its fee schedule (based on National Construction Standards). The Department issued 602 building permits, including but not limited to, single-family dwellings and commercial/industrial.

The Department also issued 683 permits for remodeling, pools, and fences conducting approximately 14,000 inspections to complete these tasks (double from the previous year).

The staff of three full-time clerks, three field inspectors, a Chief Building Official and part-time residential plans examiner/inspector was utilized to complete the task of the aforementioned.

The fee schedule was updated to National Standards and results were 125 percent income over expenses incurred by the Building Department (supporting the City of Avon's general fund).

Also, the Building Department was under the supervision of the Insurance Service Office (ISO), rating the Building Department to affix insurance rates for the homeowners of Avon. The results of the evaluation were a #5 rating for residential and a #5 rating for commercial (with the worst being #10).

*Engineering* - The City's Consulting Engineer, Bramhall Engineering and Surveying Company, Inc. provided Planning Commission engineering reviews for residential, commercial, and industrial developments in 1999. The Engineering Department conducted 404 residential site plan reviews and 668 site inspections. The department prepared and administered State Issue II, Natureworks, and CDBG Grant Programs. It has also designed major storm sewer, water, sanitary sewer, and pavement projects.

*Finance Department* - The Government Finance Officers Association presented a Certificate of Achievement for Excellence in Financial Reporting to the Finance Director for preparation and publication of the 1998 Comprehensive Annual Financial Report. This award is the highest form of recognition for governmental accounting and financial reporting, and its attainment is a significant accomplishment.

The Finance Department prepared its ninth Comprehensive Annual Financial Report (CAFR) for the year ended 1999.

The Department focused on time, review, analysis, planning, goal setting and implementation of year 2000 compliance issues, not only for the City but including vendors and other third parties that interface with the City. The City completed testing of the computerized accounting, building, utility, general office and safety departments systems. Based on the testing, the City upgraded and/or replaced equipment as necessary. The City was year 2000 compliant by mid-1999.

*Service Department* - All Water and Sewer and Street Department operations are conducted from a combined facility located at the corner of Detroit and Jaycox Roads. The facility complies with the Americans with Disabilities Act.

*Water and Sewer Departments* - The City of Avon does not operate its own water or sewer treatment facilities. Water is supplied by the City of Avon Lake Water Plant through Avon's distribution system. The system includes a 36-inch water main that serves the Rural Lorain County Water Authority in southern Lorain County. The addition of this water main increases Avon's water capacity by 3,000,000 gallons per day without adding another elevated storage tank. This increased capacity will ensure future residential, commercial, and industrial developments a sufficient supply of water to meet their needs. The Utilities Department currently services approximately 5,000 accounts or homes.

The French Creek Wastewater Treatment Plant, which is owned by the City of North Ridgeville, handles the sanitary sewer needs of the City of Avon. The City of Avon has upgraded and expanded its sanitary sewer system that extends to the treatment facility. The upgrades and expansion have opened up key areas for present and future residential, industrial, and commercial growth.

The Utilities Department was involved in fourteen major private projects in 1999--seven residential and seven commercial/industrial projects. In conjunction with these projects, the Utilities Department oversaw the installation of two new water mains on Mills Road and Jaycox Road, and also a new sanitary sewer on Sandy Lane. The installation of the water mains now means every road in Avon has water service.

The Utilities Department instituted a major meter change out program to update all old meters-- beginning with the larger, diameter-sized meters. This is an ongoing project which will take approximately five years to complete.

A new computer system was purchased to control water and sanitary pump stations from the Utilities Building. The Department has upgraded its software and computer hardware to accommodate the City's rapidly increasing customer base.

The combined Water and Sewer Departments employ six full-time employees who assist the Utilities Superintendent in the operation and maintenance of the water and sewer system. Two full-time clerks, who work under the direction of the Finance Director, process the necessary information for the monthly billing procedure.

*Street Department* - The Street Department employs eight full-time employees who, at the direction of the Street Superintendent, are responsible for maintaining the streets, drainage courses, storm sewers and one City owned cemetery.

During 1999, the Department gave priority to pavement maintenance, crack sealing and reclamite rejuvenation.

A major asphalt repaving campaign was also completed in 1999. Main thoroughfares, Long Road, Schwartz Road east, Nagel Road north, Chester Road and the Northgate Subdivision all received new pavement.

A major ditch cleaning project was started on the DeChant Ditch from Stoney Ridge Road east to Highland Park Subdivision (approximately one mile).

A new storm sewer system was installed by the City on Sandy Lane and Mills Road with the Mills Road residents paying for their storm sewers. Sandy Lane was part of a sanitary sewer project.

In 1999, the Street Department, in conjunction with Ohio Public Works Commission, completed the final phase of the ditch enclosure and road reconstruction of State Route 83 from Schneider Court north to the City limits. The total project cost totaled \$303,875 of which the State of Ohio contributed (through grants) \$204,281.

*Parks and Recreation* - In 1999, a new administration for Parks and Recreation was formed establishing the position of Director, Parks and Recreation. This position is responsible for all City parks and the maintenance thereof as well as input for the development of new parks and facilities. It also includes overseeing existing recreation programs as well as developing and instituting new recreation programs. Creation of this position considerably reduced reliance on the Service Department except where heavy equipment was required.

A new park at the main intersection within the City of Avon was started and is 75 percent complete. This new park has been named Heritage Square at French Creek and was a joint effort between the City and the French Creek Association. This park is complete with a gazebo and is surrounded by landscaping of shrubs and flowers as well as trees. The gazebo is lighted at night, and the 1999 Christmas lighting festivities and dedication were held at this location for the citizens of Avon. The festivities also included the arrival of Santa who entertained the City's children at the Old Towne Hall. A lighting system was installed this year so that the Old Towne Hall could be lighted at Christmas for the first time. Future completion of this park will include parking facilities as well as a strolling path through the wooded area and picnic tables. The setting is beautiful and accomplishes what the City of Avon is about—friendly, caring, compassionate, and ethical.

A new vehicle was purchased for maintenance needs as well as a new Z-Trak for the maintenance of all baseball and soccer fields and open areas within the park system. The newer truck allows trailing of other vehicles to maintain these facilities.

The installation of electrical facilities at the park's maintenance building permitted park employees to perform all of the general maintenance duties without reliance on the Avon Service Department. These duties included performing plumbing duties as well as mechanical duties with park equipment. Parks and Recreation Department Improvements will continue during the year 2000.

The restroom facilities were completed at the Schwartz Road Park and were also maintained by park employees. These facilities eliminated the need for portable facilities.

Additional sport facilities were initiated for the Northgate and Schwartz Road Park by installing volleyball facilities and were utilized during 1999. In keeping with the rustic feature of parks, new split rail fencing was installed at the Schwartz Road facility. Additional spring toys for the children were also installed. Approximately 188 feet of roadway was also rebuilt at the entrance to the Schwartz Road Park including speed bumps as well as outlined crosswalks and pedestrian crossing signs. Also at the Schwartz Road fire station, the blacktop was expanded to provide an outdoor basketball facility and eliminate a safety hazard. The split rail fencing as noted replaced the old wire fencing which was a safety hazard. Additionally, new entrances to the playing fields were completed providing improved access and safety.

All playing fields, baseball and soccer, were improved this year providing greater and extended usage. This improvement will also continue into 2000.

The recreation programs saw increased participation during 1997, 1998, and 1999—as much as 27 percent. In addition to sports related activities, health programs were developed and initiated for all the citizens of the City of Avon. The following were the programs for 1999:

Adult Co-ed Volleyball	Men and women out of high school
Men's Basketball	Men out of high school
Adult Physical Fitness	Men and women (low impact)
Little Eagles Basketball	Boys and girls grades 3 through 6
Intermediate Volleyball and Basketball	All high school age
Health Screenings and Talks	Men, women, and children of all ages

## **Financial Information**

**Internal Accounting** - In the preparation of its annual report, the City utilizes the modified accrual basis of accounting for governmental and agency funds, and the accrual basis for proprietary funds. When using the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. The accrual basis recognizes revenues when earned and expenses when incurred. This timing enables management to improve the quality of its decision-making process by providing more consistent, comparable information regarding the current and past operations and financial position of the City.

Development of the City's accounting system includes consideration of internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurances regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived from its implementation and (2) the valuation of costs and benefits requires estimates and judgements by management.

**Budgetary Control** - Budgetary control is maintained by an encumbrance of purchase amounts prior to the release of purchase orders to vendors. Purchase orders are not issued when a sufficient unencumbered appropriation balance is not available.

To maintain budgetary control, the department head first reviews the purchase order which is then forwarded to the Finance Director. The Finance Director then reviews the purchase order for availability of funds. Copies of all approved purchase orders are returned to the department head pending receipt of the goods and invoices. Once goods or services and the invoice are received, the department head signs a copy of the purchase order for verification that all goods or services were received and are in acceptable condition.

Each department is furnished a monthly report showing the status of the budget accounts for which it is responsible. The reports detail monthly transactions and summarize the available balance.

The City adopts a temporary appropriation ordinance on or before January 1 of each year for the period January 1 through March 31. The Mayor and the Finance Director prepare an annual appropriation ordinance which is then submitted to the Council's Finance Committee for its recommendations by April 1 of each year for the period January 1 through December 31. All members of Council review it before its adoption. All disbursements require appropriation authority.

In December 1999, the City prepared the annual appropriation ordinance for fiscal year 2000. The ordinance was submitted to Council's Finance Committee and was subsequently passed by Council on January 3, 2000. With this action, the City has chosen to by-pass the temporary appropriation ordinance.

For all operating funds, appropriations are maintained at the object level within a department and fund.

**General Governmental Functions** - The governmental funds include the general, special revenue, debt service, and capital projects funds. Revenues for governmental fund operations totaled \$7,048,896. The following table identifies revenues by major source and makes comparisons to last year.

Revenues:	1999 Amount	1998 Amount	Percent of Total	Change	Percent Change
Municipal Income Tax	\$1,931,461	\$1,802,915	27.40%	\$128,546	7.13%
Property and Other Taxes	1,663,128	1,210,030	23.60	453,098	37.45
Charges for Services	194,183	243,356	2.76	(49,173)	(20.21)
Licenses and Permits	1,305,564	745,385	18.52	560,179	75.15
Fines and Forfeitures	225,127	188,972	3.19	36,155	19.13
Intergovernmental	1,174,431	1,264,970	16.66	(90,539)	(7.16)
Special Assessments	179,288	354,190	2.54	(174,902)	(49.38)
Interest	241,127	233,579	3.42	7,548	3.23
Other	134,587	114,000	1.91	20,587	18.06
<b>Total Revenues</b>	<b>\$7,048,896</b>	<b>\$6,157,397</b>	<b>100.00%</b>	<b>\$891,499</b>	<b>14.48%</b>

Taxes are the largest revenue source in the governmental funds. Taxes include property and City income tax. Property tax revenues include voter-approved levies for the general fund, and the street construction, maintenance and repair, police and fire special revenue funds. Income tax collections and property and other taxes receipts increased 7.13 and 37.45 percent, respectively, due to the growth in commercial/industrial development which created new jobs and in new housing developments which created residential growth.

Charges for services decreased 20.21 percent primarily due to decreases in emergency rescue and cable television fees.

Licenses and permits increased 75.15 percent due to significant increases in park development fees and building permits.

Fines and forfeitures increased 19.13 percent primarily because of increases in fines and court costs from Mayor's Court.

Special assessments decreased 49.38 percent. In 1998, Freeman Manufacturing opted to prepay their \$162,817 special assessments causing a one time variance in revenues.

Other revenues increased 18.06 percent primarily because of the payment of refunds by the Regional Income Tax Agency and donations to the Avon Fire Department.

Expenditures for governmental fund operations totaled \$6,411,624. The following table identifies expenditures by major functions of the City and makes comparisons to last year:

Expenditures:	1999 Amount	1998 Amount	Percent of Total	Change	Percent Change
<b>Current:</b>					
General Government	\$1,066,278	\$985,736	16.63%	\$80,542	8.16%
Security of Persons and Property	1,665,211	1,613,884	25.97	51,327	3.18
Transportation	882,931	718,903	13.77	164,028	22.82
Community Environment	577,816	477,229	9.01	100,587	21.08
Basic Utility Services	21,836	20,860	0.34	976	4.68
Leisure Time Activities	270,963	414,757	4.23	(143,794)	(34.67)
Capital Outlay	1,271,920	956,665	19.84	315,255	32.95
<b>Debt Service:</b>					
Principal Retirement	308,898	251,000	4.82	57,898	23.07
Interest and Fiscal Charges	345,771	373,251	5.39	(27,480)	(7.36)
<b>Total Expenditures</b>	<b>\$6,411,624</b>	<b>\$5,812,285</b>	<b>100.00%</b>	<b>\$599,339</b>	<b>10.31%</b>

Transportation expenditures increased 22.82 percent due to increases in salaries and benefits along with increased outlay for materials and supplies for street, ditch, and storm sewer maintenance.

Community environment expenditures increased 21.08 percent due to an increase in salaries and fringe benefits because of additional staff required to manage the increased need for building inspections and review of plans.

Leisure time activities expenditures decreased 34.67 percent in 1999. In 1998, the City received a Natureworks grant of \$90,000 for new equipment. The grant, combined with the City's share, equaled a total outlay of \$150,984. The City did not receive a grant in 1999.

Capital outlay expenditures increased 32.95 percent because the City engaged in more street and road improvement projects.

Debt Service principal payments increased 23.07 percent due to debt incurred for a new City Hall, and the City, as the underlying guarantor of special assessments, had to make debt service payments on existing parcels that remained unsold.

**General Fund Balance** - The general fund balance increased from \$1,592,869 in 1998 to \$2,148,652 in 1999. This increase was mainly due to an increase in receipts from local licenses, permits and inspections, and City income tax.

**Financial Highlights - Special Revenue Funds** - The special revenue funds are used to account for certain revenue sources which are restricted by law or other formal action to expenditures for specific purposes. All special revenue funds are subject to an annual budget. The Police special revenue fund has an equity deficit of \$13,283. The general fund is liable for any deficits in this fund and provides operating transfers when cash is required, not when accruals occur.

**Financial Highlights - Capital Projects Funds** - The Capital Projects Funds account for all major capital improvement projects of the City. The primary sources for financing the City's capital improvement program are transfers from the General Fund, property taxes, intergovernmental revenues and proceeds of debt.



**Financial Highlights - Enterprise Funds** - The Enterprise Funds operated by the City consist of a water fund and a sewer fund. Operating revenues in the water fund totaled \$1,343,851 with depreciation expense of \$109,711, a net loss of (\$598,056) and retained earnings of \$1,159,870 at December 31, 1999. The sewer fund had operating revenues of \$1,384,526 with depreciation expense of \$334,635, a net loss of \$403,436 and retained earnings of \$1,519,479 at December 31, 1999.

**Financial Highlights - Fiduciary Funds** - The agency funds consist of Deposits, the Lorain Public Library, the North Ridgeville Sewer, Subdivisions, and the Mayor's Court funds. The agency funds had assets totaling \$1,916,454 as of December 31, 1999

### **Debt Administration**

The gross indebtedness (loans, bonds, notes and contractual debt obligations - Avon Lake Loan) of the City of Avon at the end of 1998 was \$10,621,474. At the end of 1999, the gross indebtedness of the City of Avon was \$11,606,683. The overall debt margin within the overall limitation was \$23,055,978. With continued prudent management on the part of Council and the Administration, the City of Avon should be able to meet its capital needs in the foreseeable future.

The City maintains an "A1" rating from Moody's Investors Service, Inc. on its long-term bonds. The City had \$3,251,539 of outstanding general obligation bonds and \$3,226,660 of outstanding special assessment bonds with governmental commitment at December 31, 1999. The net general obligation bonded debt per capita was \$325.34. All bonds of the City are backed by its full faith and credit.

### **Cash Management**

The City adheres strictly 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 and with the State Treasurer's Investment Pool (STAROhio).

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 110 percent of the public funds on deposit. The collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

### **Risk Management**

The City of Avon has a personal service contract and liability insurance coverage with the Arthur J. Gallagher & Co., Inc. In 1999, the City expended \$42,542 for general liability insurance coverage, a \$1,653 increase in premiums from 1998. The City paid \$40,889 in 1998.

The City carries a \$2,000,000 comprehensive combined single limit general liability insurance policy with a \$1,000 deductible, and a general law enforcement liability insurance policy of \$2,000,000 with a \$1,000 deductible. An additional \$10,000,000 umbrella coverage was also purchased.

### **Fixed Assets**

The general fixed assets of the City include all City-owned land, buildings, improvements, machinery and equipment, furniture and fixtures, and construction in progress used in the performance of general government functions. The general fixed assets exclude fixed assets of the Enterprise Funds. At December 31, 1999, the general fixed assets of the City totaled \$6,530,015, valued at cost or estimated historical cost.

Fixed assets of the enterprise funds, net of accumulated depreciation, totaled \$19,710,452 at December 31, 1999.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to a governmental unit that publishes an easily readable and efficiently organized Comprehensive Annual Financial Report which conforms to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. Because we believe our report continues to conform to the requirements and standards of the Certificate of Achievement Program, we are submitting the 1999 Comprehensive Annual Financial Report to the GFOA for consideration.

The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting, and its award represents a significant accomplishment by a government and its management.

## **Independent Audit**

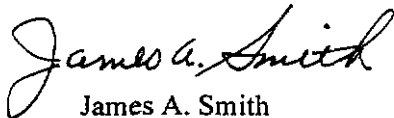
Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the City's financial statements and financial controls as of December 31, 1999. The Report of Independent Accountants on the general purpose financial statements is included in the financial section of this report.

## **Acknowledgments**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the finance department and the supervisors of other various departments. The preparation of the Comprehensive Annual Financial Report requires a major effort, and we would like to express our appreciation to everyone who assisted and contributed to the presentation of this year's report. Special acknowledgment is extended to the Local Government Services Division of the Office of the Auditor of State for their continued guidance in the preparation of this report.

We are happy to report that the City's financial policies and management, combined with a strong local economy, have enabled Avon to continue to improve its already sound financial condition. In addition, the prospects for continuing this trend are encouraging. Each year, we renew our commitment to implement responsible and progressive changes in order to improve our responsiveness to the citizenry and to insure the financial stability of the community. We extend our appreciation to City Council for its continued support and commitment to responsible fiscal reporting.

Respectfully submitted,



James A. Smith  
Mayor



Robert F. Hamilton  
Director of Finance

*City of Avon, Ohio  
Principal Officials  
December 31, 1999*

***Elected Officials:***

Mayor ..... James A. Smith  
President of Council ..... Theodore Graczyk, Jr.  
Councilman at Large ..... Shawn P. Brady  
Councilman at Large ..... Michael McDonough  
Councilman - Ward I ..... Niels Jensen  
Councilman - Ward II ..... David Kaiser  
Councilwoman - Ward III ..... Shirley P. Doss  
Councilman - Ward IV ..... John P. Kilroy

***Directors:***

Law Director ..... Daniel P. Stringer  
Finance Director ..... Robert F. Hamilton  
Safety Director ..... Robert H. Jackson, Sr.  
Service Director ..... Gerald W. Plas

***Chairmen, Boards and Commissions:***

Board of Zoning and Building Appeals ..... Cy Bliss  
Planning Commission ..... James C. Piazza  
Civil Service Commission ..... Jimmy Marsiglia  
Park and Recreation Commission ..... John Aunspaw

***Other Staff Members:***

Treasurer ..... Barbara A. Kraus  
Prosecutor ..... Anthony L. Manning  
Police Chief ..... John R. Vilagi  
Police Lieutenant ..... Paul Romond  
Police Sergeant ..... Thomas P. Dunegan  
Police Sergeant ..... Roy T. Dreger  
Police Sergeant ..... Michael E. Kish  
Fire Chief ..... Frank Root, Jr.  
Assistant Fire Chief ..... John Votava  
Captain ..... Frank Root, III  
Captain ..... James Schmitz  
Lieutenant ..... George A. Kraus  
Lieutenant ..... Andrew D. Monda, Jr.  
Lieutenant ..... Michael Emling  
Lieutenant ..... Timothy L. Golay  
Building Inspector ..... James P. Smith  
Assistant Building Inspector ..... Martin R. Susak  
Assistant Building Inspector ..... Robert A. Schumacher  
Assistant Building Inspector ..... Robert C. Kendle

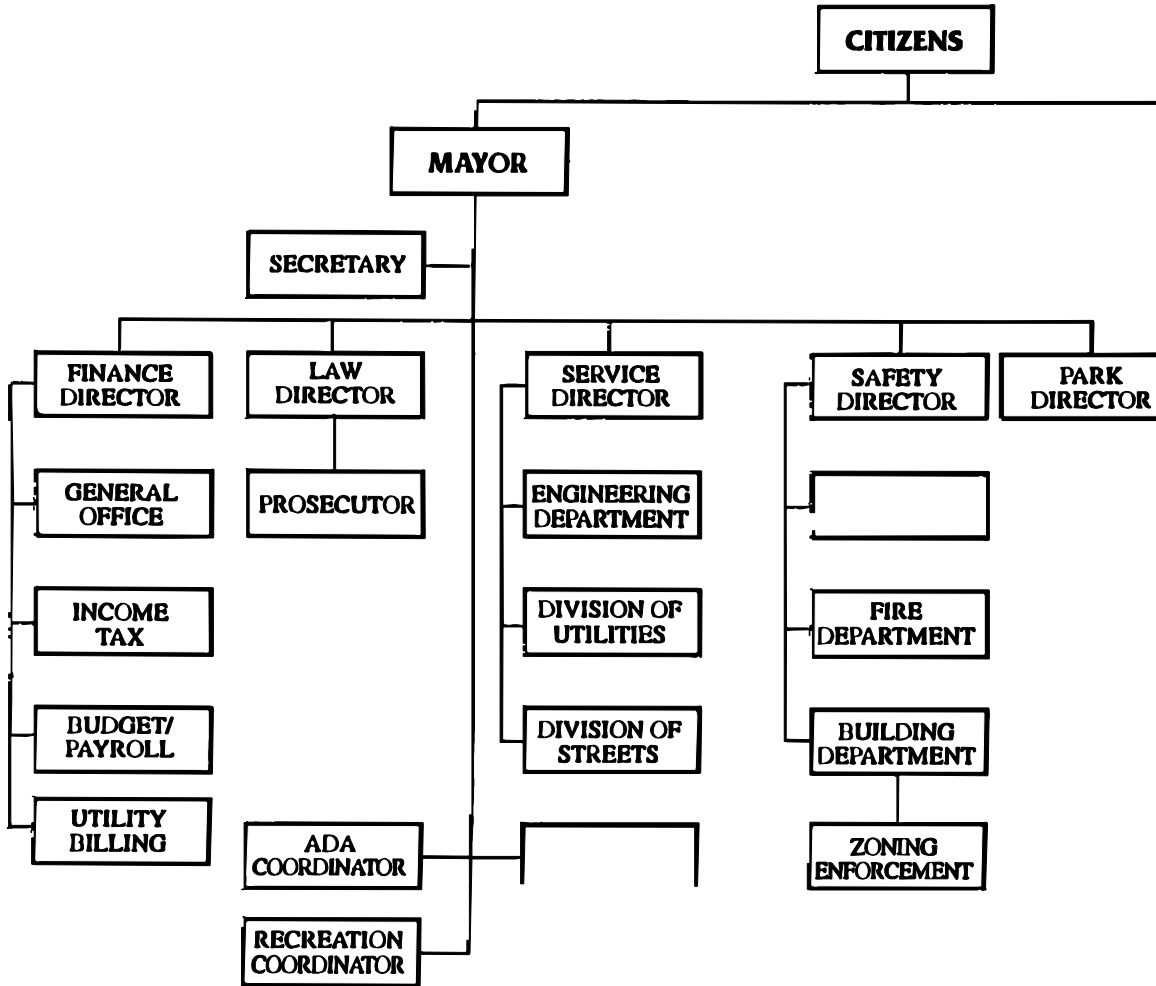
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*City of Avon, Ohio  
Principal Officials  
December 31, 1999  
(continued)*

***Other Staff Members (continued):***

Clerk of Building Department .....	Janet M. Knight
City Consulting Engineer .....	Michael C. Bramhall
Superintendent of Utilities .....	David A. Conrad
Supervisor of Utilities .....	Cynthia Tomlin
Superintendent of Streets .....	William Biro
Secretary to the Mayor .....	Lenore M. Smith
Clerk of Council .....	Patricia Vierkorn
Clerk of Court .....	Gwendolyn Hogrefe
Clerk of Finance .....	June F. Mitchell
Clerk Secretary of Planning Commission and Zoning Board of Appeals . . .	Dorothy A. Bommer

CITY OF AVON ORGANIZATIONAL CHART



POLICE  
DEPARTMENT

**APPOINTED BOARDS**

C:\11-21\1\col5RDINA\roR1

CHARTER AUDIT PLANNING AMENDMENT COMMITTEE COMMISSION COMMISSION

**TAX INCOME | PARKS & REC | REVIEW COUNCIL | COMMISSION**

NON BOARD OF  
APPEALS

DISCIPLINE VICE GRIEVANCE COMMISSION BOARD  
EQUALITY BOARD

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Avon,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 1998

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.



*Cary Brueck*  
President

*Jeffrey L. Esser*  
Executive Director

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**FINANCIAL SECTION**





STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Bldg  
615 W Superior Ave  
Floor 12  
Cleveland OH 44113 - 1801  
Telephone 216-787-3665  
800-626-2297  
Facsimile 216-787-3361  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

**REPORT OF INDEPENDENT ACCOUNTANTS**

City of Avon  
Lorain County  
36080 Chester Road  
Avon, Ohio 44011

To the Members of City Council:

We have audited the accompanying general-purpose financial statements of the City of Avon, Lorain County, Ohio, (the City) as of and for the year ended December 31, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

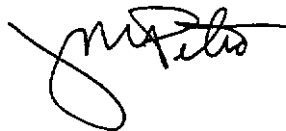
We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Avon, Lorain County, Ohio, as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 19, 2000 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the statistical section of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is written in a cursive style with a large loop at the end.

**Jim Petro**  
Auditor of State

May 18, 2000

**General Purpose Financial Statements**

**City of Avon, Ohio**  
**Combined Balance Sheet**  
*All Fund Types and Account Groups*  
 December 31, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Assets and Other Debits</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,606,526	\$1,064,562	\$58,318	\$852,405
Cash and Cash Equivalents with Fiscal Agents	0	0	44	0
Receivables:				
Taxes	925,914	958,986	49,019	212,622
Accounts	17,472	130	0	0
Interfund	233,095	0	0	90
Special Assessments	0	0	5,021,822	0
Accrued Interest	16,442	4,015	140	2,513
Intergovernmental	74,836	32,700	0	100,885
Materials and Supplies Inventory	2,894	54,841	0	0
Prepaid Items	8,824	9,847	0	0
Deferred Charges	0	0	0	0
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0
<b>Other Debits</b>				
Amount Available in Debt Service Fund for Retirement of General Obligation Bonds	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0
<b>Total Assets and Other Debits</b>	<b>\$2,886,003</b>	<b>\$2,125,081</b>	<b>\$5,129,343</b>	<b>\$1,168,515</b>

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Agency			
\$2,820,488	\$1,674,437	\$0	\$0	\$8,076,736
0	0	0	0	44
0	242,017	0	0	2,388,558
150,948	0	0	0	168,550
63,961	0	0	0	297,146
326,752	0	0	0	5,348,574
11,834	0	0	0	34,944
0	0	0	0	208,421
184,015	0	0	0	241,750
2,600	0	0	0	21,271
1,391,967	0	0	0	1,391,967
19,710,452	0	6,530,015	0	26,240,467
0	0	0	35,467	35,467
0	0	0	7,401,577	7,401,577
<u>\$24,663,017</u>	<u>\$1,916,454</u>	<u>\$6,530,015</u>	<u>\$7,437,044</u>	<u>\$51,855,472</u>

(continued)

City of Avon, Ohio  
 Combined Balance Sheet  
 All Fund Types and Account Groups (continued)  
 December 31, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Liabilities, Fund Equity and Other Credits</b>				
<b>Liabilities</b>				
Accounts Payable	\$33,567	\$43,049	\$0	\$10,460
Contracts Payable	10,736	0	0	0
Interfund Payable	0	0	63,961	124,685
Accrued Wages	42,068	52,348	0	0
Compensated Absences Payable	4,544	2,056	0	0
Intergovernmental Payable	14,767	21,829	0	0
Deferred Revenue	631,669	934,342	5,069,581	207,158
Deposits Held and Due to Others	0	0	0	0
Matured Interest Payable	0	0	44	0
Accrued Interest Payable	0	0	0	1,712
Notes Payable	0	0	0	90,000
Deferred Contributed Capital	0	0	0	0
OPWC Loans Payable	0	0	0	0
Capital Leases Payable	0	0	0	0
OWDA Loans Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Revenue Bonds Payable	0	0	0	0
Special Assessment Debt with Governmental Commitment	0	0	0	0
<b>Total Liabilities</b>	<b>737,351</b>	<b>1,053,624</b>	<b>5,133,586</b>	<b>434,015</b>
<b>Fund Equity and Other Credits</b>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings:				
Unreserved	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	40,210	16,490	0	29,915
Reserved for Inventory	2,894	54,841	0	0
Unreserved, Undesignated (Deficit)	2,105,548	1,000,126	(4,243)	704,585
<b>Total Fund Equity (Deficit) and Other Credits</b>	<b>2,148,652</b>	<b>1,071,457</b>	<b>(4,243)</b>	<b>734,500</b>
<b>Total Liabilities, Fund Equity and Other Credits</b>	<b>\$2,886,003</b>	<b>\$2,125,081</b>	<b>\$5,129,343</b>	<b>\$1,168,515</b>

See accompanying notes to the general purpose financial statements

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Agency			
\$33,381	\$0	\$0	\$0	\$120,457
3,970	0	0	0	14,706
108,500	0	0	0	297,146
13,347	0	0	0	107,763
102,314	0	0	599,369	708,283
1,452,207	278,496	0	87,535	1,854,834
0	0	0	0	6,842,750
0	1,637,958	0	0	1,637,958
0	0	0	0	44
52,368	0	0	0	54,080
1,390,000	0	0	0	1,480,000
326,322	0	0	0	326,322
0	0	0	182,394	182,394
0	0	0	89,547	89,547
1,427,323	0	0	0	1,427,323
0	0	0	3,251,539	3,251,539
646,800	0	0	0	646,800
0	0	0	3,226,660	3,226,660
<u>5,556,532</u>	<u>1,916,454</u>	<u>0</u>	<u>7,437,044</u>	<u>22,268,606</u>
0	0	6,530,015	0	6,530,015
16,427,136	0	0	0	16,427,136
2,679,349	0	0	0	2,679,349
0	0	0	0	86,615
0	0	0	0	57,735
0	0	0	0	3,806,016
<u>19,106,485</u>	<u>0</u>	<u>6,530,015</u>	<u>0</u>	<u>29,586,866</u>
<u>\$24,663,017</u>	<u>\$1,916,454</u>	<u>\$6,530,015</u>	<u>\$7,437,044</u>	<u>\$51,855,472</u>

**City of Avon, Ohio**  
*Combined Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Governmental Fund Types  
For the Year Ended December 31, 1999*

	Governmental Fund	
	General	Special Revenue
<b>Revenues</b>		
Municipal Income Tax	\$1,931,461	\$0
Property and Other Taxes	470,104	858,977
Charges for Services	182,203	11,980
Licenses and Permits	918,698	386,866
Fines and Forfeitures	204,971	20,156
Intergovernmental	496,647	547,853
Special Assessments	0	0
Interest	167,297	39,835
Other	67,635	56,105
<i>Total Revenues</i>	4,439,016	1,921,772
<b>Expenditures</b>		
<i>Current:</i>		
General Government	1,066,008	270
Security of Persons and Property	312,173	1,353,038
Transportation	0	882,931
Community Environment	488,899	88,917
Basic Utility Services	0	21,836
Leisure Time Activities	0	270,963
Capital Outlay	0	0
<i>Debt Service:</i>		
Principal Retirement	0	55,270
Interest and Fiscal Charges	0	19,129
<i>Total Expenditures</i>	1,867,080	2,692,354
<i>Excess of Revenues Over (Under) Expenditures</i>	2,571,936	(770,582)
<b>Other Financing Sources (Uses)</b>		
Operating Transfers In	5,193	1,154,272
Operating Transfers Out	(2,020,884)	0
<i>Total Other Financing Sources (Uses)</i>	(2,015,691)	1,154,272
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	556,245	383,690
<i>Fund Balances Beginning of Year</i>	1,592,869	669,966
Increase (Decrease) in Reserve for Inventory	(462)	17,801
<i>Fund Balances (Deficit) End of Year</i>	\$2,148,652	\$1,071,457

See accompanying notes to the general purpose financial statements



Types		Totals (Memorandum Only)
Debt Service	Capital Projects	
\$0	\$0	\$1,931,461
79,827	189,141	1,598,049
0	65,079	259,262
0	0	1,305,564
0	0	225,127
8,947	120,984	1,174,431
179,288	0	179,288
3,083	30,912	241,127
0	10,847	134,587
<u>271,145</u>	<u>416,963</u>	<u>7,048,896</u>
0	0	1,066,278
0	0	1,665,211
0	0	882,931
0	0	577,816
0	0	21,836
0	0	270,963
0	1,271,920	1,271,920
253,628	0	308,898
324,930	1,712	345,771
<u>578,558</u>	<u>1,273,632</u>	<u>6,411,624</u>
<u>(307,413)</u>	<u>(856,669)</u>	<u>637,272</u>
104,451	809,624	2,073,540
0	(30,193)	(2,051,077)
<u>104,451</u>	<u>779,431</u>	<u>22,463</u>
(202,962)	(77,238)	659,735
198,719	811,738	3,273,292
0	0	17,339
<u>(\$4,243)</u>	<u>\$734,500</u>	<u>\$3,950,366</u>

**City of Avon, Ohio**  
**Combined Statement of Revenues, Expenditures and**  
**Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual**  
**All Governmental Fund Types**  
**For the Year Ended December 31, 1999**

	General Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Municipal Income Tax	\$1,882,534	\$1,882,534	\$0
Property and Other Taxes	453,443	453,443	0
Charges for Services	181,801	181,801	0
Licenses and Permits	888,216	914,785	26,569
Fines and Forfeitures	204,242	204,242	0
Intergovernmental	507,352	507,352	0
Special Assessments	0	0	0
Interest	164,332	164,332	0
Other	75,495	70,515	(4,980)
<i>Total Revenues</i>	<u>4,357,415</u>	<u>4,379,004</u>	<u>21,589</u>
<b>Expenditures</b>			
Current:			
General Government	1,313,462	1,063,687	249,775
Security of Persons and Property	377,770	330,471	47,299
Transportation	0	0	0
Community Environment	601,065	497,075	103,990
Basic Utility Services	0	0	0
Leisure Time Activities	0	0	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>2,292,297</u>	<u>1,891,233</u>	<u>401,064</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,065,118</u>	<u>2,487,771</u>	<u>422,653</u>
<b>Other Financing Sources (Uses)</b>			
Proceeds of Notes	0	0	0
Advances In	314,831	165,850	(148,981)
Advances Out	(190,095)	(190,095)	0
Operating Transfers In	1,124,175	5,193	(1,118,982)
Operating Transfers Out	(3,442,623)	(1,995,020)	1,447,603
<i>Total Other Financing Sources (Uses)</i>	<u>(2,193,712)</u>	<u>(2,014,072)</u>	<u>179,640</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(128,594)</u>	<u>473,699</u>	<u>602,293</u>
<i>Fund Balances Beginning of Year</i>	<u>1,053,654</u>	<u>1,053,654</u>	<u>0</u>
<i>Prior Year Encumbrances Appropriated</i>	<u>26,569</u>	<u>26,569</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>\$951,629</u>	<u>\$1,553,922</u>	<u>\$602,293</u>

Special Revenue Funds			Debt Service Funds		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$0	\$0	\$0
834,333	834,333	0	78,567	78,567	0
12,836	11,920	(916)	0	0	0
397,366	386,866	(10,500)	0	0	0
41,480	40,421	(1,059)	0	0	0
668,324	642,333	(25,991)	8,947	8,947	0
0	0	0	290,907	213,985	(76,922)
34,893	38,352	3,459	3,070	3,070	0
36,808	40,259	3,451	0	0	0
<u>2,026,040</u>	<u>1,994,484</u>	<u>(31,556)</u>	<u>381,491</u>	<u>304,569</u>	<u>(76,922)</u>
600	270	330	0	0	0
1,461,255	1,399,467	61,788	0	0	0
965,939	879,101	86,838	0	0	0
98,370	95,607	2,763	0	0	0
30,000	20,830	9,170	0	0	0
359,087	274,419	84,668	0	0	0
0	0	0	0	0	0
10,000	10,000	0	267,800	267,800	0
13,010	13,010	0	351,998	348,533	3,465
<u>2,938,261</u>	<u>2,692,704</u>	<u>245,557</u>	<u>619,798</u>	<u>616,333</u>	<u>3,465</u>
<u>(912,221)</u>	<u>(698,220)</u>	<u>214,001</u>	<u>(238,307)</u>	<u>(311,764)</u>	<u>(73,457)</u>
0	0	0	0	0	0
0	0	0	0	0	0
(120,000)	(120,000)	0	0	0	0
1,156,931	1,142,032	(14,899)	267,146	104,451	(162,695)
0	0	0	0	0	0
<u>1,036,931</u>	<u>1,022,032</u>	<u>(14,899)</u>	<u>267,146</u>	<u>104,451</u>	<u>(162,695)</u>
124,710	323,812	199,102	28,839	(207,313)	(236,152)
631,914	631,914	0	265,631	265,631	0
76,027	76,027	0	0	0	0
<u>\$832,651</u>	<u>\$1,031,753</u>	<u>\$199,102</u>	<u>\$294,470</u>	<u>\$58,318</u>	<u>(\$236,152)</u>

(continued)

**City of Avon, Ohio**  
**Combined Statement of Revenues, Expenditures and**  
**Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual**  
**All Governmental Fund Types (continued)**  
**For the Year Ended December 31, 1999**

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Municipal Income Tax	\$0	\$0	\$0
Property and Other Taxes	157,275	183,677	26,402
Charges for Services	65,079	65,079	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	258,740	141,342	(117,398)
Special Assessments	0	0	0
Interest	23,979	30,830	6,851
Other	1,760	10,847	9,087
<b>Total Revenues</b>	<b>506,833</b>	<b>431,775</b>	<b>(75,058)</b>
<b>Expenditures</b>			
<b>Current:</b>			
General Government	0	0	0
Security of Persons and Property	0	0	0
Transportation	0	0	0
Community Environment	0	0	0
Basic Utility Services	0	0	0
Leisure Time Activities	0	0	0
Capital Outlay	2,138,919	1,680,674	458,245
<b>Debt Service:</b>			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<b>Total Expenditures</b>	<b>2,138,919</b>	<b>1,680,674</b>	<b>458,245</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(1,632,086)</b>	<b>(1,248,899)</b>	<b>383,187</b>
<b>Other Financing Sources (Uses)</b>			
Proceeds of Notes	90,000	90,000	0
Advances In	227,901	227,901	0
Advances Out	(255,968)	(121,156)	134,812
Operating Transfers In	494,622	796,000	301,378
Operating Transfers Out	(30,193)	(30,193)	0
<b>Total Other Financing Sources (Uses)</b>	<b>526,362</b>	<b>962,552</b>	<b>436,190</b>
<b>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>(1,105,724)</b>	<b>(286,347)</b>	<b>819,377</b>
<b>Fund Balances Beginning of Year</b>	<b>553,200</b>	<b>553,200</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>553,304</b>	<b>553,304</b>	<b>0</b>
<b>Fund Balances End of Year</b>	<b>\$780</b>	<b>\$820,157</b>	<b>\$819,377</b>

See accompanying notes to the general purpose financial statements

Totals (Memorandum Only)

Revised Budget	Actual	Variance Favorable (Unfavorable)
\$1,882,534	\$1,882,534	\$0
1,523,618	1,550,020	26,402
259,716	258,800	(916)
1,285,582	1,301,651	16,069
245,722	244,663	(1,059)
1,443,363	1,299,974	(143,389)
290,907	213,985	(76,922)
226,274	236,584	10,310
114,063	121,621	7,558
7,271,779	7,109,832	(161,947)
1,314,062	1,063,957	250,105
1,839,025	1,729,938	109,087
965,939	879,101	86,838
699,435	592,682	106,753
30,000	20,830	9,170
359,087	274,419	84,668
2,138,919	1,680,674	458,245
277,800	277,800	0
365,008	361,543	3,465
7,989,275	6,880,944	1,108,331
(717,496)	228,888	946,384
90,000	90,000	0
542,732	393,751	(148,981)
(566,063)	(431,251)	134,812
3,042,874	2,047,676	(995,198)
(3,472,816)	(2,025,213)	1,447,603
(363,273)	74,963	438,236
(1,080,769)	303,851	1,384,620
2,504,399	2,504,399	0
655,900	655,900	0
\$2,079,530	\$3,464,150	\$1,384,620

**City of Avon, Ohio**  
*Combined Statement of Revenues,  
Expenses and Changes in Fund Equity  
Enterprise Fund Type  
For the Year Ended December 31, 1999*

<b>Operating Revenues</b>	
Charges for Services	\$1,938,340
Tap-In Fees	732,111
Other	57,926
	<hr/>
<i>Total Operating Revenues</i>	<i>2,728,377</i>
	<hr/>
<b>Operating Expenses</b>	
Personal Services	454,694
Materials and Supplies	628,661
Contractual Services	1,393,986
Depreciation	444,346
	<hr/>
<i>Total Operating Expenses</i>	<i>2,921,687</i>
	<hr/>
<i>Operating Loss</i>	<i>(193,310)</i>
	<hr/>
<b>Non-Operating Revenues (Expenses)</b>	
Interest	109,495
Loss on Disposal of Fixed Assets	(216,101)
Interest and Fiscal Charges	(368,807)
Other Non-Operating Expenses	(310,306)
	<hr/>
<i>Total Non-Operating Revenues (Expenses)</i>	<i>(785,719)</i>
	<hr/>
<i>Loss Before Operating Transfers</i>	<i>(979,029)</i>
	<hr/>
Operating Transfers In	20,333
Operating Transfers Out	(42,796)
	<hr/>
<i>Net Loss</i>	<i>(1,001,492)</i>
	<hr/>
<i>Retained Earnings Beginning of Year (Restated Note 3)</i>	<i>3,680,841</i>
	<hr/>
<i>Retained Earnings End of Year</i>	<i>2,679,349</i>
	<hr/>
<i>Contributed Capital Beginning of Year</i>	<i>11,337,790</i>
Contributions During the Year:	
Developers	4,201,656
Special Assessments	18,560
Special Assessment Bonds	869,130
	<hr/>
<i>Contributed Capital End of Year</i>	<i>16,427,136</i>
	<hr/>
<i>Total Fund Equity End of Year</i>	<i>\$19,106,485</i>
	<hr/>

See accompanying notes to the general purpose financial statements

**City of Avon, Ohio**  
**Combined Statement of Revenues, Expenses and**  
**Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual**  
**Enterprise Fund Type**  
**For the Year Ended December 31, 1999**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Charges for Services	\$2,173,212	\$1,900,014	(\$273,198)
Tap-In Fees	732,111	732,111	0
Interest	103,023	104,500	1,477
Other Operating Revenues	60,374	58,228	(2,146)
Special Assessments	26,181	18,560	(7,621)
Proceeds of Bonds	2,776,156	980,000	(1,796,156)
Proceeds of Notes	1,457,500	1,390,000	(67,500)
<i>Total Revenues</i>	<u>7,328,557</u>	<u>5,183,413</u>	<u>(2,145,144)</u>
<b>Expenses</b>			
Personal Services	484,418	420,788	63,630
Materials and Supplies	848,658	620,761	227,897
Contractual Services	1,501,710	1,402,135	99,575
Other Non-Operating Expenses	313,000	311,051	1,949
Capital Outlay	963,111	81,593	881,518
Debt Service:			
Principal Retirement	2,586,992	1,196,992	1,390,000
Interest and Fiscal Charges	503,415	317,589	185,826
<i>Total Expenses</i>	<u>7,201,304</u>	<u>4,350,909</u>	<u>2,850,395</u>
<i>Excess of Revenues Over (Under) Expenses</i>	127,253	832,504	705,251
Advances In	89,646	65,500	(24,146)
Advances Out	(120,500)	(28,000)	92,500
Operating Transfers In	20,333	20,333	0
Operating Transfers Out	(139,874)	(42,796)	97,078
<i>Excess of Revenues Over (Under) Expenses, Advances and Operating Transfers</i>	(23,142)	847,541	870,683
<i>Fund Equity Beginning of Year</i>	1,814,736	1,814,736	0
Prior Year Encumbrances Appropriated	98,648	98,648	0
<i>Fund Equity End of Year</i>	<u>\$1,890,242</u>	<u>\$2,760,925</u>	<u>\$870,683</u>

See accompanying notes to the general purpose financial statements

**City of Avon, Ohio**  
*Combined Statement of Cash Flows*  
*Enterprise Fund Type*  
*For the Year Ended December 31, 1999*

***Increase (Decrease) in Cash and Cash Equivalents***

**Cash Flows From Operating Activities**

Cash Received From Customers	\$1,900,014
Cash Payments to Suppliers for Materials and Supplies	(605,606)
Cash Payments for Employee Services and Benefits	(420,788)
Cash Payments for Contractual Services	(1,400,900)
Tap-In Fees	732,111
Other Operating Revenues	70,489
Other Non-Operating Expenses	(311,051)

*Net Cash Used for Operating Activities* (35,731)

**Cash Flows from Noncapital Financing Activities**

Advances In	65,500
Advances Out	(28,000)
Transfers In	20,333
Transfers Out	(42,796)

*Net Cash Provided by Noncapital Financing Activities* 15,037

**Cash Flows From Capital and Related Financing Activities**

Acquisition of Capital Assets	(50,681)
Proceeds of Notes	1,390,000
Proceeds of Bonds	980,000
Special Assessments	18,560
Principal Paid on Revenue Bonds	(33,600)
Interest Paid on Revenue Bonds	(44,182)
Principal Paid on Notes	(1,040,000)
Interest Paid on Notes	(212,956)
Principal Paid on OWDA Loans	(80,754)
Interest Paid on OWDA Loans	(60,451)
Payments Resulting in Deferred Charges	(42,638)

*Net Cash Provided by Capital and Related Financing Activities* 823,298

**Cash Flows from Investing Activities**

Interest	104,500
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*Net Increase in Cash and Cash Equivalents* 907,104

*Cash and Cash Equivalents Beginning of Year* 1,913,384

*Cash and Cash Equivalents End of Year* \$2,820,488

(continued)



**City of Avon, Ohio**  
*Combined Statement of Cash Flows*  
*Enterprise Fund Type (continued)*  
*For the Year Ended December 31, 1999*

**Reconciliation of Operating Loss to  
Net Cash Used for Operating Activities**

<i>Operating Loss</i>	<u>(\$193,310)</u>
 <b>Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities:</b>	
Other Non-Operating Expenses	(311,051)
Depreciation	444,346
 (Increase)/Decrease in Assets:	
Accounts Receivable	(25,763)
Inventory	38,018
Prepaid Items	(100)
 Increase/(Decrease) in Liabilities:	
Accounts Payable	(14,322)
Contracts Payable	(47,899)
Accrued Wages	2,412
Compensated Absences Payable	27,788
Intergovernmental Payable	44,150
	<u>157,579</u>
<i>Total Adjustments</i>	<u>157,579</u>
 <i>Net Cash Used for Operating Activities</i>	 <u><u>(\$35,731)</u></u>

**Noncash Capital Financing Activities**

During 1999, the water and sewer enterprise funds received water and sewer lines from developers valued at \$1,938,285 and \$2,263,371, respectively.

See accompanying notes to the general purpose financial statements

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 1999*

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**Note 1 - Description of City and Reporting Entity**

The City of Avon (the City) is a municipal corporation duly organized and existing under the constitution and laws of the State of Ohio. The City may exercise all powers of local self-government and police powers to the extent not in conflict with applicable general laws. Avon was incorporated as a village in 1917 and made a city in May 1961. The City operates under its own charter and is governed by the mayor-council form of government.

The Mayor is the City's chief executive officer and is elected to a four year term. Prior to 1998, the Mayor's position held a two year term, but this term increase is the result of a voted change in the charter by the electorate. The Mayor supervises the administration of all departments and appoints department heads and public members of administrative boards, upon confirmation by Council. The chief conservator of the peace, he oversees the enforcement of all laws and ordinances and presides over the Mayor's Court. He also executes all contracts, conveyances, and evidences of indebtedness of the City.

Legislative authority is vested in a seven member council with four members elected from wards and three elected at large. The member receiving the greatest number of votes becomes the president. Council enacts ordinances and resolutions relating to tax levies, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes.

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

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

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

The City is associated with the Lorain County General Health District, a jointly governed organization, which provides health services to the members of the Health District. The City does not have any financial interest in or responsibility for the Health District. The County Auditor serves as fiscal agent. See Note 19.

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 1999*

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**Note 2 - Summary of Significant Accounting Policies**

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

***A. Basis of Presentation - Fund Accounting***

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

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

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

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

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

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

***Debt Service Funds*** These funds are used to account for the accumulation of resources for, and the payment of, general and special assessment long-term debt principal, interest and related costs.

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

***Proprietary Fund Type*** Proprietary funds are used to account for the City's ongoing activities which are similar to those found in the private sector. The following is the City's proprietary fund type:

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

***Fiduciary Fund Types*** Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City only utilizes the agency fund type.

***Agency Funds*** These funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations.

***Account Groups*** To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

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

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

***B. Measurement Focus and Basis of Accounting***

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

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

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

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

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In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: employer withheld income taxes, interest on investments, State levied locally shared taxes (including motor vehicle license fees, gasoline taxes, and local government assistance), and reimbursements due from federally funded projects for which corresponding expenditures have been made. Other revenues, including licenses, permits, certain charges for services, and miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until received.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Current and delinquent special assessments and property taxes as well as special assessment installments measurable as of December 31, 1999, whose availability is indeterminate and which are not intended to finance the current period obligations, have been recorded as a receivable and deferred revenue. Levied special assessments are measurable and have been recorded as a receivable. Since all assessments are due outside of the available period, the entire amount has been deferred.

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

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

**C. Budgetary Data**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that the fund appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are required to be budgeted and appropriated. The legal level of budgetary control is at the object level within each department. Budgetary modifications at this level may only be made by resolution of the City Council. Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

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

**Estimated Resources** The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total

**City of Avon, Ohio**  
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contemplated expenditures from any fund during the ensuing 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 appropriations measure. On or about January 1, the certificate of estimated resources is amended to include unencumbered fund balances at December 31 of the preceding year. The certificate may be further amended during the year if the Finance Director determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 1999.

**Appropriations** A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the fund, department, and object level. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations may not exceed current estimated resources, as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year 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 budget figures which appear in the statements of budgetary comparison represent the final appropriation amounts, including all amendments and modifications.

**Encumbrances** As part of formal budgetary control, purchases 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 at the object level within each department. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balances for subsequent-year expenditures for governmental funds. Encumbrances outstanding at year end for proprietary funds are reported in the notes to the financial statements.

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

**D. Cash and Cash Equivalents**

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

During 1999, investments were limited to repurchase agreements reported at cost and STAROhio.

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on December 31, 1999.

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Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 1999 amounted to \$167,297.

The City utilizes a financial institution to service bonded debt as principal and interest come due. The balance in this account is presented as "cash and cash equivalents with fiscal agents."

For purposes of combined statement of cash flows and for presentation the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments not purchased from the pool with an initial maturity of more than three months are reported as investments.

***E. Inventory***

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

***F. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure is reported in the year in which it was consumed.

***G. Fixed Assets and Depreciation***

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in the governmental function and related assets are reported in the general fixed assets account group. The City capitalizes some infrastructure fixed assets such as traffic signals and signs which are reported as part of the general fixed assets account group. Fixed assets utilized in the proprietary funds, including the infrastructure fixed assets such as sewer and water lines and drains are capitalized in the respective funds.

Fixed asset values were initially determined at December 31, 1989 by assigning original acquisition costs when such information was available. In cases where information supporting original costs was not practicably determinable, estimated historical costs were developed. For certain fixed assets, the estimates were calculated by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at estimated fair market value on the date donated. The City maintains a capitalization threshold of five hundred dollars.

Improvements are capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of general fixed assets is also not capitalized. Improvements to fund fixed assets are capitalized and depreciated over the remaining useful lives of the related fixed assets.

*City of Avon, Ohio*  
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Assets in the general fixed asset account group are not depreciated. Depreciation in the proprietary fund types is computed using the straight-line method over an estimated useful life. The estimated useful lives are as follows:

Infrastructure	40 years
Buildings and Improvements	50 years
Machinery and Equipment	5 - 15 years
Facilities	50 years

Interest is capitalized on enterprise funds assets acquired with tax exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds over the same period. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For 1999, interest costs capitalized on construction projects in the enterprise funds were not material.

***H. Intergovernmental Revenues***

In governmental funds, grants awarded on a non-reimbursement basis, shared revenues and entitlements are recorded as intergovernmental and revenues when measurable and available. Reimbursable grants are recorded as receivables and revenues when the related expenditures are made.

***I. Interfund Assets/Liabilities***

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

***J. Compensated Absences***

Vacation benefits, compensatory time, and holiday pay 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 the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all eligible employees with more than one year of service.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the City's past experience of making termination payments.

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



*City of Avon, Ohio*  
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***K. Contributed Capital***

Contributed capital represents donations by developers, contributions made by the City and assets whose construction was financed by special assessments. These assets are recorded at their fair market value on the date contributed and are not subject to repayment. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at year end.

The exact amount of contributed capital at December 31, 1989 pertaining to years prior to 1990 was not determined. In general, it has been the policy of the City to construct and acquire capital assets used in operations of the enterprise funds with resources of the capital projects funds or special assessments. These assets are recorded as contributed capital in the accompanying combined financial statements. All other fund equity amounts pertaining to the proprietary funds are classified as retained earnings.

***L. Accrued Liabilities and Long-Term Obligations***

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

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

***M. Interfund Transactions***

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

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

***N. Fund Balance Reserves***

Reservations of fund balances are established to identify the existence of assets that, because of their non-monetary nature or lack of liquidity, represent financial resources not available for current appropriations or expenditures including amounts that are legally segregated for a specific future use. Unreserved fund balance indicates that a portion of fund equity which is available for appropriation in future periods. Fund balances are reserves for encumbrances and inventory.

*City of Avon, Ohio*  
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***O. 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.

***P. Total Columns on General Purpose Financial Statements***

Total columns on the general purpose financial statements are captioned "Totals (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or result of operations in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**Note 3 - Restatement of Fund Equity**

The enterprise funds retained earnings were restated by \$8,527 decreasing the 1998 ending retained earnings from \$3,689,368 to \$3,680,841. This change increased the net loss from (\$133,172) to (\$141,699) for the year ended December 31, 1998.

The total general obligation bonds and the total special assessment bonds in the general long-term obligations account group at December 31, 1998, were restated from \$3,177,290 and \$2,550,310, to \$3,265,758 and \$2,461,842, respectively. This is due to the understatement of the North Branch Sewer - Avins Ditch general obligation bonds and the overstatement of the North Branch Sewer - Avins Ditch special assessment bonds by \$88,468.

**Note 4 - Fund Accountability and Compliance**

***A. Fund Accountability***

The following funds had deficit fund balances at December 31, 1999:

Special Revenue Fund:	
Police	\$13,283
Debt Service Fund:	
Special Assessment Bond Retirement	39,710

The deficit in the Police special revenue fund and the Special Assessment Bond Retirement debt service fund are caused by revenue being insufficient to cover expenditures on the modified accrual basis of accounting. The general fund is liable for any deficit in the funds and provides operating transfers when cash is required, not when accruals occur.

**City of Avon, Ohio**  
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**B. Legal Compliance**

The following funds had appropriations in excess of estimated resources plus available balances for fiscal year 1999, contrary to Ohio Revised Code Section 5705.39:

	<u>Carryover Balance</u>	<u>Certified Revenue</u>	<u>Appropriations</u>	<u>Difference</u>
Special Revenue:				
Permissive Tax	\$9,516	\$74,493	\$85,000	(\$991)
Capital Projects:				
Equipment	137,469	264,589	426,767	(24,709)
Capital Improvements	19,575	377,804	797,165	(399,786)
CDBG	1,868	15,701	19,718	(2,149)

**Note 5 - Budgetary Basis of Accounting**

While reporting financial position, results of operations, and changes in fund balances/retained earnings on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis as provided by law is based upon accounting for transactions on a basis of cash receipts, disbursements, and encumbrances. The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual - Enterprise Fund Type are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with state statute. The major differences between the budget basis and the GAAP basis are:

- 1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- 2) Expenditures/expenses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
- 3) Encumbrances are treated as expenditures for all funds (budget) rather than as a reservation of fund balances for governmental fund types and as note disclosure for proprietary fund types (GAAP).
- 4) Proceeds from and principal payment on short-term note obligations are reported on the operating statement (budget) rather than on the balance sheet (GAAP).
- 5) For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget) rather than as balance sheet transactions (GAAP).

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The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements on a fund type basis:

Excess of Revenues and Other Sources  
Over (Under) Expenditures and Other Uses  
All Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis	\$556,245	\$383,690	(\$202,962)	(\$77,238)
Net Adjustment for Revenue Accruals	(60,012)	60,472	33,424	1,188
Net Adjustment for Expenditure Accruals	54,315	32,459	0	(376,506)
Note Proceeds	0	0	0	90,000
Reclassification of Debt:				
Principal Payment	0	0	(14,172)	0
Interest Payment	0	0	(23,603)	1,712
Advances In	165,850	0	0	227,901
Advances Out	(190,095)	(120,000)	0	(121,156)
Encumbrances	(52,604)	(32,809)	0	(32,248)
Budget Basis	<u>\$473,699</u>	<u>\$323,812</u>	<u>(\$207,313)</u>	<u>(\$286,347)</u>

Net Loss/Excess of Revenues  
Over Expenses and Operating Transfers  
All Enterprise Funds

	Enterprise
GAAP Basis	(\$1,001,492)
Net Adjustment for Revenue Accruals	3,541
Net Adjustment for Expense Accruals	390,109
Proceeds of Bonds	980,000
Proceeds of Notes	1,390,000
Depreciation	444,346
Capital Outlay	(50,681)
Loss on the Disposal of Fixed Assets	216,101
Advances In	65,500
Advances Out	(28,000)
Debt Retirement:	
Principal	(1,196,992)
Interest and Fiscal Charges	(317,589)
Encumbrances	(47,302)
Budget Basis	<u>\$847,541</u>

*City of Avon, Ohio*  
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**Note 6 - Deposits and Investments**

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

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

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

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

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

Interim monies may be invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and,
6. The State Treasurer's investment pool (STAROhio).

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

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

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

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

The following information on classified deposits and investments by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements".

**Deposits** At year-end, the carrying amount of the City's deposits was \$218,413 and the bank balance was \$288,202. Of the bank balance:

1. \$131,800 was covered by federal depository insurance.
2. \$156,402 was uncollateralized and uninsured. Although the pledging bank has an investment and securities pool used to collateralize all public deposits which are held in the financial institution's name, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

**Investments** The City's investments are required to be categorized to give an indication of the level of risk assumed by the City at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes *uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name.* STAROhio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

	<u>Category 3</u>	<u>Carrying Amount</u>	<u>Fair Value</u>
Repurchase Agreement	\$2,365,229	\$2,365,229	\$2,365,229
STAROhio		5,493,138	5,493,138
Total Investments		<u>\$7,858,367</u>	<u>\$7,858,367</u>

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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, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting."

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

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$8,076,780	\$0
Investments:		
Repurchase Agreement	(2,365,229)	2,365,229
STAROhio	(5,493,138)	5,493,138
	\$218,413	\$7,858,367
GASB Statement No. 3		

**Note 7 - Property Taxes**

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Property tax revenue received during 1999 for real and public utility property taxes represents collections of 1998 taxes. Property tax payments received during 1999 for tangible personal property (other than public utility property) is for 1999 taxes.

1999 real property taxes are levied after October 1, 1999 on the assessed value as of January 1, 1999, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 1999 real property taxes are collected in and intended to finance 2000.

Public utility real and tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 1999 public utility property taxes become a lien December 31, 1998, are levied after October 1, 1999, and are collected in 2000 with real property taxes.

1999 tangible personal property taxes are levied after October 1, 1998, on the value as of December 31, 1998. Collections are made in 1999. Tangible personal property assessments are 25 percent of true value.

The full tax rate for all City operations for the year ended December 31, 1999 was \$10.50 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 1999 property tax receipts were based are as follows:

Real Property:	
Residential/Agricultural	\$218,823,620
Tangible Personal Property:	
Personal	14,944,821
Public Utilities	19,035,790
<i>Total Tangible Personal Property</i>	33,980,611
<i>Total Assessed Value</i>	\$252,804,231

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

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

The Lorain County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Avon. The County Auditor periodically remits to the City its portion of the taxes. Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 1999. Although total property tax collections for the next year are measurable, amounts are to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 1999 operations. The receivable is offset by deferred revenue.

**Note 8 - Municipal Income Tax**

The City levies a municipal income tax of one percent on all salaries, wages, commissions and other compensation, and net profits earned within the City as well as incomes of residents earned outside of the City. In the latter case the City allows a credit of 100 percent of the tax paid to another municipality to a maximum of the total amount assessed.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are received by the general fund.

**Note 9 - Receivables**

Receivables at December 31, 1999 consisted of taxes, accounts (billings for user charged services), intergovernmental receivables, special assessments and interest on investments. All receivables are considered fully collectible.

A summary of the principal items of intergovernmental receivables follows:

	Amount
<b>General Fund:</b>	
Undivided Local Government	\$16,133
Inheritance Tax	50,723
Cigarette Tax	20
Avon Lake Municipal Court	2,231
Undivided Local Govt Revenue Assistance	4,526
Liquor License Permit	1,203
<i>Total General Fund</i>	74,836
<b>Special Revenue Funds:</b>	
<b>Street Construction, Maintenance and Repair Fund:</b>	
Gasoline Tax	16,329
Motor Vehicle License Tax	10,099
Total	\$26,428



**City of Avon, Ohio**  
**Notes to The General Purpose Financial Statements**  
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	<u>Amount</u>
Special Revenue Funds (continued):	
State Highway Fund:	
Gasoline Tax	\$1,324
Motor Vehicle License Tax	819
Total	2,143
Permissive Tax Fund:	
Permissive Tax	3,994
Enforcement and Education Fund:	
Avon Lake Municipal Court	135
Total Special Revenue Funds	32,700
Capital Projects Fund:	
Route 83 Ditch Enclosure Fund:	
Grant Reimbursement	100,885
Total	\$208,421

**Note 10 - Fixed Assets**

A summary of changes in general fixed assets during 1999 follows:

	<u>Balance 12/31/98</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/99</u>
Land	\$1,510,582	\$0	(\$1,809)	\$1,508,773
Buildings and Improvements	2,171,631	0	0	2,171,631
Machinery and Equipment	2,079,283	915,035	(144,707)	2,849,611
Total	\$5,761,496	\$915,035	(\$146,516)	\$6,530,015

A summary of the enterprise funds fixed assets at December 31, 1999, follows:

Land	\$98,628
Infrastructure	22,442,362
Buildings and Improvements	1,301,319
Machinery and Equipment	361,128
Facilities	411,195
Total	24,614,632
Less: Accumulated Depreciation	(4,904,180)
Net Fixed Assets	\$19,710,452

**Note 11 - Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 1998, the City negotiated a three year rate guarantee with Arthur J. Gallagher & Co., Inc. for commercial insurance coverage relating to general liability, property, fire, auto, employee bonds, and public officials' bonds.

**City of Avon, Ohio**  
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The cost of the current coverage was \$42,542. This coverage includes a \$2,000,000 comprehensive combined single limit general liability insurance policy with a \$1,000 deductible, a \$2,000,000 general law enforcement liability insurance policy with a \$1,000 deductible and a \$10,000,000 umbrella coverage policy.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there was no significant change in insurance coverage from the prior year.

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

**Note 12 - Long Term Obligations**

Changes in long-term obligations of the City during the year ended December 31, 1999, were as follows:

	Outstanding 12/31/98	Additions	(Reductions)	Outstanding 12/31/99
<b>General Long-term Obligations Account Group</b>				
<b>General Obligation Bonds</b>				
Sanitary Water Construction 1992 \$160,000 6.55%	\$129,600	\$0	(\$6,400)	\$123,200
Jaycox Road Watermain 1978 \$5,154 6 5/8%	261	0	(261)	0
Moore Road/Formanek Drive 1989 \$12,386 7.13%	8,354	0	(576)	7,778
Detroit/Moon. Case/Long Watermain 1980 \$47,618 9 3/8%	4,651	0	(2,327)	2,324
Detroit Road Park 1996 \$250,000 5.76%	230,000	0	(10,000)	220,000
Library Improvement 1996 \$1,060,000 5.41%	920,000	0	(40,000)	880,000
Northgate Sanitary Sewer 1996 \$400,000 5.69%	380,000	0	(15,000)	365,000
New City Hall 1997 \$895,800 3.9% - 5.5%	869,424	0	(28,134)	841,290
Just Imagine Drive 1997 \$655,000 5.13%	635,000	0	(20,000)	615,000
North Branch Sewer - Avins Ditch 1998 \$370,000 4.6% - 5.2%	88,468	0	(2,391)	86,077
Moore Road Improvement 1999 \$110,870 5.2%	0	110,870	0	110,870
<b>Total General Obligation Bonds</b>	<b>\$3,265,758</b>	<b>\$110,870</b>	<b>(\$125,089)</b>	<b>\$3,251,539</b>

**City of Avon, Ohio**  
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	Outstanding 12/31/98	Additions	(Reductions)	Outstanding 12/31/99
<b>Special Assessment Bonds</b>				
Jaycox Road Extension 1978 \$45,373 6 5/8%	\$3,000	\$0	(\$3,000)	\$0
Jaycox Road Watermain 1978 \$94,612 6 5/8%	4,740	0	(4,740)	0
Detroit/Moon, Case/Long Watermain 1980 \$259,382 9 3/8%	25,349	0	(12,673)	12,676
Moore Road/Formanek 1989 \$202,614 7.13%	136,646	0	(9,424)	127,222
Route 83/Schneiders Court 1995 \$520,000 6.23%	475,000	0	(15,000)	460,000
Chester Road Sanitary Sewer 1997 \$974,600 3.9% - 5.5%	945,904	0	(30,609)	915,295
Moore/Chester Road Waterline West 1997 \$94,200 3.9% - 5.5%	91,426	0	(2,958)	88,468
Chester Road Waterline East 1997 \$152,200 5.5%	147,719	0	(4,780)	142,939
Avon Road Waterline 1997 \$324,200 5.5%	314,654	0	(10,182)	304,472
Easton Subdivisions 1997 \$39,000 5.5%	35,872	0	(3,337)	32,535
North Branch Sewer 1998 \$140,000 4.6%	281,532	0	(7,609)	273,923
Moore Road Improvement 1999 \$869,130 5.2%	0	869,130	0	869,130
<b>Total Special Assessment Bonds</b>	<b>2,461,842</b>	<b>869,130</b>	<b>(104,312)</b>	<b>3,226,660</b>
<b>Ohio Public Works Commission Loans</b>				
0% OPWC Loan - \$91,850 - Northgate Sanitary Sewer Rehabilitation	41,332	0	(9,185)	32,147
0% OPWC Loan - \$100,787 - Nagei Road Bridge	70,550	0	(10,079)	60,471
0% OPWC Loan - \$149,627 - State Route 83 Sanitary Sewer Project	104,739	0	(14,963)	89,776
<b>Total Ohio Public Works Commission Loans</b>	<b>216,621</b>	<b>0</b>	<b>(34,227)</b>	<b>182,394</b>
Capital Lease	134,817	0	(45,270)	89,547
Intergovernmental Payable	75,323	87,535	(75,323)	87,535
Compensated Absences	432,698	599,369	(432,698)	599,369
<b>Total General Long-Term Obligations</b>	<b>\$6,587,059</b>	<b>\$1,666,904</b>	<b>(\$816,919)</b>	<b>\$7,437,044</b>

**City of Avon, Ohio**  
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	Outstanding 12/31/98	Additions	(Reductions)	Outstanding 12/31/99
<b>Enterprise Funds:</b>				
<i>Ohio Water Development Loans</i>				
1988 OWDA - \$687,406 - Sanitary Sewer Construction	\$525,749	\$0	(\$22,261)	\$503,488
1989 OWDA - \$1,536,998 - Sanitary Sewer Addition	982,328	0	(58,493)	923,835
<b>Total OWDA Loans</b>	<b>1,508,077</b>	<b>0</b>	<b>(80,754)</b>	<b>1,427,323</b>
<b>Revenue Bonds</b>				
Water Construction				
1992 \$420,000 6.55%	340,200	0	(16,800)	323,400
Sewer Construction				
1992 \$420,000 6.55%	340,200	0	(16,800)	323,400
<b>Total Revenue Bonds</b>	<b>680,400</b>	<b>0</b>	<b>(33,600)</b>	<b>646,800</b>
<b>Total Enterprise Funds</b>	<b>2,188,477</b>	<b>0</b>	<b>(114,354)</b>	<b>2,074,123</b>
<b>Total All Types</b>	<b>\$8,775,536</b>	<b>\$1,666,904</b>	<b>(\$931,273)</b>	<b>\$9,511,167</b>

General obligation bonds and the Ohio Public Works Commission loans will be paid from the general bond retirement debt service fund and the park development special revenue fund (Detroit Road Park Bond). Special assessment bonds will be paid from the proceeds of special assessments levied against benefitted property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City. The capital leases are paid from revenues received in the police special revenue fund.

The intergovernmental payable represents contractually required pension contributions paid outside the available period and will be paid from the fund from which the pension is paid.

Compensated absences reported in the "compensated absences payable" account will be paid from the fund from which the employees' salaries are paid.

The OWDA loans and revenue bonds reported in the enterprise funds will be paid from revenues derived by the City from water and sewer user charges.

The water construction revenue bonds include serial and term bonds. The term bonds have annual mandatory sinking fund redemption requirements and there are optional redemption provisions for the serial bonds. The term bonds mature on December 1, 2012 in the amount of \$85,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. The serial bonds maturing on or after December 1, 2003 are subject to early redemption, by and at the sole option of the City, either in whole on any date or in part on any interest payment date on or after December 1, 2002, in integral multiples of \$5,000, at the following redemption prices plus accrued interest to the redemption date:

Redemption Dates (Dates Inclusive)	Redemption Price
December 1, 2002 to November 30, 2003	102%
December 1, 2003 to November 30, 2004	101
December 1, 2004 and thereafter	100

*City of Avon, Ohio*  
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The City's overall legal debt margin was \$23,055,978 and an unvoted debt margin of \$10,415,767 at December 31, 1999. Principal and interest requirements to retire long-term obligations outstanding at December 31, 1999 are as follows:

	General Obligation Bonds	Special Assessment Bonds	OPWC Loans	OWDA Loans	Revenue Bonds
2000	\$301,173	\$301,847	\$34,227	\$141,206	\$75,884
2001	305,701	289,643	34,227	141,206	73,934
2002	302,520	293,650	34,227	141,207	76,136
2003	302,440	292,984	29,633	141,207	73,829
2004	297,585	289,516	25,040	141,206	74,760
2005-2009	1,494,599	1,435,648	25,040	706,034	381,336
2010-2014	1,481,269	1,354,467	0	463,567	228,971
2015-2018	569,307	881,229	0	0	0
Total Principal and Interest	5,054,594	5,138,984	182,394	1,875,633	984,850
Less: Interest	1,803,055	1,912,324	0	448,310	338,050
Total Principal Outstanding	<u>\$3,251,539</u>	<u>\$3,226,660</u>	<u>\$182,394</u>	<u>\$1,427,323</u>	<u>\$646,800</u>

During 1994, the City of Avon entered into a contractual agreement with the City of Avon Lake for the construction and future maintenance of a water trunk line that runs through Avon that Avon residents will be able to tap into. The project was financed mainly by general obligation bonds which were issued in 1994 by the City of Avon Lake. All proceeds were received by the City of Avon Lake and the City of Avon Lake is responsible for the debt retirement. The line will be a fixed asset of the City of Avon Lake. Cost overruns have increased Avon's share of the costs. The total amount owed to the City of Avon Lake as of December 31, 1999 is \$1,391,967. This amount has been recorded on Avon's books as a liability in "Intergovernmental Payable". The liability is reported in the water enterprise fund.

A corresponding amount has been recorded as deferred charges in the water enterprise fund. This amount will be amortized over the life of the debt to the City of Avon Lake. In 1999, a payment was made to the City of Avon Lake in the amount of \$56,810; \$14,172 from the debt service special assessment fund and \$42,638 from the enterprise water fund.

Of the amount owed to Avon Lake, \$408,545 will be repaid from special assessments levied against property owners and \$101,211 will be repaid from an Agricultural District Loan from the Ohio Water and Sewer Rotary Commission received in 1995. The loan was an advance for the construction costs of lines on agricultural parcels. If the property owners develop the parcels, the City will assess them for the cost of the lines and repay that portion of the State loan. The City must repay any remaining outstanding loan balance in the year 2005, even if the parcels are still agricultural. Collection of the special assessments began in 1997. Nothing was collected in 1999. The remaining \$63,961 loan is included in the intergovernmental payable liability of the water enterprise fund. The remainder of the amount owed to the City of Avon Lake will be repaid with water fund revenues.

During 1999, the City issued bonds to pay for water and sewer improvement project notes which had been accounted for in the enterprise funds. When the bonds were issued, the City decided that the benefitted property owners portion of the bonds would be repaid from special assessments, therefore, the bond proceeds were recorded in the enterprise funds as contributed capital. Special assessments prepaid by residents and not billed by the County which were

**City of Avon, Ohio**  
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recorded in the proprietary funds are not bonded. The liability for the special assessment portion of the project is reported in the general long-term obligations account group to properly reflect the administration of the assessments. The City's portion of the bonds would be paid from the general bond retirement debt service fund. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

**Note 13 - Note Debt**

The City's note activity for the year, including amounts outstanding, interest rates and the fund types in which the note liability is reported, is as follows:

	Outstanding 12/31/98	Additions	Reductions	Outstanding 12/31/99
<b>Capital Project Funds:</b>				
<i>Equipment Fund</i>				
Firetruck Acquisition 1999 4.20%	\$0	\$90,000	\$0	\$90,000
<b>Enterprise Funds:</b>				
<i>Sewer Fund</i>				
Various Purpose 1999 3.75%	0	480,000	0	480,000
Moore Road Improvement 1998 4.1%	1,040,000	0	(1,040,000)	0
<b>Total Sewer Fund</b>	<b>1,040,000</b>	<b>480,000</b>	<b>(1,040,000)</b>	<b>480,000</b>
<i>Water Fund</i>				
Various Purpose 1999 3.75%	0	910,000	0	910,000
<b>Total Enterprise Funds</b>	<b>1,040,000</b>	<b>1,390,000</b>	<b>(1,040,000)</b>	<b>1,390,000</b>
<b>Total Notes</b>	<b>\$1,040,000</b>	<b>\$1,480,000</b>	<b>(\$1,040,000)</b>	<b>\$1,480,000</b>

All of the notes are backed by the full faith and credit of the City. The note liability is reflected in the fund which received the proceeds. The notes are generally issued in anticipation of long-term bond financing and are refinanced until such bonds are issued.

**Note 14 - Capital Leases**

The City has entered into a lease agreement for the acquisition of console equipment for the police department. The lease obligation meets the criteria of a capital lease as defined by Financial Accounting Standards Board Statement No. 13, "Accounting for Leases," and has been recorded in the general long term obligations account group. The agreement provides for minimum annual rental payments as follows:

Year	Total
2000	51,389
2001	42,825
<b>Total Minimum Lease Payments</b>	<b>94,214</b>
<b>Less: Amount Representing Interest</b>	<b>(4,667)</b>
<b>Present Value of Minimum Lease Payments</b>	<b>\$89,547</b>

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The console equipment has been capitalized in the general fixed assets account group in the amount of \$142,130, the present value of the minimum lease payments at the inception of the lease.

Capital lease payments have been reclassified and are reflected as debt service in the general purpose financial statements for the police special revenue fund. These expenditures are reflected as program/function expenditures on a budgetary basis.

**Note 15 - Interfund Assets and Liabilities**

Interfund balances at December 31, 1999, consist of the following:

	Receivables	Payables
General Fund	\$233,095	\$0
Debt Service Fund:		
Special Assessments Bond Retirement	0	63,961
Capital Projects Funds:		
Storm Water Detention	90	0
Route 83 Ditch Enclosure	0	124,685
<i>Total Capital Projects Funds</i>	90	124,685
Enterprise Funds:		
Water	63,961	0
Sewer	0	108,500
<i>Total Enterprise Funds</i>	63,961	108,500
<i>Total</i>	\$297,146	\$297,146

**Note 16 - Employee Benefits - Compensated Absences**

The criteria for determining the vacation and sick leave liabilities are derived from negotiated agreements and City ordinances. Full-time employees earn 10 to 20 vacation days per year, depending upon length of service. Unused vacation balances that can be carried over to the next year varies according to the employees classification. All employees other than police department employees may carry over 80 hours into the following year. Police department employees may carry over 40 hours. In addition, police department employees may carry over unused compensatory time and holidays. Accumulated, unused vacation, compensatory time, and holidays are paid upon termination of employment.

All full-time employees of the City earn sick leave at the rate of one and one-fourth days per month. Sick leave accumulation is unlimited. Upon retirement, payment is made for one-half of total sick leave accumulation for all employees except for the employees who are covered under the AFSCME bargaining agreement, fire department employees, and appointed administrators. Sick leave payment upon retirement for employees under the AFSCME agreement is limited to 960 hours of total sick leave accumulation. Fire department employees work part-time and do not accumulate sick leave. Appointed administrators do not receive termination sick leave payment unless they retire from the City with a minimum of 10 years of service. For all employees, other than administrators, accumulated sick leave in excess of 90 days may be converted to vacation leave at the rate of one sick leave day for one vacation day to a maximum of five days for a calendar year. Administrators may convert at the rate of three sick leave days for one vacation day for a calendar year.

*City of Avon, Ohio*  
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**Note 17 - Defined Benefit Pension Plans**

***A. Public Employee Retirement System***

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

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations and the City is required to contribute 9.35 percent. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to PERS for the years ended December 31, 1999, 1998 and 1997, were \$146,534, \$128,031, and \$99,327 respectively. The full amount has been contributed for 1998 and 1997. 75.9 percent has been contributed for 1999 with the remainder being reported as a fund liability within the enterprise funds and the general long-term obligations account group.

***B. Police and Firemen's Disability and Pension Fund***

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

Police are required to contribute 10 percent of their annual covered salary to fund pension obligations and for 1999 the City was required to contribute 12.5 percent for police. For 1998 the City contributions were 13 percent for police. Contributions are authorized by State statute. The City's contributions to PFDPF for police were \$84,700 for the year ended December 31, 1999, \$78,980 for 1998 and \$75,883 for 1997. The full amount has been contributed for 1998 and 1997 and 74.3 percent has been contributed for 1999 with the remainder being reported as a liability within the general long-term obligations account group.

**Note 18 - Postemployment Benefits**

***A. Public Employees Retirement System***

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 1999 employer contribution rate was 13.55 percent of covered payroll; 4.2 percent was the portion that was used to fund health care.



*City of Avon, Ohio*  
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Benefits are funded on a pay-as-you-go basis. OPEB are financed through employer contributions and investment earnings. The contributions allocated to retiree health care and Medicare, along with investment income on allocated assets and periodic adjustments in health care provisions, are expected to be sufficient to sustain the program indefinitely. During 1999, OPEB expenditures made by PERS were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9,870,285,641. At December 31, 1999, the total number of benefit recipients eligible for OPEB through PERS was 118,062. The City's actual contributions for 1999 which were used to fund OPEB were \$65,823.

During 1997, PERS adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1998, employer contributions equaled 4.2 percent of member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for retiree health coverage.

***B. Police and Firemen's Disability and Pension Fund***

The Police and Firemen's Disability and Pension Fund (PFDPF) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the PFDPF's board of trustees to provide health care coverage and states that health care cost paid from the Police and Firemen's Disability and Pension Fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll, of which 7.0 percent of covered payroll was applied to the postemployment health care program during 1999. For 1998 the percent used to fund health care was 6.5 percent. This allocation will be raised to 7.25 percent in 2000. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

The City's actual contributions for 1999 that were used to fund postemployment benefits were \$42,350 for police. PFDPF's total health care expenses for the year ended December 31, 1998, (the latest information available) were \$78,596,790, which was net of member contributions of \$5,331,515. The number of PFDPF participants eligible to receive health care benefits as of December 31, 1998, was 11,424 for police and 9,186 for firefighters.

**Note 19 - Jointly Governed Organization**

The Lorain County General Health District, a jointly governed organization, which provides health services to the citizens within the Health District. The Health District is governed by the Board of Health which represents the area served by the Health District and oversees the operation of the Health District. The Board of Health members are appointed to staggered four year terms. One member is appointed by the City of North Ridgeville, one member is jointly appointed by the Cities of Avon and Sheffield Lake and one member is appointed jointly by the Cities of Amherst and Oberlin. The remaining four members are appointed by the various mayors of villages, chairmen of the township trustees and the County Commissioners. The City contributed \$33,859 during 1999 for the operation of the Health District.

**City of Avon, Ohio**  
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**Note 20 - Segment Information for Enterprise Funds**

The City's enterprise funds account for the provision of water and sewer services. The City has one water and one sewer district, each with a separate rate structure. Each district is accounted for in a separate enterprise fund. Key financial information as of and for the year ended December 31, 1999, for each activity is as follows:

	Water Fund	Sewer Fund	Total
Operating Revenues	\$1,343,851	\$1,384,526	\$2,728,377
Depreciation Expense	109,711	334,635	444,346
Operating Income (Loss)	(256,975)	63,665	(193,310)
Operating Transfers In	0	20,333	20,333
Operating Transfers Out	0	(42,796)	(42,796)
Net Loss	(598,056)	(403,436)	(1,001,492)
Current Contributions	1,938,285	2,171,061	4,109,346
Machinery and Equipment			
Additions	40,088	10,593	50,681
Deletions	(215,112)	(989)	(216,101)
Net Working Capital	413,226	1,077,128	1,490,354
Total Assets	10,431,763	14,231,254	24,663,017
Long-Term Liabilities	354,406	2,719,915	3,074,321
Total Equity	7,326,072	10,800,413	18,126,485
Encumbrances Outstanding at December 31, 1999	45,642	1,660	47,302

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**Note 21 - Contingencies**

***A. Grants***

The City received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City.

***B. Litigation***

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

**Combining, Individual Fund and  
Account Group Statements and Schedules**

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***General Fund***

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The General Fund accounts for 100 percent of income tax revenue and other resources traditionally associated with the general governmental operations of the City except those required to be accounted for in another fund.

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Municipal Income Tax	\$1,882,534	\$1,882,534	\$0
Property and Other Taxes	453,443	453,443	0
Charges for Services	181,801	181,801	0
Licenses and Permits	888,216	914,785	26,569
Fines and Forfeitures	204,242	204,242	0
Intergovernmental	507,352	507,352	0
Interest	164,332	164,332	0
Other	75,495	70,515	(4,980)
<b>Total Revenues</b>	<b>4,357,415</b>	<b>4,379,004</b>	<b>21,589</b>
<b>Expenditures</b>			
<b>Current:</b>			
<b>General Government:</b>			
<b>Mayor:</b>			
Personal Services	128,776	128,066	710
Materials and Supplies	1,350	1,192	158
Contractual Services	79,630	66,581	13,049
Capital Outlay	7,500	7,472	28
Other	5,400	400	5,000
<b>Total Mayor</b>	<b>222,656</b>	<b>203,711</b>	<b>18,945</b>
<b>Finance:</b>			
Personal Services	111,750	97,226	14,524
Materials and Supplies	3,399	2,627	772
Contractual Services	54,225	27,263	26,962
Capital Outlay	8,223	8,206	17
<b>Total Finance</b>	<b>177,597</b>	<b>135,322</b>	<b>42,275</b>
<b>Treasurer:</b>			
Personal Services	10,182	10,182	0
Materials and Supplies	3,414	3,005	409
Contractual Services	485	155	330
<b>Total Treasurer</b>	<b>14,081</b>	<b>13,342</b>	<b>739</b>
<b>Law Director:</b>			
Personal Services	74,800	74,683	117
Materials and Supplies	1,300	281	1,019
Contractual Services	155,900	82,742	73,158
<b>Total Law Director</b>	<b>\$232,000</b>	<b>\$157,706</b>	<b>\$74,294</b>

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (continued)*  
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Council:</b>			
Personal Services	\$98,400	\$94,042	\$4,358
Materials and Supplies	7,176	4,759	2,417
Contractual Services	31,690	25,972	5,718
<b>Total Council</b>	<b>137,266</b>	<b>124,773</b>	<b>12,493</b>
<b>City Hall:</b>			
Personal Services	20,491	19,637	854
Materials and Supplies	17,651	12,530	5,121
Contractual Services	96,795	74,301	22,494
Capital Outlay	24,300	9,369	14,931
Other	100	0	100
<b>Total City Hall</b>	<b>159,337</b>	<b>115,837</b>	<b>43,500</b>
<b>Civil Service:</b>			
Personal Services	400	0	400
Materials and Supplies	100	0	100
Contractual Services	4,700	1,233	3,467
<b>Total Civil Service</b>	<b>5,200</b>	<b>1,233</b>	<b>3,967</b>
<b>Records Commission:</b>			
Materials and Supplies	1,000	0	1,000
Contractual Services	10,000	0	10,000
<b>Total Records Commission</b>	<b>11,000</b>	<b>0</b>	<b>11,000</b>
<b>Statutory Accounts:</b>			
Personal Services	10,000	10,000	0
Contractual Services	89,450	83,665	5,785
<b>Total Statutory Accounts</b>	<b>99,450</b>	<b>93,665</b>	<b>5,785</b>
<b>Engineer:</b>			
Contractual Services	137,500	121,898	15,602
<b>Grant Coordinator:</b>			
Contractual Services	9,800	9,800	0
<b>Income Tax Department:</b>			
Personal Services	26,225	25,771	454
Materials and Supplies	1,000	0	1,000
Contractual Services	80,350	60,629	19,721
<b>Total Income Tax Department</b>	<b>107,575</b>	<b>86,400</b>	<b>21,175</b>
<b>Total General Government</b>	<b>\$1,313,462</b>	<b>\$1,063,687</b>	<b>\$249,775</b>

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (continued)*  
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Security Of Persons and Property:</b>			
<b>Fire Department:</b>			
Personal Services	\$130,770	\$119,815	\$10,955
Materials and Supplies	33,923	23,593	10,330
Contractual Services	65,927	50,945	14,982
Capital Outlay	15,000	15,000	0
Other	500	375	125
<b>Total Fire Department</b>	<b>246,120</b>	<b>209,728</b>	<b>36,392</b>
<b>Emergency Rescue:</b>			
Personal Services	126,600	116,719	9,881
Contractual Service	5,050	4,024	1,026
<b>Total Emergency Rescue</b>	<b>131,650</b>	<b>120,743</b>	<b>10,907</b>
<b>Total Security of Persons and Property</b>	<b>377,770</b>	<b>330,471</b>	<b>47,299</b>
<b>Community Environment:</b>			
<b>Planning Commission:</b>			
Personal Services	64,579	55,489	9,090
Materials and Supplies	1,925	641	1,284
Contractual Services	16,625	14,224	2,401
Capital Outlay	5,000	1,525	3,475
Other	600	230	370
<b>Total Planning Commission</b>	<b>88,729</b>	<b>72,109</b>	<b>16,620</b>
<b>Building Inspector:</b>			
Personal Services	302,025	285,222	16,803
Materials and Supplies	22,367	19,925	2,442
Contractual Services	95,568	81,306	14,262
Capital Outlay	67,076	13,492	53,584
Other	1,000	775	225
<b>Total Building Inspector</b>	<b>488,036</b>	<b>400,720</b>	<b>87,316</b>
<b>Safety Director/Zoning Officer:</b>			
Personal Services	24,300	24,246	54
<b>Total Community Environment</b>	<b>601,065</b>	<b>497,075</b>	<b>103,990</b>
<b>Total Expenditures</b>	<b>\$2,292,297</b>	<b>\$1,891,233</b>	<b>\$401,064</b>

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (continued)*  
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Excess of Revenues Over Expenditures</i>	<u>\$2,065,118</u>	<u>\$2,487,771</u>	<u>\$422,653</u>
<b>Other Financing Sources (Uses)</b>			
Advances In	314,831	165,850	(148,981)
Advances Out	(190,095)	(190,095)	0
Operating Transfers In	1,124,175	5,193	(1,118,982)
Operating Transfers Out	<u>(3,442,623)</u>	<u>(1,995,020)</u>	<u>1,447,603</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(2,193,712)</u>	<u>(2,014,072)</u>	<u>179,640</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(128,594)	473,699	602,293
<i>Fund Balance Beginning of Year</i>	1,053,654	1,053,654	0
Prior Year Encumbrances Appropriated	<u>26,569</u>	<u>26,569</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$951,629</u>	<u>\$1,553,922</u>	<u>\$602,293</u>



## *Special Revenue Funds*

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Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than for major capital projects) that are restricted by law and administrative action to expenditures for specified purposes.

***Street Construction, Maintenance and Repair Fund*** To account for that portion of the State gasoline tax and motor vehicle registration fees designated for street construction, maintenance and repair of dedicated streets within the City.

***Recycling Fund*** To account for grant proceeds, interest and miscellaneous revenues used to pay costs related to the development of the City recycling program.

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

***Permissive Tax Fund*** To account for resources received from City and County permissive license fees. The proceeds are used for street lighting and traffic signals.

***Enforcement and Education Fund*** To account for fines which are used to pay for educating the public on the dangers of driving while under the influence of alcohol and the laws governing the operation of a motor vehicle while under the influence of alcohol.

***COPS Fast Fund*** To account for monies from the State and federal governments to be used to establish or expand community policing programs.

***Police Fund*** To account for property taxes levied to pay for the cost of operating the City's police department.

***Law Enforcement Fund*** To account for confiscated cash and/or proceeds from the sale of property confiscated during drug related arrests. The proceeds are used for law enforcement.

***Mayor's Court Computer Fund*** To account for fines collected to be used to update court computer systems.

***Park Development Fund*** To account for fees assessed to anyone building within the City limits, proceeds from the sale of property or donations used to provide for the maintenance of City parks.

***Community Center Fund*** To account for donations received for the maintenance of the "Avon-Lion's Community Center."

***Drainage Fund*** To account for drainage fees assessed to anyone building within the City limits. The proceeds are used to provide storm sewer maintenance and to correct problems connected with flooding.

***Cemetery Fund*** To account for burial fees used to maintain the cemetery.

***Recreation Fund*** To account for fees received from individuals participating in the recreation programs provided by the City.

***Park Operating Fund*** To account for costs associated with the operations and upkeep of the City parks.

***Police Pension Fund*** To account for property taxes and transfers from the police fund to provide the employer's share of police pension benefits.

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Special Revenue Funds*  
*December 31, 1999*

	Street Construction, Maintenance and Repair	Recycling	State Highway
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$441,668	\$3,663	\$21,532
Receivables:			
Taxes	499,140	0	0
Accounts	0	0	0
Accrued Interest	1,920	0	105
Intergovernmental	26,428	0	2,143
Materials and Supplies Inventory	49,447	0	0
Prepaid Items	2,600	0	0
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Assets</i>	<u>\$1,021,203</u>	<u>\$3,663</u>	<u>\$23,780</u>
<b>Liabilities</b>			
Accounts Payable	\$6,857	\$0	\$0
Accrued Wages	13,025	0	0
Compensated Absences Payable	125	0	0
Intergovernmental Payable	5,646	0	0
Deferred Revenue	486,313	0	0
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Liabilities</i>	<u>511,966</u>	<u>0</u>	<u>0</u>
<b>Fund Equity</b>			
Fund Balances:			
Reserved for Encumbrances	551	0	0
Reserved for Inventory	49,447	0	0
Unreserved, Undesignated (Deficit)	459,239	3,663	23,780
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Fund Equity (Deficit)</i>	<u>509,237</u>	<u>3,663</u>	<u>23,780</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$1,021,203</u>	<u>\$3,663</u>	<u>\$23,780</u>

<u>Permissive Tax</u>	<u>Enforcement and Education</u>	<u>Police</u>	<u>Law Enforcement</u>	<u>Mayor's Court Computer</u>
\$11,333	\$11,561	\$31,885	\$22,640	\$23,474
0	0	286,299	0	0
0	0	70	0	0
35	0	140	0	0
3,994	135	0	0	0
0	0	5,394	0	0
0	0	7,247	0	0
<u>\$15,362</u>	<u>\$11,696</u>	<u>\$331,035</u>	<u>\$22,640</u>	<u>\$23,474</u>
\$10,123	\$926	\$11,975	\$0	\$0
0	0	37,945	0	0
0	0	1,931	0	0
0	0	13,525	0	0
0	0	278,942	0	0
<u>10,123</u>	<u>926</u>	<u>344,318</u>	<u>0</u>	<u>0</u>
0	74	9,653	0	0
0	0	5,394	0	0
<u>5,239</u>	<u>10,696</u>	<u>(28,330)</u>	<u>22,640</u>	<u>23,474</u>
<u>5,239</u>	<u>10,770</u>	<u>(13,283)</u>	<u>22,640</u>	<u>23,474</u>
<u>\$15,362</u>	<u>\$11,696</u>	<u>\$331,035</u>	<u>\$22,640</u>	<u>\$23,474</u>

(continued)

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Special Revenue Funds (continued)*  
 December 31, 1999

	<u>Park Development</u>	<u>Community Center</u>	<u>Drainage</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$365,663	\$3,294	\$39,229
Receivables			
Taxes	0	0	0
Accounts	0	60	0
Accrued Interest	1,571	0	174
Intergovernmental	0	0	0
Materials and Supplies Inventory	0	0	0
Prepaid Items	0	0	0
<b>Total Assets</b>	<u>\$367,234</u>	<u>\$3,354</u>	<u>\$39,403</u>
<b>Liabilities</b>			
Accounts Payable	\$228	\$0	\$1,006
Accrued Wages and Benefits	0	108	0
Compensated Absences Payable	0	0	0
Intergovernmental Payable	2,658	0	0
Deferred Revenue	0	0	0
<b>Total Liabilities</b>	<u>2,886</u>	<u>108</u>	<u>1,006</u>
<b>Fund Equity</b>			
Fund Balances:			
Reserved for Encumbrances	0	0	0
Reserved for Inventory	0	0	0
Unreserved, Undesignated (Deficit)	364,348	3,246	38,397
<b>Total Fund Equity (Deficit)</b>	<u>364,348</u>	<u>3,246</u>	<u>38,397</u>
<b>Total Liabilities and Fund Equity</b>	<u>\$367,234</u>	<u>\$3,354</u>	<u>\$39,403</u>

<u>Cemetery</u>	<u>Recreation</u>	<u>Park Operating</u>	<u>Police Pension</u>	<u>Totals</u>
\$2,142	\$22,120	\$47,946	\$16,412	\$1,064,562
0	93,155	0	80,392	958,986
0	0	0	0	130
0	0	0	70	4,015
0	0	0	0	32,700
0	0	0	0	54,841
0	0	0	0	9,847
<u>\$2,142</u>	<u>\$115,275</u>	<u>\$47,946</u>	<u>\$96,874</u>	<u>\$2,125,081</u>
\$0	\$2,933	\$9,001	\$0	\$43,049
0	455	815	0	52,348
0	0	0	0	2,056
0	0	0	0	21,829
0	90,761	0	78,326	934,342
<u>0</u>	<u>94,149</u>	<u>9,816</u>	<u>78,326</u>	<u>1,053,624</u>
0	80	6,132	0	16,490
0	0	0	0	54,841
<u>2,142</u>	<u>21,046</u>	<u>31,998</u>	<u>18,548</u>	<u>1,000,126</u>
<u>2,142</u>	<u>21,126</u>	<u>38,130</u>	<u>18,548</u>	<u>1,071,457</u>
<u>\$2,142</u>	<u>\$115,275</u>	<u>\$47,946</u>	<u>\$96,874</u>	<u>\$2,125,081</u>

**City of Avon, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Special Revenue Funds  
For the Year Ended December 31, 1999*

	Street Construction, Maintenance and Repairs	Recycling	State Highway
<b>Revenues</b>			
Property and Other Taxes	\$448,108	\$0	\$0
Charges for Services	0	0	0
Licenses, Permits and Fees	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	348,991	86,280	24,219
Interest	20,452	0	631
Other	4,273	0	0
<i>Total Revenues</i>	<u>821,824</u>	<u>86,280</u>	<u>24,850</u>
<b>Expenditures</b>			
Current:			
General Government	0	0	0
Security of Persons and Property	0	0	0
Transportation	785,703	0	18,354
Community Environment	0	88,917	0
Basic Utility Services	0	0	0
Leisure Time Activities	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>785,703</u>	<u>88,917</u>	<u>18,354</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	36,121	(2,637)	6,496
<b>Other Financing Sources</b>			
Operating Transfers In	98,393	12,240	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	134,514	9,603	6,496
<b>Fund Balances (Deficit)</b>			
<i>Beginning of Year</i>	357,086	(5,940)	17,284
Increase in Reserve for Inventory	17,637	0	0
<i>Fund Balances (Deficit) End of Year</i>	<u>\$509,237</u>	<u>\$3,663</u>	<u>\$23,780</u>

<u>Permissive Tax</u>	<u>Enforcement and Education</u>	<u>Police</u>	<u>Law Enforcement</u>	<u>Mayor's Court Computer</u>
\$0	\$0	\$259,058	\$0	\$0
0	0	0	0	0
0	0	0	0	0
0	3,006	0	0	17,150
51,059	0	24,842	0	0
211	0	5,314	0	0
0	3,215	9,097	15,776	0
<u>51,270</u>	<u>6,221</u>	<u>298,311</u>	<u>15,776</u>	<u>17,150</u>
0	0	0	0	0
0	6,463	1,227,642	0	70
78,874	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	45,270	0	0
0	0	6,119	0	0
<u>78,874</u>	<u>6,463</u>	<u>1,279,031</u>	<u>0</u>	<u>70</u>
(27,604)	(242)	(980,720)	15,776	17,080
<u>20,000</u>	<u>0</u>	<u>870,000</u>	<u>0</u>	<u>0</u>
(7,604)	(242)	(110,720)	15,776	17,080
12,843	11,012	97,273	6,864	6,394
0	0	164	0	0
<u>\$5,239</u>	<u>\$10,770</u>	<u>(\$13,283)</u>	<u>\$22,640</u>	<u>\$23,474</u>

(continued)

**City of Avon**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Special Revenue Funds (continued)  
For the Year Ended December 31, 1999*

	<u>Park Development</u>	<u>Community Center</u>	<u>Drainage</u>
<b>Revenues</b>			
Property and Other Taxes	\$0	\$0	\$0
Charges for Services	0	2,340	0
Licenses, Permits and Fees	386,396	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	0	0	0
Interest	11,292	0	1,108
Other	15,829	0	7,274
<i>Total Revenues</i>	<u>413,517</u>	<u>2,340</u>	<u>8,382</u>
<b>Expenditures</b>			
<b>Current:</b>			
General Government	0	0	0
Security of Persons and Property	0	0	0
Transportation	0	0	0
Community Environment	0	0	0
Basic Utility Services	0	0	21,836
Leisure Time Activities	134,959	5,822	0
<b>Debt Service:</b>			
Principal Retirement	10,000	0	0
Interest and Fiscal Charges	13,010	0	0
<i>Total Expenditures</i>	<u>157,969</u>	<u>5,822</u>	<u>21,836</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	255,548	(3,482)	(13,454)
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	0	5,000	25,000
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	255,548	1,518	11,546
<b>Fund Balances (Deficit)</b>			
<i>Beginning of Year</i>	108,800	1,728	26,851
Increase in Reserve for Inventory	0	0	0
<i>Fund Balances (Deficit) End of Year</i>	<u>\$364,348</u>	<u>\$3,246</u>	<u>\$38,397</u>



<u>Cemetery</u>	<u>Recreation</u>	<u>Park Operating</u>	<u>Police Pension</u>	<u>Totals</u>
\$0	\$2,394	\$76,174	\$73,243	\$858,977
0	9,640	0	0	11,980
0	0	470	0	386,866
0	0	0	0	20,156
0	0	8,627	3,835	547,853
0	0	0	827	39,835
0	6	635	0	56,105
<u>0</u>	<u>12,040</u>	<u>85,906</u>	<u>77,905</u>	<u>1,921,772</u>
270	0	0	0	270
0	0	0	118,863	1,353,038
0	0	0	0	882,931
0	0	0	0	88,917
0	0	0	0	21,836
0	20,279	109,903	0	270,963
0	0	0	0	55,270
0	0	0	0	19,129
<u>270</u>	<u>20,279</u>	<u>109,903</u>	<u>118,863</u>	<u>2,692,354</u>
(270)	(8,239)	(23,997)	(40,958)	(770,582)
0	16,500	54,800	52,339	1,154,272
(270)	8,261	30,803	11,381	383,690
2,412	12,865	7,327	7,167	669,966
0	0	0	0	17,801
<u>\$2,142</u>	<u>\$21,126</u>	<u>\$38,130</u>	<u>\$18,548</u>	<u>\$1,071,457</u>

**City of Avon, 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, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Property and Other Taxes	\$435,281	\$435,281	\$0
Intergovernmental	345,950	345,950	0
Interest	17,330	19,798	2,468
Other	695	4,273	3,578
<i>Total Revenues</i>	<u>799,256</u>	<u>805,302</u>	<u>6,046</u>
<b>Expenditures</b>			
Current:			
Transportation:			
Street Department:			
Personal Services	426,950	393,042	33,908
Materials and Supplies	173,254	155,983	17,271
Contractual Services	93,342	77,364	15,978
Capital Outlay	168,393	161,682	6,711
<i>Total Expenditures</i>	<u>861,939</u>	<u>788,071</u>	<u>73,868</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(62,683)	17,231	79,914
<b>Other Financing Sources</b>			
Operating Transfers In	98,393	98,393	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures</i>	35,710	115,624	79,914
<i>Fund Balance Beginning of Year</i>	316,899	316,899	0
Prior Year Encumbrances Appropriated	6,046	6,046	0
<i>Fund Balance End of Year</i>	<u>\$358,655</u>	<u>\$438,569</u>	<u>\$79,914</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Recycling Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Intergovernmental	\$90,734	\$90,734	\$0
<b>Expenditures</b>			
Current:			
Community Environment:			
Recycling:			
Personal Services	5,400	5,400	0
Contractual Services	92,970	90,207	2,763
<i>Total Expenditures</i>	98,370	95,607	2,763
<i>Excess of Revenues Under Expenditures</i>	(7,636)	(4,873)	2,763
<b>Other Financing Sources</b>			
Operating Transfers In	5,400	0	(5,400)
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(2,236)	(4,873)	(2,637)
<i>Fund Balance Beginning of Year</i>	8,536	8,536	0
<i>Fund Balance End of Year</i>	\$6,300	\$3,663	(\$2,637)

**City of Avon, 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, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Intergovernmental	\$24,053	\$24,053	\$0
Interest	<u>577</u>	<u>577</u>	<u>0</u>
<i>Total Revenues</i>	24,630	24,630	0
<b>Expenditures</b>			
Current:			
Transportation:			
State Highway:			
Materials and Supplies	<u>19,000</u>	<u>18,354</u>	<u>646</u>
<i>Excess of Revenues Over Expenditures</i>	5,630	6,276	646
<i>Fund Balance Beginning of Year</i>	<u>15,256</u>	<u>15,256</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$20,886</u>	<u>\$21,532</u>	<u>\$646</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Permissive Tax Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Intergovernmental	\$54,292	\$54,292	\$0
Interest	201	201	0
<i>Total Revenues</i>	54,493	54,493	0
<b>Expenditures</b>			
Current:			
Transportation:			
Permissive Tax:			
Contractual Services	85,000	72,676	12,324
<i>Excess of Revenues Under Expenditures</i>	(30,507)	(18,183)	12,324
<b>Other Financing Sources</b>			
Operating Transfers In	20,000	20,000	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(10,507)	1,817	12,324
<i>Fund Balance Beginning of Year</i>	9,516	9,516	0
<i>Fund Balance (Deficit) End of Year</i>	(\$991)	\$11,333	\$12,324

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Enforcement and Education Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Fines and Forfeitures	\$4,000	\$2,941	(\$1,059)
Other	3,215	3,215	0
<i>Total Revenues</i>	<u>7,215</u>	<u>6,156</u>	<u>(1,059)</u>
<b>Expenditures</b>			
Current:			
Security of Persons and Property:			
Enforcement and Education:			
Personal Services	700	0	700
Contractual Services	7,000	6,537	463
<i>Total Expenditures</i>	<u>7,700</u>	<u>6,537</u>	<u>1,163</u>
<i>Excess of Revenues Under Expenditures</i>	(485)	(381)	104
<i>Fund Balance Beginning of Year</i>	<u>10,942</u>	<u>10,942</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$10,457</u>	<u>\$10,561</u>	<u>\$104</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
COPS Fast Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Intergovernmental	\$25,000	\$0	(\$25,000)
<b>Expenditures</b>			
Current:			
Security of Persons and Property:			
COPS Fast:			
Personal Services	25,000	0	25,000
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Property and Other Taxes	\$251,701	\$251,701	\$0
Intergovernmental	24,842	24,842	0
Interest	5,680	5,680	0
Other	9,027	9,027	0
<i>Total Revenues</i>	<u>291,250</u>	<u>291,250</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Security of Persons and Property:			
Police Department:			
Personal Services	999,400	996,620	2,780
Materials and Supplies	73,410	65,034	8,376
Contractual Services	160,102	146,896	13,206
Capital Outlay	59,500	59,500	0
<i>Total Expenditures</i>	<u>1,292,412</u>	<u>1,268,050</u>	<u>24,362</u>
<i>Excess of Revenues Under Expenditures</i>	(1,001,162)	(976,800)	24,362
<b>Other Financing Sources</b>			
Operating Transfers In	879,499	870,000	(9,499)
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(121,663)	(106,800)	14,863
<i>Fund Balance Beginning of Year</i>	57,881	57,881	0
Prior Year Encumbrances Appropriated	69,027	69,027	0
<i>Fund Balance End of Year</i>	<u>\$5,245</u>	<u>\$20,108</u>	<u>\$14,863</u>



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Law Enforcement Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Fines and Forfeitures	<u>\$20,330</u>	<u>\$20,330</u>	<u>\$0</u>
<b>Expenditures</b>			
Current:			
Security of Persons and Property:			
Law Enforcement:			
Personal Services	5,000	0	5,000
Contractual Services	<u>1,000</u>	<u>0</u>	<u>1,000</u>
<i>Total Expenditures</i>	<u>6,000</u>	<u>0</u>	<u>6,000</u>
<i>Excess of Revenues Over Expenditures</i>	14,330	20,330	6,000
<i>Fund Balance Beginning of Year</i>	<u>2,310</u>	<u>2,310</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$16,640</u>	<u>\$22,640</u>	<u>\$6,000</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Mayor's Court Computer Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Fines and Forfeitures	\$17,150	\$17,150	\$0
<b>Expenditures</b>			
Current:			
Security of Persons and Property:			
Mayor's Court Computer:			
Capital Outlay	<u>6,000</u>	<u>816</u>	<u>5,184</u>
<i>Excess of Revenues Over Expenditures</i>	11,150	16,334	5,184
<i>Fund Balance Beginning of Year</i>	<u>7,140</u>	<u>7,140</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$18,290</u>	<u>\$23,474</u>	<u>\$5,184</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Park Development Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Licenses and Permits	\$396,396	\$386,396	(\$10,000)
Intergovernmental	90,000	90,000	0
Interest	10,253	10,253	0
Other	15,829	15,829	0
<i>Total Revenues</i>	<u>512,478</u>	<u>502,478</u>	<u>(10,000)</u>
<b>Expenditures</b>			
Current:			
Leisure Time Activity:			
Park Development:			
Contractual Services	60,000	28,211	31,789
Capital Outlay	124,490	104,413	20,077
Total Leisure Time Activity	<u>184,490</u>	<u>132,624</u>	<u>51,866</u>
Debt Service:			
Principal Retirement	10,000	10,000	0
Interest and Fiscal Charges	13,010	13,010	0
Total Debt Service	<u>23,010</u>	<u>23,010</u>	<u>0</u>
<i>Total Expenditures</i>	<u>207,500</u>	<u>155,634</u>	<u>51,866</u>
<i>Excess of Revenues Over Expenditures</i>	304,978	346,844	41,866
<b>Other Financing Uses</b>			
Advances Out	(120,000)	(120,000)	0
<i>Excess of Revenues Over Expenditures and Other Financing Uses</i>	184,978	226,844	41,866
<i>Fund Balance Beginning of Year</i>	<u>138,819</u>	<u>138,819</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$323,797</u>	<u>\$365,663</u>	<u>\$41,866</u>

**City of Avon, 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, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Charges for Services	<u>\$2,280</u>	<u>\$2,280</u>	<u>\$0</u>
<b>Expenditures</b>			
Current:			
Leisure Time Activity:			
Community Center:			
Personal Services	5,650	4,758	892
Materials and Supplies	850	98	752
Contractual Services	1,000	404	596
Other	<u>1,000</u>	<u>545</u>	<u>455</u>
<i>Total Expenditures</i>	<u>8,500</u>	<u>5,805</u>	<u>2,695</u>
<i>Excess of Revenues Under Expenditures</i>	(6,220)	(3,525)	2,695
<b>Other Financing Sources</b>			
Operating Transfers In	<u>5,000</u>	<u>5,000</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(1,220)	1,475	2,695
<i>Fund Balance Beginning of Year</i>	<u>1,819</u>	<u>1,819</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$599</u>	<u>\$3,294</u>	<u>\$2,695</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Drainage Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Interest	\$1,035	\$1,035	\$0
Other	7,274	7,274	0
<i>Total Revenues</i>	<u>8,309</u>	<u>8,309</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Basic Utility Service:			
Drainage:			
Materials and Supplies	30,000	20,830	9,170
<i>Excess of Revenues Under Expenditures</i>	(21,691)	(12,521)	9,170
<b>Other Financing Sources</b>			
Operating Transfers In	25,000	25,000	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures</i>	3,309	12,479	9,170
<i>Fund Balance Beginning of Year</i>	26,750	26,750	0
<i>Fund Balance End of Year</i>	<u>\$30,059</u>	<u>\$39,229</u>	<u>\$9,170</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Cemetery Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Licenses and Permits	\$500	\$0	(\$500)
Other	100	0	(100)
<i>Total Revenues</i>	<u>600</u>	<u>0</u>	<u>(600)</u>
<b>Expenditures</b>			
Current:			
General Government:			
Cemetery:			
Materials and Supplies	150	0	150
Contractual Services	450	270	180
<i>Total Expenditures</i>	<u>600</u>	<u>270</u>	<u>330</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	(270)	(270)
<i>Fund Balance Beginning of Year</i>	<u>2,412</u>	<u>2,412</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$2,412</u>	<u>\$2,142</u>	<u>(\$270)</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Recreation Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Charges for Services	\$10,556	\$9,640	(\$916)
Other	33	6	(27)
<i>Total Revenues</i>	<u>10,589</u>	<u>9,646</u>	<u>(943)</u>
<b>Expenditures</b>			
Current:			
Leisure Time Activity:			
Recreation Department:			
Personal Services	15,524	10,300	5,224
Materials and Supplies	2,324	1,211	1,113
Contractual Services	1,620	667	953
Other	100	20	80
<i>Total Recreation Department</i>	<u>19,568</u>	<u>12,198</u>	<u>7,370</u>
Adult Volleyball:			
Materials and Supplies	4,472	3,878	594
Mens Basketball:			
Materials and Supplies	2,205	2,017	188
Small Fry Basketball:			
Materials and Supplies	2,352	1,617	735
<i>Total Expenditures</i>	<u>28,597</u>	<u>19,710</u>	<u>8,887</u>
<i>Excess of Revenues Under Expenditures</i>	(18,008)	(10,064)	7,944
<b>Other Financing Sources</b>			
Operating Transfers In	16,500	16,500	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(1,508)	6,436	7,944
<i>Fund Balance Beginning of Year</i>	12,930	12,930	0
Prior Year Encumbrances Appropriated	954	954	0
<i>Fund Balance End of Year</i>	<u>\$12,376</u>	<u>\$20,320</u>	<u>\$7,944</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Park Operating Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Property and Other Taxes	\$76,174	\$76,174	\$0
Licenses and Permits	470	470	0
Intergovernmental	8,627	8,627	0
Other	635	635	0
<i>Total Revenues</i>	<u>85,906</u>	<u>85,906</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Leisure Time Activity:			
Park Operating:			
Personal Services	48,775	40,712	8,063
Materials and Supplies	13,300	10,283	3,017
Contractual Services	13,000	9,321	3,679
Capital Outlay	61,925	55,839	6,086
Other	500	125	375
<i>Total Expenditures</i>	<u>137,500</u>	<u>116,280</u>	<u>21,220</u>
<i>Excess of Revenues Under Expenditures</i>	(51,594)	(30,374)	21,220
<b>Other Financing Sources</b>			
Operating Transfers In	54,800	54,800	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures</i>	3,206	24,426	21,220
<i>Fund Balance Beginning of Year</i>	<u>8,387</u>	<u>8,387</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$11,593</u>	<u>\$32,813</u>	<u>\$21,220</u>



**City of Avon, 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, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Property and Other Taxes	\$71,177	\$71,177	\$0
Intergovernmental	3,835	3,835	0
Interest	808	808	0
<i>Total Revenues</i>	<u>75,820</u>	<u>75,820</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Security of Persons and Property:			
Police Pension:			
Personal Services	123,043	123,043	0
Contractual Services	1,100	1,021	79
<i>Total Expenditures</i>	<u>124,143</u>	<u>124,064</u>	<u>79</u>
<i>Excess of Revenues Under Expenditures</i>	(48,323)	(48,244)	79
<b>Other Financing Sources</b>			
Operating Transfers In	52,339	52,339	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures</i>	4,016	4,095	79
<i>Fund Balance Beginning of Year</i>	<u>12,317</u>	<u>12,317</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$16,333</u>	<u>\$16,412</u>	<u>\$79</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Special Revenue Funds  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Property and Other Taxes	\$834,333	\$834,333	\$0
Charges for Services	12,836	11,920	(916)
Licenses and Permits	397,366	386,866	(10,500)
Fines and Forfeitures	41,480	40,421	(1,059)
Intergovernmental	667,333	642,333	(25,000)
Interest	35,884	38,352	2,468
Other	36,808	40,259	3,451
<i>Total Revenues</i>	<u>2,026,040</u>	<u>1,994,484</u>	<u>(31,556)</u>
<b>Expenditures</b>			
<b>Current:</b>			
<b>General Government:</b>			
Cemetery Fund	<u>600</u>	<u>270</u>	<u>330</u>
<b>Security of Persons and Property:</b>			
Education and Enforcement Fund	7,700	6,537	1,163
COPS Fast Fund	25,000	0	25,000
Police Fund	1,292,412	1,268,050	24,362
Law Enforcement Fund	6,000	0	6,000
Mayor's Court Computer Fund	6,000	816	5,184
Police Pension Fund	<u>124,143</u>	<u>124,064</u>	<u>79</u>
<b>Total Security of Persons and Property</b>	<u>1,461,255</u>	<u>1,399,467</u>	<u>61,788</u>
<b>Transportation:</b>			
Street Construction, Maintenance and Repair Fund	861,939	788,071	73,868
State Highway Fund	19,000	18,354	646
Permissive Tax Fund	<u>85,000</u>	<u>72,676</u>	<u>12,324</u>
<b>Total Transportation</b>	<u>965,939</u>	<u>879,101</u>	<u>86,838</u>
<b>Community Environment:</b>			
Recycling Fund	<u>98,370</u>	<u>95,607</u>	<u>2,763</u>
<b>Basic Utility Services:</b>			
Drainage Fund	<u>\$30,000</u>	<u>\$20,830</u>	<u>\$9,170</u>

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Special Revenue Funds (continued)  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Leisure Time Activity:</b>			
Park Development Fund	\$184,490	\$132,624	\$51,866
Community Center Fund	8,500	5,805	2,695
Recreation Fund	28,597	19,710	8,887
Park Operating Fund	137,500	116,280	21,220
<b>Total Leisure Time Activity</b>	<b>359,087</b>	<b>274,419</b>	<b>84,668</b>
<b>Debt Service:</b>			
Principal Retirement	10,000	10,000	0
Interest and Fiscal Charges	13,010	13,010	0
<b>Total Debt Service</b>	<b>23,010</b>	<b>23,010</b>	<b>0</b>
<b>Total Expenditures</b>	<b>2,938,261</b>	<b>2,692,704</b>	<b>245,557</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(912,221)</b>	<b>(698,220)</b>	<b>214,001</b>
<b>Other Financing Sources (Uses)</b>			
Advances Out	(120,000)	(120,000)	0
Operating Transfers In	1,156,931	1,142,032	(14,899)
<b>Total Other Financing Sources (Uses)</b>	<b>1,036,931</b>	<b>1,022,032</b>	<b>(14,899)</b>
<b>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	<b>124,710</b>	<b>323,812</b>	<b>199,102</b>
<b>Fund Balances Beginning of Year</b>	<b>631,914</b>	<b>631,914</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>76,027</b>	<b>76,027</b>	<b>0</b>
<b>Fund Balances End of Year</b>	<b>\$832,651</b>	<b>\$1,031,753</b>	<b>\$199,102</b>

## *Debt Service Funds*

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Debt Service Funds are established to account for the accumulation of resources for, and the payment of, general and special assessment long-term debt principal and interest and related costs.

***General Obligation Bond Retirement Fund*** To account for the accumulation of resources to pay principal and interest on general obligation debt.

***Library Bond Retirement Fund*** To account for the accumulation of property taxes to pay principal and interest on the library general obligation debt.

***Special Assessment Bond Retirement Fund*** To account for the accumulation of resources to pay principal and interest on special assessment debt.

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Debt Service Funds*  
*December 31, 1999*

	General Obligation Bond Retirement	Library Bond Retirement	Special Assessment Bond Retirement	Totals
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$608	\$33,459	\$24,251	\$58,318
Cash and Cash Equivalents with Fiscal Agents	0	0	44	44
Receivables:				
Taxes	0	49,019	0	49,019
Special Assessments	0	0	5,021,822	5,021,822
Accrued Interest	0	140	0	140
<b>Total Assets</b>	<b>\$608</b>	<b>\$82,618</b>	<b>\$5,046,117</b>	<b>\$5,129,343</b>
<b>Liabilities</b>				
Interfund Payable	\$0	\$0	\$63,961	\$63,961
Deferred Revenue	0	47,759	5,021,822	5,069,581
Matured Bonds and Interest Payable	0	0	44	44
<b>Total Liabilities</b>	<b>0</b>	<b>47,759</b>	<b>5,085,827</b>	<b>5,133,586</b>
<b>Fund Equity</b>				
<b>Fund Balances (Deficit):</b>				
Unreserved, Undesignated (Deficit)	608	34,859	(39,710)	(4,243)
<b>Total Liabilities and Fund Equity</b>	<b>\$608</b>	<b>\$82,618</b>	<b>\$5,046,117</b>	<b>\$5,129,343</b>

**City of Avon, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Debt Service Funds  
For the Year Ended December 31, 1999*

	General Obligation Bond Retirement	Library Bond Retirement	Special Assessment Bond Retirement	Totals
<b>Revenues</b>				
Property and Other Taxes	\$0	\$79,827	\$0	\$79,827
Intergovernmental	0	8,947	0	8,947
Special Assessments	0	0	179,288	179,288
Interest	0	2,756	327	3,083
<i>Total Revenues</i>	<u>0</u>	<u>91,530</u>	<u>179,615</u>	<u>271,145</u>
<b>Expenditures</b>				
Debt Service:				
Principal Retirement	94,353	40,000	119,274	253,627
Interest and Fiscal Charges	113,542	50,103	161,286	324,931
<i>Total Expenditures</i>	<u>207,895</u>	<u>90,103</u>	<u>280,560</u>	<u>578,558</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(207,895)	1,427	(100,945)	(307,413)
<b>Other Financing Sources</b>				
Operating Transfers In	73,456	0	30,995	104,451
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(134,439)	1,427	(69,950)	(202,962)
<i>Fund Balances Beginning of Year</i>	<u>135,047</u>	<u>33,432</u>	<u>30,240</u>	<u>198,719</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$608</u>	<u>\$34,859</u>	<u>(\$39,710)</u>	<u>(\$4,243)</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Obligation Bond Retirement Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>Expenditures</b>			
Debt Service:			
Principal Retirement	94,353	94,353	0
Interest and Fiscal Charges	<u>113,551</u>	<u>113,542</u>	<u>9</u>
<i>Total Expenditures</i>	<u>207,904</u>	<u>207,895</u>	<u>9</u>
<i>Excess of Revenues Under Expenditures</i>	(207,904)	(207,895)	9
<b>Other Financing Sources</b>			
Operating Transfers In	<u>208,151</u>	<u>73,456</u>	<u>(134,695)</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	247	(134,439)	(134,686)
<i>Fund Balance Beginning of Year</i>	<u>135,047</u>	<u>135,047</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$135,294</u>	<u>\$608</u>	<u>(\$134,686)</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in*  
*Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Library Bond Retirement Fund*  
*For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Property and Other Taxes	\$78,567	\$78,567	\$0
Intergovernmental	8,947	8,947	0
Interest	2,743	2,743	0
<i>Total Revenues</i>	<u>90,257</u>	<u>90,257</u>	<u>0</u>
<b>Expenditures</b>			
Debt Service:			
Principal Retirement	40,000	40,000	0
Interest and Fiscal Charges	50,412	50,103	309
<i>Total Expenditures</i>	<u>90,412</u>	<u>90,103</u>	<u>309</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(155)	154	309
<i>Fund Balance Beginning of Year</i>	<u>33,305</u>	<u>33,305</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$33,150</u>	<u>\$33,459</u>	<u>\$309</u>



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Special Assessment Bond Retirement Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Special Assessments	\$290,907	\$213,985	(\$76,922)
Interest	327	327	0
<i>Total Revenues</i>	<u>291,234</u>	<u>214,312</u>	<u>(76,922)</u>
<b>Expenditures</b>			
Debt Service:			
Principal Retirement	133,447	133,447	0
Interest and Fiscal Charges	188,035	184,888	3,147
<i>Total Expenditures</i>	<u>321,482</u>	<u>318,335</u>	<u>3,147</u>
<i>Excess of Revenues Under Expenditures</i>	(30,248)	(104,023)	(73,775)
<b>Other Financing Sources</b>			
Operating Transfers In	58,995	30,995	(28,000)
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	28,747	(73,028)	(101,775)
<i>Fund Balance Beginning of Year</i>	<u>97,279</u>	<u>97,279</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$126,026</u>	<u>\$24,251</u>	<u>(\$101,775)</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Debt Service Funds  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Property and Other Taxes	\$78,567	\$78,567	\$0
Intergovernmental	8,947	8,947	0
Special Assessments	290,907	213,985	(76,922)
Interest	3,070	3,070	0
<i>Total Revenues</i>	<u>381,491</u>	<u>304,569</u>	<u>(76,922)</u>
<b>Expenditures</b>			
Debt Service:			
Principal Retirement:			
General Obligation Bond Retirement Fund	94,353	94,353	0
Library Bond Fund	40,000	40,000	0
Special Assessment Bond Retirement Fund	133,447	133,447	0
<i>Total Principal Retirement</i>	<u>267,800</u>	<u>267,800</u>	<u>0</u>
Interest and Fiscal Charges:			
General Obligation Bond Retirement Fund	113,551	113,542	9
Library Bond Fund	50,412	50,103	309
Special Assessment Bond Retirement Fund	188,035	184,888	3,147
<i>Total Interest and Fiscal Charges</i>	<u>351,998</u>	<u>348,533</u>	<u>3,465</u>
<i>Total Expenditures</i>	<u>619,798</u>	<u>616,333</u>	<u>3,465</u>
<i>Excess of Revenues Under Expenditures</i>	(238,307)	(311,764)	(73,457)
<b>Other Financing Sources</b>			
Operating Transfers In	267,146	104,451	(162,695)
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	28,839	(207,313)	(236,152)
<i>Fund Balances Beginning of Year</i>	<u>265,631</u>	<u>265,631</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>\$294,470</u>	<u>\$58,318</u>	<u>(\$236,152)</u>

## *Capital Projects Funds*

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

***Equipment Fund*** To account for monies received from property taxes to purchase equipment for the Police and Fire departments.

***Issue II Fund*** To account for all costs associated with State of Ohio Issue II monies used for infrastructure replacements.

***Storm Water Detention Fund*** To account for monies derived from fees generated by new developments used for maintenance of a water detention system.

***Capital Improvements Fund*** To account for the construction of sidewalks, equipment purchases, and building repairs.

***Safety Facility Construction Fund*** To account for construction projects related to the Police department

***Building Purchase Fund*** To account for the purchase of new office space and buildings.

***Route 83 Ditch Enclosure Fund*** To account for the costs associated with the Route 83 ditch enclosure reconstruction project.

***Sidewalk Program Fund*** To account for the monies used to construct sidewalks within the City.

***CDBG Fund*** To account costs associated with the various community development block grant projects.

***Freeman Drive Fund*** To account for monies used to obtain engineering services for the construction of Freeman Drive.

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Capital Projects Funds*  
*December 31, 1999*

	<u>Equipment</u>	<u>Issue II</u>	<u>Storm Water Detention</u>	<u>Capital Improvements</u>
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$173,364	\$127,285	\$285,803	\$155,861
Receivables:				
Taxes	212,622	0	0	0
Interfund	0	0	90	0
Accrued Interest	733	558	1,222	0
Intergovernmental	0	0	0	0
<b>Total Assets</b>	<b>\$386,719</b>	<b>\$127,843</b>	<b>\$287,115</b>	<b>\$155,861</b>
<b>Liabilities</b>				
Accounts Payable	\$8,613	\$0	\$0	\$0
Interfund Payable	0	0	0	0
Deferred Revenue	207,158	0	0	0
Accrued Interest Payable	1,712	0	0	0
Notes Payable	90,000	0	0	0
<b>Total Liabilities</b>	<b>307,483</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Equity</b>				
Fund Balances:				
Reserved for Encumbrances	2,394	0	5,000	18,478
Unreserved, Undesignated	76,842	127,843	282,115	137,383
<b>Total Fund Equity</b>	<b>79,236</b>	<b>127,843</b>	<b>287,115</b>	<b>155,861</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$386,719</b>	<b>\$127,843</b>	<b>\$287,115</b>	<b>\$155,861</b>

<u>Safety Facility Construction</u>	<u>Building Purchase</u>	<u>Route 83 Ditch Enclosure</u>	<u>Sidewalk Program</u>	<u>Totals</u>
\$34,449	\$14,508	\$32,837	\$28,298	\$852,405
0	0	0	0	212,622
0	0	0	0	90
0	0	0	0	2,513
0	0	100,885	0	100,885
<u>\$34,449</u>	<u>\$14,508</u>	<u>\$133,722</u>	<u>\$28,298</u>	<u>\$1,168,515</u>
\$1,847	\$0	\$0	\$0	\$10,460
0	0	124,685	0	124,685
0	0	0	0	207,158
0	0	0	0	1,712
0	0	0	0	90,000
<u>1,847</u>	<u>0</u>	<u>124,685</u>	<u>0</u>	<u>434,015</u>
4,043	0	0	0	29,915
<u>28,559</u>	<u>14,508</u>	<u>9,037</u>	<u>28,298</u>	<u>704,585</u>
<u>32,602</u>	<u>14,508</u>	<u>9,037</u>	<u>28,298</u>	<u>734,500</u>
<u>\$34,449</u>	<u>\$14,508</u>	<u>\$133,722</u>	<u>\$28,298</u>	<u>\$1,168,515</u>

**City of Avon, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Capital Projects Funds  
For the Year Ended December 31, 1999*

	<u>Equipment</u>	<u>Issue II</u>	<u>Storm Water Detention</u>	<u>Capital Improvements</u>
<b>Revenues</b>				
Property and Other Taxes	\$189,141	\$0	\$65,079	\$0
Intergovernmental	20,096	0	0	0
Interest	8,536	5,739	13,241	3,029
Other	10,847	0	0	
<i>Total Revenues</i>	<u>228,620</u>	<u>5,739</u>	<u>78,320</u>	<u>3,029</u>
<b>Expenditures</b>				
Capital Outlay	425,781	0	65,251	588,536
Debt Service:				
Interest and Fiscal Charges	1,712	0	0	0
<i>Total Expenditures</i>	<u>427,493</u>	<u>0</u>	<u>65,251</u>	<u>588,536</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(198,873)</u>	<u>5,739</u>	<u>13,069</u>	<u>(585,507)</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	0	11,999	0	700,000
Operating Transfers Out	0	0	(25,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>11,999</u>	<u>(25,000)</u>	<u>700,000</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(198,873)</u>	<u>17,738</u>	<u>(11,931)</u>	<u>114,493</u>
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>278,109</u>	<u>110,105</u>	<u>299,046</u>	<u>41,368</u>
<i>Fund Balances End of Year</i>	<u>\$79,236</u>	<u>\$127,843</u>	<u>\$287,115</u>	<u>\$155,861</u>

<u>Safety Facility Construction</u>	<u>Building Purchase</u>	<u>Route 83 Ditch Enclosure</u>	<u>Sidewalk Program</u>	<u>CDBG</u>	<u>Freeman Drive</u>	<u>Totals</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$254,220
0	0	100,888	0	0	0	120,984
0	292	75	0	0	0	30,912
0	0	0	0	0	0	10,847
0	292	100,963	0	0	0	416,963
42,681	4,789	137,027	5,706	2,149	0	1,271,920
0	0	0	0	0	0	1,712
42,681	4,789	137,027	5,706	2,149	0	1,273,632
(42,681)	(4,497)	(36,064)	(5,706)	(2,149)	0	(856,669)
50,000	0	46,000	1,625	0	0	809,624
0	0	0	0	(1,868)	(3,325)	(30,193)
50,000	0	46,000	1,625	(1,868)	(3,325)	779,431
7,319	(4,497)	9,936	(4,081)	(4,017)	(3,325)	(77,238)
25,283	19,005	(899)	32,379	4,017	3,325	811,738
\$32,602	\$14,508	\$9,037	\$28,298	\$0	\$0	\$734,500

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Equipment Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Property and Other Taxes	\$157,275	\$183,677	\$26,402
Intergovernmental	15,048	20,096	5,048
Interest	2,266	8,892	6,626
Other	0	10,847	10,847
<i>Total Revenues</i>	<u>174,589</u>	<u>223,512</u>	<u>48,923</u>
<b>Expenditures</b>			
Capital Outlay:			
Equipment:			
Materials and Supplies	1,550	1,392	158
Contractual Services	52,890	52,780	110
Capital Outlay	409,828	363,812	46,016
Other	102,050	2,064	99,986
<i>Total Expenditures</i>	<u>566,318</u>	<u>420,048</u>	<u>146,270</u>
<i>Excess of Revenues Under Expenditures</i>	(391,729)	(196,536)	195,193
<b>Other Financing Sources</b>			
Proceeds of Notes	90,000	90,000	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(301,729)	(106,536)	195,193
<i>Fund Balance Beginning of Year</i>	137,469	137,469	0
Prior Year Encumbrances Appropriated	139,551	139,551	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$24,709)</u>	<u>\$170,484</u>	<u>\$195,193</u>



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in*  
*Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Issue II Fund*  
*For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Interest	\$5,662	\$5,662	\$0
<b>Expenditures</b>			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	5,662	5,662	0
<i>Fund Balance Beginning of Year</i>	<u>121,623</u>	<u>121,623</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$127,285</u>	<u>\$127,285</u>	<u>\$0</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Storm Water Detention Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Charges for Services	\$65,079	\$65,079	\$0
Interest	12,779	12,779	0
<i>Total Revenues</i>	<u>77,858</u>	<u>77,858</u>	<u>0</u>
<b>Expenditures</b>			
Capital Outlay:			
Storm Water Detention:			
Materials and Supplies	10,632	0	10,632
Contractual Services	113,368	70,791	42,577
Other	1,000	0	1,000
<i>Total Expenditures</i>	<u>125,000</u>	<u>70,791</u>	<u>54,209</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(47,142)</u>	<u>7,067</u>	<u>54,209</u>
<b>Other Financing Sources (Uses)</b>			
Advances In	103,306	103,306	0
Operating Transfers Out	(25,000)	(25,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>78,306</u>	<u>78,306</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	31,164	85,373	54,209
<i>Fund Balance Beginning of Year</i>	<u>195,430</u>	<u>195,430</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$226,594</u>	<u>\$280,803</u>	<u>\$54,209</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Capital Improvements Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Interest	\$2,804	\$3,029	\$225
<b>Expenditures</b>			
Capital Outlay:			
Capital Improvements:			
Capital Outlay	<u>1,197,391</u>	<u>985,447</u>	<u>211,944</u>
<i>Excess of Revenues Under Expenditures</i>	(1,194,587)	(982,418)	212,169
<b>Other Financing Sources</b>			
Operating Transfers In	<u>375,000</u>	<u>700,000</u>	<u>325,000</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(819,587)	(282,418)	537,169
<i>Fund Balance Beginning of Year</i>	19,575	19,575	0
Prior Year Encumbrances Appropriated	<u>400,226</u>	<u>400,226</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$399,786)</u>	<u>\$137,383</u>	<u>\$537,169</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Safety Facility Construction Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Interest	\$0	\$0	\$0
<b>Expenditures</b>			
Capital Outlay:			
Safety Facility:			
Capital Outlay	<u>60,281</u>	<u>52,724</u>	<u>7,557</u>
<i>Excess of Revenues Under Expenditures</i>	(60,281)	(52,724)	7,557
<b>Other Financing Sources</b>			
Operating Transfers In	<u>39,719</u>	<u>50,000</u>	<u>10,281</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(20,562)	(2,724)	17,838
<i>Fund Balance Beginning of Year</i>	21,002	21,002	0
Prior Year Encumbrances Appropriated	<u>10,281</u>	<u>10,281</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$10,721</u>	<u>\$28,559</u>	<u>\$17,838</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Building Purchase Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Interest	\$368	\$368	\$0
<b>Expenditures</b>			
Capital Outlay:			
Building Purchase:			
Materials and Supplies	<u>36,097</u>	<u>5,886</u>	<u>30,211</u>
<i>Excess of Revenues Under Expenditures</i>	(35,729)	(5,518)	30,211
<b>Other Financing Sources</b>			
Operating Transfers In	<u>33,903</u>	<u>0</u>	<u>(33,903)</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(1,826)	(5,518)	(3,692)
<i>Fund Balance Beginning of Year</i>	18,929	18,929	0
Prior Year Encumbrances Appropriated	<u>1,097</u>	<u>1,097</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$18,200</u>	<u>\$14,508</u>	<u>(\$3,692)</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Route 83 Ditch Enclosure Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Intergovernmental	\$227,991	\$103,396	(\$124,595)
Interest	75	75	0
<i>Total Revenues</i>	<u>228,066</u>	<u>103,471</u>	<u>(124,595)</u>
<b>Expenditures</b>			
Capital Outlay:			
Route 83 Ditch:			
Capital Outlay	137,923	137,923	0
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>90,143</u>	<u>(34,452)</u>	<u>(124,595)</u>
<b>Other Financing Sources (Uses)</b>			
Advances In	124,595	124,595	0
Advances Out	(238,118)	(103,306)	134,812
Operating Transfers In	46,000	46,000	0
<i>Total Other Financing Sources (Uses)</i>	<u>(67,523)</u>	<u>67,289</u>	<u>134,812</u>
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	22,620	32,837	10,217
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$22,620</u>	<u>\$32,837</u>	<u>\$10,217</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Sidewalk Program Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Other	\$1,760	\$0	(\$1,760)
<b>Expenditures</b>			
Capital Outlay:			
Sidewalk Program:			
Capital Outlay	<u>13,760</u>	<u>5,706</u>	<u>8,054</u>
<i>Excess of Revenues Under Expenditures</i>	(12,000)	(5,706)	6,294
<i>Fund Balance Beginning of Year</i>	<u>34,004</u>	<u>34,004</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$22,004</u>	<u>\$28,298</u>	<u>\$6,294</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
CDBG Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Intergovernmental	\$15,701	\$17,850	\$2,149
<b>Expenditures</b>			
Capital Outlay:			
CDBG:			
Capital Outlay	2,149	2,149	0
<i>Excess of Revenues Over Expenditures</i>	<u>13,552</u>	<u>15,701</u>	<u>2,149</u>
<b>Other Financing Uses</b>			
Advances Out	(17,850)	(17,850)	0
Operating Transfers Out	(1,868)	(1,868)	0
<i>Total Other Financing Uses</i>	<u>(19,718)</u>	<u>(19,718)</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(6,166)	(4,017)	2,149
<i>Fund Balance Beginning of Year</i>	1,868	1,868	0
Prior Year Encumbrances Appropriated	2,149	2,149	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$2,149)</u>	<u>\$0</u>	<u>\$2,149</u>



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Freeman Drive Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Interest	\$25	\$25	\$0
<b>Expenditures</b>			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	25	25	0
<b>Other Financing Uses</b>			
Operating Transfers Out	<u>(3,325)</u>	<u>(3,325)</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(3,300)	(3,300)	0
<i>Fund Balance Beginning of Year</i>	<u>3,300</u>	<u>3,300</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual*  
**All Capital Projects Funds**  
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Property and Other Taxes	\$157,275	\$183,677	\$26,402
Charges for Services	65,079	65,079	0
Intergovernmental	258,740	141,342	(117,398)
Interest	23,979	30,830	6,851
Other	1,760	10,847	9,087
<i>Total Revenues</i>	<u>506,833</u>	<u>431,775</u>	<u>(75,058)</u>
<b>Expenditures</b>			
Capital Outlay:			
Equipment Fund	566,318	420,048	146,270
Storm Water Detention Fund	125,000	70,791	54,209
Capital Improvements Fund	1,197,391	985,447	211,944
Safety Facility Fund	60,281	52,724	7,557
Building Purchase Fund	36,097	5,886	30,211
Route 83 Ditch Enclosure Fund	137,923	137,923	0
Sidewalk Fund	13,760	5,706	8,054
CDBG Fund	2,149	2,149	0
<i>Total Expenditures</i>	<u>2,138,919</u>	<u>1,680,674</u>	<u>458,245</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,632,086)</u>	<u>(1,248,899)</u>	<u>383,187</u>
<b>Other Financing Sources (Uses)</b>			
Proceeds of Notes	90,000	90,000	0
Advances In	227,901	227,901	0
Advances Out	(255,968)	(121,156)	134,812
Operating Transfers In	494,622	796,000	301,378
Operating Transfers Out	(30,193)	(30,193)	0
<i>Total Other Financing Sources (Uses)</i>	<u>526,362</u>	<u>962,552</u>	<u>436,190</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(1,105,724)</u>	<u>(286,347)</u>	<u>819,377</u>
<i>Fund Balances Beginning of Year</i>	553,200	553,200	0
<i>Prior Year Encumbrances Appropriated</i>	<u>553,304</u>	<u>553,304</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>\$780</u>	<u>\$820,157</u>	<u>\$819,377</u>

## *Enterprise Funds*

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

***Water Fund*** To account for revenues generated from charges for distribution of water to the residential and commercial users of the City.

***Sewer Fund*** To account for revenues generated from charges for sanitary sewer services provided to the residential and commercial users of the City.

**City of Avon, Ohio**  
**Combining Balance Sheet**  
**All Enterprise Funds**  
**December 31, 1999**

	<u>Water</u>	<u>Sewer</u>	<u>Totals</u>
<b>Assets</b>			
<b>Current Assets:</b>			
Equity in Pooled Cash and Cash Equivalents	\$1,125,440	\$1,695,048	\$2,820,488
<b>Receivables:</b>			
Accounts	76,980	73,968	150,948
Interfund	63,961	0	63,961
Special Assessments	326,752	0	326,752
Accrued Interest	4,748	7,086	11,834
Materials and Supplies Inventory	173,363	10,652	184,015
Prepaid Items	1,300	1,300	2,600
Deferred Charges	1,391,967	0	1,391,967
<b>Total Current Assets</b>	<b>3,164,511</b>	<b>1,788,054</b>	<b>4,952,565</b>
Fixed Assets (Net of Accumulated Depreciation)	7,267,252	12,443,200	19,710,452
<b>Total Assets</b>	<b>\$10,431,763</b>	<b>\$14,231,254</b>	<b>\$24,663,017</b>
<b>Liabilities</b>			
<b>Current Liabilities:</b>			
Accounts Payable	\$23,388	\$9,993	\$33,381
Contracts Payable	3,520	450	3,970
Interfund Payable	0	108,500	108,500
Accrued Wages	7,046	6,301	13,347
Compensated Absences Payable	151	151	302
Intergovernmental Payable	1,443,740	8,467	1,452,207
Accrued Interest Payable	17,118	35,250	52,368
Notes Payable	910,000	480,000	1,390,000
Deferred Contributed Capital	326,322	0	326,322
Current Portion of OWDA Loans Payable	0	41,814	41,814
Current Portion of Revenue Bonds Payable	20,000	20,000	40,000
<b>Total Current Liabilities</b>	<b>2,751,285</b>	<b>710,926</b>	<b>3,462,211</b>
<b>Long-Term Liabilities:</b>			
Compensated Absences Payable (Net of Current Portion)	51,006	51,006	102,012
OWDA Loans Payable (Net of Current Portion)	0	1,385,509	1,385,509
Revenue Bonds Payable (Net of Current Portion)	303,400	303,400	606,800
<b>Total Long-Term Liabilities</b>	<b>354,406</b>	<b>1,739,915</b>	<b>2,094,321</b>
<b>Total Liabilities</b>	<b>3,105,691</b>	<b>2,450,841</b>	<b>5,556,532</b>
<b>Fund Equity</b>			
Contributed Capital	6,166,202	10,260,934	16,427,136
Retained Earnings:			
Unreserved	1,159,870	1,519,479	2,679,349
<b>Total Fund Equity</b>	<b>7,326,072</b>	<b>11,780,413</b>	<b>19,106,485</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$10,431,763</b>	<b>\$14,231,254</b>	<b>\$24,663,017</b>

**City of Avon, Ohio**  
*Combining Statement of Revenues,  
Expenses and Changes in Fund Equity  
All Enterprise Funds  
For the Year Ended December 31, 1999*

	Water	Sewer	Totals
<b>Operating Revenues</b>			
Charges for Services	\$1,032,721	\$905,619	\$1,938,340
Tap-In Fees	260,625	471,486	732,111
Other	50,505	7,421	57,926
<i>Total Operating Revenues</i>	<u>1,343,851</u>	<u>1,384,526</u>	<u>2,728,377</u>
<b>Operating Expenses</b>			
Personal Services	246,360	208,334	454,694
Materials and Supplies	576,750	51,911	628,661
Contractual Services	668,005	725,981	1,393,986
Depreciation	109,711	334,635	444,346
<i>Total Operating Expenses</i>	<u>1,600,826</u>	<u>1,320,861</u>	<u>2,921,687</u>
<i>Operating Income (Loss)</i>	<u>(256,975)</u>	<u>63,665</u>	<u>(193,310)</u>
<b>Non-Operating Revenues (Expenses)</b>			
Interest	40,292	69,203	109,495
Loss on Disposal of Fixed Assets	(215,112)	(989)	(216,101)
Interest and Fiscal Charges	(161,754)	(207,053)	(368,807)
Other Non-Operating Expenses	(4,507)	(305,799)	(310,306)
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(341,081)</u>	<u>(444,638)</u>	<u>(785,719)</u>
<i>Net Loss Before Operating Transfers</i>	<u>(598,056)</u>	<u>(380,973)</u>	<u>(979,029)</u>
Operating Transfers In	0	20,333	20,333
Operating Transfers Out	0	(42,796)	(42,796)
<i>Net Loss</i>	<u>(598,056)</u>	<u>(403,436)</u>	<u>(1,001,492)</u>
<i>Retained Earnings Beginning of Year</i>	<u>1,757,926</u>	<u>1,922,915</u>	<u>3,680,841</u>
<i>Retained Earnings End of Year</i>	<u>1,159,870</u>	<u>1,519,479</u>	<u>2,679,349</u>
<i>Contributed Capital Beginning of Year</i>	<u>4,227,917</u>	<u>7,109,873</u>	<u>11,337,790</u>
Contributions During the Year:			
Developers	1,938,285	2,263,371	4,201,656
Special Assessments	0	18,560	18,560
Special Assessments Bonds	0	869,130	869,130
<i>Contributed Capital End of Year</i>	<u>6,166,202</u>	<u>10,260,934</u>	<u>16,427,136</u>
<b>Total Fund Equity End of Year</b>	<u>\$7,326,072</u>	<u>\$11,780,413</u>	<u>\$19,106,485</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in  
Fund Equity - Budget (Non-GAAP Basis) and Actual  
Water Fund  
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Charges for Services	\$983,304	\$994,528	\$11,224
Tap-In Fees	260,625	260,625	0
Special Assessments	430	430	0
Interest	37,596	37,597	1
Proceeds of Bonds	1,102,000	0	(1,102,000)
Proceeds of Notes	910,000	910,000	0
Other Operating Revenues	51,859	50,656	(1,203)
<i>Total Revenues</i>	<u>3,345,814</u>	<u>2,253,836</u>	<u>(1,091,978)</u>
<b>Expenses</b>			
Personal Services	252,393	230,016	22,377
Materials and Supplies	762,036	570,769	191,267
Contractual Services	715,561	666,544	49,017
Other Non-Operating Expenses	6,000	5,252	748
Capital Outlay	538,201	70,493	467,708
Debt Service:			
Principal Retirement	969,438	59,438	910,000
Interest and Fiscal Charges	273,420	124,111	149,309
<i>Total Expenses</i>	<u>3,517,049</u>	<u>1,726,623</u>	<u>1,790,426</u>
<i>Excess of Revenues Over (Under) Expenses Before Advances and Operating Transfers</i>	(171,235)	527,213	698,448
Advances In	13,263	0	(13,263)
Advances Out	(20,000)	0	20,000
Operating Transfers Out	(43,078)	0	43,078
<i>Total Other Financing Sources (Uses)</i>	<u>(49,815)</u>	<u>0</u>	<u>49,815</u>
<i>Excess of Revenues Over (Under) Expenses, Advances and Operating Transfers</i>	(221,050)	527,213	748,263
<i>Fund Equity Beginning of Year</i>	449,672	449,672	0
<i>Prior Year Encumbrances Appropriated</i>	90,717	90,717	0
<i>Fund Equity End of Year</i>	<u>\$319,339</u>	<u>\$1,067,602</u>	<u>\$748,263</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in  
Fund Equity - Budget (Non-GAAP Basis) and Actual  
Sewer Fund  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Charges for Services	\$1,189,908	\$905,486	(\$284,422)
Tap-In Fees	471,486	471,486	0
Interest	65,427	66,903	1,476
Other Operating Revenues	8,515	7,572	(943)
Special Assessments	25,751	18,130	(7,621)
Proceeds of Bonds	1,674,156	980,000	(694,156)
Proceeds of Notes	547,500	480,000	(67,500)
<i>Total Revenues</i>	<u>3,982,743</u>	<u>2,929,577</u>	<u>(1,053,166)</u>
<b>Expenses</b>			
Personal Services	232,025	190,772	41,253
Materials and Supplies	86,622	49,992	36,630
Contractual Services	786,149	735,591	50,558
Other Non-Operating Expenses	307,000	305,799	1,201
Capital Outlay	424,910	11,100	413,810
Debt Service:			
Principal Retirement	1,617,554	1,137,554	480,000
Interest and Fiscal Charges	229,995	193,478	36,517
<i>Total Expenses</i>	<u>3,684,255</u>	<u>2,624,286</u>	<u>1,059,969</u>
<i>Excess of Revenues Over Expenses Before Advances and Operating Transfers</i>	298,488	305,291	6,803
Advances In	76,383	65,500	(10,883)
Advances Out	(100,500)	(28,000)	72,500
Operating Transfers In	20,333	20,333	0
Operating Transfers Out	(96,796)	(42,796)	54,000
<i>Total Other Financing Sources (Uses)</i>	<u>(100,580)</u>	<u>15,037</u>	<u>115,617</u>
<i>Excess of Revenues Over Expenses, Advances and Operating Transfers</i>	197,908	320,328	122,420
<i>Fund Equity Beginning of Year</i>	1,365,064	1,365,064	0
Prior Year Encumbrances Appropriated	7,931	7,931	0
<i>Fund Equity End of Year</i>	<u>\$1,570,903</u>	<u>\$1,693,323</u>	<u>\$122,420</u>

**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in  
Fund Equity - Budget (Non-GAAP Basis) and Actual  
All Enterprise Funds  
For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Charges for Services	\$2,173,212	\$1,900,014	(\$273,198)
Tap-In Fees	732,111	732,111	0
Interest	103,023	104,500	1,477
Other Operating Revenues	60,374	58,228	(2,146)
Special Assessment	26,181	18,560	(7,621)
Proceeds of Bonds	2,776,156	980,000	(1,796,156)
Proceeds of Notes	1,457,500	1,390,000	(67,500)
<i>Total Revenues</i>	<u>7,328,557</u>	<u>5,183,413</u>	<u>(2,145,144)</u>
<b>Expenses:</b>			
<i>Personal Services</i>			
Water	252,393	230,016	22,377
Sewer	232,025	190,772	41,253
<i>Total Personal Services</i>	<u>484,418</u>	<u>420,788</u>	<u>63,630</u>
<i>Materials and Supplies</i>			
Water	762,036	570,769	191,267
Sewer	86,622	49,992	36,630
<i>Total Materials and Supplies</i>	<u>848,658</u>	<u>620,761</u>	<u>227,897</u>
<i>Contractual Services</i>			
Water	715,561	666,544	49,017
Sewer	786,149	735,591	50,558
<i>Total Contractual Services</i>	<u>1,501,710</u>	<u>1,402,135</u>	<u>99,575</u>
<i>Other Non-Operating Expenses</i>			
Water	6,000	5,252	748
Sewer	307,000	305,799	1,201
<i>Total Other Non-Operating Expenses</i>	<u>313,000</u>	<u>311,051</u>	<u>1,949</u>
<i>Capital Outlay</i>			
Water	538,201	70,493	467,708
Sewer	424,910	11,100	413,810
<i>Total Capital Outlay</i>	<u>\$963,111</u>	<u>\$81,593</u>	<u>\$881,518</u>

(continued)



**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in*  
*Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*All Enterprise Funds (continued)*  
*For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Debt Service:</b>			
Principal Retirement			
Water	\$969,438	\$59,438	\$910,000
Sewer	1,617,554	1,137,554	480,000
Total Principal Retirement	<u>2,586,992</u>	<u>1,196,992</u>	<u>1,390,000</u>
<b>Interest and Fiscal Charges</b>			
Water	273,420	124,111	149,309
Sewer	229,995	193,478	36,517
Total Interest and Fiscal Charges	<u>503,415</u>	<u>317,589</u>	<u>185,826</u>
<i>Total Expenses</i>	<u>7,201,304</u>	<u>4,350,909</u>	<u>2,850,395</u>
<i>Excess of Revenues Over Expenses</i>			
<i>    Before Advances and Operating Transfers</i>	127,253	832,504	705,251
Advances In	89,646	65,500	(24,146)
Advances Out	(120,500)	(28,000)	92,500
Operating Transfers In	20,333	20,333	0
Operating Transfers Out	<u>(139,874)</u>	<u>(42,796)</u>	<u>97,078</u>
<i>Excess of Revenues Over (Under) Expenses,</i>			
<i>    Advances and Operating Transfers</i>	(23,142)	847,541	870,683
<i>Fund Equity Beginning of Year</i>	1,814,736	1,814,736	0
Prior Year Encumbrances Appropriated	<u>98,648</u>	<u>98,648</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$1,890,242</u>	<u>\$2,760,925</u>	<u>\$870,683</u>

City of Avon, Ohio  
Combining Statement of Cash Flows  
All Enterprise Funds  
For the Year Ended December 31, 1999

	Water	Sewer	Totals
<b>Increase (Decrease) in Cash and Cash Equivalents</b>			
<b>Cash Flows from Operating Activities</b>			
Cash Received from Customers	\$994,528	\$905,486	\$1,900,014
Cash Payments to Suppliers for Materials and Supplies	(556,149)	(49,457)	(605,606)
Cash Payments for Employee Services and Benefits	(230,016)	(190,772)	(420,788)
Cash Payments for Contractual Services	(665,927)	(734,973)	(1,400,900)
Tap-In Fees	260,625	471,486	732,111
Other Operating Revenues	62,852	7,637	70,489
Other Non-Operating Expenses	(5,252)	(305,799)	(311,051)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>(139,339)</u>	<u>103,608</u>	<u>(35,731)</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Advances In	0	65,500	65,500
Advances Out	0	(28,000)	(28,000)
Transfers In	0	20,333	20,333
Transfers Out	0	(42,796)	(42,796)
<i>Net Cash Provided by Noncapital Financing Activities</i>	<u>0</u>	<u>15,037</u>	<u>15,037</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Acquisition of Capital Assets	(40,088)	(10,593)	(50,681)
Proceeds of Notes	910,000	480,000	1,390,000
Proceeds of Bonds	0	980,000	980,000
Special Assessments	430	18,130	18,560
Principal Paid on Revenue Bonds	(16,800)	(16,800)	(33,600)
Interest Paid on Revenue Bonds	(22,091)	(22,091)	(44,182)
Principal Paid on Notes	0	(1,040,000)	(1,040,000)
Interest Paid on Notes	(102,020)	(110,936)	(212,956)
Principal Paid on OWDA Loans	0	(80,754)	(80,754)
Interest Paid on OWDA Loans	0	(60,451)	(60,451)
Payments resulting in Deferred Charges	(42,638)	0	(42,638)
<i>Net Cash Provided by Capital and Related Financing Activities</i>	<u>686,793</u>	<u>136,505</u>	<u>823,298</u>
<b>Cash Flows from Investing Activities</b>			
Interest on Investments	37,597	66,903	104,500
<b>Net Increase in Cash and Cash Equivalents</b>	<u>585,051</u>	<u>322,053</u>	<u>907,104</u>
<i>Cash and Cash Equivalents at Beginning of Year</i>	<u>540,389</u>	<u>1,372,995</u>	<u>1,913,384</u>
<i>Cash and Cash Equivalents at End of Year</i>	<u>\$1,125,440</u>	<u>\$1,695,048</u>	<u>\$2,820,488</u>

(continued)

City of Avon, Ohio  
Combining Statement of Cash Flows  
All Enterprise Funds (continued)  
For the Year Ended December 31, 1999

	Water	Sewer	Totals
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>			
Operating Income (Loss)	(\$256,975)	\$63,665	(\$193,310)
<b>Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used for) Operating Activities</b>			
Other Non-Operating Expenses	(5,252)	(305,799)	(311,051)
Depreciation	109,711	334,635	444,346
<b>(Increase) Decrease in Assets:</b>			
Accounts Receivable	(25,846)	83	(25,763)
Materials and Supplies Inventory	34,055	3,963	38,018
Prepaid Items	(50)	(50)	(100)
<b>Increase (Decrease) in Liabilities:</b>			
Accounts Payable	(20,229)	5,907	(14,322)
Contracts Payable	(31,997)	(15,902)	(47,899)
Accrued Wages	455	1,957	2,412
Compensated Absences Payable	13,894	13,894	27,788
Intergovernmental Payable	42,895	1,255	44,150
<i>Total Adjustments</i>	117,636	39,943	157,579
<i>Net Cash Provided by (Used for) Operating Activities</i>	(\$139,339)	\$103,608	(\$35,731)
<b>Noncash Capital Financing Activities</b>			

During 1999, the water and sewer enterprise funds received water and sewer lines from developers valued at \$1,938,285 and \$2,263,371, respectively.

## *Fiduciary Fund Types*

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Fiduciary funds are used to account for assets held by the City in trustee capacity, or as an agent for individuals, private organizations, other governments, and/or other funds.

### *Agency Funds*

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Agency Funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

***Deposits Fund*** To account for various deposits held by the City to ensure compliance with various City ordinances. Upon satisfactory completion of the construction projects, deposits are returned.

***Lorain Public Library Fund*** To account for resources received from a one mill levy used to pay for the upkeep of the Lorain Public Library-Avon Branch. These funds are collected and immediately given to the Library.

***North Ridgeville Sewer Fund*** To account for the billing and collection of sewer charges that are then distributed to the City of North Ridgeville.

***Subdivisions Fund*** To account for deposits made by developers of the City's subdivisions to ensure compliance with various City ordinances regarding development within the City. Upon satisfactory completion of the subdivisions, the funds are returned to the developer.

***Mayor's Court Fund*** To account for the activities within the mayor's court.

City of Avon, Ohio  
Combining Statement of Changes in Assets and Liabilities  
All Agency Funds  
For the Year Ended December 31, 1999

	Balance 1/1/99	Additions	Reductions	Balance 12/31/99
<b>Deposits</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$663,904	\$590,838	\$612,994	\$641,748
<b>Liabilities</b>				
Deposits Held and Due to Others	\$663,904	\$590,838	\$612,994	\$641,748
 <b>Lorain Public Library</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$15,392	\$239,311	\$252,974	\$1,729
Receivables:				
Taxes	205,372	242,017	205,372	242,017
<b>Total Assets</b>	<b>\$220,764</b>	<b>\$481,328</b>	<b>\$458,346</b>	<b>\$243,746</b>
<b>Liabilities</b>				
Intergovernmental Payable	\$220,764	\$481,328	\$458,346	\$243,746
 <b>North Ridgeville Sewer</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$25,198	\$777,791	\$768,239	\$34,750
<b>Liabilities</b>				
Intergovernmental Payable	\$25,198	\$777,791	\$768,239	\$34,750
 <b>Subdivisions</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$700,561	\$678,913	\$383,264	\$996,210
<b>Liabilities</b>				
Deposits Held and Due to Others	\$700,561	\$678,913	\$383,264	\$996,210

(continued)

**City of Avon, Ohio**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds (continued)*  
*For the Year Ended December 31, 1999*

	Balance 1/1/99	Additions	Reductions	Balance 12/31/99
<b>Mayor's Court</b>				
<b>Assets</b>				
Cash and Cash Equivalents in Segregated Accounts	\$325	\$192,900	\$193,225	\$0
<b>Liabilities</b>				
Deposits Held and Due to Others	\$325	192,900	193,225	\$0
 <b>Totals - All Agency Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,405,055	\$2,286,853	\$2,017,471	\$1,674,437
Cash and Cash Equivalents in Segregated Accounts	325	192,900	193,225	0
Receivables:				
Taxes	205,372	242,017	205,372	242,017
<b>Total Assets</b>	<b>\$1,610,752</b>	<b>\$2,721,770</b>	<b>\$2,416,068</b>	<b>\$1,916,454</b>
<b>Liabilities</b>				
Intergovernmental Payable	\$245,962	\$1,259,119	\$1,226,585	\$278,496
Deposits Held and Due to Others	1,364,790	1,462,651	1,189,483	1,637,958
	<b>\$1,610,752</b>	<b>\$2,721,770</b>	<b>\$2,416,068</b>	<b>\$1,916,454</b>

*General Fixed Assets Account Group*

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The General Fixed Assets Account Group is used to account for fixed assets other than those accounted for in the proprietary funds.

**City of Avon, Ohio**  
*Schedule of Changes in General Fixed Assets*  
*By Function and Activity*  
*For the Year Ended December 31, 1999*

	General Fixed Assets 12-31-98	Additions	Deletions	General Fixed Assets 12-31-99
<b><i>General Government:</i></b>				
Mayor	\$4,309	\$549	\$0	\$4,858
Finance	41,788	6,120	0	47,908
Legislative	68,813	0	0	68,813
Council	15,698	0	0	15,698
City Hall	1,144,619	0	0	1,144,619
Library	1,069,538	0	0	1,069,538
<b><i>Total General Government</i></b>	<b>2,344,765</b>	<b>6,669</b>	<b>0</b>	<b>2,351,434</b>
<b><i>Security of Persons and Property:</i></b>				
Mayor's Court Computer	1,610	0	0	1,610
Police Department	648,308	159,106	0	807,414
Fire Department	770,342	351,983	(144,707)	977,618
<b><i>Total Security of Persons and Property</i></b>	<b>1,420,260</b>	<b>511,089</b>	<b>(144,707)</b>	<b>1,786,642</b>
<b><i>Transportation:</i></b>				
Street Department	626,718	389,293	0	1,016,011
<b><i>Community Environment:</i></b>				
Planning Commission	7,104	1,900	0	9,004
Building Department	37,284	6,084	0	43,368
<b><i>Total Community Environment</i></b>	<b>44,388</b>	<b>7,984</b>	<b>0</b>	<b>52,372</b>
<b><i>Leisure Time Activities:</i></b>				
Park Development	1,301,390	0	0	1,301,390
Community Center	10,476	0	0	10,476
Recreation	13,499	0	(1,809)	11,690
<b><i>Total Leisure Time Activities</i></b>	<b>1,325,365</b>	<b>0</b>	<b>(1,809)</b>	<b>1,323,556</b>
<b><i>Total General Fixed Assets</i></b>	<b>\$5,761,496</b>	<b>\$915,035</b>	<b>(\$146,516)</b>	<b>\$6,530,015</b>



**City of Avon**  
*Schedule of General Fixed Assets*  
*By Function and Activity*  
*December 31, 1999*

	<u>Total</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Machinery and Equipment</u>
<b><i>General Government:</i></b>				
Mayor	\$4,858	\$0	\$0	\$4,858
Finance	47,908	0	0	47,908
Legislative	68,813	0	0	68,813
Council	15,698	0	0	15,698
City Hall	1,144,619	319,286	776,095	49,238
Library	1,069,538	106,954	962,584	0
<b><i>Total General Government</i></b>	<u>2,351,434</u>	<u>426,240</u>	<u>1,738,679</u>	<u>186,515</u>
<b><i>Security of Persons and Property:</i></b>				
Mayor's Court Computer	1,610	0	0	1,610
Police Department	807,414	0	138,191	669,223
Fire Department	977,618	6,417	71,142	900,059
<b><i>Total Security of Persons and Property</i></b>	<u>1,786,642</u>	<u>6,417</u>	<u>209,333</u>	<u>1,570,892</u>
<b><i>Transportation:</i></b>				
Street Department	1,016,011	11,200	12,901	991,910
<b><i>Community Environment:</i></b>				
Planning Commission	9,004	0	0	9,004
Building Department	43,368	0	0	43,368
<b><i>Total Community Environment</i></b>	<u>52,372</u>	<u>0</u>	<u>0</u>	<u>52,372</u>
<b><i>Leisure Time Activities:</i></b>				
Park Development	1,301,390	1,052,842	204,123	44,425
Community Center	10,476	384	6,595	3,497
Recreation	11,690	11,690	0	0
<b><i>Total Leisure Time Activities</i></b>	<u>1,323,556</u>	<u>,064,916</u>	<u>210,718</u>	<u>47,922</u>
<b><i>Total General Fixed Assets</i></b>	<u><u>\$6,530,015</u></u>	<u><u>\$1,508,773</u></u>	<u><u>\$2,171,631</u></u>	<u><u>\$2,849,611</u></u>

**City of Avon, Ohio**  
*Schedule of General Fixed Assets*  
*By Sources*  
*December 31, 1999*

<b><i>General Fixed Assets:</i></b>	
Land	\$1,508,773
Buildings and Improvements	2,171,631
Machinery and Equipment	<u>2,849,611</u>
<b><i>Total General Fixed Assets</i></b>	<b><u>\$6,530,015</u></b>
Investment in General Fixed Assets	
Prior to December 31, 1989	\$1,918,187 (A)
Investment in General Fixed Assets	
General Fund Revenues	485,619
Special Revenue Fund Revenues	2,483,307
Capital Projects Fund Revenues	<u>1,642,902</u>
<b><i>Total Investment in General Fixed Assets</i></b>	<b><u>\$6,530,015</u></b>

(A) Amount represents general fixed assets acquired prior to December 31, 1989 for which sources of funding are not available.

**STATISTICAL SECTION**

**City of Avon, Ohio**  
*General Fund Expenditures by Function*  
*Last Ten Years*

<u>Year</u>	<u>General Government</u>	<u>Security of Persons and Property</u>	<u>Community Environment</u>	<u>Debt Service</u>	<u>Total</u>
1999	\$1,066,008	\$312,173	\$488,899	\$0	\$1,867,080
1998	985,250	291,773	407,599	0	1,684,622
1997	823,987	263,151	306,507	0	1,393,645
1996	790,707	233,002	266,449	4,342	1,294,500
1995	778,945	226,615	207,806	0	1,213,366
1994	620,857	158,532	152,933	0	932,322
1993	603,836	166,814	125,292	0	895,942
1992	635,830	147,202	125,679	0	908,711
1991	483,928	130,962	113,626	0	728,516
1990	445,781	152,542	86,441	0	684,764

Source: City Financial Records

**City of Avon, Ohio**  
**General Fund Revenues by Source**  
**Last Ten Years**

Year	Taxes	Charges For Services	Fines, Licenses and Permits	Inter- Governmental	Interest	Other	Total
1999	\$2,401,565	\$182,203	\$1,123,669	\$496,647	\$167,297	\$67,635	\$4,439,016
1998	2,205,083	154,338	694,285	482,559	141,319	57,080	3,734,664
1997	1,775,306	121,279	598,810	424,946	112,457	55,846	3,088,644
1996	1,561,562	99,100	579,284	367,621	123,590	0	2,731,157
1995	1,288,926	85,983	523,587	323,696	92,514	13,589	2,328,295
1994	1,266,238	85,516	467,090	291,041	28,681	449	2,139,015
1993	892,217	68,622	389,490	269,605	22,838	8,931	1,651,703
1992	901,666	66,471	300,004	222,238	28,442	7,691	1,526,512
1991	837,093	51,249	287,965	273,162	43,678	13,840	1,506,987
1990	753,706	47,268	303,499	283,571	32,143	15,119	1,435,306

Source: City Financial Records

**City of Avon, Ohio**  
**Property Tax Levies and Collections**  
*Last Ten Years*

Collection Year	Current Tax Levy (1)	Current Tax Collections (1)	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
1999	\$1,679,130	\$1,618,904	96.4%	\$38,080	\$1,656,984	98.7%	\$69,858	4.2%
1998	1,299,724	1,259,756	96.9	23,636	1,283,392	98.7	45,374	3.5
1997	1,162,180	1,124,799	96.8	17,473	1,142,272	98.3	39,913	3.4
1996	1,033,712	1,016,174	98.3	15,559	1,031,733	99.8	18,818	1.8
1995	1,073,543	1,057,489	98.5	28,081	1,085,570	101.1	19,258	1.8
1994	873,109	856,352	98.1	19,631	875,983	100.3	29,526	3.4
1993	727,753	707,435	97.2	14,936	722,371	99.3	29,134	4.0
1992	645,789	631,864	97.8	10,400	642,264	99.5	20,406	3.2
1991	577,759	565,799	97.9	15,648	581,447	100.6	15,784	2.7
1990	541,169	548,438	101.3	17,806	566,244	104.6	45,732	8.5

Source: County Auditor, Lorain County, Ohio

(1) State reimbursement for rollback and homestead exemptions are included

**City of Avon, Ohio**  
**Assessed Valuation and Estimated Actual Value of Taxable Property**  
**Last Ten Years**

Collection Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Ratio of Assessed Value to Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1999	\$218,823,620	\$625,210,343	\$19,035,790	\$21,631,580	\$14,944,821	\$59,779,284	\$252,804,231	\$706,621,207	36%
1998	198,825,660	568,073,314	18,971,270	21,558,261	15,240,470	60,961,880	233,037,400	650,593,455	36
1997	145,084,780	414,527,943	18,608,300	21,145,795	10,155,660	40,622,640	173,848,740	476,296,378	37
1996	126,386,940	361,105,543	17,609,820	20,011,159	9,182,579	36,730,316	153,179,339	417,847,018	37
1995	116,044,800	331,556,571	18,932,760	21,514,500	8,930,603	35,722,412	143,908,163	388,793,483	37
1994	96,780,230	276,514,943	14,031,140	15,944,477	8,990,600	35,962,400	119,801,970	328,421,820	36
1993	93,754,190	267,869,114	12,556,370	14,268,602	7,721,281	30,885,124	114,031,841	313,022,840	36
1992	90,145,370	257,558,200	12,624,390	14,345,898	7,458,408	28,686,185	110,228,168	300,590,283	37
1991	70,101,980	200,284,800	12,045,200	13,687,727	6,312,237	23,378,656	88,459,417	237,351,183	37
1990	64,878,550	185,319,600	11,770,090	13,375,120	7,088,316	25,315,414	83,736,956	224,010,134	37

Source: County Auditor, Lorain County, Ohio

Estimated actual value is calculated by dividing the assessed value by assessment percentage. The percentages for 1999 were 35% for real property, 35% for public utility real, 88% for public utility tangible and 25% for tangible personal.

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

Collection Year	City of Avon					Avon City School District	Lorain County	Lorain County Joint Vocational School	Total Direct and Overlapping Governments
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total City				
1999	\$2.02	\$6.63	\$0.35	\$1.50	\$10.50	\$50.27	\$10.79	\$2.45	\$74.01
1998	2.02	7.28	0.37	0.50	10.17	50.60	10.79	2.45	74.01
1997	2.02	7.28	0.72	0.50	10.52	52.23	12.69	2.45	77.89
1996	2.02	7.08	0.72	0.50	10.32	52.95	12.69	2.45	78.41
1995	2.02	7.08	0.72	0.50	10.32	47.05	11.49	2.45	71.31
1994	2.02	7.08	0	0.50	9.60	47.35	11.49	2.45	70.89
1993	2.02	7.08	0	0.50	9.60	47.80	11.39	2.45	71.24
1992	2.02	7.08	0	0	9.10	48.15	11.74	2.45	71.44
1991	2.02	7.08	0	0	9.10	48.15	11.74	2.45	71.44
1990	2.02	7.08	0	0	9.10	51.15	11.74	2.45	74.44

Source: County Auditor, Lorain County, Ohio



**City of Avon, Ohio**  
*Special Assessments*  
*Billings and Collections*  
*Last Ten Years*

<u>Collection Year</u>	<u>Amount Billed</u>	<u>Amount Collected</u>	<u>Percent Collected</u>
1999	\$387,653	\$228,653 (1)	58.9 %
1998	281,902	201,333 (1)	71.4
1997	73,765	70,222 (1)	95.2
1996	160,377	149,649	93.3
1995	66,719	64,993	97.4
1994	71,857	62,127	86.5
1993	67,067	56,960	84.9
1992	68,057	59,684	87.7
1991	76,123	67,226	88.3
1990	77,799	70,243	90.3

Source: County Auditor, Lorain County, Ohio

(1) Special assessments prepaid by residents and not billed by the County or which were recorded in the proprietary funds are not included.

City of Avon, Ohio  
 Computation of Legal Debt Margin  
 December 31, 1999

Assessed Value		\$252,804,231
Legal Debt Margin:		
Debt Limitation - 10.5 percent of Assessed Value		26,544,444
Debt Applicable to Limitation:		
General Obligation Bonds	\$3,251,539	
Special Assessment Bonds	3,226,660	
Revenue Bonds	646,800	
Notes	1,480,000	
OWDA Loans	1,427,323	
OPWC Loans	182,394	
Contractual Debt Obligation	1,391,967	
Gross Indebtedness (Total Voted and Unvoted Debt)	11,606,683	
Less: Debt Outside Limitations:		
Special Assessment Bonds	3,226,660	
OWDA Loans	1,427,323	
Revenue Bonds	646,800	
Enterprise Fund Notes	1,390,000	
Contractual Debt Obligation	1,391,967	
Total Debt Outside Limitations	8,082,750	
Total Debt Applicable to Limitation - Within 10.5% Limitations	3,523,933	
Less: Amount Available in Debt Service Fund to pay debt applicable to limitation	35,467	
Net Debt Within 10.5% Limitation		3,488,466
Overall Debt Margin Within 10.5% Limitation		\$23,055,978
*****		
Unvoted Debt Limitation - 5.5% of Assessed Valuation		\$13,904,233
Gross Indebtedness Authorized by Council	\$11,606,683	
Less: Debt Outside Limitations:		
Total Debt Outside Limitations	8,082,750	
Debt Within 5.5% Limitation	3,523,933	
Less Amount Available in Debt Service Fund	35,467	
Net Debt Within 5.5% Limitation		3,488,466
Unvoted Debt Margin Within 5.5% Limitation		\$10,415,767

Source: City Financial Records

**City of Avon, Ohio**  
*Ratio of Net General Bonded Debt to Assessed  
Value and Net Bonded Debt Per Capita  
Last Ten Years*

<u>Year</u>	<u>Population (1)</u>	<u>Assessed Value (2)</u>	<u>Gross General Bonded Debt</u>	<u>Debt Service Monies Available</u>	<u>Net General Bonded Debt</u>	<u>Ratio of Net General Bonded Debt to Assessed Value</u>	<u>Net General Bonded Debt Per Capita</u>
1999	7,337	\$252,804,231	\$3,251,539	\$35,467	\$3,216,072	1.27 %	\$438.34
1998	7,337	233,037,400	3,177,290	168,479	3,008,811	1.29	410.09
1997	7,337	173,848,740	3,292,426	39,366	3,253,060	1.87	443.38
1996	7,337	153,179,339	1,805,387	12,024	1,793,363	1.17	244.43
1995	7,337	143,908,163	168,348	127,023	41,325	0.03	5.63
1994	7,337	119,801,970	176,309	0	176,309	0.15	24.03
1993	7,337	114,031,841	229,270	36,045	193,225	0.17	26.34
1992	7,337	110,228,168	281,943	83,527	198,416	0.18	27.04
1991	7,337	88,459,417	164,816	84,349	80,467	0.09	10.97
1990	7,337	83,736,956	202,689	80,194	122,495	0.15	16.70

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

(2) Source: County Auditor, Lorain, Ohio

**City of Avon, Ohio**  
*Ratio of Annual Debt Service Expenditures for  
 General Bonded Debt to Total General Fund Expenditures  
 Last Ten Years*

<u>Year</u>	<u>Principal</u>	<u>Interest and Fiscal Charges</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures</u>	<u>Ratio of Debt Service to Total General Fund Expenditures</u>
1999	\$134,353	\$163,645	\$297,998	\$1,867,080	15.96%
1998	115,136	173,393	288,529	1,684,622	17.13
1997	63,761	117,731	181,492	1,393,645	13.02
1996	72,961	20,480	93,441	1,294,500	7.22
1995	72,961	11,637	84,598	1,213,366	6.97
1994	52,961	15,441	68,402	932,322	7.34
1993	52,673	20,091	72,764	895,942	8.12
1992	42,873	18,855	61,728	908,711	6.79
1991	37,873	15,551	53,424	728,516	7.33
1990	37,873	22,399	60,272	684,764	8.80

Source: City Financial Records

**City of Avon, Ohio**  
*Computation of Direct and Overlapping Debt*  
*December 31, 1999*

	<u>General Tax Supported Debt Outstanding</u>	<u>Overlapping Percentage Applicable to City of Avon (1)</u>	<u>Amount Applicable to City of Avon</u>
City of Avon	\$3,251,539	100.00%	\$3,251,539
Lorain County	9,018,415	5.38	<u>485,191</u>
			<u><u>\$3,736,730</u></u>

Source: County Auditor, Lorain County, Ohio

(1) Percentages were 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 Avon, Ohio  
Revenue Bond Coverage  
Water and Sewer Funds  
Last Ten Years

Fund/Year	Operating Revenues	Operating Expenses (a)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
<u>Water Fund:</u>							
1999	\$1,343,851	\$1,491,115	(\$147,264)	\$16,800	\$22,091	\$38,891	(3.79)
1998	1,160,578	943,032	217,546	14,700	22,885	37,585	5.79
1997	951,557	1,020,883	(69,326)	14,700	23,649	38,349	(1.81)
1996	973,405	842,056	131,349	12,600	26,225	38,825	3.38
1995	815,563	644,160	171,403	12,600	26,842	39,442	4.35
1994	729,621	470,729	258,892	12,600	25,356	37,956	6.82
1993	604,824	554,061	50,763	12,600	25,981	38,581	1.32
1992	514,652	483,341	31,311	15,000	17,135	32,135	0.97
1991	493,834	477,046	16,788	15,000	1,500	16,500	1.02
1990	455,276	424,658	30,618	10,000	1,680	11,680	2.62
<u>Sewer Fund: (b)</u>							
1999	1,384,526	986,226	398,300	16,800	22,091	38,891	10.24
1998	1,280,641	795,858	484,783	14,700	22,885	37,585	12.90
1997	754,645	626,194	128,451	14,700	23,649	38,349	3.35
1996	590,733	265,124	325,609	12,600	26,225	38,825	8.39
1995	515,576	223,475	292,101	12,600	26,842	39,442	7.41
1994	386,703	171,697	215,006	12,600	25,356	37,956	5.66
1993	412,487	149,763	262,724	12,600	25,861	38,461	6.83
1992	253,188	108,808	144,380	0	16,235	16,235	8.89

Source: City Financial Records

(a) Operating expenses exclusive of depreciation

(b) Prior to 1992, there were no Sewer revenue bonds.

**City of Avon, Ohio**  
*Demographic Statistics*  
*Last Ten Years*

<u>Year</u>	<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate Lorain County (3)</u>
1999	7,337	1,600	5.0%
1998	7,337	1,519	3.6
1997	7,337	1,382	6.1
1996	7,337	1,322	7.8
1995	7,337	1,229	5.1
1994	7,337	1,145	4.4
1993	7,337	1,135	5.9
1992	7,337	1,075	9.7
1991	7,337	1,058	9.7
1990	7,337	1,040	7.7

Sources: (1) U.S. Bureau of the Census  
(2) Avon Board of Education  
(3) Ohio Department of Unemployment, Labor Market Information Department

**City of Avon, Ohio**  
*Property Values, Construction and Bank Deposits*  
*Last Ten Years*

<u>Year</u>	<u>Number of Building Permits</u>	<u>Dollar Value of Building Permits Issued (1)</u>	<u>Estimated Actual Property Values (2)</u>	<u>Bank Deposits (3)</u>
1999	602	\$119,544,836	\$706,621,207	\$463,993,000
1998	454	85,451,965	650,593,455	444,974,000
1997	365	67,079,328	476,296,378	1,381,977,000
1996	341	55,698,940	417,847,018	1,329,795,000
1995	177	44,123,801	388,793,483	1,237,991,000
1994	159	26,888,041	328,421,820	1,254,166,000
1993	148	16,168,271	313,022,840	1,170,581,000
1992	65	8,342,766	300,590,283	1,126,173,000
1991	93	11,092,800	237,351,183	1,066,123,000
1990	128	8,727,000	224,010,134	1,317,821,000

Source: (1) Avon Building Department  
(2) Lorain County Auditor's Office  
(3) Federal Reserve Bank of Cleveland



**City of Avon, Ohio**  
*Ten Largest Real Property Taxpayers*  
 December 31, 1999

Taxpayer	Real Property Assessed Valuation	Percentage of Total Real Property Assessed Valuation
Cleveland Electric Illuminating Company	\$10,686,780	4.88%
Columbia Gas of Ohio	3,491,510	1.60
Century Telephone	3,454,460	1.58
Carnegie Residential	3,352,260	1.53
Manco Incorporated	2,030,500	0.93
Avon Oaks Country Club	1,364,390	0.62
David Kirschenbaum (Good Samaritan)	1,316,960	0.60
French Creek	1,056,790	0.48
Danny B. Lloyd	949,500	0.43
Robert Barto	878,550	0.41
<b>Total of Above</b>	<b>\$28,581,700</b>	<b>13.06%</b>
<b>Total City Valuation</b>	<b>\$218,823,620</b>	

Source: County Auditor, Lorain, Ohio

**City of Avon, Ohio**  
*Miscellaneous Statistics*  
*December 31, 1999*

<b>GOVERNMENT:</b>	
Date of Incorporation	1917
Form of Government	Mayor/Council
<b>AREA:</b>	20.5 square miles
<b>STREETS:</b>	103 miles of streets
<b>NUMBER OF STREET LIGHTS (PER LIGHT BILL)</b>	351
<b>EDUCATION:</b>	
Attendance Centers	4
Teachers	111
Students	1,600
<b>WATER:</b>	
Miles of Water Mains	75.00
<b>SEWERS:</b>	
Miles of Sanitary Sewers	53.00
<b>BUILDING PERMITS ISSUED:</b>	
Residential (Single-family and Multi-family)	338
Commercial/Industrial (New and Expansion)	274
<b>RECREATION AND CULTURE:</b>	
Number of Parks	4
Number of Libraries	1
Number of Baseball Diamonds	7
<b>POLICE:</b>	
Stations	1
Policemen and Officers: Full-Time	16
<b>FIRE:</b>	
Stations	2
Firefighters and Rescue Workers: Part-Time	17
<b>OTHER EMPLOYEES:</b>	
Full-Time	42
Part-Time	37

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STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490

CITY OF AVON

LORAIN COUNTY

CLERK'S CERTIFICATION

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
JULY 18, 2000

City of \_\_\_\_\_

# AVON, OHIO

36080 Chester Road • Avon, Ohio 44011 • (440) 937-7800

James A. Smith, Mayor



STATE OF OHIO  
OFFICE OF THE AUDITOR  

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**CITY OF AVON**

**LORAIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JULY 18, 2000**