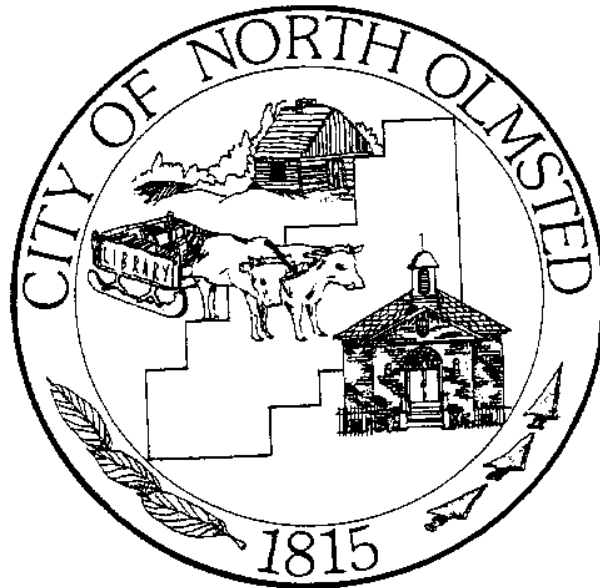

CITY OF NORTH OLMSTED, OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT

for the Year Ended December 31, 2000

Prepared by
The Department of Finance

Carrie B. Copfer, CPA
Director of Finance

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Assistant Director of Finance



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

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Members of City Council
City of North Olmsted

We have reviewed the Independent Auditor's Report of the City of North Olmsted, Cuyahoga County, prepared by Costin + Company for the audit period January 1, 2000 through December 31, 2000. Based upon this review, we have accepted this report in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of North Olmsted is responsible for compliance with these laws and regulations.

JIM PETRO
Auditor of State

August 8, 2001

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City of North Olmsted

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July 10, 2001

Citizens of North Olmsted, Ohio
Honorable Mayor Norman T. Musial
And Members of City Council

We are pleased to present to you the Comprehensive Annual Financial Report of the City of North Olmsted (the "City") for the year ended December 31, 2000. We believe this report, prepared by the Department of Finance, presents comprehensive financial and operating information about the City's activities during 2000 that should be useful to citizens and taxpayers. 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; that it is presented in a manner designed to set forth fairly the financial position and the results of operations of the City; and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been included.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The Introductory section includes a table of contents, the letter of transmittal, a list of principal elected and appointed officials and the City's organizational chart. The Financial section includes the Report of Independent Accountants on the financial statements and schedules, the general purpose financial statements, and the combining individual fund and account group statements and schedules. The Statistical section includes selected financial and demographic data that provide users a summarized history of information.

REPORTING ENTITY

The reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. This definition of reporting entity is found in Government Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity."

The City of North Olmsted's primary government consists of all funds and departments, which are not legally separate from the City. These include a police force, firefighting force, street and sewer maintenance service, sewage treatment plant, municipal bus line, recreation department, senior center, golf course, planning and zoning committees, and staff to provide necessary support to these service providers.

Component units are legally separate organizations for which the City is financially accountable. In addition, a component unit can be another organization for which the nature and significance of its relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. 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 in some manner for the debt of the organization.



Component units may also include organizations fiscally dependent on the City where the City approves the budget, the issuance of debt or the levying of taxes without approval by the other government.

In accordance with the above requirements, the North Olmsted Commission on Paratransit, Inc. (N.O.C.O.P.) has been presented as a discretely presented component unit of the primary government. N.O.C.O.P. provides transportation to residents of the City of North Olmsted, the City of Olmsted Falls and Olmsted Township who are 60 years of age or older or disabled. The commission was formed in 1992 and is governed by a board of trustees which consists of nine members. The following five members are automatic members of the Board of Trustees: The Mayor of the City of North Olmsted or designee, the Director of Finance for the City of North Olmsted or designee, a designee from the Advisory Board for the Department of Human Resources of the City of North Olmsted, a member of the Finance Committee of the North Olmsted City Council as designated by the Chairman of that committee, and the President of the North Olmsted City Council. The remaining four members of the Board of Trustees are elected by the membership as provided by law. Fares are collected based on the destination and frequency that the service is used. The three communities also share costs or deficits on a prorated arrangement based on each community's population. The current formula is as follows: The City of North Olmsted contributes 68.9 percent, the City of Olmsted Falls contributes 10.0 percent and Olmsted Township contributes 21.1 percent. N.O.C.O.P. is presented as a governmental fund type. Complete financial statements for N.O.C.O.P. may be obtained by writing to the North Olmsted Commission On Paratransit, Inc., 5200 Dover Center Road, North Olmsted, Ohio 44070 or by calling (440)716-4168.

COMMUNITY PROFILE

North Olmsted was once a part of the Connecticut Western Reserve, claimed by the state of Connecticut. Investors bought land from the state, sight unseen, and went west to divide it up and sell it to settlers. Aaron Olmstead was one of the early landowners, but he never lived here. His son, Charles Olmstead, owned much of the land along Butternut Ridge and sold plots to the pioneer settlers beginning in 1815. In 1820 Charles Olmstead offered his father's library of 500 books to the community, then called Lenox, if they would change the name to Olmstead. They agreed, and the books, brought by oxcart from Connecticut, were used as a circulating library. The remaining 153 books are on display in the City's library. Over the course of the years, the "a" was omitted and the city became known as "North Olmsted."

In 1908 the residents voted to incorporate becoming a village. In 1951 North Olmsted became a city because it had a population of over 5,000 people. The rapid growth was attributed to returning World War II veterans looking to provide a suburban living for their families. At one time the City was considered the fastest growing city in Ohio because the City more than doubled in size from 1950 to 1960 and doubled again in 1970. Since the 1970 census, the population of North Olmsted has stayed relatively constant at approximately 35,000.

The City is a suburban community located in Cuyahoga County in Northeastern Ohio, approximately 13 miles southwest of the downtown area of the City of Cleveland and approximately 18 miles southeast of the City of Lorain. The City is served by diversified transportation facilities. There is immediate access to three State and U.S. highways and interstate highways I-80 (the Ohio Turnpike) and I-480, with access to interstate highways I-90 and I-71 within five miles of the City. The City is served by Cleveland Hopkins International Airport, located within five miles of the City, and is adjacent to areas served by Conrail and Amtrak railroads.

FORM OF GOVERNMENT

The City of North Olmsted operates under and is governed by its Charter, first adopted by the voters in 1959. The Charter has been and may be amended by the voters from time to time. The City is also subject to some general laws applicable to all cities. Under the Ohio Constitution, the City may exercise all powers of local self-government, and police powers to the extent not in conflict with applicable general laws. The Charter provides for a mayor-council form of government.

Legislative authority is vested in a seven-member Council, of whom three members are at-large and four members are from wards, all elected to four-year terms. The Council sets compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades, and other municipal purposes. The presiding officer is the President of Council, elected specifically to that office by the voters for a four-year term. The President of Council has no vote except in the event of a tie. The Charter establishes certain administrative departments and the Council may establish divisions of those departments or additional departments and has exercised that authority.

The City's chief executive and administrative officer is the Mayor, elected by the voters specifically to that office for a four-year term. The other elected City officials are the Director of Finance and the Director of Law, each elected to a four-year term. All elected officials, except the Mayor and Director of Finance, serve part-time.

The Mayor has authority to appoint the directors of Public Safety, Public Service, Human Resources, Personnel and Administrative Services, certain City employees and members of a number of City boards and commissions. The Mayor generally may remove, without the concurrence of Council and in accordance with civil service and collective bargaining agreement requirements, all officers and employees he has appointed, except that heads of departments and divisions created by the Charter may only be removed with the concurrence of two-thirds of the members of Council. The Mayor may not remove officers and employees of Council, or the Finance and Law departments.

The Mayor may veto any legislation passed by Council. A veto may be overridden by a two-thirds vote of all members of Council.

ECONOMIC CONDITION AND OUTLOOK

The City is a suburban residential community and a commercial center for the western portion of Cuyahoga County and adjacent Lorain County. The largest commercial development in the City includes the Great Northern Shopping Center and Mall, a 1.7 million square foot retail complex with approximately 225 stores, professional and medical offices and restaurants; the Great Northern Corporate Center phases I, II and III, a 267,000 square foot executive office complex; and the Great Northern Technology Center, a 144,000 square foot office complex, all located immediately adjacent to an interchange on interstate highway I-480. These properties have been developed in phases over the past 30 years. The businesses located in them now provide employment for approximately 6,500 persons.

Construction of a 210,000 square foot Dillard's Department Store as a fourth "anchor" store to the Great Northern mall along with a 30,000 square foot addition connecting the Mall to the new Dillard's (estimated construction cost of \$25 million) is tentatively scheduled to commence in 2001.

Many of the existing smaller retail complexes throughout the City have been renovated for aesthetic reasons as well as for retooling and revitalizing previously vacant retail space.

Complexes completed in 2000 include:

- § Dick's Sporting Goods on Great Northern Boulevard
- § Golf Galaxy on Lorain Road
- § Babies R Us on Lorain Road
- § Thomasville Furniture on Lorain Road
- § Fish Furniture doubling its space on Lorain Road

In 1992, to promote and encourage industrial and commercial development, the City established a city-wide community reinvestment area and actively participated in the designation by the State of an enterprise zone covering approximately one-half of the City. This enterprise zone includes the industrial park, the Great Northern commercial complexes, and most of the undeveloped land in the City.

The City, on numerous occasions, has utilized its authority to offer both, or a combination of, community reinvestment area and enterprise zone tax abatements. Under the community reinvestment area program, the City may approve real property tax abatements of up to 100 percent for 15 years for improvements to commercial and industrial buildings. Improvements to residential property may qualify for tax abatement of up to 100 percent for 10 years. Under the enterprise zone program, the City, with the approval of the County and the North Olmsted City School District (the School District), can grant real and personal property tax abatements for improvements to nonresidential property within the enterprise zone for a maximum of 100 percent of the value of the improvements and for a maximum period of 10 years. Under certain circumstances, the City has agreed (and is now required to agree) to share with the School District a portion of the payroll and corporate income taxes it receives to compensate the School District for a portion of the property taxes abated.

Residential development has continued in the City. Four new housing developments were substantially completed in 2000. These developments include three single-family home developments and a complex of 60 condominiums and 101 two-family homes.

Construction began in 1999 on two assisted living facilities. The first is a 53,000 square foot, 63-unit facility and the second is a 39,000 square foot, 39-unit facility. The 39-unit facility was completed in the fall of 2000, and the 63-unit facility is expected in the fall of 2001. Also, A 13,000 square foot day care facility was constructed on the eastern end of town at an abandoned site, with completion in early 2001.

In 2000, the Northern Ohio Golf Association announced plans to locate a new headquarters building and museum in the City. Those plans have been approved by the requisite City boards and commissions, and construction is expected to commence in the fall of 2001. The facility is to be located across from the City's Springvale Golf Course and Ballroom.

The City's economic future is strong due to the balance of commercial, retail and residential development which diversifies the City's tax base by not being dependent on one particular resource. Additionally, the City is not dependent on one significant taxpayer. No one taxpayer provided for more than 5% of municipal income taxes collected in 2000 or over 5% of the total assessed valuation in 2000.

MAJOR ACCOMPLISHMENTS

Governmental Fund Accomplishments

Safety

In accordance with policy and past practice, five replacement police cars were purchased for 2000. The funding source was the Hotel/Motel Tax Fund, which is dedicated to the purchase of safety equipment and safety related capital improvements. State of the art fire fighter turnout gear, an emergency rescue squad and related equipment, a fire officer's vehicle, and an upgrade in the self-contained breathing apparatus (SCBA) for our fire fighters were also purchased from the fund's resources. The new rescue squad equipment and supplies were funded in part through a \$2,944 Ohio Department of Public Safety Division of Emergency Medical Services grant. In fall of 2000 the Fire Department also received a \$32,059 Training Grant from the Ohio Department of Public Safety Division of Emergency Medical Services Grant. Central Dispatch received a new computer recording device for radio traffic and 911 phone lines replacing an antiquated system. A major capital improvement, funded through bonds, was the replacement of the heating ventilation and cooling system for the police station. In 2001, resources are allocated to provide for normal police vehicle replacement, a new fire engine to replace an aged fire engine (funded via notes paid for over three years from the Hotel/Motel Tax fund), a replacement fire vehicle, additional turnout gear and SCBA planned for replacement.

Two new traffic enforcement programs were implemented in 2000. The Safety Traffic Enforcement Program (STEP) was funded via a \$20,000 grant from the State of Ohio to focus on traffic issues affecting our community, such as seat belt use. The Safe Traffic Oriented Policing (STOP) program was funded from fine money paid by the violator to pay for the officer's overtime and benefits. This was intended to target high accident areas and high traffic complaint areas. Excess funds can be used for police

equipment. In 2001 the STOP fund purchased the bicycles for the newly formed Bicycle Patrol Unit commencing in April, 2001.

The Mayor, with the approval of Council, has made a concerted effort in 2001 to appropriate additional funds to improve the efficiency of our safety forces by hiring two additional full time 911 dispatchers, matching funds for a potential additional School Resource Officer grant and three additional fire fighters. This is the first significant increase since the mid 1990s.

During 2000, the Building Department enforced the home inspection program implemented in 1999 to prospectively issue citations necessary to maintain the quality of housing stock. In 2000 the Building Department was also responsible for the internal and external inspections of property improvements falling under the Housing Enhancement Loan Program (HELP). This program, which the City joined through the lobbying efforts of the Mayor and all City Council members, provides a vehicle by which homeowners with single or multifamily houses valued at less than \$250,000 can borrow at a rate three percent below their current lending rate to perform internal and external property improvements.

Service

The Service Department, while providing their normal City services of street and storm ditch maintenance and repair, City beautification, snow plowing, grass cutting, cemetery maintenance, City equipment maintenance and repair, City building maintenance, resident complaint response, etc., continued building gabion-lined storm water channels aimed at eliminating infiltration of storm water into the sanitary sewer system, which optimizes efficiency of water processing, minimizes erosion, and therefore, requires less manpower to maintain clear channels. \$350,000 was expended for the year 2000 funded out of the Sewer Fund, with \$107,000 earmarked for the year 2001 to complete the program. In the year 2000 a vehicle lift was replaced in the service garage along with the purchase of two dump trucks and a van replacing aged equipment.

The Engineering Department managed an \$850,000 slab repair program for the year 2000. Council approved \$750,000 for 2001. Slab repair is funded through capital improvement bonds. The Issue II grants for Brookpark Road Rehabilitation were revised to include sidewalk installation the length of Brookpark Road where it does not exist. The state paid 90 percent of the \$522,000 estimated cost and the City was responsible for the remaining 10 percent. This added 75,000 square feet of sidewalks from Lorain Road to Clague Road on Brookpark Road.

The Engineering Department is also coordinating the completion of the Mayor's initiative to provide street lights on all City streets where homeowners desire lighting. Council authorized \$300,000 to install street lighting in 2000 and \$300,000 in 2001. All funds are part of the bonds issued for capital improvements in the years 2000 and 2001, respectively. The administration expects completion in 2003.

Recreation

Continuing the Mayor's and Council's commitment to recreation for the year 2000, infrastructure renovation proceeded with a capital commitment of \$550,000 to replace the Heating Ventilation and Air Conditioning in the main Recreation Center building, repair and seal the tennis court roof, renovate the lobby and concession area of the ice rink complex, provide a light and sound system for the ice rink, improve the lighting of the ball diamond at North Olmsted Park along with engineering studies being secured to build basketball and tennis courts, and expand parking and restroom facilities at the park. The North Olmsted Community Council donated a picnic shelter for North Olmsted Park. Furthermore, a group of residents raised over \$100,000 to donate to the City for the purpose of building a skate park on land where the Recreation Center Complex is located. Construction of the skate park was completed in May, 2001. An additional \$250,000 has been borrowed for in 2001 to complete the North Olmsted Park renovation. Additionally, a \$30,000 CDBG grant was awarded for 2001 to provide an ADA (Americans with Disabilities Act) compliant entrance access at the Recreation Center complex.

Library

The residents of North Olmsted approved a 20 year 1.1 millage property tax levy in November, 2000 to construct a new 30,000 square foot free public library building that will be owned by the City and leased to the Cuyahoga County Public Library. The library will be located adjacent to the School District Middle

School campus and the City Hall complex. Land acquisition and site plans are underway with the expectation to begin construction in summer of 2002.

Enterprise Fund Accomplishments

Though the Sanitary Sewer Fund, the North Olmsted Municipal Bus Line and Springvale Golf Course and Ballroom are operated as self-supporting entities, they are an integral part of North Olmsted's city services and accomplishments.

The Sanitary Sewer System and Treatment Plant

The Sanitary Sewer System and Treatment Plant have both seen significant capital improvements, maintenance and repairs as part of an ongoing plan with the goal of eliminating flooding in the City and becoming the lowest cost provider of sewer services. In 1996 sewer rates were raised to support a five year plan of stable rates through the year 2000 designed to accomplish the following objectives: meet debt service requirements; eliminate the January 1, 1995 cash deficit by January 1, 1997; and have adequate cash flow for operations, maintenance, and repair. With both capital and operational improvements made, the available funds at the current rate should allow operation of the system and plant through 2004 and possibly beyond. In 1996 the City was in the 90th percentile of sewer rates according to the Ohio Municipal League Water and Sewer Comparative Rate Survey. In 1999 that same study ranked the City's sewer rates in the 50th percentile.

The plant and system received a new five year Environmental Protection Agency (EPA) National Pollutant Discharge Elimination System (NPDES) operating permit in June 2000 and has achieved 100% compliance since August 2000. In 2000, the aeration unit process alterations were completed. Additionally, a pilot test for the high speed, high solids, solid bowl dewatering centrifuge system was performed and was so successful, Council authorized an additional lease in 2000 to keep the centrifuge and ultimate purchase of the equipment in early 2001. This technology replaced a high cost, sludge processing system. This has not only enabled the aforementioned compliance, but also has reduced odors significantly for our area residents.

North Olmsted Municipal Bus Line (NOMBL)

The North Olmsted Municipal Bus Line (NOMBL) is leased by the Regional Transit Authority (RTA) to provide local bus service for surrounding communities. This agreement is valid for another four years. This ensures NOMBL's continued success as a cost effective provider of this important service.

RTA with support of the Mayor and City Council purchased land to build a large park and ride facility near the entrance ramp to Interstate 480 as the present lease with Great Northern Properties will expire in the year 2001. The ground breaking was celebrated along with NOMBL's 70th anniversary in March, 2001. This new site will make it convenient for more riders to utilize the express highway routes for their daily needs. RTA has agreed to construct a new \$10,000,000 bus garage for housing NOMBL buses at the western end of town on property purchased in 1999 for this purpose. This garage will be state of the art and house, at a minimum, 60 buses, 40 more than the current garage. Additionally this will expand the routes NOMBL currently serves and provide new jobs along with ensuring jobs will stay in North Olmsted.

Springvale Golf Course and Ballroom

Springvale Golf Course and Ballroom received its first significant capital improvement since its purchase by the city in late 1994. A community development block grant was utilized to build ADA compliant restrooms to be used for both the golf course and ballroom facilities. This project was completed in October of 2000. The parking lot improvement, including drainage and asphalt surfacing, was completed in June, 2000. All of these are being paid for by Springvale's user charges.

In 2001 Council authorized a \$2.5 million dollar bond issue, which repayment will be made through user charges. This is a comprehensive capital commitment necessary to the revitalization of Springvale to enable it to compete effectively in its market.

The majority of the funds are targeted to the golf course including a fully automated irrigation system, drainage system and renovation of various golf course features including tees, greens, water hazards, cart paths, etc. A new clubhouse and a maintenance building are also on the improvement agenda. For the historic ballroom, a new roof and renovation of the kitchen are planned. These improvements will begin midsummer 2001 with completion in the spring of 2002.

FINANCIAL INFORMATION

Internal Control

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

All internal controls are designed within the above framework. Accordingly, we believe the City's system of internal controls is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

The Accounting System

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

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

Generally accepted accounting principles determine the type of funds used. Prudent financial administration determines the number of individual funds established.

In the preparation of its annual report, the City uses the modified accrual basis of accounting for governmental and agency funds and the full accrual basis for enterprise and internal service funds. When using the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. The full accrual basis recognizes revenues when earned and expenses when incurred. 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.

A more detailed explanation of the basis of accounting for the various funds is included in the Notes to the General Purpose Financial Statements located in the Financial Section of this report.

Budgetary System

A temporary appropriation resolution to control expenditures may be passed on or around January 1 of each year for the period January 1 to March 31. The Annual Appropriation Measure must be passed by April 1 of each year for the period January 1 to December 31. Appropriations by fund must be within the estimated resources as certified by the County Budget Commission, and the total of expenditures and encumbrances may not exceed the appropriations at any level of control. Any revisions that alter the appropriations at the legal level of budgetary control must first be approved by City Council. Council may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources.

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

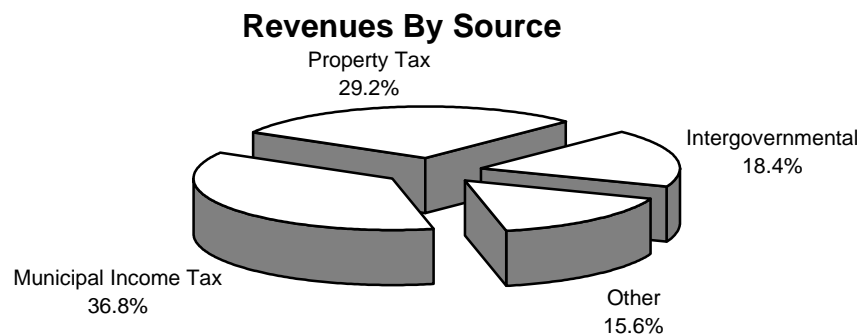
Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions. Appropriation amounts are as originally adopted, or as amended by City Council throughout the year by supplemental appropriations, which either reallocate or increase the original appropriated amounts. During the year, supplemental appropriation measures were legally enacted; however, none of these amendments were significant. The budgetary figures which appear in the statement of budgetary comparisons represents the final appropriation amounts, including all amendments and modifications.

General Government Functions

Revenues

The following schedule represents a summary of revenues for the governmental fund types, which include general, special revenue, debt service and capital project funds for the year ended December 31, 2000 and comparisons to 1999. Revenues for these governmental fund type operations amounted to \$29,488,927 for 2000.

	<u>2000</u>	<u>Percent of Total</u>	<u>1999</u>	<u>Percent of Total</u>	<u>Amount Increase (Decrease)</u>	<u>Percent Increase (Decrease)</u>
Municipal Income Tax	\$10,858,123	36.8%	\$10,257,028	35.6%	\$ 601,095	5.9%
Property and Other Taxes	8,607,246	29.2%	8,553,667	29.7%	53,579	0.6%
Charges for Services	2,110,397	6.8%	2,181,071	7.6%	(174,692)	(8.0)%
Licenses and Permits	668,900	2.3%	809,925	2.8%	(141,025)	(17.4)%
Fines and Forfeitures	417,260	1.4%	177,487	0.6%	239,773	135.1%
Intergovernmental	5,439,266	18.4%	5,894,652	20.5%	(465,572)	(7.9)%
Special Assessments	91,734	0.3%	114,918	0.4%	(23,184)	(20.2)%
Investment Income	684,382	2.3%	531,677	1.8%	152,705	28.7%
Other	611,619	2.5%	276,078	1.0%	449,745	162.9%
Total	\$29,488,927	100.0%	\$28,796,503	100.0%	\$ 692,424	2.4%



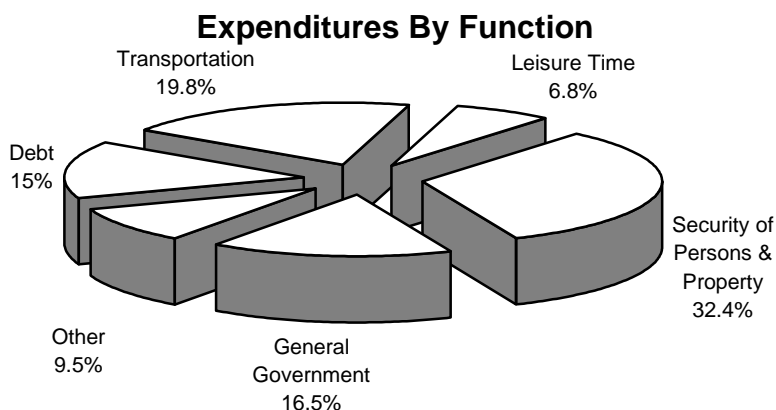
- Municipal income taxes increased by 5.9 percent primarily from higher withholding from existing employers reflecting the good economy and the low unemployment. Also one new office building was opened for an entire year in 2000.

- Fines and forfeitures increased in 2000 primarily from an increase in traffic enforcement through two new programs begun in the summer of 2000.
- Intergovernmental revenues were 7.9 percent lower in 2000 due less Issue II monies received in 2000 on the Brookpark Road project as more of the project was completed in 1999 than 2000.
- Other revenues increased over 1999 by a workers' compensation refund for premium year 2000.

Expenditures

The following schedule represents a summary of all governmental expenditures of general, special revenue, debt service and capital projects funds for the year ended December 31, 2000 and comparisons to 1999. Expenditures for these fund operations amounted to \$30,202,154 for 2000.

	<u>2000</u>	<u>Percent of Total</u>	<u>1999</u>	<u>Percent of Total</u>	<u>Amount of Increase (Decrease)</u>	<u>Percent of Increase (Decrease)</u>
Current:						
General Government	\$4,991,317	16.5%	\$6,000,902	20.2%	\$(1,009,585)	(16.8)%
Security of Persons and Property	9,776,330	32.4%	8,232,264	27.7%	1,544,066	18.8%
Public Health and Welfare	103,558	0.3%	82,655	0.3%	20,903	25.3%
Transportation	5,970,202	19.8%	4,859,368	16.4%	1,110,834	22.9%
Community Environment					-	
Basic Utility Services	1,591,668	5.3%	1,464,750	4.9%	126,918	8.7%
Leisure Time Activities	2,063,492	6.8%	1,975,437	6.7%	88,055	4.5%
Economic Development and Assistance	100,606	0.3%	87,987	0.3%	12,619	14.3%
Other	3,256	0.1%	231	0.0%	3,025	1,309.5%
Capital Outlay	1,064,788	3.5%	2,449,811	8.3%	(1,385,023)	(56.5)%
Debt Service:						
Principal Retirement	2,219,605	7.3%	2,210,601	7.5%	9,004	0.4%
Interest and Fiscal Charges	2,317,332	7.7%	2,302,308	7.8%	15,024	0.7%
Total	<u>\$30,202,154</u>	100.0%	<u>\$29,666,314</u>	100.0%	<u>\$ 535,840</u>	1.8%



- General Government expenditures decreased by nearly 17 percent from 1999. This is attributable to the reclassification of wage and benefit costs such as longevity, retirement payouts, vacation buybacks, employer retirement contributions and workers compensation by source rather than reported all under general government as in 1999.

- Security of Persons & Property expenditures increased by 19 percent. This is due to the reclassification of wage and benefit costs mentioned above; approximately \$150,000 of overtime and benefits from the new 2000 traffic enforcement programs; negotiated wage increases; and increased fire overtime costs due to staffing issues.
- Transportation expenditures increased by nearly 23 percent over 1999. This increase was primarily due to the aforementioned reclassification of wage and benefit costs, significantly higher fuel costs, higher energy costs in the last quarter, additional street maintenance and repairs, a service garage improvement and negotiated wage increases.
- Capital outlay is 56.5 percent lower than 1999 due to the expenditure of two thirds of the Brookpark Road Rehabilitation Issue II grant monies in 1999 while one third was expended in 2000.

Enterprise Funds

Enterprise funds are used to finance and account for the acquisition operation and maintenance of City facilities and services which are intended to be self supporting primarily through user charges and operate similar to a private business enterprise. The City operates the Sewer Revenue Fund, North Olmsted Municipal Bus Line fund and the Springvale Golf Course & Ballroom Fund as enterprise funds.

Total 2000 operating revenues for all enterprise funds were \$11,471,332 while operating expenses totaled \$12,065,816, resulting in an operating loss of \$594,484. After consideration of all nonoperating expenses and operating transfers for debt service requirements, the net loss for 2000 was \$1,872,761. The 2000 net loss was attributable to \$1.3 million in lower revenues than 1999, coupled with certain projects that were anticipated to use much of the retained earnings in 2000, but are expected to save significant operating costs in future years thus increasing retained earnings in those future years.

Internal Service Funds

Internal Service Funds are established to account for the financing of goods or services provided by one department of the City to other departments on a cost reimbursement basis. The City maintains a self-insurance fund for employee health benefits with excess insurance coverage for claims over a specified amount.

Debt Administration

The Debt Service fund type accounts for the accumulation of resources for the payment of general long-term obligations. Revenue sources for these funds include receipts from property taxes and transfers from other funds consisting of income taxes, hotel/motel taxes, sewer user charges and golf user charges.

In September of 2000, all outstanding Bond Anticipation Notes (BANs) \$6,845,000, of which \$2,100,000 represented 2000 capital improvements, were bonded out over the average life of the improvements. In December, 2000, \$2,750,000 in BANs were issued for library improvements as a result of the library levy passed by the voters in November of 2000. In January 2001, \$8,000,000 in BANs were issued for the remaining authorized library improvements. In March 2001, council authorized the issuance of \$10,750,000 unlimited tax bonds retiring the aforementioned notes. Additionally, bonds were authorized for \$2,305,000 in capital improvements, \$2,500,000 self-supporting general obligation bonds for Springvale and \$7,625,000 to refund a portion of the 1992 outstanding bonds to obtain a lower rate of interest.

The Mayor and his administration prioritize capital projects for which borrowings are required. City Council approves such borrowings for these purposes. For the last three years, both the Administration and Council have been committed to borrowing for the prioritized list of current capital needs at an amount less than the City is retiring each year in general obligation debt so that each year the City's total general obligation debt is declining. This is a general policy with the Mayor and City Council's consideration of the impact of voted tax issues and self-supporting enterprise fund debt which occurred in 2000 and 2001.

The City of North Olmsted currently holds an A2 rating from Moody's Investor Service Inc. and an A+ rating from Fitch IBCA, both received in August 2000. Moody's rating represents an upgrade from the 1996 Baa1 rating.

Cash Management

All City cash is pooled for investment purposes in order to maximize yield while protecting principal through conservative investment choices. The City's investment policy designates what type of investments can be made and only permits investments which are in compliance with the Ohio Revised Code. Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

The City plans for short and long term cash flow needs and attempts to match investment maturities accordingly. This is accomplished primarily with certificates of deposits, repurchase agreements, government securities, agency securities, mutual fund and sweep checking accounts.

Risk Management

The City is exposed to various risks of loss related to torts; theft, damage to or destruction of assets; errors and omissions; employee injuries; and natural disasters. By maintaining comprehensive insurance coverage with private carriers, the City has addressed these various types of risk.

The City provides health, dental and vision insurance to its employees through a self-insurance plan. The City funds the insurance plan by contributing the expected cost for single and family coverage out of the fund from which the employee's compensation is paid. Employees contribute a portion of this expected cost on a pre-tax basis through payroll withholding. Resources are accumulated in the internal service fund to meet current and future claims. The City has reinsurance for claims in excess of \$50,000 per individual and \$2,075,523 in the aggregate. Claims in excess of this aggregate are insured by private carriers. The City expects to assume no additional risks in the near future. The City contracts with a third party administrator to process the claims in accordance with the plan. The City also offers a Health Maintenance Organization (HMO) which the City pays a premium per month with no additional assumption of risk.

OTHER INFORMATION

Independent Audit

Included in this report is an unqualified audit opinion regarding the City's financial statements for the year ended December 31, 2000. This year's audit was completed by Costin & Company, a private independent public accounting firm.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of North Olmsted for its comprehensive annual financial report for the fiscal year ended December 31, 1999. This was the first year that the city has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

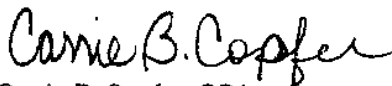
Acknowledgments

This Comprehensive Annual Financial Report was prepared by the Finance Department with cooperation from the entire staff. We thank you. We would like to express our appreciation to other City departments

that provided data for supporting documentation. We offer a special thank you to the Data Processing Department for making our vision a reality on the front cover through in-house technology and talent. We would also like to express our appreciation to our team of auditors from Costin & Company who played an integral part in producing this report.

We would like to thank the Mayor and members of City Council for supporting the preparation of this report, which expresses their commitment to financial integrity. In closing, we would like to thank the residents and taxpayers of the City of North Olmsted for entrusting us with the fiscal administration of their local government.

Respectfully submitted,



Carrie B. Copfer, CPA
Director of Finance



Michelle L. Bowens
Assistant Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of North Olmsted,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1999

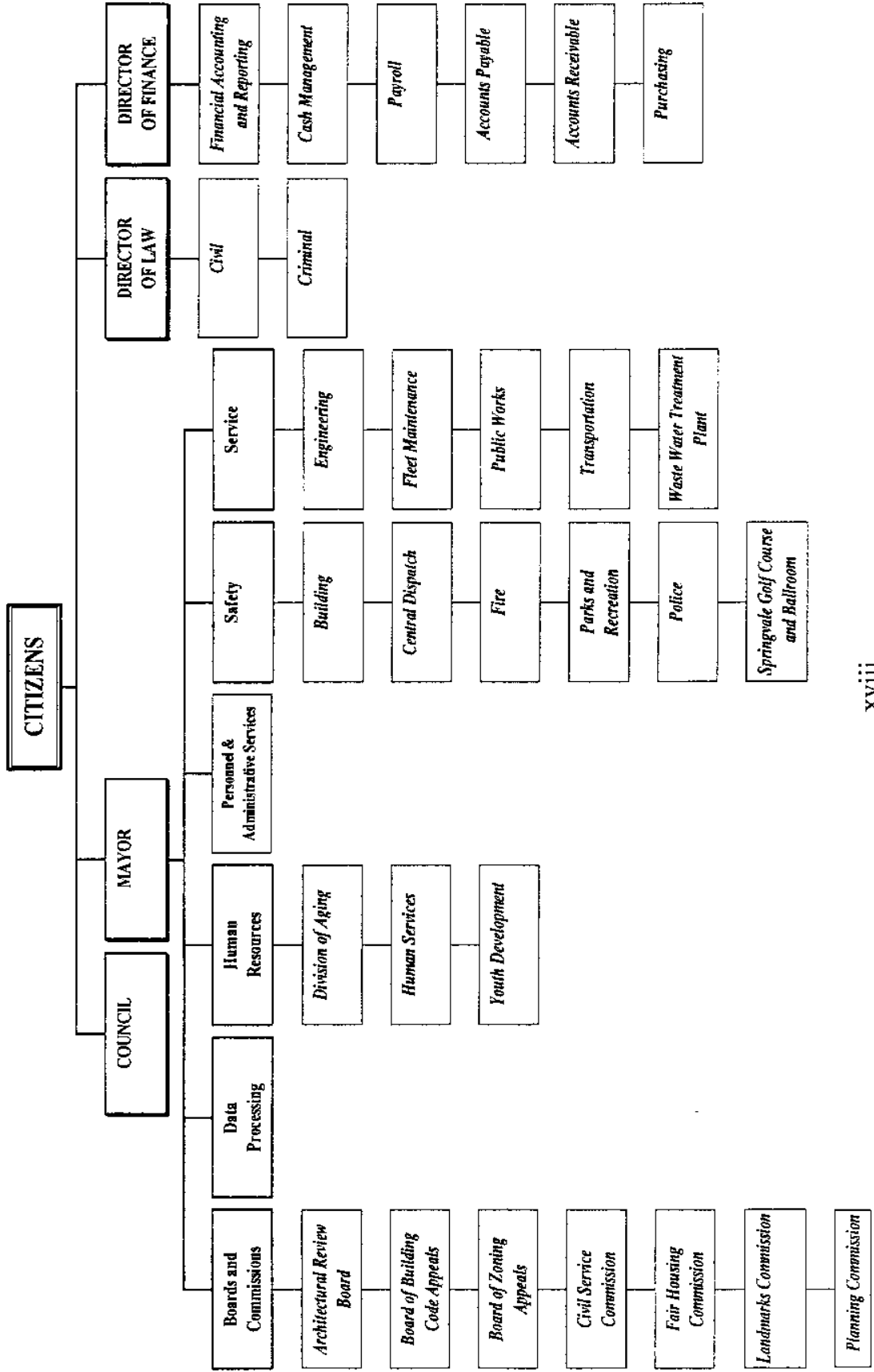
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



Anne Spray Kinsey
President

Jeffrey L. Esser
Executive Director

CITY OF NORTH OLMSTED
Organizational Chart as of December 31, 2000



CITY OF NORTH OLMSTED

PRINCIPAL CITY OFFICIALS
December 31, 2000

Elected Officials

Norman T. Musial	Mayor
Michael R. Gareau	Director of Law
Carrie B. Copfer	Director of Finance
Janet A. Saringer	President of Council
Duane K. Limpert	Council Ward 1
Michael R. Gareau, Jr.	Council Ward 2
George M. Nashar.....	Council Ward 3
Farrell Dean McKay.....	Council Ward 4
Carolyn Kasler.....	Council-At-Large
Paul D. Miller.....	Council-At-Large
Thomas E. O'Grady.....	Council-At-Large

IV. Appointed Officials

Ralph Bohlmann.....	Director of Public Service
Don Copeland	Director of Human Resources
Thomas W. Jenkins.....	Director of Public Safety
Janice Popa.....	Director of Personnel and Administrative Services



COSTIN + COMPANY

Certified Public Accountants

35945 Center Ridge Road

North Ridgeville, OH 44039

INDEPENDENT AUDITOR'S REPORT

To the City Council
City of North Olmsted, Ohio

We have audited the accompanying general purpose financial statements of the City of North Olmsted, Ohio (the City), as of and for the year ended December 31, 2000 as listed in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of North Olmsted, Ohio, as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated July 10, 2001 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

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.

North Ridgeville, Ohio
July 10, 2001

CITY OF NORTH OLMS TED, OHIO
 COMBINED BALANCE SHEET
 ALL FUND TYPES, ACCOUNT GROUPS, AND DISCRETELY PRESENTED COMPONENT UNIT
 DECEMBER 31, 2000

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and other debits</u>				
<u>Assets</u>				
Equity in pooled cash and equivalents	\$ 1,537,956	\$ 1,737,222	\$ 1,151,682	\$ 3,314,448
Other funds on deposit	-	-	-	-
Receivables				
Taxes	6,432,777	1,861,876	3,718,571	-
Accounts	41,885	47,412	-	-
Due from other funds	98,010	231	-	-
Intergovernmental	482,150	176,833	48,280	-
Materials and supplies inventory	257,593	51,059	-	-
Fixed assets	-	-	-	-
Accumulated depreciation	-	-	-	-
<u>Other Debits</u>				
Amount available in debt service fund for retirement of general obligation bonds	-	-	-	-
Amount to be provided from general government resources	-	-	-	-
Amount to be provided from special assessments	-	-	-	-
Total assets and other debits	\$ 8,850,371	\$ 3,874,633	\$ 4,918,533	\$ 3,314,448
<u>Liabilities, fund equity and other credits</u>				
<u>Liabilities</u>				
Accounts payable	\$ 348,014	\$ 212,632	\$ -	\$ 59,732
Accrued wages and benefits	317,333	21,141	-	-
Compensated absences payable	19,912	2,539	-	-
Due to other funds	-	231	-	-
Retainage payable	-	124,436	-	26,484
Intergovernmental payable	212,702	14,523	-	-
Deferred revenue	5,312,806	1,420,986	3,718,571	-
Accrued interest payable	-	-	-	1,050
Notes payable	-	-	-	2,750,000
Claims and judgments payable	-	-	-	-
Refundable deposits	-	-	-	-
OPWC loans payable	-	-	-	-
Police/Fire past service cost	-	-	-	-
OWDA loans payable	-	-	-	-
Bonds payable				
General obligation	-	-	-	-
Special assessment	-	-	-	-
Total liabilities	6,210,767	1,796,488	3,718,571	2,837,266
<u>Fund equity and other credits</u>				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings				
Unreserved	-	-	-	-
Fund balances				
Reserved for encumbrances	110,383	589,698	-	346,347
Reserved for inventories	257,593	51,059	-	-
Reserved for debt service	-	-	1,199,962	-
Unreserved	2,271,628	1,437,388	-	130,835
Total fund equity and other credits	2,639,604	2,078,145	1,199,962	477,182
Total liabilities, fund equity and other credits	\$ 8,850,371	\$ 3,874,633	\$ 4,918,533	\$ 3,314,448

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

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals	North Olmsted	Totals
Enterprise	Internal Service	Agency	General Fixed Assets	General Long-Term Debt	(Memorandum Only)	Commission on Paratransit, Inc.	Reporting Entity (Memorandum Only)
\$ 1,934,601	\$ 524,251	\$ -	\$ -	\$ -	\$ 10,200,160	\$ 15,252	\$ 10,215,412
-	-	139,234	-	-	139,234	-	139,234
-	-	-	-	-	12,013,224	-	12,013,224
121	-	-	-	-	89,418	24,902	114,320
-	-	-	-	-	98,241	-	98,241
1,925,983	-	-	-	-	2,633,246	-	2,633,246
80,497	-	-	-	-	389,149	-	389,149
56,298,515	-	-	23,011,213	-	79,309,728	-	79,309,728
(28,905,220)	-	-	(11,849,288)	-	(40,754,508)	-	(40,754,508)
-	-	-	-	1,199,962	1,199,962	-	1,199,962
-	-	-	-	43,287,838	43,287,838	-	43,287,838
-	-	-	-	670,000	670,000	-	670,000
<u>\$ 31,334,497</u>	<u>\$ 524,251</u>	<u>\$ 139,234</u>	<u>\$ 11,161,925</u>	<u>\$ 45,157,800</u>	<u>\$ 109,275,692</u>	<u>\$ 40,154</u>	<u>\$ 109,315,846</u>
\$ 276,717	\$ 16,198	\$ -	\$ -	\$ -	\$ 913,293	\$ 4,064	\$ 917,357
186,968	-	-	-	-	525,442	4,749	530,191
1,003,770	-	-	-	3,235,815	4,262,036	-	4,262,036
98,010	-	-	-	-	98,241	-	98,241
4,062	-	-	-	-	154,982	-	154,982
220,357	-	-	-	625,250	1,072,832	-	1,072,832
-	-	-	-	-	10,452,363	-	10,452,363
95,000	-	-	-	-	96,050	-	96,050
-	-	-	-	-	2,750,000	-	2,750,000
338,000	320,526	-	-	-	658,526	-	658,526
-	-	139,234	-	-	139,234	-	139,234
-	-	-	-	2,131,961	2,131,961	-	2,131,961
-	-	-	-	117,379	117,379	-	117,379
-	-	-	-	1,417,395	1,417,395	-	1,417,395
19,385,000	-	-	-	36,960,000	56,345,000	-	56,345,000
-	-	-	-	670,000	670,000	-	670,000
<u>21,607,884</u>	<u>336,724</u>	<u>139,234</u>	<u>-</u>	<u>45,157,800</u>	<u>81,804,734</u>	<u>8,813</u>	<u>81,813,547</u>
-	-	-	11,161,925	-	11,161,925	-	11,161,925
9,946,047	-	-	-	-	9,946,047	-	9,946,047
(219,434)	187,527	-	-	-	(31,907)	-	(31,907)
-	-	-	-	-	1,046,428	-	1,046,428
-	-	-	-	-	308,652	-	308,652
-	-	-	-	-	1,199,962	-	1,199,962
-	-	-	-	-	3,839,851	31,341	3,871,192
<u>9,726,613</u>	<u>187,527</u>	<u>-</u>	<u>11,161,925</u>	<u>-</u>	<u>27,470,958</u>	<u>31,341</u>	<u>27,502,299</u>
<u>\$ 31,334,497</u>	<u>\$ 524,251</u>	<u>\$ 139,234</u>	<u>\$ 11,161,925</u>	<u>\$ 45,157,800</u>	<u>\$ 109,275,692</u>	<u>\$ 40,154</u>	<u>\$ 109,315,846</u>

CITY OF NORTH OLMS TED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES, AND DISCRETELY PRESENTED COMPONENT UNIT
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Governmental Fund Types				Totals Primary Government (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	
Revenues					
Municipal income tax	\$ 7,601,553	\$ 3,256,570	\$ -	\$ -	\$ 10,858,123
Property and other taxes	4,575,388	1,493,418	2,538,440	-	8,607,246
Charges for services	774,445	1,335,952	-	-	2,110,397
Licenses and permits	668,900	-	-	-	668,900
Fines and forfeitures	203,999	213,261	-	-	417,260
Intergovernmental	2,895,829	1,334,073	311,919	897,445	5,439,266
Special assessments	-	91,734	-	-	91,734
Investment income	501,906	1,406	181,070	-	684,382
Other	388,366	219,428	-	3,825	611,619
Total revenues	<u>17,610,386</u>	<u>7,945,842</u>	<u>3,031,429</u>	<u>901,270</u>	<u>29,488,927</u>
Expenditures					
Current					
General government	4,753,597	237,720	-	-	4,991,317
Security of persons and property	8,700,110	1,076,220	-	-	9,776,330
Public health and welfare	103,513	45	-	-	103,558
Transportation	3,415,126	2,555,076	-	-	5,970,202
Basic utility services	-	1,591,668	-	-	1,591,668
Leisure time activities	-	2,063,492	-	-	2,063,492
Economic development and assistance	-	100,606	-	-	100,606
Other	-	3,256	-	-	3,256
Capital outlay	-	-	-	1,064,788	1,064,788
Debt service					
Principal retirement	-	45,000	2,174,605	-	2,219,605
Interest and fiscal charges	-	224,384	1,986,638	106,310	2,317,332
Total expenditures	<u>16,972,346</u>	<u>7,897,467</u>	<u>4,161,243</u>	<u>1,171,098</u>	<u>30,202,154</u>
Excess (deficiency) of revenues over expenditures	<u>638,040</u>	<u>48,375</u>	<u>(1,129,814)</u>	<u>(269,828)</u>	<u>(713,227)</u>
Other financing sources (uses)					
Bond proceeds	-	3,750,000	17,489	1,900,000	5,667,489
Sale of fixed assets	30,741	-	-	-	30,741
Operating transfers-in	62,411	229,454	1,743,543	204,109	2,239,517
Other financing uses	(3,980)	(12,736)	-	-	(16,716)
Operating transfers-out	(200,892)	(1,732,618)	(79,585)	-	(2,013,095)
Total other financing sources (uses)	<u>(111,720)</u>	<u>2,234,100</u>	<u>1,681,447</u>	<u>2,104,109</u>	<u>5,907,936</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>526,320</u>	<u>2,282,475</u>	<u>551,633</u>	<u>1,834,281</u>	<u>5,194,709</u>
Increase in reserve for inventories	33,084	7,281	-	-	40,365
Fund balances, beginning of year	2,080,200	(211,611)	648,329	(1,357,099)	1,159,819
Fund balances, end of year	<u>\$ 2,639,604</u>	<u>\$ 2,078,145</u>	<u>\$ 1,199,962</u>	<u>\$ 477,182</u>	<u>\$ 6,394,893</u>

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

North Olmsted Commission on Paratransit, Inc.	Totals Reporting Entity (Memorandum Only)
\$ -	\$ 10,858,123
-	8,607,246
126,514	2,236,911
-	668,900
-	417,260
-	5,439,266
-	91,734
-	684,382
-	611,619
126,514	29,615,441
-	4,991,317
-	9,776,330
-	103,558
120,275	6,090,477
-	1,591,668
-	2,063,492
-	100,606
-	3,256
-	1,064,788
-	2,219,605
-	2,317,332
120,275	30,322,429
6,239	(706,988)
-	5,667,489
-	30,741
-	2,239,517
-	(16,716)
-	(2,013,095)
-	5,907,936
6,239	5,200,948
-	40,365
25,102	1,184,921
\$ 31,341	\$ 6,426,234

CITY OF NORTH OLMSTED, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - ALL GOVERNMENTAL FUND TYPES
 FOR THE YEAR ENDED DECEMBER 31, 2000

	General		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Municipal income tax	\$ 7,455,229	\$ 7,596,529	\$ 141,300
Property and other taxes	4,624,814	4,578,783	(46,031)
Charges for services	810,696	758,127	(52,569)
Licenses and permits	755,837	715,452	(40,385)
Fines and forfeitures	183,800	199,732	15,932
Intergovernmental	2,478,692	2,768,874	290,182
Special assessments	-	-	-
Investment income	400,000	502,102	102,102
Other	39,000	69,305	30,305
Total revenues	<u>16,748,068</u>	<u>17,188,904</u>	<u>440,836</u>
Expenditures			
Current			
General government	4,876,516	4,627,710	248,806
Security of persons and property	9,077,230	8,712,177	365,053
Public health and welfare	367,350	343,776	23,574
Transportation	3,487,929	3,423,001	64,928
Basic utility services	-	-	-
Leisure time activities	-	-	-
Economic development and assistance	-	-	-
Debt service			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>17,809,025</u>	<u>17,106,664</u>	<u>702,361</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(1,060,957)</u>	<u>82,240</u>	<u>1,143,197</u>
Other financing sources (uses)			
Note proceeds	-	-	-
Bond proceeds	-	-	-
Sale of fixed assets	21,800	32,551	10,751
Operating transfers-in	48,000	62,411	14,411
Other financing uses	(4,188)	(3,977)	211
Operating transfers-out	(230,892)	(200,892)	30,000
Total other financing sources (uses)	<u>(165,280)</u>	<u>(109,907)</u>	<u>55,373</u>
Excess (deficiency) of revenue and other financing sources over (under) expenditures and other financing uses	<u>(1,226,237)</u>	<u>(27,667)</u>	<u>1,198,570</u>
Fund balances, beginning of year	937,153	937,153	-
Prior year encumbrances	<u>289,332</u>	<u>289,332</u>	-
Fund balances, end of year	<u>\$ 248</u>	<u>\$ 1,198,818</u>	<u>\$ 1,198,570</u>

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

Special Revenue			Debt Service		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 3,207,098	\$ 3,255,654	\$ 48,556	\$ -	\$ -	\$ -
1,490,290	1,481,639	(8,651)	2,557,289	2,538,440	(18,849)
1,281,102	1,319,861	38,759	60,000	-	(60,000)
-	-	-	-	-	-
170,000	179,386	9,386	-	-	-
1,337,669	1,355,018	17,349	315,802	316,319	517
98,310	91,734	(6,576)	-	-	-
1,015	1,406	391	65,000	181,070	116,070
216,000	218,545	2,545	-	-	-
<u>7,801,484</u>	<u>7,903,243</u>	<u>101,759</u>	<u>2,998,091</u>	<u>3,035,829</u>	<u>37,738</u>
352,602	241,607	110,995	-	-	-
1,226,283	1,093,665	132,618	-	-	-
45	45	-	-	-	-
3,232,592	3,046,775	185,817	-	-	-
1,718,562	1,713,720	4,842	-	-	-
2,207,470	2,065,111	142,359	-	-	-
109,980	101,058	8,922	-	-	-
3,841,000	3,841,000	-	2,858,711	2,839,605	19,106
234,992	233,786	1,206	3,009,031	3,005,174	3,857
<u>12,923,526</u>	<u>12,336,767</u>	<u>586,759</u>	<u>5,867,742</u>	<u>5,844,779</u>	<u>22,963</u>
(5,122,042)	(4,433,524)	688,518	(2,869,651)	(2,808,950)	60,701
1,375,000	1,375,000	-	-	-	-
3,774,000	3,750,000	(24,000)	17,500	17,489	(11)
-	-	-	-	-	-
240,892	210,892	(30,000)	3,395,968	3,387,494	(8,474)
(15,090)	(12,735)	2,355	-	-	-
(1,732,618)	(1,732,618)	-	(40,000)	(40,000)	-
<u>3,642,184</u>	<u>3,590,539</u>	<u>(51,645)</u>	<u>3,373,468</u>	<u>3,364,983</u>	<u>(8,485)</u>
(1,479,858)	(842,985)	636,873	503,817	556,033	52,216
1,327,624	1,327,624	-	595,649	595,649	-
561,981	561,981	-	-	-	-
<u>\$ 409,747</u>	<u>\$ 1,046,620</u>	<u>\$ 636,873</u>	<u>\$ 1,099,466</u>	<u>\$ 1,151,682</u>	<u>\$ 52,216</u>

CITY OF NORTH OLMSTED, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - ALL GOVERNMENTAL FUND TYPES
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Capital Projects		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax	\$ -	\$ -	\$ -
Property and other taxes	-	-	-
Charges for services	-	-	-
Licenses and permits	-	-	-
Fines and forfeitures	-	-	-
Intergovernmental	1,194,462	897,445	(297,017)
Special assessments	-	-	-
Investment income	-	-	-
Other	3,000	3,825	825
Total revenues	<u>1,197,462</u>	<u>901,270</u>	<u>(296,192)</u>
Expenditures			
Current			
General government	1,194,462	897,445	297,017
Security of persons and property	177,500	153,692	23,808
Public health and welfare	-	-	-
Transportation	-	-	-
Basic utility services	-	-	-
Leisure time activities	1,044,269	875,634	168,635
Economic development and assistance	-	-	-
Debt service			
Principal retirement	2,299,000	2,299,000	-
Interest and fiscal charges	101,617	97,117	4,500
Total expenditures	<u>4,816,848</u>	<u>4,322,888</u>	<u>493,960</u>
Excess (deficiency) of revenue over (under) expenditures	<u>(3,619,386)</u>	<u>(3,421,618)</u>	<u>197,768</u>
Other financing sources (uses)			
Note proceeds	3,475,000	3,475,000	-
Bond proceeds	1,915,111	1,900,000	(15,111)
Sale of fixed assets	-	-	-
Operating transfers-in	387,187	387,716	529
Other financing uses	-	-	-
Operating transfers-out	(96,000)	(96,000)	-
Total other financing sources (uses)	<u>5,681,298</u>	<u>5,666,716</u>	<u>(14,582)</u>
Excess (deficiency) of revenue and other financing sources over (under) expenditures and other financing uses	<u>2,061,912</u>	<u>2,245,098</u>	<u>183,186</u>
Fund balances, beginning of year	304,275	304,275	-
Prior year encumbrances	<u>105,115</u>	<u>105,115</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,471,302</u>	<u>\$ 2,654,488</u>	<u>\$ 183,186</u>

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

Totals
(Memorandum Only)

Budget	Actual	Variance Favorable (Unfavorable)
\$ 10,662,327	\$ 10,852,183	\$ 189,856
8,672,393	8,598,862	(73,531)
2,151,798	2,077,988	(73,810)
755,837	715,452	(40,385)
353,800	379,118	25,318
5,326,625	5,337,656	11,031
98,310	91,734	(6,576)
466,015	684,578	218,563
258,000	291,675	33,675
<u>28,745,105</u>	<u>29,029,246</u>	<u>284,141</u>
6,423,580	5,766,762	656,818
10,481,013	9,959,534	521,479
367,395	343,821	23,574
6,720,521	6,469,776	250,745
1,718,562	1,713,720	4,842
3,251,739	2,940,745	310,994
109,980	101,058	8,922
8,998,711	8,979,605	19,106
3,345,640	3,336,077	9,563
<u>41,417,141</u>	<u>39,611,098</u>	<u>1,806,043</u>
<u>(12,672,036)</u>	<u>(10,581,852)</u>	<u>2,090,184</u>
4,850,000	4,850,000	-
5,706,611	5,667,489	(39,122)
21,800	32,551	10,751
4,072,047	4,048,513	(23,534)
(19,278)	(16,712)	2,566
(2,099,510)	(2,069,510)	30,000
<u>12,531,670</u>	<u>12,512,331</u>	<u>(19,339)</u>
(140,366)	1,930,479	2,070,845
3,164,701	3,164,701	-
956,428	956,428	-
<u>\$ 3,980,763</u>	<u>\$ 6,051,608</u>	<u>\$ 2,070,845</u>

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CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 ALL PROPRIETARY FUND TYPES
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Enterprise	Internal Service	Totals (Memorandum Only)
Operating revenues			
Charges for services	\$ 11,237,384	\$ 2,202,363	\$ 13,439,747
Tap-in fees	147,140	-	147,140
Other	86,808	-	86,808
Total operating revenues	<u>11,471,332</u>	<u>2,202,363</u>	<u>13,673,695</u>
Operating expenses			
Wages	4,997,983	-	4,997,983
Personnel costs	1,630,990	-	1,630,990
Claims and judgments	-	2,122,377	2,122,377
Cost of sales	2,173,591	-	2,173,591
Repairs and maintenance	512,546	-	512,546
Other operating expenses	813,666	15,943	829,609
Depreciation	1,937,040	-	1,937,040
Total operating expenses	<u>12,065,816</u>	<u>2,138,320</u>	<u>14,204,136</u>
Operating income (loss)	<u>(594,484)</u>	<u>64,043</u>	<u>(530,441)</u>
Nonoperating expenses			
Interest and fiscal charges	(1,050,175)	-	(1,050,175)
Loss on disposal of fixed assets	(1,680)	-	(1,680)
Total nonoperating expenses	<u>(1,051,855)</u>	<u>-</u>	<u>(1,051,855)</u>
Income (loss) before operating transfers	<u>(1,646,339)</u>	<u>64,043</u>	<u>(1,582,296)</u>
Operating transfers			
Operating transfers-out	(226,422)	-	(226,422)
Total operating transfers	<u>(226,422)</u>	<u>-</u>	<u>(226,422)</u>
Net income (loss)	(1,872,761)	64,043	(1,808,718)
Retained earnings, beginning of year	<u>1,653,327</u>	<u>123,484</u>	<u>1,776,811</u>
Retained earnings (deficit), end of year	<u>\$ (219,434)</u>	<u>\$ 187,527</u>	<u>\$ (31,907)</u>

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

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CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Enterprise	Internal Service	Totals (Memorandum Only)
Cash flows from operating activities:			
Operating income (loss)	\$ (594,484)	64,043	\$ (530,441)
Adjustments to reconcile operating (loss) to net cash provided by operating activities:			
Depreciation	1,937,040	-	1,937,040
Changes in net assets (increase) decrease and liabilities increase (decrease):			
Accounts receivable	(121)	-	(121)
Intergovernmental receivable	583,704	-	583,704
Materials and supplies	(60,603)	-	(60,603)
Accounts and contracts payable	94,071	15,933	110,004
Accrued salaries and benefits	(3,515)	-	(3,515)
Compensated absences	205,232	-	205,232
Retainage payable	(145,305)	-	(145,305)
Intergovernmental payable	(435,393)	-	(435,393)
Accrued interest payable	2,795	-	2,795
Claims and judgements payable	-	67,396	67,396
Total adjustments	2,177,905	83,329	2,193,838
Net cash provided by operating activities	<u>1,583,421</u>	<u>147,372</u>	<u>1,663,397</u>
Cash flows from non-capital financing activities:			
Operating transfers-out	(226,422)	-	(226,422)
Net cash (used in) non-capital financing activities	<u>(226,422)</u>	<u>-</u>	<u>(226,422)</u>
Cash flows from capital and related financing activities:			
Acquisition of fixed assets	(868,217)	-	(868,217)
Proceeds from bonds payable	1,195,000	-	1,195,000
Principal payment of notes	(920,000)	-	(920,000)
Principal payment of bonds	(665,000)	-	(665,000)
Interest and fiscal charges	(1,050,175)	-	(1,050,175)
Net cash (used in) capital and related financing activities	<u>(2,308,392)</u>	<u>-</u>	<u>(2,308,392)</u>
Net increase (decrease) in cash and cash equivalents	(951,393)	147,372	(804,021)
Equity in pooled cash and equivalents, beginning of year	2,885,994	376,879	3,262,873
Equity in pooled cash and equivalents, end of year	<u>\$ 1,934,601</u>	<u>\$ 524,251</u>	<u>\$ 2,458,852</u>
Non-cash transactions:			
Acquisition of fixed assets through contributed capital	\$ 96,000	\$ -	\$ 96,000
Disposal of fixed assets, net book value	<u>\$ 1,680</u>	<u>\$ -</u>	<u>\$ 1,680</u>

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

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - ALL PROPRIETARY FUND TYPES
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Enterprise		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Charges for services	\$ 12,529,545	\$ 11,753,061	\$ (776,484)
Tap-in fees	-	147,140	147,140
Other	78,000	66,719	(11,281)
Total operating revenues	<u>12,607,545</u>	<u>11,966,920</u>	<u>(640,625)</u>
Expenses			
Wages	5,479,098	4,998,003	481,095
Personnel costs	1,626,534	1,462,662	163,872
Claims and judgments	-	-	-
Cost of sales	1,250,845	1,154,069	96,776
Repairs and maintenance	646,188	611,600	34,588
Other operating expenses	2,976,162	2,783,475	192,687
Capital Outlay	570,574	543,327	27,247
Debt service			
Principal retirement	920,000	920,000	-
Interest and fiscal charges	68,640	68,425	215
Total expenses	<u>13,538,041</u>	<u>12,541,561</u>	<u>996,480</u>
Excess of revenues over (under) expenses	<u>(930,496)</u>	<u>(574,641)</u>	<u>355,855</u>
Other financing sources (uses)			
Bond proceeds	1,195,000	1,195,000	-
Operating transfers-in	96,000	96,000	-
Operating transfers-out	(2,112,815)	(2,075,003)	37,812
Total other financing sources (uses)	<u>(821,815)</u>	<u>(784,003)</u>	<u>37,812</u>
Excess (deficiency) of revenue and other financing sources over (under) expenses and other financing uses	<u>(1,752,311)</u>	<u>(1,358,644)</u>	<u>393,667</u>
Fund balances, beginning of year	1,954,733	1,954,733	-
Prior year encumbrances	<u>931,257</u>	<u>931,257</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,133,679</u>	<u>\$ 1,527,346</u>	<u>\$ 393,667</u>

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

Internal Service			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 2,260,688	\$ 2,202,419	\$ (58,269)	\$ 14,790,233	\$ 13,955,480	\$ (834,753)
-	-	-	-	147,140	147,140
-	-	-	78,000	66,719	(11,281)
<u>2,260,688</u>	<u>2,202,419</u>	<u>(58,269)</u>	<u>14,868,233</u>	<u>14,169,339</u>	<u>(698,894)</u>
-	-	-	5,479,098	4,998,003	481,095
-	-	-	1,626,534	1,462,662	163,872
2,389,600	2,009,071	380,529	2,389,600	2,009,071	380,529
-	-	-	1,250,845	1,154,069	96,776
-	-	-	646,188	611,600	34,588
-	-	-	2,976,162	2,783,475	192,687
-	-	-	570,574	543,327	27,247
-	-	-	920,000	920,000	-
-	-	-	68,640	68,425	215
<u>2,389,600</u>	<u>2,009,071</u>	<u>380,529</u>	<u>15,927,641</u>	<u>14,550,632</u>	<u>1,377,009</u>
<u>(128,912)</u>	<u>193,348</u>	<u>322,260</u>	<u>(1,059,408)</u>	<u>(381,293)</u>	<u>678,115</u>
-	-	-	1,195,000	1,195,000	-
-	-	-	96,000	96,000	-
-	-	-	(2,112,815)	(2,075,003)	37,812
-	-	-	<u>(821,815)</u>	<u>(784,003)</u>	<u>37,812</u>
(128,912)	193,348	322,260	(1,881,223)	(1,165,296)	715,927
376,878	376,878	-	2,331,611	2,331,611	-
-	-	-	931,257	931,257	-
<u>\$ 247,966</u>	<u>\$ 570,226</u>	<u>\$ 322,260</u>	<u>\$ 1,381,645</u>	<u>\$ 2,097,572</u>	<u>\$ 715,927</u>

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CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 1 – REPORTING ENTITY AND BASIS OF PRESENTATION

A. Description of the Entity

The City of North Olmsted, Ohio, was chartered in 1959 under the laws of the State of Ohio. The City operates under the Mayor-Council form of government.

For financial reporting purposes, the City's general purpose financial statements include all funds, account groups, agencies, boards, commissions and departments for which the City is financially accountable. Financial accountability, as defined by the Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity", exists if the City appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens on the City. The City may also be financially accountable for governmental organizations with a separately elected governing board, a governing board appointed by another government, or a jointly appointed board that is fiscally dependent on the City. The City also took into consideration other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's general purpose financial statements to be misleading or incomplete.

The City provides various services and consists of many different activities and smaller accounting entities. These include police and firefighting forces, a sewage treatment plant, a municipal bus line, a golf course, a street maintenance service, planning and zoning, and a staff to provide necessary support to these service providers. These service departments are included as part of the reporting entity. Furthermore, a discretely presented component unit is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government. The discretely presented component unit has a December 31 year end.

Discretely Presented Component Unit – The North Olmsted Commission On Paratransit, Inc. (N.O.C.O.P.) provides transportation to the residents of the City of North Olmsted, the City of Olmsted Falls and Olmsted Township who are 60 years of age or older or disabled. The Commission was formed in 1992 and is governed by a Board of Trustees which consists of nine members. The following five members are automatic members of the Board of Trustees: The Mayor of the City of North Olmsted or designee, the Finance Director of the City of North Olmsted or designee, a designee from the Advisory Board for the Department of Human Resources of the City of North Olmsted, a member of the Finance Committee of the North Olmsted City Council as designated by the Chairman of the Committee, and the President of the North Olmsted City Council. The remaining four members of the Board of Trustees are elected by the membership as provided in its by-laws. Fares are collected based on the destination and frequency that the service is used. The three communities also share costs or deficits on a prorated arrangement based on each community's population. The current formula is as follows: the City of North Olmsted contributes 68.9%, the City of Olmsted Falls contributes 10.0% and Olmsted Township contributes 21.1%. N.O.C.O.P. is presented as a governmental fund type. Complete financial statements for N.O.C.O.P. may be obtained by writing the North Olmsted Commission On Paratransit, Inc., 5200 Dover Center Road, North Olmsted, Ohio 44070.

B. Basis of Presentation – Fund Accounting

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

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

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 1 – REPORTING ENTITY AND BASIS OF PRESENTATION (continued)

B. Basis of Presentation – Fund Accounting (continued)

Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category is then divided into various fund types. The following are the fund types and account groups utilized by the City:

GOVERNMENTAL FUNDS

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

General Fund – This fund is the general operating fund of the City. It is used to account for all financial resources except those required by law or, contract 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 used to account for proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specified purposes.

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

Proprietary funds are used to account for the City's ongoing activities similar to those found in the private sector. The following are the City's proprietary fund types:

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 goods and services to the general public on a continuing basis be financed or recovered primarily through user charges or where the City has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Fund – This fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

FIDUCIARY FUNDS

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 following is the City's fiduciary fund:

Agency Fund – This fund is purely custodial (assets equal liabilities) and thus does not involve measurement of results of operations.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 1 – REPORTING ENTITY AND BASIS OF PRESENTATION (continued)

B. Basis of Presentation – Fund Accounting (continued)

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

General Long-Term Debt Account Group – The General Long-Term Debt Account Group is used to account for all long-term obligations of the City, except those accounted for in the proprietary funds.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed in the preparation of these general purposes financial statements are summarized below. These policies conform to generally accepted accounting principles for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. The City applies Financial Accounting Standards Board Statements and Interpretations issued prior to November 30, 1989 to proprietary activity provided they do not conflict with Governmental Accounting Standards Board Statements and Interpretations.

A. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resource measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the Combined 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 operations of these funds are included on the Combined Balance Sheet. Fund equity is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (e.g. revenues) and decreases (e.g. expenses) in net total assets.

The modified accrual basis of accounting is followed for the governmental and the agency fund. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. “Measurable” means the amount of the transaction can be determined. “Available” means collectible within the current year or soon enough thereafter to be used to pay liabilities of the current year. The available period for the City is considered to be 60 days after year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: earnings on investments, federal and state grants, and charges for current services. Major revenue sources not susceptible to accrual include licenses and permits, and fines and forfeitures, which are not considered measurable until received.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Measurement Focus and Basis of Accounting (continued)

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. Property taxes available as of December 31, 2000 and delinquent property taxes, whose availability is indeterminable and which are not intended to finance the current year operations, have been recorded as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than on expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general long-term obligations are recorded as fund liabilities when due or when amounts have been accumulated in the Debt Service Funds for payments to be made early in the following year. The costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocation of costs, such as depreciation and amortization, are not recognized in the governmental funds.

Proprietary funds are reported using the accrual basis of accounting. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. Unbilled service charge receivables are recognized as revenue at year end.

B. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources and the Annual Appropriation Measure, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Annual Appropriation Measure are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, legally are required to be budgeted and appropriated. The primary level of budgetary control is at the object level within each fund, program, and department. Appropriation modifications may only be made by resolution of City Council.

Tax Budget

A budget of estimated revenue and expenditures is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year. The budget includes proposed expenditures and the means of financing all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. 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.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Budgetary Process (continued)

Prior to December 31, the City must revise its budget so that the total 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 Appropriation Measure. On or about January 1, the Certificate of Estimated Resources is amended to include any unencumbered balances from the preceding year. The Certificate may be amended further during the year if it is determined by the City, and the Budget Commission agrees, that an estimate needs either to be increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the final amended official Certificate of Estimated Resources issued during the year.

Appropriations

A temporary appropriation resolution to control expenditures may be passed on or around January 1 of each year for the period January 1 to March 31. The Annual Appropriation Measure must be passed by April 1 of each year for the period January 1 to December 31. Appropriations by fund must be within the estimated resources as certified by the County Budget Commission, and the total of expenditures and encumbrances may not exceed the appropriations at any level of control. Any revisions that alter the appropriations of the legal level of budgetary control must first be approved by City Council. Council may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources.

Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions. Appropriation amounts are as originally adopted, or as amended by City Council, throughout the year by supplemental appropriations which either reallocate or increase the original appropriated amounts. During the year, supplemental appropriation measures were legally enacted; however, none of these amendments were significant. The budgetary figures which appear in the statement of budgetary comparisons represents the final appropriation amounts, including all amendments and modifications.

Encumbrances

As part of the formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are encumbered and 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 and are reported in the notes to the general purpose financial statements for proprietary funds.

Lapsing of Appropriations

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

CITY OF NORTH OLMSTED, OHIO
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
 DECEMBER 31, 2000

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Cash and Investments

To improve cash management, cash received by the City is pooled. Monies for all funds, including the proprietary funds, are maintained in this pool. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Equivalents" on the Combined Balance Sheet.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as overnight repurchase agreements and nonnegotiable certificates of deposit are reported at cost.

Following Ohio statutes, the City has, by resolution, specified the funds to receive an allocation of interest earnings. The following funds received more interest earnings during the year than they would have received based on their average share of investments:

	Actual Interest Credited	Amount Assigned From Other City Funds
General	\$ 501,906	\$ 395,650
Debt Service		
General Obligation Bond Retirement	181,070	133,707
	\$ 682,976	\$ 529,357

For purposes of the Combined Statement of Cash Flows and for presentation on 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 with an initial maturity of more than three months are reported as investments.

D. Inventory of Supplies

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

E. Interfund Assets and Liabilities

Amounts owed to a particular fund by another fund in the City for goods or services rendered, and amounts to be distributed by the Agency Fund to other funds of the City, are classified as "Due From Other Funds/Due to Other Funds".

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Property, Plant, Equipment and Depreciation

1. General Fixed Assets Account Group

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions and construction are reflected as expenditures in governmental funds, and the related assets are reported in the General Fixed Assets Account Group at historical cost or estimated historical cost net of depreciation. Depreciation is calculated on a straight-line basis over the estimated life. Estimated useful lives for general fixed assets are the same as proprietary fund fixed assets listed below. Donated fixed assets are recorded at their estimated fair value at the date of donation. Interest incurred during construction is not capitalized on general fixed assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements which extend the useful life or increase the capacity or operating efficiency of the asset are capitalized at cost.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized or reported, as these assets are immovable and of value only to the City.

2. Proprietary Fund Fixed Assets

Property, plant and equipment reflected in the Enterprise Funds are stated at historical cost or estimated historical cost and are updated for the cost of additions and retirements during the year. Donated fixed assets are recorded at their estimated fair value at the date of donation. Interest incurred during the construction phase is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds in the same period. Depreciation has been provided on a straight-line basis over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	30 years
Equipment	10 to 15 years
Vehicles	4 to 15 years
Furniture and Fixtures	10 to 15 years
Sewer Lines	20 years

3. Valuation

The City's fixed asset values initially were determined using original acquisition costs when such information was available. In cases when original costs were not practicably determinable, estimates were arrived at 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.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Compensated Absences

Governmental Accounting Standards Board Statement No. 16, "Accounting for Compensated Absences", specifies the methods used to accrue liabilities for leave benefits. Vacation and personal leave benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. An accrual for sick leave is made to the extent that it is probable that benefits will result in separation payments. The liability is an estimate based on the City's employees' leave balances.

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 recorded in the General Long-Term Debt Account Group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

H. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as grants awarded on a nonreimbursement basis, shared revenues, and entitlements are recorded as receivables and revenues when measurable and available. Reimbursement-type grants are recorded as receivables and revenues when measurable and available. Reimbursement-type grants are recorded as receivables and revenues when the related expenditures are incurred. Grants, entitlements, or shared revenues received for proprietary fund operating purposes are recognized as non-operating revenues in the accounting period in which they are earned and become measurable. Such resources restricted for the construction of capital assets are recorded as contributed capital.

I. Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences and contractually required pension contributions are reported as a liability in the General Long-Term Debt Account Group to the extent that they will not be paid with current expendable available resources. In general, payments made more than sixty days after year end are considered not to have been made with current available financial resources. Bonds, long-term past service costs, special assessment debt and long-term loans are recognized as a liability of the General Long-Term Debt Account Group until due.

Long-term obligations expected to be financed from Proprietary Fund operations are accounted for in those funds.

J. Contributed Capital

Contributed capital represents resources from other funds, other governments and private sources provided to Enterprise Funds that is not subject to repayment. These private sources are recorded at their fair market value on the date contributed. Depreciation on those assets acquired or constructed with contributed resources is expended and closed to unreserved retained earnings at year end.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Reserves of Fund Equity

The City records reservations for portions of fund balances which are legally segregated for specific future use or which do not represent available, spendable resources and, therefore, are not available for appropriations for expenditures. Undesignated fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances, inventory and debt service principal payments.

L. Interfund Transactions

During the course of normal operations, the City makes numerous transactions between funds. The most significant include operating transfers and reimbursements.

1. Transfers of resources from one fund to another fund through which resources are to be expended are recorded as operating transfers.
2. Reimbursements from one fund to another fund are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund except for the Internal Service Fund which treats reimbursements as revenue.

M. Estimates

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

N. Total Columns on General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned “(Memorandum Only)” to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data. When the title of a statement indicates that a component unit is included, two total columns are presented. The first is captioned “Primary Government” to indicate that only those activities that comprise the City’s legal entity have been included. The second is captioned “Reporting Entity” and includes the activity and operations of the City’s legally separate discretely presented component unit. (See Note 1.) The total column on statements which do not include a component unit have no additional caption.

CITY OF NORTH OLMSTED, OHIO
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
 DECEMBER 31, 2000

NOTE 3 – 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), the budgetary basis as provided by law and described above is based upon accounting for certain transactions on a basis of cash receipts, disbursements, appropriations, and encumbrances.

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Non-GAAP Basis), All Governmental Fund Types and the Combined Statement of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Non-GAAP Basis) – All Proprietary Fund Types are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

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

Adjustments necessary to convert the results of operations at the end of the year on the GAAP basis to the budget basis are as follows:

	Excess (deficiency) of revenues over expenditures and other sources (uses) - reconciliation of budget basis to GAAP basis			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds
GAAP basis, as reported (deficit)	\$ 526,320	\$ 2,282,475	\$ 551,633	\$ 1,834,281
Adjustments, increase (decrease)				
Revenue accruals	(419,672)	1,313,839	1,648,351	3,658,607
Expenditure accruals	190,173	(3,748,528)	(1,643,951)	(2,847,011)
Encumbrances	(324,488)	(690,771)	-	(400,779)
Budget basis	\$ (27,667)	\$ (842,985)	\$ 556,033	\$ 2,245,098

CITY OF NORTH OLMSTED, OHIO
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
 DECEMBER 31, 2000

NOTE 3 – BUDGETARY BASIS OF ACCOUNTING (continued)

	Excess (deficiency) of revenues over expenditures and other sources (uses) - reconciliation of budget basis to GAAP basis	
	Enterprise Fund	Internal Service Funds
GAAP basis, as reported (deficit)	\$ (1,872,761)	\$ 64,043
Adjustments, increase (decrease)		
Revenue accruals	1,786,588	56
Expenditure accruals	(606,057)	129,249
Encumbrances	(666,414)	-
Budget basis	\$ (1,358,644)	\$ 193,348

NOTE 4 – ACCOUNTABILITY AND COMPLIANCE

Fund Deficits

The following funds had deficit fund balance/retained earnings caused by the recognition of expenditures/expenses and/or nonrecognition of revenues on the modified accrual basis of accounting and the accrual basis of accounting which substantially differ from those recognized on the cash basis of accounting:

Fund	Deficit
Capital Project Fund Type	
Library Construction	\$ (6,350)
Enterprise Fund Type	
Springvale Golf Course and Ballroom	\$ (113,700)
Sewer Fund	\$(1,034,754)

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 5 – DEPOSITS AND INVESTMENTS

A. Primary Government

Deposits and investments are restricted by provisions of the Ohio Revised Code. State statutes classify monies held by the City into three categories.

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

Inactive deposits are public deposits that Council 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 treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Interim monies are permitted to be deposited or invested in the following securities:

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

CITY OF NORTH OLMSTED, OHIO
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
 DECEMBER 31, 2000

NOTE 5 – DEPOSITS AND INVESTMENTS (continued)

A. Primary Government (continued)

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies 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 \$ 3,410,841 and the bank balance was \$ 4,298,170. Federal depository insurance covered \$ 352,737 of the bank balance. \$ 3,945,433 was uninsured and uncollateralized. Although all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

Investments - The City’s investments are required to be categorized to give an indication of the level of custodial credit 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.

At year end, the City’s investment balances were as follows:

Category	Category			Fair Value
	1	2	3	
Overnight Repurchase Agreements	\$ -	\$ -	\$ 4,464,638	\$ 4,464,638
Government Securities	1,010,522	-	-	1,010,522
Victory Mutual Funds	-	-	1,453,393	1,453,393
Total investments	<u>\$ 1,010,522</u>	<u>\$ -</u>	<u>\$ 5,918,031</u>	<u>\$ 6,928,553</u>

CITY OF NORTH OLMSTED, OHIO
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
 DECEMBER 31, 2000

NOTE 5 – DEPOSITS AND INVESTMENTS (continued)

A. Primary Government (continued)

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 Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting". A reconciliation between the classifications of cash and investments on the combined financial statements and the classifications of deposits and investments presented above per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents / Deposits	Investments
GASB Statement No. 9	\$ 10,339,394	\$ -
Investments of Cash Management Pool:		
Overnight Repurchase Agreements	(4,464,638)	4,464,638
Victory Mutual Funds	(1,010,522)	1,010,522
Government Securities	(1,453,393)	1,453,393
GASB Statement No. 3	\$ 3,410,841	\$ 6,928,553

B. Component Unit

At year end, that carrying amount of N.O.C.O.P.'s deposits was \$ 15,252 and the bank balance was \$ 17,712. Federal depository insurance covered all of the bank balance. There are no statutory guidelines regarding the deposit and investment of funds by the not-for-profit corporation.

NOTE 6 – PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Taxes collected on real property (other than public utility) in one calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value.

All property is required to be revalued every six years. The last revaluation was completed in 2000. Real property taxes are payable annually or semiannually. If paid annually, payment is due January 20; if paid semiannually, the first payment is due January 20, with the remainder payable June 20, unless extended.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25 percent of its true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

Public utility, real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31, of the year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 80 percent of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property tax on behalf of all districts within the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected.

CITY OF NORTH OLMSTED, OHIO
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
 DECEMBER 31, 2000

NOTE 6 – PROPERTY TAXES (continued)

Accrued property taxes receivable represent delinquent taxes outstanding and real, tangible personal and public utility taxes which were measurable as of December 31, 2000. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, 2000, and are not intended to finance 2000 operations. The receivable is therefore offset by a credit to deferred revenue.

The full tax rate for all City operations for the year ended December 31, 2000, was 12.70 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2000 property tax receipts were based are as follows:

Category	Total Assessed Value	Percent
Real Property Valuation:		
Residential/Agriculture	\$ 472,938,710	64.20 %
Commercial/Industrial/Mineral	195,532,740	26.54
Tangible Personal Property Valuation:		
General	45,819,672	6.22
Public Utilities	22,399,090	3.04
Total Valuation	<u>\$ 736,690,212</u>	<u>100.00 %</u>

NOTE 7 – INCOME TAX

The City levies and collects an income tax of 2% on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly.

Corporations and other individual taxpayers are also required to pay their estimated taxes at least quarterly and to file a final return annually.

Income tax revenues are distributed by a 1991 vote of the people as follows: 70% to the General Fund; 15% for solid waste management, recycling and disposal (Solid Waste Management Fund); and 15% for maintaining and equipping streets, storm water drainage systems and other permanent improvements (including debt charges on obligations issued after 1990 for those purposes).

NOTE 8 – RECEIVABLES

Receivables at December 31, 2000, consisted of taxes, accounts (which include billed and unbilled charged services), and intergovernmental receivables arising from grants, entitlements, and shared revenues. All receivables are considered collectible in full. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 8 – RECEIVABLES (continued)

A summary of the items of intergovernmental receivables follows:

	2000
General Fund	\$ 482,150
Special Revenue Funds	
Alcohol Education	323
Motor Vehicle License	15,690
State Highway	5,098
Street Maintenance	62,871
Permanent Improvement Street and Storm	54,500
Community Diversion	2,000
Endowment and Grant	10
Law Enforcement	90
Stop Program	36,251
Total Special Revenue Funds	176,833
Debt Service Funds	
Sewer Bond Retirement	48,280
Enterprise Funds	
NOMBL	382,670
Sewer	1,543,313
Total Enterprise Funds	1,925,983
Total due from other governments	\$ 2,633,246

NOTE 9 – SPECIAL ASSESSMENTS

Special assessments include annually assessed service assessments. Service type special assessments are levied against all property owners which benefit from the provided service. Special assessments are payable by the time and in the manner stipulated in the assessing ordinance and are a lien from the date of the passage of the ordinance.

The City's special assessments are billed by the County Auditor and collected by the County Treasurer. The County Auditor periodically remits these collections to the City. Special assessments collected in one calendar year are levied and certified in the preceding calendar year.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 10 – FIXED ASSETS

A summary of the changes in general fixed assets during 2000 are as follows:

	Balance January 1,	Additions	Disposals	Balance December 31,
Land and Improvements	\$ 914,332	\$ -	\$ -	\$ 914,332
Buildings and Improvements	13,924,411	1,024,489	-	14,948,900
Machinery and Equipment	6,431,092	536,143	215,639	6,751,596
Furniture and Fixtures	126,118	-	1,495	124,623
Construction in Progress	842,470	350,928	921,636	271,762
	<u>\$ 22,238,423</u>	<u>\$ 1,911,560</u>	<u>\$ 1,138,770</u>	<u>\$ 23,011,213</u>
Less: Accumulated Depreciation				(11,849,288)
Net Fixed Assets				<u>\$ 11,161,925</u>

A summary of the Enterprise Funds fixed assets at December 31, 2000 follows:

Land and Improvements	\$ 2,872,084
Building and Improvements	35,224,495
Machinery and Equipment	17,572,878
Furniture and Fixtures	125,073
Construction in Progress	503,985
	<u>56,298,515</u>
Less: Accumulated Depreciation	<u>(28,905,220)</u>
Net Fixed Assets	<u>\$ 27,393,295</u>

NOTE 11 – DEFINED BENEFIT PENSION PLANS

A. Public Employees Retirement System (PERS)

All employees of the City, excluding City police officers and firefighters, participate in the Public Employees Retirement System of Ohio (PERS), a cost-sharing, multiple-employer defined benefit public employee pension plan administered by the Public Employees Retirement Board. The PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. The PERS issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the plan. Interested parties may obtain that report by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614)466-2085 or 1-800-222-7377.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 11 – DEFINED BENEFIT PENSION PLANS (continued)

A. Public Employees Retirement System (PERS) (continued)

The Ohio Revised Code provides statutory authority for employee and employer contributions. Plan members are required to contribute 8.5% of their annual covered salary and the City is required to contribute at an actuarially determined rate. The Retirement Board instituted a temporary employer contribution rate rollback for calendar year 2000. For local government employer units, the rate was 10.84% of covered payroll. The City's contributions for pension obligations to the PERS for the years ending December 31, 2000, 1999 and 1998 were \$ 1,204,700, \$ 1,041,420 and \$ 987,216, respectively, equal to the required contributions for each year. The full amount has been contributed for 1999 and 1998. For 2000, \$ 925,800 (76.8%) has been contributed in 2000 with the remainder being reported as a liability within the respective funds and the General Long-Term Debt Account Group.

B. Ohio Police and Fire Pension Fund (OP&F)

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0%, respectively, for police officers and firefighters. The City's contributions to the OP&F for the years ending December 31, 2000, 1999 and 1998 were \$ 1,206,800, \$ 780,071 and \$ 773,526 respectively, equal to the required contributions for each year. The full amount has been contributed for 1999 and 1998. For 2000, \$ 882,900 (73.2%) has been contributed in 2000 with the remainder being reported as a liability in the respective funds and the General Long-Term Debt Account Group.

NOTE 12 – POSTEMPLOYMENT BENEFITS

A. Public Employees Retirement System (PERS)

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirants with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirants. 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, "Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Governmental Employers". A portion of each employer's contribution to the PERS is set aside for the funding of postretirement health care. The Ohio Revised Code provides statutory authority for employer contributions. The 2000 employer contribution rate was rolled back to 10.84 % of covered payroll; 4.3 % was the portion that was used to fund health care for the year 2000.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 12 – POSTEMPLOYMENT BENEFITS (continued)

A. Public Employees Retirement System (PERS) (continued)

The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to the PERS. Certain assumptions and calculations were used to base the System's latest Actuarial Review performed as of December 31, 1999:

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

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

Investment Return - The investment assumption rate for 1999 was 7.75%.

Active Employee Total Payroll - An annual increase of 4.75%, compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%.

Health Care - Health care costs were assumed to increase 4.75% annually.

OPEBs are advanced-funded on an actuarially determined basis. The number of active contributing participants was 401,339. The rates stated above are the actuarially determined contribution requirement for PERS. The portion of the City's contributions that were used to fund postemployment benefits was \$477,900. \$10,805.5 million represents the actuarial value of the Retirement System's net assets available for OPEB at December 31, 1999. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$12,473.6 million and \$1,668.1 million, respectively.

The Retirement Board initiated significant policy changes during 2000. The Retirement Board enacted a temporary employer contribution rate rollback for calendar year 2000. The decision to rollback rates was based on the December 31, 1998 actuarial study, which indicated that actuarial assets exceeded actuarial liabilities. The temporary rollback was 20%. The Board reallocated employer contributions from 4.20% to 4.30% at the beginning of the year to improve health care financing. The proportion of contributions dedicated to funding OPEB increased during the year for those reasons.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 12 –POSTEMPLOYMENT BENEFITS (continued)

B. Ohio Police and Fire Pension Fund

The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a 2/3 basis. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care cost paid from the funds of the OP&F shall be included in the employer's contribution rate. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll. The City's actual contributions for 2000 which were used to fund postemployment benefits for police and firefighters was \$ 223,800 and \$ 182,700, respectively.

The Ohio Revised Code provides the statutory authority allowing the OP&F's Board of Trustees to provide health care coverage to all eligible individuals. Health care funding and accounting is on a pay-as-you-go basis. A percentage of covered payroll, as defined by the Board, is used to pay retiree health care expenses. The Board defined allocation was 7% and 7.25% of covered payroll in 1999 and 2000, respectively. The allocation is 7.50% in 2001. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. The number of participants eligible statewide to receive health care benefits as of December 31, 1999, the date of the last actuarial valuation available, are 12,467 for police officers and 9,807 for firefighters. The OP&F's total health care expense for the year ending December 31, 1999, the date of the last actuarial valuation available, was \$ 95,004,633, which was net of member contributions of \$ 5,518,098.

NOTE 13 – COMPENSATED ABSENCES

City employees earn vacation and sick leave at varying rates depending on length of service, union contract specifications or City ordinances. All accumulated, unused vacation time is paid upon separation if the employee has acquired at least one year of service with the City. Accumulated, unused sick leave and compensatory time is paid to an employee at varying rates depending on length of service, union contract specifications or City ordinances upon retirement, disability or death of an employee. The City uses the vesting method to calculate this liability. As of December 31, 2000, the City's liability for compensated absences was \$ 4,262,036.

NOTE 14 – OPERATING LEASES

The City is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore the results of the lease agreements are not reflected in the City's account groups. Total lease expense for the year ended December 31, 2000 was \$ 37,198. Future minimum rental payments required under operating leases as of December 31, 2000 are as follows:

Year ending December, 31	Amount
2001	\$ 45,867
2002	45,867
2003	44,470
2004	16,172
2005	8,668
	<u>\$ 161,044</u>

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 15 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts: theft, damage to or destruction of assets; errors and omissions; employee injuries; and natural disasters. By maintaining comprehensive insurance coverage with private carriers, the City has addressed these various types of risk. There were no reductions in insurance coverage from the previous year, nor have settlements exceeded insurance coverage in any of the prior three years.

The City provides health, dental and vision insurance to its employees through a self-insurance plan. The City pays the monthly premium for the self-insurance plan. The City contracts with a third party administrator to direct this program. During 2000, self-insurance was in effect for claims up to \$50,000 per covered individual and \$2,075,523 in the aggregate. This aggregate includes both medical and drug coverage. Claims in excess of this aggregate are insured by private carriers.

The claims liability of \$ 284,128 reported in the Self-Insurance Internal Service Fund at December 31, 2000 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The claims liability is based on an estimate supplied by the City's third party administrator. A summary of the Fund's claims liability during the past two years are as follows:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Year Liability
1999	\$ 167,844	\$ 2,102,444	\$ (2,017,158)	\$ 253,130
2000	\$ 253,130	\$ 2,189,773	\$ (2,122,377)	\$ 320,526

NOTE 16 – DEBT OBLIGATIONS

Debt outstanding at December 31, 2000, consisted of the following issues:

	Balance, January 1	Additions	Retirements	Balance, December 31,
General Obligation Bonds				
Municipal Building				
9.25%, Due through 2005	\$ 930,000	\$ -	\$ (155,000)	\$ 775,000
Sanitary Sewer #2				
5.375%, Due through 2001	80,000	-	(40,000)	40,000
Sanitary Sewer #3				
6.75%, Due through 2004	300,000	-	(60,000)	240,000
Wastewater Treatment Plant				
4.635%, Due through 2005	1,200,000	-	(200,000)	1,000,000
Various Purpose, Series 1992				
3.00%-6.20%, Due through 2012	8,430,000	-	(445,000)	7,985,000
Various Purpose, Series 1996				
3.70%-6.20%, Due through 2021	39,915,000	-	(1,270,000)	38,645,000
Recreational Facility Refunding				
3.00%-5.70%, Due through 2002	1,175,000	-	(360,000)	815,000
Various Purpose Series 2000				
4.5%-5.375%, Due through 2020	-	6,845,000	-	6,845,000
Total General Obligation Bonds	\$ 52,030,000	\$ 6,845,000	\$ (2,530,000)	\$ 56,345,000

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 16 – DEBT OBLIGATIONS (continued)

	Balance, January 1	Additions	Retirements	Balance, December 31,
Special Assessment Bonds				
Industrial Park Road				
6.10%-7.50%, Due through 2010	\$ 715,000	\$ -	\$ (45,000)	\$ 670,000
Ohio Water Development Authority Loans				
6.25%, Due through 2003	628,763	-	(143,068)	485,695
4.12%, Due through 2017	963,312	-	(31,612)	931,700
Total Ohio Water Development Authority Loans	<u>1,592,075</u>	<u>-</u>	<u>(174,680)</u>	<u>1,417,395</u>
Ohio Public Works Commission Loans				
Street				
0.00%, Due through 2013	190,574	-	(13,613)	176,961
Sewer				
0.00%, Due through 2015	2,085,334	-	(130,334)	1,955,000
Total Ohio Public Works Commission Loans	<u>2,275,908</u>	<u>-</u>	<u>(143,947)</u>	<u>2,131,961</u>
Total All Long-Term Obligations	<u>\$ 56,612,983</u>	<u>\$ 6,845,000</u>	<u>\$ (2,893,627)</u>	<u>\$ 60,564,356</u>

The general obligation bonds are direct obligations of the City for which its full faith, credit and resources are pledged and are payable from taxes levied on all taxable property in the City, sewer user charges, golf course revenues, hotel motel tax and income tax monies.

The special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event of default by property owners, the City is responsible for making the debt payment.

The Ohio Water Development Authority loans and the Ohio Public Works Commission loans have been received for improvement to the City's streets and sewer system. Taxes levied on all taxable property in the City, sewer user charge and income tax monies will be used to repay the loans.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 16 – DEBT OBLIGATIONS (continued)

The annual requirements to amortize all long-term debt outstanding as of December 31, 2000, including interest payments of \$23,581,957 for the general obligation bonds, \$293,988 for the special assessment bonds and \$519,700 for the Ohio Water Development Authority loans are as follows:

Year Ending	General Obligation Bonds	Special Assessment Bonds	OWDA Loans	OPWC Loans	Total
2001	\$ 5,730,903	\$ 98,575	\$ 266,620	\$ 143,946	\$ 6,240,044
2002	5,623,729	94,950	266,620	143,946	6,129,245
2003	4,908,097	96,325	266,620	143,946	5,414,988
2004	4,961,545	97,337	84,254	143,946	5,287,082
2005	5,195,839	97,988	84,254	143,946	5,522,027
Thereafter	53,506,844	478,813	968,727	1,412,231	56,366,615
Total	<u>\$ 79,926,957</u>	<u>\$ 963,988</u>	<u>\$ 1,937,095</u>	<u>\$ 2,131,961</u>	<u>\$ 84,960,001</u>

The City's note activity, including amounts outstanding, interest rates and maturity dates is as follows:

	Balance, January 1	Additions	Retirements	Balance, December 31,
Various Purpose Improvement 4.20%, due 9/21/00	\$ 4,915,000	\$ -	\$ (4,915,000)	\$ -
Various Purpose Improvement 5.40%, due 9/21/00	-	2,100,000	(2,100,000)	-
Library Improvement 4.55%, due 7/31/01	-	2,750,000	-	2,750,000
Total	<u>\$ 4,915,000</u>	<u>\$ 4,850,000</u>	<u>\$ (7,015,000)</u>	<u>\$ 2,750,000</u>

All notes are backed by the full faith and credit of the City and mature within one year. 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 17 – PRIOR YEAR DEFEASANCE OF DEBT

In prior years, the City defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's general purpose financial statements. At December 31, 2000, \$790,000 of bonds outstanding are considered defeased.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 18 – SEWER DEBT

The debt service for the sanitary sewer and wastewater facility debt issued prior to 1987 are paid out of the Sewer Bond Retirement Fund. The assets financed by the debt are carried in the Enterprise Funds while the debt is being paid out of the Debt Service Funds. Proceeds from an up to three mill property tax, sewer user charges and contractual payments by the City of Fairview Park for their proportionate share of the improvements related to that portion of the system located within Fairview Park fund the debt service requirements. Property taxes are the primary funding source for this fund; therefore, the Sewer Bond Retirement Fund is included with the Debt Service Funds Group within the Governmental Fund Type category.

NOTE 19 – CHANGES IN GENERAL LONG-TERM LIABILITIES

A summary of changes in general long-term liabilities included in the General Long-Term Debt Account Group is as follows:

	Balance, January 1	Additions	Reductions	Balance, December 31,
Compensated Absences Payable	\$ 2,755,280	\$ 480,535	\$ -	\$ 3,235,815
Intergovernmental Payable	868,241	489,942	732,933	625,250
OPWC Loans Payable	2,275,908	-	143,947	2,131,961
OWDA Loans Payable	1,592,075	-	174,680	1,417,395
Police and Fire Past Service Costs	119,237	-	1,858	117,379
General Obligation Bonds	33,175,000	5,650,000	1,865,000	36,960,000
Special Assessment Bonds	715,000	-	45,000	670,000
Total	<u>\$ 41,500,741</u>	<u>\$ 6,620,477</u>	<u>\$ 2,963,418</u>	<u>\$ 45,157,800</u>

The liability for police and fire past service costs relates to the City's liability to certain employees incurred prior to the establishment of the Ohio Police and Fire Pension Fund. The City is required to make payment of \$6,905, including interest, annually through the year 2031. The liability for police and fire past service costs will be repaid with taxes levied on all taxable property in the City.

Intergovernmental Payable consists of the City's liability to the County Auditor and contributions due to defined benefit pension plans.

The amount due to the County Auditor results from an erroneous payment by the county Auditor to the City of hotel/motel tax revenues during the period July 5, 1990 through June 2, 1997. The City is required to make payments of \$45,103 annually through the year 2003. The liability to the County Auditor will be repaid with current hotel/motel tax revenues.

The contributions due to defined benefit pension plans and Compensated Absences Payable will be repaid from the funds from which the employees are paid.

CITY OF NORTH OLMSTED, OHIO
NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
DECEMBER 31, 2000

NOTE 20 – INTERFUND RECEIVABLES / PAYABLES

“Due from Other Funds” and “Due to Other Funds” at December 31, 2000, consist of the following individual balances:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 98,010	\$ -
Special Revenue Funds:		
Endowment and Grant	231	-
Law Enforcement	-	231
Enterprise Fund:		
Sewer	-	98,010
Total Transactions	<u>\$ 98,241</u>	<u>\$ 98,241</u>

NOTE 21 – SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The government maintains three enterprise funds which are intended to be self-supported through user fees charged for services provided to consumers. Financial information, as of and for the year ended December 31, 2000, is as follows:

	<u>NOMBL</u>	<u>Springvale Golf Course</u>	<u>Sewer</u>	<u>Total Enterprise Funds</u>
Operating statement				
Operating revenues	\$ 4,436,107	\$ 1,354,437	\$ 5,680,788	\$ 11,471,332
Operating expenses before depreciation	4,488,854	1,058,710	4,581,212	10,128,776
Depreciation	11,928	103,358	1,821,754	1,937,040
	<u>4,500,782</u>	<u>1,162,068</u>	<u>6,402,966</u>	<u>12,065,816</u>
Operating income (loss)	<u>(64,675)</u>	192,369	<u>(722,178)</u>	<u>(594,484)</u>
Nonoperating expenses	-	(213,098)	(838,757)	(1,051,855)
Operating transfers-out	<u>(32,410)</u>	-	<u>(194,012)</u>	<u>(226,422)</u>
Net income (loss)	<u>\$ (97,085)</u>	<u>\$ (20,729)</u>	<u>\$ (1,754,947)</u>	<u>\$ (1,872,761)</u>
Other information				
Net working capital	<u>\$ 962,714</u>	<u>\$ 84,875</u>	<u>\$ 2,012,499</u>	<u>\$ 3,060,088</u>
Fixed assets, additions	<u>\$ 1,477</u>	<u>\$ 491,405</u>	<u>\$ 471,335</u>	<u>\$ 964,217</u>
Fixed assets, disposals	<u>\$ (1,412)</u>	<u>\$ (14,500)</u>	<u>\$ -</u>	<u>\$ (15,912)</u>
Total assets	<u>\$ 1,750,887</u>	<u>\$ 4,222,466</u>	<u>\$ 25,361,144</u>	<u>\$ 31,334,497</u>
Bonds payable	<u>\$ -</u>	<u>\$ 4,155,000</u>	<u>\$ 15,230,000</u>	<u>\$ 19,385,000</u>
Contributed capital	<u>\$ -</u>	<u>\$ 96,000</u>	<u>\$ 9,850,047</u>	<u>\$ 9,946,047</u>
Total equity	<u>\$ 929,020</u>	<u>\$ (17,700)</u>	<u>\$ 8,815,293</u>	<u>\$ 9,726,613</u>

CITY OF NORTH OLMSTED, OHIO
 NOTES TO GENERAL PURPOSE FINANCIAL STATEMENT
 DECEMBER 31, 2000

NOTE 22 – JOINTLY-GOVERNED ORGANIZATIONS

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

The Council has established two subsidiary organizations, the Westshore Hazardous Materials Committee ("HASMAT") which provides hazardous material protection and assistance, and the Westshore Enforcement Bureau (WEB) which provides extra assistance to cities in the form of a SWAT team.

NOTE 23 – CONTINGENT LIABILITIES

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the City's management believes such disallowances, if any, would be immaterial.

The City is involved in prelitigation settlement discussions over alleged violations of the 1995 Clean Water Act Consent Decree. These alleged violations occurred from June, 1997 through December, 1999 with fines assessed at \$338,000. A liability has been recorded in the Sewer Fund as of December 31, 1999, and remains as of December 31, 2000. The City intends to contest the amount of the fines.

The City is involved in various litigation, for which it is not possible at this time to make a judgment as to whether there is a reasonable possibility of an unfavorable outcome which could result in a material judgment against the City. It is management's opinion that the ultimate liability will be covered by insurance, and/or will not have a material effect on the general purpose financial statements.

NOTE 24 – CONTRIBUTED CAPITAL

The changes in the City's contributed capital accounts for its enterprise funds were as follows:

	NOMBL	Golf Course	Sewer	Total
Beginning balances, 12/31/99	\$ -	\$ -	\$ 9,850,047	\$ 9,850,047
Contributing sources:	-	-	-	-
Capital Improvement Fund	-	96,000	-	96,000
Ending balance, 12/31/00	\$ -	\$ 96,000	\$ 9,850,047	\$ 9,946,047

NOTE 25 – SUBSEQUENT EVENTS

On December 19, 2000, City Council authorized the issuance of \$ 8,000,000 of general obligation bond anticipation notes issued January 31, 2001. The notes will be used to finance the construction of a building that will be leased to the Cuyahoga County Public Library.

On March 20, 2001 City Council authorized the issuance of \$ 10,750,000 unlimited tax general obligation bonds to retire outstanding library improvement notes, and \$ 12,430,000 general obligation bonds for capital improvements and refunding of bonds issued in 1992.

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COMBINING INDIVIDUAL FUND AND ACCOUNT GROUP
FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The general fund accounts for financial resources and expenses associated with general governmental operations of the city that are not required to be accounted for in another fund.

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Municipal income tax	\$ 7,455,229	\$ 7,596,529	\$ 141,300
Property and other taxes	4,624,814	4,578,783	(46,031)
Charges for services	810,696	758,127	(52,569)
Licenses and permits	755,837	715,452	(40,385)
Fines and forfeitures	183,800	199,732	15,932
Intergovernmental	2,478,692	2,768,874	290,182
Investment income	400,000	502,102	102,102
Other	39,000	69,305	30,305
Total revenues	16,748,068	17,188,904	440,836
Expenditures			
Current			
General government – legislative and executive			
Council			
Personal services	136,114	134,379	1,735
Materials and supplies	1,304	687	617
Other	11,500	11,330	170
Total council	148,918	146,396	2,522
Mayor			
Personal services	253,344	219,009	34,335
Other	24,200	11,759	12,441
Total mayor	277,544	230,768	46,776
Finance department			
Personal services	319,920	306,568	13,352
Capital outlay	19,852	13,826	6,026
Other	40,561	30,415	10,146
Total finance department	380,333	350,809	29,524
Law department			
Personal services	239,310	225,769	13,541
Materials and supplies	250	112	138
Contractual services	3,800	2,285	1,515
Other	173,166	153,864	19,302
Total law department	416,526	382,030	34,496
Data processing			
Personal services	93,300	89,955	3,345
Materials and supplies	18,413	17,778	635
Contractual services	2,500	1,753	747
Capital outlay	1,907	1,707	200
Other	410	234	176
Total data processing	116,530	111,427	5,103
Personnel and administrative department			
Personal services	134,030	132,873	1,157
Other	2,000	1,618	382
Total personnel and administrative	136,030	134,491	1,539
Service director			
Personal services	120,183	119,339	844
Other	2,000	1,647	353
Total service director	122,183	120,986	1,197
Public works			
Personal services	102,051	101,139	912
Total public works	102,051	101,139	912

(Continued)

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

General Fund (Continued)			
	Budget	Actual	Variance Favorable (Unfavorable)
Civil service department			
Personal services	33,526	13,253	20,273
Capital outlay	4,300	4,088	212
Other	6,695	3,897	2,798
Total civil service department	<u>44,521</u>	<u>21,238</u>	<u>23,283</u>
General government			
Personal services	1,310,345	1,305,480	4,865
Materials and supplies	28,100	27,727	373
Contractual services	190,357	183,549	6,808
Capital outlay	42,000	40,505	1,495
Other	425,433	388,410	37,023
Total general government	<u>1,996,235</u>	<u>1,945,671</u>	<u>50,564</u>
Building department			
Personal services	559,788	530,492	29,296
Materials and supplies	16,638	14,005	2,633
Contractual services	500	-	500
Capital outlay	4,000	3,152	848
Other	4,800	4,296	504
Total building department	<u>585,726</u>	<u>551,945</u>	<u>33,781</u>
Engineering department			
Personal services	470,293	458,894	11,399
Materials and supplies	3,066	2,714	352
Contractual services	29,500	26,487	3,013
Capital outlay	34,238	31,277	2,961
Other	12,822	11,438	1,384
Total engineering department	<u>549,919</u>	<u>530,810</u>	<u>19,109</u>
Total general government - legislative and executive	<u>4,876,516</u>	<u>4,627,710</u>	<u>248,806</u>
Security of persons and property			
Safety director			
Personal services	116,531	115,693	838
Other	2,575	2,575	-
Total safety director	<u>119,106</u>	<u>118,268</u>	<u>838</u>
Fire department			
Personal services	3,480,361	3,406,675	73,686
Materials and supplies	18,801	18,232	569
Contractual services	94,428	87,262	7,166
Capital outlay	37,128	30,173	6,955
Other	91,030	88,631	2,399
Total fire department	<u>3,721,748</u>	<u>3,630,973</u>	<u>90,775</u>
Central dispatch			
Personal services	349,467	342,015	7,452
Capital outlay	45,000	33,290	11,710
Other	7,900	6,375	1,525
Total central dispatch	<u>402,367</u>	<u>381,680</u>	<u>20,687</u>

(Continued)

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	General Fund (Continued)		
	Budget	Actual	Variance Favorable (Unfavorable)
Police department			
Personal services	4,383,588	4,157,662	225,926
Materials and supplies	32,546	30,812	1,734
Contractual services	160,453	153,515	6,938
Capital outlay	74,343	68,401	5,942
Other	183,079	170,866	12,213
Total police department	<u>4,834,009</u>	<u>4,581,256</u>	<u>252,753</u>
Total security of persons and property	<u>9,077,230</u>	<u>8,712,177</u>	<u>365,053</u>
Public health and welfare			
Human resources department			
Personal services	256,379	252,304	4,075
Materials and supplies	5,000	1,728	3,272
Contractual services	17,000	14,946	2,054
Capital outlay	82,300	71,747	10,553
Other	6,671	3,051	3,620
Total human resources department	<u>367,350</u>	<u>343,776</u>	<u>23,574</u>
Total public health and welfare	<u>367,350</u>	<u>343,776</u>	<u>23,574</u>
Transportation			
Engineering department			
Capital outlay	10,903	9,800	1,103
Total engineering department	<u>10,903</u>	<u>9,800</u>	<u>1,103</u>
Service department			
Personal services	1,154,144	1,146,120	8,024
Materials and supplies	369,282	366,185	3,097
Contractual services	238,937	229,467	9,470
Capital outlay	652,586	630,689	21,897
Other	95,415	94,245	1,170
Total service department	<u>2,510,364</u>	<u>2,466,706</u>	<u>43,658</u>
Fleet maintenance department			
Personal services	427,272	424,156	3,116
Materials and supplies	252,585	252,585	-
Contractual services	15,976	11,937	4,039
Capital outlay	107,620	97,987	9,633
Other	163,209	159,830	3,379
Total fleet maintenance department	<u>966,662</u>	<u>946,495</u>	<u>20,167</u>
Total transportation	<u>3,487,929</u>	<u>3,423,001</u>	<u>64,928</u>
Total expenditures	<u>17,809,025</u>	<u>17,106,664</u>	<u>702,361</u>

(Continued)

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	General Fund (Concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Excess (deficiency) of revenues over expenditures	(1,060,957)	82,240	1,143,197
Other financing sources (uses)			
Sale of fixed assets	21,800	32,551	10,751
Operating transfers-in	48,000	62,411	14,411
Other financing uses	(4,188)	(3,977)	211
Operating transfers-out	(230,892)	(200,892)	30,000
Total other financing sources (uses)	(165,280)	(109,907)	55,373
Excess (deficiency) of revenues over expenditures and other sources (uses)	(1,226,237)	(27,667)	1,198,570
Fund balances, beginning of year	937,153	937,153	-
Prior year encumbrances	289,332	289,332	-
Fund balances, end of year	\$ 248	\$ 1,198,818	\$ 1,198,570

SPECIAL REVENUE FUNDS

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

Casualty Loss Fund – Accounts for resources designated to pay for property damages that are not covered by insurance.

Community Development Block Grant Fund (CDBG)– Accounts for block grants received and grant reimbursement expenditures.

Alcohol Education Fund – Accounts for court fees obtained from DUI cases and approved alcohol education related expenditures.

Economic Development Fund – Accounts for the revenues generated from annual fees paid by new development agreements through tax abatement and community reinvestment incentives and expenditures in promoting economic development and compliance.

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

Recreation Fund – Accounts for real and personal property taxes and program revenues and expenditures for the operation and maintenance of recreation programs, services, parks and the recreation center facility.

Clague Park Fund – Accounts for the receipt of a sale of land proceeds and Clague Park wireless communication tower upfront proceeds and the expenditures related to revitalizing and improving Clague Park.

Hotel Motel Tax Fund – Accounts for the three percent Hotel Motel Tax Levy and emergency medical service nonresident ambulance receipts. Expenditures are restricted to safety equipment and up to 15% for capital improvements or building maintenance for safety use.

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

Street Maintenance Fund – Accounts for the portion of State gasoline tax and motor vehicle registration fees designated for maintenance and repair of streets within the City.

Solid Waste Management Fund – Accounts for 15% of the municipal income tax receipts and expenditures associated with tax collection, solid waste removal, and costs of recycling services provided to residents.

Permanent Improvement Street and Storm Fund – Accounts for 15% of the municipal income tax receipts and expenditures for the permanent improvement of streets and the storm sewer system.

Special Assessment Bond Retirement Fund – Accounts for the collected taxes levied by special assessment where specified improvements were levied to specific taxpayers and expenditures to pay the related applicable debt payments and the costs associated with collection and payment.

Community Diversion Fund – Accounts for the federal grant receipts, County and local program fees and expenditures related to the youth community diversion program contracted with the County juvenile court system.

Drug Enforcement Fund – Accounts for fines and forfeitures from drug court cases and expenditures for use in drug enforcement.

Endowment and Grant Fund – Accounts for donations restricted for a specific purpose and expenditures for those specific restricted uses.

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

Step Program Fund – Accounts for federal grant funds received for the Safety Traffic Enforcement Program and the related expenditures restricted to wages and benefits of police officers enforcing traffic on overtime.

Law Enforcement Fund – Accounts for other monies seized from criminals by law enforcement officers or the sale of contraband in the course of their work restricted for expenditures that would enhance the police services.

Stop Program Fund – Accounts for fines on traffic violations restricted to paying overtime wages and benefits to officers issuing tickets under this program.

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

Senior Center Fund – Accounts for the daily operations of the senior center and its programs and the services provided on a cost reimbursement basis to senior citizens.

CITY OF NORTH OLMSTED, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 DECEMBER 31, 2000

	Casualty Loss	CDBG	Alcohol Education	Economic Development	Motor Vehicle License Tax
<u>Assets</u>					
Equity in pooled cash and equivalents	\$ 128,007	\$ -	\$ 5,548	\$ 39,688	\$ 29,876
Receivables					
Taxes	-	-	-	-	-
Accounts	589	-	-	9,500	-
Due from other funds					
Intergovernmental	-	-	323	-	15,690
Materials and supplies	-	-	-	-	-
Total assets	<u>128,596</u>	<u>-</u>	<u>5,871</u>	<u>49,188</u>	<u>45,566</u>
<u>Liabilities and fund balances</u>					
<u>Liabilities</u>					
Accounts payable	9,053	-	-	-	13,857
Accrued wages and benefits	-	-	-	-	-
Compensated absences payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Retainage payable	-	-	-	-	-
Intergovernmental payable	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total liabilities	<u>9,053</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,857</u>
<u>Fund balances</u>					
Reserved for encumbrances	3,154	-	-	-	8,260
Reserved for inventories	-	-	-	-	-
Unreserved	116,389	-	5,871	49,188	23,449
Total fund balances	<u>119,543</u>	<u>-</u>	<u>5,871</u>	<u>49,188</u>	<u>31,709</u>
Total liabilities and fund balances	<u>\$ 128,596</u>	<u>\$ -</u>	<u>\$ 5,871</u>	<u>\$ 49,188</u>	<u>\$ 45,566</u>

Recreation	Clague Park	Hotel / Motel Tax	State Highway	Street Maintenance	Solid Waste Management
\$ 218,100	\$ 21,265	\$ 126,478	\$ 43,660	\$ 51,912	\$ 36,188
910,990	-	15,402	-	-	239,994
-	-	36,830	-	-	-
-	-	-	5,098	62,871	-
51,059	-	-	-	-	-
<u>1,180,149</u>	<u>21,265</u>	<u>178,710</u>	<u>48,758</u>	<u>114,783</u>	<u>276,182</u>
105,441	-	1,536	40,328	2,309	-
21,141	-	-	-	-	-
2,539	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
14,523	-	-	-	-	-
910,990	-	-	-	-	-
<u>1,054,634</u>	<u>-</u>	<u>1,536</u>	<u>40,328</u>	<u>2,309</u>	<u>-</u>
12,113	-	5,883	1,972	3,853	400
51,059	-	-	-	-	-
62,343	21,265	171,291	6,458	108,621	275,782
<u>125,515</u>	<u>21,265</u>	<u>177,174</u>	<u>8,430</u>	<u>112,474</u>	<u>276,182</u>
<u>\$ 1,180,149</u>	<u>\$ 21,265</u>	<u>\$ 178,710</u>	<u>\$ 48,758</u>	<u>\$ 114,783</u>	<u>\$ 276,182</u>

(Continued)

CITY OF NORTH OLMSTED, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 DECEMBER 31, 2000
 (Concluded)

	Permanent Improvement Street and Storm	Special Assessment Bond Retirement	Community Diversion	Drug Enforcement	Endowment and Grant
<u>Assets</u>					
Equity in pooled cash and equivalents	\$ 732,752	\$ 63,251	\$ 10,808	\$ 8,571	\$ 104,088
Receivables					
Taxes	239,994	-	-	-	-
Accounts	-	-	-	-	493
Due from other funds	-	-	-	-	231
Intergovernmental	54,500	-	2,000	-	10
Materials and supplies	-	-	-	-	-
Total assets	1,027,246	63,251	12,808	8,571	104,822
<u>Liabilities and fund balances</u>					
<u>Liabilities</u>					
Accounts payable	27,655	-	418	-	7,531
Accrued wages and benefits	-	-	-	-	-
Compensated absences payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Retainage payable	120,521	-	-	-	3,915
Intergovernmental payable	-	-	-	-	-
Deferred revenue	54,500	-	-	-	-
Total liabilities	202,676	-	418	-	11,446
<u>Fund balances</u>					
Reserved for encumbrances	534,768	-	-	-	10,370
Reserved for inventories	-	-	-	-	-
Unreserved	289,802	63,251	12,390	8,571	83,006
Total fund balances	824,570	63,251	12,390	8,571	93,376
Total liabilities and fund balances	\$ 1,027,246	\$ 63,251	\$ 12,808	\$ 8,571	\$ 104,822

Fire Pension	Step Program	Law Enforcement	Stop Program	Police Pension	Senior Center	Totals
\$ -	\$ -	\$ 30,549	\$ 25,344	\$ -	\$ 61,137	\$ 1,737,222
227,748	-	-	-	227,748	-	1,861,876
-	-	-	-	-	-	47,412
-	-	-	-	-	-	231
-	-	90	36,251	-	-	176,833
-	-	-	-	-	-	51,059
<u>227,748</u>	<u>-</u>	<u>30,639</u>	<u>61,595</u>	<u>227,748</u>	<u>61,137</u>	<u>3,874,633</u>
-	-	-	-	-	4,504	212,632
-	-	-	-	-	-	21,141
-	-	-	-	-	-	2,539
-	-	231	-	-	-	231
-	-	-	-	-	-	124,436
-	-	-	-	-	-	14,523
<u>227,748</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>227,748</u>	<u>-</u>	<u>1,420,986</u>
<u>227,748</u>	<u>-</u>	<u>231</u>	<u>-</u>	<u>227,748</u>	<u>4,504</u>	<u>1,796,488</u>
-	-	5,600	-	-	3,325	589,698
-	-	-	-	-	-	51,059
-	-	24,808	61,595	-	53,308	1,437,388
-	-	30,408	61,595	-	56,633	2,078,145
<u>\$ 227,748</u>	<u>\$ -</u>	<u>\$ 30,639</u>	<u>\$ 61,595</u>	<u>\$ 227,748</u>	<u>\$ 61,137</u>	<u>\$ 3,874,633</u>

CITY OF NORTH OLMSTED, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Casualty Loss	CDBG	Alcohol Education	Economic Development	Motor Vehicle License Tax
Revenues					
Municipal income tax	\$ -	\$ -	\$ -	\$ -	\$ -
Property and other taxes	-	-	-	-	-
Charges for services	-	-	-	20,100	-
Fines and forfeitures	-	-	4,542	-	-
Intergovernmental	-	74,361	-	-	226,110
Special assessments	-	-	-	-	-
Investment income	-	-	-	-	-
Other	26,865	-	-	-	-
Total revenues	<u>26,865</u>	<u>74,361</u>	<u>4,542</u>	<u>20,100</u>	<u>226,110</u>
Expenditures					
Current					
General government	24,961	-	-	-	-
Security of persons and property	-	-	7,675	-	-
Public health and welfare	-	-	-	-	-
Transportation	26,885	-	-	-	226,295
Basic utility services	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Economic development and assistance	-	96,000	-	4,606	-
Other	-	-	-	-	-
Debt service					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>51,846</u>	<u>96,000</u>	<u>7,675</u>	<u>4,606</u>	<u>226,295</u>
Excess (deficiency) of revenues over expenditures	<u>(24,981)</u>	<u>(21,639)</u>	<u>(3,133)</u>	<u>15,494</u>	<u>(185)</u>
Other financing sources (uses)					
Bond proceeds	-	-	-	-	-
Operating transfers-in	30,000	-	-	-	-
Other financing uses	-	-	-	-	-
Operating transfers-out	-	-	-	-	-
Total other financing sources (uses)	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	5,019	(21,639)	(3,133)	15,494	(185)
Increase in reserve for inventories	-	-	-	-	-
Fund balances, beginning of year	<u>114,524</u>	<u>21,639</u>	<u>9,004</u>	<u>33,694</u>	<u>31,894</u>
Fund balances, end of year	<u>\$ 119,543</u>	<u>\$ -</u>	<u>\$ 5,871</u>	<u>\$ 49,188</u>	<u>\$ 31,709</u>

Recreation	Clague Park	Hotel / Motel Tax	State Highway	Street Maintenance	Solid Waste Management
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,628,285
781,058	-	321,832	-	-	-
1,188,231	-	71,116	-	-	-
-	-	-	-	-	-
97,329	-	-	64,754	798,630	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,066,618</u>	<u>-</u>	<u>392,948</u>	<u>64,754</u>	<u>798,630</u>	<u>1,628,285</u>
-	-	45,103	-	-	20,576
-	-	374,085	-	-	-
-	-	-	-	-	-
-	-	-	64,174	808,348	-
-	-	-	-	-	1,591,668
1,928,906	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	7,835	-	-	-
<u>1,928,906</u>	<u>-</u>	<u>427,023</u>	<u>64,174</u>	<u>808,348</u>	<u>1,612,244</u>
<u>137,712</u>	<u>-</u>	<u>(34,075)</u>	<u>580</u>	<u>(9,718)</u>	<u>16,041</u>
-	-	145,000	-	-	-
140,000	-	-	-	-	-
(10,710)	-	-	-	-	-
(151,087)	-	(2,000)	-	-	-
<u>(21,797)</u>	<u>-</u>	<u>143,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
115,915	-	108,925	580	(9,718)	16,041
7,281	-	-	-	-	-
<u>2,319</u>	<u>21,265</u>	<u>68,249</u>	<u>7,850</u>	<u>122,192</u>	<u>260,141</u>
<u>\$ 125,515</u>	<u>\$ 21,265</u>	<u>\$ 177,174</u>	<u>\$ 8,430</u>	<u>\$ 112,474</u>	<u>\$ 276,182</u>

(Continued)

CITY OF NORTH OLMSTED, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES

ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

(Concluded)

	Permanent Improvement Street and Storm	Special Assessment Bond Retirement	Community Diversion	Drug Enforcement	Endowment and Grant
Revenues					
Municipal income tax	\$ 1,628,285	\$ -	\$ -	\$ -	\$ -
Property and other taxes	-	-	-	-	-
Charges for services	-	-	15,359	-	-
Fines and forfeitures	-	-	-	315	-
Intergovernmental	-	-	4,329	-	-
Special assessments	-	91,734	-	-	-
Investment income	-	-	-	-	56
Other	-	-	-	-	136,965
Total revenues	<u>1,628,285</u>	<u>91,734</u>	<u>19,688</u>	<u>315</u>	<u>137,021</u>
Expenditures					
Current					
General government	20,576	-	14,940	-	13,346
Security of persons and property	-	-	-	6,022	22,446
Public health and welfare	-	-	-	-	45
Transportation	1,429,374	-	-	-	-
Basic utility services	-	-	-	-	-
Leisure time activities	-	-	-	-	134,586
Economic development and assistance	-	-	-	-	-
Other	-	-	-	-	-
Debt service					
Principal retirement	-	45,000	-	-	-
Interest and fiscal charges	162,381	54,168	-	-	-
Total expenditures	<u>1,612,331</u>	<u>99,168</u>	<u>14,940</u>	<u>6,022</u>	<u>170,423</u>
Excess (deficiency) of revenues over expenditures	<u>15,954</u>	<u>(7,434)</u>	<u>4,748</u>	<u>(5,707)</u>	<u>(33,402)</u>
Other financing sources (uses)					
Bond proceeds	3,605,000	-	-	-	-
Operating transfers-in	28,562	-	892	-	-
Other financing uses	-	-	-	-	-
Operating transfers-out	(1,549,531)	-	-	-	-
Total other financing sources (uses)	<u>2,084,031</u>	<u>-</u>	<u>892</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>2,099,985</u>	<u>(7,434)</u>	<u>5,640</u>	<u>(5,707)</u>	<u>(33,402)</u>
Increase in reserve for inventories	-	-	-	-	-
Fund balances, beginning of year	<u>(1,275,415)</u>	<u>70,685</u>	<u>6,750</u>	<u>14,278</u>	<u>126,778</u>
Fund balances, end of year	<u>\$ 824,570</u>	<u>\$ 63,251</u>	<u>\$ 12,390</u>	<u>\$ 8,571</u>	<u>\$ 93,376</u>

Fire Pension	Step Program	Law Enforcement	Stop Program	Police Pension	Senior Center	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,256,570
195,264	-	-	-	195,264	-	1,493,418
-	-	-	-	-	41,146	1,335,952
-	-	14,464	193,940	-	-	213,261
24,332	19,896	-	-	24,332	-	1,334,073
-	-	-	-	-	-	91,734
-	-	-	-	-	1,350	1,406
-	-	-	-	-	55,598	219,428
<u>219,596</u>	<u>19,896</u>	<u>14,464</u>	<u>193,940</u>	<u>219,596</u>	<u>98,094</u>	<u>7,945,842</u>
-	-	-	-	-	98,218	237,720
249,784	19,896	14,182	132,345	249,785	-	1,076,220
-	-	-	-	-	-	45
-	-	-	-	-	-	2,555,076
-	-	-	-	-	-	1,591,668
-	-	-	-	-	-	2,063,492
-	-	-	-	-	-	100,606
-	-	-	-	-	3,256	3,256
-	-	-	-	-	-	45,000
-	-	-	-	-	-	224,384
<u>249,784</u>	<u>19,896</u>	<u>14,182</u>	<u>132,345</u>	<u>249,785</u>	<u>101,474</u>	<u>7,897,467</u>
<u>(30,188)</u>	<u>-</u>	<u>282</u>	<u>61,595</u>	<u>(30,189)</u>	<u>(3,380)</u>	<u>48,375</u>
-	-	-	-	-	-	3,750,000
-	20,000	-	10,000	-	-	229,454
-	-	-	-	-	(2,026)	(12,736)
-	(20,000)	-	(10,000)	-	-	(1,732,618)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,026)</u>	<u>2,234,100</u>
(30,188)	-	282	61,595	(30,189)	(5,406)	2,282,475
-	-	-	-	-	-	7,281
<u>30,188</u>	<u>-</u>	<u>30,126</u>	<u>-</u>	<u>30,189</u>	<u>62,039</u>	<u>(211,611)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,408</u>	<u>\$ 61,595</u>	<u>\$ -</u>	<u>\$ 56,633</u>	<u>\$ 2,078,145</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Casualty Loss		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Other	\$ -	\$ 26,276	\$ 26,276
Total revenues	<u>-</u>	<u>26,276</u>	<u>26,276</u>
Expenditures			
Current			
General government – legislative and executive			
Law department			
Other	42,792	14,616	28,176
Total law department	<u>42,792</u>	<u>14,616</u>	<u>28,176</u>
General government			
Capital outlay	9,958	9,907	51
Total general government	<u>9,958</u>	<u>9,907</u>	<u>51</u>
Total general government – legislative and executive	<u>52,750</u>	<u>24,523</u>	<u>28,227</u>
Transportation			
Engineering department			
Capital outlay	28,750	27,984	766
Total transportation	<u>28,750</u>	<u>27,984</u>	<u>766</u>
Total expenditures	<u>81,500</u>	<u>52,507</u>	<u>28,993</u>
Excess (deficiency) of revenues over expenditures	<u>(81,500)</u>	<u>(26,231)</u>	<u>55,269</u>
Other financing sources (uses)			
Operating transfers-in	60,000	30,000	(30,000)
Total other financing sources (uses)	<u>60,000</u>	<u>30,000</u>	<u>(30,000)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(21,500)	3,769	25,269
Fund balances, beginning of year	114,524	114,524	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ 93,024</u>	<u>\$ 118,293</u>	<u>\$ 25,269</u>

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	CDBG		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 96,000	\$ 96,000	\$ -
Total revenues	96,000	96,000	-
Expenditures			
Current			
Economic development and assistance			
Golf course			
Capital outlay	96,000	96,000	-
Total expenditures	96,000	96,000	-
Excess (deficiency) of revenues over expenditures	-	-	-
Fund balances, beginning of year	-	-	-
Prior year encumbrances	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Alcohol Education		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines and forfeitures	\$ 3,000	\$ 4,394	\$ 1,394
Total revenues	3,000	4,394	1,394
Expenditures			
Current			
Security of persons and property			
Police department			
Materials and supplies	11,829	7,675	4,154
Total expenditures	11,829	7,675	4,154
Excess (deficiency) of revenues over expenditures	(8,829)	(3,281)	5,548
Fund balances, beginning of year	4,311	4,311	-
Prior year encumbrances	4,518	4,518	-
Fund balances, end of year	\$ -	\$ 5,548	\$ 5,548

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Economic Development		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 14,000	\$ 10,600	\$ (3,400)
Total revenues	<u>14,000</u>	<u>10,600</u>	<u>(3,400)</u>
Expenditures			
Current			
Economic development and assistance			
Mayor			
Personal services	13,500	4,632	8,868
Other	480	426	54
Total expenditures	<u>13,980</u>	<u>5,058</u>	<u>8,922</u>
Excess (deficiency) of revenues over expenditures	20	5,542	5,522
Fund balances, beginning of year	33,666	33,666	-
Prior year encumbrances	<u>480</u>	<u>480</u>	<u>-</u>
Fund balances, end of year	<u>\$ 34,166</u>	<u>\$ 39,688</u>	<u>\$ 5,522</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Motor Vehicle License Tax		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 231,000	\$ 227,190	\$ (3,810)
Total revenues	231,000	227,190	(3,810)
Expenditures			
Current			
Transportation			
Service department			
Personal services	77,436	77,436	-
Contractual services	95,000	92,138	2,862
Capital outlay	76,900	69,254	7,646
Total expenditures	249,336	238,828	10,508
Excess (deficiency) of revenues over expenditures	(18,336)	(11,638)	6,698
Fund balances, beginning of year	14,498	14,498	-
Prior year encumbrances	4,900	4,900	-
Fund balances, end of year	\$ 1,062	\$ 7,760	\$ 6,698

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Recreation		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes	\$ 786,854	\$ 781,058	\$ (5,796)
Charges for services	1,123,082	1,188,231	65,149
Intergovernmental	97,173	97,329	156
Total revenues	<u>2,007,109</u>	<u>2,066,618</u>	<u>59,509</u>
Expenditures			
Current			
Leisure time activities			
Recreation department			
Personal services	1,005,249	970,978	34,271
Materials and supplies	239,072	224,659	14,413
Contractual services	424,500	421,480	3,020
Capital outlay	189,232	126,907	62,325
Other	182,653	177,557	5,096
Total leisure time activities	<u>2,040,706</u>	<u>1,921,581</u>	<u>119,125</u>
Debt service			
Interest and fiscal charges	528	-	528
Total expenditures	<u>2,041,234</u>	<u>1,921,581</u>	<u>119,653</u>
Excess (deficiency) of revenues over expenditures	<u>(34,125)</u>	<u>145,037</u>	<u>179,162</u>
Other financing sources (uses)			
Operating transfers-in	140,000	140,000	-
Other financing uses	(12,000)	(10,709)	1,291
Operating transfers-out	(151,087)	(151,087)	-
Total other financing sources (uses)	<u>(23,087)</u>	<u>(21,796)</u>	<u>1,291</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(57,212)</u>	<u>123,241</u>	<u>180,453</u>
Fund balances, beginning of year	20,460	20,460	-
Prior year encumbrances	<u>37,141</u>	<u>37,141</u>	<u>-</u>
Fund balances, end of year	<u>\$ 389</u>	<u>\$ 180,842</u>	<u>\$ 180,453</u>

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Clague Park		
	Budget	Actual	Variance Favorable (Unfavorable)
Expenditures			
Current			
Leisure time activities			
Recreation department			
Capital outlay	\$ 21,265	\$ -	\$ 21,265
Total expenditures	<u>21,265</u>	<u>-</u>	<u>21,265</u>
Excess (deficiency) of revenues over expenditures	(21,265)	-	21,265
Fund balances, beginning of year	21,265	21,265	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 21,265</u>	<u>\$ 21,265</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Hotel / Motel Tax		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Property and other taxes	\$ 310,000	\$ 310,053	\$ 53
Charges for services	75,000	66,079	(8,921)
Total revenues	<u>385,000</u>	<u>376,132</u>	<u>(8,868)</u>
Expenditures			
Current			
General government			
- legislative and executive			
Finance department			
Other	45,103	45,103	-
Total general government			
- legislative and executive	<u>45,103</u>	<u>45,103</u>	<u>-</u>
Security of persons and property			
Fire department			
Capital outlay	257,869	232,332	25,537
Other	16,000	8,286	7,714
Total fire department	<u>273,869</u>	<u>240,618</u>	<u>33,251</u>
Police department			
Capital outlay	200,267	149,226	51,041
Total police department	<u>200,267</u>	<u>149,226</u>	<u>51,041</u>
Total security of persons and property	<u>474,136</u>	<u>389,844</u>	<u>84,292</u>
Debt service			
Principal retirement	160,000	160,000	-
Interest and fiscal charges	9,720	9,683	37
Total debt service	<u>169,720</u>	<u>169,683</u>	<u>37</u>
Total expenditures	<u>688,959</u>	<u>604,630</u>	<u>84,329</u>
Excess (deficiency) of revenues over expenditures	<u>(303,959)</u>	<u>(228,498)</u>	<u>75,461</u>
Other financing sources (uses)			
Bond proceeds	142,000	142,000	-
Operating transfers-out	(2,000)	(2,000)	-
Total other financing sources (uses)	<u>140,000</u>	<u>140,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(160,959)	(85,498)	75,461
Fund balances, beginning of year	179,357	179,357	-
Prior year encumbrances	26,736	26,736	-
Fund balances, end of year	<u>\$ 45,134</u>	<u>\$ 120,595</u>	<u>\$ 75,461</u>

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	State Highway		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 64,500	\$ 64,621	\$ 121
Total revenues	<u>64,500</u>	<u>64,621</u>	<u>121</u>
Expenditures			
Current			
Transportation			
Service department			
Materials and supplies	67,385	66,146	1,239
Total expenditures	<u>67,385</u>	<u>66,146</u>	<u>1,239</u>
Excess (deficiency) of revenues over expenditures	(2,885)	(1,525)	1,360
Fund balances, beginning of year	2,885	2,885	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 1,360</u>	<u>\$ 1,360</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Street Maintenance		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 771,500	\$ 796,989	\$ 25,489
Total revenues	<u>771,500</u>	<u>796,989</u>	<u>25,489</u>
Expenditures			
Current			
Transportation			
Service department			
Personal services	582,800	582,800	-
Capital outlay	165,200	163,137	2,063
Total service department	<u>748,000</u>	<u>745,937</u>	<u>2,063</u>
Fleet maintenance department			
Capital outlay	86,537	74,407	12,130
Total fleet maintenance department	<u>86,537</u>	<u>74,407</u>	<u>12,130</u>
Total transportation	<u>834,537</u>	<u>820,344</u>	<u>14,193</u>
Total expenditures	<u>834,537</u>	<u>820,344</u>	<u>14,193</u>
Excess (deficiency) of revenues over expenditures	(63,037)	(23,355)	39,682
Fund balances, beginning of year	57,805	57,805	-
Prior year encumbrances	11,538	11,538	-
Fund balances, end of year	<u>\$ 6,306</u>	<u>\$ 45,988</u>	<u>\$ 39,682</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Solid Waste Management		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax	\$ 1,615,549	\$ 1,627,827	\$ 12,278
Total revenues	<u>1,615,549</u>	<u>1,627,827</u>	<u>12,278</u>
Expenditures			
Current			
General government – legislative and executive			
General government			
Other	23,639	20,576	3,063
Total general government - legislative and executive	<u>23,639</u>	<u>20,576</u>	<u>3,063</u>
Basic utility services			
Service department			
Contractual services	1,718,562	1,713,720	4,842
Total basic utility services	<u>1,718,562</u>	<u>1,713,720</u>	<u>4,842</u>
Total expenditures	<u>1,742,201</u>	<u>1,734,296</u>	<u>7,905</u>
Excess (deficiency) of revenues over expenditures	(126,652)	(106,469)	20,183
Fund balances, beginning of year	19,986	19,986	-
Prior year encumbrances	122,272	122,272	-
Fund balances, end of year	<u>\$ 15,606</u>	<u>\$ 35,789</u>	<u>\$ 20,183</u>

CITY OF NORTH OLMDSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Permanent Improvement Street and Storm		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Municipal income tax	\$ 1,591,549	\$ 1,627,827	\$ 36,278
Total revenues	<u>1,591,549</u>	<u>1,627,827</u>	<u>36,278</u>
Expenditures			
Current			
General government – legislative and executive			
General government			
Other	23,873	20,576	3,297
Total general government - legislative and executive	<u>23,873</u>	<u>20,576</u>	<u>3,297</u>
Transportation			
Service department			
Capital outlay	1,937,584	1,778,473	159,111
Total service department	<u>1,937,584</u>	<u>1,778,473</u>	<u>159,111</u>
Fleet maintenance department			
Capital outlay	115,000	115,000	-
Total fleet maintenance department	<u>115,000</u>	<u>115,000</u>	<u>-</u>
Total transportation	<u>2,052,584</u>	<u>1,893,473</u>	<u>159,111</u>
Debt service			
Principal retirement	3,636,000	3,636,000	-
Interest and fiscal charges	169,934	169,934	-
Total debt service	<u>3,805,934</u>	<u>3,805,934</u>	<u>-</u>
Total expenditures	<u>5,882,391</u>	<u>5,719,983</u>	<u>162,408</u>
Excess (deficiency) of revenues over expenditures	<u>(4,290,842)</u>	<u>(4,092,156)</u>	<u>198,686</u>
Other financing sources (uses)			
Note proceeds	1,375,000	1,375,000	-
Bond proceeds	3,629,000	3,605,000	(24,000)
Operating transfers-in	10,000	10,000	-
Operating transfers-out	(1,549,531)	(1,549,531)	-
Total other financing sources (uses)	<u>3,464,469</u>	<u>3,440,469</u>	<u>(24,000)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(826,373)</u>	<u>(651,687)</u>	<u>174,686</u>
Fund balances, beginning of year	493,346	493,346	-
Prior year encumbrances	<u>349,899</u>	<u>349,899</u>	<u>-</u>
Fund balances, end of year	<u>\$ 16,872</u>	<u>\$ 191,558</u>	<u>\$ 174,686</u>

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Special Assessment Bond Retirement		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Special assessments	\$ 98,310	\$ 91,734	\$ (6,576)
Total revenues	<u>98,310</u>	<u>91,734</u>	<u>(6,576)</u>
Expenditures			
Debt service			
Principal retirement	45,000	45,000	-
Interest and fiscal charges	54,810	54,169	641
Total expenditures	<u>99,810</u>	<u>99,169</u>	<u>641</u>
Excess (deficiency) of revenues over expenditures	<u>(1,500)</u>	<u>(7,435)</u>	<u>(5,935)</u>
Fund balances, beginning of year	70,686	70,686	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ 69,186</u>	<u>\$ 63,251</u>	<u>\$ (5,935)</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Community Diversion		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 14,520	\$ 13,805	\$ (715)
Intergovernmental	8,916	4,329	(4,587)
Total revenues	<u>23,436</u>	<u>18,134</u>	<u>(5,302)</u>
Expenditures			
Current			
General government – legislative and executive			
Human resources department			
Personal services	16,297	9,967	6,330
Materials and supplies	625	539	86
Capital outlay	2,950	2,759	191
Other	3,125	1,715	1,410
Total expenditures	<u>22,997</u>	<u>14,980</u>	<u>8,017</u>
Excess (deficiency) of revenues over expenditures	<u>439</u>	<u>3,154</u>	<u>2,715</u>
Other financing sources (uses)			
Operating transfers-in	892	892	-
Total other financing sources (uses)	<u>892</u>	<u>892</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	1,331	4,046	2,715
Fund balances, beginning of year	6,687	6,687	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ 8,018</u>	<u>\$ 10,733</u>	<u>\$ 2,715</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Drug Enforcement		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines and forfeitures	\$ -	\$ 315	\$ 315
Total revenues	<u>-</u>	<u>315</u>	<u>315</u>
Expenditures			
Current			
Security of persons and property			
Police department			
Materials and supplies	14,277	6,021	8,256
Total expenditures	<u>14,277</u>	<u>6,021</u>	<u>8,256</u>
Excess (deficiency) of revenues over expenditures	(14,277)	(5,706)	8,571
Fund balances, beginning of year	14,277	14,277	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 8,571</u>	<u>\$ 8,571</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Endowment and Grant		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Investment income	\$ 15	\$ 56	\$ 41
Other	117,000	136,671	19,671
Total revenues	<u>117,015</u>	<u>136,727</u>	<u>19,712</u>
Expenditures			
Current			
General government – legislative and executive			
Human resources department			
Contractual services	1,100	400	700
Other	27,880	13,030	14,850
Total general government - legislative and executive	<u>28,980</u>	<u>13,430</u>	<u>15,550</u>
Security of persons and property			
Police department			
Other	18,605	18,533	72
Total security of persons and property	<u>18,605</u>	<u>18,533</u>	<u>72</u>
Public health and welfare			
Service department			
Other	45	45	-
Total public health and welfare	<u>45</u>	<u>45</u>	<u>-</u>
Leisure time activities			
Recreation department			
Other	145,499	143,530	1,969
Total leisure time activities	<u>145,499</u>	<u>143,530</u>	<u>1,969</u>
Total expenditures	<u>193,129</u>	<u>175,538</u>	<u>17,591</u>
Excess (deficiency) of revenues over expenditures	(76,114)	(38,811)	37,303
Fund balances, beginning of year	126,313	126,313	-
Prior year encumbrances	650	650	-
Fund balances, end of year	<u>\$ 50,849</u>	<u>\$ 88,152</u>	<u>\$ 37,303</u>

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Fire Pension		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes	\$ 196,718	\$ 195,264	\$ (1,454)
Intergovernmental	24,290	24,332	42
Total revenues	<u>221,008</u>	<u>219,596</u>	<u>(1,412)</u>
Expenditures			
Current			
Security of persons and property			
Fire department			
Personal services	251,196	249,784	1,412
Total expenditures	<u>251,196</u>	<u>249,784</u>	<u>1,412</u>
Excess (deficiency) of revenues over expenditures	(30,188)	(30,188)	-
Fund balances, beginning of year	30,188	30,188	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Step Program		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 20,000	\$ 19,896	\$ (104)
Total revenues	<u>20,000</u>	<u>19,896</u>	<u>(104)</u>
Expenditures			
Current			
Security of persons and property			
Police department			
Personal services	20,000	19,896	104
Total expenditures	<u>20,000</u>	<u>19,896</u>	<u>104</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)			
Operating transfers-in	20,000	20,000	-
Operating transfers-out	(20,000)	(20,000)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, beginning of year	-	-	-
Prior year encumbrances	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Law Enforcement		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines and forfeitures	\$ -	\$ 16,988	\$ 16,988
Total revenues	<u>-</u>	<u>16,988</u>	<u>16,988</u>
Expenditures			
Current			
Security of persons and property			
Police department			
Materials and supplies	9,000	9,000	-
Capital outlay	12,000	9,930	2,070
Other	6,743	852	5,891
Total expenditures	<u>27,743</u>	<u>19,782</u>	<u>7,961</u>
Excess (deficiency) of revenues over expenditures	(27,743)	(2,794)	24,949
Fund balances, beginning of year	27,743	27,743	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 24,949</u>	<u>\$ 24,949</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Stop Program		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Fines and forfeitures	\$ 167,000	\$ 157,689	\$ (9,311)
Total revenues	<u>167,000</u>	<u>157,689</u>	<u>(9,311)</u>
Expenditures			
Current			
Security of persons and property			
Police department			
Personal services	157,300	132,345	24,955
Total expenditures	<u>157,300</u>	<u>132,345</u>	<u>24,955</u>
Excess (deficiency) of revenues over expenditures	<u>9,700</u>	<u>25,344</u>	<u>15,644</u>
Other financing sources (uses)			
Operating transfers-in	10,000	10,000	-
Operating transfers-out	(10,000)	(10,000)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	9,700	25,344	15,644
Fund balances, beginning of year	-	-	-
Prior year encumbrances	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ 9,700</u>	<u>\$ 25,344</u>	<u>\$ 15,644</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Police Pension		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes	\$ 196,718	\$ 195,264	\$ (1,454)
Intergovernmental	24,290	24,332	42
Total revenues	<u>221,008</u>	<u>219,596</u>	<u>(1,412)</u>
Expenditures			
Current			
Security of persons and property			
Police department			
Personal services	251,197	249,785	1,412
Total expenditures	<u>251,197</u>	<u>249,785</u>	<u>1,412</u>
Excess (deficiency) of revenues over expenditures	(30,189)	(30,189)	-
Fund balances, beginning of year	30,189	30,189	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Senior Center		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 54,500	\$ 41,146	\$ (13,354)
Investment income	1,000	1,350	350
Other	99,000	55,598	(43,402)
Total revenues	<u>154,500</u>	<u>98,094</u>	<u>(56,406)</u>
Expenditures			
Current			
General government – legislative and executive			
Human resources department			
Materials and supplies	1,545	1,354	191
Other	<u>153,715</u>	<u>101,065</u>	<u>52,650</u>
Total general government - legislative and executive	<u>155,260</u>	<u>102,419</u>	<u>52,841</u>
Total expenditures	<u>155,260</u>	<u>102,419</u>	<u>52,841</u>
Excess (deficiency) of revenues over expenditures	<u>(760)</u>	<u>(4,325)</u>	<u>(3,565)</u>
Other financing sources (uses)			
Other financing uses	<u>(3,090)</u>	<u>(2,026)</u>	<u>1,064</u>
Total other financing sources (uses)	<u>(3,090)</u>	<u>(2,026)</u>	<u>1,064</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(3,850)	(6,351)	(2,501)
Fund balances, beginning of year	59,437	59,437	-
Prior year encumbrances	<u>3,848</u>	<u>3,848</u>	<u>-</u>
Fund balances, end of year	<u>\$ 59,435</u>	<u>\$ 56,934</u>	<u>\$ (2,501)</u>

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax	\$ 3,207,098	\$ 3,255,654	\$ 48,556
Property and other taxes	1,490,290	1,481,639	(8,651)
Charges for services	1,281,102	1,319,861	38,759
Fines and forfeitures	170,000	179,386	9,386
Intergovernmental	1,337,669	1,355,018	17,349
Special assessments	98,310	91,734	(6,576)
Investment income	1,015	1,406	391
Other	216,000	218,545	2,545
Total revenues	7,801,484	7,903,243	101,759
Expenditures			
Current			
General government – legislative and executive			
Finance department			
Other	45,103	45,103	-
Total finance department	45,103	45,103	-
Law department			
Other	42,792	14,616	28,176
Total law department	42,792	14,616	28,176
Human resources department			
Personal services	16,297	9,967	6,330
Materials and supplies	2,170	1,893	277
Contractual services	1,100	400	700
Capital outlay	2,950	2,759	191
Other	184,720	115,810	68,910
Total human resources department	207,237	130,829	76,408
General government			
Capital outlay	9,958	9,907	51
Other	47,512	41,152	6,360
Total general government	57,470	51,059	6,411
Total general government	57,470	51,059	6,411
- legislative and executive	352,602	241,607	110,995
Security of persons and property			
Fire department			
Personal services	251,196	249,784	1,412
Capital outlay	257,869	232,332	25,537
Other	16,000	8,286	7,714
Total fire department	525,065	490,402	34,663
Police department			
Personal services	428,497	402,026	26,471
Materials and supplies	35,106	22,696	12,410
Capital outlay	212,267	159,156	53,111
Other	25,348	19,385	5,963
Total police department	701,218	603,263	97,955
Total security of persons and property	1,226,283	1,093,665	132,618

(Continued)

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

Special Revenue Funds (Continued)			
	Budget	Actual	Variance Favorable (Unfavorable)
Public health and welfare			
Service department			
Other	45	45	-
Total service department	45	45	-
Total public health and welfare	45	45	-
Transportation			
Engineering department			
Capital outlay	28,750	27,984	766
Total engineering department	28,750	27,984	766
Service department			
Personal services	660,236	660,236	-
Materials and supplies	67,385	66,146	1,239
Contractual services	95,000	92,138	2,862
Capital outlay	2,179,684	2,010,864	168,820
Total service department	3,002,305	2,829,384	172,921
Fleet maintenance department			
Capital outlay	201,537	189,407	12,130
Total fleet maintenance department	201,537	189,407	12,130
Total transportation	3,232,592	3,046,775	185,817
Basic utility services			
Service department			
Contractual services	1,718,562	1,713,720	4,842
Total service department	1,718,562	1,713,720	4,842
Total basic utility services	1,718,562	1,713,720	4,842
Leisure time activities			
Recreation department			
Personal services	1,005,249	970,978	34,271
Materials and supplies	239,072	224,659	14,413
Contractual services	424,500	421,480	3,020
Capital outlay	317,497	232,945	84,552
Other	221,152	215,049	6,103
Total recreation department	2,207,470	2,065,111	142,359
Total leisure time activities	2,207,470	2,065,111	142,359
Economic development and assistance			
Mayor			
Personal services	13,500	4,632	8,868
Other	480	426	54
Total mayor	13,980	5,058	8,922
Golf course			
Capital outlay	96,000	96,000	-
Total golf course	96,000	96,000	-
Total economic development and assistance	109,980	101,058	8,922

(Continued)

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Special Revenue Funds (Concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Debt service			
Principal retirement	3,841,000	3,841,000	-
Interest and fiscal charges	234,992	233,786	1,206
Total debt service	<u>4,075,992</u>	<u>4,074,786</u>	<u>1,206</u>
Total expenditures	<u>12,923,526</u>	<u>12,336,767</u>	<u>586,759</u>
Excess (deficiency) of revenues over expenditures	<u>(5,122,042)</u>	<u>(4,433,524)</u>	<u>688,518</u>
Other financing sources (uses)			
Note proceeds	1,375,000	1,375,000	-
Bond proceeds	3,774,000	3,750,000	(24,000)
Operating transfers-in	240,892	210,892	(30,000)
Other financing uses	(15,090)	(12,735)	2,355
Operating transfers-out	(1,732,618)	(1,732,618)	-
Total other financing sources (uses)	<u>3,642,184</u>	<u>3,590,539</u>	<u>(51,645)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(1,479,858)</u>	<u>(842,985)</u>	<u>636,873</u>
Fund balances, beginning of year	1,327,624	1,327,624	-
Prior year encumbrances	<u>561,981</u>	<u>561,981</u>	<u>-</u>
Fund balances, end of year	<u>\$ 409,747</u>	<u>\$ 1,046,620</u>	<u>\$ 636,873</u>

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DEBT SERVICE FUNDS

Debt Service Funds are established to account for the accumulation of resources for and the payment of general long term principal and interest obligations and related costs.

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

Sewer Bond Retirement Fund – Accounts for resources restricted to pay the principal interest and related fiscal charges on pre-1987 sanitary sewer improvements.

CITY OF NORTH OLMSTED, OHIO
 COMBINING BALANCE SHEET
 ALL DEBT SERVICE FUNDS
 DECEMBER 31, 2000

	General Obligation Bond Retirement	Sewer Bond Retirement	Totals
<u>Assets</u>			
Equity in pooled cash and equivalents	\$ 874,258	\$ 277,424	\$ 1,151,682
Receivables			
Taxes	3,111,618	606,953	3,718,571
Intergovernmental	-	48,280	48,280
Total assets	3,985,876	932,657	4,918,533
<u>Liabilities and fund balances</u>			
<u>Liabilities</u>			
Deferred revenue	3,111,618	606,953	3,718,571
Total liabilities	3,111,618	606,953	3,718,571
<u>Fund balances</u>			
Reserved for debt service	874,258	325,704	1,199,962
Total fund balances	874,258	325,704	1,199,962
 Total liabilities and fund balances	 \$ 3,985,876	 \$ 932,657	 \$ 4,918,533

CITY OF NORTH OLMSTED, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL DEBT SERVICE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

	General Obligation Bond Retirement	Sewer Bond Retirement	Totals
Revenues			
Property and other taxes	\$ 1,952,646	\$ 585,794	\$ 2,538,440
Intergovernmental	243,322	68,597	311,919
Investment income	181,070	-	181,070
Total revenues	<u>2,377,038</u>	<u>654,391</u>	<u>3,031,429</u>
Expenditures			
Debt service			
Principal retirement	1,731,537	443,068	2,174,605
Interest and fiscal charges	1,810,660	175,978	1,986,638
Total expenditures	<u>3,542,197</u>	<u>619,046</u>	<u>4,161,243</u>
Excess (deficiency) of revenues over expenditures	<u>(1,165,159)</u>	<u>35,345</u>	<u>(1,129,814)</u>
Other financing sources (uses)			
Bond proceeds	17,489	-	17,489
Operating transfers-in	1,743,543	-	1,743,543
Operating transfers-out	(79,585)	-	(79,585)
Total other financing sources (uses)	<u>1,681,447</u>	<u>-</u>	<u>1,681,447</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	516,288	35,345	551,633
Fund balances, beginning of year	<u>357,970</u>	<u>290,359</u>	<u>648,329</u>
Fund balances, end of year	<u>\$ 874,258</u>	<u>\$ 325,704</u>	<u>\$ 1,199,962</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	General Obligation Bond Retirement		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Property and other taxes	\$ 1,967,139	\$ 1,952,646	\$ (14,493)
Intergovernmental	242,932	243,322	390
Investment income	65,000	181,070	116,070
Total revenues	<u>2,275,071</u>	<u>2,377,038</u>	<u>101,967</u>
Expenditures			
Debt service			
Principal retirement	2,415,643	2,396,537	19,106
Interest and fiscal charges	2,830,072	2,829,196	876
Total expenditures	<u>5,245,715</u>	<u>5,225,733</u>	<u>19,982</u>
Excess (deficiency) of revenues over expenditures	<u>(2,970,644)</u>	<u>(2,848,695)</u>	<u>121,949</u>
Other financing sources (uses)			
Bond proceeds	17,500	17,489	(11)
Operating transfers-in	3,390,568	3,387,494	(3,074)
Operating transfers-out	(40,000)	(40,000)	-
Total other financing sources (uses)	<u>3,368,068</u>	<u>3,364,983</u>	<u>(3,085)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	397,424	516,288	118,864
Fund balances, beginning of year	357,970	357,970	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ 755,394</u>	<u>\$ 874,258</u>	<u>\$ 118,864</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Sewer Bond Retirement		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes	\$ 590,150	\$ 585,794	\$ (4,356)
Charges for services	60,000	-	(60,000)
Intergovernmental	72,870	72,997	127
Total revenues	<u>723,020</u>	<u>658,791</u>	<u>(64,229)</u>
Expenditures			
Debt service			
Principal retirement	443,068	443,068	-
Interest and fiscal charges	178,959	175,978	2,981
Total expenditures	<u>622,027</u>	<u>619,046</u>	<u>2,981</u>
Excess (deficiency) of revenues over expenditures	<u>100,993</u>	<u>39,745</u>	<u>(61,248)</u>
Other financing sources (uses)			
Operating transfers-in	5,400	-	(5,400)
Total other financing sources (uses)	<u>5,400</u>	<u>-</u>	<u>(5,400)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	106,393	39,745	(66,648)
Fund balances, beginning of year	237,679	237,679	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ 344,072</u>	<u>\$ 277,424</u>	<u>\$ (66,648)</u>

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Debt Service Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes	\$ 2,557,289	\$ 2,538,440	\$ (18,849)
Charges for services	60,000	-	(60,000)
Intergovernmental	315,802	316,319	517
Investment income	65,000	181,070	116,070
Total revenues	<u>2,998,091</u>	<u>3,035,829</u>	<u>37,738</u>
Expenditures			
Debt service			
Principal retirement	2,858,711	2,839,605	19,106
Interest and fiscal charges	3,009,031	3,005,174	3,857
Total expenditures	<u>5,867,742</u>	<u>5,844,779</u>	<u>22,963</u>
Excess (deficiency) of revenues over expenditures	<u>(2,869,651)</u>	<u>(2,808,950)</u>	<u>60,701</u>
Other financing sources (uses)			
Bond proceeds	17,500	17,489	(11)
Operating transfers-in	3,395,968	3,387,494	(8,474)
Operating transfers-out	(40,000)	(40,000)	-
Total other financing sources (uses)	<u>3,373,468</u>	<u>3,364,983</u>	<u>(8,485)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	503,817	556,033	52,216
Fund balances, beginning of year	595,649	595,649	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ 1,099,466</u>	<u>\$ 1,151,682</u>	<u>\$ 52,216</u>

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CAPITAL PROJECTS FUNDS

Capital improvement funds are provided to account for financial resources used for the construction or acquisition of major capital improvements.

Capital Improvement Project Fund – Accounts for resources allocated for specific major capital improvements and the related expenditures.

Library Construction Fund – Accounts for the financial resources designated to construct a free and public library and the related expenditures.

Issue II Fund – Accounts for Issue II grant monies received and the related expenditures paid directly to the contractors on our behalf.

CITY OF NORTH OLMSTED
 COMBINING BALANCE SHEET
 ALL CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2000

	Capital Improvement Project	Library Construction	Issue II	Totals
<u>Assets</u>				
Equity in pooled cash and equivalents	\$ 564,448	\$ 2,750,000	\$ -	\$ 3,314,448
Total assets	<u>564,448</u>	<u>2,750,000</u>	<u>-</u>	<u>3,314,448</u>
<u>Liabilities and fund balances</u>				
<u>Liabilities</u>				
Accounts payable	54,432	5,300	-	59,732
Retainage payable	26,484	-	-	26,484
Accrued interest payable	-	1,050	-	1,050
Notes payable	-	2,750,000	-	2,750,000
Total liabilities	<u>80,916</u>	<u>2,756,350</u>	<u>-</u>	<u>2,837,266</u>
<u>Fund balances</u>				
Reserved for encumbrances	346,347	-	-	346,347
Unreserved	137,185	(6,350)	-	130,835
Total fund balances	<u>483,532</u>	<u>(6,350)</u>	<u>-</u>	<u>477,182</u>
Total liabilities and fund balances	<u>\$ 564,448</u>	<u>\$ 2,750,000</u>	<u>\$ -</u>	<u>\$ 3,314,448</u>

CITY OF NORTH OLMSTED
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2000

	Capital Improvement Project	Library Construction	Issue II	Totals
Revenues				
Intergovernmental	\$ -	\$ -	\$ 897,445	\$ 897,445
Other	3,825	-	-	3,825
Total revenues	<u>3,825</u>	<u>-</u>	<u>897,445</u>	<u>901,270</u>
Expenditures				
Capital projects	167,343		897,445	1,064,788
Debt service				
Interest and fiscal charges	99,960	6,350	-	106,310
Total expenditures	<u>267,303</u>	<u>6,350</u>	<u>897,445</u>	<u>1,171,098</u>
Excess (deficiency) of revenues over expenditures	<u>(263,478)</u>	<u>(6,350)</u>	<u>-</u>	<u>(269,828)</u>
Other financing sources (uses)				
Bond proceeds	1,900,000	-	-	1,900,000
Operating transfers-in	204,109	-	-	204,109
Total other financing sources (uses)	<u>2,104,109</u>	<u>-</u>	<u>-</u>	<u>2,104,109</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	1,840,631	(6,350)	-	1,834,281
Fund balances, beginning of year	<u>(1,357,099)</u>	<u>-</u>	<u>-</u>	<u>(1,357,099)</u>
Fund balances, end of year	<u>\$ 483,532</u>	<u>\$ (6,350)</u>	<u>\$ -</u>	<u>\$ 477,182</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Capital Improvement		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Other	\$ 3,000	\$ 3,825	\$ 825
Total revenues	<u>3,000</u>	<u>3,825</u>	<u>825</u>
Expenditures			
Current			
Security of persons and property			
Fire department			
Capital outlay	7,500	7,348	152
Total fire department	<u>7,500</u>	<u>7,348</u>	<u>152</u>
Police department			
Capital outlay	170,000	146,344	23,656
Total police department	<u>170,000</u>	<u>146,344</u>	<u>23,656</u>
Total security of persons and property	<u>177,500</u>	<u>153,692</u>	<u>23,808</u>
Leisure time activities			
Golf course			
Capital outlay	404,100	403,428	672
Total golf course	<u>404,100</u>	<u>403,428</u>	<u>672</u>
Recreation department			
Capital outlay	640,169	472,206	167,963
Total recreation department	<u>640,169</u>	<u>472,206</u>	<u>167,963</u>
Total leisure time activities	<u>1,044,269</u>	<u>875,634</u>	<u>168,635</u>
Debt service			
Principal retirement	2,299,000	2,299,000	-
Interest and fiscal charges	101,617	97,117	4,500
Total debt service	<u>2,400,617</u>	<u>2,396,117</u>	<u>4,500</u>
Total expenditures	<u>3,622,386</u>	<u>3,425,443</u>	<u>196,943</u>
Excess (deficiency) of revenues over expenditures	<u>(3,619,386)</u>	<u>(3,421,618)</u>	<u>197,768</u>
Other financing sources (uses)			
Note proceeds	725,000	725,000	-
Bond proceeds	1,915,111	1,900,000	(15,111)
Operating transfers-in	387,187	387,716	529
Operating transfers-out	(96,000)	(96,000)	-
Total other financing sources (uses)	<u>2,931,298</u>	<u>2,916,716</u>	<u>(14,582)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(688,088)</u>	<u>(504,902)</u>	<u>183,186</u>
Fund balances, beginning of year	304,275	304,275	-
Prior year encumbrances	<u>105,115</u>	<u>105,115</u>	<u>-</u>
Fund balances, end of year	<u>\$ (278,698)</u>	<u>\$ (95,512)</u>	<u>\$ 183,186</u>

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Library Construction		
	Budget	Actual	Variance Favorable (Unfavorable)
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ -
Other financing sources (uses)			
Note proceeds	2,750,000	2,750,000	-
Total other financing sources (uses)	2,750,000	2,750,000	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	2,750,000	2,750,000	-
Fund balances, beginning of year	-	-	-
Prior year encumbrances	-	-	-
Fund balances, end of year	\$ 2,750,000	\$ 2,750,000	\$ -

CITY OF NORTH OLMSTED, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Issue II		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 1,194,462	\$ 897,445	\$ (297,017)
Total revenues	1,194,462	897,445	(297,017)
Expenditures			
Current			
General government – legislative and executive			
Service department			
Capital outlay	1,194,462	897,445	297,017
Total expenditures	1,194,462	897,445	297,017
Excess (deficiency) of revenues over expenditures	-	-	-
Fund balances, beginning of year	-	-	-
Prior year encumbrances	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Capital Projects Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 1,194,462	\$ 897,445	\$ (297,017)
Other	3,000	3,825	825
Total revenues	<u>1,197,462</u>	<u>901,270</u>	<u>(296,192)</u>
Expenditures			
Current			
General government - legislative and executive			
Service department			
Capital outlay	<u>1,194,462</u>	<u>897,445</u>	<u>297,017</u>
Total general government - legislative and executive	<u>1,194,462</u>	<u>897,445</u>	<u>297,017</u>
Security of persons and property			
Fire department			
Capital outlay	<u>7,500</u>	<u>7,348</u>	<u>152</u>
Total fire department	<u>7,500</u>	<u>7,348</u>	<u>152</u>
Police department			
Capital outlay	<u>170,000</u>	<u>146,344</u>	<u>23,656</u>
Total police department	<u>170,000</u>	<u>146,344</u>	<u>23,656</u>
Total security of persons and property	<u>177,500</u>	<u>153,692</u>	<u>23,808</u>
Leisure time activities			
Golf course			
Capital outlay	<u>404,100</u>	<u>403,428</u>	<u>672</u>
Total golf course	<u>404,100</u>	<u>403,428</u>	<u>672</u>
Recreation department			
Capital outlay	<u>640,169</u>	<u>472,206</u>	<u>167,963</u>
Total recreation department	<u>640,169</u>	<u>472,206</u>	<u>167,963</u>
Total leisure time activities	<u>1,044,269</u>	<u>875,634</u>	<u>168,635</u>
Debt service			
Principal retirement	<u>2,299,000</u>	<u>2,299,000</u>	<u>-</u>
Interest and fiscal charges	<u>101,617</u>	<u>97,117</u>	<u>4,500</u>
Total debt service	<u>2,400,617</u>	<u>2,396,117</u>	<u>4,500</u>
Total expenditures	<u>4,816,848</u>	<u>4,322,888</u>	<u>493,960</u>
Excess (deficiency) of revenues over expenditures	<u>(3,619,386)</u>	<u>(3,421,618)</u>	<u>197,768</u>

(Continued)

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Capital Projects Funds (Concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Other financing sources (uses)			
Note proceeds	3,475,000	3,475,000	-
Bond proceeds	1,915,111	1,900,000	(15,111)
Operating transfers-in	387,187	387,716	529
Operating transfers-out	(96,000)	(96,000)	-
Total other financing sources (uses)	<u>5,681,298</u>	<u>5,666,716</u>	<u>(14,582)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	2,061,912	2,245,098	183,186
Fund balances, beginning of year	304,275	304,275	-
Prior year encumbrances	<u>105,115</u>	<u>105,115</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,471,302</u>	<u>\$ 2,654,488</u>	<u>\$ 183,186</u>

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ENTERPRISE FUNDS

Enterprise funds are used to account for the City's Sanitary Sewer System, Municipal Bus Line, and Golf Course & Ballroom. They are financed and operated in a manner similar to private sector business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

North Olmsted Municipal Bus Line Fund (NOMBL) – Accounts for the revenues and expenses of the city-owned municipal bus line.

Springvale Golf Course and Ballroom Fund – Accounts for the revenues and expenses of the City-owned golf course and ballroom facility.

Sewer Revenue Fund – Accounts for the revenues and expenses of the Sanitary Sewer System and Waste Water Treatment Plant facilities.

CITY OF NORTH OLMSTED, OHIO
 COMBINING BALANCE SHEET
 ALL ENTERPRISE FUNDS
 DECEMBER 31, 2000

	NOMBL	Springvale Golf Course	Sewer Revenue	Total
<u>Assets</u>				
Equity in pooled cash and equivalents	\$ 794,225	\$ 142,183	\$ 998,193	\$ 1,934,601
Receivables				
Accounts	121	-	-	121
Intergovernmental	382,670	-	1,543,313	1,925,983
Materials and supplies	74,203	6,294	-	80,497
Fixed assets	688,891	4,691,142	50,918,482	56,298,515
Accumulated depreciation	(189,223)	(617,153)	(28,098,844)	(28,905,220)
Total assets	\$ 1,750,887	\$ 4,222,466	\$ 25,361,144	\$ 31,334,497
<u>Liabilities and equity</u>				
<u>Liabilities</u>				
Accounts payable	30,311	23,882	222,524	276,717
Accrued wages and benefits	123,607	5,644	57,717	186,968
Compensated absences payable	533,362	21,564	448,844	1,003,770
Due to other funds	-	-	98,010	98,010
Retainage payable	794	-	3,268	4,062
Intergovernmental payable	133,793	13,776	72,788	220,357
Accrued interest payable	-	20,300	74,700	95,000
Claims and judgments payable	-	-	338,000	338,000
Bonds payable				
General obligation	-	4,155,000	15,230,000	19,385,000
Total liabilities	821,867	4,240,166	16,545,851	21,607,884
<u>Equity</u>				
Contributed capital	-	96,000	9,850,047	9,946,047
Retained earnings - unreserved	929,020	(113,700)	(1,034,754)	(219,434)
Total equity	929,020	(17,700)	8,815,293	9,726,613
Total liabilities and equity	\$ 1,750,887	\$ 4,222,466	\$ 25,361,144	\$ 31,334,497

CITY OF NORTH OLMSTED, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 ALL ENTERPRISE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

	NOMBL	Springvale Golf Course	Sewer Revenue	Total
Operating revenues				
Charges for services	\$ 4,356,299	\$ 1,349,437	\$ 5,531,648	\$ 11,237,384
Tap-in fees	-	-	147,140	147,140
Other	79,808	5,000	2,000	86,808
Total operating revenues	<u>4,436,107</u>	<u>1,354,437</u>	<u>5,680,788</u>	<u>11,471,332</u>
Operating expenses				
Wages	2,949,821	357,978	1,690,184	4,997,983
Personnel costs	1,036,542	105,561	488,887	1,630,990
Cost of sales	425,372	175,863	1,572,356	2,173,591
Repairs and maintenance	23,770	168,092	320,684	512,546
Other operating expenses	53,349	251,216	509,101	813,666
Depreciation	11,928	103,358	1,821,754	1,937,040
Total operating expenses	<u>4,500,782</u>	<u>1,162,068</u>	<u>6,402,966</u>	<u>12,065,816</u>
Operating income (loss)	<u>(64,675)</u>	<u>192,369</u>	<u>(722,178)</u>	<u>(594,484)</u>
Nonoperating expenses				
Interest and fiscal charges	-	(211,418)	(838,757)	(1,050,175)
Disposal on sale of fixed assets	-	(1,680)	-	(1,680)
Total nonoperating expenses	<u>-</u>	<u>(213,098)</u>	<u>(838,757)</u>	<u>(1,051,855)</u>
Loss before operating transfers	<u>(64,675)</u>	<u>(20,729)</u>	<u>(1,560,935)</u>	<u>(1,646,339)</u>
Operating transfers				
Operating transfers-out	(32,410)	-	(194,012)	(226,422)
Total operating transfers	<u>(32,410)</u>	<u>-</u>	<u>(194,012)</u>	<u>(226,422)</u>
Net loss	(97,085)	(20,729)	(1,754,947)	(1,872,761)
Retained earnings, beginning of year	1,026,105	(92,971)	720,193	1,653,327
Retained earnings, end of year	<u>\$ 929,020</u>	<u>\$ (113,700)</u>	<u>\$ (1,034,754)</u>	<u>\$ (219,434)</u>

CITY OF NORTH OLMSTED, OHIO
 COMBINING STATEMENT OF CASH FLOWS
 ALL ENTERPRISE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

	NOMBL	Springvale Golf Course	Sewer Revenue	Total
Cash flows from operating activities:				
Operating income (loss)	\$ (64,675)	\$ 192,369	\$ (722,178)	\$ (594,484)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	11,928	103,358	1,821,754	1,937,040
Changes in net assets (increase) decrease and liabilities increase (decrease):				
Accounts receivable	(121)	-	-	(121)
Intergovernmental receivable	464,728	-	118,976	583,704
Materials and supplies	(74,203)	13,600	-	(60,603)
Accounts and contracts payable	(3,165)	2,716	94,520	94,071
Accrued salaries and benefits	9,835	(9,252)	(4,098)	(3,515)
Compensated absences	161,887	21,564	21,781	205,232
Retainage payable	794	-	(146,099)	(145,305)
Intergovernmental payable	(20,207)	(1,907)	(413,279)	(435,393)
Accrued interest payable	-	3,380	(585)	2,795
Total adjustments	<u>551,476</u>	<u>133,459</u>	<u>1,492,970</u>	<u>2,177,905</u>
Net cash provided by operating activities	<u>486,801</u>	<u>325,828</u>	<u>770,792</u>	<u>1,583,421</u>
Cash flows from non-capital financing activities:				
Operating transfers-out	(32,410)	-	(194,012)	(226,422)
Net cash (used in) non-capital financing activities	<u>(32,410)</u>	<u>-</u>	<u>(194,012)</u>	<u>(226,422)</u>
Cash flows from capital and related financing activities:				
Acquisition of fixed assets	(1,477)	(395,405)	(471,335)	(868,217)
Proceeds from bonds payable	-	300,000	895,000	1,195,000
Principal payment of notes	-	-	(920,000)	(920,000)
Principal payment of bonds	-	(100,000)	(565,000)	(665,000)
Interest and fiscal charges	-	(211,418)	(838,757)	(1,050,175)
Net cash (used in) capital and related financing activities	<u>(1,477)</u>	<u>(406,823)</u>	<u>(1,900,092)</u>	<u>(2,308,392)</u>
Net increase (decrease) in cash and cash equivalents	452,914	(80,995)	(1,323,312)	(951,393)
Equity in pooled cash and equivalents, beginning of year	341,311	223,178	2,321,505	2,885,994
Equity in pooled cash and equivalents, end of year	<u>\$ 794,225</u>	<u>\$ 142,183</u>	<u>\$ 998,193</u>	<u>\$ 1,934,601</u>
Non-cash transactions:				
Acquisition of fixed assets through contributed capital	\$ -	\$ 96,000	\$ -	\$ 96,000
Disposal of fixed assets, net book value	<u>\$ -</u>	<u>\$ 1,680</u>	<u>\$ -</u>	<u>\$ 1,680</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	North Olmsted Municipal Bus Line		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 5,133,445	\$ 4,753,000	\$ (380,445)
Other	73,000	59,719	(13,281)
Total operating revenues	<u>5,206,445</u>	<u>4,812,719</u>	<u>(393,726)</u>
Expenses			
Wages	3,410,200	2,949,820	460,380
Personnel costs	1,019,698	864,584	155,114
Cost of sales	116,545	92,728	23,817
Repairs and maintenance	71,200	53,379	17,821
Other operating expenses	512,519	425,304	87,215
Total expenses	<u>5,130,162</u>	<u>4,385,815</u>	<u>744,347</u>
Excess of revenues over expenses	<u>76,283</u>	<u>426,904</u>	<u>350,621</u>
Other financing sources (uses)			
Operating transfers-out	(32,411)	(32,411)	-
Total other financing sources (uses)	<u>(32,411)</u>	<u>(32,411)</u>	<u>-</u>
Excess (deficiency) of revenues over expenses and other sources (uses)	43,872	394,493	350,621
Fund balances, beginning of year	323,846	323,846	-
Prior year encumbrances	17,465	17,465	-
Fund balances, end of year	<u>\$ 385,183</u>	<u>\$ 735,804</u>	<u>\$ 350,621</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Springvale Golf Course And Ballroom		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 1,371,100	\$ 1,349,437	\$ (21,663)
Other	5,000	5,000	-
Total revenues	<u>1,376,100</u>	<u>1,354,437</u>	<u>(21,663)</u>
Expenses			
Wages	365,500	357,999	7,501
Personnel costs	98,134	94,671	3,463
Cost of sales	247,657	233,136	14,521
Repairs and maintenance	174,011	172,349	1,662
Other operating expenses	166,432	154,351	12,081
Capital outlay	66,334	61,544	4,790
Debt service			
Interest and fiscal charges	5,000	5,000	-
Total expenses	<u>1,123,068</u>	<u>1,079,050</u>	<u>44,018</u>
Excess of revenues over expenses	<u>253,032</u>	<u>275,387</u>	<u>22,355</u>
Other financing sources (uses)			
Bond proceeds	300,000	300,000	-
Operating transfers-in	96,000	96,000	-
Operating transfers-out	(521,138)	(507,667)	13,471
Total other financing sources (uses)	<u>(125,138)</u>	<u>(111,667)</u>	<u>13,471</u>
Excess (deficiency) of revenues over expenses and other sources (uses)	127,894	163,720	35,826
Fund balances, beginning of year	176,430	176,430	-
Prior year encumbrances	<u>46,748</u>	<u>46,748</u>	<u>-</u>
Fund balances, end of year	<u>\$ 351,072</u>	<u>\$ 386,898</u>	<u>\$ 35,826</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

	Sewer		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Charges for services	\$ 6,025,000	\$ 5,650,624	\$ (374,376)
Tap-in fees	-	147,140	147,140
Other	-	2,000	2,000
Total revenues	<u>6,025,000</u>	<u>5,799,764</u>	<u>(225,236)</u>
Expenses			
Wages	1,703,398	1,690,184	13,214
Personnel costs	508,702	503,407	5,295
Cost of sales	886,643	828,205	58,438
Repairs and maintenance	400,977	385,872	15,105
Other operating expenses	2,297,211	2,203,820	93,391
Capital outlay	504,240	481,783	22,457
Debt service			
Principal retirement	920,000	920,000	-
Interest and fiscal charges	63,640	63,425	215
Total expenses	<u>7,284,811</u>	<u>7,076,696</u>	<u>208,115</u>
Excess of revenues over expenses	<u>(1,259,811)</u>	<u>(1,276,932)</u>	<u>(17,121)</u>
Other financing sources (uses)			
Bond proceeds	895,000	895,000	-
Operating transfers-out	(1,559,266)	(1,534,925)	24,341
Total other financing sources (uses)	<u>(664,266)</u>	<u>(639,925)</u>	<u>24,341</u>
Excess (deficiency) of revenues over expenses and other sources (uses)	<u>(1,924,077)</u>	<u>(1,916,857)</u>	<u>7,220</u>
Fund balances, beginning of year	1,454,457	1,454,457	-
Prior year encumbrances	<u>867,044</u>	<u>867,044</u>	<u>-</u>
Fund balances, end of year	<u>\$ 397,424</u>	<u>\$ 404,644</u>	<u>\$ 7,220</u>

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Enterprise Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Charges for services	\$ 12,529,545	\$ 11,753,061	\$ (776,484)
Tap-in fees	-	147,140	147,140
Other	78,000	66,719	(11,281)
Total operating revenues	<u>12,607,545</u>	<u>11,966,920</u>	<u>(640,625)</u>
Expenses			
Wages	5,479,098	4,998,003	481,095
Personnel costs	1,626,534	1,462,662	163,872
Cost of sales	1,250,845	1,154,069	96,776
Repairs and maintenance	646,188	611,600	34,588
Other operating expenses	2,976,162	2,783,475	192,687
Capital outlay	570,574	543,327	27,247
Debt service			
Principal retirement	920,000	920,000	-
Interest and fiscal charges	68,640	68,425	215
Total expenses	<u>13,538,041</u>	<u>12,541,561</u>	<u>996,480</u>
Excess of revenues over expenses	<u>(930,496)</u>	<u>(574,641)</u>	<u>355,855</u>
Other financing sources (uses)			
Bond proceeds	1,195,000	1,195,000	-
Operating transfers-in	96,000	96,000	-
Operating transfers-out	(2,112,815)	(2,075,003)	37,812
Total other financing sources (uses)	<u>(821,815)</u>	<u>(784,003)</u>	<u>37,812</u>
Excess (deficiency) of revenues and other sources over (under) expenses and other uses	(1,752,311)	(1,358,644)	393,667
Fund balances, beginning of year	1,954,733	1,954,733	-
Prior year encumbrances	931,257	931,257	-
Fund balances, end of year	<u>\$ 1,133,679</u>	<u>\$ 1,527,346</u>	<u>\$ 393,667</u>

INTERNAL SERVICE FUND

The Internal Service Fund is used to account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

Hospitalization Fund – Accounts for the operation of the city's self-insurance program for employee health benefits.

CITY OF NORTH OLMSTED, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Hospitalization		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Charges for services	\$ 2,260,688	\$ 2,202,419	\$ (58,269)
Total operating revenues	<u>2,260,688</u>	<u>2,202,419</u>	<u>(58,269)</u>
Expenses			
Claims and judgments	2,389,600	2,009,071	380,529
Total operating expenses	<u>2,389,600</u>	<u>2,009,071</u>	<u>380,529</u>
Excess (deficiency) of revenues over expenses and other sources (uses)	(128,912)	193,348	322,260
Fund balances, beginning of year	376,878	376,878	-
Prior year encumbrances	-	-	-
Fund balances, end of year	<u>\$ 247,966</u>	<u>\$ 570,226</u>	<u>\$ 322,260</u>

AGENCY FUNDS

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

Trust and Agency Fund – Accounts for deposits held by the City from contractors, developers or individuals to ensure compliance with City ordinances. These monies net of inspection charges are returned when the work is properly completed.

CITY OF NORTH OLMSTED, OHIO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2000

	Balance 12/31/99	Additions	Reductions	Balance 12/31/00
<u>Assets</u>				
Other funds on deposit	\$ 82,044	\$ 236,586	\$ 179,396	\$ 139,234
Total assets	<u>82,044</u>	<u>236,586</u>	<u>179,396</u>	<u>139,234</u>
<u>Liabilities</u>				
Refundable deposits	82,044	236,586	179,396	139,234
Total liabilities	<u>\$ 82,044</u>	<u>\$ 236,586</u>	<u>\$ 179,396</u>	<u>139,234</u>

GENERAL FIXED ASSETS

This account group is used to account for all sites, buildings, equipment, and vehicles not used in the operations of the Proprietary Funds.

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
DECEMBER 31, 2000

General fixed assets	
Land and improvements	\$ 914,332
Building and improvements	14,948,900
Machinery and equipment	6,751,596
Furniture and fixtures	124,623
Construction in progress	271,762
Total general fixed assets	<u>23,011,213</u>
Less accumulated depreciation	(11,849,288)
Net general fixed assets	<u><u>\$ 11,161,925</u></u>

Investment in general fixed assets from:	
General Fund	\$ 15,444,381
Special Revenue Funds	7,456,415
Donations and Grants	110,417
Total general fixed assets	<u>23,011,213</u>
Less accumulated depreciation	(11,849,288)
Net general fixed assets	<u><u>\$ 11,161,925</u></u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF GENERAL FIXED ASSETS FUNCTION AND ACTIVITY
DECEMBER 31, 2000

Function and Activity	Land and Improvements	Building and Improvements	Machinery and Equipment	Furniture and Fixtures	Total
<u>General Government:</u>					
Mayor	\$ -	\$ 25,580	\$ 26,170	\$ 22,538	\$ 74,288
Council	-	-	9,293	7,635	16,928
Finance	-	-	27,209	4,195	31,404
Safety	-	-	50,919	-	50,919
Data Processing	-	-	169,026	4,314	173,340
Personal	-	-	4,480	1,321	5,801
Boards and Commissions	-	-	3,424	2,516	5,940
City Hall - General Government	485,126	4,250,984	318,045	14,155	5,068,310
Total General Government	<u>485,126</u>	<u>4,276,564</u>	<u>608,566</u>	<u>56,674</u>	<u>5,426,930</u>
<u>Community and Development:</u>					
Building	-	-	103,983	2,286	106,269
<u>Public Safety:</u>					
Police	10,524	862,372	1,456,525	4,153	2,333,574
Fire	6,396	3,112,472	1,301,826	30,181	4,450,875
Total Public Safety	<u>16,920</u>	<u>3,974,844</u>	<u>2,758,351</u>	<u>34,334</u>	<u>6,784,449</u>
<u>Public Health and Welfare:</u>					
Human Resources	-	-	1,861	-	1,861
<u>Transportation</u>					
Public Works	-	-	14,816	7,557	22,373
Engineering	-	-	7,123	4,902	12,025
Service	46,146	35,393	2,414,951	-	2,496,490
Fleet	-	-	560,220	-	560,220
Total Transportation	<u>46,146</u>	<u>35,393</u>	<u>2,997,110</u>	<u>12,459</u>	<u>3,091,108</u>
<u>Culture and Recreation:</u>					
Recreation	366,140	6,662,099	278,852	17,316	7,324,407
Senior Center	-	-	2,873	1,554	4,427
Total Culture and Recreation	<u>366,140</u>	<u>6,662,099</u>	<u>281,725</u>	<u>18,870</u>	<u>7,328,834</u>
Total by Function	914,332	14,948,900	6,751,596	124,623	22,739,451
Construction in Progress	-	271,762	-	-	271,762
Total General Fixed Assets	914,332	15,220,662	6,751,596	124,623	23,011,213
Less Accumulated Depreciation	-	7,136,326	4,624,410	88,552	11,849,288
Net General Fixed Assets	<u>\$ 914,332</u>	<u>\$ 8,084,336</u>	<u>\$ 2,127,186</u>	<u>\$ 36,071</u>	<u>\$ 11,161,925</u>

CITY OF NORTH OLMSTED, OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2000

Function and Activity	Balance 1/1/99	Additions	Disposals	Balance 12/31/00
<u>General Government:</u>				
Mayor	\$ 74,288	\$ -	\$ -	\$ 74,288
Council	16,928	-	-	16,928
Finance	31,404	-	-	31,404
Safety	18,198	32,721	-	50,919
Data Processing	173,340	-	-	173,340
Personal	5,801	-	-	5,801
Boards and Commissions	5,940	-	-	5,940
City Hall - General Government	4,840,404	229,401	(1,495)	5,068,310
Total General Government	<u>5,166,303</u>	<u>262,122</u>	<u>(1,495)</u>	<u>5,426,930</u>
 <u>Community and Development:</u>				
Building	<u>103,117</u>	<u>3,152</u>	<u>-</u>	<u>106,269</u>
 <u>Public Safety:</u>				
Police	2,267,005	145,011	(78,442)	2,333,574
Fire	4,444,020	32,477	(25,622)	4,450,875
Total Public Safety	<u>6,711,025</u>	<u>177,488</u>	<u>(104,064)</u>	<u>6,784,449</u>
 <u>Public Health and Welfare:</u>				
Human Resources	<u>1,861</u>	<u>-</u>	<u>-</u>	<u>1,861</u>
 <u>Transportation</u>				
Public Works	22,373	-	-	22,373
Engineering	11,866	11,268	(11,109)	12,025
Service	2,551,764	45,192	(100,466)	2,496,490
Fleet	306,094	254,126	-	560,220
Total Transportation	<u>2,892,097</u>	<u>310,586</u>	<u>(111,575)</u>	<u>3,091,108</u>
 <u>Culture and Recreation</u>				
Recreation	6,518,423	805,984	-	7,324,407
Senior Center	3,127	1,300	-	4,427
Total Culture and Recreation	<u>6,521,550</u>	<u>807,284</u>	<u>-</u>	<u>7,328,834</u>
Total by Function	21,395,953	1,560,632	(217,134)	22,739,451
Construction in Progress	<u>842,470</u>	<u>350,928</u>	<u>(921,636)</u>	<u>271,762</u>
Total General Fixed Assets	22,238,423	1,911,560	(1,138,770)	23,011,213
Less Accumulated Depreciation	<u>10,758,006</u>	<u>1,209,346</u>	<u>(118,064)</u>	<u>11,849,288</u>
Net General Fixed Assets	<u>\$ 11,480,417</u>	<u>\$ 702,214</u>	<u>\$ (1,020,706)</u>	<u>\$ 11,161,925</u>

**City of North Olmsted
Governmental Fund Type
Expenditures by Function
Last Ten Fiscal Years**

	2000	1999	1998	1997	1996	1995	1994	1993	1992 (1)	1991 (1)
Current:										
General Government	\$4,991,317	\$6,000,902	\$6,440,737	\$5,834,093	\$5,250,428	\$5,081,750	\$4,862,426	\$4,381,931	\$4,195,944	\$3,713,766
Security of Persons and Property	9,776,330	8,232,264	7,788,275	7,779,038	6,888,008	6,812,790	6,776,438	6,067,176	5,250,923	4,977,096
Public Health and Welfare	103,558	82,655	111,916	107,449	109,212	108,130	99,759	177,550	41,294	1,086
Transportation	5,970,202	4,859,368	4,288,298	5,006,208	6,741,225	6,711,400	8,049,732	6,685,809	9,547,190	6,503,118
Community Environment						89,725		91,683	213,259	173,396
Basic Utility Services	1,591,668	1,464,750	1,609,739	1,338,580	1,354,865	1,253,643	1,505,430	979,961	1,125,545	708,900
Leisure Time Activities	2,063,492	1,975,437	1,961,903	1,907,376	1,816,349	1,657,952	1,557,414	1,507,203	1,439,834	1,353,623
Economic Development and Assistance	100,606	87,987	5,257	326,925	10,028	15,935	81,013	2,824	0	0
Other	3,256	231	45,103	0	0	0	0	7,350	326,260	0
Capital Outlay	1,064,788	2,449,811	878,425	1,682,255	415,840	5,224,128	4,450,551	2,354,288	2,648,833	5,662,269
Debt Service:										
Principal Retirement	2,219,605	2,210,601	2,009,107	1,896,763	1,389,891	1,434,489	1,271,247	1,218,592	19,778,587	832,905
Interest and Fiscal Charges	2,317,332	2,302,308	2,334,693	2,263,476	2,952,518	2,030,087	1,904,764	1,597,686	2,677,906	1,483,090
Total	\$30,202,154	\$29,666,314	\$27,473,453	\$28,142,163	\$26,928,364	\$30,420,029	\$30,558,774	\$25,072,053	\$47,245,575	\$25,409,249

Source:

City of North Olmsted audited financial statements

(1) 1991 through 1992 were disclaimer of opinions.

**City of North Olmsted
Governmental Fund Type
Revenues by Source
Last Ten Fiscal Years**

	2000	1999	1998	1997	1996	1995	1994	1993	1992 (1)	1991 (1)
Municipal Income Tax	\$10,858,123	\$10,257,028	\$9,727,638	\$9,873,472	\$8,901,309	\$8,321,754	\$7,585,398	\$7,130,162	\$6,508,799	\$5,758,907
Property and Other Taxes	8,607,246	8,553,667	8,387,454	7,401,978	7,141,571	7,498,764	6,756,338	6,681,374	6,362,593	6,025,916
Charges for Services	2,110,397	2,181,071	1,446,834	1,433,967	1,699,465	1,655,933	1,285,078	1,142,787	1,080,404	1,007,618
Licenses and Permits	668,900	809,925	801,678	775,907	709,908	523,177	432,453	440,944	426,462	480,179
Fines and Forfeitures	417,260	177,487	199,990	268,285	156,726	197,989	219,052 #	270,141	240,794	224,435
Intergovernmental	5,439,266	5,894,652	4,069,646	4,123,610	4,180,347	5,453,075	3,747,668 #	4,207,538	5,270,862	4,656,821
Special Assessments	91,734	114,918	89,072	94,145	97,682	97,794	98,252 #	99,316	127,894	128,820
Investment Income	684,382	531,677	449,501	492,611	560,489	523,334	408,804 #	125,122	164,778	273,902
Other	611,619	276,078	1,438,229	1,227,410	1,091,904	1,107,199	1,051,290 #	851,210	1,032,026	693,233
Total	\$29,488,927	\$28,796,503	\$26,610,042	\$25,691,385	\$24,539,401	\$25,379,019	\$21,584,333	\$20,948,594	\$21,214,612	\$19,249,831

Source:

City of North Olmsted audited financial statements

(1) 1991 through 1992 were disclaimer of opinions.

City of North Olmsted
Property Tax Levies and
Collections
Real and Public Utility Taxes
Last Ten Fiscal Years

Collection Year	Current Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection As a Percent of Current Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Levy
2000	\$8,767,921	\$8,462,625	96.5%	\$211,462	\$8,674,087	98.9%	\$468,359	5.3%
1999	8,679,306	8,446,005	97.3%	226,139	8,672,144	99.9%	457,866	5.3%
1998	8,508,575	8,293,734	97.5%	180,357	8,474,091	99.6%	445,126	5.2%
1997	7,886,005	7,767,759	98.5%	121,655	7,889,414	100.0%	417,893	5.3%
1996	7,665,505	7,594,056	99.1%	108,957	7,703,013	100.5%	283,731	3.7%
1995	7,493,476	7,364,070	98.3%	76,488	7,440,558	99.3%	240,284	3.2%
1994	6,876,219	6,656,838	96.8%	128,573	6,785,411	98.7%	363,029	5.3%
1993	6,831,561	6,717,381	98.3%	88,587	6,805,968	99.6%	246,842	3.6%
1992	6,792,970	6,699,325	98.6%	76,721	6,776,046	99.8%	242,176	3.6%
1991	5,474,854	5,412,922	98.9%	64,335	5,477,257	100.0%	263,122	4.8%

Source: Cuyahoga County Auditor

**City of North Olmsted
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years**

Collection Year	Real Property	Public Utility Property	Tangible Personal Property	Total Assessed Value	Estimated Actual Value	Ratio
2000	\$668,471,450	\$22,399,090	\$45,819,672	\$736,690,212	\$2,118,650,627	34.8%
1999	659,211,490	24,629,710	46,864,374	730,705,574	2,098,907,203	34.8%
1998	649,920,820	23,804,710	45,200,585	718,926,115	2,064,769,776	34.8%
1997	591,673,740	24,522,540	42,771,806	658,968,086	1,889,450,147	34.9%
1996	573,675,660	25,111,460	39,343,895	638,131,005	1,824,984,616	35.0%
1995	568,907,430	27,468,570	35,731,767	632,107,767	1,799,591,152	35.1%
1994	498,206,300	25,778,330	32,182,540	556,167,170	1,581,470,288	35.2%
1993	492,283,360	25,781,180	31,098,210	549,162,750	1,560,213,521	35.2%
1992	486,488,680	24,315,810	31,474,758	542,279,248	1,538,656,021	35.2%
1991	392,419,850	22,010,930	29,307,397	443,738,177	1,254,757,906	35.4%

Source: Cuyahoga County Auditor

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

Year	General		Debt Retirement		Police & Fire		Total City Levy	School District	County (1)	Polaris		Total
	Operating	General	General	Sewer	Recreation	Pension				Vocational School	School	
2000	7.00	3.00	3.00	0.90	1.20	0.60	12.70	69.10	16.70	2.40	100.90	
1999	7.00	3.00	3.00	0.90	1.20	0.60	12.70	69.10	16.70	2.40	100.90	
1998	7.05	2.95	2.95	0.90	1.20	0.60	12.70	69.10	18.00	2.40	102.20	
1997	7.50	2.50	2.50	1.00	1.20	0.60	12.80	69.10	18.00	2.40	102.30	
1996	7.35	2.65	2.65	1.00	1.20	0.60	12.80	69.10	18.00	2.50	102.40	
1995	8.10	1.90	1.90	0.80	1.20	0.60	12.60	63.20	18.20	2.50	96.50	
1994	7.42	2.58	2.58	1.30	1.20	0.60	13.10	61.30	17.80	2.50	94.70	
1993	7.62	2.38	2.38	1.40	1.20	0.60	13.20	61.30	17.80	2.50	94.80	
1992	7.70	2.30	2.30	1.50	1.20	0.60	13.30	54.80	17.80	2.50	88.40	
1991	7.82	2.18	2.18	1.40	1.20	0.60	13.20	54.80	17.80	2.50	88.30	

Source: Cuyahoga County Auditor

(1) Includes levies for the County, the Greater Cleveland Regional Transit Authority, the Cleveland-Cuyahoga County Port Authority, Cuyahoga Community College District, the Cleveland Metropolitan Park District and the Cuyahoga County Library District.

City of North Olmsted
Special Assessment Billings and Collections
Last Ten Fiscal Years

<u>Collection Year</u>	<u>Current Levy</u>	<u>Current Collection</u>	<u>Total Collection As a Percent of Current Levy</u>	<u>Total Delinquent Tax</u>
2000	\$109,122	\$86,778	79.5%	\$31,325
1999	123,051	115,454	93.8%	9,866
1998	112,984	92,852	82.2%	22,113
1997	105,545	95,083	90.1%	10,464
1996	111,097	99,027	89.1%	6,563
1995	110,136	99,016	89.9%	11,381
1994	105,855	99,522	94.0%	6,252
1993	113,107	101,755	90.0%	6,733
1992	153,742	129,789	84.4%	13,394
1991	153,710	147,838	96.2%	22,224

Source: Cuyahoga County Auditor

City of North Olmsted
Computation of Legal Debt Margin
December 31, 2000

Assessed Valuation (2000)	\$736,690,212
Overall Debt Limitation 10 1/2% of Assessed Value (1)	<u>77,352,472</u>
Outstanding Debt:	
General Obligation Bonded Debt	57,015,000
General Obligation Bond Anticipation Notes	2,750,000
Less: Amount Available in Debt Service Fund	1,199,962
Total Outstanding Debt	<u>58,565,038</u>
Less Exemptions:	
Bonds and notes issued in anticipation of levy for special assessments	670,000
General obligation bonds and notes that are considered self supporting	
Recreational Facility	4,155,000
Sanitary Sewer System	15,230,000
Total	19,385,000
Securities issued to pay final judgments and settlements	154,000
Securities to extent authorizing legislation contains covenants to appropriate, levy and collect municipal income taxes	14,519,000
Total Exemptions	<u>34,728,000</u>
Net Debt Within 10 1/2% Limitation	<u>23,837,038</u>
<i>Overall Debt Margin</i>	<u>\$53,515,434</u>
Unvoted Debt Limitation 5 1/2% of Assessed Value (1)	40,517,962
Amount of Debt Applicable	<u>23,837,038</u>
<i>Unvoted Debt Margin</i>	<u>\$16,680,924</u>

Source: Cuyahoga County Auditor and City Financial Records.

**City of North Olmsted
Ratio of Net General Obligation Bonded Debt to
Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years**

Year	Gross Bonded Debt	Debt Service Funds Available	Net Bonded Debt	Assessed Valuation	Population (1)	Ratio of Net Debt to Assessed Value	Net Bonded Debt Per Capita
2000	\$56,345,000	\$1,199,962	\$55,145,038	\$736,690,212	34,113	7.49%	\$1,617
1999	52,030,000	648,329	51,381,671	730,705,574	34,204	7.03%	1,502
1998	54,450,000	306,178	54,143,822	718,926,115	34,204	7.53%	1,583
1997	56,715,000	147,003	56,567,997	658,968,086	34,204	8.58%	1,654
1996	58,745,000	873,138	57,871,862	638,131,005	34,204	9.07%	1,692
1995	16,885,000	350,826	16,534,174	632,107,767	34,204	2.62%	483
1994	18,050,000	357,653	17,692,347	556,167,170	34,204	3.18%	517
1993	19,185,000	278,722	18,906,278	549,162,750	34,204	3.44%	553
1992	20,280,000	752,724	19,527,276	542,279,248	34,204	3.60%	571
1991	9,200,000	1,100,063	8,099,937	443,738,177	34,204	1.83%	237

Source: Cuyahoga County Auditor

(1) 1990 Federal Census, 2000 Federal Census

City of North Olmsted
Ratio of Annual Debt Service Principal Expenditures for
General Obligation Bonded Debt to Total General Fund Expenditures
Last Ten Fiscal Years

<u>Year</u>	<u>Principal</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures</u>	<u>Ratio of Debt Service to General Fund Expenditures</u>
2000	\$2,530,000	\$2,530,000	\$16,972,346	14.91%
1999	2,420,000	2,420,000	15,971,207	15.15%
1998	2,265,000	2,265,000	15,735,071	14.39%
1997	2,030,000	2,030,000	15,287,111	13.28%
1996	1,160,000	1,160,000	14,152,486	8.20%
1995	1,165,000	1,165,000	13,513,846	8.62%
1994	1,135,000	1,135,000	13,546,048	8.38%
1993	1,095,000	1,095,000	12,725,356	8.60%
1992 (1)	3,215,000	3,215,000	11,480,326	28.00% (2)
1991 (1)	705,000	705,000	11,894,669	5.93%

Source:

City of North Olmsted audited financial statements.

(1) 1991-1992 disclaimer of opinions were received.

(2) Advanced refunding of \$2,610,000 recreation facility bonds included

City of North Olmsted

**Computation of Direct and Overlapping General Obligation Bonded Debt
December 31, 2000**

<u>Jurisdiction</u>	<u>General Obligation Debt Outstanding</u>	<u>Percentage Applicable to City</u>	<u>Amount Applicable to City</u>
City of North Olmsted	\$59,765,000	100.00%	\$59,765,000
North Olmsted School District	3,026,301	100.00%	3,026,301
Cuyahoga County	231,044,636	2.85%	6,584,772
Regional Transit Authority	98,030,000	2.85%	<u>2,793,855</u>
Total			<u><u>\$72,169,928</u></u>

Source:
Cuyahoga County Auditor

**City of North Olmsted
Demographic Statistics
Last Ten Fiscal Years**

Year	Population (1)	Employed in County (2)	Employed in PMSA (2)	Unemployment Rate (2)				School Enrollment (3)		Average Residential Sales Price	
				County	PMSA	State	US	County (3)	School	City (4)	County (4)
2000	34,113	649,500	1,075,900	4.6%	4.4%	4.1%	4.0%	4,863	4,863	132,600	128,848
1999	34,204	670,000	1,100,000	4.5%	4.4%	4.3%	4.5%	4,983	4,983	135,100	125,570
1998	34,204	670,000	1,100,000	4.5%	4.4%	4.3%	4.5%	4,985	4,985	126,300	127,304
1997	34,204	660,800	1,061,600	4.8%	4.8%	4.6%	5.0%	4,951	4,951	120,900	113,100
1996	34,204	655,700	1,046,900	5.1%	5.2%	4.9%	5.4%	5,056	5,056	119,700	108,152
1995	34,204	644,100	1,036,600	4.9%	5.1%	4.8%	5.6%	5,021	5,021	116,300	105,300
1994	34,204	636,300	1,022,800	5.8%	5.8%	5.5%	6.1%	5,020	5,020	112,000	102,900
1993	34,204	625,700	1,005,800	6.8%	6.7%	6.5%	6.8%	5,038	5,038	108,500	104,800
1992	34,204	628,100	1,009,600	7.2%	7.4%	7.2%	7.4%	5,061	5,061	97,000	101,300
1991	34,204	636,000	1,017,700	5.8%	6.2%	6.4%	6.7%	5,004	5,004	96,900	92,100

Source:

- (1) 1990 Federal Census, 2000 Federal Census
- (2) Ohio Bureau of Employment Services, U.S. Department of Labor and Bureau of Labor Statistics
- (3) North Olmsted City Schools
- (4) Cuyahoga County Auditor

**City of North Olmsted
Property Value, Construction and Financial Institution Deposits
Last Ten Fiscal Years**

Year	Total Assessed Valuation (1)	Value of Building Permits Issued (2)			Bank Deposits Cuyahoga County (000's) (3)
		Agriculture Residential	Commercial Industrial	Total	
2000	\$736,690,212	\$12,898,254	\$11,922,857	\$24,821,111	\$61,942,764
1999	730,705,574	17,868,981	17,090,778	34,959,759	57,816,942
1998	718,926,115	18,811,709	31,876,717	50,688,426	58,904,596
1997	658,968,086	14,482,863	21,582,756	36,065,619	53,941,971
1996	638,131,005	11,680,825	10,380,000	22,060,825	27,068,211
1995	632,107,767	9,545,000	10,800,000	20,345,000	22,458,573
1994	556,167,170	6,747,000	26,000,000	32,747,000	20,885,453
1993	549,162,750	7,700,000	13,000,000	20,700,000	21,009,421
1992	542,279,248	13,486,670	18,914,600	32,401,270	19,379,280
1991	443,738,177	7,542,398	11,594,236	19,136,634	18,392,243

Source:

- (1) Cuyahoga County Auditor
- (2) City of North Olmsted Building Department Annual Reports
- (3) Federal Reserve Bank of Cleveland (1997 Key Bank became chartered causing deposits to increase.)

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**City of North Olmsted
Principal Taxpayers
Real Estate Tax
December 31, 2000**

<u>Name of Taxpayer</u>	<u>Assessed Value</u>	<u>Percent of Real Assessed Value</u>
Great Northern Partnership	\$20,420,720	3.05%
DDRC Great Northern LTD	17,725,860	2.65%
Great Northern Properties	8,279,460	1.24%
B & G Properties LTD Partnership	5,700,920	0.85%
Butternut Ridge/Summit	5,462,630	0.82%
May Stores 74 Corp	4,869,900	0.73%
Water Tower Square LTD	4,714,120	0.71%
Wal Mart	4,221,390	0.63%
Sears Roebuck Co	4,090,450	0.61%
Country Club Hotel Assoc LLC	<u>3,694,360</u>	<u>0.55%</u>
<i>Total</i>	<u><u>\$79,179,810</u></u>	<u><u>11.84%</u></u>
<i>Total Real Assessed Value</i>	<u><u>\$668,471,450</u></u>	

Source: Cuyahoga County Auditor

**City of North Olmsted
Principal Taxpayers
Tangible Personal Property Tax
December 31, 2000**

Name of Taxpayer	Assessed Value	Percent of Tangible Personal Assessed Value
May Department Stores	\$2,356,050	5.14%
Home Depot	1,890,630	4.13%
Money Access Service Corp.	1,762,428	3.85%
Sears, Roebuck & Company	1,660,960	3.62%
J. C. Penney Company	1,543,940	3.37%
Wal-Mart	1,439,200	3.14%
Sunnyside Cars, Inc.	1,137,530	2.48%
Motorcars West, Inc.	1,102,500	2.41%
Great Northern Dodge, Inc.	1,091,528	2.38%
Motorcars USA, Inc.	1,025,100	2.24%
<i>Total</i>	<u>\$15,009,866</u>	<u>32.76%</u>
<i>Total Tangible Personal Property Assessed Value</i>		<u>\$45,819,672</u>

Source: Cuyahoga County Auditor

**City of North Olmsted
Principal Taxpayers
Municipal Income Tax
December 31, 2000**

Name of Taxpayer

Factory Mutual Insurance Co.

GMAC - GM Payroll Services

Kaufmanns

Merrill Lynch P F & Smith

Moen Incorporated

North Olmsted, City of

North Olmsted School District

Riser Foods Company

Sunnyside Automotive Inc

Wal Mart Associates, Inc

Source: Regional Income Tax Agency based on payroll withholding,
Displayed in alphabetical order.

City of North Olmsted
Miscellaneous Statistics
December 31, 2000

Date of Incorporation as a village	1908
Date of Incorporation as a city	1951
Form of government	Charter; Mayor/Council
Area square miles	11.9
Number of Housing units (2000 Census)	16,163
Fire Protection	
Number of stations	2
Number of sworn firemen and officers	46
Number of emergency responses	3,237
Police Protection	
Number of Stations	1
Number of sworn policemen and officers	56
Number of criminal arrests	2,222
Number of traffic violations - regular duty	7,095
Number of traffic violations - special enforcement	9,378
Number of parking violations	2,380
Number of full time employees	337
Number of part time and temporary employees	285
Streets:	
Miles of Streets	145
Number of Street Lights	7,376
Municipal water utilities	City of Cleveland Services
Sewers:	
Miles of sanitary sewers	175
Miles of storm sewers	151
Building Permits issued	1,480
Estimated Valuation of Permits Issued	\$ 24,821,111
Parks and Recreation:	
Acreage owned by city for recreation	104
Recreation Center Facility	1
Senior Center Facility	1
Number of parks	4

CITY OF NORTH OLMSTED, OHIO
SUPPLEMENTAL AUDITOR'S REPORT
DECEMBER 31, 2000

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"



COSTIN + COMPANY

Certified Public Accountants
35945 Center Ridge Road
North Ridgeville, OH 44039

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"**

To the City Council
City of North Olmsted, Ohio

We have audited the general purpose financial statements of the City of North Olmsted, Ohio, as of and for the year ended December 31, 2000, and have issued our report thereon dated July 10, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City of North Olmsted, Ohio's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we noted a certain immaterial instance of noncompliance that we have reported to management of City of North Olmsted, Ohio, in a separate letter dated July 10, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of North Olmsted, Ohio's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City of North Olmsted, Ohio's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. The reportable condition is described below.

Cash Reconciliation

The City did not reconcile the general and payroll bank accounts on a timely basis. We recommend the Finance Department reconcile all bank accounts on a monthly basis and present the monthly reconciled cash balances to City Council, no later than fifteen days after month-end as indicated in the City's Codified Ordinance 135.07.

Implementing this recommendation will allow for timely preparation of accurate monthly financial statements that will provide all levels of management and elected officials the pertinent information needed to make better decisions. Implementing these recommendations will also help enhance the safeguarding of the City's assets and lay the foundation for timely preparation of year-end reports, timely audits, and more efficient and effective government.

Report on Compliance and on Internal Control over Financial
Reporting Based on an Audit of Financial Statements Performed in
Accordance with "Government Auditing Standards" (Continued)

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 general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is a material weakness. We also noted other matters involving the internal control over financial reporting that we have reported to management of the City of North Olmsted, Ohio, in a separate letter dated July 10, 2001.

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

North Ridgeville, Ohio
July 10, 2001

The image shows a handwritten signature in black ink that reads "Coit & Company". The signature is written in a cursive, flowing style with a horizontal line underneath the text.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
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Columbus, Ohio 43216-1140
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800-282-0370
Facsimile 614-466-4490

CITY OF NORTH OLMSTED

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 21, 2001**