

CITY OF URBANA, OHIO

AUDIT REPORT

FOR THE YEAR ENDED DECEMBER 31, 2000

Charles E. Harris and Associates, Inc.
Certified Public Accountants



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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The Honorable Mayor and City Council
City of Urbana
Urbana, Ohio

We have reviewed the Independent Auditor's Report of the City of Urbana, Champaign County, prepared by Charles E. Harris & Associates, Inc., for the audit period January 1, 2000 to December 31, 2000. Based upon this review, we have accepted these reports 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 Urbana is responsible for compliance with these laws and regulations.

JIM PETRO
Auditor of State

September 5, 2001

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City of Urbana, Ohio
Audit Report
For the Year Ended December 31, 2000

TITLE	PAGE
Opinion on Supplementary Schedule of Federal Awards Expenditures	1
Schedule of Federal Awards Expenditures	2
Notes to the Schedule of Federal Awards Expenditures	3
Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	4-5
Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with <i>OMB Circular A-133</i>	6-7
Schedule of Findings and Questioned Costs <i>OMB Circular A-133 Section .505</i>	8-9
Status of Prior Year's Citations and Recommendations	10

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Charles E. Harris & Associates, Inc.
Certified Public Accountants

**OPINION ON SUPPLEMENTARY SCHEDULE
OF FEDERAL AWARDS EXPENDITURES**

Mayor and City Council
City of Urbana
Urbana, Ohio

We have audited the general purpose financial statements of the City of Urbana, Ohio, as of and for the year ended December 31, 2000, and have issued our report thereon dated June 28, 2001, 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 and the standards generally accepted in the United States of America 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 financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the City of Urbana taken as a whole. The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget, Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements. The information in that schedule 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.

Charles E. Harris & Associates, Inc.
June 28, 2001

CITY OF URBANA, OHIO
 Schedule of Federal Awards Expenditures
 For the Year Ended December 31, 2000

Federal Grantor/Program Title	CFDA Number	Federal Receipts	Federal Expenditures
<u>U.S Department of Transportation:</u>			
FAA Airport Expansion	20.106	\$ <u>1,472,759</u>	\$ <u>911,450</u>
Total Federal Aviation Administration		\$ 1,472,759	\$ 911,450
<u>U.S Department of Housing and Urban Development:</u>			
Community Development Block Grant - Community Housing Improvement Program Pass through the Ohio Department of Development			
CDBG Chip Grant (Note 2)	14.228	\$ 227,393	\$ 260,580
FY 98 Formula Grant (Note 2)	14.228	<u>26,153</u>	<u>6,450</u>
Total Community Development Block Grant		253,546	267,030
Total Federal Expenditures		<u>1,726,305</u>	<u>1,178,480</u>

See accompanying Notes to the Schedule of Federal Awards Expenditures

City of Urbana, Ohio
Notes to the Schedule of Federal Awards Expenditures
For the Year Ended December 31, 2000

1. Significant Accounting Policies

The accompanying schedule of federal awards expenditures is a summary of the activity of the City's federal award programs. The schedule has been prepared on the cash basis of accounting. Consequently, certain revenues are recognized when received rather than when earned, and certain expenditures are recognized when paid rather than when the obligation is incurred.

2. Program Income

Program income for CDBG grants prior to the year 2000 amounted to \$86,280. The corresponding expenditures on the program income amounted to \$88,104.

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Charles E. Harris & Associates, Inc.
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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Mayor and City Council
City of Urbana
Urbana, Ohio

We have audited the general purpose financial statements of the City of Urbana, Ohio as of and for the year ended December 31, 2000 and have issued our report thereon dated June 28, 2001, as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City's 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 certain immaterial instances of noncompliance that we have reported to management in a separate letter dated June 28, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

However, we noted other matters involving the internal control over financial reporting that we have reported to the management of the City in a separate letter dated June 28, 2001.

This report is intended solely for the information and use of the audit committee, management, others within the organization, City Council, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specific parties.

Charles E. Harris & Associates, Inc.
June 28, 2001

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

Mayor and City Council
City of Urbana
Urbana, Ohio

Compliance

We have audited the compliance of the City of Urbana with the types of compliance requirements described in *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2000. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2000.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, others within the organization, City Council, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specific parties.

Charles E. Harris & Associates, Inc.
June 28, 2001

SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 SECTION .505

CITY OF URBANA, OHIO
DECEMBER 31, 2000

1. SUMMARY OF AUDITOR'S RESULTS
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<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under Section .510	No
<i>(d)(1)(vii)</i>	Major Programs:	FAA Airport Expansion CFDA #20.106 CDBG CFDA #14.228
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

SCHEDULE OF FINDINGS - (continued)
OMB CIRCULAR A-133 SECTION .505

CITY OF URBANA, OHIO
DECEMBER 31, 2000

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

STATUS OF PRIOR AUDIT'S CITATIONS AND RECOMMENDATIONS

The prior audit report, for the period ending December 31, 1999, included no material citations or recommendations.

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF THE
CITY OF URBANA, OHIO**



**FOR THE YEAR ENDED
DECEMBER 31, 2000**

**The City Of Urbana, Ohio
Comprehensive Annual Financial
Report
For The Year Ended December 31, 2000**



Prepared By:

**Department of Finance
Dale R. Miller, CPA
Director of Finance**

CITY OF URBANA, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR YEAR ENDED DECEMBER 31, 2000

TABLE OF CONTENTS

TITLE PAGE		
TABLE OF CONTENTS.....	.....	i
 INTRODUCTORY SECTION		
	Exhibit	Page
Letter of Transmittal.....	.....	1
List of Principals Officials.....	.....	17
Organizational Chart.....	.....	18
GFOA Certificate of Achievement for Excellence in Financial Reporting for Year Ended December 31, 1999.....		19
 FINANCIAL SECTION		
Independent Auditor's Report.....	.....	21
Combined Financial Statements Overview ("Liftable" General Purpose Financial Statements):		
Combined Balance Sheets-All Fund Types and Account Groups	A-1	22
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances-All Governmental Fund Types and Similar Trust Funds.....	A-2	24
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual-General, Special Revenue, and Capital Projects Fund Type.....	A-3	26
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings-All Proprietary Fund Types and Similar Trust Funds.....	A-4	28
Combined Statement of Cash Flows-All Proprietary Fund Types And Similar Trust Funds.....	A-5	29
Notes to the Financial Statements.....	.....	30
 Combining Financial Statements and Account Group Schedules:		
Special Revenue Funds:		
Combining Balance Sheets-All Special Revenue Funds.....	B-1	52
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-All Special Revenue Funds.....	B-2	54
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual-All Budgeted Special Revenue Funds.....	B-3	56
 Capital Project Funds:		
Combining Balance Sheets-All Capital Project Funds.....	C-1	64
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-All Capital Project Funds.....	C-2	65
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual-All Budgeted Capital Project Funds.....	C-3	66

	Exhibit	Page
Enterprise Funds		
Combining Balance Sheets-All Enterprise Funds.....	D-1	70
Combining Statement of Revenues, Expenses, and Changes in Retained Earnings-All Enterprise Funds.....	D-2	71
Combining Statement of Cash Flows-All Enterprise Funds....	D-3	72
Fiduciary Funds:		
Combining Balance Sheets-All Trust and Agency Funds.....	E-1	76
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Fiduciary Type-All Expendable Trusts.....	E-2	78
General Fixed Assets Account Group Schedules:		
Schedule of General Fixed Assets By Source.....	F-1	81
Schedule of General Fixed Assets By Function & Activity.....	F-2	82
Schedule of Changes in General Fixed Assets By Function And Activity.....	F-3	84
 STATISTICAL SECTION		
	Table	
General Governmental Expenditures by Function for the Last Ten Years.....	1	85
General Governmental Revenues by Function for the Last Ten Years.....	2	85
Property Taxes Levied & Collected for the Last Ten Years... Assessed Value and Current Value of Taxable Property for the Last Ten Years.....	3	86
Property Tax Rates and Tax Levies All Direct and Overlapping Governments Last Ten Years.....	4	88
Special Assessment Collections for the Last Ten Years.....	5	89
Computation of Legal Debt Limitations.....	6	90
Computation of Direct and Overlapping Debt.....	7	91
Computation of Direct and Overlapping Debt.....	8	92
Ratio of Annual Debt Service for General Bonded Debt to General Expenditures for the Last Ten Years.....	9	93
Revenue Bond Coverage for the Water Fund.....	10	94
Demographic Statistics.....	11	95
Construction and Bank Deposits for the Last Ten Years.....	12	96
Principal Taxpayers (Property Taxes).....	13	97
Principal Taxpayers (Income Tax).....	14	98
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt per Capita for the Last Ten Years.....	15	99
Miscellaneous Statistics.....	16	100
Administrative Report for the Past Five Years (Cash Basis).....	17	101

Introductory Section



*City of Urbana, Ohio
205 S. Main Street
Urbana, Ohio 43078*

June 19, 2001

To the Honorable Mayor, City Council and Director of Administration
The City of Urbana, Ohio

The Comprehensive Annual Financial Report for the City of Urbana, Ohio for the year ended December 31, 2000, is respectfully submitted to you, our City leaders.

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 Urbana, Ohio for its comprehensive annual financial report for the fiscal year ended December 31, 1999. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

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

A Certificate of Achievement is valid for a period of one year only. The City of Urbana, Ohio received a Certificate of Achievement for the past ten years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA. The City of Urbana was Award for Outstanding Achievement in Popular Annual Financial Report (PAFR) for the second time in 2000 for December 31, 1999. The PAFR is a condensed user friendly overview of this report.

It is the Director of Finance's responsibility to report the financial information contained in this report; however, it is the entire City management's responsibility and obligation to document accurate information supporting these financial reports. The report is compiled by the Finance Department staff except for the independent auditors' report.

The accompanying report consists of three major sections:

1. Introductory Section

As the title indicates, this section introduces the reader to the report and includes this transmittal letter, a listing of City officials and a City organizational chart.

2. Financial Section

The Financial Section of the report is structured in the form of a financial "reporting pyramid" beginning with broad-based financial data followed by

more specific financial data. The Combined Financial Statements, together with the notes to the financial statements, compose the General Purpose Financial Statements (GPFS). The GPFS are the City's basic financial statements and, as such, provide an overview for users. This section also includes the report of the independent auditors. The remainder of the Financial Section presents more specific combining statements of individual funds and schedules.

3. Statistical Section

The Statistical Section includes a number of tables of unaudited data depicting the financial history of the City for the past ten years plus demographic data and other miscellaneous information.

GENERAL INFORMATION

Urbana covers approximately six square miles, with a population of 11,613 (2000 U.S. Census). Urbana is located 15 miles north of Springfield and has several nationally-known companies such as General Electric/Honeywell, Sieman Allis, and most recent addition in 1999 of Rittal. The prominent landmark and commonly used reference point of the City is "The Man on the Monument" or "Monument Square" located at the heart of downtown at the intersection of U.S. Route 68 (north & south) and U.S. Route 36 (east and west). The Man on the Monument is a casting of a Union Cavalryman and was placed in the square in 1871.

REPORTING ENTITY

The Comprehensive Annual Financial Report covers all funds, account groups, organizations, activities, and functions for which the City has oversight responsibility, as defined by the Governmental Accounting Standards Board's (GASB) Codification of Governmental Accounting and Financial Reporting Standards.

For financial reporting purposes, the City includes in this report all funds, account groups, agencies, boards, commissions, and departments in accordance with GASB Statement No.14 criteria for determining the entity and component units. Under the provisions of GASB Statement No. 14, the City of Urbana is the primary government, since it is a special purpose government that has a separate elected governing body and is legally independent of other state and local governments. As used in GASB Statement No. 14, fiscally independent means that the City may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue debt. The City also has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected officials are financially accountable. There are no other primary governments with which the City has a significant relationship.

Several other local government and non-profit entities that overlap the City's boundaries

are Champaign County, Urbana City School District and Urbana Township. These entities do not meet the reporting entity criteria and, therefore, are not included in the City's financial reports. In consideration of GASB Statement No.14, the Champaign County (Urbana) Municipal Court is included in the entity as an agency fund but the City cannot significantly influence the court's operations, which are often controlled by state statutes, and the City does not have final approval of its budget. This report includes only those assets used by the court, but owned by the City and the City's portion of the court's revenues and expenditures. The agency fund Municipal Court includes only the cash assets and the offsetting liabilities.

SERVICES PROVIDED

The City of Urbana provides a full range of basic municipal services including police and fire protection, ambulance services, parks, recreation, street maintenance, zoning, economic and community development, cemetery, water, sewer, airport and general government support.

The City of Urbana designed the following mission statement: "The City of Urbana employees are committed to provide a superior quality and cost effective service that meets the needs of the community and promotes the feeling of security and safety." Each division has prepared key strategies that will help the City employees and officials achieve the City's mission. Several of the goals mentioned in the "Major Projects" and "Outlook" section support these strategies. In support of Total Quality Management, the City is continually improving the efforts to meet our mission statement.

ORGANIZATION OF THE GOVERNMENT

The municipal government provided by the Urbana Charter is best described as the "mayor-administrator-council" form of government and applies to the residents of the City.

This form of home rule was recommended by the Urbana Charter Commission in 1977, and subsequently approved by City voters. It provides a great measure of administrative and legislative control and efficiencies while maintaining direct participation by the residents of the community.

The City Charter continues to have widespread support among the city electorate. At the beginning of 2000, Council appointed a 12-member Charter Review Committee to conduct a scheduled and charter-mandated review of the governing document. Later that year, the committee submitted seven minor changes which were placed on the May ballot. Six of the seven proposed changes were approved by a majority of voters.

Under the Urbana Charter form of government nine persons are elected to office: the Mayor, seven members of City Council and the President of City Council. All other members of the governing and advisory structure are appointed.

The Mayor is elected to a four-year term as the chief executive officer of the City. He appoints the Directors of Administration, Finance, and Law, as well as members of most City boards, commissions, and committees. The Mayor is responsible for all aspects of City government and is the ceremonial representative of the City. He may veto actions of City Council.

In general terms, the Urbana government structure can be compared to the federal or state structures. There is an executive branch, the Mayor and his appointees, which oversees the day-to-day working of the City; the legislative branch, the City Council, which drafts, submits, and approves laws by which the City is governed; and the judicial branch, the Municipal Court, which administers City and state laws.

REPORTING STANDARDS

A summary of the City's significant accounting policies appears in the Notes to the General Purpose Financial Statements.

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles for local governments as prescribed by the Governmental Accounting Standards Board (GASB). The GASB is the successor organization to the National Council on Governmental Accounting (NCGA). In July 1984, all NCGA statements and interpretations issued and currently in effect were given authoritative status by the GASB as promulgating "generally accepted accounting principles."

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

The Finance Department is responsible for providing all City financial services including financial accounting and reporting, payroll, accounts payable, disbursement functions, cash and investment management, debt management, budgeting, purchasing, contract administration, utility customer services, income tax administration, and special financial and policy analysis for City management. The Director of Finance supervises the department's operations.

The City utilizes a computerized financial accounting system which includes a system of internal accounting controls. Such controls have been designed and are continually being re-evaluated to provide reasonable, but not absolute, assurance regarding:

1. The safeguarding of assets against loss from unauthorized use or disposition, and records for preparing financial statements and maintaining accountability for assets.
2. The reliability of financial records for preparing financial statements and maintaining accountability of assets.

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 evaluation of costs and benefits requires estimates and judgment by management.

All internal control evaluations occur within the above framework, and are believed to adequately safeguard assets and to provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained by the adoption of an annual appropriation ordinance and amendments thereto. The annual budget is proposed by the Mayor and enacted by the City Council after public discussion. Prior to the issuance of purchase orders, a corresponding amount of appropriations is reserved by the use of encumbrances for later payment to assure that appropriations will not be overspent. A more detailed explanation of budgetary control is provided in the Notes to the General Purpose Financial Statements.

FUND CATEGORIES AND TYPES

The City's accounts are organized as funds and account groups. Each fund and account group exists in a separate accounting entity with its own self-balancing set of accounts as follows:

<u>Fund Category</u>	<u>Fund Type</u>
Governmental	General Special Revenue Capital Projects
Proprietary	Enterprise Internal Service
Fiduciary	Expendable Trust Non-expendable Trust Agency
Account Groups	General Fixed Asset Account Group General Long-term Obligation Account Group

Due to the nature of the City's debt structure, no debt service fund is currently required.

Except for that used for budgetary purposes, the basis of accounting used by the City conforms with generally accepted accounting principles (GAAP), as applicable to government units, and is consistent with GASB Codification Section 1600, "Basis of Accounting."

The modified accrual basis of accounting is followed by the governmental funds,

expendable trust and agency funds. Under this method of accounting, revenues are recognized when susceptible to accrual (i.e., both measurable and available). Available means collectible within the current period, or soon enough thereafter, to be used for paying liabilities of the current period. Expenditures, other than interest on long-term debt, are recorded as liabilities when incurred.

The accrual basis of accounting is utilized by proprietary funds and nonexpendable trust funds. Revenues are recognized in the accounting period in which they are earned and become measurable. Expenses are recognized in the period incurred, if measurable.

Each fund type is described in the notes to the General Purpose Financial Statements. The measurement focus for each of the above fund categories is explained below.

Governmental Funds: These funds are used to account for the City's expendable financial resources and related current liabilities, except those accounted for in proprietary funds. Governmental funds are essentially accounting segregations for financial resources, and the measurement focus is based upon determination of financial position (sources, uses and balances of resources) rather than upon net income determination. Basic financial statements necessary to fairly present financial position and operating results for these funds are the Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances.

Proprietary Funds: These funds are used to account for the City's ongoing activities that are similar to those found in the private sector. Financial activity is reported in essentially the same manner as in commercial accounting where net income and capital maintenance are measured. Measurement focus is based upon determination of net income, financial position and changes in financial position. The basic financial statements required for these funds are the Balance Sheet, the Statement of Revenues, Expenses and Changes in Retained Earnings, and the Statement of Cash Flows.

Proprietary funds used by the City include: Enterprise Funds, which consist of the Water and Sewer Funds; and the Internal Service Funds, which the City calls its Central Stores Rotary Fund. The Water Revenue Fund accounts for the operation of the City's water distribution system, which is financed exclusively through user charges. The Sewer Revenue Fund accounts for operation of the City's sanitary sewer system and the wastewater treatment plant. It is also financed exclusively through user charges. Finally, the Central Stores Rotary Fund accounts for the financing of goods and services that City departments and divisions provide for other City departments and divisions.

Fiduciary Funds: These funds are used to account for assets held by the City in a trustee capacity as an agent for others. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Nonexpendable trust funds are accounted for in essentially the same manner as proprietary funds. Agency funds are purely "assets equal liabilities" and thus do not involve measurement results of operations.

Accounts Groups: Ordinarily, fixed assets and long-term debt are not recorded in a

governmental fund. These items are accounted for in the General Fixed Assets Account Group or the General Long-Term Obligation Account Group.

The City's basis of accounting for budgetary purposes differs from generally accepted accounting principles in that revenues are recognized when received, rather than when susceptible to accrual and encumbrances are recorded as expenditures rather than as reservations of fund balances. A reconciliation of the results of these differences appears in the general purpose financial statements' footnotes. All accounting principles were applied consistently in the 2000 financial statements as with those applied in 1999.

PENSION PLANS

Substantially all employees of the City are covered by one of two state administered pension plans. Police and Fire Department employees are covered by the Ohio Police and Fire Pension Fund (OPFPF) and all other covered employees are covered by the Public Employees Retirement System of Ohio (PERS). Contributions to these plans are based upon percentages of employees' wages. Contribution rates and the City's contribution to these pension plans for the year ended December 31, 2000, are as follows:

	<u>Percent of Salary</u>		<u>City Contribution</u>
	<u>Employee</u>	<u>City</u>	
PERS	8.50%	13.55%	\$281,482
Police	10.00%	19.50%	\$203,653
Fire	10.00%	24.00%	\$286,900

Additional payments must be made to the Police and Fire Pension for the City's share of past service costs determined at the inception of the plan. The City's unfunded liability for this past service cost is to be paid in semi-annual installments including interest, of \$8,333 through the year 2035.

The amount of the City's unfunded vested benefits and the data for disclosure required by SFAS No. 36 are maintained only on a state-wide basis.

GENERAL GOVERNMENT FUNCTIONS

Revenues for general government functions, including governmental fund types and expendable trust funds, for the fiscal years ended December 31, in summary by source, appears below for the last two fiscal years:

REVENUES:	<u>2000</u>	<u>1999</u>	% Of <u>Total</u>	<u>%Incr/Decr</u>
Income Taxes	\$4,127,995	\$3,931,531	42.61%	5.00%
Property Taxes	\$542,760	\$511,939	5.60%	6.02%
Intergovernmental	\$1,420,217	\$1,486,316	14.66%	-4.45%
Charges for Service	\$482,635	\$441,736	4.98%	9.26%
Fines,Licenses, & Permits	\$535,660	\$551,858	5.53%	-2.94%
Miscellaneous including Interest	<u>\$2,579,529</u>	<u>\$1,077,510</u>	<u>26.62%</u>	<u>139.40%</u>
TOTAL REVENUES	<u>\$9,688,796</u>	<u>\$8,000,890</u>	100.00%	21.10%

Income tax revenues, which is the largest single source of revenues in the governmental fund types, increased primarily because of a positive local economy. The first quarter of 2001 has seen a significant decrease in the income tax collections which is of major concern. The increase in property taxes is primarily the growth in the assessed values.

The Miscellaneous Revenues mainly consist of grant proceed from the Federal Aviation Administration Grant for runway expansion, a Housing and Downtown Rehabilitation Grant, the State Formula Grant for rehabilitating the downtown area, and a several reimbursements to the General Fund.

Expenditures for general governmental functions, net of transfers and reimbursements, including governmental fund types and expendable trust funds, for the fiscal years ended December 31, appear below:

<u>Expenditures</u>	<u>2000</u>	<u>1999</u>	% Of <u>Total</u>	<u>%Incr/Decr</u>
Current				
Public Safety	\$3,981,491	\$3,541,094	39.92%	12.44%
Health	\$217,155	\$217,898	2.18%	-0.34%
Leisure Time	\$314,165	\$298,938	3.15%	5.09%
Community Development	\$421,279	\$299,872	4.22%	40.49%
Basic Utilities	\$102,454	\$93,270	1.03%	9.85%
Transportation	\$2,422,271	\$923,339	24.29%	162.34%
General Government	\$1,513,914	\$1,056,782	15.18%	43.26%
Capital Outlay	\$627,233	\$656,501	6.29%	-4.46%
Debt Service: Principal	\$173,333	\$177,083	1.74%	-2.12%
Interest	\$200,334	\$199,594	<u>2.01%</u>	<u>0.37%</u>
TOTAL EXPENDITURES	\$9,973,629	\$7,464,371	100.00%	33.62%

Functional classifications of the financial report often combine the operations of several City divisions that have a common functional criteria.

Public Safety includes the City's costs for maintaining and operating the police, fire and

ambulance divisions. Vacancies being filled in Police and the addition of 9-1-1 Dispatcher Center improvements resulted in a significant increase in the expenditures.

Health represents City support of the Champaign County Board of Health, the county-wide senior citizen program, and the costs of operating and maintaining the Oak Dale Cemetery through the Cemetery Division.

Leisure Time shows City expenditures for operating the City parks, pool and various recreational programs, and the administration of these assets and programs. Since 1996 the City appointed a citizen committee to oversee the operations of our summer baseball leagues. The project is a success story with more community involvement, higher revenues, and lower overall expenditures. The soccer program followed the success of the baseball programs with an equal success story.

Community Development includes Building and Zoning Code enforcement, federal and state housing and development grant administration, and membership in a regional planning commission, the Logan-Union-Champaign Regional Planning Commission. Also included is the Community Development Block Grant Program with a major increase as the City and the Downtown Business Association worked together and rewarded a grants for the Downtown Rehabilitation. The City was awarded in 1999 a State \$2.5 million grant to replace all the traffic light, the project is ongoing today.

Basic Utilities combines general fund expenditures related to the Water and Sewer funds, and the Utilities Billing Division.

Transportation includes expenditures for maintaining the streets, roadways, highways, and respective rights-of-way within the City limits, and operating the county's only public airport. The airport consists of two large, multi-aircraft hangars, fuel service, mechanic work area, several T-hangars, two private lease back hangars, and 3,500-foot paved runway and two grass runways. The increase in transportation expenditure is attributed to increase fuel purchases for resale and city clean-up projects expenditures, and the City is in the construction stage of a the new 4,400 foot airport runway.

General Government shows the expenditures of Council, the Mayor, administration, the Municipal Court, finance and accounting, income tax collection, the Law Department and all other expenditures not listed in the above categorizes.

Capital Outlay include the normal capital outlays for all departments except for water and sewer funds. The major expenditures for 2000 were street paving project, traffic light system upgrade and numerous equipment purchases by all departments.

Fund balances in the governmental fund types represent the accumulation of excess revenues and other financing sources over expenditures and other financing uses. A tabulation of actual fund balances and increases (decreases) from the prior year follows:

GOVERNMENTAL FUND BALANCES

	<u>2000</u>	<u>1999</u>	Increase	<u>% Increase</u>
General	853,927	\$1,420,706	(\$566,779)	-66.37%
Special Revenue	1,408,372	\$1,141,951	\$266,421	18.92%
Capital Projects	<u>2,384,101</u>	<u>\$2,192,574</u>	<u>\$191,527</u>	<u>8.03%</u>
Total	<u>\$4,646,400</u>	<u>\$4,755,231</u>	<u>(\$108,831)</u>	<u>-2.34%</u>

The General Fund balance decreased from normal operations, increased number of patrolman, 911 dispatchers, and significant expenditures around the demolition of a downtown building. Special Revenue Fund balance increased as result of the grants currently in process. The Capital Project Funds increased from the \$ 175,000 reserves set aside for the 68 by-pass project in 2006.

PROPRIETARY RETAINED EARNINGS & FIDUCIARY FUND EQUITY BALANCES

<u>Fund</u>	<u>2000</u>	<u>1999</u>	Increase <u>Decrease</u>	% <u>Change</u>
Enterprise	(\$170,851)	(\$539,217)	\$368,366	-68.31%
Internal Service	\$14,150	\$23,914	(\$9,764)	-40.83%
Non-Expendable Trust	\$83,382	\$82,382	\$1,000	1.21%
Expendable Trust	<u>\$132,894</u>	<u>\$148,157</u>	<u>(\$15,263)</u>	<u>-10.30%</u>
Total	<u>\$59,575</u>	<u>(\$284,764)</u>	<u>\$344,339</u>	<u>-120.92%</u>

The increase in the Enterprise Fund is a result of several project completed and ongoing such as a new well field, new water tower, replacement of all meters, and Edgewood Avenue sanitary sewer. Internal Service fund decreased with the purchase of new machinery. The Expendable Trust Fund retired additional debt in 2000.

INCOME TAX

The City imposed a one-percent income tax in 1957. Under Ohio law (O.R.C. 718.01) an unvoted local income tax can be imposed by the local legislative body up to one percent. Additional income tax levies require approval by the electorate.

In 1991, the City placed an issue on the November ballot asking for a 0.4 percent increase to fund new hires and capital improvements for the Police and Fire divisions. The additional capital portion is used to finance a \$ 3,600,000 building project to enhance the police and fire facilities. The facilities have not been significantly improved since 1957 when the current municipal building was constructed. A majority of the electorate approved of the tax increase and it became effective January 1, 1992. The City of Urbana requires mandatory filing. The City also adjusted the credit paid to other communities to exclude the 0.4 percent.

Employers within the City are required to withhold income taxes on employee compensation and to remit withholdings to the City each month. Businesses within the City pay estimated net profit tax quarterly, and file an annual return for settlement of the actual tax liability. Individual taxpayers whose wages are not subject to employee withholding are required to file an annual declaration of estimated tax and an annual return for the actual tax liability.

Urbana's City Charter restricts 25% of the income tax collections to a Capital Improvement Fund. The remaining 75% is transferred from the Income Tax Fund for the operation of the City's departments.

PROPERTY TAX

Property taxes are levied against real, public utility, and tangible personal property within the City. The assessed value, upon which the 2000 levy was based, was approximately \$176,766,955. The City's share of property tax is 3.3 mills of assessed value of which 2.7 mills is designated for general operation with the remaining 0.6 mills set aside for payment of police and fire pensions. Ohio law prohibits taxation of property from all taxing authorities in excess of 10 mills without a vote of the people. Any additional levy for the City would require a such vote.

Real property taxes are levied each December 31 against the assessed value on the preceding January 1. Assessed value is 35% of appraisal value for real property. Personal property is valued at 25% of true value (depreciated value).

The County Treasurer collects property tax and the County Auditor remits the taxes to Urbana in semi-annual settlements. Local legislation authorizes the Director of Finance to request advances of taxes prior to settlement.

CASH MANAGEMENT

The City of Urbana pools all available cash for maximum investment efficiency and return. All interest from the general pool of City funds is credited to the General Fund. In compliance with Chapter 133 of the Codified Ordinances of the City of Urbana, the investment of proceeds from the gas system sale are invested, and 100 percent of the interest is credited to the General Fund as long as the Supplemental Investment Fund maintains a balance greater than \$150,000. The majority of investments are timed Certificates of Deposit.

Bequests made to the Cemetery Trust Principal Fund must remain permanently in the City's possession. The interest earned can be used for the maintenance of Oak Dale Cemetery, and is credited to the Cemetery Trust Income Fund.

Interest Earnings

General Fund	\$189,296
Community Development Block Grant Fund	1,672
Supplemental Investment Fund	17,277
Cemetery Trust Income Fund	3,829
Capital Project Fund	<u>7,966</u>
Total	<u>\$220,040</u>

DEBT MANAGEMENT

LONG-TERM DEBT

Long-term debt of the City is as follows:

	<u>Balance</u> <u>Jan. 1, 2000</u>	<u>Additions</u> <u>(Reductions)</u>	<u>Balance</u> <u>Dec.31, 2000</u>
3.80%- 4.70% Water G.O. Bonds issued dated Feb.1, 1996 maturing Feb 1, 2006 refinancing a 3.70% Water G.O. Bond Anticipation Note	\$525,000	(65,000)	\$ 460,000
5.75%-7.0% Mortgage Revenue Bonds issued Aug. 1, 1979 due through 2009 3.90%-5.85% G.O. Bonds Refinance July 12,1995 through Aug 1, 2009	\$ 1,005,000	(80,000)	\$ 925,000
5.00%-7.05% Sewer G.O. Bonds WWTP Improvement dated April 1, 1991 maturing Dec 1, 2011 Defeased 2/01/95 4.56% Ohio Water Development Authority loan agreement Feb. 1,1995 due through Jan 1,2012	\$2,092,406	(127,481)	\$ 1,964,925
4.56% Ohio Water Development Authority Loan Agreement July 1, 1995 due July 1, 2015	\$729,670	(33,269)	\$ 696,401
4.04% Ohio Water Development Authority Loan Agreement January 1, 1996 due July 1, 2016	\$ 752,549	(31,536)	\$ 721,013
0% Ohio PublicWorks Commission Loan Agreement June 15, 1995 due June 2015	\$480,000	(30,000)	\$ 450,000

4.10%-5.0% G.O. Bond Mauselouem Construction Dated Feb. 1, 1997 maturing February 1, 2002	\$ 105,000	(70,000)	\$ 35,000
4.10%-5.0% G.O. Bond Fire Apparatus Dated Feb. 1, 1997 maturing February 1, 2007	\$ 505,000	(\$50,000)	\$ 455,000
4.88% Sewer G.O. Bonds Dated Mar. 9, 1998 maturing Mar. 2003	\$ 160,000	(\$40,000)	\$120,000
3.90%-5.85% G.O. Bonds Municipal Building Upgrade Date July 12, 1995 due Aug 1, 2015	\$ 3,135,000	(\$ 130,000)	\$ 3,005,000
4.85 % Water Meter Installation GO Notes Date Dec. 9, 1999 maturing Nov. 1, 2000	\$ 300,000	(\$ 100,000)	\$ 200,000
4.75 % - 6.55% GO Bonds Water Tower/Airport Expansion Dated Sept. 27, 2000 maturing Aug. 1, 2010	\$ -0-	\$ 500,000	\$ 500,000

All above debt is payable from revenues of the designated fund, and falls well below the City's unvoted 10 mill limitation.

In February 1995 the City defeased the \$2,515,000 general obligation sewer bond by refinancing the debt through the Ohio Water Department Authority (OWDA). The OWDA loan remains effective through 2011 and the interest rate will be 4.56%. The estimated savings from the refinancing was approximately \$675,000 for the 17 years. In July 1995 the City financed \$ 3,595,000 in bonds for the Municipal Building Upgrade and refinanced the Water Mortgage Revenue Bonds. The estimated savings from the refinancing of Water MR Bonds was approximately \$125,000 and unrestricted in excess of \$ 600,000 of Bond indenture monies.

MAJOR PROJECTS

The City of Urbana has four major project progress through 1999 and into 2000. The first is an exciting team effort with the Federal Aviation Administration, Ohio Department of

Transportation, Champaign County, the City of Urbana, and several private individuals to accelerate the grant process for a new 5,000 foot runway at Grimes Municipal Airport. New privately owned hangars, a new hangar to house an aviation business, and purchase of land will show community support with new involvement to complete steps in the master plan of the airport expansion. The cost of this project is \$ 4.2 million and is estimated to be 65% complete at the end of the year.

The second project involves increasing the City of Urbana above ground water storage, the project consists of plans for a new 750,000 gallon water towers. The estimated cost of construction is \$ 960,000. Once again the City will use multiple sources to fund the project, low interest loan from the Ohio Water Development Authority, an interest free loan and a grant from the Ohio Public Works Commission. The tower should be completed in the summer of 2001.

The third project is of major concern, the City of Urbana water supply is at risk. The current level of volatile organic compounds is far below the drinking water standards, however, the monitoring wells installed in 1996 for wellhead protection indicates level above the standard. The City, Bennett & Williams (Engineers), and the Ohio Environmental Protection Agency have combined effort to make plans to resolve the issue and look for alternative wellfield sites.

Finally, a project consisting of a community effort to rehabilitate the Downtown area with grants, financial institutes, local, state and private monies to improve the traffic signal system, lighting and structures. The City and Champaign County are jointly pressing the State to get funding for a Route 68 by-pass.

IMPROVEMENTS TO FINANCIAL MANAGEMENT

Implementing the accrual basis of accounting will provide, at the end of every year, an accurate and immediate snapshot of the City's financial position. The City remains on the cash basis of accounting through the year, preparing accrual transactions at year end. Along with the accrual transitions, the City has implemented a fixed asset system, an inventory of expendable supplies, and recognition of accounts receivable and accounts payable. Reporting the City's finances under generally accepted accounting principles provides the highest accountability of the annual activities at a specific moment.

Preparing this report has enabled the City to strive for excellence in financial reporting, and it is the City's intent to maintain this high standard through implementation of appropriate reporting methods as they are developed. The Comprehensive Annual Financial Report provides an easier to read, business like, and distinct format to show the City's financial status over a fiscal period. The reports provide the City's management with an additional tool for providing the service the community requires.

FIXED ASSETS

The General Fixed Asset Account Group of the City of Urbana includes all City-owned equipment, improvements, land and buildings, but excludes the City infrastructure and Water and Sewer assets. City assets amounted to \$14,428,812 as of December 31, 2000. This amount represents the historical cost or estimated historical value.

RISK MANAGEMENT

The City protects itself from liabilities that arise from unforeseen events through a variety of insurance policies. Outside contractors are required to carry liability coverage while undertaking and completing projects for the City.

The City carries comprehensive vehicle insurance to cover fifty vehicles that are commonly operated on public roadways. The policy coverage provides up to \$250,000 for each individual injury or \$500,000 for each occurrence and up to \$100,000 for property damage, and it includes underinsured or uninsured motorist coverage. All other self-propelled equipment such as mowers and front-end loaders are insured through the City's comprehensive business policy.

The comprehensive business policy provides more than \$17 million of building and property protection as well as \$500,000 of general liability coverage. Both the public officials liability and the police officials liability insurance policies provide up to \$1 million coverage per incident and annual aggregate.

The City employees health insurance has become a partial self-funded plan that was impacted significantly through usage in 1999. The weaker market and higher employee usage resulted in a 12% increase for 2000-2001. The City will have a fully insured plan for 2000-2001 later this year.

OUTLOOK

Income Tax receipts, the largest single source of revenues, were strong in the 2000. However, the first quarter of 2001 show concern as the income tax receipts are 8% below last year. In 1999, the hard work of the Chamber of Commerce, Economic Development Office, and the Ohio Department of Development successfully comprise an agreement bringing approximately 600 jobs to Urbana with Rittal Corporation, Howard Paper added manufacturing as well. The City should be seeing increases in the employment into the summer of 2001.

The major concern is financial loss in revenues into 2001 is forcing cutbacks. Water and Sewer have seen major reductions from the loss of 2 major users and a local manufacturing company changing the process and reusing water has impacted these funds. The Water Fund will struggle through the need to address the water quality issue. One factor in favor of Urbana is the Water and Sewer rates are one of the lowest rate in the Miami Valley of West Central Ohio.

Several projects were completed and several are planned with the cooperative efforts of the Champaign County offices and City Urbana offices. The new cooperative approach to common problems is providing both entities new and exciting methods to provide our citizens the necessary services. The project that is on going is the Emergency 9-1-1 dispatch center that is expected to handle fire, emergency medical, Police and Sheriff dispatching for the entire county.

INDEPENDENT AUDIT

Included in the financial section is the independent auditors' opinion which is a significant part of the Comprehensive Annual Financial Report. The financial statements have received an "unqualified opinion" from Charles Harris & Associates indicating that the general purpose financial statements are presented fairly and in conformity with generally accepted accounting principles.

ACKNOWLEDGMENT

The preparation of this report could not have been accomplished on a timely basis without the dedicated efforts of a highly qualified staff. I would like to express my appreciation to all the staff within the Finance Department.

Many other departments and offices also contributed to the preparation of this report. In particular, all division heads provided much assistance in the preparation of fixed asset records and inventory process.

I wish to thank Champaign County Auditor Bonnie M. Warman and her staff for their efforts in obtaining assessment and taxation rates for property taxes, and Champaign County Treasurer Kermit Russell and his staff for information regarding collection of property taxes.

I would also like to acknowledge the staff of Charles Harris & Associates for the timely review of the City's financial reports.

Finally, I wish to acknowledge Mayor Thomas J. Crowley, the members of the City Council and the Director of Administration, Bernie J. Ray, who have supported this effort to achieve excellence in financial reporting.

Respectfully submitted,

Dale R. Miller, Director of Finance, CPA

**The City of Urbana Officials
(937) 652-4300**

**Thomas J. Crowley
Mayor**

**Bernard J. Ray
Director of Administration
(937) 652-4302**

**Dale R. Miller
Director of Finance
(937) 652-4310**

**City Council
David Martin, President
Marton O. Hess, President Pro-Tem**

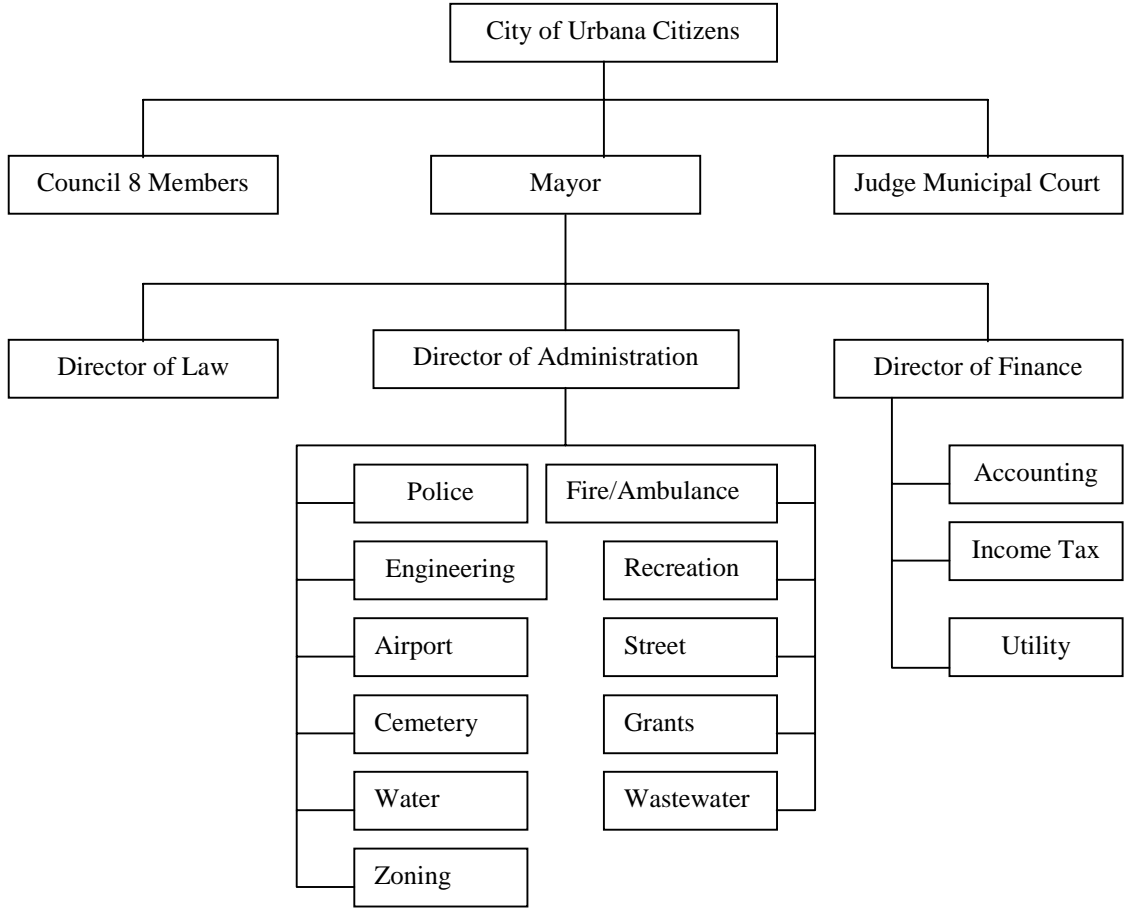
**Council Members
Roberta Moore
Earl Evans
Steve Moore
Ruth Zerkle
Eugene Fields, Jr.
Grover Foulk**

Patty Livingston, Clerk

**Director of Law
Municipal Court Judge
Asst Director of Administration
Police Chief
Fire Chief
Superintendent of Public Works
Superintendent of Cemetery
Building and Zoning Inspector**

**Gil Weithman
Susan Fornof-Lippencott
Joe Smith
Fred Brown
Jim McIntosh
Richard McCain
Randy Holycross
Ken Watkins**

City of Urbana Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Urbana,
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 Kinney
President

Jeffrey L. Esser
Executive Director

Financial Section



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Charles E. Harris & Associates, Inc.
Certified Public Accountants

REPORT OF INDEPENDENT ACCOUNTANTS

The Honorable Mayor and City Council
City of Urbana
Urbana, Ohio

We have audited the accompanying general purpose financial statements of City of Urbana, 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 financial statements based on our audit.

We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America 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 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 as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 28, 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 made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements 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 of the City. 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 introductory and statistical information as listed in the table of contents and therefore express no opinion on it.

Charles E. Harris & Associates, Inc.
June 28, 2001

CITY OF URBANA
 COMBINED BALANCE SHEET - ALL FUND TYPES & ACCOUNT GROUPS
 DECEMBER 31, 2000

exhibit A-1

	GOVERNMENTAL FUND TYPES			PROPRIETARY
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	FUND TYPES ENTER- PRISE
ASSETS				
Pooled Cash & Investments	\$581,332	\$1,451,108	\$2,173,566	\$364,631
Cash With Fiscal Agent	-	-	129,009	46,293
Receivables (Net of Allowance)				
Income Tax	261,487	104,598	122,031	-
Property Tax	500,058	13,769	-	-
Interest	88,371	-	-	-
Accounts Receivable	86,193	7,936	6,868	437,338
Other	-	292,373	-	950
Interfund Receivable	-	-	-	-
Due from Other Funds	339,048	-	-	15
Due from Other Governments	-	535,897	-	-
Inventory	15,989	40,685	-	72,476
Fixed Assets	-	-	-	4,816,966
Work in Progress	-	-	-	266,514
Bond Issuance Costs	-	-	-	32,540
Amount Provided for Long-Term Obligations	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$1,872,478	\$2,446,366	\$2,431,474	\$6,037,723
LIABILITIES:				
Accounts Payable	\$73,652	\$614,823	\$47,373	\$73,401
Accrued:				
Salaries	99,739	46,166	-	19,187
Workers' Compensation	52,964	22,297	-	10,331
Interest Payable	-	-	-	35,692
Vacation & Sick Leave	40,438	20,668	-	101,300
Pension	132,651	42,958	-	11,505
Interfund Payables	-	-	-	-
Due to Other Funds	-	15	-	339,048
Due to Other Governments	16,233	197	-	-
Deferred Revenues	602,874	290,870	-	-
Payable from Restricted Assets	-	-	-	-
Bonds & Notes Payable	-	-	-	5,924,527
TOTAL LIABILITIES	1,018,551	1,037,994	47,373	6,514,991
FUND EQUITY				
Contributed Capital	-	-	-	\$615,126
Investment in General Fixed Assets	-	-	-	-
Retained Earnings	-	-	-	(1,092,394)
Fund Balances (Deficits):				
Reserved for Inventory	15,989	40,685	-	-
Reserved for Encumbrances	80,150	101,930	497,143	-
Reserved for Contributions	-	-	-	-
Unreserved	757,788	1,265,757	1,886,958	-
Total Equity & Other Credits	853,927	1,408,372	2,384,101	(477,268)
Total Liabilities, Equity, & Other Credits	\$1,872,478	\$2,446,366	\$2,431,474	\$6,037,723

SEE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

INTERNAL SERVICE	FIDUCIARY FUND TYPE TRUST & AGENCY	ACCOUNT GROUPS		TOTALS	
		GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATION	Memorandum Only	
				2000	1999
\$28,762	\$350,200	-	-	\$4,949,599	\$4,301,475
-	-	-	-	175,302	209,298
-	-	-	-	488,116	494,820
-	-	-	-	513,827	711,803
-	3,829	-	-	92,200	180,901
-	-	-	-	538,335	635,969
-	-	-	-	293,323	266,243
-	-	-	-	-	42,061
-	-	-	-	339,063	526,486
-	-	-	-	535,897	72,778
-	-	-	-	129,150	128,078
-	-	14,428,812	-	19,245,778	18,828,108
-	-	1,635,636	-	1,902,150	0
-	-	-	-	32,540	37,782
-	-	-	4,644,686	4,644,686	4,739,199
<u>\$28,762</u>	<u>\$354,029</u>	<u>\$16,064,448</u>	<u>\$4,644,686</u>	<u>\$33,879,966</u>	<u>\$31,175,001</u>

\$14,612	\$0	-	-	\$823,861	\$145,032
-	-	-	-	165,092	153,467
-	-	-	-	85,592	72,520
-	-	-	-	35,692	39,825
-	-	-	689,842	852,248	777,922
-	-	-	299,844	486,958	487,210
-	-	-	-	-	42,061
-	-	-	-	339,063	526,486
-	-	-	-	16,430	9,819
-	-	-	-	893,744	982,140
-	137,753	-	-	137,753	17,784
-	-	-	3,655,000	9,579,527	9,820,301
<u>14,612</u>	<u>137,753</u>	<u>-</u>	<u>4,644,686</u>	<u>13,415,960</u>	<u>13,074,567</u>

-	-	-	-	615,126	634,030
-	-	16,064,448	-	16,064,448	13,629,967
14,150	-	-	-	(1,078,244)	(1,149,333)
-	-	-	-	56,674	77,261
-	-	-	-	679,223	110,228
-	83,382	-	-	83,382	82,382
-	132,894	-	-	4,043,397	4,715,899
<u>14,150</u>	<u>216,276</u>	<u>16,064,448</u>	<u>-</u>	<u>20,464,006</u>	<u>18,100,434</u>
<u>\$28,762</u>	<u>\$354,029</u>	<u>\$16,064,448</u>	<u>\$4,644,686</u>	<u>\$33,879,966</u>	<u>\$31,175,001</u>

CITY OF URBANA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - ALL GOVERNMENTAL TYPES AND SIMILAR TRUST FUNDS
 YEAR ENDED DECEMBER 31, 2000

	GOVERNMENTAL FUND TYPES		
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS
REVENUES:			
Income Taxes	\$2,211,468	\$884,562	\$1,031,965
Property Taxes	427,658	115,102	-
Intergovernmental	968,337	405,124	46,756
Charges for Service	171,146	277,794	-
Fines, Licenses, & Permits	422,764	12,192	100,704
Miscellaneous including Interest	221,569	<u>2,213,062</u>	<u>109,802</u>
TOTAL REVENUES	<u>\$4,422,942</u>	<u>\$3,907,836</u>	<u>\$1,289,227</u>
EXPENDITURES			
Current:			
Public Safety	2,878,990	1,102,501	-
Health	25,973	191,182	-
Leisure Time	314,165	-	-
Community Development	64,852	356,427	-
Basic Utilities	102,454	-	-
Transportation	7,401	2,414,870	-
General Government	1,331,183	1,877	96,800
Capital Outlay	-	-	627,233
Debt Service: Principal	-	-	173,333
Interest	-	-	200,334
TOTAL EXPENDITURES	<u>\$4,725,018</u>	<u>\$4,066,857</u>	<u>\$1,097,700</u>
Excess(Deficiency) of Revenues Over(Under) Expenditures	<u>(302,076)</u>	<u>(159,021)</u>	<u>191,527</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from Sale of Debt	-	160,000	
Operating Transfer In	102,900	395,200	-
Operating Transfer Out	<u>(365,000)</u>	<u>(133,100)</u>	-
TOTAL OTHER FINANCING SOURCES (USE)	<u>(262,100)</u>	<u>422,100</u>	<u>-</u>
Excess(Deficiency) of Revenues and Other Sources Over(Under) Expenditures and Other Uses	<u>(564,176)</u>	<u>263,079</u>	<u>191,527</u>
FUND BALANCE JANUARY 1, 2000	1,420,706	1,141,951	2,192,574
Increase(Decrease) in Inventory	<u>(2,603)</u>	<u>3,342</u>	<u>-</u>
FUND BALANCE DECEMBER 1, 2000	<u><u>\$853,927</u></u>	<u><u>\$1,408,372</u></u>	<u><u>\$2,384,101</u></u>

SEE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

exhibit A-2
(continued)

FIDUCIARY FUND TYPE EXPENDABLE TRUST	TOTALS	
	Memorandum Only	
	<u>2000</u>	<u>1999</u>
-	\$4,127,995	\$3,931,531
-	542,760	511,939
-	1,420,217	1,486,316
33,695	482,635	441,736
-	535,660	551,858
<u>35,096</u>	<u>2,579,529</u>	<u>1,077,510</u>
<u>\$68,791</u>	<u>\$9,688,796</u>	<u>\$8,000,890</u>
-	3,981,491	3,541,050
-	217,155	217,898
-	314,165	298,938
-	421,279	299,842
-	102,454	93,270
-	2,422,271	923,339
84,054	1,513,914	1,056,782
-	627,233	656,501
-	173,333	177,083
-	200,334	199,594
<u>\$84,054</u>	<u>\$9,973,629</u>	<u>\$7,464,297</u>
<u>(15,263)</u>	<u>(284,833)</u>	<u>536,593</u>
-	160,000	-
-	498,100	411,900
-	(498,100)	(411,900)
<u>-</u>	<u>160,000</u>	<u>-</u>
<u>(15,263)</u>	<u>(124,833)</u>	<u>536,593</u>
148,157	4,903,388	4,367,304
-	739	(509)
<u>\$132,894</u>	<u>\$4,779,294</u>	<u>\$4,903,388</u>

COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
(BUDGET BASIS) - GENERAL, SPECIAL REVENUES, & CAPITAL PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>GENERAL FUND</u>			<u>TOTAL SPECIAL REVENUE FUNDS</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:						
Local Taxes	\$487,446	\$510,659	\$23,213	\$909,800	\$1,000,129	\$90,329
Intergovernmental	\$909,954	\$968,337	\$58,383	\$445,500	\$413,134	(\$32,366)
Charges for Services	\$178,350	\$169,914	(\$8,436)	\$178,500	\$207,933	\$29,433
Fines & Licenses	\$420,000	\$430,318	\$10,318	\$0	\$0	\$0
Miscellaneous	\$305,000	\$312,782	\$7,782	\$168,500	\$206,256	\$37,756
TOTAL REVENUES:	<u>\$2,300,750</u>	<u>\$2,392,010</u>	<u>\$91,260</u>	<u>\$1,702,300</u>	<u>\$1,827,452</u>	<u>\$125,152</u>
EXPENDITURES: Current:						
Public Safety	\$2,756,275	\$2,745,767	\$10,508	\$1,113,071	\$1,101,137	\$11,934
Health	\$28,415	\$24,893	\$3,522	\$196,260	\$193,448	\$2,812
Leisure Time	\$331,847	\$316,468	\$15,379	\$0	\$0	-
Community Development	\$57,705	\$56,695	\$1,010	\$96,080	\$93,904	\$2,176
Basic Utility	\$101,870	\$101,752	\$118	\$0	\$0	-
Transportation	\$8,375	\$5,739	\$2,636	\$914,493	\$911,903	\$2,590
General Government	\$1,863,607	\$1,789,796	\$73,811	\$2,100	\$1,883	\$217
Debt Service	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>\$5,148,094</u>	<u>\$5,041,110</u>	<u>\$106,984</u>	<u>\$2,322,004</u>	<u>\$2,302,275</u>	<u>\$19,729</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	<u>(\$2,847,344)</u>	<u>(\$2,649,100)</u>	<u>\$198,244</u>	<u>(\$619,704)</u>	<u>(\$474,823)</u>	<u>\$144,881</u>
OTHER FINANCING SOURCES & (USES)						
Operating Transfer-In	\$2,100,000	\$2,215,064	\$115,064	\$350,000	\$286,500	(\$63,500)
Operating Transfer-Out	(\$375,000)	(\$365,000)	\$10,000	\$0	\$0	-
Other Sources	\$515,900	\$602,440	\$86,540	\$52,000	\$66,309	\$14,309
Other Uses	\$0	\$0	\$0	(\$128,775)	(\$138,965)	(\$10,190)
TOTAL OTHER FINANCING SOURCES & (USES)	<u>\$2,240,900</u>	<u>\$2,452,504</u>	<u>\$211,604</u>	<u>\$273,225</u>	<u>\$213,844</u>	<u>(\$59,381)</u>
Excess (Deficiency) of Revenue & Other Financing Sources Over(Under) Expenditures & Other Uses	<u>(\$606,444)</u>	<u>(\$196,596)</u>	<u>\$409,848</u>	<u>(\$346,479)</u>	<u>(\$260,979)</u>	<u>\$85,500</u>
FUND EQUITY JANUARY 1	\$643,137	\$643,137	-	\$883,317	\$883,317	-
FUND EQUITY DECEMBER 31	<u>\$36,693</u>	<u>\$446,541</u>	<u>\$409,848</u>	<u>\$536,838</u>	<u>\$622,338</u>	<u>\$85,500</u>

SEE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

	<u>TOTAL CAPITAL PROJECT FUNDS</u>			<u>TOTALS (MEMORANDUM ONLY)</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:						
Local Taxes	-	-	\$0	\$1,397,246	\$1,510,788	\$113,542
Intergovernmental	\$60,000	\$46,756	(\$13,244)	\$1,415,454	\$1,428,227	\$12,773
Charges for Services	-	-	\$0	\$356,850	\$377,847	\$20,997
Fines & Licenses	-	-	\$0	\$420,000	\$430,318	\$10,318
Miscellaneous	<u>\$155,000</u>	<u>\$61,885</u>	<u>(\$93,115)</u>	<u>\$628,500</u>	<u>\$580,923</u>	<u>(\$47,577)</u>
TOTAL REVENUES:	<u>\$215,000</u>	<u>\$108,641</u>	<u>(\$106,359)</u>	<u>\$4,218,050</u>	<u>\$4,328,103</u>	<u>\$110,053</u>
EXPENDITURES: Current:						
Public Safety	-	-	-	\$3,869,346	\$3,846,904	\$22,442
Health	-	-	-	\$224,675	\$218,341	\$6,334
Leisure Time	-	-	-	\$331,847	\$316,468	\$15,379
Community Development	-	-	-	\$153,785	\$150,599	\$3,186
Basic Utility	-	-	-	\$101,870	\$101,752	\$118
Transportation	-	-	-	\$922,868	\$917,642	\$5,226
General Government	-	-	-	\$1,865,707	\$1,791,679	\$74,028
Debt Service	\$349,580	\$346,601	\$2,979	\$349,580	\$346,601	\$2,979
Capital Outlay	<u>\$1,110,606</u>	<u>\$1,077,809</u>	<u>\$32,797</u>	<u>\$1,110,606</u>	<u>\$1,077,809</u>	<u>\$32,797</u>
TOTAL EXPENDITURES	<u>\$1,460,186</u>	<u>\$1,424,410</u>	<u>\$35,776</u>	<u>\$8,930,284</u>	<u>\$8,767,795</u>	<u>\$162,489</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	<u>(\$1,245,186)</u>	<u>(\$1,315,769)</u>	<u>(\$70,583)</u>	<u>(\$4,712,234)</u>	<u>(\$4,439,692)</u>	<u>\$272,542</u>
OTHER FINANCING SOURCES & (USES)						
Operating Transfer-In	\$975,000	\$1,041,639	\$66,639	\$3,425,000	\$3,543,203	\$118,203
Operating Transfer-Out	-	-	-	(\$375,000)	(\$365,000)	\$10,000
Other Sources	\$20,000	\$31,451	\$11,451	\$587,900	\$700,200	\$112,300
Other Uses	<u>(\$96,800)</u>	<u>(\$96,800)</u>	<u>\$0</u>	<u>(\$225,575)</u>	<u>(\$235,765)</u>	<u>\$10,190</u>
TOTAL OTHER FINANCING SOURCES & (USES)	<u>\$898,200</u>	<u>\$976,290</u>	<u>\$78,090</u>	<u>\$3,412,325</u>	<u>\$3,642,638</u>	<u>\$230,313</u>
Excess (Deficiency) of Revenue & Other Financing Sources Over(Under) Expenditures & Other Uses	<u>(\$346,986)</u>	<u>(\$339,479)</u>	<u>\$7,507</u>	<u>(\$1,299,909)</u>	<u>(\$797,054)</u>	<u>\$502,855</u>
FUND EQUITY JANUARY 1	\$378,103	\$378,103	-	\$1,904,557	\$1,904,557	-
FUND EQUITY DECEMBER 31	<u>\$31,117</u>	<u>\$38,624</u>	<u>\$7,507</u>	<u>\$604,648</u>	<u>\$1,107,503</u>	<u>\$502,855</u>

SEE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF URBANA, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
 FOR YEAR ENDED DECEMBER 31, 2000

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPE NON-EXPENDABLE TRUST	TOTALS	
	ENTER- PRISE	INTERNAL SERVICE		Memorandum Only	
				2000	1999
OPERATING REVENUES:					
Charges For Service	\$2,692,253	\$11,697	-	\$2,703,950	\$2,734,258
Other	-	-	1,000	1,000	1,500
Total Operating Revenues	2,692,253	11,697	1,000	2,704,950	2,735,758
OPERATING EXPENSES:					
Personal Services	698,376	-	-	698,376	681,436
Contractual Services	579,704	18,998	-	598,702	1,149,306
Materials & Supplies	121,276	2,463	-	123,739	112,581
Administrative Fees	289,595	-	-	289,595	374,768
Depreciation	717,354	-	-	717,354	706,339
Total Operating Expenses	2,406,305	21,461	-	2,427,766	3,024,430
Total Operating Income (Loss)	285,948	(9,764)	1,000	277,184	(288,672)
NON-OPERATING REVENUES (EXPENSES):					
Contributed Capital	-	-	-	-	-
Interest Expense	(215,696)	-	-	(215,696)	(254,391)
Other Expenses	(22,982)	-	-	(22,982)	(20,344)
Total Non-Operating Revenues(Expenses)	(238,678)	-	-	(238,678)	(274,735)
Net Income	47,270	(9,764)	1,000	38,506	(563,407)
Depreciation on Fixed Assets Acquired by contributed Capital	33,583	-	-	33,583	-
RETAINED EARNINGS JANUARY 1	(1,173,247)	23,914	82,382	(1,066,951)	104,860
RETAINED EARNINGS DECEMBER 31	(1,092,394)	\$14,150	\$83,382	(994,862)	(\$458,547)
Contributed Capital January 1	\$634,030	\$0	\$0	634,030	\$512,530
Contributions:					
Intergovernmental	\$14,679	\$0	\$0	14,679	\$121,500
Depreciation on Fixed Assets Acquired by contributed Capital	(\$33,583)	\$0	\$0	(33,583)	\$0
Contributed Capital December 31	\$615,126	\$0	\$0	615,126	\$634,030
Fund Equity at the End of the Year	(\$477,268)	\$14,150	\$83,382	(\$379,736)	\$175,483

SEE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF URBANA, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
 FOR YEAR ENDING DECEMBER 31, 2000

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPE	TOTALS	
	ENTER- PRISE	INTERNAL SERVICE	NON-EXPENDABLE TRUST	Memorandum Only	
				2000	1999
Cash flows from operating activities:					
Cash received from customers	\$2,783,113	-	-	\$2,783,113	\$2,526,584
Other operating revenues	-	11,697	-	11,697	12,513
Cash received from contributions	-	-	1,000	1,000	1,500
Cash paid to employees services	(688,904)	-	-	(688,904)	(669,485)
Cash paid to suppliers	(731,306)	(7,026)	-	(738,332)	(1,227,018)
Cash paid to other funds	(465,174)	-	-	(465,174)	(242,133)
Net Cash Provided from Operating Activities	897,729	4,671	1,000	903,400	401,961
Cash flows from capital and related financing activities:					
Acquisition of capital assets	(569,611)	-	-	(569,611)	(675,589)
Proceeds from Debt	354,679	-	-	354,679	504,367
Interest paid on debt	(501,949)	-	-	(501,949)	(398,711)
Principal paid on debt	(259,977)	-	-	(259,977)	(246,712)
Net cash provided(used) from capital and related financing activities	(976,858)	-	-	(976,858)	(816,645)
Net increase(decrease) in cash and cash equivalents	(\$79,129)	\$4,671	\$1,000	(\$73,458)	(\$414,684)
Cash and equivalents at beginning of year	\$490,053	\$24,091	\$82,382	\$596,526	\$1,011,210
Cash and equivalents at end of year	\$410,924	\$28,762	\$83,382	\$523,068	\$596,526
Reconciliation of net operating income to net cash provided by operating activities					
Net operating income (loss)	\$285,948	(\$9,764)	\$1,000	\$277,184	(\$288,672)
Adjustments:					
Depreciation	717,354	-	-	717,354	706,339
(increase)decrease in accounts receivable	-	-	-	-	-
(increase)decrease in other receivables	91,366	-	-	91,366	(195,174)
(increase)decrease in due from other funds	(5)	-	-	(5)	8
(increase)decrease in inventory	(21,659)	-	-	(21,659)	(216)
increase(decrease) in accounts payable	2,681	14,435	-	17,116	15,836
increase(decrease) in accrued wages	988	-	-	988	446
increase(decrease) in worker's compensation	1,187	-	-	1,187	(4,332)
increase(decrease) in accrued leave	12,131	-	-	12,131	15,868
increase(decrease) in accrued pension	(4,834)	-	-	(4,834)	(480)
increase(decrease) in due to other funds	(187,428)	-	-	(187,428)	152,338
Total adjustments	611,781	14,435	-	626,216	690,633
Net cash provided by operating activities	\$897,729	\$4,671	\$1,000	\$903,400	\$401,961

Reconciliation of Cash	
Non- Expendable Trust	\$83,382
Expendable Trusts	\$129,065
Agency Funds	<u>\$137,753</u>
Total Cash and Cash Equivalents	<u>\$350,200</u>
Enterprise Funds	
Pooled Cash & Cash Equivalents	\$364,631
Cash with Fiscal Agent	<u>\$46,293</u>
Total Cash and Cash Equivalents	<u>\$410,924</u>

SEE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS

City of Urbana, Ohio
Notes to General Purpose Financial Statements

For the Year Ended December 31, 2000

1. Summary of Significant Accounting Policies

A. Reporting Entity

The City of Urbana (City) is a political unit incorporated and established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The City was organized in 1868, and is a home rule municipal corporation under the laws of the State of Ohio. The City operates under a Mayor-Administrator-Council form of government as prescribed by City Charter, and provides the following services: public safety, public services, health, recreation, transportation and community development.

For financial reporting purposes, the City includes in this report all funds, account groups, agencies, boards, commissions, and departments in accordance with GASB Statement No.14 criteria for determining the entity and component units. Under the provisions of GASB Statement No. 14, the City of Urbana is the primary government, since it is a special purpose government that has a separate elected governing body and is legally independent of other state and local governments. As used in GASB Statement No. 14, fiscally independent means that the City may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue debt. As required by general accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable . Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Each discretely presented component units, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government. There are no blended or discretely presented component units at December 31, 2000.

The City is not a component unit of any other entity and does not have any component units which require inclusion in the general purpose financial statements.

B. Basis of Presentation

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles for local governments as prescribed by the GASB.

The accounts of the City are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses). Fund accounting segregates funds according to the intended purpose and is used to aid management in demonstrating compliance with financial related legal and contractual provisions. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the fund because they do not directly affect net expendable available financial resources. The various funds are summarized by type in the general purpose financial statements. The following fund types and account groups are used by the City:

Governmental Fund Types

General Fund - The general fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special revenue funds are used to account for revenues derived from specific taxes, grants or other restricted revenue sources. The uses and limitations of each special revenue fund are specified by city ordinances, federal and state statutes or grant provisions.

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

Proprietary Fund Types

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or service to the general public on a continuing basis be financed or recovered primarily through user charges.

Internal Service Funds - Internal service funds are used to account for the financing of goods or services by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City has one internal service fund to account for Central Stores for copiers and mailings.

Fiduciary Fund Types

Trust and Agency Funds - Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. When these assets are held under the terms of a formal trust agreement, either a nonexpendable trust fund or an expendable trust fund is used. The terms "nonexpendable" and "expendable" refer to whether or not the government is under an obligation to maintain the trust principal. Agency funds generally are used to account for assets that the government holds on behalf of others as their agent.

Account Groups - Account groups are used to establish accounting control and accountability for the City's general fixed assets and general long-term obligations. Since these assets and obligations are long-term, they are neither spendable resources nor require current appropriations.

General Fixed Assets Account Group - This account group is used to account for all fixed assets of the City other than those accounted for in the proprietary fund types.

General Long-Term Obligations Account Group - This account group is used to account for all long-term obligations of the City except those accounted for in the proprietary funds.

C. Basis of Accounting

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

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

The modified accrual basis of accounting is used for all governmental fund types and expendable trust funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can

be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. Principal and interest of general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, income tax, franchise taxes, special assessments, licenses, interest revenue and charges for services. Most fines, permits and parking meter revenues are not susceptible to accrual because they are generally not measurable until received in cash.

The agency funds, being custodial in nature, are merely "assets equal liabilities" and, thus, do not involve the measurement of results of operations. Agency funds are accounted for using the modified accrual basis of accounting.

The accrual basis of accounting is utilized by proprietary funds and nonexpendable trust funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The City reports deferred revenues 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. Deferred revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

D. Budgets and Budgetary Accounting

The City follows procedures prescribed by State law in establishing the budgetary data reflected in the financial statements as follows:

(1) The City must submit a tax budget of estimated cash receipts and disbursements for all funds to the County Budget Commission by July 20 of each year for the following year, January 1 through December 31.

(2) The County Budget Commission certifies its actions by September 1 and issues an Official Certificate of Estimated Resources, (the "Certificate") limiting the maximum amount the City may expend from a given fund during the year to the estimated resources available.

(3) About January 1, the Certificate is amended to reflect the actual unencumbered balances from the preceding year. The City must prepare its

appropriations so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the initial or amended Certificate.

(4) A temporary appropriation measure may be passed to control cash disbursements for the period January 1 through March 31. Before April 1, a permanent appropriation measure must be passed for the period January 1 through December 31. The budget identifies specific expenditure amounts by character for each division within each fund.

(5) Transfers of appropriations may be made within a division of a fund without City Council action, by the Director of Administration and Director of Finance approval, they can not increase total divisional appropriations. Any other changes or supplemental appropriations must be approved by the City Council. Expenditures cannot legally exceed appropriations at the character (function) level. During 2000 various transfers of appropriations and supplemental appropriations were made none of which were material.

(6) Unencumbered appropriations lapse at year end. The City Charter (the "Charter") provides that no contract, agreement or other obligation involving the expenditure of money shall be entered into unless the Director of Finance first certifies that the money required for such contract, agreement, obligation or expenditure is in the treasury, or is anticipated to come into the treasury, before the maturity of such contract.

The Charter further requires that any expenditure, other than the compensation of persons employed by the City, in excess of \$2,500 shall first be authorized by motion by the City Council.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary control in the governmental funds. Encumbrances outstanding at year end are reported as reservations of fund balances, since they do not constitute expenditures or liabilities.

The governmental fund types which are included in the annual budget process included the General Fund, Airport Maintenance & Operation, Street Repair & Maintenance, State Highway, Oak Dale Cemetery, Police & Fire Pension Levy, Supplemental Investment, Community Development Block Grant Program Income, Police & Fire Tax Levy, Capital Improvements, and the Police & Fire Capital Improvements. All required proprietary and fiduciary funds are included in the annual budget process.

The only governmental fund types that contain funds with annual expenditures budgeted by the City Council are the General, Special Revenue, and Capital

Projects Funds. Specific funds within the above fund types exempted from legally adopted budgeted expenditures are as follows:

Special Revenue Funds:

Law Enforcement Fund
Mandatory Drug Fine Fund
Probation Officer and Victim Advocate Grants
DARE Grant
Federal Aviation Administration Grant
CHIP Ohio Department of Development Grant
Fiscal Year 98 ODOD Formula Grant
Indigent Drivers

Capital Project Funds

Municipal Court Improvement Project

Expenditures for the above listed funds on the accompanying Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue, and Capital Projects Fund Types - Budget Basis are "deemed appropriated" and, therefore, do not require specific appropriation by the City Council in accordance with the City Charter. Accordingly, budget expenditures shown for these funds represent actual expenditures on the budget basis.

Revenues for the General, Special Revenue, and Capital Projects Funds are estimated by the City's Director of Finance in conjunction with the annual budgeting process; however, this estimate is not included or required in the budget ordinance.

While reporting financial position, results of operations and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis, as provided by, law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue, and Capital Projects Fund Types - Budget Basis is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- (2) Expenditures/Expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP).
- (3) Encumbrances are recorded as the equivalent of expenditures (budget) as

opposed to a reservation fund balance (GAAP).

(4) Income taxes are recorded in the Agency Fund and appear as transfers to the ultimate recipient fund (budget) as opposed to direct recognition in the recipient fund (GAAP).

E. Cash Equivalents

For purposes of the statements of cash flows, the proprietary funds consider all highly liquid investments held by trustees, with a maturity of three months or less when purchased to be cash equivalents. In addition, all pooled cash and investments are considered to be cash equivalents since they are available to the proprietary funds on demand.

F. Pooled Cash and Investments

The City Charter provides that the Director of Finance is responsible for the investment of all City funds. All investments are recorded at cost which approximates market. Cash balances for all City funds, as allowed by law, are pooled and invested to improve cash management. Interest earnings from investments are allocated to the General Fund except for funds derived from contract, trust agreement or City ordinance which require crediting otherwise.

G. Inventory

Inventory is valued at cost using first-in, first-out. The proprietary funds' inventories are recorded as expenses when used. Inventory in governmental funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are offset by a fund balance reserve which indicates they do not constitute "available spendable resources," and are not available for appropriations.

H. Fixed Assets - General

Fixed assets purchased for general governmental purposes are recorded as expenditures in the governmental fund types and are capitalized at cost (or estimated historical cost for assets not purchased in recent years) in the General Fixed Assets Account Group. Contributed fixed assets are recorded at fair market value at the date received.

Public domain assets (infrastructure) such as roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the City. Therefore, the purpose of stewardship for capital expenditures can be satisfied without recording these assets.

No depreciation has been provided on general fixed assets, nor has interest on general fixed asset construction-in-progress been capitalized.

I. Fixed Assets - Enterprise and Internal Service Funds

Fixed assets acquired by the proprietary fund types are stated at cost (or estimated historical cost), including interest capitalized during construction, where applicable. Contributed fixed assets are recorded at fair market value at the date received. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Useful Life (Years)</u>
Buildings	25
Improvements other than buildings	7 to 20
Machinery and equipment	5 to 20

J. Unamortized Bond Discounts and Issuance Costs

The discounts and issuance costs of the Enterprise Funds' long-term debt and defeasance are amortized using the straight-line method over the term of the related issues.

K. Vacation and Sick Leave

City employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation and sick leave at various rates. The City uses the vested method in accordance with GASB 16 to account for the current and long-term liability attributed to vacation and sick leave.

For governmental fund type employees, the current portion of vested vacation and sick leave is recorded in the appropriate governmental fund type and the noncurrent portion is recorded in the general long-term obligations account group. Vested vacation and sick leave pertaining to proprietary fund types is recorded as an expense when earned.

Payment of vacation and sick leave recorded in the general long-term obligations account group is dependent upon many factors; therefore, timing of future payments is not readily determinable. Management believes that sufficient resources will be made available when payment is due.

L. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred. For governmental funds, pension costs will be

reported as "pension expenditure" only to the extent that it is expected to be liquidated with expendable available financial resources. Any excess of pension cost over pension expenditures will be reported as a liability in the general long-term debt account group.

M. Insurance

The City of Urbana covers most of its risks of loss through commercial insurance. There was no significant reductions in insurance coverage on any risk during the past year. The City did not have any settlements that exceeded insurance coverage in the last three years. Effective January 1, 1994, the City began a partial self-funded health plan. The City funds the maximum liability, which is equal to the City's aggregate stop loss plus insurance company's costs.

N. Reserves

Reserves indicate portions of fund equity not appropriable for expenditures/expenses and/or legally segregated for a specific future use.

O. Grants and Other Intergovernmental Revenues

Federal grants and assistance awards made on the basis of entitlement periods are recorded as intergovernmental receivables and revenues when entitlement occurs. All other reimbursement-type grants are recorded as intergovernmental receivables and revenues when the related expenditures are incurred.

P. Contributed Capital

Proprietary fund type contributed capital is recorded as the fair market value of the related assets on the date received. Depreciation on contributed fixed assets (acquired by grants, entitlements and shared revenues externally restricted for capital acquisitions and construction that reduce contributed capital) is allocated to retained earnings using the straight-line method over the same lives as described for the related fixed assets in Note 11.

Contributed Capital at December 31, 2000	\$648,709
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Q. Interfund Transactions

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

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

as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

R. Financial Disclosure

The City's financial statements have been prepared in accordance with Governmental Accounting Standards Board (GASB) Statement 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting. This Statement is effective for the financial statements beginning after December 15, 1993. The City accounts for its proprietary activities in accordance with all applicable GASB pronouncements of the Financial Accounting Standards Board (FASB) and its predecessors issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

S. Estimates

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

T. Comparative Data

Comparative total data for the prior year has been presented in the accompanying general purpose financial statements in order to provide an understanding of overall changes in the City's financial position and operations. However, comparative data (i.e., presentation of prior year totals by fund type) have not been presented in the general purpose financial statements, since their inclusion would make the statements unduly complex and difficult to read. Certain prior year comparative data has been reclassified to be consistent with current account classifications.

U. Total Columns on General Purpose Financial Statements

Total columns on the general purpose (combined) 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, nor is such data comparable to a consolidation. Interfund eliminations have not been made in aggregation of this data.

2. Cash and Investments

At December 31, 2000, the carrying values of pooled cash and investments and restricted cash and investments were as follows:

	<u>Carrying Amount</u>
Deposits:	
Demand deposits:	
Interest-bearing, 1.91% to 6.66%	\$ 311,046
Champaign County Municipal Court	60,491
Non-interest bearing	925
Time deposits:	
Money Market/Passbook, 6.66%	702,581
Certificates of deposit, 4.64% to 7.01% maturing March 4, 2000 to January 30, 2002	<u>4,049,858</u>
Total deposits and investments	\$5,124,901
Less: Cash and investments held with fiscal agent	<u>(175,302)</u>
Total pooled cash and investments	<u>\$ 4,949,599</u>

Deposits & Investments

Except for items in-transit, the carrying value of deposits by the respective depositories equates to the City's carrying value. All deposits are collateralized with eligible securities, as described by the Ohio Revised Code, in amounts equal to at least 110% of the City's carrying value of the deposits (demand and time deposits and certificates of deposit). Such collateral, as permitted by the State of Ohio, is held at the respective depository bank's Federal Reserve Bank, or member bank other than the depository bank, in a pool for the City of Urbana. One institution, in accordance with the Ohio Revised Code, has pledged first mortgages equal to twice the City's deposit for collateral.

The year end bank balance of all City deposits was \$5,051,846. Based on criteria described in GASB Statement No. 3, Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements, the bank balance was covered by:

FDIC Insured Deposits	\$400,000
Deposits collateralized with securities held by pledging financial institution's agent in the City's name	<u>\$4,651,846</u>
Total	<u>\$5,051,846</u>

Interest earned on the Cemetery Trust Principal Fund, a Non-Expendable trust fund, is record in the Cemetery Trust Income Fund as required by local ordinance.

3. Income Taxes

Municipalities within the State of Ohio are permitted by state statute to levy an income tax up to a maximum rate of 1% subject to the approval of the local legislative body. Any rate in excess of 1% requires the approval of a majority of the eligible voters residing within the municipal corporation. The City of Urbana levies a tax on all wages, salaries, commissions and other compensation paid by employers and the net profits from a business or professional person earned within the City, excluding income from intangible personal property. In addition, City residents pay city income tax on income earned outside the City, net of a credit limited to 1% for income taxes paid to other municipalities. In 1992 the City Council ordered mandatory income tax filing.

The tax rate applied in 2000 was 1.4% of which 1% was unvoted and 0.4% was voted. The additional 0.4% tax became effective January 1, 1992, and is designated to fund fire and police personnel and capital improvement costs.

Twenty-five percent (25%) of all income tax revenues are required to be used for the purpose of financing capital improvements, including debt service charges on notes and bonds issued for capital improvements. This portion of income tax revenues is distributed to the Capital Improvement Fund from which capital improvements and related debt service charges are financed.

General Electric, Grimes Division, a local manufacturing company, accounted for approximately 14.7% of income tax receipts to the City in 2000 through the remittance of employee payroll withholdings.

4. Property Taxes

Property taxes are levied against all real, public utility and tangible (used in business) property located in the City.

Revenues from property taxes are used by the City pursuant to state statutes for General Fund operations and as a partial provision for payment of accrued police and fire pension costs.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% (10 mills) of assessed value without a vote of the people. Under current procedures, the City's share is 0.330% (3.3 mills) of assessed value.

Real property and public utility taxes collected during 2000 were levied on December 31, 1999, on assessed values listed as of January 1, 1999, the lien date. One-half of these taxes were due on March 10, 2000, with the remaining balance due on July 12, 2000.

Tangible personal property taxes collected during 2000 had a lien and levy date of January 1, 2000. One-half of these taxes were due between February 15, 2000, and May 10, 2000, with the remaining balance due on October 11, 2000.

Assessed values of real property are established by State law at 35% of appraised market value. A revaluation of all property is required to be completed no less than every six years with equalization adjustments in the third year following reappraisal. The last revaluation was completed in 1995. Public utility property taxes are assessed on tangible personal property as well as land and improvements at true value (50% of cost). Tangible personal property assessments are 25% of true value. The assessed value for 2000 upon which the 2001 levy will be based is approximately \$191,150,506. The assessed value for 1999 upon which the 2000 levy was based was approximately \$176,766,955.

The Champaign County Treasurer collects property taxes on behalf of all taxing districts, including the City of Urbana. The County Auditor periodically remits to the City its portion of taxes collected. Property taxes may be paid on either an annual or semi-annual basis.

5. Fixed Assets

A summary of changes in general fixed assets follows:

	Balance 1/1/2000	Additions	Deletions	Balance 12/31/2000
Land & Land Improvements	\$2,888,790	\$0	\$0	\$2,888,790
Building & Improvements	\$7,625,344	\$235,008	\$0	\$7,860,352
Machinery & Equipment	<u>\$3,115,833</u>	<u>\$665,262</u>	<u>(\$101,425)</u>	<u>\$3,679,670</u>
Total	<u>\$13,629,967</u>	<u>\$900,270</u>	<u>(\$101,425)</u>	<u>\$14,428,812</u>

A summary of proprietary fund type fixed assets at December 31, 2000 follows:

	(in thousands)		
	Water	Sewer	Total
Land	\$72	\$455	\$527
Buildings	\$10,196	\$20,325	\$30,521
Equipment	<u>\$2,047</u>	<u>\$1,779</u>	<u>\$3,826</u>
Total	\$12,315	\$22,559	\$34,874
Less Depreciation	<u>\$10,983</u>	<u>\$19,108</u>	<u>\$30,091</u>
Net Fixed Assets	<u>\$1,332</u>	<u>\$3,451</u>	<u>\$4,783</u>

6. Pension Plans

In 1996, the Ohio Police and Fire Pension Fund (OPFPF) elected to implement GASB 27, "Accounting for Pension by State and Local Government

Employers" The City followed the OPFPF's pension plans in determining the timing of adopting the pronouncement.

Plan Description The City of Urbana contributed to the Police and Fireman's Disability and Pension Fund (OPFPF), a cost sharing multiple-employer defined pension plan. OPFPF 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 OPFPF issues a publicly available financial report that includes financial information and required supplemental information for the plan. That report may be obtained by writing to OPFPF, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy Plan members are required to contribute 10.0% of their annual covered salary, while the employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City of Urbana's contributions for the years ended December 31, 2000, 1999, 1998, were \$ 490,553 \$ 431,886, and \$ 423,936, respectively, equal to the required contribution for each year.

In 1995, PERS elected to early implementation of GASB 27, "Accounting for Pension by State and Local Governmental Employers." The City followed the state's pension plans in determining the timing of adopting the pronouncement.

Plan Description. The City of Urbana contributes to the Public Employees Retirement System of Ohio (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code provides the authority to establish and amend benefit provisions. PERS issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to PERS, 277 East Town Street, Columbus, Ohio, 43215, or by calling (614) 466-2085

Funding Policy. 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 current rate is 13.55% of annual covered payroll. The City's contribution to PERS for the years ending December 31, 2000, 1999, and 1998 were \$ 281,482, \$ 279,747, and \$ 267,402 respectively, equal to the required contributions for each year. Employee contributions for those years were \$ 176,575, \$175,488, and \$ 167,743 respectively.

Post Retirement Health Coverage- (Police & Fire)

Police and Fire provides post retirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse of or eligible dependent child of such person. An eligible dependent child is any child

under the age of 18, whether or not the child is attending school or under the age of 22 if attending full-time on a 2/3 basis. The health care coverage provided by the retirement system is considered an Other Post-employment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care costs paid from the funds of the Police and Firemen's Disability and Pension Fund shall be included in the employer's contribution rate. The total police employer contribution rate is 19.5% of covered payroll and the total firemen's employer contribution rate is 24% of covered payroll.

The Ohio Revised Code provides the statutory authority allowing the Fund'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. Currently, 6.5% of covered payroll, the defined allocation, is used to pay retiree health care costs. Since June 1, 1992 most retirees have been required to contribute a portion of their health care coverage through a deduction from their monthly benefit payments.

The City's contributions for the current year to fund post-employment health care benefits were \$124,532. The Fund's total health care expenses for the year ending December 31, 1997 (most recent information available) were \$76,459,832. Participants eligible to receive health care benefits as of December 31, 1997, totaled 20,264. The City is current in the payment of all its required pension fund contributions.

Postretirement Health Coverage - (PERS)

PERS provided postretirement health care coverage to age and service retirees with 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an OPEB as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for funding of postretirement health care. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to PERS. The portion used to fund health care for the current year was 4.2%.

The following is a summary of OPEB assumptions:

Actuarial Review - the assumptions and calculations below were based on the System's latest Actuarial Review performed as of December 31, 1998.

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

Assets Valuation Method - Short-term securities consisting of commercial paper and U.S. Treasury obligations are carried at cost, which approximates market

value. Equity securities, fixed income investments and investments in real estate are carried at market. For actuarial valuation purposes a smooth market approach is used. Under this approach, assets are adjusted to reflect 25% of unrealized market appreciation or depreciation on investment assets.

Investment Return - The investment assumption rate for 1996 was 7.75%.

Active Employee Total Payroll - An annual increase of 5.25% 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 5.25% base increase were assumed to range from 0% to 5.1%.

Health Care - Health care premiums were assumed to increase 5.25% annually.

OPEB The Retirement System's net assets available for OPEB at December 31, 1997, were \$9,447 million. During 1997, the Retirement Board adopted a new calculation method to determine employer contributions applied OPEB. Under the new method, effective January 1, 1998, employer contributions; equal to 4.2% of the member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for retiree health care coverage.

7. Notes Payable and Long-Term Obligations

A summary of notes payable and long-term obligation transactions for the year ended December 31, 2000 follows:

	(in thousands)			
	Balance 1/1/00	Additions	Reductions	Balance 12/31/00
<u>General Long Term Obligations</u>				
Bonds Payable	\$3,745	\$160	\$250	\$3,655
Accrued Vacation & SL	\$689	\$0	\$0	\$689
Accrued Pension	<u>\$305</u>	<u>\$0</u>	<u>\$5</u>	<u>\$300</u>
Total General Long Term	<u>\$4,739</u>	<u>\$160</u>	<u>\$255</u>	<u>\$4,644</u>
<u>Enterprise Funds Long Term</u>				
Sewer:				
OWDA Loans	\$3,719	\$0	\$192	\$3,527
OPWC Loan	\$480	\$0	\$30	\$450
Bonds Payable	<u>\$160</u>	<u>\$0</u>	<u>\$40</u>	<u>\$120</u>
Total Sewer	<u>\$4,359</u>	<u>\$0</u>	<u>\$262</u>	<u>\$4,097</u>
Water				
GO Note	\$300	\$0	\$100	\$200
GO Bonds	<u>\$1,530</u>	<u>\$340</u>	<u>\$145</u>	<u>\$1,725</u>
Total Enterprise	\$6,189	\$340	\$507	\$6,022
Deferred Amount (See No	(\$114)	\$0	(\$17)	(\$97)
Total Enterprise	<u>\$6,075</u>	<u>\$340</u>	<u>\$490</u>	<u>\$5,925</u>
Total Long Term Obligations	<u>\$10,814</u>	<u>\$500</u>	<u>\$745</u>	<u>\$10,569</u>

Additions and reductions of accrued vacation are shown net since it is impractical for the City to determine these amounts separately. The current portion of accrued vacation and sick leave has been recorded in the appropriate governmental fund type. The significant increase is the result of the public works labor and management staff increasing the retirement cash out.

The following is a summary of bond, loan and long-term note obligations as of December 31, 2000:

	<u>Year of Issue</u>	<u>Year Due Through</u>	<u>Interest Rate</u>		<u>Weighted Average Interest</u>	<u>Amount</u>
Enterprise						
GO Bonds						
Water	1995	2009	4.45%	5.50%	5.10%	\$925,000
Water	1996	2006	4.00%	4.70%	4.46%	\$460,000
Water	2000	2010	4.75%	6.55%	5.65%	\$340,000
Sewer	1998	2003	4.09%	4.29%	4.22%	\$120,000
GO Notes						
Water	2000	2001			4.85%	\$200,000
OWDA Loans						
Sewer	1995	2012		4.56%	4.56%	\$1,940,278
Sewer	1995	2015		4.56%	4.56%	\$696,401
Sewer	1997	2017		4.04%	4.04%	\$721,013
OPWC Interest Free Loan						
Sewer	1995	2015		0.00%	0.00%	\$450,000
General Obligation						
Bonds:						
Municipal Bldg	1995	2015	4.30%	5.85%	5.40%	\$3,005,000
Mauselouem	1997			5.25%	5.25%	\$35,000
Airport Runway	2000	2010	4.75%	6.55%	5.65%	\$160,000
Fire Appartus	1997	2007	4.30%	5.00%	4.79%	\$455,000
Total Long Term Obligation						\$9,507,692

Restricted cash and investments held by fiscal agent

Capital Projects	\$ 129,009
Water	<u>46,293</u>
Total	\$ <u>175,302</u>

In addition, these trust agreements required the City to pledge net revenues (defined in the trust agreement as revenues less operation and maintenance expenses) of the sewer and water enterprise funds to the payment of the principal and interest on the bonds when due. Pursuant to these pledges, substantially all retained earnings of the Sewer and Water enterprise funds are restricted.

The annual requirements to pay principal and interest on long-term debt at December 31, 2000, are as follows:

Year Ending	Water		Sewer OWDA, OPWC & Bonds	
	Principal	Interest	Principal	Interest
2001	\$184	\$87	\$271	\$152
2002	\$194	\$79	\$280	\$143
2003	\$199	\$69	\$290	\$133
2004	\$214	\$60	\$259	\$120
2005	\$214	\$50	\$270	\$109
2006-2010	\$720	\$100	\$1,522	\$374
2011-2015	\$0	\$0	\$1,000	\$89
2016-term	<u>\$0</u>	<u>\$0</u>	<u>\$60</u>	<u>\$2</u>
Total	\$1,725	\$445	\$3,952	\$1,122

Capital Improvement General Obligation Bonds Year ending Dec 31, 2000:

	Mauselouem		Fire Appartus		Municipal Bldg		Airport Runway		Total	
	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.	Prin.	Int.
2001	\$ 35	\$ 2	\$ 55	\$ 22	\$ 135	\$ 165	\$ 16	\$ 9	\$ 241	\$ 198
2002	\$ -	\$ -	\$ 60	\$ 19	\$ 145	\$ 158	\$ 16	\$ 8	\$ 221	\$ 185
2003	\$ -	\$ -	\$ 60	\$ 17	\$ 150	\$ 151	\$ 16	\$ 7	\$ 226	\$ 175
2004	\$ -	\$ -	\$ 65	\$ 14	\$ 155	\$ 144	\$ 16	\$ 7	\$ 236	\$ 165
2005	\$ -	\$ -	\$ 70	\$ 10	\$ 165	\$ 136	\$ 16	\$ 6	\$ 251	\$ 152
2006-10	\$ -	\$ -	\$ 145	\$ 11	\$ 975	\$ 543	\$ 80	\$ 15	\$ 1,200	\$ 569
2011-15	\$ -	\$ -	\$ -	\$ -	\$ 1,280	\$ 233	\$ -	\$ -	\$ 1,280	\$ 233
2016-term	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	<u>\$ 35</u>	<u>\$ 2</u>	<u>\$ 455</u>	<u>\$ 93</u>	<u>\$ 3,005</u>	<u>\$ 1,530</u>	<u>\$ 160</u>	<u>\$ 52</u>	<u>\$ 3,655</u>	<u>\$ 1,677</u>

Loans payable to the Ohio Water Development Authority (OWDA) are revenue obligations incurred to help finance sewage treatment plants to be repaid from charges for services.

The Ohio Revised Code provides that the net debt of a municipal corporation whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations of debt are measured by a direct ratio of net debt to tax valuation in terms of a percentage. On December 31, 2000, the City's total net debt amounted to 3.01% of the total assessed value of all property within the City.

The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with Champaign County and the Urbana City School District. As of December 31, 2000, these entities have complied with the requirement that

overlapping debt must not exceed 1% (10 mills) of the assessed property value.

8. Advanced Refunding

On February 1, 1995, the City of Urbana advance-refunded the 1991 Wastewater Treatment Plant Upgrade Bonds with a new Ohio Water Department Authority (OWDA) Loan. The City signed a loan agreement for \$ 2,600,000 from the OWDA to provide resources to purchase U.S. Government Securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments on the refunded debt, as of December 31, 2000 \$ 1,964,925 was the outstanding balance of this loan. As a result, the refunded bonds are considered defeased and the liability was removed from the Sewer Fund. The advanced refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$ 105,661. This difference reported in the accompanying financial statements is being charged to operations through the year 2012 using the effective interest method. The advanced refund was taken to reduce total debt service payments over the remaining 17 years by \$655,522 and to obtain an economic gain (difference between present value of the debt service payments of the refunded and refunding bonds) of \$ 414,214.

On July 1, 1995, the City issued \$4.885 million in General Obligation Bonds to fund a \$3.6 million municipal building upgrade and advance refund the 1979 Water Mortgage Revenue Bonds. The new bonds with an interest rate of 3.9% to 5.5% , refunded the \$1,545,000 revenue bonds with an average rate of 6.75% as of December 31,2000 \$ 925,000 was the outstanding balance of this issue. The net proceeds (after the public safety building proceeds, underwriting fees and other closing costs) of \$1,662,373 plus \$341,172 of the 1979 Revenue Bonds' sinking funds were used to purchase U.S. government securities. These securities were deposited in an irrevokable trust with an escrow agent to provide all future debt service payments on the 1979 revenue bonds. As a result, the 1979 revenue bonds are considered to be defeased and the liability for those bonds has been removed from the Water Enterprise fund. The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$86,172. This difference, reported in the accompanying financial statements, is being charged to operations through the year 2009 using the effective interest method. The advance refunding reduces its total debt service over the next 14 years by \$655,262 and to obtain an economic gain (difference between present values of the old and new debt service payments) of \$120,593.

9. Insurance and Risk

The City of Urbana covers most of its risks of loss through commercial insurance for the property, equipment, and general liability. Effective March 1, 2001 the City ended a partial self-funded health plan. The City funds the maximum liability, which is equal to the City's aggregate stop loss plus the insurance companies costs. Each division is charged within the personnel services monthly premiums per employee and dependent plans to equal the maximum liability. The terminal liability was funded with reserves.

10. Interfund Receivables and Payable

Interfund balances at December 31, 2000 consist of the following individual fund receivables and payables:

	<u>Due FROM Other Funds</u>	<u>Due TO Other Funds</u>
General Fund	\$339,048	\$0
Special Revenue Funds		
Airport	\$0	\$15
Total Special Revenue Funds	\$0	\$15
Enterprise Funds		
Water/Sewer	\$15	\$339,048
Total Enterprise Funds	\$15	\$339,048
Total Interfund Receivables & Payables	\$339,063	\$339,063

11. Contingent Liabilities

Under the terms of federal grants, periodic audits are required and certain expenditures may be questioned as not appropriate under the terms of the grants. Such audits could lead to reimbursements to the grantor agencies. It is the opinion of management that any questioned costs will be resolved in favor of the City and that reimbursement, if any, will not have a material effect on the City's financial position.

The City was a defendant in a number of lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. Legal counsel cannot estimate exposure, if any, in these suits. All cases are being defended vigorously by the City. It is the opinion of management and the City's legal counsel that sufficient resources will be available for the payment of such claims, if any, upon ultimate settlement or covered by insurance.

12. Subsequent Events

No major events occurred after the date of the audit completion that would impact these financial statements.

13. Deficit Fund Balances/Retained Earnings

The following individual funds had deficit fund balances/retained earnings at December 31, 2000:

Street Maintenance	\$ 4,780
Victims Assistance Grant	\$ 723
Sewer Revenue	\$ 737,774

The negative fund balances are a result of the conversion to GAAP from cash.

14. Budget Basis of Accounting

The adjustments necessary to convert the results of operations for the year ended December 31, 2000, from the GAAP basis to the budget basis for the budgeted funds are as follows:

	General Fund	Revenue Funds	Projects Funds
GAAP Basis	(\$564,176)	\$263,079	\$191,527
Increase(Decrease)			
Due To Revenues	(\$2,030,932)	(\$2,080,384)	(\$1,180,586)
Due to Expenditures	(\$316,092)	\$1,764,582	(\$326,710)
Due to Other financing sources and uses	\$2,714,604	(\$208,256)	\$976,290
Budget Basis	(\$196,596)	(\$260,979)	(\$339,479)

Funds within the Special Revenue Funds and Capital Improvement by local charter may not be required to be formally budgeted.

15. Deferred Compensation Program

In accordance with GASB 32 the City has not reported Deposit with Deferred Compensation as an asset and payable at December 31, 2000.

16. Enterprise Fund Segment Information

Significant financial data for the services provided by the City which were intended to be financed by user charges for the year ended December 31, 2000, was as follows:

	WATER REVENUE	SEWER REVENUE	SEWER REPLACE- MENT	TOTAL
Operating Revenues	\$912,104	\$1,780,149	\$0	\$2,692,253
Operating Expenses:				
Depreciation	\$183,223	\$534,131	\$0	\$717,354
Other	\$552,115	\$1,136,836	\$0	\$1,688,951
Total Operating Expenses	<u>\$735,338</u>	<u>\$1,670,967</u>	<u>\$0</u>	<u>\$2,406,305</u>
Operating Income (loss)	\$176,766	\$109,182	\$0	\$285,948
Other Income/Expense	<u>(\$67,277)</u>	<u>(\$190,305)</u>	<u>\$0</u>	<u>(\$257,582)</u>
Net Income (Loss)	<u>\$109,489</u>	<u>(\$81,123)</u>	<u>\$0</u>	<u>\$28,366</u>
Total Assets	<u>\$2,022,801</u>	<u>\$3,920,664</u>	<u>\$94,258</u>	<u>\$6,037,723</u>
Net Working Capital	<u>\$310,923</u>	<u>(\$73,942)</u>	<u>\$94,258</u>	<u>\$331,239</u>
Bonds, Notes, & Loans Payable	<u>\$1,785,899</u>	<u>\$4,138,628</u>	<u>-</u>	<u>\$5,924,527</u>
Total Equity	<u>\$135,173</u>	<u>(\$706,699)</u>	<u>\$94,258</u>	<u>(\$477,268)</u>
Contributed Capital	<u>\$24,701</u>	<u>\$590,425</u>	<u>\$0</u>	<u>\$615,126</u>
Fixed Assets additions	<u>472,830</u>	<u>152,466</u>	<u>-</u>	<u>625,296</u>

Special Revenue Funds



SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for revenues from specific sources which legally are restricted to expenditures for specified purposes. A description of those funds follows:

Airport Operation and Maintenance Fund - accounts for the operation and maintenance of the Urbana Municipal Airport/Grimes Field. The revenue is primarily the sale of aviation fuel and hanger rental income. The General Fund subsidizes the operation.

Street Maintenance and Repair Fund - accounts for the use of state-shared auto license taxes and gasoline taxes as provided in the Ohio Revised Code. These taxes and other resources, including a General Fund subsidy, may be used for general maintenance and repair of city streets, bridges, and traffic equipment.

State Highway Fund - accounts for the use of state-shared auto license taxes and gasoline taxes required to be used in maintaining and repairing state highways within the municipal corporation.

Oak Dale Cemetery Fund - accounts for all financial resources and their uses in operating and maintaining the city's cemetery, excluding capital outlay.

Police and Fire Pension Levy - accounts for 0.6 mill property tax authorized by state statute for the payment of current and past Police and Fire Pension liabilities.

Supplemental Investment Fund - accounts for 10% of the interest yielded from invested proceeds of the sale of the city's natural gas line system. In 1989, this fund accumulated \$150,000 of interest. Council designated that this amount of interest shall remain in the fund and all excess interest earned on the gas proceeds, from that point on, shall go to the General Fund. In compliance with Section 133.08 of the City of Urbana Codified Ordinances, the fund shall receive the interest on the fund balance.

Community Development Block Grant (CDBG) Program Income Fund - accounts for revenue generated by completed housing rehabilitation projects. The revenue received is primarily repayment of loans issued to owners of rehabilitated properties and is used to finance other community development projects.

Law Enforcement Fund - accounts for property confiscated and resold as provided by State law.

Mandatory Drug Fine Fund - accounts for mandatory court fine levied in all drug cases, and used for drug investigations as provided by State law.

Indigent Drunk Drivers Fund - accounts for mandatory court fine levied in all drunk-driving cases, and used for law enforcement as provided by State law.

Probation Grant Fund - a grant from the Ohio Department of Corrections to administer probation office for municipal court.

Police and Fire Income Tax Levy - levy passed by voters in 1992 a 0.4% increase in income tax to fund new hires and capital improvements for the Police and Fire divisions.

D.A.R.E. Grant- A grant for Drug Abuse Resistance Education from the Attorney General of Ohio.

FAA Airport Plan Grant Fund – accounts for the receipts and expenditures of Federal Aviation Administration grant and city monies for carrying out the Grimes Field Master Expansion Plan.

Community Development Block Grant Community Housing Improvement Program (CDBG CHIP) - makes funds available to assist low and moderate income households for residents of the City of Urbana, which has substandard housing occupied by low and moderate income families who can not afford the costs of home repair and other related difficulties.

FY98 Formula Grant – State money for low and moderate income families for a sewer extension project.

CITY OF URBANA
 COMBINING BALANCE SHEET SPECIAL REVENUE FUNDS
 AS OF DECEMBER 31, 2000

ASSETS	AIRPORT PERATION	STREET REPAIR & MAINTENANCE	STATE HIGHWAY	OAK DALE CEMETERY	P&F PENSION	SUPPLE. INVEST.	CDBG	LAW ENFORCE
Pooled Cash & Investments	\$ 31,463	\$ 50,675	\$ 2,405	\$ 16,229	\$ 25,764	\$ 292,286	\$ 85,469	\$ 23,541
Receivables (Net of Allowance):								
Accounts	72	-	-	-	-	-	-	-
Property Tax	-	-	-	-	13,769	-	-	-
Income	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	292,373	-
Due from other Governments	-	7,582	-	-	-	-	-	-
Inventory	12,109	27,152	-	-	-	-	-	-
TOTAL ASSETS	\$ 43,644	\$ 85,409	\$ 2,405	\$ 16,229	\$ 39,533	\$ 292,286	\$ 377,842	\$ 23,541
LIABILITIES & FUND EQUITY								
Accounts Payable	24,232	33,539	-	4,844	-	-	235	-
Accrued:								
Salaries	-	19,132	-	2,486	-	-	520	-
Worker's Compensation	-	8,064	-	1,656	-	-	682	-
Vacation & Sick Leave	-	19,989	-	679	-	-	-	-
Pension	-	9,465	-	1,663	-	-	304	-
Due to other Funds	15	-	-	-	-	-	-	-
Due to other Governments	197	-	-	-	-	-	-	-
Deferred Revenues	-	-	-	-	13,769	-	277,101	-
TOTAL LIABILITIES	\$ 24,444	\$ 90,189	\$ -	\$ 11,328	\$ 13,769	\$ -	\$ 278,842	\$ -
FUND EQUITY								
Fund Balances (Deficits):								
Reserve for:								
Inventory	12,109	27,152	-	-	-	-	-	-
Encumbrances	-	11,329	-	-	-	-	5,800	-
Unreserved	7,091	(43,261)	2,405	4,901	25,764	292,286	93,200	23,541
TOTAL FUND EQUITY	\$ 19,200	\$ (4,780)	\$ 2,405	\$ 4,901	\$ 25,764	\$ 292,286	\$ 99,000	\$ 23,541
TAL LIABILITIES & FUND EQUITY	\$ 43,644	\$ 85,409	\$ 2,405	\$ 16,229	\$ 39,533	\$ 292,286	\$ 377,842	\$ 23,541

DRUG FINE	INDIGENT DRIVER	PROBATION GRANTS	VICTIM ASSIST GRANTS	FAA AIRPORT GRANT	CDBG CHIP GRANT	FY 98 FORMULA GRANT	DARE GRANT	POLICE & FIRE TAX LEVY	TOTAL
\$ 701	\$ 68,707	\$ 12,509	\$ 312	\$ 538,950	\$ (33,103)	\$ -	\$ 727	\$ 334,473	\$1,451,108
-	-	-	-	-	-	-	7,864	-	7,936
-	-	-	-	-	-	-	-	-	13,769
-	-	-	-	-	-	-	-	104,598	104,598
-	-	-	-	-	-	-	-	-	292,373
-	-	-	-	338,167	190,148	-	-	-	535,897
-	-	1,424	-	-	-	-	-	-	40,685
<u>\$ 701</u>	<u>\$ 68,707</u>	<u>\$ 13,933</u>	<u>\$ 312</u>	<u>\$ 877,117</u>	<u>\$ 157,045</u>	<u>\$ -</u>	<u>\$ 8,591</u>	<u>\$ 439,071</u>	<u>\$2,446,366</u>
-	-	835	78	548,925	-	-	-	2,135	614,823
-	-	1,524	563	-	-	-	-	21,941	46,166
-	-	725	65	-	-	-	-	11,105	22,297
-	-	-	-	-	-	-	-	-	20,668
-	-	937	329	-	-	-	-	30,260	42,958
-	-	-	-	-	-	-	-	-	15
-	-	-	-	-	-	-	-	-	197
-	-	-	-	-	-	-	-	-	290,870
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,021</u>	<u>\$ 1,035</u>	<u>\$ 548,925</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,441</u>	<u>\$1,037,994</u>
-	-	1,424	-	-	-	-	-	-	40,685
-	-	-	-	-	-	-	-	84,801	101,930
701	68,707	8,488	(723)	328,192	157,045	-	8,591	288,829	1,265,757
<u>\$ 701</u>	<u>\$ 68,707</u>	<u>\$ 9,912</u>	<u>\$ (723)</u>	<u>\$ 328,192</u>	<u>\$ 157,045</u>	<u>\$ -</u>	<u>\$ 8,591</u>	<u>\$ 373,630</u>	<u>\$1,408,372</u>
<u>\$ 701</u>	<u>\$ 68,707</u>	<u>\$ 13,933</u>	<u>\$ 312</u>	<u>\$ 877,117</u>	<u>\$ 157,045</u>	<u>\$ -</u>	<u>\$ 8,591</u>	<u>\$ 439,071</u>	<u>\$2,446,366</u>

CITY OF URBANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - ALL SPECIAL REVENUE FUNDS
 FOR YEAR ENDED DECEMBER 31, 2000

	AIRPORT OPERATION	STREET REPAIR & MAINTENANCE	STATE HIGHWAY	OAK DALE CEMETERY	P&F PENSION	SUPPLE. INVEST.	CDBG	LAW ENFORCE
REVENUES								
Income Taxes	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
Property Taxes	-	-	-	-	115,102	-	-	-
State Levied Shared Taxes	-	365,847	29,867	-	9,410	-	-	-
Charges for Services	162,529	-	-	115,265	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	3,212
Miscellaneous including Interest	15,000	11,549	-	2,882	-	17,277	86,597	-
TOTAL REVENUES	\$ 177,529	\$ 377,396	\$ 29,867	\$ 118,147	\$ 124,512	\$ 17,277	\$ 86,597	\$ 3,212
EXPENDITURES (CURRENT)								
Public Safety	-	-	-	-	-	-	-	-
Health	-	-	-	191,182	-	-	-	-
Community Development	-	-	-	-	-	-	89,397	-
Transportation	195,253	759,242	-	-	-	-	-	-
General Government	-	-	-	-	1,877	-	-	-
TOTAL EXPENDITURES	\$ 195,253	\$ 759,242	\$ -	\$ 191,182	\$ 1,877	\$ -	\$ 89,397	\$ -
Excess(Deficiency) of Revenues Over (Under) Expenditures	(17,724)	(381,846)	29,867	(73,035)	122,635	17,277	(2,800)	3,212
OTHER FINANCING SOURCES(USES)								
Proceed from Debt	-	-	-	-	-	-	-	-
Operating Transfer In	-	325,200	-	70,000	-	-	-	-
Operating Transfer Out	-	-	(30,200)	-	(102,900)	-	-	-
TOTAL OTHER SOURCES(USES)	-	325,200	(30,200)	70,000	(102,900)	-	-	-
Excess(Deficiency) of Revenues & Sources Over (Under) Expenditures & Uses	(17,724)	(56,646)	(333)	(3,035)	19,735	17,277	(2,800)	3,212
FUND BALANCE JANUARY 1	33,538	51,866	2,738	7,936	6,029	275,009	101,800	20,329
Increase(Decrease) in Inventory	3,386	-	-	-	-	-	-	-
FUND BALANCE DECEMBER 31	\$ 19,200	\$ (4,780)	\$ 2,405	\$ 4,901	\$ 25,764	\$ 292,286	\$ 99,000	\$ 23,541

<u>DRUG FINE</u>	<u>INDIGENT DRIVER</u>	<u>PROBATION GRANT</u>	<u>VICTIM ASSIST GRANTS</u>	<u>FAA AIRPORT GRANT</u>	<u>CDBG C HIP GRANT</u>	<u>FY 98 FORMULA GRANT</u>	<u>DARE GRANT</u>	<u>POLICE & FIRE TAX LEVY</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 884,562	\$ 884,562
-	-	-	-	-	-	-	-	-	115,102
-	-	-	-	-	-	-	-	-	405,124
-	-	-	-	-	-	-	-	-	277,794
751	8,229	-	-	-	-	-	-	-	12,192
-	-	49,689	5,187	1,592,425	417,541	6,450	8,465	-	2,213,062
<u>\$ 751</u>	<u>\$ 8,229</u>	<u>\$ 49,689</u>	<u>\$ 5,187</u>	<u>\$1,592,425</u>	<u>\$ 417,541</u>	<u>\$ 6,450</u>	<u>\$ 8,465</u>	<u>\$ 884,562</u>	<u>\$3,907,836</u>
3,841	1,796	52,178	5,939	-	-	-	12,000	1,026,747	1,102,501
-	-	-	-	-	-	-	-	-	191,182
-	-	-	-	-	260,580	6,450	-	-	356,427
-	-	-	-	1,460,375	-	-	-	-	2,414,870
-	-	-	-	-	-	-	-	-	1,877
<u>\$ 3,841</u>	<u>\$ 1,796</u>	<u>\$ 52,178</u>	<u>\$ 5,939</u>	<u>\$1,460,375</u>	<u>\$ 260,580</u>	<u>\$ 6,450</u>	<u>\$ 12,000</u>	<u>\$1,026,747</u>	<u>\$4,066,857</u>
(3,090)	6,433	(2,489)	(752)	132,050	156,961	-	(3,535)	(142,185)	(159,021)
-	-	-	-	160,000	-	-	-	-	160,000
-	-	-	-	-	-	-	-	-	395,200
-	-	-	-	-	-	-	-	-	(133,100)
-	-	-	-	160,000	-	-	-	-	422,100
(3,090)	6,433	(2,489)	(752)	292,050	156,961	-	(3,535)	(142,185)	263,079
3,791	62,274	12,445	29	36,142	84	-	12,126	515,815	1,141,951
-	-	(44)	-	-	-	-	-	-	3,342
<u>\$ 701</u>	<u>\$ 68,707</u>	<u>\$ 9,912</u>	<u>\$ (723)</u>	<u>\$ 328,192</u>	<u>\$ 157,045</u>	<u>\$ -</u>	<u>\$ 8,591</u>	<u>\$ 373,630</u>	<u>\$1,408,372</u>

CITY OF URBANA, OHIO
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 (BUDGET BASIS) - ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

AIRPORT OPERATION & MAINTENANCE FUND

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
Local Taxes	-	-	-
Intergovernmental	-	-	-
Charges for Services	100,000	92,668	(7,332)
Miscellaneous	<u>60,000</u>	<u>84,931</u>	<u>24,931</u>
TOTAL REVENUES:	<u>160,000</u>	<u>177,599</u>	<u>17,599</u>
EXPENDITURES: Current			
General Government	-	-	-
Security of Person	-	-	-
Public Health	-	-	-
Community Development	-	-	-
Transportation	<u>183,570</u>	<u>181,311</u>	<u>2,259</u>
TOTAL EXPENDITURES	<u>183,570</u>	<u>181,311</u>	<u>2,259</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	<u>(23,570)</u>	<u>(3,712)</u>	<u>19,858</u>
OTHER FINANCING SOURCES & (USES)			
Operating Transfer In	-	-	-
Operating Transfer Out	-	-	-
Other Sources	-	-	-
Other Uses	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES(USES)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue & Other Financing Sources Over(Under) Expenditures & Other Uses	<u>(23,570)</u>	<u>(3,712)</u>	<u>19,858</u>
FUND BALANCE JANUARY 1	32,158	32,158	-
FUND BALANCE DECEMBER 31	<u>8,588</u>	<u>28,446</u>	<u>19,858</u>

exhibit B-3
(continued)

<u>STREET MAINTENANCE & REPAIR FUND</u>			<u>STATE HIGHWAY FUND</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
-	-	-	-	-	-
402,500	372,543	(29,957)	33,000	30,206	(2,794)
-	-	-	-	-	-
<u>5,000</u>	<u>11,210</u>	<u>6,210</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>407,500</u>	<u>383,753</u>	<u>(23,747)</u>	<u>33,000</u>	<u>30,206</u>	<u>(2,794)</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>730,923</u>	<u>730,592</u>	<u>331</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>730,923</u>	<u>730,592</u>	<u>331</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(323,423)</u>	<u>(346,839)</u>	<u>(23,416)</u>	<u>33,000</u>	<u>30,206</u>	<u>(2,794)</u>
250,000	216,500	(33,500)	-	-	-
-	-	-	-	-	-
52,000	66,309	14,309	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>(30,000)</u>	<u>(30,200)</u>	<u>(200)</u>
<u>302,000</u>	<u>282,809</u>	<u>(19,191)</u>	<u>(30,000)</u>	<u>(30,200)</u>	<u>(200)</u>
<u>(21,423)</u>	<u>(64,030)</u>	<u>(42,607)</u>	<u>3,000</u>	<u>6</u>	<u>(2,994)</u>
28,121	28,121	-	2,738	2,738	-
<u>6,698</u>	<u>(35,909)</u>	<u>(42,607)</u>	<u>5,738</u>	<u>2,744</u>	<u>(2,994)</u>

CITY OF URBANA, OHIO exhibit B-3
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES (continued)
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 (BUDGET BASIS) - ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

<u>OAKDALE CEMETERY FUND</u>			VARIANCE
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>(UNFAVORABLE)</u>
REVENUES:			
Local Taxes	-	-	-
Intergovernmental	-	-	-
Charges for Services	78,500	115,265	36,765
Miscellaneous	<u>1,500</u>	<u>2,882</u>	<u>1,382</u>
TOTAL REVENUES:	<u>80,000</u>	<u>118,147</u>	<u>38,147</u>
EXPENDITURES: Current			
General Government	-	-	-
Security of Person	-	-	-
Public Health	196,260	193,448	2,812
Community Development	-	-	-
Transportation	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>196,260</u>	<u>193,448</u>	<u>2,812</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	<u>(116,260)</u>	<u>(75,301)</u>	<u>40,959</u>
OTHER FINANCING SOURCES & (USES)			
Operating Transfer In	100,000	70,000	(30,000)
Operating Transfer Out	-	-	-
Other Sources	-	-	-
Other Uses	<u>(5,875)</u>	<u>(5,865)</u>	<u>10</u>
TOTAL OTHER FINANCING	<u>94,125</u>	<u>64,135</u>	<u>(29,990)</u>
Excess (Deficiency) of Revenue & Other Financing Sources Over(Under) Expenditures & Other Uses	<u>(22,135)</u>	<u>(11,166)</u>	<u>10,969</u>
FUND EQUITY JANUARY 1	16,985	16,985	-
FUND BALANCE DECEMBER 31	<u>(5,150)</u>	<u>5,819</u>	<u>10,969</u>

exhibit B-3
(continued)

<u>POLICE & FIRE PENSION LEVY FUND</u>			<u>SUPPLEMENTAL INVESTMENT FUND</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
95,800	114,132	18,332	-	-	-
10,000	10,385	385	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>12,500</u>	<u>20,953</u>	<u>8,453</u>
<u>105,800</u>	<u>124,517</u>	<u>18,717</u>	<u>12,500</u>	<u>20,953</u>	<u>8,453</u>
2,100	1,883	217	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>2,100</u>	<u>1,883</u>	<u>217</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>103,700</u>	<u>122,634</u>	<u>18,934</u>	<u>12,500</u>	<u>20,953</u>	<u>8,453</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(92,900)</u>	<u>(102,900)</u>	<u>(10,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(92,900)</u>	<u>(102,900)</u>	<u>(10,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>10,800</u>	<u>19,734</u>	<u>8,934</u>	<u>12,500</u>	<u>20,953</u>	<u>8,453</u>
6,030	6,030	-	261,169	261,169	-
<u>16,830</u>	<u>25,764</u>	<u>8,934</u>	<u>273,669</u>	<u>282,122</u>	<u>8,453</u>

CITY OF URBANA, OHIO
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 (BUDGET BASIS) - ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

exhibit B-3
 (continued)

	<u>C.D.B.G. PROGRAM INCOME FUND</u>		
			VARIANCE
	<u>BUDGET</u>	<u>ACTUAL</u>	FAVORABLE <u>(UNFAVORABLE)</u>
REVENUES:			
Local Taxes	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Miscellaneous	<u>89,500</u>	<u>86,280</u>	<u>(3,220)</u>
TOTAL REVENUES:	<u>89,500</u>	<u>86,280</u>	<u>(3,220)</u>
EXPENDITURES: Current			
General Government	-	-	-
Security of Person	-	-	-
Public Health	-	-	-
Community Development	96,080	93,904	2,176
Transportation	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>96,080</u>	<u>93,904</u>	<u>2,176</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	<u>(6,580)</u>	<u>(7,624)</u>	<u>(1,044)</u>
OTHER FINANCING SOURCES & (USES)			
Operating Transfer In	-	-	-
Operating Transfer Out	-	-	-
Other Sources	-	-	-
Other Uses	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue & Other Financing Sources Over(Under) Expenditures & Other Uses	<u>(6,580)</u>	<u>(7,624)</u>	<u>(1,044)</u>
FUND EQUITY JANUARY 1	84,190	84,190	-
FUND BALANCE DECEMBER 31	<u>77,610</u>	<u>76,566</u>	<u>(1,044)</u>

exhibit B-3
(continued)

POLICE & FIRE TAX LEVY FUND			TOTAL SPECIAL REVENUE FUNDS		
BUDGET	ACTUAL	VARIANCE FAVORABLE NFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE NFAVORABLE)
814,000	885,997	71,997	909,800	1,000,129	90,329
-	-	-	445,500	413,134	(32,366)
-	-	-	178,500	207,933	29,433
<u>-</u>	<u>-</u>	<u>-</u>	<u>168,500</u>	<u>206,256</u>	<u>37,756</u>
<u>814,000</u>	<u>885,997</u>	<u>71,997</u>	<u>1,702,300</u>	<u>1,827,452</u>	<u>125,152</u>
-	-	-	2,100	1,883	217
1,113,071	1,101,137	11,934	1,113,071	1,101,137	11,934
-	-	-	196,260	193,448	2,812
-	-	-	96,080	93,904	2,176
<u>-</u>	<u>-</u>	<u>-</u>	<u>914,493</u>	<u>911,903</u>	<u>2,590</u>
<u>1,113,071</u>	<u>1,101,137</u>	<u>11,934</u>	<u>2,322,004</u>	<u>2,302,275</u>	<u>19,729</u>
<u>(299,071)</u>	<u>(215,140)</u>	<u>83,931</u>	<u>(619,704)</u>	<u>(474,823)</u>	<u>144,881</u>
-	-	-	350,000	286,500	(63,500)
-	-	-	-	-	-
-	-	-	52,000	66,309	14,309
<u>-</u>	<u>-</u>	<u>-</u>	<u>(128,775)</u>	<u>(138,965)</u>	<u>(10,190)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>273,225</u>	<u>213,844</u>	<u>(59,381)</u>
<u>(299,071)</u>	<u>(215,140)</u>	<u>83,931</u>	<u>(346,479)</u>	<u>(260,979)</u>	<u>85,500</u>
451,926	451,926	-	883,317	883,317	-
<u>152,855</u>	<u>236,786</u>	<u>83,931</u>	<u>536,838</u>	<u>622,338</u>	<u>85,500</u>

Capital Project Funds



CAPITAL PROJECT FUNDS

Capital Project Funds are established to account for the receipt and disbursement of resources for the purpose of building or acquiring major capital assets.

Capital Improvement Fund - accounts for all financial resources, primarily twenty-five percent (25%) of city income tax receipts, required by city ordinance to be used for acquisition or construction of equipment and capital facilities, excluding those financed by the Water, Sewer, or Grant funds.

Police & Fire Capital Project Fund - accounts for 1/10% of additional police & fire equipment and/or project needs.

Municipal Court Improvement Project - accounts for an additional \$5.00 per case levied by the Municipal Court Judge for court improvement needs.

Perpetual Investment Fund - accounts for the proceeds from the sale of the city's gas system. The proceeds are currently restricted by ordinance to be retained and invested. The interest earned goes to the General Fund.

CITY OF URBANA
 COMBINING BALANCE SHEET CAPITAL PROJECTS FUNDS
 AS OF DECEMBER 31, 2000

exhibit C-1

	CAPITAL IMPROVE- MENTS	POLICE & FIRE CAPITAL PROJECTS	MUNICIPAL COURT PROJECT	PERPETUAL INVESTMENT	TOTAL
ASSETS					
Pooled Cash & Investment	489,401	146,188	160,624	1,377,353	2,173,566
Cash with Fiscal Agent	-	129,009	-	-	129,009
Income Tax Receivable	87,165	34,866	-	-	122,031
Accounts Receivable	-	-	6,868	-	6,868
TOTAL ASSETS	<u>576,566</u>	<u>310,063</u>	<u>167,492</u>	<u>1,377,353</u>	<u>2,431,474</u>
LIABILITIES & FUND EQUITY					
Accounts Payable	38,705	-	8,668	-	47,373
TOTAL LIABILITIES	<u>38,705</u>	<u>-</u>	<u>8,668</u>	<u>-</u>	<u>47,373</u>
FUND EQUITY					
Reserved for Encumbrances	474,373	22,770	-	-	497,143
Unreserved	63,488	287,293	158,824	1,377,353	1,886,958
TOTAL FUND EQUITY	<u>537,861</u>	<u>310,063</u>	<u>158,824</u>	<u>1,377,353</u>	<u>2,384,101</u>
TOTAL LIABILITIES & EQUITY	<u>576,566</u>	<u>310,063</u>	<u>167,492</u>	<u>1,377,353</u>	<u>2,431,474</u>

CITY OF URBANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - ALL CAPITAL PROJECT FUNDS
 FOR YEAR ENDED DECEMBER 31, 2000

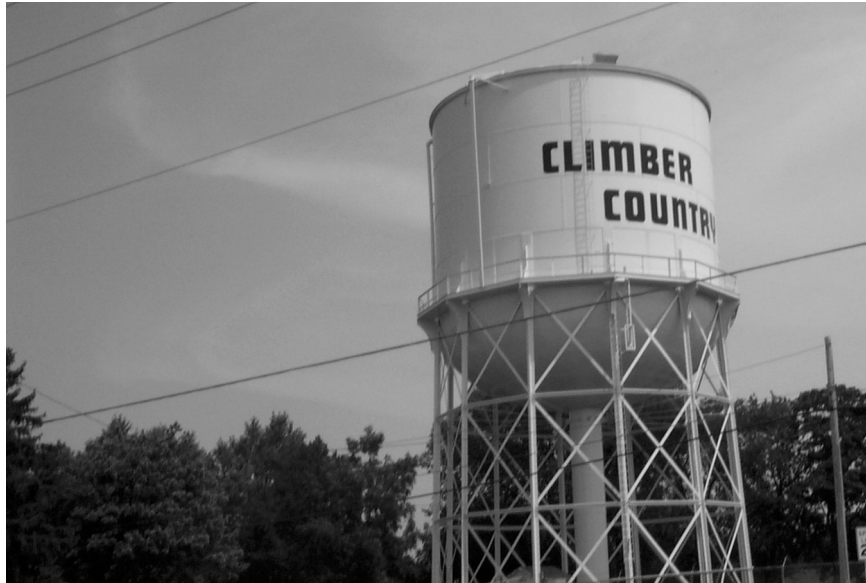
	CAPITAL IMPROVE- MENTS	POLICE & FIRE CAPITAL PROJECTS	MUNICIPAL COURT PROJECT	PERPETUAL INVESTMENT	TOTAL
REVENUES					
Municipal Income Tax	737,149	294,816	-	-	1,031,965
Intergovernmental	46,756	-	-	-	46,756
Fines & Forfeitures	-	-	100,704	-	100,704
Miscellaneous	93,836	8,000	7,966	-	109,802
TOTAL REVENUES	<u>877,741</u>	<u>302,816</u>	<u>108,670</u>	<u>-</u>	<u>1,289,227</u>
EXPENDITURES					
General Government	96,800	-	-	-	96,800
Capital Outlay	566,471	46,419	14,343	-	627,233
Debt Service: Principal	-	161,000	12,333	-	173,333
Interest	-	185,203	15,131	-	200,334
OTAL EXPENDITURES	<u>663,271</u>	<u>392,622</u>	<u>41,807</u>	<u>-</u>	<u>1,097,700</u>
EXCESS(DEFICIT) OF REVENUE OVER(UNDER) EXPENDITURES	<u>214,470</u>	<u>(89,806)</u>	<u>66,863</u>	<u>-</u>	<u>191,527</u>
FUND BALANCE JANUARY 1	<u>323,391</u>	<u>399,869</u>	<u>91,961</u>	<u>1,377,353</u>	<u>2,192,574</u>
FUND BALANCE DECEMBER 31	<u>537,861</u>	<u>310,063</u>	<u>158,824</u>	<u>1,377,353</u>	<u>2,384,101</u>

CITY OF URBANA, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 (BUDGET BASIS) - CAPITAL PROJECT FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>CAPITAL IMPROVEMENT FUND</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
Intergovernmental	\$ 60,000	\$ 46,756	\$ (13,244)
Miscellaneous	<u>\$ 155,000</u>	<u>\$ 61,885</u>	<u>\$ (93,115)</u>
TOTAL REVENUES	<u>\$ 215,000</u>	<u>\$ 108,641</u>	<u>\$ (106,359)</u>
EXPENDITURES:			
Current			
Debt Service	\$ -	\$ -	\$ -
Capital Outlay	<u>\$1,073,106</u>	<u>\$1,050,156</u>	<u>\$ 22,950</u>
TOTAL EXPENDITURES	<u>\$1,073,106</u>	<u>\$1,050,156</u>	<u>\$ 22,950</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	<u>\$ (858,106)</u>	<u>\$ (941,515)</u>	<u>\$ (83,409)</u>
OTHER FINANCING SOURCES & (USES)			
Operating Transfer In	\$ 700,000	\$ 738,345	\$ 38,345
Other Sources	\$ 20,000	\$ 31,451	\$ 11,451
Other Uses	<u>\$ (96,800)</u>	<u>\$ (96,800)</u>	<u>\$ -</u>
TOTAL OTHER FINANCING SOURCES & (USES)	<u>\$ 623,200</u>	<u>\$ 672,996</u>	<u>\$ 49,796</u>
Excess (Deficiency) of Revenue & Other Financing Sources Over(Under) Expenditures & Other Uses	<u>\$ (234,906)</u>	<u>\$ (268,519)</u>	<u>\$ (33,613)</u>
FUND BALANCE JANUARY 1	\$ 167,605	\$ 167,605	-
PRIOR YEAR ENCUMBRANCES	<u>\$ 26,114</u>	<u>\$ 26,114</u>	<u>-</u>
FUND BALANCE DECEMBER 31	<u>\$ (41,187)</u>	<u>\$ (74,800)</u>	<u>\$ (33,613)</u>

<u>POLICE & FIRE TAX CAPITAL FUND</u>			<u>TOTAL CAPITAL PROJECTS</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -	\$ -	\$ -	\$ 60,000	\$ 46,756	\$ (13,244)
\$ -	\$ -	\$ -	\$ 155,000	\$ 61,885	\$ (93,115)
\$ -	\$ -	\$ -	\$ 215,000	\$ 108,641	\$ (106,359)
\$ 349,580	\$ 346,601	\$ 2,979	\$ 349,580	\$ 346,601	\$ 2,979
\$ 37,500	\$ 27,653	\$ 9,847	\$ 1,110,606	\$ 1,077,809	\$ 32,797
\$ 387,080	\$ 374,254	\$ 12,826	\$ 1,460,186	\$ 1,424,410	\$ 35,776
<u>\$(387,080)</u>	<u>\$(374,254)</u>	<u>\$ 12,826</u>	<u>\$(1,245,186)</u>	<u>\$(1,315,769)</u>	<u>\$ (70,583)</u>
\$ 275,000	\$ 303,294	\$ 28,294	\$ 975,000	\$ 1,041,639	\$ 66,639
\$ -	\$ -	\$ -	\$ 20,000	\$ 31,451	\$ 11,451
\$ -	\$ -	\$ -	\$ (96,800)	\$ (96,800)	\$ -
\$ 275,000	\$ 303,294	\$ 28,294	\$ 898,200	\$ 976,290	\$ 78,090
<u>\$(112,080)</u>	<u>\$(70,960)</u>	<u>\$ 41,120</u>	<u>\$(346,986)</u>	<u>\$(339,479)</u>	<u>\$ 7,507</u>
\$ 210,497	\$ 210,497	\$ -	\$ 378,102	\$ 378,102	-
\$ -	\$ -	\$ -	\$ 26,114	\$ 26,114	-
\$ 98,417	\$ 139,537	\$ 41,120	\$ 57,230	\$ 64,737	\$ 7,507

Enterprise Funds



ENTERPRISE FUNDS

Enterprise Funds are established to account for operations where the intention is to finance such operations primarily through user charges. By state statute, Enterprise Funds cannot be profit making operations to the extent of benefiting other operations of the city.

Water Revenue Fund - accounts for the operation of the waterworks distribution system and related expenditures, including capital improvement and debt service. The operation is exclusively financed by customer user charges.

Sewer Revenue Fund - accounts for the operation of the sanitary sewer system and wastewater treatment plant and related expenditures, including capital improvements and debt service. The operation is financed exclusively by customer user charges.

Sewer Replacement Fund - accounts for the sewer system fund user charge revenues which are required by Section 931.23 of the city's Codified Ordinances to be contributed to a replacement fund for the purpose of furnishing and installing equipment, accessories, or appurtenances necessary to maintain the capacity and performance of the treatment works.

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

exhibit D-1

	<u>WATER REVENUE</u>	<u>SEWER REVENUE</u>	<u>SEWER REPLACE</u>	<u>TOTAL</u>
ASSETS				
Pooled Cash & Investments	\$ 175,783	\$ 94,590	\$ 94,258	\$ 364,631
Cash with Fiscal Agent	46,293	-	-	46,293
Receivables (Net of Allowance):				
Accounts	136,894	300,444	-	437,338
Other	-	950	-	950
Due From Other Funds	15	-	-	15
Inventory	53,667	18,809	-	72,476
Fixed Assets (Net of Depreciation)	1,334,459	3,482,507	-	4,816,966
Work in Progress	266,514	-	-	266,514
Bond Issuance Costs	9,176	23,364	-	32,540
TOTAL ASSETS	<u>\$ 2,022,801</u>	<u>\$ 3,920,664</u>	<u>\$ 94,258</u>	<u>\$ 6,037,723</u>
LIABILITIES				
Accounts Payable	30,465	42,936	-	73,401
Accrued Salaries & Wages	6,372	12,815	-	19,187
Accrued Worker Compensation	3,158	7,173	-	10,331
Accrued Interest Payable	33,788	1,904	-	35,692
Accrued Vacation and Sick Leave	24,310	76,990	-	101,300
Accrued Pension	3,636	7,869	-	11,505
Due to Other Funds	-	339,048	-	339,048
G.O. Notes Payable	100,000	100,000	-	200,000
G.O. Bonds Payable	800,000	120,000	-	920,000
Loans Payable	925,000	3,977,069	-	4,902,069
Deferred Amount of Refunding	(39,101)	(58,441)	-	(97,542)
TOTAL LIABILITIES	<u>\$ 1,887,628</u>	<u>\$ 4,627,363</u>	<u>\$ -</u>	<u>\$ 6,514,991</u>
RETAINED EARNINGS				
Unreserved Retained Earnings	110,472	(1,297,124)	94,258	(1,092,394)
Contributed Capital	24,701	590,425	-	615,126
TOTAL RETAINED EARNINGS	<u>135,173</u>	<u>(706,699)</u>	<u>94,258</u>	<u>(477,268)</u>
TOTAL LIABILITIES & RETAINED EARNINGS	<u>\$ 2,022,801</u>	<u>\$ 3,920,664</u>	<u>\$ 94,258</u>	<u>\$ 6,037,723</u>

CITY OF URBANA, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN RETAINED EARNINGS
 OF ALL ENTERPRISE FUNDS
 FOR YEAR ENDING DECEMBER 31, 2000

exhibit D-2

	<u>WATER REVENUE</u>	<u>SEWER REVENUE</u>	<u>SEWER REPLACE</u>	<u>TOTAL</u>
OPERATING REVENUES:				
Charges for Services	\$ 912,104	\$ 1,780,149	\$ -	\$2,692,253
Total Operating Revenue	912,104	1,780,149	-	\$2,692,253
OPERATING EXPENSES:				
Personal Services	208,462	489,914	-	\$698,376
Contractual	133,411	446,293	-	\$579,704
Supplies & Materials	19,858	101,418	-	\$121,276
Administrative Fees	190,384	99,211	-	\$289,595
Depreciation	183,223	534,131	-	\$717,354
Total Operating Expenses	<u>735,338</u>	<u>1,670,967</u>	<u>-</u>	<u>\$2,406,305</u>
Operating Income	<u>176,766</u>	<u>109,182</u>	<u>-</u>	<u>\$285,948</u>
NON OPERATING REVENUE & EXPENSES:				
Contributed Capital	-	-	-	\$14,679
Interest Expense	(64,744)	(150,952)	-	(\$215,696)
Other Expense	(14,704)	(8,278)	-	(\$22,982)
Total Non Operating Revenues & Expenses	<u>(79,448)</u>	<u>(159,230)</u>	<u>-</u>	<u>(\$238,678)</u>
Net Income	<u>97,318</u>	<u>(50,048)</u>	<u>-</u>	<u>\$47,270</u>
Depreciation on Fixed Assets Acquired by contributed Capital	2,508	31,075	-	<u>\$33,583</u>
RETAINED EARNINGS JANUARY 1	<u>10,646</u>	<u>(1,278,151)</u>	<u>94,258</u>	<u>(\$1,173,247)</u>
RETAINED EARNINGS DECEMBER 31	<u>\$ 110,472</u>	<u>\$ (1,297,124)</u>	<u>\$ 94,258</u>	<u>\$ (1,092,394)</u>
Contributed Capital January 1	\$ 12,530	\$ 621,500	\$ -	\$ 634,030
Contributions:				
Intergovernmental	\$ 14,679	\$ -	\$ -	\$ 14,679
Depreciation on Fixed Assets Acquired by contributed Capital	\$ (2,508)	\$ (31,075)	\$ -	\$ (33,583)
Contributed Capital December 31	<u>\$ 24,701</u>	<u>\$ 590,425</u>	<u>\$ -</u>	<u>\$ 615,126</u>
Fund Equity at the End of the Year	<u>\$ 135,173</u>	<u>\$ (706,699)</u>	<u>\$ 94,258</u>	<u>\$ (477,268)</u>

CITY OF URBANA, OHIO
 COMBINING STATEMENT OF CHANGES IN CASH FLOW
 OF ALL ENTERPRISE FUNDS
 FOR YEAR ENDING DECEMBER 31, 2000

	WATER REVENUE	SEWER REVENUE	SEWER REPLACE	TOTAL
Cash Flow from Operating Activities:				
Cash Received from Customers	\$ 938,416	\$ 1,844,697	\$ -	\$ 2,783,113
Cash Paid to Employee Services	(204,908)	(483,996)	-	(688,904)
Cash Paid to Suppliers	(176,119)	(555,187)	-	(731,306)
Cash Paid to Other Funds	(238,205)	(226,969)	-	(465,174)
Net Cash Provided(Used) Operating Activities	<u>319,184</u>	<u>578,545</u>	<u>-</u>	<u>897,729</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Capital Assets	(543,669)	(25,942)	-	(569,611)
Proceeds from Debt	340,000	-	-	340,000
Proceeds from Grant (Contributed Capital)	14,679	-	-	14,679
Principal Paid on Debt	(181,667)	(320,282)	-	(501,949)
Interest Paid on Debt	(88,357)	(171,620)	-	(259,977)
Net Cash Flows provided(used) by Capital and Related Financing Activities	<u>(459,014)</u>	<u>(517,844)</u>	<u>-</u>	<u>(976,858)</u>
Net Increase (Decrease) Cash and Cash Equivalen	<u>(139,830)</u>	<u>60,701</u>	<u>-</u>	<u>(79,129)</u>
Beginning Cash & Cash Equivalents	<u>361,906</u>	<u>33,889</u>	<u>94,258</u>	<u>490,053</u>
Ending Cash & Cash Equivalents	<u>222,076</u>	<u>94,590</u>	<u>94,258</u>	<u>410,924</u>
Reconciliation of Cash & Cash Equivalents				
Pool Cash & Investments	175,783	94,590	94,258	364,631
Restricted Cash and Investments	46,293	-	-	46,293
Total of Cash & Cash Equivalents	<u>222,076</u>	<u>94,590</u>	<u>94,258</u>	<u>410,924</u>

CITY OF URBANA, OHIO
 COMBINING STATEMENT OF CHANGES IN CASH FLOW
 OF ALL ENTERPRISE FUNDS
 FOR YEAR ENDING DECEMBER 31, 2000

exhibit D-3
 (continued)

	<u>WATER REVENUE</u>	<u>SEWER REVENUE</u>	<u>SEWER REPLACE</u>	<u>TOTAL</u>
Reconciliation of net operating income to net cash provided by operating activities				
Net operating income (loss)	<u>176,766</u>	<u>109,182</u>	-	<u>285,948</u>
Adjustments				
Depreciation	183,223	534,131	-	717,354
Assets & Liabilities				
(Increase)Decrease In Accounts Receivable	26,317	65,049	-	91,366
(Increase)Decrease In Due From Other Funds	(5)	-	-	(5)
(Increase)Decrease In Inventory	(20,273)	(1,386)	-	(21,659)
Increase(Decrease) In Accounts Payable	(2,578)	5,259	-	2,681
Increase(Decrease) In Salaries & Wages	1,230	(242)	-	988
Increase(Decrease) In Workers' Compensation	667	520	-	1,187
Increase(Decrease) In Vacation & Sick Leave	2,563	9,568	-	12,131
Increase(Decrease) In Pension	(906)	(3,928)	-	(4,834)
Increase(Decrease) In Due to Other Funds	<u>(47,820)</u>	<u>(139,608)</u>	-	<u>(187,428)</u>
Total Adjustments	<u>142,418</u>	<u>469,363</u>	-	<u>611,781</u>
Net cash provided by operating activities	<u>319,184</u>	<u>578,545</u>	-	<u>897,729</u>

Trust and Agency Funds



TRUST AND AGENCY FUNDS

Trust and Agency 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.

Expendable Trust Funds

Cemetery Trust Income Fund - accounts for income generated by investment of funds in Cemetery Trust Principal Fund. The income must be used for perpetual care of the cemetery.

Fire Donation Trust Fund - accounts for donations designated for use by the city Fire Division.

Police Donation Trust Fund - accounts for donations designated for use by the city Police Division.

City Beautification Trust Fund - accounts for donations designated for the purchase of trees and shrubs to be planted on city property and right-of-way.

Mausoleum Trust Fund - accounts for 20% of total mausoleum sales to be used to maintain and build mausoleums in Oak Dale Cemetery.

Fire Safety Council - accounts for donations designated for use by the city Fire Division to teach child-related fire safety.

AGENCY FUNDS

Health Insurance Fund - accounts for city and employee contributions to be used specifically for the city's health and life insurance programs.

NONEXPENDABLE TRUST FUND

Cemetery Trust Principal Fund - accounts for the principal amount of money received by agreement, gift, or bequest to be used to generate income which must be used for the perpetual care of designated lots. According to State Statute, Cemetery Trust Principal is nonexpendable and, therefore, is not appropriated.

CITY OF URBANA
 COMBINING BALANCE SHEET - ALL TRUST FUNDS & AGENCY FUNDS
 AS OF DECEMBER 31, 2000

	EXPENDABLE TRUST FUNDS				
	CEMETERY TRUST INCOME	FIRE DONATION TRUST	FIRE SAFETY TRUST	POLICE DONATION TRUST	CITY BEAUTIFICATION TRUST
ASSETS:					
Pooled Cash & Investments	\$43,911	\$26,566	\$5,706	\$1,524	\$15,552
Interest	3,829	-	-	-	-
TOTAL ASSETS	<u>47,740</u>	<u>26,566</u>	<u>5,706</u>	<u>1,524</u>	<u>15,552</u>
LIABILITIES					
Accounts Payables	-	-	-	-	-
Payable from Restricted Assets	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND EQUITY:					
Unreserved	47,740	26,566	5,706	1,524	15,552
TOTAL FUND EQUITY	<u>47,740</u>	<u>26,566</u>	<u>5,706</u>	<u>1,524</u>	<u>15,552</u>
TOTAL LIABILITIES & FUND EQUITY	<u>\$47,740</u>	<u>\$26,566</u>	<u>\$5,706</u>	<u>\$1,524</u>	<u>\$15,552</u>

MAUSOLEUM TRUST	AGENCY FUNDS			NON- EXPENDABLE TRUST	TOTAL
	EMPLOYEE HEALTH INSURANCE	AIRPORT ESCROW FUNDS	COUNTY MUNICIPAL COURT		
\$35,806	\$27,951	\$49,311	\$60,491	\$83,382	\$350,200
-	-	-	-	-	3,829
<u>35,806</u>	<u>27,951</u>	<u>49,311</u>	<u>60,491</u>	<u>83,382</u>	<u>354,029</u>
-	-	-	-	-	-
-	\$27,951	\$49,311	\$60,491	-	137,753
-	<u>27,951</u>	<u>49,311</u>	<u>60,491</u>	-	<u>137,753</u>
<u>35,806</u>	-	-	-	<u>83,382</u>	<u>216,276</u>
<u>35,806</u>	-	-	-	<u>83,382</u>	<u>216,276</u>
<u>\$35,806</u>	<u>\$27,951</u>	<u>\$49,311</u>	<u>\$60,491</u>	<u>\$83,382</u>	<u>\$354,029</u>

CITY OF URBANA
 COMBINING STATEMENT OF REVENUE, EXPENDITURE, AND
 CHANGES IN FUND BALANCES FIDUCIARY TYPE - ALL EXPENDABLE TRUSTS
 FOR YEAR ENDED DECEMBER 31, 2000

	EXPENDABLE TRUST FUNDS				
	CEMETERY TRUST <u>INCOME</u>	FIRE DONATION <u>TRUST</u>	FIRE SAFETY <u>TRUST</u>	POLICE DONATION <u>TRUST</u>	CITY BEAUTIFICATION <u>TRUST</u>
REVENUES:					
Interest	\$9,914	-	-	-	-
Charges for Service	-	-	-	-	-
Donations	-	19,176	5,706	200	100
TOTAL OPERATING REVENUES	<u>9,914</u>	<u>19,176</u>	<u>5,706</u>	<u>200</u>	<u>100</u>
EXPENDITURES (CURRENT):					
General Government	1,819	6,013	-	-	618
TOTAL OPERATING EXPENDITURES	<u>1,819</u>	<u>6,013</u>	<u>-</u>	<u>-</u>	<u>618</u>
Excess(Deficiency) of Revenues Over(Under) Expenditures	<u>8,095</u>	<u>13,163</u>	<u>5,706</u>	<u>200</u>	<u>(518)</u>
FUND BALANCE JANUARY 1	<u>\$39,645</u>	<u>\$13,403</u>	<u>\$0</u>	<u>\$1,324</u>	<u>\$16,070</u>
FUND BALANCE DECEMBER 31	<u>\$47,740</u>	<u>\$26,566</u>	<u>\$5,706</u>	<u>\$1,524</u>	<u>\$15,552</u>

exhibit E-2
(continued)

<u>MAUSOLEUM TRUST</u>	<u>TOTAL</u>
-	\$9,914
33,695	\$33,695
<u>-</u>	<u>\$25,182</u>
<u>33,695</u>	<u>\$68,791</u>
<u>75,604</u>	<u>\$84,054</u>
<u>75,604</u>	<u>\$84,054</u>
<u>(41,909)</u>	<u>(\$15,263)</u>
<u>\$77,715</u>	<u>\$148,157</u>
<u>\$35,806</u>	<u>\$132,894</u>

CITY OF URBANA, OHIO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 AS OF DECEMBER 31,2000

	BALANCE JANUARY 1, <u>2000</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	BALANCE DECEMBER 31, <u>2000</u>
Employee Health Insurance				
ASSETS:				
Pooled Cash	<u>\$17,784</u>	<u>\$1,415,339</u>	<u>\$1,405,172</u>	<u>\$27,951</u>
LIABILITIES:				
Payables from Restricted Assets	<u>\$17,784</u>	<u>\$1,415,339</u>	<u>\$1,405,172</u>	<u>\$27,951</u>
Airport Escrows				
ASSETS:				
Pooled Cash	<u>\$0</u>	<u>\$49,311</u>	<u>\$0</u>	<u>\$49,311</u>
LIABILITIES:				
Payables from Restricted Assets	<u>\$0</u>	<u>\$49,311</u>	<u>\$0</u>	<u>\$49,311</u>
Champaign County Municipal Court				
ASSETS:				
Pooled Cash	<u>\$46,202</u>	<u>\$1,261,600</u>	<u>\$1,247,311</u>	<u>\$60,491</u>
LIABILITIES:				
Payables from Restricted Assets	<u>\$46,202</u>	<u>\$1,261,600</u>	<u>\$1,247,311</u>	<u>\$60,491</u>
TOTAL ALL AGENCY FUNDS				
ASSETS:				
Pooled Cash	<u>\$63,986</u>	<u>\$2,726,250</u>	<u>\$2,652,483</u>	<u>\$137,753</u>
Total Assets	<u>\$63,986</u>	<u>\$2,726,250</u>	<u>\$2,652,483</u>	<u>\$137,753</u>
LIABILITIES:				
Payables from Restricted Assets	<u>\$63,986</u>	<u>\$2,726,250</u>	<u>\$2,652,483</u>	<u>\$137,753</u>
Total Liabilities	<u>\$63,986</u>	<u>\$2,726,250</u>	<u>\$2,652,483</u>	<u>\$137,753</u>

General Fixed Assets Account Group



THE CITY OF URBANA, OHIO
 SCHEDULE OF GENERAL FIXED ASSETS
 BY FUNCTION AND ACTIVITY
 DECEMBER 31, 2000

Table F-1

General Fixed Assets:	
Mobile Equipment	\$1,974,261
Office Equipment	\$303,834
Furniture & Fixtures	\$106,526
Other Equipment	\$966,220
Buildings	\$6,904,157
Improvements	\$1,223,524
Land	<u>\$2,950,290</u>
Total General Fixed Assets	<u>\$14,428,812</u>

Investment in General Fixed Assets	
Balance 12/31/99	\$13,629,967
Additions	\$900,270
Deletions	<u>(\$101,425)</u>
Total Investment	<u>\$14,428,812</u>

THE CITY OF URBANA, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
DECEMBER 31,2000

CLASSIFICATION	<u>MOBILE EQUIPMENT</u>	<u>OFFICE EQUIPMENT</u>	<u>FURNITURE FIXTURES</u>	<u>OTHER EQUIPMENT</u>
Security of Person				
Police	\$171,030	\$64,279	\$5,134	\$170,991
Fire	\$914,969	\$24,027	\$16,070	\$231,299
Ambulance	<u>\$209,434</u>	<u>\$2,239</u>	<u>\$0</u>	<u>\$26,209</u>
Sub-Total	\$1,295,433	\$90,545	\$21,204	\$428,499
Health				
Cemetery	<u>\$59,432</u>	<u>\$0</u>	<u>\$6,183</u>	<u>\$11,309</u>
Sub-Total	\$59,432	\$0	\$6,183	\$11,309
Leisure Time				
Parks & Recreation	<u>\$83,818</u>	<u>\$1,495</u>	<u>\$18,425</u>	<u>\$52,805</u>
Sub-Total	\$83,818	\$1,495	\$18,425	\$52,805
Community Environment				
Building & Zoning	\$0	\$0	\$0	\$0
Community Development	<u>\$0</u>	<u>\$2,390</u>	<u>\$0</u>	<u>\$0</u>
Sub-Total	\$0	\$2,390	\$0	\$0
Basic Utilities				
Utility Billing	<u>\$0</u>	<u>\$605</u>	<u>\$0</u>	<u>\$0</u>
Sub-Total	\$0	\$605	\$0	\$0
Transportation				
Street	\$518,162	\$0	\$7,547	\$141,001
Airport	\$0	\$0	\$824	\$182,234
Parking Meter	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Sub-Total	\$518,162	\$0	\$8,371	\$323,235
General Government				
Council	\$0	\$2,365	\$0	\$0
Administration	\$0	\$5,161	\$3,918	\$0
Court	\$8,700	\$100,771	\$28,729	\$7,833
Engineering	\$0	\$8,599	\$937	\$595
Non-Departmental	\$8,716	\$18,927	\$9,343	\$141,944
Accounting	\$0	\$67,748	\$3,728	\$0
Income Tax	<u>\$0</u>	<u>\$5,228</u>	<u>\$5,688</u>	<u>\$0</u>
Sub-Total	<u>\$17,416</u>	<u>\$208,799</u>	<u>\$52,343</u>	<u>\$150,372</u>
GRAND TOTAL GENERAL FIXED ASSETS	<u>\$1,974,261</u>	<u>\$303,834</u>	<u>\$106,526</u>	<u>\$966,220</u>

Table F2
(continued)

<u>BUILDINGS IMPROVEMENTS</u>		<u>LAND</u>	<u>TOTAL</u>
\$0	\$5,347	\$0	\$416,781
\$0	\$37,299	\$0	\$1,223,664
<u>\$0</u>	<u>\$1,250</u>	<u>\$0</u>	<u>\$239,132</u>
\$0	\$43,896	\$0	\$1,879,577
<u>\$347,757</u>	<u>\$59,221</u>	<u>\$21,914</u>	<u>\$505,816</u>
\$347,757	\$59,221	\$21,914	\$505,816
<u>\$186,690</u>	<u>\$254,405</u>	<u>\$115,943</u>	<u>\$713,581</u>
\$186,690	\$254,405	\$115,943	\$713,581
\$0	\$0	\$0	\$0
<u>\$0</u>	<u>\$0</u>	<u>\$22,414</u>	<u>\$24,804</u>
\$0	\$0	\$22,414	\$24,804
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$605</u>
\$0	\$0	\$0	\$605
\$345,113	\$28,187	\$115,028	\$1,155,038
\$669,950	\$583,269	\$2,399,055	\$3,835,332
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$1,015,063	\$611,456	\$2,514,083	\$4,990,370
\$0	\$0	\$0	\$2,365
\$0	\$4,106	\$0	\$13,185
\$0	\$20,182	\$0	\$166,215
\$0	\$0	\$0	\$10,131
\$5,354,647	\$230,258	\$275,936	\$6,039,771
\$0	\$0	\$0	\$71,476
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$10,916</u>
<u>\$5,354,647</u>	<u>\$254,546</u>	<u>\$275,936</u>	<u>\$6,314,059</u>
<u>\$6,904,157</u>	<u>\$1,223,524</u>	<u>\$2,950,290</u>	<u>\$14,428,812</u>

Table F-3

THE CITY OF URBANA, OHIO
 SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
 BY FUNCTION AND ACTIVITY
 DECEMBER 31, 2000

	GENERAL FIXED ASSETS <u>1/1/2000</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	GENERAL FIXED ASSETS <u>12/31/2000</u>
Security of Person				
Police	\$321,193	\$104,188	\$8,600	\$416,781
Fire	\$1,176,277	\$60,060	\$12,673	\$1,223,664
Ambulance	<u>\$235,298</u>	<u>\$3,834</u>	<u>\$0</u>	<u>\$239,132</u>
Sub-Total	\$1,732,768	\$168,082	\$21,273	\$1,879,577
Health				
Cemetery	<u>\$499,364</u>	<u>\$33,218</u>	<u>\$26,766</u>	<u>\$505,816</u>
Sub-Total	\$499,364	\$33,218	\$26,766	\$505,816
Leisure Time				
Parks & Recreation	<u>\$699,784</u>	<u>\$26,276</u>	<u>\$12,479</u>	<u>\$713,581</u>
Sub-Total	\$699,784	\$26,276	\$12,479	\$713,581
Community Environment				
Building & Zoning	\$0	\$0	\$0	\$0
Community Development	<u>\$8,304</u>	<u>\$16,500</u>	<u>\$0</u>	<u>\$24,804</u>
Sub-Total	\$8,304	\$16,500	\$0	\$24,804
Basic Utilities				
Utility Billing	<u>\$1,405</u>	<u>\$0</u>	<u>\$800</u>	<u>\$605</u>
Sub-Total	\$1,405	\$0	\$800	\$605
Transportation				
Street	\$1,106,573	\$68,421	\$19,956	\$1,155,038
Airport	<u>\$3,264,653</u>	<u>\$570,679</u>	<u>\$0</u>	<u>\$3,835,332</u>
Sub-Total	\$4,371,226	\$639,100	\$19,956	\$4,990,370
General Government				
Council	\$0	\$2,365	\$0	\$2,365
Administration	\$12,511	\$1,205	\$531	\$13,185
Court	\$162,015	\$4,200	\$0	\$166,215
Engineering	\$11,826	\$0	\$1,695	\$10,131
Non-Departmental	\$6,042,040	\$3,599	\$5,868	\$6,039,771
Accounting	\$78,411	\$3,765	\$10,700	\$71,476
Income Tax	<u>\$10,313</u>	<u>\$1,960</u>	<u>\$1,357</u>	<u>\$10,916</u>
Sub-Total	<u>\$6,317,116</u>	<u>\$17,094</u>	<u>\$20,151</u>	<u>\$6,314,059</u>
GRAND TOTAL GENERAL FIXED ASSETS	<u>\$13,629,967</u>	<u>\$900,270</u>	<u>\$101,425</u>	<u>\$14,428,812</u>

Statistical Section



CITY OF URBANA, OHIO

GENERAL GOVERNMENTAL REVENUES BY FUNCTION
FOR THE LAST TEN YEARS (A)

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Income Tax	\$1,833,583	\$2,898,211	\$3,061,727	\$2,934,621	\$3,108,389	\$3,333,666	\$3,693,326	\$3,787,651	\$3,931,531	\$4,127,995
Property Tax	\$305,472	\$322,980	\$371,010	\$343,804	\$409,144	\$427,861	\$435,365	\$475,660	\$511,939	\$542,760
Intergovernmental	\$1,101,707	\$1,263,202	\$2,001,952	\$1,503,068	\$1,282,358	\$1,500,178	\$1,414,839	\$1,388,068	\$1,486,316	\$1,420,217
Charges for Services	\$207,046	\$207,653	\$246,546	\$237,220	\$373,723	\$396,985	\$387,117	\$392,165	\$406,296	\$482,635
Fees, Licenses, & Permits	\$242,284	\$257,613	\$391,622	\$390,925	\$518,072	\$469,326	\$462,298	\$533,904	\$551,858	\$535,660
Special Assessments	\$196	\$223	\$0	\$0	\$0	\$0	0	0	0	0
Other	\$811,940	\$347,762	\$288,482	\$417,943	\$720,703	\$421,441	\$367,413	\$449,799	\$1,066,855	\$2,579,529
TOTAL	<u>\$4,502,228</u>	<u>\$5,297,644</u>	<u>\$6,361,339</u>	<u>\$5,827,581</u>	<u>\$6,412,389</u>	<u>\$6,549,457</u>	<u>\$6,760,358</u>	<u>\$7,027,247</u>	<u>\$7,954,795</u>	<u>\$9,688,796</u>

CITY OF URBANA, OHIO

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
FOR THE LAST TEN YEARS (A)

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
General Government	\$800,765	\$689,697	\$765,542	\$797,158	\$995,019	\$1,049,036	\$982,123	\$1,087,948	\$1,056,782	\$1,513,914
Public Safety	\$2,073,781	\$2,301,492	\$2,545,877	\$2,587,245	\$2,708,685	\$2,922,526	\$3,314,674	\$3,523,250	\$3,541,050	\$3,981,491
Health	\$189,258	\$210,037	\$186,179	\$206,906	\$188,447	\$153,718	\$201,760	\$220,508	\$217,898	\$217,155
Recreation	\$195,378	\$202,012	\$200,259	\$232,589	\$238,615	\$246,064	\$275,702	\$317,074	\$298,938	\$314,165
Community Development	\$149,804	\$262,573	\$300,611	\$218,772	\$113,301	\$115,503	\$88,545	\$132,367	\$299,842	\$421,279
Basic Utility Services	\$57,194	\$47,467	\$64,308	\$72,795	\$79,863	\$79,151	\$88,031	\$94,650	\$93,270	\$102,454
Transportation	\$622,674	\$481,755	\$477,156	\$1,316,190	\$634,996	\$647,013	\$686,095	\$699,741	\$923,339	\$2,422,271
Capital Outlays	\$498,981	\$728,205	\$651,062	\$1,106,434	\$2,361,803	\$2,938,179	\$1,744,051	\$591,223	\$656,501	\$627,233
Debt Service:										
Principal	\$0	\$50,000	\$50,000	\$50,000	\$58,334	\$180,000	\$97,500	\$165,083	\$177,083	\$173,333
Interest	\$0	\$9,996	\$10,000	\$8,833	\$22,332	\$188,527	\$203,689	\$209,030	\$199,594	\$200,334
TOTAL	<u>\$4,587,835</u>	<u>\$4,983,234</u>	<u>\$5,250,994</u>	<u>\$6,596,922</u>	<u>\$7,401,395</u>	<u>\$8,519,717</u>	<u>\$7,682,170</u>	<u>\$7,040,874</u>	<u>\$7,464,297</u>	<u>\$9,973,629</u>

Source: City of Urbana Finance Department

(A) Includes General, Special Revenue and Capital Improvement funds.

CITY OF URBANA, OHIO

PROPERTY TAXES LEVIED AND COLLECTED FOR THE LAST TEN YEARS

TANGIBLE PERSONAL PROPERTY TAXES

Tax Year	Collection Year	Current Levy	Total Tax Collections	Total Collections as a % of Current Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as a % of Current Levy
2000	2001	\$186,282	\$130,821	70.23%	\$51,960	27.89%
1999	1999	\$142,787	\$128,740	90.16%	\$22,047	15.44%
1998	1998	\$134,632	\$136,594	101.46%	\$8,278	6.15%
1997	1997	\$110,098	\$109,837	99.76%	\$4,952	4.50%
1996	1996	\$122,626	\$114,721	93.55%	\$14,760	12.04%
1995	1995	\$103,973	\$112,112	107.83%	\$6,947	6.68%
1994	1994	\$96,363	\$118,386	122.85%	\$24,597	25.53%
1993	1993	\$108,062	\$112,831	104.41%	\$7,292	6.75%
1992	1992	\$107,094	\$101,433	94.71%	\$5,661	5.29%
1991	1991	\$101,592	\$101,477	99.89%	\$115	0.11%

Source: Champaign County Auditor

CITY OF URBANA, OHIO

Table 3
Continued

PROPERTY TAXES LEVIED AND COLLECTED FOR THE LAST TEN YEARS

REAL PROPERTY TAXES

Tax Year	Collection Year	Current Levy	Total Tax Collections	State Credit to Taxpayers	Total Collections as a % of Current Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as a % of Current Levy
2000	2001	\$873,200	N/A	\$302,384	N/A	N/A	N/A
1999	2000	\$792,121	\$443,289	\$298,476	93.64%	\$23,552	2.97%
1998	1999	\$804,012	\$429,093	\$307,730	91.64%	\$21,980	2.73%
1997	1998	\$625,920	\$366,381	\$204,093	91.14%	\$21,486	3.43%
1996	1997	\$606,730	\$369,462	\$199,624	93.80%	\$21,350	3.52%
1995	1996	\$542,827	\$357,748	\$149,874	91.04%	\$19,733	3.64%
1994	1995	\$492,577	\$320,898	\$135,981	89.99%	\$18,068	3.67%
1993	1994	\$489,328	\$309,496	\$135,105	87.37%	\$9,568	1.96%
1992	1993	\$510,469	\$325,532	\$157,867	92.32%	\$31,350	6.14%
1991	1992	\$350,402	\$231,184	\$94,759	90.43%	\$10,023	2.86%

Source: Champaign County Auditor, Champaign County Treasurer
N/A - Information will not be available until end of current year.

Table 4

CITY OF URBANA, OHIO

ASSESSED VALUE AND CURRENT VALUE OF TAXABLE PROPERTY
FOR THE LAST TEN YEARS

Tax Year	Collection Year	REAL PROPERTY VALUES			TANGIBLE PERSONAL VALUES (A)			PUBLIC UTILITIES VALUES			TOTAL VALUES	
		Assessed	Current Market	Percent	Assessed	Current Market	Percent	Assessed	Current Market	Percent	Assessed	Current Market
2000	2001	\$128,235,800	\$366,388,000	35.00%	\$54,645,186	\$218,580,744	25.00%	\$8,269,520	\$23,627,200	35.00%	\$191,150,506	\$608,595,944
1999	2000	\$125,725,570	\$359,215,910	35.00%	\$41,934,055	\$167,736,220	25.00%	\$9,107,330	\$26,020,940	35.00%	\$176,766,955	\$552,973,070
1998	1999	\$126,930,830	\$362,659,510	35.00%	\$40,942,941	\$163,771,764	25.00%	\$8,419,140	\$24,054,690	35.00%	\$176,292,911	\$550,485,964
1997	1998	\$109,268,490	\$321,195,690	35.00%	\$33,212,207	\$132,848,828	25.00%	\$8,549,460	\$24,427,030	35.00%	\$154,484,112	\$478,471,548
1996	1997	\$106,508,690	\$304,310,543	35.00%	\$37,927,880	\$151,711,520	25.00%	\$7,673,410	\$21,924,029	35.00%	\$152,287,302	\$477,946,092
1995	1996	\$104,484,830	\$298,528,086	35.00%	\$32,741,313	\$136,422,138	24.00%	\$7,886,642	\$22,533,263	35.00%	\$145,112,785	\$457,483,486
1994	1995	\$91,520,860	\$261,488,170	35.00%	\$30,382,922	\$121,531,690	25.00%	\$8,494,180	\$24,269,090	35.00%	\$130,397,962	\$407,288,950
1993	1994	\$91,590,190	\$261,686,260	35.00%	\$34,562,989	\$138,251,960	25.00%	\$7,890,430	\$22,544,090	35.00%	\$134,043,609	\$422,482,310
1992	1993	\$89,912,070	\$256,891,630	35.00%	\$35,957,414	\$138,297,746	26.00%	\$7,719,270	\$22,055,060	35.00%	\$133,588,754	\$417,244,436
1991	1992	\$79,618,660	\$227,481,886	35.00%	\$36,099,316	\$133,701,170	27.00%	\$7,977,160	\$22,791,886	35.00%	\$123,695,136	\$383,974,942

Source: Champaign County Auditor

(A) - Tangible Personal Property Values are assessed and collected in the same year.

Table 5

CITY OF URBANA, OHIO

PROPERTY TAX RATES AND TAX LEVIES
 DIRECT AND OVERLAPPING GOVERNMENTS
 (per \$1,000 of assessed value)
 FOR THE LAST TEN YEARS

Fiscal Year	Operating	Debt Service	P&F Pension	Total City	County	Township	School	JVS	Mental Health	County Library	Total	Effective Rates	
												Resident. & Agri.	Other
2000	2.70	0.00	0.60	3.30	7.40	0.10	58.30	2.00	0.70	0.40	72.20	43.16	51.37
1999	2.70	0.00	0.60	3.30	7.40	0.10	52.40	2.00	0.70	0.40	66.30	37.24	45.13
1998	2.70	0.00	0.60	3.30	7.40	0.10	52.40	2.00	0.70	0.40	66.30	36.83	44.86
1997	2.70	0.00	0.60	3.30	7.40	0.10	52.40	2.00	0.70	0.40	66.30	41.18	47.03
1996	2.70	0.00	0.60	3.30	7.40	0.10	52.40	2.00	0.70	0.40	66.30	41.17	46.93
1995	2.70	0.00	0.60	3.30	7.40	0.10	52.40	2.00	0.70	0.40	66.30	40.08	45.55
1994	2.70	0.00	0.60	3.30	7.40	0.10	52.40	2.00	0.70	0.40	66.30	44.42	50.70
1993	2.70	0.00	0.60	3.30	7.40	0.10	52.40	2.00	0.70	0.40	66.30	44.48	50.77
1992	2.70	0.00	0.60	3.30	7.40	0.10	45.20	2.00	0.70	0.40	59.10	37.30	43.61
1991	2.20	0.00	0.60	2.80	7.40	0.10	45.20	2.00	0.70	0.40	58.60	40.56	42.85

Source: Champaign County Auditor

CITY OF URBANA, OHIO
SPECIAL ASSESSMENT COLLECTIONS
FOR THE LAST TEN YEARS

Fiscal Year	Beginning Outstanding Assessments	Current Assessments Due	Total Assessments Collected (A)	Ratio of Collections to Amount Due	Total Outstanding Assessments
2000	\$10,812	\$23,829	n/a	n/a	n/a
1999	\$5,464	\$6,285	\$2,741	23.33%	\$10,058
1998	\$5,576	\$1,583	\$2,038	28.47%	\$5,286
1997	\$4,841	\$3,598	\$3,524	43.62%	\$5,090
1996	\$5,189	\$4,838	\$5,633	56.18%	\$4,554
1995	\$2,653	\$9,587	\$7,728	63.14%	\$5,189
1994	\$628	\$6,329	\$4,157	59.75%	\$2,653
1993	\$819	\$4,613	\$4,904	90.28%	\$628
1992	\$1,442	\$5,996	\$5,636	75.77%	\$819
1991	\$6,877	\$6,041	\$7,372	57.07%	\$1,442

Source: Champaign County Auditor

(A) - Assessments collected are collected the year after the assessments are made.

Table 7

CITY OF URBANA, OHIO

LEGAL DEBT MARGIN AS OF DECEMBER 31, 2000

Assessed Value		\$191,150,506
Gross Indebtedness	\$9,579,527	
Less Exempt Debt:		
Ohio Water Development Authority Loan	\$3,382,339	
Ohio Public Work Commission Interest Free	<u>\$450,000</u>	
Total Exempt Debt	<u>\$3,832,339</u>	
Total Non-Exempt Debt	<u>\$5,747,188</u>	
5-1/2% Limitation (A)		

5-1/2% Unvoted Debt Limitation		\$10,513,278
Total Tax Non-Exempt Debt Outstanding		<u>\$5,747,188</u>
5-1/2% Debt Margin within Limitations		<u>\$4,766,090</u>
10-1/2% Limitation (A)		

10-1/2% Unvoted Debt Limitation		\$20,070,803
Total Tax Non-Exempt Debt Outstanding		<u>\$5,747,188</u>
10-1/2% Debt Margin within Limitations		<u>\$14,323,615</u>

(A) - The Ohio Revised Code provides two limits on a municipality's outstanding voted and/or unvoted debt based on the assessed property value. The State General Assembly may amend these two limits from time to time.

CITY OF URBANA, OHIO

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF DECEMBER 31, 2000

Jurisdiction	Assessed Value (A)	Net General Bonded Debt	Percentage Overlapping	Net Tax Supported Overall Debt
City of Urbana, Ohio	\$191,150,506	\$5,747,188	100%	\$3,650,000
Champaign County	\$591,659,774	\$0	32%	\$0
Urbana City Schools	\$252,063,477	\$0 (B)	76%	\$0
Urbana Township	\$53,674,721	\$0	72%	\$0
Salem Township	\$36,102,700	\$0	6%	\$0
				<u>\$3,650,000</u>

Sources: Champaign County Auditor, Urbana Local School District,
City of Urbana, Urbana Township, and Salem Township

(A) Includes Real, Tangible Personal, and Public Utility Property.

(B) Based on Fiscal Year ending June 30, 2000

CITY OF URBANA, OHIO

RATIO OF ANNUAL DEBT SERVICE
FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
FOR THE LAST TEN YEARS

YEAR	(A)		TOTAL DEBT SERVICE	(B)	
	PRINCIPAL	INTEREST		TOTAL GENERAL EXPENDITURES	RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES
2000	\$173,333	\$200,334	\$373,667	\$9,973,629	3.75%
1999	\$177,083	\$199,594	\$376,677	\$7,464,341	5.05%
1998	\$165,083	\$209,030	\$374,113	\$7,102,413	5.27%
1997	\$97,500	\$203,689	\$301,189	\$7,682,170	3.92%
1996	\$180,000	\$188,527	\$368,527	\$8,519,717	4.33%
1995	\$58,334	\$22,332	\$80,666	\$7,401,395	1.09%
1994	\$50,000	\$8,833	\$58,833	\$6,596,922	0.89%
1993	\$50,000	\$10,000	\$60,000	\$5,250,994	1.14%
1992	\$50,000	\$9,996	\$59,996	\$4,983,234	1.20%
1991	\$0	\$0	\$0	\$4,587,835	0.00%

Source: City of Urbana Finance Department

(A) - Does not include General Obligation Notes that will be retired by the Water or Sewer Funds.

Table 10

CITY OF URBANA, OHIO

REVENUE BOND COVERAGE

WATER FUND REVENUE BOND FOR THE LAST TEN YEARS

<u>YEAR</u>	<u>GROSS REVENUE</u>	<u>(A) EXPENSE</u>	<u>NET REVENUE AVAILABLE FOR DEBT</u>	<u>DEBT SERVICE REQUIREMENTS</u>		<u>TOTAL</u>	<u>DEBT SERVICE COVERAGE</u>
				<u>PRINCIPAL</u>	<u>INTEREST</u>		
2000							
1999							
1998							
1997							
1996			"			"	
1995			"			"	
1994	\$871,019	\$665,016	\$206,003	\$55,000	\$111,387	\$166,387	1.24
1993	\$745,296	\$610,197	\$135,099	\$55,000	\$115,169	\$170,169	0.79
1992	\$852,154	\$623,732	\$228,422	\$50,000	\$118,543	\$168,543	1.36
1991	\$860,232	\$526,355	\$333,877	\$45,000	\$118,540	\$163,540	2.04

Source: City of Urbana Finance Department

(A) - Total Expenses exclusive of depreciation, interest, and debt

DEMOGRAPHIC STATISTICS

<u>Year</u>	<u>Population Count (A)</u>	<u>Median Age (A)</u>	<u>Median Family Income (A)</u>	<u>Per Capita Income (A)</u>
2000	11,613	37.3	N/A	N/A
1990	11,353	34.4	N/A	\$12,412
1980	10,762	31.5	\$17,515	\$6,558
1970	11,237	29.1	\$10,103	\$2,707
1960	10,461	30.6	\$5,588	N/A
1950	9,335	N/A	N/A	N/A
1940	8,335	N/A	N/A	N/A

<u>School Year</u>	<u>Public School Enrollment (B)</u>		
	<u>Elementary</u>	<u>High</u>	<u>Total</u>
2000-2001	1,296	1,059	2,355
1999-2000	1,355	1,023	2,378
1998-1999	1,390	1,049	2,439
1997-1998	1,345	1,014	2,359
1996-1997	1,373	1,036	2,409
1995-1996	1,399	1,148	2,547
1994-1995	1,478	1,100	2,578
1993-1994	1,544	1,065	2,609
1992-1993	1,730	820	2,550
1991-1992	1,771	730	2,501
1990-1991	1,794	690	2,484

UNEMPLOYMENT STATISTICS (C)

The following chart represents the ratio of estimated total unemployment of the total labor force for Champaign County. Data specifically for Urbana is unavailable.

<u>Year</u>	<u>Unemployment Rate</u>
1999	3.4%
1998	3.7%
1997	4.0%
1996	4.7%
1995	5.2%
1994	4.5%
1993	7.6%
1992	7.4%
1991	7.5%
1990	6.8%

(A) Source: U.S. Bureau of the Census

(B) Source: Urbana Board of Education

(C) Source: Ohio Bureau of Employment Services

CITY OF URBANA, OHIOCONSTRUCTION AND BANK DEPOSITS FOR THE LAST TEN YEARS

	<u>RESIDENTIAL</u>		<u>COMMERCIAL</u>		(A) <u>BANK</u>	<u>ASSESSED</u>
	<u>UNITS</u>	<u>VALUE</u>	<u>UNITS</u>	<u>VALUE</u>	<u>DEPOSITS</u>	<u>VALUE</u>
2000	17	\$1,699,400	7	\$3,141,500	\$594,365,883	\$191,150,506
1999	16	\$1,468,300	4	\$817,000	\$563,145,287	\$176,766,955
1998	20	\$2,380,220	2	\$1,410,000	\$548,028,089	\$176,292,911
1997	27	\$1,610,305	7	\$1,292,500	\$509,331,832	\$154,484,112
1996	46	\$6,004,000	7	\$3,080,000	\$468,834,172	\$152,287,302
1995	43	\$3,773,150	4	\$2,679,000	\$449,851,163	\$145,112,785
1994	30	\$3,810,347	8	\$4,161,700	\$428,153,874	\$130,565,904
1993	34	\$2,645,300	3	\$1,759,000	\$421,231,763	\$134,043,609
1992	45	\$3,545,945	6	\$1,621,000	\$422,229,021	\$133,588,754
1991	44	\$3,600,200	7	\$725,000	\$383,410,023	\$124,641,987
1990	14	\$1,499,645	2	\$675,651	\$348,088,329	\$120,091,814

Source: City of Urbana, Building & Zoning Division

(A) Source : Champaign National Bank, Citizens National Banks, People Savings & Loans, Perpetual Federal Savings Bank and Fifth/Third National Bank.

CITY OF URBANA, OHIO

PRINCIPAL TAXPAYERS (PROPERTY TAXES)
FOR YEAR ENDED DECEMBER 31, 2000

Taxpayer	Type of Business	2000 (A) Valuation Assessed	Percent of Total Assessed Valuation
Allied Signal Inc.	Manufacturing	\$11,229,460	5.87%
Fox River Paper Co.	Manufacturing	\$10,486,890	5.49%
Menasha	Manufacturing	\$4,201,640	2.20%
Dayton, Power & Light Co.	Utility Service	\$3,074,110	1.61%
Rittal Corp	Manufacturing	\$2,946,970	1.54%
Champaign Telephone Co.	Utility Service	\$2,391,870	1.25%
Siemens	Manufacturing	\$1,979,650	1.04%
Columbia Gas	Utility Service	\$1,979,480	1.04%
WalMart Stores Inc.	Retail	\$1,700,620	0.89%
Eastern Retail Holdings	Retail	\$1,642,530	0.86%
CV Material	Manufacturing	\$1,609,720	0.84%
WB Marvins	Manufacturing	\$1,385,540	0.72%
Q3	Manufacturing	\$1,020,840	0.53%
American Pan	Manufacturing	\$1,012,320	0.53%
Ultra Met	Manufacturing	\$982,900	0.51%
 SUBTOTAL		 \$47,644,540	 24.93%
 ALL OTHER		 <u>\$143,505,966</u>	 75.07%
TOTAL		<u>\$191,150,506</u>	100.00%

SOURCE: Champaign County Auditor
(A) Includes Real, Personal and Utility Property

Table 14

CITY OF URBANA, OHIO

TOP TEN WITHHOLDING TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2000

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Total Payments</u>	<u>Percent of all With- Holding</u>
FL Aerospace/Grimes Div.	Manufacturing	\$635,177	19.84%
Siemen-Allis	Manufacturing	\$155,226	4.85%
Honda of America	Manufacturing	\$143,147	4.47%
Menasha Corp.	Manufacturing	\$125,861	3.93%
Urbana Board of Education	Public School System	\$116,866	3.65%
Howard Paper Mills	Manufacturing	\$111,318	3.48%
Champaign County, Ohio	Local Government	\$111,004	3.47%
Mercy Health Systems	Health Care	\$105,591	3.30%
Johnson Welded Products	Manufacturing	\$56,400	1.76%
Urbana University	Private University	<u>\$52,266</u>	1.63%
	SUBTOTAL	<u>\$1,612,856</u>	<u>50.37%</u>
	ALL OTHER	<u>\$1,589,072</u>	<u>49.63%</u>
	TOTAL	<u>\$3,201,928</u>	<u>100.00%</u>

SOURCE: City of Urbana Income Tax collection records.

CITY OF URBANA, OHIORATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA FOR THE LAST TEN YEARS

<u>YEAR</u>	<u>GROSS BONDED DEBT</u>	<u>NET GENERAL BONDED DEBT (A)</u>	<u>ASSESSED VALUE</u>	<u>POPULATION</u>	<u>RATIO OF NET BONDED DEBT TO ASSESSED VALUE</u>	<u>RATIO OF NET BONDED DEBT PER CAPITA</u>
2000	\$9,579,527	\$3,655,000	\$191,150,506	11,613	1.91%	314.73
1999	\$9,820,301	\$3,745,000	\$176,766,955	11,353	2.12%	329.87
1998	\$10,127,526	\$3,973,000	\$176,292,911	11,353	2.25%	349.95
1997	\$10,117,589	\$4,203,000	\$154,484,112	11,353	2.72%	370.21
1996	\$9,425,566	\$3,573,000	\$152,287,302	11,353	2.35%	314.72
1995	\$9,224,454	\$3,703,000	\$145,112,785	11,353	2.55%	326.17
1994	\$5,438,864	\$238,000	\$130,565,904	11,353	0.18%	20.96
1993	\$5,685,495	\$150,000	\$134,043,609	11,353	0.11%	13.21
1992	\$5,927,015	\$200,000	\$133,588,754	11,353	0.15%	17.62
1991	\$5,555,590	\$0	\$124,641,987	11,353	0.00%	0.00

Source: City of Urbana Finance Department

(A) - Amount includes all General Obligation Debt for the City.

MISCELLANEOUS STATISTICS AS OF DECEMBER 31, 2000

Date of Incorporation: 1868

Type of Government: Mayor/Administrator/Council

Number of Employees:

Elected Officials: 11

Full-Time Employees: 106

Part-Time Employees: 52

Fire Protection:

Officers: 5

Firefighters: 17

Number of Runs: 301

Provides Emergency Medical Services:

Number of Paramedics: 22

Number of Emergency Squad Runs: 1,431

Police Protection:

Officers: 22

Calls for Service: 15,782

Miles of Street: 56.8

Municipal Water Department:

Number of Customers: 4,479

Average Daily Water Pumped: 1,970,000 Gallons

Total Water Pumped: 697,693,000 Gallons

Miles of Waterlines: 62.5

Municipal Wastewater Pollution Control:

Number of Customers: 4,386

Average Daily Treated: 1,620,000 Gallons

Total Wastewater Treated: 694,940,000 Gallons

Miles of Sanitary Sewerlines: 51.5

Miles of Storm Sewers: 21.5



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
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Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

CITY OF URBANA
CHAMPAIGN 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
SEPTEMBER 18, 2001**