

**CITY OF ROCKY RIVER  
CUYAHOGA COUNTY**

**REGULAR AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 2001**



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

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**STATE OF OHIO**



**City of Rocky River**  
Cuyahoga County

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Report of Independent Accountants on Compliance and  
On Internal Control Required by *Government*  
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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON  
INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS**

City of Rocky River  
Cuyahoga County  
21012 Hilliard Boulevard  
Rocky River, Ohio 44116

To the Members of City Council:

We have audited the financial statements of the City of Rocky River, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2001, and have issued our report thereon dated June 14, 2002 in which report we noted the City implemented Governmental Accounting Standards Board Statement Nos. 33 and 36. 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 City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 14, 2002.

City of Rocky River  
Cuyahoga County  
Report of Independent Accountants on Compliance and on  
Internal Control Required by *Government Auditing Standards*  
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This report is intended for the information and use of management and City Council, and is not intended to be and should not be used by anyone other than these specified parties.

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

**Jim Petro**  
Auditor of State

June 14, 2002

**City of Rocky River, Ohio**

*Comprehensive Annual Financial Report*

*For the Year Ended December 31, 2001*

Issued By:

City of Rocky River  
Department of Finance

Susan E. Wollenzier  
Director of Finance





**City of Rocky River, Ohio**  
*Comprehensive Annual Financial Report*  
*For the Year Ended December 31, 2001*  
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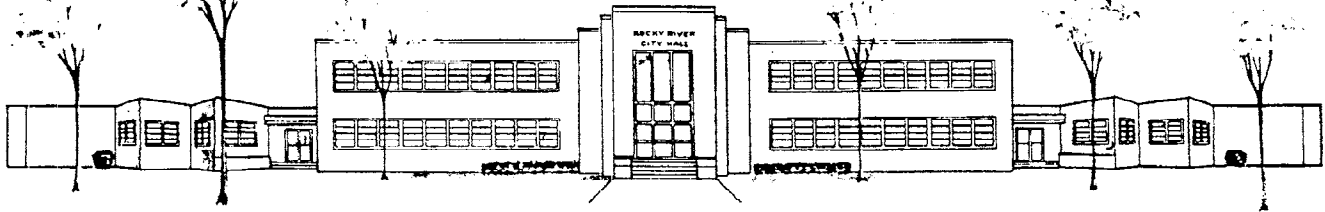
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# CITY OF ROCKY RIVER



21012 HILLIARD BLVD. • ROCKY RIVER, OHIO 44116

SUSAN E. WOLLENZIER  
DIRECTOR OF FINANCE

WILLIAM F. KNOBLE  
MAYOR

(440) 895-2582

June 14, 2002

Honorable Mayor William F. Knoble,  
Members of City Council and  
Citizens of Rocky River

The City is pleased to submit Rocky River's Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2001. This CAFR was prepared by the City Department of Finance. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data as presented is accurate in all material respects, that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included. This report will provide the taxpayers of Rocky River with comprehensive financial data in a format which will give them an understanding of the City's financial affairs.

The comprehensive annual financial report is presented in three sections as follows:

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

## City Organization

The City of Rocky River, located in Northeastern Ohio and west of Cleveland, has been a long-established residential community that covers 4.48 square miles. The City's 2001 population according to the Federal Census was 20,735. The City is a home rule municipal corporation established under the laws of the State of Ohio and operated under its own charter. The current charter, which provides for a Council/Mayor form of government, was adopted in 1960.

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The City has a full-time Mayor elected for a two-year term. Council consists of seven elected members who serve two-year terms. The Mayor appoints the directors of the following departments: Finance, Safety-Service, Community Development, Office on Aging and Recreation.

City Council holds its regular bi-monthly Council meetings on the second and fourth Monday of each month. The charter provides procedures for special or emergency meetings, if the need arises. The Directors of Finance, Safety-Service and Community Development attend all Council meetings. City Council generally meets as Committee of the Whole on the first and third Mondays of each month.

### **City Services**

The City provides various services including police and fire protection, health, parks and recreation, street maintenance, planning and zoning, sewer services, municipal court and general administrative services.

The Cleveland Illuminating Company, the Dominion East Ohio Gas Company and Cleveland Water Department provide the City residents with electricity, natural gas and water.

In addition to basic services, the City continues to offer superior recreational facilities to its residents. The City operates eight municipal playgrounds and tot lots and a senior citizens center. Included within the parks are the usual sports, playgrounds, and picnic facilities. The City abuts the Cuyahoga County Metroparks-Rocky River Reservation which provides even more recreational facilities including horseback riding, walking, hiking and biking trails.

### **Reporting Entity**

The City has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the City for financial reporting purposes, management has considered all agencies, departments and organizations making up the City (the primary government) and its potential component units.

Rocky River School District and the Rocky River Library have not been included in the accompanying financial statements because the City is not financially accountable for either entity and neither is fiscally dependent on the City.

The Rocky River Wastewater Treatment Plant is a joint venture among the cities of Rocky River, Bay Village, Fairview Park and Westlake. The plant is governed by a management board consisting of the elected mayors of the four member cities and a fifth person nominated and elected by the mayors. The board has complete authority over all aspects of the plant's operation.

The City has an explicit and measurable equity interest in the Rocky River Wastewater Treatment Plant. There exists a residual interest in the assets upon dissolution of the joint venture. The City also has an ongoing financial responsibility for its share of the joint venture liabilities. Additionally, the City has an ongoing financial responsibility since the City's participation is essential to the continued existence of the joint venture.

The City is associated with West Shore Council of Governments, Tri-City Park, West Shore Area Rescue Association and Safe Air For Environment (S.A.F.E.) Council of Governments as jointly governed organizations.

## **Economic Condition and Outlook**

Because of its proximity to major cultural, educational and medical facilities in Northeastern Ohio, the City of Rocky River continues to enjoy economic strength. Slight inflation continues to occur, with interest rates fluctuating within a manageable range.

The City's administration has made every effort to encourage expansion and relocation of commercial development. It takes special pride in the exceptional working relations it has fostered within the corporate community and extends every effort possible to ensure the City's future growth and development.

Municipal income tax revenues included in the general fund during 2001 decreased 3.46 percent over the prior year.

The value of new construction, based on the building permit records, increased 52.57 percent in 2001. The value of construction during 2000 was \$8,595,952, while the value of construction during 2001 was \$13,115,000.

## **Major Initiatives**

The City of Rocky River takes pride in its administration, council, department supervisors, employees and volunteers for the quality of services provided to its citizens. During 2001, the City completed or made substantial progress toward several major goals and projects.

The major street improvement program that began in 1985 continues. The City is also continuing its street resurfacing projects. In 2001, \$1,197,308 was spent on resurfacing.

The City has an agreement for the reconstruction of Wagar Road from Center Ridge Road to Lake Road at an estimated cost of \$4,125,000.

The City has an agreement with the Railroad to replace the Conrail Railroad bridge over West Lake Road. The State of Ohio will fund the project.

The City now has a new Civic Center that encompasses a new Memorial Hall, which is available for rent, basketball courts with a jogging track, and an exercise room. The construction cost was \$5,209,483.

The City demolished the old Memorial Hall section of City Hall and is building a new facility for the Rocky River Municipal Court. The construction cost is \$4,714,642.

The City renovated Martins Park at the cost of \$38,283.

## **Financial Information**

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

The City adopts a temporary appropriation ordinance on or before January 1 of each year for the period January 1 through March 31. The Mayor and the Director of Finance prepare an annual appropriation ordinance which is then submitted to Council's Finance Committee for its recommendations by January 31 of each year for the period January 1 through December 31. All members of Council review it before its adoption. All disbursements require appropriation authority. The legal level of budgetary control is at the object level within each department. Any budgetary modification at the object level may only be made by resolution of the City Council. All funds, other than agency funds, are budgeted annually.

The Director of Finance is authorized to transfer appropriations between line items below an object of any department. Any increase in the total appropriations for a department must be approved by City Council. The City's fully automated financial system maintains budgetary control through its purchase order/encumbrance feature. A purchase order is required before making any purchase over \$500, and a purchase order number must be used before purchasing any item. Encumbrances do not lapse at year-end; they are carried forward into the next year.

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

As a recipient of State and County financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by the City's management and the Department of Finance.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

**General Governmental Functions** The governmental funds include the general, special revenue, debt service, and capital projects funds. The total revenue for these funds for 2001 was \$23,668,459. The following table identifies revenues by major source and makes comparisons to last year.

Revenues	2000 Amount	2001 Amount	Percent of Total	Change	Percent Change
Municipal Income Taxes	\$7,662,097	\$7,397,168	31.25 %	(\$264,929)	(3.46) %
Property Taxes	4,578,689	5,221,797	22.06	643,108	14.05
Charges for Services	1,562,961	1,686,484	7.14	123,523	7.90
Fines, Fees, and Permits	2,299,698	2,792,463	11.80	492,765	21.43
Intergovernmental	5,195,635	5,413,838	22.87	218,203	4.20
Special Assessments	64,163	76,550	0.32	12,387	19.31
Interest	874,993	559,625	2.36	(315,368)	(36.04)
Other Local Taxes	168,846	218,398	0.92	49,552	29.35
Rentals	36,195	59,013	0.25	22,818	63.04
Other	89,786	243,123	1.03	153,337	170.78
<b>Total Revenues</b>	<b>\$22,533,063</b>	<b>\$23,668,459</b>	<b>100.00 %</b>	<b>\$1,135,396</b>	<b>290.55 %</b>



Fines, fees and permits revenues increased by 21.43 percent due to increased fine collections.

Interest revenue decreased by 36.04 percent due to lower interest rates during 2001.

Other local taxes increased by 29.35 percent due to an increase in franchise fees from Cox Cable.

Rental revenues increased by 63.04 percent due to the City's Civic Center gym rentals and Memorial Hall rentals.

Other revenues increased by 170.78 percent due to the City receiving a worker's compensation refund.

Expenditures for governmental fund operations totaled \$22,619,372. Expenditures for major functions of the City and the percentage of the total are shown in the following table:

Expenditures	2000 Amount	2001 Amount	Percent of Total	Change	Percent Change
Current:					
General Government	\$2,955,625	\$3,392,994	15.00 %	\$437,369	14.80 %
Security of Persons and Property	6,144,881	6,619,901	29.27	475,020	7.73
Public Health and Welfare	1,037,212	1,043,279	4.61	6,067	0.58
Transportation	1,880,336	1,999,681	8.84	119,345	6.35
Community Environment	519,004	538,504	2.38	19,500	3.76
Basic Utility Services	1,344,343	1,246,307	5.51	(98,036)	(7.30)
Leisure Time Activities	2,175,412	2,482,386	10.98	306,974	14.11
Capital Outlay	7,014,377	4,563,260	20.17	(2,451,117)	(34.94)
Debt Service:					
Principal Retirement	371,623	360,984	1.60	(10,639)	(2.86)
Interest and Fiscal Charges	415,875	372,076	1.64	(43,799)	(10.53)
<b>Total Expenditures</b>	<b>\$23,858,688</b>	<b>\$22,619,372</b>	<b>100.00 %</b>	<b>(\$1,239,316)</b>	<b>(8.30) %</b>

General government increased by 14.80 percent due to salary increases.

Leisure time activities expenditures increased by 14.11 percent due to additional expenditures for the recreation center.

Capital outlay expenditures decreased by 34.94 percent due to the completion of the new Civic Center in 2001.

**General Fund Balance** During 2001, the fund balance of the general fund increased \$607,599, from \$5,396,991 to \$6,004,590. The fund balance increase is attributable to additional property taxes, as well as additional revenues from fines and rentals.

**Financial Highlights - Enterprise Fund** The City's enterprise fund is used to account for the City's sewer operation that is financed and operated in a manner similar to private business enterprises, where the intent is that the costs (expenses, including depreciation) of providing sewer services to the general public on a continuing basis be financed or recovered primarily through user charges. The fund experienced a net loss of \$1,257,546 compared to a net loss of \$905,692 in 2000. Deficit retained earnings at December 31, 2001, totaled \$1,738,277.

**Financial Highlights - Investment Trust Fund** The net assets of the City's investment trust fund decreased \$1,733,325 from \$8,952,756 to \$7,219,431 during 2001.

**Financial Highlights - Agency Funds** The assets of the City's agency funds are \$630,780 at December 31, 2001.

### **Debt Administration**

The gross indebtedness (bonds, notes and loan) of the City of Rocky River at the end of 2000 was \$8,313,132. At the end of 2001, the gross indebtedness of the City was \$10,259,386. During 2001, the City issued \$5,200,000 in notes and received \$48,462 in OWDA loans. The City retired general obligation bonds totaling \$310,000, special assessment bonds totaling \$30,000, notes totaling \$2,950,000, and OWDA loans totaling \$12,208. The legal debt margin within the overall limitation was \$54,101,791 at December 31, 2001.

The City maintains an "Aa2" rating from Moody's Investors Service, Inc.

### **Cash Management**

All City cash is pooled for investment purposes in order to generate the highest possible yield. A majority of the City's deposits are collateralized by pooled collateral. By law, financial institutions may establish a collateral pool to cover all public deposits. The market value of the pooled collateral must equal at least one hundred five percent of the public funds on deposit. The collateral is held by trustees, including the Federal Reserve Bank and designated third party trustees of the financial institutions.

### **Risk Management**

The City carries \$1,000,000 of comprehensive general liability coverage as well as certain coverage for the City's property losses. The City also contributes to the State of Ohio for workers' compensation and unemployment insurance services.

### **Independent Audit**

Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the City's financial statements as of December 31, 2001. The City has met the requirements set forth in State statutes. The auditor's report on the general purpose financial statements is included in the financial section of this report.

### **Awards**

**Certificate of Achievement** The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the year ended December 31, 2000. This was the fourteenth year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized comprehensive annual financial report which conforms to program standards. This report satisfied both generally accepted accounting principles and applicable legal requirements.

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

**Tree City, USA** The City has received the award of Tree City, U.S.A., sponsored by the National Arbor Day Foundation in cooperation with the U.S. Forestry Service.

## Acknowledgments

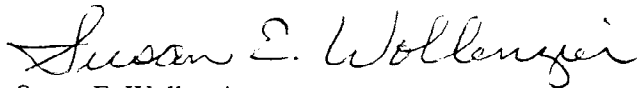
The City would like to express its appreciation to the Local Government Services Division of Auditor of State Jim Petro's office for their assistance with the preparation of the Comprehensive Annual Financial Report. Appreciation is also expressed to those other City departments who assisted in preparing the report.

In addition, I would like to thank the Mayor and Members of City Council for their continued support which has enabled the City to upgrade its Financial and Accounting Information System to provide the residents of the City of Rocky River with the financial accountability they deserve.

I, also want to take this opportunity to acknowledge the Honorable Don Umerley who passed away on December 21, 2001. He served the city for more than 25 year and his contributions were gratefully appreciated for his leadership. Yet, it will be Don's gentleman manner and his kind and generous spirit that will be truly missed and I dedicate this report in memory of his many contributions.

We, the employees of the City of Rocky River, are proud of the community in which we work and live. We pledge our continued dedication to providing the highest possible level of service to the citizens of the City, and we commit ourselves to enhancing the quality of life which our residents have come to expect and enjoy.

Respectfully submitted,



Susan E. Wollenzier  
Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Rocky River,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2000

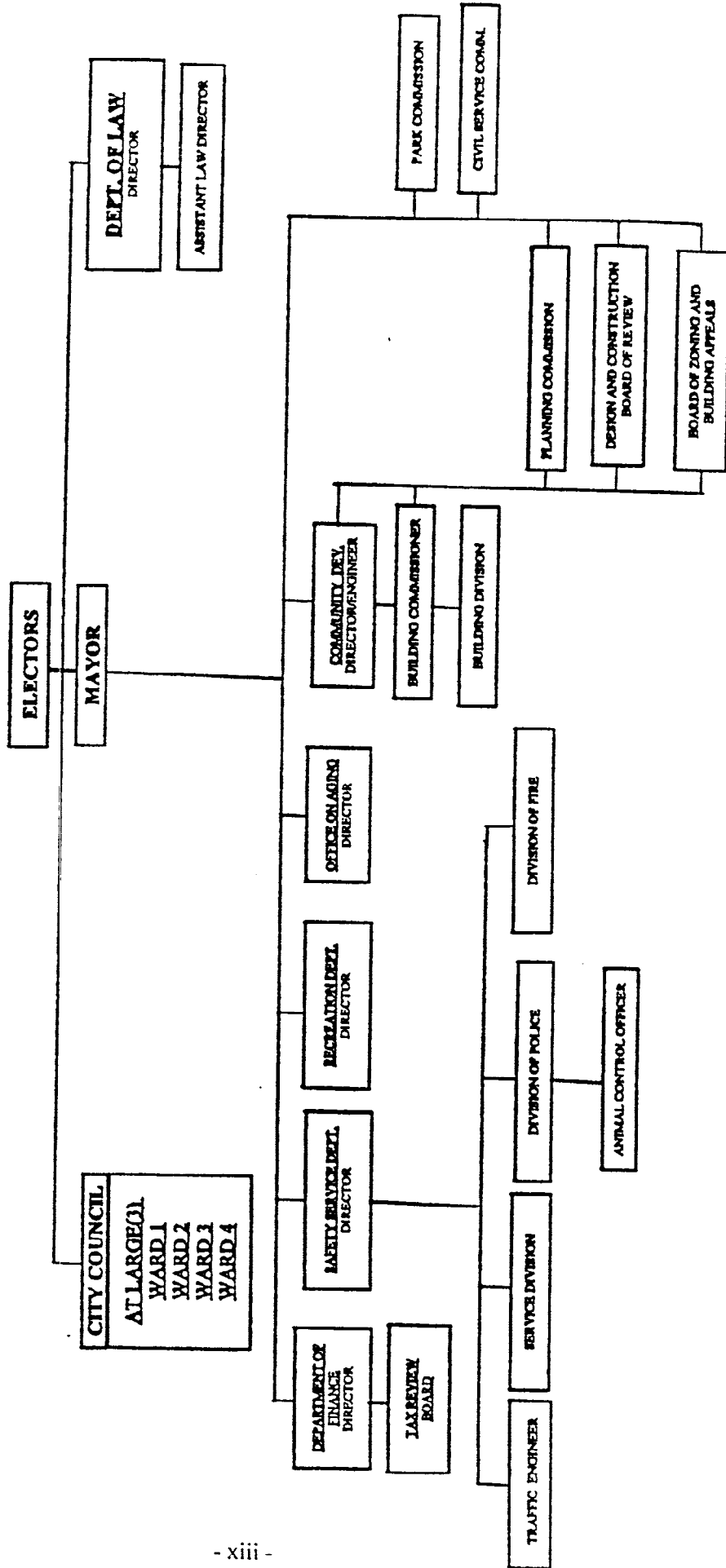
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



*Thomas A. Brewer*  
President

*Jeffrey L. Esler*  
Executive Director

**CITY OF ROCKY RIVER ORGANIZATION CHART**



**City of Rocky River, Ohio**

List of Elected Officials

December 31, 2001

Mayor ..... Donald J. Umerley  
(Died 12-21-2001)  
William F. Knoble  
(Acting)

Law Director..... David J. Matty

City Council at Large ..... William F. Knoble  
(President of Council)

City Council at Large ..... Pamela E. Bobst

City Council at Large ..... James Bartolozzi

City Council - Ward One..... Kenneth T. Misener

City Council - Ward Two ..... Earl Potterfield

City Council - Ward Three ..... Frank Gollinger

City Council - Ward Four ..... Thomas Malling



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## REPORT OF INDEPENDENT ACCOUNTANTS

City of Rocky River  
Cuyahoga County  
21012 Hilliard Boulevard  
Rocky River, Ohio 44116

To the Members of City Council:

We have audited the accompanying general-purpose financial statements of the City of Rocky River, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 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 generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Rocky River, Cuyahoga County, Ohio, as of December 31, 2001, and the results of its operations; the cash flows of its proprietary fund types and statement of changes in net assets for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3 to the general-purpose financial statements, the City implemented Governmental Accounting Standards Board Statement Nos. 33 and 36.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2002, 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.

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

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

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

**Jim Petro**  
Auditor of State

June 14, 2002



***General Purpose Financial Statements***

**City of Rocky River, Ohio**  
*Combined Balance Sheet*  
*All Fund Types and Account Groups*  
*December 31, 2001*

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Assets and Other Debits</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$3,716,379	\$1,832,246	\$127,700	\$9,205,434
Cash and Cash Equivalents				
In Segregated Accounts	0	0	0	0
With Fiscal Agents	0	0	5,000	0
Receivables:				
Taxes	5,413,690	1,465,472	0	563,644
Accounts	139,587	6,390	0	77,983
Interfund	1,500,000	0	0	0
Special Assessments	0	0	1,460,223	0
Accrued Interest	63,879	0	0	10,003
Intergovernmental	688,518	333,989	0	360,464
Materials and Supplies				
Inventory	17,187	147,057	0	0
Investment in Joint Venture	0	0	0	0
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0
<b>Other Debits</b>				
Amount Available in Debt Service Fund for Retirement of General Obligation Bonds	0	0	0	0
Amount Available in Debt Service Fund for Retirement of Special Assessment Bonds	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0
<b>Total Assets and Other Debits</b>	<b>\$11,539,240</b>	<b>\$3,785,154</b>	<b>\$1,592,923</b>	<b>\$10,217,528</b>

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Trust and Agency			
\$415,034	\$232,747	\$0	\$0	\$15,529,540
0	4,292,104	0	0	4,292,104
0	3,307,379	0	0	3,312,379
0	0	0	0	7,442,806
152,027	0	0	0	375,987
0	0	0	0	1,500,000
0	0	0	0	1,460,223
0	17,981	0	0	91,863
0	0	0	0	1,382,971
13,100	0	0	0	177,344
6,945,277	0	0	0	6,945,277
7,767,501	0	28,907,960	0	36,675,461
0	0	0	114,415	114,415
0	0	0	13,285	13,285
0	0	0	8,615,548	8,615,548
<u>\$15,292,939</u>	<u>\$7,850,211</u>	<u>\$28,907,960</u>	<u>\$8,743,248</u>	<u>\$87,929,203</u>

(continued)

**City of Rocky River, Ohio**  
*Combined Balance Sheet*  
*All Fund Types and Account Groups (continued)*  
*December 31, 2001*

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Liabilities, Fund Equity and Other Credits</b>				
<b>Liabilities</b>				
Accounts Payable	\$85,593	\$109,883	\$0	\$26,687
Contracts Payable	10,460	950	0	268,200
Interfund Payable	0	0	0	0
Accrued Wages and Benefits	76,008	53,797	0	119
Compensated Absences Payable	102,376	17,783	0	0
Retainage Payable	0	0	0	133,148
Intergovernmental Payable	54,425	20,272	0	153
Deferred Revenue	5,205,788	1,760,455	1,460,223	676,779
Undistributed Monies	0	0	0	0
Deposits Held and Due to Others	0	0	0	0
Accrued Interest Payable	0	0	0	57,168
Notes Payable	0	0	0	5,200,000
OWDA Loans Payable	0	0	0	0
Police and Fire Pension Liability	0	0	0	0
Capital Leases Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Matured Bonds Payable	0	0	5,000	0
Special Assessment Debt with Governmental Commitment	0	0	0	0
<i>Total Liabilities</i>	<u>5,534,650</u>	<u>1,963,140</u>	<u>1,465,223</u>	<u>6,362,254</u>
<b>Fund Equity and Other Credits</b>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings:				
Unreserved (Deficit)	0	0	0	0
Fund Balances:				
Reserved for Encumbrances	157,018	81,820	0	4,930,081
Reserved for Inventory	17,187	147,057	0	0
Reserved for Individual Investment Account	0	0	0	0
Unreserved, Undesignated (Deficit)	5,830,385	1,593,137	127,700	(1,074,807)
<i>Total Fund Equity and Other Credits</i>	<u>6,004,590</u>	<u>1,822,014</u>	<u>127,700</u>	<u>3,855,274</u>
<i>Total Liabilities, Fund Equity and Other Credits</i>	<u><u>\$11,539,240</u></u>	<u><u>\$3,785,154</u></u>	<u><u>\$1,592,923</u></u>	<u><u>\$10,217,528</u></u>

See accompanying notes to the general purpose financial statements

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Trust and Agency			
\$1,514	\$0	\$0	\$0	\$223,677
135,915	0	0	0	415,525
1,500,000	0	0	0	1,500,000
5,879	0	0	0	135,803
71,035	0	0	2,810,882	3,002,076
0	0	0	0	133,148
15,776	0	0	462,782	553,408
0	0	0	0	9,103,245
0	553,955	0	0	553,955
0	76,825	0	0	76,825
0	0	0	0	57,168
0	0	0	0	5,200,000
329,386	0	0	0	329,386
0	0	0	736,454	736,454
0	0	0	3,130	3,130
0	0	0	3,835,000	3,835,000
0	0	0	0	5,000
0	0	0	895,000	895,000
<u>2,059,505</u>	<u>630,780</u>	<u>0</u>	<u>8,743,248</u>	<u>26,758,800</u>
0	0	28,907,960	0	28,907,960
14,971,711	0	0	0	14,971,711
(1,738,277)	0	0	0	(1,738,277)
0	0	0	0	5,168,919
0	0	0	0	164,244
0	7,219,431	0	0	7,219,431
0	0	0	0	6,476,415
<u>13,233,434</u>	<u>7,219,431</u>	<u>28,907,960</u>	<u>0</u>	<u>61,170,403</u>
<u>\$15,292,939</u>	<u>\$7,850,211</u>	<u>\$28,907,960</u>	<u>\$8,743,248</u>	<u>\$87,929,203</u>

**City of Rocky River, Ohio**  
*Combined Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Governmental Fund Types  
For the Year Ended December 31, 2001*

	General	Special Revenue
<b>Revenues</b>		
Municipal Income Taxes	\$7,397,168	\$0
Property Taxes	3,323,540	1,371,620
Charges for Services	42,610	1,643,874
Fines, Fees and Permits	2,619,387	119,746
Intergovernmental	1,342,525	723,474
Special Assessments	0	0
Interest	538,125	0
Other Local Taxes	98,521	0
Rentals	49,618	9,395
Other	224,095	4,269
	<u>15,635,589</u>	<u>3,872,378</u>
<b>Expenditures</b>		
Current:		
General Government	3,392,994	0
Security of Persons and Property	6,505,793	114,108
Public Health and Welfare	60,210	983,069
Transportation	504,897	1,494,784
Community Environment	538,504	0
Basic Utility Services	0	1,246,307
Leisure Time Activities	338,965	2,143,421
Capital Outlay	0	0
Debt Service:		
Principal Retirement	1,752	19,232
Interest and Fiscal Charges	571	31,915
	<u>11,343,686</u>	<u>6,032,836</u>
<i>Total Expenditures</i>	<u>11,343,686</u>	<u>6,032,836</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>4,291,903</u>	<u>(2,160,458)</u>
<b>Other Financing Sources (Uses)</b>		
Sale of Fixed Assets	25,689	0
Operating Transfers In	300,999	2,938,500
Operating Transfers Out	(4,014,626)	(674,900)
	<u>(3,687,938)</u>	<u>2,263,600</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(3,687,938)</u>	<u>2,263,600</u>
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	603,965	103,142
<i>Fund Balances Beginning of Year</i>	5,396,991	1,665,032
Increase in Reserve for Inventory	3,634	53,840
	<u>6,004,590</u>	<u>1,822,014</u>
<i>Fund Balances End of Year</i>	<u>\$6,004,590</u>	<u>\$1,822,014</u>

See accompanying notes to the general purpose financial statements

Debt Service	Capital Projects	Totals (Memorandum Only)
\$0	\$0	\$7,397,168
0	526,637	5,221,797
0	0	1,686,484
0	0	2,739,133
0	3,401,169	5,467,168
71,762	4,788	76,550
0	21,500	559,625
0	119,877	218,398
0	0	59,013
0	14,759	243,123
<u>71,762</u>	<u>4,088,730</u>	<u>23,668,459</u>
0	0	3,392,994
0	0	6,619,901
0	0	1,043,279
0	0	1,999,681
0	0	538,504
0	0	1,246,307
0	0	2,482,386
0	4,563,260	4,563,260
340,000	0	360,984
276,519	63,071	372,076
<u>616,519</u>	<u>4,626,331</u>	<u>22,619,372</u>
<u>(544,757)</u>	<u>(537,601)</u>	<u>1,049,087</u>
0	0	25,689
545,984	2,986,500	6,771,983
0	(1,986,500)	(6,676,026)
<u>545,984</u>	<u>1,000,000</u>	<u>121,646</u>
1,227	462,399	1,170,733
126,473	3,392,875	10,581,371
0	0	57,474
<u>\$127,700</u>	<u>\$3,855,274</u>	<u>\$11,809,578</u>

**City of Rocky River, Ohio**  
*Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Governmental Fund Types  
For the Year Ended December 31, 2001*

	General Fund			Variance with Final Budget Favorable (Unfavorable)
	Budgeted Amounts		Actual	
	Original	Final		
<b>Revenues</b>				
Municipal Income Taxes	\$7,068,839	\$7,500,000	\$7,657,916	\$157,916
Property Taxes	3,083,254	3,298,395	3,323,540	25,145
Charges for Services	45,816	48,610	42,089	(6,521)
Fines, Fees and Permits	2,060,260	2,185,925	2,480,914	294,989
Intergovernmental	1,281,835	1,332,941	1,342,809	9,868
Special Assessments	0	0	0	0
Interest	623,472	661,500	662,986	1,486
Other Local Taxes	75,401	80,000	88,731	8,731
Rentals	36,875	39,124	49,338	10,214
Other	65,453	68,500	223,782	155,282
<i>Total Revenues</i>	<u>14,341,205</u>	<u>15,214,995</u>	<u>15,872,105</u>	<u>657,110</u>
<b>Expenditures</b>				
Current:				
General Government	3,686,640	3,842,882	3,469,079	373,803
Security of Persons and Property	6,615,852	6,813,809	6,622,618	191,191
Public Health and Welfare	60,210	60,210	60,210	0
Transportation	558,839	584,156	539,983	44,173
Community Environment	608,980	604,658	542,535	62,123
Basic Utility Services	0	0	0	0
Leisure Time Activities	375,451	398,407	344,745	53,662
Capital Outlay	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>11,905,972</u>	<u>12,304,122</u>	<u>11,579,170</u>	<u>724,952</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,435,233</u>	<u>2,910,873</u>	<u>4,292,935</u>	<u>1,382,062</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Fixed Assets	0	0	25,689	25,689
Proceeds of Notes	0	0	0	0
Advances In	380,000	380,000	380,000	0
Advances Out	(1,295,000)	(1,500,000)	(1,500,000)	0
Operating Transfers In	299,999	299,999	300,999	1,000
Operating Transfers Out	(4,014,626)	(4,014,626)	(4,014,626)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(4,629,627)</u>	<u>(4,834,627)</u>	<u>(4,807,938)</u>	<u>26,689</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(2,194,394)</u>	<u>(1,923,754)</u>	<u>(515,003)</u>	<u>1,408,751</u>
<i>Fund Balances Beginning of Year</i>	3,940,715	3,940,715	3,940,715	0
Prior Year Encumbrances Appropriated	104,745	104,745	104,745	0
<i>Fund Balances End of Year</i>	<u>\$1,851,066</u>	<u>\$2,121,706</u>	<u>\$3,530,457</u>	<u>\$1,408,751</u>



Special Revenue Funds				Debt Service Fund			
Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
Original	Final			Original	Final		
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1,430,616	1,361,241	1,371,620	10,379	0	0	0	0
1,817,142	1,723,080	1,645,050	(78,030)	0	0	0	0
109,890	119,715	113,356	(6,359)	0	0	0	0
702,222	720,332	724,381	4,049	0	0	0	0
0	0	0	0	72,109	69,405	71,762	2,357
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	9,395	9,395	0	0	0	0
2,620	2,545	4,381	1,836	0	0	0	0
<u>4,062,490</u>	<u>3,926,913</u>	<u>3,868,183</u>	<u>(58,730)</u>	<u>72,109</u>	<u>69,405</u>	<u>71,762</u>	<u>2,357</u>
0	0	0	0	0	0	0	0
244,735	251,269	170,223	81,046	0	0	0	0
1,050,440	1,083,025	994,219	88,806	0	0	0	0
1,524,045	1,667,336	1,566,031	101,305	0	0	0	0
0	0	0	0	0	0	0	0
1,316,044	1,386,677	1,348,065	38,612	0	0	0	0
2,322,089	2,417,165	2,175,311	241,854	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	340,000	340,000	340,000	0
0	0	0	0	276,419	276,524	276,519	5
<u>6,457,353</u>	<u>6,805,472</u>	<u>6,253,849</u>	<u>551,623</u>	<u>616,419</u>	<u>616,524</u>	<u>616,519</u>	<u>5</u>
<u>(2,394,863)</u>	<u>(2,878,559)</u>	<u>(2,385,666)</u>	<u>492,893</u>	<u>(544,310)</u>	<u>(547,119)</u>	<u>(544,757)</u>	<u>2,362</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
2,938,500	2,938,500	2,938,500	0	545,984	545,984	545,984	0
(674,900)	(674,900)	(674,900)	0	0	0	0	0
<u>2,263,600</u>	<u>2,263,600</u>	<u>2,263,600</u>	<u>0</u>	<u>545,984</u>	<u>545,984</u>	<u>545,984</u>	<u>0</u>
(131,263)	(614,959)	(122,066)	492,893	1,674	(1,135)	1,227	2,362
1,625,665	1,625,665	1,625,665	0	126,473	126,473	126,473	0
184,087	184,087	184,087	0	0	0	0	0
<u>\$1,678,489</u>	<u>\$1,194,793</u>	<u>\$1,687,686</u>	<u>\$492,893</u>	<u>\$128,147</u>	<u>\$125,338</u>	<u>\$127,700</u>	<u>\$2,362</u>

(continued)

**City of Rocky River, Ohio**  
*Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Governmental Fund Types (continued)  
For the Year Ended December 31, 2001*

	Capital Projects Funds			Variance with Final Budget Favorable (Unfavorable)
	Budgeted Amounts		Actual	
	Original	Final		
<b>Revenues</b>				
Municipal Income Taxes	\$0	\$0	\$0	\$0
Property Taxes	552,180	523,555	526,637	3,082
Charges for Services	0	0	0	0
Fines, Fees and Permits	0	0	0	0
Intergovernmental	1,509,373	2,951,200	3,367,172	415,972
Special Assessments	4,587	4,376	4,788	412
Interest	6,991	11,460	11,764	304
Other Local Taxes	92,764	88,500	95,224	6,724
Rentals	0	0	0	0
Other	0	0	15,053	15,053
<i>Total Revenues</i>	<u>2,165,895</u>	<u>3,579,091</u>	<u>4,020,638</u>	<u>441,547</u>
<b>Expenditures</b>				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Public Health and Welfare	0	0	0	0
Transportation	0	0	0	0
Community Development	0	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	0	0	0
Capital Outlay	3,559,540	10,226,172	9,774,958	451,214
Debt Service:				
Principal Retirement	2,500,000	2,500,000	2,500,000	0
Interest and Fiscal Charges	105,661	105,661	105,660	1
<i>Total Expenditures</i>	<u>6,165,201</u>	<u>12,831,833</u>	<u>12,380,618</u>	<u>451,215</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(3,999,306)</u>	<u>(9,252,742)</u>	<u>(8,359,980)</u>	<u>892,762</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Fixed Assets	0	0	0	0
Proceeds of Notes	1,500,000	5,200,000	5,200,000	0
Advances In	108,000	242,000	242,000	0
Advances Out	0	0	0	0
Operating Transfers In	2,889,351	2,986,500	2,986,500	0
Operating Transfers Out	(2,000,000)	(1,986,500)	(1,986,500)	0
<i>Total Other Financing Sources (Uses)</i>	<u>2,497,351</u>	<u>6,442,000</u>	<u>6,442,000</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(1,501,955)</u>	<u>(2,810,742)</u>	<u>(1,917,980)</u>	<u>892,762</u>
<i>Fund Balances Beginning of Year</i>	3,171,448	3,171,448	3,171,448	0
<i>Prior Year Encumbrances Appropriated</i>	<u>2,727,632</u>	<u>2,727,632</u>	<u>2,727,632</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>\$4,397,125</u>	<u>\$3,088,338</u>	<u>\$3,981,100</u>	<u>\$892,762</u>

See accompanying notes to the general purpose financial statements

Totals  
(Memorandum Only)

Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
Original	Final	Actual	
\$7,068,839	\$7,500,000	\$7,657,916	\$157,916
5,066,050	5,183,191	5,221,797	38,606
1,862,958	1,771,690	1,687,139	(84,551)
2,170,150	2,305,640	2,594,270	288,630
3,493,430	5,004,473	5,434,362	429,889
76,696	73,781	76,550	2,769
630,463	672,960	674,750	1,790
168,165	168,500	183,955	15,455
36,875	39,124	58,733	19,609
68,073	71,045	243,216	172,171
<u>20,641,699</u>	<u>22,790,404</u>	<u>23,832,688</u>	<u>1,042,284</u>
3,686,640	3,842,882	3,469,079	373,803
6,860,587	7,065,078	6,792,841	272,237
1,110,650	1,143,235	1,054,429	88,806
2,082,884	2,251,492	2,106,014	145,478
608,980	604,658	542,535	62,123
1,316,044	1,386,677	1,348,065	38,612
2,697,540	2,815,572	2,520,056	295,516
3,559,540	10,226,172	9,774,958	451,214
2,840,000	2,840,000	2,840,000	0
382,080	382,185	382,179	6
<u>25,144,945</u>	<u>32,557,951</u>	<u>30,830,156</u>	<u>1,727,795</u>
<u>(4,503,246)</u>	<u>(9,767,547)</u>	<u>(6,997,468)</u>	<u>2,770,079</u>
0	0	25,689	25,689
1,500,000	5,200,000	5,200,000	0
488,000	622,000	622,000	0
(1,295,000)	(1,500,000)	(1,500,000)	0
6,673,834	6,770,983	6,771,983	1,000
<u>(6,689,526)</u>	<u>(6,676,026)</u>	<u>(6,676,026)</u>	<u>0</u>
<u>677,308</u>	<u>4,416,957</u>	<u>4,443,646</u>	<u>26,689</u>
(3,825,938)	(5,350,590)	(2,553,822)	2,796,768
8,864,301	8,864,301	8,864,301	0
3,016,464	3,016,464	3,016,464	0
<u>\$8,054,827</u>	<u>\$6,530,175</u>	<u>\$9,326,943</u>	<u>\$2,796,768</u>

**City of Rocky River, Ohio**  
*Statement of Revenues, Expenses  
and Changes in Fund Equity  
Proprietary Fund Type  
For the Year Ended December 31, 2001*

	Enterprise
<b>Operating Revenue</b>	
Charges for Services	\$1,269,416
<b>Operating Expenses</b>	
Personal Services	401,620
Materials and Supplies	317,105
Contractual Services	846,913
Heat, Light and Power	5,179
Depreciation	288,281
Other	1,524
<i>Total Operating Expenses</i>	1,860,622
<i>Operating Loss</i>	(591,206)
<b>Non-Operating Expenses</b>	
Equity in Loss of Joint Venture	(551,329)
Interest and Fiscal Charges	(19,054)
<i>Total Non-Operating Revenues (Expenses)</i>	(570,383)
<i>Loss Before Operating Transfers</i>	(1,161,589)
Operating Transfers Out	(95,957)
<i>Net Loss</i>	(1,257,546)
<i>Retained Earnings (Deficit) Beginning of Year</i>	(480,731)
<i>Retained Earnings (Deficit) End of Year</i>	(1,738,277)
<i>Contributed Capital Beginning and End of Year</i>	14,971,711
<i>Total Fund Equity End of Year</i>	\$13,233,434

See accompanying notes to the general purpose financial statements

**City of Rocky River, Ohio**  
*Statement of Revenues, Expenses and Changes*  
*In Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Proprietary Fund Type*  
*For the Year Ended December 31, 2001*

	Enterprise Fund			Variance with Final Budget Favorable (Unfavorable)
	Budgeted Amounts		Actual	
	Original	Final		
<b>Revenues</b>				
Charges for Services	\$850,000	\$1,307,855	\$1,268,689	(\$39,166)
Interest	0	0	154	154
<i>Total Revenues</i>	<u>850,000</u>	<u>1,307,855</u>	<u>1,268,843</u>	<u>(39,012)</u>
<b>Expenses</b>				
Personal Services	405,770	406,520	389,891	16,629
Materials and Supplies	94,100	486,162	477,167	8,995
Contractual Services	912,235	938,783	930,927	7,856
Heat, Light and Power	14,000	14,000	9,369	4,631
Other	2,200	2,300	1,524	776
Debt Service:				
Principal Retirement	462,070	462,208	462,208	0
Interest and Fiscal Charges	37,200	37,062	37,010	52
<i>Total Expenses</i>	<u>1,927,575</u>	<u>2,347,035</u>	<u>2,308,096</u>	<u>38,939</u>
<i>Excess of Revenues Under Expenses</i>	(1,077,575)	(1,039,180)	(1,039,253)	(73)
Advances In	1,300,000	1,300,000	1,500,000	200,000
Advances Out	(622,000)	(622,000)	(622,000)	0
Operating Transfers Out	(95,957)	(95,957)	(95,957)	0
<i>Excess of Revenues Under Expenses, Advances and Operating Transfers</i>	(495,532)	(457,137)	(257,210)	199,927
<i>Fund Equity Beginning of Year</i>	241,875	241,875	241,875	0
Prior Year Encumbrances Appropriated	264,109	264,109	264,109	0
<i>Fund Equity End of Year</i>	<u>\$10,452</u>	<u>\$48,847</u>	<u>\$248,774</u>	<u>\$199,927</u>

See accompanying notes to the general purpose financial statement

**City of Rocky River, Ohio**  
*Statement of Cash Flows*  
*Proprietary Fund Type*  
*For the Year Ended December 31, 2001*

	Enterprise
<b><i>Increase (Decrease) in Cash and Cash Equivalents</i></b>	
<b>Cash Flows from Operating Activities</b>	
Cash Received from Customers	\$1,268,843
Cash Payments for Goods and Services	(1,131,982)
Cash Payments to Employees for Services and Benefits	(389,891)
Cash Payments for Other Operating Expenses	(1,524)
<i>Net Cash Used for Operating Activities</i>	(254,554)
<b>Cash Flows from Noncapital Financing Activities</b>	
Transfer Out	(95,957)
Advances In	1,500,000
Advances Out	(622,000)
<i>Net Cash Provided by Noncapital Financing Activities</i>	782,043
<b>Cash Flows from Capital and Related Financing Activities</b>	
Principal Paid on OWDA Loans	(12,208)
Principal Paid on Notes	(450,000)
Interest Paid on OWDA Loans	(17,992)
Interest Paid on Notes	(19,018)
<i>Net Cash Used in Capital and Related Financing Activities</i>	(499,218)
<b>Cash Flows from Investing Activities</b>	
Capital Contributed to Joint Venture	(119,221)
<i>Net Decrease in Cash and Cash Equivalents</i>	(90,950)
<i>Cash and Cash Equivalents Beginning of Year</i>	505,984
<i>Cash and Cash Equivalents End of Year</i>	\$415,034
	(continued)

**City of Rocky River, Ohio**  
*Statement of Cash Flows*  
*Proprietary Fund Type (continued)*  
*For the Year Ended December 31, 2001*

	Enterprise
<b>Reconciliation of Operating Loss to Net Cash Used for Operating Activities</b>	
<i>Operating Loss</i>	(\$591,206)
Adjustments:	
Depreciation	288,281
Increase in Assets:	
Accounts Receivable	(573)
Materials and Supplies Inventory	(701)
Increase/(Decrease) in Liabilities:	
Accounts Payable	(2,676)
Contracts Payable	57,674
Accrued Wages and Benefits	2,117
Compensated Absences Payable	3,089
Retainage Payable	(15,568)
Intergovernmental Payable	5,009
<i>Total Adjustments</i>	336,652
<i>Net Cash Used for Operating Activities</i>	(\$254,554)

**Noncash Capital Financing Activities:**

During 2001, OWDA paid \$48,462 directly to contractors on behalf of the City.

See accompanying notes to the general purpose financial statements

**City of Rocky River**  
*Statement of Changes in Net Assets*  
*Fiduciary Fund Type*  
*For the Year Ended December 31, 2001*

	Investment Trust
<b>Revenues</b>	
Interest	\$275,451
<b>Expenses</b>	
Operating Expenses	0
<i>Net Increase in Assets Resulting From Operations</i>	275,451
Distributions to Participants	(359,410)
<b>Capital Transactions</b>	
Purchases	3,812,227
Redemptions	(5,461,593)
<i>Net Capital Transactions</i>	(1,649,366)
<i>Total Decrease in Net Assets</i>	(1,733,325)
<i>Net Assets Beginning of Year</i>	8,952,756
<i>Net Assets End of Year</i>	\$7,219,431

See accompanying notes to the general purpose financial statements



**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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**Note 1 - Reporting Entity and Basis of Presentation**

The City of Rocky River (the "City") is a home rule municipal corporation, established under the laws of the State of Ohio and operated under its own charter. The current charter, which provides for a Council/Mayor form of government, was adopted in 1960. The Mayor and seven member Council all serve two year terms.

***A. Reporting Entity***

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the City.

The City provides various services including police and fire protection, health, parks and recreation, street maintenance, planning and zoning, sewer services, municipal court, senior adult and general administrative services. The operation of these activities is directly controlled by Council through the budgetary process. None of these services are provided by a legally separate organization; therefore, these operations are included in the primary government.

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

The Rocky River Wastewater Treatment Plant is a joint venture among the cities of Rocky River, Bay Village, Fairview Park, and Westlake. The plant is governed by a management board consisting of the elected mayors of the four member cities and a fifth person nominated and elected by the mayors. The board has complete authority over all aspects of the plant's operation. The City serves as fiscal agent for the Rocky River Wastewater Treatment Plant.

The City has an explicit and measurable equity interest in the Rocky River Wastewater Treatment Plant. There exists a residual interest in the assets upon dissolution of the joint venture. The City also has an ongoing financial responsibility for its share of the joint venture liabilities. Additionally, the City has an ongoing financial responsibility since the City's participation is essential to the continued existence of the joint venture.

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

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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***B. Basis Of Presentation - Fund Accounting***

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

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

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

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

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

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

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

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

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

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

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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***Fiduciary Fund Types*** Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. There are two types of fiduciary funds, trust and agency. The City has one investment trust fund which is accounted for using the accrual basis of accounting. The City's agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

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

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

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

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

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

### ***A. Measurement Focus and Basis of Accounting***

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

The proprietary fund and the investment trust fund 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 (e.g., revenues) and decreases (e.g., expenses) in net total assets.

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

The modified accrual basis of accounting is followed for the governmental and agency funds. The full accrual basis of accounting is followed for the proprietary and investment trust funds.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the tax is levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: income taxes, state-levied locally shared taxes, interest, grants, fees and rentals.

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

Property taxes for which there is an enforceable legal claim as of December 31, 2001, but which were levied to finance year 2002 operations, have been recorded as deferred revenue. Grants and entitlements received before eligibility requirements are met are also recorded as deferred revenue. On the modified accrual basis, receivables that will not be collected within the available period have also been reported as deferred revenue.

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

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

***B. Budgetary Process***

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than the investment trust fund and agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the object level within each department. Any budgetary modifications at this level may only be made by resolution of City Council.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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

***Estimated Resources*** The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation ordinance. On or about January 1, the certificate of estimated resources is amended to include unencumbered fund balances at December 31 of the preceding year. The certificate may be further amended during the year if the City Auditor determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported on the budgetary statements as final budgetary amounts reflect the amounts in the final amended official certificate of estimated resources issued during 2001.

***Appropriations*** A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the fund, department and object level. The appropriation ordinance may be amended during the year as new information becomes available. Total fund appropriations may not exceed current estimated resources, as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year only by an ordinance of Council. During the year, several supplemental appropriation measures were passed. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

***Encumbrances*** As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations at the legal level of control. For the City, this is at the object level within each department. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balances for subsequent-year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

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

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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***C. Cash and Cash Equivalents***

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

During 2001, investments of the cash management pool were limited to Certificates of Deposit which are nonparticipating investment contracts and are reported at cost.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2001 amounted to \$538,125, which includes \$409,388 assigned from other City funds.

The City utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented on the combined balance sheet in the general obligation bond retirement debt service fund as "cash and cash equivalents with fiscal agents" and represents deposits. The City has segregated bank accounts for monies held separate from the City's central bank account. These interest bearing depository accounts are presented in the combined balance sheet as "cash and cash equivalents in segregated accounts" in the municipal court agency fund since they are not required to be deposited into the City treasury.

The City serves as fiscal agent for the Rocky River Wastewater Treatment Plant. This individual investment account is presented on the combined balance sheet as "cash and cash equivalents in segregated accounts" and represent deposits or nonnegotiable certificates of deposit which are reported at cost. Also included in this individual investment account are monies with a separate fiscal agent for current and future debt service payments, and asset replacement under provisions of a bond indenture. This balance is presented on the balance sheet as "cash and cash equivalents with fiscal agents". During 2001, investments purchased through this account were limited a money market mutual fund and are reported at fair value, which is determined by the funds current share price.

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

***D. Inventory***

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

***E. Investment in Joint Venture***

The investment in the joint venture is reported using the equity method of accounting.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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***F. Fixed Assets and Depreciation***

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary fund are capitalized in the fund.

All purchased fixed assets are valued at cost when historical records are available and at an estimated historical cost when no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. The city maintains a capitalization threshold of \$2,500.

Improvements are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Interest incurred during the construction of general fixed assets is also not capitalized.

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

Assets in the general fixed assets account group are not depreciated. Depreciation of sewer lines, equipment and vehicles in the proprietary fund is computed using the straight-line method over an estimated useful life. Improvements to fund fixed assets are depreciated over the remaining useful lives of the related fund fixed assets. The lives used are as follows:

Sewer Lines	50 years
Equipment and Vehicles	5 to 7 years

Interest is capitalized on proprietary fund fixed assets acquired with tax-exempt debt. The City's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project from the date of borrowing until completion of the project and the interest earned from temporary investment of the debt proceeds over the same period. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For 2001, interest incurred on proprietary fund construction projects was immaterial.

***G. Compensated Absences***

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits specified in the City's termination policy. The city records a liability for accumulated unused sick leave for employees after two years of current service with the City.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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

***H. Fund Equity***

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Fund balances are reserved for encumbrances, inventory, and the individual investment account.

***I. Interfund Transactions***

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

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

***J. Interfund Assets and Liabilities***

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

***K. Accrued Liabilities and Long-term Obligations***

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

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

***L. Estimates***

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



**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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

Total columns on the General Purpose Financial Statements are captioned memorandum only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**Note 3 - Restatement of Prior Year's Fund Equity**

For the year ended December 31, 2001, the City has implemented GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions," and GASB Statement No. 36, "Recipient Reporting for Certain Shared Nonexchange Revenues." The implementation of these statements had no effect on fund balance/retained earnings as of December 31, 2000 as previously reported.

**Note 4 - Budgetary Basis of Accounting**

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

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Outstanding year end encumbrances are treated as expenditures/expenses (budget) rather than as a reservation of fund balance for governmental fund types and as note disclosure in the proprietary fund type (GAAP).
4. Principal payment on short-term note obligations are reported on the operating statement (budget) rather than on the balance sheet (GAAP).
5. For the proprietary fund, the acquisition and construction of capital assets are reported on the operating statement (budget) rather than as balance sheet transactions (GAAP).
6. For the enterprise fund, the investment in the joint venture is not reported on the budget basis.

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

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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

	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis	\$603,965	\$103,142	\$1,227	\$462,399
Net Adjustment for Revenue Accruals	236,516	(4,195)	0	(68,092)
Advance In	380,000	0	0	242,000
Proceeds of Notes	0	0	0	5,200,000
Net Adjustment for Expenditure Accruals	(49,669)	(76,453)	0	(29,953)
Principal Retirement	0	0	0	(2,500,000)
Advance Out	(1,500,000)	0	0	0
Encumbrances	(185,815)	(144,560)	0	(5,224,334)
Budget Basis	(\$515,003)	(\$122,066)	\$1,227	(\$1,917,980)

Net Loss/Excess of Revenues Under  
Expenses and Operating Transfers  
Proprietary Fund Type

	Enterprise
GAAP Basis	(\$1,257,546)
Net Adjustment for Revenue Accruals	(573)
Advance In	1,500,000
Net Adjustment for Expense Accruals	432,996
Advance Out	(622,000)
Depreciation Expense	288,281
Capital Contributed to Joint Venture	119,221
Equity in Loss of Joint Venture	(551,329)
Encumbrances	(166,260)
Budget Basis	(\$257,210)

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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**Note 5 – Deposits and Investments**

The City Charter allows the Director of Finance to invest moneys of the City in any or all the following: Bonds or notes of this City, bonds or other obligations of the United States or those for the payment of principal and interest of which the faith of the United States is pledged, bonds or other obligations of this State and bonds or other obligations of any political subdivision or taxing district of this State as to which there is no default of principal or interest, in such a manner as is now or hereafter provided by ordinance of Council or by the laws of the State of Ohio. In addition, certificates of deposit may be purchased from commercial banks having a branch office in the City.

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

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

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

*Deposits:* At year end, the carrying amount of the City's deposits was \$19,826,644 and the bank balance was \$20,341,018. \$925,000 of the bank balance was covered by federal depository insurance. \$19,416,018 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

*Investments:* The City's investments are required to be categorized to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name. At December 31, 2001, the City has invested in money market mutual fund with a fair value of \$3,307,379. The Armada Money Market Mutual Fund is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

The classification of cash and cash equivalents, and investments on the combined financial statements is based on criteria set forth in GASB Statement No.9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting." A reconciliation between the classifications of cash and investments on the combined financial statements and the classification of deposits and investments presented above per GASB Statement No. 3, is as follows:

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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	Cash and Cash Equivalents/Deposits	Investments
GASB Statement 9	\$23,134,023	\$0
Armada Money Market Mutual Fund	(3,307,379)	3,307,379
GASB Statement 3	\$19,826,644	\$3,307,379

**Note 6 - Property Taxes**

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2001 for real and public utility property taxes represents collections of the 2000 taxes. Property tax payments received during 2001 for tangible personal property (other than public utility property) are for 2001 taxes.

2001 real property taxes are levied after October 1, 2001 on the assessed value as of January 1, 2001, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2001 real property taxes are collected in and intended to finance 2002.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2001 public utility property taxes which became a lien December 31, 2000, are levied after October 1, 2001, and are collected in 2002 with real property taxes.

2001 tangible personal property taxes are levied after October 1, 2000, on the value as of December 31, 2000. Collections are made in 2001. Tangible personal property assessments are 25 percent of true value.

The full tax rate for all City operations for the year ended December 31, 2001, was \$9.90 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2001 property tax receipts were based are as follows:

Category	Assessed Value
Real Property	\$571,695,000
Public Utility Real	12,675,450
Tangible Personal	15,716,132
Total	\$600,086,582

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

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

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Rocky River. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2001 and for which there

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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is an enforceable legal claim. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 2001 operations. The receivable is offset by deferred revenue.

**Note 7 - Income Tax**

The City levies a municipal income tax of 1.5 percent on substantially all income earned within the City. In addition, residents of the City are required to pay the City income tax on income earned outside the City; however, a credit is allowed for income taxes paid to other municipalities which reduces the effective tax rate to .5 percent for such earnings. Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. All income tax monies are credited to the general fund.

The Central Collection Agency administers and collects income taxes for the City. Amounts collected are remitted monthly to the City. Collection fees for 2001 were \$121,305.

**Note 8 - Receivables**

Receivables at December 31, 2001, consisted of taxes, accounts (billings for user charged services), special assessments, interest, and intergovernmental receivables. All receivables are deemed collectible in full.

A summary of the principal items of intergovernmental receivables follows:

	Amount
General Fund:	
Local Government Tax - State	\$76,165
Local Government Tax - County	418,995
Homestead and Rollback	193,358
Total General Fund	688,518
Special Revenue Funds:	
Gasoline Tax	56,688
Motor Vehicle Registration	62,725
Municipal Cents Per Gallon	112,995
Permissive Tax	21,781
Homestead and Rollback	79,800
Total Special Revenue Funds	333,989
Capital Projects Funds:	
Estate Tax	329,772
Homestead and Rollback	30,692
Total Capital Projects Funds	360,464
Total	\$1,382,971

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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**Note 9 - Fixed Assets and Depreciation**

A summary of the enterprise fund fixed assets at December 31, 2001, follows:

Land	\$39,516
Right of Way	250,000
Sewer Lines	15,427,550
Equipment and Vehicles	655,224
Construction in Progress	341,595
	16,713,885
Total	16,713,885
Less Accumulated Depreciation	(8,946,384)
	\$7,767,501
Net Fixed Assets	\$7,767,501

A summary of changes in general fixed assets follows:

	Balance January 1, 2001	Additions	Deductions	Balance December 31, 2001
Land	\$957,955	\$244,419	\$0	\$1,202,374
Building	14,252,301	5,209,483	527,019	18,934,765
Equipment	3,455,311	205,040	235,538	3,424,813
Vehicles	5,045,252	360,605	277,439	5,128,418
Construction in Progress	3,124,299	217,590	3,124,299	217,590
	\$26,835,118	\$6,237,137	\$4,164,295	\$28,907,960
Total	\$26,835,118	\$6,237,137	\$4,164,295	\$28,907,960

**Note 10 - Joint Venture - Rocky River Wastewater Treatment Plant**

The Rocky River Wastewater Treatment Plant (the "Plant") is a joint venture among the cities of Rocky River, Bay Village, Fairview Park and Westlake. The Plant is governed by a management board consisting of the elected mayors of the four member cities and a fifth person nominated and elected by the mayors. The board has complete authority over all aspects of the Plant's operation. The Plant supplies all participating residents of the member cities with sewer services. Each city owns the sewage lines located in its city and bills its residents for usage. Continued existence of the Plant is dependent on the City's continued participation, and the City does have an equity interest in the Plant. The City's equity interest is \$6,945,277 which represents 28.35 percent of the total equity in the Plant. The Plant is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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**Note 11 - Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2001, the City procured insurance through the St. Paul Insurance Company from October 2000 through December 2001.

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
St. Paul	Property	\$17,654,000
	Automobile Liability	1,000,000
	General Liability, Per Occurrence	1,000,000
	General Liability, In Aggregate	2,000,000
	Fleet Liability	1,000,000
	Public Employee Dishonesty Bond	50,000
	Money and Securities	100,000
	Police Department Professional Liability	
	Per Occurrence	1,000,000
	In Aggregate	1,000,000
	EMT	1,000,000
	Public Officials Liability	1,000,000
	Umbrella Liability	1,000,000
	Inland Marine	751,854
	Law Enforcement Liability	
	Per Occurrence	1,000,000
	In Aggregate	2,000,000

Settled claims have not exceeded this coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

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

**Note 12 - Defined Benefit Pension Plans**

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

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations. The 2001 employer pension contribution rate for the City was 9.25 percent of covered payroll, increased from 6.54 percent in 2000. For calendar year 2000, PERS instituted a temporary employer rate rollback for state and local governments. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to PERS for the years ended December 31, 2001, 2000, and 1999 were \$590,792, \$448,535, and \$633,103 respectively. The full amount has been contributed for 2000 and 1999. 70.05 percent has been contributed for 2001 with the remainder being reported as a liability in the general long-term obligations account group.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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***B. Ohio Police and Fire Pension Fund***

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple employer public employee retirement system administered by the OP&F's Board of Trustees. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and by Chapter 742 of the Ohio Revised Code. The OP&F issues a publicly available financial report that includes financial information and required supplementary information. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 12 percent for police and 16.5 percent for firefighters. For 2000, the City contributions were 12.25 percent for police and 16.75 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the OP&F for police and firefighters were \$232,952 and \$275,512 for the year ended December 31, 2001, \$228,251 and \$279,760 for the year ended December 31, 2000, and \$229,284 and \$274,996 for the year ended December 31, 1999. The full amount has been contributed for 2000 and 1999. 72.45 and 72.18 percent, respectively, have been contributed for 2001 with the remainder being reported as a liability in the general long-term obligations account group.

In addition to the current contribution, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and firefighters in 1967. As of December 31, 2001, the unfunded liability of the City was \$736,454 payable in semiannual payments through the year 2035. This is an accounting liability of the City which will not vary. The liability is reported in the general long-term obligations account group.

**Note 13 - Postemployment Benefits**

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

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with ten 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 Other Postemployment Benefit as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 2001 employer contribution rate was 13.55 percent of covered payroll; 4.30 percent was the portion that was used to fund health care for 2001. For 2000, the contribution rate was 10.84 percent of covered payroll; 4.30 percent was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on PERS's latest actuarial review performed as of December 31, 2000, include a rate of return on investments of 7.75 percent, an annual increase in active employee total payroll of 4.75 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .54 percent and 5.1 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.75 percent annually.



**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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

The number of active contributing participants was 411,339. The City's actual contributions for 2001 which were used to fund postemployment benefits were \$274,638. The actual contribution and the actuarially required contribution amounts are the same. PERS's net assets available for payment of benefits at December 31, 2000, (the latest information available) were \$11,735.9 million. The actuarially accrued liability and the unfunded actuarial accrued liability were \$14,364.6 million and \$2,628.7 million, respectively.

***B. Ohio Police and Fire Pension Fund***

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

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund's board of trustees to provide health care coverage and states that health care costs paid from the Ohio Police and Fire Pension Fund shall be included in the employers' contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.5 percent of covered payroll was applied to the postemployment health care program during 2001. For 2000, the percent used to fund healthcare was 7.25 percent. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

The City's actual contributions for 2001 that were used to fund postemployment benefits were \$145,595 for police and \$125,233 for fire. The OP&F's total health care expenses for the year ended December 31, 2000, (the latest information available) was \$106,160,054, which was net of member contributions of \$5,657,431. The number of OP&F participants eligible to receive health care benefits as of December 31, 2000, was 12,853 for police and 10,037 for firefighters.

**Note 14 - Other Employee Benefits**

***A. Compensated Absences***

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Vacation leave is earned at rates which vary depending upon length of service and standard work week. Vacation accumulation is limited to two years. Vacation leave not used within two years is eliminated from the employee's leave balance. All accumulated unused vacation time is paid upon termination of employment.

Employees earn sick leave at the rate of 2.3 hours for every forty hours worked, except for the fire division where employees earn 5.73 hours for every one hundred hours worked. Sick leave accumulation is limited to 960 hours, except for the fire division where a maximum of 1,268 hours may be accumulated. City employees with two or more years of service are paid for their accumulated sick leave upon termination or retirement.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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**B. Insurance Benefits**

As of May 1, 1997, the City has contracted with Medical Mutual of Ohio to provide employee health care coverage. For 2001 the City's share of the monthly premium are \$613.96 for family coverage and \$227.37 for single coverage. As of May 1, 2000, dental insurance is also provided by the City to all employees through Guardian Life Insurance of America. For 2001 the City's share of the monthly premium are \$51.05 for family coverage and \$14.41 for single coverage.

**Note 15 - Capital Leases**

In prior years, the City entered into leases for the acquisition of equipment for the City's police department payable from the general fund. The leases meet the criteria of a capital lease as defined by Financial Accounting Standards No. 13 "Accounting for Leases" which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. General fixed assets acquired by lease have been capitalized in the general fixed asset account group in the amount of \$14,463 which represents the present value of the lease payments at the time of the acquisition. A corresponding liability was recorded in the general long-term obligations account group.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments.

	<u>Amount</u>
Total Minimum Lease Payments - 2003	\$3,486
Less: Amount representing interest	<u>356</u>
Present Value of Minimum Lease Payments	<u><u>\$3,130</u></u>

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

**Note 16 - Interfund Receivables and Payables**

Interfund balances at December 31, 2001, consist of the general fund having a interfund receivable of \$1,500,000 and the sanitary sewer enterprise fund having an interfund payable of the same amount.

**Note 17 - Note Obligations**

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

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
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	Outstanding 12/31/2000	Additions	Reductions	Outstanding 12/31/2001
Capital Improvements Capital Projects Fund:				
2001 4.25% Various Capital Improvements	\$2,500,000	\$1,500,000	\$2,500,000	\$1,500,000
2001 2.22% Municipal Court Capital Improvements	0	3,700,000	0	3,700,000
Total Capital Improvements Capital Projects Fund	2,500,000	5,200,000	2,500,000	5,200,000
Sewer Enterprise Fund				
2001 4.25%	450,000	0	450,000	0
<i>Total Notes</i>	<u>\$2,950,000</u>	<u>\$5,200,000</u>	<u>\$2,950,000</u>	<u>\$5,200,000</u>

All of the notes are backed by the full faith and credit of the City of Rocky River and mature within one year. The note liability is reflected in the fund which received the proceeds.

The notes are issued in anticipation of long-term bond financing and are refinanced until such bonds are issued.

**Note 18 - Long-Term Obligations**

The changes in long-term obligations during the year were as follows:

	Balance 12/31/00	Additions	Deletions	Balance 12/31/01
General Obligation Bonds:				
\$6,000,000 General Purpose 1994 5.275%	\$4,145,000	\$0	(310,000)	\$3,835,000
Special Assesment Bonds:				
\$360,000 Erosion Control (B) 2000 5.00%	360,000	0	(10,000)	350,000
\$605,000 Erosion Control 1998 4.75%	565,000	0	(20,000)	545,000
Total Special Assesment Bonds	925,000	0	(30,000)	895,000
Police and Fire Pension Liability 4.25%	755,686	0	(19,232)	736,454
Capital Leases	4,882	0	(1,752)	3,130
Compensated Absences	2,667,459	143,423	0	2,810,882
Intergovernmental Payable	332,787	462,782	(332,787)	462,782
Total General Long Term Obligations	8,830,814	606,205	(693,771)	8,743,248
Enterprise Fund:				
OWDA Loan 4.64%	293,132	48,462	(12,208)	329,386
<i>Total Debt</i>	<u>\$9,123,946</u>	<u>\$654,667</u>	<u>(\$705,979)</u>	<u>\$9,072,634</u>

General obligation bonds will be paid from money transferred to the debt service fund. The special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City. The police and fire pension liability will be paid from levied taxes in the police and fire pension

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
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special revenue funds. The capital lease will be paid from the general fund. Compensated absences will be paid from the fund from which the employees' salaries are paid. The intergovernmental payable represents contractually required pension contributions paid outside the available period and will be paid from the fund from which the person is paid. The City entered into contractual agreements for new construction loans from OWDA. Under the terms of these agreements, OWDA will reimburse, advance, or directly pay the construction costs of the approved projects. OWDA will capitalize administrative costs and construction interest and add them to the total amounts of the final loans. A line of credit has been established for the sewer loans; however, since the loans have not been finalized, repayment schedules are not included in the schedule of debt service requirements.

The City's overall legal debt margin was \$54,101,791 at December 31, 2001. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2001, are as follows:

	General Obligation Bonds	Special Assessment Bonds	Police and Fire Pension Liability
2002	\$527,090	\$75,338	\$51,146
2003	509,810	78,888	51,146
2004	497,530	82,200	51,146
2005	479,980	80,262	51,146
2006	467,430	78,313	51,146
2007-2011	1,845,100	362,088	255,730
2012-2016	897,480	312,275	255,730
2017-2021	0	260,712	199,699
2022-2026	0	122,075	100,695
2027-2031	0	0	100,695
2032-2036	0	0	24,522
Total	5,224,420	1,452,151	1,192,801
Less Interest	(1,389,420)	(557,151)	(456,347)
Principal	<u>\$3,835,000</u>	<u>\$895,000</u>	<u>\$736,454</u>

**Note 19 - Litigation**

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

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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**Note 20 - Jointly Governed Organizations**

***A. West Shore Council of Governments***

The West Shore Council of Governments helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the six participating entities. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. In 2001, the City contributed \$36,099 which represented 12.41 percent of total contributions.

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

***B. Tri-City Park***

The Tri-City Park provides a recreational park to the Cities of Rocky River, Westlake and Fairview Park. The park is governed by a board consisting of the elected mayors of the three cities. The board exercises total control over the operation of the park including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. In 2001, the City contributed \$1,000 which represented 33.3 percent of total contributions.

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

The S.A.F.E. Council of Governments was formed between municipalities to oppose changes to Cleveland Hopkins International Airport air traffic pattern. The Cities of Rocky River, Bay Village, Fairview Park and Westlake govern by a board consisting of the elected mayors. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. The City did not contribute to S.A.F.E. in 2001.

***D. West Shore Area Rescue Association***

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

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. In 2001, the City contributed \$600 which represented 8.3 percent of total contributions.

**City of Rocky River, Ohio**  
*Notes to the General Purpose Financial Statements*  
*For Year Ended December 31, 2001*

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**Note 21 - Contractual Commitments**

At December 31, 2001, the City's significant contractual commitments consisted of:

Project	Contract Amount	Amount Paid	Remaining on Contract
Center Ridge Widening	\$81,343	\$76,817	\$4,526
Resurfacing	1,436,957	1,162,313	274,644
Underground Storage Tanks	23,159	22,569	590
Televising Sewer	42,643	35,260	7,383
Professional Services	83,068	49,801	33,267
Fire Station Roof	1,173	0	1,173
Emergency Sewers Repairs	37,500	29,367	8,133
Elmwood Park Wetlands	9,880	8,362	1,518
Railroad Crossings	70,000	0	70,000
Sidewalk Paving	57,250	52,020	5,230
Gym and Memorial Hall	1,778,974	1,757,943	21,031
Court Facility	4,334,150	65,727	4,268,423
<i>Total</i>	<u>\$7,956,097</u>	<u>\$3,260,179</u>	<u>\$4,695,918</u>

**Note 22 - Fund Deficits**

At December 31, 2001, the capital improvement capital projects fund had a deficit fund balance of \$454,224 and the sewer enterprise fund had deficit retained earnings of \$1,738,277.

The deficit in the capital projects fund is the result of the issuance of short-term bond anticipation notes which are used to finance the projects until bonds are issued. Once bonds are issued and the liability is reported in the general long-term obligations account group rather than in the fund, the deficit fund balance will be eliminated.

The sewer enterprise fund deficit is due to the recognition of expenses on the accrual basis of accounting which are substantially greater than expenses recognized on the cash basis. The general fund is liable for any deficits in this fund and provides operating transfers when cash is required, not when accruals occur.

***COMBINING, INDIVIDUAL FUND  
AND ACCOUNT GROUP  
STATEMENTS AND SCHEDULES***

**General Fund**

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The general fund is used to account for financial resources traditionally associated with general governmental operations which are not required to be accounted for by another fund.

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**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Municipal Income Taxes	\$7,068,839	\$7,500,000	\$7,657,916	\$157,916
Property Taxes	3,083,254	3,298,395	3,323,540	25,145
Charges for Services	45,816	48,610	42,089	(6,521)
Fines, Fees and Permits	2,060,260	2,185,925	2,480,914	294,989
Intergovernmental	1,281,835	1,332,941	1,342,809	9,868
Interest	623,472	661,500	662,986	1,486
Other Local Taxes	75,401	80,000	88,731	8,731
Rentals	36,875	39,124	49,338	10,214
Other	65,453	68,500	223,782	155,282
<i>Total Revenues</i>	<u>14,341,205</u>	<u>15,214,995</u>	<u>15,872,105</u>	<u>657,110</u>
<b>Expenditures</b>				
Current:				
General Government:				
Council:				
Personal Services	63,721	62,386	62,156	230
Other	1,775	13,325	12,526	799
<b>Total Council</b>	<u>65,496</u>	<u>75,711</u>	<u>74,682</u>	<u>1,029</u>
Mayor:				
Personal Services	133,467	131,567	129,975	1,592
Capital Outlay	1,100	900	0	900
Other	5,850	6,050	4,696	1,354
<b>Total Mayor</b>	<u>140,417</u>	<u>138,517</u>	<u>134,671</u>	<u>3,846</u>
Finance Department:				
Personal Services	182,826	184,143	181,818	2,325
Capital Outlay	151,700	151,200	109,490	41,710
Other	74,400	86,173	71,435	14,738
<b>Total Finance Department</b>	<u>408,926</u>	<u>421,516</u>	<u>362,743</u>	<u>58,773</u>
Law Director:				
Personal Services	86,561	85,753	82,329	3,424
Other	126,025	126,025	102,096	23,929
<b>Total Law Director</b>	<u>212,586</u>	<u>211,778</u>	<u>184,425</u>	<u>27,353</u>
Other Executive Administration:				
Personal Services	66,808	66,169	65,098	1,071
Capital Outlay	538	538	538	0
Other	3,970	3,970	3,135	835
<b>Total Other Executive Administration</b>	<u>\$71,316</u>	<u>\$70,677</u>	<u>\$68,771</u>	<u>\$1,906</u>

(continued)



**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Boards and Commissions:</b>				
Personal Services	\$28,822	\$29,738	\$28,873	\$865
Other	20,200	51,150	37,541	13,609
<b>Total Boards and Commissions</b>	<b>49,022</b>	<b>80,888</b>	<b>66,414</b>	<b>14,474</b>
<b>Building Maintenance:</b>				
Personal Services	251,298	265,565	263,468	2,097
Capital Outlay	52,500	49,650	44,883	4,767
Other	241,500	250,725	220,732	29,993
<b>Total Building Maintenance</b>	<b>545,298</b>	<b>565,940</b>	<b>529,083</b>	<b>36,857</b>
<b>Municipal Courts:</b>				
Personal Services	1,389,965	1,389,405	1,315,271	74,134
Capital Outlay	9,500	5,500	1,326	4,174
Other	236,225	247,423	198,773	48,650
<b>Total Municipal Courts</b>	<b>1,635,690</b>	<b>1,642,328</b>	<b>1,515,370</b>	<b>126,958</b>
<b>Miscellaneous:</b>				
Capital Outlay	62,000	88,253	88,252	1
Other	495,889	547,274	444,668	102,606
<b>Total Miscellaneous</b>	<b>557,889</b>	<b>635,527</b>	<b>532,920</b>	<b>102,607</b>
<b>Total General Government</b>	<b>3,686,640</b>	<b>3,842,882</b>	<b>3,469,079</b>	<b>373,803</b>
<b>Security of Persons and Property:</b>				
<b>Police Department:</b>				
Personal Services	3,146,401	3,125,949	3,081,962	43,987
Capital Outlay	28,000	26,549	18,247	8,302
Other	261,135	276,667	241,496	35,171
<b>Total Police Department</b>	<b>3,435,536</b>	<b>3,429,165</b>	<b>3,341,705</b>	<b>87,460</b>
<b>Fire Department:</b>				
Personal Services	2,614,491	2,612,662	2,560,338	52,324
Capital Outlay	53,000	80,240	79,363	877
Other	133,870	168,699	163,688	5,011
<b>Total Fire Department</b>	<b>2,801,361</b>	<b>2,861,601</b>	<b>2,803,389</b>	<b>58,212</b>
<b>Police on Patrol Arresting Speeders:</b>				
Personal Services	50,140	69,547	60,464	9,083
Other	32,500	27,820	27,816	4
<b>Total Police on Patrol Arresting Speeders</b>	<b>82,640</b>	<b>97,367</b>	<b>88,280</b>	<b>9,087</b>
<b>Street Lighting:</b>				
Other	\$225,000	\$355,000	\$320,475	\$34,525

(continued)

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Administrative Support:				
Personal Services	\$66,808	\$66,169	\$65,097	\$1,072
Capital Outlay	537	537	537	0
Other	3,970	3,970	3,135	835
<b>Total Administrative Support</b>	<u>71,315</u>	<u>70,676</u>	<u>68,769</u>	<u>1,907</u>
<b>Total Security of Persons and Property</b>	<u>6,615,852</u>	<u>6,813,809</u>	<u>6,622,618</u>	<u>191,191</u>
Public Health and Welfare:				
County Health Board:				
Other	60,210	60,210	60,210	0
Transportation:				
Equipment Repair and Garage:				
Personal Services	434,264	430,077	423,390	6,687
Capital Outlay	8,000	13,100	6,951	6,149
Other	116,575	140,979	109,642	31,337
<b>Total Transportation</b>	<u>558,839</u>	<u>584,156</u>	<u>539,983</u>	<u>44,173</u>
Community Environment:				
Community Development:				
Personal Services	498,980	518,083	496,851	21,232
Capital Outlay	6,600	4,600	2,766	1,834
Other	44,900	55,475	42,918	12,557
<b>Total Community Development</b>	<u>550,480</u>	<u>578,158</u>	<u>542,535</u>	<u>35,623</u>
Economic Development:				
Personal Services	57,700	25,700	0	25,700
Capital Outlay	200	200	0	200
Other	600	600	0	600
<b>Total Economic Development</b>	<u>58,500</u>	<u>26,500</u>	<u>0</u>	<u>26,500</u>
<b>Total Community Environment</b>	<u>\$608,980</u>	<u>\$604,658</u>	<u>\$542,535</u>	<u>\$62,123</u>

(continued)

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Leisure Time Activities:				
Parks Department:				
Personal Services	\$277,551	\$277,109	\$249,064	\$28,045
Capital Outlay	11,000	7,325	6,546	779
Other	86,900	113,973	89,135	24,838
Total Leisure Time Activities	<u>375,451</u>	<u>398,407</u>	<u>344,745</u>	<u>53,662</u>
<i>Total Expenditures</i>	<u>11,905,972</u>	<u>12,304,122</u>	<u>11,579,170</u>	<u>724,952</u>
<i>Excess of Revenues Over Expenditures</i>	<u>2,435,233</u>	<u>2,910,873</u>	<u>4,292,935</u>	<u>1,382,062</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Fixed Assets	0	0	25,689	25,689
Advances In	380,000	380,000	380,000	0
Advances Out	(1,295,000)	(1,500,000)	(1,500,000)	0
Operating Transfers In	299,999	299,999	300,999	1,000
Operating Transfers Out	(4,014,626)	(4,014,626)	(4,014,626)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(4,629,627)</u>	<u>(4,834,627)</u>	<u>(4,807,938)</u>	<u>26,689</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(2,194,394)</u>	<u>(1,923,754)</u>	<u>(515,003)</u>	<u>1,408,751</u>
<i>Fund Balance Beginning of Year</i>	3,940,715	3,940,715	3,940,715	0
<i>Prior Year Encumbrances Appropriated</i>	<u>104,745</u>	<u>104,745</u>	<u>104,745</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,851,066</u></u>	<u><u>\$2,121,706</u></u>	<u><u>\$3,530,457</u></u>	<u><u>\$1,408,751</u></u>

## Special Revenue Funds

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

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*Street Repair and Maintenance Fund* - Required by the Ohio Revised Code to account for State gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

*Fire Levy Fund* - This fund accounts for a voted real estate tax operating levy which pays for the accrued past service liability for fire disability and pension benefits.

*Police Levy Fund* - This fund accounts for a voted real estate tax operating levy which pays for the accrued past service liability for police disability and pension benefits.

*State Highway Fund* - Required by the Ohio Revised Code to account for State gasoline tax and motor vehicle registration fees designated for the maintenance of state highways within the City.

*Motor Vehicle License Tax Fund* - Required by the Ohio Revised Code to account for monies received from Cuyahoga County for the maintenance of public roads, highways, streets and bridges within the City.

*Law Enforcement Trust Fund* - Required by the Ohio Revised Code to account for monies received from the Federal Law Enforcement Agencies designated for law enforcement related purposes.

*Marine Patrol Fund* - To account for monies received from the State and general fund subsidies used for the operation of the City's police boat.

*Recreation Center Fund* - To account for membership fees, program fees, general fund subsidies and levied property tax revenue used for the operation and maintenance of the Rec-Center.

*Office on Aging Fund* - To account for levied property tax revenue and general fund subsidies used for the operation of the Senior Center.

*Indigent Driver Alcohol Treatment Fund* - Required by the Ohio Revised Code to account for 50 percent of fines received by the City for convictions related to persons whose drivers license was suspended for driving under the influence of alcohol.

*Enforcement and Education Fund* - To account for fines imposed under Section 4511.99 (A) of the Ohio Revised Code. These monies are used to pay costs incurred in enforcing Section 4511.99 of the Ohio Revised Code, and to educate the public about laws governing the operation of a motor vehicle under the influence of alcohol and the danger thereof.

*Municipal Probation Services Fund* - To account for specific court costs used to maintain ongoing probation services.

*Refuse and Recycling Fund* - To account for levied property tax revenue and general fund subsidies used for the recycling program, as well as the collection and hauling of rubbish.

*Community Impacts Fund* - To account for monies received from a railroad company to be used for costs resulting from increased usage of the Nickel Plate railroad line.

**Special Revenue Funds (continued)**

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*Community Diversion Program Fund* - To account for monies received from Cuyahoga County to be used to help divert youth who are first time offenders of misdemeanor offenses from formal court action and to establish or expand community policing programs.

*Youth Adult Alcohol Diversion Fund* - To account for monies received from the Rocky River Municipal Court to be used to help educate and assist eligible offenders change their alcohol behaviors.

**City of Rocky River, Ohio**  
*Combining Balance Sheet*  
*All Special Revenue Funds*  
*December 31, 2001*

	<u>Street Repair and Maintenance</u>	<u>Fire Levy</u>	<u>Police Levy</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$249,687	\$21,952	\$17,336
Receivables:			
Taxes	0	169,093	169,093
Accounts	0	0	0
Intergovernmental	214,977	9,208	9,208
Materials and Supplies Inventory	<u>104,462</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$569,126</u></u>	<u><u>\$200,253</u></u>	<u><u>\$195,637</u></u>
<b>Liabilities</b>			
Accounts Payable	\$4,209	\$0	\$0
Contracts Payable	0	0	0
Accrued Wages and Benefits	13,571	0	0
Compensated Absences Payable	6,093	0	0
Intergovernmental Payable	4,323	0	0
Deferred Revenue	<u>181,565</u>	<u>178,301</u>	<u>178,301</u>
<i>Total Liabilities</i>	<u>209,761</u>	<u>178,301</u>	<u>178,301</u>
<b>Fund Equity</b>			
Fund Balances:			
Reserved for Encumbrances	29,983	0	0
Reserved for Inventory	104,462	0	0
Unreserved, Undesignated	<u>224,920</u>	<u>21,952</u>	<u>17,336</u>
<i>Total Fund Equity</i>	<u>359,365</u>	<u>21,952</u>	<u>17,336</u>
 <i>Total Liabilities and Fund Equity</i>	 <u><u>\$569,126</u></u>	 <u><u>\$200,253</u></u>	 <u><u>\$195,637</u></u>

<u>State Highway</u>	<u>Motor Vehicle License Tax</u>	<u>Law Enforcement Trust</u>	<u>Marine Patrol</u>	<u>Recreation Center</u>	<u>Office on Aging</u>
\$20,560	\$66,485	\$399	\$12,501	\$398,428	\$449,399
0	0	0	0	281,821	281,821
0	0	0	0	0	0
17,431	21,781	0	0	15,346	15,346
0	0	0	0	7,023	35,572
<u>\$37,991</u>	<u>\$88,266</u>	<u>\$399</u>	<u>\$12,501</u>	<u>\$702,618</u>	<u>\$782,138</u>
\$0	\$4,643	\$0	\$0	\$46,126	\$13,234
0	0	0	0	950	0
0	3,402	0	0	14,810	7,330
0	1,943	0	0	2,471	2,075
0	1,079	0	227	7,463	3,265
14,722	18,896	0	0	297,167	297,167
14,722	29,963	0	227	368,987	323,071
0	1,539	0	0	33,174	6,852
0	0	0	0	7,023	35,572
23,269	56,764	399	12,274	293,434	416,643
23,269	58,303	399	12,274	333,631	459,067
<u>\$37,991</u>	<u>\$88,266</u>	<u>\$399</u>	<u>\$12,501</u>	<u>\$702,618</u>	<u>\$782,138</u>

(continued)

**City of Rocky River, Ohio**  
*Combining Balance Sheet*  
*All Special Revenue Funds (continued)*  
*December 31, 2001*

	<u>Indigent Driver Alcohol Treatment</u>	<u>Enforcement and Education</u>	<u>Municipal Probation Services</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$67,396	\$16,916	\$252,749
Receivables:			
Taxes	0	0	0
Accounts	1,671	335	3,509
Intergovernmental	0	0	0
Materials and Supplies Inventory	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$69,067</u></u>	<u><u>\$17,251</u></u>	<u><u>\$256,258</u></u>
<b>Liabilities</b>			
Accounts Payable	\$2,525	\$0	\$255
Contracts Payable	0	0	0
Accrued Wages	0	0	0
Compensated Absences Payable	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u><u>2,525</u></u>	<u><u>0</u></u>	<u><u>255</u></u>
<b>Fund Equity</b>			
Fund Balances:			
Reserved for Encumbrances	0	0	0
Reserved for Inventory	0	0	0
Unreserved, Undesignated	<u>66,542</u>	<u>17,251</u>	<u>256,003</u>
<i>Total Fund Equity</i>	<u><u>66,542</u></u>	<u><u>17,251</u></u>	<u><u>256,003</u></u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$69,067</u></u>	<u><u>\$17,251</u></u>	<u><u>\$256,258</u></u>



<u>Refuse and Recycling</u>	<u>Community Impacts</u>	<u>Community Diversion Program</u>	<u>Youth Adult Alcohol Diversion</u>	<u>Totals</u>
\$244,191	\$3,312	\$5,215	\$5,720	\$1,832,246
563,644	0	0	0	1,465,472
0	0	0	875	6,390
30,692	0	0	0	333,989
0	0	0	0	147,057
<u>\$838,527</u>	<u>\$3,312</u>	<u>\$5,215</u>	<u>\$6,595</u>	<u>\$3,785,154</u>
\$36,201	\$0	\$2,690	\$0	\$109,883
0	0	0	0	950
14,684	0	0	0	53,797
5,201	0	0	0	17,783
3,889	0	26	0	20,272
594,336	0	0	0	1,760,455
<u>654,311</u>	<u>0</u>	<u>2,716</u>	<u>0</u>	<u>1,963,140</u>
10,225	0	47	0	81,820
0	0	0	0	147,057
<u>173,991</u>	<u>3,312</u>	<u>2,452</u>	<u>6,595</u>	<u>1,593,137</u>
<u>184,216</u>	<u>3,312</u>	<u>2,499</u>	<u>6,595</u>	<u>1,822,014</u>
<u>\$838,527</u>	<u>\$3,312</u>	<u>\$5,215</u>	<u>\$6,595</u>	<u>\$3,785,154</u>

**City of Rocky River, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Special Revenue Funds  
For the Year Ended December 31, 2001*

	Street Repair and Maintenance	Fire Levy	Police Levy
<b>Revenues</b>			
Property Taxes	\$0	\$158,264	\$158,264
Charges for Services	0	0	0
Fines, Fees and Permits	0	0	0
Intergovernmental	433,077	21,141	21,141
Rentals	0	0	0
Other	0	0	0
<i>Total Revenues</i>	<u>433,077</u>	<u>179,405</u>	<u>179,405</u>
<b>Expenditures</b>			
Current:			
Security of Persons and Property	0	0	2,025
Public Health and Welfare	0	0	0
Transportation	1,167,699	0	0
Basic Utility Services	0	0	0
Leisure Time Activities	0	0	0
Debt Service:			
Principal Retirement	0	5,251	13,981
Interest and Fiscal Charges	0	14,888	17,027
<i>Total Expenditures</i>	<u>1,167,699</u>	<u>20,139</u>	<u>33,033</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(734,622)</u>	<u>159,266</u>	<u>146,372</u>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	796,000	0	0
Operating Transfers Out	<u>(95,957)</u>	<u>(155,000)</u>	<u>(146,000)</u>
<i>Total Other Financing Sources (Uses)</i>	<u>700,043</u>	<u>(155,000)</u>	<u>(146,000)</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(34,579)	4,266	372
<i>Fund Balances Beginning of Year</i>	344,340	17,686	16,964
Increase in Reserve for Inventory	<u>49,604</u>	<u>0</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u><u>\$359,365</u></u>	<u><u>\$21,952</u></u>	<u><u>\$17,336</u></u>

State Highway	Motor Vehicle License Tax	Law Enforcement Trust	Marine Patrol	Recreation Center	Office on Aging
\$0	\$0	\$0	\$0	\$263,773	\$263,773
0	0	0	0	1,096,564	490,799
0	0	834	0	0	0
35,115	42,060	0	30,000	35,235	35,235
0	0	0	0	9,395	0
0	0	0	0	0	1,462
<u>35,115</u>	<u>42,060</u>	<u>834</u>	<u>30,000</u>	<u>1,404,967</u>	<u>791,269</u>
0	0	4,804	73,142	0	0
0	0	0	0	0	983,069
37,320	289,765	0	0	0	0
0	0	0	0	0	0
0	0	0	0	2,143,421	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>37,320</u>	<u>289,765</u>	<u>4,804</u>	<u>73,142</u>	<u>2,143,421</u>	<u>983,069</u>
<u>(2,205)</u>	<u>(247,705)</u>	<u>(3,970)</u>	<u>(43,142)</u>	<u>(738,454)</u>	<u>(191,800)</u>
0	275,000	0	30,000	627,500	475,000
0	(31,986)	0	0	0	(150,000)
0	243,014	0	30,000	627,500	325,000
(2,205)	(4,691)	(3,970)	(13,142)	(110,954)	133,200
25,474	62,994	4,369	25,416	441,814	324,402
0	0	0	0	2,771	1,465
<u>\$23,269</u>	<u>\$58,303</u>	<u>\$399</u>	<u>\$12,274</u>	<u>\$333,631</u>	<u>\$459,067</u>

(continued)

**City of Rocky River, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Special Revenue Funds (continued)  
For the Year Ended December 31, 2001*

	Indigent Driver Alcohol Treatment	Enforcement and Education	Municipal Probation Services
<b>Revenues</b>			
Property Taxes	\$0	\$0	\$0
Charges for Services	0	0	0
Fines, Fees and Permits	44,558	5,551	52,808
Intergovernmental	0	0	0
Rentals	0	0	0
Other	0	0	0
<i>Total Revenues</i>	<u>44,558</u>	<u>5,551</u>	<u>52,808</u>
<b>Expenditures</b>			
Current:			
Security of Persons and Property	20,169	2,876	3,344
Public Health and Welfare	0	0	0
Transportation	0	0	0
Basic Utility Services	0	0	0
Leisure Time Activities	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>20,169</u>	<u>2,876</u>	<u>3,344</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>24,389</u>	<u>2,675</u>	<u>49,464</u>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	24,389	2,675	49,464
<i>Fund Balances Beginning of Year</i>	42,153	14,576	206,539
Increase in Reserve for Inventory	0	0	0
<i>Fund Balances End of Year</i>	<u><u>\$66,542</u></u>	<u><u>\$17,251</u></u>	<u><u>\$256,003</u></u>

<u>Refuse and Recycling</u>	<u>Community Impacts</u>	<u>Community Diversion Program</u>	<u>Youth Adult Alcohol Diversion</u>	<u>Totals</u>
\$527,546	\$0	\$0	\$0	\$1,371,620
56,511	0	0	0	1,643,874
0	0	9,400	6,595	119,746
70,470	0	0	0	723,474
0	0	0	0	9,395
2,807	0	0	0	4,269
<u>657,334</u>	<u>0</u>	<u>9,400</u>	<u>6,595</u>	<u>3,872,378</u>
0	0	7,748	0	114,108
0	0	0	0	983,069
0	0	0	0	1,494,784
1,246,307	0	0	0	1,246,307
0	0	0	0	2,143,421
0	0	0	0	19,232
0	0	0	0	31,915
<u>1,246,307</u>	<u>0</u>	<u>7,748</u>	<u>0</u>	<u>6,032,836</u>
<u>(588,973)</u>	<u>0</u>	<u>1,652</u>	<u>6,595</u>	<u>(2,160,458)</u>
735,000	0	0	0	2,938,500
<u>(95,957)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(674,900)</u>
<u>639,043</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,263,600</u>
50,070	0	1,652	6,595	103,142
134,146	3,312	847	0	1,665,032
0	0	0	0	53,840
<u>\$184,216</u>	<u>\$3,312</u>	<u>\$2,499</u>	<u>\$6,595</u>	<u>\$1,822,014</u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Street Repair and Maintenance Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental	\$394,000	\$429,400	\$433,822	\$4,422
<b>Expenditures</b>				
Current:				
Transportation:				
Street Repair and Maintenance:				
Personal Services	880,605	892,700	865,731	26,969
Capital Outlay	45,000	31,217	27,658	3,559
Other	253,000	376,275	344,007	32,268
<i>Total Expenditures</i>	1,178,605	1,300,192	1,237,396	62,796
<i>Excess of Revenues Under Expenditures</i>	(784,605)	(870,792)	(803,574)	67,218
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	796,000	796,000	796,000	0
Operating Transfers Out	(95,957)	(95,957)	(95,957)	0
<i>Total Other Financing Sources (Uses)</i>	700,043	700,043	700,043	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(84,562)	(170,749)	(103,531)	67,218
<i>Fund Balance Beginning of Year</i>	280,249	280,249	280,249	0
<i>Prior Year Encumbrances Appropriated</i>	38,977	38,977	38,977	0
<i>Fund Balance End of Year</i>	\$234,664	\$148,477	\$215,695	\$67,218

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fire Levy Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property Taxes	\$156,460	\$157,066	\$158,264	\$1,198
Intergovernmental	21,141	21,141	21,141	0
<i>Total Revenues</i>	177,601	178,207	179,405	1,198
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Fire:				
Other	20,139	20,139	20,139	0
<i>Excess of Revenues Over Expenditures</i>	157,462	158,068	159,266	1,198
<b>Other Financing Uses</b>				
Operating Transfers Out	(155,000)	(155,000)	(155,000)	0
<i>Excess of Revenues Over Expenditures and Other Financing Uses</i>	2,462	3,068	4,266	1,198
<i>Fund Balance Beginning of Year</i>	17,687	17,687	17,687	0
<i>Fund Balance End of Year</i>	<u>\$20,149</u>	<u>\$20,755</u>	<u>\$21,953</u>	<u>\$1,198</u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Police Levy Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property Taxes	\$156,460	\$157,066	\$158,264	\$1,198
Intergovernmental	21,141	21,141	21,141	0
<i>Total Revenues</i>	177,601	178,207	179,405	1,198
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Police:				
Other	33,034	33,034	33,033	1
<i>Excess of Revenues Over Expenditures</i>	144,567	145,173	146,372	1,199
<b>Other Financing Uses</b>				
Operating Transfers Out	(146,000)	(146,000)	(146,000)	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(1,433)	(827)	372	1,199
<i>Fund Balance Beginning of Year</i>	16,964	16,964	16,964	0
<i>Fund Balance End of Year</i>	<u>\$15,531</u>	<u>\$16,137</u>	<u>\$17,336</u>	<u>\$1,199</u>



**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*State Highway Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>				
Intergovernmental	\$35,000	\$34,810	\$35,175	\$365
<b>Expenditures</b>				
Current:				
Transportation:				
State Highway:				
Other	45,000	55,216	37,320	17,896
<i>Excess of Revenues Under Expenditures</i>	(10,000)	(20,406)	(2,145)	18,261
<i>Fund Balance Beginning of Year</i>	12,489	12,489	12,489	0
<i>Prior Year Encumbrances Appropriated</i>	10,216	10,216	10,216	0
<i>Fund Balance End of Year</i>	\$12,705	\$2,299	\$20,560	\$18,261

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Motor Vehicle License Tax Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$55,000	\$42,900	\$42,162	(\$738)
<b>Expenditures</b>				
Current:				
Transportation:				
Motor Vehicle License Tax:				
Personal Services	227,040	224,040	221,067	2,973
Capital Outlay	10,500	10,412	563	9,849
Other	62,900	77,476	69,685	7,791
<i>Total Expenditures</i>	<u>300,440</u>	<u>311,928</u>	<u>291,315</u>	<u>20,613</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(245,440)</u>	<u>(269,028)</u>	<u>(249,153)</u>	<u>19,875</u>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	275,000	275,000	275,000	0
Operating Transfers Out	(31,986)	(31,986)	(31,986)	0
<i>Total Other Financing Sources (Uses)</i>	<u>243,014</u>	<u>243,014</u>	<u>243,014</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(2,426)	(26,014)	(6,139)	19,875
<i>Fund Balance Beginning of Year</i>	64,137	64,137	64,137	0
<i>Prior Year Encumbrances Appropriated</i>	4,488	4,488	4,488	0
<i>Fund Balance End of Year</i>	<u><u>\$66,199</u></u>	<u><u>\$42,611</u></u>	<u><u>\$62,486</u></u>	<u><u>\$19,875</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Law Enforcement Trust Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Fines, Fees and Permits	\$1,145	\$1,340	\$834	(\$506)
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Law Enforcement Trust:				
Materials and Supplies	4,350	4,837	4,804	33
<i>Excess of Revenues Under Expenditures</i>	(3,205)	(3,497)	(3,970)	(473)
<i>Fund Balance Beginning of Year</i>	4,182	4,182	4,182	0
<i>Prior Year Encumbrances Appropriated</i>	187	187	187	0
<i>Fund Balance End of Year</i>	\$1,164	\$872	\$399	(\$473)

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Marine Patrol Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$35,000	\$30,000	\$30,000	\$0
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Marine Patrol:				
Personal Services	43,619	45,119	44,591	528
Capital Outlay	11,000	12,175	12,167	8
Other	18,755	17,780	16,764	1,016
<i>Total Expenditures</i>	<u>73,374</u>	<u>75,074</u>	<u>73,522</u>	<u>1,552</u>
<i>Excess of Revenues Under Expenditures</i>	(38,374)	(45,074)	(43,522)	1,552
<b>Other Financing Sources</b>				
Operating Transfers In	30,000	30,000	30,000	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(8,374)	(15,074)	(13,522)	1,552
<i>Fund Balance Beginning of Year</i>	<u>26,023</u>	<u>26,023</u>	<u>26,023</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$17,649</u></u>	<u><u>\$10,949</u></u>	<u><u>\$12,501</u></u>	<u><u>\$1,552</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Recreation Center Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>				
Property Taxes	\$288,533	\$261,777	\$263,773	\$1,996
Charges for Services	1,294,893	1,187,885	1,097,740	(90,145)
Intergovernmental	35,235	35,235	35,235	0
Rental	0	0	9,395	9,395
<i>Total Revenues</i>	1,618,661	1,484,897	1,406,143	(78,754)
<b>Expenditures</b>				
Current:				
Leisure Time Activities:				
Recreation Center:				
Personal Services	1,455,814	1,426,091	1,278,324	147,767
Capital Outlay	66,400	72,664	59,236	13,428
Other	799,875	918,410	837,751	80,659
<i>Total Expenditures</i>	2,322,089	2,417,165	2,175,311	241,854
<i>Excess of Revenues Under Expenditures</i>	(703,428)	(932,268)	(769,168)	163,100
<b>Other Financing Sources</b>				
Operating Transfers In	627,500	627,500	627,500	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(75,928)	(304,768)	(141,668)	163,100
<i>Fund Balance Beginning of Year</i>	406,711	406,711	406,711	0
<i>Prior Year Encumbrances Appropriated</i>	84,576	84,576	84,576	0
<i>Fund Balance End of Year</i>	\$415,359	\$186,519	\$349,619	\$163,100

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Office on Aging Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>				
Property Taxes	\$249,932	\$261,777	\$263,773	\$1,996
Charges for Services	453,503	472,340	490,799	18,459
Intergovernmental	35,235	35,235	35,235	0
Other	1,176	1,225	1,574	349
<i>Total Revenues</i>	739,846	770,577	791,381	20,804
<b>Expenditures</b>				
Current:				
Public Health and Welfare:				
Office on Aging:				
Personal Services	525,080	521,080	517,032	4,048
Capital Outlay	19,500	21,000	14,311	6,689
Other	505,860	540,945	462,876	78,069
<i>Total Expenditures</i>	1,050,440	1,083,025	994,219	88,806
<i>Excess of Revenues Under Expenditures</i>	(310,594)	(312,448)	(202,838)	109,610
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	475,000	475,000	475,000	0
Operating Transfers Out	(150,000)	(150,000)	(150,000)	0
<i>Total Other Financing Sources (Uses)</i>	325,000	325,000	325,000	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	14,406	12,552	122,162	109,610
<i>Fund Balance Beginning of Year</i>	290,601	290,601	290,601	0
<i>Prior Year Encumbrances Appropriated</i>	22,575	22,575	22,575	0
<i>Fund Balance End of Year</i>	\$327,582	\$325,728	\$435,338	\$109,610

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Indigent Driver Alcohol Treatment Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Fines, Fees and Permits	\$36,690	\$42,580	\$42,887	\$307
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Indigent Driver Alcohol Treatment:				
Other	<u>48,950</u>	<u>51,450</u>	<u>24,448</u>	<u>27,002</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(12,260)	(8,870)	18,439	27,309
<i>Fund Balance Beginning of Year</i>	46,457	46,457	46,457	0
<i>Prior Year Encumbrances Appropriated</i>	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$36,697</u></u>	<u><u>\$40,087</u></u>	<u><u>\$67,396</u></u>	<u><u>\$27,309</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Enforcement and Education Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines, Fees and Permits	\$4,835	\$5,560	\$5,216	(\$344)
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Enforcement and Education:				
Capital Outlay	2,891	2,891	2,876	15
Other	11,684	11,684	0	11,684
<i>Total Expenditures</i>	<u>14,575</u>	<u>14,575</u>	<u>2,876</u>	<u>11,699</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(9,740)	(9,015)	2,340	11,355
<i>Fund Balance Beginning of Year</i>	<u>14,576</u>	<u>14,576</u>	<u>14,576</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,836</u></u>	<u><u>\$5,561</u></u>	<u><u>\$16,916</u></u>	<u><u>\$11,355</u></u>



**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Municipal Probation Services Fund*  
*For the Year Ended December 31, 2001*

	<u>Budget Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines, Fees and Permits	<u>\$49,500</u>	<u>\$55,115</u>	<u>\$49,299</u>	<u>(\$5,816)</u>
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Municipal Probation Services:				
Personal Services	6,913	6,913	0	6,913
Other	<u>35,000</u>	<u>35,000</u>	<u>3,632</u>	<u>31,368</u>
<i>Total Expenditures</i>	<u>41,913</u>	<u>41,913</u>	<u>3,632</u>	<u>38,281</u>
<i>Excess of Revenues Over Expenditures</i>	7,587	13,202	45,667	32,465
<i>Fund Balance Beginning of Year</i>	<u>207,082</u>	<u>207,082</u>	<u>207,082</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$214,669</u></u>	<u><u>\$220,284</u></u>	<u><u>\$252,749</u></u>	<u><u>\$32,465</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Refuse and Recycling Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Budget	Actual	
<b>Revenues</b>				
Property Taxes	\$579,231	\$523,555	\$527,546	\$3,991
Charges for Services	68,746	62,855	56,511	(6,344)
Intergovernmental	70,470	70,470	70,470	0
Other	1,444	1,320	2,807	1,487
<i>Total Revenues</i>	719,891	658,200	657,334	(866)
<b>Expenditures</b>				
Current:				
Basic Utility Services:				
Refuse and Recycling:				
Personal Services	807,844	807,344	798,046	9,298
Capital Outlay	3,000	3,000	2,715	285
Other	502,200	573,333	547,304	26,029
<i>Total Expenditures</i>	1,313,044	1,383,677	1,348,065	35,612
<i>Excess of Revenues Under Expenditures</i>	(593,153)	(725,477)	(690,731)	34,746
<b>Other Financing Sources (Uses)</b>				
Operating Transfers In	735,000	735,000	735,000	0
Operating Transfers Out	(95,957)	(95,957)	(95,957)	0
<i>Total Other Financing Sources (Uses)</i>	639,043	639,043	639,043	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	45,890	(86,434)	(51,688)	34,746
<i>Fund Balance Beginning of Year</i>	234,348	234,348	234,348	0
Prior Year Encumbrances Appropriated	20,568	20,568	20,568	0
<i>Fund Balance End of Year</i>	\$300,806	\$168,482	\$203,228	\$34,746

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Community Impacts Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
Basic Utility Services:				
Community Impacts:				
Other	3,000	3,000	0	3,000
<i>Excess of Revenues Under Expenditures</i>	(3,000)	(3,000)	0	3,000
<i>Fund Balance Beginning of Year</i>	3,312	3,312	3,312	0
<i>Fund Balance End of Year</i>	\$312	\$312	\$3,312	\$3,000

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Community Diversion Program Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines, Fees and Permits	\$12,000	\$9,400	\$9,400	\$0
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Commercial Diver Program:				
Personal Services	7,000	7,000	4,873	2,127
Capital Outlay	0	2,850	2,849	1
Other	1,400	397	47	350
<i>Total Expenditures</i>	<u>8,400</u>	<u>10,247</u>	<u>7,769</u>	<u>2,478</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	3,600	(847)	1,631	2,478
<i>Fund Balance Beginning of Year</i>	<u>847</u>	<u>847</u>	<u>847</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,447</u></u>	<u><u>\$0</u></u>	<u><u>\$2,478</u></u>	<u><u>\$2,478</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Youth Adult Alcohol Diversion Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines, Fees and Permits	\$5,720	\$5,720	\$5,720	\$0
<b>Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	5,720	5,720	5,720	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$5,720</u></u>	<u><u>\$5,720</u></u>	<u><u>\$5,720</u></u>	<u><u>\$0</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balances - Budget (Non-GAAP Basis) and Actual*  
*All Special Revenue Funds*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Budget	Actual	
<b>Revenues</b>				
Property and Other Local Taxes	\$1,430,616	\$1,361,241	\$1,371,620	\$10,379
Charges for Services	1,817,142	1,723,080	1,645,050	(78,030)
Fines, Fees and Permits	109,890	119,715	113,356	(6,359)
Intergovernmental	702,222	720,332	724,381	4,049
Rental	0	0	9,395	9,395
Other	2,620	2,545	4,381	1,836
<i>Total Revenues</i>	4,062,490	3,926,913	3,868,183	(58,730)
<b>Expenditures</b>				
Security of Persons and Property:				
Fire Levy Fund	20,139	20,139	20,139	0
Police Levy Fund	33,034	33,034	33,033	1
Law Enforcement Trust Fund	4,350	4,837	4,804	33
Marine Patrol Fund	73,374	75,074	73,522	1,552
Indigent Driver Alcohol Treatment Fund	48,950	51,450	24,448	27,002
Enforcement and Education Fund	14,575	14,575	2,876	11,699
Municipal Probation Services Fund	41,913	41,913	3,632	38,281
Community Diversion Program Fund	8,400	10,247	7,769	2,478
<i>Total Security of Persons and Property</i>	244,735	251,269	170,223	81,046
Public Health and Welfare:				
Office on Aging Fund	1,050,440	1,083,025	994,219	88,806
Transportation:				
Street Repair and Maintenance Fund	1,178,605	1,300,192	1,237,396	62,796
State Highway Fund	45,000	55,216	37,320	17,896
Motor Vehicle License Tax Fund	300,440	311,928	291,315	20,613
<i>Total Transportation</i>	1,524,045	1,667,336	1,566,031	101,305
Basic Utility Services:				
Refuse and Recycling Fund	1,313,044	1,383,677	1,348,065	35,612
Community Impacts Fund	3,000	3,000	0	3,000
<i>Total Basic Utility Services</i>	1,316,044	1,386,677	1,348,065	38,612
Leisure Time Activities:				
Recreation Center Fund	2,322,089	2,417,165	2,175,311	241,854
<i>Total Expenditures</i>	6,457,353	6,805,472	6,253,849	551,623
<i>Excess of Revenues Under Expenditures</i>	(\$2,394,863)	(\$2,878,559)	(\$2,385,666)	\$492,893

(continued)

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balances - Budget (Non-GAAP Basis) and Actual*  
*All Special Revenue Funds (continued)*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Revised Budget	Actual	
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	\$2,938,500	\$2,938,500	\$2,938,500	\$0
Operating Transfers Out	(674,900)	(674,900)	(674,900)	0
<i>Total Other Financing Sources (Uses)</i>	2,263,600	2,263,600	2,263,600	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(131,263)	(614,959)	(122,066)	492,893
<i>Fund Balances Beginning of Year</i>	1,625,665	1,625,665	1,625,665	0
Prior Year Encumbrances Appropriated	184,087	184,087	184,087	0
<i>Fund Balances End of Year</i>	\$1,678,489	\$1,194,793	\$1,687,686	\$492,893

## Debt Service Funds

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The debt service funds are used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest, and related costs.

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*General Obligation Bond Retirement Fund* - To account for transfers in that are utilized for the repayment of general obligation bonds of the City.

*Special Assessment Bond Retirement Fund* - To account for the collection of special assessments levied against the benefitted properties for the payment of special assessment bonds and related interest.



**City of Rocky River, Ohio**

*Combining Balance Sheet*

*All Debt Service Funds*

*December 31, 2001*

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Totals
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$114,415	\$13,285	\$127,700
Cash and Cash Equivalents with Fiscal Agents	5,000	0	5,000
Special Assessments Receivable	0	1,460,223	1,460,223
<i>Total Assets</i>	<u>\$119,415</u>	<u>\$1,473,508</u>	<u>\$1,592,923</u>
<b>Liabilities</b>			
Deferred Revenue	\$0	\$1,460,223	\$1,460,223
Matured Bonds Payable	5,000	0	5,000
<i>Total Liabilities</i>	5,000	1,460,223	1,465,223
<b>Fund Equity</b>			
Fund Balances:			
Unreserved, Undesignated	114,415	13,285	127,700
<i>Total Liabilities and Fund Equity</i>	<u>\$119,415</u>	<u>\$1,473,508</u>	<u>\$1,592,923</u>

**City of Rocky River, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Debt Service Funds  
For the Year Ended December 31, 2001*

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Totals
<b>Revenues</b>			
Special Assessments	\$0	\$71,762	\$71,762
<b>Expenditures</b>			
Debt Service:			
Principal Retirement	310,000	30,000	340,000
Interest and Fiscal Charges	223,830	52,689	276,519
<i>Total Expenditures</i>	533,830	82,689	616,519
<i>Excess of Revenues Under Expenditures</i>	(533,830)	(10,927)	(544,757)
<b>Other Financing Sources</b>			
Operating Transfers In	533,830	12,154	545,984
<i>Excess of Revenues and Other Financing Sources Over Expenditures</i>	0	1,227	1,227
<i>Fund Balances Beginning of Year</i>	114,415	12,058	126,473
<i>Fund Balances End of Year</i>	<u>\$114,415</u>	<u>\$13,285</u>	<u>\$127,700</u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Obligation Bond Retirement Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Actual Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Expenditures</b>				
Debt Service:				
Principal Retirement:				
Recreation Center	310,000	310,000	310,000	0
Interest and Fiscal Charges:				
Recreation Center	223,830	223,830	223,830	0
<i>Total Expenditures</i>	533,830	533,830	533,830	0
<i>Excess of Revenues Under Expenditures</i>	(533,830)	(533,830)	(533,830)	0
<b>Other Financing Sources</b>				
Operating Transfers In	533,830	533,830	533,830	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	114,415	114,415	114,415	0
<i>Fund Balance End of Year</i>	\$114,415	\$114,415	\$114,415	\$0

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Special Assessment Bond Retirement Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>				
Special Assessments	\$72,109	\$69,405	\$71,762	\$2,357
<b>Expenditures</b>				
Debt Service				
Principal Retirement				
Erosion Control	30,000	30,000	30,000	0
Interest and Fiscal Charges				
Erosion Control	52,589	52,694	52,689	5
<i>Total Expenditures</i>	82,589	82,694	82,689	5
<i>Excess of Revenues Under Expenditures</i>	(10,480)	(13,289)	(10,927)	2,362
<b>Other Financing Sources</b>				
Operating Transfers In	12,154	12,154	12,154	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	1,674	(1,135)	1,227	2,362
<i>Fund Balance Beginning of Year</i>	12,058	12,058	12,058	0
<i>Fund Balance End of Year</i>	\$13,732	\$10,923	\$13,285	\$2,362

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balances - Budget (Non-GAAP Basis) and Actual*  
*All Debt Service Funds*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Actual Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenue</b>				
Special Assessments	\$72,109	\$69,405	\$71,762	\$2,357
<b>Expenditures</b>				
Debt Service:				
Principal Retirement:				
General Obligation Bond Retirement Fund	310,000	310,000	310,000	0
Special Assessment Bond Retirement Fund	30,000	30,000	30,000	0
Total Principal Retirement	340,000	340,000	340,000	0
Interest and Fiscal Charges:				
General Obligation Bond Retirement Fund	223,830	223,830	223,830	0
Special Assessment Bond Retirement Fund	52,589	52,694	52,689	5
Total Interest and Fiscal Charges	276,419	276,524	276,519	5
<i>Total Expenditures</i>	616,419	616,524	616,519	5
<i>Excess of Revenues Under Expenditures</i>	(544,310)	(547,119)	(544,757)	2,362
<b>Other Financing Sources</b>				
Operating Transfers In	545,984	545,984	545,984	0
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	1,674	(1,135)	1,227	2,362
<i>Fund Balances Beginning of Year</i>	126,473	126,473	126,473	0
<i>Fund Balances End of Year</i>	\$128,147	\$125,338	\$127,700	\$2,362

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## Capital Projects Funds

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

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*Capital Improvement Fund* - To account for the various capital projects of the City financed by tax monies, note proceeds and general fund subsidies.

*Equipment Replacement Fund* - To account for liquor permit revenues and transfers to provide for the future replacement of equipment.

*Permanent Improvement Fund* - To account for inheritance tax and other state levied shared monies restricted by the City for expenditures related to permanent improvements.

*Municipal Court Capital Improvement Fund* - To account for specific court costs created to maintain operating and capital needs of the Municipal Court.

**City of Rocky River, Ohio**

*Combining Balance Sheet*

*All Capital Projects Funds*

*December 31, 2001*

	<u>Capital Improvement</u>	<u>Equipment Replacement</u>	<u>Permanent Improvement</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$1,326,820	\$401,754	\$2,106,250
Receivables:			
Taxes	563,644	0	0
Accounts	24,653	0	0
Accrued Interest	0	0	0
Intergovernmental	30,692	0	329,772
<i>Total Assets</i>	<u>\$1,945,809</u>	<u>\$401,754</u>	<u>\$2,436,022</u>
 <b>Liabilities</b>			
Accounts Payable	\$0	\$0	\$0
Contracts Payable	129,071	0	0
Accrued Wages and Benefits	0	0	0
Retainage Payable	133,148	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	594,336	0	82,443
Accrued Interest Payable	43,478	0	0
Notes Payable	1,500,000	0	0
<i>Total Liabilities</i>	<u>2,400,033</u>	<u>0</u>	<u>82,443</u>
 <b>Fund Equity</b>			
Fund Balances (Deficit):			
Reserved for Encumbrances	298,424	251,522	0
Unreserved, Undesignated	(752,648)	150,232	2,353,579
<i>Total Fund Equity (Deficit)</i>	<u>(454,224)</u>	<u>401,754</u>	<u>2,353,579</u>
 <i>Total Liabilities and Fund Equity</i>	 <u>\$1,945,809</u>	 <u>\$401,754</u>	 <u>\$2,436,022</u>



<u>Municipal Court Capital Improvement</u>	<u>Totals</u>
\$5,370,610	\$9,205,434
0	563,644
53,330	77,983
10,003	10,003
0	360,464
<u>\$5,433,943</u>	<u>\$10,217,528</u>
\$26,687	\$26,687
139,129	268,200
119	119
0	133,148
153	153
0	676,779
13,690	57,168
<u>3,700,000</u>	<u>5,200,000</u>
<u>3,879,778</u>	<u>6,362,254</u>
4,380,135	4,930,081
<u>(2,825,970)</u>	<u>(1,074,807)</u>
<u>1,554,165</u>	<u>3,855,274</u>
<u>\$5,433,943</u>	<u>\$10,217,528</u>

**City of Rocky River, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Capital Projects Funds  
For the Year Ended December 31, 2001*

	Capital Improvement	Equipment Replacement	Permanent Improvement
<b>Revenues</b>			
Property Taxes	\$526,637	\$0	\$0
Intergovernmental	70,470	58,395	2,369,681
Special Assessments	4,788	0	0
Interest	2,762	0	0
Other Local Taxes	119,877	0	0
Other	14,759	0	0
<i>Total Revenues</i>	<u>739,293</u>	<u>58,395</u>	<u>2,369,681</u>
<b>Expenditures</b>			
Capital Outlay	3,616,541	403,626	0
Debt Service:			
Interest and Fiscal Charges	49,381	0	0
<i>Total Expenditures</i>	<u>3,665,922</u>	<u>403,626</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,926,629)</u>	<u>(345,231)</u>	<u>2,369,681</u>
<b>Other Financing Sources (Uses)</b>			
Operating Transfers In	2,486,500	500,000	0
Operating Transfers Out	0	0	(1,986,500)
<i>Total Other Financing Sources (Uses)</i>	<u>2,486,500</u>	<u>500,000</u>	<u>(1,986,500)</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(440,129)	154,769	383,181
Fund Balances (Deficit) Beginning of Year	<u>(14,095)</u>	<u>246,985</u>	<u>1,970,398</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$454,224)</u></u>	<u><u>\$401,754</u></u>	<u><u>\$2,353,579</u></u>

<u>Municipal Court Capital Improvement</u>	<u>Totals</u>
\$0	\$526,637
902,623	3,401,169
0	4,788
18,738	21,500
0	119,877
<u>0</u>	<u>14,759</u>
<u>921,361</u>	<u>4,088,730</u>
543,093	4,563,260
<u>13,690</u>	<u>63,071</u>
<u>556,783</u>	<u>4,626,331</u>
<u>364,578</u>	<u>(537,601)</u>
0	2,986,500
<u>0</u>	<u>(1,986,500)</u>
<u>0</u>	<u>1,000,000</u>
364,578	462,399
<u>1,189,587</u>	<u>3,392,875</u>
<u><u>\$1,554,165</u></u>	<u><u>\$3,855,274</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Capital Improvement Fund*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>Revenues</b>				
Property Taxes	\$552,180	\$523,555	\$526,637	\$3,082
Intergovernmental	70,470	70,470	70,470	0
Special Assessments	4,587	4,376	4,788	412
Interest	0	0	2,762	2,762
Other Local Taxes	92,764	88,500	95,224	6,724
Other	0	0	15,053	15,053
<i>Total Revenues</i>	<u>720,001</u>	<u>686,901</u>	<u>714,934</u>	<u>28,033</u>
<b>Expenditures</b>				
Capital Outlay	2,250,000	4,438,422	4,123,666	314,756
Debt Service:				
Principal Retirement	2,500,000	2,500,000	2,500,000	0
Interest and Fiscal Charges	105,661	105,661	105,660	1
<i>Total Expenditures</i>	<u>4,855,661</u>	<u>7,044,083</u>	<u>6,729,326</u>	<u>314,757</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(4,135,660)</u>	<u>(6,357,182)</u>	<u>(6,014,392)</u>	<u>342,790</u>
<b>Other Financing Sources</b>				
Proceeds of Notes	1,500,000	1,500,000	1,500,000	0
Operating Transfers In	2,486,500	2,486,500	2,486,500	0
<i>Total Other Financing Sources</i>	<u>3,986,500</u>	<u>3,986,500</u>	<u>3,986,500</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	<u>(149,160)</u>	<u>(2,370,682)</u>	<u>(2,027,892)</u>	<u>342,790</u>
<i>Fund Balance Beginning of Year</i>	738,795	738,795	738,795	0
<i>Prior Year Encumbrances Appropriated</i>	<u>2,188,422</u>	<u>2,188,422</u>	<u>2,188,422</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,778,057</u></u>	<u><u>\$556,535</u></u>	<u><u>\$899,325</u></u>	<u><u>\$342,790</u></u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Equipment Replacement Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Actual Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$43,149	\$55,000	\$58,395	\$3,395
<b>Expenditures</b>				
Capital Outlay	538,500	752,073	655,148	96,925
<i>Excess of Revenues Under Expenditures</i>	(495,351)	(697,073)	(596,753)	100,320
<b>Other Financing Sources</b>				
Operating Transfers In	402,851	513,500	500,000	(13,500)
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(92,500)	(183,573)	(96,753)	86,820
<i>Fund Balance Beginning of Year</i>	33,412	33,412	33,412	0
<i>Prior Year Encumbrances Appropriated</i>	213,573	213,573	213,573	0
<i>Fund Balance End of Year</i>	<u>\$154,485</u>	<u>\$63,412</u>	<u>\$150,232</u>	<u>\$86,820</u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Permanent Improvement Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$892,000	\$2,000,000	\$2,389,014	\$389,014
<b>Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	<u>892,000</u>	<u>2,000,000</u>	<u>2,389,014</u>	<u>389,014</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	108,000	242,000	242,000	0
Operating Transfers Out	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>(1,986,500)</u>	<u>13,500</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(1,892,000)</u>	<u>(1,758,000)</u>	<u>(1,744,500)</u>	<u>13,500</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(1,000,000)	242,000	644,514	402,514
<i>Fund Balance Beginning of Year</i>	<u>1,461,736</u>	<u>1,461,736</u>	<u>1,461,736</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$461,736</u>	<u>\$1,703,736</u>	<u>\$2,106,250</u>	<u>\$402,514</u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Municipal Court Capital Improvement Fund*  
*For the Year Ended December 31, 2001*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$503,754	\$825,730	\$849,293	\$23,563
Interest	6,991	11,460	9,002	(2,458)
<i>Total Revenues</i>	510,745	837,190	858,295	21,105
<b>Expenditures</b>				
Capital Outlay	771,040	5,035,677	4,996,144	39,533
<i>Excess of Revenues Under Expenditures</i>	(260,295)	(4,198,487)	(4,137,849)	60,638
<b>Other Financing Sources</b>				
Proceeds of Notes	0	3,700,000	3,700,000	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(260,295)	(498,487)	(437,849)	60,638
<i>Fund Balance Beginning of Year</i>	937,505	937,505	937,505	0
<i>Prior Year Encumbrances Appropriated</i>	325,637	325,637	325,637	0
<i>Fund Balance End of Year</i>	<u>\$1,002,847</u>	<u>\$764,655</u>	<u>\$825,293</u>	<u>\$60,638</u>

**City of Rocky River, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balances - Budget (Non-GAAP Basis) and Actual*  
*All Capital Projects Funds*  
*For the Year Ended December 31, 2001*

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$552,180	\$523,555	\$526,637	\$3,082
Intergovernmental	1,509,373	2,951,200	3,367,172	415,972
Special Assessments	4,587	4,376	4,788	412
Interest	6,991	11,460	11,764	304
Other Local Taxes	92,764	88,500	95,224	6,724
Other	0	0	15,053	15,053
<i>Total Revenues</i>	<u>2,165,895</u>	<u>3,579,091</u>	<u>4,020,638</u>	<u>441,547</u>
<b>Expenditures</b>				
Capital Outlay:				
Capital Improvement Fund	2,250,000	4,438,422	4,123,666	314,756
Equipment Replacement Fund	538,500	752,073	655,148	96,925
Municipal Court Capital Improvement Fund	771,040	5,035,677	4,996,144	39,533
Total Capital Outlay	<u>3,559,540</u>	<u>10,226,172</u>	<u>9,774,958</u>	<u>451,214</u>
Debt Service:				
Principal Retirement:				
Capital Improvement Fund	2,500,000	2,500,000	2,500,000	0
Interest and fiscal Charges:				
Capital Improvement Fund	105,661	105,661	105,660	1
Total Debt Service	<u>2,605,661</u>	<u>2,605,661</u>	<u>2,605,660</u>	<u>1</u>
<i>Total Expenditures</i>	<u>6,165,201</u>	<u>12,831,833</u>	<u>12,380,618</u>	<u>451,215</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(3,999,306)</u>	<u>(9,252,742)</u>	<u>(8,359,980)</u>	<u>892,762</u>
<b>Other Financing Sources (Uses)</b>				
Proceeds of Notes	1,500,000	5,200,000	5,200,000	0
Advance In	108,000	242,000	242,000	0
Operating Transfers In	2,889,351	2,986,500	2,986,500	0
Operating Transfers Out	(2,000,000)	(1,986,500)	(1,986,500)	0
<i>Total Other Financing Sources (Uses)</i>	<u>2,497,351</u>	<u>6,442,000</u>	<u>6,442,000</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(1,501,955)</u>	<u>(2,810,742)</u>	<u>(1,917,980)</u>	<u>892,762</u>
<i>Fund Balances Beginning of Year</i>	3,171,448	3,171,448	3,171,448	0
<i>Prior Year Encumbrances Appropriated</i>	<u>2,727,632</u>	<u>2,727,632</u>	<u>2,727,632</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u><u>\$4,397,125</u></u>	<u><u>\$3,088,338</u></u>	<u><u>\$3,981,100</u></u>	<u><u>\$892,762</u></u>



## **Enterprise Fund**

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To account for the City's ongoing activities that are similar to private businesses (a) where the intent is that the costs (expenses, including allocations) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where it has been decided that periodic determination of revenues earned, expenses incurred, and / or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The purpose of the City's enterprise fund is to account for the collection of sewer charges and the payment of same to the Rocky River Wastewater Treatment Plant (a joint venture). This fund also accounts for the ownership and maintenance of sewer lines within the city of Rocky River and the City's investment in the Rocky River Wastewater Treatment Plant. Since there is only one enterprise fund and the level of budgetary control is not greater than that presented in the combined financial statements, no additional financial statements are presented here.

## **Fiduciary Funds**

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Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The following are the City's fiduciary fund types:

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### ***Investment Trust Fund***

*Individual Investment Account Fund* - To account for the investing activity of the Rocky River Wastewater Treatment Plant which is managed by the City of Rocky River. The Plant is a Joint Venture between the cities of Rocky River, Bay Village, Fairview Park and Westlake.

### ***Agency Funds***

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

*Deposits, Fees and Miscellaneous Clearance Fund* - To account for refundable deposits and miscellaneous assets held by the City.

*Donations and Bequests Fund* - To account for monies given to the City for the special group projects.

*S. A. F. E. Fund* - To account for monies received from the S. A. F. E. Council of Governments for the payment of legal expenses for the opposition to changes to the Cleveland Hopkins International Airport air traffic pattern.

*Municipal Court Fund* - To account for monies collected by the City's municipal court to be disbursed to various parties.

**City of Rocky River, Ohio**  
*Combining Balance Sheet*  
*All Trust and Agency Funds*  
*December 31, 2001*

	<u>Investment Trust</u>		
	Individual Investment Account	Agency Funds	Totals
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$0	\$232,747	\$232,747
Cash and Cash Equivalents In Segregated Accounts	3,894,071	398,033	4,292,104
With Fiscal Agents	3,307,379	0	3,307,379
Accrued Interest Receivable	17,981	0	17,981
	<u>\$7,219,431</u>	<u>\$630,780</u>	<u>\$7,850,211</u>
<i>Total Assets</i>			
<b>Liabilities</b>			
Undistributed Monies	\$0	\$553,955	\$553,955
Deposits Held and Due to Others	0	76,825	76,825
	<u>0</u>	<u>630,780</u>	<u>630,780</u>
<i>Total Liabilities</i>			
<b>Fund Balance</b>			
Reserved for Individual Investment Account	7,219,431	0	7,219,431
	<u>7,219,431</u>	<u>0</u>	<u>7,219,431</u>
<i>Total Liabilities and Fund Balance</i>	<u>\$7,219,431</u>	<u>\$630,780</u>	<u>\$7,850,211</u>

**City of Rocky River, Ohio**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds*  
*For the Year Ended December 31, 2001*

	Balance 1/1/01	Additions	Reductions	Balance 12/31/01
<b><i>Deposits, Fees and Miscellaneous Clearance</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$81,546	\$29,509	\$34,230	\$76,825
<b>Liabilities</b>				
Interfund Payable	\$15,000	\$0	\$15,000	\$0
Deposits Held and Due to Others	66,546	29,509	19,230	76,825
<i>Total Liabilities</i>	\$81,546	\$29,509	\$34,230	\$76,825
<b><i>Donations and Bequests</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$103,485	\$75,829	\$52,001	\$127,313
<b>Liabilities</b>				
Undistributed Monies	\$103,485	\$75,829	\$52,001	\$127,313
<b><i>S.A.F.E.</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$29,601	\$674	\$1,666	\$28,609
<b>Liabilities</b>				
Undistributed Monies	\$29,601	\$674	\$1,666	\$28,609
<b><i>Municipal Court</i></b>				
<b>Assets</b>				
Cash and Cash Equivalents in Segregated Accounts	\$487,620	\$6,138,935	\$6,228,522	\$398,033
<b>Liabilities</b>				
Undistributed Monies	\$487,620	\$6,138,935	\$6,228,522	\$398,033

(continued)

**City of Rocky River, Ohio**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds (continued)*  
*For the Year Ended December 31, 2001*

	Balance 1/1/01	Additions	Reductions	Balance 12/31/01
<b>All Agency Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$214,632	\$106,012	\$87,897	\$232,747
Cash and Cash Equivalents in Segregated Accounts	487,620	6,138,935	6,228,522	398,033
<i>Total Assets</i>	<u>\$702,252</u>	<u>\$6,244,947</u>	<u>\$6,316,419</u>	<u>\$630,780</u>
<b>Liabilities</b>				
Interfund Payable	\$15,000	\$0	\$15,000	\$0
Undistributed Monies	620,706	6,215,438	6,282,189	553,955
Deposits Held and Due to Others	66,546	29,509	19,230	76,825
<i>Total Liabilities</i>	<u>\$702,252</u>	<u>\$6,244,947</u>	<u>\$6,316,419</u>	<u>\$630,780</u>

## **General Fixed Assets**

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The general fixed assets account group is used to account for all land, buildings, equipment and vehicles not used in the operation of the enterprise fund.

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**City of Rocky River, Ohio**  
*Schedule of Changes in General Fixed Assets*  
*By Function and Activity*  
*For the Year Ended December 31, 2001*

Function and Activity	Balance January 1, 2001	Additions	Deductions	Balance December 31, 2001
<b>General Government</b>				
Mayor's Office	\$14,435	\$0	\$0	\$14,435
Safety-Service Director's Office	19,778	0	0	19,778
Finance Administration	38,650	52,516	38,650	52,516
Lands and Buildings	4,854,024	14,670	286,160	4,582,534
Municipal Court	327,999	75,250	199	403,050
<i>Total General Government</i>	<u>5,254,886</u>	<u>142,436</u>	<u>325,009</u>	<u>5,072,313</u>
<b>Security of Persons and Property</b>				
Police	1,068,692	114,749	85,950	1,097,491
Traffic Signal	129,037	0	10,489	118,548
Fire	1,724,805	2,850	22,992	1,704,663
<i>Total Security of Persons and Property</i>	<u>2,922,534</u>	<u>117,599</u>	<u>119,431</u>	<u>2,920,702</u>
<b>Transportation</b>				
341 Yacht Club Drive	198,345	0	0	198,345
345 Yacht Club Drive	201,000	0	0	201,000
355 Yacht Club Drive	244,419	244,419	244,419	244,419
Street Construction Maintenance and Repair	1,134,622	43,548	21,990	1,156,180
<i>Total Transportation</i>	<u>1,778,386</u>	<u>287,967</u>	<u>266,409</u>	<u>1,799,944</u>
<b>Community Environment</b>				
Community Development	109,672	19,531	0	129,203
Office on Aging	1,719,656	0	11,850	1,707,806
<i>Total Community Environment</i>	<u>1,829,328</u>	<u>19,531</u>	<u>11,850</u>	<u>1,837,009</u>
<b>Basic Utility Services</b>				
Refuse Collection	2,260,531	108,123	93,085	2,275,569
Equipment Repair	3,659,279	0	11,092	3,648,187
<i>Total Basic Utility Services</i>	<u>5,919,810</u>	<u>108,123</u>	<u>104,177</u>	<u>5,923,756</u>
<b>Leisure Time Activities</b>				
Hall and Auditorium	150,099	0	145,934	4,165
Parks	2,841,263	87,168	67,186	2,861,245
Don Umerley Civic Center	0	5,209,483	0	5,209,483
Pool and Ice Rink	3,014,513	47,240	0	3,061,753
<i>Total Leisure Time Activities</i>	<u>6,005,875</u>	<u>5,343,891</u>	<u>213,120</u>	<u>11,136,646</u>
Construction in Progress	3,124,299	217,590	3,124,299	217,590
<i>Total General Fixed Assets</i>	<u><u>\$26,835,118</u></u>	<u><u>\$6,237,137</u></u>	<u><u>\$4,164,295</u></u>	<u><u>\$28,907,960</u></u>

**City of Rocky River, Ohio**  
*Schedule of General Fixed Assets*  
*By Function and Type*  
*December 31, 2001*

Function and Type	Total	Land	Buildings
<b>General Government</b>			
Mayor's Office	\$14,435	\$0	\$0
Safety-Service Director's Office	19,778	0	0
Finance Administration	52,516	0	0
Lands and Buildings	4,582,534	288,024	3,312,375
Municipal Court	403,050	0	0
<i>Total General Government</i>	<u>5,072,313</u>	<u>288,024</u>	<u>3,312,375</u>
<b>Security of Persons and Property</b>			
Police	1,097,491	0	472,661
Traffic Signal	118,548	0	0
Fire	1,704,663	0	472,660
<i>Total Security of Persons and Property</i>	<u>2,920,702</u>	<u>0</u>	<u>945,321</u>
<b>Transportation</b>			
341 Yacht Club Drive	198,345	0	198,345
345 Yacht Club Drive	201,000	0	201,000
355 Yacht Club Drive	244,419	244,419	0
Street Construction Maintenance and Repair	1,156,180	0	0
<i>Total Transportation</i>	<u>1,799,944</u>	<u>244,419</u>	<u>399,345</u>
<b>Community Environment</b>			
Community Development	129,203	0	0
Office on Aging	1,707,806	0	1,417,774
<i>Total Community Environment</i>	<u>1,837,009</u>	<u>0</u>	<u>1,417,774</u>
<b>Basic Utility Services</b>			
Refuse Collection	2,275,569	0	597,260
Equipment Repair	3,648,187	20,000	3,421,964
<i>Total Basic Utility Services</i>	<u>5,923,756</u>	<u>20,000</u>	<u>4,019,224</u>
<b>Leisure Time Activities</b>			
Hall and Auditorium	4,165	0	0
Parks	2,861,245	644,931	1,014,893
Don Umerley Civic Center	5,209,483	0	5,209,483
Pool and Ice Rink	3,061,753	5,000	2,616,350
<i>Total Leisure Time Activities</i>	<u>11,136,646</u>	<u>649,931</u>	<u>8,840,726</u>
<i>Total General Fixed Assets by function</i>	<u>28,690,370</u>	<u>\$1,202,374</u>	<u>\$18,934,765</u>
Construction in Progress	217,590		
<i>Total General Fixed Assets</i>	<u><u>\$28,907,960</u></u>		



<u>Equipment</u>	<u>Vehicles</u>
\$0	\$14,435
0	19,778
52,516	0
982,135	0
<u>403,050</u>	<u>0</u>
<u>1,437,701</u>	<u>34,213</u>
188,403	436,427
20,263	98,285
<u>119,377</u>	<u>1,112,626</u>
<u>328,043</u>	<u>1,647,338</u>
0	0
0	0
0	0
<u>0</u>	<u>1,156,180</u>
<u>0</u>	<u>1,156,180</u>
37,271	91,932
<u>211,166</u>	<u>78,866</u>
<u>248,437</u>	<u>170,798</u>
0	1,678,309
<u>151,694</u>	<u>54,529</u>
<u>151,694</u>	<u>1,732,838</u>
4,165	0
933,323	268,098
0	0
<u>321,450</u>	<u>118,953</u>
<u>1,258,938</u>	<u>387,051</u>
<u><u>\$3,424,813</u></u>	<u><u>\$5,128,418</u></u>

**City of Rocky River**  
*Schedule of General Fixed Assets*  
*By Source*  
*December 31, 2001*

**General Fixed Assets**

Land	\$1,202,374
Buildings	18,934,765
Equipment	3,424,813
Vehicles	5,128,418
Construction in Progress	217,590

<i>Total General Fixed Assets</i>	<u><u>\$28,907,960</u></u>
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**Investment in General Fixed Assets by Source**

Capital Projects Funds:	
General Obligation Bonds	\$5,504,142
Federal Grants and State Levied, Shared Taxes	7,979,329
General Fund Revenues	4,332,059
Special Revenue Funds' Revenues	11,016,619
Donations	75,811

<i>Total Investment in General Fixed Assets</i>	<u><u>\$28,907,960</u></u>
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**City of Rocky River, Ohio**  
*General Fund Expenditures by Function*  
*Last Ten Years*

Year	General Government	Security of Persons and Property	Public Health and Welfare	Transportation	Community Environment	Basic Utility Services	Leisure Time Activities	Debt Service	Total
2001	\$3,392,994	\$6,505,793	\$60,210	\$504,897	\$538,504	\$0	\$338,965	\$2,323	\$11,343,686
2000	2,955,625	6,043,740	56,128	538,384	519,004	0	364,067	2,586	10,479,534
1999	2,868,173	5,792,715	56,128	418,826	444,319	0	368,389	3,343	9,951,893
1998	2,585,970	5,520,353	52,658	393,464	408,127	0	365,193	3,343	9,329,108
1997	2,542,281	5,408,062	52,658	424,534	414,040	0	404,803	1,950	9,248,328
1996	2,443,982	5,423,976	49,800	418,412	401,952	0	457,527	0	9,195,649
1995	2,239,731	5,174,874	49,800	333,568	389,935	0	424,145	0	8,612,053
1994	1,840,689	5,070,177	45,310	354,462	378,021	2,726	401,429	0	8,092,814
1993	1,666,347	4,709,182	45,310	359,216	365,666	1,070,072	379,583	0	8,595,376
1992	2,827,893	3,855,776	45,310	0	279,648	1,334,669	300,741	0	8,644,037

Source: City Financial Records

(1) Prior to 1993 Transportation was included in Basic Utility Services.

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

Year	All Taxes	Charges for Services	Fines, Fees and Permits	Intergovernmental	Interest	Rentals (1)	Other	Total
2001	\$10,819,229	\$42,610	\$2,619,387	\$1,342,525	\$538,125	\$49,618	\$224,095	\$15,635,589
2000	10,627,176	48,590	2,186,308	1,280,871	742,603	36,195	75,614	14,997,357
1999	10,098,940	98,434	1,840,823	1,263,312	464,824	39,784	15,043	13,821,160
1998	9,694,892	98,688	1,573,736	1,222,878	403,621	0	385,963	13,379,778
1997	8,839,383	214,169	1,566,831	1,129,880	349,910	0	20,318	12,120,491
1996	8,455,221	111,200	1,260,104	1,105,497	334,513	0	7,038	11,273,573
1995	8,331,531	231,718	1,198,442	1,051,065	269,520	0	8,170	11,090,446
1994	7,576,319	130,216	1,189,375	963,531	145,497	0	39,885	10,044,823
1993	7,477,110	311,819	1,206,965	851,671	91,941	0	31,173	9,970,679
1992	7,098,808	213,027	1,019,096	889,156	104,920	0	30,617	9,355,624

Source: City Financial Records

(1) Prior to 1999, Rentals were included in Other.

**City of Rocky River, Ohio**  
*Real Property Tax Levies and Collections*  
*Last Ten Years*

Year	Total Tax Levy	Current Collections (1)	Percent of Levy Collected	Delinquent Collections	Total Collections	Percent of Total Collections To Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Tax Levy
2001	\$5,960,601	\$5,813,998	97.54%	\$157,811	\$5,971,809	100.19%	\$267,631	4.49%
2000	5,206,250	5,084,043	97.65	98,465	5,182,508	99.54	196,071	3.77
1999	5,258,181	5,149,513	97.93	83,151	5,232,664	99.51	149,061	2.83
1998	5,150,639	4,899,380	95.12	86,257	4,985,637	96.80	170,634	3.31
1997	4,749,511	4,460,772	93.92	59,499	4,520,271	95.17	152,899	3.22
1996	4,764,477	4,525,056	94.97	60,483	4,585,539	96.24	149,267	3.13
1995	4,912,191	4,689,724	95.47	63,088	4,752,812	96.76	176,578	3.59
1994	4,360,997	4,157,411	95.33	71,463	4,228,874	96.97	177,125	4.06
1993	3,861,996	3,743,835	96.94	46,774	3,790,609	98.15	113,036	2.93
1992	3,829,165	3,707,873	96.83	33,539	3,741,412	97.71	89,885	2.35

Source: Cuyahoga County, Ohio; County Auditor

(1) Includes homestead/rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.

**City of Rocky River, Ohio**  
*Assessed and Estimated Actual Value of Taxable Property*  
*Last Ten Years*

Year	Real Property		Public Utility Property		Tangible Personal Property		Total		
	Assessed Value	Estimated	Assessed Value	Estimated	Assessed Value	Estimated	Assessed Value	Estimated	
		Actual Value (1)		Actual Value (1)		Actual Value (1)		Actual Value (1)	
2001	\$571,695,000	\$1,633,414,286	\$12,675,450	\$14,403,920	\$15,716,132	\$62,864,528	\$600,086,582	\$1,710,682,734	35.08%
2000	498,017,510	1,422,907,172	12,157,730	13,815,602	15,769,844	63,079,376	525,945,084	1,499,802,150	35.07
1999	494,359,080	1,412,454,514	13,324,420	15,141,386	15,823,705	63,294,820	523,507,205	1,490,890,719	35.11
1998	491,143,400	1,403,266,859	13,681,070	15,546,670	14,249,598	56,998,392	519,074,068	1,475,811,920	35.17
1997	451,184,260	1,289,097,885	14,287,460	16,235,750	14,360,719	57,442,876	479,832,439	1,362,776,510	35.21
1996	450,464,400	1,287,041,142	14,775,920	16,790,818	13,301,596	53,206,384	478,541,916	1,357,038,343	35.26
1995	449,154,360	1,283,298,171	16,396,310	18,632,170	13,151,025	52,604,100	478,701,695	1,354,534,441	35.34
1994	393,855,460	1,125,301,314	16,538,350	18,793,580	14,150,068	56,600,272	424,543,878	1,200,695,166	35.36
1993	391,394,680	1,118,270,514	16,389,250	18,624,148	13,333,626	53,334,504	421,117,556	1,190,229,166	35.38
1992	389,249,290	1,112,140,829	15,551,720	17,672,409	13,722,989	52,780,727	418,523,999	1,182,593,965	35.39

Source: Cuyahoga County, Ohio; County Auditor

(1) This amount is calculated for 2001 based on the following percentages:  
 Real property is assessed at thirty-five percent of actual value.  
 Public utility is assessed at eighty-eight percent of actual value.  
 Tangible personal is assessed at twenty-five percent of actual value.

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

Year	City of Rocky River					Rocky River School and Library	Cuyahoga County	Special (1) Taxing Districts	Total
	General Fund	Special Revenue Funds	Capital Projects Funds	Total					
2001	\$6.30	\$2.60	\$1.00	\$9.90	\$72.70	\$14.65	\$1.55	\$98.80	
2000	6.30	2.60	1.00	9.90	73.30	13.75	1.55	98.50	
1999	6.30	2.60	1.00	9.90	73.30	13.75	4.48	101.43	
1998	6.30	2.60	1.00	9.90	68.50	12.12	4.48	95.00	
1997	6.30	2.60	1.00	9.90	64.70	12.12	4.48	91.20	
1996	6.30	2.60	1.00	9.90	62.20	12.12	4.48	88.70	
1995	6.30	2.60	1.00	9.90	62.70	12.32	4.48	89.40	
1994	6.30	2.60	1.00	9.90	62.00	12.32	4.48	88.70	
1993	6.30	1.60	1.00	8.90	62.10	12.32	4.48	87.80	
1992	6.30	1.60	1.00	8.90	58.40	12.32	4.48	84.10	

Source: Cuyahoga County, Ohio; County Auditor

(1) Cleveland Metropolitan Park District

**City of Rocky River, Ohio**  
*Special Assessment Levies and Collections (1)*  
*Last Ten Years*

Year	Current Assessments Due	Current Assessments Collected (1)	Ratio of Collections To Amount Due
2001	\$97,650	\$76,550	78.39%
2000	80,549	64,163	79.66
1999	83,900	72,729	86.69
1998	42,724	31,419	73.54
1997	47,599	33,749	70.90
1996	48,005	35,796	74.57
1995	30,693	30,693	100.00
1994	32,296	32,296	100.00
1993	33,971	33,971	100.00
1992	35,648	35,648	100.00

Source: Cuyahoga County, Ohio; County Auditor

(1) Collections made by Cuyahoga County Auditor only



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

Year	Population	Net General Obligation Bonded Debt	Assessed Value	Ratio of Net General Bonded Debt to Assessed Value	Net General Bonded Debt Per Capita
2001	20,735	\$3,720,585	\$600,086,582	0.62%	\$179.44
2000	20,735	4,030,585	525,945,084	0.77	194.39
1999	20,410	4,340,585	523,507,205	0.83	212.67
1998	20,410	4,650,585	519,074,068	0.90	227.86
1997	20,410	4,960,585	479,832,439	1.03	243.05
1996	20,410	5,270,585	478,541,916	1.10	258.24
1995	20,410	5,575,585	478,701,695	1.16	273.18
1994	20,410	5,940,585	424,543,878	1.40	291.06
1993	20,410	0	421,117,556	0.00	0.00
1992	20,410	46,699	418,523,999	0.01	2.29

Source: Cuyahoga County, Ohio; County Auditor

**City of Rocky River, Ohio**  
*Computation of Legal Debt Margin*  
*December 31, 2001*

Assessed Value		\$600,086,582
Legal Debt Margin:		
Debt Limitation - 10.5 percent of Assessed Value		63,009,091
Debt Applicable to Limitation:		
General Obligation Bonds	\$3,835,000	
Special Assessment Bonds	895,000	
Notes	5,200,000	
OWDA Loan	329,386	
Gross Indebtedness (Total Voted and Unvoted Debt)	10,259,386	
Less: Debt Outside Limitations:		
Special Assessment Bonds	895,000	
Special Assessment Bond Retirement Fund Balance	13,285	
OWDA Loan	329,386	
Total Debt Outside Limitations	1,237,671	
Total Debt Applicable to Limitation - Within 10.5% Limitations	9,021,715	
Less: Amount Available in Debt Service Fund to pay debt applicable to limitation	114,415	
Net Debt Within 10.5% Limitation		8,907,300
Overall Debt Margin Within 10.5% Limitation		\$54,101,791
*****		
Unvoted Debt Limitation - 5.5% of Assessed Valuation		\$33,004,762
Gross Indebtedness Authorized by Council	\$10,259,386	
Less: Debt Outside Limitations:		
Total Debt Outside Limitations	1,237,671	
Debt Within 5.5% Limitation	9,021,715	
Less Amount Available in Debt Service Fund	114,415	
Net Debt Within 5.5% Limitation		8,907,300
Unvoted Debt Margin Within 5.5% Limitation		\$24,097,462

Source: City Financial Records

**City of Rocky River, Ohio**  
*Computation of Direct and Overlapping  
 General Obligation Bonded Debt  
 December 31, 2001*

	General Obligation Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City of Rocky River
<u>Direct:</u>			
City of Rocky River	\$3,835,000	100.00%	\$3,835,000
<u>Overlapping:</u>			
Cuyahoga County	216,544,636	2.10	4,547,437
Greater Cleveland Regional Transit Authority	123,915,000	2.10	2,602,215
Rocky River School District	27,889,128	94.29	26,296,659
Total Overlapping	368,348,764		33,446,311
Total	\$372,183,764		\$37,281,311

Source: Cuyahoga County, Ohio; County Auditor

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the political subdivision.

**City of Rocky River, Ohio**  
*Ratio of Annual Debt Service Expenditures For  
 General Bonded Debt to Total General Fund Expenditures  
 Last Ten Years*

Year	Debt Service	General Fund Expenditures	Ratio of Debt Service To Total General Fund Expenditures
2001	\$533,830	\$11,343,686	4.71%
2000	550,570	10,479,534	5.25
1999	567,233	9,951,893	5.70
1998	583,895	9,329,108	6.26
1997	600,558	9,248,328	6.49
1996	611,951	9,195,649	6.65
1995	692,326	8,612,053	8.04
1994	292,550	8,092,814	3.61
1993	60,800	8,595,376	0.71
1992	64,175	8,644,037	0.74

Source: City Financial Records

**City of Rocky River, Ohio**  
*Property Value, Construction and Bank Deposits*  
*Last Ten Years*

Year	Property Value (1)		Total	Residential (2)		Commercial (2)		Domestic Bank Deposits in the County (in thousands)
	Commercial	Residential		Number of Units	Value	Number of Units	Value	
2001	\$259,539,257	\$1,373,827,000	\$1,633,366,257	16	\$6,646,000	5	\$6,469,000	\$63,893,769
2000	222,395,743	1,200,511,429	1,422,907,172	7	2,476,750	2	6,119,202	61,942,764
1999	221,891,543	1,190,562,971	1,412,454,514	14	5,810,000	3	1,917,500	57,816,942
1998	406,947,389	996,319,470	1,403,266,859	24	5,220,000	5	5,485,000	58,904,596 (3)
1997	212,720,061	1,076,377,824	1,289,097,885	16	4,123,500	3	3,287,001	53,941,971
1996	215,005,800	1,072,035,342	1,287,041,142	75	8,109,237	4	3,859,826	27,068,211
1995	372,156,470	911,141,701	1,283,298,171	24	8,437,749	1	6,651,500	22,458,573
1994	326,337,381	798,963,933	1,125,301,314	15	4,952,867	3	7,411,380	20,885,453
1993	324,298,449	793,972,065	1,118,270,514	33	5,281,834	1	3,262,600	21,009,421
1992	322,520,840	789,619,989	1,112,140,829	26	5,682,538	1	4,481,100	19,379,280

Sources: Cuyahoga County, Ohio; County Auditor  
City Building Department  
Federal Reserve Bank of Cleveland

(1) Represents total estimated actual value of real property

(2) Number of units include new construction only

(3) Large increase in deposits due to Key Bank becoming a single charter in 1997

**City of Rocky River, Ohio**

*Demographic Statistics*

*Last Ten Years*

<u>Year</u>	<u>Population</u>	<u>School Enrollment</u>	<u>Unemployment Cuyahoga County</u>
2001	20,735	2,467	4.60%
2000	20,735	2,397	4.50
1999	20,410	2,321	4.50
1998	20,410	2,192	4.50
1997	20,410	2,174	4.50
1996	20,410	2,120	5.20
1995	20,410	2,027	5.50
1994	20,410	1,995	5.80
1993	20,410	2,018	6.80
1992	20,410	1,967	6.60

Sources: U.S. Bureau of the Census  
City of Rocky River, Board of Education

**City of Rocky River, Ohio**  
*Principal Taxpayers - Real and Tangible Personal Property*  
*December 31, 2001*

<u>Taxpayer</u>	<u>Real and Tangible Personal Property Assessed Value</u>	<u>Percent of Total Assessed Value</u>
Westwood Town Center	\$5,340,310	0.89%
Cleveland Illuminating Company	4,735,790	0.79
Normandy Association, LTD.	4,649,260	0.77
Rockport Association Co. LTD	4,283,370	0.71
Presidential Apartments, LTD.	3,927,840	0.65
Ohio Bell Telephone Company	3,216,590	0.54
Gross Management, Inc.	2,964,820	0.49
Linden Apartment Company	2,744,460	0.46
Missouri River Corporation	2,239,830	0.37
Harbor Court	1,999,310	0.33
<i>Totals</i>	<u>\$36,101,580</u>	<u>6.00%</u>
<i>Total City Assessed Valuation</i>	<u>\$600,086,582</u>	

Source: Cuyahoga County, Ohio; County Auditor

**City of Rocky River, Ohio**

*Miscellaneous Statistics*

*December 31, 2001*

Date of Incorporation	September 1960
Form of Government	Mayor - Council
Population 2000 Census	20,735
Area	4.48 Square Miles
Miles of Streets	60.49
Number of Street Lights	1,813
Fire Protection:	
Number of Stations	1
Number of Firefighters and Officers	29
Police Protection:	
Number of Stations	1
Number of Police Officers	32
Education (K-12) (Public Only):	
Attendance Centers	4
Number of Teachers	158
Number of Students	2,493
Municipal Water Department:	
Number of Consumers	Served by City of Cleveland
Average of Daily Consumption in Cubic Feet	Served by City of Cleveland
Miles of Waterlines	Served by City of Cleveland
Sewers:	
Miles of Sanitary Sewers	90
Miles of Storm Sewer	90
Building Permits Issued	215
Recreation and Culture:	
Number of Parks	8
Number of Libraries	1
Employees (full time)	202

Source: City Records and Rocky River City School District





STATE OF OHIO  
OFFICE OF THE AUDITOR  

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JIM PETRO, AUDITOR OF STATE

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**CITY OF ROCKY RIVER**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JULY 16, 2002**