



**Auditor of State  
Betty Montgomery**



CITY OF BRECKSVILLE  
CUYAHOGA COUNTY

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**Auditor of State  
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

City of Brecksville  
Cuyahoga County  
9069 Brecksville Road  
Brecksville, Ohio 44141

To the City Council:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2004, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 10, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City's internal control over financial reporting to determine our auditing procedures in order to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the City's management dated June 10, 2005, we reported an other matter involving internal control over financial reporting we did not deem a reportable condition.

**Compliance and Other Matters**

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the City's management dated June 10, 2005, we reported other matters related to noncompliance we deemed immaterial.

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

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**Betty Montgomery**  
Auditor of State

June 10, 2005

**CITY OF BRECKSVILLE, OHIO**

**COMPREHENSIVE**

**ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED DECEMBER 31, 2004**

ISSUED BY THE DEPARTMENT OF FINANCE

Virginia Price, CPA

FINANCE DIRECTOR





**City of Brecksville, Ohio**  
*Comprehensive Annual Financial Report*  
*For the Year Ended December 31, 2004*  
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**CITY COUNCIL**

DAVID J. DEUCH, PRESIDENT  
LARRY J. POTLA, VICE-PRESIDENT  
NEIL F. BRENNAN  
GERALD F. BROSKI  
LOUIS N. CAROUSE, JR.  
NORA MURPHY  
CARL J. OPATRYNY  
MARY SCULLIN, CLERK

June 10, 2005

To Members of Brecksville City Council and  
The Citizens of Brecksville, Ohio

We are pleased to submit to you the City of Brecksville's fifteenth Comprehensive Annual Financial Report (CAFR). It is prepared by the City's finance department for the year ended December 31, 2004.

This is the official report of the City of Brecksville's results of operations and financial position to its residents, its elected officials, investment banks and underwriters, rating agencies and other interested parties. 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, and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included.

The Comprehensive Annual Financial Report is presented in the following three sections:

**THE INTRODUCTORY SECTION** includes a table of contents, this transmittal letter, the Certificate of Achievement, a list of the City's principal officials, both elected and appointed, and the City of Brecksville's organizational chart.

**THE FINANCIAL SECTION** includes the Independent Accountants' Report, Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the City's financial position and operating results, the Combining Statements for nonmajor funds and other schedules that provide detailed information relative to the Basic Financial Statements.

**THE STATISTICAL SECTION** includes selected financial and demographic information, generally presented on a multi-year basis.

**REPORTING ENTITY**

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



The Brecksville-Broadview Heights City School District and the Cleveland Regional Transit Authority have not been included in the accompanying financial statements. Neither board is appointed by the City, nor is either fiscally dependent on the City.

The Southwest Council of Governments and the Northeast Ohio Public Energy Council are jointly governed organization whose relationship to the City is described in note 16 to the basic financial statements. A complete discussion of the City's reporting entity is provided in note 1 to the basic financial statements.

## **THE CITY OF BRECKSVILLE AND ITS BENEFITS**

The City of Brecksville was founded in 1811. It was incorporated as a village under the laws of the State of Ohio in 1921 and attained City status in 1960. It is located in Cuyahoga County in northeastern Ohio, in the heart of rolling woodlands approximately fifteen miles south of the City of Cleveland. The City covers 19.54 square miles. In the year 2000 the U.S. Census Bureau reported that Brecksville had a population of 13,382.

Residents have a variety of nearby transportation options because Brecksville is uniquely located "At The Center Of It All." By automobile or by connections through downtown Cleveland on the Regional Transit Authority bus and rail lines, one can reach all areas of Cuyahoga County conveniently. State Routes 21 and 82 bisect Brecksville and there is easy access to Interstate Highways I-77, I-480 and I-80, which is the Ohio Turnpike. Amtrak cross-country rail service is available in downtown Cleveland, and Hopkins International Airport is located about fifteen miles from Brecksville.

Entertainment abounds just a short distance away for residents of Brecksville. In downtown Cleveland, the Cleveland Browns of the NFL play in their spectacular Browns Stadium. Jacobs Field is the home of the Cleveland Indians. The Cleveland Cavaliers of the NBA and the Cleveland Barons American Hockey League team play at Gund Arena which is also a venue for concerts by major recording artists, the circus, ice shows, and a variety of other professional attractions. Cleveland State University's Wolstein Center is home to the Cleveland State University Vikings, the Cleveland Crunch professional soccer team and even more concerts and shows.

Residents have access to many cultural attractions such as the world-famous Cleveland Orchestra, The Cleveland Museum of Art, The Great Lakes Science Center and the Rock n' Roll Hall of Fame and Museum. There are unique shopping areas such as Tower City Center and The Galleria, and nightlife with dining in the Warehouse District on the west side of the downtown area and two concert venues in the "Flats" along the Cuyahoga River. Cleveland's downtown is a center of activity for all ages and just minutes from Brecksville.

The world-renowned Cleveland Clinic and University Hospitals supplement health care provided by nearby community hospitals and immediate care centers. Marymount and Marymount South and Parma Community General Hospitals serve as emergency care facilities for our residents and visitors who require use of our Fire Department's ambulances and staff of professional paramedics and EMT's. The Greater Cleveland area is known worldwide for excellence in health care.

Brecksville's wooded hills and ravines that lace the area help define its neighborhoods. As a result, every resident is close to natural beauty that has always been a hallmark of Brecksville living. Many neighborhoods are located next to the Brecksville Reservation of the Cleveland Metroparks and the Cuyahoga Valley National Park. Brecksville is unique among Cuyahoga County communities because one-third of the City is parkland. The Brecksville Reservation of the Cleveland Metroparks offers 2,500 acres of parkland with facilities for picnicking, softball, horseback riding, golf, hiking and cross-country skiing. A paved all-purpose fitness trail offers walking, biking, running or strolling by the beautiful scenery. Two ski areas are close by.

A sense of gracious living prevails from Public Square and its nearby cluster of historic homes along tree-shaded streets, to contemporary developments of single-family homes, to condominium complexes throughout the community. Housing in the City of Brecksville offers a mix of sizes, styles and price ranges

with colonial and Western Reserve styles predominating. Despite its proximity to major metropolitan attractions, the City maintains its quiet, suburban environment. Retail shopping is concentrated downtown near the Square, and nearby shopping malls complement local merchants.

The City of Brecksville provides many programs for all ages through its Recreation Department. Baseball, basketball, volleyball, swimming, golf, tennis, jazzercise, exercise classes, crafts and day camps are just some of the many programs for family fun, fitness and recreation. Recreational facilities include the 84-acre Blossom Hill property with its gymnasium, playground, pavilion, baseball field and soccer fields. In 2002, work began on two new baseball fields with concession and restroom facilities. The dedication of the new fields was held on Memorial Day, 2004. Financing included a \$200,000 NatureWorks grant from the State of Ohio. At City Hall there are three lighted baseball fields and three lighted tennis courts. Outdoor basketball courts are located on Stadium Drive. Our 49,000 square foot Community Center houses the Recreation Department as well as a field house, indoor pool, outdoor leisure pool, elevated running track, youth game room, fitness center, whirlpool, saunas and a community room with catering facilities. In 2004 there were 171,000 pass visits by 6,574 members.

A quality education for our children is provided by the Brecksville-Broadview Heights City School District. The School District has earned three consecutive perfect scores on the Ohio Department of Education's Local Report Card. The City is also home to the extended campuses of two colleges and is home to the Cuyahoga Valley Career Center which is the area's vocational school that provides a multitude of adult education programs for residents.

## **CITY GOVERNMENT**

The City of Brecksville operates under and is governed by its Charter, first adopted by the voters on November 6, 1956 and amended from time to time. The Charter provides for a Mayor-Council form of government. A nine-member Charter Review Commission reviews the Charter every ten years and did so in 2003.

Legislative authority is vested in a seven-member City Council which is elected at large and whose terms are staggered. Four Council members are elected at each regular municipal election in November of odd numbered years. Of the four elected, the three receiving the highest number of votes serve a term of four years and the fourth serves a term of two years. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, the appropriation and borrowing of money, the licensing and regulation of business and the trades, and other municipal purposes. The presiding officer is the President, who is elected by the Council for a one-year term.

The City of Brecksville's chief executive officer is the Mayor who is elected by the voters for a four-year term. The Mayor appoints, subject to approval of Council, the directors of the City's departments except for the Director of Finance, the Law Director, the City Engineer and the Clerk of Council, all of whom are appointed by Council. He is the chief conservator of the peace, oversees the enforcement of all laws and ordinances, executes all contracts, conveyances, evidences of indebtedness and all other instruments to which the municipality is a party. He is the official and ceremonial head of the City. The Mayor is also the Safety Director and presides over the Mayor's Court.

The City's Service Department works hard to respond to the needs of the residents, providing curbside rubbish and recycling collection, street maintenance, snow removal and maintenance of City recreational facilities, among other services. The Department is responsible for an annual, aggressive road repair and maintenance program.

Security of one's person and property is foremost on the minds of our full-time Police Department. The City prides itself with a low crime rate and rapid response.

A core of permanent firefighters, most of whom are paramedics, supplemented by a highly regarded unit of part-time firefighters staff the Fire Department on a 24/7 basis. The firefighters are also trained and equipped to provide full ambulance and rescue service. At the end of 2004 the full-time contingent was 14 firefighters, augmented by 22 part time firefighters. In 2004, the Fire Department's three ambulances answered 956 EMS calls, meaning that our ambulances were dispatched two to three times each day. The Department also responded to 27 actual fire calls in 2004.

Water service is provided to City residents by the City of Cleveland and sewer services are provided by the Northeast Regional Sewer District. Certain water lines and sewer lines are owned and maintained by the City.

## **ECONOMIC CONDITION AND OUTLOOK**

The Brecksville City Administration and City Council are dedicated to the success of the downtown business district, and at the same time, and with the same enthusiasm, have promoted future growth and development of the City's industrial/office area located on the south side of the City. Each day approximately 11,000 people come to work in Brecksville.

There were a number of major business-related developments in the southern office/industrial area in 2004. All contributed to the maintenance of the City's vital income tax base. The House of LaRose, distributor of Anheuser-Busch products for all of Northeastern Ohio, and one of the largest distributors in the entire country, worked toward its consolidation of its operations and offices into one 280,000-square foot distribution center and corporate office on Southpointe Parkway. The initial staffing level was approximately 300 employees and will eventually reach 400. Major expansion at National City Bank's Consumer Credit Center on Southpointe Parkway moved to completion. Since National City came to Brecksville in 1992, staffing has risen from 150 to approximately 1,000 employees. City Council approved an agreement that will keep the facility in the City for at least ten more years. On Snowville Road, Maverick Industries, another company new to the City, which is a distributor of industrial products, has been constructing a new service center.

The former Goodrich Company complex which was spun off and became Noveon, was sold to the Lubrizol Corporation. Lubrizol will continue operations near the same staffing level. Approximately 80 acres of land still owned by Goodrich will be available for prime office/laboratory development over the next several years.

The Veterans Administration announced that it will eventually close its medical complex in the southern office/industrial area. This prime real estate will eventually be redeveloped which will benefit the City's economic picture immensely.

In the downtown area in 2004, the City welcomed the reopening of a vacant 10,600 square foot structure which is now home to a branch of Western Reserve Bank. The building, which was an eyesore, has done much with its Western Reserve architecture and signature clock tower to contribute to the ongoing renovation and architectural beauty of downtown Brecksville.

The City continued its long-standing policy of controlled growth. During 2004 there were 1,083 building permits issued. Only 29 building permits were issued for residential dwelling units. The valuation of new single family dwelling construction was \$13,828,200, meaning the average cost of a newly built home in Brecksville was \$476,000. The total valuation of all permits issued during 2004 was \$37,079,612. Conifer Acres, a residential development just north of Wallings Road, began development. Twenty-nine home sites make up this 60.5 acre development. Conifer Acres is the first approved residential development in the last two years.

On November 16, 2004, City Council accepted the recommendation of the Planning Commission for preliminary approval of a major subdivision of 117 internal parcels and three out lot parcels on approximately 145 acres on the south side of Snowville Road, west of Dewey Road, to be known as the Woodlands of Snowville.

## **ACCOMPLISHMENTS**

The City's financial picture continues to be strong especially in the face of severe revenue shortfalls experienced by many governmental entities. In 2004 Moody's Investors Service maintained its Aa1 credit rating for the City's General Obligation Bonds. Brecksville is one of only seven cities in Ohio with the Aa1 rating. Less than three percent of communities nationwide achieved an Aa1 rating, only one rating category less than AAA which is the highest rating possible. The rating means a continued lower interest rate in the sale of City bonds and thus a lower overall cost of borrowing and the saving of taxpayer dollars. The City continues to receive praise from Moody's for its financial planning and the execution of its plan.

Meanwhile, the City of Brecksville's Finance Department was proud to receive its fourteenth Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the Year ended December 31, 2003. For the first time in modern history the City prepared its annual budget earlier so that it became effective on January 1, 2004 instead of March.

Infrastructure maintenance is a City priority. The Service Department and independent contractors repaired many City streets. The City's neighborhoods in the vicinity of Route 21, Hilton Road and Whitewood Road saw the completion of a \$3.5 million sewer construction/watermain cleaning and relining project. The City employed \$875,000 in grants and an \$875,000 no interest loan to finance the project. The Service department paved Westview Drive and Glenwood Trail and installed 28,000 pounds of crackfill on City streets. The department purchased one 5-ton tandem dump truck and two rubbish trucks.

The City of Brecksville takes pride in protecting the environment and promotes programs that preserve our natural beauty and lands. 2004 saw a monumental accomplishment in that regard. The City claimed second place in the International Challenge. This honor declared that Brecksville is the second most beautiful city of our size in the entire world!

The City also protects the environment by maintaining an aggressive recycling program. This Citywide program conducts curbside pick-up and has a building dedicated solely to administering the program. The City collects metal, glass, newspapers, magazines, plastic containers and yard waste. In 2004 the department recycled 43.3 percent of its rubbish. That means the City deposited less than 60 percent of its rubbish in landfills. In 2004 the City received a grant of \$9,400 which will be used to purchase 10 wheelchair accessible recycled plastic picnic tables, 18 recycle signs and a 16 yard roll off container for the separation and storage of non-ferrous materials. This is the 16th grant the City has received from the Ohio Department of Natural Resources.

The City maintains its green trademark with an aggressive tree-planting program begun in 1994. The continuation of that program resulted in the City's designation as a Tree City USA for the tenth consecutive year. In 2004, the City's Horticultural Department planted 231 trees and removed 166 dead trees. The department also planted about 10,000 square feet of annuals.

The City pays annual dues to the Chemical Abuse Prevention Association (CAPA) for a Drug Prevention Coordinator to administer to our students, residents, and employers within the City. CAPA is jointly funded by the Brecksville-Broadview Heights City School District, the City of Brecksville and the CARE Concerned Citizens Group. The CARE program entered its 23rd year in 2004, attesting to the program's longevity and commitment.



The Department of Human Services has maintained many programs including snow removal and a food bank for low income seniors. It also coordinates Meals on Wheels and provides free health screenings, recreational programs and social activities. A major event on May 8, 2004 was the groundbreaking for a \$9.25 million, 45,000 square foot addition to the Community Center. Two floors of the three-floor structure will house the Human Services Department and the third floor will be additional space for the Community Center's cardio-vascular fitness section. The Human Services facilities will include a 30 feet by 50 feet water therapy-exercise pool and a full service kitchen with an accompanying large gathering area. Occupancy is expected in the fall of 2005.

The Human Services Department, with the support of its Advisory Board, continues to expand its activities and services in order to meet the needs of Brecksville's older and special needs residents. In 2004, the 22nd annual Yuletide Hunger program was again a success. Ninety-two households received more than a three-month's supply of food and almost 50 families benefited from the "Adopt-A-Family" program which provided donated holiday gifts. Transporting our seniors and residents with special needs remains a top priority of the department. Approximately 70 volunteers drive a fleet of six vehicles including two, wheel chair-accessible buses, a van and three cars. Transportation is provided for people to kidney dialysis three days a week including some holidays.

Each December the City of Brecksville sponsors a variety of holiday events including the annual Children's Christmas Play. On the Old Town Hall stage magical tales told by lovable creatures and characters, including Santa himself, delight Brecksville's little ones and entertain their parents as well. The Children's Christmas Play was the inspiration of former Mayor Jack A. Hruby, and since 1968 an original play has been produced most every year. This heartwarming and often humorous holiday tradition has been nurtured and guided by the current Mayor. The cast and crew consist of City employees, their families and friends of the community. Also, the Service Department was once again responsible for creating beautiful holiday lighting displays at a variety of locations in the City.

## **BUILDING OUR FUTURE**

In 2005 the City:

- Will complete a project to clean and/or replace water lines in the Fitzwater, Riverview and Wiese Road area. Total cost should be just under \$2 million. The project has qualified for Issue 2 funding of just over \$1 million.
- Continue planning for a new Police Facility.
- See the grand opening of a new Human Services facility for its seniors and additional exercise facilities for patrons of the Community Center and Recreation Department.
- Complete construction of a new communications tower on the City's Blossom property to upgrade emergency services communications.

The City of Brecksville will continue to enhance the quality of its residential life and the growth of its industrial area and business district, all of which contribute to its tremendous reputation. Through careful and conservative planning, strict adherence to zoning codes and sound financial policies, Breckville's quality of life and fiscal stability will be maintained.

## **Financial Condition**

This is the fifth year that the city of Brecksville has prepared financial statements following Governmental Accounting Standards Board Statement 34. This new format of governmental reporting on the City's financial activities include:

**Government-wide financial statements** – These statements are prepared on an accrual basis of accounting similar to the basis of accounting followed by business.

**Fund financial statements** – These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activity accrual information presented in the government-wide financial statements. Fiduciary funds use the accrual basis of accounting.

**Statement of budgetary comparisons** – These statements present comparisons of actual financial results of operations to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this new reporting model, management is responsible for preparing Management Discussion and Analysis of the City. This discussion follows the independent accountants' report, providing an assessment of the City finances for 2004.

## **Budgetary Control**

Budgetary control is maintained by an encumbrance for purchase commitment amounts prior to the release of purchase orders to vendors. Purchase requisitions for expenditures of monies are first reviewed by the department head and then forwarded to the Purchasing Director for signature and preparation of a purchase order. The Finance Director certifies the availability of funds for the purchase order and the estimated expenditure is encumbered against the available appropriation.

The City adopted its 2004 annual appropriation ordinance before January 1 of 2004 eliminating the need for a temporary appropriation budget. All disbursements and transfers of cash between funds require appropriation authority.

## **Internal Control**

As a part of its continuing commitment to excellence in financial reporting, the City utilizes a computerized financial accounting and reporting system. The Mayor and Finance Director continually evaluate enhancements to the present internal accounting controls and procedures. They oversee the appropriateness of internal control, develop procedures to enhance internal control and consult with outside auditors to insure that the City remains at a sound financial level of operations.

The City has built internal accounting controls into its financial accounting, budgeting and reporting system to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss resulting from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The internal accounting controls built into the City's system were developed using the concept of reasonable assurance. This concept recognized that the cost of a control should not exceed the benefits likely to be derived from its implementation, and the evaluation of costs and benefits should require estimates and judgments by management. We believe that the City's internal

accounting controls adequately safeguard the City's assets and provide reasonable assurance of proper recording and reporting of financial transactions.

### **Cash Management**

Cash management is a vital component in the City of Brecksville's overall financial strategy. A prudent investment program is maintained to assure the continual investment of all possible City dollars at all times. In addition to the security of the investment, a major consideration is the timing of needed cash to pay City liabilities. Cash resources of all City funds are combined for maximum return and are invested in accordance with the investment policy of the City of Brecksville and the Ohio Revised Code. Some of the allowable deposits and investments include certificates of deposit, savings accounts, money market accounts, the State Treasurer's Investment Pool and repurchase agreements.

### **Risk Management**

The City of Brecksville insures all risks, with the exception of health insurance, through private insurance carriers. Property valuations are revised annually to provide insurance companies and the City with an accurate inventory of insurable property and replacement cost values. The City of Brecksville manages the hospital and medical benefits for its employees on a self-insured basis. A third party administrator processes and pays the claims. An excess coverage insurance (stop-loss) policy covers claims in excess of \$50,000 per employee per year. Control of the plan rests with the City.

### **Independent Auditor**

In accordance with Ohio law, independent audits must be performed on all financial operations of the City annually. Either the Auditor of State of Ohio, or if the Auditor permits, an independent public accounting firm conducts these audits. Brecksville City Council selected the Auditor of State's Office to perform these services for the year 2004. Their report is presented in the Financial Section.

### **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities whose CAFR is easily readable, efficiently organized, and conforms to GFOA reporting standards. Such a report must satisfy both generally accepted accounting principles (GAAP) as well as applicable legal requirements. The City of Brecksville received this honor for its Comprehensive Annual Financial Report for the year ended December 31, 2003. A Certificate of Achievement is valid for a period of one year only. The City of Brecksville believes the current report conforms to the Certificate of Achievement Program requirements, and has submitted it to the GFOA to determine its eligibility for another Certificate of Achievement.

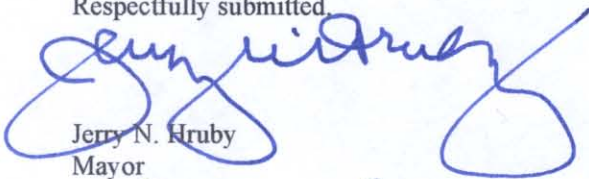
## Acknowledgments

Successful preparation of a report of this scope depends upon the dedicated contribution of many employees. The sincere appreciation of those primarily responsible for its completion is extended to all contributors but especially to those employees in the Department of Finance who have spent their time and energy on various parts of the project and to Local Government Services for their assistance in helping the City prepare this report in conformity with generally accepted accounting principles (GAAP) and the requirements of the Government Finance Officers Association.

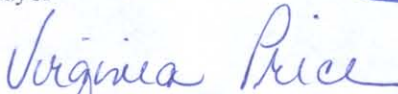
In addition, we would like to thank Brecksville City Council, without whose positive leadership and encouragement, the preparation of this report would not have been possible.

In closing, we would like to thank the residents and taxpayers of the City of Brecksville for entrusting us with the administration of their local government.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Jerry N. Hruby". The signature is stylized with large loops and a long horizontal stroke.

Jerry N. Hruby  
Mayor

A handwritten signature in blue ink, appearing to read "Virginia Price". The signature is written in a cursive style.

Virginia Price, CPA  
Director of Finance

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Brecksville,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2003

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



*Nancy L. Zielle*

President

*Jeffrey R. Emery*

Executive Director

**City of Brecksville, Ohio**

*City Officials*

ELECTED OFFICIALS

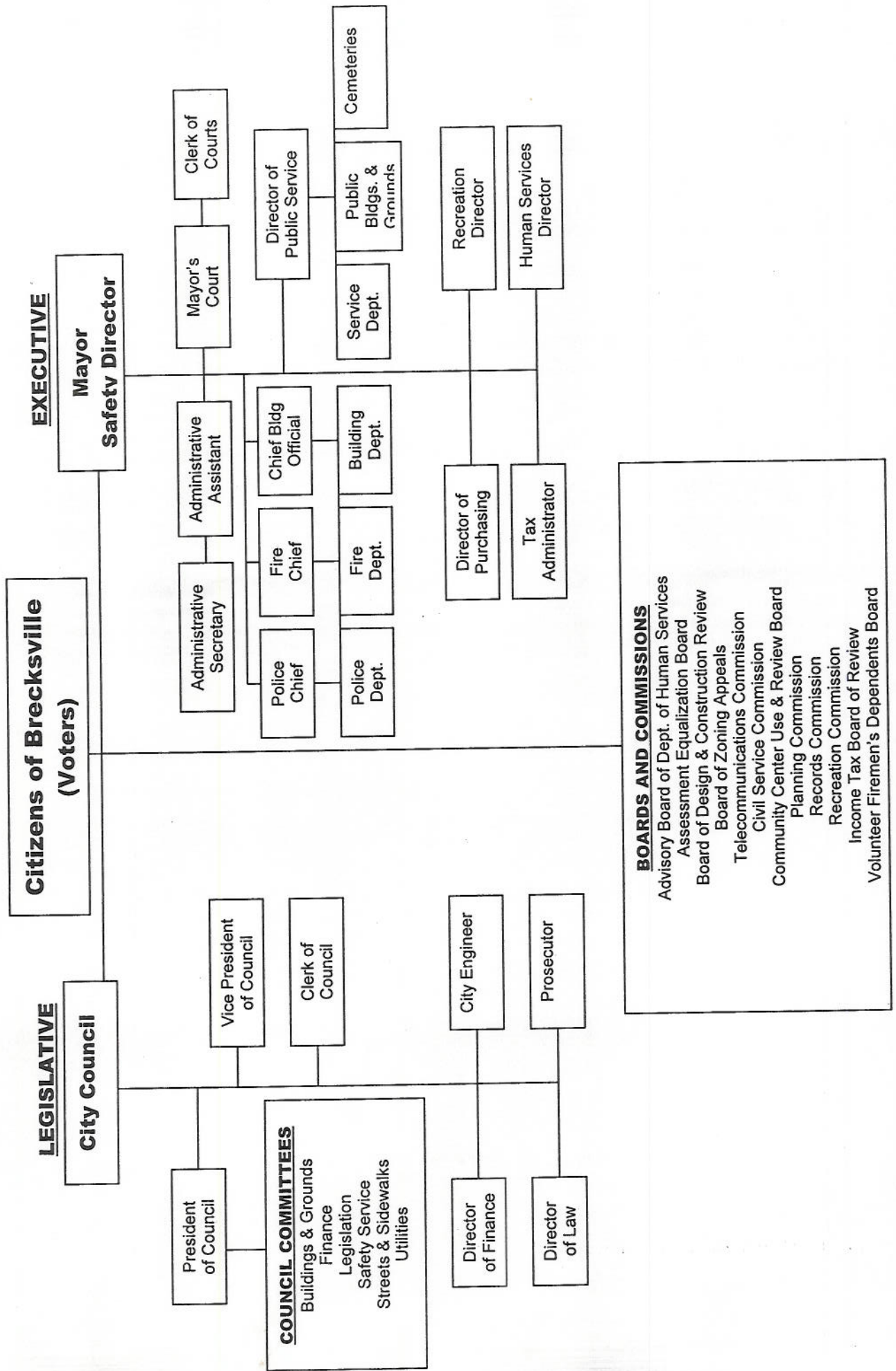
Mayor-Safety Director ..... Jerry N. Hruby  
President of Council ..... David J. Deuch  
Vice-President of Council..... Larry Potla  
  
Council Member ..... Neil F. Brennan  
Council Member ..... Gerald F. Broski  
Council Member ..... Louis Carouse  
Council Member ..... Nora Murphy  
Council Member ..... Carl J. Opatrny

APPOINTED OFFICIALS

Director of Finance ..... Virginia Price  
Police Chief..... Dennis A. Kancler  
Fire Chief ..... Edwin D. Egut  
Service Director ..... Robert J. Pech  
Director of Purchasing ..... Donna Shirer  
Chief Building Official ..... Robert L. Miller  
Clerk of Courts..... Marilyn L. Sewell  
Director of Recreation..... Kimberly Robertson  
Director of Law ..... Paul A. Grau  
Prosecutor ..... Sergio I. Digeronimo  
City Engineer ..... Victoria McCauley  
Clerk of Council..... Mary Scullin

# CITY OF BRECKSVILLE, OHIO

## ORGANIZATIONAL CHART



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## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT

City of Brecksville  
Cuyahoga County  
9069 Brecksville Road  
Brecksville, Ohio 44141

To the City Council:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2004, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga County, Ohio, as of December 31, 2004, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparisons for the General and Fire Department Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2005, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the Government's basic financial statements. The introductory section, combining and individual nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining and individual nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**Betty Montgomery**  
Auditor of State

June 10, 2005

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

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The discussion and analysis of The City of Brecksville's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2004. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers should also review the transmittal letter and the basic financial statements to enhance their understanding of the City's financial performance.

**Financial Highlights**

Key Financial highlights for 2004 are as follows:

- Total Net Assets increased \$5,205,539 or a 8.10 percent increase over 2003.
- The City's return on assets was 6.7 percent.
- Total Assets of Governmental Activities increased \$11,939,032 which represents a 14.54 percent increase over 2003.
- Total expenses of all City services was \$19 million in 2004, a decrease of \$733,866 under 2003.
- Total Current Liabilities increased by \$43,679 or 0.63 percent from 2003.
- Total Capital Assets increased by \$7,655,203 or 13.87 percent over 2003.
- Total Outstanding Long-term Liabilities at 2004 were \$6,689,814 more than year 2003, a 61.20 percent increase due to new debt issues.

**Using This Annual Financial Report**

This annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the City of Brecksville as a financial whole or as an entire operating entity. The statements provide a detailed look at the City's specific financial conditions.

The statement of Net Assets and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

**Reporting the City of Brecksville as a Whole**

Statement of Net Assets and the Statement of Activities

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole considers all financial transactions and asks the question, "How did we do financially during 2004?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by the private sector. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

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

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These two statements report the City's net assets and the changes in those assets. The change in assets is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of the City's capital assets also need to be evaluated.

The Statement of Net Assets and the Statement of Activities are divided into the following categories:

- Assets
- Liabilities
- Net Assets (Assets minus Liabilities)
- Program Expenses and Revenues
- General Revenues
- Net Assets Beginning of Year and Year's End

### **Reporting the City of Brecksville's Most Significant Funds**

#### **Fund Financial Statements**

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City of Brecksville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. The presentation of the City's major funds begins on page 9. Fund financial reports provide detailed information about the City's major funds based on the restrictions on the use of monies. The City has established many funds, which account for the multitude of services, facilities and infrastructure provided to our residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Brecksville, our major funds are the General, Fire Department, Special Assessment Bond Retirement, General Municipal Improvement, Buildings and Improvement, Road Improvements and Human Services Facilities.

**Governmental Funds** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. All City activities are reported in the governmental funds focusing on how money flows into and out of those funds and the balances left at year-end available for future spending. Our funds are reported using the modified accrual accounting method. The modified accrual method measures cash and all other financial assets expected to be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. Governmental fund information helps determine the level of financial resources that can be spent in the near future on residential services. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

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

**The City of Brecksville as a Whole**

Recall that the Statement of Net Assets pictures the City as a whole. Table 1 provides a summary of the City's net assets for 2004 compared to 2003.

Table 1  
Net Assets

	Governmental Activities	
	2004	2003
<b>Assets</b>		
Current and Other Assets	\$31,163,137	\$26,879,308
Capital Assets, Net	62,859,434	55,204,231
<i>Total Assets</i>	<u>94,022,571</u>	<u>82,083,539</u>
<b>Liabilities</b>		
Current and Other Liabilities	6,959,863	6,916,184
Long-Term Liabilities		
Due Within One Year	1,291,642	983,410
Due in More Than One Year	16,328,395	9,946,813
<i>Total Liabilities</i>	<u>24,579,900</u>	<u>17,846,407</u>
<b>Net Assets</b>		
Invested in Capital Assets, Net of Related Debt	52,108,292	45,138,862
Restricted for:		
Capital Projects	4,953,157	6,896,322
Debt Service	4,493,213	4,786,541
Fire Department	370,646	265,884
Community Center	185,522	117,212
Street Repair and Maintenance	569,521	196,261
Road Maintenance	430,238	197,575
Other Purpose	642,334	1,143,615
Unrestricted	5,689,748	5,494,860
<i>Total Net Assets</i>	<u>\$69,442,671</u>	<u>\$64,237,132</u>

Net assets may serve as a useful indicator of a government's financial position over time. In the case of the City of Brecksville, assets exceeded liabilities by \$69,442,671 at year end 2004. By far the largest portion of the City of Brecksville's net assets (66 percent) is its investment in capital assets including land, buildings, streets, water lines, storm water lines, and machinery net of related debt. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City of Brecksville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**City of Brecksville**  
*Management's Discussion and Analysis*  
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The City's net assets increased by \$5,205,539 during the current fiscal year. The primary factor for this increase is the City's continuing commitment to investment in its infrastructure, indicated by an increase in Capital Assets of \$7,655,203. Additionally, the City of Brecksville works very hard to stabilize current liabilities and reduce long-term liabilities. As an example, the City budgets \$100,000 per month from income tax revenues to provide future funding for specific building or infrastructure improvements. In 2004 the City's total liabilities to net asset ratio was 35 percent.

The City carefully invests its cash in a variety of investment types with the primary focus being safety of principal, but with an attention to investment opportunities to increase yield. The Investment Board which consists of the Mayor, Finance Director, and Law Director pay close attention to daily interest rates and long-term financial trends. The City realized \$594,442 in interest revenue. Interest rates hit a historic forty year low in 2004 causing the reduction in interest revenue. Interest revenue projections for the future are much greater based on increasing market rates. This additional revenue is utilized as part of the City's plan to pay off short-term debt or pay for future projects or improvements.

Table 2 shows the changes in net assets for the year ended December 31, 2004 compared to 2003.

Table 2  
Changes in Net Assets

	Governmental Activities	
	2004	2003
<b>Program Revenues</b>		
Charges for Services	\$1,621,303	\$1,538,212
Operating Grants and Contributions	701,225	588,861
Capital Grants and Contributions	2,119,012	3,627,626
<i>Total Program Revenues</i>	<u>4,441,540</u>	<u>5,754,699</u>
<b>General Revenues</b>		
Property Taxes	4,391,313	4,127,860
Income Taxes	12,762,788	11,373,261
Grants and Entitlements	1,760,102	1,307,353
Investment Earnings	594,442	634,052
Gain on Sale of Capital Assets	0	16,532
Other	375,742	247,880
Total General Revenues	<u>19,884,387</u>	<u>17,706,938</u>
<i>Total Revenues</i>	<u>\$24,325,927</u>	<u>\$23,461,637</u>

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

Table 2 (continued)  
Changes in Net Assets

	Governmental Activities	
	2004	2003
<b>Program Revenues</b>		
<b>Program Expenses</b>		
General Government:		
Legislative and Executive	\$4,246,585	\$4,135,163
Judicial	151,584	151,387
Public Safety:		
Police	3,930,138	3,901,614
Fire	1,862,540	1,964,919
Public Health Services	113,498	118,442
Street Construction, Maintenance and Repairs	3,433,446	4,132,195
Housing and Community Development	860,061	1,186,316
Basic Utility Services	2,457,634	1,884,812
Recreational Activities	1,568,851	1,859,992
Interest and Fiscal Charges	496,051	519,414
<i>Total Program Expenses</i>	<u>19,120,388</u>	<u>19,854,254</u>
<i>Change in Net Assets</i>	5,205,539	3,607,383
Net Assets Beginning of Year	64,237,132	60,629,749
Net Assets End of Year	<u>\$69,442,671</u>	<u>\$64,237,132</u>

**Governmental Activities**

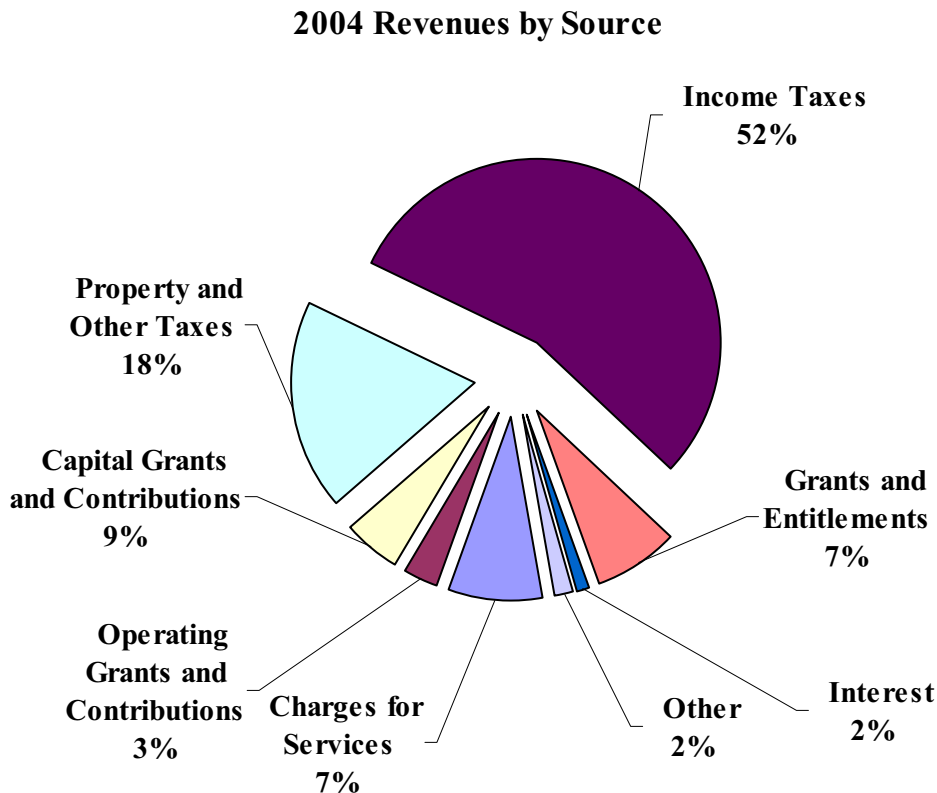
Several revenue sources fund our governmental activities with City income tax being the largest contributor. The income tax rate of 2 percent was created by City Charter and became effective January 1990. This tax created by Charter amendment will remain until such time as the City's electorate changes the rate, which is not anticipated. The income tax revenue amount for 2004 was \$12,762,788. General revenues from grants and entitlements, such as local government funds, are also sources of revenue. In 2004, \$1,152,000 of the City of Brecksville's capital grants and contributions came from the assumption of housing development infrastructure improvements initially installed by developers.

City income tax collections in 2004 were up 12 percent from 2003 collections. This increase can be attributed to some industries new to Brecksville and an overall healthier economy. The City has enjoyed a healthy revenue stream in its income tax collections for the past fourteen years. The City of Brecksville has been very aggressive in the year 2004 collecting delinquent income tax as it has for many years. The catalyst behind its historical growth is a strong economic development program. The number of business, be they large or small, provide an income tax base that can sustain the loss of any major tax paying entity and still be able to meet the financial needs of the City. City income tax revenue of \$2,472,000 per year is earmarked for specific City improvements. \$10,000 per month or \$120,000 per year is part of the funding designated for road re-paving. \$16,000 per month or \$192,000 per year is part of the funding designated for capital improvements. \$80,000 per month or \$960,000 per year is allocated toward general municipal improvements. \$100,000 per month or \$1,200,000 per year is allocated toward building improvements.

**City of Brecksville**  
*Management's Discussion and Analysis*  
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*Unaudited*

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These revenues are allocated by Ordinance of City Council providing that a substantial portion of our income tax collections is designated for roads, City facilities and capital needs. Of the \$24,325,927 in total revenue, income tax accounts for 52 percent of that total. Property taxes of \$4,391,313 accounts for 18 percent of total revenue, with program revenues, grants and entitlements, investment income and miscellaneous income accounting for the remaining 30 percent.



Public safety, including the police and fire departments, accounted for program expenses of \$5,792,678 which is 30 percent of total City expenses for the year 2004. Street construction, maintenance and repair expenses of \$3,433,446 accounted for 18 percent. These two figures illustrate the City's commitment toward infrastructure maintenance as well as the safety of our citizens. The police and fire departments live within their overtime budgets, which account for a small portion of the total cost of operating both departments.

The Fire Department is funded through Charter levy millage. All operating costs for maintaining the Fire Department 24 hours a day, 7 days a week are financed with this millage. In addition, a portion of the levied funds is budgeted toward capital improvements within the Fire Department. Renovation and expansion of the fire station was started in 2002 and was completed in 2003.

Our Police Department continues to add to its equipment to better serve our community and at the same time provide extra safety for our officers. We continue to strive to provide better police and fire service at a lower cost per man-hour.

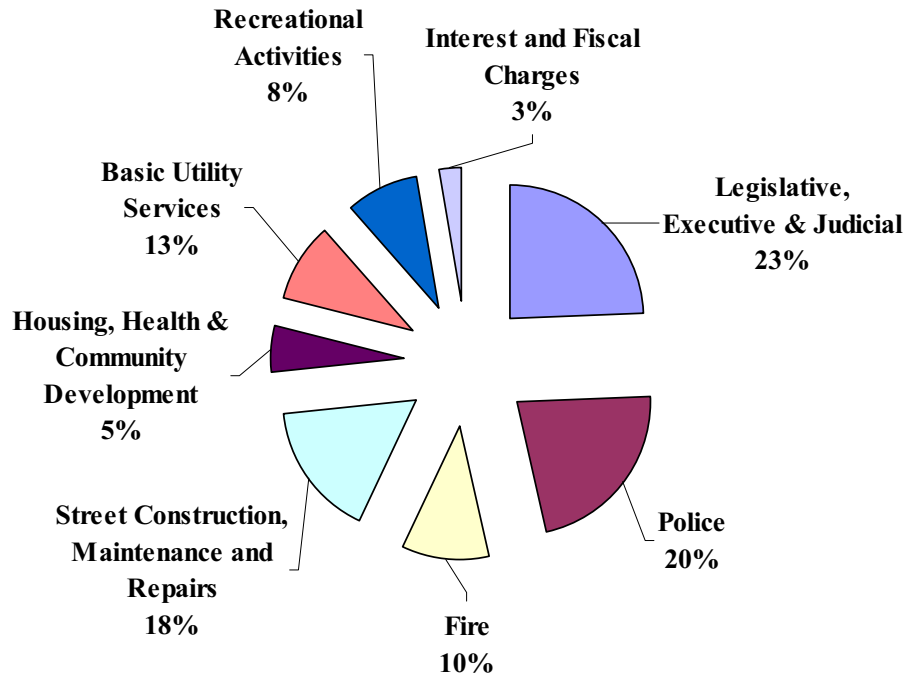
As stated previously, 17 percent of our year 2004 program expenses were for road and infrastructure maintenance and repair and an additional 13 percent was used to maintain basic utility services. The City funds these projects through earmarked income tax dollars as described previously. This is again an illustration of the City's commitment to maintaining its infrastructure.



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

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**2004 Expenditures by Function**



**The City's Funds**

Information about the City's Governmental funds begins on page 16. These funds are accounted for using the modified accrual basis of accounting. All Governmental Funds had total revenue of \$24,456,322 and expenditures of \$27,893,750. The most significant fund is our General Fund with an unreserved fund balance at year-end of \$5,774,941 compared to annual expenditures of \$12,080,050. While general fund revenues exceeded expenditures by \$3,036,509, \$1,950,000 of this excess was transferred to other funds. These transfers helped the City fund capital improvements. The Human Services Facilities capital projects fund had an unreserved fund balance at year-end of \$367,377. Revenues and other financing sources including general obligation bond proceeds and a transfer from the General Fund exceeded expenditures by \$4,862,291.

**General Fund Budgeting Highlights**

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. During the course of 2004 the City amended its General Fund budget several times, but no amendment was significant. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for Ordinance enactment on the change. The City does allow small interdepartmental budget changes that modify line items within departments within the same fund. The General Fund supports many of our major activities including the Police Department, Recreation Department, and most legislative and executive activities. The General Fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

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

**Capital Assets and Debt Administration**

*Capital Assets*

Table 3  
 Capital Assets at December 31

	Governmental Activities	
	2004	2003
Land	\$4,602,712	\$4,602,712
Construction in Progress	10,357,037	6,030,792
Buildings and Improvements	10,202,112	10,527,275
Machinery and Equipment	4,235,671	4,159,483
Furniture and Fixtures	65,885	113,252
Infrastructure		
Roads	11,501,039	11,164,841
Sidewalks	1,254,146	1,343,350
Guardrails	0	11,516
Traffic Signals	2,090,736	0
Storm Sewer	4,969,138	3,890,658
Sanitary Sewer	8,437,742	8,330,244
Water Lines	5,143,216	5,030,108
Total Capital Assets	\$62,859,434	\$55,204,231

Total capital assets, net of depreciation, increased \$7,655,203 from 2003. The most significant increases in capital assets were in construction in process. The primary reason for the increase was the initiation of the building of the City's Human Services and Community Center addition. Other large projects added to construction in progress include the Route 21/Hilton/Whitewood Water, Sanitary Sewer and Storm Drainage project, the Route 21 Access Road project and the Southpoint/Miller/I-77 Storm Water project. The addition of \$2,090,736 to the City's traffic signals is a result of the completion of its Traffic Resignalization project in 2004. This project was partially funded by Federal grant monies. As indicated by the substantial increases in our street and utility capital assets, the City is committed to a long-term goal of rebuilding its infrastructure and facilities. We have a five year capital plan in place providing for rebuilding major residential streets, water, sewer and storm sewer lines, and adding additional facilities to complement our current structures.

The City of Brecksville seeks grants for infrastructure projects as well as improving our City facilities. In 2003 it received approval for over \$1.2 million through the Ohio Public Works Department for Route 21/Hilton Road/Whitewood Road sanitary sewer and watermain improvements. The majority of the construction was completed in 2004, with final improvements to be complete in spring of 2005. Use of grants and loans as well as short-term notes enable the City to improve its capital assets and at the same time maintain our fund levels. See note 9 for additional information on the City's capital assets.

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

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**Debt**

As of December 31, 2004, the City of Brecksville had \$17,620,037 in bonds, notes, loans and compensated absences outstanding with \$1,291,642 due within one year.

Table 4  
 Outstanding Debt as Year End

	Governmental Activities	
	2004	2003
General Obligation Bonds	\$10,027,432	\$4,491,102
Special Assessment Bonds	4,057,000	4,417,000
Notes	2,550,000	1,000,000
OPWC Loans	471,284	516,454
Compensated Absences	514,321	505,667
Total	\$17,620,037	\$10,930,223

The General Obligation Bond Retirement bonds are composed of a Library Refunding Bond of \$1,343,446, two Community Center Bonds; one for \$1,605,000 and one for \$1,160,000 and a Human Services Facility Bond of \$5,825,000. On November 7, 1989, effective January 1, 1990, voters passed a ½ percent City income tax increase (from 1½ percent to 2 percent with 100 percent credit). The ½ percent was designated for the construction of a Community Center, the purchase of Blossom Hill property (\$1,000,000) and capital improvements. Each month, \$80,000 is put into a General Municipal Improvement Fund. Money is transferred into the General Obligation Bond Retirement fund for payment of the Community Center bonds.

The Special Assessment Bonds consist of Sprague-Wallings Sanitary Sewer Improvement, Sewer Project #1312 #2, Old Royalton Road Water Main, Oakhurst-Fitzwater Sanitary Sewer, Southpointe Parkway Refunding, Four Seasons Sewer and Water and the Service Road Sewer and Water. Principal and interest for these bonds are paid from the collection of special assessments by the County Auditor. A \$2,550,000 special assessment note was issued in May of 2004. This note was for a one year term in anticipation of issuing bonds relating to the Route 21 Access Road project and the Route 21/Hilton/Whitewood project. These infrastructure projects will be assessed in 2005.

In 1997 the City refunded the following bond issues: Library Improvement, Community Center Improvement, Oakhurst-Fitzwater Sanitary Sewer and Southpointe Parkway Improvement. In 2004 the City refunded the Community Center Improvement Bonds of 1992. The bonds were reissued along with \$6,000,000 of new bonds for the Human Service Facility project.

The OPWC Loans are paid semi-annually from the Capital Improvement Fund, the Road Improvement Charter Levy Fund, and the Public Utility Improvement Fund and will be paid in full in the year 2019.

The City's overall debt increased in 2004 by \$6,689,814 due to the Human Service Facility bonds and the special assessment note. The City's overall legal debt margin (voted and unvoted) on December 31, 2004 was \$47,152,525. The aggregated outstanding debt subject to the ten and one half percent limitation is \$18,937,266. The difference of \$28,215,259 between the maximum issuable amount and the outstanding amount represents the aggregate principal amount of additional voted and unvoted nonexempt debt which the City may issue without exceeding the ten and one-half percent limitation. See Note 14 for additional information on the City's debt.

**City of Brecksville**  
*Management's Discussion and Analysis*  
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*Unaudited*

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**Current Financial Related Activities**

The City of Brecksville is financially strong. Over the past fifteen years we have enjoyed strong growth in revenues and at the same time adopted a strong, fiscally responsible financial plan to live within our means. In 1990 we increased our income tax from 1.5 to 2 percent promising our constituents that the City of Brecksville would improve its facilities and infrastructure and increase its level of services without the need for additional taxes. Since that time we built our Community Center, acquired the 83-acre Blossom property, and expanded our Municipal Parking Lot, Service Department, and recreational playing fields. The current addition to our Community Center building will provide additional space for recreational activities and a diverse operations center for our Human Services department including classrooms, meeting rooms, food service facilities and a physical therapy pool.

For many years the City has reduced its health care costs by operating a self-funded insurance program and joining a group rating worker's compensation program. While the cost increases for medical insurance are unavoidable in today's environment, the City is working diligently to maintain a high level of coverage for its employees at the lowest cost possible. In 2004, the City created a health care cost committee comprised of representatives from all departments to address the issue of rising health care and develop strategies to minimize increases.

The Finance Director, Mayor, and City Council work extremely hard at keeping our debt low. We plan our finances so that we can pay cash for many of the facility improvements and acquisitions, and continue to pay cash for all equipment and other major purchases necessary to maintain our level of services. We live within our means and plan ahead knowing that our budget enables us to spend less than the revenues we receive.

The City of Brecksville has committed itself to financial excellence and a landmark designation in 2001 greatly enhanced that status. Moody's Investors Service assigned an Aa1 credit rating to the City of Brecksville's General Bonds. Brecksville became one of only six cities in Ohio with the coveted Aa1 rating. Less than three percent of communities nationwide have achieved an Aa1 rating. Only two Ohio cities are rated AAA. In 2004 Moody's renewed this rating when reviewing the City in relation to its new bond issue. In its report Moody's said, "We expect the City's financial operations to remain sound." Also the City has received the Government Finance Officers Award (GFOA) Certificate of Achievement for Excellence since 1990, the year of our first Comprehensive Annual Financial Report. The City of Brecksville was one of the first cities in Ohio to report using the GASB 33 and 34 requirements. In this CAFR, we are early implementing GASB Statements No. 40 and 44. Our commitment to our residents has always been one of full disclosure of the financial position of the City. Annually we publish and make available to our residents by mail a complete and total report of our revenues and expenditures through the City's Bulletin, a publication produced by the City six times per year. We also offer information regarding our City on our web sit, [www.brecksville.oh.us](http://www.brecksville.oh.us).

**Contacting the City's Finance Department**

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and demonstrate the City's accountability for all money it receives, spends, and invests. Please direct any questions about this report or financial information inquiries to Finance Director Virginia Price, City of Brecksville, 9069 Brecksville Road, Brecksville, Ohio 44141, or telephone 440-526-2608.

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## Basic Financial Statements

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**City of Brecksville, Ohio**

*Statement of Net Assets*

*December 31, 2004*

	<u>Governmental Activities</u>
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$18,333,499
Cash and Cash Equivalents in Segregated Accounts	46,699
Materials and Supplies Inventory	105,361
Accounts Receivable	67,944
Accrued Interest	102,816
Intergovernmental Receivable	1,208,800
Prepaid Items	70,896
Municipal Income Taxes Receivable	2,315,937
Property Taxes Receivable	4,670,547
Deferred Charges	132,435
Special Assessments Receivable	4,108,203
Nondepreciable Capital Assets	14,959,749
Depreciable Capital Assets, Net	<u>47,899,685</u>
<i>Total Assets</i>	<u>94,022,571</u>
<b>Liabilities</b>	
Accounts Payable	181,813
Contracts Payable	666,945
Retainage Payable	234,642
Accrued Wages and Benefits	288,968
Intergovernmental Payable	403,275
Deferred Revenue	4,526,048
Accrued Interest Payable	71,608
Claims Payable	260,997
Vacation Benefits Payable	325,567
Long-Term Liabilities:	
Due Within One Year	1,291,642
Due In More Than One Year	<u>16,328,395</u>
<i>Total Liabilities</i>	<u>24,579,900</u>
<b>Net Assets</b>	
Invested in Capital Assets, Net of Related Debt	52,108,292
Restricted for:	
Capital Projects	4,953,157
Debt Service	4,493,213
Fire Department	370,646
Community Center	185,522
Street Repair and Maintenance	569,521
Road Maintenance	430,238
Other Purposes	642,334
Unrestricted	<u>5,689,748</u>
<i>Total Net Assets</i>	<u><u>\$69,442,671</u></u>

See accompanying notes to the basic financial statements

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

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental Activities</b>					
General Government:					
Legislative and Executive	\$4,246,585	\$151,662	\$11,400	\$0	(\$4,083,523)
Judicial System	151,584	349,991	0	0	198,407
Public Safety:					
Police	3,930,138	8,841	41,675	0	(3,879,622)
Fire	1,862,540	2,853	0	0	(1,859,687)
Public Health Services	113,498	93,342	0	0	(20,156)
Street Construction, Maintenance and Repair	3,433,446	0	637,407	1,394,171	(1,401,868)
Housing and Community Development	860,061	192,314	0	0	(667,747)
Basic Utility Services	2,457,634	39,616	5,907	724,841	(1,687,270)
Recreational Activities	1,568,851	782,684	4,836	0	(781,331)
Interest and Fiscal Charges	496,051	0	0	0	(496,051)
<i>Total Governmental Activities</i>	<u>\$19,120,388</u>	<u>\$1,621,303</u>	<u>\$701,225</u>	<u>\$2,119,012</u>	<u>(14,678,848)</u>
<b>General Revenues</b>					
Property Taxes Levied for:					
General Purposes					1,772,674
Fire Department					1,716,753
Streets					504,927
Police Department					151,478
Debt Service					245,481
Municipal Income Taxes Levied for:					
General Purposes					10,309,796
Capital Outlay					2,452,992
Grants and Entitlements not Restricted to Specific Programs					
Investment Earnings					1,760,102
Miscellaneous					594,442
					<u>375,742</u>
<i>Total General Revenues</i>					<u>19,884,387</u>
Change in Net Assets					5,205,539
<i>Net Assets Beginning of Year</i>					<u>64,237,132</u>
<i>Net Assets End of Year</i>					<u><u>\$69,442,671</u></u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Balance Sheet*  
*Governmental Funds*  
*December 31, 2004*

	General	Fire Department	Special Assessment Bond Retirement	General Municipal Improvement	Building and Improvements
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$3,887,315	\$490,434	\$352,751	\$612,097	\$107,510
Cash and Cash Equivalents:					
In Segregated Accounts	5,070	0	0	0	0
Materials and Supplies Inventory	71,976	0	0	0	0
Accounts Receivable	58,391	2,743	0	0	0
Accrued Interest Receivable	102,816	0	0	0	0
Intergovernmental Receivable	785,126	103,764	0	0	0
Prepaid Items	70,896	0	0	0	0
Municipal Income Taxes Receivable	1,863,589	0	0	175,669	219,586
Property Taxes Receivable	1,884,325	1,825,271	0	0	0
Special Assessments Receivable	0	0	4,108,203	0	0
Interfund Receivable	300,000	0	0	0	0
<i>Total Assets</i>	<u>\$9,029,504</u>	<u>\$2,422,212</u>	<u>\$4,460,954</u>	<u>\$787,766</u>	<u>\$327,096</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$125,896	\$8,781	\$0	\$747	\$0
Contracts Payable	514	0	0	161,055	0
Retainage Payable	0	0	0	0	0
Accrued Wages and Benefits	224,650	44,602	0	0	0
Interfund Payable	0	0	0	0	0
Intergovernmental Payable	193,652	88,621	0	0	0
Deferred Revenue	2,557,052	1,929,035	4,108,203	15,669	19,586
<i>Total Liabilities</i>	<u>3,101,764</u>	<u>2,071,039</u>	<u>4,108,203</u>	<u>177,471</u>	<u>19,586</u>
<b>Fund Balances</b>					
Reserved for Encumbrances	152,799	13,885	0	256,229	0
Unreserved					
Undesignated, Reported in:					
General Fund	5,774,941	0	0	0	0
Special Revenue Funds	0	337,288	0	0	0
Debt Service Funds	0	0	352,751	0	0
Capital Projects Funds	0	0	0	354,066	307,510
<i>Total Fund Balances</i>	<u>5,927,740</u>	<u>351,173</u>	<u>352,751</u>	<u>610,295</u>	<u>307,510</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$9,029,504</u>	<u>\$2,422,212</u>	<u>\$4,460,954</u>	<u>\$787,766</u>	<u>\$327,096</u>

See accompanying notes to the basic financial statements



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

Road Improvements	Human Services Facilities	Other Governmental Funds	Total Governmental Funds
\$812,159	\$7,774,312	\$4,097,333	\$18,133,911
0	0	0	5,070
0	0	33,385	105,361
0	0	6,810	67,944
0	0	0	102,816
0	0	319,910	1,208,800
0	0	0	70,896
21,959	0	35,134	2,315,937
0	0	960,951	4,670,547
0	0	0	4,108,203
0	0	20,000	320,000
<u>\$834,118</u>	<u>\$7,774,312</u>	<u>\$5,473,523</u>	<u>\$31,109,485</u>
\$0	\$0	\$46,389	\$181,813
428	470,825	34,123	666,945
0	234,642	0	234,642
0	0	19,716	288,968
0	0	320,000	320,000
0	0	121,002	403,275
1,959	0	1,195,568	9,827,072
<u>2,387</u>	<u>705,467</u>	<u>1,736,798</u>	<u>11,922,715</u>
331,643	6,701,468	858,599	8,314,623
0	0	0	5,774,941
0	0	1,235,747	1,573,035
0	0	190,183	542,934
500,088	367,377	1,452,196	2,981,237
<u>831,731</u>	<u>7,068,845</u>	<u>3,736,725</u>	<u>19,186,770</u>
<u>\$834,118</u>	<u>\$7,774,312</u>	<u>\$5,473,523</u>	<u>\$31,109,485</u>

<b>Total Governmental Fund Balances</b>	\$19,186,770
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	62,859,434
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Property Taxes	144,499
Intergovernmental	672,278
Municipal Income Taxes	376,044
Special Assessments	<u>4,108,203</u>
Total	5,301,024
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	(19,780)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(71,608)
Vacation benefits payables is not expected to be paid with expendable expendable available financial resources and therefore are not reported in the fund.	(325,567)
In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditure is reported when bonds are issued.	132,435
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(10,027,432)
Special Assessment Bonds	(4,057,000)
OPWC Loans	(471,284)
Compensated Absences	(514,321)
Notes	<u>(2,550,000)</u>
Total	<u>(17,620,037)</u>
<i>Net Assets of Governmental Activities</i>	<u>\$69,442,671</u>

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

	General	Fire Department	Special Assessment Bond Retirement	General Municipal Improvement	Building and Improvements	Road Improvements
<b>Revenues</b>						
Property and Other Taxes	\$1,782,200	\$1,725,981	\$0	\$0	\$0	\$0
Municipal Income Taxes	11,069,033	0	0	1,040,000	1,300,000	130,000
Charges for Services	74,459	2,743	0	0	0	0
Licenses and Permits	304,293	110	0	0	0	0
Fines and Forfeitures	323,071	0	0	0	0	0
Intergovernmental	1,300,230	367,582	0	0	0	23,608
Special Assessments	0	0	335,895	0	0	0
Interest	39,648	12,758	321,934	15,411	3,959	9,713
Donations	11,400	0	0	0	0	0
Rentals	44,913	0	0	0	0	0
Miscellaneous	167,312	0	0	59,592	0	0
<i>Total Revenues</i>	<u>15,116,559</u>	<u>2,109,174</u>	<u>657,829</u>	<u>1,115,003</u>	<u>1,303,959</u>	<u>163,321</u>
<b>Expenditures</b>						
Current:						
General Government:						
Legislative and Executive	3,951,657	0	5,450	0	0	0
Judicial System	145,194	0	0	0	0	0
Public Safety:						
Police	3,546,665	0	0	0	0	0
Fire	16,518	1,780,961	0	0	0	0
Public Health Services	119,739	0	0	0	0	0
Street Construction, Maintenance and Repair	1,908,944	0	0	0	0	0
Housing and Community Development	792,075	0	0	0	0	0
Basic Utility Services	1,578,752	0	0	0	0	0
Recreational Activities	20,506	0	0	0	0	0
Capital Outlay	0	0	0	1,379,773	0	679,590
Debt Service:						
Principal Retirement	0	0	360,000	1,000,000	0	0
Repayment to Refunded Bond Escrow Agent	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	227,665	13,663	0	0
Bond Issuance Costs	0	0	0	0	0	0
<i>Total Expenditures</i>	<u>12,080,050</u>	<u>1,780,961</u>	<u>593,115</u>	<u>2,393,436</u>	<u>0</u>	<u>679,590</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,036,509</u>	<u>328,213</u>	<u>64,714</u>	<u>(1,278,433)</u>	<u>1,303,959</u>	<u>(516,269)</u>
<b>Other Financing Sources (Uses)</b>						
Bond Anticipation Notes Issued	0	0	0	1,000,000	0	800,000
General Obligation Bonds Issued	0	0	0	0	0	0
Premium of Issuance of Debt	0	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0	0
Sale of Capital Assets	32,446	0	0	0	0	0
Transfers In	0	0	0	1,344,068	0	75,000
Transfers Out	(1,950,000)	(242,924)	0	(1,211,405)	(1,225,000)	(594,068)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,917,554)</u>	<u>(242,924)</u>	<u>0</u>	<u>1,132,663</u>	<u>(1,225,000)</u>	<u>280,932</u>
<i>Net Change in Fund Balances</i>	<u>1,118,955</u>	<u>85,289</u>	<u>64,714</u>	<u>(145,770)</u>	<u>78,959</u>	<u>(235,337)</u>
<i>Fund Balances Beginning of Year</i>	<u>4,808,785</u>	<u>265,884</u>	<u>288,037</u>	<u>756,065</u>	<u>228,551</u>	<u>1,067,068</u>
<i>Fund Balances End of Year</i>	<u>\$5,927,740</u>	<u>\$351,173</u>	<u>\$352,751</u>	<u>\$610,295</u>	<u>\$307,510</u>	<u>\$831,731</u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Year Ended December 31, 2004*

Human Services Facilities	Other Governmental Funds	Total Governmental Funds
\$0	\$908,677	\$4,416,858
0	208,000	13,747,033
0	686,561	763,763
0	129,493	433,896
0	8,631	331,702
0	1,753,966	3,445,386
0	0	335,895
112,203	71,451	587,077
0	20,831	32,231
0	47,029	91,942
0	43,635	270,539
<u>112,203</u>	<u>3,878,274</u>	<u>24,456,322</u>
0	185,151	4,142,258
0	2,968	148,162
0	306,613	3,853,278
0	0	1,797,479
0	0	119,739
0	894,522	2,803,466
0	25,995	818,070
0	14,606	1,593,358
0	1,761,448	1,781,954
3,149,912	2,994,494	8,203,769
0	680,170	2,040,170
0	12,867	12,867
0	196,382	437,710
0	141,470	141,470
<u>3,149,912</u>	<u>7,216,686</u>	<u>27,893,750</u>
<u>(3,037,709)</u>	<u>(3,338,412)</u>	<u>(3,437,428)</u>
0	750,000	2,550,000
6,000,000	1,785,000	7,785,000
0	115,282	115,282
0	(1,739,483)	(1,739,483)
0	0	32,446
1,900,000	2,067,057	5,386,125
0	(162,728)	(5,386,125)
<u>7,900,000</u>	<u>2,815,128</u>	<u>8,743,245</u>
4,862,291	(523,284)	5,305,817
<u>2,206,554</u>	<u>4,260,009</u>	<u>13,880,953</u>
<u>\$7,068,845</u>	<u>\$3,736,725</u>	<u>\$19,186,770</u>

**Net Change in Fund Balances - Total Governmental Funds** \$5,305,817

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

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

Capital Asset Additions	9,777,257
Current Year Depreciation	<u>(2,095,517)</u>
<b>Total</b>	<b>7,681,740</b>

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (26,537)

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

Property Taxes	(25,545)
Intergovernmental	(49,278)
Municipal Income Taxes	(984,245)
Special Assessments	<u>(335,895)</u>
<b>Total</b>	<b>(1,394,963)</b>

Repayment of long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 3,792,520

In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditure is reported when bonds are issued. 141,470

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

Accrued Interest on Bonds	(25,908)
Amortization of Issuance Cost	(9,035)
Amortization of Premium on Bonds	5,874
Bond Accretion	(27,344)
Amortization of Accounting Loss	<u>(1,928)</u>
<b>Total</b>	<b>(58,341)</b>

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

Compensated Absences	(8,654)
Pension Obligation	421,693
Vacation Payable	<u>(21,174)</u>
<b>Total</b>	<b>391,865</b>

Other financing sources in the governmental funds increase long-term liabilities in the statement of net assets.

General Obligation Bonds Issued	(7,785,000)
Premium on Bonds	(115,282)
Proceeds of Notes	<u>(2,550,000)</u>
<b>Total</b>	<b>(10,450,282)</b>

The internal service fund used by management to charge the individual funds is reported in the district-wide statement of activities. Governmental activities. Governmental fund expenditures and related internal service fund revenues are eliminated. (177,750)

*Change in Net Assets of Governmental Activities* \$5,205,539

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property and Other Taxes	\$1,742,116	\$1,742,116	\$1,782,200	\$40,084
Municipal Income Taxes	8,595,000	8,595,000	10,184,176	1,589,176
Charges for Services	51,600	51,600	78,191	26,591
Licenses and Permits	200,100	200,100	263,377	63,277
Fines and Forfeitures	250,000	250,000	324,951	74,951
Intergovernmental	876,617	886,617	920,593	33,976
Interest	70,000	70,000	58,352	(11,648)
Donations	5,000	5,000	11,400	6,400
Rentals	27,200	27,200	43,239	16,039
Miscellaneous	101,800	101,800	165,034	63,234
<i>Total Revenues</i>	<u>11,919,433</u>	<u>11,929,433</u>	<u>13,831,513</u>	<u>1,902,080</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive	4,476,050	4,562,649	4,141,424	421,225
Judicial System	166,253	170,252	149,226	21,026
Public Safety:				
Police	3,892,553	3,904,553	3,641,250	263,303
Fire	46,500	46,500	38,725	7,775
Public Health Services	142,000	132,000	115,455	16,545
Street Construction, Maintenance and Repair	2,055,938	2,074,638	1,990,126	84,512
Housing and Community Development	894,824	895,791	839,562	56,229
Basic Utility Services	1,753,533	1,773,034	1,656,334	116,700
Recreational Activities	24,226	24,260	21,045	3,215
<i>Total Expenditures</i>	<u>13,451,877</u>	<u>13,583,677</u>	<u>12,593,147</u>	<u>990,530</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,532,444)</u>	<u>(1,654,244)</u>	<u>1,238,366</u>	<u>2,892,610</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	15,000	15,000	32,446	17,446
Advances In	200,000	500,000	300,000	(200,000)
Advances Out	0	(700,000)	(400,000)	300,000
Transfers Out	(2,650,000)	(2,650,000)	(1,950,000)	700,000
<i>Total Other Financing Sources (Uses)</i>	<u>(2,435,000)</u>	<u>(2,835,000)</u>	<u>(2,017,554)</u>	<u>817,446</u>
<i>Net Change in Fund Balance</i>	<u>(3,967,444)</u>	<u>(4,489,244)</u>	<u>(779,188)</u>	<u>3,710,056</u>
<i>Fund Balance Beginning of Year</i>	4,307,926	4,307,926	4,307,926	0
Prior Year Encumbrances Appropriated	202,881	202,881	202,881	0
<i>Fund Balance End of Year</i>	<u>\$543,363</u>	<u>\$21,563</u>	<u>\$3,731,619</u>	<u>\$3,710,056</u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Fire Department Fund  
For the Year Ended December 31, 2004*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property and Other Taxes	\$1,586,496	\$1,695,939	\$1,725,981	\$30,042
Licenses and Permits	94	100	110	10
Intergovernmental	370,955	396,545	367,582	(28,963)
Interest	3,742	4,000	12,758	8,758
<i>Total Revenues</i>	1,961,287	2,096,584	2,106,431	9,847
<b>Expenditures</b>				
Current:				
Public Safety:				
Fire	1,907,001	2,202,299	1,770,705	431,594
<i>Excess of Revenues Over (Under) Expenditures</i>	54,286	(105,715)	335,726	441,441
<b>Other Financing Uses</b>				
Transfers Out	(242,924)	(242,924)	(242,924)	0
<i>Net Change in Fund Balance</i>	(188,638)	(348,639)	92,802	441,441
<i>Fund Balance Beginning of Year</i>	374,363	374,363	374,363	0
Prior Year Encumbrances Appropriated	6,969	6,969	6,969	0
<i>Fund Balance End of Year</i>	<u>\$192,694</u>	<u>\$32,693</u>	<u>\$474,134</u>	<u>\$441,441</u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Fund Net Assets*  
*Proprietary Fund*  
*December 31, 2004*

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	Internal Service Fund - Insurance
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$199,588
Cash and Cash Equivalents In Segregated Accounts	<u>41,629</u>
<i>Total Assets</i>	241,217
<b>Liabilities</b>	
Claims Payable	<u>260,997</u>
<b>Net Assets</b>	
Unrestricted (Deficit)	<u><u>(\$19,780)</u></u>

See accompanying notes to the basic financial statements

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

	Internal Service Fund - Insurance
<b>Operating Revenues</b>	
Charges for Services	\$1,211,138
Miscellaneous	105,203
<i>Total Operating Revenues</i>	1,316,341
<b>Operating Expenses</b>	
Purchased Services	322,429
Claims	1,179,027
<i>Total Operating Expenses</i>	1,501,456
<i>Operating Loss</i>	(185,115)
<b>Non-Operating Revenues</b>	
Interest	7,365
<i>Change in Net Assets</i>	(177,750)
<i>Net Assets Beginning of Year</i>	157,970
<i>Net Assets (Deficit) End of Year</i>	(\$19,780)

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Cash Flows*  
*Proprietary Fund*  
For the Year Ended December 31, 2004

	Internal Service Fund - Insurance
<i><b>Increase (Decrease) In Cash and Cash Equivalents</b></i>	
<b>Cash Flows from Operating Activities</b>	
Cash Received from Interfund Services	\$1,211,596
Cash Received from Other Operating Sources	105,203
Cash Payments to Suppliers for Goods and Services	(322,429)
Cash Payments for Claims	(1,084,418)
<i>Net Cash Used for Operating Activities</i>	(90,048)
<b>Cash Flows from Investing Activities</b>	
Interest	7,365
<i>Net Decrease In Cash and Cash Equivalents</i>	(82,683)
<i>Cash and Cash Equivalents Beginning of Year</i>	323,900
<i>Cash and Cash Equivalents End of Year</i>	\$241,217
 <b>Reconciliation of Operating Loss to Net Cash Used for Operating Activities</b>	
<i>Operating Loss</i>	(\$185,115)
Decrease in Accounts Receivable	458
Increase in Claims Payable	94,609
<i>Net Cash Used for Operating Activities</i>	(\$90,048)
See accompanying notes to the basic financial statements	



**City of Brecksville, Ohio**  
*Statement of Fiduciary Net Assets*  
*Fiduciary Funds*  
*December 31, 2004*

	Private Purpose Trust	
	Cemetery	Agency
<b>Assets</b>		
Equity Pooled in Cash and Cash Equivalents	\$3,216	\$497,847
<b>Liabilities</b>		
Undistributed Monies	0	\$14,796
Deposits Held and Due to Others	0	483,051
<i>Total Liabilities</i>	0	\$497,847
<b>Net Assets</b>		
Held in Trust for Cemetery	\$3,216	

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Changes in Fiduciary Net Assets*  
*Fiduciary Fund*  
*For the Year Ended December 31, 2004*

	Private Purpose Trust
	Cemetery
<b>Additions</b>	
Interest	\$4
<b>Deductions</b>	0
<i>Change in Net Assets</i>	4
<i>Net Assets Beginning of Year</i>	3,212
<i>Net Assets End of Year</i>	\$3,216

See accompanying notes to the basic financial statements

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

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

The City of Brecksville (the "City") was incorporated under the laws of the State of Ohio in 1921, and adopted its first charter in 1956. The Charter provides for a Mayor-Council form of government. The Mayor is elected for a four-year term and Council members are elected at large for staggered four year terms.

***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 are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Brecksville, this includes the agencies and departments that provide the following services: police and fire protection, emergency medical, parks and recreation, planning, zoning, street maintenance and repair and general administrative services. The operation of each of these activities is directly controlled by Council through the budgetary process.

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

The City participates in the Southwest Council of Governments and the Northeast Ohio Public Energy Council, which are defined as jointly governed organizations and one insurance purchasing pool, the Rural Water Association. A jointly governed organization is managed by representatives from each of the governments that create the organization, but there is no ongoing financial interest nor responsibility on the part of the participating governments. These organizations are discussed in Note 16 and 18 to the basic financial statements.

**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 principles. The City also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities and to its internal service fund unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the City's accounting policies are described below.

***A. Basis of Presentation***

The City's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

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

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***Government-wide Financial Statements*** The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid “doubling up” revenues and expenses.

The statement of net assets presents the financial condition of the governmental activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City’s governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the City.

***Fund Financial Statements*** During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

***B. Fund Accounting***

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

***Governmental Funds*** Governmental funds are those through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

***General Fund*** The general fund accounts 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 charter of the City of Brecksville and/or the general laws of Ohio.

***Fire Department Fund*** The fire department special revenue fund is used to account for monies derived from a 3.4 mill charter levy. Monies are used by the fire department to provide and maintain fire equipment and for salaries of fire department personnel.

***Special Assessment Bond Retirement Fund*** The special assessment bond retirement debt service fund is used to account for the collection of special assessments levied against benefited properties for the payment of special assessment bond principal, interest and related costs.

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

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**General Municipal Improvement Fund** The general municipal improvement capital projects fund accounts for the .5 percent increase in City income tax to be used for the acquisition, construction, or improvement of various facilities within the City.

**Building and Improvements Fund** The building and improvement capital projects fund accounts for City income tax to be used for the acquisition, construction, or improvement of major capital facilities.

**Road Improvements Fund** The road improvements capital projects fund accounts for income tax monies to be used for improvements to the various City roads.

**Human Services Facilities Fund** The human services facilities capital projects fund accounts for financing, construction and related costs of improvements to the human services facility .

The other governmental funds of the City account for grants and other resources whose use is restricted to a particular purpose.

**Proprietary Fund** Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. The City's only proprietary fund is classified as an internal service fund.

**Internal Service Fund** Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's only internal service fund is a health fund that accounts for dental, prescription drug and hospital/medical claims of the City employees.

**Fiduciary Funds** Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City's only trust fund is a private purpose trust which accounts for the perpetual care and maintenance of an individual family's burial plots in the City's cemetery through an endowment. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds account for senior citizen programs, street opening fees, deposits pledged by contractors and Route 21 gas lines.

### **C. Measurement Focus**

**Government-wide Financial Statements** The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Assets. The Statement of Activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net assets.

**Fund Financial Statements** All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

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Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of fund net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

The private purpose trust fund is reported using a flow of economic resources measurement focus.

***D. Basis of Accounting***

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting; proprietary and fiduciary funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

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

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied. (See Note 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 year-end: income tax, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), grants, fees and rentals.

***Deferred Revenue*** 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, 2004, but which were levied to finance year 2005 operations, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

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

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***Expenses/Expenditures*** On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

***E. Cash and Cash Equivalents***

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "equity in pooled cash and cash equivalents".

The City has segregated bank accounts for monies held separate from the City's central bank account. These interest-bearing depository accounts are presented as "cash and cash equivalents in segregated accounts" since they are not required to be deposited into the City treasury.

Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating repurchase agreements, which are reported at cost.

During 2004, investments were limited to repurchase agreements, federal home loan bank bonds, federal home loan mortgage bonds, federal national mortgage association bonds and the State Treasury Asset Reserve of Ohio (STAROhio).

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

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue is distributed to all funds. Interest revenue credited to the general fund during 2004 amounted to \$39,648, of which \$18,680 was assigned from other funds.

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 presented on the financial statements as cash equivalents.

***F. Inventory***

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies.

***G. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31, 2004, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

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

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***H. Capital Assets***

The City's only capital assets are general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated fixed assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land	N/A
Buildings and Improvements	5 - 50 years
Machinery and Equipment	3 - 25 years
Furniture and Fixtures	7 - 10 years
Infrastructure	10 - 99 years

The City's infrastructure consists of roads, sidewalks, guardrails, traffic signals, storm sewers, sanitary sewers, and water lines and includes infrastructure acquired prior to December 31, 1980.

***I. Interfund Balances***

On the fund financial statements, receivables and payables resulting from transactions between funds for services provided or goods received and from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental columns of the statement of net assets.

***J. Compensated Absences***

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributed 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 year of service.

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



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

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

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and long-term loans are recognized as a liability on the governmental fund financial statements when due.

***L. Fund Balance Reserves***

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Fund balance reserves have been established for encumbrances.

***M. Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the City, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

***N. Net Assets***

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through constitutional provisions, enabling legislation (adopted by the City) or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The government-wide statement of net assets reports \$17,584,798 of restricted net assets, of which \$12,350,699 is restricted by enabling legislation. Net assets restricted for other purposes include law enforcement, recycling and natureworks.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

***O. Interfund Activity***

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

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

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***P. Bond Issuance Costs***

Bond issuance costs for underwriting fees and bond insurance for the Community Center refunding bonds and Human Services Facility general obligation bonds are being amortized using the straight-line method over the life of the bonds on the government-wide statements. The straight-line method of amortization is not materially different from the effective-interest method.

***Q. Deferred Loss on Refunding***

The difference between the reacquisition price (funds required to refund the old debt) of the Library and Community Center refunding bonds and the net carrying amount of the old debt, the deferred amount (loss) on refunding, is being amortized as a component of interest expense. The accounting loss is amortized over the remaining life of the new debt and is presented net of the general obligation bonds payable on the statement of net assets.

***R. Extraordinary and Special Items***

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence.

***S. Estimates***

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

***T. Budgetary Process***

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of budgetary control is at the object level within each department for the general fund, road improvements fund, motor vehicle license tax fund, street maintenance and repair fund, state highway fund, general municipal improvement fund, community center fund, fire department fund and the equipment replacement fund. The legal level of control is at the fund level for all remaining funds. Budgetary modifications may only be made by resolution of the City Council at the legal level of control. The Finance Director has been authorized to allocate appropriations to the department and object level within each fund for those funds budgeted at the fund level. Budgetary statements are presented beyond that legal level of control for information purposes only.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original and final budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original and final appropriations were enacted by Council.

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted

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

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amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

**Note 3 – Change in Accounting Principles**

***A. Change in Accounting Principles***

For 2004, the City has implemented GASB Statement No. 39, “Determining Whether Certain Organizations are Component Units,” GASB Statement No. 40, “Deposit and Investment Risk Disclosures,” GASB Statement No. 44, “Economic Condition Reporting: The Statistical Section”, GASB Statement No. 46, “Net Assets Restricted by Enabling Legislation” and GASB Technical Bulletin No. 2004-2, “Recognition of Pension and Other Postemployment Benefit Expenditures/Expense and Liabilities by Cost-Sharing Employers.”

GASB Statement No. 39 states that entities for which a primary government is not financially accountable may still be reported as component units based on the nature and significance of their relationship with the primary government.

GASB Statement No. 40 establishes disclosure requirements for investment credit risk, interest rate risk, deposit custodial risk and foreign currency risk.

The purpose of GASB Statement No. 44 is to improve the understandability and usefulness of the information that State and local governments present as supplementary information in the statistical section.

GASB Statement No. 46 clarifies when net assets should be considered restricted based upon enabling legislation.

GASB Technical Bulletin No. 2004-2 addresses the amount that should be recognized as expenditure/expense and as a liability each period by employers participating in a cost-sharing multiple-employer pension and other postemployment benefit (OPEB) plans.

The implementation of GASB Statement No. 39, GASB Statement No. 46 and GASB Technical Bulletin No. 2004-2 did not affect the presentation of the financial statements of the City.

**Note 4 - Budgetary Basis of Accounting**

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the General and Fire Department Funds is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).

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

2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Investments reported at cost (budget) rather than fair value (GAAP).
5. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

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

Net Change in Fund Balance		
General and Fire Department Special Revenue Funds		
	General	Fire Department
GAAP Basis	\$1,118,955	\$85,289
Net Adjustment for Revenue Accruals	(1,286,811)	(2,743)
Beginning Fair Value Adjustment for Investments	1,765	0
Ending Fair Value Adjustment for Investments	37,509	0
Advances In	300,000	0
Advances Out	(400,000)	0
Net Adjustment for Expenditure Accruals	(355,399)	26,556
Encumbrances	(195,207)	(16,300)
Budget Basis	(\$779,188)	\$92,802

**Note 5 - Deposits and Investments**

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

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

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

Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

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

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

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

### **Deposits**

***Custodial credit risk*** is the risk that in the event of bank failure, the City's deposits may not be returned to it. Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution. In accordance with Chapter 135 of the Ohio Revised Code, any public depository receiving deposits pursuant to an award of City funds shall be required to pledge as security for repayment of all public moneys.

At year-end, the carrying amount of the City's deposits was \$7,536,993 and the bank balance was \$7,673,302. Of the bank balance \$603,215 was covered by Federal depository insurance and \$7,070,087 was uninsured. Of the remaining uninsured bank balance, \$4,000,000 was collateralized with securities held by the pledging institution's agent in the City's name and \$3,070,087 was collateralized with securities held by the pledging institution's trust department, not in the City's name.

### **Investments**

Investments are reported at fair value. As of December 31, 2004, the City had the following investments:

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	Fair Value	Weighted Average Maturity (Days)
Federal Home Loan Bank Bonds	\$3,435,296	220
Federal Home Loan Mortgage Bonds	2,957,574	88
Federal National Mortgage Association Bonds	4,932,566	89
STAROhio	18,832	0
Total Portfolio	\$11,344,268	397

**Interest Rate Risk** arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk requiring that the City's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding that need to sell securities on the open market prior to maturity and by investing operating funds primarily in short-term investments. The City investment policy also limits security purchases to those that mature five years unless specifically matched to a specific cash flow. To date, no investments have been purchased with a life greater than two years.

**Custodial Risk** for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All financial institutions and broker/dealers who desire to become qualified for investment transactions with the City must meet a set of prescribed standards and be periodically reviewed.

**Credit Risk** is addressed by the City's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that portfolio be diversified both by types of investment and issuer. All investments of the City are registered and carry a rating AAA by Standard & Poor's.

**Concentration of Credit Risk** is defined by the Governmental Accounting Standards Board as five percent as five percent or more in the securities of a single issuer. The City's investment policy requires diversification of the portfolio but does not indicate specific percentage allocations. The following is the City's allocation as of December 31, 2004:

Investment Issuer	Percentage of Investments
National City Bank	0.81%
Fifth Third Bank	1.41
STAROhio	0.16
Federal Home Loan Bank Bonds	29.61
Federal Home Loan Mortgage Bonds	25.47
Federal National Association Bonds	42.54

**Note 6 – Receivables**

Receivables at December 31, 2004, consisted primarily of municipal income taxes, property and other taxes, accounts (billings for user charged services and court fines), special assessments and intergovernmental receivables arising from grants, entitlements and shared revenues. No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant.

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Special assessments expected to be collected in more than one year amount to \$3,687,000 in the special assessments bond retirement fund. At December 31, 2004 the amount of delinquent special assessments was \$51,203.

**A. 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 2004 for real and public utility property taxes represents collections of the 2003 taxes. Property tax payments received during 2004 for tangible personal property (other than public utility property) is for 2004 taxes.

2004 real property taxes are levied after October 1, 2004 on the assessed value as of January 1, 2004, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2004 real property taxes are collected in and intended to finance 2005.

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. 2004 public utility property taxes which became a lien December 31, 2003, are levied after October 1, 2004, and are collected in 2005 with real property taxes.

2004 tangible personal property taxes are levied after October 1, 2003, on the value as of December 31, 2003. Collections are made in 2003. Tangible personal property assessments are 25 percent of true value for capital assets and 23 percent of true value for inventory.

The full tax rate for all City operations for the year ended December 31, 2004, was \$8.70 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2004 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate	
Residential/Agricultural	\$424,437,130
Other Real Estate	89,385,240
Tangible Personal Property	
Public Utility	21,523,860
General Tangible Personal Property	28,958,950
Total Assessed Values	<u><u>\$564,305,180</u></u>

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

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

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Brecksville. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2004 and for which there is an enforceable legal claim. In the general, fire department, road maintenance, bond retirement and police pension funds, the entire receivable has been offset by deferred revenue since the current taxes were not

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levied to finance 2004 operations and the collection of delinquent taxes during the available period are not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and a revenue while on a modified accrual basis the revenue is deferred.

**B. Income Tax**

The City levies a municipal income tax of two percent on substantially all income earned within the City. This tax also applies to the net income of businesses operating within the City. Residents of the City are granted one hundred percent credit for taxes paid to other municipalities.

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. By City ordinance, \$2,472,000 of total income tax proceeds are credited to the following capital projects funds: \$960,000 to the general municipal improvement fund, \$1,200,000 to the buildings and improvement fund, \$120,000 to the road improvements fund and \$192,000 to the capital improvement fund. The remainder is credited to the general fund.

**C. Intergovernmental Receivables**

A summary of the intergovernmental receivables follows:

<b>Governmental Activities</b>	
Estate Tax	\$475,981
Homestead and Rollback	265,514
Local Government	202,025
Excise Tax	111,740
Gasoline Tax	90,468
Auto Registration	46,389
Permissive Tax	16,683
<b>Total</b>	<u><u>\$1,208,800</u></u>

**Note 7 - Interfund Transfers and Balances**

**A. Interfund Transfers**

Interfund transfers for the year ended December 31, 2004 consisted of the following:

Transfer To	Transfers From				
	General	Fire Department	General Municipal Improvement	Building and Improvements	Road Improvements
General Municipal Improvement	\$650,000	\$0	\$0	\$0	\$594,068
Road Improvements	0	0	75,000	0	0
Human Services Facilities	0	0	700,000	1,200,000	0
Nonmajor Governmental Funds	1,300,000	242,924	436,405	25,000	0
<b>Total All Funds</b>	<u><u>\$1,950,000</u></u>	<u><u>\$242,924</u></u>	<u><u>\$1,211,405</u></u>	<u><u>\$1,225,000</u></u>	<u><u>\$594,068</u></u>

(continued)



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Transfers From		
Transfer To	Nonmajor Governmental Funds	Totals
General Municipal Improvement	\$100,000	\$1,344,068
Road Improvements	0	75,000
Human Services Facilities	0	1,900,000
Nonmajor Governmental Funds	62,728	2,067,057
<i>Total All Funds</i>	\$162,728	\$5,386,125

Transfer from the General Fund to the Community Center Fund was to fund operations. Transfers from the General Fund to the General Municipal Improvement and Capital Improvement Funds were to fund capital projects. To provide funds for loan payments, transfers were made to Issue II Capital Improvement Fund from the Road Maintenance Fund, Capital Improvement Fund, and the Public Utility Fund. Transfers from the Buildings and Improvements Fund included \$1,200,000 to the Human Services Facilities Fund to partially fund the building of a new Human Services Facility and \$25,000 to the Police Station Fund to fund a feasibility study. The Fire Department transferred \$142,924 to the Capital Improvement Fund to pay for fire equipment and \$100,000 to the Fire Station Building Fund. The General Municipal Improvement Fund provided funds to the Road Improvements Fund and the Human Services Facilities Fund to help support those projects. The General Bond Retirement Fund received transfers to pay annual debt service requirements.

***B. Interfund Balances***

Interfund balances at December 31, 2004, consist of the following individual receivables and payables:

Interfund Payable	Interfund Recivable		
	General	Issue II	Total
Sewer Improvement	\$0	\$20,000	\$20,000
Public Utility Improvement	300,000	0	300,000
Total All Funds	\$300,000	\$20,000	\$320,000

The loan from the general fund to the public utility improvement capital projects fund was made to cover project costs. The loan in the issue II capital projects fund was made for sewer improvement capital projects.

**Note 8 – Accountability and Compliance**

***A. Accountability***

At December 31, 2004 the police pension special revenue fund and the insurance internal service fund had individual fund deficits in the amounts of \$61,894 and \$19,780, respectively. The deficits are caused by the recognition of expenditures on the modified accrual basis of accounting. The general fund is liable for any deficits in this fund and provides operating transfers when cash is required, not when accruals occur.

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**B. Compliance**

The sewer improvement capital projects fund had expenditures plus encumbrances in excess of appropriations in the amount of \$571,164 contrary to Section 5705.41, Ohio Revised Code.

**Note 9 - Capital Assets**

A summary of changes in capital assets during 2004 follows:

<b>Governmental Activities</b>	<u>Balance 12/31/2003</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/2004</u>
<i>Capital Assets not being Depreciated:</i>				
Land	\$4,602,712	\$0	\$0	\$4,602,712
Construction in Progress	6,030,792	6,785,684	(2,459,439)	10,357,037
<i>Total Capital Assets not being Depreciated</i>	<u>10,633,504</u>	<u>6,785,684</u>	<u>(2,459,439)</u>	<u>14,959,749</u>
<i>Capital Assets being Depreciated:</i>				
Buildings and Improvements	15,785,758	116,157	0	15,901,915
Machinery and Equipment	8,802,334	687,277	(219,987)	9,269,624
Furniture and Fixtures	725,194	0	0	725,194
Infrastructure:				
Roads	27,496,522	1,023,610	0	28,520,132
Sidewalks	3,568,143	0	0	3,568,143
Guardrails	345,463	0	0	345,463
Traffic Signals	168,028	2,090,736	0	2,258,764
Storm Sewers	5,524,404	1,134,282	0	6,658,686
Sanitary Sewers	10,642,741	215,000	0	10,857,741
Water Lines	7,016,896	183,950	0	7,200,846
<i>Total Capital Assets being Depreciated</i>	<u>80,075,483</u>	<u>5,451,012</u>	<u>(219,987)</u>	<u>85,306,508</u>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(5,258,483)	(441,320)	0	(5,699,803)
Machinery and Equipment	(4,642,851)	(584,552)	193,450	(5,033,953)
Furniture and Fixtures	(611,942)	(47,367)	0	(659,309)
Infrastructure:				
Roads	(16,331,681)	(687,412)	0	(17,019,093)
Sidewalks	(2,224,793)	(89,204)	0	(2,313,997)
Guardrails	(333,947)	(11,516)	0	(345,463)
Traffic Signals	(168,028)	0	0	(168,028)
Storm Sewers	(1,633,746)	(55,802)	0	(1,689,548)
Sanitary Sewers	(2,312,497)	(107,502)	0	(2,419,999)
Water Lines	(1,986,788)	(70,842)	0	(2,057,630)
<i>Total Accumulated Depreciation</i>	<u>(35,504,756)</u>	<u>(2,095,517) *</u>	<u>193,450</u>	<u>(37,406,823)</u>
<i>Total Capital Assets being Depreciated, Net</i>	<u>44,570,727</u>	<u>3,355,495</u>	<u>(26,537)</u>	<u>47,899,685</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$55,204,231</u>	<u>\$10,141,179</u>	<u>(\$2,485,976)</u>	<u>\$62,859,434</u>

**City of Brecksville, Ohio**  
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\*Depreciation expense was charged to governmental activities as follows:

General Government:	
Legislative and Executive	\$180,203
Public Safety:	
Police	152,054
Fire	162,479
Street Construction, Maintenance and Repair	1,056,173
Housing and Community Development	17,308
Basic Utility Services	259,125
Recreational Activities	268,175
Total Depreciation Expense	<u>\$2,095,517</u>

**Note 10 - Defined Benefit Pension Plans**

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

The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-6705 or 800-222-7377.

For the year ended December 31, 2004, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 8.5 percent of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.1 percent of their annual covered salary; members in public safety contributed 9 percent. The City's contribution rate for pension benefits for 2004 was 9.55 percent, except for those plan members in law enforcement or public safety. For those classifications, the City's pension contributions were 12.7 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

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The City's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2004, 2003, and 2002 were \$540,587, \$456,396 and \$421,608 respectively; 99.0 percent has been contributed for 2004 and 100 percent for 2003 and 2002. Contributions to the member-directed plan for 2004 were \$6,634 made by the City and \$4,162 made by the plan members.

***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 defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10 percent of their annual covered salary to fund pension obligations while the City is required to contribute 11.75 percent for police officers and 16.25 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the Fund for police and firefighters were \$348,383 and \$161,782 for the year ended December 31, 2004, \$228,681 and \$158,733 for the year ended December 31, 2003 and \$248,334 and \$156,087 for the year ended December 31, 2002. The full amount has been contributed for 2003 and 2002. 92.0 percent has been contributed for 2004.

**Note 11 - Postemployment Benefits**

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

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in *GASB Statement No. 12*. A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2004 local government employer contribution rate was 13.55 percent of covered payroll (16.7 percent for public safety and law enforcement); 4.00 percent of covered payroll was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2003, include a rate of return on investments of 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase between 1.00 and 6.00 percent annually for the next eight years and 4.00 percent annually after eight years.

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

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The number of active contributing participants in the traditional and combined plans was 369,885. Actual employer contributions for 2004 which were used to fund postemployment benefits were \$232,260. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2003, (the latest information available) were \$10.5 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$26.9 billion and \$16.4 billion, respectively.

On September 9, 2004 the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to increasing health care cost.

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

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

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in *GASB Statement No. 12*. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund's board of trustees to provide health care coverage and states that health care costs paid from the funds of OP&F shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution rate is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.75 percent of covered payroll was applied to the postemployment health care program during 2004 and 2003. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions.

The City's actual contributions for 2004 that were used to fund postemployment benefits were \$161,675 for police and \$75,078 for firefighters. The OP&F's total health care expense for the year ended December 31, 2003, (the latest information available) was \$150,853,148, which was net of member contributions of \$17,207,506. The number of OP&F participants eligible to receive health care benefits as of December 31, 2003, was 13,662 for police and 10,474 for firefighters.

**Note 12 - Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Employees earn two to six weeks of vacation per year, depending upon length of service. Vacation accumulation is limited to one year. All accumulated unused vacation time is paid upon termination of employment.

Employees earn sick leave at the rate of 1.25 days per month of service. Sick leave accumulation is limited to 120 days for police and unlimited for all others. Upon retirement or death, an employee can be paid thirty-three percent of accumulated, unused sick leave.

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**Note 13 – Contingencies**

**A. Grants**

The City received financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with the terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2004.

**B. Litigation**

Several claims and lawsuits are pending against the City. The amount of the liability, if any, cannot be reasonably estimated at this time. However, in the opinion of management, any such claims and lawsuits will not have a material adverse effect on the overall financial position of the City at December 31, 2004.

**Note 14 - Long-Term Obligations**

The original issue date, interest rate, original issuance amount and maturity date for each of the City's long-term obligations follows:

	Original Issue Date	Interest Rate	Original Issue Amount	Date of Maturity
<b>General Obligation</b>				
Library Refunding				
Current Interest Serial Bonds	1997	3.75% to 5.10%	\$1,630,000	December 1, 2012
Capital Appreciation Bonds	1997	3.75% to 5.10%	221,915	December 8, 2008
Community Center	1992	4.10% to 8.00%	3,000,000	December 1, 2004
Community Center Refunding	2004	2.00% to 3.00%	1,785,000	December 1, 2012
Community Center Refunding	1997	3.75% to 5.10%	1,585,000	December 1, 2012
Human Services Facility	2004	2.10% to 5.00%	6,000,000	December 1, 2023
<b>Special Assessment</b>				
Sprague-Walling Sanitary Sewer	1985	9.13%	905,000	December 1, 2005
Sewer Project #1312 #2	1988	7.25%	2,310,000	December 1, 2008
Old Royalton Road Water Main	1989	7.25%	117,000	December 1, 2008
Oakhurst-Fitzwater Sanitary Sewer	1997	3.75% to 5.10%	875,000	December 1, 2012
Southpointe Parkway	1997	3.85% to 5.35%	1,190,000	December 1, 2017
Service Road	2001	4.00% to 4.90%	935,000	December 1, 2021
Four Seasons Sewer and Water	2001	4.00% to 4.90%	1,265,000	December 1, 2021
<b>OPWC Loans</b>				
Elm Street Improvement	1996	0.00%	234,638	January 1, 2016
Fitzwater Road Landslide Repairs	1996	0.00%	109,904	January 1, 2006
Fairview, Pershing, Wallings Water Main	1999	0.00%	224,480	January 1, 2019
Brecksville Center and Old Town Water Main	1999	0.00%	224,475	July 1, 2019

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A schedule of changes in bonds and other long-term obligations of the City during 2004 follows:

	Principal Outstanding 12/31/2003	Additions	Deletions	Principal Outstanding 12/31/2004	Amounts Due in One Year
<b>Governmental Activities</b>					
<i>General Obligations Bonds:</i>					
Library Refunding					
Current Interest Serial Bonds	\$900,000	\$0	\$0	\$900,000	\$0
Capital Appreciation Bonds	221,915	0	(66,200)	155,715	58,257
Accretion on Capital Appreciation Bonds	359,187	27,344	(98,800)	287,731	106,743
Total Library Refunding Bonds	<u>1,481,102</u>	<u>27,344</u>	<u>(165,000)</u>	<u>1,343,446</u>	<u>165,000</u>
Community Center Refunding Bonds					
Unamortized Loss	0	1,785,000	(180,000)	1,605,000	190,000
Premium on Issuance of Refunding Bonds	0	(17,350)	1,928	(15,422)	0
Premium on Issuance of Refunding Bonds	0	1,802	(200)	1,602	200
Total Community Center Refunding Bonds	<u>0</u>	<u>1,769,452</u>	<u>(178,272)</u>	<u>1,591,180</u>	<u>190,200</u>
Human Services Facility Bonds					
Premium on Issuance of Bonds	0	6,000,000	(175,000)	5,825,000	235,000
Premium on Issuance of Bonds	0	113,480	(5,674)	107,806	5,674
Total Human Services Facility Bonds	<u>0</u>	<u>6,113,480</u>	<u>(180,674)</u>	<u>5,932,806</u>	<u>240,674</u>
Community Center					
Community Center Refunding 1997	1,735,000	0	(1,735,000)	0	0
Community Center Refunding 1997	1,275,000	0	(115,000)	1,160,000	120,000
<i>Total General Obligation Bonds</i>	<u>4,491,102</u>	<u>7,910,276</u>	<u>(2,373,946)</u>	<u>10,027,432</u>	<u>715,874</u>
<i>Special Assessment Bonds with Governmental Commitment:</i>					
Sprague-Walling Sanitary Sewer	90,000	0	(45,000)	45,000	45,000
Sewer Project #1312 #2	585,000	0	(115,000)	470,000	115,000
Old Royalton Road Water Main	47,000	0	(5,000)	42,000	5,000
Oakhurst-Fitzwater Sewer Sanitary Sewer	695,000	0	(60,000)	635,000	65,000
Southpointe Parkway	935,000	0	(50,000)	885,000	50,000
Service Road	875,000	0	(40,000)	835,000	45,000
Four Seasons Sewer and Water	1,190,000	0	(45,000)	1,145,000	45,000
<i>Total Special Assessment Bonds</i>	<u>4,417,000</u>	<u>0</u>	<u>(360,000)</u>	<u>4,057,000</u>	<u>370,000</u>
<i>OPWC Loans:</i>					
Elm Street Improvement	146,649	0	(11,732)	134,917	11,732
Fitzwater Road Landslide Repairs	27,476	0	(10,990)	16,486	10,990
Fairview, Pershing, Walling Water Main	168,360	0	(11,224)	157,136	11,224
Brecksville Center and Old Town Water Main	173,969	0	(11,224)	162,745	11,224
<i>Total OPWC Loans</i>	<u>516,454</u>	<u>0</u>	<u>(45,170)</u>	<u>471,284</u>	<u>45,170</u>
<i>Notes Payable:</i>					
Various Purpose Improvement Note	1,000,000	1,000,000	(1,000,000)	1,000,000	0
Road Improvement Bond Anticipation Note	0	800,000	0	800,000	0
Sewer Improvement Bond Anticipation Note	0	750,000	0	750,000	0
<i>Total Notes Payable</i>	<u>1,000,000</u>	<u>2,550,000</u>	<u>(1,000,000)</u>	<u>2,550,000</u>	<u>0</u>
Compensated Absences	505,667	357,429	(348,775)	514,321	160,598
<i>Total Governmental Activities</i>	<u>\$10,930,223</u>	<u>\$10,817,705</u>	<u>(\$4,127,891)</u>	<u>\$17,620,037</u>	<u>\$1,291,642</u>

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

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All bonds are secured by the full faith and credit of the City. General obligation bonds will be paid from taxes received in 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 OPWC loans will be paid with monies from the Issue II capital projects fund. The OPWC administers Issue II loans. Compensated absences will be paid from the general fund and the fire department and community center special revenue funds.

On September 8, 1992, the City issued \$3,000,000 in general obligation bonds for construction of the Brecksville Community Center. The bonds were issued for a twenty year period with final maturity at December 1, 2012. On March 1, 2004, \$1,785,000 of these bonds were refunded and re-issued at a lower rate with final maturity at December 1, 2012.

On September 1, 1991, the City issued \$2,000,000 in general obligation bonds for construction of the Brecksville Community Center. The bonds were issued for a twenty year period with final maturity at December 1, 2012. On October 9, 1997, \$1,585,000 of these bonds were refunded and re-issued at a lower rate with final maturity at December 1, 2012.

On November 1, 1989, the City issued \$2,500,000 in voted general obligation bonds for construction of the Brecksville branch of the Cuyahoga County Library. These bonds were issued for a twenty-three year period with final maturity at December 1, 2012. On October 9, 1997, \$1,847,915 of these bonds were refunded and re-issued at a lower rate with a final maturity at December 1, 2012.

On March 1, 2004, the City issued \$6,000,000 in general obligation bonds for construction of the Human Services Facility and Community Center expansion. The bonds were issued for a twenty year period with final maturity at December 1, 2023.

On September 1, 1985, the City issued \$905,000 in special assessment bonds for sanitary sewer construction on Sprague Road Wallings Road. The bonds were issued for a twenty year period with final maturity at December 1, 2005.

On June 1, 1988, the City issued \$2,310,000 in special assessment bonds for sanitary sewer construction in the Brecksville Road/Miller Road/Snowville Road area. The bonds were issued for a twenty year period with final maturity at December 1, 2008.

On November 1, 1989, the City issued \$117,000 in special assessment bonds for water main improvements on Old Royalton Road. The bonds were issued for a twenty year period with final maturity at December 1, 2009.

On September 1, 1991, the City issued \$1,000,000 in special assessment bonds for sanitary sewer construction on Oakhurst Road and Fitzwater Road. The bonds were issued for a twenty one year period with final maturity at December 1, 2012. On October 9, 1997 \$875,000 of these bonds were refunded and re-issued at a lower rate with final maturity at December 1, 2012.

On October 9, 1997, the City issued \$1,190,000 in special assessment bonds for improvements to Southpointe Parkway including storm sewers, sanitary sewers, water mains and road construction. The bonds were issued for a twenty year period with final maturity at December 1, 2017.



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

On September 1, 2001, the City issued \$935,000 in special assessment bonds for sanitary sewer and water main construction on Service Road. The bonds were issued for a twenty year period with final maturity at December 1, 2021.

On September 1, 2001, the City issued \$1,265,000 in special assessment bonds for sanitary sewer and water main construction in the Four Seasons of Brecksville subdivision. The bonds were issued for a twenty year period with final maturity at December 1, 2021.

On October 8, 1997, the City issued \$1,851,915 in voted general obligation bonds which include serial and capital appreciation (deep discount) bonds in the amounts of \$1,630,000 and \$221,915 respectively. The general obligation bonds were issued for the purpose of construction of the library. The bonds were issued for a fifteen year period with final maturity at December 1, 2008. The bonds will be retired from the debt service fund.

The capital appreciation bond remained outstanding at December 31, 2004. The capital appreciation bonds were originally sold at a discount of \$575,000, which is being accreted annually until the point of maturity of the capital appreciation bonds, which is 2000 through 2007.

Proceeds of \$1,752,350 (after the underwriting fees, accrued interest and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunding portion of 1997 Community Center. As a result, \$1,735,000 of these bonds are considered defeased and the liability for the refunded portion of these bonds has been removed from the basic financial statements.

The City decreased its total debt service payments by \$287,672 as a result of the advance refunding. The City also incurred an economic gain (the difference between the present values of the old and new debt service payments) of \$249,180. Under GASB Statement No.23, the City is amortizing the loss of \$17,350 over the life of the new issue.

The \$1,000,000 various purpose note issued May 8, 2003 at 1.35 percent and outstanding at December 31, 2003 was rolled over into the \$1,000,000 various purpose improvement note and the \$1,550,000 various improvement bond anticipation note, issued May 8, 2004 at 1.50 percent and maturing May 4, 2005. These notes were used for various construction and improvement projects throughout the City. The notes are backed by the full faith and credit of the City of Brecksville.

The City's overall legal debt margin was \$47,152,525 at December 31, 2004. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2004, are as follows:

	General Obligation Bonds				Special Assessment		OPWC	Totals
	Capital Appreciation		Serial Bonds		Bonds		Loans	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	
2005	\$58,257	\$106,743	\$545,000	\$349,678	\$370,000	\$206,564	\$45,170	\$1,681,412
2006	49,712	110,288	565,000	335,717	340,000	184,925	39,678	1,625,320
2007	47,746	116,253	570,000	317,038	355,000	166,512	34,180	1,606,729
2008	0	0	745,000	306,060	370,000	147,243	34,180	1,602,483
2009	0	0	770,000	282,773	242,000	127,168	34,180	1,456,121
2010-2014	0	0	3,040,000	1,005,020	1,165,000	461,227	170,900	5,842,147
2015-2019	0	0	1,655,000	613,085	905,000	202,640	112,996	3,488,721
2020-2023	0	0	1,600,000	204,250	310,000	22,785	0	2,137,035
Total	<u>\$155,715</u>	<u>\$333,284</u>	<u>\$9,490,000</u>	<u>\$3,413,621</u>	<u>\$4,057,000</u>	<u>\$1,519,064</u>	<u>\$471,284</u>	<u>\$19,439,968</u>

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

**Note 15 - 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 2004, the City contracted with several companies for various types of insurance as follows:

Company	Type of Coverage	Coverage Amount
Wichert Insurance Services	Blanket Building/Contents	\$24,553,117
	Crime	250,000
	Boiler and Machinery	24,553,117
	Public Officials Liability	1,000,000
	General Liability	1,000,000
	Garage Keepers Liability	120,000
Curtis Insurance Services	Law Enforcement	1,000,000
	Canine Mortality and Medical	5,500

Settled claims have not exceeded commercial coverage in any of the last three years. There were no significant reductions in coverage from the prior year.

The City participates in the Rural Water Association (RWA) for workers' compensation (See Note 18). The intent of the RWA is to achieve the benefit of a reduced premium for the participants, foster safer working environments and foster cost-effective claims management skills by virtue of its grouping and representation with other participants in the RWA. The workers' compensation experience of the participating cities is calculated as one experience and a common premium rate is applied to all cities in the RWA. Each participant pays its workers' compensation premium to the State based on the rate for the RWA rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings of the RWA. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the RWA. Participation in the RWA is limited to cities that can meet the RWA's selection criteria. The firm of Integrated Consulting Services provides administrative, cost control and actuarial services to the RWA.

The City manages employee health and dental benefits on a self-insured basis. The employee health benefit plan provides basic health and dental coverage through Emerald Health (Benefit Services, Inc.). A specific excess loss coverage insurance (stop-loss) policy with Medical Excess covers claims in excess of \$50,000 per person per year to a maximum specific benefit of \$1,000,000 per person. The family/single premiums were \$148.62/\$66.15, respectively. Benefit Services, Inc. charges the City a medical administration fee of \$8.50 per employee per month, and a dental administration fee of \$1.50 per employee per month.

The claims liability of \$260,997, reported in the self-insurance fund at December 31, 2003, is estimated by the third-party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claims adjustments expenses and does not include other allocated or unallocated claim adjustment expenses.

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

Changes in the fund's claims liability amount for the last two years follow:

	Balance at Beginning of Year	Current Year Claims	Claims Payment	Balance at End of Year
2003	\$216,725	\$770,893	\$821,230	\$166,388
2004	166,388	1,179,027	1,084,418	260,997

**Note 16 - Jointly Governed Organizations**

***A. Southwest Council of Governments***

The Southwest Council of Governments helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the sixteen participating entities. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. In 2004, the City contributed \$7,500 which represents 5.4 percent of total contributions.

The Council has established two subsidiary organizations, the Hazardous Material Response Team ("HAZ MAT") which provides hazardous material protections and assistance and the Southwest Enforcement Bureau which provides extra assistance to cities in the form of a Swat Team. The Council's financial statements may be obtained by contacting the Southwest Council of Governments, Parma Heights, Ohio.

***B. Northeast Ohio Public Energy Council***

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of 112 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. In 2004, the City made no contributions. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. Financial information can be obtained by contacting Joseph Migliorini, the Board Chairman, at 175 South Main Street, Akron, Ohio, 44308 or at the website [www.nopecinfo.org](http://www.nopecinfo.org).

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

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**Note 17 – Operating Lease**

During 2004, the City entered into an operating lease with the Cuyahoga County Port Authority for a piece of land. The lease is an economic development program designed to bring consolidated operations of the House of LaRose distribution center and corporate offices into the City of Brecksville from their existing facilities in Akron and Cuyahoga Heights. As an incentive for the House of LaRose to locate within the City, the City developed a plan whereby the Cleveland-Cuyahoga County Port Authority agreed to purchase a portion of the land needed for this consolidation and expansion project which in turn leased this land to the City of Brecksville. The City in turn subleased the property to the House of LaRose. Recognizing the job creation and revenue generation potential for the City and County, the City and Port Authority utilized the following structure to bring this consolidation and expansion project to fruition. The Port Authority agreed to issue tax-exempt revenue bonds and use the proceeds of the bonds to acquire the land. The City and Port Authority then entered into an annual lease agreement (renewable for ten years) where the City leases the land for an amount equal to the bond payment of the Port Authority plus some administrative fees. The City then subleases the property to the House of LaRose for their operations for \$1 a year. In return for the House of LaRose's sublease, they agree to reach a job creation and retention goal along with an aggregate wage structure for these jobs. Provided the House of LaRose complies with the terms of the economic development agreement for the ten-year period, they have the option to purchase the land from the Port Authority for \$10. The City's participation in the annual lease would end at that time, and it would have no future obligation related to the agreement or acquire any assets. The City paid \$58,768 on the lease in 2004. The City will be making the following lease payments in:

2005	\$259,788
2006	257,775
2007	255,550
2008	258,112
2009	255,250
2010-2014	1,506,838

**Note 18 – Insurance Purchasing Pool**

The Rural Water Association has created a group insurance pool for purpose of creating a group rating plan for workers' compensation. The governing body is comprised of the members who have been appointed by the respective governing body of each member.

The intent of the pool is to achieve a reduced rate for the City and the other group members. The injury claim history of all participating members is used to calculate a common rate for the group. An annual fee is paid to Comp Management, Inc. to administer the group and to manage any injury claims. Premium savings created by the group are prorated to each member entity annually based on its payroll percent of the group.

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

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**Note 19 - Contractual Commitments**

At December 31, 2004, the City's significant contractual commitments consisted of:

Project	Contract Amount	Amount Paid	Remaining on Contract
Architect	\$776,496	\$666,194	\$110,302
Street Construction	2,400,599	2,125,265	275,334
Engineering	420,878	392,708	28,170
Waterline Repair	1,598,873	1,442,757	156,116
Asphalt, Concrete, Street Repairs	731,114	639,630	91,484
Human Services Building Construction	10,939,075	3,843,586	7,095,489
Recreation Infrastructure	299,057	285,566	13,491
Totals	<u>\$17,166,092</u>	<u>\$9,395,706</u>	<u>\$7,770,386</u>

**Note 20 – Subsequent Events**

On May 4, 2005 the City retired \$500,000 of the \$1,000,000 various purpose improvement note and reissued \$500,000 at an interest rate of 2.90 percent. The new note will mature on May 4, 2006.

On May 4, 2005 the City reissued the \$1,550,000 bond anticipation note an interest rate of 2.75 percent. The new note will mature on September 29, 2005.

## ***Combining and Individual Fund Statements and Schedules***

### **Combining Statements - Nonmajor Governmental Funds**

#### ***Nonmajor Special Revenue Funds***

To account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

***Motor Vehicle License Tax Fund*** - This fund accounts for the City's share of additional motor vehicle registration fees. Expenditures are restricted by State law for the maintenance and repair of streets and bridges within the City.

***Street Repair and Maintenance Fund*** - This fund accounts for 92.5 percent of the State gasoline tax and motor vehicle registration fees designated for maintenance and repair of streets within the City.

***State Highway Fund*** - This fund accounts for 7.5 percent of the State gasoline tax and motor vehicle registration fees designated for maintenance and repair of State highways within the City.

***Community Center Fund*** - This fund accounts for membership fees, program fees, and general fund subsidies used to operate the Community Center.

***Special Programs Fund*** - This fund accounts for admission fees to the Mayor's annual fine arts show, the Christmas activities and other events of the City. Monies are used to cover the costs of each activity.

***Road Maintenance Fund*** - This fund accounts for revenues received from the 1 mill Charter Levy. These monies are used exclusively for the maintenance, repair, reconstruction and improvement of roads within the City.

***Federal Equitable Sharing Fund*** - To account for federal forfeiture monies returned to the City restricted for certain law enforcement purposes.

***Indigent Prisoner Assistance Fund*** - This fund accounts for revenues received from prisoner pay-telephone fees. These monies provide a bus ride or cab fare home for released prisoners.

***Indigent Drivers Fund*** - This fund accounts for \$25 of any fine imposed for a violation of a municipal ordinance relating to operating a vehicle while under the influence of alcohol and/or drugs. These monies assist in the rehabilitation and treatment of indigent individuals.

***Enforcement and Education Fund*** - This fund accounts for fines used to pay costs incurred in educating the public about the dangers of and enforcing the laws against operating a motor vehicle while under the influence of alcohol and to reinforce the "Say No to Drugs" message.

***Court Computerization Fund*** - This fund accounts for court fees and fines used for the purchase and maintenance of computers for the Mayor's court.

(continued)

## **Combining Statements - Nonmajor Governmental Funds (continued)**

### ***Nonmajor Special Revenue Funds (continued)***

***Natureworks Grants Fund*** - This fund accounts for grant monies and investment interest that is used for adding a recreational facility for the Blossom Complex.

***Recycling Demo Fund*** - This fund accounts for grant monies received from the Ohio Department of Natural Resources plus City matching funds. Expenditures are restricted by the rules set by the Ohio Department of Natural Resources Litter Prevention and Recycling Grant agreement.

***Tree Planting Grants Fund*** - This fund accounts for monies received from residents, plus City matching funds which are used to plant trees within the City.

***Law Enforcement Fund*** - This fund accounts for monies received from the sale or disposition of seized contraband.

***Law Enforcement Mandatory Drug Fund*** - This fund accounts for monies received from drug fines and forfeited bonds to be used only for drug investigations.

***Vehicle Immobilization Fund*** - This fund accounts for revenues and expenditures pursuant to changes in Ohio Law relative to operating a motor vehicle while intoxicated or driving under suspension of license. The Bureau of Motor Vehicles pays the City \$100 for immobilization costs incurred.

***Police Pension Fund*** - This fund accounts for amounts paid for police department employees to the State administered disability and pension fund.

***Memorial Fund*** - This fund accounts for donations to be used in memory for a deceased community member.

### ***Nonmajor Debt Service Fund***

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

***General Obligation Bond Retirement Fund*** - This fund accounts for transfers in and tax levies that are utilized for the repayment of general obligation debt.

(continued)

## Combining Statements - Nonmajor Governmental Funds (continued)

### *Nonmajor Capital Projects Funds*

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

***Issue II Fund*** - This fund accounts for grant monies received from the Ohio Public Works Commission plus City matching funds. Expenditures are restricted to specific projects within the City.

***Capital Improvement Fund*** - This fund accounts for income tax monies for various capital projects of the City.

***Equipment Replacement Fund*** - This fund accounts for transfers from the general fund to provide for the future purchase and replacement of equipment needed to operate City functions.

***Recreation Expansion Fund*** - This fund accounts for 25 percent of building permit revenues designated for the purchase of equipment and for capital improvements for recreation.

***Library Improvement Fund*** - This fund accounts for monies received from a voted tax levy to construct and furnish a new library within the City.

***Fire Station Building Fund*** - This fund accounts for financing, construction and related costs of improvements to the Fire Station.

***Police Station Building Fund*** - This fund accounts for financing, construction and related costs of improvements to the police station building.

***Sewer Improvement Fund*** - This fund accounts for financing, construction and related costs of improvements to various sewer projects within the City.

***Public Utility Improvement Fund*** - This fund accounts for sanitary sewer tap-in-fees, fees for converting from septic tank to sanitary sewer, and costs to repair, construct and reline any public utility line within the City.



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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,703,240	\$190,183	\$2,203,910	\$4,097,333
Materials and Supplies Inventory	33,385	0	0	33,385
Accounts Receivable	6,810	0	0	6,810
Intergovernmental Receivable	304,956	14,954	0	319,910
Municipal Income Taxes Receivable	0	0	35,134	35,134
Property Taxes Receivable	697,898	263,053	0	960,951
Interfund Receivable	0	0	20,000	20,000
<i>Total Assets</i>	<u>\$2,746,289</u>	<u>\$468,190</u>	<u>\$2,259,044</u>	<u>\$5,473,523</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$46,389	\$0	\$0	\$46,389
Contracts Payable	17,641	0	16,482	34,123
Accrued Wages and Benefits	19,716	0	0	19,716
Interfund Payable	0		320,000	320,000
Intergovernmental Payable	121,002	0	0	121,002
Deferred Revenue	914,427	278,007	3,134	1,195,568
<i>Total Liabilities</i>	<u>1,119,175</u>	<u>278,007</u>	<u>339,616</u>	<u>1,736,798</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	391,367	0	467,232	858,599
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,235,747	0	0	1,235,747
Debt Service Fund	0	190,183	0	190,183
Capital Projects Funds	0	0	1,452,196	1,452,196
<i>Total Fund Balances</i>	<u>1,627,114</u>	<u>190,183</u>	<u>1,919,428</u>	<u>3,736,725</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,746,289</u>	<u>\$468,190</u>	<u>\$2,259,044</u>	<u>\$5,473,523</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Property and Other Taxes	\$659,933	\$248,744	\$0	\$908,677
Municipal Income Taxes	0	0	208,000	208,000
Charges for Services	686,561	0	0	686,561
Licenses and Permits	59,246	0	70,247	129,493
Fines and Forfeitures	8,631	0	0	8,631
Intergovernmental	677,351	37,525	1,039,090	1,753,966
Interest	29,990	6,404	35,057	71,451
Donations	20,831	0	0	20,831
Rentals	47,029	0	0	47,029
Miscellaneous	3,635	40,000	0	43,635
<i>Total Revenues</i>	<u>2,193,207</u>	<u>332,673</u>	<u>1,352,394</u>	<u>3,878,274</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive	0	185,151	0	185,151
Judicial System	2,968	0	0	2,968
Public Safety:				
Police	306,613	0	0	306,613
Street Construction, Maintenance and Repair	894,522	0	0	894,522
Housing and Community Development	25,995	0	0	25,995
Basic Utility Services	14,606	0	0	14,606
Recreational Activities	1,761,448	0	0	1,761,448
Capital Outlay	0	0	2,994,494	2,994,494
Debt Service:				
Principal Retirement	0	635,000	45,170	680,170
Payment to Refunded Bond Escrow Agent	0	12,867	0	12,867
Interest and Fiscal Charges	0	196,382	0	196,382
Bond Issuance Costs	0	141,470	0	141,470
<i>Total Expenditures</i>	<u>3,006,152</u>	<u>1,170,870</u>	<u>3,039,664</u>	<u>7,216,686</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(812,945)</u>	<u>(838,197)</u>	<u>(1,687,270)</u>	<u>(3,338,412)</u>
<b>Other Financing Sources (Uses)</b>				
Bond Anticipation Notes Issued	0	0	750,000	750,000
General Obligation Bonds Issued	0	1,785,000	0	1,785,000
Premium on Issuance of Debt	0	115,282	0	115,282
Payment to Refunded Bond Escrow Agent	0	(1,739,483)	0	(1,739,483)
Transfers In	900,000	436,405	730,652	2,067,057
Transfers Out	(11,732)	0	(150,996)	(162,728)
<i>Total Other Financing Sources (Uses)</i>	<u>888,268</u>	<u>597,204</u>	<u>1,329,656</u>	<u>2,815,128</u>
<i>Net Change in Fund Balances</i>	75,323	(240,993)	(357,614)	(523,284)
<i>Fund Balances Beginning of Year</i>	<u>1,551,791</u>	<u>431,176</u>	<u>2,277,042</u>	<u>4,260,009</u>
<i>Fund Balances End of Year</i>	<u>\$1,627,114</u>	<u>\$190,183</u>	<u>\$1,919,428</u>	<u>\$3,736,725</u>

**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*December 31, 2004*

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$67,863	\$306,207	\$120,718	\$305,674
Materials and Supplies Inventory	0	33,385	0	0
Accounts Receivable	0	0	0	6,583
Intergovernmental Receivable	16,683	229,929	18,669	0
Property Taxes Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$84,546</u>	<u>\$569,521</u>	<u>\$139,387</u>	<u>\$312,257</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$706	\$45,626
Contracts Payable	0	0	14,870	2,771
Accrued Wages and Benefits	0	0	0	19,716
Intergovernmental Payable	0	0	0	21,002
Deferred Revenue	11,122	153,286	12,446	0
<i>Total Liabilities</i>	<u>11,122</u>	<u>153,286</u>	<u>28,022</u>	<u>89,115</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	34,696	6,796	27,378	20,976
Unreserved, Undesignated (Deficit)	38,728	409,439	83,987	202,166
<i>Total Fund Balances (Deficit)</i>	<u>73,424</u>	<u>416,235</u>	<u>111,365</u>	<u>223,142</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$84,546</u>	<u>\$569,521</u>	<u>\$139,387</u>	<u>\$312,257</u>

(continued)

**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*December 31, 2004*

	Special Programs	Road Maintenance	Federal Equitable Sharing	Indigent Prisoner Assistance
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$9,363	\$383,110	\$3,871	\$8,437
Materials and Supplies Inventory	0	0	0	0
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	0	30,519	0	0
Property Taxes Receivable	0	536,845	0	0
<i>Total Assets</i>	<u>\$9,363</u>	<u>\$950,474</u>	<u>\$3,871</u>	<u>\$8,437</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$0	\$0
Contracts Payable	0	0	0	0
Accrued Wages and Benefits	0	0	0	0
Intergovernmental Payable	0	0	0	0
Deferred Revenue	0	567,364	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>567,364</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	0	284,372	0	0
Unreserved, Undesignated (Deficit)	9,363	98,738	3,871	8,437
<i>Total Fund Balances (Deficit)</i>	<u>9,363</u>	<u>383,110</u>	<u>3,871</u>	<u>8,437</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$9,363</u>	<u>\$950,474</u>	<u>\$3,871</u>	<u>\$8,437</u>

<u>Indigent Drivers</u>	<u>Enforcement and Education</u>	<u>Court Computerization</u>	<u>Natureworks Grants</u>	<u>Recycling Demo</u>
\$8,154	\$44,869	\$146,006	\$14,528	\$12,561
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$8,154</u>	<u>\$44,869</u>	<u>\$146,006</u>	<u>\$14,528</u>	<u>\$12,561</u>
\$0	\$57	\$0	\$0	\$0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>57</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	248	0	14,123	0
<u>8,154</u>	<u>44,564</u>	<u>146,006</u>	<u>405</u>	<u>12,561</u>
<u>8,154</u>	<u>44,812</u>	<u>146,006</u>	<u>14,528</u>	<u>12,561</u>
<u>\$8,154</u>	<u>\$44,869</u>	<u>\$146,006</u>	<u>\$14,528</u>	<u>\$12,561</u>

(continued)

**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*December 31, 2004*

	Tree Planting Grants	Law Enforcement	Law Enforcement Mandatory Drug	Vehicle Immobilization
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$155,931	\$5,474	\$35,217	\$20,738
Materials and Supplies Inventory	0	0	0	0
Accounts Receivable	0	0	227	0
Intergovernmental Receivable	0	0	0	0
Property Taxes Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$155,931</u>	<u>\$5,474</u>	<u>\$35,444</u>	<u>\$20,738</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$0	\$0
Contracts Payable	0	0	0	0
Accrued Wages and Benefits	0	0	0	0
Intergovernmental Payable	0	0	0	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	2,778	0	0	0
Unreserved, Undesignated (Deficit)	153,153	5,474	35,444	20,738
<i>Total Fund Balances (Deficit)</i>	<u>155,931</u>	<u>5,474</u>	<u>35,444</u>	<u>20,738</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$155,931</u>	<u>\$5,474</u>	<u>\$35,444</u>	<u>\$20,738</u>

<u>Police Pension</u>	<u>Memorial</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$38,106	\$16,413	\$1,703,240
0	0	33,385
0	0	6,810
9,156	0	304,956
<u>161,053</u>	<u>0</u>	<u>697,898</u>
<u>\$208,315</u>	<u>\$16,413</u>	<u>\$2,746,289</u>
\$0	\$0	\$46,389
0	0	17,641
0	0	19,716
100,000	0	121,002
<u>170,209</u>	<u>0</u>	<u>914,427</u>
<u>270,209</u>	<u>0</u>	<u>1,119,175</u>
0	0	391,367
<u>(61,894)</u>	<u>16,413</u>	<u>1,235,747</u>
<u>(61,894)</u>	<u>16,413</u>	<u>1,627,114</u>
<u>\$208,315</u>	<u>\$16,413</u>	<u>\$2,746,289</u>

**City of Brecksville, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Year Ended December 31, 2004*

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center
<b>Revenues</b>				
Property and Other Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	686,561
Licenses and Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Intergovernmental	37,039	485,593	39,381	0
Interest	1,136	1,943	1,763	8,772
Donations	0	0	0	4,836
Rentals	0	0	0	47,029
Miscellaneous	0	0	0	3,635
<i>Total Revenues</i>	<u>38,175</u>	<u>487,536</u>	<u>41,144</u>	<u>750,833</u>
<b>Expenditures</b>				
Current:				
General Government:				
Judicial System	0	0	0	0
Public Safety:				
Police	0	0	0	0
Street Construction, Maintenance and Repair	125,161	267,562	107,163	0
Housing and Community Development	0	0	0	0
Basic Utility Services	0	0	0	0
Recreational Activities	0	0	0	1,544,903
<i>Total Expenditures</i>	<u>125,161</u>	<u>267,562</u>	<u>107,163</u>	<u>1,544,903</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(86,986)</u>	<u>219,974</u>	<u>(66,019)</u>	<u>(794,070)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	0	900,000
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>900,000</u>
<i>Net Change in Fund Balances</i>	(86,986)	219,974	(66,019)	105,930
<i>Fund Balances Beginning of Year</i>	<u>160,410</u>	<u>196,261</u>	<u>177,384</u>	<u>117,212</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$73,424</u></u>	<u><u>\$416,235</u></u>	<u><u>\$111,365</u></u>	<u><u>\$223,142</u></u>



Special Programs	Road Maintenance	Federal Equitable Sharing	Indigent Prisoner Assistance	Indigent Drivers	Enforcement and Education	Court Computerization
\$0	\$507,641	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
2,482	0	0	210	0	0	21,129
0	0	0	0	450	1,898	0
0	76,580	0	0	0	2,050	0
0	7,682	0	151	134	677	2,404
0	0	0	0	0	15,995	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
2,482	591,903	0	361	584	20,620	23,533
0	0	0	0	0	0	2,968
0	0	0	25	0	4,818	0
0	394,636	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
3,113	0	0	0	0	0	0
3,113	394,636	0	25	0	4,818	2,968
(631)	197,267	0	336	584	15,802	20,565
0	0	0	0	0	0	0
0	(11,732)	0	0	0	0	0
0	(11,732)	0	0	0	0	0
(631)	185,535	0	336	584	15,802	20,565
9,994	197,575	3,871	8,101	7,570	29,010	125,441
\$9,363	\$383,110	\$3,871	\$8,437	\$8,154	\$44,812	\$146,006

(continued)

**City of Brecksville, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Year Ended December 31, 2004*

	Natureworks Grants	Recycling Demo	Tree Planting Grants	Law Enforcement
<b>Revenues</b>				
Property and Other Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0
Licenses and Permits	0	0	35,425	0
Fines and Forfeitures	0	0	0	4,284
Intergovernmental	0	13,734	0	0
Interest	1,585	278	2,346	67
Donations	0	0	0	0
Rentals	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>1,585</u>	<u>14,012</u>	<u>37,771</u>	<u>4,351</u>
<b>Expenditures</b>				
Current:				
General Government:				
Judicial System	0	0	0	0
Public Safety:				
Police	0	0	0	45,008
Street Construction, Maintenance and Repair	0	0	0	0
Housing and Community Development	0	0	25,995	0
Basic Utility Services	0	14,606	0	0
Recreational Activities	213,432	0	0	0
<i>Total Expenditures</i>	<u>213,432</u>	<u>14,606</u>	<u>25,995</u>	<u>45,008</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(211,847)</u>	<u>(594)</u>	<u>11,776</u>	<u>(40,657)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(211,847)</u>	<u>(594)</u>	<u>11,776</u>	<u>(40,657)</u>
<i>Fund Balances Beginning of Year</i>	<u>226,375</u>	<u>13,155</u>	<u>144,155</u>	<u>46,131</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$14,528</u></u>	<u><u>\$12,561</u></u>	<u><u>\$155,931</u></u>	<u><u>\$5,474</u></u>

Law Enforcement Mandatory Drug	Vehicle Immobilization	Police Pension	Memorial	Total Nonmajor Special Revenue Funds
\$0	\$0	\$152,292	\$0	\$659,933
0	0	0	0	686,561
0	0	0	0	59,246
1,999	0	0	0	8,631
0	0	22,974	0	677,351
687	365	0	0	29,990
0	0	0	0	20,831
0	0	0	0	47,029
0	0	0	0	3,635
<u>2,686</u>	<u>365</u>	<u>175,266</u>	<u>0</u>	<u>2,193,207</u>
0	0	0	0	2,968
6,841	0	249,921	0	306,613
0	0	0	0	894,522
0	0	0	0	25,995
0	0	0	0	14,606
0	0	0	0	1,761,448
<u>6,841</u>	<u>0</u>	<u>249,921</u>	<u>0</u>	<u>3,006,152</u>
<u>(4,155)</u>	<u>365</u>	<u>(74,655)</u>	<u>0</u>	<u>(812,945)</u>
0	0	0	0	900,000
0	0	0	0	(11,732)
0	0	0	0	888,268
(4,155)	365	(74,655)	0	75,323
<u>39,599</u>	<u>20,373</u>	<u>12,761</u>	<u>16,413</u>	<u>1,551,791</u>
<u>\$35,444</u>	<u>\$20,738</u>	<u>(\$61,894)</u>	<u>\$16,413</u>	<u>\$1,627,114</u>

**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*December 31, 2004*

	Issue II	Capital Improvement	Equipment Replacement	Recreation Expansion
<b>Assets</b>				
Equity in Pooled Cash and				
Cash Equivalents	\$677,020	\$563,880	\$73,900	\$144,643
Municipal Income Tax Receivable	0	35,134	0	0
Interfund Receivable	20,000	0	0	0
<i>Total Assets</i>	<u>\$697,020</u>	<u>\$599,014</u>	<u>\$73,900</u>	<u>\$144,643</u>
 <b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Contracts Payable	\$100	\$0	\$0	\$0
Interfund Payable	0	0	0	0
Deferred Revenue	0	3,134	0	0
<i>Total Liabilities</i>	<u>100</u>	<u>3,134</u>	<u>0</u>	<u>0</u>
 <b>Fund Balances</b>				
Reserved for Encumbrances	3,543	274,801	0	0
Unreserved, Undesignated	693,377	321,079	73,900	144,643
<i>Total Fund Balances</i>	<u>696,920</u>	<u>595,880</u>	<u>73,900</u>	<u>144,643</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$697,020</u>	<u>\$599,014</u>	<u>\$73,900</u>	<u>\$144,643</u>

Library Improvement	Fire Station Building	Police Station Building	Sewer Improvement	Public Utility Improvement	Total Nonmajor Capital Projects Funds
\$37,460	\$51,920	\$19,415	\$142,518	\$493,154	\$2,203,910
0	0	0	0	0	35,134
0	0	0	0	0	20,000
<u>\$37,460</u>	<u>\$51,920</u>	<u>\$19,415</u>	<u>\$142,518</u>	<u>\$493,154</u>	<u>\$2,259,044</u>
\$0	\$12,314	\$0	\$100	\$3,968	\$16,482
0	0	0	20,000	300,000	320,000
0	0	0	0	0	3,134
0	12,314	0	20,100	303,968	339,616
0	19,686	0	34,620	134,582	467,232
37,460	19,920	19,415	87,798	54,604	1,452,196
37,460	39,606	19,415	122,418	189,186	1,919,428
<u>\$37,460</u>	<u>\$51,920</u>	<u>\$19,415</u>	<u>\$142,518</u>	<u>\$493,154</u>	<u>\$2,259,044</u>

**City of Brecksville, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Year Ended December 31, 2004*

	Issue II	Capital Improvement	Equipment Replacement	Recreation Expansion
<b>Revenues</b>				
Municipal Income Taxes	\$0	\$208,000	\$0	\$0
Licenses and Permits	0	0	0	30,631
Intergovernmental	314,249	0	0	0
Interest	9,451	13,436	1,299	2,264
<i>Total Revenues</i>	<u>323,700</u>	<u>221,436</u>	<u>1,299</u>	<u>32,895</u>
<b>Expenditures</b>				
Capital Outlay	610,346	753,035	0	51
Debt Service:				
Principal Retirement	45,170	0	0	0
<i>Total Expenditures</i>	<u>655,516</u>	<u>753,035</u>	<u>0</u>	<u>51</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(331,816)</u>	<u>(531,599)</u>	<u>1,299</u>	<u>32,844</u>
<b>Other Financing Sources (Uses)</b>				
Bond Anticipation Notes Issued	0	0	0	0
Transfers In	62,728	542,924	0	0
Transfers Out	0	(22,214)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>62,728</u>	<u>520,710</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(269,088)	(10,889)	1,299	32,844
<i>Fund Balances (Deficit)</i>				
<i>Beginning of Year</i>	<u>966,008</u>	<u>606,769</u>	<u>72,601</u>	<u>111,799</u>
<i>Fund Balances End of Year</i>	<u><u>\$696,920</u></u>	<u><u>\$595,880</u></u>	<u><u>\$73,900</u></u>	<u><u>\$144,643</u></u>

<u>Library Improvement</u>	<u>Fire Station Building</u>	<u>Police Station Building</u>	<u>Sewer Improvement</u>	<u>Public Utility Improvement</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$0	\$0	\$0	\$0	\$0	\$208,000
0	0	0	0	39,616	70,247
0	0	0	673,358	51,483	1,039,090
0	1,275	0	1,093	6,239	35,057
0	1,275	0	674,451	97,338	1,352,394
0	8,206	5,585	1,232,430	384,841	2,994,494
0	0	0	0	0	45,170
0	8,206	5,585	1,232,430	384,841	3,039,664
0	(6,931)	(5,585)	(557,979)	(287,503)	(1,687,270)
0	0	0	750,000	0	750,000
0	100,000	25,000	0	0	730,652
0	(100,000)	0	0	(28,782)	(150,996)
0	0	25,000	750,000	(28,782)	1,329,656
0	(6,931)	19,415	192,021	(316,285)	(357,614)
37,460	46,537	0	(69,603)	505,471	2,277,042
<u>\$37,460</u>	<u>\$39,606</u>	<u>\$19,415</u>	<u>\$122,418</u>	<u>\$189,186</u>	<u>\$1,919,428</u>

## **Combining Statements - Fiduciary Funds**

### ***Fiduciary Funds***

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City's only trust fund is the cemetery private purpose trust. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

### ***Private Purpose Trust Fund***

***Cemetery Endowment Fund*** - This fund received a \$3,000 endowment with the interest to be used for the perpetual care and maintenance of certain burial plots.

### ***Agency Funds***

***Senior Citizens Programs Fund*** - This fund accounts for donations to the City's senior citizens. The senior citizens use the money for home visitations. The City's role is limited to that of custodian of funds.

***Street Openings Fund*** - This fund accounts for deposits held by the City for construction of new street openings. These monies are returned when the work is completed.

***Deposits and Fees Fund*** - This fund accounts for deposits from various contractors, developers or individuals to insure compliance with City Ordinances. These monies are returned when the work is completed.

***Route 21 Gas Lines Fund*** - This fund accounts for deposits held by the City for construction of new gas lines along Route 21. These monies are returned when the work is completed.



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

	Beginning Balance 12/31/03	Additions	Deductions	Ending Balance 12/31/04
<b>Senior Citizens' Programs</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$13,783	\$11,585	\$10,572	\$14,796
<b>Liabilities</b>				
Undistributed Monies	\$13,783	\$11,585	\$10,572	\$14,796
<b>Street Openings</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$202,950	\$48,850	\$39,800	\$212,000
<b>Liabilities</b>				
Deposits Held and Due to Others	\$202,950	\$48,850	\$39,800	\$212,000
<b>Deposits and Fees</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$288,361	\$400,056	\$417,366	\$271,051
<b>Liabilities</b>				
Deposits Held and Due to Others	\$288,361	\$400,056	\$417,366	\$271,051
<b>Route 21 Gas Lines</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$77	\$0	\$77	\$0
<b>Liabilities</b>				
Deposits Held and Due to Others	\$77	\$0	\$77	\$0

(continued)

**City of Brecksville, Ohio**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds (continued)*  
For the Year Ended December 31, 2004

	Beginning Balance 12/31/03	Additions	Deductions	Ending Balance 12/31/04
<b>Total - All Agency Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$505,171	\$460,491	\$467,815	\$497,847
<b>Liabilities</b>				
Undistributed Monies	\$13,783	\$11,585	\$10,572	\$14,796
Deposits Held and Due to Others	491,388	448,906	457,243	483,051
<i>Total Liabilities</i>	\$505,171	\$460,491	\$467,815	\$497,847

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

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property and Other Taxes	\$1,742,116	\$1,742,116	\$1,782,200	\$40,084
Municipal Income Taxes	8,595,000	8,595,000	10,184,176	1,589,176
Charges for Services	51,600	51,600	78,191	26,591
Licenses and Permits	200,100	200,100	263,377	63,277
Fines and Forfeitures	250,000	250,000	324,951	74,951
Intergovernmental	876,617	886,617	920,593	33,976
Interest	70,000	70,000	58,352	(11,648)
Donations	5,000	5,000	11,400	6,400
Rentals	27,200	27,200	43,239	16,039
Miscellaneous	101,800	101,800	165,034	63,234
<i>Total Revenues</i>	<u>11,919,433</u>	<u>11,929,433</u>	<u>13,831,513</u>	<u>1,902,080</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Mayor:				
Salaries and Wages	197,244	164,869	149,721	15,148
Fringe Benefits	75,395	67,770	57,556	10,214
Materials and Supplies	7,121	7,121	5,535	1,586
Capital Outlay	1,750	1,750	1,646	104
Total Mayor	<u>281,510</u>	<u>241,510</u>	<u>214,458</u>	<u>27,052</u>
Finance Director:				
Salaries and Wages	243,523	243,523	236,120	7,403
Fringe Benefits	72,320	72,320	71,239	1,081
Materials and Supplies	7,750	7,750	5,376	2,374
Capital Outlay	4,750	4,750	4,605	145
Total Finance Director	<u>328,343</u>	<u>328,343</u>	<u>317,340</u>	<u>11,003</u>
Purchasing Department:				
Salaries and Wages	164,482	164,482	156,500	7,982
Fringe Benefits	45,186	45,186	43,676	1,510
Materials and Supplies	2,647	2,647	2,615	32
Capital Outlay	3,183	3,183	3,158	25
Total Purchasing Department	<u>215,498</u>	<u>215,498</u>	<u>205,949</u>	<u>9,549</u>
Legal Department:				
Salaries and Wages	87,295	91,680	90,800	880
Fringe Benefits	25,237	25,852	25,819	33
Purchased Services	109,361	112,500	98,311	14,189
Materials and Supplies	2,139	2,200	1,580	620
Total Legal Department	<u>\$224,032</u>	<u>\$232,232</u>	<u>\$216,510</u>	<u>\$15,722</u>

(continued)

**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Legislative:</b>				
Salaries and Wages	\$152,956	\$153,286	\$152,181	\$1,105
Fringe Benefits	64,008	64,078	63,001	1,077
Purchased Services	12,540	13,650	11,892	1,758
Materials and Supplies	5,282	5,750	3,539	2,211
Capital Outlay	1,378	1,500	1,332	168
<b>Total Legislative</b>	<b>236,164</b>	<b>238,264</b>	<b>231,945</b>	<b>6,319</b>
<b>Civil Service:</b>				
Salaries and Wages	2,500	2,500	768	1,732
Fringe Benefits	493	493	231	262
Purchased Services	9,881	22,000	21,465	535
Materials and Supplies	719	1,600	1,445	155
<b>Total Civil Service</b>	<b>13,593</b>	<b>26,593</b>	<b>23,909</b>	<b>2,684</b>
<b>Land and Building:</b>				
Salaries and Wages	327,000	347,000	346,995	5
Purchased Services	380,544	378,336	322,127	56,209
Materials and Supplies	89,451	88,932	76,120	12,812
Capital Outlay	184,802	183,729	82,892	100,837
<b>Total Land and Building</b>	<b>981,797</b>	<b>997,997</b>	<b>828,134</b>	<b>169,863</b>
<b>Engineer:</b>				
Purchased Services	45,043	67,043	60,213	6,830
<b>Cable Advisory Commission:</b>				
Salaries and Wages	1,000	1,000	176	824
Fringe Benefits	177	177	52	125
Purchased Services	1,500	1,500	0	1,500
Materials and Supplies	200	200	0	200
<b>Total Cable Advisory Commission</b>	<b>2,877</b>	<b>2,877</b>	<b>228</b>	<b>2,649</b>
<b>County Auditor and Treasurer:</b>				
Fringe Benefits	220,999	220,999	215,798	5,201
Purchased Services	71,809	71,809	67,027	4,782
<b>Total County Auditor and Treasurer</b>	<b>\$292,808</b>	<b>\$292,808</b>	<b>\$282,825</b>	<b>\$9,983</b>

(continued)

**City of Brecksville, 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, 2004

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Income Tax Administration:</b>				
Salaries and Wages	\$12,688	\$12,688	\$12,600	\$88
Fringe Benefits	3,815	3,815	3,801	14
Purchased Services	392,326	392,326	392,273	53
Materials and Supplies	1,050	1,050	898	152
<b>Total Income Tax Administration</b>	<b>409,879</b>	<b>409,879</b>	<b>409,572</b>	<b>307</b>
<b>Administrative Support:</b>				
Salaries and Wages	34,000	34,000	29,485	4,515
Fringe Benefits	50,874	50,874	48,674	2,200
Purchased Services	328,070	362,780	334,765	28,015
Materials and Supplies	334,943	370,381	354,753	15,628
Capital Outlay	74,209	82,060	67,141	14,919
Other	3,500	3,500	100	3,400
<b>Total Administrative Support</b>	<b>825,596</b>	<b>903,595</b>	<b>834,918</b>	<b>68,677</b>
<b>Human Resources Department:</b>				
Salaries and Wages	185,812	151,007	130,926	20,081
Fringe Benefits	52,144	45,949	37,928	8,021
Purchased Services	58,090	58,750	34,131	24,619
Materials and Supplies	36,909	37,328	29,459	7,869
Capital Outlay	1,744	1,764	1,746	18
<b>Total Human Resources Department</b>	<b>334,699</b>	<b>294,798</b>	<b>234,190</b>	<b>60,608</b>
<b>Blossom Hill:</b>				
Salaries and Wages	113,000	140,000	136,131	3,869
Purchased Services	111,499	111,500	98,903	12,597
Materials and Supplies	19,650	19,650	16,271	3,379
Capital Outlay	40,062	40,062	29,928	10,134
<b>Total Blossom Hill</b>	<b>284,211</b>	<b>311,212</b>	<b>281,233</b>	<b>29,979</b>
<b>Total Legislative and Executive</b>	<b>4,476,050</b>	<b>4,562,649</b>	<b>4,141,424</b>	<b>421,225</b>
<b>Judicial System:</b>				
<b>Mayor's Court:</b>				
Salaries and Wages	101,201	104,721	104,626	95
Fringe Benefits	28,170	28,650	28,579	71
Purchased Services	30,001	30,000	14,179	15,821
Materials and Supplies	6,156	6,156	1,617	4,539
Capital Outlay	725	725	225	500
<b>Total Judicial System</b>	<b>166,253</b>	<b>170,252</b>	<b>149,226</b>	<b>21,026</b>
<b>Total General Government</b>	<b>\$4,642,303</b>	<b>\$4,732,901</b>	<b>\$4,290,650</b>	<b>\$442,251</b>

(continued)

**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public Safety:				
Police:				
Law Enforcement:				
Salaries and Wages	\$2,516,975	\$2,527,017	\$2,457,642	\$69,375
Fringe Benefits	799,895	801,653	714,423	87,230
Purchased Services	105,341	103,407	78,146	25,261
Materials and Supplies	96,967	95,187	76,757	18,430
Capital Outlay	59,142	58,056	19,394	38,662
Total Law Enforcement	<u>3,578,320</u>	<u>3,585,320</u>	<u>3,346,362</u>	<u>238,958</u>
Prisoner Support:				
Salaries and Wages	167,000	167,000	166,981	19
Fringe Benefits	53,875	53,875	51,311	2,564
Purchased Services	21,500	21,500	10,955	10,545
Materials and Supplies	13,500	13,500	10,057	3,443
Capital Outlay	1,000	1,000	390	610
Total Prisoner Support	<u>256,875</u>	<u>256,875</u>	<u>239,694</u>	<u>17,181</u>
Animal Control:				
Salaries and Wages	39,822	39,822	38,674	1,148
Fringe Benefits	12,451	12,451	12,179	272
Purchased Services	3,076	6,100	2,053	4,047
Materials and Supplies	1,298	2,575	879	1,696
Capital Outlay	711	1,410	1,409	1
Total Animal Control	<u>57,358</u>	<u>62,358</u>	<u>55,194</u>	<u>7,164</u>
Total Police	<u>3,892,553</u>	<u>3,904,553</u>	<u>3,641,250</u>	<u>263,303</u>
Fire:				
Hydrants:				
Salaries and Wages	11,000	11,000	8,725	2,275
Purchased Services	20,000	20,000	17,000	3,000
Materials and Supplies	15,500	15,500	13,000	2,500
Total Fire	<u>46,500</u>	<u>46,500</u>	<u>38,725</u>	<u>7,775</u>
Total Public Safety	<u>\$3,939,053</u>	<u>\$3,951,053</u>	<u>\$3,679,975</u>	<u>\$271,078</u>

(continued)

**City of Brecksville, 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, 2004*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Public Health Services:				
Cemetery:				
Salaries and Wages	\$90,500	\$80,500	\$69,406	\$11,094
Materials and Supplies	6,000	6,000	3,790	2,210
Other	4,000	4,000	775	3,225
Total Cemetery	100,500	90,500	73,971	16,529
Board of Health:				
Purchased Services	41,500	41,500	41,484	16
Total Public Health Services	142,000	132,000	115,455	16,545
Street Construction, Maintenance and Repair:				
Street Repairs and Maintenance:				
Salaries and Wages	687,687	691,000	689,956	1,044
Fringe Benefits	706,158	707,845	707,702	143
Purchased Services	19,000	19,000	17,085	1,915
Materials and Supplies	47,608	47,608	39,711	7,897
Total Street Repairs and Maintenance	1,460,453	1,465,453	1,454,454	10,999
Signs:				
Salaries and Wages	31,000	34,000	31,753	2,247
Materials and Supplies	3,000	3,300	3,052	248
Total Signs	34,000	37,300	34,805	2,495
Snow and Ice Removal:				
Salaries and Wages	176,000	176,000	164,462	11,538
Purchased Services	12,800	17,900	17,847	53
Materials and Supplies	3,200	4,500	3,777	723
Total Snow and Ice Removal	192,000	198,400	186,086	12,314
Vehicle Maintenance:				
Salaries and Wages	175,000	179,000	176,266	2,734
Purchased Services	50,000	50,000	16,230	33,770
Materials and Supplies	136,485	136,485	120,411	16,074
Capital Outlay	8,000	8,000	1,874	6,126
Total Vehicle Maintenance	369,485	373,485	314,781	58,704
Total Street Construction, Maintenance and Repair	\$2,055,938	\$2,074,638	\$1,990,126	\$84,512

(continued)



**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Housing and Community Development:</b>				
<b>Planning Commission:</b>				
Salaries and Wages	\$3,000	\$3,000	\$1,882	\$1,118
Fringe Benefits	739	739	567	172
Purchased Services	29,963	29,963	29,199	764
Materials and Supplies	937	937	455	482
<b>Total Planning Commission</b>	<b>34,639</b>	<b>34,639</b>	<b>32,103</b>	<b>2,536</b>
<b>Board of Zoning Appeals:</b>				
Salaries and Wages	1,500	1,500	591	909
Fringe Benefits	317	317	179	138
Materials and Supplies	1,500	2,300	1,897	403
<b>Total Board of Zoning Appeals</b>	<b>3,317</b>	<b>4,117</b>	<b>2,667</b>	<b>1,450</b>
<b>Housing and Building Inspection:</b>				
Salaries and Wages	453,802	431,957	405,319	26,638
Fringe Benefits	128,071	124,816	121,116	3,700
Purchased Services	14,221	18,525	18,239	286
Materials and Supplies	6,801	8,859	7,350	1,509
Capital Outlay	7,620	9,926	8,910	1,016
Other	326	425	240	185
<b>Total Housing and Building Inspection</b>	<b>610,841</b>	<b>594,508</b>	<b>561,174</b>	<b>33,334</b>
<b>Board of Design and Construction Review:</b>				
Salaries and Wages	200	200	0	200
Fringe Benefits	27	27	0	27
<b>Total Board of Design   and Construction Review</b>	<b>227</b>	<b>227</b>	<b>0</b>	<b>227</b>
<b>Urban Forestry:</b>				
Salaries and Wages	200,000	217,000	210,230	6,770
Purchased Services	24,817	24,546	20,529	4,017
Materials and Supplies	19,113	16,188	8,293	7,895
Capital Outlay	1,870	4,566	4,566	0
<b>Total Urban Forestry</b>	<b>245,800</b>	<b>262,300</b>	<b>243,618</b>	<b>18,682</b>
<b>Total Housing and Community Development</b>	<b>894,824</b>	<b>895,791</b>	<b>839,562</b>	<b>56,229</b>
<b>Basic Utility Services:</b>				
<b>Storm Sewers and Drains:</b>				
Salaries and Wages	60,500	60,500	51,297	9,203
Purchased Services	58,004	58,004	56,606	1,398
Materials and Supplies	6,731	6,731	4,030	2,701
<b>Total Storm Sewers and Drains</b>	<b>\$125,235</b>	<b>\$125,235</b>	<b>\$111,933</b>	<b>\$13,302</b>

(continued)

**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Refuse Collection:				
Salaries and Wages	\$242,000	\$229,000	\$217,641	\$11,359
Purchased Services	280,000	280,000	258,239	21,761
Total Refuse Collection	<u>522,000</u>	<u>509,000</u>	<u>475,880</u>	<u>33,120</u>
Service Department:				
Salaries and Wages	227,857	227,118	221,285	5,833
Fringe Benefits	146,899	146,638	132,179	14,459
Purchased Services	4,571	3,931	3,350	581
Materials and Supplies	21,264	18,286	17,591	695
Capital Outlay	6,288	5,407	5,225	182
Total Service Department	<u>406,879</u>	<u>401,380</u>	<u>379,630</u>	<u>21,750</u>
House-Keeping Service:				
Salaries and Wages	132,537	168,550	167,268	1,282
Fringe Benefits	46,142	51,629	51,607	22
Purchased Services	10,040	10,040	4,504	5,536
Capital Outlay	21,700	21,700	20,256	1,444
Total House-Keeping Service	<u>210,419</u>	<u>251,919</u>	<u>243,635</u>	<u>8,284</u>
Street Lighting:				
Purchased Services	93,000	93,000	84,177	8,823
Rubbish Recycling:				
Salaries and Wages	289,000	281,000	269,561	11,439
Purchased Services	18,500	18,500	12,347	6,153
Materials and Supplies	17,500	17,500	11,070	6,430
Total Rubbish Recycling	<u>325,000</u>	<u>317,000</u>	<u>292,978</u>	<u>24,022</u>
Leaf Program:				
Salaries and Wages	66,000	62,500	56,953	5,547
Purchased Services	4,000	11,750	10,259	1,491
Materials and Supplies	1,000	1,250	889	361
Total Leaf Program	<u>71,000</u>	<u>75,500</u>	<u>68,101</u>	<u>7,399</u>
Total Basic Utility Services	<u>\$1,753,533</u>	<u>\$1,773,034</u>	<u>\$1,656,334</u>	<u>\$116,700</u>

(continued)

**City of Brecksville, 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, 2004*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Recreational Activities:				
Kid's Quarter:				
Materials and Supplies	\$0	\$34	\$7	\$27
Brecksville Center for the Arts:				
Purchased Services	16,000	16,000	14,028	1,972
Materials and Supplies	7,800	7,800	6,584	1,216
Capital Outlay	426	426	426	0
Total Brecksville Center for the Arts	24,226	24,260	21,045	3,215
Total Recreational Activities	24,226	24,260	21,045	3,215
<i>Total Expenditures</i>	13,451,877	13,583,677	12,593,147	990,530
<i>Excess of Revenues Over (Under) Expenditures</i>	(1,532,444)	(1,654,244)	1,238,366	2,892,610
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	15,000	15,000	32,446	17,446
Advance In	200,000	500,000	300,000	(200,000)
Advances Out	0	(700,000)	(400,000)	300,000
Transfers Out	(2,650,000)	(2,650,000)	(1,950,000)	700,000
<i>Total Other Financing Sources (Uses)</i>	(2,435,000)	(2,835,000)	(2,017,554)	817,446
<i>Net Change in Fund Balance</i>	(3,967,444)	(4,489,244)	(779,188)	3,710,056
<i>Fund Balance Beginning of Year</i>	4,307,926	4,307,926	4,307,926	0
Prior Year Encumbrances Appropriated	202,881	202,881	202,881	0
<i>Fund Balance End of Year</i>	\$543,363	\$21,563	\$3,731,619	\$3,710,056

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property and Other Taxes	\$1,586,496	\$1,695,939	\$1,725,981	\$30,042
Licenses and Permits	94	100	110	10
Intergovernmental	370,955	396,545	367,582	(28,963)
Interest	3,742	4,000	12,758	8,758
<i>Total Revenues</i>	<u>1,961,287</u>	<u>2,096,584</u>	<u>2,106,431</u>	<u>9,847</u>
<b>Expenditures</b>				
Current:				
Public Safety:				
Fire:				
Salaries and Wages	1,315,425	1,519,118	1,315,590	203,528
Fringe Benefits	350,462	404,730	319,267	85,463
Purchased Services	94,393	109,010	65,782	43,228
Materials and Supplies	64,576	74,576	50,137	24,439
Capital Outlay	82,145	94,865	19,929	74,936
<i>Total Expenditures</i>	<u>1,907,001</u>	<u>2,202,299</u>	<u>1,770,705</u>	<u>431,594</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	54,286	(105,715)	335,726	441,441
<b>Other Financing Uses</b>				
Transfers Out	(242,924)	(242,924)	(242,924)	0
<i>Net Change in Fund Balance</i>	(188,638)	(348,639)	92,802	441,441
<i>Fund Balance Beginning of Year</i>	374,363	374,363	374,363	0
Prior Year Encumbrances Appropriated	6,969	6,969	6,969	0
<i>Fund Balance End of Year</i>	<u>\$192,694</u>	<u>\$32,693</u>	<u>\$474,134</u>	<u>\$441,441</u>

**City of Brecksville, 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, 2004*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Special Assessments	\$178,066	\$178,066	\$335,895	\$157,829
Interest	321,934	321,934	321,934	0
<i>Total Revenues</i>	<u>500,000</u>	<u>500,000</u>	<u>657,829</u>	<u>157,829</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Other	30,000	30,000	5,450	24,550
Debt Service:				
Principal Retirement	450,000	450,000	360,000	90,000
Interest and Fiscal Charges	250,000	250,000	227,665	22,335
Total Debt Service	<u>700,000</u>	<u>700,000</u>	<u>587,665</u>	<u>112,335</u>
<i>Total Expenditures</i>	<u>730,000</u>	<u>730,000</u>	<u>593,115</u>	<u>136,885</u>
<i>Net Change in Fund Balance</i>	(230,000)	(230,000)	64,714	294,714
<i>Fund Balance Beginning of Year</i>	<u>288,037</u>	<u>288,037</u>	<u>288,037</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$58,037</u></u>	<u><u>\$58,037</u></u>	<u><u>\$352,751</u></u>	<u><u>\$294,714</u></u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Municipal Improvement Fund*  
*For the Year Ended December 31, 2004*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Municipal Income Taxes	\$471,429	\$960,000	\$960,000	\$0
Interest	2,455	5,000	15,411	10,411
Miscellaneous	115,893	236,000	59,592	(176,408)
<i>Total Revenues</i>	<u>589,777</u>	<u>1,201,000</u>	<u>1,035,003</u>	<u>(165,997)</u>
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	301,840	443,223	443,072	151
Capital Outlay	996,588	1,419,343	1,232,569	186,774
Total Capital Outlay	<u>1,298,428</u>	<u>1,862,566</u>	<u>1,675,641</u>	<u>186,925</u>
Debt Service:				
Principal Retirement	681,010	1,000,000	1,000,000	0
Interest and Fiscal Charges	9,332	13,704	13,663	41
Total Debt Service	<u>690,342</u>	<u>1,013,704</u>	<u>1,013,663</u>	<u>41</u>
<i>Total Expenditures</i>	<u>1,988,770</u>	<u>2,876,270</u>	<u>2,689,304</u>	<u>186,966</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,398,993)</u>	<u>(1,675,270)</u>	<u>(1,654,301)</u>	<u>20,969</u>
<b>Other Financing Sources (Uses)</b>				
Bond Anticipation Notes Issued	491,071	1,000,000	1,000,000	0
Transfers In	734,152	1,495,000	1,344,068	(150,932)
Transfers Out	(436,405)	(1,311,405)	(1,211,405)	100,000
<i>Total Other Financing Sources (Uses)</i>	<u>788,818</u>	<u>1,183,595</u>	<u>1,132,663</u>	<u>(50,932)</u>
<i>Net Change in Fund Balance</i>	<u>(610,175)</u>	<u>(491,675)</u>	<u>(521,638)</u>	<u>(29,963)</u>
<i>Fund Balance Beginning of Year</i>	592,825	592,825	592,825	0
Prior Year Encumbrances Appropriated	<u>123,270</u>	<u>123,270</u>	<u>123,270</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$105,920</u>	<u>\$224,420</u>	<u>\$194,457</u>	<u>(\$29,963)</u>

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Municipal Income Taxes	\$1,200,000	\$1,200,000	\$1,200,000	\$0
Interest	6,000	6,000	3,959	(2,041)
<i>Total Revenues</i>	1,206,000	1,206,000	1,203,959	(2,041)
<b>Expenditures</b>	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	1,206,000	1,206,000	1,203,959	(2,041)
<b>Other Financing Uses</b>				
Transfers Out	(1,200,000)	(1,300,000)	(1,225,000)	75,000
<i>Net Change in Fund Balance</i>	6,000	(94,000)	(21,041)	72,959
<i>Fund Balance Beginning of Year</i>	128,551	128,551	128,551	0
<i>Fund Balance End of Year</i>	<u>\$134,551</u>	<u>\$34,551</u>	<u>\$107,510</u>	<u>\$72,959</u>

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Municipal Income Taxes	\$120,000	\$120,000	\$120,000	\$0
Intergovernmental	900,000	1,000,000	23,608	(976,392)
Interest	5,400	5,400	9,713	4,313
<i>Total Revenues</i>	<u>1,025,400</u>	<u>1,125,400</u>	<u>153,321</u>	<u>(972,079)</u>
<b>Expenditures</b>				
Capital Outlay:				
Road Repaving:				
Purchased Services	67,848	67,848	67,848	0
Materials and Supplies	55,001	55,001	54,932	69
Capital Outlay	42,697	42,697	42,697	0
Total Road Repaving	<u>165,546</u>	<u>165,546</u>	<u>165,477</u>	<u>69</u>
Route 21 Access Roads				
Capital Outlay	<u>1,000,000</u>	<u>1,000,000</u>	<u>547,745</u>	<u>452,255</u>
Parkview Drive Reconstruction:				
Purchased Services	39,358	39,358	3,358	36,000
Capital Outlay	309,929	309,929	239,654	70,275
Total Parkview Drive Reconstruction	<u>349,287</u>	<u>349,287</u>	<u>243,012</u>	<u>106,275</u>
Oakes Road Reconstruction:				
Purchased Services	3,298	3,298	434	2,864
Capital Outlay	223,755	223,755	218,756	4,999
Total Oakes Road Reconstruction	<u>227,053</u>	<u>227,053</u>	<u>219,190</u>	<u>7,863</u>
Route 82 Widening:				
Capital Outlay	<u>\$24,768</u>	<u>\$24,768</u>	<u>\$1,499</u>	<u>\$23,269</u>

(continued)



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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Citywide Traffic Resignal: Capital Outlay	\$249,560	\$24,560	\$24,560	\$0
<i>Total Expenditures</i>	<u>2,016,214</u>	<u>1,791,214</u>	<u>1,201,483</u>	<u>589,731</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(990,814)</u>	<u>(665,814)</u>	<u>(1,048,162)</u>	<u>(382,348)</u>
<b>Other Financing Sources (Uses)</b>				
Bond Anticipation Notes Issued	100,000	800,000	800,000	0
Advances In	400,000	400,000	100,000	(300,000)
Advances Out	(400,000)	(400,000)	(100,000)	300,000
Transfers In	231,500	231,500	75,000	(156,500)
Transfers Out	(445,060)	(620,060)	(594,068)	25,992
<i>Total Other Financing Sources (Uses)</i>	<u>(113,560)</u>	<u>411,440</u>	<u>280,932</u>	<u>(130,508)</u>
<i>Net Change in Fund Balance</i>	(1,104,374)	(254,374)	(767,230)	(512,856)
<i>Fund Balance Beginning of Year</i>	666,104	666,104	666,104	0
Prior Year Encumbrances Appropriated	<u>581,214</u>	<u>581,214</u>	<u>581,214</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$142,944</u>	<u>\$992,944</u>	<u>\$480,088</u>	<u>(\$512,856)</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Human Services Facilities Fund*  
*For the Year Ended December 31, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$37,389	\$40,000	\$112,203	\$72,203
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	318,115	344,432	307,152	37,280
Material and Supplies	9,497	10,283	8,175	2,108
Capital Outlay	8,738,016	9,460,913	9,307,230	153,683
<i>Total Expenditures</i>	<u>9,065,628</u>	<u>9,815,628</u>	<u>9,622,557</u>	<u>193,071</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(9,028,239)</u>	<u>(9,775,628)</u>	<u>(9,510,354)</u>	<u>265,274</u>
<b>Other Financing Sources</b>				
General Obligation Bonds Issued	5,571,032	6,000,000	6,000,000	0
Transfers In	1,495,579	1,600,000	1,900,000	300,000
<i>Total Other Financing Sources</i>	<u>7,066,611</u>	<u>7,600,000</u>	<u>7,900,000</u>	<u>300,000</u>
<i>Net Change in Fund Balance</i>	(1,961,628)	(2,175,628)	(1,610,354)	565,274
<i>Fund Balance Beginning of Year</i>	2,046,745	2,046,745	2,046,745	0
Prior Year Encumbrances Appropriated	165,628	165,628	165,628	0
<i>Fund Balance End of Year</i>	<u>\$250,745</u>	<u>\$36,745</u>	<u>\$602,019</u>	<u>\$565,274</u>

**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$30,000	\$30,000	\$34,050	\$4,050
Interest	1,550	1,550	1,136	(414)
<i>Total Revenues</i>	31,550	31,550	35,186	3,636
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance and Repair:				
Street Repair and Maintenance:				
Capital Outlay	170,000	170,000	159,857	10,143
<i>Net Change in Fund Balance</i>	(138,450)	(138,450)	(124,671)	13,779
<i>Fund Balance Beginning of Year</i>	137,838	137,838	137,838	0
Prior Year Encumbrances Appropriated	20,000	20,000	20,000	0
<i>Fund Balance End of Year</i>	<u>\$19,388</u>	<u>\$19,388</u>	<u>\$33,167</u>	<u>\$13,779</u>

**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$391,000	\$391,000	\$440,040	\$49,040
Interest	0	0	1,943	1,943
<i>Total Revenues</i>	<u>391,000</u>	<u>391,000</u>	<u>441,983</u>	<u>50,983</u>
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance and Repair:				
Snow and Ice Removal:				
Materials and Supplies	241,960	241,960	236,968	4,992
Capital Outlay	81,796	81,796	81,796	0
<i>Total Expenditures</i>	<u>323,756</u>	<u>323,756</u>	<u>318,764</u>	<u>4,992</u>
<i>Excess of Revenues Over Expenditures</i>	67,244	67,244	123,219	55,975
<b>Other Financing Uses</b>				
Transfers Out	(200,000)	(200,000)	0	200,000
<i>Net Change in Fund Balance</i>	(132,756)	(132,756)	123,219	255,975
<i>Fund Balance Beginning of Year</i>	77,436	77,436	77,436	0
Prior Year Encumbrances Appropriated	98,756	98,756	98,756	0
<i>Fund Balance End of Year</i>	<u>\$43,436</u>	<u>\$43,436</u>	<u>\$299,411</u>	<u>\$255,975</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$32,000	\$32,000	\$35,679	\$3,679
Interest	0	0	1,763	1,763
<i>Total Revenues</i>	<u>32,000</u>	<u>32,000</u>	<u>37,442</u>	<u>5,442</u>
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance and Repair:				
Route 21 Center Strip:				
Salaries and Wages	9,000	9,000	7,200	1,800
Purchased Services	20,000	20,000	20,000	0
Materials and Supplies	120,000	120,000	107,341	12,659
<i>Total Expenditures</i>	<u>149,000</u>	<u>149,000</u>	<u>134,541</u>	<u>14,459</u>
<i>Net Change in Fund Balance</i>	(117,000)	(117,000)	(97,099)	19,901
<i>Fund Balance Beginning of Year</i>	<u>174,863</u>	<u>174,863</u>	<u>174,863</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$57,863</u></u>	<u><u>\$57,863</u></u>	<u><u>\$77,764</u></u>	<u><u>\$19,901</u></u>

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Charges for Services	\$672,700	\$672,700	\$682,165	\$9,465
Interest	9,000	9,000	8,772	(228)
Donations	3,200	3,200	4,836	1,636
Rentals	55,500	55,500	47,029	(8,471)
Miscellaneous	3,260	3,260	3,655	395
<i>Total Revenues</i>	<u>743,660</u>	<u>743,660</u>	<u>746,457</u>	<u>2,797</u>
<b>Expenditures</b>				
Current:				
Recreational Activities:				
Community Center:				
Salaries and Wages	990,880	990,880	854,148	136,732
Fringe Benefits	174,522	174,522	145,456	29,066
Purchased Services	414,490	414,490	355,172	59,318
Materials and Supplies	242,705	242,705	170,762	71,943
Capital Outlay	150,557	150,557	60,974	89,583
Other	3,000	3,000	1,983	1,017
<i>Total Expenditures</i>	<u>1,976,154</u>	<u>1,976,154</u>	<u>1,588,495</u>	<u>387,659</u>
<i>Excess of Revenues Under Expenditures</i>	(1,232,494)	(1,232,494)	(842,038)	390,456
<b>Other Financing Sources</b>				
Transfers In	1,100,000	1,100,000	900,000	(200,000)
<i>Net Change in Fund Balance</i>	(132,494)	(132,494)	57,962	190,456
<i>Fund Balance Beginning of Year</i>	177,030	177,030	177,030	0
Prior Year Encumbrances Appropriated	28,202	28,202	28,202	0
<i>Fund Balance End of Year</i>	<u>\$72,738</u>	<u>\$72,738</u>	<u>\$263,194</u>	<u>\$190,456</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Licenses and Permits	\$1,500	\$1,500	\$2,482	\$982
<b>Expenditures</b>				
Current:				
Recreational Activities:				
Special Events:				
Materials and Supplies	<u>6,000</u>	<u>6,000</u>	<u>3,113</u>	<u>2,887</u>
<i>Net Change in Fund Balance</i>	(4,500)	(4,500)	(631)	3,869
<i>Fund Balance Beginning of Year</i>	<u>9,994</u>	<u>9,994</u>	<u>9,994</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$5,494</u></u>	<u><u>\$5,494</u></u>	<u><u>\$9,363</u></u>	<u><u>\$3,869</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property and Other Taxes	\$496,159	\$496,159	\$507,641	\$11,482
Intergovernmental	79,510	79,510	76,580	(2,930)
Interest	3,000	3,000	7,682	4,682
<i>Total Revenues</i>	578,669	578,669	591,903	13,234
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance and Repair:				
Street Repair and Maintenance:				
Capital Outlay	678,328	678,328	679,008	(680)
<i>Excess of Revenues Under Expenditures</i>	(99,659)	(99,659)	(87,105)	12,554
<b>Other Financing Uses</b>				
Transfers Out	(11,732)	(11,732)	(11,732)	0
<i>Net Change in Fund Balance</i>	(111,391)	(111,391)	(98,837)	12,554
<i>Fund Balance Beginning of Year</i>	76,396	76,396	76,396	0
Prior Year Encumbrances Appropriated	108,328	108,328	108,328	0
<i>Fund Balance End of Year</i>	<u>\$73,333</u>	<u>\$73,333</u>	<u>\$85,887</u>	<u>\$12,554</u>



**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Federal Equitable Sharing Fund  
For the Year Ended December 31, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Federal Equitable Sharing				
Other	<u>3,871</u>	<u>3,871</u>	<u>0</u>	<u>3,871</u>
<i>Net Change in Fund Balance</i>	(3,871)	(3,871)	0	3,871
<i>Fund Balance Beginning of Year</i>	<u>3,871</u>	<u>3,871</u>	<u>3,871</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$3,871</u></u>	<u><u>\$3,871</u></u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Indigent Prisoner Assistance Fund  
For the Year Ended December 31, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Licenses and Permits	\$200	\$200	\$236	\$36
Interest	50	50	151	101
<i>Total Revenues</i>	250	250	387	137
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Prisoner Support:				
Materials and Supplies	7,000	7,000	25	6,975
<i>Net Change in Fund Balance</i>	(6,750)	(6,750)	362	7,112
<i>Fund Balance Beginning of Year</i>	8,075	8,075	8,075	0
<i>Fund Balance End of Year</i>	<u>\$1,325</u>	<u>\$1,325</u>	<u>\$8,437</u>	<u>\$7,112</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines and Forfeitures	\$500	\$500	\$450	(\$50)
Interest	50	50	134	84
<i>Total Revenues</i>	550	550	584	34
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Purchased Services	7,000	7,000	0	7,000
<i>Net Change in Fund Balance</i>	(6,450)	(6,450)	584	7,034
<i>Fund Balance Beginning of Year</i>	7,570	7,570	7,570	0
<i>Fund Balance End of Year</i>	<u>\$1,120</u>	<u>\$1,120</u>	<u>\$8,154</u>	<u>\$7,034</u>

**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines and Forfeitures	\$1,000	\$1,000	\$2,005	\$1,005
Intergovernmental	4,000	4,000	2,050	(1,950)
Interest	200	200	677	477
Donations	0	0	15,995	15,995
<i>Total Revenues</i>	<u>5,200</u>	<u>5,200</u>	<u>20,727</u>	<u>15,527</u>
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Salaries and Wages	1,250	5,000	1,250	3,750
Purchased Services	18,050	18,400	3,567	14,833
Materials and Supplies	5,200	5,200	250	4,950
Capital Outlay	3,000	3,000	0	3,000
<i>Total Expenditures</i>	<u>27,500</u>	<u>31,600</u>	<u>5,067</u>	<u>26,533</u>
<i>Net Change in Fund Balance</i>	(22,300)	(26,400)	15,660	42,060
<i>Fund Balance Beginning of Year</i>	<u>28,961</u>	<u>28,961</u>	<u>28,961</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$6,661</u></u>	<u><u>\$2,561</u></u>	<u><u>\$44,621</u></u>	<u><u>\$42,060</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Licenses and Permits	\$14,000	\$14,000	\$21,129	\$7,129
Interest	500	500	2,404	1,904
<i>Total Revenues</i>	14,500	14,500	23,533	9,033
<b>Expenditures</b>				
Current:				
General Government:				
Judicial:				
Court Computerization:				
Purchased Services	120,000	120,000	2,968	117,032
<i>Net Change in Fund Balance</i>	(105,500)	(105,500)	20,565	126,065
<i>Fund Balance Beginning of Year</i>	125,441	125,441	125,441	0
<i>Fund Balance End of Year</i>	<u>\$19,941</u>	<u>\$19,941</u>	<u>\$146,006</u>	<u>\$126,065</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$500	\$2,850	\$1,585	(\$1,265)
<b>Expenditures</b>				
Current:				
Recreational Activities:				
Extracurricular:				
Purchased Services	2,887	2,632	2,632	0
Capital Outlay	285,820	288,425	287,997	428
<i>Total Expenditures</i>	<u>288,707</u>	<u>291,057</u>	<u>290,629</u>	<u>428</u>
<i>Net Change in Fund Balance</i>	(288,207)	(288,207)	(289,044)	(837)
<i>Fund Balance Beginning of Year</i>	80,742	80,742	80,742	0
Prior Year Encumbrances Appropriated	<u>208,707</u>	<u>208,707</u>	<u>208,707</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,242</u></u>	<u><u>\$1,242</u></u>	<u><u>\$405</u></u>	<u><u>(\$837)</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$0	\$1,500	\$13,734	\$12,234
Interest	100	100	278	178
<i>Total Revenues</i>	100	1,600	14,012	12,412
<b>Expenditures</b>				
Current:				
Basic Utility Services:				
Rubbish Recycling:				
Capital Outlay	6,236	21,036	20,987	49
<i>Net Change in Fund Balance</i>	(6,136)	(19,436)	(6,975)	12,461
<i>Fund Balance Beginning of Year</i>	13,300	13,300	13,300	0
Prior Year Encumbrances Appropriated	6,236	6,236	6,236	0
<i>Fund Balance End of Year</i>	<u>\$13,400</u>	<u>\$100</u>	<u>\$12,561</u>	<u>\$12,461</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Licenses and Permits	\$20,000	\$20,000	\$35,425	\$15,425
Interest	1,000	1,000	2,346	1,346
<i>Total Revenues</i>	<u>21,000</u>	<u>21,000</u>	<u>37,771</u>	<u>16,771</u>
<b>Expenditures</b>				
Current:				
Housing and Community Development:				
Tree Planning:				
Purchased Services	18,832	18,832	0	18,832
Capital Outlay	71,211	71,211	31,256	39,955
Other	3,000	3,000	2,150	850
<i>Total Expenditures</i>	<u>93,043</u>	<u>93,043</u>	<u>33,406</u>	<u>59,637</u>
<i>Net Change in Fund Balance</i>	(72,043)	(72,043)	4,365	76,408
<i>Fund Balance Beginning of Year</i>	137,577	137,577	137,577	0
Prior Year Encumbrances Appropriated	<u>11,211</u>	<u>11,211</u>	<u>11,211</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$76,745</u></u>	<u><u>\$76,745</u></u>	<u><u>\$153,153</u></u>	<u><u>\$76,408</u></u>



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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines and Forfeitures	\$0	\$5,000	\$5,347	\$347
Interest	100	100	67	(33)
<i>Total Revenues</i>	100	5,100	5,414	314
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Purchased Services	45,106	50,106	45,008	5,098
<i>Net Change in Fund Balance</i>	(45,006)	(45,006)	(39,594)	5,412
<i>Fund Balance Beginning of Year</i>	762	762	762	0
Prior Year Encumbrances Appropriated	44,306	44,306	44,306	0
<i>Fund Balance End of Year</i>	<u>\$62</u>	<u>\$62</u>	<u>\$5,474</u>	<u>\$5,412</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines and Forfeitures	\$300	\$300	\$1,772	\$1,472
Interest	200	200	687	487
<i>Total Revenues</i>	500	500	2,459	1,959
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Purchased Services	35,000	35,000	6,841	28,159
<i>Net Change in Fund Balance</i>	(34,500)	(34,500)	(4,382)	30,118
<i>Fund Balance Beginning of Year</i>	39,599	39,599	39,599	0
<i>Fund Balance End of Year</i>	<u>\$5,099</u>	<u>\$5,099</u>	<u>\$35,217</u>	<u>\$30,118</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$50	\$50	\$365	\$315
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Purchased Services	<u>20,000</u>	<u>20,000</u>	<u>0</u>	<u>20,000</u>
<i>Net Change in Fund Balance</i>	(19,950)	(19,950)	365	20,315
<i>Fund Balance Beginning of Year</i>	<u>20,373</u>	<u>20,373</u>	<u>20,373</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$423</u></u>	<u><u>\$423</u></u>	<u><u>\$20,738</u></u>	<u><u>\$20,315</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property and Other Taxes	\$148,849	\$148,849	\$152,292	\$3,443
Intergovernmental	23,855	23,855	22,974	(881)
<i>Total Revenues</i>	<u>172,704</u>	<u>172,704</u>	<u>175,266</u>	<u>2,562</u>
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Fringe Benefits	149,600	149,600	149,600	0
Purchased Services	400	400	321	79
<i>Total Expenditures</i>	<u>150,000</u>	<u>150,000</u>	<u>149,921</u>	<u>79</u>
<i>Net Change in Fund Balance</i>	22,704	22,704	25,345	2,641
<i>Fund Balance Beginning of Year</i>	<u>12,761</u>	<u>12,761</u>	<u>12,761</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$35,465</u></u>	<u><u>\$35,465</u></u>	<u><u>\$38,106</u></u>	<u><u>\$2,641</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Memorials:				
Materials and Supplies	<u>16,000</u>	<u>16,000</u>	<u>0</u>	<u>16,000</u>
<i>Net Change in Fund Balance</i>	(16,000)	(16,000)	0	16,000
<i>Fund Balance Beginning of Year</i>	<u>16,413</u>	<u>16,413</u>	<u>16,413</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$413</u></u>	<u><u>\$413</u></u>	<u><u>\$16,413</u></u>	<u><u>\$16,000</u></u>

**City of Brecksville, 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, 2004*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property and Other Taxes	\$65,717	\$241,518	\$248,744	\$7,226
Intergovernmental	11,071	40,363	37,525	(2,838)
Interest	1,748	6,404	6,404	0
Other	200	200	40,000	39,800
<i>Total Revenues</i>	<u>78,736</u>	<u>288,485</u>	<u>332,673</u>	<u>44,188</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Other	190,000	195,000	185,151	9,849
Debt Service:				
Principal Retirement	278,283	638,800	635,000	3,800
Payment to Refunded Bond Escrow Agent	0	12,867	12,867	0
Interest and Fiscal Charges	226,717	234,380	196,382	37,998
Bond Issuance Costs	0	141,470	141,470	0
<i>Total Debt Service</i>	<u>505,000</u>	<u>1,027,517</u>	<u>985,719</u>	<u>41,798</u>
<i>Total Expenditures</i>	<u>695,000</u>	<u>1,222,517</u>	<u>1,170,870</u>	<u>51,647</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(616,264)</u>	<u>(934,032)</u>	<u>(838,197)</u>	<u>95,835</u>
<b>Other Financing Sources (Uses)</b>				
General Obligation Bonds Issued	518,638	1,785,000	1,785,000	0
Premium on Issuance of Debt	0	115,282	115,282	0
Payment to Refunded Bond Escrow Agent	0	(1,739,483)	(1,739,483)	0
Transfers In	118,353	433,645	436,405	2,760
<i>Total Other Financing Sources (Uses)</i>	<u>636,991</u>	<u>594,444</u>	<u>597,204</u>	<u>2,760</u>
<i>Net Change in Fund Balance</i>	20,727	(339,588)	(240,993)	98,595
<i>Fund Balance Beginning of Year</i>	<u>431,176</u>	<u>431,176</u>	<u>431,176</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$451,903</u>	<u>\$91,588</u>	<u>\$190,183</u>	<u>\$98,595</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$0	\$0	\$314,249	\$314,249
Interest	1,000	1,000	9,451	8,451
<i>Total Revenues</i>	<u>1,000</u>	<u>1,000</u>	<u>323,700</u>	<u>322,700</u>
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	15,000	15,000	4,084	10,916
Capital Outlay	841,750	841,750	613,481	228,269
Total Capital Outlay	856,750	856,750	617,565	239,185
Debt Service:				
Principal Retirement	67,728	62,728	45,170	17,558
<i>Total Expenditures</i>	<u>924,478</u>	<u>919,478</u>	<u>662,735</u>	<u>256,743</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(923,478)</u>	<u>(918,478)</u>	<u>(339,035)</u>	<u>579,443</u>
<b>Other Financing Sources</b>				
Advances In	530,000	530,000	530,000	0
Transfers In	62,728	62,728	62,728	0
<i>Total Other Financing Sources</i>	<u>592,728</u>	<u>592,728</u>	<u>592,728</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(330,750)	(325,750)	253,693	579,443
<i>Fund Balance Beginning of Year</i>	107,934	107,934	107,934	0
Prior Year Encumbrances Appropriated	<u>311,750</u>	<u>311,750</u>	<u>311,750</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$88,934</u></u>	<u><u>\$93,934</u></u>	<u><u>\$673,377</u></u>	<u><u>\$579,443</u></u>

**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Municipal Income Taxes	\$192,000	\$192,000	\$192,000	\$0
Interest	5,000	5,000	13,436	8,436
<i>Total Revenues</i>	197,000	197,000	205,436	8,436
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	1,681,649	1,681,649	1,045,161	636,488
<i>Excess of Revenues Under Expenditures</i>	(1,484,649)	(1,484,649)	(839,725)	644,924
<b>Other Financing Sources (Uses)</b>				
Transfers In	900,000	900,000	542,924	(357,076)
Transfers Out	(22,214)	(22,214)	(22,214)	0
<i>Total Other Financing Sources (Uses)</i>	877,786	877,786	520,710	(357,076)
<i>Net Change in Fund Balance</i>	(606,863)	(606,863)	(319,015)	287,848
<i>Fund Balance Beginning of Year</i>	121,445	121,445	121,445	0
Prior Year Encumbrances Appropriated	486,649	486,649	486,649	0
<i>Fund Balance End of Year</i>	<u>\$1,231</u>	<u>\$1,231</u>	<u>\$289,079</u>	<u>\$287,848</u>



**City of Brecksville, 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, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$500	\$500	\$1,299	\$799
<b>Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	500	500	1,299	799
<i>Fund Balance Beginning of Year</i>	<u>72,601</u>	<u>72,601</u>	<u>72,601</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$73,101</u></u>	<u><u>\$73,101</u></u>	<u><u>\$73,900</u></u>	<u><u>\$799</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Licenses and Permits	\$20,000	\$20,000	\$30,631	\$10,631
Interest	800	500	2,264	1,764
<i>Total Revenues</i>	<u>20,800</u>	<u>20,500</u>	<u>32,895</u>	<u>12,395</u>
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	100,000	100,000	0	100,000
Other	500	500	51	449
<i>Total Expenditures</i>	<u>100,500</u>	<u>100,500</u>	<u>51</u>	<u>100,449</u>
<i>Net Change in Fund Balance</i>	(79,700)	(80,000)	32,844	112,844
<i>Fund Balance Beginning of Year</i>	<u>111,799</u>	<u>111,799</u>	<u>111,799</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$32,099</u></u>	<u><u>\$31,799</u></u>	<u><u>\$144,643</u></u>	<u><u>\$112,844</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$300	\$300	\$0	(\$300)
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	<u>37,000</u>	<u>37,000</u>	<u>0</u>	<u>37,000</u>
<i>Net Change in Fund Balance</i>	(36,700)	(36,700)	0	36,700
<i>Fund Balance Beginning of Year</i>	<u>37,460</u>	<u>37,460</u>	<u>37,460</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$760</u></u>	<u><u>\$760</u></u>	<u><u>\$37,460</u></u>	<u><u>\$36,700</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	<u>\$1,000</u>	<u>\$1,000</u>	<u>\$1,275</u>	<u>\$275</u>
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	21,070	21,070	5,385	15,685
Capital Outlay	<u>90,240</u>	<u>90,240</u>	<u>88,440</u>	<u>1,800</u>
<i>Total Expenditures</i>	<u>111,310</u>	<u>111,310</u>	<u>93,825</u>	<u>17,485</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(110,310)</u>	<u>(110,310)</u>	<u>(92,550)</u>	<u>17,760</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	100,000	100,000	0
Transfers Out	<u>0</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(110,310)	(110,310)	(92,550)	17,760
<i>Fund Balance Beginning of Year</i>	19,160	19,160	19,160	0
Prior Year Encumbrances Appropriated	<u>93,310</u>	<u>93,310</u>	<u>93,310</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,160</u></u>	<u><u>\$2,160</u></u>	<u><u>\$19,920</u></u>	<u><u>\$17,760</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	<u>100,000</u>	<u>100,000</u>	<u>5,585</u>	<u>94,415</u>
<i>Excess of Revenues Under Expenditures</i>	(100,000)	(100,000)	(5,585)	94,415
<b>Other Financing Sources</b>				
Transfer In	<u>100,000</u>	<u>100,000</u>	<u>25,000</u>	<u>(75,000)</u>
<i>Net Change in Fund Balance</i>	0	0	19,415	19,415
<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>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$19,415</u></u>	<u><u>\$19,415</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$0	\$0	\$673,358	\$673,358
Interest	550	550	1,093	543
<i>Total Revenues</i>	<u>550</u>	<u>550</u>	<u>674,451</u>	<u>673,901</u>
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	2,617	2,617	2,617	0
Capital Outlay	754,018	754,018	1,325,182	(571,164)
<i>Total Expenditures</i>	<u>756,635</u>	<u>756,635</u>	<u>1,327,799</u>	<u>(571,164)</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(756,085)</u>	<u>(756,085)</u>	<u>(653,348)</u>	<u>102,737</u>
<b>Other Financing Sources (Uses)</b>				
Bond Anticipation Notes Issued	750,000	750,000	750,000	0
Advances Out	(730,000)	(730,000)	(730,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(736,085)</u>	<u>(736,085)</u>	<u>(633,348)</u>	<u>102,737</u>
<i>Fund Balance Beginning of Year</i>	65,511	65,511	65,511	0
Prior Year Encumbrances Appropriated	675,635	675,635	675,635	0
<i>Fund Balance End of Year</i>	<u>\$5,061</u>	<u>\$5,061</u>	<u>\$107,798</u>	<u>\$102,737</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Licenses and Permits	\$7,414	\$35,000	\$39,616	\$4,616
Intergovernmental	0	0	51,483	51,483
Interest	318	1,500	6,239	4,739
Miscellaneous	87,220	411,750	0	(411,750)
<i>Total Revenues</i>	<u>94,952</u>	<u>448,250</u>	<u>97,338</u>	<u>(350,912)</u>
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	5,361	13,000	9,964	3,036
Capital Outlay	292,227	513,639	509,457	4,182
<i>Total Expenditures</i>	<u>297,588</u>	<u>526,639</u>	<u>519,421</u>	<u>7,218</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(202,636)</u>	<u>(78,389)</u>	<u>(422,083)</u>	<u>(343,694)</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	63,548	300,000	300,000	0
Advances Out	(123,714)	(300,000)	0	300,000
Transfers Out	(206,869)	(223,782)	(28,782)	195,000
<i>Total Other Financing Sources (Uses)</i>	<u>(267,035)</u>	<u>(223,782)</u>	<u>271,218</u>	<u>495,000</u>
<i>Net Change in Fund Balance</i>	(469,671)	(302,171)	(150,865)	151,306
<i>Fund Balance Beginning of Year</i>	383,081	383,081	383,081	0
Prior Year Encumbrances Appropriated	<u>122,390</u>	<u>122,390</u>	<u>122,390</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$35,800</u></u>	<u><u>\$203,300</u></u>	<u><u>\$354,606</u></u>	<u><u>\$151,306</u></u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Self Insurance Fund*  
*For the Year Ended December 31, 2004*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Charges for Services	\$1,209,000	\$1,209,000	\$1,211,596	\$2,596
Interest	1,000	1,000	7,365	6,365
Miscellaneous	0	0	100,020	100,020
<i>Total Revenues</i>	<u>1,210,000</u>	<u>1,210,000</u>	<u>1,318,981</u>	<u>108,981</u>
<b>Expenses</b>				
Purchased Services	352,300	352,300	338,994	13,306
Claims	1,154,700	1,154,700	1,084,418	70,282
<i>Total Expenses</i>	<u>1,507,000</u>	<u>1,507,000</u>	<u>1,423,412</u>	<u>83,588</u>
<i>Net Change in Fund Equity</i>	(297,000)	(297,000)	(104,431)	192,569
<i>Fund Equity Beginning of Year</i>	<u>297,715</u>	<u>297,715</u>	<u>297,715</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$715</u></u>	<u><u>\$715</u></u>	<u><u>\$193,284</u></u>	<u><u>\$192,569</u></u>



**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Cemetery Endowment Fund*  
*For the Year Ended December 31, 2004*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$10	\$10	\$4	(\$6)
<b>Expenses</b>				
Materials and Supplies	3,200	3,200	0	3,200
<i>Net Change in Fund Equity</i>	(3,190)	(3,190)	4	3,194
<i>Fund Equity Beginning of Year</i>	3,212	3,212	3,212	0
<i>Fund Equity End of Year</i>	<u>\$22</u>	<u>\$22</u>	<u>\$3,216</u>	<u>\$3,194</u>

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## Statistical Section

This part of the City of Brecksville, Ohio's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the City's overall financial health.

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<b>Contents</b>	<b>Pages(s)</b>
<b><i>Financial Trends</i></b> .....	<b><i>S2 – S13</i></b>
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
<b><i>Revenue Capacity</i></b> .....	<b><i>S14 – S20</i></b>
These schedules contain information to help the reader assess the City's most significant local revenue, the property tax and the municipal income tax.	
<b><i>Debt Capacity</i></b> .....	<b><i>S22 – S27</i></b>
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
<b><i>Economic and Demographic Information</i></b> .....	<b><i>S28 – S29</i></b>
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	
<b><i>Operating Information</i></b> .....	<b><i>S30 – S35</i></b>
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement No. 34 in 2000; schedules presenting government-wide information include information beginning in that year.

**City of Brecksville, Ohio**  
*Net Assets By Component*  
*Last Six Years*  
*(Accrual Basis of Accounting)*

	<u>2004</u>	<u>2003</u>	<u>2002</u>
Governmental Activities			
Invested in Capital Assets, Net of Related Debt	\$52,108,292	\$45,138,862	\$38,639,023
Restricted:			
Capital Projects	4,953,157	6,896,322	6,919,152
Debt Service	4,493,213	4,786,541	6,111,400
Fire Department	370,646	265,884	N/A
Community Center	185,522	117,212	N/A
Street Repair and Maintenance	569,521	196,261	N/A
Road Maintenance	430,238	197,575	N/A
Other Purposes	642,334	1,143,615	2,854,864
Unrestricted	<u>5,689,748</u>	<u>5,494,860</u>	<u>6,105,475</u>
<i>Total Governmental Activities Net Assets</i>	<u><u>\$69,442,671</u></u>	<u><u>\$64,237,132</u></u>	<u><u>\$60,629,914</u></u>

Note: 2003 was the first year other purposes were further identified.

2001	2000	1999
\$34,795,536	\$30,614,461	\$26,856,600
4,904,140	4,923,709	1,102,122
6,344,837	2,831,673	5,021,316
N/A	N/A	N/A
N/A	N/A	N/A
N/A	N/A	N/A
N/A	N/A	N/A
2,568,737	1,836,373	1,848,429
7,347,422	8,652,492	12,952,715
<u>\$55,960,672</u>	<u>\$48,858,708</u>	<u>\$47,781,182</u>

**City of Brecksville, Ohio**

*Changes in Net Assets*

*Last Five Years*

*(Accrual Basis of Accounting)*

	2004	2003	2002
<b>Program Revenues</b>			
Governmental Activities:			
Charges for Services:			
General Government:			
Legislative and Executive	\$151,662	\$146,626	\$214,328
Judicial System	349,991	335,897	346,837
Public Safety:			
Police	8,841	5,774	40,233
Fire	2,853	2,092	3,843
Public Health Services	93,342	90,250	19,691
Street Construction, Maintenance and Repair	0	340	330
Housing and Community Development	192,314	183,530	162,026
Basic Utility Services	39,616	56,635	0
Recreational Activities	782,684	717,068	602,448
Subtotal - Charges for Services	<u>1,621,303</u>	<u>1,538,212</u>	<u>1,389,736</u>
Operating Grants and Contributions:			
General Government:			
Legislative and Executive	11,400	5,781	4,696
Public Safety:			
Police	41,675	21,666	41,587
Fire	0	6,525	5,542
Street Construction, Maintenance and Repair	637,407	539,875	479,926
Housing and Community Development	0	0	222,928
Basic Utility Services	5,907	11,666	20,000
Recreational Activities	4,836	3,348	3,684
Subtotal - Operating Grants and Contributions	<u>701,225</u>	<u>588,861</u>	<u>778,363</u>
Capital Grants and Contributions:			
General Government			
Legislative and Executive	0	95,000	0
Public Safety:			
Fire	0	0	4,050
Public Health Services	0	0	0
Street Construction, Maintenance and Repair	1,394,171	3,532,626	1,436,541
Basic Utility Services	0	0	43,490
Recreational Activities	724,841	0	23,440
Subtotal - Capital Grants and Contributions	<u>2,119,012</u>	<u>3,627,626</u>	<u>1,507,521</u>
<i>Total Primary Government Program Revenues</i>	<u>\$4,441,540</u>	<u>\$5,754,699</u>	<u>\$3,675,620</u>

2001	2000
\$136,062	\$115,258
366,916	358,507
55,580	21,042
2,420	1,982
28,734	26,997
1,420	15,768
127,232	179,512
77,320	77,010
605,477	574,423
<u>1,401,161</u>	<u>1,370,499</u>
13,368	5,365
26,555	32,799
6,200	154,401
441,349	398,028
27,325	0
0	23,400
726	39,794
<u>515,523</u>	<u>653,787</u>
0	0
0	0
30,000	0
0	0
2,201,667	0
200,000	0
<u>2,431,667</u>	<u>0</u>
<u>\$4,348,351</u>	<u>\$2,024,286</u>

(continued)

**City of Brecksville, Ohio**  
*Changes in Net Assets (continued)*  
*Last Five Years*  
*(Accrual Basis of Accounting)*

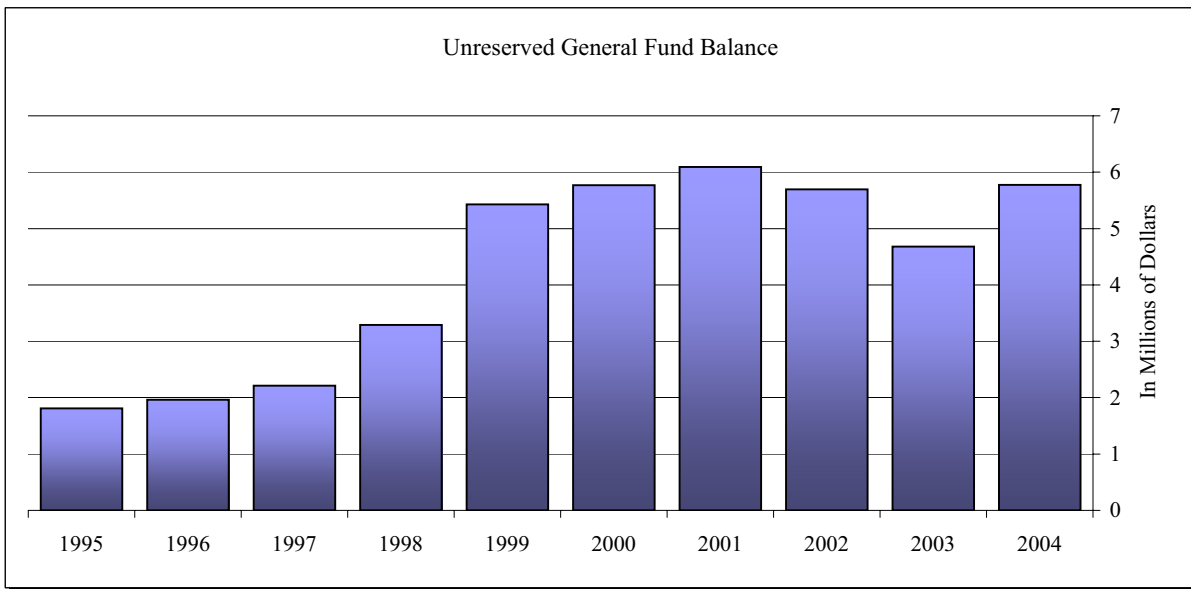
	2004	2003	2002
<b>Expenses</b>			
Governmental Activities:			
General Government:			
Legislative and Executive	\$4,246,585	\$4,135,163	\$4,088,405
Judicial System	151,584	151,387	158,683
Public Safety:			
Police	3,930,138	3,901,614	3,655,090
Fire	1,862,540	1,964,919	1,374,110
Public Health Services	113,498	118,442	145,378
Street Construction, Maintenance and Repair	3,433,446	4,132,195	2,784,828
Housing and Community Development	860,061	1,186,316	830,697
Basic Utility Services	2,457,634	1,884,812	1,701,700
Recreational Activities	1,568,851	1,859,992	1,522,030
Interest and Fiscal Charges	496,051	519,414	577,384
<i>Total Governmental Activities Expenses</i>	<u>19,120,388</u>	<u>19,854,254</u>	<u>16,838,305</u>
<b>Net (Expense)/Revenue</b>			
Governmental Activities	<u>(\$14,678,848)</u>	<u>(\$14,099,555)</u>	<u>(\$13,162,685)</u>
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental Activities			
Taxes:			
Property and Other Local Taxes Levied For:			
General Purposes	\$1,772,674	\$1,646,088	\$1,586,320
Fire Department	1,716,753	1,593,930	1,535,769
Streets	504,927	468,802	0
Police Department	151,478	140,640	0
Debt Service	245,481	278,400	221,332
Other Purposes	0	0	587,206
Municipal Income Taxes levied for:			
General Purposes	10,309,796	8,930,938	8,684,168
Capital Outlay	2,452,992	2,442,323	2,376,998
Grants and Entitlements not Restricted to			
Specific Programs	1,760,102	1,307,353	1,781,468
Investment Earnings	594,442	634,052	714,986
Gain on Sale of Capital Assets	0	16,532	18,321
Miscellaneous	375,742	247,880	325,194
<i>Total Governmental Activities</i>	<u>\$19,884,387</u>	<u>\$17,706,938</u>	<u>\$17,831,762</u>
<b>Change in Net Assets</b>			
Governmental Activities	<u>\$5,205,539</u>	<u>\$3,607,383</u>	<u>\$4,669,077</u>



2001	2000
\$3,793,602	\$3,478,288
125,666	154,482
3,060,371	3,078,248
1,738,761	1,533,443
54,214	96,675
2,760,673	4,486,001
883,503	782,844
1,659,828	2,019,430
1,437,308	1,343,632
651,325	686,151
16,165,251	17,659,194
(\$11,816,900)	(\$15,634,908)
\$1,574,747	\$1,422,726
0	0
0	0
0	0
219,672	198,407
2,107,068	1,929,684
9,806,736	9,606,196
2,380,619	2,651,311
1,186,863	1,310,106
964,378	950,457
1,915	0
676,866	248,960
\$18,918,864	\$18,317,847
\$7,101,964	\$2,682,939

**City of Brecksville, Ohio**  
*Fund Balances, Governmental Funds*  
*Last Ten Years*  
*(Modified Accrual Basis of Accounting)*

	2004	2003	2002	2001	2000
<b>General Fund</b>					
Reserved	\$152,799	\$129,821	\$186,479	\$348,005	\$281,273
Unreserved	5,774,941	4,678,964	5,695,626	6,090,302	5,766,370
<b>Total General Fund</b>	5,927,740	4,808,785	5,882,105	6,438,307	6,047,643
<b>All Other Governmental Funds</b>					
Reserved	8,161,824	2,708,943	3,026,921	1,328,730	2,544,652
Unreserved, Undesignated, Reported in:					
Special Revenue funds	1,573,035	1,382,265	1,464,777	2,238,089	1,363,394
Debt Service funds	542,934	719,213	478,266	394,277	323,042
Capital Projects funds (Deficit)	2,981,237	4,261,747	3,648,220	3,416,467	(1,966,079)
<b>Total All Other Governmental Funds</b>	13,259,030	9,072,168	8,618,184	7,377,563	2,265,009
<b>Total Governmental Funds</b>	\$19,186,770	\$13,880,953	\$14,500,289	\$13,815,870	\$8,312,652

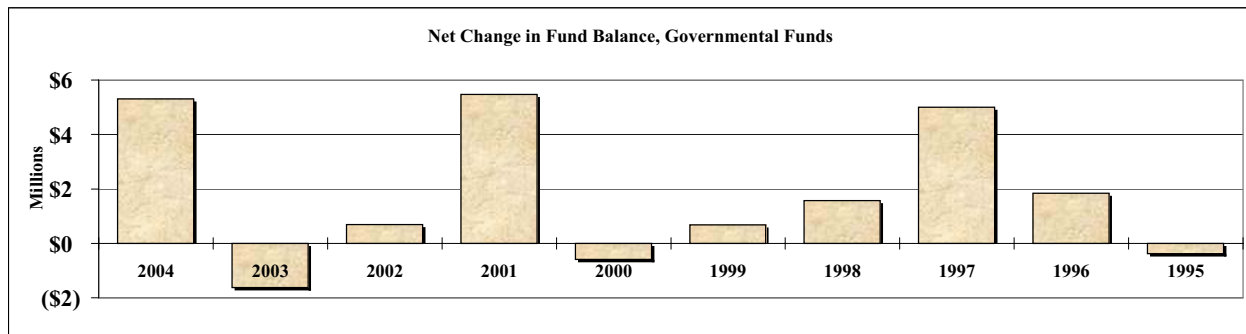


1999	1998	1997	1996	1995
\$362,971	\$155,610	\$151,099	\$131,207	\$134,241
5,430,188	3,291,906	2,215,031	1,964,375	1,812,068
5,793,159	3,447,516	2,366,130	2,095,582	1,946,309
2,161,410	1,705,698	646,174	774,570	536,087
1,161,784	1,014,893	1,231,074	891,679	344,721
247,845	216,972	168,331	145,850	230,389
(849,546)	1,410,375	1,659,551	(231,864)	(1,099,776)
2,721,493	4,347,938	3,705,130	1,580,235	11,421
\$8,514,652	\$7,795,454	\$6,071,260	\$3,675,817	\$1,957,730

**City of Brecksville, Ohio**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Years*  
*(Modified Accrual Basis of Accounting)*

	2004	2003	2002	2001	2000	1999
<b>Revenues</b>						
Taxes (1)	\$18,163,891	\$15,798,469	\$15,605,768	\$16,544,343	\$14,872,585	\$14,463,984
Charges for Services	763,763	757,802	621,980	640,568	569,601	532,604
Licenses and Permits	433,896	382,356	335,530	290,325	376,390	317,020
Fines and Forfeitures	331,702	321,007	353,697	394,319	356,597	375,327
Intergovernmental	3,445,386	2,776,961	3,496,062	1,869,874	1,922,782	2,087,824
Special Assessments	335,895	327,902	325,000	265,000	510,618	495,518
Interest	587,077	629,781	714,986	960,118	973,121	655,703
Sales	0	0	0	0	0	20,519
Donations	32,231	9,734	8,611	15,130	11,227	50,785
Rentals	91,942	77,047	150,939	75,949	75,186	50,351
Miscellaneous	270,539	223,698	415,384	641,602	245,914	200,843
<b>Total Revenues</b>	<b>24,456,322</b>	<b>21,304,757</b>	<b>22,027,957</b>	<b>21,697,228</b>	<b>19,914,021</b>	<b>19,250,478</b>
<b>Expenditures</b>						
Current:						
General Government: (2)						3,369,331
Legislative and Executive	4,142,258	4,024,845	3,490,750	3,606,295	3,393,415	N/A
Judicial System	148,162	150,947	154,019	132,114	156,667	N/A
Public Safety: (2)						4,457,722
Police	3,853,278	3,699,440	3,419,938	3,250,985	3,111,668	N/A
Fire	1,797,479	1,845,131	1,641,677	1,521,449	1,505,903	N/A
Public Health Services	119,739	118,588	142,703	103,780	93,325	103,603
Street Construction, Maintenance and Repair	2,803,466	3,327,036	2,568,880	2,299,218	2,478,337	2,313,386
Housing and Community Development	818,070	1,183,455	963,679	761,285	646,989	606,612
Basic Utilities Services	1,593,358	1,640,660	1,324,054	1,246,551	1,289,244	1,182,446
Recreational Activities	1,781,954	1,661,078	1,492,749	1,264,053	1,151,375	1,122,847
Capital Outlay	8,203,769	3,997,138	4,825,124	2,959,846	5,369,478	4,278,188
Debt Service:						
Principal Retirement	2,040,170	1,810,170	760,170	685,170	660,170	624,558
Payment to Refunded Bond Escrow Agent	12,867	0	0	0	0	0
Interest and Fiscal Charges	437,710	502,644	584,633	617,742	689,069	646,856
Bond Issuance Costs	141,470	0	0	0	0	0
<b>Total Expenditures</b>	<b>27,893,750</b>	<b>23,961,132</b>	<b>21,368,376</b>	<b>18,448,488</b>	<b>20,545,640</b>	<b>18,705,549</b>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(3,437,428)</i>	<i>(2,656,375)</i>	<i>659,581</i>	<i>3,248,740</i>	<i>(631,619)</i>	<i>544,929</i>
<b>Other Financing Sources (Uses)</b>						
Bond Anticipation Notes Issued	2,550,000	1,000,000	0	0	0	0
General Obligation Bonds Issued	7,785,000	0	0	0	0	106,372
Special Assessment Bonds Issued	0	0	0	2,200,000	0	0
Premium of Issuance of Debt	115,282	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	(1,739,483)	0	0	0	0	0
Sale of Capital Assets	32,446	29,193	24,838	21,281	39,621	26,212
Transfers In	5,386,125	6,465,396	6,082,372	6,157,935	5,521,290	2,089,809
Transfers Out	(5,386,125)	(6,465,396)	(6,082,372)	(6,157,935)	(5,521,290)	(2,089,809)
<b>Total Other Financing Sources (Uses)</b>	<b>8,743,245</b>	<b>1,029,193</b>	<b>24,838</b>	<b>2,221,281</b>	<b>39,621</b>	<b>132,584</b>
<b>Net Change in Fund Balances</b>	<b>\$5,305,817</b>	<b>(\$1,627,182)</b>	<b>\$684,419</b>	<b>\$5,470,021</b>	<b>(\$591,998)</b>	<b>\$677,513</b>

Debt Service as a Percentage of Noncapital Expenditures	15.4%	13.1%	8.8%	9.2%	9.8%	9.7%
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(1) Includes All Taxes

(2) 2000 was the first year subcategories were identified for general government and public safety

1998	1997	1996	1995
\$13,452,239	\$11,907,637	\$11,815,080	\$11,016,700
546,933	556,004	542,863	553,612
271,021	281,453	295,622	136,572
310,979	297,455	305,126	293,938
1,895,182	1,630,733	2,301,107	2,067,550
479,277	407,245	402,673	418,822
461,111	327,063	254,490	288,133
23,033	58,848	46,846	75,242
50,111	62,512	41,825	4,693
48,677	72,889	56,523	70,209
361,336	59,987	39,189	244,751
<u>17,899,899</u>	<u>15,661,826</u>	<u>16,101,344</u>	<u>15,170,222</u>
3,029,340	2,864,953	2,926,802	2,414,468
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
4,411,141	4,048,103	3,870,920	3,320,271
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
90,101	94,558	77,667	214,724
2,289,444	1,995,451	2,059,219	1,922,744
622,808	527,055	396,906	375,437
1,104,936	1,162,420	1,058,603	1,064,734
1,032,279	1,054,206	933,192	958,375
2,606,384	1,499,830	2,177,856	4,040,695
579,449	572,244	585,118	608,655
0	0	0	0
600,691	593,253	606,569	630,969
0	0	0	0
<u>16,366,573</u>	<u>14,412,073</u>	<u>14,692,852</u>	<u>15,551,072</u>
<u>1,533,326</u>	<u>1,249,753</u>	<u>1,408,492</u>	<u>(380,850)</u>
0	0	0	0
0	3,752,659	427,145	0
0	0	0	0
0	0	0	0
0	0	0	0
34,126	329	0	0
3,100,098	2,183,308	2,211,787	0
<u>(3,100,098)</u>	<u>(2,183,308)</u>	<u>(2,211,787)</u>	<u>0</u>
<u>34,126</u>	<u>3,752,988</u>	<u>427,145</u>	<u>0</u>
<u>\$1,567,452</u>	<u>\$5,002,741</u>	<u>\$1,835,637</u>	<u>(\$380,850)</u>
9.4%	9.9%	10.5%	12.1%

**City of Brecksville, Ohio**  
*Program Revenues by Function/Program*  
*Last Five Years*  
*(Accrual Basis of Accounting)*

	2004	2003	2002	2001	2000
<b>Function/Program</b>					
Governmental Activities:					
General Government					
Legislative and Executive	\$163,062	\$247,407	\$219,024	\$149,430	\$120,623
Judicial System	349,991	335,897	346,837	366,916	358,507
Public Safety:					
Police	50,516	27,440	81,820	82,135	53,841
Fire	2,853	8,617	13,435	8,620	156,383
Public Health Services	93,342	90,250	19,691	58,734	26,997
Street Construction, Maintenance and Repair	2,031,578	4,072,841	1,916,797	442,769	413,796
Housing and Community Development	192,314	183,530	384,954	154,557	179,512
Basic Utility Services	770,364	68,301	63,490	2,278,987	100,410
Recreational Activities	787,520	720,416	629,572	806,203	614,217
<i>Total Governmental Activities</i>	<u>\$4,441,540</u>	<u>\$5,754,699</u>	<u>\$3,675,620</u>	<u>\$4,348,351</u>	<u>\$2,024,286</u>

**City of Brecksville, Ohio**  
*Tax Revenues by Source, Governmental Funds*  
*Last Ten Years*  
*(Modified Accrual Basis of Accounting)*

Year	Property and Other Local Taxes	Municipal Income Taxes	Total
2004	\$4,416,858	\$13,747,033	\$18,163,891
2003	4,133,286	11,665,183	15,798,469
2002	3,933,762	11,672,006	15,605,768
2001	3,902,864	12,641,479	16,544,343
2000	3,486,225	11,386,360	14,872,585
1999	3,417,784	11,046,200	14,463,984
1998	3,228,537	10,223,702	13,452,239
1997	2,857,833	9,049,804	11,907,637
1996	2,835,619	8,979,461	11,815,080
1995	2,644,008	8,372,692	11,016,700

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

City of Brecksville						
Year	General (1)	Police Pension (1)	Fire Levy (1)	Road Improvement Levy (1)	Library Levy (2)	Total City
2004	\$3.51	\$0.30	\$3.40	\$1.00	\$0.49	\$8.70
2003	3.51	0.30	3.40	1.00	0.49	8.70
2002	3.51	0.30	3.40	1.00	0.49	8.70
2001	3.51	0.30	3.40	1.00	0.49	8.70
2000	3.51	0.30	3.40	1.00	0.49	8.70
1999	3.51	0.30	3.40	1.00	0.49	8.70
1998	3.51	0.30	3.40	1.00	0.59	8.80
1997	3.51	0.30	3.40	1.00	0.59	8.80
1996	3.51	0.30	3.40	1.00	0.59	8.80
1995	3.51	0.30	3.40	1.00	0.69	8.90

Source: Cuyahoga County, Ohio; County Auditor

- (1) These rates have been authorized and are continuous. Any modification to these rates will be voted on.
- (2) This is a 25 year levy which will end in 2012 if not renewed.

Note: The City's basic property tax rate may be increased only by a majority vote of the City's residents. Rates for the debt service are set based on each year's requirements.



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Library and County	School	Joint Vocational School	Total
\$20.30	\$77.60	\$2.00	\$108.60
19.40	71.40	2.00	101.50
17.60	71.50	2.00	99.80
17.60	64.80	2.00	93.10
16.70	65.30	2.00	92.70
16.70	65.30	2.00	92.70
16.70	65.40	2.00	92.90
18.00	60.80	0.00	87.60
18.00	62.50	0.00	89.30
18.20	61.90	0.00	89.00

**City of Brecksville, Ohio**  
*Assessed Valuation and Estimated True Values of Taxable Property*  
*Last Ten Years*

Collection Year	Real Property	Public Utility Property	Tangible Personal Property	Total	Estimated (1) True Values of Taxable Property
2004	\$513,822,370	\$21,523,860	\$28,958,950	\$564,305,180	\$1,608,358,646
2003	478,490,900	20,984,450	29,509,649	528,984,999	1,509,001,419
2002	460,952,210	21,668,560	30,013,647	512,634,417	1,461,684,266
2001	447,218,260	33,447,710	27,244,402	507,910,372	1,424,752,827
2000	391,765,310	34,466,070	27,974,748	454,206,128	1,270,394,438
1999	386,598,490	35,334,490	27,789,077	449,722,057	1,255,876,252
1998	376,944,390	35,441,760	32,077,445	444,463,595	1,245,568,479
1997	346,920,010	25,843,020	26,554,299	399,317,329	1,126,784,293
1996	340,516,200	26,291,450	24,021,325	390,828,975	1,098,865,376
1995	332,150,090	28,182,460	20,546,575	380,879,125	1,063,212,080

Source: Cuyahoga County, Ohio; County Auditor

- (1) This amount is calculated based on the following percentages:
- Real property is assessed at thirty-five percent of actual value.
  - Public utility is assessed at various notes from twenty-five to eighty-eight percent of actual value.
  - Tangible personal is assessed at twenty-five percent of actual value for capital assets and twenty-three percent for inventory.

**City of Brecksville, Ohio**

*Principal Real Taxpayers*

*12/31/2004 and 12/31/1995*

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*December 31, 2004*

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Taxpayer	Real Property Assessed Valuation (1)	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$16,513,820	2.93 %
Ohio Bell Telephone Company	12,068,050	2.14
PDM Group, Inc	8,813,840	1.56
Grand Bay of Brecksville	7,023,920	1.24
Gateway Association	4,479,840	0.79
Treeline, Inc	3,399,970	0.60
Brecksville Land Development, LLC	3,307,190	0.59
Brecksville Corporate Center	2,908,150	0.52
Southpoint Association	2,827,490	0.50
Brecksville Shopping Center	1,908,380	0.34
Total	<u><u>\$63,250,650</u></u>	<u><u>11.21 %</u></u>
Total Assessed Valuation	<u><u>\$564,305,180</u></u>	

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*December 31, 1995*

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Taxpayer	Real Property Assessed Valuation (1)	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$18,544,080	4.87 %
Ohio Bell Telephone Company	14,246,520	3.74
B.F. Goodrich Company	12,821,560	3.37
Grand Bay of Brecksville	6,394,620	1.68
East Ohio Gas Company	2,640,410	0.69
Gateway Association	2,281,040	0.60
Southpoint Association	2,199,760	0.58
Fogg Snowville Association	2,075,210	0.54
Teledyne Industrial, Inc	1,938,340	0.51
Ameritech	1,699,600	0.45
Total	<u><u>\$64,841,140</u></u>	<u><u>17.02 %</u></u>
Total Assessed Valuation	<u><u>\$380,879,125</u></u>	

Source: Cuyahoga County Auditor

(1): Property Assessed at 35% of Fair Market Value

**City of Brecksville, Ohio**  
*Property Tax Levies And Collections*  
*Last Ten Years*

Year	Total Tax Levy	Current Tax Collections	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections (1)	Total Tax Collections (2)
2004	\$305,672	\$260,840	85.33%	\$26,726	\$287,566
2003	270,207	219,492	81.23	16,707	236,199
2002	277,934	250,419	90.10	10,669	261,088
2001	333,265	258,309	77.51	18,873	277,182
2000	304,707	224,473	73.67	12,668	237,141
1999	305,429	242,928	79.54	6,282	249,210
1998	316,409	241,094	76.20	8,637	249,731
1997	362,463	281,275	77.60	6,556	287,831
1996	334,249	230,660	69.01	3,018	233,678
1995	317,264	209,496	66.03	4,293	213,789

Source: Cuyahoga County, Ohio; County Auditor

(1) The County Auditor does not maintain delinquent collections based on years.

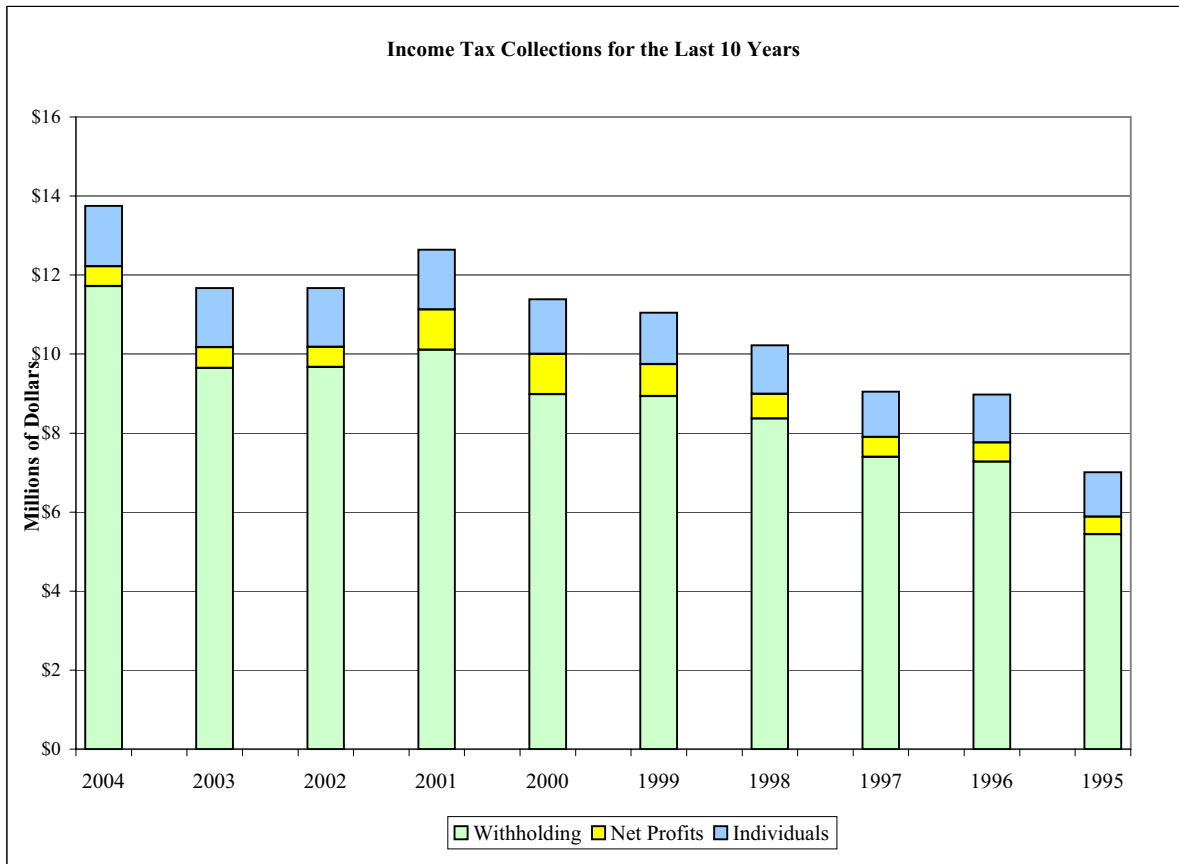
(2) State reimbursement of rollback and homestead exemptions are included.

Note: The County does not maintain delinquency information by tax year.

<u>Percent of Total Tax Collections To Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes</u>	<u>Percentage of Delinquent Taxes to Total Tax Levy</u>
94.08%	\$42,124	13.78%
87.41	34,076	12.61
93.94	16,976	6.11
83.17	55,465	16.64
77.83	71,591	23.50
81.59	55,615	18.21
78.93	66,428	20.99
79.41	61,562	16.98
69.91	63,137	18.89
67.39	103,474	32.61

**City of Brecksville, Ohio**  
*Income Tax Revenue Base and Collections*  
*(Modified Accrual Basis)*  
*Last Ten Years*

Tax Year	Tax Rate	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2004	2.00%	\$13,747,033	\$11,715,222	85.22%	\$505,891	3.68%	\$1,525,921	11.10%
2003	2.00	11,665,183	9,647,106	82.70	523,767	4.49	1,495,476	12.82
2002	2.00	11,672,006	9,670,257	82.85	507,732	4.35	1,494,017	12.80
2001	2.00	12,641,479	10,111,919	79.99	1,018,903	8.06	1,510,657	11.95
2000	2.00	11,386,360	8,981,561	78.88	1,019,079	8.95	1,384,581	12.16
1999	2.00	11,046,200	8,935,271	80.89	807,477	7.31	1,303,452	11.80
1998	2.00	10,223,702	8,371,167	81.88	620,579	6.07	1,231,956	12.05
1997	2.00	9,049,804	7,400,025	81.77	500,454	5.53	1,148,420	12.69
1996	2.00	8,979,461	7,275,159	81.02	488,483	5.44	1,214,921	13.53
1995	2.00	8,372,692	5,434,714	64.91	445,427	5.32	1,129,476	13.49



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**City of Brecksville, Ohio**  
*Ratios of Outstanding Debt to  
Total Personal Income and Debt Per Capita  
Last Ten Years*

Year	General Obligation Bonds	Special Assessment Bonds	OPWC Loans	Notes Payable	Total Primary Government
2004	\$10,027,432	\$4,057,000	\$471,284	\$2,550,000	\$17,105,716
2003	4,491,102	4,417,000	516,454	1,000,000	10,424,556
2002	4,874,400	4,772,000	561,624	1,000,000	11,208,024
2001	5,228,502	5,097,000	606,794	2,000,000	12,932,296
2000	5,579,208	3,162,000	651,964	4,285,000	13,678,172
1999	5,910,979	3,422,000	697,135	5,585,000	15,615,114
1998	6,218,859	3,677,000	630,321	985,000	11,511,180
1997	6,315,310	3,922,000	507,082	585,000	11,329,392
1996	6,480,000	2,857,000	427,145	2,065,000	11,829,145
1995	6,715,000	3,057,000	0	2,985,000	12,757,000

- (1) Brecksville Finance Department estimates 1995-1999, 2001-2004;  
U.S. Census Bureau 2000  
(2) Estimates 1995-1999, 2001-2004; U.S. Census Bureau 2000



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<u>Total Personal Income (1)</u>	<u>Percentage of Personal Income</u>	<u>Population (2)</u>	<u>Per Capita</u>
\$546,998,189	3.13%	13,567	\$1,261
534,694,651	1.95	13,474	774
527,524,135	2.12	13,506	830
517,409,828	2.50	13,459	961
506,348,116	2.70	13,382	1,022
494,367,879	3.16	13,205	1,183
482,671,095	2.38	13,031	883
471,251,059	2.40	12,859	881
460,101,221	2.57	12,689	932
449,215,189	2.84	12,522	1,019

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

Year	General Obligation Bonds	General Obligation Debt Service Fund Balance	Net Bonded Debt	Estimated (1) True Values of Taxable Property	Ratio of Net Bonded Debt to Estimated True Values of Taxable Property	Net Bonded Debt per Capita
2004	\$10,027,433	\$190,183	\$9,837,250	\$1,608,358,646	0.61%	\$725
2003	4,491,102	431,176	4,059,926	1,509,001,419	0.27	301
2002	4,874,400	322,179	4,552,221	1,461,684,266	0.31	337
2001	5,228,502	276,664	4,951,838	1,424,752,827	0.35	368
2000	5,579,208	239,822	5,339,386	1,270,394,438	0.42	399
1999	5,910,979	229,813	5,681,166	1,255,876,252	0.45	430
1998	6,218,859	208,566	6,010,293	1,245,568,479	0.48	461
1997	6,315,310	168,331	6,146,979	1,126,784,293	0.55	478
1996	6,480,000	145,850	6,334,150	1,098,865,376	0.58	499
1995	6,715,000	230,389	6,484,611	1,063,212,080	0.61	518

Source: Cuyahoga County, Ohio; County Auditor

**City of Brecksville, Ohio**  
*Computation of Direct and Overlapping General Obligation Bonded Debt*  
*December 31, 2004*

Jurisdiction	General Obligation Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City of Brecksville
<b>Direct</b>			
City of Brecksville	\$10,027,433	100.00%	\$10,027,433
<b>Overlapping</b>			
Cuyahoga County	251,154,636	1.87%	4,696,592
Brecksville City Schools	30,547,170	59.01%	18,025,885
Greater Cleveland Regional Transit Authority	147,025,000	1.87%	2,749,368
<i>Total Overlapping Debt</i>	428,726,806		25,471,845
Total	\$438,754,239		\$35,499,278

Source: Cuyahoga County, Ohio; County Auditor

- (1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.  
The debt outstanding includes general obligation bonds.

**City of Brecksville, Ohio**  
*Legal Debt Margin Information*  
*Last Ten Years*  
*(amounts expressed in thousands)*

	2004	2003	2002	2001	2000
Overall Debt Limitation (10.5% of Assessed Valuation)	\$59,252	\$55,543	\$53,827	\$53,331	\$47,692
Net Debt Within 10.5% Limitations	12,100	4,701	4,998	6,952	9,624
Overall Legal Debt Margin Within 10.5% Limitations	<u>\$47,152</u>	<u>\$50,842</u>	<u>\$48,829</u>	<u>\$46,379</u>	<u>\$38,068</u>
Total net debt applicable to the limit as a percentage of debt limit	20.42%	8.46%	9.29%	13.04%	20.18%
Unvoted Debt Limitation (5.5% of Assessed Valuation)	\$31,037	\$29,094	\$28,195	\$27,935	\$24,981
Net Debt Within 5.5% Limitations	12,100	4,701	4,998	6,952	9,624
Unvoted Legal Debt Margin Within 5.5% Limitations	<u>\$18,937</u>	<u>\$24,393</u>	<u>\$23,197</u>	<u>\$20,983</u>	<u>\$15,357</u>
Total net debt applicable to the limit as a percentage of debt limit	38.99%	16.16%	17.73%	24.89%	38.53%

**Legal Debt Margin Calculation for Fiscal Year 2004**

	Unvoted Margin Within 5.5%	Overall Margin Within 10.5%
Assessed property value	<u>\$564,305</u>	<u>\$564,305</u>
Overall Debt Limitation (percentage of assessed valuation)	\$31,037	\$59,252
Gross Indebtedness	16,818	16,818
Less: Special Assessment Bonds	(4,057)	(4,057)
OPWC Loans	(471)	(471)
General Obligation Bond Retirement Fund Balance	(190)	(190)
Net Debt Within Limitations	<u>\$12,100</u>	<u>\$12,100</u>
Legal Debt Margin Within Limitations	<u>\$18,937</u>	<u>\$47,152</u>

Note: Under State of Ohio finance law, the City of Brecksville's outstanding general obligation debt should not exceed 10.5 percent of total assessed property value. In addition, the outstanding general obligation debt net of voted debt should not exceed 5.5 percent of total assessed property value. By law, the general obligation debt subject to the limitation is offset by amounts set aside for repaying general obligation bonds.

<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
\$47,221	\$46,669	\$41,928	\$41,037	\$39,992
<u>11,270</u>	<u>6,995</u>	<u>6,739</u>	<u>8,404</u>	<u>9,700</u>
<u>\$35,951</u>	<u>\$39,674</u>	<u>\$35,189</u>	<u>\$32,633</u>	<u>\$30,292</u>
23.87%	14.99%	16.07%	20.48%	24.25%
\$24,735	\$24,445	\$21,962	\$21,496	\$20,948
<u>11,270</u>	<u>6,910</u>	<u>6,574</u>	<u>6,314</u>	<u>7,540</u>
<u>\$13,465</u>	<u>\$17,535</u>	<u>\$15,388</u>	<u>\$15,182</u>	<u>\$13,408</u>
45.56%	28.27%	29.93%	29.37%	35.99%

**City of Brecksville, Ohio**  
*Demographic and Economic Statistics*  
*Last Ten Years*

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Year	Population (1)	Total Personal Income (2)	Median Family Income (1)	Per Capita Income (2)	Unemployment Rate (3)		City Square Miles (4)
					Cuyahoga County	State of Ohio	
2004	13,567	\$546,998,189	\$92,541	\$40,318	6.6%	5.9%	19.54
2003	13,474	534,694,651	91,084	39,683	6.2	6.1	19.54
2002	13,506	527,524,135	89,649	39,059	6.6	5.7	19.54
2001	13,459	517,409,828	88,238	38,443	4.6	4.2	19.54
2000	13,382	506,348,116	86,848	37,838	4.5	4.1	19.54
1999	13,205	494,367,879	85,927	37,437	4.5	4.3	19.54
1998	13,031	482,671,095	85,017	37,040	4.5	4.3	19.54
1997	12,859	471,251,059	84,115	36,647	4.5	4.6	19.54
1996	12,689	460,101,221	83,224	36,259	5.0	4.9	19.54
1995	12,522	449,215,189	82,342	35,875	4.7	4.8	19.54

(1) Estimates 1995-1999, 2001-2004; U.S. Census Bureau 2000

(2) Brecksville Finance Department estimates 1995-1999, 2001-2004;  
U.S. Census Bureau 2000.

(3) Ohio Bureau of Employment Services; U.S. Department of Labor, Bureau of  
Labor Statistics

(4) City Records

**City of Brecksville, Ohio**  
Principal Employers  
Current Year and Ten Years Ago\*

<b>2004</b>			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
Department of Veteran Affairs	Medical Center	1,250	9.28%
National City Corporation	Banking Services	892	6.63
Ameritech/SBC	Communication Services	800	5.94
B.F. Goodrich/Noveon/Lubrizol Inc	Chemical Firm	486	3.61
Brecksville-Broadview Heights School	Public Education	281	2.09
Curtiss-Wright Flow Control Corporation	Manufacturing	172	1.28
Illuminating Company/First Energy Corporation	Utility Services	163	1.21
Norstan Communication	Sales & Phone Services	153	1.14
Cuyahoga Valley Joint Vocational School	Vocational Education	147	1.09
Regional Income Tax Agency	Tax Collections	147	1.09
<b>Total</b>		<b>4,491</b>	<b>33.36%</b>
<b>Total Employment within the City</b>		<b>13,463</b>	

<b>1995</b>			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
Department of Veteran Affairs	Medical Center	1,126	10.58%
Ohio Bell Telephone	Communication Services	805	7.56
B.F. Goodrich Company	R&D Polymers and Chemicals	800	7.51
Ameritech	Communication Services	516	4.85
Brecksville-Broadview Heights School	Public Education	350	3.29
Andrews Moving and Storage	Moving and Storage	285	2.68
Norstan Company	Communication Services	250	2.35
Bank One	Banking Services	250	2.35
City of Brecksville	Municipal Government	191	1.79
Teledyne Industrial, Inc	Manufacturing	176	1.65
<b>Total</b>		<b>4,749</b>	<b>44.61%</b>
<b>Total Employment within the City</b>		<b>10,647</b>	

Source: Regional Income Tax Agency and a survey conducted by the City.

**City of Brecksville, Ohio**  
*Full-Time Equivalent City Government Employees by Function/Program*  
*Last Ten Years*

Function/Program	2004	2003	2002	2001
<b>General Government</b>				
Council	8.00	8.00	8.00	8.00
Mayor	3.00	3.00	3.00	3.00
Finance	4.00	4.00	3.00	3.00
Income Tax	0.50	0.50	0.50	0.50
Purchasing	3.00	3.00	3.00	3.00
Mayor's Court	2.00	2.00	2.00	2.00
Technology	1.00	1.00	1.00	1.00
Building Inspection	7.00	7.00	7.00	7.00
Housekeeping	9.50	8.00	0.00	0.00
Administrative Support	1.00	2.00	1.00	1.00
<b>Security of Persons and Property</b>				
Police	45.00	43.50	46.50	43.50
Fire	25.00	25.50	25.00	25.50
<b>Recreational Activities</b>				
Community Center	59.50	54.50	60.00	45.50
Senior/Community Services	4.00	4.00	4.00	3.00
<b>Street Construction, Maintenance and Repair</b>				
Service	61.00	62.00	63.00	62.00
<b>Totals:</b>	<u>233.50</u>	<u>228.00</u>	<u>227.00</u>	<u>208.00</u>

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee



2000	1999	1998	1997	1996	1995
8.00	8.00	8.00	8.00	8.00	8.00
3.00	3.00	3.00	2.00	2.00	2.00
4.00	4.00	4.00	4.00	5.00	5.00
0.50	0.50	0.50	0.50	0.50	0.50
3.00	3.00	3.00	3.00	3.00	3.00
2.00	2.00	2.00	3.00	3.00	3.00
1.00	1.00	1.00	1.00	1.00	1.00
7.00	6.00	7.00	7.00	7.00	6.00
0.00	0.00	0.00	0.00	0.00	0.00
1.00	1.00	1.00	1.00	1.00	1.00
46.00	44.00	45.00	44.00	44.50	44.50
25.00	22.00	23.00	23.00	26.50	26.00
48.00	49.00	48.50	43.50	50.50	43.50
3.00	3.00	3.00	3.00	3.00	3.00
60.00	60.00	62.00	61.00	60.00	54.00
211.50	206.50	211.00	204.00	215.00	200.50

**City of Brecksville, Ohio**  
*Operating Indicators by Function/Program*  
*Last Four Years (1)*

Function/Program	2004	2003	2002	2001
<b>Safety Services:</b>				
Police (in thousands)	\$3,021	\$2,919	\$2,609	\$2,548
Total Arrests	4,275	4,567	4,443	4,428
Part One Offenses	79	105	93	123
OVI Arrests	71	86	69	68
Prisoners	888	932	840	901
Motor Vehicle Accidents	325	272	217	250
Calls for Service	17,271	18,225	17,557	17,094
Incidents per Citizen	1.2730	1.3526	1.2999	1.2701
Cost per Citizen	\$222.67	\$216.64	\$193.17	\$189.32
Fire (in thousands)	\$1,997	\$1,880	\$1,730	\$1,770
Emergency Responses	1,345	1,263	1,381	1,281
Fire Safety Inspections	235	257	243	165
Fire Protection Systems Inspected	38	30	68	11
Building Fire Protection Plans Reviewed	39	39	67	14
Percentage of Business Inspected	25%	26%	25%	22%
Number of Community Programs	10	10	7	14
Emergency Responses per Citizen	0.0991	0.0937	0.1023	0.0952
Cost per Citizen	\$147.20	\$139.53	\$128.09	\$131.51
Street Lights (in thousands)	\$84	\$85	\$80	\$81
Cost per Acre	\$6.72	\$6.80	\$6.40	\$6.48
<b>Health Services:</b>				
Health Department (in thousands)	\$41	\$41	\$39	\$35
Health Cost per Citizen	\$3.02	\$3.04	\$2.89	\$2.60
<b>Recreational Activities:</b>				
Blossom Hill (in thousands)	\$271	\$215	\$215	\$181
Community Center (in thousands)	1,546	1,642	1,487	1,228
Total Leisure Service Cost (in thousands)	\$1,817	\$1,857	\$1,702	\$1,409
Cost per Citizen	\$133.93	\$137.82	\$126.02	\$104.69
Community Center Square Feet	49,000	49,000	49,000	49,000
Square Feet per Citizen	3.61	3.64	3.63	3.64
Total Recreational Revenue (in thousands)	\$747	\$694	\$669	\$643
Community Center Members	6,564	6,405	5,389	0
Total Participations	171,000	167,000	94,000	0
Participations of Members Over Age 60	34,437	28,817	19,876	0
Fitness Class Participations	16,382	14,546	6,889	0
Participations per Citizen	12.61	12.42	6.97	0.00
Cost per Participation	\$9.03	\$9.82	\$15.79	\$0.00
Revenue per Participation	\$4.37	\$4.15	\$7.10	\$0.00
<b>Environment and Development:</b>				
Planning and Zoning (in thousands)	\$16	\$7	\$11	\$8
Housing and Building Inspection (in thousands)	\$496	\$463	\$480	\$478
Number of Trees Planted	231	294	593	279
Number of Trees Removed	166	106	42	156
Cemetery Internments	38	50	41	49
Grave Purchases/Interment Payments (in thousands)	\$30	\$90	\$19	\$28

(continued)

**City of Brecksville, Ohio**  
*Operating Indicators by Function/Program (continued)*  
*Last Four Years (1)*

Function/Program	2004	2003	2002	2001
<b>Transportation Services:</b>				
Street Maintenance (in thousands)	\$1,086	\$1,053	\$967	\$1,170
Snow and Ice Removal (in thousands)	\$181	\$172	\$76	\$88
Road Maintenance (man hours)	71,160	72,481	68,706	68,321
Streets (lane miles)	185	181	178	178
Cost per mile of street	\$6.85	\$6.77	\$5.86	\$7.07
Feet of street per capita	72.00	70.93	69.59	69.83
Asphalt Usage (in tons)	3,188	3,949	2,050	6,093
Asphalt Cost per ton	\$25.50	\$25.75	\$25.00	\$26.50
Salt Usage (in tons)	5,809	9,168	11,263	4,918
Concrete Used (in cubic yards)	1,246	2,400	1,939	1,655
Brush/Grass/Yard Waste Collected (in cubic yard)	3,240	3,497	2,213	1,932
Leaves Collected (in cubic yards)	5,934	4,920	5,306	4,362
<b>Administrative Services:</b>				
Law (in thousands)	\$203	\$188	\$177	\$191
Cost per budget dollar	0.0049	0.0045	0.0036	0.0045
Finance (in thousands)	\$280	\$281	\$202	\$215
Cost per budget dollar	0.0067	0.0067	0.0042	0.0050
Purchasing (in thousands)	\$183	\$178	\$197	\$182
Cost per employee	\$879.81	\$784.14	\$864.04	\$779.44
Lands and Buildings (in thousands)	\$808	\$862	\$1,002	\$917
Cost per citizen	\$59.56	\$63.98	\$74.19	\$68.13
Mayor's Office (in thousands)	\$186	\$220	\$216	\$207
Council	\$200.00	\$185.00	\$172.00	\$137.00

(1) Information prior to 2001 is not available

**City of Brecksville, Ohio**  
*Capital Assets Statistics by Function/Program*  
*Last Five Years*

Function/Program	2004	2003	2002	2001	2000
<b>General Government</b>					
Building Department Vehicles	6	5	5	5	5
Other Department Vehicles	4	4	4	4	4
<b>Police</b>					
Stations	1	1	1	1	1
Square Footage of Building	6,577	6,577	6,577	6,577	6,577
Vehicles	22	22	20	18	20
<b>Fire</b>					
Stations	1	1	1	1	1
Square Footage of Building	17,674	17,674	10,544	10,544	10,544
Vehicles	12	12	12	12	11
<b>Service Department</b>					
Streets (lane miles)	185	181	178	N/A	175
Urban Forestry Vehicles	3	4	2	2	N/A
Other Public Services Vehicles	51	49	49	48	52
<b>Recreation</b>					
Recreation Center	1	1	1	1	1
Recreation Center Square Footage	49,000	49,000	49,000	49,000	49,000
Number of Parks	3	3	3	3	3
Number of Baseball Diamonds	10	10	10	8	8
Number of Playgrounds	8	8	8	6	2
Number of Tennis Courts	3	3	3	3	3
Number of Full Sized Soccer Fields	2	2	2	2	2
Vehicles	3	3	2	2	1
<b>Human Services</b>					
Vehicles	6	6	4	5	5



**Auditor of State  
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**CITY OF BRECKSVILLE**

**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 7, 2005**