



**CITY OF PARMA  
CUYAHOGA COUNTY**

**SINGLE AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 2003**



**Auditor of State  
Betty Montgomery**



**CITY OF PARMA  
CUYAHOGA COUNTY**

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City of Parma  
Cuyahoga County  
Schedule of Federal Awards Expenditures  
December 31, 2003

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Federal Expenditures	Non-Cash Expenditures
<b><u>U.S. Department of Agriculture</u></b>				
<i>Passed Through Western Reserve Area Agency on Aging:</i>				
Nutrition Program for the Elderly	N/A	10.570	\$0	\$6,806
<b>Total U.S. Department of Agriculture</b>			<u>0</u>	<u>6,806</u>
<b><u>U.S. Department of Health and Human Services</u></b>				
<i>Passed Through Western Reserve Area Agency on Aging:</i>				
<i>Aging Cluster:</i>				
Special Programs for the Aging - Title III-B	N/A	93.044	95,490	0
Total Special Programs for the Aging - Title III-B			95,490	0
Special Programs for the Aging - Title III-C1	N/A	93.045	6,101	0
Special Programs for the Aging - Title III-C2	N/A	93.045	2,401	26,774
Total Special Programs for the Aging - Title III-C			8,502	26,774
Total Aging Cluster:			<u>103,992</u>	<u>26,774</u>
<i>Passed Through Western Reserve Area Agency on Aging:</i>				
Nutrition Services Incentive Program	N/A	93.053	0	10,209
Total Nutrition Services Incentive Program			0	10,209
<b>Total U.S. Department of Health and Human Services</b>			<u>103,992</u>	<u>36,983</u>
<b><u>U.S. Department of Justice</u></b>				
<i>Passed Through the State of Ohio Office of Criminal Justice Services:</i>				
Juvenile Accountability Incentive Block Grant 2002	2002-JB-MUN-007	16.523	23,369	0
Total Juvenile Accountability Incentive Block Grant			23,369	0
<i>Passed Through the State of Ohio Office of the Attorney General:</i>				
Victims of Crime Act Grant 2002-2003	2003VAGENE573	16.575	20,169	0
Victims of Crime Act Grant 2003-2004	2004VAGENE573	16.575	8,577	0
Total Victims of Crime Act Grant			28,746	0
<b>Total U.S. Department of Justice</b>			<u>52,115</u>	<u>0</u>
<b><u>U.S. Department of Housing and Urban Development</u></b>				
<i>Direct Programs:</i>				
Community Development Block Grant 2000	N/A	14.218	0	0
Community Development Block Grant 2001	N/A	14.218	8,703	0
Community Development Block Grant 2002	N/A	14.218	193,755	0
Community Development Block Grant 2003	N/A	14.218	1,022,333	0
Total Community Development Block Grant			1,224,791	0
Fair Housing Grant	N/A	14.401	36,800	0
Total Fair Housing Grant			36,800	0
<i>Passed Through Cuyahoga County Department of Development:</i>				
Home Investment Partnerships Program 2000	CE12415-01	14.239	118,837	0
Home Investment Partnerships Program 2001	CE314027-01	14.239	156,508	0
Home Investment Partnerships Program 2002	CE300430-01	14.239	45,215	0
Total Home Investment Partnerships Program			320,560	0
<b>Total U.S. Department of Housing and Urban Development</b>			<u>1,582,151</u>	<u>0</u>
<b><u>U.S. Department of Homeland Security</u></b>				
<i>Passed Through State of Ohio Department of Public Safety:</i>				
Power System Failure Costs	FEMA-3187-EM	83.548	30,559	0
Total Power System Failure Costs			30,559	0
<b>Total U.S. Department of Homeland Security</b>			<u>30,559</u>	<u>0</u>
<b>TOTAL FEDERAL AWARDS EXPENDITURES</b>			<u>\$1,768,817</u>	<u>\$43,789</u>

The accompanying notes to this schedule are an integral part of this schedule

**CITY OF PARMA  
CUYAHOGA COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
DECEMBER 31, 2003**

**NOTE A – SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Expenditures (the Schedule) summarizes activity of the City of Parma's (the City's) federal award programs. The schedule has been prepared on the cash basis of accounting for all programs and the City has excluded federal financial assistance reported for the Annual Contribution Contract C – Housing Assistance Payment Program.

**NOTE B – MATCHING REQUIREMENTS**

Certain Federal programs require that the City contribute non-Federal funds (matching funds) to support the Federally-funded programs. The expenditure of non-Federal matching funds is not included on the Schedule.

**NOTE C – FOOD DISTRIBUTION**

Nonmonetary assistance, meals received from the Western Reserve Area Agency on Aging, is reported on the Schedule at the value of \$1.88 per meal served.

For congregate meals, the U.S. Department of Agriculture allocates \$0.24 per meal and the U.S. Department of Health and Human Services allocates \$1.64 per meal. For home delivered meals, the U.S. Department of Agriculture allocates \$0.24 per meal, the U.S. Department of Health and Human Services allocates \$0.36 per meal and state and local funds allocate \$1.28 per meal.

For the year ended December 31, 2003, the City served 20,917 congregate meals and 7,440 home delivered meals through the City's Senior Citizens Center meal programs. Therefore, \$6,806 was allocated to the U.S. Department of Agriculture, \$36,983 was allocated to the U.S. Department of Health and Human Services and \$9,523 was allocated to state and local funds. The allocation of state and local funds is not presented on the Schedule.

**NOTE D – COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAMS**

The City has established a revolving loan program to provide low-interest loans to persons from low-moderate income households to rehabilitate homes. The Federal Department of Housing and Urban Development (HUD) grants money for these loans directly to the City. The initial loan of this money is recorded as a disbursement on the accompanying Schedule of Federal Awards Expenditures (the Schedule). Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule. These loans are collateralized by mortgages on the property. At December 31, 2003, the gross amount of loans outstanding under this program was \$12,605.

CFDA – Catalog of Federal Domestic Assistance.

N/A – Not applicable for direct programs; not available for pass-through programs.



## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS

City of Parma  
Cuyahoga County  
6611 Ridge Road  
Parma, Ohio 44129

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Parma, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2003, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 22, 2004, wherein we noted the City adopted Governmental Accounting Standards Board Statement No. 34 and changed its accounting for capital assets. We did not audit the financial statements of the Parma Public Housing Agency, a non-major governmental activity, which represents 3% of the assets and 12% of the revenues of the aggregate remaining fund information. Those financial statements were audited by other auditors, whose report thereon has been furnished to us. Our opinion on the City's basic financial statements, insofar as it relates to amounts included for the Parma Public Housing Agency, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

#### Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts and grants, 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 such an opinion. The results of our tests disclosed an instance of noncompliance that we must report under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 2003-001. We also noted certain immaterial instances of noncompliance that we have reported to the City's management in a separate letter dated December 22, 2004.

### **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 for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to the City's management in a separate letter dated December 22, 2004.

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



**Betty Montgomery**  
Auditor of State

December 22, 2004



## **Auditor of State Betty Montgomery**

### **INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR FEDERAL PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

City of Parma  
Cuyahoga County  
6611 Ridge Road  
Parma, Ohio 44129

#### **Compliance**

We have audited the compliance of the City of Parma, Cuyahoga County, Ohio (the City) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2003. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

Federal programs of the Annual Contribution Contract C – Housing Assistance Payment Program are subjected to audit procedures under the OMB Circular A -133 and are reported on separately by other auditors in which a qualified opinion was rendered for the federal programs.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2003.

#### **Internal Control Over Compliance**

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

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

#### **Schedule of Federal Awards Expenditures**

We have audited the basic financial statements of the City of Parma as of and for the year ended December 31, 2003, and have issued our report thereon dated December 22, 2004, wherein we noted the City adopted Governmental Accounting Standards Board Statement No. 34 and changed its accounting for capital assets. We did not audit the financial statements of the Parma Public Housing Agency, a non-major governmental activity, which represents 3% of the assets and 12% of the revenues of the aggregate remaining fund information. Those financial statements were audited by other auditors, whose report thereon has been furnished to us. Our opinion on the City's basic financial statements, insofar as it relates to amounts included for the Parma Public Housing Agency, is based solely on the report of the other auditors. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



**Betty Montgomery**  
Auditor of State

December 22, 2004

CITY OF PARMA  
CUYAHOGA COUNTY

SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2003

**1. SUMMARY OF AUDITOR'S RESULTS**

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Community Development Block Grant – CFDA #14.218
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

**CITY OF PARMA  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2003  
(CONTINUED)**

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

<b>Finding Number</b>	<b>2003-001</b>
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Ohio Rev. Code Sections 5705.41 (B) & (D) prohibit a subdivision or taxing unit from making expenditures unless it has been properly appropriated. Budgetary expenditures (that is, disbursements and encumbrances) as enacted by City Council may not exceed appropriations at the legal level for all funds. The following fund had expenditures in excess of appropriations and expenditures plus encumbrances in excess of appropriations as of December 31, 2003:

<u>Fund/Department/Detail Object</u>	FY 2003 Appropriations Plus Prior Year Encumbrances <u>Appropriated</u>	Expenditures Plus <u>Encumbrances</u>	<u>Variance</u>
Parma Public Housing Fund Community Environment Contractual Services (Other Expenditures)	\$2,216,975	\$4,375,359	(\$2,158,384)

We recommend the City verify that all expenditures and encumbrances have proper appropriation authority prior to expending funds or certifying encumbrances and compare appropriations to expenditures plus encumbrances in all funds which are legally required to be budgeted, at the legal level of control (fund, department, detailed object level), to maintain compliance with the above requirements.

**3. FINDINGS FOR FEDERAL AWARDS**

None.

**CITY OF PARMA  
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A -133 § .315 (b)  
DECEMBER 31, 2003**

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain:</i></b>
2002-001	Ohio Rev. Code Section 117.38 - Filing Annual Reports with the Auditor of State	Yes	Finding No Longer Valid – Complied with filing requirement in current year’s audit
2002-002	Ohio Rev. Code Sections 5705.41 (B) & (D) – Expenditures Plus Encumbrances Exceeding Appropriations	No	Not Corrected – Reissued as 2003-001
2002-003	Ohio Rev. Code Section 5705.39 – Appropriations in Excess of Estimated Resources	No	Partially Corrected – Reissued as a Management Letter Comment
2002-004	Ohio Rev. Code Section 5705.10 – Negative Cash Fund Balances	No	Partially Corrected – Reissued as a Management Letter Comment
2002-005	Capital Assets	No	Partially Corrected – Reissued as a Management Letter Comment
2002-006	Police Overtime	Yes	Finding No Longer Valid – Improved controls over monitoring of overtime
2002-007	Unauthorized Opening of Bank Accounts	Yes	Finding No Longer Valid – Accounts were opened with proper authorization for the current year’s audit
2002-008	Grants	Yes	Finding No Longer Valid – Set up grant accounts for recording and reporting
2002-009	Reconciliation and Accountability Procedures	No	Partially Corrected – Reissued as a Management Letter Comment



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***CITY OF PARMA, OHIO***

***Comprehensive Annual Financial Report***

***For the year ended December 31, 2003***

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Issued by the  
Office of the Auditor

Dennis M. Kish  
Auditor



# **CITY OF PARMA, OHIO**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2003**

*City of Parma, Ohio*  
*Comprehensive Annual Financial Report*  
*For the year ended December 31, 2003*  
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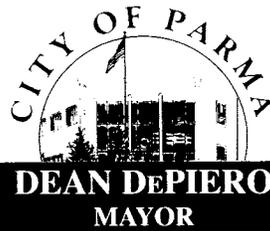
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December 22, 2004

A message from the Mayor:

2004 was a momentous year for the City of Parma. Since taking office on January 1, 2004, a myriad of projects were undertaken to enhance municipal services while being prudent with tax dollars.

Reductions in police overtime and strict monitoring of sick leave by department personnel continued as part of a reform initiative implemented by Police Chief Dan Hoffman last year and strengthened when my Administration took office this year. Despite these reforms, Parma voters opted not to renew a police levy in the amount of \$1.6 million. This figure accounts for one-sixth of the police department's annual budget. To that end, I have asked my department heads to look at programs and services that can be pared in order to balance the 2005 budget. Other city departments will take similar actions.

With the defeat of Issue 69 aside, my Administration remains committed to providing Parma residents and businesses with the best possible services possible.

Among services that we are proud of, is the introduction of a municipal website that will enable constituents to contact City Hall via the internet, to include a "complaint line" system recently put in place.

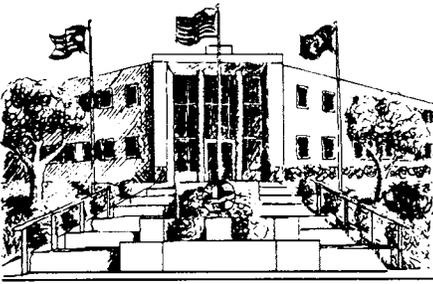
Across the board, the city's safety, service, building and engineering, recreation, purchasing and personnel, community development, public housing authority, senior center and communications and community relations departments have all pulled together to make this Administration one that is organized, efficient and financially prudent.

We look forward to the New Year.

Sincerely,

A large, stylized handwritten signature in black ink, appearing to read "D. DePiero".

Dean DePiero  
Mayor



# City of Parma, Ohio

6611 Ridge Road • Parma, Ohio 44129  
Phone: 440-885-8024

DENNIS M. KISH  
AUDITOR

December 22, 2004

Honorable Mayor Dean DePiero  
City of Parma Council and  
Citizens of the City of Parma, Ohio

## **Introduction**

We are pleased to submit this Comprehensive Annual Financial Report (CAFR) of the City of Parma, Ohio, (the "City") for the year ended December 31, 2003. This report, prepared by the Office of the Auditor, includes the basic financial statements that summarize the various operations and cash flows related to the City's 2003 activities. Our intention is to provide a clear, comprehensive, and materially accurate overview of the City's financial position at the close of last year. The enclosed information has been designed to allow the reader to gain an understanding of the City's finances, including financial trends, financial instruments, and fund performances. The City has complete responsibility for all information contained in this report.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP"). Because the cost of internal controls should not outweigh their benefits, this comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by the Auditor of the State of Ohio. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2003, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The Auditor of State concluded, based upon its audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended December 31, 2003, are fairly presented in conformity with GAAP. The Auditor of State's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City’s separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management’s Discussion and Analysis (“MD&A”). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City’s MD&A can be found immediately following the Auditor of State’s Independent Accountants’ Report.

### **Structure of this Comprehensive Annual Financial Report**

This CAFR is designed to assist the reader in understanding the City’s finances. This CAFR consists of the following sections:

The Introductory Section, which includes this letter of transmittal and contains information pertinent to the City’s management and organization;

The Financial Section contains the Independent Accountants’ Report, Management’s Discussion and Analysis (MD&A), Basic Financial Statements, and various other statements and schedules pertaining to the City’s funds and activities;

The Statistical Section contains numerous tables of financial and demographic information. Much of this information is shown with comparative data for the ten-year period from 1994 through 2003.

References throughout this report to Note 1, Note 2, etc., are to the notes to the financial statements included in the Financial Section of this CAFR.

### **Profile of the Government**

#### *The City*

The City is a municipal corporation and political subdivision of the State of Ohio. It is located in Cuyahoga County in northeastern Ohio, approximately eight miles south of the downtown center of the City of Cleveland.

The City is part of the Cleveland-Akron Ohio Consolidated Metropolitan Statistical Area (“CMSA”), which is comprised of Ashtabula, Cuyahoga, Lake, Lorain, Geauga, Medina, Portage, and Summit counties. This CMSA is the 16<sup>th</sup> largest of 280 Metropolitan Areas in the United States, and the largest Metropolitan Area in the State of Ohio. Parma is the seventh largest city in the State of Ohio.

#### *City Government*

The City is a political subdivision of the State of Ohio and is operated according to state statute. The City was originally established as a township in 1826, incorporated as a village in 1924, and organized as a city in 1931. The City operates under, and is governed by, the Mayor/Council form of government in accordance with general laws. Under the Ohio Constitution, the City may exercise all powers of local self-government to the extent not in conflict with applicable general laws.

The City's chief executive and administrative officer is the Mayor, elected by the voters for a four-year term. Dean DePiero was elected as Mayor of the City in November 2003, and began his first term on January 1, 2004. Prior to assuming office as Mayor, Mr. DePiero served as a member of the Ohio House of Representatives and as a member of the City of Parma Council. The Mayor is the chief conservator of peace within the City. He may appoint and remove the director of public service, the director of public safety and the heads of the sub departments of public service and public safety. The Mayor approves every ordinance or resolution of the City before it goes into effect. If he approves the ordinance or resolution, he will sign and return it to Council. If he does not approve it, he will return it with his objections, which may be overridden by a two-thirds vote of all members of Council. The Mayor sees that all ordinances, bylaws, and resolutions of Council are faithfully obeyed and enforced. He signs all commissions, licenses, and permits.

Legislative authority is vested in a nine-member Council. Nine members are elected from wards for two-year terms. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades and other municipal purposes. The powers of Council are legislative. The presiding officer is the President of Council. Other elected officials include the Law Director, Auditor, Treasurer, Judges, and Clerk of the Municipal Court.

The Law Director defends and acts as legal counsel for all complaints, lawsuits, and other controversies naming as a party the City, any board or agency of the City or the Parma Municipal Court. The Law Director confers with and renders legal opinions to elected officials and department heads pertaining to City matters, and prepares all legislation requested by Council, the Administration, and department heads. When requested by the Parma City School District, the Law Director renders legal opinions, defends lawsuits, and reviews contracts and leases for the school district.

The City Auditor is the City's chief fiscal and accounting officer. The Auditor's duties include maintaining the accounting records, preparing monthly and year-end reports, and ensuring that expenditures do not exceed appropriations. The Auditor has charge of the financial affairs of the City, including the keeping and supervision of all City accounts.

The City Treasurer has custody of all City monies, is responsible for investing City funds, and oversees the operation of the income tax department. He is also involved in the financing of City operations and capital construction through the issuance of short-term notes and long-term bonded debt.

The Mayor, Law Director, Auditor, and Treasurer are all elected to four-year terms.

#### *Financial Reporting Entity*

The City has applied guidelines established by Governmental Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity*. Provisions outlined in this statement define the operational, functional and organizational units for which the City "acting as Primary Government" is required to include as part of its reporting entity. The inclusion of a component unit as part of the City's reporting entity requires the appointment of a voting majority of the component unit's board, and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City. Currently, the City does not have any component units.

Under these provisions, the City's financial reporting entity acts as a single rather than multi-component unit. The provisions permit the entity to include all funds, account groups, agencies, and boards and commissions that, by definition, comprise components within the primary government itself. For the City, these components include police and fire protection services, parks and recreation, health, select social services, and general administrative services. The City's only enterprise activity is a municipal golf course.

In accordance with GASB Statement No. 14, the Parma Community General Hospital Association and the Southwest Council of Governments are jointly governed organizations for which the City has no ongoing financial interest or responsibility. Neither of these organizations are included within the City's reporting entity.

### *Internal Control*

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

Consistent with the aforementioned safeguarding of assets, all employees of the City are covered by a blanket bond while certain individuals in policy-making roles are covered by a separate, higher limit bond coverage.

As a recipient of federal, state and county financial assistance, the City is also responsible for maintaining a rigorous internal control structure that ensures full compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the City's external auditors. The City is required to undergo an annual audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget circular A-133, *Audits of State and Local Governments and Non-profit Organizations*. The information related to the Single Audit, including the schedule of federal awards expenditures, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations, is included in a separate report.

### *Accounting and Financial Reporting*

The City's accounting system is organized and operated on a fund basis. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. The types of funds to be used are determined by GAAP and the number of individual funds established is determined by sound financial administration. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund balance. The City's governmental funds include the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds. The City's Proprietary Funds are its Enterprise Funds that provide services to the general public, and Internal Service Funds that provide services to City departments, and divisions. The City also maintains Fiduciary Funds to account for assets held by the City as an agent or in a trust capacity for individuals, private organizations and other governments.

Except for budgetary purposes, the basis of accounting used by the City conforms to GAAP as applicable to governmental units. All governmental funds are accounted for using a current financial resources-current assets and current liabilities-measurement focus. The modified accrual basis of accounting is utilized for governmental funds. Revenues are recognized when they are susceptible to accrual (both measurable and available). Expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due.

The measurement focus of the City's enterprise and internal service funds is on the flow of total economic resources (all assets and liabilities). The accrual basis of accounting (revenues are recognized when earned and expenses when incurred) is utilized for the enterprise and internal service funds.

The City's basis of accounting for budgetary purposes differs from GAAP in that revenues are recognized when received, rather than when susceptible to accrual (measurable and available), and encumbrances and preencumbrances are included as expenditures rather than included in fund balances.

For the year ended December 31, 2003, the City changed its financial reporting to comply with GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Accordingly, government-wide financial statements, which include all governmental and proprietary funds, are presented on the full accrual basis of accounting. As permitted under the implementation provisions of GASB Statement No. 34, the historical cost of infrastructure assets acquired, significantly reconstructed or that received significant improvements prior to January 1, 1980 have not been included as part of governmental capital assets in the government-wide financial statements. The City will include infrastructure assets placed in service after January 1, 1980 but prior to January 1, 2003 in the government-wide financial statements as permitted under the implementation provisions of GASB Statement No. 34. There were no infrastructure assets placed in service after December 31, 2002 which met the City's capitalization threshold. In conjunction with the implementation of GASB 34, the City has also adopted GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, which rescinds some and modifies other financial statement disclosure requirements.

### *Budgeting Procedures*

Detailed provisions for City budgeting, tax levies and appropriations are made in the Ohio Revised Code. The procedures involve review by Cuyahoga County officials at several steps.

City budgeting for a fiscal year formally begins with the preparation, and then the adoption after a public hearing in July, of a tax budget for the following fiscal year. For debt service, the tax budget must show the amounts required, the estimated receipts for payment from sources other than ad valorem property taxes, the net amount for which a property tax levy must be made, and the portions of that levy to be inside and outside the ten-mill limitation. The tax budget is then presented for review by the County Budget Commission comprised of the County Auditor, County Treasurer and Prosecuting Attorney.

As part of that review, the County Budget Commission determines and approves levies for debt service outside and inside the ten-mill limitation. The Ohio Revised Code provides that "if any debt charge is omitted from the budget, the commission shall include it therein."

Upon its approval of the tax budget, the County Budget Commission certifies its action to the City together with the estimate by the County Auditor of the tax rates outside and inside the ten-mill limitation. Thereafter, and before the end of the current calendar year, the Council approves the tax levies and certifies them to the proper County officials. The approved and certified tax rates are then reflected in the tax bills sent to property owners. Real property taxes are payable in two installments, the first usually in January and the second in July.

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period from January 1 to March 31. The annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. Annual appropriations may not exceed the County Budget Commission's official certificate of estimated resources, and the County Auditor must certify that the City's appropriation measures do not appropriate monies in excess of the amounts set forth in those estimates.

Appropriations are adopted and control is maintained at the major object level (personal services, other expenditures, and capital outlay). Estimated expenditure amounts must be encumbered prior to the release of purchase orders to vendors or finalization of other contracts.

### **Factors Affecting Financial Condition**

The City provides the full range of municipal services. These services include a municipal court, police, fire, emergency medical, recreation (including parks, skating, swimming and golf), street construction, maintenance and repair, contracting refuse collection, sewer services and repair, community development, public health and welfare and general administrative services. The primary government includes all departments that provide these services.

In 2003, City income tax collections increased 17.4% over 2002. The large increase was primarily due to the City Council's reduction, in March 2003, of the tax credit granted to City residents for wages earned in and taxed by other cities. As expected, the large gains in 2002 and 2003 have leveled off.

#### *Major industries, Economic Conditions, and Employment*

The Metal Fabrication Division of General Motors Corporation continues to be the largest contributor to the City in the area of income and property tax revenues. Its 3,200 employees represent one-half of the City's total manufacturing jobs. The Metal Fabrication Division serves a variety of General Motors product lines and is not heavily dependent on one vehicle type. According to Harbour and Associates, a Michigan-based firm generally recognized as an industry authority in manufacturing efficiency measurement, the Parma GM stamping division was recognized as one of the top-ranked plants in stamping productivity. The 2004 report noted that operations have averaged 5% improvement in productivity measures over the last four years.

#### *Current Year Projects*

With financial assistance from the Cuyahoga County Commissioners, the old court and jail facility was razed in 2004. The property, which encompasses approximately 4.3 acres, will be sold and developed for single-family residential homes.

Pleasant Valley Road, which is a major thoroughfare within the City is being widened from two lanes into five lanes from State Road to York Road. As part of the improvement, which is partially funded by Cuyahoga County, new sanitary sewer lines are being installed.

A new Wal-Mart store opened in early 2004 on the former site of a Dillard's department store at the Parmatown shopping mall. In cooperation with the City, the developer was awarded brownfield funds to assist in the demolition of the Dillard's building.

With the completion of the acquisition of the Gannett property, the City began discussions with the Cleveland Metro Parks for the management over the 100 acre West Creek Preserve.

#### *Future Economic Outlook*

Parma Hospital continues to serve as an important resource for the community, not only as a health care provider but also as an employer and a philanthropic partner. The Hospital is the second largest employer behind General Motors. As a not-for-profit hospital, any earnings in excess of expenditures stay in the community and are fed back to improve residents' health status and enhance available services. Parma Hospital receives no taxpayer support.

The hospital's new bariatric center serves northeastern Ohio in meeting the needs of people suffering from obesity and its associated medical conditions. The hospital, working in conjunction with the City's fire department, developed a health evaluation and wellness program for each firefighter to lower their risk of work-related injuries and illness.

## **Cash Management**

The City strictly adhered to the regulations set forth in the Ohio Revised Code to ensure the safety of its investments. All deposits are made under contracts with local banking institutions.

A majority of the City's deposits are collateralized by pooled collateral. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least one hundred five percent of the public funds on deposit. The collateral is held by trustees, including the Federal Reserve Bank and designated third party trustees, of the financial institutions.

The City's investment policies ensure efficient and profitable use of the City's cash resources and reduce the credit and market risks associated with the deposit and investment of City funds. Significant elements of the City's current cash management program include the following objectives:

- A more streamlined bank account structure;

- On-line connection to banks that advise the City of funds available each day for disbursement and investment;

- Improved control over the timing of disbursements;

- More sophisticated management of the City's investment portfolio;

- Reconciliation of investments to the market value of the collateral pledged;

- Investments transacted on a delivery versus payment basis;

## **Risk Management**

During 2003, the City of Parma's Liability Self Insurance Program continued under the authority of Section 2744.08 of the Ohio Revised Code. The program's goal is to minimize loss potential in all areas of City operations. In order to reduce the City's loss potential, the City has instituted procedural changes in both its self insurance program and day-to-day operations, while initiating additional loss control policies.

The City's Self Insurance Risk Management Program has accepted the following types of potential loss exposures through its Self Insurance Risk Management program: general liability, automobile liability, law enforcement liability, fire department liability, fire department errors and/or omissions, public officials and employees legal liability, and property loss including contents and boilers.

The City is in the 16th year of a medical insurance self insurance program. The level of risk assumed is limited by the City's purchase of specific stop-loss coverage on a per-person basis.

The City continued to participate in the retrospective rating plan in accordance with the State of Ohio Bureau of Workers' Compensation. Under this plan, the City agrees to pay a fraction of the premium it would normally pay, while accepting the responsibility of reimbursing workers' claims as they become due. The City may benefit from this plan not only from lower initial minimum payments, but also from the cashflow accumulation the City realizes. The level of risk assumed by the City is limited to a maximum of two times the experience-rated annual premium with a \$250,000 per claim limit. The various safety and loss control programs initiated under the self insurance program have, as expected, impacted favorably on the workers' compensation costs to date and are expected to save the City additional amounts throughout the future. The City is comfortable with the degree of risk it has assumed under this plan.

## **Awards and Acknowledgements**

*The Independent Audit:* The City of Parma is not legally required to prepare a CAFR. However, we believe that in these times of economic uncertainty, the City is best served by producing a CAFR that aspires to the highest level of national standards. Furthermore, we believe an independent audit is an essential element in financial control. We are pleased that Betty Montgomery, Auditor of State, has chosen to audit the City of Parma. The Independent Accountants' Report on the basic financial statements is included in this report.

*Acknowledgments:* The preparation of this report could not have been accomplished without the efficient and dedicated service of the Office of the Auditor. We would also like to thank the Mayor, his cabinet, and members of City Council. Without their continued support, the Office of the Auditor could not have maintained the financial management practices required to ensure the financial integrity of the City. We would like to thank the representatives of the Auditor of the State of Ohio for their efforts and professional conduct throughout the audit engagement.

Sincerely,

*Dennis M. Kish*

Dennis M. Kish  
Auditor

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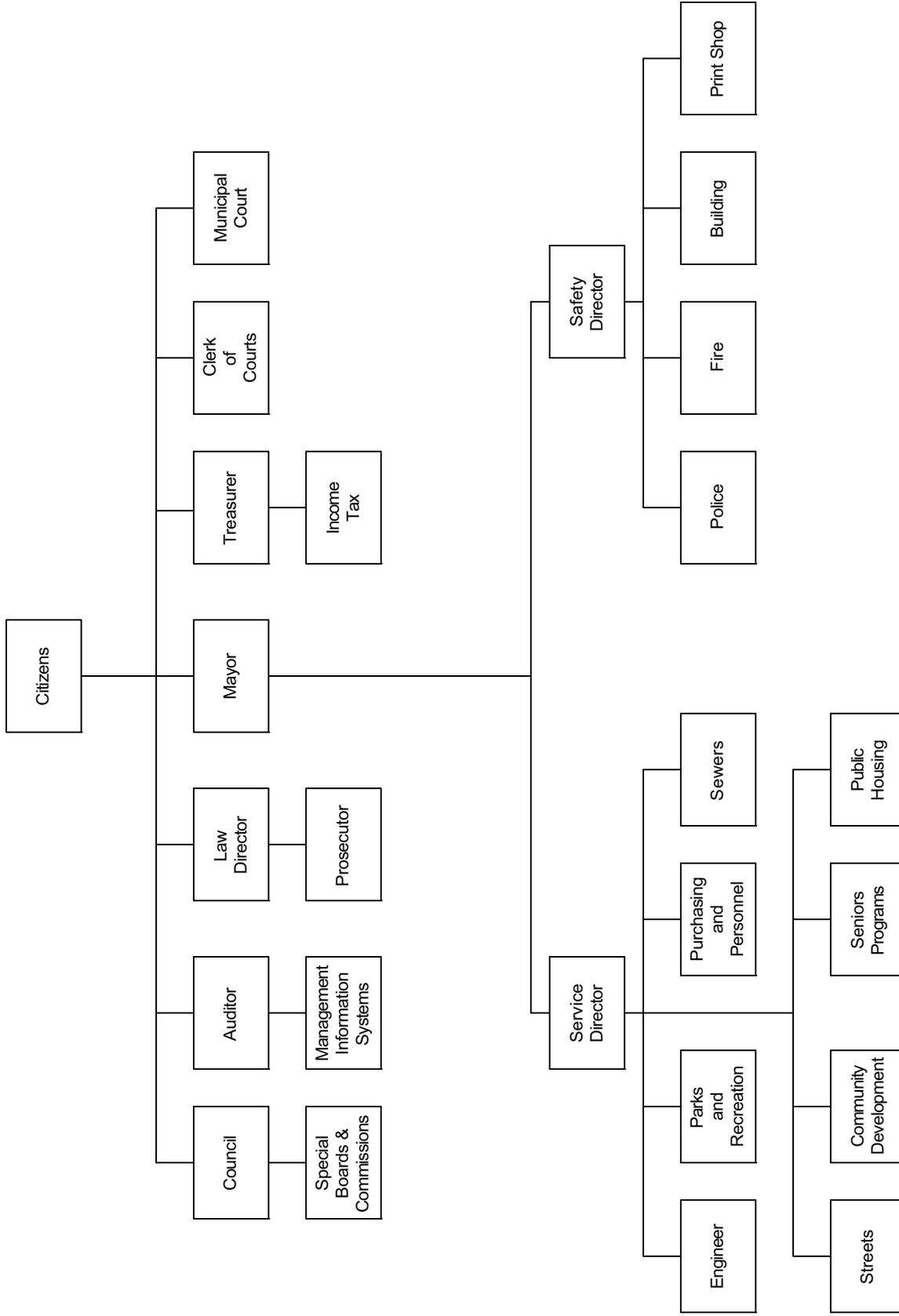
## PRINCIPAL CITY OFFICIALS

<b>Mayor</b>	Dean E. DePiero	<b>Law Director</b>	Timothy G. Dobeck
<b>Auditor</b>	Dennis M. Kish	<b>Treasurer</b>	Jack C. Krise, Jr.
<b>Clerk of Courts</b>	Martin E. Vittardi	<b>Judge</b>	Mary Dunning
<b>Judge</b>	Kenneth Spanagel	<b>Judge</b>	Timothy P. Gilligan

## CITY COUNCIL

<b>President of Council</b>	Charles M. Germana	<b>Clerk of Council</b>	Michael Hughes
<b>Ward 1</b>	Mary Galinas	<b>Ward 2</b>	Sean Brennan
<b>Ward 3</b>	Stuart J. Boyda	<b>Ward 4</b>	Brian Day
<b>Ward 5</b>	Michelle J. Stys	<b>Ward 6</b>	Larry Napoli
<b>Ward 7</b>	Tom Mastroianni	<b>Ward 8</b>	Anthony Zielinski
<b>Ward 9</b>	Roy J. Jech		

# ORGANIZATION CHART





## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT

City of Parma  
Cuyahoga County  
6611 Ridge Road  
Parma, Ohio 44129

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Parma, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2003, 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 did not audit the financial statements of the Parma Public Housing Agency, a non-major governmental activity, which represent 3% of the assets and 12% of the revenues of the aggregate remaining fund information. Those financial statements were audited by other auditors, whose report thereon has been furnished to us. Our opinion on the City's basic financial statements, insofar as it relates to the amounts included for the Parma Public Housing Agency, is based solely on the report of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Parma, Cuyahoga County, Ohio, as of December 31, 2003, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 19, during the year ended December 31, 2003, the City implemented a new financial reporting model, as required by the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, changed its accounting for capital assets.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2004, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information the Governmental Accounting Standards Board requires. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to form opinions on the financials statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund statements and schedules and statistical tables are presented for additional analysis and are not a required part of the basic financial statements. We and other auditors 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, based on our audit and the report of the other auditors, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We and the other auditors 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.



**Betty Montgomery**  
Auditor of State

December 22, 2004

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**City of Parma, Ohio**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2003  
Unaudited

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The discussion and analysis of the City of Parma's (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2003. 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 2003 are as follows:

- The assets of the City exceeded its liabilities at December 31, 2003 by \$17,286,297 (net assets). Of this amount, \$7.8 million (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- Of the \$17,286,297 of net assets, business-type activities account for approximately \$1,635,847 of net assets, while governmental activities net assets were approximately \$15,650,450.
- The City's net assets increased by \$4,518,809 during 2003 due to governmental activities' revenues exceeding expenses.
- Business-type net assets increased by \$72,854. The increase in business-type net assets was primarily attributed to an increase in charges for services.
- Governmental activities net assets increased by \$4,445,955. The primary component of the net increase were tax receipts.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$6,591,152 and is available for spending at the City's discretion. The unreserved fund balance equals 20.3 percent of total current year general fund expenditures.
- The City's total governmental activities debt increased by \$4,473,452 (13.3 percent) during the current fiscal year. The increase was primarily attributable to the issuance of \$5,700,000 of general obligation bonds and \$1,536,502 of capital leases.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The statement of net assets and the 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.

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

**City of Parma, Ohio**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2003  
Unaudited

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The statement of activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City principally include: general government, public service, public safety, human resources, community development, public health, parks and recreation, and economic development. The business-type activities of the City consist of a municipal golf course. The City also has liability self-insurance, medical insurance, and worker's compensation internal service funds.

The government-wide financial statements can be found starting on page 27 of this report.

**Fund Financial Statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**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 the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. 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 nonmajor funds presented in total in one column.

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 City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 61 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and City Income Tax Capital Acquisition Fund; all of which are considered to be major funds. Data from the other 58 nonmajor governmental funds are combined into a single fund, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for each of its governmental funds. A budgetary comparison statement (non-GAAP basis) has been provided for each major and nonmajor fund to demonstrate budgetary compliance.

The basic governmental fund financial statements can be found starting on page 30 of this report.

**Proprietary funds.** The City maintains four proprietary funds. Enterprise funds are used to report the same

**City of Parma, Ohio**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2003  
Unaudited

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functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its golf course operations. Internal service funds are an accounting device used to accumulate and allocate costs internally throughout the City's various functions. The City uses internal service funds to account for its liability self-insurance, medical insurance, and workers' compensation insurance operations. Because these services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Golf Course Fund, which is considered to be a major fund of the City. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found starting on page 62 of this report

***Fiduciary funds.*** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City only had agency funds. The City has only agency funds.

The basic fiduciary fund financial statements can be found starting on page 66 of this report.

***Notes to the financial statements.*** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 67 - 97 of this report.

***Other information.*** In addition to the basic financial statements and accompanying notes, this report also presents certain other information that the City believes readers will find useful. After the notes to the financial statements, the combining statements referred to earlier in connection with nonmajor governmental and proprietary funds are presented, as well as individual detailed budgetary comparisons for nonmajor funds. This information can be found on pages 98 -219 of this report.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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 looks at all financial transactions and asks the question "How did we do financially during 2003?" 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 used by the private-sector. The basis of this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid. 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 will 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 Revenues and Expenses
- General Revenues
- Net Assets Beginning of Year and Year End

**City of Parma, Ohio**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2003  
Unaudited

**The City of Parma as a Whole**

This is the first year for the City implementing Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements and Management Discussion and Analysis for State and Local Governments*. This statement requires a comparative analysis of government-wide data in the Management Discussion and Analysis section. Since this is the first year of implementing the new standard, comparative data is not available. In future years, comparative data will be presented. Information regarding the government-wide net assets of the City is presented in the following table.

Table 1 Net Assets  
Summary Statement of Net Assets

	Governmental Activities	Business-Type Activities	Total
	2003	2003	2003
Current and other assets	\$33,805,159	309,247	34,114,406
Capital assets	31,573,686	1,608,771	33,182,457
<i>Total assets</i>	<u>65,378,845</u>	<u>1,918,018</u>	<u>67,296,863</u>
Long-term liabilities outstanding	35,076,798	113,214	35,190,012
Other liabilities	14,651,597	168,957	14,820,554
<i>Total liabilities</i>	<u>49,728,395</u>	<u>282,171</u>	<u>50,010,566</u>
Invested in capital assets, net of related debt	888,173	1,395,557	2,283,730
Restricted for:			
Debt service	119,418	0	119,418
Security of persons and property	1,893,353	0	1,893,353
Transportation	1,408,946	0	1,408,946
Community environment	105,194	0	105,194
Basic utility services	50,584	0	50,584
Leisure time activities	270,877	0	270,877
Capital projects	3,287,327	0	3,287,327
Unrestricted	<u>7,626,578</u>	<u>240,290</u>	<u>7,866,868</u>
<i>Total net assets</i>	<u>\$15,650,450</u>	<u>1,635,847</u>	<u>17,286,297</u>

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$17,286,297 at the close of the most recent fiscal year.

The largest portion of the City's net assets ( 45.5 percent) is the unrestricted portion of net assets. The second largest portion of the City's net assets (13.2 percent) reflects its investments in capital assets (e.g., land, land improvements, buildings, and equipment), less any related debt to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in 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 resources, since the capital assets themselves cannot be used to liquidate these liabilities.

Total net assets increased \$4,518,809 with governmental net assets comprising \$4,445,955 and business-type activities comprising \$72,854 of that amount.

In order to further understand what makes up the changes in net assets for the current year, the following table gives readers further details regarding the results of activities for the current year. However, since this is the first year the City has prepared financial statements following GASB 34, revenue and expense comparisons to 2002 are not available. In future years, a comparative analysis of government-wide data will be presented.

**City of Parma, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2003**  
**Unaudited**

Table 2  
**Changes in Net Assets**  
**For the Fiscal Year Ended December 31, 2003**

	Governmental Activities	Business-Type Activities	Total
	2003	2003	2003
Revenues			
Program revenues			
Charges for services	\$7,312,652	1,107,836	8,420,488
Operating grants, contributions, and interest	684,129	0	684,129
Capital grants and contributions	1,385,917	0	1,385,917
General revenues			
Property taxes	7,728,935	0	7,728,935
Income taxes	34,382,801	0	34,382,801
Grants and entitlements			
not restricted to specific programs	14,348,329	0	14,348,329
Investment earnings	189,808	5,205	195,013
Other	56,000	0	56,000
<b>Total revenues</b>	<b>66,088,571</b>	<b>1,113,041</b>	<b>67,201,612</b>
Program expenses			
General government			
Legislative and executive	17,679,572	0	17,679,572
Security of persons and property	23,872,165	0	23,872,165
Public health and welfare	2,965,919	0	2,965,919
Transportation	4,998,472	0	4,998,472
Community environment	6,406,039	0	6,406,039
Basic utility services	1,354,733	0	1,354,733
Leisure time activities	2,721,724	0	2,721,724
Interest and fiscal charges	1,643,992	0	1,643,992
Golf course	0	1,040,187	1,040,187
<b>Total expenses</b>	<b>61,642,616</b>	<b>1,040,187</b>	<b>62,682,803</b>
<b>Change in net assets</b>	<b>\$4,445,955</b>	<b>72,854</b>	<b>4,518,809</b>

**Governmental Activities.** Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 2 percent for 2003. Both residents and non-residents who work inside the City are subject to the income tax. However, if residents work in a locality that has municipal income tax, the City provides 0.50 percent credit to those who pay income tax to another city. The income tax revenue for 2003 was \$34,382,801. Of the \$66,088,571 in total revenues, income tax accounts for 52.0 percent of that total. Property taxes of \$7,728,935 account for 11.7 percent of total revenues. Operating grants, contributions, and interest, capital grants and contributions, and general revenues from grants and entitlements account for 25.2 percent of total revenues, and charges for services and other revenue make up the remaining 11.1 percent.

General revenues from grants and entitlements, such as local government funds, are also a large revenue generator. The City monitors its sources of revenues very closely for fluctuations, especially income tax.

**City of Parma, Ohio**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2003  
Unaudited

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Total expenses of governmental activities for 2003 were \$61,642,616. The largest program function for the City relates to security of persons and property, which includes the police and fire departments. Security of persons and property accounted for program expenses of \$23,872,165, which is 38.7 percent of the program expenses for governmental activities. General government is the next largest program expense at 28.7 percent, followed by community environment expenses of 10.4 percent. Public health and welfare, transportation, basic utility services, leisure time activities, and interest and fiscal charges comprised 22.2 percent.

***Business-Type Activities.*** Business-type activities increased the City's net assets by \$72,854. Charges for services increased by \$39,220 and operating expenses decreased by \$33,634. Total expenses of business-type activities were \$1,040,187 for the golf course operations.

#### **FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

***Governmental funds.*** The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Information about the City's governmental funds begins on page 98. These funds are accounted for by using the modified accrual basis of accounting.

As of December 31, 2003, the City's governmental funds reported combined ending fund balances of \$13,831,224. Of that amount \$13,049,163 constitutes unreserved fund balances, which is available for spending at the government's discretion. The remainder of the fund balance, \$782,061, is reserved to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period (\$20,946).

The general fund had total revenues of \$40,111,419 and expenditures of \$35,726,805, thereby increasing the General Fund's fund balance from \$2,311,299 to \$6,695,913.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$6,591,152, while the total fund balance was \$6,695,913. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 18.5 percent of total general fund expenditures, while total fund balance represents 18.7 percent of that same amount.

***Proprietary funds.*** The City's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the Ridgewood Municipal Golf Course at the end of the year amounted to \$240,290. Other factors concerning the finances of this fund have already been addressed in the discussion of the City's business-type activities.

#### **GENERAL FUND BUDGETARY ANALYSIS**

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 2003, the City amended its general fund budget numerous times. All recommendations for a budget change come from the City Auditor to the Finance Committee of Council for review before going to the whole council for ordinance enactment on the change. With the general fund supporting many of our major activities

**City of Parma, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2003**  
**Unaudited**

such as our police and fire departments, as well as most legislative and executive activities, the general fund is monitored closely looking for possible revenue shortfalls or over spending by individual departments.

For the general fund, original and revised budgeted revenues were \$36,154,130 and \$38,593,703, respectively. Very conservative revenue projections at the beginning of the year played out as actual revenues were very close to projections. Actual revenues were \$39,445,736.

The City's ending unencumbered cash balance in the general fund was \$4,476,336.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital assets:** The City's investment in capital assets for its governmental and business-type activities as of December 31, 2003, amounts to \$ 33,182,457(net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, equipment; vehicles, and software. As permitted under the implementation provisions of GASB Statement No. 34, the historical cost of infrastructure assets acquired, significantly reconstructed or that received significant improvements prior to January 1, 1980 have not been included as part of governmental capital assets in the government-wide financial statements. There were no infrastructure assets placed in service after December 31, 2002 which met the City's capitalization threshold. The total increase in the City's investment in capital assets for the current fiscal year was 10.2 percent (an 11.1 percent increase for governmental activities and a 5.0 percent decrease for business-type activities). A summary of the City's capital assets at December 31, 2003 is as follows:

Table 3  
**Capital Assets (net of depreciation)**

	Governmental Activities		Business-type Activities		Total	
	2003	2002	2003	2002	2003	2002
Capital assets - non depreciable						
Land	\$5,333,552	2,235,926	1,078,077	1,078,077	6,411,629	3,314,003
Total capital assets - non depreciable	5,333,552	2,235,926	1,078,077	1,078,077	6,411,629	3,314,003
Capital assets - depreciable						
Land improvements	113,230	0	263,700	263,700	376,930	263,700
Buildings	24,990,447	24,901,247	157,051	157,051	25,147,498	25,058,298
Equipment	3,270,434	2,973,165	617,974	680,980	3,888,408	3,654,145
Vehicles	9,364,431	9,448,117	25,732	25,732	9,390,163	9,473,849
Software	739,000	553,000	0	0	739,000	553,000
Total capital assets - depreciable	38,477,542	37,875,529	1,064,457	1,127,463	39,541,999	39,002,992
Accumulated depreciation	12,237,408	11,703,442	533,763	511,738	12,771,171	12,215,180
Total capital assets	\$31,573,686	28,408,013	1,608,771	1,693,802	33,182,457	30,101,815

See Note 14 and Note 22 of the Basic Financial Statements for additional information on the City's capital assets.

**Debts** At the end of the current fiscal year, the City had \$37,584,905 in bonds, loans, notes, capital leases and compensated absences outstanding with \$2,548,867 due within one year. A summary of outstanding debt at December 31, 2003 follows.

**City of Parma, Ohio**  
**Management's Discussion and Analysis**  
**For the Year Ended December 31, 2003**  
**Unaudited**

**Table 4**  
**Outstanding Debt**

	Governmental Activities		Business-Type Activities		Total	
	2003	2002	2003	2002	2003	2002
Special assessment bonds	\$2,269,271	2,420,445	0	0	2,269,271	2,420,445
General obligation bonds	23,295,000	18,197,758	0	0	23,295,000	18,197,758
Ohio Public Works Commission loans	2,495,890	2,671,116	0	0	2,495,890	2,671,116
Ohio Water Development Authority loans	3,834,440	4,269,237	0	0	3,834,440	4,269,237
Due to Other Governments	1,294,399	1,294,399	0	0	1,294,399	1,294,399
Police and Firemen's Pension liability	125,871	149,953	0	0	125,871	149,953
Notes payable	450,000	1,250,000	100,000	190,000	550,000	1,440,000
Capital leases	3,056,327	2,491,694	113,214	143,886	3,169,541	2,635,580
Compensated absences	1,844,892	1,880,777	0	0	1,844,892	1,880,777
<b>Total</b>	<b>\$38,666,090</b>	<b>34,625,379</b>	<b>213,214</b>	<b>333,886</b>	<b>38,879,304</b>	<b>34,959,265</b>

General Obligation Notes represent unvoted general obligation bond anticipation notes payable from ad valorem property taxes.

The General Obligation Bonds outstanding are comprised of unvoted general obligation bonds of the City payable from ad valorem property taxes and special obligation bonds.

The principal and interest for the Special Assessment Bonds outstanding will be retired with assessments levied against property owners and/or general levies of the City based on the improvements/benefit to the respective parties. Assessments are collected by the Cuyahoga County Auditor and will be received over periods ranging from five to ten years, with interest equal to the interest on the bonds and notes issued to finance the improvements.

The Ohio Public Works Commission Loans are paid semi-annually from the Debt Service Fund and will be paid in full in the year 2021.

The Ohio Water Development Authority Loans is paid semi-annually from the Debt Service Fund and will be paid in full in the year 2019.

The City's overall legal debt margin was \$149,792,986 at December 31, 2003.

See Note 4 and Note 21 of the Basic Financial Statements for additional information on the City's debt.

**CURRENT FINANCIAL RELATED ACTIVITIES**

The City of Parma, like all municipalities both locally and nationally, continues to face the challenges of economic recession. Basic operating costs continue to rise due to negotiated salary increases, higher benefit costs, and federal and state mandates placed upon municipalities while federal and state funding is being reduced.

**CONTACTING THE CITY'S OFFICE OF THE AUDITOR**

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Dennis M. Kish, Parma City Auditor, 6611 Ridge Road, Parma, OH 44129.

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City of Parma, Ohio  
Statement of Net Assets  
December 31, 2003

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 12,644,929	274,777	12,919,706
Cash and cash equivalents in segregated accounts	336,808	7,539	344,347
Investments in segregated accounts	32,000	0	32,000
Taxes receivable	12,975,576	0	12,975,576
Accounts receivable	180,290	0	180,290
Special assessments receivable	2,235,448	0	2,235,448
Accrued interest receivable	61,179	2,165	63,344
Due from others	4,577,814	0	4,577,814
Materials and supplies inventory	748,510	24,766	773,276
Loans receivable	12,605	0	12,605
Capital assets, nondepreciable	5,333,552	1,078,077	6,411,629
Capital assets, depreciable, net	26,240,134	530,694	26,770,828
<b>Total assets</b>	<b>65,378,845</b>	<b>1,918,018</b>	<b>67,296,863</b>
<b>Liabilities</b>			
Accounts payable	815,351	11,620	826,971
Contracts payable	264,175	0	264,175
Claims and judgements payable	718,589	0	718,589
Accrued wages and benefits	289,566	2,258	291,824
Compensated absences payable	137,669	47,706	185,375
Retainage payable	35,752	0	35,752
Due to other governments	574,813	6,125	580,938
Deferred revenue	8,115,218	0	8,115,218
Notes payable	450,000	100,000	550,000
Accrued interest payable	111,172	1,248	112,420
Long-term liabilities			
Due within one year	2,518,470	30,397	2,548,867
Due in more than one year	35,697,620	82,817	35,780,437
<b>Total liabilities</b>	<b>49,728,395</b>	<b>282,171</b>	<b>50,010,566</b>
<b>Net assets</b>			
Invested in capital assets, net of related debt	888,173	1,395,557	2,283,730
Restricted for:			
Debt service	119,418	0	119,418
Security of persons and property	1,893,353	0	1,893,353
Transportation	1,408,946	0	1,408,946
Community environment	105,194	0	105,194
Basic utility services	50,584	0	50,584
Leisure time activities	270,877	0	270,877
Capital projects	3,287,327	0	3,287,327
Unrestricted	7,626,578	240,290	7,866,868
<b>Total net assets</b>	<b>\$ 15,650,450</b>	<b>1,635,847</b>	<b>17,286,297</b>

See accompanying notes to the basic financial statements

City of Parma, Ohio  
Statement of Activities  
For the Year Ended December 31, 2003

	Program Revenues			
	Expenses	Charges for Services	Operating Grants Contributions and Interest	Capital Grants and Contributions
<b>Governmental Activities</b>				
General government				
Legislative and executive	\$ 17,679,572	3,545,732	1,130	162,900
Security of persons and property	23,872,165	1,546,328	128,476	10,000
Public health and welfare	2,965,919	0	0	0
Transportation	4,998,472	2,384	0	0
Community environment	6,406,039	1,121,633	92,183	1,132,636
Basic utility services	1,354,733	237,907	0	0
Leisure time activities	2,721,724	858,668	462,340	80,381
Interest and fiscal charges	1,643,992	0	0	0
<b>Total governmental activities</b>	<b>61,642,616</b>	<b>7,312,652</b>	<b>684,129</b>	<b>1,385,917</b>
<b>Business-Type Activity</b>				
Golf course	1,040,187	1,107,836	0	0
<b>Total primary government</b>	<b>\$62,682,803</b>	<b>8,420,488</b>	<b>684,129</b>	<b>1,385,917</b>

General Revenues  
Property taxes levied for:  
    General purposes  
    Special revenue  
    Debt service  
Income taxes levied for:  
    General purposes  
    Capital outlay  
Grants and entitlements not restricted to specific programs  
Investment earnings  
Other

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year - Restated

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue  
and Changes in Net Assets

Primary Government

Governmental Activities	Business-Type Activities	Total
(13,969,810)	0	(13,969,810)
(22,187,361)	0	(22,187,361)
(2,965,919)	0	(2,965,919)
(4,996,088)	0	(4,996,088)
(4,059,587)	0	(4,059,587)
(1,116,826)	0	(1,116,826)
(1,320,335)	0	(1,320,335)
(1,643,992)	0	(1,643,992)
(52,259,918)	0	(52,259,918)
<u>0</u>	<u>67,649</u>	<u>67,649</u>
<u>(52,259,918)</u>	<u>67,649</u>	<u>(52,192,269)</u>
3,078,574	0	3,078,574
4,600,248	0	4,600,248
50,113	0	50,113
27,466,758	0	27,466,758
6,916,043	0	6,916,043
14,348,329	0	14,348,329
189,808	5,205	195,013
56,000	0	56,000
<u>56,705,873</u>	<u>5,205</u>	<u>56,711,078</u>
4,445,955	72,854	4,518,809
<u>11,204,495</u>	<u>1,562,993</u>	<u>12,767,488</u>
<u>15,650,450</u>	<u>1,635,847</u>	<u>17,286,297</u>

City of Parma, Ohio  
Balance Sheet  
Governmental Funds  
December 31, 2003

	General	Debt Service	City Income Tax Capital Acquisitions	Nonmajor Governmental Funds
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 4,617,218	52,642	1,719,493	5,088,314
Cash and cash equivalents in segregated accounts	0	0	0	336,808
Investments in segregated accounts	0	32,000	0	0
Taxes receivable	7,573,909	348,442	893,511	4,159,714
Accounts receivable	0	0	0	180,290
Interfund receivable	1,062,413	0	174,723	0
Special assessments receivable	0	2,141,359	0	94,089
Accrued interest receivable	41,831	1,448	0	4,319
Due from others	327,499	0	0	15,488
Due from other governments	2,610,161	0	0	1,624,666
Materials and supplies inventory	104,761	0	0	643,749
Loans receivable	0	0	0	12,605
<b>Total assets</b>	<u>\$ 16,337,792</u>	<u>2,575,891</u>	<u>2,787,727</u>	<u>12,160,042</u>
<b>Liabilities</b>				
Accounts payable	\$ 185,009	0	450,537	169,337
Contracts payable	249,103	0	100	14,972
Interfund payable	0	16,785	4,875	1,115,476
Accrued wages and benefits	260,082	0	0	27,742
Compensated absences payable	100,796	0	0	34,576
Retainage payable	0	0	0	35,752
Due to other funds	1,565,414	0	0	0
Due to other governments	306,578	0	48	266,390
Deferred revenue	6,973,754	2,439,688	372,380	4,989,691
Accrued interest payable	1,143	0	0	0
Notes payable	0	0	0	450,000
<b>Total liabilities</b>	<u>9,641,879</u>	<u>2,456,473</u>	<u>827,940</u>	<u>7,103,936</u>
<b>Fund balance</b>				
Reserved for encumbrances	0	0	0	20,946
Reserved for inventory	104,761	0	0	643,749
Reserved for loans	0	0	0	12,605
Unreserved, undesignated (deficit)	6,591,152	119,418	1,959,787	4,378,806
<b>Total fund balance</b>	<u>6,695,913</u>	<u>119,418</u>	<u>1,959,787</u>	<u>5,056,106</u>
<b>Total liabilities and fund balances</b>	<u>\$ 16,337,792</u>	<u>2,575,891</u>	<u>2,787,727</u>	<u>12,160,042</u>

Total  
Governmental  
Funds

---

11,477,667  
336,808  
32,000  
12,975,576  
180,290  
1,237,136  
2,235,448  
47,598  
342,987  
4,234,827  
748,510  
12,605

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33,861,452

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804,883  
264,175  
1,137,136  
287,824  
135,372  
35,752  
1,565,414  
573,016  
14,775,513  
1,143  
450,000

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20,030,228

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20,946  
748,510  
12,605  
13,049,163

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13,831,224

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33,861,452

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City of Parma, Ohio  
 Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 December 31, 2003

Total Governmental Fund Balances		\$13,831,224
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		31,573,686
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property and other taxes	412,800	
Municipal income taxes	1,752,377	
Special assessments	2,235,448	
Intergovernmental	<u>2,259,670</u>	
		6,660,295
In the Statement of Activities, interest is accrued on outstanding bonds whereas, in governmental funds, an interest expenditure is reported when due		(102,920)
Intergovernmental payables includes contractually required pension contributions not expected to be paid with current resources		(1,294,399)
Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets		338,840
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:		
General obligation bonds	(21,729,585)	
Special assessment bonds	(2,269,271)	
OPWC loans	(2,495,890)	
OWDA loans	(3,834,440)	
Police and firemen's pension liability	(125,871)	
Compensated absences	(1,844,892)	
Capital lease payable	<u>(3,056,327)</u>	
		<u>(35,356,276)</u>
Net Assets of Governmental Activities		<u>\$15,650,450</u>

See accompanying notes to the basic financial statements

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City of Parma, Ohio  
Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2003

	General	Debt Service	City Income Tax Capital Acquisitions	Other Governmental Funds
<b>Revenues</b>				
Municipal income tax	\$ 27,402,067	0	6,916,043	0
Property and other taxes	2,967,074	50,113	0	4,600,248
Charges for services	637,128	0	6,008	2,247,977
Fees, licenses and permits	1,516,284	0	0	60,528
Fines and forfeitures	1,396,925	0	0	136,345
Intergovernmental	5,844,076	0	326,829	9,090,513
Donations	1,130	0	0	399,172
Rents	212,920	0	0	353,761
Special assessments	0	269,128	0	823,235
Interest	133,815	2,159	0	46,439
Other	0	0	5,000	8,853
<b>Total revenues</b>	<u>40,111,419</u>	<u>321,400</u>	<u>7,253,880</u>	<u>17,767,071</u>
<b>Expenditures</b>				
<b>Current</b>				
Legislative and executive	11,947,038	2,587	3,264,975	3,893,623
Security of persons and property	17,978,990	0	0	5,309,273
Public health and welfare	265,531	0	0	2,700,388
Transportation	0	0	0	5,004,527
Community environment	562,506	0	0	5,797,237
Basic utility services	0	0	0	1,600,046
Leisure time activities	1,699,050	0	0	990,648
Capital outlay	0	0	1,386,352	106,426
<b>Debt service</b>				
Principal retirement	0	1,636,561	947,698	48,253
Interest and fiscal charges	16,050	1,370,061	145,150	9,150
<b>Total expenditures</b>	<u>32,469,165</u>	<u>3,009,209</u>	<u>5,744,175</u>	<u>25,459,571</u>
<b>Excess of revenues over (under) expenditures</b>	<u>7,642,254</u>	<u>(2,687,809)</u>	<u>1,509,705</u>	<u>(7,692,500)</u>
<b>Other financing sources (uses)</b>				
Proceeds of notes	0	0	0	5,700,000
Bond discount	0	(10,494)	0	0
Bond premium	0	61,494	0	0
Transfers - in	0	2,647,001	18,761	5,537,920
Transfers - out	( 3,257,640)	0	(2,552,589)	(2,758,453)
Inception of capital leases	0	0	1,536,502	0
<b>Total other financing sources (uses)</b>	<u>(3,257,640)</u>	<u>2,698,001</u>	<u>(997,326)</u>	<u>8,479,467</u>
<b>Net change in fund balances</b>	4,384,614	10,192	512,379	786,967
<b>Fund balances at beginning of year</b>	<u>2,311,299</u>	<u>109,226</u>	<u>1,447,408</u>	<u>4,269,139</u>
<b>Fund balances at end of year</b>	<u><u>6,695,913</u></u>	<u><u>119,418</u></u>	<u><u>1,959,787</u></u>	<u><u>5,056,106</u></u>

Total  
Governmental  
Funds

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34,318,110  
7,617,435  
2,891,113  
1,576,812  
1,533,270  
15,261,418  
400,302  
566,681  
1,092,363  
182,413  
13,853

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65,453,770

19,108,223  
23,288,263  
2,965,919  
5,004,527  
6,359,743  
1,600,046  
2,689,698  
1,492,778

2,632,512  
1,540,411

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66,682,120

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(1,228,350)

5,700,000  
(10,494)  
61,494  
8,203,682  
(8,568,682)  
1,536,502

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6,922,502

5,694,152

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8,137,072

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13,831,224

City of Parma, Ohio  
 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances  
 of Governmental Funds to the Statement of Activities  
 December 31, 2003

Net Change in Fund Balances - Total Governmental Funds \$5,694,152

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

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

Capital outlay	4,698,864	
Depreciation	<u>(1,432,698)</u>	
Total		3,266,166

Governmental funds only report the gain from 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 (100,493)

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

Property and other taxes	111,500	
Municipal income taxes	64,691	
Special assessments	(227,015)	
Intergovernmental	<u>(69,581)</u>	
Total		(120,405)

Other financing sources in the governmental funds that increase long-term liabilities in the statement of net assets. These sources were attributed to the proceeds of bonds (5,700,000)

Other financing sources in the governmental funds that increase long-term liabilities in the statement of net assets. These sources were attributed to the inception of capital leases (1,536,502)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 2,632,512

Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the internal service funds are reported with governmental activities. 287,646

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

Compensated Absences	35,885	
Accrued Interest on Bonds	<u>(13,006)</u>	
Total		<u>22,879</u>

*Change in Net Assets of Governmental Activities* \$4,445,955

See accompanying notes to the basic financial statements

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Municipal income tax				
Individual	21,533,638	24,127,963	24,197,927	69,964
Businesses	1,416,362	1,200,000	1,272,889	72,889
Total municipal income tax	<u>22,950,000</u>	<u>25,327,963</u>	<u>25,470,816</u>	<u>142,853</u>
Property and other taxes				
Real estate and public utility	3,650,530	3,675,000	3,596,356	(78,644)
Tangible personal property	340,000	285,000	344,987	59,987
Other local	90,000	80,270	94,527	14,257
Total property and other taxes	<u>4,080,530</u>	<u>4,040,270</u>	<u>4,035,870</u>	<u>(4,400)</u>
Charges for services				
General government	113,300	183,220	225,242	42,022
Parks and recreation	325,000	311,200	302,289	(8,911)
Health and vital statistics	98,500	97,100	107,999	10,899
Miscellaneous services	8,000	4,100	1,598	(2,502)
Total charges for services	<u>544,800</u>	<u>595,620</u>	<u>637,128</u>	<u>41,508</u>
Fees, licenses, and permits				
Licenses	275,500	269,500	316,275	46,775
Fees and permits	1,044,375	975,850	1,156,910	181,060
Penalties	32,000	23,500	43,099	19,599
Total fees, licenses, and permits	<u>1,351,875</u>	<u>1,268,850</u>	<u>1,516,284</u>	<u>247,434</u>
Fines and forfeitures				
Fines and forfeitures	1,242,000	1,267,100	1,381,143	114,043
Total fines and forfeitures	<u>1,242,000</u>	<u>1,267,100</u>	<u>1,381,143</u>	<u>114,043</u>
Intergovernmental				
Homestead	40,000	43,000	40,026	(2,974)
10% reimbursement	350,000	390,000	403,647	13,647
2.5% property tax rollback	60,000	70,000	73,611	3,611
Local government fund - sales tax	3,392,800	3,525,000	3,317,586	(207,414)
Local government fund - state	410,000	425,000	404,207	(20,793)
Inheritance tax	850,000	800,000	1,225,242	425,242
Local government revenue assistance fund	360,000	360,000	355,561	(4,439)
Grants	161,625	120,200	185,869	65,669
Other	77,000	75,000	81,217	6,217
Total intergovernmental	<u>5,701,425</u>	<u>5,808,200</u>	<u>6,086,966</u>	<u>278,766</u>
Donations				
Donations	0	0	1,130	1,130
Total donations	<u>0</u>	<u>0</u>	<u>1,130</u>	<u>1,130</u>

City of Parma, Ohio  
 Statement of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 General Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Rentals and leases				
Rentals and leases	233,500	235,700	212,920	(22,780)
Total rentals and leases	<u>233,500</u>	<u>235,700</u>	<u>212,920</u>	<u>(22,780)</u>
Interest				
Interest	50,000	50,000	103,479	53,479
Total interest	<u>50,000</u>	<u>50,000</u>	<u>103,479</u>	<u>53,479</u>
Total revenues	<u>36,154,130</u>	<u>38,593,703</u>	<u>39,445,736</u>	<u>852,033</u>

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Expenditures				
Current				
General government				
Mayor				
Personal services				
Mayor	91,520	91,520	91,479	41
Administrative assistant	50,367	50,367	47,325	3,042
Part-time clerk	3,630	3,430	294	3,136
Secretary	33,942	33,942	31,873	2,069
Longevity	1,450	1,450	1,450	0
Workers compensation	4,070	4,070	3,312	758
Employee life insurance	171	171	171	0
Hospitalization	29,022	30,326	30,325	1
Public employees retirement	30,646	30,646	25,070	5,576
Medicare	2,623	2,623	1,805	818
Eye care	460	460	459	1
Total personal services	<u>247,901</u>	<u>249,005</u>	<u>233,563</u>	<u>15,442</u>
Materials and supplies				
Operating supplies	700	700	575	125
Total materials and supplies	<u>700</u>	<u>700</u>	<u>575</u>	<u>125</u>
All other expenditures				
Travel and transportation	150	150	50	100
Postage and mailing	500	500	222	278
Copier and duplicator	600	800	339	461
Rentals and leases	1,500	1,500	4	1,496
Total all other expenditures	<u>2,750</u>	<u>2,950</u>	<u>615</u>	<u>2,335</u>
Total mayor	<u>251,351</u>	<u>252,655</u>	<u>234,753</u>	<u>17,902</u>
Auditor				
Personal services				
Auditor	77,090	77,090	77,055	35
Data control payroll clerk	32,565	32,565	31,366	1,199
Data control inventory clerk	28,832	28,832	27,061	1,771
Accounts payable coordinator	32,565	32,565	30,699	1,866
Deputy auditor	56,208	56,208	53,849	2,359
Clerk-cashier	27,585	27,585	26,246	1,339
Overtime	6,300	6,341	6,341	0
Longevity	1,200	1,200	1,200	0
Workers compensation	5,760	5,219	4,914	305
Employee life insurance	342	342	342	0
Hospitalization	52,560	55,009	55,008	1
Public employees retirement	43,374	43,693	37,053	6,640
Medicare	3,713	3,713	3,659	54
Eye care	815	815	814	1
Total personal services	<u>368,909</u>	<u>371,177</u>	<u>355,607</u>	<u>15,570</u>

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	4,170	5,070	4,862	208
Total materials and supplies	4,170	5,070	4,862	208
All other expenditures				
Dues and subscriptions	1,400	1,400	538	862
Legal advertising	850	850	0	850
Travel and transportation	175	175	0	175
Postage and mailing	1,430	1,637	1,637	0
Copier and duplicator	1,920	1,920	1,681	239
Annual report	2,300	2,300	2,100	200
Rentals and leases	100	100	74	26
Training	400	400	0	400
Auction expense	900	0	0	0
Reimbursements	0	180	178	2
Total all other expenditures	9,475	8,962	6,208	2,754
Total auditor	382,554	385,209	366,677	18,532
Treasurer				
Personal services				
Treasurer	77,100	77,100	77,055	45
Deputy treasurer	56,791	56,791	53,965	2,826
Clerk-cashier	54,040	54,040	52,265	1,775
Clerk-typist	26,000	4,000	3,889	111
Overtime	700	700	283	417
Longevity	2,150	2,150	1,550	600
Workers compensation	5,118	5,118	4,059	1,059
Employee life insurance	285	285	285	0
Hospitalization	43,390	44,000	43,999	1
Public employees retirement	38,539	38,539	30,786	7,753
Medicare	3,298	3,298	1,938	1,360
Eye care	662	662	643	19
Total personal services	308,073	286,683	270,717	15,966
Materials and supplies				
Operating supplies	1,100	1,300	1,261	39
Total materials and supplies	1,100	1,300	1,261	39
Maintenance of equipment and facilities	450	450	0	450
Contractual services	10,000	11,450	10,889	561
All other expenditures				
Dues and subscriptions	600	600	585	15
Travel and transportation	2,000	350	237	113
Postage and mailing	4,000	4,000	3,781	219
Outside printing	5,000	5,974	4,866	1,108
Copier and duplicator	300	300	212	88
Rentals and leases	100	100	0	100
Training	900	900	525	375
County law library	0	180	90	90
Total all other expenditures	12,900	12,404	10,296	2,108
Total treasurer	332,523	312,287	293,163	19,124

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
City income tax				
Personal services				
Commissioner	63,836	60,836	59,929	907
Deputy commissioner	51,925	48,925	48,825	100
Examiner	178,389	166,389	165,718	671
Part-time clerk	61,000	52,000	51,717	283
Clerk, deputy tax data	27,811	811	0	811
Clerk-cashier	28,094	28,094	25,848	2,246
Clerk-typist	82,425	71,425	70,782	643
Data entry clerk	28,093	28,093	26,345	1,748
Secretary	33,474	31,474	30,799	675
Overtime	6,200	3,200	2,862	338
Longevity	5,050	5,050	3,950	1,100
Hospital buy back	2,000	2,000	1,999	1
Workers compensation	12,786	9,786	9,196	590
Employee life insurance	721	721	622	99
Hospitalization	100,233	84,233	83,526	707
Public employees retirement	96,270	80,270	67,687	12,583
Medicare	8,240	8,240	6,160	2,080
Eye care	1,524	1,524	1,210	314
Total personal services	788,071	683,071	657,175	25,896
Materials and supplies				
Operating supplies	2,480	2,480	2,475	5
Total materials and supplies	2,480	2,480	2,475	5
Maintenance of equipment and facilities	1,050	1,050	700	350
Contractual services	40,000	43,522	43,508	14
All other expenditures				
Dues and subscriptions	530	530	389	141
Travel and transportation	1,000	1,000	845	155
Postage and mailing	36,000	31,486	31,486	0
Outside printing	18,700	98,570	74,873	23,697
Copier and duplicator	400	400	226	174
Rentals and leases	350	350	304	46
Training	2,660	3,660	3,332	328
Refunds	850,000	474,826	474,020	806
Economic development grant	0	31,373	31,373	0
Total all other expenditures	909,640	642,195	616,848	25,347
Total city income tax	1,741,241	1,372,318	1,320,706	51,612

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Management information systems				
Personal services				
Data processing manager	67,409	66,961	66,670	291
Computer operations supervisor	47,392	48,699	48,699	0
Computer operator	38,410	37,719	37,561	158
Overtime	5,000	5,447	5,447	0
Longevity	3,050	3,050	3,050	0
Hospital buy back	2,000	2,000	1,999	1
Workers compensation	3,628	3,628	3,151	477
Employee life insurance	171	171	171	0
Hospitalization	19,320	20,232	20,230	2
Public employees retirement	27,318	28,008	23,752	4,256
Medicare	1,050	1,050	1,032	18
Eye care	307	307	306	1
Total personal services	<u>215,055</u>	<u>217,272</u>	<u>212,068</u>	<u>5,204</u>
Materials and supplies				
Operating supplies	1,000	6,485	3,270	3,215
Total materials and supplies	<u>1,000</u>	<u>6,485</u>	<u>3,270</u>	<u>3,215</u>
Contractual services	27,500	6,103	1,694	4,409
All other expenditures				
Dues and subscriptions	1,400	961	961	0
Travel and transportation	150	38	38	0
Postage and mailing	0	9	9	0
Outside printing	1,000	505	505	0
Rentals and leases	150	117	108	9
Training	750	769	769	0
Total all other expenditures	<u>3,450</u>	<u>2,399</u>	<u>2,390</u>	<u>9</u>
Total management information systems	<u>247,005</u>	<u>232,259</u>	<u>219,422</u>	<u>12,837</u>
Law director				
Personal services				
Law director	84,130	84,130	84,130	0
Assistant law director	31,919	31,337	31,036	301
Equal employment opportunity officer	25,000	25,000	24,999	1
Law clerk	26,250	24,983	24,881	102
Chief assistant law director	73,395	73,395	72,932	463
Assistant law director	36,197	36,197	35,195	1,002
Senior assistant prosecutor	34,497	34,497	33,542	955
Assistant prosecutor	65,967	64,467	64,142	325
Legal secretary and stenographer	35,000	32,500	32,022	478
Law director secretary	45,223	43,223	43,025	198
Prosecuter secretary	38,575	38,940	38,213	727
Part-time legal secretary	17,819	17,819	17,531	288
Overtime	1,000	1,000	126	874
Longevity	1,700	1,700	1,700	0
Hospital buy back	0	2,600	2,446	154
Workers compensation	11,586	9,586	9,246	340
Employee life insurance	332	332	288	44
Hospitalization	42,969	34,368	34,312	56
Public employees retirement	87,236	87,817	74,473	13,344
Medicare	7,400	7,400	6,374	1,026

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Eye care	661	661	496	165
Total personal services	666,856	651,952	631,109	20,843
Materials and supplies				
Operating supplies	2,500	2,500	2,210	290
Total materials and supplies	2,500	2,500	2,210	290
Maintenance of equipment and facilities	100	100	0	100
Contractual services	2,000	2,000	182	1,818
All other expenditures				
Law library	25,000	15,135	14,768	367
Dues and subscriptions	1,500	1,500	1,305	195
Legal advertising	300	300	0	300
Travel and transportation	2,500	2,500	995	1,505
Postage and mailing	800	800	766	34
Copier and duplicator	1,750	1,750	1,416	334
Court costs	800	800	659	141
Rentals and leases	3,200	3,200	2,949	251
Special counsel	100,000	30,000	28,261	1,739
Training	1,000	1,000	699	301
Trial costs	10,000	7,000	6,526	474
Total all other expenditures	146,850	63,985	58,344	5,641
Total law director	818,306	720,537	691,845	28,692
Civil service				
Personal services				
Members of the board	8,100	8,100	8,099	1
Clerk-typist	26,015	26,015	25,279	736
Secretary	33,168	33,845	33,845	0
Overtime	5,000	3,278	2,006	1,272
Longevity	1,700	1,950	1,950	0
Workers compensation	1,304	1,339	1,339	0
Employee life insurance	135	135	114	21
Hospitalization	19,348	20,217	20,217	0
Public employees retirement	12,900	12,900	10,274	2,626
Medicare	506	506	496	10
Eye care	307	307	306	1
Total personal services	108,483	108,592	103,925	4,667
Materials and supplies				
Operating supplies	500	500	359	141
Total materials and supplies	500	500	359	141
Maintenance of equipment and facilities	615	615	302	313
All other expenditures				
Dues and subscriptions	415	415	91	324
Legal advertising	29,600	8,600	8,216	384
Postage and mailing	1,500	1,500	434	1,066
Copier and duplicator	550	550	517	33
Civil service examiner	55,000	21,800	21,348	452
Psychological examinations	21,000	600	500	100
Special counsel	3,500	0	0	0
Total all other expenditures	111,565	33,465	31,106	2,359

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Total civil service	221,163	143,172	135,692	7,480
Service director				
Personal services				
Director	78,511	76,796	76,796	0
Service center personnel	196,000	198,628	198,628	0
Custodian	33,000	31,978	31,697	281
Inspector-service and health	36,000	36,107	36,107	0
Body repairman-painter	0	435	435	0
Full-time housekeeper	48,500	48,500	47,431	1,069
Bookkeeping clerk	26,584	26,584	25,848	736
PBX relief operator	27,169	27,169	26,434	735
Clerk-typist	52,569	52,569	50,767	1,802
Secretary	32,372	32,372	31,476	896
Overtime	53,060	65,894	65,894	0
Clothing allowance	4,000	4,199	3,976	223
Longevity	10,350	10,350	9,350	1,000
Workers compensation	13,320	13,320	11,962	1,358
Employee life insurance	1,015	1,015	885	130
Hospitalization	99,000	111,055	111,054	1
Public employees retirement	100,286	102,605	87,013	15,592
Medicare	8,000	5,680	5,065	615
Eye care	1,672	1,672	1,570	102
Total personal services	821,408	846,928	822,388	24,540
Materials and supplies				
Operating supplies	2,500	4,350	4,315	35
Total materials and supplies	2,500	4,350	4,315	35
Contractual services	36,000	29,580	29,574	6
All other expenditures				
Animal shelter operating	10,000	10,000	9,967	33
Dues and subscriptions	250	250	0	250
Postage and mailing	1,000	1,000	730	270
Copier and duplicator	2,500	2,500	708	1,792
Refuse disposal	2,920,460	2,934,459	2,933,958	501
Reimbursements	1,200	1,200	349	851
Total all other expenditures	2,935,410	2,949,409	2,945,712	3,697
Total service director	3,795,318	3,830,267	3,801,989	28,278

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
City engineer				
Personal services				
City engineer	87,133	87,133	86,273	860
Assistant. engineer	117,860	116,251	115,258	993
Party chief	48,378	47,825	47,309	516
Rodman and chainman	34,820	34,820	34,050	770
Secretary	32,187	31,658	31,658	0
Overtime	0	3,213	3,213	0
Longevity	3,850	3,850	3,850	0
Workers compensation	6,579	6,579	6,286	293
Employee life insurance	393	393	342	51
Hospitalization	58,042	60,652	60,651	1
Public employees retirement	55,188	55,721	47,254	8,467
Medicare	4,218	4,218	4,184	34
Eye care	919	919	918	1
Total personal services	449,567	453,232	441,246	11,986
Materials and supplies				
Operating supplies	1,350	1,350	1,133	217
Total materials and supplies	1,350	1,350	1,133	217
Maintenance of equipment and facilities	700	700	0	700
All other expenditures				
Travel and transportation	240	240	47	193
Postage and mailing	500	500	354	146
Copier and duplicator	3,900	3,026	847	2,179
Regional planning commission	1,560	1,560	1,560	0
Rentals and leases	100	100	54	46
Total all other expenditures	6,300	5,426	2,862	2,564
Total city engineer	457,917	460,708	445,241	15,467
Public lands and buildings				
Personal services				
Utility maintenance specialist	122,900	152,192	152,192	0
Overtime	15,000	21,764	21,764	0
Clothing allowance	1,590	1,590	530	1,060
Longevity	2,800	2,800	600	2,200
Hospital buy back	0	76	76	0
Workers compensation	3,201	3,201	2,517	684
Employee life insurance	189	189	63	126
Hospitalization	15,000	11,450	11,450	0
Public employees retirement	18,000	9,071	7,693	1,378
Medicare	2,060	2,060	759	1,301
Eye care	459	459	153	306
Total personal services	181,199	204,852	197,797	7,055
Materials and supplies				
Operating supplies	55,000	55,979	54,428	1,551
Total materials and supplies	55,000	55,979	54,428	1,551

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Contractual services	4,500	4,900	4,861	39
All other expenditures				
Utilities-gas	80,000	97,000	96,499	501
Utilities-electricity	180,000	198,582	198,582	0
Utilities-telephone	110,000	127,209	127,209	0
Utilities-water	22,000	19,229	19,146	83
Total all other expenditures	392,000	442,020	441,436	584
Total public lands and buildings	632,699	707,751	698,522	9,229
Purchasing and personnel				
Personal services				
Commissioner	58,663	58,663	57,944	719
Part-time clerk	15,600	12,412	10,909	1,503
Clerk-typist	25,998	25,998	25,874	124
Retiree and benefit coordinator	29,289	29,289	27,941	1,348
Secretary	33,616	32,885	31,476	1,409
Overtime	0	3,917	3,917	0
Longevity	2,650	2,650	2,050	600
Hospital buy back	0	92	92	0
Workers compensation	3,730	3,730	3,014	716
Employee life insurance	228	228	228	0
Hospitalization	39,660	34,567	30,070	4,497
Public employees retirement	28,089	28,089	23,461	4,628
Medicare	2,400	2,400	938	1,462
Eye care	613	613	446	167
Part-time clerk	10,000	7,644	4,809	2,835
Bookkeeping clerk	28,215	28,215	25,848	2,367
Overtime	0	10	10	0
Longevity	350	600	600	0
Hospital buy back	0	2,000	1,999	1
Workers compensation	859	954	954	0
Employee life insurance	66	66	57	9
Hospitalization	9,660	60	21	39
Public employees retirement	6,473	6,473	4,720	1,753
Medicare	720	720	482	238
Eye care	153	153	0	153
Total personal services	297,032	282,428	257,860	24,568
Materials and supplies				
Operating supplies	1,500	1,500	1,477	23
Operating supplies	9,000	12,000	12,000	0
General purchases	35,000	37,100	35,000	2,100
Total materials and supplies	45,500	50,600	48,477	2,123
Contractual services	1,500	1,500	0	1,500
All other expenditures				
Dues and subscriptions	100	100	50	50
Travel and transportation	500	500	30	470
Postage and mailing	1,800	1,800	1,627	173
Copier and duplicator	2,500	2,500	1,248	1,252
Typewriter maintenance	3,200	3,200	2,758	442
Postage and mailing	45,000	45,000	45,000	0
Outside printing	1,000	1,000	39	961

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Copier and duplicator	55,000	62,372	57,810	4,562
Rentals and leases	2,500	2,500	2,233	267
Total all other expenditures	111,600	118,972	110,795	8,177
Total purchasing and personnel	455,632	453,500	417,132	36,368
City council				
Personal services				
President of council	16,743	16,743	16,742	1
Members of council	137,577	137,577	137,399	178
Clerk of council	61,673	60,762	60,715	47
Chief deputy clerk of council	45,884	45,884	45,883	1
Deputy clerk of council I	97,666	97,666	97,070	596
Deputy clerk of council II	25,551	25,551	25,550	1
Public service clerk	32,080	31,430	31,390	40
Overtime	0	1,979	1,979	0
Longevity	4,200	4,200	4,200	0
Hospital buy back	12,000	11,000	10,907	93
Workers compensation	11,421	8,421	8,240	181
Employee life insurance	1,128	1,128	969	159
Hospitalization	72,114	78,596	77,718	878
Public employees retirement	71,380	72,290	61,305	10,985
Medicare	7,000	5,500	5,099	401
Eye care	1,170	1,170	1,114	56
Total personal services	597,587	599,897	586,280	13,617
Materials and supplies				
Operating supplies	3,500	3,500	2,819	681
Total materials and supplies	3,500	3,500	2,819	681
All other expenditures				
Dues and subscriptions	1,084	1,484	964	520
Legal advertising	400	400	351	49
Travel and transportation	175	175	85	90
Postage and mailing	8,850	4,850	4,636	214
Outside printing	12,000	7,670	7,385	285
Copier and duplicator	8,800	7,300	6,965	335
Rentals and leases	625	625	382	243
Training	200	200	190	10
Total all other expenditures	32,134	22,704	20,958	1,746
Total city council	633,221	626,101	610,057	16,044

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Municipal court				
Personal services				
Judges	113,619	112,619	112,050	569
Visiting judges	1,000	1,000	926	74
Jury commission chairman	1,500	1,500	1,499	1
Bailiff	40,106	40,986	40,986	0
Jury commission member	2,200	2,200	1,861	339
Full-time deputy bailiff	453,000	389,015	386,930	2,085
Part-time deputy bailiff	205,000	210,264	210,264	0
Full-time public defender	20,000	20,439	20,439	0
Jury commission secretary	1,500	1,500	1,499	1
Referee	38,250	38,250	38,234	16
Overtime	5,500	4,500	3,829	671
Longevity	4,800	4,800	4,700	100
Hospital buy back	8,000	5,000	4,799	201
Workers compensation	20,675	20,675	16,724	3,951
Employee life insurance	880	1,217	1,120	97
Hospitalization	135,900	145,645	145,592	53
Public employees retirement	155,663	142,663	120,763	21,900
Medicare	13,325	11,325	10,955	370
Eye care	2,090	2,152	2,152	0
Total personal services	<u>1,223,008</u>	<u>1,155,750</u>	<u>1,125,322</u>	<u>30,428</u>
Materials and supplies				
Operating supplies	6,000	4,756	4,756	0
Total materials and supplies	<u>6,000</u>	<u>4,756</u>	<u>4,756</u>	<u>0</u>
Contractual services	40,000	45,000	44,947	53
All other expenditures				
Law library	18,000	19,243	18,637	606
Dues and subscriptions	6,100	6,100	5,261	839
Travel and transportation	11,000	11,000	10,621	379
Outside printing	2,000	1,000	652	348
Copier and duplicator	1,000	1,000	952	48
Court reporter	2,000	950	0	950
Psychological examinations	1,500	2,550	1,350	1,200
Rentals and leases	500	500	411	89
Public defender	2,000	2,000	0	2,000
Refunds	500	500	0	500
Total all other expenditures	<u>44,600</u>	<u>44,843</u>	<u>37,884</u>	<u>6,959</u>
Total municipal court	<u>1,313,608</u>	<u>1,250,349</u>	<u>1,212,909</u>	<u>37,440</u>

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Clerk of courts				
Personal services				
Clerk of courts	52,483	52,483	51,552	931
Chief deputy clerk	52,278	52,278	52,278	0
Deputy supervisor	37,932	37,932	37,932	0
Chief deputy coordinator	58,757	58,757	58,757	0
Deputy clerk of courts	355,000	337,990	337,638	352
Temporary deputy clerk of court	70,000	61,000	60,749	251
Deputy secretary	36,378	36,387	36,387	0
Overtime	10,000	500	100	400
Longevity	8,350	8,350	8,350	0
Hospital buy back	2,800	2,800	2,799	1
Workers compensation	15,063	13,063	12,831	232
Employee life insurance	1,258	1,258	1,048	210
Hospitalization	164,056	173,383	173,255	128
Public employees retirement	115,953	110,453	93,542	16,911
Medicare	8,712	8,712	8,314	398
Eye care	2,540	2,540	2,528	12
Total personal services	991,560	957,886	938,060	19,826
Materials and supplies				
Operating supplies	26,500	21,380	21,324	56
Total materials and supplies	26,500	21,380	21,324	56
All other expenditures				
Dues and subscriptions	1,500	1,500	972	528
Travel and transportation	4,000	4,000	2,553	1,447
Postage and mailing	52,000	52,000	51,676	324
Outside printing	3,000	0	0	0
Copier and duplicator	3,000	3,000	2,269	731
Jury witnesses and aid	27,000	27,000	26,524	476
Rentals and leases	3,500	2,500	1,742	758
Total all other expenditures	94,000	90,000	85,736	4,264
Total clerk of courts	1,112,060	1,069,266	1,045,120	24,146
Print shop				
Materials and supplies				
Operating supplies	30,000	30,104	24,143	5,961
Total materials and supplies	30,000	30,104	24,143	5,961
All other expenditures				
Copier and duplicator	8,500	8,512	8,512	0
Total all other expenditures	8,500	8,512	8,512	0
Total print shop	38,500	38,616	32,655	5,961

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Miscellaneous executive				
Elections				
Elections expense	70,000	68,950	32,405	36,545
Total elections	70,000	68,950	32,405	36,545
Materials and supplies				
Operating supplies	2,800	1,600	0	1,600
Total materials and supplies	2,800	1,600	0	1,600
State audit				
State audit expense	65,000	85,000	73,384	11,616
Total state audit	65,000	85,000	73,384	11,616
County auditor deductions				
Delinquent land advertising	2,000	2,000	748	1,252
County auditor and treasurer fees	76,000	76,000	67,849	8,151
Total county auditor deductions	78,000	78,000	68,597	9,403
Contractual services	230,369	380,366	310,796	69,570
All other expenditures				
Dues and subscriptions	42,500	41,700	23,772	17,928
Insurance and employee bonds	85,931	88,742	87,672	1,070
Real estate taxes	0	10,692	9,140	1,552
Employee service bureau	0	10,000	1,225	8,775
County law library	0	70	55	15
Refunds	3,000	9,447	9,445	2
Refunds	0	500	500	0
Total all other expenditures	131,431	161,151	131,809	29,342
Total miscellaneous executive	577,600	775,067	616,991	158,076
Total general government	13,010,698	12,630,062	12,142,874	487,188

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Security of persons and property				
Police				
Personal services				
Chief	87,000	87,000	63,089	23,911
Sergeant	560,000	560,000	555,312	4,688
Police lieutenant	353,000	353,000	344,369	8,631
Police captain	400,000	400,000	372,754	27,246
Chief record clerk	44,580	44,580	43,648	932
Police officer	3,720,000	3,763,272	3,763,272	0
Payroll data clerk	29,500	29,500	28,577	923
Clerk-typist	280,000	280,000	269,606	10,394
School guard	270,000	274,913	274,913	0
Secretary	33,000	33,000	31,476	1,524
Overtime	800,000	454,814	450,715	4,099
Overtime training	30,000	46,000	35,527	10,473
Clothing allowance	128,400	128,400	124,792	3,608
Longevity	78,000	78,000	77,516	484
Retiree sick leave payout	25,000	25,000	25,000	0
Education bonus	23,000	23,000	21,500	1,500
Workers compensation	178,000	173,460	158,255	15,205
Employee life insurance	11,000	11,000	7,875	3,125
Hospitalization	1,080,000	1,041,904	1,034,831	7,073
Public employees retirement	115,000	128,054	108,595	19,459
Medicare	74,000	60,945	60,144	801
Eye care	17,000	17,000	15,471	1,529
Clothing allowance	3,500	6,195	6,070	125
Total personal services	8,339,980	8,019,037	7,873,307	145,730
Materials and supplies				
Operating supplies	65,000	55,264	55,239	25
Photography supplies	8,000	8,000	5,249	2,751
Vehicle fuel	50,000	50,000	49,029	971
Operating supplies	1,000	292	212	80
Total materials and supplies	124,000	113,556	109,729	3,827
Contractual services	20,000	20,471	20,435	36
All other expenditures				
Confidential investigations	5,000	5,000	5,000	0
Uniform replacement	650	650	480	170
Dues and subscriptions	1,550	1,550	1,382	168
Travel and transportation	10,000	5,365	5,362	3
Postage and mailing	2,365	2,365	2,268	97
Copier and duplicator	6,000	6,000	5,484	516
Rentals and leases	35,000	35,000	33,228	1,772
Training	30,000	12,211	12,113	98
Utilities-gas	35,000	35,000	33,551	1,449
Utilities-electricity	157,000	157,000	139,296	17,704
Utilities-telephone	76,000	99,000	88,664	10,336
Utilities-water	7,100	7,100	5,717	1,383
Radio and communications	5,500	5,500	5,170	330
Rentals and leases	3,000	3,000	2,653	347
Training	1,000	0	0	0
Total all other expenditures	375,165	374,741	340,368	34,373

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Total auxilliary police	8,859,145	8,527,805	8,343,839	183,966
Fire				
Personal services				
Chief	83,000	86,672	86,672	0
Assistant chief	77,000	77,000	76,819	181
Captain	339,000	330,587	330,587	0
Lieutenant	579,000	554,468	554,468	0
Fire prevention inspector	175,000	175,000	173,558	1,442
Firemen	3,671,233	3,715,917	3,715,917	0
Clerk-typist	26,050	26,050	25,279	771
Record clerk secretary	33,000	33,000	31,476	1,524
Overtime	150,000	305,000	304,961	39
Overtime training	50,000	34,586	33,500	1,086
Retiree overtime payout	70,000	5,000	0	5,000
Longevity	63,000	62,240	58,951	3,289
Hospital buy back	800	0	0	0
Retiree sick leave payout	60,000	22,733	0	22,733
Workers compensation	150,000	150,000	123,258	26,742
Employee life insurance	6,000	6,000	5,643	357
Hospitalization	1,005,000	980,000	965,222	14,778
Public employees retirement	10,200	10,959	9,293	1,666
Medicare	70,000	70,000	61,147	8,853
Eye care	15,000	15,000	14,268	732
Hydrant operator	42,177	42,146	39,395	2,751
Mechanic	43,000	43,000	40,953	2,047
Overtime	2,000	2,000	1,350	650
Clothing allowance	1,060	1,060	1,060	0
Longevity	2,700	2,730	2,730	0
Workers compensation	2,028	2,028	1,683	345
Employee life insurance	126	126	115	11
Hospitalization	19,320	19,320	17,582	1,738
Public employees retirement	15,273	15,273	11,393	3,880
Medicare	1,307	1,307	0	1,307
Eye care	307	307	280	27
Total personal services	6,762,581	6,789,509	6,687,560	101,949
Materials and supplies				
Operating supplies	15,000	15,450	14,463	987
Photography supplies	600	600	357	243
Vehicle fuel	33,000	44,999	38,715	6,284
Total materials and supplies	48,600	61,049	53,535	7,514
Vehicle maintenance and repair	0	41,100	25,263	15,837
Contractual services	5,000	5,900	4,216	1,684
All other expenditures				
Dues and subscriptions	3,000	3,000	2,983	17
Legal advertising	0	800	580	220
Travel and transportation	3,000	3,000	2,967	33
Postage and mailing	600	1,600	610	990
Copier and duplicator	500	2,000	1,005	995
Rentals and leases	2,400	5,400	2,776	2,624
Training	25,000	18,500	12,707	5,793

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Utilities-gas	33,000	40,500	37,843	2,657
Utilities-electricity	36,000	41,000	36,711	4,289
Utilities-telephone	12,000	15,600	12,089	3,511
Utilities-water	5,100	5,100	4,550	550
Radio and communications	1,000	1,000	670	330
Fire hydrant maintenance and repair	65,000	65,000	65,000	0
Total all other expenditures	186,600	202,500	180,491	22,009
Total fire	7,002,781	7,100,058	6,951,065	148,993
<b>Safety</b>				
Personal services				
Director	76,668	72,668	71,973	695
Sign shop vehicle maintenance officer	56,132	56,132	54,585	1,547
Local area network administrator	43,609	43,609	41,043	2,566
Custodian	32,810	32,810	31,950	860
Custodian I	35,500	35,500	33,411	2,089
Full-time housekeeper	101,645	95,120	73,777	21,343
Part-time housekeeper	27,700	19,700	19,478	222
Clerk-typist	53,000	53,000	50,559	2,441
Secretary	32,500	32,500	31,476	1,024
Overtime	13,000	29,384	29,384	0
Clothing allowance	700	700	700	0
Longevity	4,400	4,400	4,345	55
Hospital buy back	2,000	3,415	3,415	0
Workers compensation	10,450	10,450	9,062	1,388
Employee life insurance	910	910	628	282
Hospitalization	90,000	70,441	69,683	758
Public employees retirement	78,685	78,685	65,171	13,514
Medicare	6,734	6,734	4,744	1,990
Eye care	1,300	1,300	973	327
Total personal services	667,743	647,458	596,357	51,101
Materials and supplies				
Operating supplies	600	1,909	1,661	248
Total materials and supplies	600	1,909	1,661	248
All other expenditures				
Dues and subscriptions	200	201	201	0
Travel and transportation	30	29	29	0
Postage and mailing	520	641	635	6
Copier and duplicator	565	571	571	0
Total all other expenditures	1,315	1,442	1,436	6
Total safety	669,658	650,809	599,454	51,355
<b>Traffic lighting</b>				
Materials and supplies				
Operating supplies	20,000	35,202	35,167	35
Total materials and supplies	20,000	35,202	35,167	35
Contractual services	2,500	6,850	6,646	204
All other expenditures				
Dues and subscriptions	50	50	50	0
Copier and duplicator	50	50	45	5
Traffic lighting	65,000	65,000	37,670	27,330

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Total all other expenditures	65,100	65,100	37,765	27,335
Total traffic lighting	87,600	107,152	79,578	27,574
Communications center				
Personal services				
Communications center supervisor	50,550	50,250	47,990	2,260
Dispatcher	528,250	521,447	471,903	49,544
Overtime	50,000	50,000	49,292	708
Clothing allowance	3,200	2,800	2,800	0
Longevity	6,750	7,450	7,450	0
Hospital buy back	2,000	4,384	4,384	0
Workers compensation	11,000	11,645	11,645	0
Employee life insurance	1,500	1,500	798	702
Hospitalization	129,000	103,446	95,047	8,399
Public employees retirement	105,000	105,000	84,893	20,107
Medicare	9,000	7,080	5,762	1,318
Eye care	1,600	1,600	1,295	305
Total personal services	897,850	866,602	783,259	83,343
Materials and supplies				
Operating supplies	3,200	9,600	8,526	1,074
Total materials and supplies	3,200	9,600	8,526	1,074
Contractual services	5,880	4,880	4,240	640
All other expenditures				
Dues and subscriptions	83	183	162	21
Travel and transportation	25	25	0	25
Copier and duplicator	408	408	385	23
Rentals and leases	517	541	541	0
Training	200	76	0	76
Utilities-telephone	10,000	10,000	1,852	8,148
Refunds	0	1,000	100	900
Total all other expenditures	11,233	12,233	3,040	9,193
Total communications center	918,163	893,315	799,065	94,250

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Detention center				
Personal services				
Jail administrator	46,350	27,673	23,013	4,660
Corrections officer I	150,000	168,676	168,676	0
Corrections officer II	449,290	445,669	443,557	2,112
Corrections officer III	55,000	29,800	20,438	9,362
Part-time jail doctor	13,100	13,100	11,999	1,101
Part-time jail nurse	2,420	2,420	2,399	21
Overtime	32,000	55,620	55,620	0
Clothing allowance	9,000	13,814	12,564	1,250
Education bonus	0	6,000	6,000	0
Workers compensation	16,835	16,154	13,344	2,810
Employee life insurance	1,300	1,300	1,087	213
Hospitalization	112,000	110,227	110,225	2
Public employees retirement	126,000	126,000	105,901	20,099
Medicare	10,850	10,850	10,620	230
Eye care	1,500	1,500	1,402	98
Total personal services	<u>1,025,645</u>	<u>1,028,803</u>	<u>986,845</u>	<u>41,958</u>
Materials and supplies				
Operating supplies	18,500	19,185	17,973	1,212
Photography supplies	1,000	417	0	417
Total materials and supplies	<u>19,500</u>	<u>19,602</u>	<u>17,973</u>	<u>1,629</u>
Contractual services	10,000	10,000	4,989	5,011
All other expenditures				
Sustenance of prisoners	45,000	51,918	49,512	2,406
Uniform replacement	100	100	0	100
Dues and subscriptions	250	250	15	235
Travel and transportation	150	245	55	190
Postage and mailing	50	50	13	37
Copier and duplicator	500	1,125	1,125	0
Rentals and leases	200	200	0	200
Training	5,000	5,183	1,365	3,818
Total all other expenditures	<u>51,250</u>	<u>59,071</u>	<u>52,085</u>	<u>6,986</u>
Total detention center	<u>1,106,395</u>	<u>1,117,476</u>	<u>1,061,892</u>	<u>55,584</u>
Total security of persons and property	<u>18,643,742</u>	<u>18,396,615</u>	<u>17,834,893</u>	<u>561,722</u>
Public health and welfare				
Health district				
All other expenditures				
District health subsidy	265,531	265,531	265,531	0
Total all other expenditures	<u>265,531</u>	<u>265,531</u>	<u>265,531</u>	<u>0</u>
Total health district	<u>265,531</u>	<u>265,531</u>	<u>265,531</u>	<u>0</u>
Total public health and welfare	<u>265,531</u>	<u>265,531</u>	<u>265,531</u>	<u>0</u>

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Community environment				
Building department				
Personal services				
Commissioner	68,700	37,927	37,637	290
Members of the board	5,000	5,000	3,160	1,840
Inspector housing - building department	47,907	9,047	0	9,047
Inspector-electrical	47,907	50,707	49,001	1,706
Inspector-plumbing	47,907	47,907	46,906	1,001
Inspector-masonry	51,507	51,507	46,906	4,601
Inspector-carpenter	47,907	47,907	46,906	1,001
Clerk-typist	77,323	93,723	90,388	3,335
Secretary	32,000	41,300	38,079	3,221
Part-time secretary	2,800	2,800	2,699	101
Overtime	3,000	3,000	1,174	1,826
Sick leave bonus	9,600	9,600	0	9,600
Longevity	3,800	4,200	4,200	0
Hospital buy back	2,000	2,000	969	1,031
Workers compensation	9,508	9,508	7,498	2,010
Employee life insurance	570	570	508	62
Hospitalization	67,000	67,000	65,178	1,822
Public employees retirement	71,589	71,589	54,080	17,509
Medicare	6,015	6,015	4,851	1,164
Eye care	1,020	1,020	920	100
Total personal services	<u>603,060</u>	<u>562,327</u>	<u>501,060</u>	<u>61,267</u>
Materials and supplies				
Operating supplies	1,400	2,739	2,410	329
Photography supplies	2,000	280	0	280
Total materials and supplies	<u>3,400</u>	<u>3,019</u>	<u>2,410</u>	<u>609</u>
Maintenance of equipment and facilities	250	704	570	134
Contractual services	20,000	52,500	51,275	1,225
All other expenditures				
Dues and subscriptions	700	590	287	303
Legal advertising	100	631	599	32
Travel and transportation	150	0	0	0
Postage and mailing	6,500	11,959	3,743	8,216
Copier and duplicator	990	990	713	277
Rentals and leases	116	11	8	3
Training	1,000	428	125	303
Utilities-telephone	500	471	387	84
Refunds	1,000	2,514	2,476	38
Total all other expenditures	<u>11,056</u>	<u>17,594</u>	<u>8,338</u>	<u>9,256</u>
Total building department	<u>637,766</u>	<u>636,144</u>	<u>563,653</u>	<u>72,491</u>
Total community environment	<u>637,766</u>	<u>636,144</u>	<u>563,653</u>	<u>72,491</u>

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Leisure time activities				
Recreation				
Personal services				
Commissioner	62,929	62,929	62,532	397
Supervisor	51,917	54,379	54,379	0
Soccer supervisor	9,200	9,200	8,960	240
Park supervisor coordinator	56,181	56,181	53,593	2,588
Baseball director	7,500	7,500	6,500	1,000
Baseball assistant director	6,500	6,240	6,240	0
Baseball supervisor	37,000	27,680	27,680	0
Basketball director	2,000	2,800	2,200	600
Basketball scorer	3,000	3,000	2,105	895
Basketball coordinator	3,500	4,200	3,321	879
Basketball referee	4,900	5,400	5,076	324
Basketball director - class F	5,300	6,600	6,600	0
Director - umpire association	3,000	3,000	2,400	600
Volleyball director	2,800	2,800	2,380	420
Tennis director	2,500	2,700	2,700	0
Assistant tennis director	1,900	1,196	1,196	0
Part-time clerk	0	2,708	2,708	0
Clerk-typist	26,271	26,271	46,627	(20,356)
Laborer	130,000	109,911	107,987	1,924
Park laborer	50,000	40,066	31,187	8,879
Secretary	31,676	31,676	30,799	877
Baseball secretary I	2,000	1,803	1,803	0
Soccer director	6,250	6,250	5,408	842
Special equipment operator	41,476	41,476	28,079	13,397
Overtime	32,600	35,849	28,209	7,640
Clothing allowance	6,640	6,640	5,193	1,447
Longevity	5,750	5,750	5,750	0
Hospital buy back	1,000	1,000	0	1,000
Workers compensation	13,367	12,867	11,027	1,840
Employee life insurance	1,000	1,000	659	341
Hospitalization	69,334	76,906	76,905	1
Public employees retirement	100,642	100,642	85,217	15,425
Medicare	8,614	8,614	8,337	277
Eye care	1,143	1,143	1,088	55
Total personal services	787,890	766,377	724,845	41,532
Materials and supplies				
Operating supplies	25,000	41,151	40,659	492
Vehicle fuel	48,400	46,197	29,749	16,448
Total materials and supplies	73,400	87,348	70,408	16,940

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Contractual services	9,900	11,900	11,277	623
All other expenditures				
Dues and subscriptions	300	300	60	240
Legal advertising	1,450	1,250	1,238	12
Travel and transportation	500	50	50	0
Postage and mailing	2,500	2,500	2,263	237
Outside printing	35	13	13	0
Copier and duplicator	3,200	3,200	3,193	7
Rentals and leases	7,400	7,400	6,341	1,059
Utilities-electricity	54,000	49,000	41,330	7,670
Utilities-telephone	3,000	3,300	3,273	27
Utilities-water	800	16	16	0
Refunds	300	496	386	110
Total all other expenditures	<u>73,485</u>	<u>67,525</u>	<u>58,163</u>	<u>9,362</u>
Total recreation	<u>944,675</u>	<u>933,150</u>	<u>864,693</u>	<u>68,457</u>
Concessions				
Personal services				
Chief cashier	14,000	12,621	12,621	0
Snack bar clerk	24,000	26,137	26,137	0
Overtime	1,000	2,400	2,196	204
Workers compensation	884	884	848	36
Employee life insurance	50	50	0	50
Public employees retirement	6,600	6,840	5,801	1,039
Medicare	571	593	593	0
Total personal services	<u>47,105</u>	<u>49,525</u>	<u>48,196</u>	<u>1,329</u>
Materials and supplies				
Operating supplies	55,000	64,144	60,047	4,097
Total materials and supplies	<u>55,000</u>	<u>64,144</u>	<u>60,047</u>	<u>4,097</u>
Total concessions	<u>102,105</u>	<u>113,669</u>	<u>108,243</u>	<u>5,426</u>
Skating rink				
Personal services				
Rink manager and concessions supervisor	50,854	50,854	50,150	704
Assistant rink manager	29,948	35,192	35,192	0
Figure skating instructor	5,974	5,974	5,239	735
Figure skating assistant instructor	10,000	10,000	9,216	784
Cashier	4,700	0	0	0
Rink guard	19,442	19,442	15,309	4,133
Overtime	1,655	4,655	3,945	710
Workers compensation	2,753	2,753	2,130	623
Employee life insurance	66	66	57	9
Hospitalization	4,261	4,467	4,465	2
Public employees retirement	20,733	20,874	17,702	3,172
Medicare	1,751	1,751	1,654	97
Eye care	67	67	48	19
Total personal services	<u>152,204</u>	<u>156,095</u>	<u>145,107</u>	<u>10,988</u>

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	10,000	12,355	10,955	1,400
Total materials and supplies	10,000	12,355	10,955	1,400
Contractual services	8,500	8,500	6,051	2,449
All other expenditures				
Rentals and leases	800	852	777	75
Utilities-gas	20,000	20,000	15,485	4,515
Utilities-electricity	60,000	98,400	91,471	6,929
Utilities-telephone	2,000	2,000	613	1,387
Utilities-water	7,000	7,000	5,801	1,199
Refunds	100	100	33	67
Total all other expenditures	89,900	128,352	114,180	14,172
Total skating rink	260,604	305,302	276,293	29,009
Swimming pools				
Personal services				
Superintendent of pools	9,100	8,499	8,499	0
Pool manager	14,000	12,528	12,528	0
Coach - swim team	2,350	1,875	1,875	0
Assistant pool manager	13,500	9,363	9,363	0
Cashier	16,000	15,909	15,908	1
Part-time clerk	8,000	5,053	5,053	0
Life guard and water safety instructor	87,000	86,631	86,631	0
Overtime	5,000	3,303	3,303	0
Workers compensation	3,373	3,317	2,794	523
Public employees retirement	25,401	25,401	16,643	8,758
Medicare	2,174	2,174	2,080	94
Total personal services	185,898	174,053	164,677	9,376
Materials and supplies				
Operating supplies	10,000	21,061	19,799	1,262
Total materials and supplies	10,000	21,061	19,799	1,262
Contractual services	1,000	0	0	0
All other expenditures				
Utilities-gas	13,000	16,000	7,918	8,082
Utilities-electricity	16,000	12,500	11,732	768
Utilities-telephone	2,000	1,500	1,500	0
Utilities-water	13,000	11,500	11,330	170
Refunds	100	0	0	0
Total all other expenditures	44,100	41,500	32,480	9,020
Total swimming pools	240,998	236,614	216,956	19,658

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Sixty plus				
Personal services				
Escort and outreach coordinator	0	500	0	500
Director	49,706	41,706	40,890	816
Financial record keeper	20,832	16,895	14,770	2,125
Senior citizen coordinator	30,799	30,799	30,799	0
Assistant program coordinator	29,329	30,220	29,887	333
Senior citizen supervisor	5,655	5,674	5,674	0
Full-time bus driver	19,871	18,590	17,658	932
Part-time bus driver	16,393	8,393	7,695	698
Part-time housekeeper	11,856	12,172	12,172	0
Overtime	0	3,989	3,989	0
Longevity	3,600	3,600	2,500	1,100
Hospital buy back	2,000	2,000	853	1,147
Workers compensation	4,275	4,275	3,811	464
Employee life insurance	304	304	256	48
Hospitalization	42,439	35,439	34,646	793
Public employees retirement	32,193	27,193	22,577	4,616
Medicare	2,755	2,755	1,904	851
Eye care	612	612	525	87
Total personal services	<u>272,619</u>	<u>245,116</u>	<u>230,606</u>	<u>14,510</u>
Materials and supplies				
Operating supplies	1,200	1,600	1,193	407
Photography supplies	50	50	0	50
Vehicle fuel	1,000	1,000	209	791
Total materials and supplies	<u>2,250</u>	<u>2,650</u>	<u>1,402</u>	<u>1,248</u>
Maintenance of equipment and facilities	150	150	79	71
All other expenditures				
Travel and transportation	200	200	0	200
Postage and mailing	600	400	0	400
Copier and duplicator	800	600	485	115
Rentals and leases	50	50	0	50
Total all other expenditures	<u>1,650</u>	<u>1,250</u>	<u>485</u>	<u>765</u>
Total sixty plus	<u>276,669</u>	<u>249,166</u>	<u>232,572</u>	<u>16,594</u>
Total leisure time activities	<u>1,825,051</u>	<u>1,837,901</u>	<u>1,698,757</u>	<u>139,144</u>

City of Parma, Ohio  
Statement of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
General Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Capital outlay	0	34,587	34,529	58
Debt service				
Principal retirement	0	750,000	750,000	0
Interest and fiscal charges	0	16,500	16,050	450
Total debt service	0	766,500	766,050	450
Total expenditures	34,382,788	34,567,340	33,306,287	1,261,053
Excess of revenues over (under) expenditures	1,771,342	4,026,363	6,139,449	2,113,086
Other financing sources (uses)				
Advances - in	250,000	205,000	250,591	45,591
Advances - out	(150,000)	(965,000)	(957,538)	7,462
Operating transfers - in	110,000	110,000	83,216	(26,784)
Operating transfers - out	(3,673,000)	(3,714,269)	(3,565,856)	148,413
Total other financing sources (uses)	(3,463,000)	(4,364,269)	(4,189,587)	174,682
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,691,658)	(337,906)	1,949,862	2,287,768
Fund balance at beginning of year	2,450,458	2,450,458	2,450,458	0
Prior year encumbrances appropriated	76,016	76,016	76,016	0
Fund balance (deficit) at end of year	834,816	2,188,568	4,476,336	2,287,768

City of Parma, Ohio  
Statement of Fund Net Assets  
Proprietary Funds  
December 31, 2003

	Business - Type Activity - Golf Course	Governmental Activities - Internal Service Funds
	<u>                    </u>	<u>                    </u>
Assets		
Current assets		
Cash and cash equivalents	\$ 274,777	1,167,262
Cash and cash equivalents in segregated accounts	7,539	0
Accrued interest receivable	2,165	13,581
Due from other funds	0	1,565,414
Materials and supplies inventory	24,766	0
Total current assets	<u>309,247</u>	<u>2,746,257</u>
Non-current assets		
Capital assets, nondepreciable	1,078,077	0
Capital assets, depreciable, net	530,694	0
Total non-current assets	<u>1,608,771</u>	<u>0</u>
Total assets	<u>1,918,018</u>	<u>2,746,257</u>
Liabilities		
Current liabilities		
Accounts payable	11,620	10,468
Claims and judgements payable	0	718,589
Accrued wages and benefits	2,258	1,742
Compensated absences payable	47,706	2,297
Interfund payable	0	100,000
Due to other governments	6,125	1,798
Accrued interest payable	1,248	7,109
Notes payable	100,000	0
Capital lease - current portion	30,397	0
Bonds payable - current portion	0	101,934
Total current liabilities	<u>199,354</u>	<u>943,937</u>
Long-term liabilities		
Capital leases	82,817	0
Bonds payable	0	1,463,480
Total long-term liabilities	<u>82,817</u>	<u>1,463,480</u>
Total liabilities	<u>282,171</u>	<u>2,407,417</u>
Net assets		
Invested in capital assets, net of related debt	1,395,557	0
Unrestricted	240,290	338,840
Total net assets	<u>\$1,635,847</u>	<u>338,840</u>

See accompanying notes to the basic financial statements

City of Parma, Ohio  
Statement of Revenues,  
Expenses, and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2003

	<u>Business Type Activity - Golf Course</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating revenues		
Charges for services	\$ 676,189	4,773,777
Other	<u>431,647</u>	<u>0</u>
Total operating revenues	<u>1,107,836</u>	<u>4,773,777</u>
Operating expenses		
Personal services	504,376	154,758
Contractual services	15,933	44,385
Claims	0	4,368,214
Materials and supplies	414,257	200,594
Depreciation	85,031	0
Capital outlay	<u>12,946</u>	<u>0</u>
Total operating expenses	<u>1,032,543</u>	<u>4,767,951</u>
Operating income	<u>75,293</u>	<u>5,826</u>
Other non-operating revenues (expenses)		
Interest income	5,205	7,395
Interest and fiscal charges	<u>(7,644)</u>	<u>(90,575)</u>
Total non-operating revenues (expenses)	<u>(2,439)</u>	<u>(83,180)</u>
Income (Loss) before transfers	72,854	(77,354)
Transfers - in	<u>0</u>	<u>365,000</u>
Change in net assets	72,854	287,646
Net assets at beginning of year - restated	<u>1,562,993</u>	<u>51,194</u>
Net assets at end of year	<u>\$ 1,635,847</u>	<u>338,840</u>

See accompanying notes to the basic financial statements

City of Parma, Ohio  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2003

	Business Type Activity - <u>Golf Course</u>	Governmental Activities - Internal <u>Service Funds</u>
Increase (Decrease) in Cash and Cash Equivalents		
Cash Flows from Operating Activities:		
Cash received from customers	\$676,189	0
Cash received from quasi-external operating transactions with other funds	0	4,868,430
Other operating revenues	431,647	0
Cash payments for other operating expenses	(228,943)	(191,898)
Cash payments to suppliers for goods and services	(176,813)	(274)
Cash payments for claims	0	(4,693,953)
Cash payments for employee services and benefits	(509,955)	(151,559)
Cash payments for contractual services	(15,933)	(61,422)
Cash payments for capital outlay	<u>(12,946)</u>	<u>0</u>
Net cash provided by (used in) operating activities	<u>163,246</u>	<u>(230,676)</u>
Cash Flows from Noncapital Financing Activities:		
Advance - in	0	0
Advance - out	0	0
Transfer - in	0	365,000
Transfer - out	0	(185,873)
Interest paid on bonds	<u>0</u>	<u>0</u>
Net cash provided by noncapital financing activities	<u>0</u>	<u>179,127</u>
Cash Flows from Capital and Related Financing Activities:		
Proceeds of notes	100,000	0
Note repayment	(190,000)	0
Note interest	(3,092)	0
Principal lease payment	(30,672)	0
Interest paid on lease	<u>(6,717)</u>	<u>0</u>
Net cash used in capital and related financing activities	<u>(130,481)</u>	<u>0</u>
Cash Flows from Investing Activities:		
Interest	<u>4,461</u>	<u>6,697</u>
Cash provided by investing activities	<u>4,461</u>	<u>6,697</u>
Net (decrease) in cash and cash equivalents	37,226	(44,852)
Cash and cash equivalents beginning of year	<u>245,090</u>	<u>1,212,114</u>
Cash and cash equivalents end of year	<u><u>282,316</u></u>	<u><u>1,167,262</u></u>

(continued)

See accompanying notes to the basic financial statements

City of Parma, Ohio  
Statement of Cash Flows  
Proprietary Funds - continued  
For the Year Ended December 31, 2003

	<u>Business Type Activity - Golf Course</u>	<u>Governmental Activities - Internal Service Funds</u>
Reconciliation of operating income to net cash used in operating activities		
Operating income	75,293	5,826
Adjustments to reconcile operating income to net cash used in operating activities:		
Depreciation	85,031	0
Change in assets and liabilities:		
Decrease in due from others	0	94,653
Increase in inventory	(3,603)	0
Increase/(Decrease) in accounts payable	11,620	(7,062)
Increase in accrued wages and benefits	546	465
Increase/(Decrease) in compensated absences payable	(8,762)	1,956
Increase/(Decrease) in due to other governments	3,121	(775)
(Decrease) in claims payable	<u>0</u>	<u>(325,739)</u>
Net cash provided by (used in) operating activities	<u>\$163,246</u>	<u>(230,676)</u>

See accompanying notes to the basic financial statements.

City of Parma, Ohio  
Statement of Fiduciary Assets and Liabilities  
Agency Funds  
December 31, 2003

	<u>Total Agency Funds</u>
<b>Assets</b>	
Equity in pooled cash and cash equivalents	\$ 737,250
Cash and cash equivalents in segregated accounts	14,799
Cash and cash equivalents with fiscal and escrow agents	492,596
Due from other governments	<u>342,987</u>
Total assets	<u><u>\$1,587,632</u></u>
<b>Liabilities</b>	
Due to others	\$ 342,987
Due to other governments	10,747
Deposits held and due to others	<u>1,233,898</u>
Total liabilities	<u><u>\$ 1,587,632</u></u>

See accompanying notes to the basic financial statements

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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**NOTE 1 - DESCRIPTION OF CITY OPERATIONS AND REPORTING ENTITY**

**The City:** The City of Parma, Ohio (the “City”) is a political subdivision of the State of Ohio operated pursuant to state statute. The City was originally established as a township in 1826, incorporated as a village in 1924, and organized as a city in 1931. The City is organized as a Mayor/Council form of government. The Mayor, Council, Auditor, Treasurer and Law Director are elected, as are three Municipal Court Judges and a Clerk of Courts. The mayoral election was held in November 2003 and the new mayor took office in January of 2004.

**Reporting Entity:**

In evaluating how to define the governmental reporting entity, the City complies with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, under which the financial statements include all the organizations, activities, functions, and component units for which the City (“primary government”) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit’s board, and either (1) the City’s ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

On this basis, the City’s financial reporting entity has no component units but includes in its financial statements the financial activities of all departments, agencies, boards and commissions that are part of the primary government, including police and fire protection, parks and recreation, health, certain social services and general administrative services. In addition, the City owns and operates one enterprise activity, a municipal golf course.

The Parma Municipal Court has been included in the City's financial statements as an agency fund. The Clerk of Courts is an elected City official who has a fiduciary responsibility for the collection and distribution of the court fees and fines.

The City is associated with certain organizations which are identified as jointly governed organizations; however, the City has no ongoing financial interest or responsibility. These organizations are presented in Note 16 to the basic financial statements. These organizations are:

Parma Community General Hospital Association  
Southwest Council of Governments

The City is also associated with the Parma Community Improvement Corporation (PCIC). The PCIC is a not-for-profit corporation which was founded in 1996. The five-member board, which consists of two members appointed by the City and three local residents, promotes industrial, commercial, distribution and research activities within the City. The PCIC has been excluded from the reporting entity.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements as of December 31, 2003 and for the year then ended have been prepared in conformity with accounting principles generally accepted in the United States of America (“GAAP”) applicable to local governments. The Governmental Accounting Standards Board (“GASB”) is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB’s Codification of Governmental Accounting and Financial Reporting Standards (“GASB Codification”). Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, the City complies with GASB guidance applicable to its governmental and business-type activities. The City also complies with Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued after November 30, 1989 to its governmental and business type activities and to its proprietary funds that do not conflict with or contradict GASB pronouncements. The most significant of the City’s accounting policies are described below.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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**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 position.

**Government-wide financial statements** consist of a statement of net assets and a statement of activities. These statements report all of the assets, liabilities, revenues, expenses, and gains and losses of the City. Governmental activities are reported separately from business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenues whereas business-type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. Fiduciary funds of the City are not included in these government-wide financial statements.

Interfund receivables and payables and bonds and notes issued by the City and held by the City as investments within governmental and business-type activities have been eliminated in the government-wide statement of net assets. Related interest amounts are eliminated in the government-wide statement of activities. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business-type activities total column.

Internal service fund balances, whether positive or negative, have been eliminated against the expenses and program revenues shown in the governmental activities statement of activities.

The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions, including special assessments that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues, including all taxes, are presented as general revenues. General revenues identify the extent to which each governmental program or business activity 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 and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Internal service funds are combined and the totals are 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 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 balances. The following are the

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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City's major governmental funds:

**General Fund** – The General Fund is the primary operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in other funds. Its revenues consist primarily of income and property taxes, investment earnings, shared revenues, charges for services, and licenses, fees, and fines.

General Fund expenditures represent the costs of legislative and executive (general government); security of persons and property (including police and fire); public health and welfare; transportation, community environment, basic utility services, and leisure time activities. General Fund resources are also transferred annually to support other services which are accounted for in other separate funds.

**Debt Service Fund** – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

**City Income Tax Capital Acquisition Fund** – The City Income Tax Capital Acquisition Fund is used to account for the portion of the City's income tax to be used for the acquisition and maintenance of capital assets.

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

**Proprietary Funds** – Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

**Enterprise Funds** - The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City has one major enterprise fund.

**Municipal Golf Course** – The Municipal Golf Course fund is used to account for the financial activities of the Ridgewood Municipal Golf Course.

**Internal Service Funds** - The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments or to other governments on a cost-reimbursement basis. The City's internal service funds report on liability insurance, medical insurance and worker's compensation.

**Fiduciary Funds** – Fiduciary funds reporting focuses on net assets and changes in net assets. Private-purpose trust funds are used to account for trust arrangements which benefit individuals, private organizations, or other governments. For accounting measurement purposes, the private-purpose trust funds are accounted for in essentially the same manner as proprietary funds. During 2003, the City did not utilize any private-purpose trust funds. Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. For accounting measurement purposes, the agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. Other fiduciary funds include pension trust funds and investment trust funds. During 2003, the City did not utilize any such trust funds. Fiduciary funds are not included in the government-wide statements.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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**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 (i.e., revenues) and decreases (i.e., 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 government funds.

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 net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

**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 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. Available period for the City is thirty-one days after year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned.

Revenue from property taxes is recognized in the year for which the taxes are levied (see Note 10).

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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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), fees, fines and forfeitures, licenses and permits, interest, and grants and entitlements.

*Deferred Revenue*

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

Property taxes for which there is an enforceable legal claim as of December 31, 2003, but which were levied to finance year 2004 operations, have been recorded as deferred revenue. Special assessments not received within the available period and 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.

*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. ***Budgetary Procedures***

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment through the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. For the Parma Public Housing Agency, the City maintained a budget only for salary and fringe benefit costs. However, all activity has been included as part of the reporting entity in the combined schedules prepared in accordance with GAAP.

The legal level of budgetary control is at the detail object level (personal services, other expenditures and capital outlay) within each department. Any budgetary modifications at this level may only be made by resolution of the City Council.

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

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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December 31 of the following year.

The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenues. As part of this determination, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation ordinance.

On or about January 1, the certificate of estimated resources is amended to include any unencumbered balances at December 31 of the preceding year. Upon a determination by the Auditor that the revenue to be collected by the City will be greater or less than the amount included in the official certificate, the Auditor shall certify the amount of the excess or deficiency to the County Budget Commission, and if it is deemed reasonable by the Commission, the County Budget Commission shall certify an amended official certificate reflecting the deficiency or excess. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2003.

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period from January 1 to March 31. The annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the fund, department and detail object level (personal services, other expenditures, and capital outlay). The appropriation ordinance may be amended during the year as new information becomes available provided that total fund appropriations do not exceed current estimated resources, as certified.

Funds appropriated may not be expended for purposes other than those designated in the appropriation measure. The allocation of appropriations among departments and major objects within a fund may be modified during the year only by an ordinance of Council. During the year, several supplemental appropriation measures were passed. None of these supplemental appropriations had any significant effect on the original appropriations. The "original budget" designation which appears in the statements of budgetary comparisons represents the original budget amounts adopted in the annual appropriation ordinance; the "final budget" designation represents the budget amount including all amendments and modifications passed by Council during the year.

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation, and to determine and maintain legal compliance.

The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the fund financial level, encumbrances outstanding at year-end are reported as reservations of fund balances for subsequent year expenditures for governmental funds and reported in the notes to the basic financial statements for proprietary funds.

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

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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While 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 Statements of Revenue, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual – General Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are identified as follows:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures/Expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, encumbrances are recorded as the equivalent of an expenditure (budget basis) as opposed to a reservation of fund balance for Governmental Funds.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance

	General
GAAP basis	\$ 4,384,614
Increase (decrease) due to:	
Revenue accruals	(331,876)
Expenditure accruals	(1,961,994)
Outstanding encumbrance	(140,882)
Budget basis	\$ 1,949,862

**F. *Other Significant Accounting Policies***

***Cash and Cash Equivalents:*** Cash resources of certain individual funds are combined to form a pool of cash and investments which is managed by the City Treasurer. Investments in the Pooled Cash Account, consisting of certificates of deposit, repurchase agreements, U.S. government securities, StarOhio and time deposits, are carried at fair value (see Note 3) based on quoted market values. Interest earned on pooled cash and investments is distributed to the appropriate funds utilizing a formula based on the month-end balance of cash and investments of each fund.

Cash equivalents are defined as highly liquid investments with a maturity of three months or less at the time they are purchased by the City.

***Investments:*** The City reports its investments at fair value based on quoted market values and recognizes the corresponding change in the fair value of the investments recorded in investment earnings in the year in which the change occurs. The City reports its investment in StarOhio at fair market value as of the date of the StarOhio statement.

***Prepaid Items:*** Payments made to vendors for services that will benefit periods beyond December 31, 2003, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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

**Capital Assets:** Capital assets, which include property, plant, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements to the extent the City's capitalization threshold is met. The City defines capital assets as assets with an estimated useful life in excess of 5 years and an individual cost of more than \$5,000. Assets are recorded at historical cost or estimated historical cost, if historical cost is not available. Contributed fixed assets are recorded at their estimated fair market value on the date contributed.

As permitted under the implementation provisions of GASB Statement No. 34, the historical cost of infrastructure assets acquired, significantly reconstructed or that received significant improvements prior to January 1, 1980 have not been included as part of governmental capital assets in the government-wide financial statements. The City will include infrastructure assets placed in service after January 1, 1980 but prior to January 1, 2003 in the government-wide financial statements as permitted under the implementation provisions of GASB Statement No. 34. There were no infrastructure assets placed in service after December 31, 2002 which met the City's capitalization threshold.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets.

Costs for maintenance and repairs are expensed when incurred. However, costs for repairs and upgrades that materially add to the value or life of an asset and meet the above criteria are capitalized.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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The City depreciates capital assets on a straight-line basis using the following estimated useful lives:

Description	Estimated Lives
Land	Not depreciated
Land improvements	10 – 20 years
Buildings	70 years
Equipment and vehicles	10 years for governmental activities 15 years for business-type activities
Computer software	15 years
Infrastructure	5 – 50 years

**Compensated Absences:** The liability for compensated absences is based on GASB Statement No. 16, "Accounting for Compensated Absences."

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Normally, all vacation time is to be taken in the year available.

Sick days not taken may be accumulated until retirement. An employee is paid one-third of accumulated sick leave upon retirement, calculated at current wage rates, with the balance being forfeited. Sick leave benefits are accrued as a liability using the vesting method. The City uses the vesting method to calculate its sick leave liability. Under this method, a liability for severance is based on sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments according to City union agreements.

In the government-wide and proprietary funds financial statements, the entire amount of unpaid compensated absences is reported as a liability. A liability for compensated absences is accrued in the governmental funds only if the amount is currently due and payable at year-end. These amounts are recorded as accrued wages and benefits in the fund from which the employees who have accumulated leave are paid. The remaining portion of the liability is not reported in the governmental funds.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid.

**Long-Term Obligations:** In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Losses on advance refundings are deferred and amortized over the life of the new debt, or the life of the advance refunded debt, whichever is shorter. Bonds payable are reported net of the applicable unamortized bond premium, discount or advance refunding losses. Bond issuance costs are reported as other assets and amortized over the term of the related debt.

In the governmental fund financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized as revenues or expenditures during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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sources while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as other financing uses.

**Fund Balances/Reserves:** In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Reservations include amounts for open encumbrances, pre-encumbrances, inventory and loans receivable. Designations of fund balances represent tentative management plans that are subject to change.

**Grants and Other Intergovernmental Revenues:** Grants and assistance awards made on the basis of entitlement programs are recorded as intergovernmental receivables and revenues when entitlement occurs. Reimbursement type grants are recorded as intergovernmental receivables and revenues when the related expenditures (expenses) are incurred. The City accounts for loans receivable related to the Community Development Block Grants as a reservation of fund balance in the fund financial statements to the extent that these loans do not have to be repaid to the Federal government. Loans receivable deemed uncollectible are included in the allowance for doubtful accounts. The loan proceeds are earmarked for future reprogramming under federal guidelines and are not available to fund current operating expenditures of the City.

**Encumbrances:** Encumbrance accounting is employed in all City funds with the exception of Parma Public Housing. As part of the City's formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Encumbrances outstanding at year-end are reported as a reservation of fund balances in the fund financial statements since they do not constitute expenditures or liabilities and are carried forward to the next fiscal year.

**Interfund Transactions:** During the course of normal operations, the City has numerous transactions between funds, including the allocation of centralized expenses and transfers of resources to provide services, construct assets and service debt. Such transactions are generally reflected as operating transfers or direct expenses of the fund that is ultimately charged for such costs. Quasi-external transactions are accounted for as revenues and expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. Operating transfers in do not equal operating transfers out because the City made transfers to Agency Funds during the current year.

**Operating Revenues and Expenses:** Operating revenues are those that are generated directly from the primary activity of the proprietary funds. For the City, those revenues are charges for services for the golf course. Operating expenses are necessary costs incurred to provide the service for the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as non-operating.

**Net Assets:** Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consisted 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 or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted for other purposes include: \$12,605. Net assets restricted for other purposes include loans under the Community Development Block Grant program. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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**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. Neither type of transaction occurred during 2003.

**Statement of Cash Flows:** The City utilizes the direct method of reporting cash flows from operating activities in the Statement of Cash Flows as defined by the GASB Statement No. 9 “*Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting*”. In the statement of cash flows, cash receipts and cash payments are classified according to operating, noncapital financing, capital and related financing, and investing activities.

**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.

### NOTE 3 - POOLED AND SEGREGATED CASH AND INVESTMENTS

Except for monies of the Parma Public Housing Agency and the Parma Municipal Court, whose depository accounts are presented as “Cash and cash equivalents in segregated accounts” or as “Cash and cash equivalents with fiscal and escrow agents”, monies of all other funds of the City are maintained or invested in a common group of bank accounts. Collectively these common bank accounts and investments are presented as “Equity in pooled cash and cash equivalents” on the statement of net assets. Individual fund integrity is maintained through the City’s accounting records.

Certain funds have made cash disbursements in excess of their individual equities in the pooled cash accounts. Such amounts have been classified as due to other funds and due from other funds between the General Fund and the respective funds that have made disbursements in excess of their individual equities in the pooled cash accounts.

**Deposits:** Ohio law requires that deposits be placed in eligible banks or building and loan associations located in Ohio.

GASB Statement No. 3, “*Deposits with Financial Institutions, Investments (Including Repurchase Agreements) and Reverse Repurchase Agreements*”, requires the City to categorize its deposits into one of three categories:

Category 1: Insured or collateralized with securities held by the entity or by its agent in the entity’s name.

Category 2: Collateralized with securities held by pledging financial institution’s trust department or agent in the entity’s name.

Category 3: Uncollateralized (this includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the entity’s name).

At year end, the carrying amount of the City’s deposits including certificates of deposit was \$3,212,572 and the actual bank balance totaled \$3,769,964. The difference represents outstanding warrants payable and normal reconciling items. Based on the criteria described in GASB Statement No. 3, \$786,539 of the bank balance was insured or collateralized with securities held by the City or by its agent in the City’s name. The remaining balance of \$2,983,425 was uninsured and uncollateralized, as defined by the GASB, (which includes any bank balance that is collateralized with securities held by the pledging financial institution or by its trust department but not in the City’s name).

**Investments:** The City’s investment policies are governed by state statutes and City ordinances which authorize the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities; bonds and other State of Ohio obligations; certificates of deposit; U.S. Government Money Market Mutual Funds; State Treasurer Asset Reserve Fund (STAROhio); guaranteed investment contracts and repurchase transactions. Such repurchase transactions must be

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

purchased from financial institutions as discussed in “Deposits” above or registered broker/dealers. Repurchase transactions are not to exceed a period of one year and confirmation of securities pledged must be obtained. Under City policy, investments are limited to repurchase agreements, U.S. government securities, certificates of deposit, investments in certain money market mutual funds and State Treasurer Asset Reserve Fund (StarOhio). Generally, investments are recorded in segregated accounts by way of book entry through the bank’s commercial or trust department and are kept at the Federal Reserve Bank in the depository institution’s separate custodial account for the City, apart from the assets of the depository institution. Ohio statute prohibits the use of reverse repurchase agreements as of September 1996.

Investment securities are exposed to various risks such as interest rate, market and credit. Market values of securities fluctuate based on the magnitude of changing market conditions, therefore, significant changes in market conditions could materially affect portfolio value.

GASB Statement No. 3 requires the City to categorize its deposits and investments into one of three categories:

Category 1: includes insured or registered, or securities held by the City or its agent in the City’s name;

Category 2: includes uninsured and unregistered, with securities held by the counterparty’s trust department or agent in the City’s name and;

Category 3: includes uninsured and unregistered, with securities held by the counterparty or its trust department or agent but not in the City’s name.

The categorized investments shown in the following table include those which are classified as cash equivalents in accordance with the provisions of GASB Statement No. 9:

	<u>Category 1</u>	<u>Category 3</u>	<u>Carrying Amount</u>	<u>Fair Value</u>
Victory Federal Mutual Funds	-	-	48,629	48,629
STAR Ohio	-	-	2,785,497	2,785,497
Money Market Accounts	-	-	5,454,217	5,454,217
FHLB	-	2,249,750	2,249,750	2,249,750
FNMA	-	758,033	758,033	758,033
Municipal Bonds	32,000	-	32,000	32,000
	<u>\$32,000</u>	<u>3,007,783</u>	<u>11,328,126</u>	<u>11,328,126</u>

During 2003, investments were limited to federal agency securities, repurchase agreements, manuscript bonds, STAR Ohio, Victory Federal Mutual Funds, and non-negotiable certificates of deposit.

Except for non-participating investment contracts, investments are reported at fair value.

STAR Ohio is an investment pool created pursuant to Ohio statutes and managed by the Treasurer of the State of Ohio which allows governments within the state to pool their funds for investment purposes. Investments in STAR Ohio are valued at STAR Ohio’s share price, which is the price the investment could be sold for on December 31, 2003. STAR Ohio is not registered with the SEC as an investment company, but does not operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940.

The fair value of the mutual fund is determined by the fund’s December 31, 2003, share price. Non-participating investment contracts include non-negotiable certificates of deposit which are reported at cost. Amounts invested with

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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STAROhio, mutual funds, in a collective pool and in guaranteed investment contracts are not classified by risk categories because they are not evidenced by securities that exist in physical or book entry form as defined by GASB Statement No. 3.

***Reconciliation to Financial Statements:***

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. Cash and equivalents are defined as investments with an original maturity of three months or less. Reconciliation between the classification of cash and investments on the basic financial statements and the classifications per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents	Investments
GASB Statement No. 9	\$14,540,698	\$0
Investments:		
Victory Federal Mutual Funds	(48,629)	48,629
STAR Ohio	(2,785,497)	2,785,497
Money Market Accounts	(5,454,217)	5,454,217
Federal Home Loan Bank	(2,249,750)	2,249,750
Federal National Mortgage Association	(758,033)	758,033
Municipal Bonds	(32,000)	32,000
GASB Statement No. 3	\$3,212,572	\$11,328,126

**NOTE 4 – LONG-TERM DEBT**

A schedule of the changes in bonds and other long-term obligations of the City during the year ended December 31, 2003 can be found in Note 21 of the Notes to the Basic Financial Statements.

All bonds are secured by the full faith and credit of the City. Such bonds and notes are payable from ad valorem property taxes levied within the limitations provided by law, irrespective of whether such bonds or notes are secured by other receipts of the City in addition to such ad valorem property taxes.

Special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner fails to pay the assessment, payment would be made by the City. General obligations bonds, with the exception of the internal service fund various purpose bonds, will be paid from the general bond retirement debt service fund. The OPWC and OWDA loans will be repaid from the debt service fund. The police and firemen’s pension liability will be paid from levied taxes in the police and fire special revenue fund, and the law enforcement special revenue fund. Compensated absences will be paid from the fund from which the employees’ salaries are paid. The capital leases will be paid from the city income tax capital acquisitions fund, municipal golf course enterprise fund and other governmental funds.

The City’s overall legal debt margin was \$149,792,986 at December 31, 2003. Principal and interest requirements to retire the City’s special assessment bonds, general obligation bonds, police and firemen’s pension liability, OPWC loans and OWDA loans payable at December 31, 2003 are as follows:

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
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**Governmental Activities**

	<u>General Obligation Bonds</u>		<u>Special Assessment Bonds</u>		<u>Police and Firemen's Pension</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2004	\$ 1,190,000	\$ 1,099,850	\$ 161,236	\$ 109,490	\$ 25,117	\$ 5,085
2005	1,235,000	1,049,820	171,780	104,745	26,195	4,007
2006	1,050,000	996,940	161,203	95,822	27,320	2,881
2007	1,090,000	952,540	146,642	87,937	28,494	1,708
2008	1,140,000	905,137	152,099	81,068	18,745	484
2009-2013	5,800,000	3,703,375	373,006	312,345	-	-
2014-2018	5,335,000	2,355,623	1,077,064	117,992	-	-
2019-2023	5,615,000	1,048,030	26,241	1,255	-	-
2024	840,000	42,000	-	-	-	-
	<u>\$ 23,295,000</u>	<u>\$12,153,315</u>	<u>\$ 2,269,271</u>	<u>\$ 910,654</u>	<u>\$ 125,871</u>	<u>\$ 14,165</u>

	<u>Ohio Water</u>		<u>Ohio Public Works</u>		<u>Total</u>	
	<u>Development Loans</u>		<u>Commission Loans</u>		<u>Principal</u>	<u>Interest</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>		
2004	\$ 106,897	\$ 77,415	\$ 87,613	\$ -	\$ 1,570,863	\$ 1,291,840
2005	220,406	148,218	175,226	-	1,828,607	1,306,790
2006	229,525	139,098	175,226	-	1,643,274	1,234,741
2007	239,023	129,600	175,226	-	1,679,385	1,171,785
2008	248,914	119,710	175,226	-	1,734,984	1,106,399
2009-2013	1,423,095	439,988	876,131	-	8,472,232	4,455,708
2014-2018	1,362,663	130,779	737,624	-	8,512,351	2,604,394
2019-2023	3,917	76	93,618	-	5,738,776	1,049,361
2024	-	-	-	-	840,000	42,000
	<u>\$ 3,834,440</u>	<u>\$ 1,184,884</u>	<u>\$ 2,495,890</u>	<u>\$ -</u>	<u>\$ 32,020,472</u>	<u>\$ 14,263,018</u>

**Other Governmental Obligations**

**Capital Lease Arrangements:** The City has entered into leases for the acquisition of vehicles and equipment. These lease obligations meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards Number 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. For governmental funds, capital lease payments are reflected as debt service expenditures in the basic financial statements. In the enterprise fund, capital lease principal payments have been reclassified to reduce the liability and the interest payments have been reclassified as interest and fiscal charges expense.

The assets recorded by the City under capital leases were as follows as of December 31, 2003:

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>
Equipment	\$418,805	\$149,267
Vehicles	2,910,229	0
Software	739,000	0
Less: accumulated depreciation	<u>1,033,695</u>	<u>(19,902)</u>
Carrying value	<u><u>\$3,034,339</u></u>	<u><u>\$129,365</u></u>

**City of Parma, Ohio**  
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For the Year Ended December 31, 2003

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**Defeasance of Debt:** On August 15, 1995, the City of Parma issued \$3.9 million in General Obligation Bonds. Proceeds were used to defease \$3,500,000 of its 1990 various-purpose general obligation bonds scheduled to mature in 2011 by placing the proceeds of the new bond issue in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1990 series bonds. On December 31, 2003, \$2,145,000 of bonds outstanding are considered defeased.

**NOTE 5 – NOTES PAYABLE**

Note debt activity for governmental activities for the year ended December 31, 2003 consisted of the following:

	Balance at 12/31/2002	Issued	Retired	Balance at 12/31/2003
2.14% Medical Insurance notes	750,000	0	(750,000)	0
1.40% Contract Claim Settlement notes	<u>0</u>	<u>450,000</u>	<u>0</u>	<u>450,000</u>
Total	750,000	450,000	(750,000)	450,000

Note debt activity for business-type activity for the year ended December 31, 2003 consisted of the following:

	Balance at 12/31/2002	Issued	Retired	Balance at 12/31/2003
2.79% Golf Course Improvement notes	190,000	0	(190,000)	0
1.90% Golf Course Improvement notes	<u>0</u>	<u>100,000</u>	<u>0</u>	<u>100,000</u>
Total	190,000	100,000	(190,000)	100,000

All notes are backed by the full faith and credit of the City and mature within one year. The liability for the \$450,000 note outstanding at year-end is reflected in the Justice Center Fund, which received the proceeds. The \$450,000 Note Payable is reflected on the Governmental Funds Balance Sheet, as well as on the Statement of Net Assets. The liability for the \$100,000 note outstanding at year-end is reflected in the Municipal Golf Course Fund, which received the proceeds. The \$100,000 Note Payable is reflected on the Proprietary Funds statement of fund net assets, as well as on the Statement of Net Assets.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

**NOTE 6 - COMPLIANCE AND ACCOUNTABILITY**

**Legal Compliance**

The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control on December 31, 2003, contrary to Ohio Revised Code Section 5705.41 (B) and (D):

<u>Fund/Department/Detail/Object</u>	<u>FY 2003 Appropriations Plus Prior Year Encumbrances Appropriated</u>	<u>Expenditures Plus Encumbrances</u>	<u>Variance</u>
General Fund			
Recreation			
Personal Services			
Clerk-Typist	\$26,271	\$46,627	(\$20,356)
Parma Public Housing			
Community Environment			
Other Expenditures			
Contractual Service	\$2,216,975	\$4,375,359	(2,158,384)
DUI Prevention Task Force			
Security of Persons and Property			
Personal Services			
Overtime	\$3,773	\$7,773	(4,000)

The City also had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control for various funds during the year.

In order to address the budgetary violations of Ohio Revised Code Section 5705.41 (B) and (D), the City intends to closely monitor the Budgetary accounts to eliminate these weaknesses in future periods.

The following fund had appropriations in excess of the amount certified as available by the budget commission as of December 31, 2003, contrary to Ohio Revised Code Section 5705.39:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
Parks and Recreation	\$441,626	\$445,168	(\$3,542)

The Victims of Crime Assistance Grant fund had original appropriations which were in excess of estimated resources as reported on the official certificate of estimated resources.

In order to address the budgetary violations of Ohio Revised Code Section 5705.39, the City intends to closely monitor the budgetary accounts to eliminate this weakness in future periods.

**Deficit Fund Balances**

Fund balances at December 31, 2003, included the following individual fund with a deficit fund cash balance contrary to Ohio Revised Code Section 5705.10:

<b>Non-Major Funds</b>	
Parma Public Housing	2,969
State Highway	30,191

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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Also, the following individual funds had GAAP deficit fund balances at year end:

<b>Non-Major Funds</b>	
State Highway	\$21,527
Fair Housing	175,220
Housing Maintenance Code	821
Victims of Crime Assistance	11,014
Traffic Intervention Program	4,170
West Creek Preservation	132,987
Ohio and Erie Canal	14,230
County Health Loan	388
Justice Center	384,832
Gannett Land Purchase	44,731

Management is aware of these deficits and is analyzing the fund operations to determine the appropriate action to alleviate each fund's deficit. The general fund is liable for any deficits in these funds and provides operating transfers when cash is required, not when accruals occur.

**NOTE 7 - RISK MANAGEMENT**

**Self Insurance:** The City is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The City does not carry commercial insurance for such risks. An excess coverage insurance (stop loss) policy covers claims in excess of \$250,000 per occurrence and an aggregate of \$10,000,000 per occurrence. Settled claims have not exceeded coverage in any of the last three years and there has been no significant reduction in coverage from the prior year.

In accordance with GASB Statement No. 10, claims liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported ("IBNRs"). Claims that meet this criteria are reported as liabilities of either governmental or business-type activities in the government-wide statement of net assets. In the fund financial statements, claims liabilities that relate to internal service funds are reported; however, the long-term portion of claims liabilities is not reported for governmental funds.

The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses, regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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A liability of \$230,000 provided by the City's Law Director has been recorded. Changes in the Liability Insurance Self-Insurance Fund claims liability amount for 2001 through 2003 were:

	Balance at <u>January 1</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance at <u>December 31</u>
2001	\$275,000	\$209,575	(\$159,575)	\$325,000
2002	325,000	102,122	(134,122)	293,000
2003	293,000	128,348	(191,348)	230,000

**Medical Self Insurance:** In October 1988, the City replaced its major health insurance with a Medical Insurance Self Insurance fund. A third-party administrator, Medical Mutual of Ohio, reviews all claims which are then paid by the Medical Insurance Self Insurance fund. The City pays a premium for reinsurance specific stop-loss coverage for the claim period October 1 through September 30, which carries a deductible of \$100,000 per person.

The Medical Insurance Self Insurance fund generates revenues by charging an actuarially determined premium to each fund based on the number of employees enrolled in the self-insured plan and their type of coverage. The Medical Insurance Self Insurance fund subsequently pays for all costs of providing claims servicing and claims payment.

A liability, estimated by the third party administrator, in the amount of \$374,720 has been recorded to reflect unpaid claims cost including incurred but not reported claims as of December 31, 2003. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expense. Changes in the Medical Insurance Self-Insurance Fund claims liability amount for 2001 through 2003 were:

	Balance at <u>January 1</u>	Current Year <u>Claims</u>	Claim <u>Payments</u>	Balance at <u>December 31</u>
2001	\$549,432	\$3,325,620	(\$3,520,238)	\$354,814
2002	354,814	3,649,692	(3,609,356)	395,150
2003	395,150	3,904,181	(3,924,611)	374,720

**Workers Compensation Insurance Fund (WCIF):** Effective January 1, 1997, the City commenced participation in the State of Ohio workers' compensation program to provide workers' compensation benefits to its employees. The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries.

The City participated in a retroactive rating plan, under which the City assumed a portion of the risk in return for a possible reduction in premiums, through December 31, 1996. A liability in the amount of \$113,869, based on information provided by the Ohio Bureau of Workers' Compensation, has been recorded to reflect unpaid claims cost, including incurred but not reported claims, as of December 31, 2003. The estimate was not effected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expense.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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All costs of workers claims, premiums, administrative costs and other additional assessments are paid out of the WCIF. Changes in the Workers' Compensation Insurance Fund claims liability amount for 2001 through 2003 were:

	Balance at January 1	Current Year Claims	Claim Payments	Balance at December 31
2001	\$98,267	\$565,817	(\$603,083)	\$61,001
2002	61,001	488,936	(193,759)	356,178
2003	356,178	319,281	(561,590)	113,869

**NOTE 8 - CONTINGENCIES**

**General Contingencies:** Various claims and lawsuits are pending against the City. In accordance with GASB Statement No. 10, those claims which are considered “probable” are accrued (see Note 7), while those claims that are considered “reasonably possible” are disclosed but not accrued.

As of December 31, 2003, the amount of claims against the City for which an unfavorable outcome is deemed to be reasonably possible, aggregated \$230,000 for governmental funds.

These estimates were based on a case-by-case review of outstanding claims by the City’s Law Director.

**Contingencies Under Grant Programs:** The City participates in a number of federally assisted Investment Act grant programs, principal of which are Community Development Block Grants. These programs are subject to financial and compliance audits by the grantors or their representatives. Audits have been completed by granting agencies for the Parma Public Housing Agency grants. The City believes that disallowed costs on other grants, if any, would not be material.

**NOTE 9 - INCOME TAXES**

The City levies a municipal income tax of 2% on all salaries, wages, commissions and other compensation earned within the City. A portion of the City income tax is restricted in its use to capital expenditures and debt service and is included in the City Income Tax Capital Acquisitions Fund. All other income tax proceeds are included in the General Fund. Employers are required to withhold this income tax from all their employees working within the City's limits, without regard to where the employees reside. The income tax withheld by employers must be remitted to the City on a monthly basis if the amount exceeds \$100 per month, otherwise quarterly. Persons under 18 years of age are not subject to the City income tax.

Corporations and area businesses are also subject to the 2% City income tax. All net profits earned by resident business is subject to City income tax, less the amount credited for taxes paid to another municipality. All non-resident businesses' net profits earned within the City are subject to the City income tax.

City residents are also subject to a 2% income tax on all income earned outside the City's limits. A credit of 50% is recognized on all municipal income taxes paid to another community. This credit cannot exceed the City's income tax rate of 2% or the tax rate of the municipality in which the income was generated, whichever is less.

All taxpayers incurring a liability which exceeds \$100 are required to pay estimated taxes on a quarterly basis.

In 2003, income tax proceeds were credited 78.75% to the General Fund and 21.25% to the City Income Tax Capital Acquisitions capital projects fund.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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**NOTE 10 - PROPERTY TAXES**

Property taxes include amounts levied against all real, public utility and tangible property (used in business) located in the City. The 2003 levy was based upon an assessed valuation of approximately \$1,688,123,880. Ohio law prohibits taxation of property from all taxing authorities in excess of 10 mills of assessed value without a vote of the people. Under current procedures, the City's share is 6.60 mills, of which 0.20 mills is dedicated to debt service and 0.60 mills is dedicated to the payment of police and fire pension obligations. A revaluation of all property is required to be completed no less than every six years, with a statistical update every third year. Assessed values are established by the Cuyahoga County (County) Auditor. The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City.

Real property taxes, excluding public utility property, are all assessed at 35% of appraised market value. Pertinent real property tax dates are:

Collection Dates	January 20 and June 20 of the current year
Lien Date	January 1 of the year preceding the collection year
Levy Date	October 1 of the year preceding the collection year

Tangible personal property taxes are based on assessed values determined at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. For the collection year 2003, the percentage used to determine taxable value of personal property and inventory was 25%. Pertinent tangible personal property tax dates are:

Collection Dates	April 30 and September 30 of the current year
Listing Date	December 31 of the preceding year
Levy Date	October 1 of the year preceding the collection year

An electric company's taxable transmission and distribution property is assessed at 88% of true value, while all of its other taxable property is assessed at 25% of true value. Pertinent public utility tangible personal property tax dates are:

Collection Dates	January 20 and June 20 of the current year
Lien Date	December 31 of the second year preceding the collection year
Levy Date	October 1 of the year preceding the collection year

The full tax rate for all City operations for the year ended December 31, 2002, was \$6.60 per \$1,000 of assessed value. The assessed values of real and tangible personal property certified for tax year 2003 are as follows:

Real Property	\$1,556,516,000
Tangible Personal Property	97,727,720
Public Utility Property	<u>33,880,160</u>
Total Valuation	<u><u>\$1,688,123,880</u></u>

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
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**NOTE 11 - INTERGOVERNMENTAL RECEIVABLES**

A summary of the governmental activities principal items of the intergovernmental receivables follows:

	Amount
Local Government	\$ 2,038,678
Gasoline Tax	814,906
Permissive Motor Vehicle License Tax	270,359
Motor Vehicle License Registration	270,959
Homestead and Rollback	516,082
Liquor Permits	39,154
Estate Tax	273,686
Miscellaneous	11,003
	<hr/>
Total	\$4,234,827

**NOTE 12 - DEFINED BENEFIT PENSION PLANS**

**Ohio Public Employees Retirement System:** The City participates in the Ohio Public Employees 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% 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 which may be obtained by writing to the OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling 614.222.6705.

For the year ended December 31, 2003, 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 2003 was 8.55 percent, except for those plan members in law enforcement or public safety. For those classifications, the City's pension contributions were 11.7 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The City's required contributions for pension obligations to the traditional and combined plans for the year ended December 31, 2003, 2002, and 2001 were \$1,220,483, \$1,247,726, and \$1,439,340 respectively; 88 percent has been contributed for 2003 and 100 percent for 2002 and 2001.

**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

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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 and 16.25 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the Fund for police and firefighters were \$710,335 and \$1,004,466 for the year ended December 31, 2003, \$801,652 and \$1,005,573 for the year ended December 31, 2002, and \$960,954 and \$1,070,425 for the year ended December 31, 2001, respectively. The full amount has been contributed for 2002 and 2001. 70 percent for police and 74 percent for firefighters has been contributed for 2003 with the remainder being reported as a liability.

In addition to current contributions, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and firefighters in 1967. As of December 31, 2003, the unfunded liability of the City was \$125,871, payable in semi-annual payments through the year 2008. This is an accounting liability of the City which will not vary. The liability is reported as "long-term liabilities in the governmental activities column on the statement of net assets.

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS**

***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 2003 local government employer contribution rate was 13.55 of covered payroll (16.7 percent for public safety and law enforcement); 5 percent 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, 2002, include a rate of return on investments of 8 percent, an annual increase in active employee total payroll of 4 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between 0.50 percent and 6.30 percent based on additional annual pay increases. Health care premiums were assumed to increase 4 percent annually.

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

The number of active contributing participants was 364,881. The City's actual contributions for 2003 which were used to fund postemployment benefits were \$713,721. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2002 (the latest information available) were \$10.0 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$18.7 billion and \$8.7 billion, respectively.

In December 2001, the Board adopted the Health Care "Choices" Plan. The Choices Plan will be offered to all persons newly hired in an OPERS covered position after January 1, 2003, with no prior service credit accumulated toward health care coverage. The Choice Plan will incorporate a cafeteria approach, offering a broader range of health care options. The Choices Plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten-year "cliff" eligibility standard for the present Plan.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
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The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The Plan will also offer a spending account feature which will enable the benefit recipient to apply their allowance toward specific medical expenses, much like a Medical Spending Account.

**Ohio Police and Fire Pension Fund:** The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly 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 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 is 19.5 percent of covered payroll and the total firefighter employer contribution is 24 percent of covered payroll, of which 7.75 percent of covered payroll was applied to the postemployment health care program during 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 2003 that were used to fund post employment benefits were \$468,449 for police and \$479,017 for firefighters. The OP&F's total health care expenses for the year ended December 31, 2002, (the latest information available) were \$141,028,006, which was net of member contributions of \$12,623,875. The number of OP&F participants eligible to receive health care benefits as of December 31, 2002 was 13,527 for police and 10,396 for firefighters.

**NOTE 14 - CAPITAL ASSETS**

**Capital Asset Activity:** Capital asset activity for the year ended December 31, 2003, can be found in Note 22 of the Notes to the Basic Financial Statements.

Depreciation expense was charged to governmental activities as follows:

General government	\$546,352
Security of persons and property	670,877
Transportation	18,075
Community development	66,871
Basic utility services	40,665
Leisure time activities	89,858
	89,858
Total	\$1,432,698

**NOTE 15 – COMPENSATED ABSENCES**

**Accumulated Vacation**

City employees earn vacation leave at varying rates based upon length of service. Vacation leave is earned in one year and must be used in the next year. Any unused vacation leave is eliminated from the employee's vacation leave balance. In the case of death or retirement, an employee (or his estate) is paid for his unused vacation leave to a maximum of the amount of vacation leave earned in the prior year but not yet used and, on a pro rata basis, vacation

**City of Parma, Ohio**  
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leave earned during the current year. At December 31, 2003, the total vacation obligation for the City as a whole amounted to \$6,378.

**Accumulated Unpaid Sick Leave**

City employees earn sick leave at the rate of four and six tenths hours per eighty hours of service. Sick leave is cumulative without limit. In the case of death or retirement, an employee (or his estate) with ten or more years of service (except five or more years of service for American Federation of State, County, and Municipal Employees union members) is paid for one-third of his accumulated sick leave not to exceed various ceilings depending on the department for which the employee worked. The total obligation for sick leave accrual for the City as a whole as of December 31, 2003, was \$851,558.

**Accumulated Overtime**

All City employees earn overtime for work performed in excess of regular hours. Limitations of maximum accumulation of overtime hours are specified in the union agreements. During 2003, overtime was accumulated at a rate of one and one-half hours of overtime for each excess hour worked. All unpaid, accumulated overtime is paid to employees upon separation or death. Overtime is paid at the current wage rate in effect when the overtime is paid. At December 31, 2003, accumulated, unpaid overtime for the City as a whole was \$1,154,137.

**NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS**

***Parma Community General Hospital Association*** The Parma Community General Hospital Association is a not-for-profit adult care hospital controlled by a Board of Trustees which is composed of mayoral appointees from the cities of Parma, North Royalton, Brooklyn, Parma Heights, Seven Hills, and Brooklyn Heights. Each city has two representatives on the Board, other than Parma, which has six. The operations, maintenance, and management of the Hospital are the exclusive charge of the Parma Community General Hospital Association. The City's degree of control is limited to its appointments to the Board of Trustees.

Additions to the Hospital have been financed by the issuance of hospital revenue bonds. The bonds are backed solely by the revenues of the Hospital. The Cities have no responsibility for the payment of the bonds, nor is there any ongoing financial interest or responsibility by the City to the Hospital.

Because there is no ongoing equity interest, there is no requirement to disclose the investment in the jointly governed organization in the Government-Wide Financial Statements. There does exist, however, a residual equity interest upon the dissolution or sale of the Hospital, according to the terms of the original agreement among the Cities. The City of Parma has made no contributions to the Hospital during the year. The Hospital's financial statements may be obtained by contacting the Parma Community General Hospital, Parma, Ohio.

***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.

The Council has established two subsidiary organizations, the Hazardous Material Response Team ("Haz Mat") which provides hazardous material protection and assistance and the Southwest Enforcement Bureau which provides extra assistance to cities in the form of a Special Weapons and Tactics Team ("SWAT Team"). The Council's

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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financial statements may be obtained by contacting the Southwest Council of Governments, Parma Heights, Ohio.

**NOTE 17– CAPITAL LEASES**

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2003:

Year	Governmental Activities	Business-Type Activities
2004	\$1,076,373	\$35,624
2005	895,182	35,624
2006	606,590	35,624
2007	324,460	17,812
2008	268,991	-
2009	155,906	-
Total minimum lease payments	3,327,502	124,684
Less: amount representing interest	271,175	11,470
Present value of minimum lease payments	<u>\$3,056,327</u>	<u>\$113,214</u>

**NOTE 18– INTERFUND TRANSACTIONS AND BALANCES**

**Interfund Transactions:** During the course of normal operations, the City records numerous transactions between funds including expenditures and transfers of resources to provide services, subsidize operations, and service debt. The City has the following types of transactions among funds:

Reciprocal interfund services provided and used – Purchases and sales of goods and services between funds for a price approximating their external exchange value.

Nonreciprocal interfund transfers – Flows of assets between funds without equivalent flows of assets in return and without a requirement for repayment. This includes operating transfers to subsidize various funds.

Nonreciprocal interfund reimbursements – Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them.

Operating transfers in do not equal operating transfers out because the City made transfers to an Agency fund during the current year.

**Interfund balances:** Interfund balances at December 31, 2003 represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting records, and (3) payments between funds are made. All are expected to be paid within one year.

**City of Parma, Ohio**  
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Detailed listings of interfund receivables and payables as of December 31, 2003 are as follows:

<i><b>Governmental Activities</b></i>	<u>Receivables</u>	<u>Payables</u>
General Fund	\$1,062,413	\$ -
Debt Service Fund	-	16,785
City Income Tax Capital Acquisition Fund	174,723	4,875
Other Governmental Funds	-	1,115,476
Internal Service Funds	-	100,000
	<u>                    </u>	<u>                    </u>
Total	\$1,237,136	\$1,237,136

Detailed listings of due to/due from other funds as of December 31, 2003 are as follows:

<i><b>Governmental Activities</b></i>	<u>Due from</u>	<u>Due to</u>
General Fund	\$ -	\$1,565,414
Internal Service Funds	1,565,414	-
	<u>                    </u>	<u>                    </u>
Total	\$1,562,414	\$1,562,414

Detailed listings of transfers as of December 31, 2003 are as follows:

<i><b>Governmental Activities</b></i>	<u>Transfers - In</u>	<u>Transfers - Out</u>
General Fund	\$ -	\$3,257,640
Debt Service Fund	2,647,001	-
City Income Tax Capital Acquisition Fund	18,761	2,552,589
Other Governmental Funds	5,537,920	2,758,453
Internal Service Funds	365,000	-
	<u>                    </u>	<u>                    </u>
Total	\$8,568,682	\$8,568,682

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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**NOTE 19 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR FUND EQUITY**

**A. Changes in Accounting Principles**

For 2003, the City has implemented GASB Statement No. 34, “Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments”, GASB Statement No. 37, “Basic Financial Statements and Management’s Discussion and Analysis for State and Local Governments: Omnibus”, GASB Statement No. 38, “Certain Financial Statement Note Disclosures”, and GASB Interpretation No. 6, ‘Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements.’”

GASB Statement No. 34 creates new basic financial statements for reporting on the City’s financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column.

The government-wide financial statements split the City’s programs between business-type and governmental activities. Except as explained below, the beginning net asset amount for the business-type activities equals fund equity of the enterprise funds from last year. The beginning net asset amount for governmental activities reflects the change in fund balance for governmental funds at December 31, 2002, caused by the elimination of the internal service funds and the conversion to the accrual basis of accounting.

GASB Statement No. 37 clarifies certain provisions of Statement No. 34, including the required content of the MD&A, the classification of program revenues and the criteria for determining major funds. GASB Statement No. 38 modifies, establishes and rescinds certain financial statement note disclosures.

GASB Interpretation No. 6 clarifies the application of standards for modified accrual recognition of certain liabilities and expenditures in areas where differences have arisen, or potentially could arise, in interpretation and practice.

The City has also implemented a new capital asset policy which increased the capitalization threshold for capital assets from \$1,000 to \$5,000 and revised the estimated useful life of capital assets to more closely reflect their true useful lives.

**B. Restatement of Net Assets**

As a result of the implementation of GASB Statement No. 34, the City performed a comprehensive review of its capital assets and, based upon the City’s new capital asset threshold and revised useful lives, found that its capital assets were misstated at December 31, 2002.

This restatement resulted in a change in capital assets meeting the capitalization threshold of (\$10,934,465) and the recognition of (\$11,703,442) in accumulated depreciation for a change in net assets of (\$22,637,907) in the City’s governmental activities.

This restatement resulted in a change in capital assets meeting the capitalization threshold of \$72,156 and a change in accumulated depreciation \$316,467 for a change in net assets of \$388,623 in the City’s business-type activities.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

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The restatement of capital assets at December 31, 2002, had the following effects on fund balance of the major and non-major funds of the City as they were previously reported. The transition from governmental fund balance to net assets of the governmental activities is also presented.

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>City Income Tax Capital Acquisition Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Activities</u>	<u>Business- Type Activities</u>
Fund balance, December 31, 2002	<u>\$2,311,299</u>	<u>109,226</u>	<u>1,447,408</u>	<u>4,269,139</u>	8,137,072	1,174,370
GASB 34 Adjustments						
Capital assets					28,408,013	
Long-term liabilities					(32,082,570)	
Long-term (deferred) assets					6,780,700	
Internal service fund					51,194	
Accrued interest payable					(89,914)	
Reclassification adjustments						
Restatement of capital assets					<u>                    </u>	<u>388,623</u>
Net assets, December 31, 2002					<u>\$11,204,495</u>	<u>1,562,993</u>

**NOTE 20 – SUBSEQUENT EVENTS**

On September 22, 2004, the City issued \$170,000 Contractor Claims Settlement Notes at 2.00 percent. The notes will mature on September 22, 2005.

On July 13, 2004, the City issued \$1,200,000 West Pleasant Valley Road Sewer Improvement Notes at 2.20 percent. The notes will mature on July 13, 2005.

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

**NOTE 21 – CHANGES IN LONG-TERM OBLIGATIONS**

Changes in long-term obligations during 2003 are as follows:

	Original Issue	Principal Balance 12/31/2002	Increase	Decrease	Principal Balance 12/31/2003	Amount Due Within One Year
<b>Governmental Activities:</b>						
<b>Special Assessment Bonds</b>						
8.500% - (1985) Commerce Parkway West	\$335,000	\$ 48,000	0	16,000	32,000	16,000
7.040% - (1991) Ridgewood Water Line	310,000	75,000	0	15,000	60,000	20,000
3.790% - (1999 OWDA) Bruening Drive	185,005	174,707	0	7,194	167,513	3,700
5.250% - (2000) Street Improvements	2,255,000	2,065,000	0	110,000	1,955,000	120,000
4.120% - (1997 OWDA) Burden Drive	65,984	57,738	0	2,980	54,758	1,536
Total Special Assessment Bonds	<u>3,150,989</u>	<u>2,420,445</u>	<u>0</u>	<u>151,174</u>	<u>2,269,271</u>	<u>161,236</u>
<b>General Obligation Bonds</b>						
<b>Unvoted:</b>						
5.561% - (1995) Various Purpose General Obligation Bonds	2,535,700	1,259,932	0	235,347	1,024,585	235,000
5.561% (1995) Various Purpose Bonds	2,184,300	1,660,068	0	94,653	1,565,415	101,934
5.533% - (1995) Refunding Bonds	3,900,000	2,485,000	0	225,000	2,260,000	253,066
5.173% - (1998) Justice Center Bonds	12,000,000	11,432,412	0	87,412	11,345,000	330,000
5.402% - (1999) Justice Center Bonds	1,610,000	1,455,000	0	55,000	1,400,000	60,000
2.000% - (2003) Health District Bonds	2,700,000	0	2,700,000	0	2,700,000	100,000
2.000% - (2003) Park Acquisition Bonds	3,000,000	0	3,000,000	0	3,000,000	110,000
Total Unvoted General Obligation Bonds	<u>27,930,000</u>	<u>18,292,412</u>	<u>5,700,000</u>	<u>697,412</u>	<u>23,295,000</u>	<u>1,190,000</u>
Total General Obligation Bonds		<u>18,292,412</u>	<u>5,700,000</u>	<u>697,412</u>	<u>23,295,000</u>	<u>1,351,236</u>
<b>Ohio Public Works Commission Loans</b>						
0% - (1993) Brookdale Watermain	287,007	150,678	0	14,351	136,327	7,175
0% - (1994) Broadview Road Watermain	116,419	64,030	0	5,821	58,209	2,910
0% - (1995) State Road Watermain	139,367	90,589	0	6,968	83,621	3,484
0% - (1995) West 24th Street Watermain	70,711	48,954	0	3,626	45,328	1,813
0% - (1996) Brookpark Road Watermain	385,263	288,947	0	19,263	269,684	9,638
0% - (1997) State Road Watermain III	250,242	187,682	0	12,512	175,170	6,256
0% - (1999) State Road Sewer Rejuvenation	1,197,683	928,204	0	59,884	868,320	25,002
0% - (1999) Ridge Road Watermain II	383,897	326,312	0	19,195	307,117	9,597
0% - (1999) Gabriella Drive Watermain	383,825	326,252	0	19,191	307,061	9,596
0% - (1999) Chestnut Hills Sanitary Sewer	288,298	259,468	0	14,415	245,053	7,207
Total Ohio Public Works	<u>3,502,712</u>	<u>2,671,116</u>	<u>0</u>	<u>175,226</u>	<u>2,495,890</u>	<u>82,678</u>

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

	Original Issue	Principal Balance 12/31/2002	Increase	Decrease	Principal Balance 12/31/2003	Amount Due Within One Year
<b>Ohio Water Development Authority Loans</b>						
4.350% - (1996) West 16th Sanitary Sewer	157,250	138,419	0	8,119	130,300	4,192
4.350% - (1996) Ackley Road Sanitary Sewer	51,304	45,161	0	2,649	42,512	1,368
4.040% - (1999) Chestnut Hills Sewer	1,901,141	1,724,513	0	93,756	1,630,757	48,303
4.120% - (1999) Brookpark/W60th Sewer	306,381	273,505	0	14,118	259,387	7,278
4.120% - (1999) Ridge Road Watermain	737,688	661,664	0	32,648	629,016	16,830
4.120% - (1999) State Road Watermain	1,095,912	982,970	0	48,501	934,469	29,942
4.120% - (1999) Broadview Road Sewer	178,917	161,193	0	7,611	153,582	3,923
3.910% - (1999) Brookpark/Rosesside Sewer	110,112	54,417	0	0	54,417	0
Total Ohio Water Development Authority	<u>4,538,705</u>	<u>4,041,842</u>	<u>0</u>	<u>207,402</u>	<u>3,834,440</u>	<u>111,836</u>
<b>Other General Long-Term Obligations</b>						
3.660% Street Improvement Notes		500,000	0	500,000	0	0
Due to Other Governments		1,294,399	0	0	1,294,399	0
Police and Firemen's Pension Liability		149,953	0	24,082	125,871	25,117
Capital Leases		2,491,694	1,536,502	971,869	3,056,327	947,603
Compensated Absences		<u>1,880,777</u>	<u>0</u>	<u>35,885</u>	<u>1,844,892</u>	<u>0</u>
Total Other Long-Term Obligations		<u>6,316,823</u>	<u>1,536,502</u>	<u>1,531,836</u>	<u>6,321,489</u>	<u>972,720</u>
Total General Long-Term Obligations		<u>33,742,638</u>	<u>7,236,502</u>	<u>2,763,050</u>	<u>38,216,090</u>	<u>2,518,470</u>
Totals All Obligations		<u>\$ 33,742,638</u>	<u>7,236,502</u>	<u>2,763,050</u>	<u>38,216,090</u>	<u>2,518,470</u>

**City of Parma, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003

**NOTE 22 – CAPITAL ASSET ACTIVITY**

Capital asset activity for the year ended December 31, 2003 was as follows:

	Balances 12/31/2002 <u>Restated</u>	<u>Additions</u>	<u>Disposals</u>	Balances 12/31/2003 <u></u>
<b>Governmental activities</b>				
Nondepreciable assets				
Land	\$2,235,926	3,097,626	0	5,333,552
Total nondepreciable assets	<u>2,235,926</u>	<u>3,097,626</u>	<u>0</u>	<u>5,333,552</u>
Depreciable assets:				
Land improvements	0	113,230	0	113,230
Buildings	24,901,247	89,200	0	24,990,447
Equipment	2,973,165	297,269	0	3,270,434
Vehicles	9,448,117	915,539	(999,225)	9,364,431
Software	553,000	186,000	0	739,000
Total depreciable assets	<u>37,875,529</u>	<u>1,601,238</u>	<u>(999,225)</u>	<u>38,477,542</u>
Less accumulated depreciation:				
Land improvements	0	7,549	0	7,549
Buildings	4,114,533	357,006	0	4,471,539
Equipment	1,510,577	257,936	0	1,768,513
Vehicles	5,930,864	773,340	(898,732)	5,805,472
Software	147,468	36,867	0	184,335
Total accumulated depreciation	<u>11,703,442</u>	<u>1,432,698</u>	<u>(898,732)</u>	<u>12,237,408</u>
Total depreciable assets, net	<u>26,172,087</u>	<u>168,540</u>	<u>(100,493)</u>	<u>26,240,134</u>
Governmental activities capital assets, net	<u>\$28,408,013</u>	<u>3,266,166</u>	<u>(100,493)</u>	<u>31,573,686</u>
<b>Business-Type Activities</b>				
Nondepreciable assets				
Land	\$1,078,077	0	0	1,078,077
Total nondepreciable assets	<u>1,078,077</u>	<u>0</u>	<u>0</u>	<u>1,078,077</u>
Depreciable assets:				
Land improvements	263,700	0	0	263,700
Buildings	157,051	0	0	157,051
Equipment	680,980	0	(63,006)	617,974
Vehicles	25,732	0	0	25,732
Total depreciable assets	<u>1,127,463</u>	<u>0</u>	<u>(63,006)</u>	<u>1,064,457</u>
Less accumulated depreciation:				
Land improvements	75,900	17,580	0	93,480
Buildings	78,540	2,244	0	80,784
Equipment	341,733	40,780	39,596	342,917
Vehicles	15,565	1,017	0	16,582
Total accumulated depreciation	<u>511,738</u>	<u>61,621</u>	<u>39,596</u>	<u>533,763</u>
Total depreciable assets, net	<u>615,725</u>	<u>61,621</u>	<u>(23,410)</u>	<u>530,694</u>
Business-type activities capital assets, net of accumulated depreciation	<u>\$1,693,802</u>	<u>61,621</u>	<u>(23,410)</u>	<u>1,608,771</u>

**CITY OF PARMA, OHIO**  
**NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes. The City's special revenue funds are described below.

Paramedic Levy - To account for tax revenues restricted to providing emergency medical services within the City.

Land Acquisitions - To account for revenues designated for the purchase of land for park purposes.

Parks and Recreation - To account for revenues received from insurance fees, gifts, donations, rents, and contributions designated for recreation programs.

Parma Public Housing - To account for revenues received from the federal government to operate the Parma Public Housing department.

Community Development Block Grant - To account for revenues received from the federal government and expenditures for the Community Development Block Grant Program.

Street Construction, Maintenance and Repair - To account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

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

Municipal Motor Vehicle License Tax - To account for that portion of both city and county license tax designated for maintenance of streets within the City.

Noxious Weeds - To account for the cost of providing care to property not maintained by the property owner.

Street Lighting - To account for revenues and expenditures related to lighting the City's streets.

Police Pension - To accumulate property taxes for the partial payment of the current and accrued liability for police disability and pension benefits.

Fire Pension - To accumulate property taxes for the partial payment of the current and accrued liability for fire disability and pension benefits.

(continued)

**SPECIAL REVENUE FUNDS (continued)**

Law Enforcement - To account for certain law enforcement revenue to be expended for incarceration costs.

Police Levy - To account for revenue from the police operating levy.

Fire Levy - To account for revenue from the fire operating levy.

Sewer Maintenance - To account for the revenues and expenditures of the sewer department.

Fair Housing - To account for grant revenue to assure fair housing within the City.

Community Center - To account for the revenues and expenditures of the community center.

Title III Grant - To account for grant revenues for senior citizens programs.

Senior Donations - To account for donations to senior citizens programs.

Housing Maintenance Code - To account for activity associated with the enforcement of City property maintenance standards.

Roadway Industrial Parkway - To account for activity associated with the Roadway Industrial Parkway.

Enterprise Zone Monitoring - To account for activity associated with the City's enterprise zone.

Local Law Enforcement Block Grant - To account for grant revenues and expenditures as prescribed by the Local Law Enforcement Block Grant program.

EMS Grant - To account for activity associated with the emergency medical services grant.

Court Security Grant - To account for activity associated with the court security grant.

Juvenile Diversion Program - To account for activity associated with Juvenile Diversion Program.

Victims of Crime Compensation Program - To account for activity associated with the Victims of Crime Compensation Program.

Traffic Intervention Program - To account for activity associated with Traffic Intervention Program.

Senior Facility Grant - To account for activity associated with the senior facility grant.

Schaff Community Center - To account for activity associated with the Schaff Community Center grant.

Stearns Farm - To account for activity associated with the Stearns Farm grant.

Litter Prevention and Recycling - To account for activity associated with the Litter Prevention and Recycling grant.

(continued)

**SPECIAL REVENUE FUNDS (continued)**

Customer Service Center - To account for activity associated with the Customer Service Center grant.

Nature Works - To account for activity associated with the Nature Works grant.

America Beautiful - To account for activity associated with the America Beautiful grant.

West Creek Preservation – To account for activity associated with the West Creek Preservation recreational preserve.

Ohio and Erie Canal – To account for activity associated with the Ohio and Erie Canal recreational area.

Disaster Preparedness – To account for activity associated with the Disaster Preparedness fund.

County Health Loan – To account for activity associated with the County Health Loan fund.

James A. Lovell Park – To account for activity associated with the park named in honor of U.S. Navy captain (retired) and Apollo astronaut James A. Lovell.

Animal Shelter – To account for activity associated with the City’s animal shelter.

DUI Prevention Task Force – To account for activity associated with the DUI Prevention Task Force fund.

Recreation Trust – To account for activity associated with the Recreation Trust fund.

Curb Cutting – To account for activity associated with the Curb Cutting fund.

Tree Planting – To account for activity associated with the City’s Tree Planting fund.

Vista Ridge – To account for activity associated with the Vista Ridge subdivision fund.

**CAPITAL PROJECTS FUNDS**

Capital project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The City’s capital project funds are described below.

Library - To account for activity associated with the conversion of the Royal Ridge Elementary School into a branch of the Cuyahoga County Public Library.

Sewer Construction - To account for activity associated with the financing and construction of City sanitary sewers.

Street Improvement - To account for activity associated with the financing and improvement of City streets.

(continued)

**CAPITAL PROJECTS FUNDS (continued)**

Sidewalks - To account for special assessments for sidewalk installation and maintenance.

Senior Citizens Center - To account for activity associated with the financing and construction of the Senior Citizens Center.

Courts Capital Improvement - To account for activity associated with capital improvements at the Parma Municipal Court District.

City Hall Capital Improvements - To account for activity associated with improvements to city hall.

Justice Center - To account for activity associated with the construction of the court and jail facility.

Fire Department Building Fund - To account for activity associated with the renovation of fire department buildings.

Community Center – To account for activity associated with the Schaff Community Center.

Gannett Land Purchase – To account for activity associated with the Gannet Land Purchase fund.

City of Parma, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2003

	<u>Paramedic Levy</u>	<u>Land Acquisitions</u>	<u>Parks and Recreation</u>	<u>Parma Public Housing</u>	<u>Community Development Block Grant</u>
<b>Assets</b>					
Equity in pooled cash and cash equivalents	\$ 134,171	3,689	136,264	(2,969)	651,643
Cash and cash equivalents in segregated accounts	0	0	0	332,032	4,776
Taxes receivable	0	0	0	0	0
Accounts receivable	0	0	618	179,672	0
Special assessments receivable	0	0	0	0	0
Accrued interest receivable	0	91	499	0	0
Due from other funds	0	0	0	0	0
Due from other governments	0	0	0	0	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	12,605
<b>Total assets</b>	<u>\$ 134,171</u>	<u>3,780</u>	<u>137,381</u>	<u>508,735</u>	<u>669,024</u>
<b>Liabilities</b>					
Accounts payable	\$ 2,049	0	7,064	55,885	937
Contracts payable	387	0	0	0	0
Interfund payable	0	0	0	170,534	509,349
Accrued wages and benefits	845	0	0	15,025	2,613
Compensated absences payable	144	0	0	18,600	608
Retainage payable	0	0	0	0	0
Due to other governments	4,095	0	125	167,596	3,195
Deferred revenue	0	0	0	0	0
Notes payable	0	0	0	0	0
<b>Total liabilities</b>	<u>7,520</u>	<u>0</u>	<u>7,189</u>	<u>427,640</u>	<u>516,702</u>
<b>Fund balances</b>					
Reserved for encumbrances	0	0	20,946	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	12,605
Unreserved, undesignated (deficit)	126,651	3,780	109,246	81,095	139,717
<b>Total fund balance (deficit)</b>	<u>126,651</u>	<u>3,780</u>	<u>130,192</u>	<u>81,095</u>	<u>152,322</u>
<b>Total liabilities and fund balances</b>	<u>\$134,171</u>	<u>3,780</u>	<u>137,381</u>	<u>508,735</u>	<u>669,024</u>

<u>Street Construction, Maintenance and Repair</u>	<u>State Highway</u>	<u>Municipal Motor Vehicle License Tax</u>	<u>Noxious Weeds</u>	<u>Street Lighting</u>	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Law Enforcement</u>
76,870	(30,191)	3,859	9,835	1	285,124	166,838	565,464
0	0	0	0	0	0	0	0
0	0	0	0	0	456,730	456,730	0
0	0	0	0	0	0	0	0
0	0	0	0	62,220	0	0	0
22	168	395	0	0	0	0	1,231
0	0	0	0	0	0	0	6,965
1,007,710	78,155	270,359	0	0	27,713	27,712	0
643,749	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>1,728,351</u>	<u>48,132</u>	<u>274,613</u>	<u>9,835</u>	<u>62,221</u>	<u>769,567</u>	<u>651,280</u>	<u>573,660</u>

13,447	2,300	0	0	0	0	0	88
14,065	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
2,354	0	0	0	0	0	0	0
9,377	896	0	0	0	0	0	0
0	0	0	0	0	0	0	0
40,926	2,180	0	0	0	15,219	12,725	0
836,612	64,283	232,860	0	62,220	409,274	409,273	0
0	0	0	0	0	0	0	0
<u>916,781</u>	<u>69,659</u>	<u>232,860</u>	<u>0</u>	<u>62,220</u>	<u>424,493</u>	<u>421,998</u>	<u>88</u>

0	0	0	0	0	0	0	0
643,749	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
167,821	(21,527)	41,753	9,835	1	345,074	229,282	573,572
<u>811,570</u>	<u>(21,527)</u>	<u>41,753</u>	<u>9,835</u>	<u>1</u>	<u>345,074</u>	<u>229,282</u>	<u>573,572</u>
<u>1,728,351</u>	<u>48,132</u>	<u>274,613</u>	<u>9,835</u>	<u>62,221</u>	<u>769,567</u>	<u>651,280</u>	<u>573,660</u>

(continued)

City of Parma, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds - continued  
December 31, 2003

	<u>Police Levy</u>	<u>Fire Levy</u>	<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>
<b>Assets</b>					
Equity in pooled cash and cash equivalents	\$ 19,301	33,536	61,282	82,396	21,676
Cash and cash equivalents in segregated accounts	0	0	0	0	0
Taxes receivable	1,623,127	1,623,127	0	0	0
Accounts receivable	0	0	0	0	0
Special assessments receivable	0	0	0	0	0
Accrued interest receivable	0	0	0	0	0
Due from other funds	0	0	0	0	0
Due from other governments	101,007	101,007	0	0	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	0
<b>Total assets</b>	<u><u>1,743,435</u></u>	<u><u>1,757,670</u></u>	<u><u>61,282</u></u>	<u><u>82,396</u></u>	<u><u>21,676</u></u>
<b>Liabilities</b>					
Accounts payable	\$ 0	1,014	1,527	0	5,064
Contracts payable	0	318	0	0	0
Interfund payable	0	0	0	255,794	0
Accrued wages and benefits	0	3,007	1,170	741	482
Compensated absences payable	468	211	1,438	185	362
Retainage payable	0	0	0	0	0
Due to other governments	5,698	385	6,564	896	978
Deferred revenue	1,471,650	1,471,650	0	0	0
Notes payable	0	0	0	0	0
<b>Total liabilities</b>	<u><u>1,477,816</u></u>	<u><u>1,476,585</u></u>	<u><u>10,699</u></u>	<u><u>257,616</u></u>	<u><u>6,886</u></u>
<b>Fund balance</b>					
Reserved for encumbrances	0	0	0	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	0
Unreserved, undesignated (deficit)	265,619	281,085	50,583	(175,220)	14,790
<b>Total fund balance (deficit)</b>	<u><u>265,619</u></u>	<u><u>281,085</u></u>	<u><u>50,583</u></u>	<u><u>(175,220)</u></u>	<u><u>14,790</u></u>
<b>Total liabilities and fund balances</b>	<u><u>\$1,743,435</u></u>	<u><u>1,757,670</u></u>	<u><u>61,282</u></u>	<u><u>82,396</u></u>	<u><u>21,676</u></u>

<u>Title III</u>	<u>Senior Donations</u>	<u>Housing Maintenance Code</u>	<u>Roadway Industrial Parkway</u>	<u>Enterprise Zone Monitoring</u>	<u>Local Law Enforcement Block Grant</u>	<u>EMS Grant</u>	<u>Court Security Grant</u>
115,375	109,657	5	577,150	3,577	2,766	16,561	27,619
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	8	0	0
0	0	2,280	0	0	0	0	0
0	0	0	0	0	11,003	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>115,375</u>	<u>109,657</u>	<u>2,285</u>	<u>577,150</u>	<u>3,577</u>	<u>13,777</u>	<u>16,561</u>	<u>27,619</u>

552	7,298	956	0	0	0	2,800	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
1,094	0	0	0	0	0	0	0
1,005	167	807	0	0	0	0	0
0	0	0	0	0	0	0	0
1,697	1,238	1,343	0	0	58	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>4,348</u>	<u>8,703</u>	<u>3,106</u>	<u>0</u>	<u>0</u>	<u>58</u>	<u>2,800</u>	<u>0</u>

0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
111,027	100,954	(821)	577,150	3,577	13,719	13,761	27,619
<u>111,027</u>	<u>100,954</u>	<u>(821)</u>	<u>577,150</u>	<u>3,577</u>	<u>13,719</u>	<u>13,761</u>	<u>27,619</u>
<u>115,375</u>	<u>109,657</u>	<u>2,285</u>	<u>577,150</u>	<u>3,577</u>	<u>13,777</u>	<u>16,561</u>	<u>27,619</u>

(continued)

City of Parma, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds - continued  
December 31, 2003

	<u>Juvenile Diversion Program</u>	<u>Victims of Crime Compensation</u>	<u>Traffic Intervention Program</u>	<u>Senior Facility Grant</u>	<u>Schaff Community Center</u>
<b>Assets</b>					
Equity in pooled cash and cash equivalents	\$ 2,066	461	5,843	0	10,458
Cash and cash equivalents in segregated accounts	0	0	0	0	0
Taxes receivable	0	0	0	0	0
Accounts receivable	0	0	0	0	0
Special assessments receivable	0	0	0	0	0
Accrued interest receivable	0	0	0	0	0
Due from other funds	0	0	850	0	0
Due from other governments	0	0	0	0	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	0
<b>Total assets</b>	<u>2,066</u>	<u>461</u>	<u>6,693</u>	<u>0</u>	<u>10,458</u>
<b>Liabilities</b>					
Accounts payable	\$ 0	0	0	0	0
Contracts payable	0	0	0	0	0
Interfund payable	0	10,401	10,560	0	0
Accrued wages and benefits	0	411	0	0	0
Compensated absences payable	0	308	0	0	0
Retainage payable	0	0	0	0	0
Due to other governments	470	355	303	0	0
Deferred revenue	0	0	0	0	0
Notes payable	0	0	0	0	0
<b>Total liabilities</b>	<u>470</u>	<u>11,475</u>	<u>10,863</u>	<u>0</u>	<u>0</u>
<b>Fund balance</b>					
Reserved for encumbrances	0	0	0	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	0
Unreserved, undesignated (deficit)	1,596	(11,014)	(4,170)	0	10,458
<b>Total fund balance (deficit)</b>	<u>1,596</u>	<u>(11,014)</u>	<u>(4,170)</u>	<u>0</u>	<u>10,458</u>
<b>Total liabilities and fund balances</b>	<u>\$ 2,066</u>	<u>461</u>	<u>6,693</u>	<u>0</u>	<u>10,458</u>

<u>Stearns Farm</u>	<u>Litter Prevention and Recycling</u>	<u>Customer Service Center</u>	<u>Nature Works</u>	<u>America Beautiful</u>	<u>West Creek Preservation</u>	<u>Ohio and Eric Canal</u>
28,744	8,108	2,543	3,200	97	2	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>28,744</u>	<u>8,108</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>2</u>	<u>0</u>
0	0	0	0	0	21,781	0
0	0	0	0	0	0	0
0	0	0	0	0	111,208	14,230
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	344	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>344</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>132,989</u>	<u>14,230</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
28,744	7,764	2,543	3,200	97	(132,987)	(14,230)
<u>28,744</u>	<u>7,764</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>(132,987)</u>	<u>(14,230)</u>
<u>28,744</u>	<u>8,108</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>2</u>	<u>0</u>

(continued)

City of Parma, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds - continued  
 December 31, 2003

	<u>Disaster Preparedness</u>	<u>County Health Loan</u>	<u>James A. Lovell Park</u>	<u>Animal Shelter</u>
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 30,559	512	1,443	29,230
Cash and cash equivalents in segregated accounts	0	0	0	0
Taxes receivable	0	0	0	0
Accounts receivable	0	0	0	0
Special assessments receivable	0	0	0	0
Accrued interest receivable	0	0	0	0
Due from other funds	0	0	0	0
Due from other governments	0	0	0	0
Materials and supplies inventory	0	0	0	0
Loans receivable	0	0	0	0
<b>Total assets</b>	<u><u>\$ 30,559</u></u>	<u><u>512</u></u>	<u><u>1,443</u></u>	<u><u>29,230</u></u>
<b>Liabilities</b>				
Accounts payable	\$ 0	0	0	5,329
Contracts payable	0	0	0	202
Interfund payable	0	900	0	0
Accrued wages and benefits	0	0	0	0
Compensated absences payable	0	0	0	0
Retainage payable	0	0	0	0
Due to other governments	0	0	0	0
Deferred revenue	0	0	0	0
Notes payable	0	0	0	0
<b>Total liabilities</b>	<u><u>0</u></u>	<u><u>900</u></u>	<u><u>0</u></u>	<u><u>5,531</u></u>
<b>Fund balance</b>				
Reserved for encumbrances	0	0	0	0
Reserved for inventory	0	0	0	0
Reserved for loans	0	0	0	0
Unreserved, undesignated (deficit)	30,559	(388)	1,443	23,699
<b>Total fund balance (deficit)</b>	<u><u>30,559</u></u>	<u><u>(388)</u></u>	<u><u>1,443</u></u>	<u><u>23,699</u></u>
<b>Total liabilities and fund balances</b>	<u><u>\$ 30,559</u></u>	<u><u>512</u></u>	<u><u>1,443</u></u>	<u><u>29,230</u></u>

DUI Prevention Task Force	Recreation	Curb Cutting	Tree Planting	Vista Ridge	All Nonmajor Special Revenue
0	13,409	14,423	400	27,568	3,250,565
0	0	0	0	0	336,808
0	0	0	0	0	4,159,714
0	0	0	0	0	180,290
0	0	0	0	0	62,220
0	0	0	0	0	2,414
0	0	0	0	0	10,095
0	0	0	0	0	1,624,666
0	0	0	0	0	643,749
0	0	0	0	0	12,605
<u>0</u>	<u>13,409</u>	<u>14,423</u>	<u>400</u>	<u>27,568</u>	<u>10,283,126</u>
0	0	0	0	0	128,091
0	0	0	0	0	14,972
0	0	0	0	0	1,082,976
0	0	0	0	0	27,742
0	0	0	0	0	34,576
0	0	0	0	0	0
0	0	0	0	0	266,390
0	0	0	0	0	4,957,822
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,512,569</u>
0	0	0	0	0	20,946
0	0	0	0	0	643,749
0	0	0	0	0	12,605
0	13,409	14,423	400	27,568	3,093,257
<u>0</u>	<u>13,409</u>	<u>14,423</u>	<u>400</u>	<u>27,568</u>	<u>3,770,557</u>
<u>0</u>	<u>13,409</u>	<u>14,423</u>	<u>400</u>	<u>27,568</u>	<u>10,283,126</u>

(continued)

City of Parma, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds - continued  
December 31, 2003

	<u>Library</u>	<u>Sewer Construction</u>	<u>Street Improvement</u>	<u>Sidewalks</u>
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 0	30,090	36	7,569
Cash and cash equivalents in segregated accounts	0	0	0	0
Taxes receivable	0	0	0	0
Accounts receivable	0	0	0	0
Special assessments receivable	0	0	0	31,869
Accrued interest receivable	125	0	0	0
Due from other funds	0	0	0	0
Due from other governments	0	0	0	0
Materials and supplies inventory	0	0	0	0
Loans receivable	0	0	0	0
<b>Total assets</b>	<u>\$ 125</u>	<u>30,090</u>	<u>36</u>	<u>39,438</u>
<b>Liabilities</b>				
Accounts payable	\$ 0	0	0	0
Contracts payable	0	0	0	0
Interfund payable	0	0	0	0
Accrued wages and benefits	0	0	0	0
Compensated absences payable	0	0	0	0
Retainage payable	0	0	0	0
Due to other governments	0	0	0	0
Deferred revenue	0	0	0	31,869
Notes payable	0	0	0	0
<b>Total liabilities</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>31,869</u>
<b>Fund balance</b>				
Reserved for encumbrances	0	0	0	0
Reserved for inventory	0	0	0	0
Reserved for loans	0	0	0	0
Unreserved, undesignated (deficit)	125	30,090	36	7,569
<b>Total fund balance (deficit)</b>	<u>125</u>	<u>30,090</u>	<u>36</u>	<u>7,569</u>
<b>Total liabilities and fund balances</b>	<u>\$ 125</u>	<u>30,090</u>	<u>36</u>	<u>39,438</u>

Senior Citizens Center	Courts Capital Improvement	City Hall Capital Improvements	Justice Center	Fire Department Building Fund	Gannett Land Purchase
38,023	267,295	14,260	77,810	1,402,562	104
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
922	0	0	858	0	0
0	5,393	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>38,945</u>	<u>272,688</u>	<u>14,260</u>	<u>78,668</u>	<u>1,402,562</u>	<u>104</u>

0	180	0	13,500	15,231	12,335
0	0	0	0	0	0
0	0	0	0	0	32,500
0	0	0	0	0	0
0	0	0	0	0	0
35,752	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	450,000	0	0
<u>35,752</u>	<u>180</u>	<u>0</u>	<u>463,500</u>	<u>15,231</u>	<u>44,835</u>

0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
3,193	272,508	14,260	(384,832)	1,387,331	(44,731)
<u>3,193</u>	<u>272,508</u>	<u>14,260</u>	<u>(384,832)</u>	<u>1,387,331</u>	<u>(44,731)</u>
<u>38,945</u>	<u>272,688</u>	<u>14,260</u>	<u>78,668</u>	<u>1,402,562</u>	<u>104</u>

(continued)

City of Parma, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds - continued  
 December 31, 2003

	All Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u>                    </u>	<u>                    </u>
<b>Assets</b>		
Equity in pooled cash and cash equivalents	\$ 1,837,749	5,088,314
Cash and cash equivalents in segregated accounts	0	336,808
Taxes receivable	0	4,159,714
Accounts receivable	0	180,290
Special assessments receivable	31,869	94,089
Accrued interest receivable	1,905	4,319
Due from other funds	5,393	15,488
Due from other governments	0	1,624,666
Materials and supplies inventory	0	643,749
Loans receivable	0	12,605
	<u>\$ 1,876,916</u>	<u>12,160,042</u>
<b>Total assets</b>	<u><u>\$ 1,876,916</u></u>	<u><u>12,160,042</u></u>
<b>Liabilities</b>		
Accounts payable	\$ 41,246	169,337
Contracts payable	0	14,972
Interfund payable	32,500	1,115,476
Accrued wages and benefits	0	27,742
Compensated absences payable	0	34,576
Retainage payable	35,752	35,752
Due to other governments	0	266,390
Deferred revenue	31,869	4,989,691
Notes payable	450,000	450,000
	<u>591,367</u>	<u>7,103,936</u>
<b>Total liabilities</b>	<u>591,367</u>	<u>7,103,936</u>
<b>Fund balance</b>		
Reserved for encumbrances	0	20,946
Reserved for inventory	0	643,749
Reserved for loans	0	12,605
Unreserved, undesignated (deficit)	1,285,549	4,378,806
	<u>1,285,549</u>	<u>5,056,106</u>
<b>Total fund balance (deficit)</b>	<u>1,285,549</u>	<u>5,056,106</u>
<b>Total liabilities and fund balances</b>	<u><u>\$ 1,876,916</u></u>	<u><u>12,160,042</u></u>

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City of Parma, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2003

	<u>Paramedic Levy</u>	<u>Land Acquisitions</u>	<u>Parks and Recreation</u>	<u>Parma Public Housing</u>	<u>Community Development Block Grant</u>
<b>Revenues</b>					
Property and other taxes	\$ 0	0	0	0	0
Charges for services	724,697	0	46,054	14,605	0
Fees, licenses and permits	0	0	0	0	0
Fines and forfeitures	0	0	0	0	0
Intergovernmental	5,785	0	0	3,958,356	1,132,636
Donations	0	0	80,370	0	0
Rents	0	0	166,400	0	0
Special assessments	0	0	0	0	0
Interest	3,011	64	2,714	5,580	23
Other	0	0	0	8,853	0
<b>Total revenues</b>	<u>733,493</u>	<u>64</u>	<u>295,538</u>	<u>3,987,394</u>	<u>1,132,659</u>
<b>Expenditures</b>					
<b>Current</b>					
Legislative and executive	0	0	0	0	0
Security of persons and property	616,583	0	0	0	0
Public health and welfare	0	0	0	0	0
Transportation	0	0	0	0	0
Community environment	0	0	0	4,166,528	1,005,586
Basic utility services	0	0	0	0	0
Leisure time activities	0	0	153,046	0	0
Capital outlay	0	0	64,409	0	12,054
<b>Debt service</b>					
Principal retirement	0	0	11,336	0	0
Interest and fiscal charges	0	0	2,614	0	0
<b>Total expenditures</b>	<u>616,583</u>	<u>0</u>	<u>231,405</u>	<u>4,166,528</u>	<u>1,017,640</u>
<b>Excess of revenues over (under) expenditures</b>	<u>116,910</u>	<u>64</u>	<u>64,133</u>	<u>(179,134)</u>	<u>115,019</u>
<b>Other financing sources (uses)</b>					
Proceeds of notes	0	0	0	0	0
Transfers - in	0	0	0	0	0
Transfers - out	(46,698)	0	(50,410)	0	(125,944)
<b>Total other financing sources (uses)</b>	<u>(46,698)</u>	<u>0</u>	<u>(50,410)</u>	<u>0</u>	<u>(125,944)</u>
<b>Net change in fund balances</b>	70,212	64	13,723	(179,134)	(10,925)
<b>Fund balances (deficit) at beginning of year</b>	<u>56,439</u>	<u>3,716</u>	<u>116,469</u>	<u>260,229</u>	<u>163,247</u>
<b>Fund balances (deficit) at end of year</b>	<u>\$ 126,651</u>	<u>3,780</u>	<u>130,192</u>	<u>81,095</u>	<u>152,322</u>

(continued)

<u>Street Construction, Maintenance and Repair</u>	<u>State Highway</u>	<u>Municipal Motor Vehicle License Tax</u>	<u>Noxious Weeds</u>	<u>Street Lighting</u>	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Law Enforcement</u>
0	0	0	0	0	487,943	487,943	0
1,101	0	0	0	0	230,923	164,043	46,051
1,283	0	0	0	0	0	0	0
0	0	0	0	0	0	0	96,974
2,041,554	159,398	547,387	0	0	55,423	55,423	35,335
0	0	0	0	0	0	0	17,667
0	0	0	0	0	0	0	16,776
0	0	0	4,068	811,525	0	0	0
0	29	5,366	0	0	0	0	1,175
0	0	0	0	0	0	0	0
<u>2,043,938</u>	<u>159,427</u>	<u>552,753</u>	<u>4,068</u>	<u>811,525</u>	<u>774,289</u>	<u>707,409</u>	<u>213,978</u>
0	0	0	10,780	0	0	0	0
0	0	0	0	0	1,310,164	1,511,041	119,949
0	0	0	0	0	0	0	0
4,521,527	297,472	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	847,859	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	8,656
0	0	0	0	0	24,082	0	12,835
0	0	0	0	0	6,120	0	416
<u>4,521,527</u>	<u>297,472</u>	<u>0</u>	<u>10,780</u>	<u>847,859</u>	<u>1,340,366</u>	<u>1,511,041</u>	<u>141,856</u>
<u>(2,477,589)</u>	<u>(138,045)</u>	<u>552,753</u>	<u>(6,712)</u>	<u>(36,334)</u>	<u>(566,077)</u>	<u>(803,632)</u>	<u>72,122</u>
0	0	0	0	0	0	0	0
2,768,770	88,490	0	0	36,305	921,140	1,046,698	0
0	0	(589,261)	0	0	0	0	0
<u>2,768,770</u>	<u>88,490</u>	<u>(589,261)</u>	<u>0</u>	<u>36,305</u>	<u>921,140</u>	<u>1,046,698</u>	<u>0</u>
291,181	(49,555)	(36,508)	(6,712)	(29)	355,063	243,066	72,122
<u>520,389</u>	<u>28,028</u>	<u>78,261</u>	<u>16,547</u>	<u>30</u>	<u>(9,989)</u>	<u>(13,784)</u>	<u>501,450</u>
<u>811,570</u>	<u>(21,527)</u>	<u>41,753</u>	<u>9,835</u>	<u>1</u>	<u>345,074</u>	<u>229,282</u>	<u>573,572</u>

(continued)

City of Parma, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds - continued  
For the Year Ended December 31, 2003

	<u>Police Levy</u>	<u>Fire Levy</u>	<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>
<b>Revenues</b>					
Property and other taxes	\$ 1,812,181	1,812,181	0	0	0
Charges for services	342	0	211,100	0	6,292
Fees, licenses and permits	0	0	26,807	0	0
Fines and forfeitures	0	0	0	0	0
Intergovernmental	202,012	202,012	0	292,431	0
Donations	0	0	0	0	600
Rents	0	0	0	0	170,585
Special assessments	0	0	0	0	0
Interest	0	0	0	0	0
Other	0	0	0	0	0
<b>Total revenues</b>	<u>2,014,535</u>	<u>2,014,193</u>	<u>237,907</u>	<u>292,431</u>	<u>177,477</u>
<b>Expenditures</b>					
<b>Current</b>					
Legislative and executive	0	0	0	0	0
Security of persons and property	834,565	794,163	0	0	0
Public health and welfare	0	0	0	0	0
Transportation	0	0	0	0	0
Community environment	0	0	0	392,657	0
Basic utility services	0	0	752,187	0	0
Leisure time activities	0	0	0	0	223,698
Capital outlay	0	0	0	0	0
<b>Debt service</b>					
Principal retirement	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0
<b>Total expenditures</b>	<u>834,565</u>	<u>794,163</u>	<u>752,187</u>	<u>392,657</u>	<u>223,698</u>
<b>Excess of revenues over (under) expenditures</b>	<u>1,179,970</u>	<u>1,220,030</u>	<u>(514,280)</u>	<u>(100,226)</u>	<u>(46,221)</u>
<b>Other financing sources (uses)</b>					
Proceeds of notes	0	0	0	0	0
Transfers - in	0	0	466,854	36,526	50,410
Transfers - out	( 921,140)	(1,000,000)	0	0	0
<b>Total other financing sources (uses)</b>	<u>(921,140)</u>	<u>(1,000,000)</u>	<u>466,854</u>	<u>36,526</u>	<u>50,410</u>
<b>Net change in fund balances</b>	258,830	220,030	(47,426)	(63,700)	4,189
<b>Fund balances (deficit) at beginning of year</b>	<u>6,789</u>	<u>61,055</u>	<u>98,009</u>	<u>(111,520)</u>	<u>10,601</u>
<b>Fund balances (deficit) at end of year</b>	<u>\$ 265,619</u>	<u>281,085</u>	<u>50,583</u>	<u>(175,220)</u>	<u>14,790</u>

<u>Title III</u>	<u>Senior Donations</u>	<u>Housing Maintenance Code</u>	<u>Roadway Industrial Parkway</u>	<u>Enterprise Zone Monitoring</u>	<u>Local Law Enforcement Block Grant</u>	<u>EMS Grant</u>	<u>Court Security Grant</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	150	0	0	0	0	0
0	0	3,910	0	0	0	0	0
123,240	9,011	0	0	1,827	0	19,213	0
105,602	128,310	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	11,416	0	1	0	0
0	0	0	0	0	0	0	0
<u>228,842</u>	<u>137,321</u>	<u>4,060</u>	<u>11,416</u>	<u>1,827</u>	<u>1</u>	<u>19,213</u>	<u>0</u>
0	0	0	0	0	0	0	0
0	0	0	0	0	0	10,753	0
0	0	0	0	0	0	0	0
0	0	0	185,528	0	0	0	0
0	0	131,328	0	0	0	0	0
0	0	0	0	0	0	0	0
207,251	113,588	0	0	0	0	0	0
0	0	0	0	0	0	4,800	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>207,251</u>	<u>113,588</u>	<u>131,328</u>	<u>185,528</u>	<u>0</u>	<u>0</u>	<u>15,553</u>	<u>0</u>
<u>21,591</u>	<u>23,733</u>	<u>(127,268)</u>	<u>(174,112)</u>	<u>1,827</u>	<u>1</u>	<u>3,660</u>	<u>0</u>
0	0	0	0	0	0	0	0
0	0	115,709	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>115,709</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
21,591	23,733	(11,559)	(174,112)	1,827	1	3,660	0
<u>89,436</u>	<u>77,221</u>	<u>10,738</u>	<u>751,262</u>	<u>1,750</u>	<u>13,718</u>	<u>10,101</u>	<u>27,619</u>
<u>111,027</u>	<u>100,954</u>	<u>(821)</u>	<u>577,150</u>	<u>3,577</u>	<u>13,719</u>	<u>13,761</u>	<u>27,619</u>

(continued)

City of Parma, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds - continued  
For the Year Ended December 31, 2003

	Juvenile Diversion Program	Victims of Crime Assistance	Traffic Intervention Program	Senior Facility Grant	Schaff Community Center
<b>Revenues</b>					
Property and other taxes	\$ 0	0	0	0	0
Charges for services	0	0	0	0	0
Fees, licenses and permits	0	0	0	0	0
Fines and forfeitures	0	0	0	0	0
Intergovernmental	34,682	26,357	9,940	0	0
Donations	0	0	0	0	0
Rents	0	0	0	0	0
Special assessments	0	0	0	0	0
Interest	0	0	0	0	0
Other	0	0	0	0	0
<b>Total revenues</b>	<u>34,682</u>	<u>26,357</u>	<u>9,940</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>					
<b>Current</b>					
Legislative and executive	0	0	0	0	0
Security of persons and property	41,314	36,407	26,561	0	0
Public health and welfare	0	0	0	0	0
Transportation	0	0	0	0	0
Community environment	0	0	0	0	0
Basic utility services	0	0	0	0	0
Leisure time activities	0	0	0	0	0
Capital outlay	0	1,135	0	0	0
<b>Debt service</b>					
Principal retirement	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0
<b>Total expenditures</b>	<u>41,314</u>	<u>37,542</u>	<u>26,561</u>	<u>0</u>	<u>0</u>
<b>Excess of revenues over (under) expenditures</b>	<u>( 6,632)</u>	<u>(11,185)</u>	<u>(16,621)</u>	<u>0</u>	<u>0</u>
<b>Other financing sources (uses)</b>					
Proceeds of notes	0	0	0	0	0
Transfers - in	7,018	0	0	0	0
Transfers - out	0	0	0	0	0
<b>Total other financing sources (uses)</b>	<u>7,018</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net change in fund balances</b>	386	(11,185)	(16,621)	0	0
<b>Fund balances (deficit) at beginning of year</b>	<u>1,210</u>	<u>171</u>	<u>12,451</u>	<u>0</u>	<u>10,458</u>
<b>Fund balances (deficit) at end of year</b>	<u>\$ 1,596</u>	<u>(11,014)</u>	<u>(4,170)</u>	<u>0</u>	<u>10,458</u>

<u>Stearns Farm</u>	<u>Litter Prevention and Recycling</u>	<u>Customer Service Center</u>	<u>Nature Works</u>	<u>America Beautiful</u>	<u>West Creek Preservation</u>	<u>Ohio and Erie Canal</u>
0	0	0	0	0	0	0
0	0	0	0	0	22	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	59,778	0	0	0	68,381	12,000
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>59,778</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>68,403</u>	<u>12,000</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	58,184	0	0	0	0	0
0	0	0	0	0	0	0
34,553	0	0	0	0	201,390	26,230
0	8,490	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>34,553</u>	<u>66,674</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>201,390</u>	<u>26,230</u>
<u>(34,553)</u>	<u>(6,896)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(132,987)</u>	<u>(14,230)</u>
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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(34,553)	(6,896)	0	0	0	(132,987)	(14,230)
<u>63,297</u>	<u>14,660</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>0</u>	<u>0</u>
<u>28,744</u>	<u>7,764</u>	<u>2,543</u>	<u>3,200</u>	<u>97</u>	<u>(132,987)</u>	<u>(14,230)</u>

(continued)

City of Parma, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds - continued  
For the Year Ended December 31, 2003

	Disaster Preparedness	County Health Loan	James A. Lovell Park	Animal Shelter
<b>Revenues</b>				
Property and other taxes	\$ 0	0	0	0
Charges for services	0	0	0	1,960
Fees, licenses and permits	0	0	0	32,288
Fines and forfeitures	0	0	0	0
Intergovernmental	30,559	0	0	0
Donations	0	0	6,218	32,405
Rents	0	0	0	0
Special assessments	0	0	0	0
Interest	0	0	0	0
Other	0	0	0	0
<b>Total revenues</b>	<u>30,559</u>	<u>0</u>	<u>6,218</u>	<u>66,653</u>
<b>Expenditures</b>				
<b>Current</b>				
Legislative and executive	0	0	0	0
Security of persons and property	0	0	0	0
Public health and welfare	0	2,700,388	0	0
Transportation	0	0	0	0
Community environment	0	0	0	42,954
Basic utility services	0	0	0	0
Leisure time activities	0	0	4,775	0
Capital outlay	0	0	0	0
<b>Debt service</b>				
Principal retirement	0	0	0	0
Interest and fiscal charges	0	0	0	0
<b>Total expenditures</b>	<u>0</u>	<u>2,700,388</u>	<u>4,775</u>	<u>42,954</u>
<b>Excess of revenues over (under) expenditures</b>	<u>30,559</u>	<u>(2,700,388)</u>	<u>1,443</u>	<u>23,699</u>
<b>Other financing sources (uses)</b>				
Proceeds of notes	0	2,700,000	0	0
Transfers - in	0	0	0	0
Transfers - out	0	0	0	0
<b>Total other financing sources (uses)</b>	<u>0</u>	<u>2,700,000</u>	<u>0</u>	<u>0</u>
<b>Net change in fund balances</b>	30,559	(388)	1,443	23,699
<b>Fund balances (deficit) at beginning of year</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund balances (deficit) at end of year</b>	<u>\$ 30,559</u>	<u>(388)</u>	<u>1,443</u>	<u>23,699</u>

DUI Prevention Task Force	Recreation	Curb Cutting	Tree Planting	Vista Ridge	All Nonmajor Special Revenue Funds
0	0	0	0	0	4,600,248
0	7,500	4,400	500	0	1,459,590
0	0	0	0	0	60,528
0	0	0	0	0	100,884
7,773	0	0	0	0	9,090,513
0	18,000	0	0	0	389,172
0	0	0	0	0	353,761
0	0	0	0	0	815,593
0	0	0	0	0	29,379
0	0	0	0	0	8,853
<u>7,773</u>	<u>25,500</u>	<u>4,400</u>	<u>500</u>	<u>0</u>	<u>16,908,521</u>
0	0	1,500	4,474	0	16,754
7,773	0	0	0	0	5,309,273
0	0	0	0	0	2,700,388
0	0	0	0	0	5,004,527
0	0	0	0	0	5,797,237
0	0	0	0	0	1,600,046
0	26,117	0	0	0	990,648
0	0	0	0	0	99,544
0	0	0	0	0	48,253
0	0	0	0	0	9,150
<u>7,773</u>	<u>26,117</u>	<u>1,500</u>	<u>4,474</u>	<u>0</u>	<u>21,575,820</u>
<u>0</u>	<u>(617)</u>	<u>2,900</u>	<u>(3,974)</u>	<u>0</u>	<u>(4,667,299)</u>
0	0	0	0	0	2,700,000
0	0	0	0	0	5,537,920
0	0	0	0	0	(2,733,453)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,504,467</u>
0	(617)	2,900	(3,974)	0	837,168
<u>0</u>	<u>14,026</u>	<u>11,523</u>	<u>4,374</u>	<u>27,568</u>	<u>2,933,389</u>
<u>0</u>	<u>13,409</u>	<u>14,423</u>	<u>400</u>	<u>27,568</u>	<u>3,770,557</u>

(continued)

City of Parma, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds - continued  
For the Year Ended December 31, 2003

	<u>Library</u>	<u>Sewer Construction</u>	<u>Street Improvements</u>	<u>Sidewalks</u>
<b>Revenues</b>				
Property and other taxes	\$ 0	0	0	0
Charges for services	0	0	0	0
Fees, licenses and permits	0	0	0	0
Fines and forfeitures	0	0	0	0
Intergovernmental	0	0	0	0
Donations	0	0	0	0
Rents	0	0	0	0
Special assessments	0	0	0	7,642
Interest	0	0	0	0
Other	0	0	0	0
<b>Total revenues</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,642</u>
<b>Expenditures</b>				
<b>Current</b>				
Legislative and executive	8	0	0	73
Security of persons and property	0	0	0	0
Public health and welfare	0	0	0	0
Transportation	0	0	0	0
Community environment	0	0	0	0
Basic utility services	0	0	0	0
Leisure time activities	0	0	0	0
Capital outlay	0	0	0	0
<b>Debt service</b>				
Principal retirement	0	0	0	0
Interest and fiscal charges	0	0	0	0
<b>Total expenditures</b>	<u>8</u>	<u>0</u>	<u>0</u>	<u>73</u>
<b>Excess of revenues over (under) expenditures</b>	<u>( 8)</u>	<u>0</u>	<u>0</u>	<u>7,569</u>
<b>Other financing sources (uses)</b>				
Proceeds of notes	0	0	0	0
Transfers - in	0	0	0	0
Transfers - out	0	0	0	0
<b>Total other financing sources (uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net change in fund balances</b>	(8)	0	0	7,569
<b>Fund balances (deficit) at beginning of year</b>	<u>133</u>	<u>30,090</u>	<u>36</u>	<u>0</u>
<b>Fund balances (deficit) at end of year</b>	<u>\$ 125</u>	<u>30,090</u>	<u>36</u>	<u>7,569</u>

<u>Senior Citizens Center</u>	<u>Courts Capital Improvements</u>	<u>City Hall Capital Improvement</u>	<u>Justice Center</u>	<u>Fire Department Building Fund</u>	<u>Gannett Land Purchase</u>
0	0	0	0	0	0
0	60,292	0	4,250	723,845	0
0	0	0	0	0	0
0	35,461	0	0	0	0
0	0	0	0	0	0
0	0	0	0	10,000	0
0	0	0	0	0	0
0	0	0	0	0	0
666	0	0	360	16,034	0
0	0	0	0	0	0
<u>666</u>	<u>95,753</u>	<u>0</u>	<u>4,610</u>	<u>749,879</u>	<u>0</u>
0	180,948	1,579	549,278	100,252	3,044,731
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	3,360	3,522	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>184,308</u>	<u>5,101</u>	<u>549,278</u>	<u>100,252</u>	<u>3,044,731</u>
<u>666</u>	<u>(88,555)</u>	<u>(5,101)</u>	<u>(544,668)</u>	<u>649,627</u>	<u>(3,044,731)</u>
0	0	0	0	0	3,000,000
0	0	0	0	0	0
0	(25,000)	0	0	0	0
<u>0</u>	<u>(25,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,000,000</u>
666	(113,555)	(5,101)	(544,668)	649,627	(44,731)
<u>2,527</u>	<u>386,063</u>	<u>19,361</u>	<u>159,836</u>	<u>737,704</u>	<u>0</u>
<u>3,193</u>	<u>272,508</u>	<u>14,260</u>	<u>(384,832)</u>	<u>1,387,331</u>	<u>(44,731)</u>

(continued)

City of Parma, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds - continued  
For the Year Ended December 31, 2003

	All Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u>          </u>	<u>          </u>
<b>Revenues</b>		
Property and other taxes	\$ 0	4,600,248
Charges for services	788,387	2,247,977
Fees, licenses and permits	0	60,528
Fines and forfeitures	35,461	136,345
Intergovernmental	0	9,090,513
Donations	10,000	399,172
Rents	0	353,761
Special assessments	7,642	823,235
Interest	17,060	46,439
Other	0	8,853
Total revenues	<u>858,550</u>	<u>17,767,071</u>
<b>Expenditures</b>		
Current		
Legislative and executive	3,876,869	3,893,623
Security of persons and property	0	5,309,273
Public health and welfare	0	2,700,388
Transportation	0	5,004,527
Community environment	0	5,797,237
Basic utility services	0	1,600,046
Leisure time activities	0	990,648
Capital outlay	6,882	106,426
Debt service		
Principal retirement	0	48,253
Interest and fiscal charges	0	9,150
Total expenditures	<u>3,883,751</u>	<u>25,459,571</u>
Excess of revenues over (under) expenditures	<u>( 3,025,201)</u>	<u>(7,692,500)</u>
<b>Other financing sources (uses)</b>		
Proceeds of notes	3,000,000	5,700,000
Transfers - in	0	5,537,920
Transfers - out	( 25,000)	(2,758,453)
Total other financing sources (uses)	<u>2,975,000</u>	<u>8,479,467</u>
Net change in fund balances	(50,201)	786,967
Fund balances (deficit) at beginning of year	<u>1,335,750</u>	<u>4,269,139</u>
Fund balances (deficit) at end of year	<u>\$ 1,285,549</u>	<u>5,056,106</u>

**CITY OF PARMA, OHIO**  
**INTERNAL SERVICE FUNDS**

Internal service funds are established to account for the financing of goods or services provided by one department of the City to other departments of the City on a cost-reimbursement basis. The City's internal service funds are described below.

Liability Insurance - To account for activity associated with the City liability claims.

Medical Insurance - To account for activity associated with the City medical claims.

Workers' Compensation Insurance - To account for activity associated with City workers' compensation insurance.

City of Parma, Ohio  
Combining Statement of Fund Net Assets  
Internal Service Funds  
December 31, 2003

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 539,582	513,163	114,517	1,167,262
Accrued interest receivable	13,581	0	0	13,581
Due from other funds	0	1,565,414	0	1,565,414
<b>Total assets</b>	<u>553,163</u>	<u>2,078,577</u>	<u>114,517</u>	<u>2,746,257</u>
<b>Liabilities</b>				
<b>Current liabilities</b>				
Current portion of general obligation bonds payable	0	101,934	0	101,934
Accounts payable	9,794	282	392	10,468
Interfund payable	100,000	0	0	100,000
Accrued wages and benefits	1,742	0	0	1,742
Compensated absences payable	2,297	0	0	2,297
Due to other governments	1,798	0	0	1,798
Accrued interest payable	0	7,109	0	7,109
Claims and judgements payable	230,000	374,720	113,869	718,589
General obligation bonds payable	0	1,463,480	0	1,463,480
<b>Total liabilities</b>	<u>345,631</u>	<u>1,947,525</u>	<u>114,261</u>	<u>2,407,417</u>
<b>Net assets</b>				
Unreserved	207,532	131,052	256	338,840
<b>Total net assets</b>	<u>\$ 207,532</u>	<u>131,052</u>	<u>256</u>	<u>338,840</u>

City of Parma, Ohio  
Combining Statement of Revenues,  
Expenses, and Changes in Retained Earnings  
Internal Service Funds  
For the Year Ended December 31, 2003

	Liability Insurance	Medical Insurance	Workers' Compensation Insurance	Totals
Operating revenues				
Charges for services	\$ 409	4,198,455	574,913	4,773,777
Total operating revenues	<u>409</u>	<u>4,198,455</u>	<u>574,913</u>	<u>4,773,777</u>
Operating expenses				
Personal services	154,758	0	0	154,758
Contractual services	11,824	22,321	10,240	44,385
Claims	128,348	3,920,585	319,281	4,368,214
Materials and supplies	200,162	432	0	200,594
Total operating expenses	<u>495,092</u>	<u>3,943,338</u>	<u>329,521</u>	<u>4,767,951</u>
Operating income (loss)	<u>(494,683)</u>	<u>255,117</u>	<u>245,392</u>	<u>5,826</u>
Non-operating revenues (expenses)				
Interest income	7,395	0	0	7,395
Interest and fiscal charges	<u>0</u>	<u>(90,575)</u>	<u>0</u>	<u>(90,575)</u>
Total non-operating revenues (expenses)	<u>7,395</u>	<u>(90,575)</u>	<u>0</u>	<u>(83,180)</u>
Income (loss) before operating transfers	(487,288)	164,542	245,392	(77,354)
Operating transfers - in	<u>365,000</u>	<u>0</u>	<u>0</u>	<u>365,000</u>
Net income (loss)	(122,288)	164,542	245,392	287,646
Retained earnings at beginning of year	<u>329,820</u>	<u>(33,490)</u>	<u>(245,136)</u>	<u>51,194</u>
Retained earnings at end of year	<u>\$ 207,532</u>	<u>131,052</u>	<u>256</u>	<u>338,840</u>

City of Parma, Ohio  
Combining Statement of Cash Flows  
All Internal Service Funds  
For the Year Ended December 31, 2003

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Cash flows from operating activities:				
Cash received from quasi-external operating transactions with other funds	\$ 409	4,293,108	574,913	4,868,430
Cash payments to suppliers for goods and services	(274)	0	0	(274)
Cash payments for claims	(191,348)	(3,941,015)	(561,590)	(4,693,953)
Cash payments for employee services and benefits	(151,559)	0	0	(151,559)
Cash payments for contractual services	(11,824)	(31,750)	(17,848)	(61,422)
Cash payments for other operating expenses	<u>(191,466)</u>	<u>(432)</u>	<u>0</u>	<u>(191,898)</u>
Net cash used in operating activities	<u>(546,062)</u>	<u>319,911</u>	<u>(4,525)</u>	<u>(230,676)</u>
Cash flows from noncapital financing activities:				
Transfer in	365,000	0	0	365,000
Transfer out	<u>0</u>	<u>(185,873)</u>	<u>0</u>	<u>(185,873)</u>
Net cash provided by (used in) noncapital financing activities	<u>365,000</u>	<u>(185,873)</u>	<u>0</u>	<u>179,127</u>
Cash flows from investing activities:				
Interest	<u>6,697</u>	<u>0</u>	<u>0</u>	<u>6,697</u>
Cash provided by investing activities	<u>6,697</u>	<u>0</u>	<u>0</u>	<u>6,697</u>
Net increase/(decrease) in cash and cash equivalents	(174,365)	134,038	(4,525)	(44,852)
Cash and cash equivalents beginning of year	<u>713,947</u>	<u>379,125</u>	<u>119,042</u>	<u>1,212,114</u>
Cash and cash equivalents end of year	<u>\$ 539,582</u>	<u>513,163</u>	<u>114,517</u>	<u>1,167,262</u> (continued)

City of Parma, Ohio  
Combining Statement of Cash Flows  
All Internal Service Funds - continued  
For the Year Ended December 31, 2003

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Reconciliation of operating income (loss) to net cash used in operating activities				
Operating income (loss)	\$ (494,683)	255,117	245,392	5,826
Adjustments to reconcile operating income (loss) to net cash used in operating activities:				
Change in assets and liabilities:				
Decrease in due from other funds	0	94,653	0	94,653
Increase in accounts payable	8,422	(7,876)	(7,608)	(7,062)
Increase in accrued wages and benefits	465	0	0	465
(Decrease) in compensated absences payable	1,956	0	0	1,956
(Decrease) in due to other governments	778	(1,553)	0	(775)
(Decrease) in claims payable	<u>(63,000)</u>	<u>(20,430)</u>	<u>(242,309)</u>	<u>(325,739)</u>
Net cash used in operating activities	<u>\$ (546,062)</u>	<u>319,911</u>	<u>(4,525)</u>	<u>(230,676)</u>

## **CITY OF PARMA, OHIO**

### **AGENCY FUNDS**

Agency funds are established to account for assets received and held by the City when acting in the capacity of an agent or custodian. The City's agency funds are described below.

Municipal Court - To account for activity associated with the Parma Municipal Court.

North Royalton Sewer - To account for activity associated with North Royalton Sewer System.

Sales Tax - To account for activity associated with the City's collection and remission of state sales tax.

Child Abuse - To account for activity associated with the City's issuance of birth and death certificates.

Other Agencies - To account for activity associated with all other assets held by the City for other funds, governmental units, and individuals.

City of Parma, Ohio  
 Combining Statement of Changes in Assets and Liabilities  
 All Agency Funds  
 For the Year Ended December 31, 2003

	<u>Balance 1/1/03</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/03</u>
<b>Municipal Court</b>				
<b>Assets</b>				
Cash and cash equivalents with fiscal and escrow agents	\$ 450,208	3,811,336	3,768,948	492,596
Due from other governments	<u>335,576</u>	<u>342,987</u>	<u>335,576</u>	<u>342,987</u>
Total assets	<u>\$ 785,784</u>	<u>4,154,323</u>	<u>4,104,524</u>	<u>835,583</u>
<b>Liabilities</b>				
Due to other funds	\$ 335,576	342,987	335,576	342,987
Deposits held and due to others	<u>450,208</u>	<u>3,811,336</u>	<u>3,768,948</u>	<u>492,596</u>
Total liabilities	<u>\$ 785,784</u>	<u>4,154,323</u>	<u>4,104,524</u>	<u>835,583</u>
<b>North Royalton Sewer</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 7,572	<u>0</u>	<u>0</u>	<u>7,572</u>
Total assets	<u>\$ 7,572</u>	<u>0</u>	<u>0</u>	<u>7,572</u>
<b>Liabilities</b>				
Due to other governments	\$ 7,572	<u>0</u>	<u>0</u>	<u>7,572</u>
Total liabilities	<u>\$ 7,572</u>	<u>0</u>	<u>0</u>	<u>7,572</u> (continued)

City of Parma, Ohio  
 Combining Statement of Changes in Assets and Liabilities  
 All Agency Funds - continued  
 For the Year Ended December 31, 2003

	<u>Balance 1/1/03</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/03</u>
<b>Sales Tax</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 584	13,725	13,591	718
Total assets	<u>\$ 584</u>	<u>13,725</u>	<u>13,591</u>	<u>718</u>
<b>Liabilities</b>				
Due to other governments	\$ 584	13,725	13,591	718
Total liabilities	<u>\$ 584</u>	<u>13,725</u>	<u>13,591</u>	<u>718</u>
<b>Child Abuse</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 1,920	1,761	1,224	2,457
Total assets	<u>\$ 1,920</u>	<u>1,761</u>	<u>1,224</u>	<u>2,457</u>
<b>Liabilities</b>				
Due to other governments	\$ 1,920	1,761	1,224	2,457
Total liabilities	<u>\$ 1,920</u>	<u>1,761</u>	<u>1,224</u>	<u>2,457</u> (continued)

City of Parma, Ohio  
 Combining Statement of Changes in Assets and Liabilities  
 All Agency Funds - continued  
 For the Year Ended December 31, 2003

	Balance 1/1/03	Additions	Reductions	Balance 12/31/03
<b>Other Agencies</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 585,876	322,818	182,191	726,503
Cash and cash equivalents in segregated accounts	<u>14,108</u>	<u>1,247</u>	<u>556</u>	<u>14,799</u>
Total assets	<u>\$ 599,984</u>	<u>324,065</u>	<u>182,747</u>	<u>741,302</u>
<b>Liabilities</b>				
Deposits held and due to others	<u>\$ 599,984</u>	<u>324,065</u>	<u>182,747</u>	<u>741,302</u>
Total liabilities	<u>\$ 599,984</u>	<u>324,065</u>	<u>182,747</u>	<u>741,302</u>
<b>Total - All Agency Funds</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 595,952	338,304	197,006	737,250
Cash and cash equivalents in segregated accounts	14,108	1,247	556	14,799
Cash and cash equivalents with fiscal and escrow agents	450,208	3,811,336	3,768,948	492,596
Due from other governments	<u>335,576</u>	<u>342,987</u>	<u>335,576</u>	<u>342,987</u>
Total assets	<u>\$ 1,395,844</u>	<u>4,493,874</u>	<u>4,302,086</u>	<u>1,587,632</u>
<b>Liabilities</b>				
Due to other funds	\$ 335,576	342,987	335,576	342,987
Due to other governments	10,076	15,486	14,815	10,747
Deposits held and due to others	<u>1,050,192</u>	<u>4,135,401</u>	<u>3,951,695</u>	<u>1,233,898</u>
Total liabilities	<u>\$ 1,395,844</u>	<u>4,493,874</u>	<u>4,302,086</u>	<u>1,587,632</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES/EXPENSES  
AND CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BASIS) AND ACTUAL**

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Debt Service Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Fees, licenses, and permits				
Penalties	300	300	0	(300)
Total fees, licenses, and permits	<u>300</u>	<u>300</u>	<u>0</u>	<u>(300)</u>
Special assessments				
Special assessments	258,907	258,907	269,128	10,221
Total special assessments	<u>258,907</u>	<u>258,907</u>	<u>269,128</u>	<u>10,221</u>
Interest				
Interest	0	0	1,825	1,825
Total interest	<u>0</u>	<u>0</u>	<u>1,825</u>	<u>1,825</u>
Total revenues	<u>259,207</u>	<u>259,207</u>	<u>270,953</u>	<u>11,746</u>
Expenditures				
Current				
General government				
All other expenditures				
County auditor deduction	250	315	315	0
County auditor deduction	112	152	152	0
County auditor deduction	30	60	41	19
County auditor deduction	17	30	30	0
County auditor deduction	1,000	2,056	2,056	0
Total all other expenditures	<u>1,409</u>	<u>2,613</u>	<u>2,594</u>	<u>19</u>
Total general government	<u>1,409</u>	<u>2,613</u>	<u>2,594</u>	<u>19</u>
Debt service				
Debt service				
Principal retirement	1,757,187	1,996,593	1,968,792	27,801
Interest and fiscal charges	1,487,340	1,249,645	1,223,703	25,942
Total debt service	<u>3,244,527</u>	<u>3,246,238</u>	<u>3,192,495</u>	<u>53,743</u>
Total expenditures	<u>3,245,936</u>	<u>3,248,851</u>	<u>3,195,089</u>	<u>53,762</u>
Excess of revenues over (under) expenditures	(2,986,729)	(2,989,644)	(2,924,136)	65,508

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Debt Service Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Other financing sources (uses)				
Advances - in	23,800	23,800	16,785	(7,015)
Advances - out	(1,160)	(1,160)	(1,160)	0
Operating transfers - in	2,956,863	3,031,843	2,832,874	(198,969)
Bond premium	0	0	61,494	61,494
Bond discount	0	(10,494)	(10,494)	0
	<u>2,979,503</u>	<u>3,043,989</u>	<u>2,899,499</u>	<u>(144,490)</u>
Total other financing sources (uses)	<u>2,979,503</u>	<u>3,043,989</u>	<u>2,899,499</u>	<u>(144,490)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(7,226)	54,345	(24,637)	(78,982)
Fund balance at beginning of year	201,923	201,923	201,923	0
Fund balance (deficit) at end of year	<u><u>194,697</u></u>	<u><u>256,268</u></u>	<u><u>177,286</u></u>	<u><u>(78,982)</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
City Income Tax Capital Acquisitions Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Municipal income tax				
Individual	5,812,182	6,402,644	6,529,693	127,049
Businesses	382,193	382,193	342,938	(39,255)
Total municipal income tax	<u>6,194,375</u>	<u>6,784,837</u>	<u>6,872,631</u>	<u>87,794</u>
Charges for services				
General government	0	0	6,008	6,008
Total charges for services	<u>0</u>	<u>0</u>	<u>6,008</u>	<u>6,008</u>
Donations				
Donations	0	0	5,000	5,000
Total donations	<u>0</u>	<u>0</u>	<u>5,000</u>	<u>5,000</u>
Reimbursements				
Reimbursements	0	279,350	326,829	47,479
Total reimbursements	<u>0</u>	<u>279,350</u>	<u>326,829</u>	<u>47,479</u>
Total revenues	<u>6,194,375</u>	<u>7,064,187</u>	<u>7,210,468</u>	<u>146,281</u>
<b>Expenditures</b>				
<b>Current</b>				
<b>General government</b>				
<b>Materials and supplies</b>				
Operating supplies	1,008,000	1,456,133	1,004,553	451,580
Vehicle maintenance tires and tubes	41,225	58,552	51,626	6,926
Total materials and supplies	<u>1,049,225</u>	<u>1,514,685</u>	<u>1,056,179</u>	<u>458,506</u>
Maintenance of equipment and facilities	63,075	122,701	116,797	5,904
Vehicle maintenance and repair	448,290	480,645	444,092	36,553
Contractual services	738,100	1,034,869	900,040	134,829
<b>All other expenditures</b>				
Legal advertising	9,100	13,250	11,527	1,723
Rentals and leases	18,800	26,800	1,830	24,970
Repair and maintenance	116,130	147,977	138,563	9,414
Refunds	180,000	136,534	129,916	6,618
Economic development grant	0	8,465	8,465	0
Total all other expenditures	<u>324,030</u>	<u>333,026</u>	<u>290,301</u>	<u>42,725</u>
Total general government	<u>2,622,720</u>	<u>3,485,926</u>	<u>2,807,409</u>	<u>678,517</u>
Capital outlay	<u>1,202,700</u>	<u>1,406,257</u>	<u>1,362,796</u>	<u>43,461</u>
Total expenditures	<u>3,825,420</u>	<u>4,892,183</u>	<u>4,170,205</u>	<u>721,978</u>
Excess of revenues over (under) expenditures	2,368,955	2,172,004	3,040,263	868,259

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 City Income Tax Capital Acquisitions Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Other financing sources (uses)				
Advances - in	0	0	1,160	1,160
Operating transfers - in	0	0	18,761	18,761
Advances - out	(50,000)	(194,500)	(174,722)	19,778
Operating transfers - out	(2,926,526)	(2,846,526)	(2,552,588)	293,938
Total other financing sources (uses)	<u>(2,976,526)</u>	<u>(3,041,026)</u>	<u>(2,707,389)</u>	<u>333,637</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(607,571)</u>	<u>(869,022)</u>	<u>332,874</u>	<u>1,201,896</u>
Fund balance at beginning of year	1,119,635	1,119,635	1,119,635	0
Prior year encumbrances appropriated	167,774	167,774	167,774	0
Fund balance (deficit) at end of year	<u><u>679,838</u></u>	<u><u>418,387</u></u>	<u><u>1,620,283</u></u>	<u><u>1,201,896</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenses, and Changes in Fund Equity  
Budget (Non-GAAP Basis) and Actual  
Enterprise - Ridgewood Golf Course  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	1,000	0	4,354	4,354
Greens fees	543,000	636,204	573,433	(62,771)
Snack bar operations	50,000	50,000	59,320	9,320
Pro shop	25,000	25,000	39,082	14,082
Total charges for services	<u>619,000</u>	<u>711,204</u>	<u>676,189</u>	<u>(35,015)</u>
Interest				
Interest	10,000	12,000	4,461	(7,539)
Total interest	<u>10,000</u>	<u>12,000</u>	<u>4,461</u>	<u>(7,539)</u>
Other operating revenues				
Cart rental	212,000	222,000	236,564	14,564
Bar operations	157,000	157,000	190,043	33,043
Other operating revenues	3,500	3,500	5,040	1,540
Total other operating revenues	<u>372,500</u>	<u>382,500</u>	<u>431,647</u>	<u>49,147</u>
Proceeds of notes				
Proceeds of notes	140,000	100,000	100,000	0
Total proceeds of notes	<u>140,000</u>	<u>100,000</u>	<u>100,000</u>	<u>0</u>
Total revenues	<u>1,141,500</u>	<u>1,205,704</u>	<u>1,212,297</u>	<u>6,593</u>
<b>Expenses</b>				
Personal services				
Manager	54,400	54,400	50,853	3,547
Part-time manager assistant	23,500	23,050	20,844	2,206
Clerk and bookkeeper	15,000	15,218	15,218	0
Greenskeeper	57,000	57,000	53,941	3,059
Snack bar manager	10,000	9,000	8,298	702
Part-time clubhouse laborer	35,000	29,000	25,723	3,277
Bartender	16,000	18,000	17,941	59
Assistant greenskeeper	52,600	52,600	49,399	3,201
Golf course ranger	55,200	61,919	61,919	0
Part-time laborer	67,000	70,000	66,254	3,746
Snack bar clerk	11,500	15,000	14,440	560
Overtime	9,000	18,975	16,991	1,984
Clothing allowance	2,000	2,000	1,830	170
Longevity	1,950	1,950	1,950	0
Workers compensation	12,067	10,763	7,590	3,173
Employee life insurance	171	183	183	0
Hospitalization	29,022	30,326	30,325	1
Public employees retirement	70,157	70,157	61,594	8,563
Medicare	6,005	6,005	4,203	1,802
Eye care	460	460	459	1
Total personal services	<u>528,032</u>	<u>546,006</u>	<u>509,955</u>	<u>36,051</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenses, and Changes in Fund Equity  
Budget (Non-GAAP Basis) and Actual  
Enterprise - Ridgewood Golf Course - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	47,500	50,500	44,774	5,726
Vehicle fuel	18,000	17,999	12,202	5,797
Vehicle fuel	1,500	1,500	690	810
Bar purchases-liquor	11,500	11,500	10,746	754
Bar purchases-beer	48,500	48,500	46,965	1,535
Bar purchases-miscellaneous	4,000	4,500	3,977	523
Snack bar purchases-food	32,500	32,000	30,511	1,489
Total materials and supplies	<u>163,500</u>	<u>166,499</u>	<u>149,865</u>	<u>16,634</u>
State audit				
State audit expense	9,000	9,000	0	9,000
Total state audit	<u>9,000</u>	<u>9,000</u>	<u>0</u>	<u>9,000</u>
Maintenance of equipment and facilities	24,000	27,000	25,616	1,384
Vehicle maintenance and repair	3,000	3,000	2,871	129
Contractual services	39,169	25,218	21,933	3,285
All other expenditures				
Pro shop	32,500	32,500	30,659	1,841
Dues and subscriptions	700	700	405	295
Legal advertising	1,500	1,500	1,472	28
Postage and mailing	150	150	79	71
Outside printing	473	472	441	31
Copier and duplicator	350	350	219	131
Laundry and linens	350	350	61	289
Rentals and leases	86,000	75,124	60,615	14,509
Utilities-gas	13,000	15,500	14,175	1,325
Utilities-electricity	27,000	28,100	27,525	575
Utilities-telephone	4,500	4,500	2,443	2,057
Utilities-water	80,000	77,450	44,965	32,485
Licenses and permits	2,400	2,850	2,846	4
Credit card fee	4,298	7,298	6,641	657
Repair and maintenance	33,000	36,000	34,442	1,558
Refunds	1,000	3,900	1,955	1,945
Total all other expenditures	<u>287,221</u>	<u>286,744</u>	<u>228,943</u>	<u>57,801</u>
Total current expenses	<u>1,053,922</u>	<u>1,063,467</u>	<u>939,183</u>	<u>124,284</u>
Capital outlay	<u>67,482</u>	<u>65,805</u>	<u>50,335</u>	<u>15,470</u>
Debt service				
Principal retirement	190,000	190,000	190,000	0
Interest and fiscal charges	<u>12,302</u>	<u>12,302</u>	<u>3,092</u>	<u>9,210</u>
Total debt service	<u>202,302</u>	<u>202,302</u>	<u>193,092</u>	<u>9,210</u>
Total expenses	<u>1,323,706</u>	<u>1,331,574</u>	<u>1,182,610</u>	<u>148,964</u>
Excess of revenues over (under) expenses	(182,206)	(125,870)	29,687	155,557
Fund equity at beginning of year	234,748	234,748	234,748	0
Prior year encumbrances appropriated	4,325	4,325	4,325	0

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenses, and Changes in Fund Equity  
 Budget (Non-GAAP Basis) and Actual  
 Enterprise - Ridgewood Golf Course - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Fund equity (deficit) at end of year	<u>56,867</u>	<u>113,203</u>	<u>268,760</u>	<u>155,557</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Paramedic Levy Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
Emergency medical services	700,000	707,661	724,697	17,036
<b>Total charges for services</b>	<b>700,000</b>	<b>707,661</b>	<b>724,697</b>	<b>17,036</b>
Intergovernmental				
Grants	0	0	5,785	5,785
<b>Total intergovernmental</b>	<b>0</b>	<b>0</b>	<b>5,785</b>	<b>5,785</b>
Interest				
Interest	0	1,000	3,011	2,011
<b>Total interest</b>	<b>0</b>	<b>1,000</b>	<b>3,011</b>	<b>2,011</b>
<b>Total revenues</b>	<b>700,000</b>	<b>708,661</b>	<b>733,493</b>	<b>24,832</b>
<b>Expenditures</b>				
Current				
Security of persons and property				
Personal services				
Accounts coordinator	31,200	31,200	30,883	317
Firemen	100,000	0	0	0
Clerk-typist	26,000	26,000	25,279	721
Overtime	100,000	200,000	200,000	0
Overtime training	100,000	100,000	65,605	34,395
Educational occupation wage supplement	136,000	136,000	134,929	1,071
Longevity	600	600	600	0
Hospital buy back	800	800	92	708
Workers compensation	8,820	8,820	5,295	3,525
Employee life insurance	114	114	114	0
Hospitalization	4,260	4,260	4,259	1
Public employees retirement	9,700	9,700	9,700	0
Medicare	4,260	4,260	851	3,409
Eye care	97	97	97	0
<b>Total personal services</b>	<b>521,851</b>	<b>521,851</b>	<b>477,704</b>	<b>44,147</b>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Paramedic Levy Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	15,000	18,500	18,308	192
Total materials and supplies	<u>15,000</u>	<u>18,500</u>	<u>18,308</u>	<u>192</u>
County auditor deductions				
County auditor and treasurer fees	3,500	0	0	0
Total county auditor deductions	<u>3,500</u>	<u>0</u>	<u>0</u>	<u>0</u>
Maintenance of equipment and facilities	0	10,000	6,635	3,365
Vehicle maintenance and repair	15,000	15,000	314	14,686
Contractual services	75,000	79,630	71,932	7,698
All other expenditures				
Uniform replacement	25,000	36,999	32,857	4,142
Dues and subscriptions	1,500	1,500	1,500	0
Travel and transportation	5,000	7,000	5,355	1,645
Postage and mailing	400	400	59	341
Copier and duplicator	400	400	297	103
Training	25,000	13,000	9,245	3,755
Radio and communications	250	250	0	250
Total all other expenditures	<u>57,550</u>	<u>59,549</u>	<u>49,313</u>	<u>10,236</u>
Total security of persons and property	<u>687,901</u>	<u>704,530</u>	<u>624,206</u>	<u>80,324</u>
Total expenditures	<u>687,901</u>	<u>704,530</u>	<u>624,206</u>	<u>80,324</u>
Excess of revenues over (under) expenditures	12,099	4,131	109,287	105,156
Other financing sources (uses)				
Operating transfers - out	(46,698)	(46,698)	(46,698)	0
Total other financing sources (uses)	<u>(46,698)</u>	<u>(46,698)</u>	<u>(46,698)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(34,599)</u>	<u>(42,567)</u>	<u>62,589</u>	<u>105,156</u>
Fund balance at beginning of year	56,464	56,464	56,464	0
Prior year encumbrances appropriated	12,408	12,408	12,408	0
Fund balance (deficit) at end of year	<u><u>34,273</u></u>	<u><u>26,305</u></u>	<u><u>131,461</u></u>	<u><u>105,156</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Land Acquisitions Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Interest				
Interest	0	24	55	31
Total interest	<u>0</u>	<u>24</u>	<u>55</u>	<u>31</u>
Total revenues	<u>0</u>	<u>24</u>	<u>55</u>	<u>31</u>
Expenditures				
Current				
Leisure time activities				
Contractual services	3,600	3,600	0	3,600
Total leisure time activities	<u>3,600</u>	<u>3,600</u>	<u>0</u>	<u>3,600</u>
Total expenditures	<u>3,600</u>	<u>3,600</u>	<u>0</u>	<u>3,600</u>
Excess of revenues over (under) expenditures	(3,600)	(3,576)	55	3,631
Fund balance at beginning of year	3,634	3,634	3,634	0
Fund balance (deficit) at end of year	<u><u>34</u></u>	<u><u>58</u></u>	<u><u>3,689</u></u>	<u><u>3,631</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Parks and Recreation Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	5,000	6,000	6,340	340
Parks and recreation	17,200	15,550	39,714	24,164
Total charges for services	<u>22,200</u>	<u>21,550</u>	<u>46,054</u>	<u>24,504</u>
Intergovernmental				
Grants	5,000	5,000	0	(5,000)
Total intergovernmental	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>(5,000)</u>
Donations				
Donations	29,500	29,500	80,370	50,870
Total donations	<u>29,500</u>	<u>29,500</u>	<u>80,370</u>	<u>50,870</u>
Rentals and leases				
Rentals and leases	120,000	237,280	166,400	(70,880)
Total rentals and leases	<u>120,000</u>	<u>237,280</u>	<u>166,400</u>	<u>(70,880)</u>
Interest				
Interest	500	250	2,215	1,965
Total interest	<u>500</u>	<u>250</u>	<u>2,215</u>	<u>1,965</u>
Total revenues	<u>177,200</u>	<u>293,580</u>	<u>295,039</u>	<u>1,459</u>
Expenditures				
Current				
Leisure time activities				
Materials and supplies				
Operating supplies	0	42,646	39,357	3,289
Total materials and supplies	<u>0</u>	<u>42,646</u>	<u>39,357</u>	<u>3,289</u>
Maintenance of equipment and facilities	0	22,000	19,819	2,181
Contractual services	0	190,454	146,732	43,722
Total leisure time activities	<u>0</u>	<u>255,100</u>	<u>205,908</u>	<u>49,192</u>
Capital outlay	<u>0</u>	<u>130,068</u>	<u>104,992</u>	<u>25,076</u>
Total expenditures	<u>0</u>	<u>385,168</u>	<u>310,900</u>	<u>74,268</u>
Excess of revenues over (under) expenditures	177,200	(91,588)	(15,861)	75,727
Other financing sources (uses)				
Operating transfers - out	(81,000)	(60,000)	(50,000)	10,000
Total other financing sources (uses)	<u>(81,000)</u>	<u>(60,000)</u>	<u>(50,000)</u>	<u>10,000</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>96,200</u>	<u>(151,588)</u>	<u>(65,861)</u>	<u>85,727</u>
Fund balance at beginning of year	134,577	134,577	134,577	0
Prior year encumbrances appropriated	13,469	13,469	13,469	0

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Parks and Recreation Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Fund balance (deficit) at end of year	<u>244,246</u>	<u>(3,542)</u>	<u>82,185</u>	<u>85,727</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Parma Public Housing Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
Miscellaneous services	0	0	280,063	280,063
Total charges for services	<u>0</u>	<u>0</u>	<u>280,063</u>	<u>280,063</u>
Intergovernmental				
Grants	2,340,693	2,657,601	4,507,484	1,849,883
Total intergovernmental	<u>2,340,693</u>	<u>2,657,601</u>	<u>4,507,484</u>	<u>1,849,883</u>
Interest				
Interest	0	0	5,580	5,580
Total interest	<u>0</u>	<u>0</u>	<u>5,580</u>	<u>5,580</u>
<b>Total revenues</b>	<u>2,340,693</u>	<u>2,657,601</u>	<u>4,793,127</u>	<u>2,135,526</u>
<b>Expenditures</b>				
<b>Current</b>				
<b>Community environment</b>				
<b>Personal services</b>				
Executive housing director	0	34,652	34,652	0
Public housing custodian	28,131	28,131	28,131	0
Clerk-typist	21,998	43,195	21,195	22,000
FSS coordinator	30,799	28,999	28,294	705
Occupancy specialist	31,431	34,990	34,990	0
Intake specialist	0	392	392	0
Resident initiative assistant	20,114	20,352	20,352	0
Secretary	0	5,000	4,738	262
Program manager	30,000	27,268	27,268	0
Overtime	7,000	11,327	11,327	0
Accrued sick leave and disability	1,000	1,000	0	1,000
Longevity	2,900	4,250	3,625	625
Workers compensation	5,774	4,043	4,043	0
Employee life insurance	285	323	323	0
Hospitalization	28,405	39,196	39,196	0
Public employees retirement	32,605	37,252	34,718	2,534
Medicare	2,791	3,288	2,152	1,136
Eye care	387	520	520	0
Total personal services	<u>243,620</u>	<u>324,178</u>	<u>295,916</u>	<u>28,262</u>
<b>Materials and supplies</b>				
Operating supplies	0	3,500	0	3,500
Operating supplies	0	27,974	0	27,974
Total materials and supplies	<u>0</u>	<u>31,474</u>	<u>0</u>	<u>31,474</u>
Contractual services	2,030,000	2,216,975	4,375,359	(2,158,384)
<b>All other expenditures</b>				
Postage and mailing	0	500	0	500
Copier and duplicator	0	1,000	0	1,000
Utilities-gas	0	4,000	0	4,000
Utilities-electricity	0	1,600	0	1,600
Utilities-telephone	0	800	0	800
Utilities-water	0	2,021	0	2,021

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Parma Public Housing Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Reimbursements	0	1,000	0	1,000
Total all other expenditures	0	10,921	0	10,921
Total community environment	<u>2,273,620</u>	<u>2,583,548</u>	<u>4,671,275</u>	<u>(2,087,727)</u>
Capital outlay	0	28,974	0	28,974
Total expenditures	<u>2,273,620</u>	<u>2,612,522</u>	<u>4,671,275</u>	<u>(2,058,753)</u>
Excess of revenues over (under) expenditures	67,073	45,079	121,852	76,773
Other financing sources (uses)				
Advances - in	0	0	170,534	170,534
Advances - out	(58,829)	(58,829)	(58,829)	0
Total other financing sources (uses)	<u>(58,829)</u>	<u>(58,829)</u>	<u>111,705</u>	<u>170,534</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	8,244	(13,750)	233,557	247,307
Fund balance at beginning of year	95,506	95,506	95,506	0
Fund balance (deficit) at end of year	<u><u>103,750</u></u>	<u><u>81,756</u></u>	<u><u>329,063</u></u>	<u><u>247,307</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Community Development Block Grant Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	1,294,400	1,662,586	1,130,102	(532,484)
Total intergovernmental	<u>1,294,400</u>	<u>1,662,586</u>	<u>1,130,102</u>	<u>(532,484)</u>
Total revenues	<u>1,294,400</u>	<u>1,662,586</u>	<u>1,130,102</u>	<u>(532,484)</u>
Expenditures				
Current				
Community environment				
Personal services				
Director	61,188	81,826	62,532	19,294
Coordinator	32,769	33,488	33,488	0
Inspector-housing	34,436	34,726	34,726	0
Public service employee trainee	26,346	28,085	28,085	0
Clerk-typist	25,542	25,542	25,404	138
Secretary	30,800	30,799	30,799	0
Overtime	0	5,951	481	5,470
Longevity	2,000	2,775	2,000	775
Workers compensation	6,392	7,285	4,193	3,092
Employee life insurance	495	495	342	153
Hospitalization	53,375	53,374	52,555	819
Public employees retirement	36,096	38,266	37,207	1,059
Medicare	3,090	3,521	3,148	373
Eye care	814	814	770	44
Total personal services	<u>313,343</u>	<u>346,947</u>	<u>315,730</u>	<u>31,217</u>
Materials and supplies				
Operating supplies	5,525	5,000	0	5,000
Operating supplies	23,971	77,353	57,353	20,000
Operating supplies	32,000	263,411	253,715	9,696
Total materials and supplies	<u>61,496</u>	<u>345,764</u>	<u>311,068</u>	<u>34,696</u>
Maintenance of equipment and facilities	14,891	12,700	322	12,378
Contractual services	407,015	405,994	242,015	163,979
All other expenditures				
Dues and subscriptions	0	4,500	4,500	0
Master zoning permits	21,965	16,964	2,702	14,262
Senior citizens emergency cleanup	600	0	0	0
Health and human services	10,000	4,509	4,509	0
Home improvement program	60,000	38,611	38,611	0
Contingencies	18,751	0	0	0
Reimbursements	17,695	0	0	0
Dues and subscriptions	7,000	4,056	1,091	2,965
Legal advertising	4,000	5,419	5,406	13
Travel and transportation	2,000	1,000	267	733
Postage and mailing	1,040	2,040	1,152	888
Copier and duplicator	1,200	1,200	914	286
Rentals and leases	100	100	54	46
Utilities-telephone	0	1,848	1,568	280
Education awareness	1,000	1,000	415	585

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Community Development Block Grant Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Litter prevention	15,698	15,698	15,698	0
Advertising campaign	3,700	2,750	1,175	1,575
Health and human services	34,251	47,762	38,085	9,677
Home improvement program	123,000	131,977	121,493	10,484
Contingencies	3,303	0	0	0
Reimbursements	23,861	22,541	0	22,541
Total all other expenditures	<u>349,164</u>	<u>301,975</u>	<u>237,640</u>	<u>64,335</u>
Total community environment	<u>1,145,909</u>	<u>1,413,380</u>	<u>1,106,775</u>	<u>306,605</u>
Capital outlay	<u>27,730</u>	<u>25,931</u>	<u>12,054</u>	<u>13,877</u>
Total expenditures	<u>1,173,639</u>	<u>1,439,311</u>	<u>1,118,829</u>	<u>320,482</u>
Excess of revenues over (under) expenditures	120,761	223,275	11,273	(212,002)
Other financing sources (uses)				
Advances - in	0	0	509,349	509,349
Operating transfers - in	0	0	78,457	78,457
Operating transfers - out	(120,000)	(229,350)	(204,401)	24,949
Total other financing sources (uses)	<u>(120,000)</u>	<u>(229,350)</u>	<u>383,405</u>	<u>612,755</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	761	(6,075)	394,678	400,753
Fund balance at beginning of year	228,962	228,962	228,962	0
Prior year encumbrances appropriated	8,000	8,000	8,000	0
Fund balance (deficit) at end of year	<u><u>237,723</u></u>	<u><u>230,887</u></u>	<u><u>631,640</u></u>	<u><u>400,753</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Street Construction, Maintenance, and Repair Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	0	0	285	285
Miscellaneous services	2,000	2,000	816	(1,184)
<b>Total charges for services</b>	<b>2,000</b>	<b>2,000</b>	<b>1,101</b>	<b>(899)</b>
Fees, licenses, and permits				
Fees and permits	1,000	1,000	1,283	283
<b>Total fees, licenses, and permits</b>	<b>1,000</b>	<b>1,000</b>	<b>1,283</b>	<b>283</b>
Intergovernmental				
State motor vehicle license tax	460,000	470,000	501,273	31,273
State gasoline tax	1,355,000	1,360,000	1,514,146	154,146
Grants	200	0	1,153	1,153
<b>Total intergovernmental</b>	<b>1,815,200</b>	<b>1,830,000</b>	<b>2,016,572</b>	<b>186,572</b>
<b>Total revenues</b>	<b>1,818,200</b>	<b>1,833,000</b>	<b>2,018,956</b>	<b>185,956</b>
<b>Expenditures</b>				
Current				
Transportation				
Personal services				
Supervisor	112,434	112,434	109,170	3,264
Mechanics supervisor	54,200	54,200	52,602	1,598
Laborer	1,356,000	1,162,843	1,162,789	54
Summer laborer	35,000	47,922	47,922	0
Mechanic	432,000	414,000	385,921	28,079
Parts expediter	78,500	78,500	77,336	1,164
Special equipment operator	251,000	284,604	284,604	0
Truck driver	624,000	667,303	667,303	0
Overtime	225,000	315,137	315,137	0
Clothing allowance	61,460	56,459	41,147	15,312
Tool allowance	6,200	6,200	6,200	0
Longevity	44,000	45,630	45,630	0
Workers compensation	74,034	66,034	63,208	2,826
Employee life insurance	5,107	5,107	4,404	703
Hospitalization	648,538	641,538	639,171	2,367
Public employees retirement	557,402	557,402	543,599	13,803
Medicare	26,711	27,269	27,269	0
Eye care	9,939	9,939	9,469	470
<b>Total personal services</b>	<b>4,601,525</b>	<b>4,552,521</b>	<b>4,482,881</b>	<b>69,640</b>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Street Construction, Maintenance, and Repair Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Materials and supplies				
Operating supplies	55,000	76,600	72,927	3,673
Vehicle fuel	148,000	147,999	107,214	40,785
Vehicle fuel	22,000	21,999	5,638	16,361
Total materials and supplies	<u>225,000</u>	<u>246,598</u>	<u>185,779</u>	<u>60,819</u>
Contractual services	103,800	50,505	48,316	2,189
All other expenditures				
Copier and duplicator	500	500	320	180
Rentals and leases	4,500	6,129	6,089	40
Training	0	2,095	1,790	305
Radio and communications	6,500	9,500	8,872	628
Reimbursements	1,000	1,000	0	1,000
Total all other expenditures	<u>12,500</u>	<u>19,224</u>	<u>17,071</u>	<u>2,153</u>
Total transportation	<u>4,942,825</u>	<u>4,868,848</u>	<u>4,734,047</u>	<u>134,801</u>
Total expenditures	<u>4,942,825</u>	<u>4,868,848</u>	<u>4,734,047</u>	<u>134,801</u>
Excess of revenues over (under) expenditures	(3,124,625)	(3,035,848)	(2,715,091)	320,757
Other financing sources (uses)				
Operating transfers - in	3,035,000	3,035,000	2,768,770	(266,230)
Advances - out	0	(75,000)	(75,000)	0
Total other financing sources (uses)	<u>3,035,000</u>	<u>2,960,000</u>	<u>2,693,770</u>	<u>(266,230)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(89,625)</u>	<u>(75,848)</u>	<u>(21,321)</u>	<u>54,527</u>
Fund balance at beginning of year	95,204	95,204	95,204	0
Fund balance (deficit) at end of year	<u>5,579</u>	<u>19,356</u>	<u>73,883</u>	<u>54,527</u>

City of Parma, 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, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Intergovernmental				
State motor vehicle license tax	38,000	38,000	40,644	2,644
State gasoline tax	109,000	109,000	115,665	6,665
Grants	0	0	1,065	1,065
Total intergovernmental	<u>147,000</u>	<u>147,000</u>	<u>157,374</u>	<u>10,374</u>
Interest				
Interest	0	0	29	29
Total interest	<u>0</u>	<u>0</u>	<u>29</u>	<u>29</u>
Total revenues	<u>147,000</u>	<u>147,000</u>	<u>157,403</u>	<u>10,403</u>
<b>Expenditures</b>				
Current				
Transportation				
Personal services				
Laborer	37,662	17,359	0	17,359
Sign painter	43,900	43,900	42,276	1,624
Printer	40,500	40,500	40,476	24
Traffic light technician	52,494	72,796	72,796	0
Overtime	16,000	16,000	11,861	4,139
Clothing allowance	1,590	1,940	1,590	350
Longevity	4,600	4,600	3,800	800
Workers compensation	4,385	4,385	3,341	1,044
Employee life insurance	252	252	189	63
Hospitalization	33,240	33,240	24,682	8,558
Public employees retirement	33,019	33,019	22,722	10,297
Medicare	2,826	2,826	603	2,223
Eye care	508	508	355	153
Total personal services	<u>270,976</u>	<u>271,325</u>	<u>224,691</u>	<u>46,634</u>
Materials and supplies				
Operating supplies	20,000	19,650	18,187	1,463
Vehicle fuel	57,000	57,000	56,930	70
Vehicle fuel	1,000	1,000	0	1,000
Total materials and supplies	<u>78,000</u>	<u>77,650</u>	<u>75,117</u>	<u>2,533</u>
All other expenditures				
Rentals and leases	2,000	2,000	30	1,970
Total all other expenditures	<u>2,000</u>	<u>2,000</u>	<u>30</u>	<u>1,970</u>
Total transportation	<u>350,976</u>	<u>350,975</u>	<u>299,838</u>	<u>51,137</u>
Total expenditures	<u>350,976</u>	<u>350,975</u>	<u>299,838</u>	<u>51,137</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 State Highway Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Excess of revenues over (under) expenditures	(203,976)	(203,975)	(142,435)	61,540
Other financing sources (uses)				
Operating transfers - in	200,000	200,000	88,490	(111,510)
Total other financing sources (uses)	<u>200,000</u>	<u>200,000</u>	<u>88,490</u>	<u>(111,510)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(3,976)</u>	<u>(3,975)</u>	<u>(53,945)</u>	<u>(49,970)</u>
Fund balance at beginning of year	21,846	21,846	21,846	0
Fund balance (deficit) at end of year	<u><u>17,870</u></u>	<u><u>17,871</u></u>	<u><u>(32,099)</u></u>	<u><u>(49,970)</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Municipal Motor Vehicle License Tax Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
State motor vehicle license tax	534,000	548,977	547,469	(1,508)
Total intergovernmental	<u>534,000</u>	<u>548,977</u>	<u>547,469</u>	<u>(1,508)</u>
Interest				
Interest	0	0	5,366	5,366
Total interest	<u>0</u>	<u>0</u>	<u>5,366</u>	<u>5,366</u>
Total revenues	<u>534,000</u>	<u>548,977</u>	<u>552,835</u>	<u>3,858</u>
Excess of revenues over (under) expenditures	534,000	548,977	552,835	3,858
Other financing sources (uses)				
Operating transfers - out	(555,000)	(589,261)	(589,261)	0
Total other financing sources (uses)	<u>(555,000)</u>	<u>(589,261)</u>	<u>(589,261)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(21,000)</u>	<u>(40,284)</u>	<u>(36,426)</u>	<u>3,858</u>
Fund balance at beginning of year	40,285	40,285	40,285	0
Fund balance (deficit) at end of year	<u><u>19,285</u></u>	<u><u>1</u></u>	<u><u>3,859</u></u>	<u><u>3,858</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Noxious Weeds Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Special assessments				
Special assessments	0	4,053	4,068	15
Total special assessments	<u>0</u>	<u>4,053</u>	<u>4,068</u>	<u>15</u>
Total revenues	<u>0</u>	<u>4,053</u>	<u>4,068</u>	<u>15</u>
Expenditures				
Current				
General government				
Contractual services	10,000	10,442	10,410	32
All other expenditures				
County auditor deduction	1,000	1,000	40	960
Refunds	0	1,000	330	670
Total all other expenditures	<u>1,000</u>	<u>2,000</u>	<u>370</u>	<u>1,630</u>
Total general government	<u>11,000</u>	<u>12,442</u>	<u>10,780</u>	<u>1,662</u>
Total expenditures	<u>11,000</u>	<u>12,442</u>	<u>10,780</u>	<u>1,662</u>
Excess of revenues over (under) expenditures	(11,000)	(8,389)	(6,712)	1,677
Fund balance at beginning of year	16,547	16,547	16,547	0
Fund balance (deficit) at end of year	<u><u>5,547</u></u>	<u><u>8,158</u></u>	<u><u>9,835</u></u>	<u><u>1,677</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Street Lighting Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Fees, licenses, and permits				
Penalties	2,000	2,000	0	(2,000)
Total fees, licenses, and permits	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>(2,000)</u>
Special assessments				
Special assessments	823,900	825,900	811,525	(14,375)
Total special assessments	<u>823,900</u>	<u>825,900</u>	<u>811,525</u>	<u>(14,375)</u>
Interest				
Interest	200	200	0	(200)
Total interest	<u>200</u>	<u>200</u>	<u>0</u>	<u>(200)</u>
Total revenues	<u>826,100</u>	<u>828,100</u>	<u>811,525</u>	<u>(16,575)</u>
Expenditures				
Current				
Basic utility services				
Contractual services	3,900	116	0	116
All other expenditures				
Street lighting	840,000	840,000	840,000	0
County auditor deduction	0	7,859	7,859	0
Total all other expenditures	<u>840,000</u>	<u>847,859</u>	<u>847,859</u>	<u>0</u>
Total basic utility services	<u>843,900</u>	<u>847,975</u>	<u>847,859</u>	<u>116</u>
Total expenditures	<u>843,900</u>	<u>847,975</u>	<u>847,859</u>	<u>116</u>
Excess of revenues over (under) expenditures	(17,800)	(19,875)	(36,334)	(16,459)
Other financing sources (uses)				
Operating transfers - in	20,000	20,000	36,305	16,305
Total other financing sources (uses)	<u>20,000</u>	<u>20,000</u>	<u>36,305</u>	<u>16,305</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>2,200</u>	<u>125</u>	<u>(29)</u>	<u>(154)</u>
Fund balance at beginning of year	30	30	30	0
Fund balance (deficit) at end of year	<u><u>2,230</u></u>	<u><u>155</u></u>	<u><u>1</u></u>	<u><u>(154)</u></u>

City of Parma, 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, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	389,000	607,711	385,324	(222,387)
Tangible personal property	31,000	31,000	27,450	(3,550)
Total property and other taxes	<u>420,000</u>	<u>638,711</u>	<u>412,774</u>	<u>(225,937)</u>
Charges for services				
General government	852	0	230,923	230,923
Total charges for services	<u>852</u>	<u>0</u>	<u>230,923</u>	<u>230,923</u>
Intergovernmental				
Homestead	4,500	4,500	4,288	(212)
10% reimbursement	42,600	42,600	43,248	648
2.5% property tax rollback	7,800	7,900	7,887	(13)
Total intergovernmental	<u>54,900</u>	<u>55,000</u>	<u>55,423</u>	<u>423</u>
Total revenues	<u>475,752</u>	<u>693,711</u>	<u>699,120</u>	<u>5,409</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
State pension fund	1,408,000	1,433,000	1,258,413	174,587
Total personal services	<u>1,408,000</u>	<u>1,433,000</u>	<u>1,258,413</u>	<u>174,587</u>
All other expenditures				
Refunds	1,000	79,202	78,559	643
Total all other expenditures	<u>1,000</u>	<u>79,202</u>	<u>78,559</u>	<u>643</u>
Total security of persons and property	<u>1,409,000</u>	<u>1,512,202</u>	<u>1,336,972</u>	<u>175,230</u>
Total expenditures	<u>1,409,000</u>	<u>1,512,202</u>	<u>1,336,972</u>	<u>175,230</u>
Excess of revenues over (under) expenditures	(933,248)	(818,491)	(637,852)	180,639
Other financing sources (uses)				
Operating transfers - in	934,000	934,000	921,140	(12,860)
Total other financing sources (uses)	<u>934,000</u>	<u>934,000</u>	<u>921,140</u>	<u>(12,860)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	752	115,509	283,288	167,779
Fund balance at beginning of year	1,836	1,836	1,836	0
Fund balance (deficit) at end of year	<u>2,588</u>	<u>117,345</u>	<u>285,124</u>	<u>167,779</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Fire Pension Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	389,000	552,291	385,324	(166,967)
Tangible personal property	31,000	31,000	27,450	(3,550)
Total property and other taxes	<u>420,000</u>	<u>583,291</u>	<u>412,774</u>	<u>(170,517)</u>
Charges for services				
General government	352	1,000	164,043	163,043
Total charges for services	<u>352</u>	<u>1,000</u>	<u>164,043</u>	<u>163,043</u>
Intergovernmental				
Homestead	4,500	4,500	4,288	(212)
10% reimbursement	43,000	43,000	43,248	248
2.5% property tax rollback	7,900	7,900	7,887	(13)
Total intergovernmental	<u>55,400</u>	<u>55,400</u>	<u>55,423</u>	<u>23</u>
Total revenues	<u>475,752</u>	<u>639,691</u>	<u>632,240</u>	<u>(7,451)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
State pension fund	1,513,950	1,513,950	1,462,238	51,712
Total personal services	<u>1,513,950</u>	<u>1,513,950</u>	<u>1,462,238</u>	<u>51,712</u>
All other expenditures				
Refunds	3,000	50,145	48,247	1,898
Total all other expenditures	<u>3,000</u>	<u>50,145</u>	<u>48,247</u>	<u>1,898</u>
Total security of persons and property	<u>1,516,950</u>	<u>1,564,095</u>	<u>1,510,485</u>	<u>53,610</u>
Total expenditures	<u>1,516,950</u>	<u>1,564,095</u>	<u>1,510,485</u>	<u>53,610</u>
Excess of revenues over (under) expenditures	(1,041,198)	(924,404)	(878,245)	46,159
Other financing sources (uses)				
Operating transfers - in	1,046,698	1,046,698	1,046,698	0
Total other financing sources (uses)	<u>1,046,698</u>	<u>1,046,698</u>	<u>1,046,698</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	5,500	122,294	168,453	46,159
Fund balance at beginning of year	(1,614)	(1,614)	(1,614)	0
Fund balance (deficit) at end of year	<u>3,886</u>	<u>120,680</u>	<u>166,839</u>	<u>46,159</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Law Enforcement Trust Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	51,000	97,338	46,051	(51,287)
Total charges for services	<u>51,000</u>	<u>97,338</u>	<u>46,051</u>	<u>(51,287)</u>
Fines and forfeitures				
Fines and forfeitures	75,000	75,000	95,463	20,463
Total fines and forfeitures	<u>75,000</u>	<u>75,000</u>	<u>95,463</u>	<u>20,463</u>
Intergovernmental				
Grants	6,616	6,600	35,335	28,735
Total intergovernmental	<u>6,616</u>	<u>6,600</u>	<u>35,335</u>	<u>28,735</u>
Donations				
Donations	16,000	16,000	17,667	1,667
Total donations	<u>16,000</u>	<u>16,000</u>	<u>17,667</u>	<u>1,667</u>
Rentals and leases				
Rentals and leases	15,000	15,000	16,776	1,776
Total rentals and leases	<u>15,000</u>	<u>15,000</u>	<u>16,776</u>	<u>1,776</u>
Interest				
Interest	5,000	5,000	1,161	(3,839)
Total interest	<u>5,000</u>	<u>5,000</u>	<u>1,161</u>	<u>(3,839)</u>
<b>Total revenues</b>	<u>168,616</u>	<u>214,938</u>	<u>212,453</u>	<u>(2,485)</u>
<b>Expenditures</b>				
Current				
Security of persons and property				
Personal services				
Police officer	47,000	44,000	0	44,000
Overtime	6,616	7,687	7,687	0
Overtime	0	6,634	6,634	0
Total personal services	<u>53,616</u>	<u>58,321</u>	<u>14,321</u>	<u>44,000</u>
Materials and supplies				
Operating supplies	8,000	10,996	10,993	3
Operating supplies	1,000	1,000	828	172
Operating supplies	0	9,200	9,200	0
Total materials and supplies	<u>9,000</u>	<u>21,196</u>	<u>21,021</u>	<u>175</u>
Contractual services	91,440	98,140	98,140	0

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Law Enforcement Trust Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Refunds	0	4	4	0
Confidential investigations	10,000	10,000	0	10,000
Dues and subscriptions	9,000	5,543	1,200	4,343
Utilities-telephone	6,100	9,556	8,861	695
Housing of prisoners	25,000	25,000	8,709	16,291
Radio and communications	0	1,000	312	688
Education awareness	20,000	20,000	16,807	3,193
Education awareness	3,000	3,000	1,161	1,839
Total all other expenditures	<u>73,100</u>	<u>74,103</u>	<u>37,054</u>	<u>37,049</u>
Total security of persons and property	<u>227,156</u>	<u>251,760</u>	<u>170,536</u>	<u>81,224</u>
Capital outlay	<u>29,504</u>	<u>26,015</u>	<u>21,907</u>	<u>4,108</u>
Total expenditures	<u>256,660</u>	<u>277,775</u>	<u>192,443</u>	<u>85,332</u>
Excess of revenues over (under) expenditures	(88,044)	(62,837)	20,010	82,847
Fund balance at beginning of year	497,545	497,545	497,545	0
Prior year encumbrances appropriated	1,213	1,213	1,213	0
Fund balance (deficit) at end of year	<u><u>410,714</u></u>	<u><u>435,921</u></u>	<u><u>518,768</u></u>	<u><u>82,847</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Police Levy Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Property and other taxes				
Real estate and public utility	1,439,000	1,439,000	1,423,560	(15,440)
Tangible personal property	152,000	152,000	136,137	(15,863)
Total property and other taxes	<u>1,591,000</u>	<u>1,591,000</u>	<u>1,559,697</u>	<u>(31,303)</u>
Charges for services				
General government	151	0	342	342
Total charges for services	<u>151</u>	<u>0</u>	<u>342</u>	<u>342</u>
Intergovernmental				
Homestead	16,000	16,000	15,499	(501)
10% reimbursement	157,000	157,000	158,009	1,009
2.5% property tax rollback	29,000	29,000	28,504	(496)
Total intergovernmental	<u>202,000</u>	<u>202,000</u>	<u>202,012</u>	<u>12</u>
Total revenues	<u>1,793,151</u>	<u>1,793,000</u>	<u>1,762,051</u>	<u>(30,949)</u>
<b>Expenditures</b>				
<b>Current</b>				
Security of persons and property				
Personal services				
Police officer	440,000	404,000	372,011	31,989
Assistant vehicle maintenance officer	44,935	44,935	41,806	3,129
Overtime	300,000	335,000	335,000	0
Tool allowance	700	700	620	80
Education bonus	0	1,000	1,000	0
Total personal services	<u>785,635</u>	<u>785,635</u>	<u>750,437</u>	<u>35,198</u>
County auditor deductions				
County auditor and treasurer fees	14,000	14,000	13,965	35
Total county auditor deductions	<u>14,000</u>	<u>14,000</u>	<u>13,965</u>	<u>35</u>
Contractual services	21,997	34,856	31,909	2,947

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Police Levy Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Dues and subscriptions	4,500	4,500	4,500	0
Radio and communications	48,000	49,099	47,293	1,806
Total all other expenditures	<u>52,500</u>	<u>53,599</u>	<u>51,793</u>	<u>1,806</u>
Total security of persons and property	<u>874,132</u>	<u>888,090</u>	<u>848,104</u>	<u>39,986</u>
Total expenditures	<u>874,132</u>	<u>888,090</u>	<u>848,104</u>	<u>39,986</u>
Excess of revenues over (under) expenditures	919,019	904,910	913,947	9,037
Other financing sources (uses)				
Operating transfers - out	(934,000)	(921,139)	(921,139)	0
Total other financing sources (uses)	<u>(934,000)</u>	<u>(921,139)</u>	<u>(921,139)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(14,981)</u>	<u>(16,229)</u>	<u>(7,192)</u>	<u>9,037</u>
Fund balance at beginning of year	19,711	19,711	19,711	0
Prior year encumbrances appropriated	1,100	1,100	1,100	0
Fund balance (deficit) at end of year	<u><u>5,830</u></u>	<u><u>4,582</u></u>	<u><u>13,619</u></u>	<u><u>9,037</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Fire Levy Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Property and other taxes				
Real estate and public utility	1,439,000	1,439,000	1,423,560	(15,440)
Tangible personal property	152,000	152,000	136,137	(15,863)
Total property and other taxes	<u>1,591,000</u>	<u>1,591,000</u>	<u>1,559,697</u>	<u>(31,303)</u>
Charges for services				
General government	151	0	0	0
Total charges for services	<u>151</u>	<u>0</u>	<u>0</u>	<u>0</u>
Intergovernmental				
Homestead	16,000	16,000	15,499	(501)
10% reimbursement	157,000	157,000	158,009	1,009
2.5% property tax rollback	29,000	29,000	28,504	(496)
Total intergovernmental	<u>202,000</u>	<u>202,000</u>	<u>202,012</u>	<u>12</u>
Total revenues	<u>1,793,151</u>	<u>1,793,000</u>	<u>1,761,709</u>	<u>(31,291)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Firemen	356,767	111,767	90,977	20,790
Overtime	306,767	551,767	551,194	573
Clothing allowance	88,400	88,400	85,974	2,426
Total personal services	<u>751,934</u>	<u>751,934</u>	<u>728,145</u>	<u>23,789</u>
County auditor deductions				
County auditor and treasurer fees	15,000	15,000	13,965	1,035
Total county auditor deductions	<u>15,000</u>	<u>15,000</u>	<u>13,965</u>	<u>1,035</u>
Contractual services	2,997	3,371	2,732	639

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Fire Levy Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Uniform replacement	25,000	32,200	21,630	10,570
Dues and subscriptions	1,500	1,500	1,500	0
Radio and communications	42,195	42,195	31,623	10,572
Total all other expenditures	<u>68,695</u>	<u>75,895</u>	<u>54,753</u>	<u>21,142</u>
Total security of persons and property	<u>838,626</u>	<u>846,200</u>	<u>799,595</u>	<u>46,605</u>
Total expenditures	<u>838,626</u>	<u>846,200</u>	<u>799,595</u>	<u>46,605</u>
Excess of revenues over (under) expenditures	954,525	946,800	962,114	15,314
Other financing sources (uses)				
Operating transfers - out	(1,000,000)	(1,000,000)	(1,000,000)	0
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(45,475)</u>	<u>(53,200)</u>	<u>(37,886)</u>	<u>15,314</u>
Fund balance at beginning of year	54,146	54,146	54,146	0
Prior year encumbrances appropriated	7,575	7,575	7,575	0
Fund balance (deficit) at end of year	<u><u>16,246</u></u>	<u><u>8,521</u></u>	<u><u>23,835</u></u>	<u><u>15,314</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Sewer Maintenance Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	290,000	290,000	211,100	(78,900)
<b>Total charges for services</b>	<b>290,000</b>	<b>290,000</b>	<b>211,100</b>	<b>(78,900)</b>
Fees, licenses, and permits				
Fees and permits	30,000	30,000	26,807	(3,193)
<b>Total fees, licenses, and permits</b>	<b>30,000</b>	<b>30,000</b>	<b>26,807</b>	<b>(3,193)</b>
<b>Total revenues</b>	<b>320,000</b>	<b>320,000</b>	<b>237,907</b>	<b>(82,093)</b>
<b>Expenditures</b>				
<b>Current</b>				
Basic utility services				
Personal services				
Supervisor	59,585	59,585	54,089	5,496
Clerk-typist	26,570	26,570	25,835	735
Laborer	150,758	138,532	109,661	28,871
Mechanic	41,017	41,017	36,703	4,314
Special equipment operator	0	311	311	0
Truck driver	191,048	192,205	192,205	0
Overtime	63,000	68,531	68,531	0
Clothing allowance	6,200	6,650	6,612	38
Tool allowance	620	620	620	0
Longevity	9,950	9,950	9,950	0
Workers compensation	12,330	12,330	9,962	2,368
Employee life insurance	881	881	750	131
Hospitalization	106,919	106,919	102,875	4,044
Public employees retirement	92,835	98,059	98,059	0
Medicare	6,600	6,600	2,112	4,488
Eye care	1,628	1,628	1,501	127
<b>Total personal services</b>	<b>769,941</b>	<b>770,388</b>	<b>719,776</b>	<b>50,612</b>
Materials and supplies				
Operating supplies	24,000	23,550	23,546	4
Vehicle fuel	20,000	20,000	15,833	4,167
Vehicle fuel	8,000	8,000	0	8,000
<b>Total materials and supplies</b>	<b>52,000</b>	<b>51,550</b>	<b>39,379</b>	<b>12,171</b>
Contractual services	5,000	5,440	4,604	836

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Sewer Maintenance Fund - continued  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Total basic utility services	826,941	827,378	763,759	63,619
Total expenditures	826,941	827,378	763,759	63,619
Excess of revenues over (under) expenditures	(506,941)	(507,378)	(525,852)	(18,474)
Other financing sources (uses)				
Operating transfers - in	425,000	425,000	466,854	41,854
Total other financing sources (uses)	425,000	425,000	466,854	41,854
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(81,941)	(82,378)	(58,998)	23,380
Fund balance at beginning of year	119,841	119,841	119,841	0
Prior year encumbrances appropriated	440	440	440	0
Fund balance (deficit) at end of year	38,340	37,903	61,283	23,380

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Fair Housing Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	150,000	533,676	0	(533,676)
<b>Total charges for services</b>	<b>150,000</b>	<b>533,676</b>	<b>0</b>	<b>(533,676)</b>
Intergovernmental				
Grants	50,000	0	292,431	292,431
<b>Total intergovernmental</b>	<b>50,000</b>	<b>0</b>	<b>292,431</b>	<b>292,431</b>
<b>Total revenues</b>	<b>200,000</b>	<b>533,676</b>	<b>292,431</b>	<b>(241,245)</b>
<b>Expenditures</b>				
<b>Current</b>				
Community environment				
Personal services				
Administrator	56,592	53,752	53,752	0
Workers compensation	1,698	1,074	1,074	0
Employee life insurance	57	55	55	0
Hospitalization	9,674	9,929	9,929	0
Public employees retirement	9,587	9,860	9,860	0
Medicare	821	829	829	0
Eye care	153	150	150	0
Administrator	0	5,000	3,653	1,347
Fair housing investigator	0	12,000	8,769	3,231
Workers compensation	0	510	0	510
Public employees retirement	0	2,303	151	2,152
Medicare	0	246	16	230
<b>Total personal services</b>	<b>78,582</b>	<b>95,708</b>	<b>88,238</b>	<b>7,470</b>
Materials and supplies				
Operating supplies	0	7,500	0	7,500
<b>Total materials and supplies</b>	<b>0</b>	<b>7,500</b>	<b>0</b>	<b>7,500</b>
Contractual services				
	0	4,000	0	4,000
All other expenditures				
Travel and transportation	25,000	7,189	7,189	0
Dues and subscriptions	0	500	0	500
Legal advertising	0	500	0	500
Travel and transportation	0	2,000	71	1,929
Postage and mailing	0	750	0	750
Training	0	2,750	0	2,750
Reimbursements	32,872	296,375	296,375	0
<b>Total all other expenditures</b>	<b>57,872</b>	<b>310,064</b>	<b>303,635</b>	<b>6,429</b>
<b>Total community environment</b>	<b>136,454</b>	<b>417,272</b>	<b>391,873</b>	<b>25,399</b>
Capital outlay				
	0	1,940	0	1,940
<b>Total expenditures</b>	<b>136,454</b>	<b>419,212</b>	<b>391,873</b>	<b>27,339</b>
Excess of revenues over (under) expenditures	63,546	114,464	(99,442)	(213,906)
Other financing sources (uses)				

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Fair Housing Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Advances - in	66,500	0	255,794	255,794
Operating transfers - in	0	0	36,526	36,526
Advances - out	(24,185)	(107,180)	(107,180)	0
Total other financing sources (uses)	<u>42,315</u>	<u>(107,180)</u>	<u>185,140</u>	<u>292,320</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>105,861</u>	<u>7,284</u>	<u>85,698</u>	<u>78,414</u>
Fund balance at beginning of year	(3,301)	(3,301)	(3,301)	0
Fund balance (deficit) at end of year	<u><u>102,560</u></u>	<u><u>3,983</u></u>	<u><u>82,397</u></u>	<u><u>78,414</u></u>

City of Parma, 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, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	0	0	57	57
Parks and recreation	4,800	4,800	6,235	1,435
Total charges for services	<u>4,800</u>	<u>4,800</u>	<u>6,292</u>	<u>1,492</u>
Donations				
Donations	0	0	600	600
Total donations	<u>0</u>	<u>0</u>	<u>600</u>	<u>600</u>
Rentals and leases				
Rentals and leases	155,000	173,417	170,585	(2,832)
Total rentals and leases	<u>155,000</u>	<u>173,417</u>	<u>170,585</u>	<u>(2,832)</u>
<b>Total revenues</b>	<u>159,800</u>	<u>178,217</u>	<u>177,477</u>	<u>(740)</u>
<b>Expenditures</b>				
Current				
Leisure time activities				
Personal services				
Custodian	33,730	31,697	31,697	0
Full-time housekeeper	300	0	0	0
Part-time housekeeper	21,965	35,282	35,282	0
Overtime	8,000	3,537	1,596	1,941
Clothing allowance	1,500	1,500	925	575
Longevity	350	350	350	0
Workers compensation	1,671	1,391	1,235	156
Employee life insurance	57	57	57	0
Hospitalization	9,674	10,136	10,136	0
Public employees retirement	9,435	11,954	10,709	1,245
Medicare	808	1,002	999	3
Eye care	153	153	153	0
Total personal services	<u>87,643</u>	<u>97,059</u>	<u>93,139</u>	<u>3,920</u>
Materials and supplies				
Operating supplies	10,500	24,293	24,195	98
Total materials and supplies	<u>10,500</u>	<u>24,293</u>	<u>24,195</u>	<u>98</u>
Maintenance of equipment and facilities	2,500	500	290	210
Contractual services	6,400	5,870	5,152	718

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Community Center Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Rentals and leases	250	0	0	0
Utilities-gas	50,000	50,000	46,745	3,255
Utilities-electricity	49,000	55,800	49,408	6,392
Utilities-water	3,600	3,925	3,893	32
Repair and maintenance	3,800	0	0	0
Total all other expenditures	<u>106,650</u>	<u>109,725</u>	<u>100,046</u>	<u>9,679</u>
Total leisure time activities	<u>213,693</u>	<u>237,447</u>	<u>222,822</u>	<u>14,625</u>
Capital outlay	<u>3,700</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>217,393</u>	<u>237,447</u>	<u>222,822</u>	<u>14,625</u>
Excess of revenues over (under) expenditures	(57,593)	(59,230)	(45,345)	13,885
Other financing sources (uses)				
Operating transfers - in	50,000	50,000	50,410	410
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>50,410</u>	<u>410</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(7,593)</u>	<u>(9,230)</u>	<u>5,065</u>	<u>14,295</u>
Fund balance at beginning of year	9,267	9,267	9,267	0
Prior year encumbrances appropriated	6,163	6,163	6,163	0
Fund balance (deficit) at end of year	<u><u>7,837</u></u>	<u><u>6,200</u></u>	<u><u>20,495</u></u>	<u><u>14,295</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Title III Grant Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Intergovernmental				
Grants	152,000	152,000	123,240	(28,760)
Total intergovernmental	<u>152,000</u>	<u>152,000</u>	<u>123,240</u>	<u>(28,760)</u>
Donations				
Donations	100,786	100,786	105,602	4,816
Total donations	<u>100,786</u>	<u>100,786</u>	<u>105,602</u>	<u>4,816</u>
Total revenues	<u>252,786</u>	<u>252,786</u>	<u>228,842</u>	<u>(23,944)</u>
<b>Expenditures</b>				
Current				
Leisure time activities				
Personal services				
Escort and outreach coordinator	23,610	24,830	24,830	0
Assistant program coordinator	22,812	21,712	15,799	5,913
Casemanager	0	10,123	0	10,123
Longevity	0	1,100	1,100	0
Workers compensation	1,393	1,392	872	520
Employee life insurance	57	57	38	19
Hospitalization	9,674	9,673	5,140	4,533
Public employees retirement	7,864	7,863	7,612	251
Medicare	673	673	523	150
Eye care	153	153	76	77
Escort and outreach coordinator	30,701	35,401	24,755	10,646
Senior home aid	4,001	0	0	0
Outreach specialist II	36,515	31,615	31,060	555
Casemanager	30,587	30,587	29,326	1,261
Part-time clerk	9,529	9,529	8,139	1,390
Part-time program assistant	0	3,401	0	3,401
Overtime	300	300	0	300
Longevity	1,700	1,700	600	1,100
Hospital buy back	2,000	2,000	1,999	1
Workers compensation	3,460	3,460	1,705	1,755
Employee life insurance	171	171	156	15
Hospitalization	9,280	9,280	8,055	1,225
Public employees retirement	19,538	19,538	15,865	3,673
Medicare	1,673	1,673	1,146	527
Eye care	98	98	85	13
Total personal services	<u>215,789</u>	<u>226,329</u>	<u>178,881</u>	<u>47,448</u>
Materials and supplies				
Operating supplies	100,646	100,645	0	100,645
Operating supplies	200	1,054	612	442
Total materials and supplies	<u>100,846</u>	<u>101,699</u>	<u>612</u>	<u>101,087</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Title III Grant Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Reimbursements	300	300	0	300
Travel and transportation	100	100	11	89
Postage and mailing	500	500	397	103
Copier and duplicator	500	245	245	0
Education awareness	200	400	200	200
Total all other expenditures	<u>1,600</u>	<u>1,545</u>	<u>853</u>	<u>692</u>
Total leisure time activities	<u>318,235</u>	<u>329,573</u>	<u>180,346</u>	<u>149,227</u>
Capital outlay	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Total expenditures	<u>318,735</u>	<u>330,073</u>	<u>180,346</u>	<u>149,727</u>
Excess of revenues over (under) expenditures	(65,949)	(77,287)	48,496	125,783
Other financing sources (uses)				
Operating transfers - in	33,294	33,294	0	(33,294)
Operating transfers - out	(37,807)	(26,463)	(26,463)	0
Total other financing sources (uses)	<u>(4,513)</u>	<u>6,831</u>	<u>(26,463)</u>	<u>(33,294)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(70,462)</u>	<u>(70,456)</u>	<u>22,033</u>	<u>92,489</u>
Fund balance at beginning of year	93,338	93,338	93,338	0
Fund balance (deficit) at end of year	<u><u>22,876</u></u>	<u><u>22,882</u></u>	<u><u>115,371</u></u>	<u><u>92,489</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Senior Donations Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Intergovernmental				
Grants	10,000	10,000	9,011	(989)
Total intergovernmental	<u>10,000</u>	<u>10,000</u>	<u>9,011</u>	<u>(989)</u>
Donations				
Donations	127,000	127,000	128,310	1,310
Total donations	<u>127,000</u>	<u>127,000</u>	<u>128,310</u>	<u>1,310</u>
Total revenues	<u>137,000</u>	<u>137,000</u>	<u>137,321</u>	<u>321</u>
<b>Expenditures</b>				
Current				
Leisure time activities				
Personal services				
Escort and outreach coordinator	19,668	19,668	13,060	6,608
Food service aide	13,629	13,629	11,854	1,775
Workers compensation	999	998	535	463
Hospitalization	56	56	37	19
Public employees retirement	5,644	5,644	4,814	830
Medicare	483	482	412	70
Part-time assistant coordinator	8,195	8,195	7,109	1,086
Food service aide	7,571	7,571	7,372	199
Site coordinator	10,140	10,140	7,916	2,224
Workers compensation	777	777	505	272
Hospitalization	41	41	13	28
Public employees retirement	4,389	4,388	3,974	414
Medicare	376	375	339	36
Total personal services	<u>71,968</u>	<u>71,964</u>	<u>57,940</u>	<u>14,024</u>
Materials and supplies				
Operating supplies	500	500	0	500
Total materials and supplies	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Contractual services	12,000	12,000	10,563	1,437

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Senior Donations Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
All other expenditures				
Reimbursements	75,000	75,000	46,229	28,771
Total all other expenditures	<u>75,000</u>	<u>75,000</u>	<u>46,229</u>	<u>28,771</u>
Total leisure time activities	<u>159,468</u>	<u>159,464</u>	<u>114,732</u>	<u>44,732</u>
Total expenditures	<u>159,468</u>	<u>159,464</u>	<u>114,732</u>	<u>44,732</u>
Excess of revenues over (under) expenditures	(22,468)	(22,464)	22,589	45,053
Fund balance at beginning of year	87,067	87,067	87,067	0
Fund balance (deficit) at end of year	<u><u>64,599</u></u>	<u><u>64,603</u></u>	<u><u>109,656</u></u>	<u><u>45,053</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Housing Maintenance Code Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Fees, licenses, and permits				
Fees and permits	0	0	150	150
<b>Total fees, licenses, and permits</b>	<b>0</b>	<b>0</b>	<b>150</b>	<b>150</b>
Fines and forfeitures				
Fines and forfeitures	0	0	1,630	1,630
<b>Total fines and forfeitures</b>	<b>0</b>	<b>0</b>	<b>1,630</b>	<b>1,630</b>
<b>Total revenues</b>	<b>0</b>	<b>0</b>	<b>1,780</b>	<b>1,780</b>
<b>Expenditures</b>				
<b>Current</b>				
Community environment				
Personal services				
Assistant prosecutor	21,500	21,500	20,808	692
Inspector	110,720	110,720	78,479	32,241
Part-time clerk	6,000	6,000	4,513	1,487
Overtime	300	300	0	300
Workers compensation	2,491	2,491	1,562	929
Hospitalization	5,000	5,000	86	4,914
Public employees retirement	23,414	23,414	15,560	7,854
Medicare	2,004	2,004	1,482	522
<b>Total personal services</b>	<b>171,429</b>	<b>171,429</b>	<b>122,490</b>	<b>48,939</b>
Materials and supplies				
Operating supplies	800	800	670	130
Photography supplies	1,500	192	192	0
<b>Total materials and supplies</b>	<b>2,300</b>	<b>992</b>	<b>862</b>	<b>130</b>
All other expenditures				
Postage and mailing	5,000	5,639	5,366	273
Copier and duplicator	1,000	340	340	0
Rentals and leases	3,100	4,428	4,173	255
<b>Total all other expenditures</b>	<b>9,100</b>	<b>10,407</b>	<b>9,879</b>	<b>528</b>
<b>Total community environment</b>	<b>182,829</b>	<b>182,828</b>	<b>133,231</b>	<b>49,597</b>
<b>Total expenditures</b>	<b>182,829</b>	<b>182,828</b>	<b>133,231</b>	<b>49,597</b>
<b>Excess of revenues over (under) expenditures</b>	<b>(182,829)</b>	<b>(182,828)</b>	<b>(131,451)</b>	<b>51,377</b>
<b>Other financing sources (uses)</b>				
Operating transfers - in	168,000	168,000	115,709	(52,291)
<b>Total other financing sources (uses)</b>	<b>168,000</b>	<b>168,000</b>	<b>115,709</b>	<b>(52,291)</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other financing uses</b>	<b>(14,829)</b>	<b>(14,828)</b>	<b>(15,742)</b>	<b>(914)</b>
<b>Fund balance at beginning of year</b>	<b>15,746</b>	<b>15,746</b>	<b>15,746</b>	<b>0</b>
<b>Fund balance (deficit) at end of year</b>	<b>917</b>	<b>918</b>	<b>4</b>	<b>(914)</b>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Roadway Industrial Parkway Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	745,000	0	0	0
Total intergovernmental	<u>745,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Interest				
Interest	0	5,077	11,416	6,339
Total interest	<u>0</u>	<u>5,077</u>	<u>11,416</u>	<u>6,339</u>
Total revenues	<u>745,000</u>	<u>5,077</u>	<u>11,416</u>	<u>6,339</u>
Expenditures				
Current				
Transportation				
Contractual services	745,000	0	0	0
All other expenditures				
Refunds	0	185,600	185,528	72
Total all other expenditures	<u>0</u>	<u>185,600</u>	<u>185,528</u>	<u>72</u>
Total transportation	<u>745,000</u>	<u>185,600</u>	<u>185,528</u>	<u>72</u>
Total expenditures	<u>745,000</u>	<u>185,600</u>	<u>185,528</u>	<u>72</u>
Excess of revenues over (under) expenditures	0	(180,523)	(174,112)	6,411
Fund balance at beginning of year	751,262	751,262	751,262	0
Fund balance (deficit) at end of year	<u><u>751,262</u></u>	<u><u>570,739</u></u>	<u><u>577,150</u></u>	<u><u>6,411</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Enterprise Zone Monitoring Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
Program income	1,750	1,750	1,827	77
Total charges for services	<u>1,750</u>	<u>1,750</u>	<u>1,827</u>	<u>77</u>
Total revenues	<u>1,750</u>	<u>1,750</u>	<u>1,827</u>	<u>77</u>
Expenditures				
Current				
Community environment				
All other expenditures				
Reimbursements	1,750	1,750	0	1,750
Total all other expenditures	<u>1,750</u>	<u>1,750</u>	<u>0</u>	<u>1,750</u>
Total community environment	<u>1,750</u>	<u>1,750</u>	<u>0</u>	<u>1,750</u>
Total expenditures	<u>1,750</u>	<u>1,750</u>	<u>0</u>	<u>1,750</u>
Excess of revenues over (under) expenditures	0	0	1,827	1,827
Fund balance at beginning of year	1,750	1,750	1,750	0
Fund balance (deficit) at end of year	<u><u>1,750</u></u>	<u><u>1,750</u></u>	<u><u>3,577</u></u>	<u><u>1,827</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Law Enforcement Block Grant Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	18,501	0	(18,501)
Total intergovernmental	<u>0</u>	<u>18,501</u>	<u>0</u>	<u>(18,501)</u>
Total revenues	<u>0</u>	<u>18,501</u>	<u>0</u>	<u>(18,501)</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies				
Operating supplies	0	20,557	16,012	4,545
Total materials and supplies	<u>0</u>	<u>20,557</u>	<u>16,012</u>	<u>4,545</u>
Total security of persons and property	<u>0</u>	<u>20,557</u>	<u>16,012</u>	<u>4,545</u>
Total expenditures	<u>0</u>	<u>20,557</u>	<u>16,012</u>	<u>4,545</u>
Excess of revenues over (under) expenditures	0	(2,056)	(16,012)	(13,956)
Other financing sources (uses)				
Operating transfers - in	0	2,056	0	(2,056)
Total other financing sources (uses)	<u>0</u>	<u>2,056</u>	<u>0</u>	<u>(2,056)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>0</u>	<u>(16,012)</u>	<u>(16,012)</u>
Fund balance at beginning of year	2,766	2,766	2,766	0
Fund balance (deficit) at end of year	<u><u>2,766</u></u>	<u><u>2,766</u></u>	<u><u>(13,246)</u></u>	<u><u>(16,012)</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Emergency Medical Services Grant  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	10,591	35,295	19,213	(16,082)
Total intergovernmental	<u>10,591</u>	<u>35,295</u>	<u>19,213</u>	<u>(16,082)</u>
Total revenues	<u>10,591</u>	<u>35,295</u>	<u>19,213</u>	<u>(16,082)</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies				
Operating supplies	10,591	15,903	8,722	7,181
Total materials and supplies	<u>10,591</u>	<u>15,903</u>	<u>8,722</u>	<u>7,181</u>
All other expenditures				
Training	0	11,592	4,325	7,267
Total all other expenditures	<u>0</u>	<u>11,592</u>	<u>4,325</u>	<u>7,267</u>
Total security of persons and property	<u>10,591</u>	<u>27,495</u>	<u>13,047</u>	<u>14,448</u>
Capital outlay	<u>0</u>	<u>4,800</u>	<u>4,800</u>	<u>0</u>
Total expenditures	<u>10,591</u>	<u>32,295</u>	<u>17,847</u>	<u>14,448</u>
Excess of revenues over (under) expenditures	0	3,000	1,366	(1,634)
Fund balance at beginning of year	10,592	10,592	10,592	0
Fund balance (deficit) at end of year	<u>10,592</u>	<u>13,592</u>	<u>11,958</u>	<u>(1,634)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Court Security Grant Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	27,619	27,619	27,619	0
Fund balance (deficit) at end of year	<u>27,619</u>	<u>27,619</u>	<u>27,619</u>	<u>0</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Juvenile Diversion Program Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	33,407	41,701	34,680	(7,021)
Total intergovernmental	<u>33,407</u>	<u>41,701</u>	<u>34,680</u>	<u>(7,021)</u>
Total revenues	<u>33,407</u>	<u>41,701</u>	<u>34,680</u>	<u>(7,021)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Bailiff	3,600	3,000	2,992	8
Assistant program director	8,000	8,000	7,999	1
Community service supervisor	3,000	3,000	2,999	1
Workers compensation	730	249	249	0
Public employees retirement	2,473	2,459	7	2,452
Medicare	212	211	174	37
Director	13,000	13,000	13,000	0
Part-time secretary	6,000	6,000	5,999	1
Computer processor	3,000	3,000	2,999	1
Workers compensation	660	660	380	280
Public employees retirement	3,727	3,726	3,551	175
Medicare	319	319	282	37
Total personal services	<u>44,721</u>	<u>43,624</u>	<u>40,631</u>	<u>2,993</u>
Materials and supplies				
Operating supplies	250	550	182	368
Operating supplies	47	47	0	47
Total materials and supplies	<u>297</u>	<u>597</u>	<u>182</u>	<u>415</u>
All other expenditures				
Travel and transportation	0	600	100	500
Postage and mailing	200	200	158	42
Total all other expenditures	<u>200</u>	<u>800</u>	<u>258</u>	<u>542</u>
Total security of persons and property	<u>45,218</u>	<u>45,021</u>	<u>41,071</u>	<u>3,950</u>
Capital outlay	<u>500</u>	<u>717</u>	<u>0</u>	<u>717</u>
Total expenditures	<u>45,718</u>	<u>45,738</u>	<u>41,071</u>	<u>4,667</u>
Excess of revenues over (under) expenditures	(12,311)	(4,037)	(6,391)	(2,354)

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Juvenile Diversion Program Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Other financing sources (uses)				
Operating transfers - in	2,601	2,601	7,018	4,417
Advances - out	0	(9,580)	(9,580)	0
Total other financing sources (uses)	<u>2,601</u>	<u>(6,979)</u>	<u>(2,562)</u>	<u>4,417</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(9,710)</u>	<u>(11,016)</u>	<u>(8,953)</u>	<u>2,063</u>
Fund balance at beginning of year	11,017	11,017	11,017	0
Fund balance (deficit) at end of year	<u><u>1,307</u></u>	<u><u>1</u></u>	<u><u>2,064</u></u>	<u><u>2,063</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Victims of Crime Assistance Grant Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	28,753	28,753	26,357	(2,396)
Total intergovernmental	<u>28,753</u>	<u>28,753</u>	<u>26,357</u>	<u>(2,396)</u>
Total revenues	<u>28,753</u>	<u>28,753</u>	<u>26,357</u>	<u>(2,396)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Victims advocate	27,000	22,447	22,326	121
Workers compensation	810	810	517	293
Employee life insurance	57	57	53	4
Hospitalization	10,412	8,898	8,497	401
Public employees retirement	4,574	4,013	4,013	0
Medicare	392	341	337	4
Eye care	153	133	133	0
Total personal services	<u>43,398</u>	<u>36,699</u>	<u>35,876</u>	<u>823</u>
Materials and supplies				
Operating supplies	0	267	261	6
Total materials and supplies	<u>0</u>	<u>267</u>	<u>261</u>	<u>6</u>
All other expenditures				
Travel and transportation	0	400	367	33
Total all other expenditures	<u>0</u>	<u>400</u>	<u>367</u>	<u>33</u>
Total security of persons and property	<u>43,398</u>	<u>37,366</u>	<u>36,504</u>	<u>862</u>
Capital outlay	<u>0</u>	<u>1,135</u>	<u>1,135</u>	<u>0</u>
Total expenditures	<u>43,398</u>	<u>38,501</u>	<u>37,639</u>	<u>862</u>
Excess of revenues over (under) expenditures	(14,645)	(9,748)	(11,282)	(1,534)
Other financing sources (uses)				
Advances - in	0	0	10,401	10,401
Operating transfers - in	9,584	9,584	0	(9,584)
Total other financing sources (uses)	<u>9,584</u>	<u>9,584</u>	<u>10,401</u>	<u>817</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(5,061)</u>	<u>(164)</u>	<u>(881)</u>	<u>(717)</u>
Fund balance at beginning of year	1,342	1,342	1,342	0
Fund balance (deficit) at end of year	<u><u>(3,719)</u></u>	<u><u>1,178</u></u>	<u><u>461</u></u>	<u><u>(717)</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Traffic Intervention Program Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	28,000	36,520	10,240	(26,280)
Total intergovernmental	<u>28,000</u>	<u>36,520</u>	<u>10,240</u>	<u>(26,280)</u>
Total revenues	<u>28,000</u>	<u>36,520</u>	<u>10,240</u>	<u>(26,280)</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Coordinator	12,580	12,580	12,579	1
Assistant program coordinator	5,511	5,511	5,511	0
Clerk	5,100	5,100	4,935	165
Workers compensation	696	695	416	279
Public employees retirement	3,929	3,928	2,890	1,038
Medicare	336	336	79	257
Total personal services	<u>28,152</u>	<u>28,150</u>	<u>26,410</u>	<u>1,740</u>
Total security of persons and property	<u>28,152</u>	<u>28,150</u>	<u>26,410</u>	<u>1,740</u>
Total expenditures	<u>28,152</u>	<u>28,150</u>	<u>26,410</u>	<u>1,740</u>
Excess of revenues over (under) expenditures	(152)	8,370	(16,170)	(24,540)
Other financing sources (uses)				
Advances - in	0	0	10,560	10,560
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>10,560</u>	<u>10,560</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(152)	8,370	(5,610)	(13,980)
Fund balance at beginning of year	11,452	11,452	11,452	0
Fund balance (deficit) at end of year	<u><u>11,300</u></u>	<u><u>19,822</u></u>	<u><u>5,842</u></u>	<u><u>(13,980)</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Schaff Community Center Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Expenditures				
Current				
Leisure time activities				
Contractual services	10,458	10,458	0	10,458
Total leisure time activities	<u>10,458</u>	<u>10,458</u>	<u>0</u>	<u>10,458</u>
Total expenditures	<u>10,458</u>	<u>10,458</u>	<u>0</u>	<u>10,458</u>
Excess of revenues over (under) expenditures	(10,458)	(10,458)	0	10,458
Fund balance at beginning of year	10,458	10,458	10,458	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>10,458</u></u>	<u><u>10,458</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Stearns Farm Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	41,443	0	0	0
Total intergovernmental	<u>41,443</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total revenues	<u>41,443</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Current				
Leisure time activities				
Contractual services	41,442	55,222	35,222	20,000
Total leisure time activities	<u>41,442</u>	<u>55,222</u>	<u>35,222</u>	<u>20,000</u>
Total expenditures	<u>41,442</u>	<u>55,222</u>	<u>35,222</u>	<u>20,000</u>
Excess of revenues over (under) expenditures	1	(55,222)	(35,222)	20,000
Other financing sources (uses)				
Advances - in	41,443	20,000	0	(20,000)
Total other financing sources (uses)	<u>41,443</u>	<u>20,000</u>	<u>0</u>	<u>(20,000)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>41,444</u>	<u>(35,222)</u>	<u>(35,222)</u>	<u>0</u>
Fund balance at beginning of year	41,442	41,442	41,442	0
Prior year encumbrances appropriated	22,524	22,524	22,524	0
Fund balance (deficit) at end of year	<u><u>105,410</u></u>	<u><u>28,744</u></u>	<u><u>28,744</u></u>	<u><u>0</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Recycling and Litter Prevention Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	94,045	92,295	59,778	(32,517)
Total intergovernmental	<u>94,045</u>	<u>92,295</u>	<u>59,778</u>	<u>(32,517)</u>
Total revenues	<u>94,045</u>	<u>92,295</u>	<u>59,778</u>	<u>(32,517)</u>
Expenditures				
Current				
Community environment				
Personal services				
Coordinator	25,630	25,835	25,835	0
Longevity	0	350	350	0
Workers compensation	751	750	493	257
Employee life insurance	57	57	57	0
Hospitalization	9,674	10,109	10,108	1
Public employees retirement	4,342	4,470	4,470	0
Medicare	372	374	374	0
Eye care	153	153	153	0
Total personal services	<u>40,979</u>	<u>42,098</u>	<u>41,840</u>	<u>258</u>
Materials and supplies				
Operating supplies	780	2,880	2,403	477
Total materials and supplies	<u>780</u>	<u>2,880</u>	<u>2,403</u>	<u>477</u>
All other expenditures				
Awards and promotions	300	300	300	0
Travel and transportation	100	0	0	0
Education awareness	2,604	0	0	0
Advertising campaign	10,000	0	0	0
Reimbursements	0	1,355	1,355	0
Awards and promotions	5,530	4,843	2,120	2,723
Dues and subscriptions	300	300	294	6
Travel and transportation	600	164	0	164
Education awareness	2,400	0	0	0
Printing and production	920	920	0	920
Advertising campaign	10,800	11,100	10,072	1,028
Total all other expenditures	<u>33,554</u>	<u>18,982</u>	<u>14,141</u>	<u>4,841</u>
Total community environment	<u>75,313</u>	<u>63,960</u>	<u>58,384</u>	<u>5,576</u>
Capital outlay	<u>16,980</u>	<u>25,470</u>	<u>16,980</u>	<u>8,490</u>
Total expenditures	<u>92,293</u>	<u>89,430</u>	<u>75,364</u>	<u>14,066</u>
Excess of revenues over (under) expenditures	1,752	2,865	(15,586)	(18,451)
Fund balance at beginning of year	6,713	6,713	6,713	0
Prior year encumbrances appropriated	8,490	8,490	8,490	0
Fund balance (deficit) at end of year	<u>16,955</u>	<u>18,068</u>	<u>(383)</u>	<u>(18,451)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Customer Service Center Grant Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	2,543	2,543	2,543	0
Fund balance (deficit) at end of year	<u>2,543</u>	<u>2,543</u>	<u>2,543</u>	<u>0</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Nature Works Grant Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	3,200	3,200	3,200	0
Fund balance (deficit) at end of year	<u>          </u> <u>          </u> 3,200	<u>          </u> <u>          </u> 3,200	<u>          </u> <u>          </u> 3,200	<u>          </u> <u>          </u> 0

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 America Beautiful Grant Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	97	97	97	0
Fund balance (deficit) at end of year	<u>97</u>	<u>97</u>	<u>97</u>	<u>0</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
West Creek Preservation Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	0	0	22	22
Total charges for services	<u>0</u>	<u>0</u>	<u>22</u>	<u>22</u>
Intergovernmental				
Grants	202,000	318,000	68,381	(249,619)
Total intergovernmental	<u>202,000</u>	<u>318,000</u>	<u>68,381</u>	<u>(249,619)</u>
Total revenues	<u>202,000</u>	<u>318,000</u>	<u>68,403</u>	<u>(249,597)</u>
<b>Expenditures</b>				
Current				
Leisure time activities				
Materials and supplies				
Operating supplies	56,000	56,000	46,655	9,345
Total materials and supplies	<u>56,000</u>	<u>56,000</u>	<u>46,655</u>	<u>9,345</u>
Contractual services	146,000	117,548	99,173	18,375
All other expenditures				
Land purchased	0	33,871	33,781	90
Total all other expenditures	<u>0</u>	<u>33,871</u>	<u>33,781</u>	<u>90</u>
Total leisure time activities	<u>202,000</u>	<u>207,419</u>	<u>179,609</u>	<u>27,810</u>
Total expenditures	<u>202,000</u>	<u>207,419</u>	<u>179,609</u>	<u>27,810</u>
Excess of revenues over (under) expenditures	0	110,581	(111,206)	(221,787)
Other financing sources (uses)				
Advances - in	0	0	111,208	111,208
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>111,208</u>	<u>111,208</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>110,581</u>	<u>2</u>	<u>(110,579)</u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>0</u>	<u>110,581</u>	<u>2</u>	<u>(110,579)</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Ohio and Erie Canal Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	50,000	50,000	12,000	(38,000)
Total intergovernmental	<u>50,000</u>	<u>50,000</u>	<u>12,000</u>	<u>(38,000)</u>
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>12,000</u>	<u>(38,000)</u>
Expenditures				
Current				
Leisure time activities				
Contractual services	50,000	50,000	26,230	23,770
Total leisure time activities	<u>50,000</u>	<u>50,000</u>	<u>26,230</u>	<u>23,770</u>
Total expenditures	<u>50,000</u>	<u>50,000</u>	<u>26,230</u>	<u>23,770</u>
Excess of revenues over (under) expenditures	0	0	(14,230)	(14,230)
Other financing sources (uses)				
Advances - in	0	0	14,230	14,230
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>14,230</u>	<u>14,230</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0	0
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Animal Shelter  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	0	0	1,960	1,960
<b>Total charges for services</b>	<u>0</u>	<u>0</u>	<u>1,960</u>	<u>1,960</u>
Fees, licenses, and permits				
Fees and permits	0	33,000	32,288	(712)
<b>Total fees, licenses, and permits</b>	<u>0</u>	<u>33,000</u>	<u>32,288</u>	<u>(712)</u>
Donations				
Donations	0	33,653	32,405	(1,248)
<b>Total donations</b>	<u>0</u>	<u>33,653</u>	<u>32,405</u>	<u>(1,248)</u>
<b>Total revenues</b>	<u>0</u>	<u>66,653</u>	<u>66,653</u>	<u>0</u>
<b>Expenditures</b>				
Current				
Community environment				
Materials and supplies				
Operating supplies	0	45,387	37,810	7,577
<b>Total materials and supplies</b>	<u>0</u>	<u>45,387</u>	<u>37,810</u>	<u>7,577</u>
<b>Total community environment</b>	<u>0</u>	<u>45,387</u>	<u>37,810</u>	<u>7,577</u>
<b>Total expenditures</b>	<u>0</u>	<u>45,387</u>	<u>37,810</u>	<u>7,577</u>
<b>Excess of revenues over (under) expenditures</b>	<u>0</u>	<u>21,266</u>	<u>28,843</u>	<u>7,577</u>
<b>Fund balance at beginning of year</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund balance (deficit) at end of year</b>	<u><u>0</u></u>	<u><u>21,266</u></u>	<u><u>28,843</u></u>	<u><u>7,577</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 DUI Prevention Task Force  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	7,773	7,773	0
Total intergovernmental	<u>0</u>	<u>7,773</u>	<u>7,773</u>	<u>0</u>
Total revenues	<u>0</u>	<u>7,773</u>	<u>7,773</u>	<u>0</u>
Expenditures				
Current				
Security of persons and property				
Personal services				
Overtime	0	3,773	7,773	(4,000)
Total personal services	<u>0</u>	<u>3,773</u>	<u>7,773</u>	<u>(4,000)</u>
Total security of persons and property	<u>0</u>	<u>3,773</u>	<u>7,773</u>	<u>(4,000)</u>
Total expenditures	<u>0</u>	<u>3,773</u>	<u>7,773</u>	<u>(4,000)</u>
Excess of revenues over (under) expenditures	0	4,000	0	(4,000)
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>0</u>	<u>4,000</u>	<u>0</u>	<u>(4,000)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Disaster Preparedness  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Intergovernmental				
Grants	0	30,559	30,559	0
Total intergovernmental	<u>0</u>	<u>30,559</u>	<u>30,559</u>	<u>0</u>
Total revenues	<u>0</u>	<u>30,559</u>	<u>30,559</u>	<u>0</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies				
Operating supplies	0	30,559	0	30,559
Total materials and supplies	<u>0</u>	<u>30,559</u>	<u>0</u>	<u>30,559</u>
Total security of persons and property	<u>0</u>	<u>30,559</u>	<u>0</u>	<u>30,559</u>
Total expenditures	<u>0</u>	<u>30,559</u>	<u>0</u>	<u>30,559</u>
Excess of revenues over (under) expenditures	0	0	30,559	30,559
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>30,559</u></u>	<u><u>30,559</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 County Health Loan  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Expenditures				
Current				
Public health and welfare				
Contractual services	0	120,066	120,066	0
All other expenditures				
loan, economic development	0	2,580,322	2,580,322	0
Total all other expenditures	<u>0</u>	<u>2,580,322</u>	<u>2,580,322</u>	<u>0</u>
Total public health and welfare	<u>0</u>	<u>2,700,388</u>	<u>2,700,388</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>2,700,388</u>	<u>2,700,388</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	(2,700,388)	(2,700,388)	0
Other financing sources (uses)				
Proceeds of notes	0	2,700,000	2,700,000	0
Advances - in	0	900	900	0
Total other financing sources (uses)	<u>0</u>	<u>2,700,900</u>	<u>2,700,900</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>512</u>	<u>512</u>	<u>0</u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>512</u></u>	<u><u>512</u></u>	<u><u>0</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 James A. Lovell Park  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Donations				
Donations	0	6,218	6,218	0
Total donations	<u>0</u>	<u>6,218</u>	<u>6,218</u>	<u>0</u>
Total revenues	<u>0</u>	<u>6,218</u>	<u>6,218</u>	<u>0</u>
Expenditures				
Current				
Leisure time activities				
Materials and supplies				
Operating supplies	0	6,217	4,775	1,442
Total materials and supplies	<u>0</u>	<u>6,217</u>	<u>4,775</u>	<u>1,442</u>
Total leisure time activities	<u>0</u>	<u>6,217</u>	<u>4,775</u>	<u>1,442</u>
Total expenditures	<u>0</u>	<u>6,217</u>	<u>4,775</u>	<u>1,442</u>
Excess of revenues over (under) expenditures	0	1	1,443	1,442
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>1</u></u>	<u><u>1,443</u></u>	<u><u>1,442</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Recreation Trust Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	5,000	5,000	7,500	2,500
Total charges for services	<u>5,000</u>	<u>5,000</u>	<u>7,500</u>	<u>2,500</u>
Donations				
Donations	16,000	20,500	18,000	(2,500)
Total donations	<u>16,000</u>	<u>20,500</u>	<u>18,000</u>	<u>(2,500)</u>
Total revenues	<u>21,000</u>	<u>25,500</u>	<u>25,500</u>	<u>0</u>
<b>Expenditures</b>				
Current				
Leisure time activities				
Materials and supplies				
Operating supplies	21,000	20,999	19,714	1,285
Operating supplies	5,400	7,400	6,403	997
Total materials and supplies	<u>26,400</u>	<u>28,399</u>	<u>26,117</u>	<u>2,282</u>
Total leisure time activities	<u>26,400</u>	<u>28,399</u>	<u>26,117</u>	<u>2,282</u>
Total expenditures	<u>26,400</u>	<u>28,399</u>	<u>26,117</u>	<u>2,282</u>
Excess of revenues over (under) expenditures	(5,400)	(2,899)	(617)	2,282
Fund balance at beginning of year	14,026	14,026	14,026	0
Fund balance (deficit) at end of year	<u>8,626</u>	<u>11,127</u>	<u>13,409</u>	<u>2,282</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Curb Cutting Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	2,000	3,600	4,400	800
Total charges for services	<u>2,000</u>	<u>3,600</u>	<u>4,400</u>	<u>800</u>
Total revenues	<u>2,000</u>	<u>3,600</u>	<u>4,400</u>	<u>800</u>
Expenditures				
Current				
General government				
All other expenditures				
Refunds	7,000	7,000	1,500	5,500
Total all other expenditures	<u>7,000</u>	<u>7,000</u>	<u>1,500</u>	<u>5,500</u>
Total general government	<u>7,000</u>	<u>7,000</u>	<u>1,500</u>	<u>5,500</u>
Total expenditures	<u>7,000</u>	<u>7,000</u>	<u>1,500</u>	<u>5,500</u>
Excess of revenues over (under) expenditures	(5,000)	(3,400)	2,900	6,300
Fund balance at beginning of year	11,523	11,523	11,523	0
Fund balance (deficit) at end of year	<u><u>6,523</u></u>	<u><u>8,123</u></u>	<u><u>14,423</u></u>	<u><u>6,300</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Tree Planting Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	400	500	500	0
Total charges for services	<u>400</u>	<u>500</u>	<u>500</u>	<u>0</u>
Total revenues	<u>400</u>	<u>500</u>	<u>500</u>	<u>0</u>
Expenditures				
Current				
General government				
Contractual services	2,000	4,474	4,474	0
Total general government	<u>2,000</u>	<u>4,474</u>	<u>4,474</u>	<u>0</u>
Total expenditures	<u>2,000</u>	<u>4,474</u>	<u>4,474</u>	<u>0</u>
Excess of revenues over (under) expenditures	(1,600)	(3,974)	(3,974)	0
Fund balance at beginning of year	4,374	4,374	4,374	0
Fund balance (deficit) at end of year	<u><u>2,774</u></u>	<u><u>400</u></u>	<u><u>400</u></u>	<u><u>0</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Vista Ridge  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	27,568	27,568	27,568	0
Fund balance (deficit) at end of year	<u>27,568</u>	<u>27,568</u>	<u>27,568</u>	<u>0</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Library Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>          </u> <u>          </u> 0			

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Sewer Construction Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Expenditures				
Current				
General government				
Contractual services	0	25,000	0	25,000
Total general government	<u>0</u>	<u>25,000</u>	<u>0</u>	<u>25,000</u>
Total expenditures	<u>0</u>	<u>25,000</u>	<u>0</u>	<u>25,000</u>
Excess of revenues over (under) expenditures	0	(25,000)	0	25,000
Other financing sources (uses)				
Operating transfers - in	0	25,000	0	(25,000)
Total other financing sources (uses)	<u>0</u>	<u>25,000</u>	<u>0</u>	<u>(25,000)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at beginning of year	30,090	30,090	30,090	0
Fund balance (deficit) at end of year	<u><u>30,090</u></u>	<u><u>30,090</u></u>	<u><u>30,090</u></u>	<u><u>0</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Street Improvements Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	36	36	36	0
Fund balance (deficit) at end of year	<u>          </u> <u>          </u> 36	<u>          </u> <u>          </u> 36	<u>          </u> <u>          </u> 36	<u>          </u> <u>          </u> 0

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Sidewalks Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Special assessments				
Special assessments	7,040	7,040	7,642	602
Total special assessments	<u>7,040</u>	<u>7,040</u>	<u>7,642</u>	<u>602</u>
Total revenues	<u>7,040</u>	<u>7,040</u>	<u>7,642</u>	<u>602</u>
Expenditures				
Current				
General government				
All other expenditures				
County auditor deduction	40	73	73	0
Total all other expenditures	<u>40</u>	<u>73</u>	<u>73</u>	<u>0</u>
Total general government	<u>40</u>	<u>73</u>	<u>73</u>	<u>0</u>
Total expenditures	<u>40</u>	<u>73</u>	<u>73</u>	<u>0</u>
Excess of revenues over (under) expenditures	7,000	6,967	7,569	602
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>7,000</u></u>	<u><u>6,967</u></u>	<u><u>7,569</u></u>	<u><u>602</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Senior Citizens Center Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Interest				
Interest	0	253	569	316
Total interest	<u>0</u>	<u>253</u>	<u>569</u>	<u>316</u>
Total revenues	<u>0</u>	<u>253</u>	<u>569</u>	<u>316</u>
Excess of revenues over (under) expenditures	0	253	569	316
Fund balance at beginning of year	37,454	37,454	37,454	0
Fund balance (deficit) at end of year	<u><u>37,454</u></u>	<u><u>37,707</u></u>	<u><u>38,023</u></u>	<u><u>316</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Courts Capital Improvement Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	50,000	60,293	60,292	(1)
Total charges for services	<u>50,000</u>	<u>60,293</u>	<u>60,292</u>	<u>(1)</u>
Intergovernmental				
Grants	0	35,000	35,000	0
Total intergovernmental	<u>0</u>	<u>35,000</u>	<u>35,000</u>	<u>0</u>
Total revenues	<u>50,000</u>	<u>95,293</u>	<u>95,292</u>	<u>(1)</u>
Expenditures				
Current				
General government				
Contractual services	131,296	214,307	181,578	32,729
Total general government	<u>131,296</u>	<u>214,307</u>	<u>181,578</u>	<u>32,729</u>
Capital outlay	<u>10,000</u>	<u>10,000</u>	<u>6,660</u>	<u>3,340</u>
Total expenditures	<u>141,296</u>	<u>224,307</u>	<u>188,238</u>	<u>36,069</u>
Excess of revenues over (under) expenditures	(91,296)	(129,014)	(92,946)	36,068
Other financing sources (uses)				
Operating transfers - out	(25,000)	(25,000)	(25,000)	0
Total other financing sources (uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(116,296)</u>	<u>(154,014)</u>	<u>(117,946)</u>	<u>36,068</u>
Fund balance at beginning of year	381,940	381,940	381,940	0
Fund balance (deficit) at end of year	<u>265,644</u>	<u>227,926</u>	<u>263,994</u>	<u>36,068</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 City Hall Capital Improvements Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Donations				
Donations	1,000	0	0	0
Total donations	<u>1,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total revenues	<u>1,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Current				
General government				
Contractual services	5,000	6,579	1,579	5,000
Total general government	<u>5,000</u>	<u>6,579</u>	<u>1,579</u>	<u>5,000</u>
Capital outlay	<u>10,000</u>	<u>10,000</u>	<u>3,522</u>	<u>6,478</u>
Total expenditures	<u>15,000</u>	<u>16,579</u>	<u>5,101</u>	<u>11,478</u>
Excess of revenues over (under) expenditures	(14,000)	(16,579)	(5,101)	11,478
Other financing sources (uses)				
Operating transfers - in	0	1,000	0	(1,000)
Total other financing sources (uses)	<u>0</u>	<u>1,000</u>	<u>0</u>	<u>(1,000)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(14,000)	(15,579)	(5,101)	10,478
Fund balance at beginning of year	17,782	17,782	17,782	0
Prior year encumbrances appropriated	1,579	1,579	1,579	0
Fund balance (deficit) at end of year	<u><u>5,361</u></u>	<u><u>3,782</u></u>	<u><u>14,260</u></u>	<u><u>10,478</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Justice Center Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
General government	0	0	4,250	4,250
Total charges for services	<u>0</u>	<u>0</u>	<u>4,250</u>	<u>4,250</u>
Interest				
Interest	0	0	394	394
Total interest	<u>0</u>	<u>0</u>	<u>394</u>	<u>394</u>
Total revenues	<u>0</u>	<u>0</u>	<u>4,644</u>	<u>4,644</u>
<b>Expenditures</b>				
Current				
General government				
Contractual services	221,000	710,998	697,247	13,751
Total general government	<u>221,000</u>	<u>710,998</u>	<u>697,247</u>	<u>13,751</u>
Total expenditures	<u>221,000</u>	<u>710,998</u>	<u>697,247</u>	<u>13,751</u>
Excess of revenues over (under) expenditures	(221,000)	(710,998)	(692,603)	18,395
<b>Other financing sources (uses)</b>				
Proceeds of notes	0	450,000	450,000	0
Operating transfers - in	0	2,916	2,600	(316)
Operating transfers - out	(48,900)	(11,500)	(2,600)	8,900
Total other financing sources (uses)	<u>(48,900)</u>	<u>441,416</u>	<u>450,000</u>	<u>8,584</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(269,900)	(269,582)	(242,603)	26,979
Fund balance at beginning of year	270,063	270,063	270,063	0
Fund balance (deficit) at end of year	<u>163</u>	<u>481</u>	<u>27,460</u>	<u>26,979</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Fire Department Building Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
Emergency medical services	700,000	700,000	723,845	23,845
Total charges for services	<u>700,000</u>	<u>700,000</u>	<u>723,845</u>	<u>23,845</u>
Donations				
Donations	0	0	10,000	10,000
Total donations	<u>0</u>	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Interest				
Interest	0	2,000	16,034	14,034
Total interest	<u>0</u>	<u>2,000</u>	<u>16,034</u>	<u>14,034</u>
Total revenues	<u>700,000</u>	<u>702,000</u>	<u>749,879</u>	<u>47,879</u>
<b>Expenditures</b>				
Current				
General government				
Contractual services	100,000	107,500	88,196	19,304
All other expenditures				
Legal advertising	5,000	5,000	0	5,000
Total all other expenditures	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Total general government	<u>105,000</u>	<u>112,500</u>	<u>88,196</u>	<u>24,304</u>
Total expenditures	<u>105,000</u>	<u>112,500</u>	<u>88,196</u>	<u>24,304</u>
Excess of revenues over (under) expenditures	595,000	589,500	661,683	72,183
Fund balance at beginning of year	731,779	731,779	731,779	0
Prior year encumbrances appropriated	7,500	7,500	7,500	0
Fund balance (deficit) at end of year	<u><u>1,334,279</u></u>	<u><u>1,328,779</u></u>	<u><u>1,400,962</u></u>	<u><u>72,183</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Community Center  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u>          </u> <u>          </u> 0			

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
 Gannett Land Purchase  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Expenditures				
Current				
General government				
Contractual services	0	97,640	97,640	0
All other expenditures				
Land purchased	0	2,934,756	2,934,756	0
Total all other expenditures	<u>0</u>	<u>2,934,756</u>	<u>2,934,756</u>	<u>0</u>
Total general government	<u>0</u>	<u>3,032,396</u>	<u>3,032,396</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>3,032,396</u>	<u>3,032,396</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	(3,032,396)	(3,032,396)	0
Other financing sources (uses)				
Proceeds of notes	0	3,000,000	3,000,000	0
Advances - in	0	32,500	32,500	0
Total other financing sources (uses)	<u>0</u>	<u>3,032,500</u>	<u>3,032,500</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>0</u>	<u>104</u>	<u>104</u>	<u>0</u>
Fund balance at beginning of year	0	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>104</u></u>	<u><u>104</u></u>	<u><u>0</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenses, and Changes in Fund Equity  
Budget (Non-GAAP Basis) and Actual  
Liability Insurance Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
<b>Revenues</b>				
Charges for services				
Miscellaneous services	2,000	2,000	409	(1,591)
Total charges for services	<u>2,000</u>	<u>2,000</u>	<u>409</u>	<u>(1,591)</u>
Interest				
Interest	2,000	2,000	6,697	4,697
Total interest	<u>2,000</u>	<u>2,000</u>	<u>6,697</u>	<u>4,697</u>
Total revenues	<u>4,000</u>	<u>4,000</u>	<u>7,106</u>	<u>3,106</u>
<b>Expenses</b>				
Personal services				
Claims administrator	34,404	33,774	33,292	482
Claims administrator	64,193	64,193	62,417	1,776
Assistant law director	5,564	5,564	5,200	364
Investigator, part-time	28,000	56,000	0	56,000
Secretary	15,417	16,042	16,042	0
Workers compensation	4,427	4,427	2,274	2,153
Employee life insurance	57	58	58	0
Hospitalization	9,674	10,302	10,301	1
Public employees retirement	25,000	24,370	20,120	4,250
Medicare	2,140	2,139	1,700	439
Eye care	153	155	155	0
Total personal services	<u>189,029</u>	<u>217,024</u>	<u>151,559</u>	<u>65,465</u>
Materials and supplies				
Operating supplies	250	300	274	26
Total materials and supplies	<u>250</u>	<u>300</u>	<u>274</u>	<u>26</u>
Contractual services	25,000	25,000	15,324	9,676
Claims				
Claims	100,000	100,000	100,000	0
Claims	200,000	200,000	91,348	108,652
Total claims	<u>300,000</u>	<u>300,000</u>	<u>191,348</u>	<u>108,652</u>
All other expenditures				
Legal advertising	15,000	15,000	11,438	3,562
Dues and subscriptions	120	70	0	70
Legal advertising	100	50	0	50
Postage and mailing	0	50	27	23
Insurance and employee bonds	180,000	180,000	179,947	53
Rentals and leases	60	60	54	6
Total all other expenditures	<u>195,280</u>	<u>195,230</u>	<u>191,466</u>	<u>3,764</u>
Total current expenses	<u>709,559</u>	<u>737,554</u>	<u>549,971</u>	<u>187,583</u>
Total expenses	<u>709,559</u>	<u>737,554</u>	<u>549,971</u>	<u>187,583</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenses, and Changes in Fund Equity  
 Budget (Non-GAAP Basis) and Actual  
 Liability Insurance Fund - continued  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Excess of revenues over (under) expenses	(705,559)	(733,554)	(542,865)	190,689
Operating transfers - in	365,000	365,000	365,000	0
Total operating transfers and advances	365,000	365,000	365,000	0
Excess of revenues over (under) expenses, operating transfers and advances	(340,559)	(368,554)	(177,865)	190,689
Fund equity at beginning of year	713,946	713,946	713,946	0
Fund equity (deficit) at end of year	373,387	345,392	536,081	190,689

City of Parma, Ohio  
Schedule of Revenues,  
Expenses, and Changes in Fund Equity  
Budget (Non-GAAP Basis) and Actual  
Medical Insurance Fund  
For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	9,000	9,000	97,210	88,210
Miscellaneous services	4,508,590	4,508,590	4,195,898	(312,692)
Total charges for services	<u>4,517,590</u>	<u>4,517,590</u>	<u>4,293,108</u>	<u>(224,482)</u>
Total revenues	<u>4,517,590</u>	<u>4,517,590</u>	<u>4,293,108</u>	<u>(224,482)</u>
Expenses				
Personal services				
Hospitalization	4,100,000	4,100,000	3,924,611	175,389
Eye care	16,000	16,410	16,404	6
Total personal services	<u>4,116,000</u>	<u>4,116,410</u>	<u>3,941,015</u>	<u>175,395</u>
Contractual services	15,000	39,590	31,750	7,840
All other expenditures				
Employee reimbursement	500	500	432	68
Total all other expenditures	<u>500</u>	<u>500</u>	<u>432</u>	<u>68</u>
Total current expenses	<u>4,131,500</u>	<u>4,156,500</u>	<u>3,973,197</u>	<u>183,303</u>
Total expenses	<u>4,131,500</u>	<u>4,156,500</u>	<u>3,973,197</u>	<u>183,303</u>
Excess of revenues over (under) expenses	386,090	361,090	319,911	(41,179)
Operating transfers - out	(187,819)	(187,819)	(185,873)	1,946
Total operating transfers and advances	<u>(187,819)</u>	<u>(187,819)</u>	<u>(185,873)</u>	<u>1,946</u>
Excess of revenues over (under) expenses, operating transfers and advances	198,271	173,271	134,038	(39,233)
Fund equity at beginning of year	336,825	336,825	336,825	0
Fund equity (deficit) at end of year	<u><u>535,096</u></u>	<u><u>510,096</u></u>	<u><u>470,863</u></u>	<u><u>(39,233)</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenses, and Changes in Fund Equity  
 Budget (Non-GAAP Basis) and Actual  
 Workers' Compensation Fund  
 For the Year Ended December 31, 2003

	Original Budget \$	Final Budget \$	Actual \$	Variance Positive (Negative)
Revenues				
Charges for services				
General government	640,000	640,000	574,913	(65,087)
Total charges for services	<u>640,000</u>	<u>640,000</u>	<u>574,913</u>	<u>(65,087)</u>
Total revenues	<u>640,000</u>	<u>640,000</u>	<u>574,913</u>	<u>(65,087)</u>
Expenses				
Personal services				
Workers compensation	620,000	620,000	561,590	58,410
Total personal services	<u>620,000</u>	<u>620,000</u>	<u>561,590</u>	<u>58,410</u>
Contractual services	20,000	20,265	18,860	1,405
Total current expenses	<u>640,000</u>	<u>640,265</u>	<u>580,450</u>	<u>59,815</u>
Total expenses	<u>640,000</u>	<u>640,265</u>	<u>580,450</u>	<u>59,815</u>
Excess of revenues over (under) expenses	0	(265)	(5,537)	(5,272)
Fund equity at beginning of year	118,777	118,777	118,777	0
Prior year encumbrances appropriated	265	265	265	0
Fund equity (deficit) at end of year	<u><u>119,042</u></u>	<u><u>118,777</u></u>	<u><u>113,505</u></u>	<u><u>(5,272)</u></u>

## **STATISTICAL SECTION**

**CITY OF PARMA, OHIO  
GOVERNMENTAL FUNDS - REVENUES BY SOURCE  
AND EXPENDITURES BY FUNCTION  
LAST TEN FISCAL YEARS**

TABLE 1

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
<b>Revenues</b>										
Municipal income tax	\$ 19,058,830	19,831,583	20,620,964	21,573,446	21,279,922	22,051,813	23,183,837	23,207,696	26,310,992	27,402,067
Property and other taxes	4,224,773	7,964,238	8,073,906	7,933,014	8,495,686	8,309,024	8,316,012	8,986,292	10,245,970	14,533,478
Charges for services	707,963	1,101,224	894,040	860,725	1,063,691	1,042,692	858,609	2,474,730	3,427,793	2,891,113
Fines, forfeitures, licenses and permits	3,092,291	2,784,862	3,405,391	3,974,877	4,165,173	4,458,906	4,385,362	3,846,496	2,937,378	3,110,082
Intergovernmental	9,780,264	10,763,483	11,754,407	11,215,610	13,923,613	13,562,921	14,913,806	13,919,420	14,907,242	15,261,418
Donations	0	12,630	67,728	142,156	177,246	184,906	178,022	209,325	209,141	400,302
Rents	0	55,000	95,171	151,122	523,339	790,300	499,236	277,034	551,030	566,681
Special assessments	790,866	791,622	785,270	824,970	823,555	1,037,092	814,933	1,018,133	1,023,184	1,092,363
Interest	192,368	435,202	421,593	579,962	1,240,104	845,349	671,924	442,064	111,681	182,413
Other	311,098	353,840	532,748	676,482	707,717	691,220	505,055	445,792	159,347	13,853
<b>Total revenues</b>	<b>\$ 38,158,453</b>	<b>44,093,684</b>	<b>46,651,218</b>	<b>47,932,364</b>	<b>52,400,046</b>	<b>52,974,223</b>	<b>54,326,796</b>	<b>54,826,982</b>	<b>59,883,758</b>	<b>65,453,770</b>
<b>Expenditures</b>										
<b>Current:</b>										
General government	\$ 9,070,996	9,259,738	10,056,067	9,959,544	10,297,285	11,022,736	16,567,938	15,417,842	15,499,187	19,108,223
Security of persons and property	14,223,893	15,845,782	16,529,852	16,909,239	18,461,366	20,037,119	21,935,156	22,203,758	23,825,545	23,288,263
Public health and welfare	195,085	214,417	214,417	226,720	226,720	241,659	241,659	259,234	252,682	2,965,919
Transportation	3,309,572	3,679,481	3,765,828	4,055,267	4,224,565	4,878,718	5,014,943	3,848,342	4,981,089	5,004,527
Community environment	2,426,394	3,060,594	3,183,735	2,750,376	3,686,966	3,768,077	4,339,340	4,671,110	5,578,264	6,359,743
Basic utility services	1,595,596	1,687,924	1,681,640	1,635,750	1,638,030	1,634,870	1,480,182	1,513,699	1,645,907	1,600,046
Leisure time activities	1,804,349	1,810,819	2,088,257	2,272,456	2,679,439	2,779,139	2,966,713	2,672,908	2,408,480	2,689,698
<b>Total current expenditures</b>	<b>32,625,885</b>	<b>35,558,755</b>	<b>37,519,796</b>	<b>37,809,352</b>	<b>41,214,371</b>	<b>44,362,318</b>	<b>52,545,931</b>	<b>50,586,893</b>	<b>54,191,154</b>	<b>61,016,419</b>
<b>Capital outlay:</b>										
Capital outlay	3,690,037	5,114,118	6,807,047	9,273,982	12,944,156	16,823,542	4,618,700	238,703	1,284,412	1,492,778
<b>Total capital outlay expenditures</b>	<b>3,690,037</b>	<b>5,114,118</b>	<b>6,807,047</b>	<b>9,273,982</b>	<b>12,944,156</b>	<b>16,823,542</b>	<b>4,618,700</b>	<b>238,703</b>	<b>1,284,412</b>	<b>1,492,778</b>
<b>Debt service</b>										
Principal retirement	1,599,564	2,044,745	2,478,561	1,732,117	1,797,003	1,741,396	1,905,418	1,971,685	2,025,699	2,632,512
Interest and fiscal charges	608,975	754,154	636,653	797,293	1,361,419	1,631,433	1,327,207	1,571,490	1,643,602	1,540,411
<b>Total debt service expenditures</b>	<b>2,208,539</b>	<b>2,798,899</b>	<b>3,115,214</b>	<b>2,529,410</b>	<b>3,158,422</b>	<b>3,372,829</b>	<b>3,232,625</b>	<b>3,543,175</b>	<b>3,669,301</b>	<b>4,172,923</b>
<b>Total expenditures</b>	<b>\$ 38,524,461</b>	<b>43,471,772</b>	<b>47,442,057</b>	<b>49,612,744</b>	<b>57,316,949</b>	<b>64,558,689</b>	<b>60,397,256</b>	<b>54,368,771</b>	<b>59,144,867</b>	<b>66,682,120</b>

City of Parma, Ohio  
Property Tax Levies and Collections  
Real and Public Utility Property Only  
Last Ten years

TABLE 2

Collection Year	Current (1) Levy	Delinquent Levy	Total Levy	Percent of		Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
				Current Tax Collections	Taxes Collected					
1994	\$4,284,629	\$205,339	\$4,489,968	\$4,209,317	98.24%	\$58,031	\$4,267,348	95.04%	\$200,855	4.47%
1995	8,050,453	222,932	8,273,385	7,906,530	98.21	34,970	7,941,500	95.99	272,312	3.29
1996	8,119,751	415,394	8,535,145	7,983,887	98.33	63,922	8,047,809	94.29	453,530	5.31
1997	8,182,168	433,883	8,616,051	8,001,051	97.79	84,606	8,085,657	93.84	230,885	2.68
1998	8,465,814	263,271	8,729,085	8,276,450	97.76	159,270	8,435,720	96.64	230,793	2.64
1999	8,493,277	244,651	8,737,928	8,332,005	98.10	141,293	8,473,298	96.97	221,740	2.54
2000	8,748,807	247,327	8,996,134	8,370,833	95.68	182,844	8,553,677	95.08	217,248	2.41
2001	8,903,797	240,841	9,144,638	8,636,969	97.00	147,064	8,784,033	96.06	322,231	3.52
2002	8,719,958	352,689	9,072,647	8,478,687	97.23	229,649	8,708,336	95.98	301,301	3.32
2003	8,354,612	287,439	8,642,051	8,051,648	96.37	158,516	8,210,164	95.00	412,801	4.78

(1) Includes state reimbursements of homestead and rollback exemptions which have been reclassified as intergovernmental revenue on the financial statements.

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
Property Tax Levies and Collections  
Tangible Personal Property Only  
Last Ten Years

TABLE 3

Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
1994	\$ 399,921	\$ 127,400	\$ 527,321	\$ 394,511	98.65%	\$ 10,698	\$ 405,209	76.84%	\$ 117,653	22.31%
1995	693,712	133,322	827,034	687,862	99.16	3,967	691,829	83.65	136,083	16.45
1996	706,680	220,151	926,831	690,305	97.68	10,226	700,531	75.58	234,047	25.25
1997	763,601	219,070	982,671	758,327	99.31	5,274	763,601	77.71	171,718	17.47
1998	764,415	150,019	914,434	758,510	99.23	92,891	851,401	93.11	66,864	7.31
1999	751,053	47,987	799,040	745,885	99.31	28,804	774,689	96.95	36,939	4.62
2000	732,866	69,594	802,460	717,049	97.84	25,719	742,768	92.56	100,850	12.57
2001	736,951	81,973	818,924	723,065	98.12	34,399	757,464	92.50	13,189	1.61
2002	707,997	30,935	738,932	700,203	98.90	1,069	701,272	94.90	20,507	2.78
2003	625,084	40,389	665,473	613,260	98.11	8,445	621,705	93.42	41,419	6.22

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
Assessed and Estimated Actual Value  
of Taxable Property  
Last Ten Years

TABLE 4

Collection Year	Real (1) Property Assessed Value	Tangible(2) Personal Property Assessed Value	Public (3) Utility Property Assessed Value	Total Assessed Value	Total Estimated Actual Value
1994	\$ 1,021,445,100	\$ 96,991,645	\$ 60,812,340	\$ 1,179,249,085	\$ 3,375,486,083
1995	1,189,574,230	97,541,968	61,716,800	1,348,832,998	3,859,084,113
1996	1,178,867,320	97,706,074	58,724,750	1,335,298,144	3,825,749,309
1997	1,190,583,720	99,532,467	56,239,790	1,346,355,977	3,863,706,491
1998	1,294,832,320	107,549,471	54,508,290	1,456,890,081	4,191,660,037
1999	1,293,615,940	105,782,201	51,009,030	1,450,407,171	4,177,139,154
2000	1,443,750,410	103,368,494	45,730,120	1,592,849,024	4,590,441,192
2001	1,452,889,370	105,245,444	34,715,190	1,592,850,004	4,611,543,342
2002	1,453,330,610	102,510,192	33,020,560	1,588,861,362	4,599,937,303
2003	1,556,516,000	97,727,720	33,880,160	1,688,123,880	4,876,599,633

(1) The assessed valuation level for real property in Cuyahoga County is 35% of market value, except for certain agricultural land.

(2) The percentage used to determine taxable value of personal property and inventory was 25%.

(3) In the case of public utilities, real property is assessed at 35% of true (market) value and personal property is assessed at 88% of true value.

Source: Cuyahoga County Auditor

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

TABLE 5

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
Tax Year										
<b>CITY OF PARMA</b>										
General Fund	\$ 2.56	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Fire Levy	-	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Police Levy	-	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Fire Pension	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Paramedic Levy	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Bond Retirement	0.44	0.20	0.20	0.20	0.20	0.20	0.10	-	-	0.20
	<u>4.10</u>	<u>7.10</u>	<u>7.10</u>	<u>7.10</u>	<u>7.10</u>	<u>7.10</u>	<u>7.00</u>	<u>6.90</u>	<u>6.40</u>	<u>6.60</u>
<b>PARMA CITY SCHOOL DISTRICT</b>	<u>51.70</u>	<u>54.10</u>	<u>54.20</u>	<u>54.20</u>	<u>53.40</u>	<u>53.30</u>	<u>60.20</u>	<u>60.20</u>	<u>60.20</u>	<u>59.50</u>
<b>CUYAHOGA COUNTY</b>										
General Operating	1.04	0.96	0.82	0.82	1.00	0.87	0.93	0.86	0.81	0.81
Health and Welfare	4.40	4.40	4.40	4.40	3.10	3.10	3.10	3.10	3.10	4.90
Health and Human Services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Mental Retardation	3.20	3.20	3.00	3.00	3.00	3.00	3.90	3.90	3.90	3.90
Bond Retirement	0.68	0.76	0.90	0.90	0.72	0.85	0.79	0.86	0.91	0.91
Metroparks	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55
County Library	1.00	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Cuyahoga County Community College	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
Port Authority	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13
	<u>17.80</u>	<u>18.20</u>	<u>18.00</u>	<u>18.00</u>	<u>16.70</u>	<u>16.70</u>	<u>17.60</u>	<u>17.60</u>	<u>17.60</u>	<u>19.40</u>
<b>TOTAL LEVY</b>	<u>\$ 73.60</u>	<u>\$ 79.40</u>	<u>\$ 79.30</u>	<u>\$ 79.30</u>	<u>\$ 77.20</u>	<u>\$ 77.10</u>	<u>\$ 84.80</u>	<u>\$ 84.70</u>	<u>\$ 84.20</u>	<u>\$ 85.50</u>

Source: Cuyahoga County Auditor

City of Parma, Ohio  
Special Assessment Collections  
Last Ten Years

TABLE 6

Collection Year	Street Lighting Assessments	Street Lighting Collections	Noxious Weeds Assessments	Noxious Weeds Collections	Other Assessments	Other Collections	Total Assessments	Total Collections	Ratio of Total Collections to Total Assessments
1994	\$ 715,791	\$ 723,956	\$ 6,408	\$ 5,840	\$ 62,376	\$ 61,020	\$ 784,575	\$ 790,816	100.80%
1995	726,297	726,521	3,449	4,449	62,376	60,652	792,122	791,622	99.94
1996	718,896	725,735	9,445	9,688	52,069	49,847	780,410	785,270	100.62
1997	719,825	756,506	0	1,260	58,038	50,921	777,863	808,687	103.96
1998	784,266	762,552	0	4,056	65,812	56,947	850,078	823,555	96.88
1999	784,266	782,656	0	1,572	65,812	61,840	850,078	846,068	99.53
2000	738,150	748,618	3,026	3,203	73,035	65,695	814,211	817,516	100.41
2001	738,150	733,431	0	77	290,224	284,625	1,028,374	1,018,133	99.00
2002	738,150	748,798	0	0	285,261	274,386	1,023,410	1,023,184	99.98
2003	864,220	811,525	0	4,068	253,687	276,770	1,117,907	1,092,363	97.72

Collections include only those amounts collected by the County.

Collections include both current year and delinquent amounts.

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
 Ratio of Net General Bonded Debt  
 To Assessed Value and Net Bonded Debt Per Capita  
 Last Ten Years

TABLE 7

Year	Population (1)	Assessed Value (2)	Gross General Bonded Debt (3)	Balance in Debt Service Fund	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1994	87,876	\$ 1,179,249,085	\$ 6,100,000	\$ 702,109	\$ 5,397,891	0.46%	\$ 61.43
1995	87,876	1,348,832,998	7,880,700	700,109	7,180,591	0.53	81.71
1996	87,876	1,335,298,144	6,617,589	154,147	6,463,442	0.48	73.55
1997	87,876	1,346,355,977	6,173,118	214,000	5,959,118	0.44	67.81
1998	87,876	1,456,890,081	17,712,182	698,065	17,014,117	1.17	193.62
1999	83,347	1,450,407,171	18,844,992	785,939	18,059,053	1.25	216.67
2000	85,655	1,592,849,024	17,970,083	778,071	17,192,012	1.08	200.71
2001	85,655	1,592,850,004	17,232,358	306,819	16,925,539	1.06	197.60
2002	85,655	1,588,861,362	16,632,343	95,354	16,536,989	1.04	193.07
2003	85,655	1,688,123,880	21,729,585	119,418	21,610,167	1.28	252.29

Sources:

- (1) U.S. Census Bureau
- (2) Cuyahoga County Auditor
- (3) Does not include Internal Service Funds.

City of Parma, Ohio  
 Computation of Legal Debt Margin  
 December 31, 2003

TABLE 8

City Debt Outstanding		
Unvoted Bonds	\$21,729,585	
Special Assessment Bonds	2,269,271	
Internal Service Fund Bonds	1,565,414	
Notes Issued in Anticipation of Long Term Bond Financing	450,000	
OPWC Loans	2,495,890	
OWDA Loans	<u>3,834,440</u>	
Total of all City Debt Outstanding		\$32,344,600
Debt Exempt from Calculation		
OPWC Loans	2,495,890	
Special Assessments Bonds		
Commerce Parkway West	32,000	
Ridgewood Waterline	60,000	
Breuning Drive	167,513	
2000 Street Improvement Bonds	1,955,000	
Burden Drive Sanitary Sewer	<u>54,758</u>	
Total Exempt Debt		<u>4,765,161</u>
Total Debt (Voted and Unvoted) Subject to 10.5% Debt Limitation		27,579,439
Less Applicable Debt Service Fund Balance		<u>119,418</u>
Net Indebtedness Subject to 10.5% Limitation		<u><u>\$27,460,021</u></u>
Total Debt (Unvoted) Subject to 5.5% Debt Limitation		\$22,179,585
Less Applicable Debt Service Fund Balance		<u>119,418</u>
Net Indebtedness Subject to 5.5% Limitation		<u><u>\$22,060,167</u></u>
Assessed Valuation of City		\$1,688,123,880
10.5% of Valuation (Maximum Voted and Unvoted General Obligation Debt Allowed)		177,253,007
Total Debt Outstanding Subject to 10.5% Debt Limitation		<u>27,460,021</u>
Overall 10.5% Margin		<u><u>\$149,792,986</u></u>
5.5% of Valuation (Maximum Unvoted General Obligation Debt Allowed)		92,846,813
Total Debt Outstanding Subject to 5.5% Debt Limitation		<u>22,060,167</u>
Unvoted 5.5% Margin		<u><u>\$70,786,646</u></u>

Statement of Direct Debt based on Chapter 133, the Uniform Public Securities Law of the Ohio Revised Code.

City of Parma, Ohio  
 Computation of Direct and Overlapping Debt  
 December 31, 2003

TABLE 9

	Assessed (1) Valuation	General (1) Tax Supported Bonds	Percent (2) Applicable to City	City's Share
City of Parma	\$ 1,688,123,880	\$ 22,892,000	100.00%	\$ 22,892,000
Parma School District	2,378,403,536	21,475,000	70.98%	15,242,955
Cuyahoga County	30,305,031,529	183,239,636	5.57%	10,206,448
Greater Cleveland RTA	30,305,031,529	130,795,000	5.57%	7,285,282
				\$ 55,626,685

(1) Cuyahoga County Auditor - Does not include balances in debt service funds

(2) Determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivision.

City of Parma, Ohio  
Ratio of Annual Debt Service for General Bonded  
Debt to Total General Governmental Expenditures  
Last Ten Years

TABLE 10

Year	Principal Debt Service	Interest Debt Service	Gross Total Debt Service	General Governmental Expenditures (1)	Ratio of General Bonded Debt Service to General Governmental Expenditures
1994	\$ 1,117,000	\$ 548,359	\$ 1,665,359	\$ 38,526,461	4.32%
1995	1,155,000	667,876	1,822,876	43,471,770	4.19
1996	1,263,111	613,080	1,876,191	47,442,057	3.95
1997	444,471	401,733	846,204	49,612,744	1.71
1998	460,831	369,168	829,999	57,316,949	1.45
1999	477,190	304,729	781,919	64,558,689	1.21
2000	874,909	957,151	1,832,060	60,397,256	3.03
2001	737,725	1,083,719	1,821,444	54,368,771	3.35
2002	600,014	1,074,897	1,674,911	59,144,867	2.83
2003	697,412	1,068,588	1,766,000	66,682,120	2.65

(1) Includes General, Special Revenue, Debt Service,  
and Capital Projects Funds

Source: Parma City Auditor

City of Parma, Ohio  
Property Values, Bank Deposits, and Building Permits  
December 31, 2003

TABLE 11

<u>Year</u>	<u>Real Property (1) Estimated Actual Value</u>	<u>Bank (2) Deposits at December 31</u>	<u>Building (3) Permits Issued</u>
1994	\$ 2,918,414,571	\$ 20,885,453,000	\$ 35,063,629
1995	3,398,783,514	22,458,573,000	50,019,535
1996	3,398,783,514	22,458,573,000	50,019,535
1997	3,401,667,771	53,941,971,000 (4)	49,426,622
1998	3,699,520,914	58,904,596,000	53,243,702
1999	3,696,045,543	57,816,942,000	58,874,544
2000	4,125,001,171	61,942,764,000	47,994,074
2001	4,151,112,486	63,893,769,000	41,265,776
2002	4,152,373,171	95,761,917,000	56,911,798
2003	4,447,188,571	97,238,973,000	28,721,135

Sources:

- (1) Cuyahoga County Auditor
- (2) Federal Reserve Bank of Cleveland
- (3) City of Parma Building Department
- (4) Large increase in deposits due to Key Bank becoming a single Charter in 1997

City of Parma, Ohio  
Principal Taxpayers  
December 31, 2003

TABLE 12

<u>Taxpayer</u>	<u>Personal Property Taxable Valuation</u>	<u>Percent of Total Personal Property Taxable Valuation</u>
General Motors Corporation	\$ 31,430,350	32.16%
Shiloh Industries	5,791,270	5.93
Cox Cable Cleveland	2,370,600	2.43
Tops Markets LLC	2,306,460	2.36
Bob Gillingham Ford	1,610,020	1.65
Spitzer Buick	1,540,030	1.58
Spitzer Motor City	1,476,700	1.51
Marc Glassman	1,415,200	1.45
Triad Metal Products	1,367,150	1.40
May Department Stores	1,221,470	1.25
Riser Foods	1,083,300	1.11
Melin Tool Company	971,550	.99
Parts Associates	970,700	.99
J C Penney	939,620	.96
Total	<u>\$ 54,494,420</u>	<u>55.77</u>
Total Assessed Valuation Personal Property	<u>\$ 97,727,720</u>	<u>100.00%</u>

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
Largest Employers, by Wage Tax Collected  
Last Four Years

Table 13

Employer	2003		2002		2001		2000	
	Collections	Percentage	Collections	Percentage	Collections	Percentage	Collections	Percentage
General Motors	\$ 4,336,574	13.41%	\$ 4,260,522	15.47%	\$ 3,880,889	16.42%	\$ 4,557,189	20.03%
Parma Hospital	1,378,098	4.26	1,221,341	4.43	1,098,334	4.65	1,035,841	4.55
Parma Board of Education	1,216,479	3.76	1,143,651	4.15	1,069,241	4.52	1,012,387	4.45
Kaiser Permanente	750,810	2.32	719,695	2.61	668,290	2.83	649,128	2.85
City of Parma	550,196	1.70	571,865	2.08	556,997	2.36	561,004	2.47
Cuyahoga Community College	511,166	1.58	490,177	1.78	474,135	2.01	452,670	1.99
Shiloh Industries	407,006	1.26	581,927	2.11	638,805	2.70	632,798	2.78
Cuyahoga County	270,141	0.84	240,859	0.87	152,560	0.65	150,883	0.66
Marc's	246,755	0.76	238,378	0.87	232,035	0.98	221,263	0.97
Cuyahoga County Library	208,529	0.64	193,121	0.70	186,586	0.79	177,210	0.78
First National Supermarkets	175,014	0.54	174,614	0.63	173,951	0.74	167,161	0.73
Union Carbide	174,472	0.54	234,926	0.85	179,358	0.76	169,139	0.74
Pleasantview Nursing Home	154,132	0.48	139,690	0.51	118,111	0.50	89,234	0.39
Pleasant Lake Villa	152,137	0.47	145,079	0.53	134,141	0.57	114,180	0.50
Catholic Charities	150,090	0.46	155,294	0.56	150,866	0.64	145,351	0.64
Con-Way Transport	145,288	0.45	142,936	0.52	137,346	0.58	143,698	0.63
Broadview Nursing Home	144,646	0.45	149,528	0.54	145,624	0.62	130,561	0.57
Mt Alverna	137,333	0.42	139,216	0.51	142,323	0.60	115,544	0.51
Huntington Bank	118,997	0.37	116,004	0.42	115,526	0.49	111,575	0.49
State of Ohio	108,943	0.34	91,847	0.33	81,953	0.35	77,900	0.34
	<u>\$ 11,336,806</u>	<u>35.05%</u>	<u>11,150,670</u>	<u>40.48%</u>	<u>10,337,071</u>	<u>43.74%</u>	<u>10,714,716</u>	<u>47.10%</u>
Total	<u>\$ 32,343,447</u>	<u>100.00%</u>	<u>\$ 27,543,018</u>	<u>100.00%</u>	<u>\$23,632,931</u>	<u>100.00%</u>	<u>\$ 22,749,313</u>	<u>100.00%</u>

City of Parma Income Tax Department, cash basis

City of Parma, Ohio  
 Building Permits at Market Value  
 December 31, 2003

TABLE 14

<u>Year</u>	<u>Residence</u>	<u>Commercial</u>	<u>Industrial Building</u>	<u>Apartments and Townhouses</u>	<u>Public Buildings</u>	<u>Total</u>
1994	\$ 15,257,937	\$ 19,805,692	\$ 0	\$ 0	\$ 0	\$ 35,063,629
1995	12,446,784	37,572,751	0	0	0	50,019,535
1996	11,752,401	34,598,919	0	0	0	46,351,320
1997	18,329,556	31,097,066	0	0	0	49,426,622
1998	23,982,627	29,261,075	0	0	0	53,243,702
1999	27,722,826	31,151,718	0	0	0	58,874,544
2000	21,302,840	26,691,234	0	0	0	47,994,074
2001	20,604,428	20,661,348	0	0	0	41,265,776
2002	17,123,070	39,788,728	0	0	0	56,911,798
2003	14,902,838	13,818,297	0	0	0	28,721,135

Source: City of Parma Building Department

City of Parma, Ohio  
 Demographic Statistics  
 December 31, 2003

TABLE 15

<u>Year</u>	<u>Population (1)</u>	<u>Cuyahoga County (2) Unemployment Rate</u>
1994	87,876	5.80%
1995	87,876	4.70
1996	87,876	5.00
1997	87,876	4.50
1998	87,876	4.50
1999	83,347	4.50
2000	85,655	4.10
2001	85,655	5.30
2002	85,655	5.50
2003	85,655	6.20

Source:

(1) U.S. Census Bureau

(2) Ohio Bureau of Employment Services

City of Parma, Ohio  
Miscellaneous Statistics  
December 31, 2003

Date of Incorporation	1931
Form of Government	Mayor-Council
Area	20.8 Square Miles
Miles of Streets	255
Fire Protection:	
Number of Stations	5
Number of Firemen and Officers (Exclusive of Volunteer Firemen)	101
Police Protection:	
Number of Stations	1
Number of Policemen and Officers	103
Sewers:	
Sanitary Sewers*	209 Miles
Storm Sewers	510 Miles
*(Exclusive of Northeast Ohio Regional Sewer District)	
Recreation and Culture:	
Number of Parks	21 with 420 Acres
Swimming Pools	4
Cuyahoga County Library	2 Branches
Regional Library	1 Main Office
Traffic Signal Installations	108

Source: City of Parma Auditor



**Auditor of State  
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**CITY OF PARMA  
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  
JANUARY 18, 2005**