

**CITY OF NORTH RIDGEVILLE, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

Prepared By:  
Office of the Auditor

Chris S. Costin, CPA, CGFM  
Auditor

Teresa A. Machovina  
Deputy Auditor

## **TABLE OF CONTENTS**

	<u>Page</u>
<b>INTRODUCTORY SECTION</b>	
Title Page	i
Table of Contents	ii
Letter of Transmittal	v
Principal City Officials	xii
Organization Chart	xiii
GFOA Certificate of Achievement	xiv
<b>FINANCIAL SECTION</b>	
Independent Auditor's Report	1
Management's Discussion and Analysis	5
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	17
Statement of Activities	18
Fund Financial Statements	
Balance Sheet - Governmental Funds	20
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	22
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	23
Statement of Revenues, Expenditures and Changes in Fund Balances Budget (Non-GAAP Budgetary Basis) and Actual - General Fund	24
Statement of Revenues, Expenditures and Changes in Fund Balances Budget (Non-GAAP Budgetary Basis) and Actual - Solid Waste Management Fund	25
Statement of Fund Net Position - Proprietary Funds	26
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds	27
Statement of Cash Flows - Proprietary Funds	28
Statement of Fiduciary Assets and Liabilities	30
Notes to the Basic Financial Statements	31
Combining Statements and Nonmajor Fund Schedules:	
Combining Statements - Nonmajor Governmental Funds	
Fund Descriptions	62
Combining Balance Sheet - Nonmajor Governmental Funds	64
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	65
Combining Balance Sheet - Nonmajor Special Revenue Funds	66
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	70
Combining Balance Sheet - Nonmajor Debt Service Funds	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds	75
Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Fund	77

**TABLE OF CONTENTS (continued)**

	<u>Page</u>
Combining Statements - Agency Funds	
Fund Descriptions	79
Combining Statement of Assets and Liabilities - Agency Funds	80
Combining Statement of Changes in Assets and Liabilities - Agency Funds	82
Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual	
Major Funds	
General Fund	85
Solid Waste Management Fund	89
Capital Projects Fund	90
Water Fund	91
Sewer Fund	92
Nonmajor Funds	
Income Tax Fund	93
Street Construction, Maintenance and Repair Fund (SCMR)	94
State Highway Fund	95
Motor Vehicle License Tax Fund	96
Street Levy Fund	97
Surface Drainage Fund	98
Police Levy Fund	99
Police Pension Fund	100
Law Enforcement Trust Fund	101
Local Law Enforcement Assistance Fund	102
Drug Law Enforcement Trust Fund	103
DUI Enforcement and Education Trust Fund	104
Clerk of Courts Computer Service Fund	105
Court Computerization Fund	106
Fire Levy Fund	107
Fire Pension Fund	108
Paramedic Levy Fund	109
Ambulance Fund	110
State and Other Grants Fund	111
Federal Grants Fund	112
Cemetery Fund	113
Park and Recreation Trust Fund	114
Park and Recreation Improvement Fund	115
Senior Citizens Title III Fund	116
General Obligation Bond Retirement Fund	117
Special Assessment Bond Retirement Fund	118
Issue II Fund	119
Self-Insurance Fund	120

**TABLE OF CONTENTS (continued)****STATISTICAL SECTION**Page

Contents	S 1
Financial Trends	
Net Position by Component	S 2
Expenses and Program Revenues	S 4
Net (Expense) / Revenue, General Revenues and Total Change in Net Position	S 6
Program Revenues by Function / Program	S 8
Governmental Funds Fund Balances	S 10
Governmental Funds Fund Balances	S 12
Governmental Fund Type - Revenues by Source	S 14
Governmental Fund Type - Expenditures by Function	S 16
Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds	S 18
Revenue Capacity	
Assessed and Estimated Actual Value of Taxable Property	S 20
Property Tax Rates - Direct and Overlapping Governments	S 22
Principal Taxpayers - Real Property Taxpayers	S 24
Principal Taxpayers - Public Utility	S 25
Property Tax Levies and Collections (Real and Public Utilities)	S 26
City Income Tax Collections	S 27
Debt Capacity	
Ratio of Outstanding Debt by Type	S 29
Ratio of Net General Obligation Bond Debt to Assessed Value and Net General Obligation Bonded Debt per Capita	S 30
Direct and Overlapping Governmental Activities Debt	S 31
Computation of Legal Debt Margin	S 32
Pledged Revenue Coverage	S 34
Demographic and Economic Information	
Demographic Statistics	S 35
Principal Employers	S 36
Operating Information	
Full-time Equivalent City Government Employees by Function	S 38
Operating Indicators by Function / Program	S 40
Capital Asset Statistics by Function / Program	S 42



# ***THE CITY OF NORTH RIDGEVILLE***

7307 AVON BELDEN ROAD, NORTH RIDGEVILLE, OHIO 44039

TELEPHONE: (440) 353-0851 FAX: (440) 353-1542

## **Auditor's Office**



Members of City Council and  
Citizens of North Ridgeville  
North Ridgeville, Ohio

We are pleased to submit this Comprehensive Annual Financial Report (CAFR) of the City of North Ridgeville, Ohio for its fiscal year ended December 31, 2013. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation including all disclosures rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

### **Independent Audit**

The City's financial statements for the year ended December 31, 2013 were examined by independent auditor **Dave Yost**, Auditor of State of Ohio. The Independent Auditor's Report on the basic financial statements is included in the Financial Section of this report.

### **Reporting Entity**

For financial reporting purposes, the City includes all funds that comprise the primary government and all agencies, boards and commissions for which the City is financially accountable and component units. Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the organization is fiscally dependent on the City or if the City appoints a majority of the organization's governing board and 1) it is able to impose its will on the organization or 2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the City. The City has no component units.

## **CITY PROFILE**

### **The City**

The City of North Ridgeville is located in Lorain County in north central Ohio, approximately twenty miles southwest of the City of Cleveland and approximately ten miles southeast of the City of Lorain. The City's area is approximately 25 square miles. The City's population was 29,465 according to the 2010 Federal census, which is the third largest in Lorain County. The City is in the Cleveland-Elyria-Mentor Metropolitan Statistical Area (MSA) and the Cleveland-Akron-Elyria Combined Statistical Area (CSA).

The City is provided with banking and financial services by eight local commercial banks and savings and loan associations, operating a total of eight offices within the City. Three daily and two weekly newspapers serve the City. The City is within the broadcast area of seven television stations and approximately thirty-one AM and FM radio stations. Multi-channel cable TV service, including educational, governmental and public access channels is provided by Time Warner Cable.

Within commuting distance are several public and private two-year and four-year colleges and universities, including Cleveland State University, University of Akron, and Kent State University (three of Ohio's twelve state universities), Lorain County Community College (LCCC), Cuyahoga Community College, Oberlin College (located in the County), Baldwin Wallace University, John Carroll University and Case Western Reserve University. The LCCC University Partnership Ridge Campus opened in January 2013 offering numerous academic programs within the City.

The City is served by four acute-care hospitals, located in the cities of Lorain, Elyria, Westlake, and Fairview Park within a ten mile radius of the City. A Medivac unit, providing emergency medical services, operates at the Lorain County Regional Airport and a heliport has been built adjacent to Community Health Partners (Health Center) in Lorain to provide for emergency transportation of patients by helicopter.

The City owns and operates five parks covering 118 acres and provides recreational facilities including basketball, volleyball and tennis courts, baseball / softball fields, soccer fields, picnic areas and a stocked fishing lake. An additional 66 acres has been leased for private use as a sports park. In addition, the City is within the Lorain County Metropolitan Park District, created to preserve natural resources and provide park and recreation facilities within the County. The Park District's Sandy Ridge Reservation, which is located within the City, consists of 310 acres of wildlife preservation with small ponds, a trail complete with information signs, observation mound, playground, educational center and picnic area.

### **City Government**

The City of North Ridgeville was founded in 1810, incorporated as a village in 1958 and became a city in 1960.

The City operates under and is governed by its Charter, first adopted by voters in 1961 and which has been and may be amended by the voters from time to time. The City is also subject to some general laws applicable to all cities. Under the Ohio Constitution, the City may exercise all powers of local self-government and police powers to the extent not in conflict with applicable laws. The Charter provides for a Mayor-Council form of government.

Legislative authority is vested in a seven-member Council, of whom three are elected at-large and four are elected from wards, all for four-year terms. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to the City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades, and other municipal purposes. The presiding officer is the President of Council, who is elected by the Council from the at-large members for a two-year term.

The City's chief executive and administrative officer is the Mayor, who is elected by the voters for a four-year term. The Mayor appoints the directors of most City departments, subject to the approval of a majority of all the members of Council. The major appointed officials are the Directors of Law, Safety-Service and the Treasurer. The Mayor also appoints members to a number of boards and commissions, and appoints and removes, in accordance with civil service requirements, all appointed officers and employees.

The Auditor, who is the City's chief fiscal officer, and the Clerk of Council are appointed by Council. The Auditor is appointed to a two-year term, subject to removal by a majority of all of the members elected to Council. The Clerk of Council serves at the pleasure of Council.

All elected officials, except the Mayor, serve part-time.

The City provides a full range of municipal services. These include police, fire, emergency rescue, parks and recreation, water and sewer utility, planning, zoning, general administrative services, and a Mayor's court.

## **CITY ECONOMIC CONDITION**

### **Local Economy and Outlook**

The City is primarily a residential and agricultural area with many residents commuting daily to work in the City of Cleveland and other areas in Lorain County and adjacent Cuyahoga County. Approximately one fourth of the land in the City is undeveloped or used for agricultural purposes. Because of its location adjacent to the substantially fully developed Cities of Westlake and North Olmsted and access to I-80, I-90, I-480 and State Route 10, and close proximity to Cleveland Hopkins International Airport, new residential, commercial, light industrial and warehousing development is expected to continue within the next several years.

Because the City has a diverse workforce and is not reliant on any concentration of industry, it has been able to weather the economic downturns without curtailing basic services. The City's major sources of revenues are municipal income taxes, property taxes and intergovernmental revenues consisting of state shared taxes and grants. Over the past ten years, the City has been one of the fastest growing residential communities in the State of Ohio. The City completed an update of its comprehensive master plan in 2009 that identifies areas for residential, commercial, industrial and governmental development and infrastructure improvements to encourage and accommodate responsible and orderly development.

In recent years, the City has constructed a two million gallon water tower and acquired additional water capacity from the City of Avon Lake with the installation of new water mains through the eastern and western portions of the City. The City believes that all of its foreseeable needs for waterworks system capacity to support development in the City have been met. The City completed a major expansion of its French Creek Wastewater Treatment Plant in 2004 to meet the anticipated needs of the City and the adjacent City of Avon and Village of Sheffield, which the plant also serves. The City also completed construction of an interceptor trunk sanitary sewer line to service the previously underdeveloped western area of the City. Infrastructure is now in place to allow continued residential and commercial development throughout the City.

To attract commercial developments, the City has established an enterprise zone (coterminous with the City) and a community reinvestment area. Under its enterprise zone program and policy, the City offers businesses abatements of up to 100% of real property taxes on new property added to the tax duplicate, for a period of up to ten years. The amounts, types and duration of the actual abatements offered by the City under this program are a function of the size of the proposed development and the number of jobs created. Under its community reinvestment zone program and policy, the City offers an abatement of real property taxes on new property added to the tax duplicate, for a period of up to 15 years.

Five separate industrial parks are located within in the City. The largest of these is Taylor Woods Industrial Park, which includes facilities of Invacare Corp. (a manufacturer of wheelchairs), Beckett Gas, Inc. (a manufacturer of gas burners), and Beckett Air, Inc. (a manufacturer of blower parts). The newest of these is Bliss Industrial Park, which includes JBC Technology Incorporated (a manufacturer of seals and gaskets and precision die cutting). Building permits were issued in 2013 for commercial buildings and improvements with an estimated value of \$ 2,846,394. The City expects commercial development to expand as the result of its infrastructure improvements completed in recent years, access to Interstate highways and close proximity to Cleveland Hopkins International Airport and downtown Cleveland, Ohio, and planned widening of Center Ridge Road and Lear Nagel Road with construction scheduled to begin in 2016.

Residential development continues within the City. In various stages of planning and construction in the western half of the City are two planned community developments: Waterbury, a 640 acre development representing approximately 2,000 residential units, and Meadow Lakes, a 570 acre development representing approximately 1,900 residential units, which combined are approximately fifty-six percent completed. Other developments in the western area include the subdivisions of Hampton Place, Sandy Ridge, Timber Ridge, Windsor Point and North Ridge Pointe that together represent approximately 1,250 homes, approximately one-third completed. Elsewhere in the City, Ridgefield Homes, an upscale development represents approximately 1,000 homes, about two-thirds complete. Several other smaller subdivisions remain under development throughout the City. The City's Building Department reflects about 2,600 residential units projected to be constructed within the developments. Building permits were issued in 2013 for new residential units with an estimated value of \$ 28,427,400.

The City believes its infrastructure and planning are in place to allow it to remain one of the fastest growing communities in Northeast Ohio.

## Long-term Planning

Long-term financial planning is performed on a departmental basis and incorporated as a part of the annual appropriation process.

Operating costs are forecast for governmental operations on a five-year basis for the following reason. Property tax collections are the second highest source of general revenue to the City. The City's voted property tax levies are limited to five years in duration and must be "renewed" or "replaced" by voter approval upon expiration. Property tax levies are voted on at a specific millage rate. Ohio House Bill 920, in effect since 1976, removed the inflationary revenue growth resulting from increased property valuation by requiring annually, a decrease in the millage rate proportional to the increase in property valuation. As a result, the amount of annual tax collections generated by the levy remains approximately the same for the five-year period based on the annually determined "effective tax rate". Upon expiration of each levy, the City must seek voter approval to "renew" or "replace" each levy. A renewal levy results in the continuation of tax collections at the effective rate based on the property tax valuation when the original levy was first passed, resulting in the same annual tax collections as the previous five years. A "replacement" levy results in the original tax rate applied to the current property valuation, which results in additional tax revenue based on the updated most recent valuation. The City's policy in recent years, when economically advantageous has been to seek "replacement" levies. Accordingly, in the initial years following passage, levy monies are allowed to accumulate for use in the later years when increasing operating costs exceed the tax levy revenue collected. Historically, renewal and replacement levies have been supported by the voters.

Capital asset budgets for governmental operations are maintained by the departments, and capital asset replacements are planned as part of the City's annual appropriation process. Annually, 15% of the City's net municipal income tax collections, after deducting tax department operating costs are earmarked for transfer to the City's Capital Projects Fund for the acquisition of capital outlay and payment of debt service related thereto.

Operating costs and capital outlay related to the City's enterprise operations consisting of water and sanitary sewer are paid from user fees and tap-in charges, as applicable. Historically, the City's water and sanitary sewer operations have been self-sufficient. The City obtains independent rate studies periodically and adjusts user fees as needed. Recent rate studies have resulted in water and sanitary sewer user rate increases.

## Major Initiatives

### Police Department

The Police Department provides basic and enhanced law enforcement services to this growing community with a compliment of thirty seven full-time officers, six full-time dispatchers, two administrative staff, seven part-time staff and seventeen volunteer auxiliary officers. Police services include directed patrol, selective traffic patrol, detective bureau, school resource officer, bicycle patrol, K-9 units, safety programs, animal control and multi-jurisdictional fugitive, bomb and SWAT teams. In 2013, the department responded to over 37,000 calls for service and assistance. The Department strives to fulfill its mission of providing professional, impartial and caring police services that will enhance the quality of life for its citizens. In January 2013, the City was notified that it had achieved the ranking of 21<sup>st</sup> Safest City in America, by *NeighborhoodScout*, a division of *Location, Inc.*, based on nationwide crime data research reported to the FBI calculated on cities with 25,000 or more population.

### Fire Department

The Fire Department is the largest dual-role emergency service in Lorain County providing both advanced life-support paramedic service and fire protection on a twenty-four hour basis with a full time staff of thirty-seven including thirty-three fire suppression personnel who are state certified paramedics. The Department is a member of the Lorain County dive rescue, technical rescue and hazardous materials teams which provide various technical rescue assistance throughout Lorain County. The Department maintains an aggressive fire prevention program that educates students, conducts fire safety inspections and provides CPR classes to residents and businesses. In 2013, the Department responded to 2,371 medical emergencies and 545 fire calls. The Department is a member of the WESTCOM regional dispatch center which provides mutual aid emergency support services to the City from various surrounding cities. The Department is also involved in various safety inspections and prevention programs. The Department maintains an ISO Public Protection Classification (PPC) of #4 for its fire suppression services. The Department is currently exploring funding options and feasibility for the construction of two new fire stations with the goal of improving services and reducing initial response times.

### **Building Department**

The Building Department staffs five full-time building inspectors, two part-time building inspectors and two secretaries under the direction of the Chief Building Official. The City maintains an ISO (Insurance Service Office) building code rating of #5 for residential and #4 for commercial property owners. The Department continually strives to maintain or improve the City's ISO ratings to minimize the insurance cost of its citizens. During 2013, building permits were issued for 224 residential dwellings and 3 commercial buildings. In 2013, the Department implemented mobile technology for its field inspectors enabling remote access to plans and inspection reports enhancing efficiency and compliance. The Department also implemented electronic plan review enabling applicants to upload drawings through the internet and track the status of their plan review from inception through issuance of a permit electronically.

### **Engineering Department**

The Engineering Department consists of seven full-time staff. In 2013, the Department's services included engineering review for 5 commercial projects, and 11 residential subdivisions to provide an additional 445 residential lots receiving preliminary or final approval at various locations throughout the City. The Department continues enhancements of its Geographic Information System for the City's infrastructure systems including, storm sewer, sanitary sewer, waterways, contouring, zoning and soil conditions. The Department is currently studying methods to improve storm water management within the City.

### **Utilities Department**

The Utilities Department serviced over 12,700 water, sewer and sanitation accounts in 2013 with its utilities office staff of four full-time employees. The City continues to reap the benefits of its automated electronic meter reading system which, in addition to providing contemporaneous "read" information transmitted directly to the utility department computers, can identify potential water leaks, broken and vandalized meters, greatly enhancing its customer service while reducing operating costs. The Department's U-Bill system provides internet electronic payment capability for convenience of its citizens. The City-wide recycling program which provided color coordinated wheel cart receptacles to its residents continues to increase in the volume of recyclables collected annually.

### **French Creek Wastewater Treatment Plant**

The City's French Creek Wastewater Treatment Plant services the City, the City of Avon and the Village of Sheffield. The Plant's staff consists of twenty-one full-time employees. The City completed expansion and upgrade of the plant in 2004 which increased its capacity by fifty percent to 11.25 MGD. The land and plant facilities were originally designed to accommodate a 33 MGD treatment facility to be constructed in four phases, as the served communities continue to grow. In 2011, the City entered into a contract with Quasar Energy Group to construct an anaerobic digestion sludge treatment system. In 2013 Quasar began full operation enabling the treatment of the digester sludge with high volatile organic content to produce renewable energy gas which is converted to electrical energy used to operate the plant. Other significant improvements to the plant are in various planning stages which when implemented will result in additional operational cost savings.

### **Parks and Recreation**

The Parks and Recreation Department provides affordable programs and services for residents that include leisure activities, special events, cultural enrichment and education. The City's park system includes South Central park, a 30 acre woodland park with a fishing lake; state-of-the-art splash pad, pavilions, and an array of sport amenities; Shady Drive Complex, a 59 acre baseball/softball complex; Frontier Park, a 13 acre football complex; and Root Road Soccer Complex, a 12 acre soccer complex. In 2013, the Department offered over 100 toddler, youth and adult programs and special events for the City's residents. The Department provides internet access to the community including program tracking and online registration. In 2013 the Department, with outside consultant, completed its comprehensive master plan encompassing the optimum use of recreational facilities and future planning recommendations. The Department obtained a \$150,000 grant from the Ohio Department of Natural Resources for construction of a 1.2 mile walking trail through its South Central Park to be completed in 2014.

## **Service Department**

In 2013, the City's Service Department consisting of twenty-one employees, repaved 3 lane miles of roads, repaired 21 water main breaks, replaced 101 curb boxes and 24 fire hydrants, and spread 4,845 tons of winter road salt over 22,000 truck miles of roads. The Department expanded experimentation with a newly developed winter road mix to enhance driving conditions while reducing annual labor and product costs.

## **Office of Older Adults**

The North Ridgeville Senior Center (Office of Older Adults) is a multi-functioning center that strives to keep older adults independent and in their homes as long as possible with assistance through its transportation, social, health assistance, supportive services and snow plowing programs. In addition to its staff of six full time equivalent employees, the Center received over 6,000 hours of volunteer services in 2013. The Center provides nutritional meals to homebound seniors through its Meals-on-Wheels program for the City and surrounding townships, and provides transportation services for doctor appointments, grocery shopping, and other special trips. Help clinics and screenings are provided at no charge for various health matters including hearing, blood pressure, glucose/cholesterol, and memory testing. The Senior Center provides a "CareCall" program consisting of an automated telephone service to communicate with seniors and other needy citizens on a daily basis. Other services include recreational programs, CPR classes, self-defense and driving classes, tax preparation assistance, flu shots, themed breakfast and lunches, bingo, and periodic outings. Activities at the Center include bingo, line-dancing, yoga and numerous other fun and fellowship events. The Office continues to explore and enhance its programs and activities for the seniors of the City.

## **Financial Information**

### **Internal Control**

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

### **Basis of Accounting**

The City prepares its annual financial statements under the reporting model required by Government Accounting Standards Board Statement No. 34 (GASB 34), "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". Under GASB 34, the basic financial statements consist of:

**Government-wide financial statements** - These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses. The government-wide statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

**Fund financial statements** - These statements present information for individual major funds rather than by fund type. Nonmajor funds are combined and presented in total in one column. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activities accrual information presented in the governmental-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

**Statements of budgetary comparisons** - These statements present comparison of actual information to the legally adopted budget. The budgetary basis, as provided by Ohio law, is on the basis of cash receipts, disbursements and encumbrances.

For a more detailed description, see the Management's Discussion and Analysis and the Notes to the Basic Financial Statements.

## **Budgetary Controls**

Detailed provisions for budgeting, tax levies and appropriations are set forth in the Ohio Revised Code and the City Charter.

The City prepares an annual budget of estimated receipts and expenditures for the upcoming year, which is filed with the Lorain County Budget Commission by July 20<sup>th</sup> preceding the budget year. Estimated resources, which includes estimated receipts taken from the City's budget, property tax and local government assistance as revised by the County, and unencumbered balances, is certified by the County Budget Committee, which estimated resources serve as the basis for appropriations. A temporary appropriation resolution to control expenditures may be passed by City Council around January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by April 1 each year for the period January 1 to December 31. Appropriations by fund-type cannot exceed the estimated resources as certified by the County Budget Commission. Revisions to its estimated resources may be made during the year as new information becomes available which, upon written request is certified by the County Budget Commission. City Council can pass supplemental appropriation ordinances, as long as total appropriations by fund-type do not exceed the amount of estimated resources certified by the County, as reflected on the most recent Amended Certificate of Estimated Resources.

For management purposes, the City maintains budgetary control on a non-GAAP basis by fund and within each fund by department at major object levels, which include personal services, other expenditures, and transfers. Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. Purchase order requests for the expenditure of monies are submitted to the Mayor or Safety-Service Director for approval. The purchase order is forwarded to the Auditor's office for certification of the availability of funds. The estimated expenditure is then encumbered against available appropriation. Encumbrances, which would exceed the available appropriation are not approved or recorded until the City Council authorizes additional appropriations or transfers. The Auditor's office prepares monthly financial statements on the budgetary basis for City Council and the Administration, which reflect detailed annual budget information, monthly and year-to-date receipts, expenditures, encumbrances and unencumbered balances.

## **AWARDS AND ACKNOWLEDGEMENTS**

### **GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of North Ridgeville, Ohio for its comprehensive annual financial report for the fiscal year ended December 31, 2012. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

### **Acknowledgments**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the staff of the Auditor's Office. Preparation of the Comprehensive Annual Financial Report requires a major effort and special appreciation is extended to everyone who assisted and contributed to the preparation of this report especially the City's Departments heads. Appreciation is extended to the Administration and City Council for their continued support and commitment to responsible fiscal reporting.

Respectfully submitted,



Chris S. Costin, CPA, CGFM  
City Auditor  
June 30, 2014

City of North Ridgeville, Ohio  
Principal City Officials  
December 31, 2013

**Elected Officials**

Council member, At-Large, President  
Council member, At-Large  
Council member, At-Large, President Pro-Tem  
Council member, Ward 1  
Council member, Ward 2  
Council member, Ward 3  
Council member, Ward 4  
Mayor

Kevin Corcoran  
Bernadine R. Butkowski  
Roseanne Johnson  
Nancy J. Buescher  
Dennis J. Boose  
Richard W. Jaenke  
Robert W. Olesen  
G. David Gillock

**Appointed Officials and Department Heads**

Safety-Service Director  
Law Director / Prosecutor  
Engineer  
Treasurer  
Auditor  
Deputy Auditor  
Police Chief  
Fire Chief  
Service Department Superintendent  
Chief Building Official  
Parks and Recreation Director  
Older Adult Services Director  
Information Services Director  
Utilities Department Director  
French Creek Plant Superintendent  
Maintenance and Grounds Supervisor  
Mayor's Court Magistrate  
Clerk of Mayor's Court  
Clerk of Council  
Assistant Clerk of Council

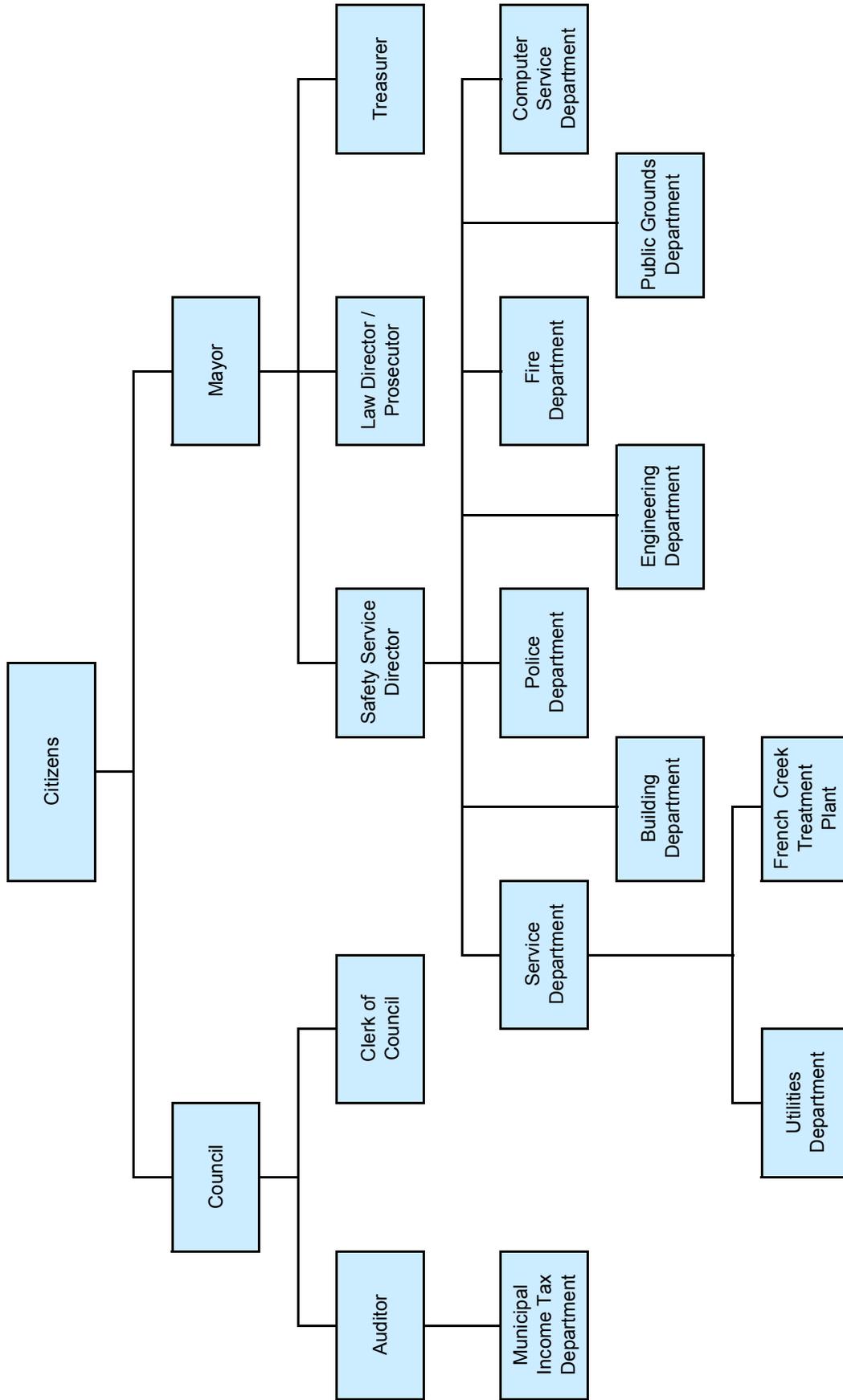
Jeffry J. Armbruster  
Andrew J. Crites, ESQ.  
Scott A. Wangler, P.E.  
Anthony L. Hatmaker  
Chris S. Costin, CPA, CGFM  
Teresa A. Machovina  
Michael W. Freeman  
John C. Reese  
Allen C. Swindig, Jr.  
Guy M. Fursdon, C.B.O.  
Kevin M. Fougrouse  
Rita M. Price  
Steven S. Dove  
James E. Whitlock  
Corey V. Timko  
Gary M. Teel  
R. Brian Moriarty, L.P.A.  
Sonya D. Morrow  
George E. Smith  
Tara L. Peet, CMC

**Chairmen, Boards and Commissions**

Civil Service Commission  
Parks and Recreation Commission  
Planning Commission  
Fair Housing Board  
Income Tax Board of Review  
Zoning Board of Appeals

James P. Yost  
Brent Milner  
Jim Rothgery  
Anthony L. Hatmaker  
Margaret Knight  
Shawn Kimble

# City of North Ridgeville, Ohio Organization Chart





Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of North Ridgeville  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2012**

Executive Director/CEO



# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

To the City Council:

### ***Report on the Financial Statements***

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 North Ridgeville, Lorain County, Ohio (the City), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the City's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

**Opinion**

In our opinion, 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 North Ridgeville, Lorain County, Ohio, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and Solid Waste Management Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

*Supplementary and Other Information*

Our audit was conducted to opine on the City's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2014, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping initial "D".

**Dave Yost**  
Auditor of State  
Columbus, Ohio

June 30, 2014

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**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*FOR THE YEAR ENDED DECEMBER 31, 2013*  
*UNAUDITED*

Management's discussion and analysis (MD&A) of the City of North Ridgeville's financial performance presents a narrative overview and analysis of the City's financial activities for the year ended December 31, 2013. The intent of the discussion and analysis is to present the City's financial performance as a whole. Readers are encouraged to consider this information in conjunction with the basic financial statements and notes to the basic financial statements for an enhanced understanding of the City's financial performance.

**Financial Highlights**

Following the latest economic recession, the City remains cautiously optimistic as the economic recovery progresses at a slow but steady pace. The City has continued to moderate controllable expenditures without a significant reduction in City services. Following negotiated labor cost reductions and other curtailments in 2011 and 2012 which management initiatives with employee cooperation resulted in cumulative cost savings to the City of nearly two million dollars, the labor cost reductions have been restored and the City renegotiated contracts with its three bargaining units that included wage rate increases of 2% - 4% in year 2013. Anticipated revenue reductions including the elimination of the Ohio estate tax after 2012, reduction of the Ohio Local Government Allocation, completion of state reimbursement for previously eliminated personal property taxes, and elimination of internet café license revenues after 2013, which represent nearly one million dollars of annual lost revenues to the City, presents an ongoing challenge for Ohio municipalities. Favorably, as result of installation of the City's west side sanitary sewer trunk line and acquisition of additional contractual drinking water volume in recent years, residential new construction in the community has continued resulting in annual revenue to the City consisting of increased municipal income taxes, licenses and fees, charges for services, tap-in fees and developer contributions.

The City's total net position increased by \$ 5,014,026 to \$ 141,927,386 at December 31, 2013. Total assets (after depreciation and amortization) increased by \$ 3,374,126 to \$ 183,728,640, while total liabilities and deferred inflows of resources favorably decreased by \$ 1,639,900 to \$ 41,801,254 at December 31, 2013. Net position of governmental activities increased by \$ 1,901,682 to \$ 68,511,619 and net position of business-type activities increased by \$ 3,112,344, reflecting the improving financial condition of the City. Total revenues of the City increased by \$ 4,040,692 or 10% to \$ 44,066,257 in 2013 due primarily to increases in charges for services and grants and contributions. Total program expenses increased by \$ 2,561,780 or 7% to \$ 39,052,231 in 2013. Further explanation of these changes follows herein.

**Overview of Financial Statements**

This annual report includes the City's basic financial statements which consist of government-wide financial statements, fund financial statements, notes to the basic financial statements and other information. The Government-wide financial statements provide information about the City as a whole, providing an aggregate view of the City's finances. The fund financial statements provide an additional level of detail focusing on spendable resources.

**Government-wide Financial Statements**

The government-wide financial statements provide a broad overview of the City's finances in a manner similar to a private-sector business. The *Statement of Net Position* presents information on all the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the residual being reported as net position. Increases or decreases in net position over time serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating. The *Statement of Activities* presents information reflecting the City's financial activities and changes in net position during the year. These two statements use the accrual basis of accounting, under which revenue is generally recognized when earned and expenses recognized when incurred, regardless of when cash is received or paid. These statements distinguish between governmental activities which are those that are principally supported by taxes and intergovernmental revenues, and business-type activities which are those that are intended to recover their costs through user fees and charges. The City's business-type activities consist of water system operations and sanitary sewer system operations.

## **Fund Financial Statements**

The governmental fund financial statements, listed in the table of contents, focus on the City's most significant, or major funds. The City's major governmental funds are the General Fund, Solid Waste Management Fund and Capital Projects Fund. The remaining non-major funds are combined and reflected in one single column. Governmental fund financial statements focus on near-term inflows and outflows of spendable resources and on balances of spendable resources that are available at year-end. This information can be useful in determining what financial resources are available to finance the City's activities. A *Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities* for the year ended December 31, 2013 is presented. The City, similar to other local governments, uses fund accounting to ensure and demonstrate finance related legal requirements.

### **Fund Categories**

The City's funds can be divided into three categories comprised of governmental funds, proprietary funds and fiduciary funds.

### **Governmental funds**

Most of the City's activities are reported in governmental funds, which are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Governmental funds use the modified accrual method of accounting, which measures cash and other financial assets readily convertible to cash.

### **Proprietary funds**

Proprietary funds are generally used to account for activities for which the City will charge customers and users. The City maintains two types of proprietary funds. The first type, enterprise funds are used to account for those functions reported as business-type activities in the government-wide financial statements, which for the City, consists of water system operations and sanitary sewer system operations. The second type, internal service funds are used to accumulate and allocate costs of goods and services among the City's various functions. The City uses an internal service fund for its medical self-insurance program. This internal service fund is included within the governmental activities in the government-wide financial statements since the City was the only participant in the self-insurance program. Proprietary funds use the accrual basis of accounting.

### **Fiduciary funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the City and are not included in the government-wide financial statements since the resources held are not available to support City programs. The City uses agency funds included under the fiduciary funds category. Agency funds are reported on a full accrual basis, for which only a statement of assets and liabilities is presented.

## **Notes to the Basic Financial Statements**

Notes to the basic financial statements provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. These should be read in conjunction with those financial statements.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**  
**UNAUDITED**

**Other Information**

In addition to the basic financial statements and accompanying notes to the basic financial statements, also presented are combining statements for nonmajor governmental funds and individual budgetary comparisons.

**The City of North Ridgeville as a Whole**

**Analysis of Net Position**

The Statement of Net Position presents the City as a whole. The following provides a summary of the City's net position as of the current year-end compared to the prior year-end.

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
<b>Assets</b>						
Current and other assets	\$ 24,430,668	\$ 23,997,081	\$ 20,391,985	\$ 20,726,522	\$ 44,822,653	\$ 44,723,603
Capital assets, net	64,070,806	62,194,120	74,835,181	73,436,791	138,905,987	135,630,911
<b>Total assets</b>	<b>88,501,474</b>	<b>86,191,201</b>	<b>95,227,166</b>	<b>94,163,313</b>	<b>183,728,640</b>	<b>180,354,514</b>
<b>Liabilities</b>						
Current liabilities	2,035,885	1,945,797	756,614	580,984	2,792,499	2,526,781
Long-term liabilities	11,506,860	11,251,330	21,054,785	23,278,906	32,561,645	34,530,236
<b>Total liabilities</b>	<b>13,542,745</b>	<b>13,197,127</b>	<b>21,811,399</b>	<b>23,859,890</b>	<b>35,354,144</b>	<b>37,057,017</b>
Deferred inflows of resources	6,447,110	6,384,137	-	-	6,447,110	6,384,137
<b>Net position</b>						
Net investment in capital assets	56,320,297	54,512,935	54,445,173	50,767,163	110,765,470	105,280,098
Restricted	7,426,615	7,178,967	-	-	7,426,615	7,178,967
Unrestricted	4,764,707	4,918,035	18,970,594	19,536,260	23,735,301	24,454,295
<b>Total net position</b>	<b>\$ 68,511,619</b>	<b>\$ 66,609,937</b>	<b>\$ 73,415,767</b>	<b>\$ 70,303,423</b>	<b>\$ 141,927,386</b>	<b>\$ 136,913,360</b>

Total assets increased by \$ 3,374,126 to \$ 183,728,640 in year 2013, which included an increase of \$ 99,050 in current and other assets and an increase of \$ 3,275,076 in capital assets, net. Current and other assets included increases in equity in pooled cash, municipal income taxes receivable and due from other governments. Net investment in capital assets (land, construction in progress, buildings and improvements, equipment and vehicles and infrastructure, net of depreciation) less any debt related to acquire those assets still outstanding, represents the largest portion of net position, which increased in large part due to developer contributions of infrastructure. Capital assets are used to provide services to the City's citizens, however, are not available for future spending. Total capital assets, net of depreciation and amortization, in 2013 increased by \$ 3,275,076 to \$ 138,905,987. New additions to capital assets included \$ 6,181,054 of developer contributions of infrastructure related to residential real estate development. The City obtained \$ 1,468,285 of other capital grants and contributions and expended \$ 3,079,062 for capital asset additions. Total capital asset additions of \$ 13,344,588 in 2013 consisted of \$ 151,523 for land and building, \$ 3,213,701 for construction in progress, \$ 2,338,944 for equipment and vehicles, and \$ 7,640,420 for infrastructure. Depreciation and amortization of capital assets amounted to \$ 7,384,973 and \$ 68,352, respectively. Total liabilities decreased by \$ 1,702,873 to \$ 35,354,144 resulting from debt repayments and reductions in due to other governments. Deferred inflows of resources increased \$ 62,973. The City's total net position favorably increased by \$ 5,014,026 to \$ 141,927,386, comprised of a \$ 1,901,682 increase in governmental activities and \$ 3,112,344 increase in business-type activities.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**  
**UNAUDITED**

**Analysis of Changes in Net Position**

To understand what makes up changes in net position, following is a summary of activities for the current year compared to the prior year.

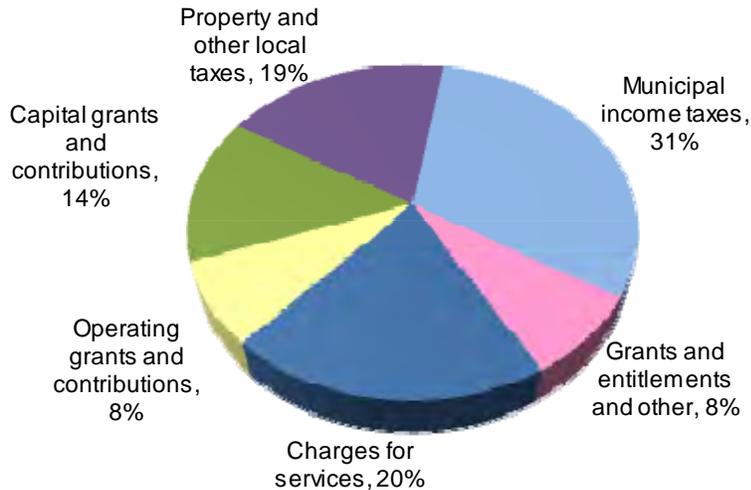
	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues						
Program revenues						
Charges for services	\$ 6,105,163	\$ 5,816,560	\$ 10,745,851	\$ 10,810,865	\$ 16,851,014	\$ 16,627,425
Operating grants and contributions	2,287,560	1,997,920	-	-	2,287,560	1,997,920
Capital grants and contributions	4,251,489	2,215,049	3,397,850	2,136,165	7,649,339	4,351,214
Total program revenues	<u>12,644,212</u>	<u>10,029,529</u>	<u>14,143,701</u>	<u>12,947,030</u>	<u>26,787,913</u>	<u>22,976,559</u>
General revenues						
Property and other local taxes	5,773,926	6,259,876	-	-	5,773,926	6,259,876
Municipal income taxes	9,361,252	8,658,855	-	-	9,361,252	8,658,855
Grants and entitlements	1,671,379	1,898,510	-	-	1,671,379	1,898,510
Other	425,420	184,466	46,367	47,299	471,787	231,765
Total general revenues	<u>17,231,977</u>	<u>17,001,707</u>	<u>46,367</u>	<u>47,299</u>	<u>17,278,344</u>	<u>17,049,006</u>
Total revenues	<u>29,876,189</u>	<u>27,031,236</u>	<u>14,190,068</u>	<u>12,994,329</u>	<u>44,066,257</u>	<u>40,025,565</u>
Program expenses						
Security of persons and property	11,519,069	10,673,542	-	-	11,519,069	10,673,542
Public health and welfare	470,637	442,970	-	-	470,637	442,970
Leisure time activities	513,969	417,638	-	-	513,969	417,638
Community environment	1,216,716	1,200,276	-	-	1,216,716	1,200,276
Transportation	6,712,678	5,896,752	-	-	6,712,678	5,896,752
General government	7,339,010	6,530,544	-	-	7,339,010	6,530,544
Interest	202,428	228,047	-	-	202,428	228,047
Water	-	-	3,747,642	3,903,422	3,747,642	3,903,422
Sewer	-	-	7,330,082	7,197,260	7,330,082	7,197,260
	<u>27,974,507</u>	<u>25,389,769</u>	<u>11,077,724</u>	<u>11,100,682</u>	<u>39,052,231</u>	<u>36,490,451</u>
Increase in net position	1,901,682	1,641,467	3,112,344	1,893,647	5,014,026	3,535,114
Net position, beginning of year	<u>66,609,937</u>	<u>64,968,470</u>	<u>70,303,423</u>	<u>68,409,776</u>	<u>136,913,360</u>	<u>133,378,246</u>
Net position, end of year	<u>\$ 68,511,619</u>	<u>\$ 66,609,937</u>	<u>\$ 73,415,767</u>	<u>\$ 70,303,423</u>	<u>\$ 141,927,386</u>	<u>\$ 136,913,360</u>

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*FOR THE YEAR ENDED DECEMBER 31, 2013*  
*UNAUDITED*

**Governmental activities**

Revenues by source of governmental activities in 2013 were comprised of:

**Revenues by Source, Governmental Activities**



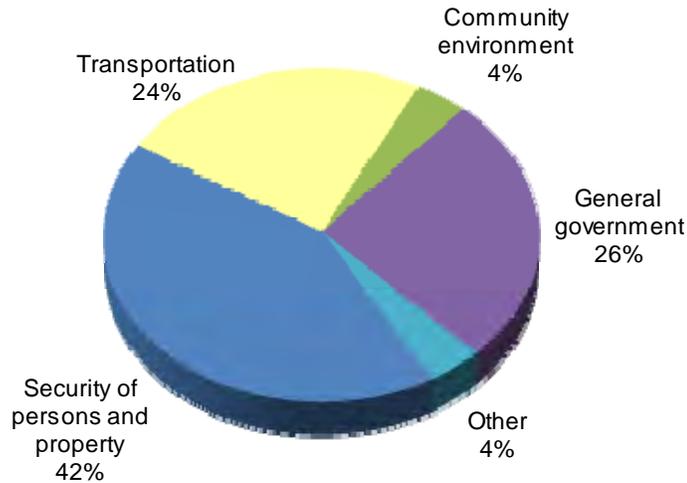
Total *program revenues* of governmental activities reflected a net increase of \$ 2,614,683 or 26% in 2013 compared to 2012. Charges for services increased by \$ 288,603 resulting primarily from higher refuse revenues from a prior mid-year rate increase. Operating grants and contributions increased by \$ 289,640 due primarily to an increase in federal private housing grants, while capital grants and contributions increased by \$ 2,036,440 resulting from a significant increase in developer contributions of infrastructure in 2013. Developer governmental type infrastructure contributions in recent years, consisting primarily of road systems, amounted to \$4,056,382 in 2013, \$ 730,903 in 2012, \$ 1,555,377 in 2011, \$ 1,066,089 in 2010, \$ 1,765,033 in 2009, \$ 2,073,655 in 2008, \$ 5,231,564 in 2007, and \$ 12,294,015 in 2006, reflecting the ongoing activity of the local housing market.

Total *general revenues* reflected a modest increase of \$ 230,270 or 1% in 2013 over 2012. Municipal income taxes of \$ 9,361,252 represented the majority of general revenues and 31% of total revenues in 2013, followed by property and other local taxes which represented 19% of total revenues. Municipal income taxes were \$ 702,397 or 8% higher in 2013 over 2012. Property and other taxes were \$ 485,950 or 8% lower resulting from a sexennial reappraisal of real estate in 2012. Grants and entitlements decreased by \$ 227,131 or 12% in 2013 versus 2012.

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*FOR THE YEAR ENDED DECEMBER 31, 2013*  
*UNAUDITED*

Program expenses of governmental activities in 2013 were comprised of:

**Program Expenses, Governmental Activities**



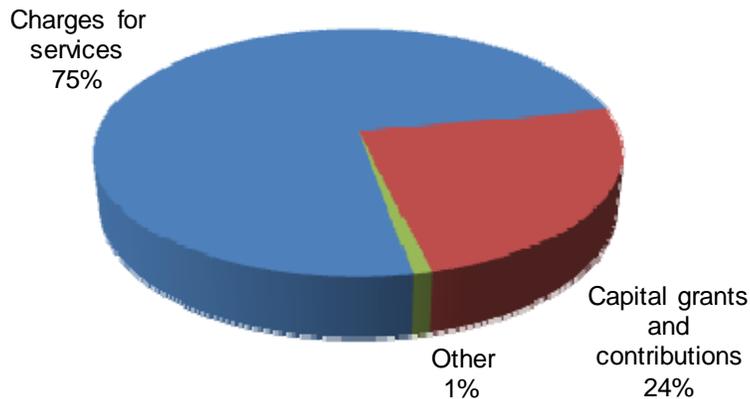
Program expenses amounted to \$ 27,974,507 in 2013, of which \$ 12,644,212 was supported by program revenue. Security of persons and property, which includes police, fire and paramedic services, in 2013 represented \$ 11,519,069 or 42% of total program expenses. Transportation, which includes street maintenance, snow removal and storm channel maintenance, represented \$ 6,712,678 or 24% of program expenses. General government, which includes legislative and administrative services of council, mayor, law, finance and computer services departments, utilities and maintenance of buildings represented \$ 7,339,010 or 26% of program expenses. Community environment represented \$ 1,216,716 or 4% of program expenses and included sanitation collection and community development. Other expenses which include leisure time activities, public health and welfare and interest represented \$ 1,187,034 or 4% of program expenses. Leisure time activities, which include recreation activities and maintenance of the City's park system, represented \$ 513,969 of total program expenses. Public health and welfare, which includes senior citizen programs, payments to the County health department and cemetery maintenance represented \$ 470,637 of total program expenses in 2013. Program expenses, in total were \$ 2,584,738 higher in 2013 than 2012, due in large part to restoration of labor cost reductions in 2012 and contractual wage rate increases in 2013.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**  
**UNAUDITED**

**Business-type activities**

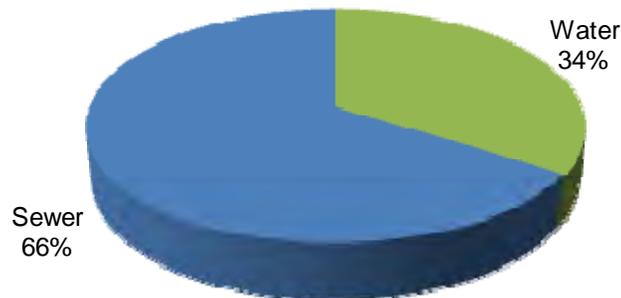
Revenues by source for business-type activities for 2013 were comprised of:

**Revenues by Source, Business-type Activities**



Program revenues of business-type activities represented 99% of total revenues in 2013. Charges for services of \$ 10,745,851 represented 75% of total revenues while capital grants and contributions of \$ 3,397,850 represented 24% of total revenues. Capital grants and contributions included \$ 2,124,672 of contractor contributions of infrastructure in 2013 consisting of waterlines and sanitary sewer lines, compared to \$ 732,032 in 2012. Tap-in fees amounted to \$ 1,185,500 in 2013, versus \$ 1,370,700 in 2012. The City's water rates were increased by 2.6% and its sanitary sewer rates by 18% in 2013. The volume of billed water usage declined by 7% in 2013 from 2012. Other general revenues of \$ 46,367 represented 1% of total revenues, which was comprised primarily of interest income.

**Expenses, Business-type Activities**



Water operations expenses amounted to \$ 3,747,642 or 34% and sanitary sewer operations expenses amounted to \$ 7,330,082 or 66% of total program expenses for business-type activities in 2013. Both water operations and sanitary sewer operations have historically been self-supporting through user fees and charges. Water is purchased from three sources. The City's wastewater treatment facility services the City and two neighboring communities.

For the year 2013, business-type activities realized an increase in net position of \$ 3,077,365 comprised of water \$ 1,677,627 and sewer \$ 1,399,738.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**  
**UNAUDITED**

**The City's Funds**

The City's governmental funds financial information begins at page 20. As reflected on the *Balance Sheet*, total governmental assets increased by \$ 107,049 or .5% to \$ 23,438,998, while total governmental liabilities were reduced by \$ 98,714 or 5%, to \$ 1,751,583, which decrease in liabilities was comprised primarily of a decrease in due to other governments. Deferred inflows of resources increased by \$ 596,273 or 6% to \$ 10,630,165. The net result was a decrease in governmental total fund balances of \$ 390,510 or 3% to \$ 11,057,250 at year-end 2013. As reflected on the *Statement of Revenues, Expenditures and Changes in Fund Balances*, total governmental funds revenues decreased by \$ 518,474 or 2% to \$ 25,284,062 in 2013, while total expenditures increased by \$ 2,817,180 or 11% to \$ 28,859,362. Total other financing sources (uses) increased by \$ 668,930, which included higher note proceeds of \$ 3,045,429 in 2013 compared to note proceeds of \$ 2,515,860 in 2012. The most significant changes in governmental revenues consisted of a decrease in intergovernmental revenue of \$ 988,280, consisting primarily of lower estate taxes and other state shared revenues. The most significant changes in current governmental expenditures were increases in general government and transportation of \$ 842,237 and \$ 720,990, respectively, which resulted from restoration of labor cost reductions and negotiated wage rate increases in 2013.

The City's major funds in 2013 consisted of the General Fund, Solid Waste Management Fund and Capital Projects Fund. General Fund revenues were \$ 651,227 or 5% higher in 2013 than 2012, resulting primarily from higher municipal income taxes and miscellaneous revenue. General Fund total expenditures increased by \$ 1,849,078 or 18%, due primarily to an increase in security of persons and property and general government. Other financing sources (uses) were \$ 213,909 higher in 2013 than 2012, resulting from higher transfers to the Capital Projects Fund. As a net result, the General Fund balance decreased by \$ 468,278 to \$ 5,723,552 at year-end 2013, compared to a \$ 943,482 increase in 2012. The Solid Waste Management Fund became a major fund in prior year 2012 as the result of increased revenue from a 23% rate increase in 2012 to offset the cost of sanitation collections provided by an independent sanitation collection company. The operations of the Solid Waste Management Fund are supported predominately by charges for services. The Capital Projects Fund is supported primarily by transfers from income tax collections which increased to \$ 1,445,000 in 2013 from \$ 1,125,000 in 2012. Proceeds from the issuance of notes of \$ 2,541,000 in 2013 were used primarily to repay existing notes, which are issued for a one year term. Capital outlay expended from the Capital Projects Fund in 2013 amounted to \$ 1,076,982. The Capital Projects Fund ending fund balance reflected a net decrease of \$ 109,328 in 2013.

The City's proprietary funds information begins at page 26. Drinking water operations are reflected in the Water Fund. Water Fund net position increased by \$ 1,677,627 to \$ 22,457,948 at year-end 2013. Charges for services included a 2.6% water rate increase in 2013 to offset the increased cost of water operations. Water consumption decreased by 7% in 2013 versus 2012. Water operating revenues decreased by \$ 256,049 or 6% in 2013 as the result of lower water consumption. Capital contributions were \$ 1,286,541 in 2013, consisting primarily of developers' contributions of waterlines infrastructure and tap-in fees, which amounted to \$ 867,773 or 207% more than in 2012. Sanitary sewer operations are reflected in the Sewer Fund. The City's wastewater treatment facility services the City, the City of Avon and the Village of Sheffield. Sewer fund net position increased by \$ 1,399,738 to \$ 50,754,287 at year-end 2013. Charges for services included an 18% user rate increase in 2013 to the City's local users to offset the increased cost of sewer operations. Sewer operating revenues increased by \$ 191,035 or 3% in 2013, attributable to the sewer rate increase. Capital contributions were \$ 2,111,309 in 2013, comprised primarily of developer contributions of sewer system infrastructure and tap-in fees, which together were \$ 393,912 or 23% more than in 2012. The City's water and sewer operations have historically been self-sufficient.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**  
**UNAUDITED**

**Budgetary Highlights**

The City prepares its budget in accordance with Ohio law on the basis of cash receipts, disbursements and encumbrances. The City's original budget and amendments are enacted by City Council upon recommendation of Council's Finance Committee. Budgetary expenditure modifications at the legal level of control may only be made by ordinance of City Council. The City's final budget differs from the original budget due to various amendments during the year to reflect changes in unanticipated revenue receipts and amended appropriations.

The General Fund is the City's most significant budgeted fund. Original budgeted receipts (excluding other financing sources) for the General Fund were \$ 3,445,636. Final budgeted receipts were \$ 3,873,840. The City actually received \$ 4,068,730. Actual receipts were greater than estimated due in large part to the City's conservative approach, inasmuch as original budget revenue is conservatively estimated. Property and other local taxes, intergovernmental revenues, and miscellaneous were higher than originally estimated. Original budgeted appropriations (excluding other financing uses) were \$ 13,360,666 and final amended appropriations were \$ 13,703,789. Amended appropriations included personnel cost revisions and for the acquisition of land which was acquired in early 2014. The City actually expended \$ 12,001,177, which was \$ 1,702,612 less than final appropriations, resulting from the intended management control over expenditures. The City historically spends less than appropriated. In 2013 actual expenditures were 87.6% of final appropriations.

**Capital and Intangible Assets**

Capital and intangible assets, net of depreciation and amortization, at December 31, consisted of:

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 1,709,949	\$ 1,709,949	\$ 780,896	\$ 785,216	\$ 2,490,845	\$ 2,495,165
Construction in progress	2,174,112	1,896,877	754,257	337,138	2,928,369	2,234,015
Buildings and improvements	3,116,486	3,085,740	451,034	468,133	3,567,520	3,553,873
Equipment and vehicles	3,203,139	2,946,624	9,342,347	8,985,745	12,545,486	11,932,369
Infrastructure	53,867,120	52,554,930	62,188,081	61,473,641	116,055,201	114,028,571
Intangible assets	-	-	1,318,566	1,386,918	1,318,566	1,386,918
	<u>\$ 64,070,806</u>	<u>\$ 62,194,120</u>	<u>\$ 74,835,181</u>	<u>\$ 73,436,791</u>	<u>\$ 138,905,987</u>	<u>\$ 135,630,911</u>

Capital assets are major assets that benefit more than one fiscal year. The City's capitalization threshold is \$ 2,500, that is, asset cost must equal \$ 2,500 or more to be capitalized. Infrastructure assets are long-lived capital assets that are normally stationary in nature with a useful life significantly greater than most capital assets. The City's governmental infrastructure includes streets, bridges, culverts, sidewalks and storm drainage systems.

The City's total capital assets, net of depreciation and amortization amounted to \$ 138,905,987 at December 31, 2013, which was \$ 3,275,076 higher than the previous year, since additions exceeded depreciation and amortization. Capital assets, net of depreciation under governmental activities increased by \$ 1,876,686 in 2013, which included \$ 4,056,382 from developers' contributions of infrastructure of road systems. Business-type capital assets, net of depreciation increased by \$ 1,398,390 to \$ 74,835,181, which additions included \$ 2,124,672 of developers' contributions of waterlines and sewer lines infrastructure. Total depreciation and amortization increased by \$ 193,965 or 3% to \$ 7,453,325 in 2013 from \$ 7,259,360 in 2012.

For more information about the City's capital assets, see Note 2J and Note 8 of Notes to the Basic Financial Statements.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**  
**UNAUDITED**

**Debt**

Outstanding debt obligations of the City at December 31 consisted of:

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Notes and loans payable	\$ 2,961,000	\$ 2,901,000	\$ 964,000	\$ 1,434,000	\$ 3,925,000	\$ 4,335,000
Water rights ETL-2 loan	-	-	682,772	709,593	682,772	709,593
OPWC loans	1,282,243	848,705	54,929	63,380	1,337,172	912,085
OWDA loans	-	-	1,463,080	1,614,500	1,463,080	1,614,500
Capital lease	137,266	56,480	30,227	3,155	167,493	59,635
General obligation bonds	3,310,000	3,785,000	15,340,000	16,885,000	18,650,000	20,670,000
Special assessment bonds	60,000	90,000	1,855,000	1,960,000	1,915,000	2,050,000
Accrued leave benefits	3,756,351	3,570,145	664,777	609,278	4,421,128	4,179,423
	<u>\$ 11,506,860</u>	<u>\$ 11,251,330</u>	<u>\$ 21,054,785</u>	<u>\$ 23,278,906</u>	<u>\$ 32,561,645</u>	<u>\$ 34,530,236</u>

As of December 31, 2013, the City had \$ 32,561,645 of total debt outstanding, of which \$ 5,714,104 is due within one year. Total debt outstanding decreased by \$ 1,968,591 in 2013, which resulted from debt payments.

The general obligation bonds outstanding at year-end 2013 include various purposes consisting of road improvements, service garage addition, waterlines and sanitary sewer improvements. Sources for the debt service payments include property tax collections, general revenues of the City, and water and sewer operations, as applicable. The special assessment bonds were for infrastructure improvements, which debt service is repaid from collections from property owners. The City's general obligation bonds and special assessment bonds mature in various increments through 2028. The OWDA loan financed an elevated water storage tank, which debt is repaid from water system revenues. The OPWC loans consist of several zero percent interest loans with twenty year terms, used primarily for road reconstruction, which are repaid from the City's capital projects and street funds, and a sewer line reconstruction which is repaid from sanitary sewer system revenues. The water rights ETL-2 loan consists of the cost of water rights to purchase a specified amount of drinking water, financed over 258 months.

In December 2013, the City received a credit rating of "Aa2" from Moody's Investors Service in connection with its subsequent issuance of \$ 5,510,000 of General Obligation Capital Improvement and Refunding Bonds Issue, Series 2014 (see also Note 21 in the Notes to the Basic Financial Statements).

The State of Ohio statute limits the amount of general obligation debt, including both voted and unvoted debt, but excluding certain exempt debt, that may be issued to 10 ½ % of the total tax valuation of all property within the City. The City's overall debt limitation at December 31, 2013 was \$ 73,581,000 against which \$ 4,863,000 of debt has been issued, leaving significant additional debt capacity within the debt limitation, in the amount of \$ 68,718,000.

For more information about the City's debt, see Note 2M, Note 9, Note 10 and Note 11 of Notes to the Basic Financial Statements.

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*FOR THE YEAR ENDED DECEMBER 31, 2013*  
*UNAUDITED*

**Economic Factors and Next Year's Budget**

The City continues to use a conservative economic forecast for revenue growth and a zero-based approach to expenditure appropriations for 2014, as the regional economy continues its slow but steady improvement. While the City remains cautiously optimistic, due to certain anticipated lower revenue including reduction in state shared intergovernmental revenues including elimination of the Ohio Estate Tax after 2012, elimination of Internet café revenue after 2013, and lower property tax collections resulting from a sexennial reappraisal of real estate in 2012, the City revised its allocation of net municipal income tax collections between the General Fund and Capital Projects Fund for 2014 from 85% - 15% to 90% - 10% respectively, to shift an additional one-half million dollars to fund current operations, as the City contemplates additional future revenues. Favorably, as the result of significant infrastructure improvements made by the City over the past several years, new housing construction has continued within the City resulting in additional annual revenues consisting of increased municipal income taxes, licenses and fees, charges for services and tap-in fees. A continued increase in revenues from new housing construction is expected in year 2014 and for the next several years. City's management anticipates additional water and sanitary sewer rate increases over the next few years, as necessary, to offset the rising cost of these enterprise operations. The 2014 appropriations include an initial \$ 680,000 to be transferred from various funds including \$ 400,000 from its General Fund to a newly established Payroll and Benefits Reserve Fund for the purpose of accumulating monetary resources for future payment of accruing leave benefits. The City appropriated in 2014 an additional two percent for negotiated wage rate increases for the employees of its bargaining units and for other employees of the City. Other inflationary cost increases are anticipated to be offset by revenue increases in 2014 and controlled spending.

**Request for Information**

This financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the City's finances and show the City's accountability for the money it receives and spends. For questions about this report or for additional financial information, contact the Auditor's Office, City of North Ridgeville, 7307 Avon Belden Road, North Ridgeville, Ohio 44039; telephone (440) 353-0851.

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## CITY OF NORTH RIDGEVILLE, OHIO

## STATEMENT OF NET POSITION

DECEMBER 31, 2013

	Governmental Activities	Business-Type Activities	Total
Assets and deferred outflow of resources			
Assets			
Equity in pooled cash and equivalents	\$ 11,848,589	\$ 15,903,985	\$ 27,752,574
Accounts receivable and other	361,100	1,002,100	1,363,200
Due from other governments	1,507,211	700,968	2,208,179
Interfund receivables	(203,532)	203,532	-
Inventories and supplies	-	205,300	205,300
Prepaid items	58,200	23,800	82,000
Income taxes receivable	3,891,800	-	3,891,800
Taxes - receivable - property and other	6,488,100	-	6,488,100
Special assessments receivable	31,700	2,352,300	2,384,000
Claims advance deposits	447,500	-	447,500
Capital assets			
Nondepreciable capital assets	3,884,061	1,535,153	5,419,214
Depreciable capital assets	60,186,745	71,981,462	132,168,207
Intangible assets, net	-	1,318,566	1,318,566
Total assets	<u>88,501,474</u>	<u>95,227,166</u>	<u>183,728,640</u>
Total assets and deferred outflow s of resources	<u>88,501,474</u>	<u>95,227,166</u>	<u>183,728,640</u>
Liabilities, deferred inflow s of resources and fund liabilities			
Liabilities			
Accounts and contracts payable	637,921	500,216	1,138,137
Accrued salaries, wages and benefits	443,283	98,696	541,979
Accrued interest payable	26,000	71,000	97,000
Claims payable	432,000	-	432,000
Due to other governments	496,681	86,702	583,383
Long-term liabilities			
Due within one year	3,199,417	2,514,687	5,714,104
Due in more than one year	8,307,443	18,540,098	26,847,541
Total liabilities	<u>13,542,745</u>	<u>21,811,399</u>	<u>35,354,144</u>
Deferred inflow s of resources			
Property taxes levied for next year and unavailable resources	6,447,110	-	6,447,110
Total deferred inflow s of resources	<u>6,447,110</u>	<u>-</u>	<u>6,447,110</u>
Net position			
Net investment in capital assets	56,320,297	54,445,173	110,765,470
Restricted for:			
Debt service	224,529	-	224,529
Capital projects	345,843	-	345,843
Highw ays and streets	2,915,564	-	2,915,564
Public safety	1,144,459	-	1,144,459
Recreation	341,917	-	341,917
Community environment	1,349,909	-	1,349,909
Other purposes	1,104,394	-	1,104,394
Unrestricted	4,764,707	18,970,594	23,735,301
Total net position	<u>\$ 68,511,619</u>	<u>\$ 73,415,767</u>	<u>\$ 141,927,386</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2013

Functions/Programs	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants, Interest and Contributions	Capital Grants and Contributions
<b>Governmental activities:</b>				
Security of persons and property	\$ 11,519,069	\$ 1,258,835	\$ -	\$ 49,584
Public health and welfare	470,637	27,475	15,995	-
Leisure time activities	513,969	147,356	-	68,000
Community environment	1,216,716	526,937	391,664	-
Transportation	6,712,678	133,672	1,879,901	4,133,905
General government	7,339,010	4,010,888	-	-
Interest	202,428	-	-	-
<b>Total governmental activities</b>	<b>27,974,507</b>	<b>6,105,163</b>	<b>2,287,560</b>	<b>4,251,489</b>
<b>Business-type activities:</b>				
Water	3,747,642	4,134,926	-	1,286,541
Sewer	7,330,082	6,610,925	-	2,111,309
<b>Total business-type activities</b>	<b>11,077,724</b>	<b>10,745,851</b>	<b>-</b>	<b>3,397,850</b>
<b>Total</b>	<b>\$ 39,052,231</b>	<b>\$ 16,851,014</b>	<b>\$ 2,287,560</b>	<b>\$ 7,649,339</b>

General revenues  
Property taxes levied for:  
    General purposes  
    Other  
Municipal income taxes levied for:  
    General purposes  
Grants and entitlements not restricted to specific purposes  
Investment earnings  
Miscellaneous  
Total general revenues

Change in net position

Net position, at beginning of year  
Net position, at end of year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (10,210,650)	\$ -	\$ (10,210,650)
(427,167)	-	(427,167)
(298,613)	-	(298,613)
(298,115)	-	(298,115)
(565,200)	-	(565,200)
(3,328,122)	-	(3,328,122)
(202,428)	-	(202,428)
<u>(15,330,295)</u>	<u>-</u>	<u>(15,330,295)</u>
-	1,673,825	1,673,825
-	1,392,152	1,392,152
-	3,065,977	3,065,977
<u>(15,330,295)</u>	<u>3,065,977</u>	<u>(12,264,318)</u>
1,021,163	-	1,021,163
4,752,763	-	4,752,763
9,361,252	-	9,361,252
1,671,379	-	1,671,379
34,563	46,367	80,930
390,857	-	390,857
<u>17,231,977</u>	<u>46,367</u>	<u>17,278,344</u>
1,901,682	3,112,344	5,014,026
66,609,937	70,303,423	136,913,360
<u>\$ 68,511,619</u>	<u>\$ 73,415,767</u>	<u>\$ 141,927,386</u>

CITY OF NORTH RIDGEVILLE, OHIO

BALANCE SHEET -  
GOVERNMENTAL FUNDS

DECEMBER 31, 2013

	General	Solid Waste Management	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets and deferred outflow of resources					
Assets					
Equity in pooled cash and equivalents	\$ 4,742,465	\$ 1,421,194	\$ 408,038	\$ 4,354,190	\$ 10,925,887
Income taxes receivable	3,891,800	-	-	-	3,891,800
Taxes - receivable - property and other	1,134,900	-	-	5,353,200	6,488,100
Special assessments receivable	-	-	-	31,700	31,700
Due from other governments	275,050	-	-	1,232,161	1,507,211
Accounts receivable and other	57,600	36,500	-	267,000	361,100
Interfund receivables	175,000	-	-	-	175,000
Prepaid items	53,300	-	-	4,900	58,200
Total assets	<u>10,330,115</u>	<u>1,457,694</u>	<u>408,038</u>	<u>11,243,151</u>	<u>23,438,998</u>
Total assets and deferred outflow s of resources	<u>\$ 10,330,115</u>	<u>\$ 1,457,694</u>	<u>\$ 408,038</u>	<u>\$ 11,243,151</u>	<u>\$ 23,438,998</u>
Liabilities, deferred inflow s of resources and fund liabilities					
Liabilities					
Accounts and contracts payable	\$ 211,901	\$ 206,734	\$ 49,795	\$ 168,189	\$ 636,619
Accrued salaries, w ages and benefits	239,304	2,630	-	201,349	443,283
Due to other governments	265,208	2,532	-	228,941	496,681
Interfund payables	-	-	-	175,000	175,000
Total liabilities	<u>716,413</u>	<u>211,896</u>	<u>49,795</u>	<u>773,479</u>	<u>1,751,583</u>
Deferred inflow s of resources					
Property taxes levied for next year and unavailable resources	3,890,150	-	-	6,740,015	10,630,165
Total deferred inflow s of resources	<u>3,890,150</u>	<u>-</u>	<u>-</u>	<u>6,740,015</u>	<u>10,630,165</u>
Fund balances					
Nonspendable	53,300	-	-	4,900	58,200
Restricted	-	1,245,798	358,243	3,875,458	5,479,499
Committed	450,425	-	-	-	450,425
Assigned	1,763,702	-	-	-	1,763,702
Unassigned	3,456,125	-	-	(150,701)	3,305,424
Total fund balances	<u>5,723,552</u>	<u>1,245,798</u>	<u>358,243</u>	<u>3,729,657</u>	<u>11,057,250</u>
Total liabilities, deferred inflow s of resources and fund balances	<u>\$ 10,330,115</u>	<u>\$ 1,457,694</u>	<u>\$ 408,038</u>	<u>\$ 11,243,151</u>	<u>\$ 23,438,998</u>

See accompanying notes to the basic financial statements

CITY OF NORTH RIDGEVILLE, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
TO NET POSITION OF GOVERNMENTAL ACTIVITIES

DECEMBER 31, 2013

Total governmental fund balances		\$ 11,057,250
Amount reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.		64,070,806
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:		
Property and other local taxes	\$ 360,900	
Municipal income tax	2,515,700	
Intergovernmental	1,242,900	
Special assessments	63,555	
Total		4,183,055
In the statement of activities, interest is accrued on outstanding long-term obligations, whereas in governmental funds, an interest expenditure is reported when due.		(26,000)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Notes and loans payable	(2,961,000)	
OPWC loans payable	(1,282,243)	
General obligation bonds payable	(3,310,000)	
Special assessment bonds payable	(60,000)	
Capital leases payable	(137,266)	
Compensated absences payable	(3,756,351)	
Total		(11,506,860)
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		
Net position		936,900
Internal balances		(203,532)
Net position of governmental activities		<u>\$ 68,511,619</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2013

	General	Solid Waste Management	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Revenue</b>					
Property and other local taxes	\$ 1,025,763	\$ -	\$ -	\$ 4,774,863	\$ 5,800,626
Municipal income taxes	8,756,652	-	-	-	8,756,652
Intergovernmental	907,908	-	-	3,257,288	4,165,196
Special assessments	-	-	-	73,379	73,379
Charges for services	-	3,141,935	-	847,180	3,989,115
Fines, licenses and permits	1,085,898	-	-	82,269	1,168,167
Interest	12,558	2,851	2,001	14,708	32,118
Miscellaneous	1,139,155	26	-	159,628	1,298,809
<b>Total revenues</b>	<b>12,927,934</b>	<b>3,144,812</b>	<b>2,001</b>	<b>9,209,315</b>	<b>25,284,062</b>
<b>Expenditures</b>					
<b>Current</b>					
Security of persons and property	6,147,102	-	-	5,082,442	11,229,544
Public health and welfare	415,233	-	-	21,741	436,974
Leisure time activities	272,373	-	-	222,682	495,055
Community environment	1,213,350	-	-	-	1,213,350
Transportation	-	-	-	3,407,797	3,407,797
General government	3,952,189	2,599,277	-	543,848	7,095,314
Capital outlay	-	-	1,076,982	581,952	1,658,934
<b>Debt service</b>					
Principal	-	-	2,841,000	215,891	3,056,891
Capital lease	53,892	473	-	4,210	58,575
Interest and fiscal charges	3,164	77	179,347	24,340	206,928
<b>Total expenditures</b>	<b>12,057,303</b>	<b>2,599,827</b>	<b>4,097,329</b>	<b>10,104,903</b>	<b>28,859,362</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>870,631</b>	<b>544,985</b>	<b>(4,095,328)</b>	<b>(895,588)</b>	<b>(3,575,300)</b>
<b>Other financing sources (uses)</b>					
Transfers in	-	-	1,445,000	-	1,445,000
Transfers out	(1,445,000)	-	-	-	(1,445,000)
Issuance of notes and loans	-	-	2,541,000	504,429	3,045,429
Proceeds from capital lease	106,091	3,051	-	30,219	139,361
<b>Total other financing sources (uses)</b>	<b>(1,338,909)</b>	<b>3,051</b>	<b>3,986,000</b>	<b>534,648</b>	<b>3,184,790</b>
<b>Net change in fund balances</b>	<b>(468,278)</b>	<b>548,036</b>	<b>(109,328)</b>	<b>(360,940)</b>	<b>(390,510)</b>
<b>Fund balances, beginning of year</b>	<b>6,191,830</b>	<b>697,762</b>	<b>467,571</b>	<b>4,090,597</b>	<b>11,447,760</b>
<b>Fund balances, end of year</b>	<b>\$ 5,723,552</b>	<b>\$ 1,245,798</b>	<b>\$ 358,243</b>	<b>\$ 3,729,657</b>	<b>\$ 11,057,250</b>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2013

Net change in fund balances - total governmental funds		\$ (390,510)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. How ever in the statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by w hich depreciation expense exceeded net capital outlay in the current period.		
	Capital outlay, net	\$ 6,507,202
	Depreciation expense	<u>(4,630,516)</u>
		1,876,686
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
	Municipal income tax	604,600
	Property and other local taxes	(26,700)
	Special assessments	(33,450)
	Intergovernmental	<u>(11,150)</u>
		533,300
Other financing sources in the governmental funds that increase long-term liabilities in the statement of net position are not reported as revenues in the statement of activities.		
	Note proceeds	(2,541,000)
	OPWC loan proceeds	(504,429)
	Capital lease proceeds	<u>(139,361)</u>
		(3,184,790)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
	Note and loan principal paid	2,481,000
	OPWC loan principal paid	70,891
	Bond principal paid	505,000
	Capital lease principal paid	<u>58,575</u>
		3,115,466
In the statement of activities, interest is accrued on outstanding debt, w hereas in governmental funds, an interest expenditure is reported w hen due.		4,500
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
	Compensated absences	(186,206)
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the entity-w ide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among governmental activities.		
	Change in net position	168,215
	Internal balances	<u>(34,979)</u>
		133,236
Change in net position of governmental activities		<u>\$ 1,901,682</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2013

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 1,004,445	\$ 1,018,445	\$ 1,025,763	\$ 7,318
Intergovernmental revenue	621,866	886,070	908,108	22,038
Fines, licenses, and permits	1,146,900	1,136,900	1,085,898	(51,002)
Interest	4,000	6,000	7,423	1,423
Miscellaneous	668,425	826,425	1,041,538	215,113
Total revenues	<u>3,445,636</u>	<u>3,873,840</u>	<u>4,068,730</u>	<u>194,890</u>
Expenditures				
Current				
Security of persons and property	7,274,204	7,278,404	6,513,685	764,719
Public health and welfare	418,046	423,136	408,476	14,660
Leisure time activities	292,690	307,690	278,535	29,155
Community development	1,334,464	1,349,767	1,214,294	135,473
General government	4,041,262	4,344,792	3,586,187	758,605
Total expenditures	<u>13,360,666</u>	<u>13,703,789</u>	<u>12,001,177</u>	<u>1,702,612</u>
Excess (deficiency) of revenues over expenditures	<u>(9,915,030)</u>	<u>(9,829,949)</u>	<u>(7,932,447)</u>	<u>1,897,502</u>
Other financing sources (uses)				
Transfers-in	6,970,000	7,480,000	7,480,000	-
Advances-in	250,000	250,000	250,000	-
Advances-out	(250,000)	(175,000)	(175,000)	-
Transfers-out	(215,000)	(125,000)	(125,000)	-
Total other financing sources (uses)	<u>6,755,000</u>	<u>7,430,000</u>	<u>7,430,000</u>	
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(3,160,030)</u>	<u>(2,399,949)</u>	<u>(502,447)</u>	<u>1,897,502</u>
Prior year encumbrances	299,947	299,947	299,947	-
Fund balances, beginning of year	<u>2,894,794</u>	<u>2,894,794</u>	<u>2,894,794</u>	<u>-</u>
Fund balances, end of year	<u>\$ 34,711</u>	<u>\$ 794,792</u>	<u>\$ 2,692,294</u>	<u>\$ 1,897,502</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2013

	Solid Waste Management Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 2,900,000	\$ 3,100,000	\$ 3,141,235	\$ 41,235
Interest	1,000	1,000	2,851	1,851
Total revenues	<u>2,901,000</u>	<u>3,101,000</u>	<u>3,144,112</u>	<u>43,112</u>
Expenditures				
Current				
General government				
Personal services	93,630	93,630	90,266	3,364
Materials and supplies	38,470	38,450	26,422	12,028
Contractual services	2,780,406	2,780,426	2,439,651	340,775
Capital outlay	11,640	11,640	254	11,386
Other	45,200	45,200	41,544	3,656
Total expenditures	<u>2,969,346</u>	<u>2,969,346</u>	<u>2,598,137</u>	<u>371,209</u>
Excess (deficiency) of revenues over expenditures	(68,346)	131,654	545,975	414,321
Prior year encumbrances	1,007	1,007	1,007	-
Fund balances, beginning of year	<u>666,812</u>	<u>666,812</u>	<u>666,812</u>	<u>-</u>
Fund balances, end of year	<u>\$ 599,473</u>	<u>\$ 799,473</u>	<u>\$ 1,213,794</u>	<u>\$ 414,321</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
STATEMENT OF FUND NET POSITION -  
PROPRIETARY FUNDS

DECEMBER 31, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
<b>Assets</b>				
Current assets				
Equity in pooled cash and equivalents	\$ 4,718,851	\$ 11,185,134	\$ 15,903,985	\$ 922,702
Accounts receivable and other	413,700	588,400	1,002,100	-
Due from other governments	-	700,968	700,968	-
Inventories and supplies	160,900	44,400	205,300	-
Prepaid items	4,900	18,900	23,800	-
Total current assets	<u>5,298,351</u>	<u>12,537,802</u>	<u>17,836,153</u>	<u>922,702</u>
Noncurrent assets				
Nondepreciable capital assets	732,793	802,360	1,535,153	-
Depreciable capital assets	20,831,119	51,150,343	71,981,462	-
Intangible assets, net	1,318,566	-	1,318,566	-
Special assessments receivable	-	2,352,300	2,352,300	-
Claims advance deposit	-	-	-	447,500
Total noncurrent assets	<u>22,882,478</u>	<u>54,305,003</u>	<u>77,187,481</u>	<u>447,500</u>
Total assets	<u>28,180,829</u>	<u>66,842,805</u>	<u>95,023,634</u>	<u>1,370,202</u>
<b>Liabilities</b>				
Current				
Accounts and contracts payable	99,400	400,816	500,216	1,302
Accrued salaries, wages and benefits	29,324	69,372	98,696	-
Claims payable	-	-	-	432,000
Accrued interest payable	12,500	58,500	71,000	-
Due to other governments	25,300	61,402	86,702	-
Notes payable	218,000	746,000	964,000	-
Loans payable	185,609	8,451	194,060	-
Capital lease payable	1,219	5,408	6,627	-
General obligation bonds payable	405,000	835,000	1,240,000	-
Special assessment bonds payable	-	110,000	110,000	-
Total current liabilities	<u>976,352</u>	<u>2,294,949</u>	<u>3,271,301</u>	<u>433,302</u>
Long-term liabilities				
Loans payable	1,960,243	46,478	2,006,721	-
Capital lease payable	4,341	19,259	23,600	-
General obligation bonds payable	2,545,000	11,555,000	14,100,000	-
Special assessment bonds payable	-	1,745,000	1,745,000	-
Accrued leave benefits	236,945	427,832	664,777	-
Total long-term liabilities	<u>4,746,529</u>	<u>13,793,569</u>	<u>18,540,098</u>	<u>-</u>
Total liabilities	<u>5,722,881</u>	<u>16,088,518</u>	<u>21,811,399</u>	<u>433,302</u>
<b>Net position</b>				
Net investment in capital assets	17,563,066	36,882,107	54,445,173	-
Unrestricted	4,894,882	13,872,180	18,767,062	936,900
Total net position	<u>\$ 22,457,948</u>	<u>\$ 50,754,287</u>	<u>73,212,235</u>	<u>\$ 936,900</u>
Net position reported for business-type activities in the statement of net position are different because they include accumulated underpayments to the internal service fund:			203,532	
Net position business-type activities			<u>\$ 73,415,767</u>	

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Operating revenue				
Charges for services	\$ 4,029,490	\$ 6,449,519	\$ 10,479,009	\$ 2,875,721
Miscellaneous	105,436	161,406	266,842	-
Total operating revenues	<u>4,134,926</u>	<u>6,610,925</u>	<u>10,745,851</u>	<u>2,875,721</u>
Operating expenses				
Personal services	971,729	2,272,181	3,243,910	-
Contractual services	98,050	1,210,956	1,309,006	-
Supplies and materials	1,526,623	693,809	2,220,432	-
Other operating	83,066	421,312	504,378	2,709,951
Depreciation	764,451	1,990,006	2,754,457	-
Amortization	68,352	-	68,352	-
Total operating expenses	<u>3,512,271</u>	<u>6,588,264</u>	<u>10,100,535</u>	<u>2,709,951</u>
Operating income	<u>622,655</u>	<u>22,661</u>	<u>645,316</u>	<u>165,770</u>
Nonoperating revenues (expenses)				
Interest income	13,616	32,751	46,367	2,445
Gain (loss) on disposal of capital assets	5,300	(28,175)	(22,875)	-
Interest and fiscal charges	(250,485)	(738,808)	(989,293)	-
Total nonoperating revenues (expenses)	<u>(231,569)</u>	<u>(734,232)</u>	<u>(965,801)</u>	<u>2,445</u>
Income (loss) before contributions and transfers	<u>391,086</u>	<u>(711,571)</u>	<u>(320,485)</u>	<u>168,215</u>
Capital contributions	1,286,541	2,111,309	3,397,850	-
	<u>1,286,541</u>	<u>2,111,309</u>	<u>3,397,850</u>	<u>-</u>
Change in net position	1,677,627	1,399,738	3,077,365	168,215
Net position, beginning of year	<u>20,780,321</u>	<u>49,354,549</u>		<u>768,685</u>
Net position, end of year	<u>\$ 22,457,948</u>	<u>\$ 50,754,287</u>		<u>\$ 936,900</u>

Some amounts reported for business-type activities in the statement of activities are different because a portion of the net expense of the internal service fund is reported with business-type activities:

Change in net position business-type activities	34,979
	<u>\$ 3,112,344</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF CASH FLOWS -  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ 4,021,690	\$ 6,239,519	\$ 10,261,209	\$ 2,875,721
Cash payments to suppliers for materials and supplies	(1,552,533)	(310,822)	(1,863,355)	-
Cash payments for employee services and benefits	(926,920)	(2,262,731)	(3,189,651)	-
Cash payments for contractual services	(99,076)	(1,218,992)	(1,318,068)	(2,602,149)
Other operating revenues	104,781	160,153	264,934	-
Other operating expenses	(87,170)	(555,796)	(642,966)	-
Net cash provided by operating activities	<u>1,460,772</u>	<u>2,051,331</u>	<u>3,512,103</u>	<u>273,572</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(869,923)	(1,246,875)	(2,116,798)	-
Tap-in fees	176,920	1,355,830	1,532,750	-
Issuance of notes	218,000	746,000	964,000	-
Issuance of bonds	-	-	-	-
Note principal paid	(218,000)	(1,216,000)	(1,434,000)	-
Loan principal paid - OPWC	-	(8,451)	(8,451)	-
Loan principal paid - ETL2	(26,821)	-	(26,821)	-
Loan principal paid - OWDA	(151,420)	-	(151,420)	-
Bond principal paid	(515,000)	(1,135,000)	(1,650,000)	-
Capital lease principal paid	(512)	(1,196)	(1,708)	-
Interest paid	(252,770)	(747,096)	(999,866)	-
Net cash (used in) capital and related financing activities	<u>(1,639,526)</u>	<u>(2,252,788)</u>	<u>(3,892,314)</u>	<u>-</u>
Cash flows from investing activities:				
Interest	14,316	31,528	45,844	2,445
Net cash flows provided by investing activities:	<u>14,316</u>	<u>31,528</u>	<u>45,844</u>	<u>2,445</u>
Net increase (decrease) in cash and cash equivalents	(164,438)	(169,929)	(334,367)	276,017
Cash and cash equivalents, beginning of year	<u>4,883,289</u>	<u>11,355,063</u>	<u>16,238,352</u>	<u>646,685</u>
Cash and cash equivalents, end of year	<u>\$ 4,718,851</u>	<u>\$ 11,185,134</u>	<u>\$ 15,903,985</u>	<u>\$ 922,702</u>
Noncash capital and related financing activities:				
Contributions of capital assets from contractors, consisting of infrastructure	<u>\$ 1,109,621</u>	<u>\$ 1,015,051</u>	<u>\$ 2,124,672</u>	<u>\$ -</u>
Assets acquired through capital lease	<u>\$ 5,645</u>	<u>\$ 25,043</u>	<u>\$ 30,688</u>	<u>\$ -</u>

(Continued)

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF CASH FLOWS -  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2013

(Concluded)

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 622,655	\$ 22,661	\$ 645,316	\$ 165,770
Adjustments:				
Depreciation	764,451	1,990,006	2,754,457	-
Amortization	68,352	-	68,352	-
Changes in assets (increase) decrease and liabilities increase(decrease)				
Accounts receivable and other	(7,100)	(50,400)	(57,500)	-
Due from other governments	-	(134,251)	(134,251)	-
Inventories and supplies	9,100	(12,700)	(3,600)	-
Prepaid items	100	(2,600)	(2,500)	-
Claims advance deposit	-	-	-	(10,500)
Accounts and contracts payable	(40,928)	229,982	189,054	1,302
Accrued salaries, wages and benefits	4,327	4,065	8,392	-
Claims payable	-	-	-	117,000
Due to other governments	(1,105)	(10,011)	(11,116)	-
Accrued leave benefits	40,920	14,579	55,499	-
Net cash provided by operating activities	<u>\$ 1,460,772</u>	<u>\$ 2,051,331</u>	<u>\$ 3,512,103</u>	<u>\$ 273,572</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
DECEMBER 31, 2013

	<u>Agency Funds</u>
Assets	
Equity in pooled cash and equivalents	\$ 1,208,914
Total assets	<u>\$ 1,208,914</u>
Liabilities	
Accounts and contracts payable	\$ 3,349
Due to others	1,205,565
Total liabilities	<u>\$ 1,208,914</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 1 DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of North Ridgeville, Ohio, was founded in 1810 and became a City in 1960. The North Ridgeville Charter was originally adopted by the voters in October, 1961, in order to secure the benefits of municipal home rule. 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, under its charter, operates with an elected Council/Mayor form of government. The responsibilities for the major financial functions of the City are divided among the Council, Mayor, Auditor, and Treasurer. The Auditor, who is appointed by Council, is the City's fiscal and chief accounting officer. The Treasurer, Law Director, and other appointed officials are appointed by the Mayor with Council approval. The City's fiscal year corresponds with the calendar year.

A reporting entity is comprised of the primary government, component units and other organizations that are included to insure that the financial statements are not misleading. The primary government of the City consists of all funds, agencies, departments and offices that are not legally separate from the City. The primary government includes the City departments and agencies that provide the following services: police protection, fire fighting and prevention, emergency rescue, street maintenance and repairs, sanitation, building inspection, parks and recreation, water and sewer.

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

The City is associated with the Lorain County General Health District, a jointly governed organization, which provides health services to the members of the Health District. The City does not have any financial interest in or responsibility for the Health District. The County Auditor serves as fiscal agent. See Note 19.

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed with an aggregation program for the purchase of electricity. See Note 19.

The City entered into a Joint Economic Development Zone Agreement (JEDZ) in 2008. However, the City has no financial commitment to the project and has no direct economic benefit. See Note 19.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of North Ridgeville have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The most significant of the City's accounting policies are described below.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. BASIS OF PRESENTATION

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

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

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

Fund Financial Statements

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

B. FUND ACCOUNTING

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

Governmental Funds

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

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. FUND ACCOUNTING (continued)

General Fund - The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City and/or the general laws of Ohio.

Solid Waste Management Fund – The Solid Waste Management Fund accounts for fees charged for the payment of sanitation collections.

Capital Projects Fund – The Capital Projects Fund accounts for resources used for the acquisition and construction of major capital assets.

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

Proprietary Funds

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

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

Water Fund - The Water Fund accounts for the operation of the City's drinking water distribution system.

Sewer Fund - The Sewer Fund accounts for the operation of the City's sanitary sewer collection system and City owned wastewater treatment facility.

Internal Service Funds - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's Internal Service Fund reports on a self-insurance program for employee medical benefits.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City has no trust funds. Agency funds are purely custodial in nature (assets equal liabilities) and thus do not involve measurement of results of operations. The City's agency funds account for building permit fees collected on behalf of the State, certain activities of the senior citizens center, mayor court bail bond collections, and deposits from citizens, contractors and developers.

C. MEASUREMENT FOCUS

Government-wide Financial Statements

The government-wide financial statements are prepared using the flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the City are included on the Statement of Net Position. The Statement of Activities presents increases (i.e. revenues) and decreases (i.e. expenses) in net position.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. MEASUREMENT FOCUS (continued)

Amounts reported as program revenues include: charges to customers for goods, services, or privileges provided; operating grants and contributions; and capital grants and contributions including special assessments. Internally dedicated resources are reported as general revenues rather than program revenues, as are taxes.

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 deferred outflows of resources along with current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Proprietary funds distinguish operating revenue and expenses from non-operating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in accordance with the proprietary fund's principle on going operations. The principle operating revenue of the City's water fund and sewer fund are charges for services. These funds also recognize fees intended to recover the cost of connecting new customers to the City's water and sewer utility systems as operating revenue. Operating expenses for the enterprise funds include the cost of services, administrative expenses and overhead and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenue and expenses, which for the City includes interest income, gain/loss on disposal of capital assets, and interest and fiscal charges.

As with the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. 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. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows 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 fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, available means expected to be received within thirty-one days of year-end.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. BASIS OF ACCOUNTING (continued)

Nonexchange 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 7A. 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 nonexchange 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, fines and forfeitures, interest, grants, fees and rentals.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes and unavailable revenues. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance year 2014 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue included delinquent property taxes, municipal income taxes and certain other receivables that will not be collected within the available period. These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

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.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BUDGETARY PROCESS

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council by fund and within each fund by department at major object level, which includes personal services, other expenditures and transfers. Budgetary modifications may only be made by ordinance of the City Council.

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

The appropriations ordinance is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation ordinance for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriations amounts passed by Council during the year.

Encumbrances outstanding at year end represent the estimated amount of expenditures that will ultimately result if unperformed contracts in process (for example, purchase orders and contracted services) are completed. Encumbrances outstanding at year end are reported as part of restricted, committed or assigned fund balance for subsequent year expenditures in the governmental funds.

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations.

F. CASH AND CASH EQUIVALENTS

The City pools its cash for investment and administration purposes. Deposit and investment procedures are restricted by the provisions of the Ohio Revised Code. For purposes of the statement of cash flows, the City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

G. INVESTMENTS

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest earning investment contracts with a remaining maturity of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

During the year, the City invested funds in the State Treasury Assets Reserve (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within Ohio to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of The Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2013.

H. INVENTORIES

Inventories are valued at the lower of cost (first-in, first-out) or market. The costs of inventory items are recognized as expenses when used in the enterprise funds. Inventories consist of parts and supplies.

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. PREPAID AND DEFERRED EXPENSES

Payments made to vendors for services that will benefit periods beyond the current year-end are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed. A portion of the relevant governmental funds' balances equal to the prepaid items has been reserved to indicate that it is not available for appropriation.

J. CAPITAL ASSETS

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

Capital assets are recorded at cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of twenty-five hundred dollars. The City's infrastructure consists of streets, bridges, culverts, curbs, sidewalks, storm sewers, and water and sanitary sewer systems. Improvements are capitalized, whereas the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

Description	Estimated Lives
Buildings and improvements	30 to 50 years
Infrastructure	15 to 50 years
Equipment and vehicles	3 to 10 years

K. INTERFUND BALANCES

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables". Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. Interfund balance amounts are eliminated in the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances. Long-term interfund loans are offset by a fund balance reserve account which indicates that they do not constitute available expendable financial resources, even though it is a component of net current assets.

L. COMPENSATED ABSENCES

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. ACCRUED LIABILITIES AND LONG-TERM LIABILITIES

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

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

N. FUND BALANCE

Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

Restricted - Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of the City Council. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the City Council.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. NET POSITION

Net position is the residual amount when comparing assets and deferred outflows of resources to liabilities and deferred inflows of resources. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. The restricted component of net position is reported 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. The government-wide statement of net position for the governmental activities reports \$ 7,426,615 of restricted net position, none of which is restricted by enabling legislation. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted components of net position are available.

P. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services primarily for water and sanitary sewer services and self-insurance program. Operating expenses are necessary costs incurred to provide the goods or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

Q. CONTRIBUTIONS OF CAPITAL

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets (primarily related to housing developments), tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

R. INTERFUND ACTIVITY

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental activities are eliminated on the government-wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are presented on the financial statements.

S. 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 the current year.

T. USE OF 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.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 3 CHANGE IN ACCOUNTING PRINCIPLES

GASB Statement Number 65, "Items Previously Reported as Assets and Liabilities". This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012 and have been implemented by the City. The implementation of GASB Statement Number 65 did not have any effect on the financial statement of the City.

GASB Statement Number 66 improves accounting and financial reporting by resolving conflicting guidance that resulted from the issuance of two pronouncements; GASB Statement Number 54, "Fund Balance Reporting and Governmental Fund Type Definitions" and GASB Statement Number 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA pronouncements." The implementation of GASB Statement Number 66 did not have any effect on the financial statements of the City.

NOTE 4 COMPLIANCE AND ACCOUNTABILITY

Not apparent in the basic financial statements are the following deficit fund balances:

Special Revenue Funds	
Police Levy	\$ (21,926)
Police Pension	\$ (28,260)
Fire Levy	\$ (65,131)
Fire Pension	\$ (35,384)

These deficits result from reflecting expenditures in accordance with the modified accrual basis of accounting, which are larger than amounts recognized on the budget basis. The City, in accordance with its budget basis, will appropriate such expenditures from resources of the subsequent year.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 5 BUDGETARY BASIS OF ACCOUNTING

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

Revenues are recorded when received (budget basis) rather than when susceptible to accrual (GAAP basis).

Expenditures are recorded when paid or encumbered (budget basis) rather than when the liability is incurred (GAAP basis).

Proceeds from and principle payments on short-term note obligations are reported on the operating statement (budget basis) rather than balance sheet transactions (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and Solid Waste Management Fund (Special Revenue Fund).

Net Change in Fund Balance		
	General Fund	Solid Waste Management Fund
Budget basis	\$ (502,447)	\$ 545,975
Adjustments, increase (decrease)		
Revenue accruals	(49,255)	3,751
Expenditure accruals	586,857	(1,690)
Funds budgeted elsewhere **	(503,433)	-
GAAP basis, as reported	\$ (468,278)	\$ 548,036

\*\* As part of Governmental Accounting Standards Board Statement No. 54, "Fund Balance Reporting", the Income Tax Fund is legally budgeted in a separate special revenue fund, but is considered part of the General Fund on a GAAP basis.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 6 POOLED CASH AND EQUIVALENTS, DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

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

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

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

Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit, or by savings or deposit accounts, including passbook accounts.

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

Interim monies may be invested in the following securities:

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

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2013

NOTE 6 DEPOSITS AND INVESTMENTS (continued)

A. LEGAL REQUIREMENTS (continued)

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

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

B. DEPOSITS AND CASH ON HAND

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City does not have a deposit policy for custodial credit risk. At fiscal year-end, the carrying amount of the City's deposits was \$ 27,262,118 and the bank balance was \$ 28,607,339. Of the bank balance, \$ 18,759,119 was covered by federal depository insurance and \$ 9,848,220 by collateral held by third party trustees in accordance with the Ohio Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions, which amount is considered uncollateralized as defined by the Government Accounting Standards Board.

Cash on hand at December 31, 2013 amounted to \$ 2,425.

C. INVESTMENTS

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2013, the City had the following investments:

	Maturities	Fair Value
State Treasurer's investment pool	53 days	\$ 1,696,945

D. INTEREST RATE RISK

The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date.

E. CREDIT RISK

The City follows the Ohio Revised Code that limits its investment choices, as discussed in Note 6 A. above. As of December 31, 2013, the City's investments in Star Ohio were rated AAAM by Standard & Poor's. Ohio law requires that Star Ohio maintain the highest rating provided by at least one nationally recognized standard rating service.

F. CONCENTRATION OF CREDIT RISK

The City places no limit on the amount that may be invested in any one issuer.

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2013

NOTE 7 RECEIVABLES

Receivables at December 31, 2013, consisted primarily of municipal income taxes, property and other taxes, intergovernmental revenues arising from entitlements and shared revenues, special assessments, and accounts (billings for utility service).

No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

Special assessments expected to be collected in more than one year amount to \$ 31,700 in the Special Assessment Bond Retirement Fund and \$ 2,352,300 in the Sewer Fund.

A. PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2013 for real and public utility property taxes represents collections of the 2012 taxes.

2013 real property taxes are levied after October 1, 2013, on the assessed value as of January 1, 2013, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2013 real property taxes are collected in and intended to finance 2014 activities.

Public utility property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2013 public utility property taxes became a lien December 31, 2012, are levied after October 1, 2013, and are collected in 2014 with real property taxes.

The full tax rate for all City operations for the collection year ended December 31, 2013 was \$ 11.71 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2013 property tax receipts were based are as follows:

	2013 Collection Year
Property valuation consisted of:	
Real property	\$ 667,660,670
Public utility property	12,012,660
Total valuation	\$ 679,673,330

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

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2013

NOTE 7 RECEIVABLES (continued)

A. PROPERTY TAXES (continued)

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2013 and for which there is an enforceable legal claim. In the General Fund, Street Levy, Police Levy, Police Pension, Fire Levy, Fire Pension, and Paramedic Levy (Special Revenue) Funds, the entire receivable has been offset by deferred inflows of resources since the current taxes were not levied to finance 2013 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

B. INCOME TAXES

The City levies an income tax of 1% on substantially all income earned within the City. In addition, residents are required to pay City income tax on income earned outside the City with a certain credit for income taxes paid to other municipalities. This tax has been historically collected and administered by the City. However, on January 1, 2013, the Regional Income Tax Agency (R.I.T.A.) began collecting the City's municipal income taxes. Employers within the City are required to withhold income tax on employee compensation and remit at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated taxes at least quarterly and file a final return annually.

C. DUE FROM OTHER GOVERNMENTS

A summary of the principal items due from other governments follows:

	Amount
Governmental Activities	
Gasoline tax	\$ 645,000
Local government assistance	193,500
Homestead and rollback	340,400
Estate tax	18,300
Permissive tax	230,000
CDBG	50,848
Title III Grant	1,463
Recreational trails program	24,000
Miscellaneous	3,700
Total governmental activities	1,507,211
Business-type Activities	
Sanitary sewer charges	700,968
Total business-type activities	700,968
Total	\$ 2,208,179

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

**NOTE 8 CAPITAL AND INTANGIBLE ASSETS**

A summary of changes in capital assets during 2013 follows:

	Balance January 1	Additions	Disposals	Balance December 31
<b>Governmental activities</b>				
Capital assets, not being depreciated				
Land	\$ 1,709,949	\$ -	\$ -	\$ 1,709,949
Construction in progress	1,896,877	1,283,430	1,006,195	2,174,112
Total capital assets, not being depreciated	<u>3,606,826</u>	<u>1,283,430</u>	<u>1,006,195</u>	<u>3,884,061</u>
Capital assets, being depreciated				
Buildings and improvements	5,241,386	151,523	-	5,392,909
Equipment and vehicles	10,271,415	1,054,673	415,949	10,910,139
Infrastructure	98,577,148	5,062,577	-	103,639,725
Total capital assets, being depreciated	<u>114,089,949</u>	<u>6,268,773</u>	<u>415,949</u>	<u>119,942,773</u>
Less accumulated depreciation				
Buildings and improvements	2,155,646	120,777	-	2,276,423
Equipment and vehicles	7,324,791	759,352	377,143	7,707,000
Infrastructure	46,022,218	3,750,387	-	49,772,605
Total accumulated depreciation	<u>55,502,655</u>	<u>4,630,516</u>	<u>377,143</u>	<u>59,756,028</u>
Total capital assets, being depreciated, net	<u>58,587,294</u>	<u>1,638,257</u>	<u>38,806</u>	<u>60,186,745</u>
Total governmental capital assets, net	<u>\$ 62,194,120</u>	<u>\$ 2,921,687</u>	<u>\$ 1,045,001</u>	<u>\$ 64,070,806</u>
<b>Business-type activities</b>				
Capital assets, not being depreciated				
Land	\$ 785,216	\$ -	\$ 4,320	\$ 780,896
Construction in progress	337,138	1,930,271	1,513,152	754,257
Total capital assets, not being depreciated	<u>1,122,354</u>	<u>1,930,271</u>	<u>1,517,472</u>	<u>1,535,153</u>
Capital assets, being depreciated				
Buildings and improvements	713,983	-	-	713,983
Equipment and vehicles	15,299,979	1,284,271	261,123	16,323,127
Infrastructure	89,920,704	2,577,843	11,863	92,486,684
Total capital assets, being depreciated	<u>105,934,666</u>	<u>3,862,114</u>	<u>272,986</u>	<u>109,523,794</u>
Less accumulated depreciation				
Buildings and improvements	245,850	17,099	-	262,949
Equipment and vehicles	6,314,234	875,157	208,611	6,980,780
Infrastructure	28,447,063	1,862,201	10,661	30,298,603
Total accumulated depreciation	<u>35,007,147</u>	<u>2,754,457</u>	<u>219,272</u>	<u>37,542,332</u>
Total capital assets, being depreciated, net	<u>70,927,519</u>	<u>1,107,657</u>	<u>53,714</u>	<u>71,981,462</u>
Total business-type capital assets, net	<u>\$ 72,049,873</u>	<u>\$ 3,037,928</u>	<u>\$ 1,571,186</u>	<u>\$ 73,516,615</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 8 CAPITAL AND INTANGIBLE ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Security of persons and property	\$	426,654
Public health and welfare		37,624
Leisure time activities		43,554
Transportation		4,029,914
General government		92,770
		\$ 4,630,516

Intangible assets at December 31, 2013 consisted of:

<u>Business-type activities</u>	Balance January 1	Additions	Disposals	Balance December 31
Intangible assets				
Waterway rights	\$ 2,363,474	\$ -	\$ -	\$ 2,363,474
Less accumulated amortization	976,556	68,352	-	1,044,908
Total intangible assets, net	\$ 1,386,918	\$ (68,352)	\$ -	\$ 1,318,566

The City entered into agreements in 1993 and 2008 for the right to purchase specified amounts of drinking water. The cost of these water rights is amortized ratably on a straight line basis over 30 -50 years.

NOTE 9 NOTES PAYABLE

Notes payable during the year consisted of the following general obligation bond anticipation notes:

	Balance 12/31/12	Additions	Repayments	Balance 12/31/13
Governmental activities				
Long-term notes payable				
Capital Improvements				
2012, .85% various purpose	\$ 2,421,000	\$ -	\$ 2,421,000	\$ -
2013, .65% various purpose	-	2,541,000	-	2,541,000
Business-type activities				
Long-term notes payable				
Water				
2012, .85% various purpose	218,000	-	218,000	-
2013, .65% various purpose	-	218,000	-	218,000
Sewer				
2012, .85% various purpose	1,216,000	-	1,216,000	-
2013, .65% various purpose	-	746,000	-	746,000
	\$ 3,855,000	\$ 3,505,000	\$ 3,855,000	\$ 3,505,000

The various purpose bond anticipation notes issued in 2013 in the amount of \$ 3,505,000 consisted of street improvements - \$ 1,691,000, real estate acquisition - \$ 300,000, equipment acquisition - \$ 450,000, recreational trail improvement - \$ 100,000, waterline improvements - \$ 218,000, and sewerline improvements - \$ 746,000.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 10 LONG-TERM DEBT

The original issue date, interest rate, original issue amount and date of maturity of each of the City's bonds, loans and notes follow:

<u>Debt Issue</u>	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
<u>Governmental activities</u>				
General obligation bonds				
Refunding	2003	2013	3.25 - 4.00%	\$ 1,532,000
Various purpose	2006	2026	4.00 - 5.00%	\$ 2,516,000
Land acquisition	2008	2013	3.00 - 5.30%	\$ 135,000
Equipment acquisition	2008	2018	3.00 - 5.30%	\$ 450,000
Various purpose	2008	2023	3.00 - 5.30%	\$ 1,940,000
Various purpose	2008	2028	3.00 - 5.30%	\$ 1,380,000
Special assessment bonds				
Refunding	2003	2015	3.25 - 4.00%	\$ 333,000
Bond anticipation note	2013	2014	0.65%	\$ 2,541,000
OPWC loan	1999	2019	0.00%	\$ 143,604
OPWC loan	2000	2020	0.00%	\$ 160,029
OPWC loan	2000	2020	0.00%	\$ 176,121
OPWC loan	2001	2021	0.00%	\$ 69,587
OPWC loan	2002	2024	0.00%	\$ 123,377
OPWC loan	2003	2023	0.00%	\$ 112,684
OPWC loan	2007	2027	0.00%	\$ 115,200
OPWC loan	2007	2027	0.00%	\$ 172,943
OPWC loan	2008	2028	0.00%	\$ 50,000
OPWC loan	2011	2031	0.00%	\$ 83,498
OPWC loan	2011	2031	0.00%	\$ 210,798
OPWC loan	2013	2033	0.00%	\$ 396,211
OPWC loan	2013	2033	0.00%	\$ 108,218
Loan payable - County engineer	2009	2019	0.00%	\$ 600,000
<u>Business-type activities</u>				
General obligation bonds				
Sanitary sewer	2001	2021	3.85 - 4.90%	\$ 6,180,000
Refunding - sewer	2003	2013	3.25 - 4.00%	\$ 2,165,000
Refunding - water	2003	2013	3.25 - 4.00%	\$ 1,260,000
Various purpose	2006	2026	4.00 - 5.00%	\$ 8,800,682
Water system	2008	2018	3.00 - 5.30%	\$ 3,500,000
Water system	2008	2028	3.00 - 5.30%	\$ 1,225,000
Sewerlines	2008	2028	3.00 - 5.30%	\$ 3,370,000
Special assessment bonds	2006	2026	4.00 - 5.00%	\$ 2,498,318
Bond anticipation note	2013	2014	0.65%	\$ 964,000
OPWC loan	2000	2020	0.00%	\$ 169,017
OWDA loan	2002	2022	4.14%	\$ 2,831,547
Water rights ETL-2 loan	2008	2030	3.79%	\$ 782,265

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 10 LONG-TERM DEBT (continued)

Changes in the City's long-term obligations during 2013 were as follows:

	Outstanding 12/31/12	Additions	Reductions	Outstanding 12/31/13	Due In One Year
<u>Governmental activities</u>					
General obligation bonds					
Various purpose (2003)					
Varying % through 2013	\$ 95,000	\$ -	\$ 95,000	\$ -	\$ -
Various purpose (2006)					
Varying % through 2026	635,000	-	145,000	490,000	160,000
Land acquisition (2008)					
Varying % through 2013	30,000	-	30,000	-	-
Equipment acquisition (2008)					
Varying % through 2018	295,000	-	45,000	250,000	45,000
Various purpose (2008)					
Varying % through 2023	1,535,000	-	110,000	1,425,000	115,000
Various purpose (2008)					
Varying % through 2028	1,195,000	-	50,000	1,145,000	50,000
Total general obligation bonds	<u>3,785,000</u>	<u>-</u>	<u>475,000</u>	<u>3,310,000</u>	<u>370,000</u>
Special assessment bonds					
with governmental commitment					
Improvements (2003)					
Varying % through 2015	90,000	-	30,000	60,000	30,000
	<u>90,000</u>	<u>-</u>	<u>30,000</u>	<u>60,000</u>	<u>30,000</u>
Notes payable	2,421,000	2,541,000	2,421,000	2,541,000	2,541,000
OPWC loans	848,705	504,429	70,891	1,282,243	96,113
Loan payable	480,000	-	60,000	420,000	60,000
Capital lease payable	56,480	139,361	58,575	137,266	30,094
Accrued leave benefits	3,570,145	422,766	236,560	3,756,351	72,210
Total governmental activities	<u>\$ 11,251,330</u>	<u>\$ 3,607,556</u>	<u>\$ 3,352,026</u>	<u>\$ 11,506,860</u>	<u>\$ 3,199,417</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 10 LONG-TERM DEBT (continued)

	Outstanding 12/31/12	Additions	Reductions	Outstanding 12/31/13	Due In One Year
<b>Business-type activities</b>					
General obligation bonds					
Waterline refunding (2003)					
Varying % through 2013	\$ 130,000	\$ -	\$ 130,000	\$ -	\$ -
Sewer improvements (2001)					
Varying % through 2021	3,390,000	-	310,000	3,080,000	325,000
Sewer refunding (2003)					
Varying % through 2013	230,000	-	230,000	-	-
Sewer various purpose (2006)					
Varying % through 2026	6,880,000	-	365,000	6,515,000	380,000
Water system improvements (2008)					
Varying % through 2018	2,270,000	-	340,000	1,930,000	355,000
Water system improvements (2008)					
Varying % through 2028	1,065,000	-	45,000	1,020,000	50,000
Sewer improvements (2008)					
Varying % through 2028	2,920,000	-	125,000	2,795,000	130,000
	<u>16,885,000</u>	<u>-</u>	<u>1,545,000</u>	<u>15,340,000</u>	<u>1,240,000</u>
Special assessment bonds					
with governmental commitment					
Improvements (2006)					
Varying % through 2026	1,960,000	-	105,000	1,855,000	110,000
	<u>1,960,000</u>	<u>-</u>	<u>105,000</u>	<u>1,855,000</u>	<u>110,000</u>
OPWC loan	63,380	-	8,451	54,929	8,451
OWDA loan	1,614,500	-	151,420	1,463,080	157,753
Notes payable	1,434,000	964,000	1,434,000	964,000	964,000
Water rights ETL-2 loan	709,593	-	26,821	682,772	27,856
Capital lease payable	3,155	30,688	3,616	30,227	6,627
Accrued leave benefits	609,278	92,850	37,351	664,777	-
	<u>609,278</u>	<u>92,850</u>	<u>37,351</u>	<u>664,777</u>	<u>-</u>
<b>Total business-type activities</b>	<u>\$ 23,278,906</u>	<u>\$ 1,087,538</u>	<u>\$ 3,311,659</u>	<u>\$ 21,054,785</u>	<u>\$ 2,514,687</u>

General obligation bonds are direct obligations of the City for which its full faith and credit are pledged for payment. The governmental general obligation bonds are paid primarily from the Capital Projects and Street Levy funds. The water and sewer bonds are paid from respective Water and Sanitary Sewer enterprise fund revenues. The special assessment bonds are paid from proceeds of special assessments levied against benefited property owners and collected in the City's Special Assessment Debt Service Fund. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

In 2003, the City issued \$ 5,290,000 of general obligation capital improvement refunding bonds to advance refund \$ 1,950,000 of general obligation bonds under governmental activities and \$ 3,215,000 of general obligation bonds under business-type activities. The defeased bonds were callable and repaid in December 2005 from proceeds placed in an irrevocable trust obtained from the 2003 bond issue.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 10 LONG-TERM DEBT (continued)

OPWC loan payments are paid from the respective special revenue, capital project and sanitary sewer enterprise funds. OWDA loan payments are paid from the water enterprise fund.

Notes payable balance outstanding at December 31, 2013 of \$ 2,541,000 under governmental activities and \$ 964,000 under business-type activities are classified as long-term. Although the notes are due within one year or less, the aforementioned notes are intended to be refinanced. See also Note 21 in these Notes to the Basic Financial Statements.

The loan payable of \$ 420,000 will be repaid from the Capital Projects Fund or Street Levy Fund. Water rights ETL-2 loan payments are paid from the Water Fund. Accrued leave benefits will be paid from the funds from which employees' wages are paid, primarily the General Fund, Street (SCMR) Fund, Water Fund and Sewer Fund.

The City's overall legal debt margin was \$ 73,581,000 at December 31, 2013, with debt leeway of \$ 68,718,000.

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2013, excluding accrued leave benefits, are as follows:

Year	Governmental Activities			
	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2014	\$ 370,000	\$ 160,183	\$ 30,000	\$ 2,355
2015	395,000	144,659	30,000	1,200
2016	400,000	127,871	-	-
2017	245,000	110,697	-	-
2018	255,000	99,059	-	-
2019-2023	1,165,000	318,134	-	-
2024-2028	480,000	77,704	-	-
2029-2033	-	-	-	-
	\$ 3,310,000	\$ 1,038,307	\$ 60,000	\$ 3,555

Year	Governmental Activities				Total Principal	Total Interest
	OPWC loans Principal	County Engineer Principal	Notes Payable			
			Principal	Interest		
2014	\$ 96,113	\$ 60,000	\$ 2,541,000	\$ 16,341	\$ 3,097,113	\$ 178,879
2015	96,113	60,000	-	-	581,113	145,859
2016	96,113	60,000	-	-	556,113	127,871
2017	96,113	60,000	-	-	401,113	110,697
2018	96,116	60,000	-	-	411,116	99,059
2019-2023	363,103	120,000	-	-	1,648,103	318,134
2024-2028	270,405	-	-	-	750,405	77,704
2029-2033	168,167	-	-	-	168,167	-
	\$ 1,282,243	\$ 420,000	\$ 2,541,000	\$ 16,341	\$ 7,613,243	\$ 1,058,203

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 10 LONG-TERM DEBT (continued)

Year	Business-Type Activities						
	General Obligation Bonds		Special Assessment Bonds		OPWC Loans	Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Principal	Interest
2014	\$ 1,240,000	\$ 721,082	\$ 110,000	\$ 83,383	\$ 8,451	\$ 964,000	\$ 6,266
2015	1,290,000	667,882	115,000	78,845	8,451	-	-
2016	1,355,000	612,037	115,000	73,958	8,451	-	-
2017	1,410,000	552,984	120,000	69,358	8,451	-	-
2018	1,470,000	484,371	130,000	63,358	8,451	-	-
2019-2023	5,125,000	1,536,570	735,000	223,353	12,674	-	-
2024-2028	3,450,000	429,903	530,000	48,375	-	-	-
2029-2033	-	-	-	-	-	-	-
	<u>\$ 15,340,000</u>	<u>\$ 5,004,829</u>	<u>\$ 1,855,000</u>	<u>\$ 640,630</u>	<u>\$ 54,929</u>	<u>\$ 964,000</u>	<u>\$ 6,266</u>

Year	Business-Type Activities					
	OWDA Loan		Water Rights ETL-2 Loan		Total	Total
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 157,753	\$ 58,956	\$ 27,856	\$ 25,043	\$ 2,508,060	\$ 894,730
2015	164,352	52,357	28,930	24,329	1,606,733	823,413
2016	171,227	45,482	30,046	23,213	1,679,724	754,690
2017	178,389	38,320	31,205	22,054	1,748,045	682,716
2018	185,851	30,858	32,409	20,850	1,826,711	599,437
2019-2023	605,508	44,618	181,791	84,504	6,659,973	1,889,045
2024-2028	-	-	219,668	46,627	4,199,668	524,905
2029-2033	-	-	130,867	6,719	130,867	6,719
	<u>\$ 1,463,080</u>	<u>\$ 270,591</u>	<u>\$ 682,772</u>	<u>\$ 253,339</u>	<u>\$ 20,359,781</u>	<u>\$ 6,175,655</u>

NOTE 11 CAPITAL LEASE

The City is obligated under a certain lease accounted for as a capital lease. The leased assets are included in capital assets and the related obligation is included under long-term debt. At December 31, 2013, assets under capital lease totaled \$ 139,361 in governmental activities, with related accumulated depreciation of \$ 13,936 and \$ 30,688 in business-type activities, with related accumulated depreciation of \$ 3,069. The lease is in effect until 2018. The following is the schedule of future minimum lease payments under the capital lease together with the net present value of the minimum lease payments as of December 31, 2013.

Year	Governmental Activities	Business-Type Activities	Total
2014	\$ 33,055	\$ 7,940	\$ 40,995
2015	30,905	6,805	
2016	30,905	6,805	
2017	30,905	6,805	
2018	23,178	5,104	28,282
Total minimum lease payments	148,948	33,459	182,407
Less amount representing interest	(11,682)	(3,232)	(14,914)
Net present value of minimum lease payments	<u>\$ 137,266</u>	<u>\$ 30,227</u>	<u>\$ 167,493</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 12 DEFINED BENEFIT PENSION PLANS

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM

Ohio Public Employees Retirement System (OPERS) administers three separate pension plans as described below:

1. The Traditional Pension Plan—a cost sharing, multiple-employer defined benefit pension plan.
2. The Member-Directed Plan—a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings.
3. The Combined Plan—a cost sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, 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 Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377.

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2013, member and employer contribution rates were consistent across all three plans. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan. The 2013 member contribution rates were 10.0 percent for members in state and local classifications. Public safety and law enforcement members contributed 12.0 percent and 12.6 percent, respectively. Effective January 1, 2014, the member contribution rates for public safety and law enforcement members increased to 12.0 percent and 13.0 percent respectively.

The 2013 employer contribution rate for state and local employers was 14.0 percent of covered payroll. The law enforcement and public safety division employer contribution rate was 18.1 percent of covered payroll.

The City's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2013, 2012, and 2011, were \$ 875,400, \$ 627,000, and \$ 642,400, respectively. For 2013, \$ 783,300 (89.5 percent) has been contributed. The balance was subsequently contributed in 2014. The full amount has been contributed for 2012 and 2011.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 12 DEFINED BENEFIT PENSION PLANS (continued)

B. OHIO POLICE AND FIRE PENSION FUND

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F's website at [www.op-f.org](http://www.op-f.org).

From January 1, 2013 through July 1, 2013, plan members were required to contribute 10 percent of their annual covered salary. From July 2, 2013 through December 31, 2013, plan members were required to contribute 10.75 percent of their annual salary. Throughout 2013, employers were required to contribute 19.5 percent and 24 percent respectively for police officers and firefighters.

The City's contributions to OP&F for police and firefighters pensions, respectively, were \$ 447,600 and \$ 539,200 for the year ended December 31, 2013, \$ 346,000 and \$ 433,900 for the year ended December 31, 2012 and \$ 343,600 and \$ 417,600 for the year ended December 31, 2011. The full amount has been contributed for 2012 and 2011. For 2013, \$ 413,300 (92.3 percent) and \$ 478,900 (88.8 percent) has been contributed for police and firefighters pensions, respectively. The balance was subsequently paid in 2014.

NOTE 13 – POSTEMPLOYMENT BENEFITS

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM

Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan - a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan - a defined contribution plan; and the Combined Plan - a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

The Ohio Revised Code permits, but does not mandate, OPERS to provide the OPEB Plan to its eligible members and beneficiaries. Authority to establish and amend the OPEB Plan is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing OPERS, 277 East Town Street, Columbus OH 43215-4642, or by calling 614-222-5601 or 800- 222-7377. The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care coverage.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 13 – POSTEMPLOYMENT BENEFITS (continued)

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (continued)

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, state and local employers contributed at a rate of 14.00 percent of covered payroll and public safety and law enforcement employers contributed at 18.10 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 1.0 percent during calendar year 2013. The portion of employer contributions allocated to health care for members in the Combined Plan was 1.0 percent during calendar year 2013. Effective January 1, 2014, the portion of employer contributions allocated to healthcare was raised to 2 percent for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the retiree, or their surviving beneficiaries to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City contributions to fund postemployment benefits for the years ended December 31, 2013, 2012, and 2011, were \$ 67,300, \$ 250,800, and \$ 256,900, respectively. For 2013, \$ 60,200 (89.5 percent) has been contributed. The balance was subsequently contributed in 2014. The full amount has been contributed for 2012 and 2011.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

B. OHIO POLICE AND FIRE PENSION FUND

The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-retirement health care coverage for 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. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits 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 OP&F, 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F's website at [www.op-f.org](http://www.op-f.org).

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 13 – POSTEMPLOYMENT BENEFITS (continued)

B. OHIO POLICE AND FIRE PENSION FUND (continued)

The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.50 percent and 24.00 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50 percent of covered payroll for police employer units and 24.00 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS Code Section 115 trust and one for Medicare Part B reimbursements administrated as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was 4.69 percent of covered payroll from January 1, 2013 through May 31, 2013 and 2.85 percent of covered payroll from June 1, 2013 through December 31, 2013. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's actual contributions to fund postemployment health care benefits for police and firefighters were \$ 99,400 and \$ 93,600 for the year ended December 31, 2013, \$ 183,200 and \$ 169,800 for the year ended December 31, 2012, \$ 181,900 and \$ 163,400 for the year ended December 31, 2011. The full amount has been contributed for 2012 and 2011. For 2013, \$ 91,800 (92.34 percent) and \$ 83,100 (88.81 percent) has been contributed for police and firefighters, respectively. The balance was subsequently paid in 2014.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 14 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. There have not been any significant reductions in insurance coverage from coverage in the prior year and the amounts of settlements have not exceeded coverage for any of the prior three years.

The City has insurance coverage through the Municipal Insurance Alliance of Ohio with the U.S. Specialty Insurance Company. This coverage includes general liability including personal and bodily injury in the amount of \$1 million per occurrence and \$3 million aggregate, business automobile liability in the amount of \$1 million combined single limit, employee benefits liability in the amount of \$1 million each employee limit and \$3 million aggregate limit, stop gap liability in the amount of \$1 million, public official liability in the amount of \$1 million annual aggregate limit, law enforcement liability in the amount of \$1 million annual aggregate limit, and commercial umbrella coverage in the amount of \$10 million each occurrence and \$ 10 million general aggregate limit. Various deductibles apply. The City also has in force building and personal property casualty coverage with the same insurer in the amount of \$ 48,237,899 with additional flood and earthquake coverage in the amount of \$1 million for any one flood and \$1 million annual aggregate and \$1 million for any one earthquake and \$1 million annual aggregate, electronic data processing systems coverage in the amount of \$500 thousand, and crime coverage for forgery or alteration of \$50 thousand, theft and destruction of \$ 100 thousand and public employee dishonesty of \$100 thousand per loss. Various deductibles apply to these liability and property and casualty coverages.

In order to minimize the annual cost of medical insurance, the City has established a medical self-insurance fund for City employees and their covered dependents. This program is administered with the use of an outside third-party administrator. At December 31, 2013, self-insurance was in effect for losses up to \$ 75,000 per participant. Excess losses are insured by a private insurance company. At year-end, self-insurance was in effect with an annual aggregate liability limit of \$ 2,753,950 and an aggregate terminal liability of \$ 329,020. At December 31, 2013 the self-insurance total net position amounted to \$ 936,900 and cash held in reserve by the insurer for future claims payment amounted to \$ 447,500.

Liabilities of the fund 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. Changes in the balance of claims liability during the years ended December 31, 2013 and 2012 are as follows. Incurred claims and claims payments are not segregated between events related to the current year and events related to prior years due to the impracticability of obtaining such information by separate period.

	2013	2012
Unpaid claims, beginning of year	\$ 315,000	\$ 332,097
Incurred claims	2,198,987	1,973,756
Claims payment	(2,081,987)	(1,990,853)
Unpaid claims, end of year	<u>\$ 432,000</u>	<u>\$ 315,000</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 15 FEDERAL GRANTS AND ENTITLEMENTS

For the year ended December 31, 2013, the City recognized federal grants and entitlements revenue of \$ 524,140. These programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2013.

NOTE 16 CONTINGENCIES

The City of North Ridgeville, Ohio is defendant in certain lawsuits, the outcome of which cannot be determined. It is the opinion of the City's management that any judgment against the City would not have a material adverse effect on the City's financial position.

NOTE 17 CONTRACTUAL COMMITMENTS

As of December 31, 2013 the City had contractual commitments as follows:

Project	Project's Estimated Cost	Outstanding Commitments
Road projects	\$ 748,000	\$ 328,000
Park trail project	330,000	300,000
Waterlines	1,507,000	790,000
	\$ 2,585,000	\$ 1,418,000

In addition to the above project commitments, two major additional road widening projects continue to progress with construction scheduled to begin in 2016. These include the widening of a segment of Center Ridge Road to be contracted under the Ohio Department of Transportation and a segment of Lear Nagle Road to be contracted under the County of Lorain. The estimated combined cost of these road projects is \$ 65,000,000 and the City's share is \$ 8,400,000. The City's remaining commitment payment schedule is as follows.

Project	City's Cost	Outstanding Commitments	City's Scheduled Payments		
			2014	2015	2016
Roads widening	\$ 8,400,000	\$ 7,700,000	\$ 600,000	\$ 400,000	\$ 6,700,000

NOTE 18 INTERFUND BALANCES AND TRANSFERS

At December 31, 2013 interfund receivable in the General Fund consisted of \$ 75,000 due from the State and Other Grants Fund and \$100,000 due from the Federal Grants Fund. The General Fund advanced monies to these Funds which will be repaid upon collection of grant proceeds.

The Capital Projects Fund is supported primarily by transfers from income tax collections, which transfers for the year ended December 31, 2013 consisted of the following:

Transferred to:	Transferred from:	Amount
Capital Projects Fund	General Fund	\$ 1,445,000

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 19 JOINTLY GOVERNED ORGANIZATIONS

A. LORAIN COUNTY GENERAL HEALTH DISTRICT

The Lorain County General Health District, a jointly governed organization, provides health care services to the citizens within the Health District. The Health District is governed by the Board of Health which represents the area served by the Health District and oversees the operation of the Health District. The Board of Health members are appointed to staggered four year terms. One member is appointed by the City of North Ridgeville, one member is jointly appointed by the Cities of Avon and Sheffield Lake and one member is appointed jointly by the Cities of Amherst and Oberlin. The remaining four members are appointed by the various mayors of villages, chairmen of the township trustees and the County Commissioners. The City contributed \$ 101,618 during 2013 for the operation of the Health District. Financial information can be obtained by contacting the Health Commissioner, 9880 S. Murray Ridge Road, Elyria, Ohio 44035.

B. NORTHEAST OHIO PUBLIC ENERGY COUNCIL

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed with an aggregation program for the purchase of electricity. NOPEC is currently comprised of 129 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight member NOPEC Board of Directors. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. The City did not contribute to NOPEC during the current year. Financial information can be obtained by contacting the Treasurer, 31320 Solon Road, Suite 20, Solon, Ohio 44139.

C. JOINT ECONOMIC DEVELOPMENT ZONE AGREEMENT

In 2008, the City adopted a joint economic development zone agreement (JEDZ) with the City of Avon, Ohio, together with several other cities (Parties), pursuant to Ohio Revised Code Section 715.69. The purpose of the agreement was to stimulate economic growth within the JEDZ and to reimburse the Parties to the JEDZ for a portion of the lost tax revenue for certain businesses that relocate to the JEDZ from the Parties' cities. The JEDZ consists of approximately 791 acres in the City of Avon at an intersection being developed on Interstate 90 and Nagel Road. The City's contribution to the JEDZ is its agreement to support and advocate for County, State and/or Federal funding for this project. The City has no financial commitment to the project and has no other economic benefit.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 20 FUND BALANCES

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on a fund for the major governmental funds and all other governmental funds are presented below:

	General	Solid Waste Management	Capital Projects	Other Governmental Funds	Total Governmental Funds
Fund balances					
Nonspendable					
Prepaid items	\$ 53,300	\$ -	\$ -	\$ 4,900	\$ 58,200
Restricted					
Debt service	-	-	-	174,574	174,574
Capital projects	-	-	358,243	-	358,243
Highway and streets	-	-	-	2,052,414	2,052,414
Public safety	-	-	-	831,416	831,416
Recreation	-	-	-	341,917	341,917
Community environment	-	1,245,798	-	104,111	1,349,909
Other purposes	-	-	-	371,026	371,026
Total restricted	-	1,245,798	358,243	3,875,458	5,479,499
Committed					
Capital projects	450,425	-	-	-	450,425
Assigned					
Encumbrances	203,327	-	-	-	203,327
2014 appropriations	1,560,375	-	-	-	1,560,375
Total assigned	1,763,702	-	-	-	1,763,702
Unassigned (deficit)	3,456,125	-	-	(150,701)	3,305,424
Total fund balances	<u>\$ 5,723,552</u>	<u>\$ 1,245,798</u>	<u>\$ 358,243</u>	<u>\$ 3,729,657</u>	<u>\$ 11,057,250</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2013

NOTE 21 SUBSEQUENT EVENTS

In January 2014, the City issued \$ 5,510,000 of unvoted General Obligation Capital Improvement and Refunding Bonds, Series 2014, consisting of \$ 2,430,000 for repayment of existing Bond Anticipation Notes and \$ 3,080,000 for repayment of outstanding Wastewater Treatment Plant Improvement Bonds, Series 2001. The new Bonds are payable in various annual increments through December 2034. The Bonds have been rated "Aa2" by Moody's Investors Service. The Capital Improvement Bonds will be paid from various sources including \$ 955,792 from special assessments to property owners, \$ 58,000 from sanitary sewer revenues, \$ 108,000 from water revenues and \$ 1,308,208 from future tax revenues of the City, and the Refunding Bonds will be paid from sanitary sewer revenues.

In April 2014, the City issued \$ 250,000 of General Obligation Bond Anticipation Notes (BANs) for repayment of existing BANs. The new BANs will be paid from future tax revenues of the City.

In May 2014, the City issued \$ 2,813,000 of General Obligation Capital Improvement and Equipment Bond Anticipation Notes (BANs) consisting of \$ 2,300,000 for improvements at the City's Wastewater Treatment Plant and \$ 513,000 for acquisition of various safety vehicles and street equipment. The BANs will be repaid from sanitary sewer revenues and from future tax revenues of the City, as applicable.

In May 2014, the Voters approved the renewal of the City's existing 1.75 millage Ambulance Levy which would have expired after 2014. Proceeds from the levy approximate \$ 1,200,000 annually. In May 2014, the Voters rejected a Bond issue of up to \$ 8,000,000 for the City's share of the cost of widening segments of Center Ridge Road and Lear Nagle Road for which construction is scheduled to begin in 2016. See also Note 17 in these Notes to the Basic Financial Statements.

## COMBINING STATEMENTS AND NONMAJOR FUND SCHEDULES

### COMBINING STATEMENTS – NONMAJOR GOVERNMENTAL FUNDS

#### NONMAJOR SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for specific revenues that are restricted for a specific purpose. These resources are usually restricted by statute, City Charter or ordinance to finance specific functions or activities.

**Street Construction, Maintenance and Repair Fund (SCMR)** - Accounts for the portion of State gasoline tax and motor vehicle registration fees designated for maintenance and repair of roadways within the City.

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

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

**Street Levy Fund** – Accounts for property taxes received from a voted tax levy for the construction, reconstruction, resurfacing and repair of roads and bridges.

**Surface Drainage Fund** – Accounts for revenues from building permit fees for the purpose of providing and maintaining storm sewer drainage.

**Police Levy Fund** – Accounts for property taxes from a voted tax levy for the purpose of operating the City police department.

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

**Law Enforcement Trust Fund** – Accounts for confiscated monies or proceeds from the sale of confiscated property seized by law enforcement officers in the course of their work for the purpose of enhancing police services.

**Local Law Enforcement Assistance Fund** – Accounts for reimbursements for continuing professional training programs for peace officers from the State Law Enforcement Assistance Fund.

**Drug Law Enforcement Trust Fund** – Accounts for confiscated monies or proceeds from the sale of confiscated property seized by law enforcement officers in the course of their work for the purpose of enhancing police services and promoting drug education.

**DUI Enforcement and Education Trust Fund** – Accounts for fines imposed by the courts for the purpose of enhancing police services and promoting DUI education.

**Clerk of Courts Computer Service Fund** – Accounts for court fees for the purpose of the computerization of the clerk of court's office.

**Court Computerization Fund** – Accounts for court fees for the purpose of computerizing the court, procuring and maintaining computerized legal research services.

## NONMAJOR SPECIAL REVENUE FUNDS (Continued)

**Fire Levy Fund** – Accounts for property taxes received from a voted tax levy for the purpose of operating the City fire department.

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

**Paramedic Levy Fund** – Accounts for property taxes received from a voted tax levy for the purpose of operating a paramedic program.

**Ambulance Fund** – Accounts for ambulance fees for the purpose of maintaining and purchasing ambulatory equipment.

**State and Other Grants Fund** – Accounts for revenues and related expenditures of state and other grants.

**Federal Grants Fund** – Accounts for revenues and related expenditures of federal grants.

**Cemetery Fund** – Accounts for burial fees used to maintain the City's cemeteries.

**Park and Recreation Trust Fund** – Accounts for program revenues and expenditures for the operation and maintenance of recreation programs, services, parks and related.

**Park and Recreation Improvement Fund** – Accounts for building permit fees for the purpose of planning, acquisition, improvement, expansion and operation of public parks, playgrounds and recreation facilities.

**Senior Citizens Title III Fund** – Accounts for grant monies received for support service for older adults.

## NONMAJOR DEBT SERVICE FUNDS

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

**Special Assessment Bond Retirement Fund** – Accounts for the accumulation of resources from special assessments levied against benefited properties for the payment of principal and interest and fiscal charges on special assessment debt.

## NONMAJOR CAPITAL PROJECTS FUND

Capital Projects funds are used to account for the acquisition and construction of capital assets other than those financed by proprietary funds.

**Issue II Fund** – Accounts for Ohio Public Works grant activity consisting of the grant received and the related expenditure paid by the Ohio Public Works Commission directly to the contractors on behalf of the City.

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET -  
 NONMAJOR GOVERNMENTAL FUNDS

DECEMBER 31, 2013

	Nonmajor Special Revenue	Nonmajor Debt Service	Nonmajor Capital Projects	Total
Assets and deferred outflow of resources				
Assets				
Equity in pooled cash and equivalents	\$ 4,179,616	\$ 174,574	\$ -	\$ 4,354,190
Taxes - receivable - property and other	5,353,200	-	-	5,353,200
Special assessments receivable	-	31,700	-	31,700
Due from other governments	1,232,161	-	-	1,232,161
Accounts receivable and other	267,000	-	-	267,000
Prepaid items	4,900	-	-	4,900
Total assets	<u>11,036,877</u>	<u>206,274</u>	<u>-</u>	<u>11,243,151</u>
Total assets and deferred outflow s of resources	<u>\$ 11,036,877</u>	<u>\$ 206,274</u>	<u>\$ -</u>	<u>\$ 11,243,151</u>
Liabilities, deferred inflow s of resources and fund liabilities				
Liabilities				
Accounts and contracts payable	\$ 168,189	\$ -	\$ -	\$ 168,189
Accrued salaries, w ages and benefits	201,349	-	-	201,349
Due to other governments	228,941	-	-	228,941
Interfund payables	175,000	-	-	175,000
Total liabilities	<u>773,479</u>	<u>-</u>	<u>-</u>	<u>773,479</u>
Deferred inflow s of resources				
Property taxes levied for next year and unavailable resources	<u>6,708,315</u>	<u>31,700</u>	<u>-</u>	<u>6,740,015</u>
Total deferred inflow s of resources	<u>6,708,315</u>	<u>31,700</u>	<u>-</u>	<u>6,740,015</u>
Fund balances				
Nonspendable	4,900	-	-	4,900
Restricted	3,700,884	174,574	-	3,875,458
Unassigned	<u>(150,701)</u>	<u>-</u>	<u>-</u>	<u>(150,701)</u>
Total fund balances	<u>3,555,083</u>	<u>174,574</u>	<u>-</u>	<u>3,729,657</u>
Total liabilities, deferred inflow s of resources and fund balances	<u>\$ 11,036,877</u>	<u>\$ 206,274</u>	<u>\$ -</u>	<u>\$ 11,243,151</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Nonmajor Special Revenue	Nonmajor Debt Service	Nonmajor Capital Projects	Total
<b>Revenue</b>				
Property and other local taxes	\$ 4,774,863	\$ -	\$ -	\$ 4,774,863
Intergovernmental	3,179,765	-	77,523	3,257,288
Special assessments	-	73,379	-	73,379
Charges for services	847,180	-	-	847,180
Fines, licenses and permits	82,269	-	-	82,269
Interest	14,162	546	-	14,708
Miscellaneous	159,628	-	-	159,628
<b>Total revenues</b>	<b>9,057,867</b>	<b>73,925</b>	<b>77,523</b>	<b>9,209,315</b>
<b>Expenditures</b>				
<b>Current</b>				
Security of persons and property	5,082,442	-	-	5,082,442
Public health and welfare	21,741	-	-	21,741
Leisure time activities	222,682	-	-	222,682
Transportation	3,407,797	-	-	3,407,797
General government	542,187	1,661	-	543,848
Capital outlay	-	-	581,952	581,952
<b>Debt service</b>				
Principal	165,891	50,000	-	215,891
Capital lease	4,210	-	-	4,210
Interest and fiscal charges	7,079	17,261	-	24,340
<b>Total expenditures</b>	<b>9,454,029</b>	<b>68,922</b>	<b>581,952</b>	<b>10,104,903</b>
Excess (deficiency) of revenues over expenditures	(396,162)	5,003	(504,429)	(895,588)
<b>Other financing sources (uses)</b>				
Issuance of notes and loans	-	-	504,429	504,429
Proceeds from capital lease	30,219	-	-	30,219
<b>Total other financing sources (uses)</b>	<b>30,219</b>	<b>-</b>	<b>504,429</b>	<b>534,648</b>
Net change in fund balances	(365,943)	5,003	-	(360,940)
Fund balances, beginning of year	3,921,026	169,571	-	4,090,597
Fund balances, end of year	<b>\$ 3,555,083</b>	<b>\$ 174,574</b>	<b>\$ -</b>	<b>\$ 3,729,657</b>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET -  
 NONMAJOR SPECIAL REVENUE FUNDS

DECEMBER 31, 2013

	SCMR	State Highway	Motor Vehicle License Tax	Street Levy	Surface Drainage
Assets and deferred outflow of resources					
Assets					
Equity in pooled cash and equivalents	\$ 299,302	\$ 11,203	\$ 174,441	\$ 1,564,211	\$ 110,436
Taxes - receivable - property and other	-	-	-	1,254,600	-
Due from other governments	597,000	48,000	230,000	65,850	-
Accounts receivable and other	-	-	-	100	-
Prepaid items	-	-	4,900	-	-
Total assets	<u>896,302</u>	<u>59,203</u>	<u>409,341</u>	<u>2,884,761</u>	<u>110,436</u>
Total assets and deferred outflow s of resources	<u>\$ 896,302</u>	<u>\$ 59,203</u>	<u>\$ 409,341</u>	<u>\$ 2,884,761</u>	<u>\$ 110,436</u>
Liabilities, deferred inflow s of resources and fund liabilities					
Liabilities					
Accounts and contracts payable	\$ 12,702	\$ -	\$ 4,878	\$ 47,567	\$ 995
Accrued salaries, w ages and benefits	38,552	-	7,593	-	2,877
Due to other governments	31,541	-	6,510	-	2,453
Interfund payables	-	-	-	-	-
Total liabilities	<u>82,795</u>	<u>-</u>	<u>18,981</u>	<u>47,567</u>	<u>6,325</u>
Deferred inflow s of resources					
Property taxes levied for next year and unavailable resources	490,100	39,400	193,000	1,320,450	-
Total deferred inflow s of resources	<u>490,100</u>	<u>39,400</u>	<u>193,000</u>	<u>1,320,450</u>	<u>-</u>
Fund balances					
Nonspendable	-	-	4,900	-	-
Restricted	323,407	19,803	192,460	1,516,744	104,111
Unassigned	-	-	-	-	-
Total fund balances	<u>323,407</u>	<u>19,803</u>	<u>197,360</u>	<u>1,516,744</u>	<u>104,111</u>
Total liabilities, deferred inflow s of resources and fund balances	<u>\$ 896,302</u>	<u>\$ 59,203</u>	<u>\$ 409,341</u>	<u>\$ 2,884,761</u>	<u>\$ 110,436</u>

<u>Police Levy</u>	<u>Police Pension</u>	<u>Law Enforcement Trust</u>	<u>Local Law Enforcement Assistance</u>	<u>Drug Law Enforcement Trust</u>	<u>DUI Enforcement and Education Trust</u>	<u>Clerk of Courts Computer Service</u>	<u>Court Computerization</u>
\$ 32,343	\$ 12,739	\$ 1,795	\$ 9,568	\$ 5,749	\$ 56,268	\$ 169,206	\$ 146,390
1,287,700	200,300	-	-	-	-	-	-
67,550	10,500	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,387,593</u>	<u>223,539</u>	<u>1,795</u>	<u>9,568</u>	<u>5,749</u>	<u>56,268</u>	<u>169,206</u>	<u>146,390</u>
<u>\$ 1,387,593</u>	<u>\$ 223,539</u>	<u>\$ 1,795</u>	<u>\$ 9,568</u>	<u>\$ 5,749</u>	<u>\$ 56,268</u>	<u>\$ 169,206</u>	<u>\$ 146,390</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 299	\$ -
52,706	-	-	-	-	-	-	-
1,563	40,999	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>54,269</u>	<u>40,999</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>299</u>	<u>-</u>
1,355,250	210,800	-	-	-	-	-	-
<u>1,355,250</u>	<u>210,800</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	1,795	9,568	5,749	56,268	168,907	146,390
(21,926)	(28,260)	-	-	-	-	-	-
<u>(21,926)</u>	<u>(28,260)</u>	<u>1,795</u>	<u>9,568</u>	<u>5,749</u>	<u>56,268</u>	<u>168,907</u>	<u>146,390</u>
<u>\$ 1,387,593</u>	<u>\$ 223,539</u>	<u>\$ 1,795</u>	<u>\$ 9,568</u>	<u>\$ 5,749</u>	<u>\$ 56,268</u>	<u>\$ 169,206</u>	<u>\$ 146,390</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET -  
 NONMAJOR SPECIAL REVENUE FUNDS

DECEMBER 31, 2013

(Concluded)

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State and Other Grants
Assets and deferred outflow of resources					
Assets					
Equity in pooled cash and equivalents	\$ 35,298	\$ 8,009	\$ 108,550	\$ 502,027	\$ 240,779
Taxes - receivable - property and other	1,254,600	200,300	1,155,700	-	-
Due from other governments	65,850	10,500	60,600	-	-
Accounts receivable and other	-	-	-	-	-
Prepaid items	-	-	-	-	-
Total assets	<u>1,355,748</u>	<u>218,809</u>	<u>1,324,850</u>	<u>502,027</u>	<u>240,779</u>
Total assets and deferred outflow s of resources	<u>\$ 1,355,748</u>	<u>\$ 218,809</u>	<u>\$ 1,324,850</u>	<u>\$ 502,027</u>	<u>\$ 240,779</u>
Liabilities, deferred inflow s of resources and fund liabilities					
Liabilities					
Accounts and contracts payable	\$ -	\$ -	\$ 878	\$ 66,206	\$ 19,370
Accrued salaries, w ages and benefits	51,831	-	38,596	8,494	-
Due to other governments	48,598	43,393	43,136	10,528	-
Interfund payables	-	-	-	-	75,000
Total liabilities	<u>100,429</u>	<u>43,393</u>	<u>82,610</u>	<u>85,228</u>	<u>94,370</u>
Deferred inflow s of resources					
Property taxes levied for next year and unavailable resources	1,320,450	210,800	1,216,300	-	83,919
Total deferred inflow s of resources	<u>1,320,450</u>	<u>210,800</u>	<u>1,216,300</u>	<u>-</u>	<u>83,919</u>
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	-	25,940	416,799	62,490
Unassigned	(65,131)	(35,384)	-	-	-
Total fund balances	<u>(65,131)</u>	<u>(35,384)</u>	<u>25,940</u>	<u>416,799</u>	<u>62,490</u>
Total liabilities, deferred inflow s of resources and fund balances	<u>\$ 1,355,748</u>	<u>\$ 218,809</u>	<u>\$ 1,324,850</u>	<u>\$ 502,027</u>	<u>\$ 240,779</u>

<u>Federal Grants</u>	<u>Cemetery</u>	<u>Park and Recreation Trust</u>	<u>Park and Recreation Improvement</u>	<u>Senior Citizens Title III</u>	<u>Total</u>
\$ 136,957	\$ 219,930	\$ 147,926	\$ 182,516	\$ 3,973	\$ 4,179,616
-	-	-	-	-	5,353,200
50,848	-	-	24,000	1,463	1,232,161
266,900	-	-	-	-	267,000
-	-	-	-	-	4,900
<u>454,705</u>	<u>219,930</u>	<u>147,926</u>	<u>206,516</u>	<u>5,436</u>	<u>11,036,877</u>
<u>\$ 454,705</u>	<u>\$ 219,930</u>	<u>\$ 147,926</u>	<u>\$ 206,516</u>	<u>\$ 5,436</u>	<u>\$ 11,036,877</u>
\$ 2,769	\$ -	\$ 2,775	\$ 9,750	\$ -	\$ 168,189
-	-	-	-	700	201,349
-	-	-	-	220	228,941
100,000	-	-	-	-	175,000
<u>102,769</u>	<u>-</u>	<u>2,775</u>	<u>9,750</u>	<u>920</u>	<u>773,479</u>
267,846	-	-	-	-	6,708,315
<u>267,846</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,708,315</u>
-	-	-	-	-	4,900
84,090	219,930	145,151	196,766	4,516	3,700,884
-	-	-	-	-	(150,701)
<u>84,090</u>	<u>219,930</u>	<u>145,151</u>	<u>196,766</u>	<u>4,516</u>	<u>3,555,083</u>
<u>\$ 454,705</u>	<u>\$ 219,930</u>	<u>\$ 147,926</u>	<u>\$ 206,516</u>	<u>\$ 5,436</u>	<u>\$ 11,036,877</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2013

	SCMR	State Highway	Motor Vehicle License Tax	Street Levy	Surface Drainage
<b>Revenue</b>					
Property and other local taxes	\$ -	\$ -	\$ -	\$ 1,119,770	\$ -
Intergovernmental	1,246,859	100,829	467,273	235,036	-
Charges for services	-	-	-	-	-
Fines, licenses and permits	-	-	-	-	-
Interest	900	47	419	4,073	349
Miscellaneous	3,280	-	660	-	129,043
<b>Total revenues</b>	<u>1,251,039</u>	<u>100,876</u>	<u>468,352</u>	<u>1,358,879</u>	<u>129,392</u>
<b>Expenditures</b>					
<b>Current</b>					
Security of persons and property	-	-	-	-	-
Public health and welfare	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Transportation	1,348,535	172,424	448,433	1,287,665	150,615
General government	-	-	-	-	-
Principal	-	-	6,169	152,542	7,180
Capital lease	-	-	39	-	-
Interest and fiscal charges	-	-	8	6,395	-
<b>Total expenditures</b>	<u>1,348,535</u>	<u>172,424</u>	<u>454,649</u>	<u>1,446,602</u>	<u>157,795</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(97,496)</u>	<u>(71,548)</u>	<u>13,703</u>	<u>(87,723)</u>	<u>(28,403)</u>
<b>Other financing sources (uses)</b>					
Proceeds from capital lease	-	-	2,594	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>2,594</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(97,496)</u>	<u>(71,548)</u>	<u>16,297</u>	<u>(87,723)</u>	<u>(28,403)</u>
<b>Fund balances, beginning of year</b>	<u>420,903</u>	<u>91,351</u>	<u>181,063</u>	<u>1,604,467</u>	<u>132,514</u>
<b>Fund balances, end of year</b>	<u>\$ 323,407</u>	<u>\$ 19,803</u>	<u>\$ 197,360</u>	<u>\$ 1,516,744</u>	<u>\$ 104,111</u>

Police Levy	Police Pension	Law Enforcement Trust	Local Law Enforcement Assistance	Drug Law Enforcement Trust	DUI Enforcement and Education Trust	Clerk of Courts Computer Service	Court Computerization
\$ 1,149,239	\$ 177,358	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
182,141	30,216	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	1,980	14,532	-	10,257
390	77	4	30	13	156	440	382
-	-	1,361	-	-	-	23,934	-
<u>1,331,770</u>	<u>207,651</u>	<u>1,365</u>	<u>30</u>	<u>1,993</u>	<u>14,688</u>	<u>24,374</u>	<u>10,639</u>
1,340,601	244,511	5,533	1,219	314	22,407	20,146	500
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	1,372	-
-	-	-	-	-	-	225	-
<u>1,340,601</u>	<u>244,511</u>	<u>5,533</u>	<u>1,219</u>	<u>314</u>	<u>22,407</u>	<u>21,743</u>	<u>500</u>
<u>(8,831)</u>	<u>(36,860)</u>	<u>(4,168)</u>	<u>(1,189)</u>	<u>1,679</u>	<u>(7,719)</u>	<u>2,631</u>	<u>10,139</u>
-	-	-	-	-	-	10,690	-
-	-	-	-	-	-	10,690	-
<u>(8,831)</u>	<u>(36,860)</u>	<u>(4,168)</u>	<u>(1,189)</u>	<u>1,679</u>	<u>(7,719)</u>	<u>13,321</u>	<u>10,139</u>
<u>(13,095)</u>	<u>8,600</u>	<u>5,963</u>	<u>10,757</u>	<u>4,070</u>	<u>63,987</u>	<u>155,586</u>	<u>136,251</u>
<u>\$ (21,926)</u>	<u>\$ (28,260)</u>	<u>\$ 1,795</u>	<u>\$ 9,568</u>	<u>\$ 5,749</u>	<u>\$ 56,268</u>	<u>\$ 168,907</u>	<u>\$ 146,390</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2013

(Concluded)

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State and Other Grants
Revenue					
Property and other local taxes	\$ 1,119,770	\$ 177,358	\$ 1,031,368	\$ -	\$ -
Intergovernmental	177,471	30,216	163,461	-	52,822
Charges for services	-	-	-	672,349	-
Fines, licenses and permits	-	-	-	-	-
Interest	411	73	541	1,277	-
Miscellaneous	717	-	379	254	-
Total revenues	<u>1,298,369</u>	<u>207,647</u>	<u>1,195,749</u>	<u>673,880</u>	<u>52,822</u>
Expenditures					
Current					
Security of persons and property	1,298,019	267,305	1,201,911	679,976	-
Public health and welfare	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Transportation	-	-	-	-	-
General government	-	-	-	-	68,860
Principal	-	-	-	-	-
Capital lease	-	-	255	2,544	-
Interest and fiscal charges	-	-	58	393	-
Total expenditures	<u>1,298,019</u>	<u>267,305</u>	<u>1,202,224</u>	<u>682,913</u>	<u>68,860</u>
Excess (deficiency) of revenues over expenditures	<u>350</u>	<u>(59,658)</u>	<u>(6,475)</u>	<u>(9,033)</u>	<u>(16,038)</u>
Other financing sources (uses)					
Proceeds from capital lease	-	-	16,935	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>16,935</u>	<u>-</u>	<u>-</u>
Net change in fund balances	350	(59,658)	10,460	(9,033)	(16,038)
Fund balances, beginning of year	<u>(65,481)</u>	<u>24,274</u>	<u>15,480</u>	<u>425,832</u>	<u>78,528</u>
Fund balances, end of year	<u>\$ (65,131)</u>	<u>\$ (35,384)</u>	<u>\$ 25,940</u>	<u>\$ 416,799</u>	<u>\$ 62,490</u>

Federal Grants	Cemetery	Park and Recreation Trust	Park and Recreation Improvement	Senior Citizens Title III	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,774,863
453,446	-	-	24,000	15,995	3,179,765
-	27,475	147,356	-	-	847,180
-	-	-	55,500	-	82,269
2,980	554	443	587	16	14,162
-	-	-	-	-	159,628
<u>456,426</u>	<u>28,029</u>	<u>147,799</u>	<u>80,087</u>	<u>16,011</u>	<u>9,057,867</u>
-	-	-	-	-	5,082,442
-	2,296	-	-	19,445	21,741
-	-	146,804	75,878	-	222,682
-	-	-	-	125	3,407,797
473,327	-	-	-	-	542,187
-	-	-	-	-	165,891
-	-	-	-	-	4,210
-	-	-	-	-	7,079
<u>473,327</u>	<u>2,296</u>	<u>146,804</u>	<u>75,878</u>	<u>19,570</u>	<u>9,454,029</u>
<u>(16,901)</u>	<u>25,733</u>	<u>995</u>	<u>4,209</u>	<u>(3,559)</u>	<u>(396,162)</u>
-	-	-	-	-	30,219
-	-	-	-	-	30,219
(16,901)	25,733	995	4,209	(3,559)	(365,943)
100,991	194,197	144,156	192,557	8,075	3,921,026
<u>\$ 84,090</u>	<u>\$ 219,930</u>	<u>\$ 145,151</u>	<u>\$ 196,766</u>	<u>\$ 4,516</u>	<u>\$ 3,555,083</u>

CITY OF NORTH RIDGEVILLE, OHIO

COMBINING BALANCE SHEET -  
NONMAJOR DEBT SERVICE FUNDS

DECEMBER 31, 2013

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
Assets and deferred outflow of resources			
Assets			
Equity in pooled cash and equivalents	\$ 24,180	\$ 150,394	\$ 174,574
Special assessments receivable	-	31,700	31,700
Total assets	<u>24,180</u>	<u>182,094</u>	<u>206,274</u>
Total assets and deferred outflow s of resources	<u>\$ 24,180</u>	<u>\$ 182,094</u>	<u>\$ 206,274</u>
Liabilities, deferred inflow s of resources and fund liabilities			
Deferred inflow s of resources			
Property taxes levied for next year and unavailable resources	-	31,700	31,700
Total deferred inflow s of resources	<u>-</u>	<u>31,700</u>	<u>31,700</u>
Fund balances			
Restricted	24,180	150,394	174,574
Total fund balances	<u>24,180</u>	<u>150,394</u>	<u>174,574</u>
Total liabilities, deferred inflow s of resources and fund balances	<u>\$ 24,180</u>	<u>\$ 182,094</u>	<u>\$ 206,274</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR DEBT SERVICE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2013

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
Revenue			
Special assessments	\$ 37,081	\$ 36,298	\$ 73,379
Interest	98	448	546
Total revenues	<u>37,179</u>	<u>36,746</u>	<u>73,925</u>
Expenditures			
Current			
General government	260	1,401	1,661
Debt service			
Principal	20,000	30,000	50,000
Interest and fiscal charges	13,811	3,450	17,261
Total expenditures	<u>34,071</u>	<u>34,851</u>	<u>68,922</u>
Excess (deficiency) of revenues over expenditures	<u>3,108</u>	<u>1,895</u>	<u>5,003</u>
Fund balances, beginning of year	<u>21,072</u>	<u>148,499</u>	<u>169,571</u>
Fund balances, end of year	<u>\$ 24,180</u>	<u>\$ 150,394</u>	<u>\$ 174,574</u>

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CITY OF NORTH RIDGEVILLE, OHIO  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NONMAJOR CAPITAL PROJECTS FUND  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Issue II
Revenue	
Intergovernmental	\$ 77,523
Total revenues	77,523
Expenditures	
Capital outlay	581,952
Total expenditures	581,952
Excess (deficiency) of revenues over expenditures	(504,429)
Other financing sources (uses)	
Issuance of notes and loans	504,429
Total other financing sources (uses)	504,429
Net change in fund balances	-
Fund balances, beginning of year	-
Fund balances, end of year	\$ -

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## COMBINING STATEMENTS - AGENCY FUNDS

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds. These funds are purely custodial in nature (assets equal liabilities) and therefore do not involve the measurement of results of operations.

**Board of Building Standards Fund** – Accounts for fees required by the State to be collected by the City and paid to the State.

**Senior Citizens Multi Trust Fund** – Accounts for revenue earned and expended by the Senior Citizens Center.

**Mayor's Court Bail Trust Fund** – Accounts for bail collected.

**Trust Miscellaneous Fund** – Accounts for deposits held by the City from contractors, developers or individuals to ensure compliance with City Ordinances, and for other various deposits held by the City on behalf of others.

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF ASSETS AND LIABILITIES -  
 AGENCY FUNDS  
 DECEMBER 31, 2013

	Board of Building Standards	Senior Citizens Multi-Trust	Mayor's Court Bail Trust
<b>Assets</b>			
Equity in pooled cash and equivalents	\$ 473	\$ 29,566	\$ 3,551
Accounts receivable and other	-	-	-
<b>Total assets</b>	<b>\$ 473</b>	<b>\$ 29,566</b>	<b>\$ 3,551</b>
<b>Liabilities</b>			
Accounts and contracts payable	\$ 473	\$ 981	\$ -
Due to others	-	28,585	3,551
<b>Total liabilities</b>	<b>\$ 473</b>	<b>\$ 29,566</b>	<b>\$ 3,551</b>

Trust Miscellaneous	Total
\$ 1,175,324	\$ 1,208,914
-	-
<u>\$ 1,175,324</u>	<u>\$ 1,208,914</u>

\$ 1,895	\$ 3,349
1,173,429	1,205,565
<u>\$ 1,175,324</u>	<u>\$ 1,208,914</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
 AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2013

	Beginning Balance 1/1/2012	Additions	Reductions	Ending Balance 12/31/2013
<b>Board of Building Standards</b>				
Assets				
Equity in pooled cash and equivalents	\$ 196	\$ 3,171	\$ 2,894	\$ 473
Total assets	<u>\$ 196</u>	<u>\$ 3,171</u>	<u>\$ 2,894</u>	<u>\$ 473</u>
Liabilities				
Accounts and contracts payable	\$ 196	\$ 3,171	\$ 2,894	\$ 473
Total liabilities	<u>\$ 196</u>	<u>\$ 3,171</u>	<u>\$ 2,894</u>	<u>\$ 473</u>
	Beginning Balance 1/1/2012	Additions	Reductions	Ending Balance 12/31/2013
<b>Senior Citizens Multi-Trust</b>				
Assets				
Equity in pooled cash and equivalents	\$ 28,706	\$ 78,005	\$ 77,145	\$ 29,566
Total assets	<u>\$ 28,706</u>	<u>\$ 78,005</u>	<u>\$ 77,145</u>	<u>\$ 29,566</u>
Liabilities				
Accounts and contracts payable	\$ 688	\$ 981	\$ 688	\$ 981
Due to others	28,018	77,024	76,457	28,585
Total liabilities	<u>\$ 28,706</u>	<u>\$ 78,005</u>	<u>\$ 77,145</u>	<u>\$ 29,566</u>
	Beginning Balance 1/1/2012	Additions	Reductions	Ending Balance 12/31/2013
<b>Mayor's Court Bail Trust</b>				
Assets				
Equity in pooled cash and equivalents	\$ 2,968	\$ 19,059	\$ 18,476	\$ 3,551
Total assets	<u>\$ 2,968</u>	<u>\$ 19,059</u>	<u>\$ 18,476</u>	<u>\$ 3,551</u>
Liabilities				
Due to others	\$ 2,968	\$ 19,059	\$ 18,476	\$ 3,551
Total liabilities	<u>\$ 2,968</u>	<u>\$ 19,059</u>	<u>\$ 18,476</u>	<u>\$ 3,551</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
 AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2013

(Concluded)

	Beginning Balance 1/1/2012	Additions	Reductions	Ending Balance 12/31/2013
<b>Trust Miscellaneous</b>				
Assets				
Equity in pooled cash and equivalents	\$ 1,029,106	\$ 2,246,961	\$ 2,100,743	\$ 1,175,324
<b>Total assets</b>	<b>\$ 1,029,106</b>	<b>\$ 2,246,961</b>	<b>\$ 2,100,743</b>	<b>\$ 1,175,324</b>
Liabilities				
Accounts and contracts payable	\$ -	\$ 1,895	\$ -	\$ 1,895
Due to others	1,029,106	2,245,066	2,100,743	1,173,429
<b>Total liabilities</b>	<b>\$ 1,029,106</b>	<b>\$ 2,246,961</b>	<b>\$ 2,100,743</b>	<b>\$ 1,175,324</b>
	Beginning Balance 1/1/2012	Additions	Reductions	Ending Balance 12/31/2013
<b>Total All Agency Funds</b>				
Assets				
Equity in pooled cash and equivalents	\$ 1,060,976	\$ 2,347,196	\$ 2,199,258	\$ 1,208,914
<b>Total assets</b>	<b>\$ 1,060,976</b>	<b>\$ 2,347,196</b>	<b>\$ 2,199,258</b>	<b>\$ 1,208,914</b>
Liabilities				
Accounts and contracts payable	\$ 884	\$ 6,047	\$ 3,582	\$ 3,349
Due to others	1,060,092	2,341,149	2,195,676	1,205,565
<b>Total liabilities</b>	<b>\$ 1,060,976</b>	<b>\$ 2,347,196</b>	<b>\$ 2,199,258</b>	<b>\$ 1,208,914</b>

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

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 1,004,445	\$ 1,018,445	\$ 1,025,763	\$ 7,318
Intergovernmental revenue	621,866	886,070	908,108	22,038
Fines, licenses, and permits	1,146,900	1,136,900	1,085,898	(51,002)
Interest	4,000	6,000	7,423	1,423
Miscellaneous	668,425	826,425	1,041,538	215,113
Total revenues	<u>3,445,636</u>	<u>3,873,840</u>	<u>4,068,730</u>	<u>194,890</u>
Expenditures				
Current				
Security of persons and property				
Police				
Personal services	3,924,768	3,928,968	3,596,000	332,968
Materials and supplies	298,238	295,108	246,828	48,280
Contractual services	83,186	86,616	82,000	4,616
Capital outlay	85,488	80,888	76,009	4,879
Other	81,568	81,668	69,472	12,196
Total police	<u>4,473,248</u>	<u>4,473,248</u>	<u>4,070,309</u>	<u>402,939</u>
Fire				
Personal services	1,730,526	1,740,526	1,514,670	225,856
Materials and supplies	258,998	265,858	239,235	26,623
Contractual services	34,985	32,525	31,092	1,433
Capital outlay	66,162	55,962	36,222	19,740
Total fire	<u>2,090,671</u>	<u>2,094,871</u>	<u>1,821,219</u>	<u>273,652</u>
Humane officer				
Personal services	51,200	51,200	36,008	15,192
Materials and supplies	5,444	5,444	4,552	892
Contractual services	300	300	145	155
Other	260	260	-	260
Total humane officer	<u>57,204</u>	<u>57,204</u>	<u>40,705</u>	<u>16,499</u>
Street lighting				
Materials and supplies	181,381	181,381	157,553	23,828
Other	23,000	23,000	12,825	10,175
Total street lighting	<u>204,381</u>	<u>204,381</u>	<u>170,378</u>	<u>34,003</u>
Mayor's court				
Personal services	271,150	271,150	263,391	7,759
Materials and supplies	8,500	8,190	3,680	4,510
Capital outlay	3,000	3,000	2,245	755
Other	166,050	166,360	141,758	24,602
Total mayor's court	<u>448,700</u>	<u>448,700</u>	<u>411,074</u>	<u>37,626</u>
Total security of persons and property	<u>7,274,204</u>	<u>7,278,404</u>	<u>6,513,685</u>	<u>764,719</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Public health and welfare				
General government				
Other	\$ 101,700	\$ 101,700	\$ 101,618	\$ 82
Total general government	<u>101,700</u>	<u>101,700</u>	<u>101,618</u>	<u>82</u>
Senior citizens				
Personal services	271,290	276,380	269,910	6,470
Materials and supplies	24,606	25,606	22,243	3,363
Contractual services	10,000	10,000	8,574	1,426
Capital outlay	10,450	9,450	6,131	3,319
Total senior citizens	<u>316,346</u>	<u>321,436</u>	<u>306,858</u>	<u>14,578</u>
Total public health and welfare	<u>418,046</u>	<u>423,136</u>	<u>408,476</u>	<u>14,660</u>
Leisure time activities				
Park and recreation				
Personal services	206,890	206,890	202,705	4,185
Materials and supplies	21,878	32,898	14,905	17,993
Contractual services	24,449	25,149	22,629	2,520
Other	39,473	42,753	38,296	4,457
Total leisure time activities	<u>292,690</u>	<u>307,690</u>	<u>278,535</u>	<u>29,155</u>
Community development				
Building				
Personal services	647,610	647,610	612,257	35,353
Materials and supplies	11,221	11,221	8,986	2,235
Contractual services	25,377	25,377	13,433	11,944
Capital outlay	9,700	9,700	5,402	4,298
Other	1,000	1,000	794	206
Total building	<u>694,908</u>	<u>694,908</u>	<u>640,872</u>	<u>54,036</u>
Engineer				
Personal services	605,270	620,713	552,733	67,980
Materials and supplies	18,560	18,630	11,129	7,501
Contractual services	10,276	10,066	5,147	4,919
Capital outlay	4,200	4,200	4,200	-
Other	1,250	1,250	213	1,037
Total engineer	<u>639,556</u>	<u>654,859</u>	<u>573,422</u>	<u>81,437</u>
Total community development	<u>1,334,464</u>	<u>1,349,767</u>	<u>1,214,294</u>	<u>135,473</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Fund			Variance w with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
General government				
Council				
Personal services	\$ 265,250	\$ 265,250	\$ 259,068	\$ 6,182
Materials and supplies	9,910	9,910	3,279	6,631
Capital outlay	6,150	6,150	6,076	74
Other	16,600	16,600	8,510	8,090
Total council	<u>297,910</u>	<u>297,910</u>	<u>276,933</u>	<u>20,977</u>
Mayor				
Personal services	219,100	221,260	214,486	6,774
Materials and supplies	3,400	3,490	3,059	431
Capital outlay	2,700	2,700	2,076	624
Other	5,856	5,766	4,310	1,456
Total mayor	<u>231,056</u>	<u>233,216</u>	<u>223,931</u>	<u>9,285</u>
Finance				
Personal services	591,270	612,790	595,351	17,439
Materials and supplies	14,210	14,230	11,077	3,153
Contractual services	12,200	8,600	8,551	49
Capital outlay	73,700	73,300	72,074	1,226
Other	1,950	2,330	1,676	654
Total finance	<u>693,330</u>	<u>711,250</u>	<u>688,729</u>	<u>22,521</u>
Law director				
Personal services	312,970	313,470	307,678	5,792
Materials and supplies	6,040	6,040	4,308	1,732
Contractual services	99,815	99,815	80,675	19,140
Capital outlay	3,300	3,300	3,300	-
Other	5,838	5,838	2,676	3,162
Total law director	<u>427,963</u>	<u>428,463</u>	<u>398,637</u>	<u>29,826</u>
Computer services				
Personal services	178,230	182,990	170,461	12,529
Materials and supplies	91,995	100,495	78,403	22,092
Contractual services	54,374	51,834	34,412	17,422
Capital outlay	123,948	123,948	101,046	22,902
Other	21,500	10,780	3,907	6,873
Total computer services	<u>470,047</u>	<u>470,047</u>	<u>388,229</u>	<u>81,818</u>
Human resources				
Personal services	73,570	73,570	-	73,570
Total human resources	<u>73,570</u>	<u>73,570</u>	<u>-</u>	<u>73,570</u>
Safety service director				
Personal services	187,000	190,880	187,689	3,191
Materials and supplies	3,000	3,000	2,148	852
Contractual services	1,250	1,250	863	387
Capital outlay	24,050	24,590	24,089	501
Other	3,500	3,500	577	2,923
Total safety service director	<u>218,800</u>	<u>223,220</u>	<u>215,366</u>	<u>7,854</u>
Civil service				
Personal services	9,470	9,480	9,332	148
Materials and supplies	10,085	10,085	5,082	5,003
Contractual services	4,500	4,500	723	3,777
Other	3,714	3,704	1,693	2,011
Total civil service	<u>27,769</u>	<u>27,769</u>	<u>16,830</u>	<u>10,939</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
General government				
Personal services	\$ 37,710	\$ 39,020	\$ 36,198	\$ 2,822
Materials and supplies	13,314	13,314	1,409	11,905
Contractual services	232,168	306,378	249,870	56,508
Capital outlay	5,550	135,550	131,217	4,333
Other	465,608	529,398	271,762	257,636
Total general government	<u>754,350</u>	<u>1,023,660</u>	<u>690,456</u>	<u>333,204</u>
Public buildings				
Materials and supplies	7,555	7,555	2,331	5,224
Contractual services	113,547	113,757	70,438	43,319
Capital outlay	2,500	2,500	2,018	482
Other	172,685	172,475	117,543	54,932
Total public buildings	<u>296,287</u>	<u>296,287</u>	<u>192,330</u>	<u>103,957</u>
Public grounds/cemetery				
Personal services	451,390	461,410	420,480	40,930
Materials and supplies	70,627	72,827	59,777	13,050
Contractual services	6,163	6,163	5,641	522
Capital outlay	8,000	8,000	519	7,481
Other	14,000	11,000	8,329	2,671
Total public grounds/cemetery	<u>550,180</u>	<u>559,400</u>	<u>494,746</u>	<u>64,654</u>
Total general government	<u>4,041,262</u>	<u>4,344,792</u>	<u>3,586,187</u>	<u>758,605</u>
Total expenditures	<u>13,360,666</u>	<u>13,703,789</u>	<u>12,001,177</u>	<u>1,702,612</u>
Excess (deficiency) of revenues over expenditures	<u>(9,915,030)</u>	<u>(9,829,949)</u>	<u>(7,932,447)</u>	<u>1,897,502</u>
Other financing sources (uses)				
Transfers-in	6,970,000	7,480,000	7,480,000	-
Advances-in	250,000	250,000	250,000	-
Advances-out	(250,000)	(175,000)	(175,000)	-
Transfers-out	(215,000)	(125,000)	(125,000)	-
Total other financing sources (uses)	<u>6,755,000</u>	<u>7,430,000</u>	<u>7,430,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(3,160,030)</u>	<u>(2,399,949)</u>	<u>(502,447)</u>	<u>1,897,502</u>
Prior year encumbrances	299,947	299,947	299,947	-
Fund balances, beginning of year	<u>2,894,794</u>	<u>2,894,794</u>	<u>2,894,794</u>	<u>-</u>
Fund balances, end of year	<u>\$ 34,711</u>	<u>\$ 794,792</u>	<u>\$ 2,692,294</u>	<u>\$ 1,897,502</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Solid Waste Management Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 2,900,000	\$ 3,100,000	\$ 3,141,235	\$ 41,235
Interest	1,000	1,000	2,851	1,851
Total revenues	<u>2,901,000</u>	<u>3,101,000</u>	<u>3,144,112</u>	<u>43,112</u>
Expenditures				
Current				
General government				
Personal services	93,630	93,630	90,266	3,364
Materials and supplies	38,470	38,450	26,422	12,028
Contractual services	2,780,406	2,780,426	2,439,651	340,775
Capital outlay	11,640	11,640	254	11,386
Other	45,200	45,200	41,544	3,656
Total expenditures	<u>2,969,346</u>	<u>2,969,346</u>	<u>2,598,137</u>	<u>371,209</u>
Excess (deficiency) of revenues over expenditures	(68,346)	131,654	545,975	414,321
Prior year encumbrances	1,007	1,007	1,007	-
Fund balances, beginning of year	<u>666,812</u>	<u>666,812</u>	<u>666,812</u>	<u>-</u>
Fund balances, end of year	<u>\$ 599,473</u>	<u>\$ 799,473</u>	<u>\$ 1,213,794</u>	<u>\$ 414,321</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Capital Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 1,000	\$ 1,000	\$ 2,001	\$ 1,001
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>2,001</u>	<u>1,001</u>
Expenditures				
Capital outlay	1,430,780	1,413,780	1,228,620	185,160
Debt service				
Principal	2,841,000	2,841,000	2,841,000	-
Interest and fiscal charges	179,430	179,430	179,347	83
Total expenditures	<u>4,451,210</u>	<u>4,434,210</u>	<u>4,248,967</u>	<u>185,243</u>
Excess (deficiency) of revenues over expenditures	<u>(4,450,210)</u>	<u>(4,433,210)</u>	<u>(4,246,966)</u>	<u>186,244</u>
Other financing sources (uses)				
Transfers-in	1,445,000	1,445,000	1,445,000	-
Note proceeds	2,541,000	2,541,000	2,541,000	-
Total other financing sources (uses)	<u>3,986,000</u>	<u>3,986,000</u>	<u>3,986,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(464,210)</u>	<u>(447,210)</u>	<u>(260,966)</u>	<u>186,244</u>
Prior year encumbrances	326,374	326,374	326,374	-
Fund balances, beginning of year	<u>141,197</u>	<u>141,197</u>	<u>141,197</u>	<u>-</u>
Fund balances, end of year	<u>\$ 3,361</u>	<u>\$ 20,361</u>	<u>\$ 206,605</u>	<u>\$ 186,244</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Water Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 3,700,000	\$ 4,100,000	\$ 4,021,690	\$ (78,310)
Tap in fees	130,000	130,000	176,920	46,920
Miscellaneous	85,000	85,000	104,781	19,781
Interest income	10,500	10,300	14,316	4,016
Total revenues	<u>3,925,500</u>	<u>4,325,300</u>	<u>4,317,707</u>	<u>(7,593)</u>
Expenses				
Personal services	1,075,288	1,076,778	927,902	148,876
Materials and supplies	483,561	468,271	282,951	185,320
Contractual services	177,898	203,098	140,771	62,327
Capital outlay	2,036,479	2,036,479	1,766,559	269,920
Other non-operating expenses	1,679,094	1,685,694	1,405,937	279,757
Debt service				
OWDA principal	216,710	216,710	216,709	1
Note principal	180,000	218,000	218,000	-
Bond principal	515,000	515,000	515,000	-
ETL2 obligation	53,260	53,260	53,259	1
Interest and fiscal charges	167,800	167,800	160,873	6,927
Total expenses	<u>6,585,090</u>	<u>6,641,090</u>	<u>5,687,961</u>	<u>618,933</u>
Excess (deficiency) of revenues over expenses	<u>(2,659,590)</u>	<u>(2,315,790)</u>	<u>(1,370,254)</u>	<u>611,340</u>
Other financing sources (uses)				
Note proceeds	218,000	218,000	218,000	-
Total other financing sources (uses)	<u>218,000</u>	<u>218,000</u>	<u>218,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(2,441,590)</u>	<u>(2,097,790)</u>	<u>(1,152,254)</u>	<u>611,340</u>
Prior year encumbrances	371,447	371,447	371,447	-
Fund balances, beginning of year	<u>4,511,542</u>	<u>4,511,542</u>	<u>4,511,542</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,441,399</u>	<u>\$ 2,785,199</u>	<u>\$ 3,730,735</u>	<u>\$ 611,340</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Sewer Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 5,361,000	\$ 5,362,981	\$ 5,828,379	\$ 465,398
Special assessments	175,000	320,000	320,608	608
Tap in fees	950,000	886,000	1,035,222	149,222
Miscellaneous	-	-	160,153	160,153
Interest income	24,000	24,200	31,528	7,328
Total revenues	<u>6,510,000</u>	<u>6,593,181</u>	<u>7,375,890</u>	<u>782,709</u>
Expenses				
Personal services	2,565,615	2,602,155	2,263,713	338,442
Materials and supplies	579,327	796,417	412,749	383,668
Contractual services	2,053,348	2,074,699	1,402,704	671,995
Capital outlay	2,842,730	3,020,774	1,366,312	1,654,462
Other non-operating expenses	1,113,894	1,085,653	757,395	328,258
Debt service				
OPWC principal	8,460	8,460	8,451	9
Note principal	1,216,000	1,216,000	1,216,000	-
Bond principal	1,135,000	1,135,000	1,135,000	-
Interest and fiscal charges	723,000	724,200	723,319	881
Total expenses	<u>12,237,374</u>	<u>12,663,358</u>	<u>9,285,643</u>	<u>2,655,605</u>
Excess (deficiency) of revenues over expenses	<u>(5,727,374)</u>	<u>(6,070,177)</u>	<u>(1,909,753)</u>	<u>3,438,314</u>
Other financing sources (uses)				
Note proceeds	746,000	746,000	746,000	-
Total other financing sources (uses)	<u>746,000</u>	<u>746,000</u>	<u>746,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(4,981,374)</u>	<u>(5,324,177)</u>	<u>(1,163,753)</u>	<u>3,438,314</u>
Prior year encumbrances	1,763,189	1,763,189	1,763,189	-
Fund balances, beginning of year	<u>9,591,774</u>	<u>9,591,774</u>	<u>9,591,774</u>	<u>-</u>
Fund balances, end of year	<u>\$ 6,373,589</u>	<u>\$ 6,030,786</u>	<u>\$ 10,191,210</u>	<u>\$ 3,438,314</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Income Tax Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 8,600,000	\$ 7,900,000	\$ 7,912,952	\$ 12,952
Interest	5,000	5,000	6,335	1,335
Miscellaneous		-	2,463	2,463
Total revenues	<u>8,605,000</u>	<u>7,905,000</u>	<u>7,921,750</u>	<u>16,750</u>
Expenditures				
Current				
General government				
Personal services	128,210	185,050	136,457	48,593
Materials and supplies	5,752	6,832	5,126	1,706
Contractual services	270,351	270,731	238,341	32,390
Capital outlay	-	-	-	-
Other	60,765	95,865	95,332	533
Total expenditures	<u>465,078</u>	<u>558,478</u>	<u>475,256</u>	<u>83,222</u>
Excess (deficiency) of revenues over expenditures	<u>8,139,922</u>	<u>7,346,522</u>	<u>7,446,494</u>	<u>99,972</u>
Other financing sources (uses)				
Transfers-out	(8,200,000)	(8,800,000)	(8,800,000)	-
Total other financing sources (uses)	<u>(8,200,000)</u>	<u>(8,800,000)</u>	<u>(8,800,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(60,078)	(1,453,478)	(1,353,506)	99,972
Prior year encumbrances	3,438	3,438	3,438	-
Fund balances, beginning of year	<u>2,983,336</u>	<u>2,983,336</u>	<u>2,983,336</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,926,696</u>	<u>\$ 1,533,296</u>	<u>\$ 1,633,268</u>	<u>\$ 99,972</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Street Construction, Maintenance and Repair Fund (SCMR)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,149,000	\$ 1,149,000	\$ 1,242,659	\$ 93,659
Interest	200	200	900	700
Miscellaneous	1,800	1,800	3,280	1,480
Total revenues	<u>1,151,000</u>	<u>1,151,000</u>	<u>1,246,839</u>	<u>95,839</u>
Expenditures				
Current				
Streets				
Transportation				
Personal services	1,210,590	1,210,590	1,132,692	77,898
Materials and supplies	208,367	201,757	138,405	63,352
Contractual services	90,349	91,039	72,581	18,458
Capital outlay	3,665	4,585	3,840	745
Other	-	5,000	4,800	200
Traffic signals				
Materials and supplies	35,101	35,101	12,822	22,279
Total expenditures	<u>1,548,072</u>	<u>1,548,072</u>	<u>1,365,140</u>	<u>182,932</u>
Excess (deficiency) of revenues over expenditures	(397,072)	(397,072)	(118,301)	278,771
Prior year encumbrances	39,707	39,707	39,707	-
Fund balances, beginning of year	<u>358,910</u>	<u>358,910</u>	<u>358,910</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,545</u>	<u>\$ 1,545</u>	<u>\$ 280,316</u>	<u>\$ 278,771</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	State Highway Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 92,000	\$ 92,000	\$ 100,529	\$ 8,529
Interest	-	47	47	-
Total revenues	<u>92,000</u>	<u>92,047</u>	<u>100,576</u>	<u>8,529</u>
Expenditures				
Current				
Transportation				
Materials and supplies	154,000	174,000	172,424	1,576
Contractual services	20,000	-	-	-
Total expenditures	<u>174,000</u>	<u>174,000</u>	<u>172,424</u>	<u>1,576</u>
Excess (deficiency) of revenues over expenditures	(82,000)	(81,953)	(71,848)	10,105
Prior year encumbrances	12,000	12,000	12,000	-
Fund balances, beginning of year	<u>71,051</u>	<u>71,051</u>	<u>71,051</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,051</u>	<u>\$ 1,098</u>	<u>\$ 11,203</u>	<u>\$ 10,105</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Motor Vehicle License Tax Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 440,000	\$ 440,000	\$ 469,773	\$ 29,773
Interest	100	100	419	319
Miscellaneous	1,900	1,900	660	(1,240)
Total revenues	<u>442,000</u>	<u>442,000</u>	<u>470,852</u>	<u>28,852</u>
Expenditures				
Current				
Transportation				
Personal services	245,198	246,128	242,121	4,007
Materials and supplies	161,012	164,802	130,107	34,695
Contractual services	51,780	54,950	44,634	10,316
Capital outlay	59,850	54,850	53,102	1,748
Other	71,941	69,251	35,743	33,508
Debt services				
Principal	6,170	6,170	6,169	1
Total expenditures	<u>595,951</u>	<u>596,151</u>	<u>511,876</u>	<u>84,275</u>
Excess (deficiency) of revenues over expenditures	(153,951)	(154,151)	(41,024)	113,127
Prior year encumbrances	10,712	10,712	10,712	-
Fund balances, beginning of year	<u>146,084</u>	<u>146,084</u>	<u>146,084</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,845</u>	<u>\$ 2,645</u>	<u>\$ 115,772</u>	<u>\$ 113,127</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Street Levy Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 1,101,033	\$ 1,111,033	\$ 1,119,770	\$ 8,737
Intergovernmental revenue	187,000	177,000	191,359	14,359
Interest	3,003	3,003	4,373	1,370
Miscellaneous	41,697	51,697	52,016	319
Total revenues	<u>1,332,733</u>	<u>1,342,733</u>	<u>1,367,518</u>	<u>24,785</u>
Expenditures				
Current				
Transportation				
Materials and supplies	220,000	220,000	163,608	56,392
Contractual services	95,300	95,300	87,053	8,247
Capital outlay	1,781,555	1,781,555	1,106,102	675,453
Debt services				
Principal	195,410	195,410	152,542	42,868
Interest and fiscal charges	6,400	6,400	6,395	5
Total expenditures	<u>2,298,665</u>	<u>2,298,665</u>	<u>1,515,700</u>	<u>782,965</u>
Excess (deficiency) of revenues over expenditures	(965,932)	(955,932)	(148,182)	807,750
Prior year encumbrances	72,089	72,089	72,089	-
Fund balances, beginning of year	<u>1,523,639</u>	<u>1,523,639</u>	<u>1,523,639</u>	<u>-</u>
Fund balances, end of year	<u>\$ 629,796</u>	<u>\$ 639,796</u>	<u>\$ 1,447,546</u>	<u>\$ 807,750</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Surface Drainage Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 100	\$ 100	\$ 349	\$ 249
Miscellaneous	135,000	118,000	129,043	11,043
Total revenues	<u>135,100</u>	<u>118,100</u>	<u>129,392</u>	<u>11,292</u>
Expenditures				
Current				
Transportation				
Personal services	127,590	127,590	91,313	36,277
Materials and supplies	40,600	40,750	33,362	7,388
Contractual services	14,275	11,275	4,705	6,570
Capital outlay	5,500	8,350	8,163	187
Other	22,898	22,898	16,041	6,857
Debt services				
Principal	-	7,190	7,180	10
Principal	-	-	-	-
Total expenditures	<u>210,863</u>	<u>218,053</u>	<u>160,764</u>	<u>57,289</u>
Excess (deficiency) of revenues over expenditures	(75,763)	(99,953)	(31,372)	68,581
Prior year encumbrances	558	558	558	-
Fund balances, beginning of year	<u>139,297</u>	<u>139,297</u>	<u>139,297</u>	<u>-</u>
Fund balances, end of year	<u>\$ 64,092</u>	<u>\$ 39,902</u>	<u>\$ 108,483</u>	<u>\$ 68,581</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Police Levy Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 1,128,928	\$ 1,139,928	\$ 1,149,239	\$ 9,311
Intergovernmental revenue	193,000	182,000	182,141	141
Interest	200	200	390	190
Total revenues	<u>1,322,128</u>	<u>1,322,128</u>	<u>1,331,770</u>	<u>9,642</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,329,020	1,329,020	1,314,552	14,468
Contractual services	20,500	25,000	21,556	3,444
Total expenditures	<u>1,349,520</u>	<u>1,354,020</u>	<u>1,336,108</u>	<u>17,912</u>
Excess (deficiency) of revenues over expenditures	(27,392)	(31,892)	(4,338)	27,554
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>36,681</u>	<u>36,681</u>	<u>36,681</u>	-
Fund balances, end of year	<u>\$ 9,289</u>	<u>\$ 4,789</u>	<u>\$ 32,343</u>	<u>\$ 27,554</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Police Pension Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 172,902	\$ 176,902	\$ 177,358	\$ 456
Intergovernmental revenue	31,000	27,000	30,216	3,216
Interest	-	-	77	77
Total revenues	<u>203,902</u>	<u>203,902</u>	<u>207,651</u>	<u>3,749</u>
Expenditures				
Current				
Security of persons and property				
Personal services	200,000	200,000	200,000	-
Contractual services	3,300	4,300	3,512	788
Total expenditures	<u>203,300</u>	<u>204,300</u>	<u>203,512</u>	<u>788</u>
Excess (deficiency) of revenues over expenditures	602	(398)	4,139	4,537
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>8,600</u>	<u>8,600</u>	<u>8,600</u>	<u>-</u>
Fund balances, end of year	<u>\$ 9,202</u>	<u>\$ 8,202</u>	<u>\$ 12,739</u>	<u>\$ 4,537</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Law Enforcement Trust Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ -	\$ -	\$ 4	\$ 4
Miscellaneous	3,400	-	1,361	1,361
Total revenues	<u>3,400</u>	<u>-</u>	<u>1,365</u>	<u>1,365</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	600	-	-	-
Capital outlay	4,276	2,576	2,296	280
Total expenditures	<u>4,876</u>	<u>2,576</u>	<u>2,296</u>	<u>280</u>
Excess (deficiency) of revenues over expenditures	(1,476)	(2,576)	(931)	1,645
Prior year encumbrances	1,275	1,275	1,275	-
Fund balances, beginning of year	<u>1,451</u>	<u>1,451</u>	<u>1,451</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,250</u>	<u>\$ 150</u>	<u>\$ 1,795</u>	<u>\$ 1,645</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Local Law Enforcement Assistance Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ -	\$ -	\$ 30	\$ 30
Total revenues	<u>-</u>	<u>-</u>	<u>30</u>	<u>30</u>
Expenditures				
Current				
Security of persons and property				
Personal services	7,000	7,000	650	6,350
Materials and supplies	2,000	1,000	-	1,000
Other	-	1,000	569	431
Total expenditures	<u>9,000</u>	<u>9,000</u>	<u>1,219</u>	<u>7,781</u>
Excess (deficiency) of revenues over expenditures	(9,000)	(9,000)	(1,189)	7,811
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>10,757</u>	<u>10,757</u>	<u>10,757</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,757</u>	<u>\$ 1,757</u>	<u>\$ 9,568</u>	<u>\$ 7,811</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Drug Law Enforcement Trust Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 1,000	\$ 1,000	\$ 1,980	\$ 980
Interest	-	-	13	13
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>1,993</u>	<u>993</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	3,000	3,000	314	2,686
Other	200	200	-	200
Total expenditures	<u>3,200</u>	<u>3,200</u>	<u>314</u>	<u>2,886</u>
Excess (deficiency) of revenues over expenditures	(2,200)	(2,200)	1,679	3,879
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>4,070</u>	<u>4,070</u>	<u>4,070</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,870</u>	<u>\$ 1,870</u>	<u>\$ 5,749</u>	<u>\$ 3,879</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	DUI Enforcement and Education Trust Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 10,000	\$ 10,000	\$ 14,532	\$ 4,532
Interest	200	200	156	(44)
Total revenues	<u>10,200</u>	<u>10,200</u>	<u>14,688</u>	<u>4,488</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	35,000	13,880	1,287	12,593
Capital outlay	-	21,120	21,120	-
Other	5,000	5,000	-	5,000
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>22,407</u>	<u>17,593</u>
Excess (deficiency) of revenues over expenditures	(29,800)	(29,800)	(7,719)	22,081
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>63,987</u>	<u>63,987</u>	<u>63,987</u>	<u>-</u>
Fund balances, end of year	<u>\$ 34,187</u>	<u>\$ 34,187</u>	<u>\$ 56,268</u>	<u>\$ 22,081</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Clerk of Courts Computer Service Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 400	\$ 400	\$ 440	\$ 40
Miscellaneous	19,800	19,800	23,934	4,134
Total revenues	<u>20,200</u>	<u>20,200</u>	<u>24,374</u>	<u>4,174</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	8,240	7,490	5,553	1,937
Capital outlay	15,250	15,250	5,250	10,000
Other	5,647	6,397	5,837	560
Total expenditures	<u>29,137</u>	<u>29,137</u>	<u>16,640</u>	<u>12,497</u>
Excess (deficiency) of revenues over expenditures	(8,937)	(8,937)	7,734	16,671
Prior year encumbrances	147	147	147	-
Fund balances, beginning of year	<u>155,586</u>	<u>155,586</u>	<u>155,586</u>	<u>-</u>
Fund balances, end of year	<u>\$ 146,796</u>	<u>\$ 146,796</u>	<u>\$ 163,467</u>	<u>\$ 16,671</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Court Computerization Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 10,000	\$ 10,000	\$ 10,257	\$ 257
Interest	500	500	382	(118)
Total revenues	<u>10,500</u>	<u>10,500</u>	<u>10,639</u>	<u>139</u>
Expenditures				
Current				
Security of persons and property				
Capital outlay	50,000	50,000	500	49,500
Total expenditures	<u>50,000</u>	<u>50,000</u>	<u>500</u>	<u>49,500</u>
Excess (deficiency) of revenues over expenditures	(39,500)	(39,500)	10,139	49,639
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>136,251</u>	<u>136,251</u>	<u>136,251</u>	<u>-</u>
Fund balances, end of year	<u>\$ 96,751</u>	<u>\$ 96,751</u>	<u>\$ 146,390</u>	<u>\$ 49,639</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Fire Levy Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 1,100,033	\$ 1,111,033	\$ 1,119,770	\$ 8,737
Intergovernmental revenue	188,000	177,000	177,471	471
Interest	400	400	411	11
Total revenues	<u>1,288,433</u>	<u>1,288,433</u>	<u>1,298,369</u>	<u>9,936</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,291,180	1,288,580	1,266,185	22,395
Contractual services	20,000	22,600	21,003	1,597
Total expenditures	<u>1,311,180</u>	<u>1,311,180</u>	<u>1,287,188</u>	<u>23,992</u>
Excess (deficiency) of revenues over expenditures	(22,747)	(22,747)	11,181	33,928
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>24,117</u>	<u>24,117</u>	<u>24,117</u>	-
Fund balances, end of year	<u>\$ 1,370</u>	<u>\$ 1,370</u>	<u>\$ 35,298</u>	<u>\$ 33,928</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Fire Pension Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 172,902	\$ 176,902	\$ 177,358	\$ 456
Intergovernmental revenue	31,000	27,000	30,216	3,216
Interest		-	73	73
Total revenues	<u>203,902</u>	<u>203,902</u>	<u>207,647</u>	<u>3,745</u>
Expenditures				
Current				
Security of persons and property				
Personal services	220,000	220,400	220,400	-
Contractual services	3,300	3,900	3,512	388
Total expenditures	<u>223,300</u>	<u>224,300</u>	<u>223,912</u>	<u>388</u>
Excess (deficiency) of revenues over expenditures	(19,398)	(20,398)	(16,265)	4,133
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>24,274</u>	<u>24,274</u>	<u>24,274</u>	-
Fund balances, end of year	<u>\$ 4,876</u>	<u>\$ 3,876</u>	<u>\$ 8,009</u>	<u>\$ 4,133</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Paramedic Levy Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Property and other local taxes	\$ 1,013,345	\$ 1,023,345	\$ 1,031,368	\$ 8,023
Intergovernmental revenue	173,000	163,000	163,461	461
Interest	200	200	541	341
Total revenues	<u>1,186,545</u>	<u>1,186,545</u>	<u>1,195,749</u>	<u>9,204</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,144,445	1,129,210	1,092,565	36,645
Materials and supplies	30,000	23,075	13,667	9,408
Contractual services	24,206	31,506	27,409	4,097
Capital outlay	42,082	42,082	32,224	9,858
Other	22,150	40,810	14,405	26,405
Total expenditures	<u>1,262,883</u>	<u>1,266,683</u>	<u>1,180,270</u>	<u>86,413</u>
Excess (deficiency) of revenues over expenditures	(76,338)	(80,138)	15,479	95,617
Prior year encumbrances	3,110	3,110	3,110	-
Fund balances, beginning of year	<u>80,761</u>	<u>80,761</u>	<u>80,761</u>	<u>-</u>
Fund balances, end of year	<u>\$ 7,533</u>	<u>\$ 3,733</u>	<u>\$ 99,350</u>	<u>\$ 95,617</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Ambulance Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 598,000	\$ 598,000	\$ 672,349	\$ 74,349
Interest	2,000	2,000	1,277	(723)
Miscellaneous	-	-	254	254
Total revenues	<u>600,000</u>	<u>600,000</u>	<u>673,880</u>	<u>73,880</u>
Expenditures				
Current				
Security of persons and property				
Personal services	309,507	314,667	288,592	26,075
Materials and supplies	49,419	45,039	33,331	11,708
Contractual services	380,087	380,087	339,694	40,393
Capital outlay	40,182	40,182	32,224	7,958
Other	5,500	8,720	5,837	2,883
Total expenditures	<u>784,695</u>	<u>788,695</u>	<u>699,678</u>	<u>89,017</u>
Excess (deficiency) of revenues over expenditures	(184,695)	(188,695)	(25,798)	162,897
Prior year encumbrances	60,509	60,509	60,509	-
Fund balances, beginning of year	<u>400,157</u>	<u>400,157</u>	<u>400,157</u>	<u>-</u>
Fund balances, end of year	<u>\$ 275,971</u>	<u>\$ 271,971</u>	<u>\$ 434,868</u>	<u>\$ 162,897</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	State and Other Grants			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 150,000	\$ 76,825	\$ 76,825	\$ -
Total revenues	<u>150,000</u>	<u>76,825</u>	<u>76,825</u>	<u>-</u>
Expenditures				
Current				
General government				
Materials and supplies	42,947	121,772	100,665	21,107
Capital outlay	150,000	148,000	-	148,000
Total expenditures	<u>192,947</u>	<u>269,772</u>	<u>100,665</u>	<u>169,107</u>
Excess (deficiency) of revenues over expenditures	<u>(42,947)</u>	<u>(192,947)</u>	<u>(23,840)</u>	<u>169,107</u>
Other financing sources (uses)				
Advances-in	150,000	75,000	75,000	-
Total other financing sources (uses)	<u>150,000</u>	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	107,053	(117,947)	51,160	169,107
Prior year encumbrances	32,947	32,947	32,947	-
Fund balances, beginning of year	<u>108,829</u>	<u>108,829</u>	<u>108,829</u>	<u>-</u>
Fund balances, end of year	<u>\$ 248,829</u>	<u>\$ 23,829</u>	<u>\$ 192,936</u>	<u>\$ 169,107</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Federal Grants Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 540,600	\$ 438,700	\$ 424,136	\$ (14,564)
Interest	10,000	2,000	2,980	980
Total revenues	<u>550,600</u>	<u>440,700</u>	<u>427,116</u>	<u>(13,584)</u>
Expenditures				
Current				
General government				
Contractual services	608,443	576,043	504,172	71,871
Total expenditures	<u>608,443</u>	<u>576,043</u>	<u>504,172</u>	<u>71,871</u>
Excess (deficiency) of revenues over expenditures	<u>(57,843)</u>	<u>(135,343)</u>	<u>(77,056)</u>	<u>58,287</u>
Other financing sources (uses)				
Advances-in	100,000	100,000	100,000	-
Advances-out	(250,000)	(250,000)	(250,000)	-
Total other financing sources (uses)	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(207,843)	(285,343)	(227,056)	58,287
Prior year encumbrances	121,443	121,443	121,443	-
Fund balances, beginning of year	<u>222,120</u>	<u>222,120</u>	<u>222,120</u>	<u>-</u>
Fund balances, end of year	<u>\$ 135,720</u>	<u>\$ 58,220</u>	<u>\$ 116,507</u>	<u>\$ 58,287</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Cemetery Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 22,000	\$ 22,000	\$ 27,475	\$ 5,475
Interest	200	200	554	354
Total revenues	<u>22,200</u>	<u>22,200</u>	<u>28,029</u>	<u>5,829</u>
Expenditures				
Current				
Public health and welfare				
Materials and supplies	4,260	4,260	136	4,124
Contractual services	4,200	4,200	2,160	2,040
Capital outlay	2,000	2,000	-	2,000
Other	10,240	10,240	-	10,240
Total expenditures	<u>20,700</u>	<u>20,700</u>	<u>2,296</u>	<u>18,404</u>
Excess (deficiency) of revenues over expenditures	1,500	1,500	25,733	24,233
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>194,197</u>	<u>194,197</u>	<u>194,197</u>	<u>-</u>
Fund balances, end of year	<u>\$ 195,697</u>	<u>\$ 195,697</u>	<u>\$ 219,930</u>	<u>\$ 24,233</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Park and Recreation Trust Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 135,000	\$ 135,000	\$ 147,356	\$ 12,356
Interest	300	300	443	143
Total revenues	<u>135,300</u>	<u>135,300</u>	<u>147,799</u>	<u>12,499</u>
Expenditures				
Current				
Leisure time activities				
Personal services	4,310	4,310	-	4,310
Materials and supplies	29,500	28,500	19,581	8,919
Contractual services	33,659	62,959	49,001	13,958
Capital outlay	70,100	48,400	36,712	11,688
Other	72,160	65,560	44,977	20,583
Total expenditures	<u>209,729</u>	<u>209,729</u>	<u>150,271</u>	<u>59,458</u>
Excess (deficiency) of revenues over expenditures	(74,429)	(74,429)	(2,472)	71,957
Prior year encumbrances	2,499	2,499	2,499	-
Fund balances, beginning of year	<u>144,056</u>	<u>144,056</u>	<u>144,056</u>	<u>-</u>
Fund balances, end of year	<u>\$ 72,126</u>	<u>\$ 72,126</u>	<u>\$ 144,083</u>	<u>\$ 71,957</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Park and Recreation Improvement Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 50,000	\$ 50,000	\$ 55,500	\$ 5,500
Interest	100	100	587	487
Total revenues	<u>50,100</u>	<u>50,100</u>	<u>56,087</u>	<u>5,987</u>
Expenditures				
Current				
Leisure time activities				
Capital outlay	157,500	157,500	75,878	81,622
Total expenditures	<u>157,500</u>	<u>157,500</u>	<u>75,878</u>	<u>81,622</u>
Excess (deficiency) of revenues over expenditures	<u>(107,400)</u>	<u>(107,400)</u>	<u>(19,791)</u>	<u>87,609</u>
Prior year encumbrances	30,000	30,000	30,000	-
Fund balances, beginning of year	<u>162,557</u>	<u>162,557</u>	<u>162,557</u>	<u>-</u>
Fund balances, end of year	<u>\$ 85,157</u>	<u>\$ 85,157</u>	<u>\$ 172,766</u>	<u>\$ 87,609</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Senior Citizens Title III Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 12,995	\$ 12,995	\$ 15,691	\$ 2,696
Interest	5	5	16	11
Total revenues	<u>13,000</u>	<u>13,000</u>	<u>15,707</u>	<u>2,707</u>
Expenditures				
Current				
Public health and welfare				
Personal services	19,630	19,630	19,445	185
Total expenditures	<u>19,630</u>	<u>19,630</u>	<u>19,445</u>	<u>185</u>
Excess (deficiency) of revenues over expenditures	(6,630)	(6,630)	(3,738)	2,892
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>7,711</u>	<u>7,711</u>	<u>7,711</u>	-
Fund balances, end of year	<u>\$ 1,081</u>	<u>\$ 1,081</u>	<u>\$ 3,973</u>	<u>\$ 2,892</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Obligation Bond Retirement Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
TIF assessments	\$ 32,000	\$ 37,000	\$ 37,081	\$ 81
Interest	-	-	98	98
Total revenues	<u>32,000</u>	<u>37,000</u>	<u>37,179</u>	<u>179</u>
Expenditures				
Current				
General government				
Contractual services	500	500	260	240
Debt service				
Principal	20,000	20,000	20,000	-
Interest and fiscal charges	13,900	13,900	13,811	89
Total expenditures	<u>34,400</u>	<u>34,400</u>	<u>34,071</u>	<u>329</u>
Excess (deficiency) of revenues over expenditures	(2,400)	2,600	3,108	(150)
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>21,072</u>	<u>21,072</u>	<u>21,072</u>	<u>-</u>
Fund balances, end of year	<u>\$ 18,672</u>	<u>\$ 23,672</u>	<u>\$ 24,180</u>	<u>\$ 508</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Special Assessment Bond Retirement Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Special assessments	\$ 30,950	\$ 36,250	\$ 36,298	\$ 48
Interest	150	288	448	160
Total revenues	<u>31,100</u>	<u>36,538</u>	<u>36,746</u>	<u>208</u>
Expenditures				
Current				
General government				
Contractual services	1,500	1,500	1,401	99
Debt service				
Principal	30,000	30,000	30,000	-
Interest and fiscal charges	3,500	3,500	3,450	50
Total expenditures	<u>35,000</u>	<u>35,000</u>	<u>34,851</u>	<u>149</u>
Excess (deficiency) of revenues over expenditures	(3,900)	1,538	1,895	357
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>148,499</u>	<u>148,499</u>	<u>148,499</u>	<u>-</u>
Fund balances, end of year	<u>\$ 144,599</u>	<u>\$ 150,037</u>	<u>\$ 150,394</u>	<u>\$ 357</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Issue II Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,266,161	\$ 581,951	\$ 581,951	\$ -
Total revenues	<u>1,266,161</u>	<u>581,951</u>	<u>581,951</u>	<u>-</u>
Expenditures				
Capital outlay	1,266,161	581,951	581,951	-
Total expenditures	<u>1,266,161</u>	<u>581,951</u>	<u>581,951</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2013

	Self-Insurance Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 2,889,000	\$ 2,854,000	\$ 2,875,721	\$ 21,721
Interest income	1,000	1,000	2,445	1,445
Total revenues	<u>2,890,000</u>	<u>2,855,000</u>	<u>2,878,166</u>	<u>23,166</u>
Expenses				
Other operating expenses	3,352,080	3,352,079	2,893,479	458,600
Total expenses	<u>3,352,080</u>	<u>3,352,079</u>	<u>2,893,479</u>	<u>458,600</u>
Excess (deficiency) of revenues over expenses	(462,080)	(497,079)	(15,313)	481,766
Prior year encumbrances	152,079	152,079	152,079	-
Fund balances, beginning of year	<u>494,606</u>	<u>494,606</u>	<u>494,606</u>	<u>-</u>
Fund balances, end of year	<u>\$ 184,605</u>	<u>\$ 149,606</u>	<u>\$ 631,372</u>	<u>\$ 481,766</u>

## STATISTICAL SECTION

This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the City's overall financial health.

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>S 2</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources, property tax and municipal income tax.	<b>S 20</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	<b>S 29</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>S 35</b>
<b>Operating Information</b> These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	<b>S 38</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of North Ridgeville, Ohio  
Net Position by Component  
Last Ten Years  
*(Accrual Basis of Accounting)*

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Governmental activities				
Net invested in capital assets	\$ 56,320,297	\$ 54,512,935	\$ 55,632,130	\$ 56,146,937
Restricted	7,426,615	7,178,967	5,588,289	5,549,186
Unrestricted	4,764,707	4,918,035	3,748,051	2,062,727
Total governmental activities net position	<u>\$ 68,511,619</u>	<u>\$ 66,609,937</u>	<u>\$ 64,968,470</u>	<u>\$ 63,758,850</u>
Business-type activities				
Net invested in capital assets	\$ 54,445,173	\$ 50,767,163	\$ 50,366,964	\$ 50,453,768
Unrestricted	18,970,594	19,536,260	18,042,812	16,420,797
Total business-type activities net position	<u>\$ 73,415,767</u>	<u>\$ 70,303,423</u>	<u>\$ 68,409,776</u>	<u>\$ 66,874,565</u>
Primary government				
Net invested in capital assets	\$ 110,765,470	\$ 105,280,098	\$ 105,999,094	\$ 106,600,705
Restricted	7,426,615	7,178,967	5,588,289	5,549,186
Unrestricted	23,735,301	24,454,295	21,790,863	18,483,524
Total primary government net position	<u>\$ 141,927,386</u>	<u>\$ 136,913,360</u>	<u>\$ 133,378,246</u>	<u>\$ 130,633,415</u>

**Notes:**

Year 2004 has been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

Years 2010 through 2004 have been restated to reflect the effects of a prior period adjustments recorded in 2011.

2009	2008	2007	2006	2005	2004
\$ 56,582,855	\$ 57,741,872	\$ 56,744,157	\$ 53,758,265	\$ 42,063,301	\$ 35,374,469
5,577,303	5,741,588	5,789,465	4,285,461	4,442,278	3,585,061
1,729,626	2,467,150	4,514,448	5,494,491	2,765,450	1,524,578
<u>\$ 63,889,784</u>	<u>\$ 65,950,610</u>	<u>\$ 67,048,070</u>	<u>\$ 63,538,217</u>	<u>\$ 49,271,029</u>	<u>\$ 40,484,108</u>
\$ 51,390,803	\$ 50,892,182	\$ 49,678,959	\$ 48,614,828	\$ 42,496,786	\$ 37,810,231
14,866,702	17,021,198	17,859,134	17,189,627	13,386,101	12,473,264
<u>\$ 66,257,505</u>	<u>\$ 67,913,380</u>	<u>\$ 67,538,093</u>	<u>\$ 65,804,455</u>	<u>\$ 55,882,887</u>	<u>\$ 50,283,495</u>
\$ 107,973,658	\$ 108,634,054	\$ 106,423,116	\$ 102,373,093	\$ 84,560,087	\$ 73,184,700
5,577,303	5,741,588	5,789,465	4,285,461	4,442,278	3,585,061
16,596,328	19,488,348	22,373,582	22,684,118	16,151,551	13,997,842
<u>\$ 130,147,289</u>	<u>\$ 133,863,990</u>	<u>\$ 134,586,163</u>	<u>\$ 129,342,672</u>	<u>\$ 105,153,916</u>	<u>\$ 90,767,603</u>

City of North Ridgeville, Ohio  
Expenses and Program Revenues  
Last Ten Years  
(Accrual Basis of Accounting)

	2013	2012	2011	2010
<b>Expenses</b>				
Governmental activities				
Security of persons and property	\$ 11,519,069	\$ 10,673,542	\$ 9,699,133	\$ 10,462,747
Public health and welfare	470,637	442,970	550,435	425,218
Leisure time activities	513,969	417,638	390,554	377,164
Community environment	1,216,716	1,200,276	1,593,165	1,457,665
Transportation	6,712,678	5,896,752	6,125,333	5,852,535
General government	7,339,010	6,530,544	6,308,755	6,081,311
Interest	202,428	228,047	260,588	291,769
Other operating	-	-	-	-
Total governmental activities expenses	<u>27,974,507</u>	<u>25,389,769</u>	<u>24,927,963</u>	<u>24,948,409</u>
Business-type activities				
Water	3,747,642	3,903,422	3,570,377	3,543,351
Sewer	7,330,082	7,197,260	6,816,986	6,909,990
Total business-type activities expenses	<u>11,077,724</u>	<u>11,100,682</u>	<u>10,387,363</u>	<u>10,453,341</u>
Total primary government expenses	<u>\$ 39,052,231</u>	<u>\$ 36,490,451</u>	<u>\$ 35,315,326</u>	<u>\$ 35,401,750</u>
<b>Program Revenues</b>				
Governmental activities				
Charges for services and sales				
Security of persons and property	\$ 1,258,835	\$ 1,265,696	\$ 1,354,143	\$ 1,234,542
Public health and welfare	27,475	32,075	25,290	23,056
Leisure time activities	147,356	217,063	177,407	212,659
Community environment	526,937	648,048	666,022	549,313
Transportation	133,672	-	-	-
General government	4,010,888	3,653,678	2,807,739	2,518,662
Operating grants, interest and contributions	2,287,560	1,997,920	2,335,694	2,108,730
Capital grants and contributions	4,251,489	2,215,049	1,969,333	2,147,642
Total governmental activities program revenues	<u>12,644,212</u>	<u>10,029,529</u>	<u>9,335,628</u>	<u>8,794,604</u>
Business-type activities				
Charges for services				
Water	4,134,926	4,390,975	3,623,301	3,806,474
Sewer	6,610,925	6,419,890	5,836,069	5,118,206
Capital grants and contributions	3,397,850	2,136,165	2,401,753	2,050,548
Total business-type program revenues	<u>14,143,701</u>	<u>12,947,030</u>	<u>11,861,123</u>	<u>10,975,228</u>
Total primary government program revenues	<u>\$ 26,787,913</u>	<u>\$ 22,976,559</u>	<u>\$ 21,196,751</u>	<u>\$ 19,769,832</u>

**Notes:**

Year 2004 has been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

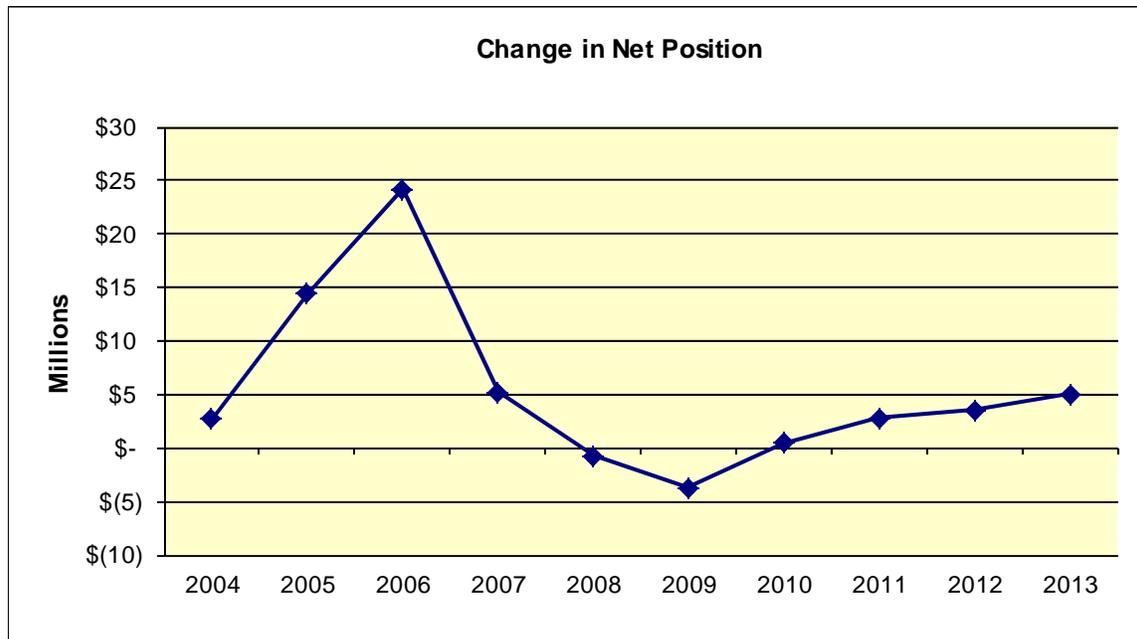
2009	2008	2007	2006	2005	2004
\$ 10,642,211	\$ 10,480,106	\$ 9,516,878	\$ 8,370,466	\$ 7,738,519	\$ 7,131,439
438,424	419,527	386,746	359,493	327,045	308,054
426,346	437,223	384,355	370,128	333,742	367,623
1,461,279	1,573,541	1,439,878	1,384,079	1,208,247	1,184,649
6,372,633	6,388,903	5,596,613	4,557,368	4,516,848	4,662,454
6,259,737	5,747,511	6,536,677	5,387,099	4,657,496	4,258,749
321,447	342,242	306,226	350,841	115,712	216,487
-	-	-	-	-	91,786
<u>25,922,077</u>	<u>25,389,053</u>	<u>24,167,373</u>	<u>20,779,474</u>	<u>18,897,609</u>	<u>18,221,241</u>
3,475,600	3,666,817	3,191,223	3,037,610	2,828,087	2,692,597
8,393,945	7,076,010	6,460,334	6,235,660	5,280,013	5,228,421
<u>11,869,545</u>	<u>10,742,827</u>	<u>9,651,557</u>	<u>9,273,270</u>	<u>8,108,100</u>	<u>7,921,018</u>
<u>\$ 37,791,622</u>	<u>\$ 36,131,880</u>	<u>\$ 33,818,930</u>	<u>\$ 30,052,744</u>	<u>\$ 27,005,709</u>	<u>\$ 26,142,259</u>
\$ 1,261,613	\$ 1,171,193	\$ 1,162,188	\$ 343,127	\$ 862,359	\$ 156,765
27,025	26,360	17,175	46,300	22,240	22,539
195,285	209,039	207,239	195,385	239,182	214,191
608,846	438,324	532,004	732,977	908,381	682,472
-	145,633	187,366	234,274	355,950	966,005
2,484,044	2,058,316	2,225,313	2,064,207	1,432,699	1,440,833
2,258,787	2,084,047	2,741,773	2,283,095	2,228,487	1,661,075
1,870,334	2,378,816	5,512,773	13,670,417	8,418,961	1,707,417
<u>8,705,934</u>	<u>8,511,728</u>	<u>12,585,831</u>	<u>19,569,782</u>	<u>14,468,259</u>	<u>6,851,297</u>
3,181,204	2,876,563	2,851,335	2,712,571	2,897,841	2,377,185
4,619,780	4,769,719	4,766,393	4,148,040	4,322,741	3,727,977
2,159,513	3,004,039	3,003,730	11,545,108	5,956,054	3,606,568
<u>9,960,497</u>	<u>10,650,321</u>	<u>10,621,458</u>	<u>18,405,719</u>	<u>13,176,636</u>	<u>9,711,730</u>
<u>\$ 18,666,431</u>	<u>\$ 19,162,049</u>	<u>\$ 23,207,289</u>	<u>\$ 37,975,501</u>	<u>\$ 27,644,895</u>	<u>\$ 16,563,027</u>

City of North Ridgeville, Ohio  
 Net (Expense) / Revenue, General Revenues and Total Change in Net Position  
 Last Ten Years  
 (Accrual Basis of Accounting)

	2013	2012	2011	2010
Net (expense) / revenue				
Governmental activities	\$ (15,330,295)	\$ (15,360,240)	\$ (15,592,335)	\$ (16,153,805)
Business-type activities	3,065,977	1,846,348	1,473,760	521,887
Total primary government net (expense) revenue	<u>(12,264,318)</u>	<u>(13,513,892)</u>	<u>(14,118,575)</u>	<u>(15,631,918)</u>
General revenues and other changes in net position				
Governmental activities				
Taxes				
Property taxes	5,773,926	6,259,876	6,149,178	5,724,638
Municipal income taxes	9,361,252	8,658,855	8,532,862	7,668,674
Unrestricted grants and entitlements	1,671,379	1,898,510	1,606,460	2,310,187
Investment earnings	34,563	28,482	36,882	56,592
Miscellaneous	390,857	155,984	476,573	262,780
Total governmental activities	<u>17,231,977</u>	<u>17,001,707</u>	<u>16,801,955</u>	<u>16,022,871</u>
Business-type activities				
Investment earnings	46,367	47,299	61,451	95,173
Miscellaneous	-	-	-	-
Total business-type activities	<u>46,367</u>	<u>47,299</u>	<u>61,451</u>	<u>95,173</u>
Change in net position				
Governmental activities	1,901,682	1,641,467	1,209,620	(130,934)
Business-type activities	3,112,344	1,893,647	1,535,211	617,060
Total primary government	<u>\$ 5,014,026</u>	<u>\$ 3,535,114</u>	<u>\$ 2,744,831</u>	<u>\$ 486,126</u>

**Notes:**

Year 2004 has been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.



2009	2008	2007	2006	2005	2004
\$ (17,216,143)	\$ (16,877,325)	\$ (11,581,542)	\$ (1,209,692)	\$ (4,429,350)	\$ (11,369,944)
(1,909,048)	(92,506)	969,901	9,132,449	5,068,536	1,790,712
<u>(19,125,191)</u>	<u>(16,969,831)</u>	<u>(10,611,641)</u>	<u>7,922,757</u>	<u>639,186</u>	<u>(9,579,232)</u>
5,254,735	5,345,345	5,428,764	5,836,564	4,487,783	3,853,427
7,454,586	7,846,955	7,414,000	7,820,157	7,553,084	6,769,677
1,968,859	2,208,505	1,370,833	1,262,355	805,251	1,314,266
184,515	339,232	606,740	476,316	220,114	66,669
292,622	39,828	271,058	81,488	150,039	-
<u>15,155,317</u>	<u>15,779,865</u>	<u>15,091,395</u>	<u>15,476,880</u>	<u>13,216,271</u>	<u>12,004,039</u>
253,173	467,793	763,737	789,119	509,592	233,774
-	-	-	-	21,264	1,115
<u>253,173</u>	<u>467,793</u>	<u>763,737</u>	<u>789,119</u>	<u>530,856</u>	<u>234,889</u>
(2,060,826)	(1,097,460)	3,509,853	14,267,188	8,786,921	634,095
(1,655,875)	375,287	1,733,638	9,921,568	5,599,392	2,025,601
<u>\$ (3,716,701)</u>	<u>\$ (722,173)</u>	<u>\$ 5,243,491</u>	<u>\$ 24,188,756</u>	<u>\$ 14,386,313</u>	<u>\$ 2,659,696</u>

City of North Ridgeville, Ohio  
Program Revenues by Function / Program  
Last Ten Years  
*(Accrual Basis of Accounting)*

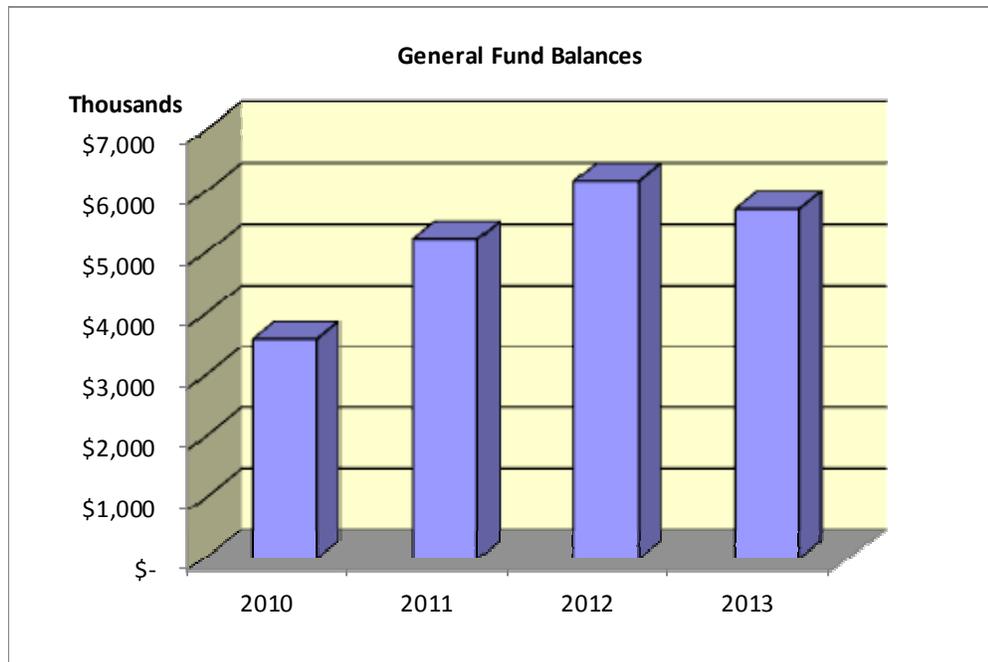
Function / program	2013	2012	2011	2010
Governmental activities				
Security of persons and property	\$ 1,308,419	\$ 1,540,620	\$ 1,354,143	\$ 1,340,100
Public health and welfare	43,470	47,013	42,923	54,365
Leisure time activities	215,356	217,063	227,457	265,066
Community environment	918,601	843,403	1,159,054	794,764
Transportation	6,147,478	3,704,102	3,618,949	3,688,501
General government	4,010,888	3,677,328	2,933,102	2,651,808
Total governmental activities	<u>12,644,212</u>	<u>10,029,529</u>	<u>9,335,628</u>	<u>8,794,604</u>
Business-type activities				
Water	5,421,467	4,809,743	4,367,670	4,252,962
Sewer	8,722,234	8,137,287	7,493,453	6,722,266
Total business-type activities	<u>14,143,701</u>	<u>12,947,030</u>	<u>11,861,123</u>	<u>10,975,228</u>
Total primary government	<u>\$ 26,787,913</u>	<u>\$ 22,976,559</u>	<u>\$ 21,196,751</u>	<u>\$ 19,769,832</u>

2009	2008	2007	2006	2005	2004
\$ 1,277,284	\$ 1,190,283	\$ 1,756,233	\$ 824,129	\$ 919,120	\$ 163,550
58,509	57,905	50,341	122,541	122,017	22,539
253,628	209,039	217,239	210,635	260,432	214,191
896,070	704,186	812,869	974,345	1,191,056	682,472
3,621,598	4,150,573	7,418,615	15,254,364	10,412,894	3,724,165
2,598,845	2,199,742	2,330,534	2,183,768	1,562,740	2,044,380
<u>8,705,934</u>	<u>8,511,728</u>	<u>12,585,831</u>	<u>19,569,782</u>	<u>14,468,259</u>	<u>6,851,297</u>
3,643,556	3,488,591	3,804,511	4,916,004	4,871,313	3,646,274
6,316,941	7,161,730	6,816,947	13,489,715	8,305,323	6,065,456
<u>9,960,497</u>	<u>10,650,321</u>	<u>10,621,458</u>	<u>18,405,719</u>	<u>13,176,636</u>	<u>9,711,730</u>
<u>\$ 18,666,431</u>	<u>\$ 19,162,049</u>	<u>\$ 23,207,289</u>	<u>\$ 37,975,501</u>	<u>\$ 27,644,895</u>	<u>\$ 16,563,027</u>

City of North Ridgeville, Ohio  
 Governmental Funds Fund Balances  
 Last Four Years  
 (Modified Accrual Basis of Accounting)

	2013	2012	2011	2010
General Fund				
Nonspendable	\$ 53,300	\$ 44,700	\$ 45,500	\$ 46,200
Committed	450,425	525,940	449,432	315,132
Assigned	1,763,702	3,083,563	75,088	76,639
Unassigned	3,456,125	2,537,627	4,678,328	3,172,829
Total general fund	<u>\$ 5,723,552</u>	<u>\$ 6,191,830</u>	<u>\$ 5,248,348</u>	<u>\$ 3,610,800</u>
All Other Governmental Funds				
Nonspendable	\$ 4,900	\$ 5,000	\$ -	\$ -
Restricted	5,479,499	5,329,506	3,948,918	3,884,216
Unassigned	(150,701)	(78,576)	(25,720)	(152,058)
Total all other governmental funds	<u>\$ 5,333,698</u>	<u>\$ 5,255,930</u>	<u>\$ 3,923,198</u>	<u>\$ 3,732,158</u>

The City implemented GASB Statement No. 54 in 2011.

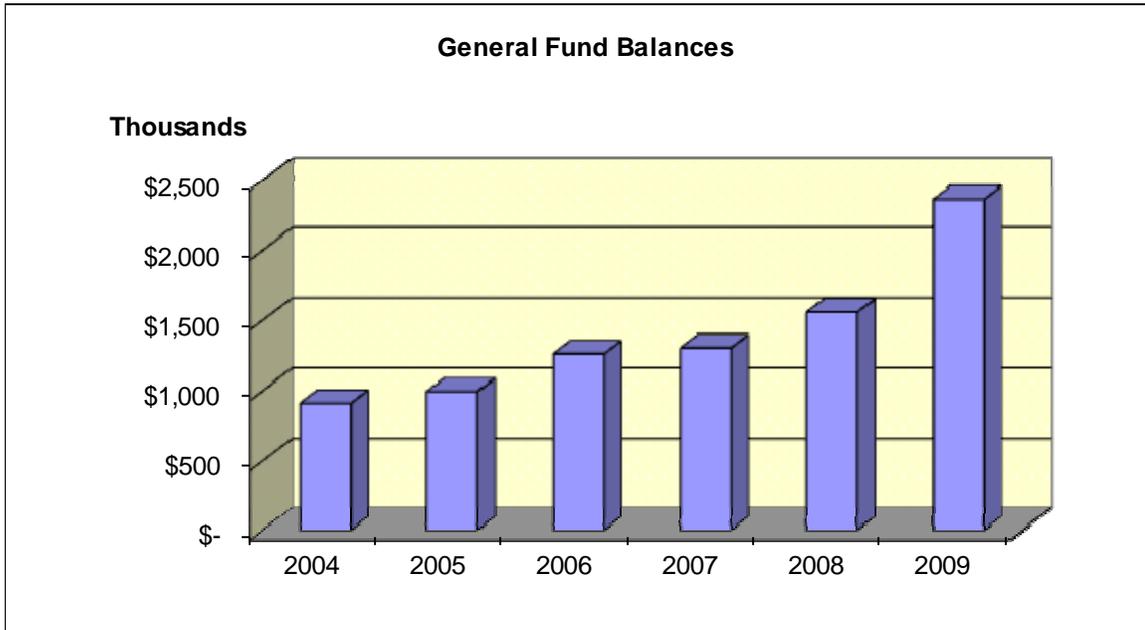


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City of North Ridgeville, Ohio  
 Governmental Funds Fund Balances  
 Last Six Years  
 (Modified Accrual Basis of Accounting)

	2009	2008	2007	2006
General Fund				
Reserved	\$ 124,217	\$ 463,552	\$ 187,828	\$ 341,046
Unreserved	2,241,155	1,097,996	1,119,230	923,655
Total general fund	<u>\$ 2,365,372</u>	<u>\$ 1,561,548</u>	<u>\$ 1,307,058</u>	<u>\$ 1,264,701</u>
All Other Governmental Funds				
Reserved	\$ 747,984	\$ 1,594,856	\$ 1,164,915	\$ 364,948
Unreserved, reported in				
Special revenue funds	3,975,247	4,939,999	5,779,872	5,081,969
Debt service funds	260,354	235,307	355,320	380,859
Capital projects funds	655,911	677,112	295,657	(744,205)
Total all other governmental funds	<u>\$ 5,639,496</u>	<u>\$ 7,447,274</u>	<u>\$ 7,595,764</u>	<u>\$ 5,083,571</u>

The City implemented GASB Statement No. 54 in 2011.



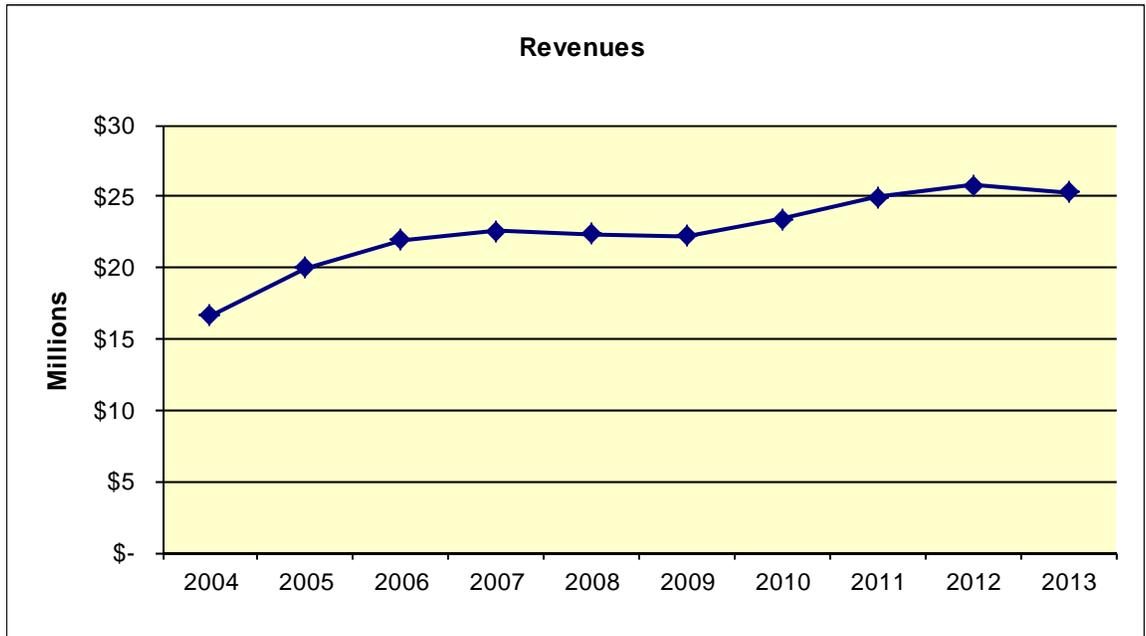
2005	2004
\$ 180,941	\$ 212,814
815,181	699,322
<u>\$ 996,122</u>	<u>\$ 912,136</u>
\$ 210,522	\$ 546,831
4,406,893	3,061,846
366,452	397,025
(1,625,747)	(545,039)
<u>\$ 3,358,120</u>	<u>\$ 3,460,663</u>

City of North Ridgeville, Ohio  
 Governmental Fund Type – Revenues by Source  
 Last Ten Years  
 (Modified Accrual Basis of Accounting)

	2013	2012	2011	2010
Local taxes				
Municipal income tax	\$ 8,756,652	\$ 8,413,555	\$ 8,302,962	\$ 7,751,774
Property and other taxes	5,800,626	6,217,776	6,157,278	5,548,740
Intergovernmental	4,165,196	5,153,476	4,892,507	5,205,123
Special assessments	73,379	145,424	148,018	134,140
Charges for services	3,989,115	3,681,698	3,111,124	2,971,112
Fines, licenses and permits	1,168,167	1,301,110	1,250,793	1,130,994
Interest	32,118	27,190	35,289	54,518
Miscellaneous	1,298,809	862,307	1,074,511	636,266
	<u>\$ 25,284,062</u>	<u>\$ 25,802,536</u>	<u>\$ 24,972,482</u>	<u>\$ 23,432,667</u>

Table includes all Governmental Funds

Source: City financial records



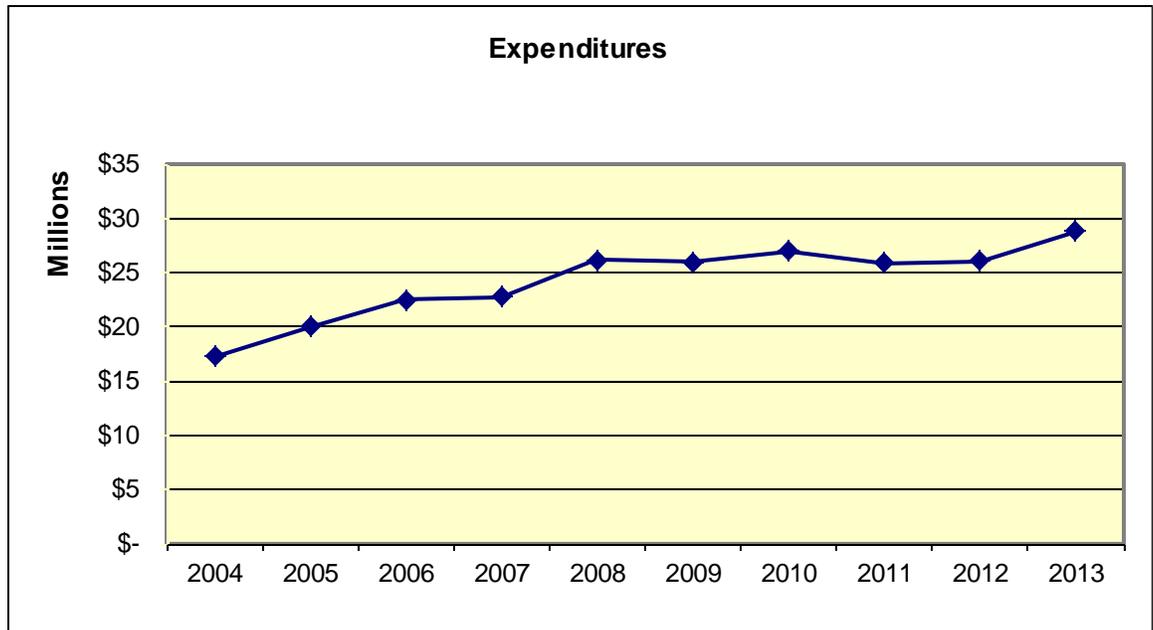
2009	2008	2007	2006	2005	2004
\$ 7,463,586	\$ 7,831,255	\$ 7,556,100	\$ 7,425,057	\$ 7,130,884	\$ 6,435,424
5,321,267	5,436,726	5,416,244	5,824,766	4,297,023	3,865,599
4,360,187	4,525,151	4,397,154	4,568,749	4,296,452	2,846,164
138,119	34,417	34,786	32,843	36,703	45,789
2,836,288	2,238,452	2,148,785	1,647,512	1,562,487	1,476,481
1,103,493	1,119,558	1,422,928	918,930	1,243,039	987,145
176,180	311,718	547,648	429,930	205,070	67,111
795,385	834,266	1,013,344	1,111,073	1,185,464	883,304
<u>\$ 22,194,505</u>	<u>\$ 22,331,543</u>	<u>\$ 22,536,989</u>	<u>\$ 21,958,860</u>	<u>\$ 19,957,122</u>	<u>\$ 16,607,017</u>

City of North Ridgeville, Ohio  
 Governmental Fund Type – Expenditures by Function  
 Last Ten Years  
 (Modified Accrual Basis of Accounting)

	2013	2012	2011	2010
Current				
Security of persons and property	\$ 11,229,544	\$ 10,568,473	\$ 9,949,831	\$ 10,335,970
Public health and welfare	436,974	399,957	415,087	430,594
Leisure time activities	495,055	391,488	368,566	392,533
Community environment	1,213,350	1,171,310	1,389,032	1,465,810
Transportation	3,407,797	2,686,807	2,803,235	3,015,750
General government	7,095,314	6,253,077	6,567,369	6,438,189
Capital outlay	1,658,934	1,297,825	689,698	1,255,751
Debt service				
Principal	3,056,891	3,016,891	3,389,265	3,357,177
Capital lease	58,575	24,707	22,879	3,315
Interest and fiscal charges	206,928	231,647	262,988	304,569
	<u>\$ 28,859,362</u>	<u>\$ 26,042,182</u>	<u>\$ 25,857,950</u>	<u>\$ 26,999,658</u>
 Debt service as a percentage of noncapital expenditures	<u>14.86%</u>	<u>14.12%</u>	<u>16.25%</u>	<u>15.83%</u>

Table includes all Governmental Funds.

Source: City financial records



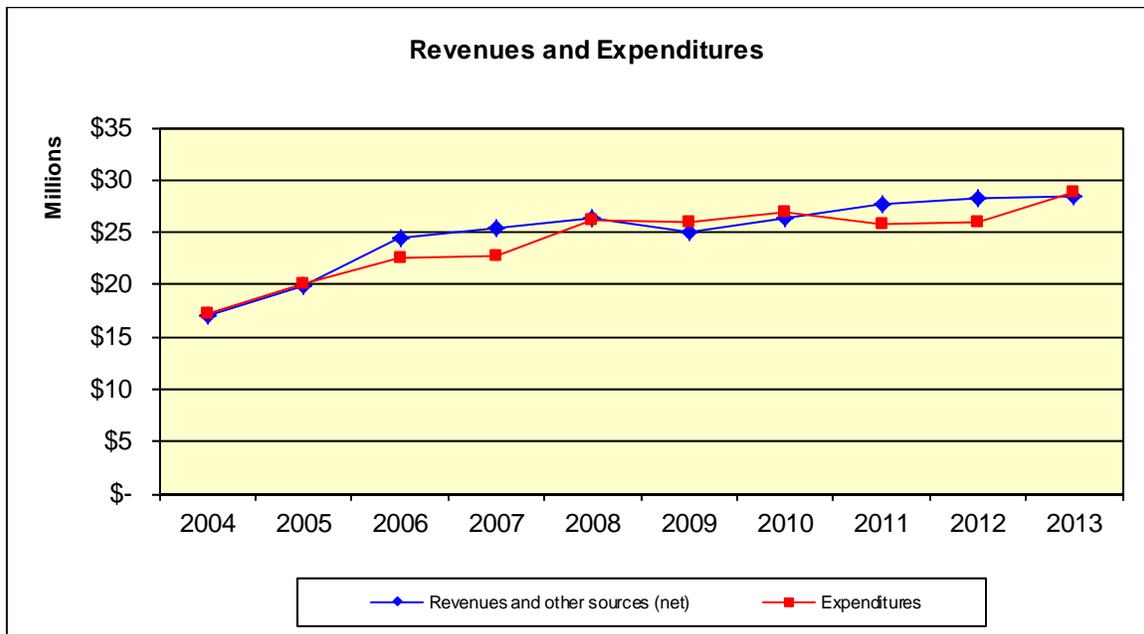
2009	2008	2007	2006	2005	2004
\$ 10,199,689	\$ 9,781,279	\$ 9,300,795	\$ 8,498,652	\$ 7,905,210	\$ 6,989,755
407,022	381,739	363,761	350,511	325,223	296,422
480,346	486,700	501,847	361,135	301,098	335,089
1,469,339	1,573,541	1,445,378	1,542,750	1,244,413	1,204,651
2,370,534	2,533,352	2,580,163	3,166,563	3,188,942	1,874,993
6,034,750	5,561,610	5,744,122	5,282,896	4,831,549	4,103,322
3,677,460	1,925,852	1,511,396	2,248,312	943,131	635,548
1,016,177	3,564,928	1,039,594	684,269	1,056,000	1,555,000
-	-	-	-	-	68,987
303,247	371,542	263,526	345,742	180,113	228,029
<u>\$ 25,958,564</u>	<u>\$ 26,180,543</u>	<u>\$ 22,750,582</u>	<u>\$ 22,480,830</u>	<u>\$ 19,975,679</u>	<u>\$ 17,291,796</u>
<u>6.50%</u>	<u>18.19%</u>	<u>8.65%</u>	<u>17.82%</u>	<u>11.88%</u>	<u>12.37%</u>

City of North Ridgeville, Ohio  
 Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds  
 Last Ten Years  
 (Modified Accrual Basis of Accounting)

	2013	2012	2011	2010
Excess of revenues over (under) expenditures	\$ (3,575,300)	\$ (239,646)	\$ (885,468)	\$ (3,566,991)
Other financing sources (uses)				
Transfers in	1,445,000	1,125,000	1,050,000	6,650,000
Transfers out	(1,445,000)	(1,125,000)	(1,050,000)	(6,650,000)
Proceeds from capital lease	139,361	-	-	107,381
Issuance of notes and loans	3,045,429	2,515,860	2,714,056	2,797,700
Issuance of bonds	-	-	-	-
Premium on note issue	-	-	-	-
Total other financing sources (uses)	<u>3,184,790</u>	<u>2,515,860</u>	<u>2,714,056</u>	<u>2,905,081</u>
Net change in fund balances	<u>\$ (390,510)</u>	<u>\$ 2,276,214</u>	<u>\$ 1,828,588</u>	<u>\$ (661,910)</u>

Table includes all Governmental Funds

Source: City financial records



2009	2008	2007	2006	2005	2004
\$ (3,764,059)	\$ (3,849,000)	\$ (213,593)	\$ (521,970)	\$ (18,557)	\$ (684,779)
8,800,000	7,600,000	7,732,021	7,122,244	6,362,495	6,542,922
(8,800,000)	(7,600,000)	(7,732,021)	(7,122,244)	(6,362,495)	(6,542,922)
-	-	-	-	-	-
2,755,680	50,000	2,768,143	-	-	396,000
-	3,905,000	-	2,516,000	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,425	-	-	-	-	-
<u>2,760,105</u>	<u>3,955,000</u>	<u>2,768,143</u>	<u>2,516,000</u>	<u>-</u>	<u>396,000</u>
\$ (1,003,954)	\$ 106,000	\$ 2,554,550	\$ 1,994,030	\$ (18,557)	\$ (288,779)

City of North Ridgeville, Ohio  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Years

Collection Year	Real Property		Public Utility Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value (3)
2013	\$ 667,660,670	\$ 1,907,601,914	\$ 12,012,660	\$ 13,650,750	\$ - (4)	\$ -
2012	720,626,020	2,058,931,485	10,994,850	12,494,148	- (4)	-
2011	708,492,680	2,024,264,800	10,455,350	11,881,080	- (4)	-
2010	693,460,692	1,981,316,263	9,801,290	11,137,830	555,529 (4)	2,222,116
2009	711,641,722	2,033,262,063	9,364,430	10,641,398	591,014 (4)	2,364,056
2008	682,070,410	1,948,772,600	9,167,490	10,417,602	5,976,264 (4)	23,905,056
2007	647,273,940	1,849,354,114	12,382,300	14,070,795	12,133,626 (4)	48,534,504
2006	556,194,190	1,589,126,257	12,533,180	14,242,250	16,798,433 (4)	67,193,732
2005	516,494,650	1,475,699,000	13,397,310	15,224,216	27,187,114	108,748,456
2004	479,530,600	1,370,087,429	13,468,230	15,304,807	25,708,440	102,833,760

Source: Lorain County Auditor maintained by the County Auditor.

- (1) This amount is calculated based upon an assessed value of 35 percent of actual value.
- (2) This amount is calculated based upon the current assessed value of 88 percent of actual value.
- (3) The amount is calculated based upon an assessed value of 25 percent of actual value.
- (4) Decrease is due to effect of State legislation enacted in June 2005 w hich phases out over four years from 2006 to 2009 the taxation of personal property. Tangible personal property value in 2009 and 2010 consisted of telephone communications tangible personal property at reduced values.

Total		
Assessed Value	Estimated Actual Value	Total Direct Tax Rate
\$ 679,673,330	\$ 1,921,252,664	\$ 11.71
731,620,870	2,071,425,633	11.71
718,948,030	2,036,145,880	11.71
703,817,511	1,994,676,209	11.71
721,597,166	2,046,267,517	11.71
697,214,164	1,983,095,258	11.95
671,789,866	1,911,959,413	12.06
585,525,803	1,670,562,239	12.36
557,079,074	1,599,671,672	12.56
518,707,270	1,488,225,996	12.36

City of North Ridgeville, Ohio  
Property Tax Rates – Direct and Overlapping Governments  
(Per \$ 1,000 of Assessed Valuation)  
Last Ten Years

Collection Year	City of North Ridgeville					Total Direct Tax Rate
	General Fund		Special Revenue Funds	Debt Service Fund	Agency Fund (2)	
2013	\$ 1.70	(1)	\$ 8.10	-	\$ 1.91	\$ 11.71
2012	1.70	(1)	8.10	-	1.91	11.71
2011	1.70	(1)	8.10	-	1.91	11.71
2010	1.70	(1)	8.10	-	1.91	11.71
2009	1.70	(1)	8.10	-	1.91	11.71
2008	1.70	(1)	8.10	0.24	1.91	11.95
2007	1.70	(1)	8.10	0.35	1.91	12.06
2006	1.70	(1)	8.10	0.65	1.91	12.36
2005	1.70	(1)	8.30	0.65	1.91	12.56
2004	1.70	(1)	8.55	0.65	1.46	12.36

Source: County Auditor, Lorain County, Ohio

(1) Includes .28 for health previously included with Special revenue funds.

(2) Includes 1.91 in 2005 and later years, and 1.46 in 2000 through 2004 collected and remitted to the Lorain Public Library System.

North Ridgeville City School District	Lorain County	Lorain County Board of Health	Lorain County Joint Vocational School	Total Direct and Overlapping Governments
\$ 51.90	\$ 12.65	\$ 1.00	\$ 2.45	\$ 79.71
44.63	13.69	1.00	2.45	73.48
44.79	13.69	1.00	2.45	73.64
42.19	13.39	1.00	2.45	70.74
42.01	13.39	1.00	2.45	70.56
42.28	13.39	1.00	2.45	71.07
42.62	13.49	1.00	2.45	71.62
43.92	13.49	1.00	2.45	73.22
44.04	13.19	1.00	2.45	73.24
44.79	12.89	1.00	2.45	73.49

City of North Ridgeville, Ohio  
Principal Taxpayers – Real Property Taxpayers  
As of December 31, 2013 and December 31, 2004

December 31, 2013			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
R. W. Beckett Corp.	Manufacturer	\$ 5,475,020	0.78%
Rini Realty Company	Commercial retail property	3,455,260	0.49%
Ridgeville Two, LLC	Apartment complex	2,807,150	0.40%
Ridgeville One LLC	Apartment complex	2,565,610	0.37%
Invacare Corporation	Manufacturer	1,743,980	0.25%
Lake Ridge Holdings Ltd.	Education	1,538,910	0.22%
Galileo North Ridgeville LLC	Commercial retail developer	1,510,290	0.22%
Talan Limited Liability Company	Animal clinic facility	1,356,500	0.19%
Comprehensive Health Care of Ohio Inc.	Hospital Management	1,239,040	0.18%
Providence Square LLC	Commercial developer	1,210,900	0.17%

December 31, 2004			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
FJD Properties LLC	Residential land developer	\$ 2,979,810	0.57%
R. W. Beckett Corp.	Manufacturer	2,728,540	0.53%
Rini Realty Company	Commercial retail property	2,003,330	0.39%
Invacare	Manufacturer	1,838,880	0.35%
Oster Construction	Residential construction	1,799,360	0.35%
Bob Schmitt Homes Inc.	Residential developer	1,775,710	0.34%
Sugar Chestnut LLC	Residential land developer	1,624,090	0.31%
All Purpose Construction	Residential construction	1,309,870	0.25%
Lake Ridge Holdings Ltd	Nursing home	1,292,740	0.25%
North Ridge Plaza	Commercial retail property	1,046,720	0.20%

Source: County Auditor, Lorain County, Ohio

City of North Ridgeville, Ohio  
Principal Taxpayers – Public Utility  
As of December 31, 2013 and December 31, 2003

December 31, 2013			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
Ohio Edison Company (a)	Electric	\$ 7,167,770	1.02%
Columbia Gas of Ohio Inc.	Natural gas	2,333,420	0.33%
Cleveland Electric Illuminating Company (a)	Electric	1,658,160	0.24%
American Transmission Systems, Inc. (a)	Electric	885,310	0.13%
Columbia Gas Transmission	Natural gas	673,760	0.10%

December 31, 2004			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
Ohio Edison Company (a)	Electric	\$ 4,438,730	0.86%
Alltel Ohio	Communications	2,961,470	0.57%
Cleveland Electric Illuminating Company (a)	Electric	1,208,340	0.23%
Columbia Gas of Ohio Inc.	Natural gas	918,760	0.18%
Columbia Gas Transmission	Natural gas	885,980	0.17%
American Transmission	Natural gas	877,120	0.17%

Source: County Auditor, Lorain County, Ohio

(a) Subsidiary of First Energy Corp.

City of North Ridgeville, Ohio  
Property Tax Levies and Collections (Real and Public Utilities)  
Last Ten Years

Collection Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections (1)	Total Tax Collections (2)	Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
2013	\$ 6,647,588	\$ 6,471,411	97.3%	\$ 215,735	\$ 6,687,146	100.6%	\$ 364,650	5.5%
2012	7,161,094	6,964,397	97.3%	184,262	7,148,659	99.8%	391,521	5.5%
2011	7,036,233	6,829,000	97.1%	226,828	7,055,828	100.3%	348,873	5.0%
2010	6,375,809	6,126,811	96.1%	230,945	6,357,756	99.7%	310,830	4.9%
2009	6,119,564	5,919,822	96.7%	171,653	6,091,475	99.5%	323,540	5.3%
2008	6,104,669	5,908,865	96.8%	175,465	6,084,330	99.7%	299,019	4.9%
2007	5,925,618	5,730,229	96.7%	170,252	5,900,481	99.6%	286,280	4.8%
2006	5,849,709	5,672,994	97.0%	142,129	5,815,123	99.4%	256,930	4.4%
2005	4,074,073	3,963,648	97.3%	105,337	4,068,985	99.9%	236,931	5.8%
2004	3,559,024	3,456,740	97.1%	102,848	3,559,588	100.0%	150,257	4.2%

(1) The County does not identify delinquent collections by the year for which the tax was levied.

(2) Total collections includes prior year delinquencies collected in current year.

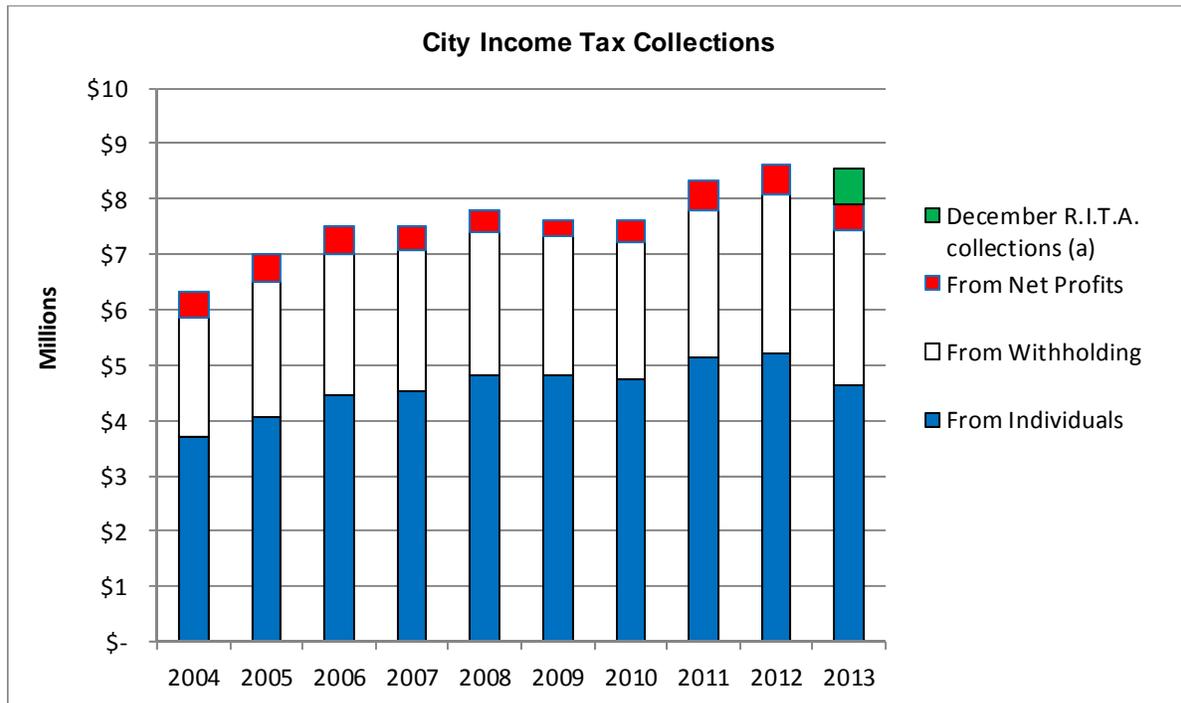
City of North Ridgeville, Ohio  
City Income Tax Collections  
Last Ten Years  
*(Cash Basis of Accounting)*

Collection Year	Total Taxes Collected	From Individuals		From Withholding		From Net Profits	
		\$	%	\$	%	\$	%
2013 (a)	\$ 7,912,952	\$ 4,616,665	58.3%	\$ 2,812,844	35.5%	\$ 483,443	6.1%
2012	8,622,855	5,222,599	60.6%	2,854,160	33.1%	546,096	6.3%
2011	8,326,062	5,149,286	61.8%	2,660,559	32.0%	516,217	6.2%
2010	7,619,773	4,737,423	62.2%	2,492,438	32.7%	389,912	5.1%
2009	7,614,912	4,810,724	63.2%	2,519,471	33.1%	284,717	3.7%
2008	7,792,580	4,800,969	61.6%	2,617,135	33.6%	374,476	4.8%
2007	7,501,200	4,544,205	60.6%	2,533,997	33.8%	422,998	5.6%
2006	7,502,057	4,455,220	59.4%	2,547,098	34.0%	499,739	6.7%
2005	7,001,723	4,076,610	58.2%	2,423,650	34.6%	501,463	7.2%
2004	6,327,109	3,686,983	58.3%	2,168,591	34.3%	471,535	7.5%

Note: The City's income tax rate is 1%

Source: City Income Tax Department

(a) - Effective January 1, 2013, the City engaged the Regional Income Tax Agency (R.I.T.A.) a regional council of governments, to collect the City's municipal income taxes. Taxes collected by R.I.T.A. are submitted to the City the month following collection. December 2013 collections of \$ 651,439 were submitted to the City in January 2014, resulting in the comparison disparity.



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City of North Ridgeville, Ohio  
Ratio of Outstanding Debt by Type  
Last Ten Years

Fiscal Year	Governmental Activities						Total Governmental Activities
	Bond	General	Special	Ohio	Capital	Loan	
	Anticipation Notes	Obligation Bonds	Assessment Bonds	Public Works Loans	Lease	Payable	
2013	\$ 2,541,000	\$ 3,310,000	\$ 60,000	\$ 1,282,243	\$ 137,266	\$ 420,000	\$ 7,750,509
2012	2,421,000	3,785,000	90,000	848,705	56,480	480,000	7,681,185
2011	2,396,000	4,250,000	115,000	919,596	81,187	445,140	8,206,923
2010	2,546,000	4,950,000	140,000	683,565	104,066	481,380	8,905,011
2009	2,526,000	5,700,000	165,000	739,742	-	229,680	9,360,422
2008	-	6,635,000	190,000	795,919	-	-	7,620,919
2007	2,630,000	3,736,000	214,000	800,847	-	-	7,380,847
2006	1,300,000	4,708,000	238,000	556,298	-	-	6,802,298
2005	1,730,000	2,812,000	263,000	595,567	-	-	5,400,567
2004	1,211,000	3,447,000	288,000	634,837	-	-	5,580,837

Fiscal Year	Business-type Activities							Total Business-type Activities
	Bond	General	Special	Ohio	Capital	Ohio Water	Water Rights	
	Anticipation Notes	Obligation Bonds	Assessment Bonds	Public Works Loans	Lease	Development Authority Loan	ETL-2 Loan	
2013	\$ 964,000	\$ 15,340,000	\$ 1,855,000	\$ 54,929	\$ 30,227	\$ 1,463,080	\$ 682,772	\$ 20,390,008
2012	1,434,000	16,885,000	1,960,000	63,680	3,155	1,614,500	709,593	22,669,928
2011	1,659,000	18,370,000	2,060,000	71,831	4,536	1,759,840	735,418	24,660,625
2010	524,000	19,805,000	2,155,000	80,282	5,815	1,899,345	760,284	25,229,726
2009	299,000	21,185,000	2,245,000	88,733	-	2,033,249	782,265	26,633,247
2008	-	22,510,000	2,335,000	97,184	-	2,161,777	782,265	27,886,226
2007	1,200,000	15,270,000	2,420,000	105,635	-	2,285,145	-	21,280,780
2006	-	16,105,682	2,498,318	114,086	-	2,403,560	-	21,121,646
2005	13,825,000	7,835,000	-	122,537	-	2,517,220	-	24,299,757
2004	16,984,000	8,360,000	-	130,988	-	2,626,317	-	28,101,305

Fiscal Year	Total Primary Government	Percentage of Personal Income (a)	Amount Per Capita (a)
2013	\$ 28,140,517	3.53%	\$ 955
2012	30,351,113	3.81%	1,030
2011	32,867,548	4.13%	1,115
2010	34,134,737	4.28%	1,158
2009	35,993,669	7.01%	1,611
2008	35,507,145	6.92%	1,590
2007	28,661,627	5.59%	1,283
2006	27,923,944	5.44%	1,250
2005	29,700,324	5.79%	1,330
2004	33,682,142	6.56%	1,508

(a) See schedule of Demographic Statistics for personal income and population data S 35.

Source: City financial records.

City of North Ridgeville, Ohio  
Ratio of Net General Obligation Bond Debt to Assessed Value  
And Net General Obligation Bonded Debt per Capita  
Last Ten Years

Year	Gross Debt Value (1)	Debt Service Funds Available	Net Bonded Debt	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Bonded Debt Per capita
2013	\$ 18,650,000	\$ 24,180	\$ 18,625,820	\$ 679,673,330	29,465	2.74%	\$ 632
2012	20,670,000	21,072	20,648,928	731,620,870	29,465	2.82%	701
2011	22,620,000	94,952	22,525,048	718,948,030	29,465	3.13%	764
2010	24,755,000	189,632	24,565,368	703,817,511	29,465	3.49%	834
2009	26,885,000	121,584	26,763,416	721,597,166	22,338	3.71%	1,198
2008	19,006,000	107,649	18,898,351	697,214,164	22,338	2.71%	846
2007	19,006,000	141,325	18,864,675	671,789,866	22,338	2.81%	845
2006	20,813,682	223,329	20,590,353	587,531,586	22,338	3.50%	922
2005	10,647,000	196,350	10,450,650	557,079,074	22,338	1.88%	468
2004	11,807,000	223,517	11,583,483	518,707,270	22,338	2.23%	519

(1) Amount excludes special assessment bonds and revenue bonds and includes bonds payable from Enterprise revenues.

(2) Source: County Auditor, Lorain County, Ohio; (reflects collection year)

(3) Source: U.S. Bureau of Census

City of North Ridgeville, Ohio  
Direct and Overlapping Governmental Activities Debt  
December 31, 2013

	General Tax Supported Debt Outstanding	Overlapping Percentage Applicable to City (1)	Amount Applicable to City	Amount Per Capita (2)	% of City's Current Assessed Valuation (3)
City of North Ridgeville	\$ 7,750,509	100.00%	\$ 7,750,509	\$ 263.04	1.14%
Lorain County (4)	38,700,000	11.31%	4,376,970	148.55	0.64%
North Ridgeville City Schools (5)	8,950,000	100.00%	8,950,000	303.75	1.32%
Lorain County Joint Vocational School	3,267,776	12.77%	417,295	14.16	0.06%
Subtotal, overlapping debt	<u>50,917,776</u>		<u>13,744,265</u>	<u>466.46</u>	<u>2.02%</u>
Total direct and overlapping debt	<u>\$ 58,668,285</u>		<u>\$ 21,494,774</u>	<u>\$ 729.50</u>	<u>3.16%</u>

(1) Percentages were determined by dividing the assessed valuation at the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivision. The City and North Ridgeville City Schools boundaries are co-terminus.

(2) Based on 2010 Census of 29,465.

(3) The City's assessed valuation was \$ 679,673,330 for collection year 2013 and \$ 700,768,140 for collection year 2014.

(4) Source: County Auditor, Lorain County, Ohio

(5) Source: North Ridgeville Board of Education

City of North Ridgeville, Ohio  
Computation of Legal Debt Margin  
Last Ten Years

(Amounts in thousands)

	2013	2012	2011	2010
Assessed value (assessment year)	\$ 700,768	\$ 679,673	\$ 731,620	\$ 718,948
Legal Debt Margin:				
Debt limitation - 10.5 percent of assessed value	\$ 73,581	\$ 71,366	\$ 76,820	\$ 75,489
Debt applicable to limitation				
General obligation bonds	18,650	20,670	22,620	24,755
Special assessment bonds	1,915	2,050	2,175	2,295
Bond anticipation notes	3,505	3,855	4,055	3,670
Gross indebtedness				
Total Voted and Unvoted Debt	24,070	26,575	28,850	30,720
Less: Debt outside limitations				
Self-supporting GO Water	2,950	3,465	4,190	4,445
Self-supporting GO Sewer	12,890	14,390	15,375	15,360
Special assessment	2,842 (a)	2,960 (a)	3,075 (a)	3,179
Tax increment financing	525	565	605	645
Total Debt Outside Limitations	19,207	21,380	23,245	23,629
Total nonexempt debt	4,863	5,195	5,605	7,091
Less: Amount available in debt service fund to pay debt applicable to limitation	-	-	-	-
Net debt within 10.5% limitation	4,863	5,195	5,605	7,091
Debt leeway within 10.5% limitation	\$ 68,718	\$ 66,171	\$ 71,215	\$ 68,398
Unvoted debt limitation - 5.5% of assessed valuation				
Debt limitation: 5.5% of assessed value	\$ 38,542	\$ 37,382	\$ 40,239	\$ 39,542
Gross indebtedness authorized by City Council	24,070	26,575	28,850	30,720
Less: Debt outside limitations	19,207	21,380	23,245	23,629
Voted debt	-	-	-	-
	19,207	21,380	23,245	23,629
Debt within 5.5% limitation	4,863	5,195	5,605	7,091
Less: Amount available in debt service fund to pay debt applicable to limitation	-	-	-	-
Net debt within 5.5% limitation	4,863	5,195	5,605	7,091
Debt leeway within 5.5% unvoted debt limitation	\$ 33,679	\$ 32,187	\$ 34,634	\$ 32,451

(a) Includes property owner's portion of bond anticipation notes to be assessed to property owner.

Source: City Financial Records

2009	2008	2007	2006	2005	2004
<u>\$ 703,818</u>	<u>\$ 721,597</u>	<u>\$ 697,214</u>	<u>\$ 671,790</u>	<u>\$ 587,532</u>	<u>\$ 557,079</u>
\$ 73,900	\$ 75,767	\$ 73,207	\$ 70,538	\$ 61,691	\$ 58,493
26,885	29,145	19,006	20,814	10,647	11,807
2,410	2,525	2,634	2,736	263	288
2,825	-	3,830	1,300	15,555	18,195
<u>32,120</u>	<u>31,670</u>	<u>25,470</u>	<u>24,850</u>	<u>26,465</u>	<u>30,290</u>
4,910	5,345	1,930	840	945	1,050
16,275	17,165	14,540	15,266	16,533	20,066
3,278	2,517	2,623	2,727	4,435	4,505
680	775	815	870	900	590
<u>25,143</u>	<u>25,802</u>	<u>19,908</u>	<u>19,703</u>	<u>22,813</u>	<u>26,211</u>
6,977	5,868	5,562	5,147	3,652	4,079
-	-	142	223	196	224
<u>6,977</u>	<u>5,868</u>	<u>5,420</u>	<u>4,924</u>	<u>3,456</u>	<u>3,855</u>
<u>\$ 66,923</u>	<u>\$ 69,899</u>	<u>\$ 67,787</u>	<u>\$ 65,614</u>	<u>\$ 58,235</u>	<u>\$ 54,638</u>
\$ 38,710	\$ 39,687	\$ 38,347	\$ 36,948	\$ 32,314	\$ 30,639
32,120	31,670	25,470	24,850	26,465	30,290
25,143	25,802	19,908	19,702	22,813	26,211
-	-	285	570	855	1,140
<u>25,143</u>	<u>25,802</u>	<u>20,193</u>	<u>20,272</u>	<u>23,668</u>	<u>27,351</u>
6,977	5,868	5,277	4,578	2,797	2,939
-	-	-	-	-	31
<u>6,977</u>	<u>5,868</u>	<u>5,277</u>	<u>4,578</u>	<u>2,797</u>	<u>2,908</u>
<u>\$ 31,733</u>	<u>\$ 33,819</u>	<u>\$ 33,070</u>	<u>\$ 32,370</u>	<u>\$ 29,517</u>	<u>\$ 27,731</u>

City of North Ridgeville, Ohio  
Pledged Revenue Coverage  
Last Ten Years

	Governmental Activities			
	Special Assessment	Debt Service		Coverage Ratio
	Revenue	Principal	Interest	
2013	\$ 36,298	\$ 30,000	\$ 3,450	1.09
2012	35,884	25,000	4,350	1.22
2011	38,870	25,000	5,225	1.29
2010	32,607	25,000	6,037	1.05
2009	37,738	25,000	6,974	1.18
2008	34,417	24,000	7,574	1.09
2007	34,786	24,000	8,814	1.06
2006	32,843	25,000	8,614	0.98
2005	36,703	25,000	9,115	1.08
2004	45,789	25,000	9,490	1.33

	Business-type Activities			
	Special Assessment	Debt Service		Coverage Ratio
	Revenue	Principal	Interest	
2013	\$ 320,608	\$ 105,000	\$ 87,714	1.66
2012	183,097	100,000	91,714	0.96
2011	160,999	95,000	95,514	0.85
2010	179,202	90,000	99,114	0.95
2009	168,733	90,000	102,714	0.88
2008	198,216	85,000	106,114	1.04
2007	193,010	78,318	109,246	1.03
2006	-	-	29,739	-
2005	-	-	-	-
2004	-	-	-	-

Source: City Financial Records

City of North Ridgeville, Ohio  
Demographic Statistics  
Last Ten Years

Year	Population (1)	Per Capita Income (1)	Personal Income	Public School Enrollment (2)	Unemployment Rate (3)		
					Metro Area	State	Country
2013	29,465	\$ 27,040	\$ 796,733,600	4,206	7.5%	7.4%	8.1%
2012	29,465	27,040	796,733,600	3,964	7.1%	7.2%	8.1%
2011	29,465	27,040	796,733,600	3,841	7.7%	8.6%	8.9%
2010	29,465	27,040	796,733,600	3,826	9.2%	10.1%	9.6%
2009	22,338	22,971	513,126,198	3,795	9.1%	10.2%	9.3%
2008	22,338	22,971	513,126,198	3,630	6.8%	6.5%	5.8%
2007	22,338	22,971	513,126,198	3,564	6.0%	5.6%	4.6%
2006	22,338	22,971	513,126,198	3,566	5.5%	5.5%	4.6%
2005	22,338	22,971	513,126,198	3,433	5.7%	5.9%	5.1%
2004	22,338	22,971	513,126,198	3,403	5.9%	6.2%	5.5%

Sources: (1) U.S. Department of Census

(2) North Ridgeville Board of Education

(3) Ohio Department of Jobs and Family Services and U.S. Department of Labor and Bureau of Labor Statistics.

City of North Ridgeville, Ohio  
Principal Employers  
December 31, 2012 and December 31, 2003

December 31, 2013			
Employer	Nature of Activity or Business	Approximate Number of Employees (1)	Percent of Total
North Ridgeville City School District	Public education	436	4.0%
Invacare Corporation	Manufacturer of wheelchairs	350	3.2%
Beckett Gas, Inc.	Manufacturer of gas burners	230	2.1%
City of North Ridgeville, Ohio	Municipal government	206	1.9%
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	200	1.8%
R. W. Beckett Corporation	Manufacturer of oil burners	180	1.6%
Riser Foods, Inc.	Retail grocery	160	1.5%
JBC Technologies, Inc.	Precision die cutting	136	1.2%
Dreco, Inc.	Manufacturer of plastic products	130	1.2%
Beckett Air, Inc.	Manufacturer of blow er wheels	130	1.2%
Total of all employees within the city		11,000	

Source: Hoovers - A D&B Company; respective employers.

December 31, 2004		
Employer	Nature of Activity or Business	Approximate Number of Employees (1)
North Ridgeville City School District	Public education	440
Beckett Gas, Inc.	Manufacturer of gas burners	250
Invacare Corporation	Manufacturer of wheelchairs	200
R. W. Beckett Corp.	Manufacturer of oil burners	200
City of North Ridgeville, Ohio	Municipal government	200
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	175
Beckett Air, Inc.	Manufacturer of blow er wheels	150
Riser Foods, Inc.	Retail grocery	135
Lake Ridge Academy	Education	130
Northridge Health Center	Skilled nursing home facility	120
Dreco Inc.	Manufacturer of plastic components	115
Norlake Manufacturing Company	Manufacturer of power supplies	100
Cuyahoga Group	Vending machine food preparation	100
Total of all employees within the city		N/A

Sources: "2005 Harris Ohio Industrial Directory" and "2005 Harris Ohio Services Directory" in cooperation with the Ohio Department of Development; Lorain County Chamber of Commerce; respective employers.

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City of North Ridgeville, Ohio  
 Full-Time Equivalent City Government Employees by Function  
 Last Ten Fiscal Years

Function	2013	2012	2011	2010
<b>Security of persons and property</b>				
Mayor's court	3	3	3	3
Police department	51	50	50	53
Fire department	38	37	37	33
<b>Public health and welfare</b>				
Public grounds maintenance	6	6	6	6
Senior center	6	6	6	6
<b>Leisure time activities</b>				
Parks and recreation	3	3	3	2
<b>Community environment</b>				
Building	7	7	6	8
Engineering	7	7	7	8
<b>Transportation</b>				
Street department	21	20	17	20
<b>General government:</b>				
Council	6	6	6	6
Mayor	2	2	2	2
Finance	7	6	6	6
Income tax	1	3	3	3
Safety service	2	2	2	2
Legal	3	3	3	3
Computer services	2	1	1	2
Other	1	1	0	2
<b>Sewer</b>				
Treatment Plant	20	21	21	22
Operations	7	9	9	7
<b>Water</b>				
	13	12	12	13
Total	<u>206</u>	<u>205</u>	<u>200</u>	<u>207</u>

Source: Various City departments

**Note:** A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave).

2009	2008	2007	2006	2005	2004
3	3	3	3	2	3
51	51	50	48	45	45
37	37	37	34	33	33
7	7	7	7	6	5
6	6	6	6	5	5
3	3	3	3	3	3
8	8	8	8	7	7
8	8	7	7	7	6
20	19	20	18	18	17
6	6	6	6	6	6
2	2	2	2	2	2
6	6	6	6	6	6
3	3	3	3	3	3
2	2	2	2	2	2
3	3	3	3	3	3
2	2	2	2	2	2
2	2	3	1	1	-
22	22	20	19	19	19
7	7	7	7	7	7
14	14	14	13	14	12
<u>212</u>	<u>211</u>	<u>209</u>	<u>198</u>	<u>191</u>	<u>186</u>

City of North Ridgeville, Ohio  
Operating Indicators by Function / Program  
Last Ten Years

Function/Program	2013	2012	2011	2010
<b>Police</b>				
Dispatch, calls for service	37,415	34,439	38,971	36,520
Physical arrests	6,646	7,194	7,418	4,292
Persons incarcerated	314	483	434	472
Average daily population	1.7	2.6	2.7	2.5
Traffic accidents	582	576	597	610
Parking citations	556	237	248	162
Animal warden, calls for service	769	670	509	679
<b>Fire / EMS</b>				
Emergency responses - EMS	2,371	2,488	2,369	2,380
Persons treated	2,643	2,501	2,386	2,372
Emergency responses - fire	545	595	577	594
Fires extinguished	55	60	54	71
Building fires extinguished	23	22	24	29
<b>Building department</b>				
Building permits issued	1,897	2,083	2,582	1,768
Number of inspections	9,110	9,332	8,720	9,568
Estimated value of construction (thousands of dollars)				
Residential - new	\$ 28,427	\$ 29,402	\$ 26,926	\$ 29,786
Residential - other	\$ 12,788	\$ 14,846	\$ 13,952	\$ 6,231
Commercial - new	\$ 1,657	\$ 433	\$ 14,076	\$ 1,187
Commercial - other	\$ 1,319	\$ 1,738	\$ 4,405	\$ 1,475
Total	<u>\$ 44,191</u>	<u>\$ 46,419</u>	<u>\$ 59,359</u>	<u>\$ 38,679</u>
<b>Engineering department</b>				
Construction plan review - hours	209	138	188	133
Residential lots approved	224	249	180	236
<b>Municipal income tax (year filed) (c)</b>				
Returns filed - individuals	16,251	15,217	15,146	14,757
Returns filed - other	1,414	2,222	2,169	2,199
<b>Park and recreation</b>				
Program participants	9,228	7,742	8,036	8,561
<b>Office of Older Adults</b>				
Meals-on-Wheels, meals served	10,965	11,721	10,927	12,021
Activities, participants	9,852	9,222	8,368	8,437
Transportation, riders	2,525	2,280	2,635	2,491
<b>Water</b>				
New connections	238	260	194	282
Average daily consumption (thousands of gallons)	2,034	2,192	2,056	2,190
Water suppliers	3	3	3	3
Water main breaks	21	38	40	23
<b>Waterw ater</b>				
Average daily flow treated (thousands of gallons)	5,938	5,840	6,170	4,585
Average daily flow treated from North Ridgeville City (thousands of gallons)	3,706	3,697	3,508	2,514
New taps - City	238	260	194	282

Source: Various City departments

- (a) Position was vacant in 2009 and part of 2010.
- (b) Volume decrease results, in part, from improvements made to remedy outside storm water infiltration.
- (c) Effective January 1, 2013, the City engaged the Regional Income Tax Agency (R.I.T.A.), a regional council of governments, to collect its municipal income taxes.

2009	2008	2007	2006	2005	2004
39,078	46,048	42,231	35,810	32,051	31,869
4,842	5,743	5,522	5,138	5,992	5,264
547	653	667	675	825	667
2.7	3.4	3.6	3.3	4.0	3.3
546	586	602	580	609	719
158	214	461	264	210	157
(a)	807	1,270	1,387	1,422	1,368
2,111	1,998	2,122	1,985	1,878	1,684
2,142	2,004	2,134	2,044	1,935	1,826
535	600	544	512	504	505
66	58	63	76	84	76
23	15	12	14	23	16
1,608	1,792	2,886	2,128	2,174	2,131
9,998	10,190	10,835	12,829	14,524	12,252
\$ 28,268	\$ 30,552	\$ 36,662	\$ 47,907	\$ 72,072	\$ 61,497
\$ 5,666	\$ 6,534	\$ 5,752	\$ 6,915	\$ 6,469	\$ 6,374
\$ 1,100	\$ 911	\$ 2,631	\$ 8,023	\$ 3,630	\$ 5,113
\$ 7,762	\$ 1,668	\$ 2,985	\$ 3,850	\$ 3,353	\$ 2,432
<u>\$ 42,796</u>	<u>\$ 39,665</u>	<u>\$ 48,030</u>	<u>\$ 66,695</u>	<u>\$ 85,524</u>	<u>\$ 75,416</u>
174	309	481	561	615	412
203	245	488	1,103	997	963
14,387	13,465	13,109	12,897	12,049	11,543
2,149	2,031	1,986	1,956	1,781	1,651
7,918	7,424	5,558	4,615	3,623	3,502
10,551	10,590	11,041	10,636	7,682	8,734
8,222	9,731	7,443	6,749	4,879	4,673
2,802	3,089	2,339	2,684	2,221	2,536
238	302	300	450	456	528
2,102	2,117	2,209	2,051	2,118	1,917
3	3	3	3	3	3
26	53	30	23	20	24
5,712	5,890	4,979 (b)	5,762	5,593	4,979
2,434	2,683 (b)	2,815 (b)	2,963	2,939	2,753
238	302	305	448	550	545

City of North Ridgeville, Ohio  
Capital Asset Statistics by Function / Program  
Last Ten Years

Function/Program	2013	2012	2011	2010
<b>Police</b>				
Police stations	1	1	1	1
Vehicles	52	48	51	43
<b>Fire / EMS</b>				
Fire / EMS stations	2	2	2	2
Fire vehicles	8	8	8	8
EMS vehicles	6	6	5	4
<b>Building department</b>				
Vehicles	7	7	7	7
<b>Engineering department</b>				
Vehicles	5	5	5	5
<b>Transportation</b>				
Streets (lane miles)	310	306	303	299
Storm sew ers (miles)	113	110	108	106
Service vehicles	42	40	41	37
<b>Parks and recreation</b>				
City parks	5	5	5	5
Acreage - parks	184	184	184	184
Buildings	5	5	5	5
Baseball / softball fields	13	13	13	13
Football fields	4	4	4	4
Soccer fields	6	6	6	6
<b>City Hall</b>				
City Hall	1	1	1	1
<b>Waterlines (miles)</b>				
Waterlines (miles)	129	127	127	126
<b>Wastew ater</b>				
Treatment plant	1	1	1	1
Sew erlines - City (miles)	124	121	121	120

Source: Various City departments

2009	2008	2007	2006	2005	2004
1	1	1	1	1	1
54	44	44	44	41	38
2	2	2	2	2	2
8	8	8	7	5	6
4	5	4	4	4	4
7	7	7	7	6	6
5	5	5	6	5	5
297	294	292	287	264	245
104	100	98	92	80	71
39	40	40	37	34	34
5	5	5	5	5	4
181	159	159	159	159	92
4	4	3	3	3	3
13	13	13	13	13	13
4	4	4	4	4	4
6	6	6	6	6	6
1	1	1	1	1	1
125	123	121	120	114	106
1	1	1	1	1	1
119	115	113	112	106	95

Front cover portrays a collage of activities from the  
Annual Corn Festival  
held within the City of North Ridgeville each August.



Dave Yost • Auditor of State



**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

**TABLE OF CONTENTS**

<b>TITLE</b>	<b>PAGE</b>
Federal Awards Expenditures Schedule.....	1
Notes to the Federal Awards Expenditures Schedule .....	2
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required By <i>Government Auditing Standards</i> .....	3
Independent Auditor’s Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance Required by OMB Circular A-133, and the Federal Awards Expenditures Schedule.....	5
Schedule of Findings.....	9
Schedule of Prior Audit Findings.....	11

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**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY  
FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2013**

<b>FEDERAL GRANTOR / Pass-Through Grantor / Program Title</b>	<b>Pass Through Entity Number</b>	<b>CFDA Number</b>	<b>Expenditures</b>
<b><u>U.S. DEPARTMENT OF HOUSING &amp; URBAN DEVELOPMENT</u></b>			
<i>Passed Through Ohio Department of Development</i>			
Community Development Block Grants/Entitlement Grants:			
Small Cities Formula Allocation - 2011	A-F-11-2CX1	14.228	\$ 9,200
Small Cities Formula Allocation - 2012	A-F-12-2CX1	14.228	49,811
Small Cities Formula Allocation - 2011	A-C-11-2CX1	14.228	155,204
Small Cities Formula Allocation - 2013	A-C-13-2CX12	14.228	4,069
<b>Total Community Development Block Grants/Entitlement Grants</b>			<u>218,284</u>
HOME Investment Partnerships Program:			
Small Cities Community Housing Improvement Program - 2011	A-C-11-2CX2	14.239	256,277
<b>Total Home Investment Partnerships Program</b>			<u>256,277</u>
<b>Total U.S. Department of Housing &amp; Urban Development</b>			<u><b>474,561</b></u>
<b><u>U.S. DEPARTMENT OF HEALTH &amp; HUMAN SERVICES</u></b>			
<i>Passed Through Western Reserve Area Agency on Aging</i>			
Special Programs for the Aging - Title III, Part B - 2013	N/A	93.044	15,995
<b>Total U.S. Department of Health &amp; Human Services</b>			<u><b>15,995</b></u>
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>			
<i>Passed Through Ohio Department of Natural Resources</i>			
Recreational Trails Program	N/A	20.219	24,000
<b>Total U.S. Department of Transportation</b>			<u><b>24,000</b></u>
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>			
<i>Passed Through Ohio Department of Public Safety</i>			
ARRA JAG Special Solicitation	2009-RA-LSS-2426	16.803	9,584
<b>Total ARRA JAG</b>			<u><b>9,584</b></u>
<b>TOTAL FEDERAL AWARDS EXPENDITURES</b>			<u><b>\$ 524,140</b></u>

See Notes to the Federal Awards Expenditures Schedule.

**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE  
FISCAL YEAR ENDED DECEMBER 31, 2013**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Federal Awards Expenditures Schedule (the Schedule) reports the City of North Ridgeville's (the City's) federal award programs' disbursements. The Schedule has been prepared on the cash basis of accounting.

**NOTE B - MATCHING REQUIREMENTS**

Certain Federal programs require the City to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The City has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

CFDA – Catalog of Federal Domestic Assistance.

N/A – Not applicable.



# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

To the City Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Ridgeville, Lorain County, Ohio (the City) as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 30, 2014.

### ***Internal Control Over Financial Reporting***

As part of our financial statement audit, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the City's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the City's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

### ***Compliance and Other Matters***

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

***Purpose of this Report***

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping initial "D".

**Dave Yost**  
Auditor of State  
Columbus, Ohio

June 30, 2014



# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133, AND THE FEDERAL AWARDS EXPENDITURES SCHEDULE

City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

To the City Council:

### ***Report on Compliance for Each Major Federal Program***

We have audited the City of North Ridgeville's (the City) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the City of North Ridgeville's major federal programs for the year ended December 31, 2013. The *Summary of Audit Results* in the accompanying schedule of findings identifies the City's major federal programs.

### ***Management's Responsibility***

The City's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

### ***Auditor's Responsibility***

Our responsibility is to opine on the City's compliance for each of the City's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on the City's major programs. However, our audit does not provide a legal determination of the District's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the City of North Ridgeville, Lorain County, Ohio complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended December 31, 2013.

***Report on Internal Control Over Compliance***

The City's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the City's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the City's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

***Report on the Federal Awards Expenditures Schedule Required by OMB Circular A-133***

We have also 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 North Ridgeville, Lorain County, Ohio, (the City) as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated June 30, 2014. We conducted our audit to opine on the City's basic financial statements. The accompanying federal awards expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



**Dave Yost**  
Auditor of State  
Columbus, Ohio

June 30, 2014

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**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2013**

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

<i>(d)(1)(i)</i>	<b>Type of Financial Statement Opinion</b>	Unmodified
<i>(d)(1)(ii)</i>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(ii)</i>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iii)</i>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<i>(d)(1)(v)</i>	<b>Type of Major Programs' Compliance Opinion</b>	Unmodified
<i>(d)(1)(vi)</i>	<b>Are there any reportable findings under § .510(a)?</b>	No
<i>(d)(1)(vii)</i>	<b>Major Programs (list):</b>	Community Development Block Grants/Entitlement Grants – Small Cities Formula Allocation / CFDA #14.228  Home Investment Partnerships Program – Small Cities Community Housing Improvement Program / CFDA #14.239
<i>(d)(1)(viii)</i>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	<b>Low Risk Auditee?</b>	No

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

None.

**3. FINDINGS FOR FEDERAL AWARDS**

None.

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**CITY OF NORTH RIDGEVILLE**  
**LORAIN COUNTY**  
**SCHEDULE OF PRIOR AUDIT FINDINGS**  
**OMB CIRCULAR A -133 § .315 (b)**  
**DECEMBER 31, 2013**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2012-001	During fiscal year 2012, the City entered into an agreement with a vendor for the purchase of loop detectors. However, the City did not maintain evidence of verifying the vendor was not suspended or debarred by checking the EPLS, collecting the certification form the entity or adding a clause or condition to the covered transactions with the vendor at the time of entering the contract.	Yes	Corrected.

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# Dave Yost • Auditor of State

**CITY OF NORTH RIDGEVILLE**

**LORAIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JULY 10, 2014**