

**CITY OF TALLMADGE  
SUMMIT COUNTY**

**REGULAR AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 1999**



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

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**STATE OF OHIO**



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STATE OF OHIO  
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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON INTERNAL CONTROL  
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

City of Tallmadge  
Summit County  
40 North Avenue  
Tallmadge, Ohio 44278

To the City Council:

We have audited the general purpose financial statements of the City of Tallmadge, Summit County, Ohio, (the City) as of and for the year ended December 31, 1999, and have issued our report thereon dated June 12, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

However, we noted a certain immaterial instance of noncompliance that we have reported to management of the City in a separate letter dated June 12, 2000.

**Internal Control Over Financial Reporting**

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

However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 12, 2000.

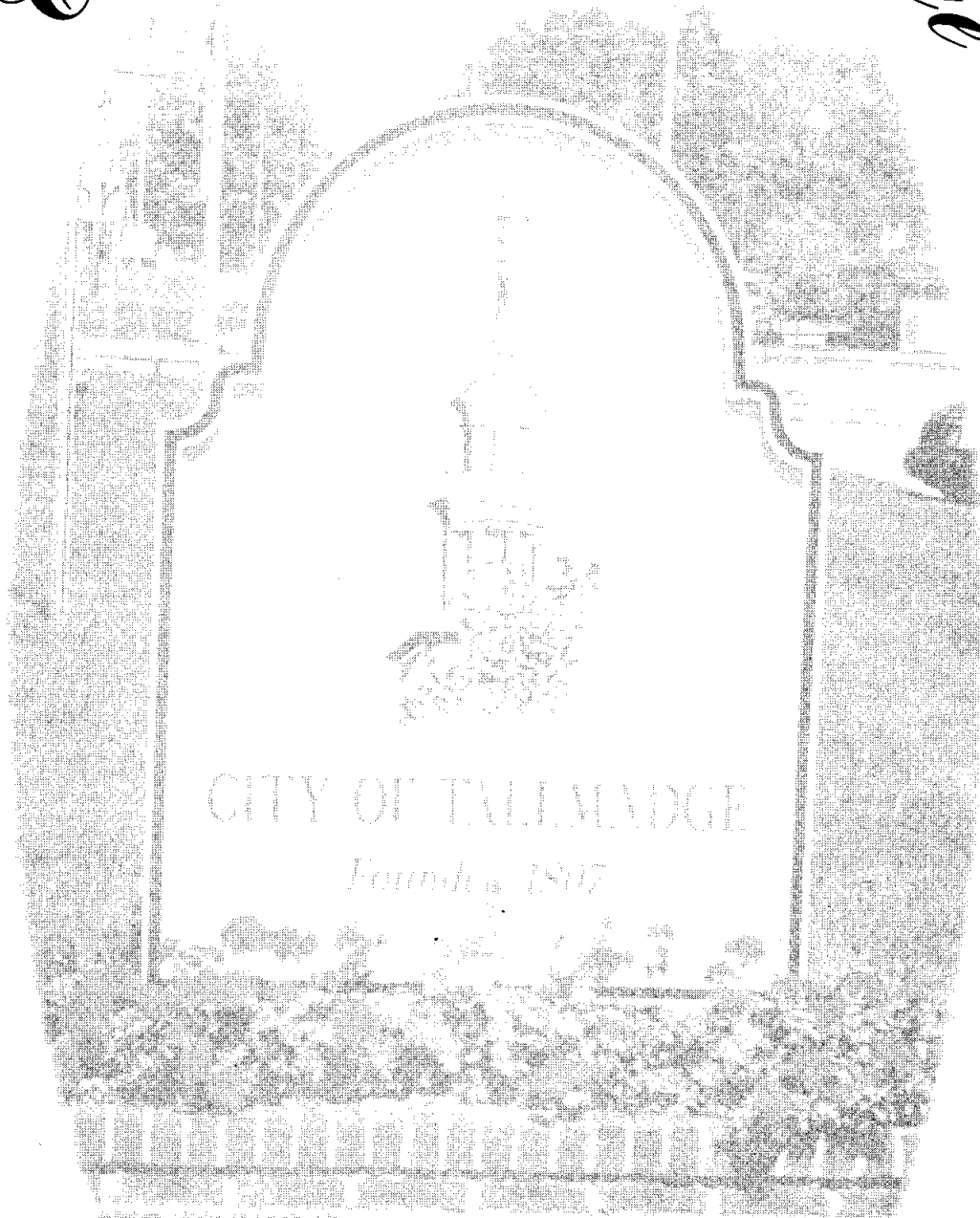
This report is intended for the information and use of management and City Council and is not intended to be and should not be used by anyone other than these specified parties.

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

**Jim Petro**  
Auditor of State

June 12, 2000

# *City of Tallmadge*



## *Comprehensive Annual Financial Report*

*for Fiscal Year Ended December 31, 1999*

*Prepared by the Office of the Director of Finance*

*Jill Stritch, Director of Finance, C.M.F.A.*

*Jimelle Collins, Assistant Finance Director*





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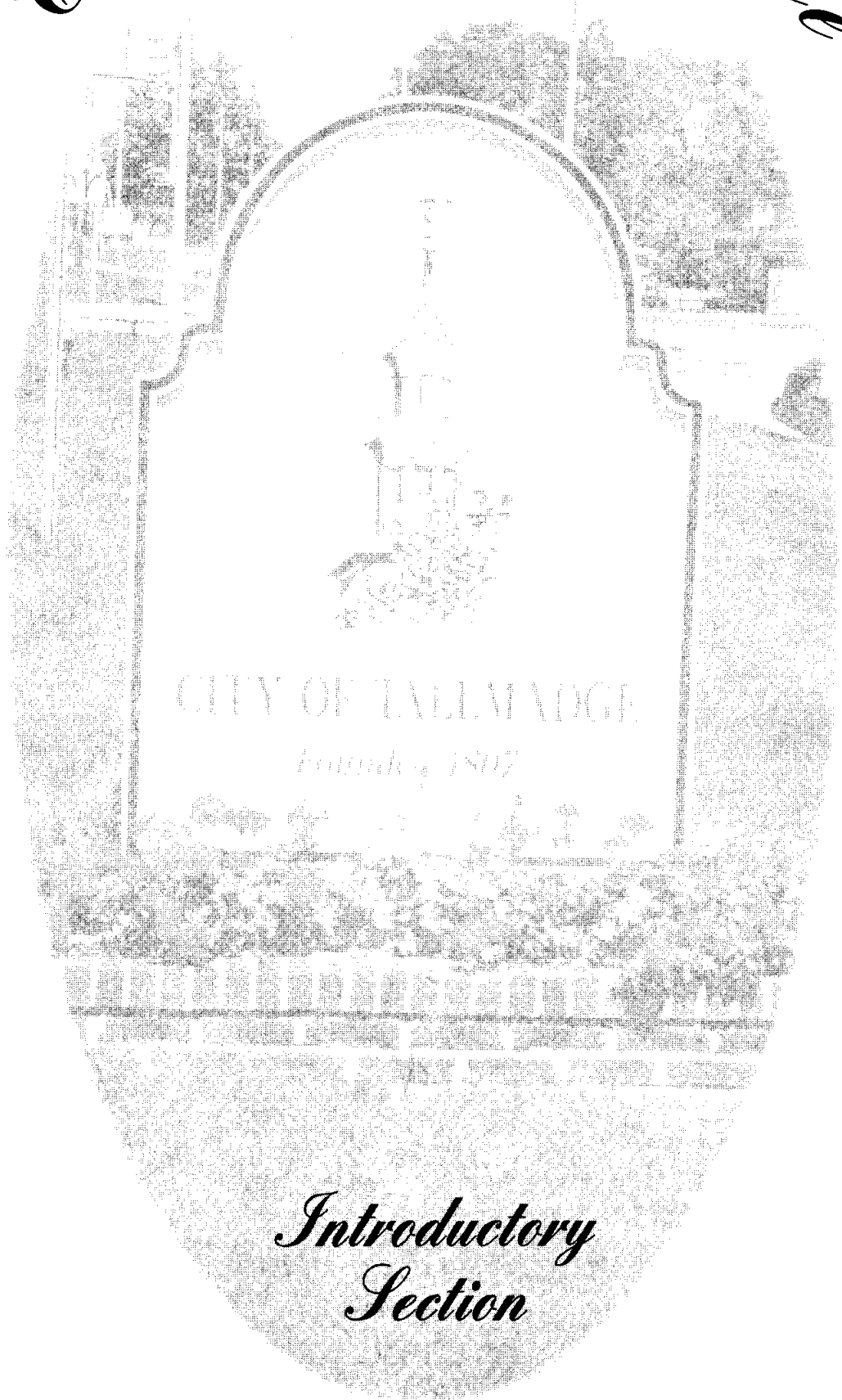
**City of Tallmadge, Ohio**

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# *City of Tallmadge*



*Introductory  
Section*



46 NORTH AVENUE

**CITY OF TALLMADGE, OHIO**

44278

**JILL STRITCH  
DIRECTOR OF FINANCE**

**JIMELLE COLLINS  
ASSISTANT FINANCE DIRECTOR**

June 12, 2000

The Honorable Mayor, Members of City Council  
and Citizens of the City of Tallmadge, Ohio

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of the City of Tallmadge (the City) for the fiscal year ended December 31, 1999, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation rests with the City. To the best of our knowledge, the data in this report is accurate in all material respects. It is our intention to present this report in a manner that presents fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to provide the reader with a better understanding of the City's financial activities have been included.

The CAFR is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, a listing of the principal City officials and an organizational chart. The financial section contains the Report of the Independent Accountants on the financial statements and schedules as well as the general purpose financial statements and the combining and individual fund and account group statements and schedules. The statistical section includes financial and demographic information, generally presented on a multi-year basis.

#### **THE REPORTING ENTITY**

The City was established in 1936 as a Village and became a City in 1951. The City is located in Summit County approximately 35 miles south of Cleveland, Ohio and is contiguous to Akron, Ohio. The City's 1990 population of 14,870 makes it the eighth largest City in Summit County.

Effective January 1, 1996, the City came under a charter form of government. The charter allows the City to have home rule governing powers including an elected Mayor, Law Director, Director of Finance and Treasurer. The structure of Council changed in 1998 from an eight member council to a seven member council, each with a four year term. Four members of Council are elected from their respective wards and three members are elected at-large. The members of council choose, by a majority vote, a member to serve as President for a two year term. The limitations for debt are as defined by state statute or local ordinance. The first charter review will be in November 2000.

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## City of Tallmadge, Ohio

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Currently, there are seven members of Council. The City provides a full range of services to its citizens. The police protection services include a patrol, investigative, auxiliary program and a K-9 unit. In addition, the department has an established juvenile program that incorporates a drug resistance program, diversionary program, and a safety school for pre-kindergarten children. Tallmadge police also has a delegation of officers on the Summit Metro Critical Response and Rescue Team. The City received a small Local Law Enforcement Block grant in 1999 for a general duty/narcotics police canine unit. There is more discussion on this in the Department Focus section of this letter. Additional services offered by the City include fire protection and emergency medical service that provides ambulance transportation to the citizens at no charge. The fire protection services include a prevention bureau, which inspects dwellings and maintains a hazardous materials program, and promotes safety in the community and schools. Street maintenance includes additional services such as fall leaf pickup, tree chipping service, composting, waste oil disposal and recycling. Municipal functions include economic development, planning, zoning, building, cemetery, water and sanitary sewage services, a park and recreation system including a City pool and free concerts in the park.

Tallmadge is proud of its historical heritage that has been preserved. An excellent example of Western Reserve design is the center of Tallmadge known as the Circle or rotary. This is still the central architectural focus point of the community. To ensure that the architectural and historical character remain intact, the Design Control District was created and is regulated by a Design Control Board appointed by the Mayor and Council.

The financial statements, schedules and statistical tables included herein include all funds and account groups that are controlled by or dependent upon the City, as determined on the basis of budgetary overview, obligations to fund deficits or control the use of surplus funds, taxing authority and fiscal management responsibilities. The Tallmadge City School District and the Tallmadge Public Library conduct all or a portion of their activities within the boundaries of the City. However, these organizations are not considered part of the reporting entity.

### **ECONOMIC CONDITION AND FUTURE OUTLOOK**

The City offers an attractive opportunity for business growth.

A mixed business community operating in a favorable climate is the basis of Tallmadge's stable and healthy environment. Tallmadge's 350 business establishments, from its largest employer, Autosales Inc., to small family businesses constitute the opportunity and interests that keep Tallmadge a vital part of the market place.

The City operates a Community Reinvestment Area Tax Abatement Program. This program is available for commercial and industrial expansions and new construction. A 100% real estate tax exemption for a maximum of ten years on buildings only is available under the abatement program.

In addition, the City is part of both the Summit County Enterprise Program and the Portage County Enterprise Program. These Programs abate tangible personal property such as machinery, equipment and inventory up to a maximum of ten years with an average of 50% over the life of the abatement.



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## City of Tallmadge, Ohio

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The Akron area, including Tallmadge, is the recognized world leader in polymer research and production with over 400 companies involved in this activity. Many Tallmadge firms are indirectly involved in polymer production or provide products to serve this industry.

Beginning in 1987, the City experienced economic growth which continues today. New investment in industrial, commercial and residential development exceeded \$10 million in 1987 compared to a low of \$1.8 million in 1982. This trend continues with a reported valuation exceeding \$20 million in 1999.

Virtually all the major employers in the City have expanded or built new facilities during this time period. Approximately 320,000 square feet of industrial and commercial space was constructed or renovated within the City in 1999. The latest expansions include Summit Racing, J.B. Manufacturing, Albrecht Inc., Stambaugh's Hardware Co., Daewoo Corporation, Henry Bierce Co., Cosar Mold and Machine, and Heyden Mold and Bench. In addition to these expansions, there have been numerous machine shops, office buildings, and various commercial enterprises built throughout the City.

Net employment as a result of these expansions and other development has increased by approximately 125 positions yearly. The majority of employment within the City occurs in businesses housed in 5,000 to 10,000 square foot buildings. This size of building is typically in great demand and therefore tends to lease rather quickly thereby preserving jobs in the City. Tallmadge's employment rate remains stable due to this large number of small businesses in the City. Unemployment rates tend to run at least one percent lower than the Akron metropolitan area.

In assessing the Tallmadge labor force, one must focus on the entire Akron area. There are presently over 350,000 jobs in the Akron area. The special demands of local industry have created a highly skilled and educated labor force. The Akron area ranks in the top six percent nationally in high-tech production and technical occupations. Current figures indicate that Tallmadge and the metropolitan area have more than 20,000 engineers, scientists and technicians in the labor force.

Residential development has closely paralleled industrial and commercial development during the same period. A total of 110 residential units were built in 1999, which consists of 49 single-family dwellings and 61 condominiums. This compares to 1998 with 45 single family dwellings, 41 condos, and 10 twinplexes. The latest single family residential development is Morningview Estates with 38 lots.

Not only has the City experienced an increase in new housing starts over the past few years, it is also meeting the demands of a changing population with the development of condominiums. Since 1994 there have been six condominium projects. The most recent projects under construction consist of Eastwood Condominiums, consisting of 170 units located on 27.17 acres, Hilltop Terrace, and Robin Ridge condominiums. The City also granted approval of a new development to be constructed in the spring of 2000. The development is called The Villas at Chapel Hill, consisting of 80 units located on 17.67 acres on Howe Road. Increased residential development is a strong indicator of future economic growth of the City.

The City has seen a strong influx of young families moving in since 1989 as evidenced by an increase of approximately 20% in enrollment in the school system since 1989. This has resulted in the school district, in the fall of 1995, reopening one of the previously closed grade schools. The class of 1999 graduated with 191 classmates. Current enrollment for school year 1999-00 is 2,638 for grades K through 12. This increase in enrollment coupled with aging buildings has led the school system to purchase land and to study the possibility of building new facilities.

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## City of Tallmadge, Ohio

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In order to direct plans that effectuate a sound pattern of development, the City utilizes a Comprehensive Plan. The Comprehensive Plan is a policy document adopted by the administration and Council. The result is a document available to the citizens and the interested public that serves as a guide in defining community objectives, policies and goals and scheduling of capital improvement projects including water lines, sanitary sewer lines, storm sewers, and transportation. Further, to guide the direction of land development, this plan provides a thoroughfare map, zoning district map and future land use map. One of the goals of this plan is to provide central water and sewer service to the remaining areas of the City within a five-year period. The City updated this important document in 1997.

Growth of industrial, commercial and residential development demonstrates the City's willingness and desire to assist business development and promote future growth in Tallmadge. Reflected in the City's Comprehensive Plan is a willingness to promote planned growth for the future. The Comprehensive Plan details the City's guide for effective utilization of industrial, commercial, and residential areas throughout the City as well as proposed industrially zoned annexation areas. The recently updated Comprehensive Plan extends through the year 2000.

Future growth also depends on the ability of the City to provide adequately serviced areas for growth. In 1995, the City successfully annexed 257 acres of industrial zoned property. This property, located at an interstate interchange, is experiencing increased pressure for development to accompany the existing industry presently located there. This new industrial property, coupled with the demands for development in the City, indicates a promising future economic outlook.

### MAJOR INITIATIVES

The third phase of the Storm Water Improvement program was completed in 1999 and included the Broadview Woods Project, Tallmadge High School Project, Newton Street and Alling Road Project. These projects are intended to resolve present and preclude future drainage problems through the provision of adequate storm sewers in conjunction with a citywide comprehensive storm water management plan. The completion of all phases of the storm water project will take several years on a citywide basis. However, the City has addressed the major storm water problems with much success. Those storm management issues currently being resolved are moderate to minor in scope.

The City, in 1999, purchased and owns a facility to provide the citizens with a community/senior center by advance payment of a leasing agreement. This facility accommodates the increasing number of Tallmadge senior citizens. In addition, as a community center, it serves the many service groups, community activities, receptions and other events.

The City continued the citywide park renovation program in 1999 with the upgrading of the Kent Road Park by adding new playground equipment and enhancing the ball fields. Improvements were also made to Maca Park, which is the City's largest park. The soccer fields were completed on North Avenue, consisting of three full size fields and three youth fields.

The City completed the renovations at Fire Station No. 2 enabling the City to provide full time service from two separate areas of the City, thereby reducing response time to the citizens.

The West Avenue Streetscape Project was completed in 1999. West Avenue is the main entrance into the City and is also the primary commercial area for the City. This project begins at the Tallmadge

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## City of Tallmadge, Ohio

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Circle and extends to the corporate boundary. Improvements include underground utilities, curbs, sidewalks, brick pavers between the sidewalk and the curb, new approaches and pavement replacement. This major project is funded through a combination of city funds, assessments, permissive tax funds, and state issue II funds.

### FUTURE

Maintaining the City's infrastructure is an ongoing commitment. The City continues with the maintenance of sanitary sewers, water improvements, storm water improvements, road paving, concrete maintenance programs and general infrastructure improvements.

The City anticipates continued storm water construction as identified by the Storm Water Management Plan. Projects planned for 2000 include the Thomas Road Storm Sewer, Northwest Avenue Storm Project, Lawndale Newton and Tallmadge Highlands Storm Sewer Projects.

The City will complete two major building renovations in 2000. The first project will renovate and expand the existing City Hall at a cost of approximately \$2,000,000. The second project will be the exterior refurbishing of the Historic Church in the Circle. This is a joint project with the State of Ohio Historical Society and will be completed by late summer 2000 at a cost of approximately \$450,000.

Two major street renovations will begin in 2000 with completion in 2001. The first project is the South Avenue Widening Project which will renovate South Avenue from Tallmadge Circle a distance of approximately 2,500 feet to just south of S.D. Myers, Inc. The second project is the South Avenue/Eastwood Project, which will widen and renovate South Avenue from the corporation boundary approximately 1,600 feet north to the end of the commercially zoned area. The second project will be an assessed project.

The City will be fortunate to have a new Akron Summit County branch library in 2000. This will replace our existing library and be in a new location on East Avenue. The library is scheduled to open the new \$2 million facility in September of 2000. It will be twice the size of the present library located on South Avenue.

The City renewed the 2% income tax at the Primary Election on September 7, 1999 for the period commencing March 1, 2000 through February 28, 2005.

### YEAR 2000 COMPLIANCE

The City is proud to report that there were no difficulties electronically or otherwise as a result of Y2K.

As a result of extensive study of the mission critical systems down to the minor systems, the operating processes and the delivery of services for the City went unaffected into the year 2000.

The City, in 1998, hired a consultant to perform a study on the year 2000 compatibility for all departments. The study included an inventory of the City's computer equipment that may or may not be affected, contacting service providers and vendors regarding the compatibility of equipment, and identifying and compiling a list of affected equipment. Of major importance was the main computer system, which has the financial, payroll, income tax and utilities software residing on the system. The City also had communication with the local banks in terms of electronic funds transfers and direct

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## City of Tallmadge, Ohio

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deposit of payroll. All items that were determined in need of upgrade were upgraded prior to the end of 1999.

### DEPARTMENTAL FOCUS

The City received a Local Law Enforcement Block Grant that enabled the purchase of a K-9 dog and created a canine unit in the City. The Shepherd dog was born in February 1999 in the Netherlands, where he received basic training. He then went into extensive training with Officer Tom Moser at the Landheim Kennel in Indiana for 6 weeks. Officer Pax (K-9) has been trained to detect cocaine, marijuana, heroin, methamphetamine, LSD and other drugs. However, narcotics detection is just one of the K-9's duties. His skills will also be used for tracking criminals and missing persons and as a general purpose patrol dog. As part of the patrol functions, Pax has been trained in criminal apprehension and human protection.

### FINANCIAL INFORMATION

The City is responsible for establishing and maintaining an internal control system designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate to ensure that the financial statements are prepared in conformity with generally accepted accounting principles. The City's internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits likely to be derived, and that the valuation of costs and benefits requires estimates and judgments by management.

### SUMMARY OF ACCOUNTING POLICIES AND BUDGETARY CONTROL

The City's financial statements for the Governmental Fund Types, Expendable Trust Funds and Agency Funds have been prepared using the modified accrual basis of accounting. Under this basis, revenues are recognized in the period in which they become measurable and available to finance current operations. Expenditures are recognized in the period in which the liability is incurred, if measurable, except for interest on general long-term debt, which is recognized when it is due.

The Proprietary Fund Types and the Non-Expendable Trust Fund are accounted for using the accrual basis of accounting. Therefore, revenues are recognized when they are earned and expenses are recognized when they are incurred.

The City adopts an annual cash basis appropriation measure or budget for the period January 1 to December 31 for all funds. Amendments to the budget whether increasing, decreasing or transferring amounts require legislative authorization by City Council. The level of budgetary control at which expenditures cannot exceed an appropriated amount is established at the program level within the General Fund and at the fund level for all other funds of the City. Capital items such as capital equipment are budgeted by a line item basis as specified by City Council legislatively.

Budgetary control is maintained by the fully automated accounting system, which utilizes a purchase order/encumbrance system. All expenditures over \$100 must have a purchase order encumbered prior

## City of Tallmadge, Ohio

to payment, establishing that the monies are legally appropriated and available for use. All expenditures under \$100 are approved by the Director of Finance utilizing a "Then & Now" certification. At the close of the fiscal year, the unencumbered balance of each respective fund becomes available for future appropriations. The outstanding purchase orders or encumbrances at year-end carry forward to the succeeding fiscal year and need not be reappropriated.

The Director of Finance communicates the financial condition of the City to Council and department heads on a monthly basis by furnishing financial information by fund and account. Furthermore, the fully integrated financial accounting system allows for the immediate update of revenue and expenditure items. The immediate dissemination of information provides management and administration with the necessary data for daily decision making, monitoring and evaluation.

### GENERAL GOVERNMENTAL FUNCTIONS

The schedules below compare revenues and expenditures for general governmental functions which include the General, Special Revenue, Debt Service, Capital Projects and Expendable Trust Funds. A discussion of the material differences in revenues and expenditures from 1998 to 1999 follows.

Revenues	1999 Amount	1998 Amount	Increase (Decrease) Amount
Taxes	\$ 8,172,225	\$ 7,958,408	\$ 213,817
Intergovernmental revenues	2,221,884	2,772,376	(550,492)
Charges for services	311,443	289,438	22,005
Fines, licenses and permits	243,252	258,358	(15,106)
Investment Income	183,937	291,124	(107,187)
Special assessments	1,695	1,687	8
Miscellaneous	95,461	254,767	(159,306)
<b>Total Revenues</b>	<b>\$ 11,229,897</b>	<b>\$ 11,826,158</b>	<b>\$ (596,261)</b>

The revenue category of taxes increased 2.7% from fiscal year 1998 to 1999 due to the increase in the collection of local income taxes.

The major decrease in revenues from fiscal year 1998 to 1999 was in the revenue category of intergovernmental revenue. This decrease from 1998 to 1999 resulted as the West Avenue Streetscape Project was completed in 1999 and the City no longer received the additional permissive tax money for that project as it did in 1998.

The revenue category of investment income shows a decline due to a reallocation of interest among funds, which now includes enterprise funds. This was in accordance with City ordinances.

The revenue category of miscellaneous decreased from fiscal year 1998 to 1999 primarily due to a large refund the City received from the Ohio Bureau of Workers Compensation ("BWC") in 1998 that was not repeated in 1999. Instead BWC now issues the City a credit in future billings.

## City of Tallmadge, Ohio

Expenditures	1999 Amount	1998 Amount	Increase (Decrease) Amount
Current			
Security of persons and property	\$ 4,534,246	\$ 4,119,655	\$ 414,591
Public health and welfare	156,997	166,522	(9,525)
Leisure time activities	682,367	608,091	74,276
Community development	320,732	250,321	70,411
Transportation	1,272,087	1,221,798	50,289
General government	2,221,779	2,114,131	107,648
Capital outlay	2,930,553	2,781,815	148,738
Debt service			
Principal	797,434	367,747	429,687
Interest	333,460	284,151	49,309
Total Expenditures	<u>\$ 13,249,655</u>	<u>\$ 11,914,231</u>	<u>\$ 1,335,424</u>

The expenditure category of security of persons and property reflected an increase from 1998 to 1999. The variance represents an increase in salaries and fringe benefits in the Fire/EMS fund due to hiring 3 full-time and 16 part-time firefighters in 1999 and in the last part of 1998. The Police department hired one full-time telecommunicator. Also, there was a 3% increase in wages.

The expenditure category of capital outlay reflected a 5.4% increase. This is due to an aggressive road paving program in fiscal year 1999 and the purchase of two capital pieces of equipment, adding a pick up truck and a backhoe loader to the fleet.

The expenditure category of principal debt service increased in 1999 due to the first payment on the Storm Water G.O. bonds in the amount of \$75,000 and the accompanying interest payments increased the interest category. Also, the City paid an additional \$300,000 for the early retirement of the Community/Senior Center lease allowing the City early acquisition of the property as the Summit County Library will be occupying a portion of that facility.

**General Fund** - The General Fund accounts for all financial transactions of the City that are not accounted for in any of the other funds. The General Fund accounts for all governmental administrative functions, safety and security, community environment, recycling and leisure time activities.

**Special Revenue Funds** - Special Revenue Funds of the City account for those revenues derived from special levies or a legally restricted revenue source. The major funds in this classification are the Fire/EMS Levy, State Highway and Street Maintenance and Repair Funds.

**Capital Projects Funds** - Capital Projects Funds of the City account for all financial transactions related to major capital projects that are not reflected as Enterprise Funds. These projects are typically funded from the General Fund or from the sale of general obligation debt.

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## City of Tallmadge, Ohio

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**Enterprise Funds** - Enterprise Funds of the City account for those operations of the City where the costs of providing the services are paid for by user charges. It also includes utility projects whereby the debt is paid for by special assessments and monies in the major enterprise funds. The two distinct major enterprise operations of the City are the Sanitary Sewer Operating and Water Operating Funds.

In an effort to maintain and refurbish the infrastructure of the City there are also Sanitary Sewer and Water Operating Infrastructure Funds. In accordance with City ordinances, the Infrastructure Funds receive annual revenues equal to 6% of the operating revenue from the Sanitary Sewer Operating and Water Operating Funds, respectively. The City does not operate its own water plant, rather the City purchases water from the City of Akron. The City owns and maintains the water lines and bills all the water customers within the City limits. The City also utilizes sewage treatment services provided by the City of Akron. Again, the City of Tallmadge maintains the sewer lines and bills its customers within the City limits. The water and sewer rates that the City sets for its citizens are based upon the rates charged by Akron.

**Pension Trust Funds** - Employees of the City belong to one of two state operated pension plans. These are the Public Employees Retirement System (PERS) and the Ohio Police and Fire Pension Fund (OP&F). The elected officials participate in PERS on a voluntary basis. The Ohio Revised Code mandates the participation in the plans by the City and its employees.

The total payrolls for employees covered by PERS and OP&F for the year ended December 31, 1999, were \$3,169,929 and \$1,896,360 respectively. The City's 1999 employer contributions made to PERS and OP&F were \$429,526 and \$395,929, respectively. A portion of the employer's contribution for PERS and OP&F is set aside for the funding of postretirement health care which were 4.2% and 7%, respectively.

**Debt Administration** - The total amount of the City's debt is substantially lower than the statutory debt margins as indicated in Table 7 in the Statistical Section of this report. At December 31, 1999, the City's long-term bonds and notes payable were as follows:

Enterprise Funds Obligations	\$ 1,154,000
Other Long-Term General Obligations	\$ 3,964,000
Other Notes Payable	\$ 1,155,000

**Cash Management** - The primary goal of the cash management program is to minimize the level of idle cash on hand to meet the daily cash requirements while simultaneously maximizing the funds available for investment. The City does not invest and has not invested in derivative products. The eligible investments under the City's investment policy are as follows:

- A. Certificates of deposit when purchased from institutions located in Tallmadge.
- B. Bonds, notes, or other direct obligations of or guaranteed by the United States or its agencies or instrumentalities or those for which the full faith and credit of the United States is pledged for payment of principal and interest issued by the United States Treasury, Government National Mortgage Association (GNMA), Federal National Mortgage Association (FNMA), Federal Farm Credit Bank (FFCB), Federal Home Loan Bank (FHLB), and Federal Home Loan Mortgage Corporation (FHLMC).
- C. Bonds or other obligations of the State of Ohio and the City of Tallmadge.
- D. Repurchase agreements with institutions that have signed a master repurchase agreement with the City.

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## City of Tallmadge, Ohio

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- E. The State Treasury Asset Reserve of Ohio (STAR Ohio).
- F. All investments of interim funds must have a maturity of no longer than two years.
- G. All investments of inactive funds must have a maturity of no longer than five years.

The City's investment objectives, in order of priority, are insuring the safety of the public funds, investing those funds in accordance with all state and local laws, maintaining sufficient liquidity to meet all reasonably anticipated expenditures and receiving the highest rate of return.

The City instituted a comprehensive investment policy which was adopted by Council in 1991. In 1992, the investment policy was amended, adopted by council and the City received certification for that policy by the Municipal Treasurers Association of the United States and Canada (MTA). The Investment Policy was revised in 1997 and is in Chapter 125.01 in the Tallmadge Codified Ordinances.

The City established a Link Deposit Program in 1999 to promote economic revitalization in the community. Small business development is assisted locally through the encouragement of low interest loans for the creation of new employment or to assist businesses in expansion.

**Risk Management** - The City, through the Safety Service Director's department, obtains proposals annually for the most competitive insurance coverage. This department administers the City's insurance coverage, which is described as follows:

- General Liability - \$2,000,000 aggregate with a \$1,000,000 occurrence
- Automobile Liability - \$1,000,000 combined single limit on all City owned, hired and non-owned automobiles with a \$250 deductible for comprehensive and \$500 collision
- Umbrella Liability - The City has \$10,000,000 coverage extending the liability on the general liability, automobile liability, police professional liability and firefighters errors and omissions
- Property and Content - \$11,414,633 blanket coverage on buildings and contents and a \$1,000 deductible
- Firefighters Errors and Omissions - \$1,000,000 aggregate with a \$1,000,000 occurrence coverage
- Public Officials - \$5,000,000 aggregate with a \$5,000,000 loss and a \$3,500 deductible
- Police Professional - \$1,000,000 aggregate with a \$1,000,000 occurrence and \$1,000,000 per person with a \$5,000 deductible

In addition, the City carries blanket bond insurance for guaranteeing the honest and faithful performance of the City's employees.

The Director of Finance and Treasurer as of January 1, 1999 are bonded for \$250,000. All persons working under the direction and supervision of either the Director of Finance or Treasurer's office are bonded for \$25,000. All other officers, clerks or employees who are paid by the City are covered by a blanket bond not to exceed \$5,000.



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## City of Tallmadge, Ohio

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**Fixed Assets** - The General Fixed Assets of the City include all City owned land, buildings and improvements, equipment and vehicles that are essential for the performance of the governmental functions. The General Fixed Assets Account Group accounts for all assets of the City other than those accounted for in the Proprietary Funds. As of December 31, 1999, the General Fixed Assets of the City totaled \$15,346,096. This amount represents the historical cost of acquiring the assets.

Depreciation is not recorded on those assets in the General Fixed Assets Account Group. Infrastructure fixed assets such as streets, drains, traffic signals and signs are not capitalized by the City and are not reported as part of the General Fixed Assets Account Group.

### OTHER

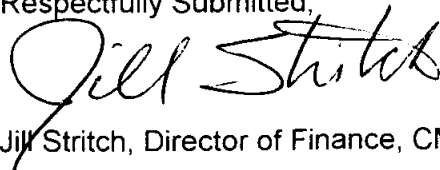
**Independent Audit** - The 1999 audit was performed by the State of Ohio Office of the Auditor. The City continues to receive an unqualified opinion. The Report of the Independent Accountants on the City's financial statements is included in the financial section of this report.

**Awards** - 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 Tallmadge for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

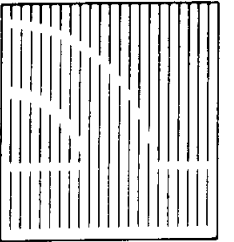
A Certificate of Achievement is valid for a period of one year only. The City has received a Certificate of Achievement for the last seven consecutive years (fiscal years ended 1992 - 1998). We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

**Acknowledgment** - I would like to express my sincere appreciation and thanks to those individuals who assisted in the preparation of the Comprehensive Annual Financial Report. Successful preparation of a report of this scope depends upon the dedicated contributions of many employees. The cooperation and dedication, particularly of those in my office, and others that assisted me made the accomplishment of this report a reality. I would also extend my appreciation to the Administration and City Council for their support and commitment.

Respectfully Submitted,



Jill Stritch, Director of Finance, CMFA



The Government Finance Officers Association  
of the United States and Canada

*presents this*

## AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to:

Jill Stritch  
Director of Finance

City of Tallmadge, Ohio

The Award of Financial Reporting Achievement is presented by the Government Finance Officers Association to those individuals who have been instrumental in their government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

*Executive Director*

*Date*

January 21, 2000

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Tallmadge,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 1998

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



*Carol Brueck*  
President

*Jeffrey L. Esler*  
Executive Director

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**City of Tallmadge, Ohio  
Listing of Principal City Officials  
As of December 31, 1999**

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**ELECTED OFFICIALS**

Mayor	Christopher B. Grimm
Director of Finance	Jill M. Stritch
Director of Law	Richard A. Schunk
Treasurer	Richard L. Osborne
President of Council	Jeffrey E. Summers
Council Member	Jane Z. Cizmar
Council Member	Joseph P. Grace
Council Member	David G. Kline
Council Member	William C. Laymon
Council Member	John D. Rensel
Council Member	Mickey L. Shields

**APPOINTED OFFICIALS**

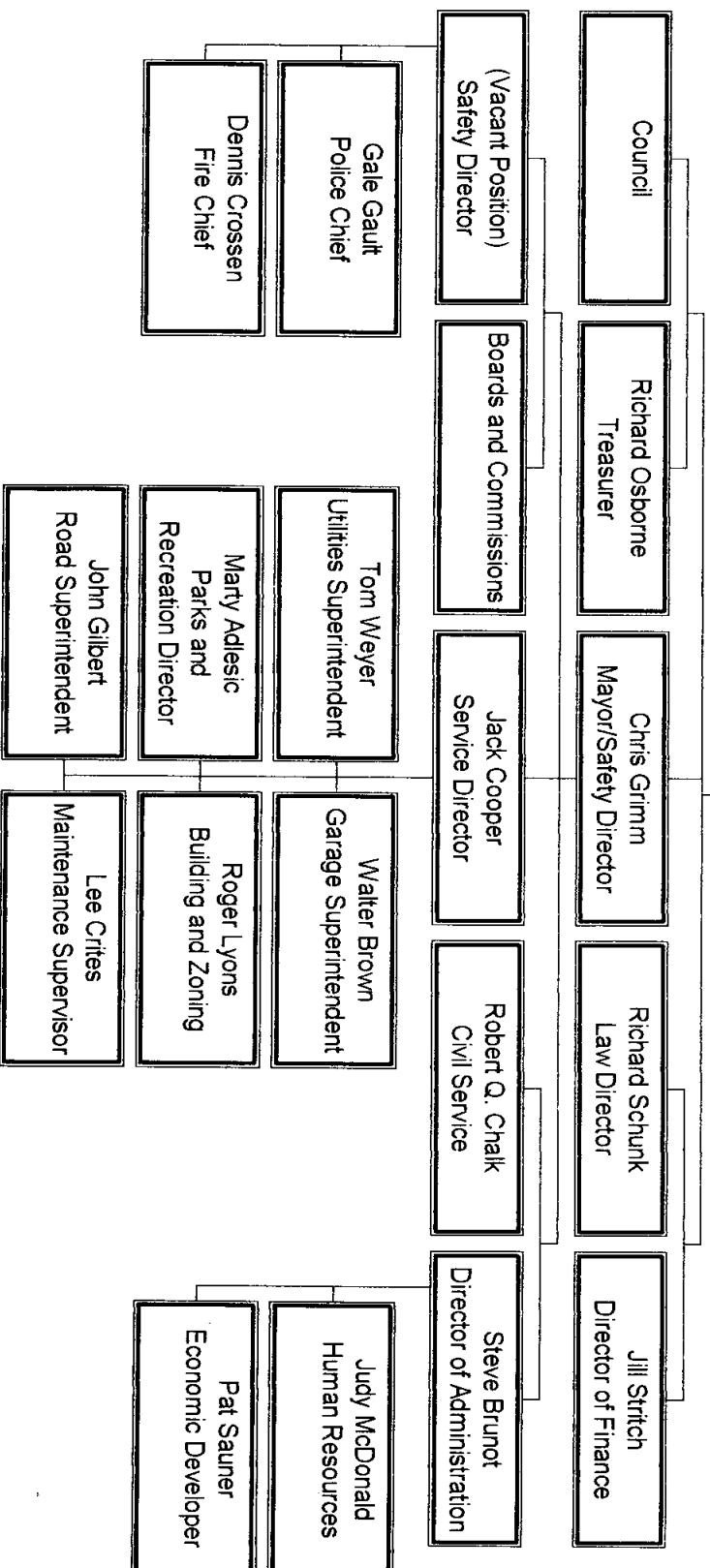
Service Director	Jack Cooper
Director of Administration	Steven Brunot
Human Resources Director	Judy McDonald
Economic Developer	Ross Sauner
Assistant Director of Law	Penny Taylor
Assistant Director of Finance	Jimelle Collins
Deputy Treasurer	Angela Myers
Chief Deputy Tax Administrator	Rosemary Berdy
Clerk of Council	Frances Cochran
Deputy Clerk of Council	Susan Wilson

**DEPARTMENT OFFICIALS**

Chief of Police	Gale Gault
Chief of Fire	Dennis Crossen
Road Superintendent	John Gilbert
Utilities Superintendent	Tom Weyer
Garage Superintendent	Walter Brown
Engineer/Building Inspector	Roger Lyons
Recreation Director	Martin Adlesic
Civil Service Chairman	Robert Q. Chalk
Maintenance Supervisor	Lee Crites

# CITY OF TALLMADGE - 1999

## Citizens of Tallmadge



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**City of Tallmadge, Ohio**

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# *City of Tallmadge*



*Financial  
Section*









**STATE OF OHIO  
OFFICE OF THE AUDITOR**

**JIM PETRO, AUDITOR OF STATE**

111 Second Street, NW  
Fourth Floor  
Canton, Ohio 44702  
Telephone 330-438-0617  
800-443-9272  
Facsimile 330-471-0001  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

**Report of Independent Accountants**

The Honorable Mayor and Members of Council  
City of Tallmadge  
Summit County  
46 North Avenue  
Tallmadge, Ohio 44278

We have audited the accompanying general purpose financial statements of the City of Tallmadge, Summit County, Ohio, (the City) as of and for the year ended December 31, 1999, as listed in the Table of Contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City, as of December 31, 1999, and the results of its operations and cash flows of its proprietary fund types and non-expendable trust funds for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2000 on our consideration of the City's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general purpose financial statements taken as a whole.

We did not audit the introductory and statistical information listed in the Table of Contents and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro".

**Jim Petro**  
Auditor of State

June 12, 2000

**City of Tallmadge, Ohio**  
**Combined Balance Sheet - All Fund Types and Account Groups**  
**December 31, 1999**

(With Comparative Totals as of December 31, 1998)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Assets and Other Debits:</b>				
Equity in pooled cash and investments	\$ 1,720,653	\$ 847,563	\$ 231,561	\$ 1,229,036
Receivables	1,658,473	1,111,024	-	12,885
Inventory of supplies	-	107,950	-	-
Fixed assets (net of accumulated depreciation where applicable)	-	-	-	-
Amount available for retirement of general long-term obligations	-	-	-	-
Amount to be provided for retirement of general long-term obligations	-	-	-	-
<b>Total Assets and Other Debits</b>	<b>\$ 3,379,126</b>	<b>\$ 2,066,537</b>	<b>\$ 231,561</b>	<b>\$ 1,241,921</b>
<b>Liabilities, Fund Equity and Other Credits:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 79,056	\$ 31,756	\$ -	\$ 29,115
Accrued wages and benefits	286,009	151,221	-	-
Other liabilities	20,865	-	-	23,330
Deferred revenue	756,147	1,065,353	-	6,718
General obligation notes payable	-	-	-	1,155,000
General obligation bonds payable	-	-	-	-
Special assessment debt	-	-	-	-
Capital lease payable	-	-	-	-
<b>Total Liabilities</b>	<b>1,142,077</b>	<b>1,248,330</b>	<b>-</b>	<b>1,214,163</b>
<b>Fund Equity and Other Credits:</b>				
Investment in general fixed assets	-	-	-	-
Contributed Capital	-	-	-	-
Retained earnings	-	-	-	-
<b>Fund balance (deficit):</b>				
Reserved for encumbrances	299,134	135,235	-	241,883
Reserved for inventory	-	107,950	-	-
Reserved for debt service	-	-	231,561	-
Reserved for endowment	-	-	-	-
Unreserved - undesignated	1,937,915	575,022	-	(214,125)
<b>Total Fund Equity and Other Credits</b>	<b>2,237,049</b>	<b>818,207</b>	<b>231,561</b>	<b>27,758</b>
<b>Total Liabilities, Fund Equity and Other Credits</b>	<b>\$ 3,379,126</b>	<b>\$ 2,066,537</b>	<b>\$ 231,561</b>	<b>\$ 1,241,921</b>

(see notes to the combined financial statements)

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		1999 Totals	1998 Totals
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	(Memorandum Only)	(Memorandum Only)
\$ 5,171,072	\$ 191,205	\$ 90,906	\$ -	\$ -	\$ 9,481,996	\$ 11,754,459
2,209,536	24,996	104,345	-	-	5,121,259	4,715,499
67,960	59,034	-	-	-	234,944	277,536
9,308,612	200,173	-	15,346,096	-	24,854,881	24,094,551
-	-	-	-	231,561	231,561	236,025
-	-	-	-	4,362,404	4,362,404	5,252,571
<u>\$ 16,757,180</u>	<u>\$ 475,408</u>	<u>\$ 195,251</u>	<u>\$ 15,346,096</u>	<u>\$ 4,593,965</u>	<u>\$ 44,287,045</u>	<u>\$ 46,330,641</u>
\$ 606,719	\$ 22,827	\$ 14,302	\$ -	\$ -	\$ 783,775	\$ 1,061,928
5,332	23,356	77,738	-	502,755	1,046,411	1,049,012
61,438	50,409	-	-	-	156,042	14,775
-	-	103,279	-	-	1,931,497	1,838,071
-	-	-	-	-	1,155,000	1,600,000
-	-	-	-	3,964,000	3,964,000	4,124,000
1,154,000	-	-	-	-	1,154,000	1,272,000
-	-	-	-	127,210	127,210	631,294
<u>1,827,489</u>	<u>96,592</u>	<u>195,319</u>	<u>-</u>	<u>4,593,965</u>	<u>10,317,935</u>	<u>11,591,080</u>
-	-	-	15,346,096	-	15,346,096	14,816,657
5,921,470	-	-	-	-	5,921,470	5,721,334
9,008,221	378,816	-	-	-	9,387,037	8,930,822
-	-	-	-	-	676,252	1,709,075
-	-	-	-	-	107,950	131,309
-	-	-	-	-	231,561	236,025
-	-	30,500	-	-	30,500	30,500
-	-	(30,568)	-	-	2,268,244	3,163,839
<u>14,929,691</u>	<u>378,816</u>	<u>(68)</u>	<u>15,346,096</u>	<u>-</u>	<u>33,969,110</u>	<u>34,739,561</u>
<u>\$ 16,757,180</u>	<u>\$ 475,408</u>	<u>\$ 195,251</u>	<u>\$ 15,346,096</u>	<u>\$ 4,593,965</u>	<u>\$ 44,287,045</u>	<u>\$ 46,330,641</u>

(see notes to the combined financial statements)

**City of Tallmadge, Ohio**  
**Combined Statement of Revenues, Expenditures and Changes in Fund Balances**  
**All Governmental Fund Types and Expendable Trust Funds**  
**for the Year Ended December 31, 1999**  
(With Comparative Totals for the Year Ended December 31, 1998)

	Governmental Fund Types				Fiduciary Fund Type	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	1999	1998
<b>Revenues</b>							
Taxes	\$ 7,159,833	\$ 930,494	\$ -	\$ -	\$ 81,898	\$ 8,172,225	\$ 7,958,408
Intergovernmental revenues	1,477,672	709,714	-	25,058	9,440	2,221,884	2,772,376
Charges for services	253,812	57,631	-	-	-	311,443	289,438
Fines, licenses and permits	233,720	9,532	-	-	-	243,252	258,358
Investment income	100,056	25,810	-	58,071	-	183,937	291,124
Special assessments	1,695	-	-	-	-	1,695	1,687
Miscellaneous	53,552	37,731	-	-	4,178	95,461	254,767
<b>Total Revenues</b>	<b>9,280,340</b>	<b>1,770,912</b>	<b>-</b>	<b>83,129</b>	<b>95,516</b>	<b>11,229,897</b>	<b>11,826,158</b>
<b>Expenditures</b>							
Current:							
Security of persons & property	2,568,098	1,692,437	-	-	273,711	4,534,246	4,119,655
Public health and welfare	108,812	47,104	-	1,081	-	156,997	166,522
Leisure time activities	477,005	205,362	-	-	-	682,367	608,091
Community development	320,732	-	-	-	-	320,732	250,321
Transportation	-	1,269,174	-	2,913	-	1,272,087	1,221,798
General government	2,217,756	-	4,023	-	-	2,221,779	2,114,131
Capital outlay	411,659	877,160	-	1,641,734	-	2,930,553	2,781,815
Debt service:							
Principal	-	-	797,434	-	-	797,434	367,747
Interest	-	-	288,943	44,517	-	333,460	284,151
<b>Total Expenditures</b>	<b>6,104,062</b>	<b>4,091,237</b>	<b>1,090,400</b>	<b>1,690,245</b>	<b>273,711</b>	<b>13,249,655</b>	<b>11,914,231</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>3,176,278</b>	<b>(2,320,325)</b>	<b>(1,090,400)</b>	<b>(1,607,116)</b>	<b>(178,195)</b>	<b>(2,019,758)</b>	<b>(88,073)</b>
<b>Other Financing Sources (Uses)</b>							
Capital lease proceeds	-	133,350	-	-	-	133,350	-
Proceeds from debt issuance	-	-	-	-	-	-	2,400,000
Proceeds from sale of assets	350,000	-	-	-	-	350,000	123,606
Operating transfers in	124,062	2,425,281	1,086,377	440,407	157,750	4,233,877	3,359,328
Operating transfers out	(4,327,120)	(298,322)	(441)	(5,007)	(117)	(4,631,007)	(3,954,616)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,853,058)</b>	<b>2,260,309</b>	<b>1,085,936</b>	<b>435,400</b>	<b>157,633</b>	<b>86,220</b>	<b>1,928,318</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(676,780)</b>	<b>(60,016)</b>	<b>(4,464)</b>	<b>(1,171,716)</b>	<b>(20,562)</b>	<b>(1,933,538)</b>	<b>1,840,245</b>
<b>Fund Balance at Beginning of Year</b>	<b>2,913,829</b>	<b>901,582</b>	<b>236,025</b>	<b>1,199,474</b>	<b>(24,097)</b>	<b>5,226,813</b>	<b>3,358,340</b>
<b>Change in Reserve for Inventory</b>	<b>-</b>	<b>(23,359)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(23,359)</b>	<b>28,228</b>
<b>Residual Equity Transfers In</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>137,232</b>
<b>Residual Equity Transfers Out</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(137,232)</b>
<b>Fund Balance at End of Year</b>	<b>\$ 2,237,049</b>	<b>\$ 818,207</b>	<b>\$ 231,561</b>	<b>\$ 27,758</b>	<b>\$ (44,659)</b>	<b>\$ 3,269,916</b>	<b>\$ 5,226,813</b>

(see notes to the combined financial statements)

**City of Tallmadge, Ohio**  
**Combined Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**All Governmental Fund Types and Expendable Trust Funds**  
**for the Year Ended December 31, 1999**

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Taxes	\$ 7,796,202	\$ 7,081,793	\$ (714,409)	\$ 949,374	\$ 921,998	\$ (27,376)
Intergovernmental revenues	1,142,302	1,380,475	238,173	711,284	724,126	12,842
Charges for services	246,891	253,812	6,921	69,630	57,631	(11,999)
Fines, licenses and permits	244,700	233,908	(10,792)	12,661	13,046	385
Investment income	181,125	181,125	-	13,296	23,437	10,141
Special assessments	-	8,283	8,283	-	-	-
Miscellaneous	101,115	55,996	(45,119)	10,580	20,903	10,323
<b>Total Revenues</b>	<b>9,712,335</b>	<b>9,195,392</b>	<b>(516,943)</b>	<b>1,766,825</b>	<b>1,761,141</b>	<b>(5,684)</b>
<b>Expenditures</b>						
Current:						
Security of persons and property	2,512,343	2,480,234	32,109	1,691,894	1,673,302	18,592
Public health and welfare	110,000	108,812	1,188	48,600	47,339	1,261
Leisure time activities	545,400	529,463	15,937	217,500	210,828	6,672
Community environment	331,000	323,825	7,175	-	-	-
Transportation	-	-	-	2,140,300	1,937,978	202,322
General government	2,249,000	2,187,488	61,512	-	-	-
Capital outlay	1,071,200	1,053,867	17,333	304,000	291,044	12,956
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>6,818,943</b>	<b>6,683,689</b>	<b>135,254</b>	<b>4,402,294</b>	<b>4,160,491</b>	<b>241,803</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>2,893,392</b>	<b>2,511,703</b>	<b>(381,689)</b>	<b>(2,635,469)</b>	<b>(2,399,350)</b>	<b>236,119</b>
<b>Other Financing Sources (Uses)</b>						
Bond/note proceeds	-	-	-	-	-	-
Proceeds from sale of assets	-	350,000	350,000	-	-	-
Operating transfers in	90,000	89,119	(881)	2,478,110	2,472,770	(5,340)
Operating transfers out	(4,094,117)	(3,794,488)	299,629	(202,819)	(197,672)	5,147
Other financing sources (uses) net	-	-	-	-	-	-
<b>Total Other Financing Sources(Uses)</b>	<b>(4,004,117)</b>	<b>(3,355,369)</b>	<b>648,748</b>	<b>2,275,291</b>	<b>2,275,098</b>	<b>(193)</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(1,110,725)</b>	<b>(843,666)</b>	<b>267,059</b>	<b>(360,178)</b>	<b>(124,252)</b>	<b>235,926</b>
<b>Fund Balance at Beginning of Year</b>	<b>2,148,943</b>	<b>2,148,943</b>	<b>-</b>	<b>808,259</b>	<b>808,259</b>	<b>-</b>
<b>Decertification of prior year encumbrances</b>	<b>28,030</b>	<b>28,030</b>	<b>-</b>	<b>4,714</b>	<b>4,714</b>	<b>-</b>
<b>Fund Balance at End of Year</b>	<b>\$ 1,066,248</b>	<b>\$ 1,333,307</b>	<b>\$ 267,059</b>	<b>\$ 452,795</b>	<b>\$ 688,721</b>	<b>\$ 235,926</b>

(see notes to the combined financial statements)

(continued)

**City of Tallmadge, Ohio**  
**Combined Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**All Governmental Fund Types and Expendable Trust Funds**  
**for the Year Ended December 31, 1999**

	Debt Service Fund			Capital Project Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	25,000	25,000	-
Charges for services	-	-	-	-	-	-
Fines, licenses and permits	-	-	-	-	-	-
Investment income	-	-	-	38,897	52,731	13,834
Special assessments	151,554	151,554	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<b>Total Revenues</b>	<b>151,554</b>	<b>151,554</b>	<b>-</b>	<b>63,897</b>	<b>77,731</b>	<b>13,834</b>
<b>Expenditures</b>						
Current:						
Security of persons and property	-	-	-	-	-	-
Public health and welfare	-	-	-	-	-	-
Leisure time activities	-	-	-	-	-	-
Community development	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
General government	-	-	-	-	-	-
Capital outlay	-	-	-	952,100	802,064	150,036
Debt service:						
Principal	278,000	278,000	-	1,155,000	1,155,000	-
Interest	341,478	299,901	41,577	44,444	44,444	-
<b>Total Expenditures</b>	<b>619,478</b>	<b>577,901</b>	<b>41,577</b>	<b>2,151,544</b>	<b>2,001,508</b>	<b>150,036</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(467,924)</b>	<b>(426,347)</b>	<b>41,577</b>	<b>(2,087,647)</b>	<b>(1,923,777)</b>	<b>163,870</b>
<b>Other Financing Sources (Uses)</b>						
Bond/note proceeds	-	-	-	1,155,058	1,155,058	-
Proceeds from sale of assets	-	-	-	-	-	-
Operating transfers in	442,482	442,482	-	435,000	432,385	(2,615)
Operating transfers out	-	-	-	-	-	-
Other financing sources (uses) net	(4,022)	(4,022)	-	-	-	-
<b>Total Other Financing Sources(Uses)</b>	<b>438,460</b>	<b>438,460</b>	<b>-</b>	<b>1,590,058</b>	<b>1,587,443</b>	<b>(2,615)</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(29,464)</b>	<b>12,113</b>	<b>41,577</b>	<b>(497,589)</b>	<b>(336,334)</b>	<b>161,255</b>
Fund Balance at Beginning of Year	235,584	235,584	-	1,078,644	1,078,644	-
Decertification of prior year encumbrances	-	-	-	216,553	216,553	-
<b>Fund Balance at End of Year</b>	<b>\$ 206,120</b>	<b>\$ 247,697</b>	<b>\$ 41,577</b>	<b>\$ 797,608</b>	<b>\$ 958,863</b>	<b>\$ 161,255</b>

(see notes to the combined financial statements)

**City of Tallmadge, Ohio**  
**Combined Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**All Governmental Fund Types and Expendable Trust Funds**  
**for the Year Ended December 31, 1999**

	Expendable Trust Funds			Totals (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Taxes	\$ 85,029	\$ 81,217	\$ (3,812)	\$ 8,830,605	\$ 8,085,008	\$ (745,597)
Intergovernmental revenues	9,287	9,440	153	1,887,873	2,139,041	251,168
Charges for services	-	-	-	316,521	311,443	(5,078)
Fines, licenses and permits	-	-	-	257,361	246,954	(10,407)
Investment income	-	-	-	233,318	257,293	23,975
Special assessments	-	-	-	151,554	159,837	8,283
Miscellaneous	3,886	4,177	291	115,581	81,076	(34,505)
<b>Total Revenues</b>	<b>98,202</b>	<b>94,834</b>	<b>(3,368)</b>	<b>11,792,813</b>	<b>11,280,652</b>	<b>(512,161)</b>
<b>Expenditures</b>						
Current:						
Security of persons and property	289,000	282,482	6,518	4,493,237	4,436,018	57,219
Public health and welfare	-	-	-	158,600	156,151	2,449
Leisure time activities	-	-	-	762,900	740,291	22,609
Community development	-	-	-	331,000	323,825	7,175
Transportation	-	-	-	2,140,300	1,937,978	202,322
General government	-	-	-	2,249,000	2,187,488	61,512
Capital outlay	-	-	-	2,327,300	2,146,975	180,325
Debt service:						
Principal	-	-	-	1,433,000	1,433,000	-
Interest	-	-	-	385,922	344,345	41,577
<b>Total Expenditures</b>	<b>289,000</b>	<b>282,482</b>	<b>6,518</b>	<b>14,281,259</b>	<b>13,706,071</b>	<b>575,188</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(190,798)</b>	<b>(187,648)</b>	<b>3,150</b>	<b>(2,488,446)</b>	<b>(2,425,419)</b>	<b>63,027</b>
<b>Other Financing Sources (Uses)</b>						
Bond/note proceeds	-	-	-	1,155,058	1,155,058	-
Proceeds from sale of assets	-	-	-	-	350,000	350,000
Operating transfers in	154,091	157,750	3,659	3,599,683	3,594,506	(5,177)
Operating transfers out	-	-	-	(4,296,936)	(3,992,160)	304,776
Other financing sources (uses) net	-	-	-	(4,022)	(4,022)	-
<b>Total Other Financing Sources(Uses)</b>	<b>154,091</b>	<b>157,750</b>	<b>3,659</b>	<b>453,783</b>	<b>1,103,382</b>	<b>649,599</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(36,707)</b>	<b>(29,898)</b>	<b>6,809</b>	<b>(2,034,663)</b>	<b>(1,322,037)</b>	<b>712,626</b>
Fund Balance at Beginning of Year	62,295	62,295	-	4,333,725	4,333,725	-
Decertification of prior year encumbrances	-	-	-	249,297	249,297	-
<b>Fund Balance at End of Year</b>	<b>\$ 25,588</b>	<b>\$ 32,397</b>	<b>\$ 6,809</b>	<b>\$ 2,548,359</b>	<b>\$ 3,260,985</b>	<b>\$ 712,626</b>

(see notes to the combined financial statements)

**City of Tallmadge, Ohio**  
**Combined Statement of Revenues, Expenses and Changes in Fund Equity**  
**All Proprietary Fund Types and Non-Expendable Trust Fund**  
**for the Year Ended December 31, 1999**  
(With Comparative Totals for the Year Ended December 31, 1998)

	Proprietary Fund Types		Fiduciary	Totals	
	Enterprise	Internal Service	Non-Expendable	(Memorandum Only)	
			Trust	1999	1998
<b>Operating Revenues</b>					
Charges for services	\$ 3,037,113	\$ 808,949	\$ -	\$ 3,846,062	\$ 3,081,001
Investment income	-	-	3,147	3,147	1,779
Other	59,494	123,690	-	183,184	291,517
<b>Total Operating Revenues</b>	<b>3,096,607</b>	<b>932,639</b>	<b>3,147</b>	<b>4,032,393</b>	<b>3,374,297</b>
<b>Operating Expenses</b>					
Personal services	370,805	219,565	-	590,370	501,217
Contractual services	2,115,345	793,654	-	2,908,999	1,978,949
Depreciation	409,563	30,460	-	440,023	440,109
Other	199,710	200,487	2,491	402,688	401,346
<b>Total Operating Expenses</b>	<b>3,095,423</b>	<b>1,244,166</b>	<b>2,491</b>	<b>4,342,080</b>	<b>3,321,621</b>
<b>Operating Income (Loss)</b>	<b>1,184</b>	<b>(311,527)</b>	<b>656</b>	<b>(309,687)</b>	<b>52,676</b>
<b>Nonoperating Revenues (Expenses)</b>					
Investment income	446,874	-	-	446,874	363,703
Interest expense	(77,446)	-	-	(77,446)	(100,553)
<b>Total Nonoperating Revenues (Expenses) - Net</b>	<b>369,428</b>	<b>-</b>	<b>-</b>	<b>369,428</b>	<b>263,150</b>
<b>Income (Loss) Before Operating Transfers</b>	<b>370,612</b>	<b>(311,527)</b>	<b>656</b>	<b>59,741</b>	<b>315,826</b>
Operating transfers in	661,804	400,220	-	1,062,024	2,392,397
Operating transfers out	(661,782)	(3,112)	-	(664,894)	(1,797,109)
<b>Net Income</b>	<b>370,634</b>	<b>85,581</b>	<b>656</b>	<b>456,871</b>	<b>911,114</b>
<b>Retained Earnings/Fund Balance at Beginning of Year</b>	<b>8,637,587</b>	<b>293,235</b>	<b>43,935</b>	<b>8,974,757</b>	<b>8,766,307</b>
<b>Residual Equity Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(702,664)</b>
<b>Retained Earnings/Fund Balance at End of Year</b>	<b>9,008,221</b>	<b>378,816</b>	<b>44,591</b>	<b>9,431,628</b>	<b>8,974,757</b>
<b>Contributed Capital at Beginning of Year</b>	<b>5,721,334</b>	<b>-</b>	<b>-</b>	<b>5,721,334</b>	<b>4,704,980</b>
<b>Current Year Contributions</b>	<b>200,136</b>	<b>-</b>	<b>-</b>	<b>200,136</b>	<b>313,690</b>
<b>Residual Equity Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>702,664</b>
<b>Contributed Capital at End of Year</b>	<b>5,921,470</b>	<b>-</b>	<b>-</b>	<b>5,921,470</b>	<b>5,721,334</b>
<b>Fund Equity at End of Year</b>	<b>\$ 14,929,691</b>	<b>\$ 378,816</b>	<b>\$ 44,591</b>	<b>\$ 15,353,098</b>	<b>\$ 14,696,091</b>

(see notes to the combined financial statements)



**City of Tallmadge, Ohio**  
**Combined Statement of Cash Flows**  
**All Proprietary Fund Types and Non-Expendable Trust Fund**  
**for the Year Ended December 31, 1999**

(With Comparative Totals for the Year Ended December 31, 1998)

	Proprietary Fund Types		Fiduciary	Totals	
	Enterprise	Internal Service	Non-Expendable	(Memorandum Only)	
			Trust	1999	1998
Cash Flows Provided by					
(Used in) Operating Activities					
Cash received from customers	\$ 2,875,302	\$ 785,098	\$ -	\$ 3,660,400	\$ 3,064,805
Cash payments to suppliers for goods/services	(1,424,496)	(937,577)	-	(2,362,073)	(2,428,939)
Cash payments to employees for services	(968,459)	(225,036)	-	(1,193,495)	(477,927)
Other operating revenues (uses)	56,693	124,741	-	181,434	(87,780)
Net Cash Provided By (Used in)					
Operating Activities	539,040	(252,774)	-	286,266	70,159
Cash Flows Provided by (Used in)					
Noncapital Financing Activities					
Operating transfers in	661,804	400,220	-	1,062,024	2,392,397
Operating transfers out	(661,782)	(3,112)	-	(664,894)	(1,797,109)
Residual Equity transfers in	-	-	-	-	702,664
Residual Equity transfers out	-	-	-	-	(702,664)
Net Cash Provided by					
Noncapital Financing Activities	22	397,108	-	397,130	595,288
Cash Flows Provided by (Used in)					
Capital & Related Financing Activities					
Acquisition and construction of capital assets	(657,890)	(15,647)	-	(673,537)	(498,960)
Contributed capital	200,136	-	-	200,136	-
Principal paid on notes/bonds	(563,000)	-	-	(563,000)	(1,093,000)
Interest paid on notes/bonds	(77,446)	-	-	(77,446)	(77,320)
Proceeds from sale of notes/bonds	4,320	-	-	4,320	730,000
Proceeds from sale of fixed assets	-	53	-	53	-
Net Cash (Used in) Capital and Related Financing Activities	(1,093,880)	(15,594)	-	(1,109,474)	(939,280)
Cash Flows Provided by (Used in)					
Investing Activities					
Net sales (purchases) of pooled investments	(799,919)	(126,159)	(8,063)	(934,141)	980,106
Interest on investments	446,874	-	761	447,635	355,371
Net Cash Provided by (Used in)					
Investing Activities	(353,045)	(126,159)	(7,302)	(486,506)	1,335,477
Net Increase (Decrease) in Cash	(907,863)	2,581	(7,302)	(912,584)	1,061,644
Cash at Beginning of Year	1,437,766	17,013	11,832	1,466,611	404,967
Cash at End of Year	\$ 529,903	\$ 19,594	\$ 4,530	\$ 554,027	\$ 1,466,611

(see notes to the combined financial statements)

(continued)

**City of Tallmadge, Ohio**  
**Combined Statement of Cash Flows**  
**All Proprietary Fund Types and Non-Expendable Trust Fund**  
**for the Year Ended December 31, 1999**

(With Comparative Totals for the Year Ended December 31, 1998)

	Proprietary Fund Types		Fiduciary	Totals	
	Enterprise	Internal Service	Non-Expendable Trust	(Memorandum Only)	
				1999	1998
<b>Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities:</b>					
Operating Income (Loss)	\$ 1,184	\$ (311,527)	\$ 656	\$ (309,687)	\$ 52,676
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities</b>					
Depreciation	409,563	30,460	-	440,023	440,109
(Gain)/loss on sale of fixed assets	(2,801)	1,051	-	(1,750)	-
<b>Change in assets and liabilities</b>					
Receivables	(161,811)	(23,851)	(316)	(185,978)	(183,869)
Inventory	27,657	(8,424)	-	19,233	(79,510)
Accounts payable	273,084	14,579	-	287,663	(154,804)
Accrued wages and benefits	1,607	(5,471)	-	(3,864)	(2,664)
Other	(9,443)	50,409	(340)	40,626	(1,779)
Total adjustments	537,856	58,753	(656)	595,953	17,483
Net cash provided by (used in) operating activities	\$ 539,040	\$ (252,774)	\$ -	\$ 286,266	\$ 70,159
<b>Reconciliation of Cash to Combined Balance Sheet</b>					
Cash-Combined Statement of Cash Flows	\$ 529,903	\$ 19,594	\$ 4,530		
Cash and Investments -Expendable Trust and Agency Funds	-	-	46,701		
Other Investments	4,641,169	171,611	39,675		
Equity in pooled cash and investments- Combined Balance Sheet	\$ 5,171,072	\$ 191,205	\$ 90,906		

(see notes to the combined financial statements)

**City of Tallmadge, Ohio  
December 31, 1999**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Tallmadge, Ohio (the "City") is incorporated as a municipal corporation under the laws of the State of Ohio. The City operates under a Mayor-Council form of government in accordance with a Charter which became effective as of January 1, 1996. This City provides the following services: security of persons and property (police and fire), public health and welfare, leisure time activities, transportation (highways and streets), public improvements, community development, water, sewers, and general governmental services.

**A. Reporting Entity**

For financial reporting purposes, the City's reporting entity includes all funds, account groups, agencies, boards and commissions for which the City is financially accountable. No component units are included in the definition of the City's reporting entity.

**B. Basis of Accounting**

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

The financial statements of the governmental fund types, the expendable trust funds and agency funds are prepared using the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they become measurable and available to finance current City operations. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for interest on general long-term debt which is recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available (i.e., collectible within the current period or within 60 days thereafter): investment earnings, income taxes, fines and forfeitures, and state-levied locally shared taxes (including motor vehicle fees). Reimbursements related to federally funded community development projects are recognized as revenue at the time qualified expenditures are made.

Certain property taxes, though measurable, are not intended to finance current period obligations; therefore, property taxes receivable are recorded as deferred revenue. The revenue will be recognized in the year for which it is levied.

Levied special assessments are measurable and have therefore been recorded as a receivable. Since the amounts recognized as a receivable will not be available to be used to pay obligations of the current period, equal amounts are also recorded as deferred revenue.

Other revenues, including licenses and permits, certain charges for services, and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

The proprietary fund types and the non-expendable trust fund are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when they are incurred. In accordance with Statement No. 20 of the Governmental Accounting Standards Board, the City has elected not to apply the provisions of the Statements and Interpretations of the Financial Accounting Standards Board issued after November 30, 1989. The City will continue applying all applicable pronouncements issued by the Governmental Accounting Standards Board ("GASB").

### C. Basis of Presentation-Fund Accounting

The accounting system is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

Amounts in the "Totals (Memorandum Only)" columns in the financial statements represent a summation of the combined financial statement line items of the fund types and account groups and are presented only for analytical purposes. The data in these columns do not present financial information in accordance with generally accepted accounting principles. The summation includes fund types and account groups that use different bases of accounting, and include interfund transactions that have not been eliminated. Consequently, amounts shown in the "Totals (Memorandum Only)" columns are not comparable to a consolidation.

The City uses the following fund types and account groups:

#### **Governmental Fund Types**

Governmental Funds are those through which most governmental functions typically are financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds and the nonexpendable trust fund) are accounted for through governmental funds. The measurement focus is upon determination of financial position and changes in financial position. The following are the City's Governmental Fund Types:

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

**Special Revenue Funds** - Special Revenue Funds are used to account for revenue derived from specific taxes, grants or other restricted revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

## City of Tallmadge, Ohio December 31, 1999

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

**Capital Projects Funds** - Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary fund types and the non-expendable trust fund).

### **Proprietary Fund Types**

Proprietary Funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to achieve sound financial administration. The measurement focus is based upon determination of net income, financial position and cash flows. The following are the City's Proprietary Fund types:

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

**Internal Service Funds** - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis. Currently, the City has two internal service funds. The Garage Revolving Fund, which accounts for the cost of the maintenance facility for all automotive equipment used by various City departments. The costs of services provided are billed to the various user departments. The other is the Self-Insurance Fund, which accounts for the payment of claims and operations of the City's medical insurance program. The cost of premiums is billed to the various user departments.

### **Fiduciary Fund Types**

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These funds include (a) expendable trust funds, (b) a non-expendable trust fund and (c) agency funds. The measurement focus of expendable trust funds is based upon determination of financial position and changes in financial position. The measurement focus of the non-expendable trust fund is based upon determination of net income, financial position and cash flows. Agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

### Account Groups

The following account groups are used to establish accounting control and accountability for the City's general fixed assets and general long-term obligations:

**General Fixed Assets Account Group** - This account group is established to account for fixed assets other than those accounted for in the proprietary fund types or non-expendable trust fund.

**General Long-Term Obligations Account Group** - This account group is established to account for all long-term obligations of the City that are not a specific liability of any proprietary fund type or non-expendable trust fund.

### D. Budget Requirements and Budgetary Accounting

The budgetary process is prescribed by the provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources and the Appropriation Ordinances, all of which are prepared using a basis of accounting other than generally accepted accounting principles (GAAP basis). The major difference between the budgetary basis and the GAAP basis is that financial transactions are recorded on a cash and encumbrance basis (budgetary basis) as opposed to when susceptible to accrual (GAAP). These budgetary documents are subject to amendment throughout the year, with the legal restriction that appropriations cannot exceed estimated resources as certified by the County Budget Commission. The initial level of budgetary control is established at the program level within the General Fund and at the fund level for all other funds of the City.

The City maintains budgetary control by not permitting expenditures to exceed appropriations at the initial level of budgetary control.

### Tax Budget

A budget of estimated cash receipts and disbursements is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

### Estimated Resources

The County Budget Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official Certificate of Estimated Resources which states the projected financial resources (including any carryover fund balance) of each fund. The total appropriations in any budget passed for the succeeding year cannot exceed the amount stated in the Certificate of Estimated Resources.

**City of Tallmadge, Ohio  
December 31, 1999**

**Appropriations**

A temporary appropriation measure to control expenditures must be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by April 1 of each year for the period January 1 to December 31. The appropriation measure may be amended or supplemented during the year as new information becomes available. Appropriation amendments were passed during the current year.

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. The encumbered appropriation balance is carried forward to the succeeding fiscal year and need not be reappropriated.

Council adopts appropriations at the fund level with the exception of the General Fund. The General Fund appropriations are adopted at the program level (i.e. police, recreation, etc.). Management may transfer appropriations within each fund and within each General Fund program as long as the totals are not exceeded.

**Encumbrances**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the future expenditure of funds are recorded in order to reserve a portion of the applicable appropriation, is utilized during the year for budgetary control purposes. Encumbrances outstanding at year-end are reported as expenditures under the City's budgetary basis of accounting. The City honors the contracts represented by year end encumbrances. For GAAP reporting purposes, encumbrances outstanding at year-end for governmental funds are reported as reservations of fund balances since they do not constitute expenditures or liabilities. For proprietary funds, outstanding year end encumbrances, if significant, are disclosed as purchase commitments in the notes to the financial statements.

**E. Budgetary Basis of Accounting**

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) - All Governmental Fund Types and Expendable Trust Funds is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts and disbursements. The major differences between the budgetary basis and the GAAP (generally accepted accounting principles) basis are:

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

- A. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);
- B. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP);
- C. Encumbrances are recorded as expenditures (budget) as opposed to a reservation of a fund balance (GAAP);
- D. Short-term note proceeds and note principal retirement are considered operating transactions (budget) as opposed to balance sheet transactions (GAAP).

A reconciliation of the results of operations for the year from the GAAP basis to the budgetary basis is shown below:

	Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses					Total
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Expendable Trust Funds	
GAAP basis	\$ (676,780)	\$ (60,016)	\$ (4,464)	\$ (1,171,716)	\$ (20,562)	\$ (1,933,538)
Increase (decrease) due to:						
Change in receivables and other assets not recognized on the budget basis - January 1 to December 31						
	(109,791)	(10,139)	0	(6,167)	(680)	(126,777)
Change in liabilities not recognized on the budget basis - January 1 to December 31						
	56,199	37,727	16,577	(396,393)	(8,656)	(294,546)
Net impact of encumbrances recognized as expenditures on the budget basis						
	(113,294)	(91,824)	0	1,237,942	0	1,032,824
Budget basis	<u>\$ (843,666)</u>	<u>\$ (124,252)</u>	<u>\$ 12,113</u>	<u>\$ (336,334)</u>	<u>\$ (29,898)</u>	<u>\$ (1,322,037)</u>



City of Tallmadge, Ohio  
December 31, 1999

F. Equity in Pooled Cash and Investments

Cash balances of all funds of the City are pooled and either held in a common group of bank accounts or invested in short-term investments. Investments are stated at fair market value. Adjustments to fair market value are made to securities held at year end. The net effect of these adjustments, along with realized gains and losses from the sale of investments, are recorded as a component of Investment Income.

For purposes of statements of cash flows, cash includes investments with maturities at date of purchase of three months or less.

G. Fixed Assets and Depreciation

The accounting and reporting treatment applied to the fixed assets is determined by their use. General fixed assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the Governmental Fund Types and capitalized (recorded and accounted for) in the General Fixed Assets Account Group. Infrastructure fixed assets, such as streets, storm sewers and drains, traffic signals and signs, are not capitalized by the City and are not reported as part of the General Fixed Assets Account Group.

Fixed assets used in Proprietary Fund Type operations are capitalized in the fund in which they are utilized. All fixed assets are recorded at historical cost or, if donated, at fair market value at the date received.

The City has elected not to record depreciation in the General Fixed Assets Account Group. Depreciation for the proprietary funds is determined by allocating the cost of the fixed assets over their estimated useful lives by the straight-line method. The estimated useful lives are as follows:

	<u>Years</u>
Buildings and Improvements	25
Equipment	3 - 25
Water/Sewer/Storm Water Lines	40

H. Grants and Other Intergovernmental Revenues

State grants and assistance awards made on the basis of entitlement programs are recorded as intergovernmental revenues when the entitlement occurs. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

### I. Inventory of Supplies

Inventories are stated at cost on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased and as an expense in the proprietary fund types when used.

Reported supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute "available spendable resources" even though it is a component of net current assets.

### J. Compensated Absences

The City utilizes the vesting method as permitted by Governmental Accounting Standards Board Statement No. 16, to accrue sick leave liability.

### K. Interfund Transactions

During the course of its operations, the City has numerous transactions between funds, most of which are in the form of transfers of resources to provide services, construct assets and service debt. Transfers for current operations are recorded as operating transfers. The classification of amounts recorded as operating transfers, advances, or equity contributions is determined by City management.

### L. Fund Balances (Governmental Funds)

Fund balances are reserved for encumbrances and inventories of supplies, as previously explained. The fund balance in the Debt Service Fund is reserved for retirement of general obligation debt.

### M. Residual Equity Transfers

The City records the transfer of residual balances of discontinued funds to the receiving funds as residual equity transfers.

### N. Reclassifications

Certain amounts in the 1998 "Totals (Memorandum Only)" columns have been reclassified to conform to the current year presentation.

### O. New Accounting Standards

The Governmental Accounting Standards Board has issued Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions" and Statement No. 34 "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". These statements establish accounting standards for non-exchange transactions such as grants and other assistance provided to the City by other governmental units and revise accounting and reporting

**City of Tallmadge, Ohio  
December 31, 1999**

standards for general purpose external financial reporting by governmental units. Statement No. 33 is effective for the City's year ending December 31, 2001 and Statement No. 34 is effective for the year ending December 31, 2003. The City has not completed an analysis of the impact of these two statements on its reported financial condition and results of operations.

**NOTE 2 - COMPLIANCE AND ACCOUNTABILITY**

**A. Fund Deficit**

Within the Expendable Trust Funds, the Police Pension Fund deficit of \$54,570 will be eliminated by a transfer from the General Fund.

Within the Capital Project Funds, the West Avenue Improvement Fund deficit of \$1,046,038 is a result of certain short-term notes payable amounts that have been recorded as a General Obligation Note Payable. This deficit will be refunded by future long-term general obligation borrowings.

**B. Expenditures in Excess of Appropriations**

There were no instances where expenditures exceeded appropriations at the legal level of budgetary control for the year ended December 31, 1999.

**NOTE 3 - CASH AND INVESTMENTS**

**A. Policies and Practices**

Ohio law requires the classification of funds held by the City into three categories which determines the type of investments which can be made. These categories are described below.

Category 1 consists of "active" funds - those funds required to be kept in a "cash" or "cash equivalent" status for immediate use by the City. Such funds must be maintained either as cash in the City treasury or in depository accounts payable or withdrawable on demand accounts, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use for up to five (5) years as defined by the City's Investment Policy. Previously, inactive funds represented those funds not required for use within the current two-year period of designation of depositories. It includes all funds not classified as either "active" or "interim". The City's Investment Policy also placed a total cap on inactive funds as 20% of the total portfolio. Inactive funds may be deposited or invested for up to a maximum of five (5) years in any allowable security in which "active" or "interim" funds can be invested.

# Notes to the Combined Financial Statements

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(continued)

## City of Tallmadge, Ohio December 31, 1999

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Category 3 consists of "interim" funds - those funds which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- Bonds, notes or other direct obligations of or guaranteed by the United States or its agencies or instrumentalities or those for which the full faith and credit of the United States is pledged for payment of principal and interest including but limited to: obligations issued by the United States Treasury, Government National Mortgage Association (GNMA), Federal National Mortgage Association (FNMA), Federal Farm Credit Bank (FFCB), Federal Home Loan Bank (FHLB), and Federal Home Loan Mortgage Corporation (FHLMC);
- Bonds, notes, debentures or other obligations or securities issued by any federal government agency or the Export-Import Bank of Washington;
- Repurchase agreements in the securities enumerated above;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio; and
- The State Treasury Asset Reserve (STAR Ohio).

Notwithstanding the foregoing requirements, the City may invest any monies not required to be used for a period of six months in the following classes of investments:

- Bonds, notes or other obligations guaranteed by the United States, or those for which the full faith of the United States is pledged for payment of principal and interest;
- Discount notes of the Federal National Mortgage Association;
- Bonds of the State of Ohio; and
- Bonds of any municipal corporation, village, county, township or other political subdivision of Ohio, as to which there is no default of principal, interest or coupons.

**City of Tallmadge, Ohio  
December 31, 1999**

Ohio law requires that deposits be placed in eligible banks or domestic building and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities having an aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral may be pledged as a pool for all public deposits held by an individual financial institution in amounts equal to at least 110% of the carrying value of all public deposits held by the institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state or any instrumentality of such county, municipal corporation or other authority.

**B. Deposits**

At December 31, 1999, the carrying amount of the City's deposits was an overdraft of \$352,046 and the bank balance was \$2,509, which was covered by federal depository insurance. The difference between the carrying amount and the bank balance primarily represents outstanding checks.

**C. Investments**

As required by GASB Statement No. 3, the City's investments at December 31, 1999 are categorized below to give an indication of the level of custodial credit risk assumed by the City at year-end. The categories are described as follows:

- Category 1 Insured or registered, or for which the securities are held by the City or its agent in the City's name.
- Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

	Risk Category			Carrying Amount (Fair Value)
	1	2	3	
Categorized Investments:				
Repurchase Agreements	\$ 0	\$ 0	\$ 1,325,000	\$ 1,325,000
U.S. Government Securities	7,993,398	0	0	7,993,398
<b>Total Categorized Investments</b>	<b>\$ 7,993,398</b>	<b>\$ 0</b>	<b>\$ 1,325,000</b>	<b>9,318,398</b>
Non-Categorized Investment				
STAR Ohio				515,644
<b>Total Investments</b>				<b>\$ 9,834,042</b>

STAR Ohio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form. STAR Ohio is an investment pool created pursuant to Ohio statutes and managed by the Treasurer of the State of Ohio. STAR Ohio is not registered with the Securities and Exchange Commission 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 redeemed for on December 31, 1999.

### NOTE 4 - RECEIVABLES

The City's receivables by fund type consist of the following:

	General	Special Revenue	Capital Projects	Enterprise	Internal Service	Trust and Agency
Property Taxes	\$ 728,260	\$ 1,062,367	\$ 0	\$ 0	\$ 0	\$ 102,858
City Income Taxes	718,990	0	0	0	0	0
Utility Billings	0	0	0	487,794	0	0
Special Assessments	4,815	0	0	1,630,881	0	0
Interest	44,257	5,726	12,885	90,861	0	807
Other	162,151	42,931	0	0	24,996	680
<b>Total</b>	<b>\$ 1,658,473</b>	<b>\$ 1,111,024</b>	<b>\$ 12,885</b>	<b>\$ 2,209,536</b>	<b>\$ 24,996</b>	<b>\$ 104,345</b>

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

### NOTE 5 - FIXED ASSETS

#### A. General Fixed Assets

A summary of changes in the General Fixed Assets Account Group follows:

	Balance January 1, 1999	Additions	Deletions	Balance December 31, 1999
Land	\$ 1,972,864	\$ 259,952	\$ (9,830)	\$ 2,222,986
Buildings and Improvements	5,014,448	100,410	(257,657)	4,857,201
Equipment/Storm Waterlines	7,738,557	705,685	(246,839)	8,197,403
Construction in Progress	90,788	68,506	(90,788)	68,506
Total	\$ 14,816,657	\$ 1,134,553	\$ (605,114)	\$ 15,346,096

#### B. Proprietary Fund Type Fixed Assets

A summary of proprietary fund type property, plant and equipment at December 31, 1999 follows:

	Enterprise	Internal Service	Total
Land	\$ 176,049	\$ 0	\$ 176,049
Buildings and Improvements	1,246,907	0	1,246,907
Equipment	804,040	347,169	1,151,209
Water/Sewer Lines	12,944,358	0	12,944,358
Construction in Progress	94,108	0	94,108
Total	15,265,462	347,169	15,612,631
Less Accumulated Depreciation	(5,956,850)	(146,996)	(6,103,846)
Net	\$ 9,308,612	\$ 200,173	\$ 9,508,785

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

### NOTE 6 - CAPITAL LEASES

During 1999, the City entered into a lease agreement as a lessee for financing the acquisition of a medic ambulance. This lease qualifies as a capital lease for accounting purposes and was recorded in the General Fixed Assets Account Group and General Long-Term Obligations Account Group at \$133,350, representing the present value of the payments required under the lease.

During 1999, the City exercised its option to purchase the Community/Senior Center under its Capital Lease Agreement pertaining to that facility. The total purchase price paid by the City was \$1,125,000 and was recorded in the General Fixed Assets Account Group.

The future minimum lease payments and the net present value of the minimum lease payments under capital leases as of December 31, 1999 were as follows:

<u>Year Ending December 31,</u>	<u>General Long-Term Obligations</u>
2000	\$ 91,066
2001	47,288
	<u>\$ 138,354</u>
Less: amount representing interest	<u>(11,144)</u>
Present value of minimum lease payments	<u><u>\$ 127,210</u></u>

### NOTE 7 - LONG-TERM OBLIGATIONS AND NOTES PAYABLE

#### A. LONG-TERM OBLIGATIONS

A summary of the changes in the City's long-term obligations for the year ended December 31, 1999 is as follows:



# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

	Balance January 1,	Additions	Reductions	Balance December 31,
<b>Enterprise Funds Obligations:</b>				
<b>Special Assessment Debt:</b>				
4.41% 1993 Northeast/Martindale Water	\$ 200,000	\$ 0	\$ 40,000	\$ 160,000
3.70% 1992 Southwest Sanitary Sewer and Water	341,000	0	25,000	316,000
6.60% 1990 Norton/Beachler Waterline	26,000	0	13,000	13,000
5.862% 1996 N.W. Quad Sanitary Sewer	420,000	0	15,000	405,000
4.560% 1998 Ernest Waterline	285,000	0	25,000	260,000
<b>Total</b>	<b>\$ 1,272,000</b>	<b>\$ 0</b>	<b>\$ 118,000</b>	<b>\$ 1,154,000</b>
<b>General Long-Term Obligations Account Group:</b>				
<b>General Obligation Bonds:</b>				
3.70% 1992 Tallmadge Woods	\$ 584,000	\$ 0	\$ 45,000	\$ 539,000
6.54% 1995 Concrete Streets	1,140,000	0	40,000	1,100,000
5.120% 1998 Storm Water Improvement	2,400,000	0	75,000	2,325,000
	4,124,000	0	160,000	3,964,000
<b>Other Obligations:</b>				
Accrued wages and benefits-compensated absences	733,302	0	230,547	502,755
Capital Leases (Note 6)	631,294	133,350	637,434	127,210
	1,364,596	133,350	867,981	629,965
<b>Total</b>	<b>\$ 5,488,596</b>	<b>\$ 133,350</b>	<b>\$ 1,027,981</b>	<b>\$ 4,593,965</b>

The City's debt service requirements subsequent to December 31, 1999 for its bonded debt are:

	Enterprise Funds Special Assessment Debt		General Long-Term Obligations Account Group General Obligation Bonds	
	Principal	Interest	Principal	Interest
2000	\$ 118,000	\$ 63,960	\$ 165,000	\$ 222,120
2001	105,000	58,017	170,000	213,678
2002	105,000	52,839	175,000	204,850
2003	105,000	47,557	180,000	195,645
2004	75,000	42,170	190,000	186,045
Thereafter	646,000	212,510	3,084,000	1,308,077
<b>Total</b>	<b>\$ 1,154,000</b>	<b>\$ 477,053</b>	<b>\$ 3,964,000</b>	<b>\$ 2,330,415</b>

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

### B. NOTES PAYABLE

The following is a summary of notes payable transactions for the year ended December 31, 1999:

	Balance January 1	Issued	Retired	Balance December 31
Enterprise Fund Obligations:				
3.848% Washburn Waterline	\$ 445,000	\$ 0	\$ 445,000	\$ 0
Total	<u>\$ 445,000</u>	<u>\$ 0</u>	<u>\$ 445,000</u>	<u>\$ 0</u>
Capital Project Fund Obligation:				
3.848% West Ave. Streetscape due in 1999	\$ 1,155,000	\$ 0	\$ 1,155,000	\$ 0
3.480% West Ave. Streetscape due in 2000	0	1,155,000	0	1,155,000
Total	<u>\$ 1,155,000</u>	<u>\$ 1,155,000</u>	<u>\$ 1,155,000</u>	<u>\$ 1,155,000</u>

### C. DEBT CAPACITY AND SECURITY

At December 31, 1999, the City had the ability to issue approximately \$12.9 million of additional, unvoted, general obligation debt.

All obligations are backed by the full faith and credit of the City. In addition, the special assessment bonds are secured by special assessments levied against certain property owners. Although the obligations of the enterprise funds are general obligations of the City, the practice has been to have the debt serviced by special assessments received by the enterprise funds.

### NOTE 8 - LOCAL TAX REVENUES

#### A. Income Taxes

An income tax of 2% is levied on substantially all income earned within the City. In addition, residents of the City are required to pay City income taxes on income earned outside the City; however, credit is allowed for income taxes paid to other municipalities up to 100% of the City's current tax rate. The City renewed the 2% income tax at the primary election held on September 7, 1999 for the period commencing March 1, 2000 through February 28, 2005.

Employers within the City are required to withhold income tax on employee compensation and remit this tax to the City at least quarterly. Corporations and self-employed individual taxpayers are required to pay estimated taxes quarterly and file a declaration annually with the City.

**City of Tallmadge, Ohio  
December 31, 1999**

Total income tax revenue for the year ended December 31, 1999 was \$6,496,482. This amount was recognized in the General Fund in the accompanying combined financial statements.

**B. Property Taxes**

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Taxes collected from real property (other than public utility) in one calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. All property is required to be revalued every six years with a triennial update. Real property taxes to be received by the City in 1999 were based upon property values which were updated in 1996. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due January 20, with the remainder payable June 20. In certain circumstances, state statute permits earlier or later payment dates to be established.

Tangible personal property taxes (for tangible property other than public utility property) are levied in the preceding calendar year and attach as a lien on January 1 of the current calendar year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25% of its true value as determined as of the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30 with the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values as of December 31 of the second year preceding the tax collection year, the lien date. The majority of public utility tangible personal property currently is assessed at 35% of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the City its portion of the taxes collected with final settlement in June and December for taxes payable in the first and second halves of the year, respectively.

The City records property taxes receivable and deferred revenue as of the levy date as the amounts are not intended to finance the operations of the current period.

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

The assessed values of real and tangible personal property upon which 1999 property tax receipts were based are shown as follows:

Real Property - 1998 Tax Valuation	\$	258,429,150
Public Utility Property - 1998 Tax Valuation		8,984,160
Tangible Personal Property - 1998 Tax Valuation		<u>39,269,410</u>
Total	\$	<u><u>306,682,720</u></u>

Total property tax revenue recognized by fund type for the year ended December 31, 1999 is as follows:

<u>Fund</u>	<u>Amount</u>
General	\$ 585,311
Special Revenue	921,998
Expendable Trust	<u>81,217</u>
Total	<u><u>\$ 1,588,526</u></u>

### NOTE 9 - PENSIONS

#### A. Employees and Plans

Full-time, permanent employees of the City and certain part-time employees belong to one of two state operated, cost-sharing, multiple-employer pension plans. Non-uniformed employees are members of the Public Employees Retirement System of Ohio (PERS). Full-time police and fire personnel are members of the Ohio Police and Fire Pension Fund (OP&F). The Ohio Revised Code requires participation for the above mentioned employees. Elected officials participate in PERS on a voluntary basis.

**City of Tallmadge, Ohio  
December 31, 1999**

**B. Public Employees Retirement System of Ohio (PERS)**

All employees of the City are required to be members of the PERS, a cost-sharing, multiple-employer pension plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by State statute per Chapter 145 of the Ohio Revised Code. PERS issues a stand-alone financial report that includes financial statements and required supplementary information. The financial report may be obtained by making a written request to the Public Employees Retirement System of Ohio, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-PERS (7377).

Benefits fully vest upon reaching five years of service and are established by state statute. Employees may retire at any age with 30 years of service, at age 60 with a minimum of five years of credited service and at age 55 with a minimum of 25 years of service. Those individuals retiring with less than 30 years of service or prior to age 65 receive reduced retirement benefits. Eligible employees are entitled to an annual retirement benefit, payable monthly for life, equal to 2.1% of their final average salary for each year of credited service up to 30 years. Employees are entitled to 2.5% of their final average salary for each year of service over 30 years. Final average salary is the employee's average salary over the highest three years of earnings. PERS also provides survivor, disability and health care benefits.

The Ohio Revised Code provides statutory authority for employee and employer contributions. Employees other than law enforcement personnel are required to contribute 8.5% of their covered payroll to PERS. The current employer contribution rate for local government employer units is 13.55% of covered payroll including 4.2% that is used to fund postretirement healthcare benefits. The City's total contributions to PERS for pension benefits for the years ended December 31, 1999, 1998 and 1997 were \$429,526, \$421,819 and \$398,696 respectively, equal to the required contributions for each year.

**C. Ohio Police and Fire Pension Fund (OP&F)**

The City contributes to the OP&F, a cost sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The 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.

# Notes to the Combined Financial Statements

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(continued)

## City of Tallmadge, Ohio December 31, 1999

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Members of the OP&F become partially vested after 15 years of service and fully vested after 25 years of service. Members are eligible for normal retirement benefits at age 48 with 25 years of service credit or at age 62 with 15 years of service credit. The normal retirement benefit is equal to 2.5% of annual earnings for each of the first 20 years of service, 2.0% for each of the next five years of service, and 1.5% for each year of service thereafter; however, this normal retirement benefit is not to exceed 72% of the member's average annual salary for the three years during which total earnings were the greatest. Early retirement with reduced benefits is available to members with 15 years of service credit who have attained age 48 or 25 years from the date the member became a qualified employee. The reduced benefit is equal to 1.5% of the average annual salary multiplied by the number of complete years of service.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0%, respectively, for police officers and firefighters. The City's contributions to OP&F for the years ended December 31, 1999, 1998 and 1997 were \$395,929, \$365,030 and \$326,541 respectively, equal to the required contributions for each year.

### D. Health Care

Public Employees Retirement System of Ohio provides postretirement health care coverage to age and service retirants with 10 or more years of qualifying Ohio service credit and to primary survivor recipients of such retirants. Health care coverage for disability recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefits (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to PERS. For local government employer units, the employer contribution rate was 13.55% of covered payroll; 4.2% was the portion that was used to fund health care for the year 1999. During 1999 and 1998, \$133,137 and \$130,748, respectively, of the City's total contribution to PERS was used for postretirement benefits.

**City of Tallmadge, Ohio  
December 31, 1999**

OPEB are financed through employer contributions and investment earnings there on. The contributions allocated to retiree health care, along with investment income on allocated assets and periodic adjustments in health care provisions, are expected to be sufficient to sustain the program indefinitely.

PERS expenditures for OPEB during 1999 were \$524 million. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9.9 billion. The number of benefit recipients eligible for OPEB at December 31, 1999 was 118,062.

OP&F provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or an individual under the age of 22 if attending full-time or on a 2/3 basis. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No.12. The Ohio Revised Code provides that health care costs paid from the funds of OP&F shall be included in the employer's contribution rate. The Ohio Revised Code also provides the statutory authority allowing the OP&F Board of Trustees to provide health care coverage to all eligible individuals. Health care funding and accounting is on a pay-as-you-go basis. Currently, 7% of covered payroll, the board-defined allocation, is used to pay retiree health care expenses. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

Total state-wide participants eligible to receive health care benefits as of December 31, 1998 (latest information available) were 11,424 police and 9,186 firefighters. The City's 1999 contributions actually made to pay postretirement health care benefits for police were \$85,422 and \$37,779 for firefighters. The Fund's total health care costs for the year ended December 31, 1998 (latest information available) were \$78.6 million. Expenditures for postretirement health care benefits cannot reasonably be estimated.

# Notes to the Combined Financial Statements

(continued)

## City of Tallmadge, Ohio December 31, 1999

### NOTE 10 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains ten enterprise funds which provide water and sewer services. Segment information as of December 31, 1999 and for the year then ended for the enterprise funds is summarized as follows:

	Sanitary Sewer Services	Water Services	Total
Operating Revenues	\$ 1,413,588	\$ 1,683,019	\$ 3,096,607
Operating Expenses:			
Depreciation	191,431	218,132	409,563
Other	1,110,015	1,575,845	2,685,860
Operating Income	112,142	(110,958)	1,184
Operating Transfers In	104,925	556,879	661,804
Operating Transfers Out	(106,711)	(555,071)	(661,782)
Net Income	399,303	(28,669)	370,634
Current Capital Contributions	0	200,136	200,136
Fixed Assets			
Additions	88,528	569,362	657,890
Net Working Capital	4,933,056	1,794,653	6,727,709
Total Assets	9,095,285	7,661,895	16,757,180
Bonds and Other Long-Term Liabilities Outstanding	616,338	537,662	1,154,000
Total Equity	8,289,072	6,640,619	14,929,691
Encumbrances at December 31, 1999	\$ 17,292	\$ 36,863	\$ 54,155



**City of Tallmadge, Ohio  
December 31, 1999**

**NOTE 11 - COMPENSATED ABSENCES**

Vacation leave is accumulated based upon length of service and is credited to employees after 1 year of service. In the case of death, termination or retirement, an employee (or his or her estate) is paid any earned but unused vacation leave for the current year and, in addition, is compensated for any unused vacation leave accrued to his or her credit for the immediately preceding year up to a maximum of 10 days; 12 days for firefighters.

In general, City employees accumulate sick leave at a rate of .0575 hours per hour of service. Upon termination, an employee with at least 7 years of service may receive accumulated sick leave not to exceed a maximum of 150 days. Teamsters are paid upon retirement 100% of banked sick leave and one fourth of their accrued balance not to exceed 120 days. Banked sick leave is sick leave accrued before 1984. Termination payments are calculated using the rate of pay at the date of termination.

The City accrues vacation and sick pay benefits as earned by its employees. For Governmental Fund Types, the liability not expected to be liquidated with expendable, available financial resources is recorded in the General Long-Term Obligations Account Group.

**NOTE 12 - CONTINGENT LIABILITIES**

There is certain pending and threatened litigation against the City. The City's management, after consultation with the City's Law Director, is of the opinion that the ultimate outcome of the pending and threatened litigation will not materially affect the City's financial position.

**NOTE 13 - INSURANCE COVERAGE**

The City is exposed to various risks of loss during the normal course of its operations including, but not limited to, loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. The City generally purchases commercial insurance to reduce its exposure to risk of loss.

The City carries Insurance for General Liability, Auto Liability and Law Enforcement Liability with limits of \$11,000,000 per occurrence. The City also carries \$5,000,000 of Public Officials Liability coverage. The City also purchases insurance for the buildings and contents of all City locations and physical damage to vehicles with various deductibles. The City is insured through the State of Ohio for workers' compensation and provides employee health care benefits through a commercial insurance carrier.

Settled claims have not exceeded the City's insurance coverage in any of the past three years.

# Notes to the Combined Financial Statements

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(continued)

## City of Tallmadge, Ohio December 31, 1999

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The City has elected to provide employee comprehensive medical benefits through a self-insured program. The City maintains a self-insurance internal service fund to account for and finance its uninsured risk of loss in this program. This plan provides a comprehensive medical plan with no deductibles. The plan also provides dental care. In some instances, there may be co-pay amount or an 80/20 split in liability. A third-party administrator, Klais and Company located in Akron, Ohio reviews and pays all claims. Stop-loss coverage is based on actual claims paid, not incurred, during the contract year. The City pays the required monthly premium into the Self-Insurance fund with employee participation of 5% of such premium withheld as a payroll deduction from each covered employee up to a specified amount by ordinance or contract. This amount is deposited into the Self-Insurance fund.

The claims liability of \$50,409 reported in the fund at December 31, 1999, is based on the requirements of Governmental Accounting Standards Board Statement No.10, which provides that a liability for unpaid claims cost, including estimates of cost relating to incurred but not reported claims, be reported. This is the first year for Self-Insurance and there is no disclosure of change from year to year.

# *City of Tallmadge*



## *Combining Financial Statements Section*



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**City of Tallmadge, Ohio**

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**GENERAL FUND**

**THE GENERAL FUND ACCOUNTS FOR ALL FINANCIAL RESOURCES EXCEPT THOSE  
REQUIRED TO BE ACCOUNTED FOR IN A SEPARATE FUND.**

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**City of Tallmadge, Ohio**  
**Balance Sheet - General Fund**  
**December 31, 1999**

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	<u>General</u>
<b>Assets</b>	
Equity in pooled cash and investments	\$ 1,720,653
Receivables	<u>1,658,473</u>
<b>Total Assets</b>	<u><u>\$ 3,379,126</u></u>
<b>Liabilities</b>	
Accounts payable	\$ 79,056
Accrued wages and benefits	286,009
Other liabilities	20,865
Deferred revenue	<u>756,147</u>
<b>Total Liabilities</b>	<u>1,142,077</u>
Reserved for encumbrances	299,134
Unreserved - undesignated	<u>1,937,915</u>
<b>Total Fund Equity</b>	<u>2,237,049</u>
<b>Total Liabilities and Fund Equity</b>	<u><u>\$ 3,379,126</u></u>

**City of Tallmadge, Ohio**  
**Statement of Revenues, Expenditures and Change in Fund Balance**  
**General Fund**  
**for the Year Ended December 31, 1999**

	General
<b>Revenues</b>	
Taxes	\$ 7,159,833
Intergovernmental	1,477,672
Charges for services	253,812
Fines, licenses and permits	233,720
Investment interest	100,056
Special assessments	1,695
Miscellaneous	53,552
Total Revenues	9,280,340
<b>Expenditures</b>	
Current:	
Security of persons and property	2,568,098
Public health and welfare	108,812
Leisure time activities	477,005
Community development	320,732
General government	2,217,756
Capital outlay	411,659
Total Expenditures	6,104,062
Excess (Deficiency) of Revenues Over Expenditures	3,176,278
<b>Other Financing Sources (Uses)</b>	
Proceeds from sale of fixed assets	350,000
Operating transfers in	124,062
Operating transfers out	(4,327,120)
Total Other Financing Sources (Uses)	(3,853,058)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(676,780)
Fund Balance at Beginning of Year	2,913,829
Fund Balance at End of Year	\$ 2,237,049

**City of Tallmadge, Ohio**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**for the Year Ended December 31, 1999**

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
<b>Revenues</b>			
Taxes			
Personal property	\$ 87,518	\$ 88,036	\$ 518
Real estate (public utility)	507,684	497,275	(10,409)
Income tax	7,201,000	6,496,482	(704,518)
Intergovernmental revenues	954,290	1,167,117	212,827
Rollback	65,012	66,118	1,106
Inheritance	123,000	147,240	24,240
Charges for services	246,891	253,812	6,921
Fines, licenses and permits	244,700	233,908	(10,792)
Investment income	181,125	181,125	-
Special assessments	-	8,283	8,283
Sale of Library	-	350,000	350,000
Miscellaneous	101,115	55,996	(45,119)
<b>Total Revenues</b>	<b>9,712,335</b>	<b>9,545,392</b>	<b>(166,943)</b>
<b>Expenditures</b>			
Current:			
Security of persons and property			
Police	2,512,343	2,480,234	32,109
Capital outlay	124,500	124,043	457
Public health and welfare	110,000	108,812	1,188
Leisure time activities			
Recreation	545,400	529,463	15,937
Capital outlay	842,000	826,057	15,943
Community environment			
Building	181,700	180,346	1,354
Zoning	149,300	143,479	5,821
General government			
Capital Outlay	104,700	103,767	933
Mayor	143,100	140,968	2,132
Director of Administration	288,600	288,439	161
Finance Director	370,700	369,585	1,115
Law Director	251,500	247,680	3,820
Service Director	301,100	291,289	9,811
Council	165,800	155,070	10,730
Treasurer	251,900	251,306	594
Civil Service	44,500	39,869	4,631
Custodian	201,000	200,023	977
Library	2,000	1,510	490
General administration	213,000	191,073	21,927
Boards and commissions	15,800	10,676	5,124
<b>Total Expenditures</b>	<b>6,818,943</b>	<b>6,683,689</b>	<b>135,254</b>



**City of Tallmadge, Ohio**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - General Fund**  
**for the Year Ended December 31, 1999**

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	2,893,392	2,861,703	(31,689)
<b>Other Financing Sources (Uses)</b>			
Operating transfers in			
Cops	90,000	89,119	(881)
Operating transfers out			
Community Development	(60,000)	(60,000)	-
Police Pension	(187,000)	(157,750)	29,250
Street Maintenance & Repair	(1,663,000)	(1,663,000)	-
Fire and EMS	(540,000)	(540,000)	-
General Infrastructure Reserve	(116,900)	(72,385)	44,515
Debt Service	(391,000)	(390,136)	864
Fire/EMS Capital	(100,000)	(100,000)	-
Storm Water	(250,000)	(100,000)	150,000
West Ave Improvement	(195,000)	(170,000)	25,000
Self - Insurance	(200,000)	(150,000)	50,000
South Avenue Improvement	(90,000)	(90,000)	-
Local Law Enforcement Block Grant	(1,217)	(1,217)	-
Garage Revolving	(300,000)	(300,000)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(4,004,117)</b>	<b>(3,705,369)</b>	<b>298,748</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(1,110,725)</b>	<b>(843,666)</b>	<b>267,059</b>
Fund Balance at Beginning of Year	2,148,943	2,148,943	-
Decertification of prior year encumbrances	28,030	28,030	-
<b>Fund Balance at End of Year</b>	<b>\$ 1,066,248</b>	<b>\$ 1,333,307</b>	<b>\$ 267,059</b>

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## City of Tallmadge, Ohio

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### SPECIAL REVENUE FUNDS

SPECIAL REVENUE FUNDS ARE USED TO ACCOUNT FOR TYPES OF RESOURCES (OTHER THAN EXPENDABLE TRUSTS OR FOR MAJOR CAPITAL PROJECTS) FOR WHICH SPECIFIC USES ARE MANDATED BY CITY ORDINANCES OR FEDERAL AND STATE STATUTES. THE TITLE OF EACH SPECIAL REVENUE FUND IS DESCRIPTIVE OF THE ACTIVITIES ACCOUNTED FOR THEREIN. THE SPECIAL REVENUE FUNDS ARE:

#### FIRE/EMS LEVY

To account for property tax collections received through a (5) five year tax levy. Additional sources of revenue include interest earnings. Expenditures are for the operations of the fire and emergency medical service programs and staff.

#### FIRE/EMS CAPITAL

To accumulate a portion of the fire and EMS property tax collections to be used exclusively for renovation and acquisition of capital equipment (assets).

#### STATE HIGHWAY

Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of the state highways within the City.

#### STREET MAINTENANCE AND REPAIR

Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

#### LOCAL LAW ENFORCEMENT BLOCK GRANT

To account for money awarded from the federal government for crime interdiction to aggressively pursue high crime areas of Tallmadge.

#### ALCOHOL ENFORCEMENT AND EDUCATION

Required by the Ohio Revised Code Section 4511.99 to account for fines received from offenders. Used in educating the public of laws governing the operation of a motor vehicle and the dangers of the operation of a motor vehicle while under the influence of alcohol.

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## City of Tallmadge, Ohio

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### DRUG LAW ENFORCEMENT

To account for fines received by the City that are restricted under the Ohio Revised Code to subsidizing law enforcement efforts that pertain to drug offenses.

### LAW ENFORCEMENT TRUST

To account for proceeds from the sale of contraband that are restricted to subsidizing law enforcement efforts.

### COMMUNITY DEVELOPMENT

To account for monies received from the Community Development Block Grant Project.

### COPS

To account for monies received from State and Federal Grants for community oriented policing services.

**City of Tallmadge, Ohio  
Combining Balance Sheet  
All Special Revenue Funds  
December 31, 1999**

	<u>Fire/EMS Levy</u>	<u>Fire/EMS Capital</u>	<u>State Highway</u>	<u>Street Maintenance and Repair</u>	<u>Local Law Enforcement Block Grant</u>
<b>Assets</b>					
Equity in pooled cash and investments	\$ 106,140	\$ 87,771	\$ 52,536	\$ 567,904	\$ 47
Receivables	1,078,666	1,652	2,046	28,392	23
Inventory of supplies	-	-	-	107,950	-
<b>Total Assets</b>	<u><u>\$ 1,184,806</u></u>	<u><u>\$ 89,423</u></u>	<u><u>\$ 54,582</u></u>	<u><u>\$ 704,246</u></u>	<u><u>\$ 70</u></u>
<b>Liabilities</b>					
Accounts payable	\$ 2,320	\$ -	\$ -	\$ 29,436	\$ -
Accrued wages and benefits	92,517	-	126	58,069	64
Deferred revenue	1,064,480	867	-	-	6
<b>Total Liabilities</b>	<u>1,159,317</u>	<u>867</u>	<u>126</u>	<u>87,505</u>	<u>70</u>
<b>Fund Balance</b>					
Reserved for encumbrances	12,600	23,908	-	98,339	-
Reserved for inventory	-	-	-	107,950	-
Unreserved - undesignated	12,889	64,648	54,456	410,452	-
<b>Total Fund Balance</b>	<u>25,489</u>	<u>88,556</u>	<u>54,456</u>	<u>616,741</u>	<u>-</u>
<b>Total Liabilities and Fund Balance</b>	<u><u>\$ 1,184,806</u></u>	<u><u>\$ 89,423</u></u>	<u><u>\$ 54,582</u></u>	<u><u>\$ 704,246</u></u>	<u><u>\$ 70</u></u>

<u>Alcohol Enforcement and Education</u>	<u>Drug Law Enforcement</u>	<u>Law Enforcement Trust</u>	<u>Community Development</u>	<u>Cops</u>	<u>Total</u>
\$ 3,951	\$ 8,857	\$ 6,029	\$ 14,328	\$ -	\$ 847,563
125	120	-	-	-	1,111,024
-	-	-	-	-	107,950
<u>\$ 4,076</u>	<u>\$ 8,977</u>	<u>\$ 6,029</u>	<u>\$ 14,328</u>	<u>\$ -</u>	<u>\$ 2,066,537</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,756
-	-	-	83	362	151,221
-	-	-	-	-	1,065,353
-	-	-	83	362	1,248,330
-	-	-	388	-	135,235
-	-	-	-	-	107,950
<u>4,076</u>	<u>8,977</u>	<u>6,029</u>	<u>13,857</u>	<u>(362)</u>	<u>575,022</u>
<u>4,076</u>	<u>8,977</u>	<u>6,029</u>	<u>14,245</u>	<u>(362)</u>	<u>818,207</u>
<u>\$ 4,076</u>	<u>\$ 8,977</u>	<u>\$ 6,029</u>	<u>\$ 14,328</u>	<u>\$ -</u>	<u>\$ 2,066,537</u>

**City of Tallmadge, Ohio**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**All Special Revenue Funds**  
**for the Year Ended December 31, 1999**

	Fire/EMS Levy	Fire/EMS Capital	State Highway	Street Maintenance and Repair	Local Law Enforcement Block Grant
<b>Revenues</b>					
Taxes	\$ 930,494	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	103,077	-	35,773	500,681	10,949
Charges for services	19,534	-	-	38,097	-
Fines, licenses and permits	37	-	-	-	-
Investment income	18,261	7,485	-	-	64
Special assessments	-	-	-	-	-
Miscellaneous	16,778	-	2,178	13,495	-
<b>Total Revenues</b>	<u>1,088,181</u>	<u>7,485</u>	<u>37,951</u>	<u>552,273</u>	<u>11,013</u>
<b>Expenditures</b>					
Current:					
Security of persons & property	1,570,501	-	-	-	12,030
Public health and welfare	-	-	-	47,021	-
Leisure time activities	-	-	-	205,362	-
Transportation	-	-	42,594	1,167,901	-
Capital outlay	-	164,277	-	712,883	-
<b>Total Expenditures</b>	<u>1,570,501</u>	<u>164,277</u>	<u>42,594</u>	<u>2,133,167</u>	<u>12,030</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(482,320)	(156,792)	(4,643)	(1,580,894)	(1,017)
<b>Other Financing Sources (Uses)</b>					
Capital lease proceeds	-	133,350	-	-	-
Operating transfers in	540,000	161,264	-	1,663,000	1,017
Operating transfers out	(108,816)	(99,111)	(109)	(888)	-
Other financing sources(uses)net	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>431,184</u>	<u>195,503</u>	<u>(109)</u>	<u>1,662,112</u>	<u>1,017</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	(51,136)	38,711	(4,752)	81,218	-
<b>Fund Balance at Beginning of Year</b>	76,625	49,845	59,208	558,882	-
<b>Increase (Decrease) in Reserve for Inventory</b>	-	-	-	(23,359)	-
<b>Fund Balance at End of Year</b>	<u>\$ 25,489</u>	<u>\$ 88,556</u>	<u>\$ 54,456</u>	<u>\$ 616,741</u>	<u>\$ -</u>

Alcohol Enforcement and Education	Drug Law Enforcement	Law Enforcement Trust	Community Development	Cops	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 930,494
-	-	-	16,085	43,149	709,714
-	-	-	-	-	57,631
2,461	7,034	-	-	-	9,532
-	-	-	-	-	25,810
-	-	-	-	-	-
-	-	3,561	1,028	691	37,731
<u>2,461</u>	<u>7,034</u>	<u>3,561</u>	<u>17,113</u>	<u>43,840</u>	<u>1,770,912</u>
4,000	-	1,508	18,610	85,788	1,692,437
-	-	-	83	-	47,104
-	-	-	-	-	205,362
-	-	-	58,679	-	1,269,174
-	-	-	-	-	877,160
<u>4,000</u>	<u>-</u>	<u>1,508</u>	<u>77,372</u>	<u>85,788</u>	<u>4,091,237</u>
(1,539)	7,034	2,053	(60,259)	(41,948)	(2,320,325)
-	-	-	-	-	133,350
-	-	-	60,000	-	2,425,281
(10)	(4)	(7)	(7)	(89,370)	(298,322)
-	-	-	-	-	-
<u>(10)</u>	<u>(4)</u>	<u>(7)</u>	<u>59,993</u>	<u>(89,370)</u>	<u>2,260,309</u>
(1,549)	7,030	2,046	(266)	(131,318)	(60,016)
5,625	1,947	3,983	14,511	130,956	901,582
-	-	-	-	-	(23,359)
<u>\$ 4,076</u>	<u>\$ 8,977</u>	<u>\$ 6,029</u>	<u>\$ 14,245</u>	<u>\$ (362)</u>	<u>\$ 818,207</u>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Special Revenue Funds**  
**for the Year Ended December 31, 1999**

	Fire/EMS Levy			Fire/EMS Capital		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Taxes	\$ 949,374	\$ 921,998	\$ (27,376)	\$ -	\$ -	\$ -
Intergovernmental revenues	100,381	103,077	2,696	-	-	-
Charges for services	21,630	19,534	(2,096)	-	-	-
Fines, licenses and permits	-	37	37	-	-	-
Investment income	6,489	16,582	10,093	6,807	6,807	-
Miscellaneous	8,220	13,027	4,807	-	-	-
<b>Total Revenues</b>	<b>1,086,094</b>	<b>1,074,255</b>	<b>(11,839)</b>	<b>6,807</b>	<b>6,807</b>	<b>-</b>
<b>Expenditures</b>						
Current:						
Security of persons and property	1,559,700	1,547,272	12,428	-	-	-
Public health and welfare	-	-	-	-	-	-
Leisure time activities	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Capital outlay	-	-	-	206,000	201,078	4,922
<b>Total Expenditures</b>	<b>1,559,700</b>	<b>1,547,272</b>	<b>12,428</b>	<b>206,000</b>	<b>201,078</b>	<b>4,922</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(473,606)</b>	<b>(473,017)</b>	<b>589</b>	<b>(199,193)</b>	<b>(194,271)</b>	<b>4,922</b>
<b>Other Financing Sources (Uses)</b>						
Operating transfers in	540,000	540,000	-	213,893	208,553	(5,340)
Operating transfers out	(113,700)	(108,553)	5,147	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>426,300</b>	<b>431,447</b>	<b>5,147</b>	<b>213,893</b>	<b>208,553</b>	<b>(5,340)</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(47,306)</b>	<b>(41,570)</b>	<b>5,736</b>	<b>14,700</b>	<b>14,282</b>	<b>(418)</b>
<b>Fund Balance at Beginning of Year</b>	<b>133,282</b>	<b>133,282</b>	<b>-</b>	<b>49,688</b>	<b>49,688</b>	<b>-</b>
Decertification of prior year encumbrances	1,573	1,573	-	-	-	-
<b>Fund Balance at End of Year</b>	<b>\$ 87,549</b>	<b>\$ 93,285</b>	<b>\$ 5,736</b>	<b>\$ 64,388</b>	<b>\$ 63,970</b>	<b>\$ (418)</b>



**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Special Revenue Funds**  
**for the Year Ended December 31, 1999**

	State Highway			Street Maintenance and Repair		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	37,000	37,419	419	496,460	500,681	4,221
Charges for services	-	-	-	48,000	38,097	(9,903)
Fines, licenses and permits	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	-	-	2,360	6,848	4,488
<b>Total Revenues</b>	<b>37,000</b>	<b>37,419</b>	<b>419</b>	<b>546,820</b>	<b>545,626</b>	<b>(1,194)</b>
<b>Expenditures</b>						
Current:						
Security of persons and property	-	-	-	-	-	-
Public health and welfare	-	-	-	48,600	47,339	1,261
Leisure time activities	-	-	-	217,500	210,828	6,672
Transportation	47,000	42,802	4,198	2,033,300	1,836,109	197,191
Capital outlay	-	-	-	98,000	89,966	8,034
<b>Total Expenditures</b>	<b>47,000</b>	<b>42,802</b>	<b>4,198</b>	<b>2,397,400</b>	<b>2,184,242</b>	<b>213,158</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(10,000)</b>	<b>(5,383)</b>	<b>4,617</b>	<b>(1,850,580)</b>	<b>(1,638,616)</b>	<b>211,964</b>
<b>Other Financing Sources (Uses)</b>						
Operating transfers in	-	-	-	1,663,000	1,663,000	-
Operating transfers out	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,663,000</b>	<b>1,663,000</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(10,000)</b>	<b>(5,383)</b>	<b>4,617</b>	<b>(187,580)</b>	<b>24,384</b>	<b>211,964</b>
<b>Fund Balance at Beginning of Year</b>	<b>57,918</b>	<b>57,918</b>	<b>-</b>	<b>418,581</b>	<b>418,581</b>	<b>-</b>
Decertification of prior year encumbrances	-	-	-	3,141	3,141	-
<b>Fund Balance at End of Year</b>	<b>\$ 47,918</b>	<b>\$ 52,535</b>	<b>\$ 4,617</b>	<b>\$ 234,142</b>	<b>\$ 446,106</b>	<b>\$ 211,964</b>

(continued)

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Special Revenue Funds**  
**for the Year Ended December 31, 1999**

	<u>Local Law Enforcement Block Grant</u>			<u>Alcohol Enforcement and Education</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	11,449	10,949	(500)	-	-	-
Charges for services	-	-	-	-	-	-
Fines, licenses and permits	-	-	-	2,266	2,534	268
Investment income	-	48	48	-	-	-
Miscellaneous	-	-	-	-	-	-
<b>Total Revenues</b>	<u>11,449</u>	<u>10,997</u>	<u>(452)</u>	<u>2,266</u>	<u>2,534</u>	<u>268</u>
<b>Expenditures</b>						
Current:						
Security of persons and property	12,166	12,166	-	4,000	4,000	-
Public health and welfare	-	-	-	-	-	-
Leisure time activities	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>12,166</u>	<u>12,166</u>	<u>-</u>	<u>4,000</u>	<u>4,000</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(717)</u>	<u>(1,169)</u>	<u>(452)</u>	<u>(1,734)</u>	<u>(1,466)</u>	<u>268</u>
<b>Other Financing Sources (Uses)</b>						
Operating transfers in	1,217	1,217	-	-	-	-
Operating transfers out	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>1,217</u>	<u>1,217</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>500</u>	<u>48</u>	<u>(452)</u>	<u>(1,734)</u>	<u>(1,466)</u>	<u>268</u>
Fund Balance at Beginning of Year	-	-	-	5,417	5,417	-
Decertification of prior year encumbrances	-	-	-	-	-	-
<b>Fund Balance at End of Year</b>	<u>\$ 500</u>	<u>\$ 48</u>	<u>\$ (452)</u>	<u>\$ 3,683</u>	<u>\$ 3,951</u>	<u>\$ 268</u>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Special Revenue Funds**  
**for the Year Ended December 31, 1999**

	Drug Law Enforcement			Law Enforcement Trust		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines, licenses and permits	6,834	6,914	80	3,561	3,561	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<b>Total Revenues</b>	<b>6,834</b>	<b>6,914</b>	<b>80</b>	<b>3,561</b>	<b>3,561</b>	<b>-</b>
<b>Expenditures</b>						
Current:						
Security of persons and property	1,700	-	1,700	3,800	1,509	2,291
Public health and welfare	-	-	-	-	-	-
Leisure time activities	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>1,700</b>	<b>-</b>	<b>1,700</b>	<b>3,800</b>	<b>1,509</b>	<b>2,291</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>5,134</b>	<b>6,914</b>	<b>1,780</b>	<b>(239)</b>	<b>2,052</b>	<b>2,291</b>
<b>Other Financing Sources (Uses)</b>						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>5,134</b>	<b>6,914</b>	<b>1,780</b>	<b>(239)</b>	<b>2,052</b>	<b>2,291</b>
<b>Fund Balance at Beginning of Year</b>	<b>1,943</b>	<b>1,943</b>	<b>-</b>	<b>3,976</b>	<b>3,976</b>	<b>-</b>
Decertification of prior year encumbrances	-	-	-	-	-	-
<b>Fund Balance at End of Year</b>	<b>\$ 7,077</b>	<b>\$ 8,857</b>	<b>\$ 1,780</b>	<b>\$ 3,737</b>	<b>\$ 6,028</b>	<b>\$ 2,291</b>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Special Revenue Funds**  
**for the Year Ended December 31, 1999**

	Community Development			Cops		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	22,154	28,160	6,006	43,840	43,840	-
Charges for services	-	-	-	-	-	-
Fines, licenses and permits	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Miscellaneous	-	1,028	1,028	-	-	-
<b>Total Revenues</b>	<b>22,154</b>	<b>29,188</b>	<b>7,034</b>	<b>43,840</b>	<b>43,840</b>	<b>-</b>
<b>Expenditures</b>						
Current:						
Security of persons and property	22,000	19,827	2,173	88,528	88,528	-
Public health and welfare	-	-	-	-	-	-
Leisure time activities	-	-	-	-	-	-
Transportation	60,000	59,067	933	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>82,000</b>	<b>78,894</b>	<b>3,106</b>	<b>88,528</b>	<b>88,528</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(59,846)</b>	<b>(49,706)</b>	<b>10,140</b>	<b>(44,688)</b>	<b>(44,688)</b>	<b>-</b>
<b>Other Financing Sources (Uses)</b>						
Operating transfers in	60,000	60,000	-	-	-	-
Operating transfers out	-	-	-	(89,119)	(89,119)	-
<b>Total Other Financing Sources (Uses)</b>	<b>60,000</b>	<b>60,000</b>	<b>-</b>	<b>(89,119)</b>	<b>(89,119)</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>154</b>	<b>10,294</b>	<b>10,140</b>	<b>(133,807)</b>	<b>(133,807)</b>	<b>-</b>
Fund Balance at Beginning of Year	3,647	3,647	-	133,807	133,807	-
Decertification of prior year encumbrances	-	-	-	-	-	-
<b>Fund Balance at End of Year</b>	<b>\$ 3,801</b>	<b>\$ 13,941</b>	<b>\$ 10,140</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(continued)

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Special Revenue Funds**  
**for the Year Ended December 31, 1999**

	<u>Total All Special Revenue Funds</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
Taxes	\$ 949,374	\$ 921,998	\$ (27,376)
Intergovernmental revenues	711,284	724,126	12,842
Charges for services	69,630	57,631	(11,999)
Fines, licenses and permits	12,661	13,046	385
Investment income	13,296	23,437	10,141
Miscellaneous	10,580	20,903	10,323
<b>Total Revenues</b>	<u>1,766,825</u>	<u>1,761,141</u>	<u>(5,684)</u>
<b>Expenditures</b>			
Current:			
Security of persons and property	1,691,894	1,673,302	18,592
Public health and welfare	48,600	47,339	1,261
Leisure time activities	217,500	210,828	6,672
Transportation	2,140,300	1,937,978	202,322
Capital outlay	304,000	291,044	12,956
<b>Total Expenditures</b>	<u>4,402,294</u>	<u>4,160,491</u>	<u>241,803</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(2,635,469)</u>	<u>(2,399,350)</u>	<u>236,119</u>
<b>Other Financing Sources (Uses)</b>			
Operating transfers in	2,478,110	2,472,770	(5,340)
Operating transfers out	(202,819)	(197,672)	5,147
<b>Total Other Financing Sources (Uses)</b>	<u>2,275,291</u>	<u>2,275,098</u>	<u>(193)</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>(360,178)</u>	<u>(124,252)</u>	<u>235,926</u>
<b>Fund Balance at Beginning of Year</b>	808,259	808,259	-
<b>Decertification of prior year encumbrances</b>	<u>4,714</u>	<u>4,714</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ 452,795</u>	<u>\$ 688,721</u>	<u>\$ 235,926</u>

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**City of Tallmadge, Ohio**

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**CAPITAL PROJECTS FUNDS**

CAPITAL PROJECTS FUNDS ARE ESTABLISHED TO ACCOUNT FOR FINANCIAL RESOURCES TO BE USED FOR THE ACQUISITION OR CONSTRUCTION OF MAJOR CAPITAL FACILITIES (OTHER THAN THOSE FINANCED BY PROPRIETARY FUNDS AND TRUST FUNDS). THE CAPITAL PROJECTS FUNDS ARE:

**GENERAL INFRASTRUCTURE RESERVE**

To account for a percentage of revenue from the General Fund in accordance with local ordinances to maintain the general infrastructure of the City.

**STORM WATER**

To account for improvements to the City's storm sewers to be funded through General Obligation Debt.

**SOUTH AVENUE IMPROVEMENT**

To account for improvements and widening of South Avenue.

**OLD TOWN HALL IMPROVEMENT**

To account for major repairs to the Old Town Hall on Tallmadge Circle.

**WEST AVENUE IMPROVEMENT**

To account for improvement of West Avenue by constructing sidewalks, drive approaches, curbing, storm sewer repairs, underground electric lines, signalization, paving, street lighting, and overall esthetic enhancement. A portion will be assessed.

**City of Tallmadge, Ohio  
Combining Balance Sheet  
All Capital Projects Funds  
December 31, 1999**

	General Infrastructure Reserve	Storm Water	South Avenue Improvement	Old Town Hall Improvement	West Avenue Improvement	Total
<b>Assets</b>						
Equity in pooled cash and investments	\$ 713,166	\$ 350,929	\$ 10	\$ 29,726	\$ 135,205	\$ 1,229,036
Receivables	12,885	-	-	-	-	12,885
<b>Total Assets</b>	<b>\$ 726,051</b>	<b>\$ 350,929</b>	<b>\$ 10</b>	<b>\$ 29,726</b>	<b>\$ 135,205</b>	<b>\$ 1,241,921</b>
<b>Liabilities</b>						
Accounts payable	\$ 25,121	\$ 1,081	\$ -	\$ -	\$ 2,913	\$ 29,115
Accrued liabilities	-	-	-	-	23,330	23,330
Deferred revenues	6,718	-	-	-	-	6,718
General obligation note payable	-	-	-	-	1,155,000	1,155,000
<b>Total Liabilities</b>	<b>31,839</b>	<b>1,081</b>	<b>-</b>	<b>-</b>	<b>1,181,243</b>	<b>1,214,163</b>
<b>Fund balance (deficit)</b>						
Reserved for encumbrances	120,422	16,897	-	6,481	98,083	241,883
Unreserved - undesignated	573,790	332,951	10	23,245	(1,144,121)	(214,125)
<b>Total Fund balance</b>	<b>694,212</b>	<b>349,848</b>	<b>10</b>	<b>29,726</b>	<b>(1,046,038)</b>	<b>27,758</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 726,051</b>	<b>\$ 350,929</b>	<b>\$ 10</b>	<b>\$ 29,726</b>	<b>\$ 135,205</b>	<b>\$ 1,241,921</b>

**City of Tallmadge, Ohio**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**All Capital Projects Funds**  
**for the Year Ended December 31, 1999**

	General Infrastructure Reserve	Storm Water	South Avenue Improvement	Old Town Hall Improvement	West Avenue Improvement	Total
<b>Revenues</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 25,058	\$ 25,058
Investment Income	58,071	-	-	-	-	58,071
<b>Total Revenues</b>	<b>58,071</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25,058</b>	<b>83,129</b>
<b>Expenditures</b>						
Public Health and Welfare	-	1,081	-	-	-	1,081
Transportation	-	-	-	-	2,913	2,913
Capital outlay	86,027	10,277	90,000	9,852	1,445,578	1,641,734
Debt service-interest	-	-	-	-	44,517	44,517
<b>Total Expenditures</b>	<b>86,027</b>	<b>11,358</b>	<b>90,000</b>	<b>9,852</b>	<b>1,493,008</b>	<b>1,690,245</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(27,956)</b>	<b>(11,358)</b>	<b>(90,000)</b>	<b>(9,852)</b>	<b>(1,467,950)</b>	<b>(1,607,116)</b>
<b>Other Financing Sources (Uses)</b>						
Proceeds from debt issuance	-	-	-	-	-	-
Operating transfers in	72,385	108,022	90,000	-	170,000	440,407
Operating transfers out	(1,226)	(1,005)	-	(84)	(2,692)	(5,007)
<b>Total Other Financing Sources (Uses)</b>	<b>71,159</b>	<b>107,017</b>	<b>90,000</b>	<b>(84)</b>	<b>167,308</b>	<b>435,400</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>43,203</b>	<b>95,659</b>	<b>-</b>	<b>(9,936)</b>	<b>(1,300,642)</b>	<b>(1,171,716)</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>651,009</b>	<b>254,189</b>	<b>10</b>	<b>39,662</b>	<b>254,604</b>	<b>1,199,474</b>
<b>Fund Balance at End of Year</b>	<b>\$ 694,212</b>	<b>\$ 349,848</b>	<b>\$ 10</b>	<b>\$ 29,726</b>	<b>\$ (1,046,038)</b>	<b>\$ 27,758</b>



(continued)

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Capital Project Funds**  
**for the Year Ended December 31, 1999**

	General Infrastructure Reserve			Storm Water		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Permissive tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	38,897	52,731	13,834	-	-	-
<b>Total Revenues</b>	<u>38,897</u>	<u>52,731</u>	<u>13,834</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>						
City Hall renovation	100,000	179,500	(79,500)	-	-	-
Capital outlay	100,000	19,028	80,972	300,000	155,938	144,062
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>200,000</u>	<u>198,528</u>	<u>1,472</u>	<u>300,000</u>	<u>155,938</u>	<u>144,062</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(161,103)</u>	<u>(145,797)</u>	<u>15,306</u>	<u>(300,000)</u>	<u>(155,938)</u>	<u>144,062</u>
<b>Other Financing Sources (Uses)</b>						
Bond/note proceeds	-	-	-	-	-	-
Operating transfers in	75,000	72,385	(2,615)	100,000	100,000	-
<b>Total Other Financing Sources(Uses)</b>	<u>75,000</u>	<u>72,385</u>	<u>(2,615)</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>(86,103)</u>	<u>(73,412)</u>	<u>12,691</u>	<u>(200,000)</u>	<u>(55,938)</u>	<u>144,062</u>
Fund Balance at Beginning of Year	638,839	638,839	-	358,736	358,736	-
Decertification of prior year encumbrances	3,023	3,023	-	30,152	30,152	-
<b>Fund Balance at End of Year</b>	<u>\$ 555,759</u>	<u>\$ 568,450</u>	<u>\$ 12,691</u>	<u>\$ 188,888</u>	<u>\$ 332,950</u>	<u>\$ 144,062</u>

(continued)

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Capital Project Funds**  
**for the Year Ended December 31, 1999**

	South Avenue Improvement			Old Town Hall Improvement		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Permissive Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>						
City Hall renovation	-	-	-	-	-	-
Capital outlay	90,000	90,000	-	12,100	12,015	85
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>90,000</u>	<u>90,000</u>	<u>-</u>	<u>12,100</u>	<u>12,015</u>	<u>85</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(90,000)</u>	<u>(90,000)</u>	<u>-</u>	<u>(12,100)</u>	<u>(12,015)</u>	<u>85</u>
<b>Other Financing Sources (Uses)</b>						
Bond/note proceeds	-	-	-	-	-	-
Operating transfers in	90,000	90,000	-	-	-	-
<b>Total Other Financing Sources(Uses)</b>	<u>90,000</u>	<u>90,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,100)</u>	<u>(12,015)</u>	<u>85</u>
Fund Balance at Beginning of Year	10	10	-	35,260	35,260	-
Decertification of prior year encumbrances	-	-	-	-	-	-
<b>Fund Balance at End of Year</b>	<u>\$ 10</u>	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ 23,160</u>	<u>\$ 23,245</u>	<u>\$ 85</u>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Capital Project Funds**  
**for the Year Ended December 31, 1999**

	West Avenue Improvement			Total All Capital Projects Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Permissive Tax	\$ 25,000	\$ 25,000	\$ -	\$ 25,000	\$ 25,000	\$ -
Investment income	-	-	-	38,897	52,731	13,834
<b>Total Revenues</b>	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>63,897</u>	<u>77,731</u>	<u>13,834</u>
<b>Expenditures</b>						
City Hall renovation	-	-	-	100,000	179,500	(79,500)
Capital outlay	350,000	345,583	4,417	852,100	622,564	229,536
Debt service:						
Principal	1,155,000	1,155,000	-	1,155,000	1,155,000	-
Interest	44,444	44,444	-	44,444	44,444	-
<b>Total Expenditures</b>	<u>1,549,444</u>	<u>1,545,027</u>	<u>4,417</u>	<u>2,151,544</u>	<u>2,001,508</u>	<u>150,036</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(1,524,444)</u>	<u>(1,520,027)</u>	<u>4,417</u>	<u>(2,087,647)</u>	<u>(1,923,777)</u>	<u>163,870</u>
<b>Other Financing Sources (Uses)</b>						
Bond/note proceeds	1,155,058	1,155,058	-	1,155,058	1,155,058	-
Operating transfers in	170,000	170,000	-	435,000	432,385	(2,615)
<b>Total Other Financing Sources(Uses)</b>	<u>1,325,058</u>	<u>1,325,058</u>	<u>-</u>	<u>1,590,058</u>	<u>1,587,443</u>	<u>(2,615)</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>(199,386)</u>	<u>(194,969)</u>	<u>4,417</u>	<u>(497,589)</u>	<u>(336,334)</u>	<u>161,255</u>
Fund Balance at Beginning of Year	45,799	45,799	-	1,078,644	1,078,644	-
Decertification of prior year encumbrances	183,378	183,378	-	216,553	216,553	-
<b>Fund Balance at End of Year</b>	<u>\$ 29,791</u>	<u>\$ 34,208</u>	<u>\$ 4,417</u>	<u>\$ 797,608</u>	<u>\$ 958,863</u>	<u>\$ 161,255</u>

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## City of Tallmadge, Ohio

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### ENTERPRISE FUNDS

ENTERPRISE FUNDS ARE USED TO ACCOUNT FOR OPERATIONS (A) THAT ARE FINANCED AND OPERATED IN A MANNER SIMILAR TO PRIVATE BUSINESS ENTERPRISES WHERE THE INTENT IS THAT THE COSTS OF PROVIDING GOODS OR SERVICES TO THE GENERAL PUBLIC ON A CONTINUING BASIS BE FINANCED OR RECOVERED PRIMARILY THROUGH USER CHARGES OR (B) WHERE IT HAS BEEN DECIDED THAT PERIODIC DETERMINATION OF REVENUES EARNED, EXPENSES INCURRED AND/OR NET INCOME IS APPROPRIATE FOR EITHER CAPITAL MAINTENANCE, PUBLIC POLICY, MANAGEMENT CONTROL, ACCOUNTABILITY OR OTHER PURPOSES. THE ENTERPRISE FUNDS ARE:

#### FERGUSON DRIVE/ELM DRIVE WATERLINE

To account for construction of a waterline funded primarily by special assessments levied against the property owners.

#### SANITARY SEWER INFRASTRUCTURE RESERVE

To account for a percentage of revenue from the Sanitary Sewer Fund in accordance with local ordinance to maintain the existing sanitary sewer infrastructure of the City.

#### WATER OPERATING INFRASTRUCTURE RESERVE

To account for a percentage of revenue from the Water Operating Fund in accordance with local ordinance to maintain the existing water infrastructure of the City.

#### SANITARY SEWER LEVY

This fund was established in the 1950's. There has been no activity in recent years.

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## City of Tallmadge, Ohio

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### PARKER/MILTON WATERLINE

To account for the construction of a waterline funded primarily by special assessments levied against the property owners.

### SANITARY SEWER OPERATING

To account for sanitary sewer service provided to residential and commercial users within the City.

### WATER OPERATING

To account for the provision of water treatment and distribution through the City of Akron to residential and commercial users within the City.

### WASHBURN WATER ROAD/EAST AVE WATERLINE

To account for construction of a waterline funded primarily by special assessments levied against the property owners.

**City of Tallmadge, Ohio**  
**Combining Balance Sheet**  
**All Enterprise Funds**  
**December 31, 1999**

	Ferguson Dr./ Elm Dr. Waterline	Sanitary Sewer Infrastructure Reserve	Water Operating Infrastructure Reserve	Sanitary Sewer Levy
<b>Assets</b>				
Equity in pooled cash and investments	\$ 60,000	\$ 450,153	\$ 161,556	\$ 114,624
Receivables	-	8,069	4,166	-
Inventory of supplies	-	-	-	-
Fixed assets (net of accumulated depreciation)	-	-	-	-
<b>Total Assets</b>	<b>\$ 60,000</b>	<b>\$ 458,222</b>	<b>\$ 165,722</b>	<b>\$ 114,624</b>
<b>Liabilities</b>				
Accounts payable	-	21,095	12,529	-
Accrued wages and benefits	-	-	-	-
Other liabilities	-	-	-	-
Special assessment debt	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>21,095</b>	<b>12,529</b>	<b>-</b>
<b>Fund Equity</b>				
Contributed capital	-	370,840	-	-
Retained earnings	60,000	66,287	153,193	114,624
<b>Total Fund Equity</b>	<b>60,000</b>	<b>437,127</b>	<b>153,193</b>	<b>114,624</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 60,000</b>	<b>\$ 458,222</b>	<b>\$ 165,722</b>	<b>\$ 114,624</b>

<u>Parker/ Milton Waterline</u>	<u>Sanitary Sewer Operating</u>	<u>Water Operating</u>	<u>Washburn Rd.\ East Ave. Waterline</u>	<u>Totals</u>
\$ 34,514	\$ 3,371,263	\$ 516,838	\$ 462,124	\$ 5,171,072
-	1,144,842	1,052,459	-	2,209,536
-	33,980	33,980	-	67,960
-	<u>3,972,354</u>	<u>5,336,258</u>	-	<u>9,308,612</u>
<u>\$ 34,514</u>	<u>\$ 8,522,439</u>	<u>\$ 6,939,535</u>	<u>\$ 462,124</u>	<u>\$ 16,757,180</u>
\$ -	\$ 136,134	\$ 436,961	\$ -	\$ 606,719
-	3,133	2,199	-	5,332
-	29,513	31,925	-	61,438
-	<u>616,338</u>	<u>537,662</u>	-	<u>1,154,000</u>
-	<u>785,118</u>	<u>1,008,747</u>	-	<u>1,827,489</u>
-	2,250,946	3,299,684	-	5,921,470
<u>34,514</u>	<u>5,486,375</u>	<u>2,631,104</u>	<u>462,124</u>	<u>9,008,221</u>
<u>34,514</u>	<u>7,737,321</u>	<u>5,930,788</u>	<u>462,124</u>	<u>14,929,691</u>
<u>\$ 34,514</u>	<u>\$ 8,522,439</u>	<u>\$ 6,939,535</u>	<u>\$ 462,124</u>	<u>\$ 16,757,180</u>

**City of Tallmadge, Ohio**  
**Combining Statement of Revenues, Expenses and Changes in Fund Equity**  
**All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	Ferguson Dr./ Elm Dr. Waterline	Sanitary Sewer Infrastructure Reserve	Water Operating Infrastructure Reserve	Sanitary Sewer Levy
<b>Operating Revenues</b>				
Charges for services	\$ -	\$ -	\$ 1,994	\$ -
Other	-	-	-	-
<b>Total Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>1,994</b>	<b>-</b>
<b>Operating Expenses</b>				
Personal services	-	21,095	12,529	-
Contractual services	-	101,417	346,197	-
Depreciation	-	-	-	-
Other	-	-	-	-
<b>Total Operating Expenses</b>	<b>-</b>	<b>122,512</b>	<b>358,726</b>	<b>-</b>
<b>Operating Income ( Loss)</b>	<b>-</b>	<b>(122,512)</b>	<b>(356,732)</b>	<b>-</b>
<b>Nonoperating Revenues (Expenses)</b>				
Investment Income	-	40,575	18,955	-
Interest expense	-	-	-	-
<b>Total Nonoperating Revenues (Expenses) - Net</b>	<b>-</b>	<b>40,575</b>	<b>18,955</b>	<b>-</b>
<b>Income (Loss) Before Operating Transfers</b>	<b>-</b>	<b>(81,937)</b>	<b>(337,777)</b>	<b>-</b>
Operating transfers in	60,000	84,214	195,588	-
Operating transfers out	-	(815)	(554)	(215)
<b>Net Income (Loss)</b>	<b>60,000</b>	<b>1,462</b>	<b>(142,743)</b>	<b>(215)</b>
<b>Retained Earnings at Beginning of Year</b>	<b>-</b>	<b>64,825</b>	<b>295,936</b>	<b>114,839</b>
<b>Retained Earnings at End of Year</b>	<b>60,000</b>	<b>66,287</b>	<b>153,193</b>	<b>114,624</b>
<b>Contributed Capital at Beginning of Year</b>	<b>-</b>	<b>370,840</b>	<b>-</b>	<b>-</b>
<b>Current Year Contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Contributed Capital at End of Year</b>	<b>-</b>	<b>370,840</b>	<b>-</b>	<b>-</b>
<b>Fund Equity at End of Year</b>	<b>\$ 60,000</b>	<b>\$ 437,127</b>	<b>\$ 153,193</b>	<b>\$ 114,624</b>



<u>Parker/ Milton Waterline</u>	<u>Sanitary Sewer Operating</u>	<u>Water Operating</u>	<u>Washburn Rd./ East Ave. Waterline</u>	<u>Totals</u>
\$ -	\$ 1,363,340	\$ 1,586,371	\$ 85,408	\$ 3,037,113
-	50,248	9,246	-	59,494
-	<u>1,413,588</u>	<u>1,595,617</u>	<u>85,408</u>	<u>3,096,607</u>
-	75,484	261,697	-	370,805
-	839,382	828,349	-	2,115,345
-	191,431	218,132	-	409,563
-	<u>72,637</u>	<u>127,073</u>	<u>-</u>	<u>199,710</u>
-	<u>1,178,934</u>	<u>1,435,251</u>	<u>-</u>	<u>3,095,423</u>
-	<u>234,654</u>	<u>160,366</u>	<u>85,408</u>	<u>1,184</u>
-	287,178	100,166	-	446,874
-	<u>(38,806)</u>	<u>(38,640)</u>	<u>-</u>	<u>(77,446)</u>
-	<u>248,372</u>	<u>61,526</u>	<u>-</u>	<u>369,428</u>
-	483,026	221,892	85,408	370,612
-	20,711	38,753	262,538	661,804
<u>(65)</u>	<u>(105,681)</u>	<u>(554,238)</u>	<u>(214)</u>	<u>(661,782)</u>
(65)	398,056	(293,593)	347,732	370,634
34,579	5,088,319	2,924,697	114,392	8,637,587
<u>34,514</u>	<u>5,486,375</u>	<u>2,631,104</u>	<u>462,124</u>	<u>9,008,221</u>
-	2,250,946	3,099,548	-	5,721,334
-	-	200,136	-	200,136
-	<u>2,250,946</u>	<u>3,299,684</u>	<u>-</u>	<u>5,921,470</u>
<u>\$ 34,514</u>	<u>\$ 7,737,321</u>	<u>\$ 5,930,788</u>	<u>\$ 462,124</u>	<u>\$ 14,929,691</u>

**City of Tallmadge, Ohio**  
**Combining Statement of Cash Flows**  
**All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	Ferguson Dr./ Elm Dr. Waterline	Sanitary Sewer Infrastructure Reserve	Water Operating Infrastructure Reserve	Sanitary Sewer Levy
<b>Cash Flows Provided by (Used in) Operating Activities</b>				
Cash received from customers	\$ -	\$ (8,069)	\$ (2,172)	\$ -
Cash payments to suppliers for goods/services	-	(101,417)	(333,668)	-
Cash payments to employees for services	-	-	(12,529)	-
Other operating revenues (uses)	-	-	-	-
<b>Net Cash Provided By (Used in) Operating Activities</b>	<b>-</b>	<b>(109,486)</b>	<b>(348,369)</b>	<b>-</b>
<b>Cash Flows Provided by (Used in) Noncapital Financing Activities</b>				
Operating transfers in	60,000	84,214	195,588	-
Operating transfers out	-	(815)	(554)	(215)
<b>Net Cash Provided by (Used in) Noncapital Financing Activities</b>	<b>60,000</b>	<b>83,399</b>	<b>195,034</b>	<b>(215)</b>
<b>Cash Flows Provided by (Used in) Capital and Related Financing Activities</b>				
Acquisition and construction of capital assets	-	-	-	-
Contributed capital	-	-	-	-
Principal paid on notes/bonds	-	-	-	-
Interest paid on notes/bonds	-	-	-	-
Proceeds from sale of notes/bonds	-	-	-	-
<b>Net Cash Provided by (Used in) Capital and Related Financing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash Provided by (Used in) Investing Activities</b>				
Net sales (purchase) of pooled investments	(53,852)	(87,015)	70,335	(19,316)
Interest on investments	-	40,575	18,955	-
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>(53,852)</b>	<b>(46,440)</b>	<b>89,290</b>	<b>(19,316)</b>
<b>Net Increase (Decrease) in Cash</b>	<b>6,148</b>	<b>(72,527)</b>	<b>(64,045)</b>	<b>(19,531)</b>
<b>Cash at Beginning of Year</b>	<b>-</b>	<b>118,656</b>	<b>80,600</b>	<b>31,277</b>
<b>Cash at End of Year</b>	<b>\$ 6,148</b>	<b>\$ 46,129</b>	<b>\$ 16,555</b>	<b>\$ 11,746</b>

(continued)

Parker/ Milton Waterline	Sanitary Sewer Operating	Water Operating	Washburn Rd. East Ave. Waterline	Total
\$ -	\$ 1,337,001	\$ 1,463,134	\$ 85,408	\$ 2,875,302
-	(723,110)	(266,301)	-	(1,424,496)
-	(239,645)	(716,285)	-	(968,459)
-	47,762	8,931	-	56,693
-	422,008	489,479	85,408	539,040
-	20,711	38,753	262,538	661,804
(65)	(105,681)	(554,238)	(214)	(661,782)
(65)	(84,970)	(515,485)	262,324	22
-	(88,528)	(569,362)	-	(657,890)
-	-	200,136	-	200,136
-	(32,000)	(531,000)	-	(563,000)
-	(38,806)	(38,640)	-	(77,446)
-	4,005	315	-	4,320
-	(155,329)	(938,551)	-	(1,093,880)
(5,816)	(913,894)	541,170	(331,531)	(799,919)
-	287,178	100,166	-	446,874
(5,816)	(626,716)	641,336	(331,531)	(353,045)
(5,881)	(445,007)	(323,221)	16,201	(907,863)
9,418	790,476	376,184	31,155	1,437,766
\$ 3,537	\$ 345,469	\$ 52,963	\$ 47,356	\$ 529,903

(continued)

**City of Tallmadge, Ohio**  
**Combining Statement of Cash Flows**  
**All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	<u>Ferguson Dr./ Elm Dr. Waterline</u>	<u>Sanitary Sewer Infrastructure Reserve</u>	<u>Water Operating Infrastructure Reserve</u>	<u>Sanitary Sewer Levy</u>
<b>Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities</b>				
Operating Income (loss)	\$ -	\$ (122,512)	\$ (356,732)	\$ -
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities</b>				
Depreciation and amortization (Gain)/loss on sale of fixed assets	-	-	-	-
<b>Change in assets and liabilities</b>				
Receivables	-	(8,069)	(4,166)	-
Inventory	-	-	-	-
Accounts payable	-	21,095	12,529	-
Accrued wages and benefits	-	-	-	-
Other liabilities	-	-	-	-
Total adjustments	<u>-</u>	<u>13,026</u>	<u>8,363</u>	<u>-</u>
Net cash provided by (used in) operating activities	<u>\$ -</u>	<u>\$ (109,486)</u>	<u>\$ (348,369)</u>	<u>\$ -</u>

<u>Parker/ Milton Waterline</u>	<u>Sanitary Sewer Operating</u>	<u>Water Operating</u>	<u>Washburn Rd. East Ave. Waterline</u>	<u>Total</u>
\$ -	\$ 234,654	\$ 160,366	\$ 85,408	\$ 1,184
-	191,431	218,132	-	409,563
-	(2,486)	(315)	-	(2,801)
-	(26,339)	(123,237)	-	(161,811)
-	(33,980)	61,637	-	27,657
-	59,315	180,145	-	273,084
-	(486)	2,093	-	1,607
-	(101)	(9,342)	-	(9,443)
-	187,354	329,113	-	537,856
<u>\$ -</u>	<u>\$ 422,008</u>	<u>\$ 489,479</u>	<u>\$ 85,408</u>	<u>\$ 539,040</u>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenses and Changes in Fund Equity**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	Ferguson Dr./Elm Dr. Waterline			Sanitary Sewer Infrastructure Reserve		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	32,702	33,024	322
Special assessments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,702</b>	<b>33,024</b>	<b>322</b>
<b>Expenses</b>						
Personal services	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-
Contractual services	-	-	-	-	-	-
Other	-	-	-	-	-	-
Capital outlay	60,000	60,000	-	190,000	158,291	31,709
<b>Total Expenses</b>	<b>60,000</b>	<b>60,000</b>	<b>-</b>	<b>190,000</b>	<b>158,291</b>	<b>31,709</b>
<b>Excess (Deficiency) of Revenues Over Expenses</b>	<b>(60,000)</b>	<b>(60,000)</b>	<b>-</b>	<b>(157,298)</b>	<b>(125,267)</b>	<b>32,031</b>
<b>Other Financing Sources (Uses)</b>						
Principal/Interest paid on notes/bonds	-	-	-	-	-	-
Operating transfers in	60,000	60,000	-	84,214	84,214	-
Operating transfers out	-	-	-	-	-	-
<b>Total Other Financing Sources(Uses)</b>	<b>60,000</b>	<b>60,000</b>	<b>-</b>	<b>84,214</b>	<b>84,214</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenses and other uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(73,084)</b>	<b>(41,053)</b>	<b>32,031</b>
Fund Equity at Beginning of Year	-	-	-	434,850	434,850	-
Decertification of prior year encumbrances	-	-	-	-	-	-
<b>Fund Equity at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 361,766</b>	<b>\$ 393,797</b>	<b>\$ 32,031</b>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenses and Changes in Fund Equity**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	Water Operating Infrastructure Reserve			Sanitary Sewer Levy		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	8,611	17,051	8,440	-	-	-
Special assessments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
<b>Total Revenues</b>	<b>8,611</b>	<b>17,051</b>	<b>8,440</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Expenses</b>						
Personal services	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-
Contractual services	-	-	-	-	-	-
Other	-	-	-	-	-	-
Capital outlay	450,000	392,266	57,734	-	-	-
<b>Total Expenses</b>	<b>450,000</b>	<b>392,266</b>	<b>57,734</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues Over Expenses</b>	<b>(441,389)</b>	<b>(375,215)</b>	<b>66,174</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other Financing Sources (Uses)</b>						
Principal/Interest paid on notes/bonds	-	-	-	-	-	-
Operating transfers in	195,588	195,588	-	-	-	-
Operating transfers out	-	-	-	-	-	-
<b>Total Other Financing Sources(Uses)</b>	<b>195,588</b>	<b>195,588</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenses and other uses</b>	<b>(245,801)</b>	<b>(179,627)</b>	<b>66,174</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Equity at Beginning of Year</b>	<b>288,630</b>	<b>288,630</b>	<b>-</b>	<b>114,624</b>	<b>114,624</b>	<b>-</b>
<b>Decertification of prior year encumbrances</b>	<b>16</b>	<b>16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Equity at End of Year</b>	<b>\$ 42,845</b>	<b>\$ 109,019</b>	<b>\$ 66,174</b>	<b>\$ 114,624</b>	<b>\$ 114,624</b>	<b>\$ -</b>

(continued)

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenses and Changes in Fund Equity**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	Parker/Milton Waterline			Sanitary Sewer Operating		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Charges for services	\$ -	\$ -	\$ -	\$ 1,296,000	\$ 1,395,192	\$ 99,192
Investment income	-	-	-	209,900	238,155	28,255
Special assessments	-	-	-	5,000	3,696	(1,304)
Miscellaneous	-	-	-	20,564	4,671	(15,893)
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,531,464</b>	<b>1,641,714</b>	<b>110,250</b>
<b>Expenses</b>						
Personal services	-	-	-	132,000	139,463	(7,463)
Materials and supplies	-	-	-	82,000	51,592	30,408
Contractual services	-	-	-	1,078,000	781,920	296,080
Other	-	-	-	48,300	16,984	31,316
Capital outlay	24,300	1,028	23,272	21,000	20,932	68
<b>Total Expenses</b>	<b>24,300</b>	<b>1,028</b>	<b>23,272</b>	<b>1,361,300</b>	<b>1,010,891</b>	<b>350,409</b>
<b>Excess (Deficiency) of Revenues Over Expenses</b>	<b>(24,300)</b>	<b>(1,028)</b>	<b>23,272</b>	<b>170,164</b>	<b>630,823</b>	<b>460,659</b>
<b>Other Financing Sources (Uses)</b>						
Principal/Interest paid on notes/bonds	-	-	-	(21,500)	(21,467)	33
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	(88,500)	(84,214)	4,286
<b>Total Other Financing Sources(Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(110,000)</b>	<b>(105,681)</b>	<b>4,319</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenses and other uses</b>	<b>(24,300)</b>	<b>(1,028)</b>	<b>23,272</b>	<b>60,164</b>	<b>525,142</b>	<b>464,978</b>
Fund Equity at Beginning of Year	24,300	24,300	-	2,786,463	2,786,463	-
Decertification of prior year encumbrances	5,705	5,705	-	52,899	52,899	-
<b>Fund Equity at End of Year</b>	<b>\$ 5,705</b>	<b>\$ 28,977</b>	<b>\$ 23,272</b>	<b>\$ 2,899,526</b>	<b>\$ 3,364,504</b>	<b>\$ 464,978</b>



**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenses and Changes in Fund Equity**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	Water Operating			Washburn Rd. East Avenue Waterline		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Charges for services	\$ 1,547,872	\$ 1,575,249	\$ 27,377	\$ -	\$ -	\$ -
Investment income	109,400	83,629	(25,771)	-	-	-
Special assessments	16,000	16,203	203	85,408	85,408	-
Miscellaneous	2,000	1,679	(321)	-	-	-
<b>Total Revenues</b>	<b>1,675,272</b>	<b>1,676,760</b>	<b>1,488</b>	<b>85,408</b>	<b>85,408</b>	<b>-</b>
<b>Expenses</b>						
Personal services	214,500	225,792	(11,292)	-	-	-
Materials and supplies	165,000	106,158	58,842	-	-	-
Contractual services	925,900	1,016,029	(90,129)	-	-	-
Other	84,600	33,740	50,860	-	-	-
Capital outlay	223,000	49,900	173,100	462,123	462,123	-
<b>Total Expenses</b>	<b>1,613,000</b>	<b>1,431,619</b>	<b>181,381</b>	<b>462,123</b>	<b>462,123</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues Over Expenses</b>	<b>62,272</b>	<b>245,141</b>	<b>182,869</b>	<b>(376,715)</b>	<b>(376,715)</b>	<b>-</b>
<b>Other Financing Sources (Uses)</b>						
Principal/Interest paid on notes/bonds	(45,000)	(30,880)	14,120	-	-	-
Operating transfers in	-	-	-	262,537	262,537	-
Operating transfers out	(771,500)	(518,125)	253,375	-	-	-
<b>Total Other Financing Sources(Uses)</b>	<b>(816,500)</b>	<b>(549,005)</b>	<b>267,495</b>	<b>262,537</b>	<b>262,537</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenses and other uses</b>	<b>(754,228)</b>	<b>(303,864)</b>	<b>450,364</b>	<b>(114,178)</b>	<b>(114,178)</b>	<b>-</b>
Fund Equity at Beginning of Year	1,266,941	1,266,941	-	114,178	114,178	-
Decertification of prior year encumbrances	9,037	9,037	-	-	-	-
<b>Fund Equity at End of Year</b>	<b>\$ 521,750</b>	<b>\$ 972,114</b>	<b>\$ 450,364</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenses and Changes in Fund Equity**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Enterprise Funds**  
**for the Year Ended December 31, 1999**

	<b>Total All Enterprise Funds</b>		
	<b>Budget</b>	<b>Actual</b>	<b>Variance Favorable (Unfavorable)</b>
<b>Revenues</b>			
Charges for services	\$ 2,843,872	\$ 2,970,441	\$ 126,569
Investment income	360,613	371,859	11,246
Special assessments	106,408	105,307	(1,101)
Miscellaneous	22,564	6,350	(16,214)
<b>Total Revenues</b>	<b>3,333,457</b>	<b>3,453,957</b>	<b>120,500</b>
<b>Expenses</b>			
Personal services	346,500	365,255	(18,755)
Materials and supplies	247,000	157,750	89,250
Contractual services	2,003,900	1,797,949	205,951
Other	132,900	50,724	82,176
Capital outlay	1,430,423	1,144,540	285,883
<b>Total Expenses</b>	<b>4,160,723</b>	<b>3,516,218</b>	<b>644,505</b>
<b>Excess (Deficiency) of Revenues Over Expenses</b>	<b>(827,266)</b>	<b>(62,261)</b>	<b>765,005</b>
<b>Other Financing Sources (Uses)</b>			
Principal/Interest paid on notes/bonds	(66,500)	(52,347)	14,153
Operating transfers in	602,339	602,339	-
Operating transfers out	(860,000)	(602,339)	257,661
<b>Total Other Financing Sources(Uses)</b>	<b>(324,161)</b>	<b>(52,347)</b>	<b>271,814</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenses and other uses</b>	<b>(1,151,427)</b>	<b>(114,608)</b>	<b>1,036,819</b>
Fund Equity at Beginning of Year	5,029,986	5,029,986	-
Decertification of prior year encumbrances	67,657	67,657	-
<b>Fund Equity at End of Year</b>	<b>\$ 3,946,216</b>	<b>\$ 4,983,035</b>	<b>\$ 1,036,819</b>

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**City of Tallmadge, Ohio**

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**INTERNAL SERVICE FUNDS**

**INTERNAL SERVICE FUNDS ARE USED TO ACCOUNT FOR THE FINANCING OF GOODS OR SERVICES PROVIDED BY ONE DEPARTMENT OR AGENCY TO OTHER DEPARTMENTS OR AGENCIES OF THE GOVERNMENT AND TO OTHER GOVERNMENT UNITS, ON A COST REIMBURSEMENT BASIS.**

**GARAGE REVOLVING**

To account for the cost of the maintenance facility for all automotive equipment used by various City departments. The cost of services provided are billed to the various user departments.

**SELF-INSURANCE**

To account for the payment of claims and operations of the City's self-insurance program. The cost of the premiums are billed to the various user departments.

**City of Tallmadge, Ohio  
Combining Balance Sheet  
All Internal Service Funds  
December 31, 1999**

	<u>Garage Revolving</u>	<u>Self- Insurance</u>	<u>Totals</u>
<b>Assets</b>			
Equity in pooled cash and investments	\$ 62,689	\$ 128,516	\$ 191,205
Receivables	1,495	23,501	24,996
Inventory of supplies	59,034	-	59,034
Fixed assets (net of accumulated depreciation)	<u>200,173</u>	<u>-</u>	<u>200,173</u>
<b>Total Assets</b>	<b><u>\$ 323,391</u></b>	<b><u>\$ 152,017</u></b>	<b><u>\$ 475,408</u></b>
<b>Liabilities</b>			
Accounts payable	\$ 6,014	\$ 16,813	\$ 22,827
Accrued wages and benefits	23,356	-	23,356
Other liabilities	<u>-</u>	<u>50,409</u>	<u>50,409</u>
<b>Total Liabilities</b>	<u>29,370</u>	<u>67,222</u>	<u>96,592</u>
<b>Fund Equity</b>			
Retained earnings	<u>294,021</u>	<u>84,795</u>	<u>378,816</u>
<b>Total Fund Equity</b>	<u>294,021</u>	<u>84,795</u>	<u>378,816</u>
<b>Total Liabilities and Fund Equity</b>	<b><u>\$ 323,391</u></b>	<b><u>\$ 152,017</u></b>	<b><u>\$ 475,408</u></b>

**City of Tallmadge, Ohio**  
**Combining Statement of Revenues, Expenses and Changes in Fund Equity**  
**All Internal Service Funds**  
**for the Year Ended December 31, 1999**

	Garage Revolving	Self- Insurance	Totals
<b>Operating Revenues</b>			
Charges for services	\$ 213,452	\$ 595,497	\$ 808,949
Other	2,181	121,509	123,690
<b>Total Operating Revenues</b>	<u>215,633</u>	<u>717,006</u>	<u>932,639</u>
<b>Operating Expenses</b>			
Personal services	219,565	-	219,565
Contractual services	61,852	731,802	793,654
Depreciation	30,460	-	30,460
Other	200,487	-	200,487
<b>Total Operating Expenses</b>	<u>512,364</u>	<u>731,802</u>	<u>1,244,166</u>
<b>Operating Income ( Loss)</b>	<u>(296,731)</u>	<u>(14,796)</u>	<u>(311,527)</u>
<b>Income (Loss) Before Operating Transfers</b>	(296,731)	(14,796)	(311,527)
Operating transfers in	300,629	99,591	400,220
Operating transfers out	(3,112)	-	(3,112)
<b>Net Income (Loss)</b>	786	84,795	85,581
<b>Retained Earnings at Beginning of Year</b>	293,235	-	293,235
<b>Retained Earnings at End of Year</b>	<u>294,021</u>	<u>84,795</u>	<u>378,816</u>
<b>Fund Equity at End of Year</b>	<u>\$ 294,021</u>	<u>\$ 84,795</u>	<u>\$ 378,816</u>

**City of Tallmadge, Ohio**  
**Combining Statement of Cash Flows**  
**All Internal Service Funds**  
**for the Year Ended December 31, 1999**

	Garage Revolving	Self- Insurance	Total
<b>Cash Flows Provided by</b>			
<b>(Used in) Operating Activities</b>			
Cash received from customers	\$ 213,102	\$ 571,996	\$ 785,098
Cash payments to suppliers for goods/services	(272,997)	(664,580)	(937,577)
Cash payments to employees for services	(225,036)	-	(225,036)
Other operating revenues (uses)	3,232	121,509	124,741
<b>Net Cash Provided By (Used in)</b>			
<b>Operating Activities</b>	(281,699)	28,925	(252,774)
<b>Cash Flows Provided by (Used In)</b>			
<b>Noncapital Financing Activities</b>			
Operating transfers in	300,629	99,591	400,220
Operating transfers out	(3,112)	-	(3,112)
<b>Net Cash Provided by (Used in) Noncapital</b>			
<b>Financing Activities</b>	297,517	99,591	397,108
<b>Cash Flows Provided by (Used in) Capital</b>			
<b>and Related Financing Activities</b>			
Acquisition and construction of capital assets	(15,647)	-	(15,647)
Proceed from sale of fixed assets	53	-	53
<b>Net Cash Provided by (Used in) Capital</b>			
<b>and Related Financing Activities</b>	(15,594)	-	(15,594)
<b>Cash Provided by (Used in)</b>			
<b>Investing Activities</b>			
Net sales (purchases) of pooled investment	(10,813)	(115,346)	(126,159)
<b>Net Cash Provided by (Used in)</b>			
<b>Investing Activities</b>	(10,813)	(115,346)	(126,159)
<b>Net Increase (Decrease) in Cash</b>	(10,589)	13,170	2,581
<b>Cash at Beginning of Year</b>	17,013	-	17,013
<b>Cash at End of Year</b>	\$ 6,424	\$ 13,170	\$ 19,594

**City of Tallmadge, Ohio**  
**Combining Statement of Cash Flows**  
**All Internal Service Funds**  
**for the Year Ended December 31, 1999**

	<u>Garage Revolving</u>	<u>Self- Insurance</u>	<u>Total</u>
<b>Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities</b>			
Operating Income (Loss)	\$ (296,731)	\$ (14,796)	\$ (311,527)
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities</b>			
Depreciation and amortization	30,460	-	30,460
(Gain)/ loss on sale of fixed assets	1,051	-	1,051
<b>Change in assets and liabilities</b>			
Receivables	(350)	(23,501)	(23,851)
Inventory	(8,424)	-	(8,424)
Accounts payable	(2,234)	16,813	14,579
Accrued wages and benefits	(5,471)	-	(5,471)
Other liabilities	-	50,409	50,409
Total adjustments	<u>15,032</u>	<u>43,721</u>	<u>58,753</u>
Net cash provided by (used in) operating activities	<u>\$ (281,699)</u>	<u>\$ 28,925</u>	<u>\$ (252,774)</u>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Internal Service Funds**  
**for the Year Ended December 31, 1999**

	Garage Revolving			Self-Insurance		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Charges for services	\$ 230,300	\$ 213,453	\$ (16,847)	\$ 651,789	\$ 595,497	\$ (56,292)
Sale of fixed assets	-	629	629	-	-	-
Miscellaneous	-	1,831	1,831	-	98,008	98,008
<b>Total Revenues</b>	<b>230,300</b>	<b>215,913</b>	<b>(14,387)</b>	<b>651,789</b>	<b>693,505</b>	<b>41,716</b>
<b>Expenditures</b>						
Personal services	233,000	233,205	(205)	-	-	-
Materials and supplies	207,300	193,727	13,573	715,000	714,989	11
Contractual services	52,800	56,375	(3,575)	-	-	-
Other	39,300	33,522	5,778	-	-	-
<b>Total Expenditures</b>	<b>532,400</b>	<b>516,829</b>	<b>15,571</b>	<b>715,000</b>	<b>714,989</b>	<b>11</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(302,100)</b>	<b>(300,916)</b>	<b>1,184</b>	<b>(63,211)</b>	<b>(21,484)</b>	<b>41,727</b>
<b>Other Financing Sources (Uses)</b>						
Operating transfers in	300,000	300,000	-	200,000	150,000	(50,000)
<b>Total Other Financing Sources(Uses)</b>	<b>300,000</b>	<b>300,000</b>	<b>-</b>	<b>200,000</b>	<b>150,000</b>	<b>(50,000)</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(2,100)</b>	<b>(916)</b>	<b>1,184</b>	<b>136,789</b>	<b>128,516</b>	<b>(8,273)</b>
Fund Balance at Beginning of Year	43,875	43,875	-	-	-	-
Decertification of prior year encumbrances	5,552	5,552	-	-	-	-
<b>Fund Balance at End of Year</b>	<b>\$ 47,327</b>	<b>\$ 48,511</b>	<b>\$ 1,184</b>	<b>\$ 136,789</b>	<b>\$ 128,516</b>	<b>\$ (8,273)</b>



**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Internal Service Funds**  
**for the Year Ended December 31, 1999**

	Total All Internal Service Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>			
Charges for services	\$ 882,089	\$ 808,950	\$ (73,139)
Sale of fixed assets	-	629	629
Miscellaneous	-	99,839	99,839
<b>Total Revenues</b>	<b>882,089</b>	<b>909,418</b>	<b>27,329</b>
<b>Expenditures</b>			
Personal services	233,000	233,205	(205)
Materials and supplies	922,300	908,716	13,584
Contractual services	52,800	56,375	(3,575)
Other	39,300	33,522	5,778
<b>Total Expenditures</b>	<b>1,247,400</b>	<b>1,231,818</b>	<b>15,582</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(365,311)</b>	<b>(322,400)</b>	<b>42,911</b>
<b>Other Financing Sources (Uses)</b>			
Operating transfers in	500,000	450,000	(50,000)
<b>Total Other Financing Sources(Uses)</b>	<b>500,000</b>	<b>450,000</b>	<b>(50,000)</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>134,689</b>	<b>127,600</b>	<b>(7,089)</b>
Fund Balance at Beginning of Year	43,875	43,875	-
Decertification of prior year encumbrances	5,552	5,552	
<b>Fund Balance at End of Year</b>	<b>\$ 184,116</b>	<b>\$ 177,027</b>	<b>\$ (7,089)</b>

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## City of Tallmadge, Ohio

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### TRUST AND AGENCY FUNDS

TRUST AND AGENCY FUNDS ARE USED TO ACCOUNT FOR ASSETS HELD BY THE CITY IN A TRUSTEE CAPACITY AND/OR AS AN AGENT FOR INDIVIDUALS, PRIVATE ORGANIZATIONS, OTHER GOVERNMENTAL UNITS AND/OR OTHER FUNDS. THESE INCLUDE (A) EXPENDABLE TRUST FUNDS (B) A NON-EXPENDABLE TRUST FUND, AND (C) AGENCY FUNDS.

#### EXPENDABLE TRUST FUNDS

##### EMERGENCY MEDICAL SERVICE AND FIRE DONATION

To account for donations received for the City's emergency medical service program and fire programs.

##### POLICE PENSION

To accumulate property taxes and a subsidy from the general fund for the payment of current and accrued liability for police disability and pension.

#### NON-EXPENDABLE TRUST FUND

##### RICHARDSON TRUST

To account for monies to benefit indigent and needy citizens of Tallmadge. The portion representing the principal amount of the trust fund is non-expendable. The interest received on those monies are used to aid the needy.

#### AGENCY FUNDS

##### REVOLVING TRUST

To account for refundable deposits.

**City of Tallmadge, Ohio  
Combining Balance Sheet  
All Fiduciary Funds  
December 31, 1999**

	Expendable Trust Funds		Non-Expendable Trust Fund	Agency Funds	Total-All Fiduciary Funds
	Emergency Medical Service and Fire Donation	Police Pension	Richardson Trust	Revolving Trust	
<b>Assets</b>					
Equity in pooled cash and investments	\$ 9,911	\$ 22,488	\$ 44,205	\$ 14,302	\$ 90,906
Receivables	-	103,538	807	-	104,345
<b>Total Assets</b>	<b>\$ 9,911</b>	<b>\$ 126,026</b>	<b>\$ 45,012</b>	<b>\$ 14,302</b>	<b>\$ 195,251</b>
<b>Liabilities</b>					
Accounts payable	-	-	-	14,302	14,302
Accrued wages and benefits	-	77,738	-	-	77,738
Deferred revenue	-	102,858	421	-	103,279
<b>Total Liabilities</b>	<b>-</b>	<b>180,596</b>	<b>421</b>	<b>14,302</b>	<b>195,319</b>
<b>Fund Balance</b>					
Reserve for endowment	-	-	30,500	-	30,500
Unreserved - undesignated	9,911	(54,570)	14,091	-	(30,568)
<b>Total Fund Balance</b>	<b>9,911</b>	<b>(54,570)</b>	<b>44,591</b>	<b>-</b>	<b>(68)</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 9,911</b>	<b>\$ 126,026</b>	<b>\$ 45,012</b>	<b>\$ 14,302</b>	<b>\$ 195,251</b>

**City of Tallmadge, Ohio**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**All Expendable Trust Funds**  
**for the Year Ended December 31, 1999**

	<u>Emergency Medical Service and Fire Donation</u>	<u>Police Pension</u>	<u>Total</u>
<b>Revenues</b>			
Taxes	\$ 0	\$ 81,898	\$ 81,898
Intergovernmental	0	9,440	9,440
Investment income	0	0	0
Miscellaneous	4,178	0	4,178
	<u>4,178</u>	<u>0</u>	<u>4,178</u>
<b>Total Revenues</b>	<u>4,178</u>	<u>91,338</u>	<u>95,516</u>
<b>Expenditures</b>			
Current			
Pension and annuity		77,738	77,738
Security of persons and property	9,299	186,674	195,973
	<u>9,299</u>	<u>186,674</u>	<u>195,973</u>
<b>Total Expenditures</b>	<u>9,299</u>	<u>264,412</u>	<u>273,711</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(5,121)</u>	<u>(173,074)</u>	<u>(178,195)</u>
<b>Other Financing Sources (Uses)</b>			
Operating transfers in		157,750	157,750
Operating transfers out	(28)	(89)	(117)
	<u>(28)</u>	<u>(89)</u>	<u>(117)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(28)</u>	<u>157,661</u>	<u>157,633</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>(5,149)</u>	<u>(15,413)</u>	<u>(20,562)</u>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<u>15,060</u>	<u>(39,157)</u>	<u>(24,097)</u>
<b>Fund Balance (Deficit) at End of Year</b>	<u>\$ 9,911</u>	<u>\$ (54,570)</u>	<u>\$ (44,659)</u>

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Expendable Trust Funds**  
**for the Year Ended December 31, 1999**

	<u>Emergency Medical Service and Fire Donation</u>			<u>Police Pension</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>						
Taxes	\$ -	\$ -	\$ -	\$ 85,029	\$ 81,217	\$ (3,812)
Intergovernmental	-	-	-	9,287	9,440	153
Miscellaneous	3,886	4,177	291	-	-	-
<b>Total Revenues</b>	<u>3,886</u>	<u>4,177</u>	<u>291</u>	<u>94,316</u>	<u>90,657</u>	<u>(3,659)</u>
<b>Expenditures</b>						
Current:						
Security of persons and property	14,000	9,299	4,701	275,000	273,183	1,817
<b>Total Expenditures</b>	<u>14,000</u>	<u>9,299</u>	<u>4,701</u>	<u>275,000</u>	<u>273,183</u>	<u>1,817</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(10,114)</u>	<u>(5,122)</u>	<u>4,992</u>	<u>(180,684)</u>	<u>(182,526)</u>	<u>(1,842)</u>
<b>Other Financing Sources (Uses)</b>						
Operating transfers in	-	-	-	154,091	157,750	3,659
<b>Total Other Financing Sources(Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>154,091</u>	<u>157,750</u>	<u>3,659</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>(10,114)</u>	<u>(5,122)</u>	<u>4,992</u>	<u>(26,593)</u>	<u>(24,776)</u>	<u>1,817</u>
Fund Balance at Beginning of Year	15,032	15,032	-	47,263	47,263	-
<b>Fund Balance at End of Year</b>	<u>\$ 4,918</u>	<u>\$ 9,910</u>	<u>\$ 4,992</u>	<u>\$ 20,670</u>	<u>\$ 22,487</u>	<u>\$ 1,817</u>

(continued)

**City of Tallmadge, Ohio**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis) - All Expendable Trust Funds**  
**for the Year Ended December 31, 1999**

	<u>Total All Expendable Trust Funds</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>Revenues</b>			
<b>Taxes</b>	\$ 85,029	\$ 81,217	\$ (3,812)
Intergovernmental	9,287	9,440	153
Miscellaneous	3,886	4,177	291
<b>Total Revenues</b>	<u>98,202</u>	<u>94,834</u>	<u>(3,368)</u>
<b>Expenditures</b>			
Current:			
Security of persons and property	289,000	282,482	6,518
<b>Total Expenditures</b>	<u>289,000</u>	<u>282,482</u>	<u>6,518</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(190,798)</u>	<u>(187,648)</u>	<u>3,150</u>
<b>Other Financing Sources (Uses)</b>			
Operating transfers in	154,091	157,750	3,659
<b>Total Other Financing Sources(Uses)</b>	<u>154,091</u>	<u>157,750</u>	<u>3,659</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>(36,707)</u>	<u>(29,898)</u>	<u>6,809</u>
<b>Fund Balance at Beginning of Year</b>	<u>62,295</u>	<u>62,295</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ 25,588</u>	<u>\$ 32,397</u>	<u>\$ 6,809</u>

**City of Tallmadge, Ohio**  
**Combining Statement of Changes in Assets and Liabilities**  
**All Agency Funds**  
**for the Year Ended December 31, 1999**

	<u>January 1,</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31,</u>
<b>Revolving Trust</b>				
<b>Assets</b>				
Equity in pooled cash and investments	\$ 31,334	\$ 131,666	\$ (148,698)	\$ 14,302
Total Assets	<u>\$ 31,334</u>	<u>\$ 131,666</u>	<u>\$ (148,698)</u>	<u>\$ 14,302</u>
<b>Liabilities</b>				
Accounts payable	\$ 31,334	\$ 131,666	(148,698)	\$ 14,302
Total Liabilities	<u>\$ 31,334</u>	<u>\$ 131,666</u>	<u>\$ (148,698)</u>	<u>\$ 14,302</u>

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**City of Tallmadge, Ohio**

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**GENERAL FIXED ASSETS ACCOUNT GROUP**

**TO ACCOUNT FOR THE GENERAL FIXED ASSETS OF THE CITY OTHER THAN THOSE  
ACCOUNTED FOR IN THE PROPRIETARY FUNDS.**



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**City of Tallmadge, Ohio**  
**Schedule of General Fixed Assets by Source**  
**as of December 31, 1999**

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**General Fixed Assets**

Land	\$ 2,222,986
Buildings and Improvements	4,857,201
Equipment/Storm Waterlines	8,197,403
Construction in Progress	<u>68,506</u>
 Total General Fixed Assets	 <u><u>\$ 15,346,096</u></u>

**Investment in General Fixed Assets from:**

**Capital Projects Funds:**

General obligation bonds/notes	\$ 3,920,762
Federal grants	409,000
Fire & EMS levy	2,127,607
General Fund Revenues	8,693,688
Gifts	122,695
Other	3,838
Construction in Progress	<u>68,506</u>
 Total Investment in General Fixed Assets	 <u><u>\$ 15,346,096</u></u>

**City of Tallmadge, Ohio**  
**Schedule of General Fixed Assets by Function and Activity**  
**as of December 31, 1999**

	Land	Buildings and Improvements	Equipment/ Storm Waterlines	Total
<b>Security of Persons and Property</b>				
Fire safety & EMS	\$ 28,095	\$ 298,765	\$ 1,731,622	\$ 2,058,482
Police protection	-	-	462,870	462,870
Safety communications	-	-	166,191	166,191
Police administration	9,750	1,388,487	288,139	1,686,376
<b>Total Security of Persons and Property</b>	<b>37,845</b>	<b>1,687,252</b>	<b>2,648,822</b>	<b>4,373,919</b>
<b>Public Health and Welfare</b>				
Cemetery	64,931	8,159	9,650	82,740
<b>Leisure Time Activities</b>				
Parks and recreation	967,167	412,544	312,285	1,691,996
Pool	464,574	283,022	106,548	854,144
<b>Total Leisure Time Activities</b>	<b>1,431,741</b>	<b>695,566</b>	<b>418,833</b>	<b>2,546,140</b>
<b>Community Environment</b>				
Community and economic development	-	3,900	42,452	46,352
<b>Transportation</b>				
Street construction, maintenance, and repair	14,830	351,495	2,158,783	2,525,108
<b>General Government</b>				
Mayor's office	-	-	20,340	20,340
Director of Administration	-	-	113,169	113,169
Finance administration	-	8,207	154,507	162,714
Legal administration	-	-	40,810	40,810
Service administration	673,639	2,102,622	2,540,855	5,317,116
Legislative	-	-	39,627	39,627
Other administration	-	-	9,555	9,555
<b>Total General Government</b>	<b>673,639</b>	<b>2,110,829</b>	<b>2,918,863</b>	<b>5,703,331</b>
<b>Total General Fixed Assets</b>	<b>\$ 2,222,986</b>	<b>\$ 4,857,201</b>	<b>\$ 8,197,403</b>	<b>\$ 15,277,590 *</b>

\*Excludes amounts capitalized as construction-in-progress.

**City of Tallmadge, Ohio**  
**Schedule of Changes in General Fixed Assets by**  
**Function and Activity**  
**for the Year Ended December 31, 1999**

	Balance January 1, 1999	Additions	Deductions	Balance December 31, 1999
<b>Security of Persons and Property</b>				
Fire safety & EMS	\$ 1,977,673	\$ 168,076	\$ (87,267)	\$ 2,058,482
Police protection	453,065	53,472	(43,667)	462,870
Safety communications	136,212	29,979	-	166,191
Police administration	1,698,556	6,387	(18,567)	1,686,376
<b>Total Security of Persons and Property</b>	<b>4,265,506</b>	<b>257,914</b>	<b>(149,501)</b>	<b>4,373,919</b>
<b>Public Health and Welfare</b>				
Cemetery	82,740	-	-	82,740
<b>Leisure Time Activities</b>				
Parks and recreation	1,556,628	145,198	(9,830)	1,691,996
Pool	779,145	74,999	-	854,144
<b>Total Leisure Time Activities</b>	<b>2,335,773</b>	<b>220,197</b>	<b>(9,830)</b>	<b>2,546,140</b>
<b>Community Environment</b>				
Community and economic development	306,864	3,893	(264,405)	46,352
<b>Transportation</b>				
Street construction, maintenance and repair	2,481,839	118,531	(75,262)	2,525,108
<b>General Government</b>				
Mayor's office	34,305	1,797	(15,762)	20,340
Director of Administration	14,592	103,767	(5,190)	113,169
Finance administration	161,752	9,765	(8,803)	162,714
Legal administration	22,626	18,184	-	40,810
Service administration	4,978,880	348,589	(10,353)	5,317,116
Legislative	33,871	8,442	(2,686)	39,627
Other administration	7,121	2,434	-	9,555
<b>Total General Government</b>	<b>5,253,147</b>	<b>492,978</b>	<b>(42,794)</b>	<b>5,703,331</b>
<b>Total General Fixed Assets</b>	<b>\$ 14,725,869</b>	<b>\$ 1,093,513</b>	<b>\$ (541,792)</b>	<b>\$ 15,277,590</b>

\*Excludes amounts capitalized as construction-in-progress.

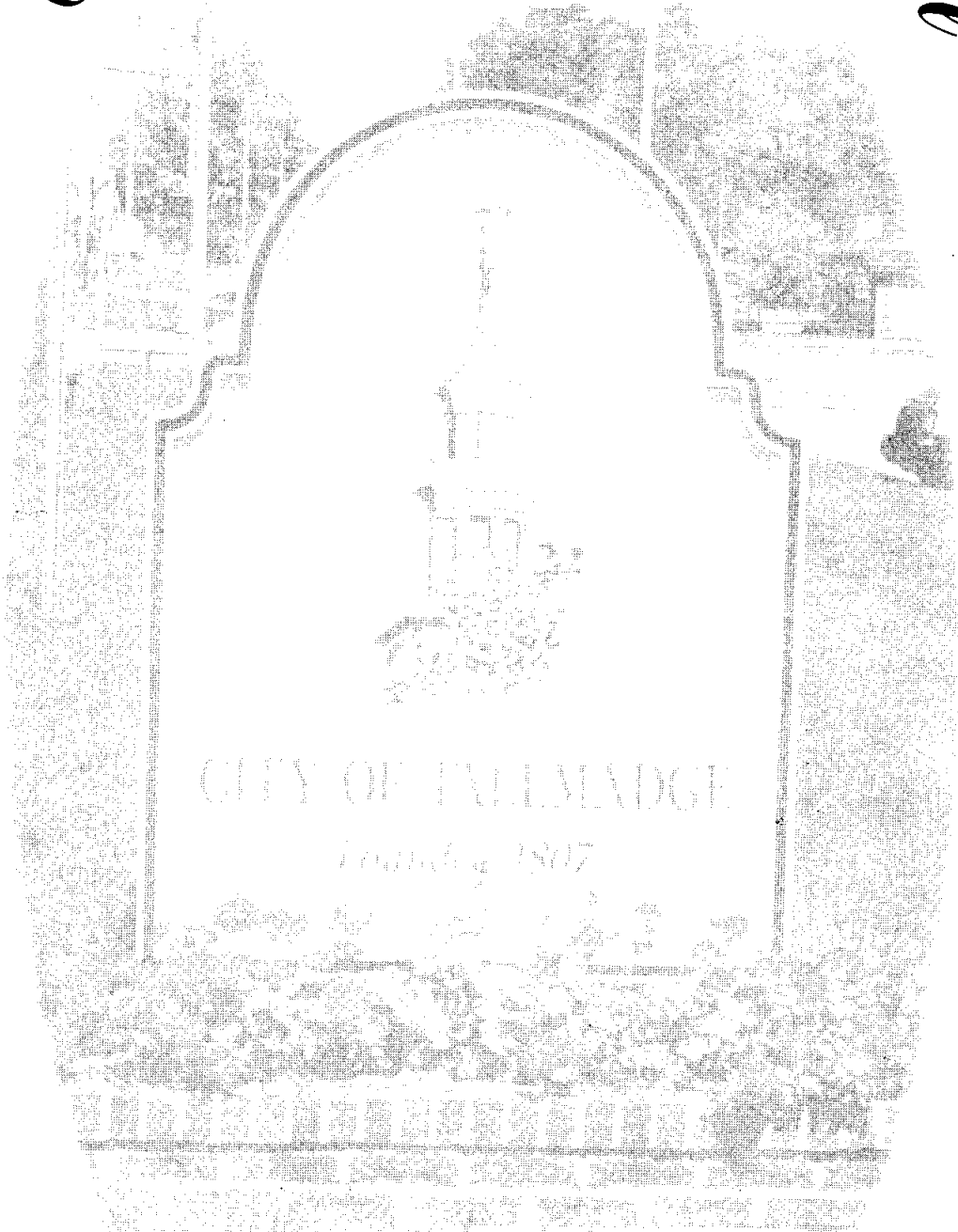
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**City of Tallmadge, Ohio**

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*City of Tallmadge*



*Statistical  
Section*



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## City of Tallmadge, Ohio

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**City of Tallmadge, Ohio**  
**Governmental and Expendable Trust Fund Revenues by Source**  
**and Expenditures by Function**  
**Last Ten Years**

	1990	1991	1992	1993
<b>REVENUES</b>				
Property taxes	\$ 1,185,321	\$ 1,349,166	\$ 1,511,900	\$ 1,476,851
Municipal income taxes	3,612,888	3,903,918	4,313,205	4,499,209
Other local taxes	2,548	4,383	-	6,142
Intergovernmental	1,364,146	1,652,900	1,383,618	1,353,528
Charges for services	180,894	191,554	203,079	229,483
Fines, licenses, and permits	189,475	211,300	187,514	181,882
Interest earnings	546,641	437,032	142,515	145,546
Special assessments	80,725	104,589	80,092	54,520
All other revenues	74,318	117,429	111,596	115,199
<b>TOTAL REVENUES</b>	<b><u>\$ 7,236,956</u></b>	<b><u>\$ 7,972,271</u></b>	<b><u>\$ 7,933,519</u></b>	<b><u>\$ 8,062,360</u></b>
<b>EXPENDITURES</b>				
<b>Current</b>				
Security of person and property	\$ 2,174,883	\$ 2,515,377	\$ 2,694,926	\$ 2,777,828
Public health and welfare	133,693	130,019	122,296	122,767
Leisure time activities	382,883	461,979	551,499	502,450
Community environment	293,372	353,204	321,942	316,434
Transportation	767,224	1,034,436	1,113,615	1,334,554
General government	1,232,599	1,327,277	1,480,241	1,493,494
Capital outlay	1,400,520	1,925,607	907,656	724,410
<b>Debt Service</b>				
Principal	196,910	195,910	1,678,080	57,000
Interest	43,012	26,177	157,235	68,130
<b>TOTAL EXPENDITURES</b>	<b><u>\$ 6,625,096</u></b>	<b><u>\$ 7,969,986</u></b>	<b><u>\$ 9,027,490</u></b>	<b><u>\$ 7,397,067</u></b>

Notes:

Amounts were determined in accordance with generally accepted accounting principles



**Table 1**

1994	1995	1996	1997	1998	1999
\$ 1,635,779	\$ 1,681,721	\$ 1,736,644	\$ 1,849,843	\$ 1,604,135	\$ 1,582,460
4,773,202	5,242,082	5,645,812	6,099,877	6,354,273	6,589,765
-	-	-	-	-	-
2,018,556	1,733,291	1,524,570	1,997,967	2,772,376	2,221,884
233,706	250,837	279,715	280,488	289,438	311,443
217,657	175,690	212,118	240,615	258,358	243,252
217,496	370,467	239,633	271,019	291,124	183,937
87,829	120,105	24,401	7,611	1,687	1,695
112,613	108,014	193,223	200,747	254,767	95,461
<u>\$ 9,296,838</u>	<u>\$ 9,682,207</u>	<u>\$ 9,856,116</u>	<u>\$ 10,948,167</u>	<u>\$ 11,826,158</u>	<u>\$ 11,229,897</u>
\$ 3,073,723	\$ 3,229,820	\$ 3,561,634	\$ 3,686,799	\$ 4,119,655	\$ 4,534,246
146,460	174,445	153,653	148,372	166,522	156,997
685,258	672,889	754,280	685,236	608,091	682,367
359,789	426,769	337,328	296,608	250,321	320,732
3,313,918	1,457,225	1,068,229	1,111,354	1,221,798	1,272,087
1,659,641	1,922,921	1,960,428	2,158,319	2,114,131	2,221,779
986,335	1,426,781	3,071,452	4,312,045	2,781,815	2,930,553
57,000	1,445,441	224,176	616,767	367,747	797,434
71,287	135,977	156,209	207,766	284,151	333,460
<u>\$ 10,353,411</u>	<u>\$ 10,892,268</u>	<u>\$ 11,287,389</u>	<u>\$ 13,223,266</u>	<u>\$ 11,914,231</u>	<u>\$ 13,249,655</u>

**Table 2**

**City of Tallmadge, Ohio  
Property Tax Levies and Collections  
Real and Public Utility Property Only  
Last Ten Years**

Year	Net Tax Levy (Current Billed Portion)	Current Collection	Percentage of Current Collections to Net Levy	Delinquent Collections	Total Collections	Percentage Collections to Net Levy	Current Delinquent Amount
1990	\$ 998,179	\$ 964,116	96.59 %	\$ 29,043	\$ 993,159	99.50 %	\$ 34,063
1991	1,054,270	1,015,610	96.33	26,178	1,041,788	98.82	38,660
1992	1,254,818	1,210,181	96.44	60,073	1,270,254	101.23	44,637
1993	1,264,303	1,239,126	98.01	31,316	1,270,442	100.49	25,177
1994	1,366,571	1,334,455	97.65	29,225	1,363,680	99.79	32,116
1995	1,406,820	1,375,506	97.77	30,930	1,406,436	99.97	31,313
1996	1,435,646	1,391,736	96.94	28,357	1,420,093	98.92	43,910
1997	1,639,879	1,591,741	97.06	41,325	1,633,066	99.58	48,138
1998	1,490,904	1,457,910	97.79	26,591	1,484,501	99.57	32,994
1999	1,515,291	1,469,755	96.99	15,961	1,508,746	99.57	45,535

Source: Summit County, Ohio; County Auditor

**Table 3**

**City of Tallmadge, Ohio  
Property Tax Levies and Collections  
Tangible Personal Property Only  
Last Ten Years**

Year	Net Tax Levy (Current Billed Portion)	Current Collection	Percentage of Current Collections to Net Levy	Delinquent Collections	Total Collections	Percentage Collections to Net Levy	Current Delinquent Amount
1990	\$ 192,612	\$ 187,298	97.24 %	\$ 11,671	\$ 198,969	103.30 %	\$ 5,314
1991	205,566	199,841	97.22	10,971	210,812	102.55	5,725
1992	223,375	221,763	99.28	13,889	235,652	105.50	1,612
1993	229,420	227,499	99.16	3,839	231,338	100.84	1,921
1994	250,195	248,471	99.31	3,764	252,235	100.82	1,723
1995	264,086	261,228	98.92	7,016	268,244	101.57	2,858
1996	305,976	301,613	98.57	13,092	314,705	102.85	4,363
1997	304,878	301,282	98.82	7,244	308,526	101.20	3,596
1998	247,895	239,125	96.46	8,367	247,492	99.84	8,769
1999	241,711	238,398	98.63	8,195	246,593	102.02	3,312

Source: Summit County, Ohio; County Auditor

**Table 4**

**City of Tallmadge, Ohio  
City - Wide Property Taxes  
(Per \$1,000 of Assessed Valuation)  
Last Ten Years**

Collection Year	Inside Operating	Outside Operating	Police Pension	Fire/Ambulance	Total Tax Rate
1990	2.10	1.51	0.30	3.50	7.41
1991	2.10	1.51	0.30	3.50	7.41
1992	2.10	1.51	0.30	3.75	7.66
1993	2.10	1.51	0.30	3.75	7.66
1994	2.10	1.51	0.30	3.75	7.66
1995	2.10	1.51	0.30	3.75	7.66
1996	2.10	1.51	0.30	3.75	7.66
1997	2.10	N/A	0.30	3.75	6.15
1998	2.10	N/A	0.30	3.75	6.15
1999	2.10	N/A	0.30	3.75	6.15

Source: Summit County, Ohio; County Auditor

**Table 5**

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

Collection Year	Real Property		Public Utility Property	Tangible Personal Property	Total Assessed Value
	Estimated Value	Assessed Value	Assessed Value	Assessed Value	
1990	\$ 497,693,257	\$ 140,892,640	\$ 9,230,220	\$ 25,909,721	\$ 176,032,581
1991	477,114,400	166,990,040	9,624,390	27,609,253	204,223,683
1992	482,613,171	168,914,610	9,843,140	29,064,310	207,822,060
1993	491,224,286	171,928,500	10,079,210	29,924,249	211,931,959
1994	572,571,971	200,400,190	10,700,870	32,604,440	243,705,500
1995	587,045,257	205,465,840	10,899,080	34,409,038	250,773,958
1996	610,533,286	213,686,650	9,458,810	39,887,638	263,033,098
1997	712,889,971	249,511,490	9,118,060	39,758,581	298,388,131
1998	731,460,714	256,011,250	8,841,500	40,252,026	305,104,776
1999	738,369,000	258,429,150	8,984,160	39,269,410	306,682,720

Note: The current assessed valuation is computed at approximately the following percentages of estimated true value; real property - 35 percent; public utilities - 100 percent. The assessed value of Tangible Personal Property has declined as a result of State law from 35% in 1984 to 25% in 1994.

Source: Summit County, Ohio; County Auditor

**Table 6**

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

Tax Year	Collection Year	County Levy	School Levy	Akron/Summit Library	City Levy	Total Levy	Debt Service
1989	1 1990	\$ 12.34	\$ 45.59	\$ 0.89	\$ 7.41	\$ 66.23	\$ 0.91
	2 1990	12.34	49.06		7.41	68.81	4.67
1990	1 1991	12.59	44.96	0.89	7.41	65.85	0.52
	2 1991	12.59	47.31		7.41	67.31	4.29
1991	1 1992	12.59	44.83	0.89	7.66	65.97	0.42
	2 1992	12.59	46.11		7.66	66.36	3.69
1992	1 1993	12.59	54.53	0.89	7.66	75.67	0.69
	2 1993	12.59	45.84		7.66	66.09	3.79
1993	1 1994	12.31	54.33	0.89	7.66	75.19	0.67
	2 1994	12.31	44.14		7.66	64.11	3.17
1994	1 1995	14.16	54.23	0.89	7.66	76.94	0.90
	2 1995	14.16	52.34		7.66	74.16	3.30
1995	1 1996	13.99	54.03	0.89	7.66	76.57	0.60
	2 1996	13.99	52.41		7.66	74.06	3.87
1996	1 1997	11.39	53.83	0.89	7.66	73.77	0.49
	2 1997	11.39	49.34		7.66	68.39	3.09
1997	1 1998	11.65	53.83	1.87	6.15	73.50	1.32
	2 1998	11.65	47.74		6.15	65.54	2.25
1998	1 1999	12.27	53.83	1.79	6.15	74.04	1.35
	2 1999	12.27	47.64		6.15	66.06	2.55
1999	1 2000	12.27	53.68	1.39	6.15	73.49	0.86
	2 2000	12.27	46.44		6.15	64.86	2.16

Source: Summit County, Ohio; County Auditor

Note: Taxes are levied at the same rate in both the 1st and 2nd half; however, there are two sets of rates because both Tallmadge CSD (1) and Stow/Munroe Falls CSD (2) overlap Tallmadge City.

**Table 7**

**City of Tallmadge, Ohio  
Computation of Legal Debt Margin  
December 31, 1999**

Total of all City Debt Outstanding		\$ 6,400,211
Debt exempt from calculation:		
Self-supporting as defined in O.R.C. 133.10		
Special assessment bonds and bond anticipation notes issued in anticipation of the collection of special assessments	\$ 2,189,847	
Unvoted self-supporting bonds and bond anticipation notes	<u>0</u>	
Total exempt debt		<u>(2,189,847)</u>
Net indebtedness (voted and unvoted) subject to debt limitation		4,210,364
Less applicable Debt Service Fund - budget basis		<u>(247,697)</u>
Net indebtedness subject to debt limitation		<u>\$ 3,962,667</u>
Assessed valuation of City	<u>\$ 306,682,720</u>	
<u>Legal 10.5% Debt Margin</u>		
10.5% of valuation (maximum voted and unvoted general obligation debt limitation)		\$ 32,201,686
Net indebtedness outstanding subject to 10.5% debt limitation		<u>3,962,667</u>
Legal 10.5% Margin		<u>\$ 28,239,019</u>
<u>Legal 5.5% Debt Margin</u>		
5.5% of valuation (Maximum unvoted general obligation debt allowed)		\$ 16,867,550
Net indebtedness outstanding subject to 5.5% debt limitation		<u>3,962,667</u>
Legal 5.5% Margin		<u>\$ 12,904,883</u>

Notes: Calculation of Legal Debt Margin is based on Section 133, the Uniform Bond Act of the Ohio Revised Code.

**Table 8**

**City of Tallmadge, Ohio  
Special Assessment Billings and Collections  
Last Ten Years**

Year	Current Billed	Delinquent Billed	Current % Collected	Total Collected	Total % Collected	Current Delinquent
1990	\$ 95,439	\$ 20,411	95.28 %	\$ 102,109	106.99 %	\$ 4,509
1991	104,116	14,765	96.32	107,561	103.31	3,836
1992	94,558	12,437	94.88	102,028	107.90	4,846
1993	81,433	5,111	93.91	80,811	99.24	4,958
1994	117,582	6,245	86.30	106,064	90.20	16,112
1995	114,122	22,535	88.12	121,905	89.21	13,562
1996	105,826	16,461	89.14	107,486	87.90	11,492
1997	126,142	15,479	92.86	125,321	88.49	9,005
1998	130,516	17,605	85.25	125,040	84.42	19,250
1999	152,712	23,220	94.05	165,384	94.00	9,088

Source: Summit County, Ohio; County Auditor

**Table 9**

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

Year	Net General Obligation Bonded Debt (1)	Assessed Value (2)	Population	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
1990	\$ 199,895	\$ 203,032,581	14,870	0.10	\$ 13
1991	0	204,223,683	14,900	0.00	0
1992	891,000	207,822,060	14,920	0.43	60
1993	834,000	211,931,959	15,370	0.39	54
1994	770,000	243,705,500	15,470	0.31	50
1995	2,264,417	250,773,958	15,220	0.90	149
1996	3,145,221	263,006,098	15,300	1.20	206
1997	4,175,070	298,517,188	15,400	1.40	271
1998	4,875,416	305,104,776	15,400	1.60	317
1999	5,246,211	306,682,720	15,600	1.71	336

Notes: (1) Only general obligation bonds and notes are included in this amount. Issues supported by enterprise activities or special assessments are excluded.

(2) Source: Summit County, Ohio; County Auditor

(3) Estimated by City of Tallmadge, Planning Department, except for U.S. Census in 1990.

**Table 10**

**City of Tallmadge, Ohio**  
**Ratio of Annual Debt Service Expenditures for General Bonded Debt to**  
**Total General Governmental and Expendable Trust Fund Type Expenditures**  
**Last Ten Years**

Collection Year	Principal	Interest	Debt Service on General Obligations (1)	Total Expenditures	Ratio
1990	\$ 229,000	\$ 55,640	\$ 284,640	\$ 6,625,096	4.30
1991	298,000	29,650	327,650	7,969,986	4.11
1992	1,673,000	157,235	1,830,235	9,027,490	20.27
1993	57,000	68,130	125,130	7,397,067	1.69
1994	57,000	71,287	128,287	10,353,411	1.24
1995	1,445,441	135,977	1,581,418	10,892,268	14.52
1996	224,176	156,209	380,385	11,287,389	3.37
1997	616,767	207,766	824,533	13,223,266	6.24
1998	367,747	248,151	615,898	11,914,231	5.17
1999	797,434	330,460	1,127,894	13,249,655	8.51

Notes: (1) Includes all general obligation debt except for debt intended to be paid from enterprise fund revenues and special assessments.

**Table 11**

**City of Tallmadge, Ohio**  
**Computation of Direct and Overlapping Debt**  
**December 31, 1999**

	General Tax Bonded Debt	Percent Overlapping	Amount Applicable to City of Tallmadge
City of Tallmadge	\$ 5,246,211	100.00 %	\$ 5,246,211
Summit County	134,468,183	3.26	4,385,285
MRTA (Metro Regional Transit Authority)	2,225,000	3.26	72,562
Tallmadge City School District	353,239	99.35	350,942
Stow/Munroe Falls City School District	2,542,000	0.18	4,485
Metro Parks	0	3.50	0
Akron/Summit Library	0	4.83	0
<b>Total</b>			<b>\$ 10,059,485</b>

Source: Summit County, Ohio; County Auditor

Note: The percentage of debt outstanding applicable to the City was determined by dividing each jurisdiction's assessed valuation with the City by the jurisdiction's total assessed valuation.

**Table 12**

**City of Tallmadge, Ohio  
Demographic Statistics  
1970 - 1990**

**SELECTED POPULATION CHARACTERISTICS**

<b>Age distribution</b>	<b>1990</b>		<b>1980</b>		<b>1970</b>	
	<b>Number</b>	<b>%</b>	<b>Number</b>	<b>%</b>	<b>Number</b>	<b>%</b>
Under 5 years	825	6	807	5	1,222	8
5 to 9 years	950	6	1,026	7	1,739	11
10 to 19 years	1,967	13	3,058	20	3,387	22
20 to 29 years	1,889	13	2,296	15	1,806	12
30 to 39 years	2,286	15	2,000	13	2,008	13
40 to 49 years	2,006	13	2,033	13	2,325	15
50 to 59 years	1,836	12	2,146	14	1,469	10
60 to 69 years	1,806	12	1,111	7	813	5
70 to 79 years	855	6	577	4	396	3
80 and older	<u>450</u>	<u>3</u>	<u>215</u>	<u>1</u>	<u>109</u>	<u>1</u>
<b>Total Population</b>	<b><u>14,870</u></b>	<b><u>100%</u></b>	<b><u>15,269</u></b>	<b><u>100%</u></b>	<b><u>15,274</u></b>	<b><u>100%</u></b>

<b>Gender Statistics</b>	<b>1990</b>		<b>1980</b>	
Males	7,138	48%	7,488	49%
Females	7,732	52%	7,781	51%
Median Age	37.9 Yrs.		32.3 Yrs.	
<b>Owner Occupied Housing</b>				
Percent Owner Occupied Housing Units		77%		78%
Persons per Owner Occupied Unit		2.84		2.97
<b>Educational Attainment</b>				
Percent high school graduate or higher		83%		78%
Percent bachelor's degree or higher		21%		17%
<b>Income</b>				
Median family income		\$41,315		\$25,939
Per capita income		15,576		8,289

Source: U. S. Bureau of the Census



**Table 13**

**City of Tallmadge, Ohio  
Bank Deposits, Property Values and Construction Activity  
Last Ten Years**

<u>Year</u>	<u>Financial Institution Deposits</u>	<u>Financial Institution Value</u>	<u>Building Permits Issued</u>
1990	\$ 3,468,298,000	\$ 581,458,195	\$ 11,110,811
1991	3,610,033,000	588,995,283	12,926,169
1992	3,737,694,000	604,242,119	16,626,307
1993	3,792,255,000	621,000,492	14,650,293
1994	4,199,905,000	713,690,601	19,780,607
1995	4,267,009,000	735,580,489	18,703,936
1996	4,342,660,000	779,542,648	19,771,078
1997	4,421,560,000	881,042,355	18,582,451
1998	4,486,230,000	901,310,318	25,243,549
1999	4,629,280,000	904,430,800	18,475,644

Source: Building Permits - City of Tallmadge, Building Department  
Financial Institution Deposits within Summit County - Akron Clearing House  
Estimated Property Value - Summit County, Ohio; County Auditor

**Table 14**

**City of Tallmadge, Ohio  
New Housing Starts  
Last Ten Years**

**Tallmadge New Housing Starts**

<u>Year</u>	<u>New Housing Starts</u>
1990	75
1991	64
1992	87
1993	100
1994	129
1995	94
1996	97
1997	92
1998	96
1999	110

Source: Building Department; City of Tallmadge

**Table 15**

**City of Tallmadge, Ohio  
Principal Property Taxpayers  
December 31, 1999**

<u>Name of Taxpayer</u>	<u>Nature of Business</u>	<u>Valuation</u>	<u>Assessed Valuation</u>
<b>Real Property (1999 Collection Year)</b>			
Tallmadge Associates	Retail Property Management	\$ 2,577,710	0.85%
Tallmadge Oaks II	Apartment Complex	2,045,580	0.67%
Saxon Village Ltd.	Apartment Complex	1,916,130	0.63%
David J. Schipper	Industrial Property Management	1,153,360	0.38%
Colonial Gardens	Nursing Home	1,628,200	0.53%
Tell Schipper Prop. Inc.	Rental/Office Space	1,263,560	0.42%
Tallmadge Acres	Senior Apartment Complex	1,020,530	0.34%
Wolar Tallmadge & Associates	Property Management	1,067,720	0.35%
Venture Akron Ltd.	Industrial Property Management	1,017,290	0.33%
Chapel Hill Apartments	Property Management	858,980	0.26%
<b>Total</b>		<b>\$ 14,549,060</b>	<b>4.78%</b>
<b>Total Assessed Valuation - Real</b>		<b>\$ 256,011,250</b>	<b>84.11%</b>
<b>Tangible Personal Property (other than Public Utilities)(1998 Collection Year)</b>			
Auto Sales, Inc.	Auto Parts Distribution	\$ 3,537,810	1.16%
Owens Corning	Insulation: Sheet and Foam	1,959,160	0.64%
Steere Enterprises	Custom Plastics & Vinyl	1,819,110	0.60%
Waltco Truck Co	Electro-Hydraulic Tailgate Lifts	1,670,580	0.55%
Fred Godard Ford Inc.	Auto Sales	1,448,410	0.48%
Leppo, Inc.	Machinery Sales	1,330,680	0.44%
S. D. Myers Inc.	Parts & Service/Transformers	1,317,160	0.43%
Hunt Machine & Mfg Co. Inc.	Manufacturing	1,294,430	0.43%
Star Chevrolet Inc.	Auto Sales	1,254,890	0.41%
S G S Tool Co	Machine Manufacturing	1,190,730	0.39%
<b>Total</b>		<b>\$ 16,822,960</b>	<b>5.53%</b>
<b>Total Assessed Valuation - Tangible Personal</b>		<b>\$ 39,269,410</b>	<b>12.90%</b>
<b>Public Utility (tangible personal property)(1999 Collection Year)</b>			
Ohio Bell Telephone	Telephone Service	\$ 3,623,650	1.19%
Ohio Edison Co.	Utilities	3,428,880	1.13%
East Ohio Gas Co.	Utilities	1,244,090	0.41%
Ohio Telephone & Telegraph	Telephone Services	265,560	0.09%
<b>Total</b>		<b>\$ 8,562,180</b>	<b>2.82%</b>
<b>Total Assessed Valuation - Public Utilities</b>		<b>\$ 9,107,850</b>	<b>2.99%</b>
<b>Total Assessed Valuation - All Categories</b>		<b>\$ 304,388,510</b>	<b>100.00%</b>

Source: Summit County, Ohio ; County Auditor

**Table 16**

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**City of Talmadge, Ohio  
Miscellaneous Statistics  
December 31, 1999**

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Founded	1806	
Incorporated as village	1936	
Incorporated as city	1951	
Town Hall erected	1859	
Form of government	Charter	
Population	15,500	Current Estimate
	6,399	Dwelling units
Area	13.5	Square miles
	8,915	Acres
Streets & highways	88.5	Miles of paved streets
Police protection		
Stations	2	
Number of police officers	30	
Fire protection		
Stations	2	
Number of full-time firefighters	10	
Number of part-time firefighters	43	
Municipal utilities	5761	Water customers
	4806	Sewer customers
Recreation:		
Number of parks	8	(103 acres)
Swimming pools	1	
Wading pools	1	
Tennis courts	9	(includes 3 @ High School)
Baseball/Softball diamonds	7	
Soccer fields	6	(4 regulation, 2 youth)
Education:		
Elementary schools	3	K-1, 2-3, 4-5
Middle schools	1	6-8
High schools	1	9-12
Libraries	1	(30,000 volumes)
Churches	28	





STATE OF OHIO  
OFFICE OF THE AUDITOR  

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**CITY OF TALLMADGE**

**SUMMIT 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 13, 2000**