

CITY OF FINDLAY, OHIO

COMPREHENSIVE

ANNUAL FINANCIAL REPORT

For the year ended December 31, 1999

Issued by the City Auditor's Office



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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The Honorable Mayor John Stozich
and Members of City Council
City of Findlay, Ohio

We have reviewed the independent auditor's report of the City of Findlay, Hancock County, prepared by KPMG LLP, for the audit period January 1, 1999 through December 31, 1999. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Findlay is responsible for compliance with these laws and regulations.

JIM PETRO
Auditor of State

November 14, 2000

INTRODUCTORY SECTION

CITY OF FINDLAY

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 1999

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(Not Covered by Report of Auditors)

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May 22, 2000

To the Residents of Findlay, Ohio:

The Comprehensive Annual Financial Report (CAFR) of the City of Findlay, Ohio, for the fiscal year ended December 31, 1999, is submitted herewith. The report has been prepared by the Auditor's office for the residents of Findlay, the elected officials, employees, bondholders, investment bankers, rating agencies, and all persons interested in the financial affairs of the City. It also reflects the City's effort to enhance its financial control and accounting through the application of the accrual/modified accrual basis of accounting. This report includes the City's implementation of generally accepted accounting principles (GAAP) set forth by the Governmental Accounting Standards Board (GASB).

Responsibility for both the accuracy of the presented data and the thoroughness of the presentation rests with the City. We believe the data to be accurate in all material respects and to be presented in a manner designed to fairly set forth the financial position and the results of operations of the City as measured by the financial activity of its various funds.

The Comprehensive Annual Financial Report is divided into three sections: the Introductory Section, the Financial Section, and the Statistical Section. The Introductory Section contains letters of transmittal, an organizational chart, a listing of elected and appointed officials and a copy of the Certificate of Achievement awarded to the City for its 1998 CAFR. The Financial Section contains the general purpose financial statements and relevant supplemental information for the 1999 fiscal year, including statements with comparative totals from the prior year. The independent auditor's report is also a part of this section. The Statistical Section provides pertinent and select financial, economic, and demographic information that displays trends for comparative fiscal periods. We have also included in this section the data that meets the disclosure requirements of the Securities and Exchange Commission Rule 15c2-12.

The City is located in the northwestern part of the State of Ohio, is 17.6 square miles in area, and is the county seat and largest city in Hancock County. Findlay is a statutory city operating under the statutes as set forth by the Ohio Revised Code, requiring the elected officials to be Mayor, Council Members, City Auditor, City Treasurer, and Director of Law. The offices of Treasurer and the Director of Law are part-time positions. All officials are elected to four-year terms except the members of Council. Council terms are for a period of two years. There is a President of Council and nine council persons, three of whom are elected at-large and six by the respective wards. A

Service-Safety Director is appointed by the Mayor and has administrative responsibility for the operating departments.

The reported 1990 census population of Findlay was 35,703 residents, for whom the City provides police and fire protection, health services, planning and zoning, street construction and maintenance, parks and recreation facilities, a Municipal Court, a cemetery, and general government services. The City also operates several enterprise activities including water, water pollution control, parking enforcement, airport maintenance and fuel sales, and a swimming pool. Trash removal and ambulance services are handled by private contractors.

Findlay Municipal Court operates under two elected municipal judges. The jurisdiction of the Court includes the City of Findlay and all of Hancock County except Washington Township and three precincts of a ward within the City of Fostoria, all of which are serviced by the Fostoria Municipal Court. The funding of the Court is borne by the City's General Fund, with reimbursement from the County for a portion of the total costs. The court costs and fines are distributed to the various political jurisdictions as indicated by the various charges filed in the court. As Findlay Municipal Court is financially interdependent on the City, the activity of the Court has been reflected in an Agency Fund in the accompanying financial statements.

ECONOMIC CONDITION AND OUTLOOK

The economic condition of the City is evident in the growth of our income tax revenues, the low unemployment rate, and the continued industrial development. Income tax collections were \$13,122,926, which is an increase of 11.97% over the previous year's collections. The unemployment rate for Hancock County is one of the lowest in the state of Ohio at 2.8% for 1999.

The private sector of our local economy is doing very well as evidenced by the companies that have expanded operations here in the last year. Best Buy is constructing a 300,000 square foot addition to its present distribution center at a cost of \$11 million. Whirlpool has announced a \$14 million retooling project for its dishwasher line at their local plant. Hyway Warehousing has added 102,000 square feet of space, Filtech increased by 52,000 square feet, and Tall Timbers Distribution Center has increased by 125,000 square feet. Development of Ashland Business Park, which is 60 acres on the west side of Findlay, began during 1999 and will continue into 2000 as new occupants move into this area along I-75. In early 2000, Lowe's announced plans to build a new \$77 million distribution center in Allen Township. This site is presently outside the corporate limits of the city but will have a direct impact on our local economy.

One of the challenges facing community and business leaders is the availability of a qualified workforce to fill the positions being created. In an effort to provide assistance to local employers, the Chamber has started a program called the Business Education Network. This program will provide a link between business and education to make sure that our school system is aware of the needs of the business community and can develop curriculum to give students the skills and knowledge required to be competitive when entering the workforce. The concept has

generated a great deal of interest and a number of employers are currently working with the schools at different grade levels.

Blanchard Valley Hospital has begun construction of a \$16 million emergency and ambulatory care center. The facility will not only house a new emergency care unit, but will also have a cardiac and stroke unit, cardiology, outpatient services, and nuclear medicine. In addition to facility improvements, the way a patient is treated will undergo changes. Future plans call for adding a number of “hospitalists”. These doctors would coordinate patient care from admission to dismissal. Every effort is being made to provide expert levels of care to residents when they need medical assistance and to do it here in the community in which they work and live.

Our city continues to be a regional center for many activities in addition to employment. Residents of surrounding areas come to Findlay to take advantage of retail shopping, dining, higher education at the University of Findlay and Owens Community College, and many other cultural and recreational activities. All of these areas reflect the sustained growth and economic success of our community.

MAJOR CAPITAL IMPROVEMENT INITIATIVES

The City’s capital improvement plan is the tool used to identify and prioritize the projects that need to be considered throughout the city. General capital improvements are funded through a portion (22%) of the City income tax. Improvements in the enterprise functions are supported through user charge fees.

A major expansion of the wastewater treatment facility and construction of various utility lines will be underway in 2000 and continue into 2001. A project to lengthen the north/south runway at our airport is awaiting approval of the Federal Aviation Administration. These major projects will be discussed in further in detail in the “Enterprise Funds” section of this letter.

The Ohio Department of Transportation will be completing two large projects in our city in 2000. West Trenton Avenue (US 224) will be widened from two lanes to four lanes from Bolton Street to Main Street. This widening project has been done in two phases and will now be complete. The other project is replacement of a bridge over the Blanchard River in downtown Findlay. The bridge carries four lanes of traffic on our Main Street (State Route 12) and will be completely replaced in the summer of 2000.

The City will be spending capital improvement money to upgrade the equipment at a number of playgrounds and parks during 2000, to install laptop computers in police cruisers to aid officers in reporting and tracking information, and for additional Geographic Information Systems software.

There will be \$580,000 allocated to resurfacing city streets during 2000. In addition, work will be done to improve intersections and upgrade traffic signals at five locations in the city. Each year we continue our program to separate combined storm and sanitary sewers to try to reduce storm water in the sanitary sewer system. The South Street project and First, Second, and Third

Streets sewer separations will help in this effort. Community Development Block Grant (CDBG) funds and Issue II funds will help offset the cost of construction for these two areas.

Six waterline projects are in either the design or construction phase for 2000. These projects are waterline replacements to upgrade the distribution system and will be built by outside contractors. A number of smaller line replacements will be done by our own water distribution personnel.

FINANCIAL INFORMATION

To aid the reader in understanding the City's financial position, complete financial statements with comparative totals from the prior year have been provided. Financial statements for the General Fund, the individual Special Revenue Funds, and the individual Enterprise Funds are also provided as these are the major operating funds of the City. Additional information to enable the reader to better understand the City financial affairs has been incorporated within the Statistical Section of this report.

The City's financial records are maintained and reported according to Generally Accepted Accounting Principles (GAAP). The full accrual basis of accounting is used for all Proprietary Funds and Nonexpendable Trust Funds, and the modified accrual basis of accounting is used in all Governmental Funds and Agency Funds, which provides a more comprehensive financial picture and presentation of financial position than the historical cash accounting method.

Our internal accounting controls are designed to provide reasonable assurance for the safeguard of assets against loss from unauthorized use or disposition, and reliable records as the basis for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of controls should not exceed the benefits likely to be derived from the operation of the system. City-wide internal controls and accounting procedures are evaluated during each official annual audit of the City's financial statements. Additionally, the staff of the Auditor's Office is continually monitoring and evaluating the City's internal controls and reporting procedures, and enhancements are made when deemed necessary.

The individual City funds are grouped within seven generic fund types in the accompanying general purpose financial statements. Refer to the Notes to Combined Financial Statements within the Financial Section of this report for a discussion of each of the generic fund types.

BUDGETARY CONTROL. As required by the Ohio Revised Code, the annual revenue budget for the City is prepared and filed with the Hancock County Auditor no later than July 20 of each year. There is a public budget hearing after which the County Budget Commission certifies to the City the revenues the City has estimated it will receive during the upcoming calendar year. These amounts are combined with the year-end available balances and become the total dollars available for appropriation by fund in the next fiscal year. In early December Council meets with each department head, the Service-Safety Director, and the Auditor to determine the amounts that need to be appropriated by Council Ordinance to each individual department for the upcoming year. The focus of the budget control is by individual line items, then by department and finally, in total, by

fund. Transfers within a department's accounts may be made by written approval of the Service-Safety Director. Additional funding can be procured by a written request to Council, consideration by the Finance Committee of Council, and the adoption of an appropriation Ordinance by Council. A similar request, review, and appropriation Ordinance are necessary for each capital project.

Funds are spent and encumbered by department heads through use of purchase orders for items from individual cost centers and projects. At the end of the year, these outstanding encumbrances are carried forward to the new year if the ordered item has not been received or the project has not been completed. The available balances and appropriations are monitored very carefully by the Service-Safety Director and the Auditor.

GENERAL GOVERNMENT FUNCTIONS. General Fund revenues are primarily from City income tax, property taxes, fines and forfeitures, State levied and locally shared taxes, and interest earned. City income tax revenues are transferred from the City Income Tax Administration (CIT) Fund, a Special Revenue Fund, whose distribution is based upon Council's legislative restrictions on its use for General Fund operations and capital improvements. The following schedule presents General Fund revenues by source and as a percentage of the total.

Revenues and Other Financing Sources	Amount	Percent of Total
Taxes	\$ 2,226,806	11.41%
Licenses & Permits	96,613	0.50%
Intergovernmental	2,247,411	11.52%
Charges for Services	466,650	2.40%
Interest Earned	677,708	3.47%
Fines and Forfeitures	1,348,993	6.91%
All Other	886,147	4.54%
Transfers-In Income Tax	10,000,000	51.25%
Transfers-In Other	<u>1,561,886</u>	<u>8.00%</u>
	<u>\$ 19,512,214</u>	<u>100.00%</u>

The transfer-in to General Fund from the City Income Tax Administration Fund was \$1,149,000 more in 1999 than it was in 1998 because of the increased level of tax collections. The income tax transfer represents half of the total revenues and is the main reason for the increase in the General Fund balance at year-end.

General Fund expenditures are primarily for police and fire protection, Municipal Court, health, recreation, parks, cemetery, and general governmental administration. Transfers (subsidies) reflect amounts used to supplement the Street Maintenance & Repair and Swimming Pool Funds. The following schedule shows General Fund expenditures by use and as a percentage of the total.

<u>Expenditures and Other Uses</u>	<u>Amount</u>	<u>Percent of Total</u>
Police, Disaster Services, & Dispatch	\$ 5,235,697	27.62%
Fire	4,593,936	24.23%
Health and Welfare	1,128,912	5.96%
Parks and Recreation	696,805	3.68%
Municipal Court	1,028,617	5.43%
Administration	1,545,774	8.15%
Other Departments	1,534,238	8.09%
Capital Outlay	1,417,958	7.48%
Transfers-Out Subsidies	651,175	3.44%
Transfers-Out Other	<u>1,122,506</u>	<u>5.92%</u>
	<u>\$ 18,955,618</u>	<u>100.00%</u>

A subsidy to the Street Maintenance & Repair Fund is necessary because the State shared portion of the gasoline excise tax and the motor vehicle license tax has not kept pace with our operating costs. This subsidy from General Fund for 1999 was \$601,175. In the Swimming Pool Fund, the revenue does not totally support the operations; therefore, the subsidy for 1999 was \$50,000. No operational subsidy was required for the Airport Fund.

The General Fund receives 2.6 mills in real estate tax collections on an annual basis, and there are no voted levies in addition to the allocated millage. Present and past administrations have made a successful effort to manage the City responsibly without having to impose additional real estate levies on the taxpayers. Following are the General Fund real estate tax collections for the past five years, and the percentage of increase between years. The increase in 1999 is unusually high because the sexennial update of property values occurred for the 1999 collection year.

Real Estate Taxes

<u>Collection Year</u>	<u>Amount</u>	<u>Percent Change from Previous Year</u>
1995	\$ 1,124,687	2.78%
1996	1,230,864	9.44%
1997	1,272,714	3.40%
1998	1,299,353	2.10%
1999	1,496,383	15.16%

The City Income tax rate is and has been 1.0% since it was imposed January 1, 1967. At the time the tax was imposed, it was pledged to the taxpayers that a separate fund would be established to record the receipts and expenditures of the tax money. The income tax receipts are allocated between General Fund operations and capital improvement projects. The allocation is determined by ordinance of Council and has been changed, based on need, during the years since 1967. At year end 1999, the allocation was 78% to General Fund and 22% to general capital improvements that are not Enterprise Fund related. The following schedule gives the income tax cash collections for the past five years.

Income Taxes

<u>Collection Year</u>	<u>Amount</u>	<u>Percent Change from Previous Year</u>
1995	\$ 9,447,944	0.86%
1996	9,958,154	5.40%
1997	10,530,692	5.75%
1998	11,720,360	11.30%
1999	13,122,926	11.97%

In 1994, there was a change in the procedure used for the collection of withholding taxes. Previously, all employers remitted withholding taxes on a quarterly basis. In early 1994, the employers with a tax liability over a specified amount were required to remit on a monthly basis. Therefore, the City received taxes in November and December of 1994 that would not have been paid until January 1995 under the previous payment method. The abnormally low percentage for 1995 is a result of the collection of additional taxes in 1994. The percentages for subsequent years represent a more accurate comparison. The percentages for 1998 and 1999 are a result of economic growth, not a change in collection procedures.

ENTERPRISE FUNDS. The City's primary Enterprise Funds are Water and Water Pollution Control. In addition, there are three other enterprise funds. The Airport Fund is responsible for the maintenance of runways and hangars and the sale of fuel to local and transient aircraft owners. The Parking Fund supports the personnel and equipment necessary to collect all rents or fines associated with the metered spaces and surface parking lots in the City. The Swimming Pool Fund represents the operation of the outdoor swimming pool at Riverside Park during the summer months.

Our waterworks system has been municipally owned since it was first developed in 1888. Improvements have been made as needed and are financed from revenues of the system. The current facilities include two upland raw water storage reservoirs with a capacity of 6.4 billion gallons, a raw water pump station located at the reservoir, raw water lines that feed into the lime-soda softening water treatment plant, high service pumps, and a 260-mile distribution system with two elevated storage tanks. There is treated water storage capacity at the plant of 4.5 million gallons plus 2.75 million gallons in the two elevated towers. The plant is able to treat 16 million gallons per day, and can be expanded to 24 million gallons per day when the customer demand for treated water increases to that level.

User charge rates are established to provide revenue for operation and maintenance of the treatment facility, the reservoir, and the distribution system. In addition, the charge rates must also include capital improvements and debt service requirements.

The utility's ten largest customers in 1999 are shown below:

<u>Customer</u>	<u>Billings</u>	<u>Percent of Total</u>
Harris	\$ 410,544	7.32%
Whirlpool	313,989	5.60%
Ball Metal	180,417	3.22%
Cooper Tire	129,968	2.32%
Hancock County	66,895	1.19%
University of Findlay	65,486	1.17%
Blanchard Valley Hospital	56,884	1.01%
Marathon	53,000	0.95%
City Laundry	44,666	0.80%
Findlay City Schools	44,482	0.79%

The wastewater and water treatment facilities serve the population of the City as well as customers in areas contiguous to the City. In 2000, the residents of the Village of Van Buren will receive water service when the Village completes construction of a waterline that will connect to the perimeter of the City's system. This will bring an estimated 120 customers on to our billing system.

Our present wastewater treatment facilities provide for a total flow of 11.0 MGD using the original treatment plant combined with a newer facility that was built in 1987-1988. In early 2000, due to the unusual growth in the system during the past decade, the City will break ground for an expansion of the treatment facility. Not only will the plant be expanded, but the entire project will include a new lift station and construction of four main trunk utility lines throughout the City. Eventually the original plant will be decommissioned. The goal is to first increase the capacity of the plant and then increase the capacity of the sewers that feed into the plant. In the fourth quarter of 1999, the City received approval from the Ohio Environmental Protection Agency Water Pollution Control Loan Fund for a loan of \$32,470,000 which will provide the money to pay for these major capital improvements. The loan will be repaid over a period of twenty years through user charge rates and impact fees.

The ten largest customers of the sewerage system in 1999 are shown below:

<u>Customer</u>	<u>Billings</u>	<u>Percent of Total</u>
Harris	\$ 135,628	3.06%
Whirlpool	80,686	1.82%
Cooper Tire	67,831	1.53%
Ball Metal	63,222	1.42%
University of Findlay	54,769	1.23%
Blanchard Valley Hospital	43,386	0.98%
Findlay City Schools	43,231	0.97%
Marathon	41,798	0.94%
City Laundry	31,912	0.72%
Village of Arcadia	26,779	0.60%

Our industrial pre-treatment program has been established and monitored for several years. Utility lines are examined and needed maintenance is performed on a regular basis. There is an ongoing program to separate the remaining combined storm and sanitary sewers. The City is currently in the early states of developing a stormwater management plan to comply with EPA guidelines. During the next 12-18 months we will be identifying specific costs, assets, and responsibilities that may become the basis for a stormwater utility.

The average flow treatment for the last five years is as follows:

<u>Year</u>	<u>Average Daily Flow (MGD)</u>
1995	9.690
1996	9.749
1997	9.950
1998	9.775
1999	9.103

Our airport is the location of an improvement project for which the City is receiving financial assistance from the Federal Aviation Administration (FAA) and the State of Ohio Department of Transportation Office of Aviation. This has been a multiple-year grant program that is providing money for property acquisition, engineering design, and construction costs so that we can lengthen a north/south runway and assure unobstructed air space for all aircraft using our airport. Any buildings on these properties will be razed and the land cleared. Actual construction of the runway extension is scheduled to begin in summer of 2000. The FAA grant is providing 90% of the funding for this entire project. As of the date of this letter their commitment has been \$2,636,000, which does not include the actual construction of the runway extension. We are presently awaiting confirmation from the FAA for the grant amount of the construction phase. The Ohio Department of Transportation (ODOT) Office of Aviation and the City are equally sharing the remaining 10% of the cost.

DEBT ADMINISTRATION. It has long been the policy of the City to borrow money only for those projects that are so large that they cannot be supported from the current available cash balances. This conservative approach to debt issuance has kept the City's total outstanding debt well within reasonable limits. When financing is necessary, careful consideration is given to total construction costs, length of pay-back period, and available interest rates before debt is actually issued. The City currently maintains an Aa3 credit rating with Moody's Investors Service and a AA- rating from Standard and Pools.

In 1998 the City issued a note in the amount of \$995,000. The proceeds of this note were used to pay for the engineering design of a project that would make major improvements to our wastewater system. The improvements include an expansion of our treatment facility and replacement/construction of several major trunk utility lines that collect and carry wastewater to the treatment plant. From the beginning of the design process, the City was working with the Ohio Environmental Protection Agency to make application to the Water Pollution Control Loan Fund for funding of the entire project. When the original note matured in January 1999, the City refunded the note using current resources with the understanding that when the loan was approved, the \$995,000 would be included as an eligible cost and reimbursed to the Water Pollution Control Fund. In fourth quarter 1999 the City received approval for a loan in the amount of \$32,470,000. Construction began in early 2000. When the first draw was received in March 2000 the City was reimbursed for the design costs as planned.

Because construction has just begun on this project, our final actual indebtedness will not be determined until all of the construction costs have been approved and paid, and the City has made its final draw against the loan. However, the interest rate is determined at the time of application approval and will be fixed at 4.36% for the 20-year life of the loan. This debt is not included in the Water Pollution Control Fund at December 31, 1999 because there was no obligation until the City actually made our first draw request, and that was subsequent to the end of the fiscal year.

The City also entered into an agreement with the Ohio Public Works Commission for a loan to help construct a replacement water line on Center Street. This obligation is a zero percent loan for a period of twenty years in an amount up to \$158,500. At December 31, 1999 only \$8,724.00 had been drawn against this loan and therefore is included in the debt in the Water Fund. However, as of the date of this letter we have received the total amount in agreement.

On August 1, 1999, the City issued a call for the outstanding general obligation City Building Bonds. The bonds had maturity dates of 2000, 2001, and 2002. The City paid \$1,055,000 from General Fund money to redeem the outstanding principal of these bonds. The interest savings for the remaining three years amounted to \$151,645. By eliminating this obligation there is an immediate impact on the capital improvement plan beginning in the year 2000. The amount previously allocated for debt service will now be available for general capital improvements.

When necessary, money is always borrowed to pay for the property owners' share of the construction of Special Assessments projects. These costs plus interest are proportioned and

assessed against the benefiting properties. The amounts are certified to the County Auditor and placed on the real estate tax settlements for the required number of years. The assessments are collected by the County Treasurer and returned to the City to be used for the annual principal and interest payments. No additional special assessment debt was issued in 1999.

INVESTMENTS. The City's investment policy is governed by the provisions of the Codified Ordinances of the City of Findlay and the Ohio Revised Code. These statutes permit the City to invest its monies in certificates of deposit, savings accounts, money market accounts, obligations of the United States Government and certain instrumentalities thereof, obligations of the State of Ohio, and repurchase agreements backed by securities of the United States Government or certain agencies thereof.

In accordance with the above-mentioned statutes, public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts for amounts in excess of the investments insured by the Federal Deposit Insurance Corporation (FDIC) or Federal Savings and Loan Insurance Corporation (FSLIC), or may pledge a pool of securities valued at no less than 110% of the total value of public monies on deposit at the institution. Repurchase agreements are secured by the specific government security acquired on the repurchase agreement. At December 31, 1999, all investments of the City were secured in accordance with the above statutory provisions and were in conformity with our investment policy as required by the Ohio Revised Code.

RISK MANAGEMENT. Each year our risk management consultant reviews our insurance claims and policies to ensure that our risk exposure is adequately contained. The City carries policies for fleet liability insurance, building and contents insurance, public officials' liability, police professional liability, and airport liability insurance. Our consultant assists in the preparation of bid specifications and also evaluates the proposals from each insurance company to make sure the City receives the best coverage possible for the premium paid.

We are self-insured for general municipal liability insurance. Originally when the decision was made to become self-insured, \$1,000,000 was deposited into the Self Insurance Fund and Council adopted a Self Insurance Plan. All activity of the fund is governed by the plan documents. The money on deposit is invested and the expenses have been paid from the interest earned unless a claim was larger than the amount of interest available. The balance in the fund at December 31, 1999 was \$980,414. In 2000, a transfer from General Fund will restore the fund balance to \$1,000,000. Annually an independent actuary examines the principal balance and all claims paid to make sure the Self Insurance Fund is financially sound. Through this plan we have been able to avoid paying excessively high insurance premiums and still maintain adequate liability coverage.

In-house risk management is also an important concern. A complete fixed asset record of all City equipment and buildings is maintained and used for property control. An annual tagged inventory is taken in all departments to maintain accuracy of records. In addition, a consistent effort is made to stress safety in the workplace. The City administration and department heads emphasize proper procedures and use of safety equipment in an effort to reduce on-the-job injuries. This also helps us control the cost of worker's compensation.

OTHER INFORMATION

INDEPENDENT AUDIT. KPMG LLP has audited the general purpose financial statements of the City, and their Auditors' Report is included herein.

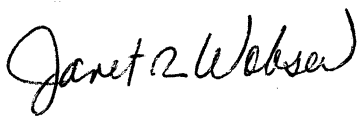
AWARDS. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Findlay for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of a state and local government financial reports.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The 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. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

ACKNOWLEDGMENTS. I would like to express my appreciation to our Council members, to the Administration, to our Department Supervisors, and to all our City employees for their continued support of our efforts to improve the financial reporting and record keeping of the City of Findlay. A special word of thanks goes to Ginger Sampson, CPA of the Auditor's Office. Her knowledge and dedication are instrumental in the issuance of this report.

Respectfully submitted,



Janet R. Wobser
City Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Findlay,
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.



Cary Brueck
President

Jeffrey L. Essler
Executive Director

CITY OF FINDLAY, OHIO

DECEMBER 31, 1999

ELECTED PUBLIC OFFICIALS

Mayor
Auditor
Municipal Court Judge
Municipal Court Judge
Treasurer
Law Director

John Stozich
Janet R. Wobser
Kevin C. Smith
Vernon L. Preston
J. Steve Welton
David A. Hackenberg

Council President

Michael Bacon

At Large
At Large
At Large
First Ward
Second Ward
Third Ward
Fourth Ward
Fifth Ward
Sixth Ward

Marcia A. Barkey
Dale M. Gillespie
Robert E. Schuck
G. Max Miles
H. Richard Rowe
K. C. Collette
R. Ronald Monday
Randy C. Ward
James P. Slough

APPOINTED OFFICIALS

Service-Safety Director
City Engineer
City Income Tax Administrator
Municipal Court Clerk

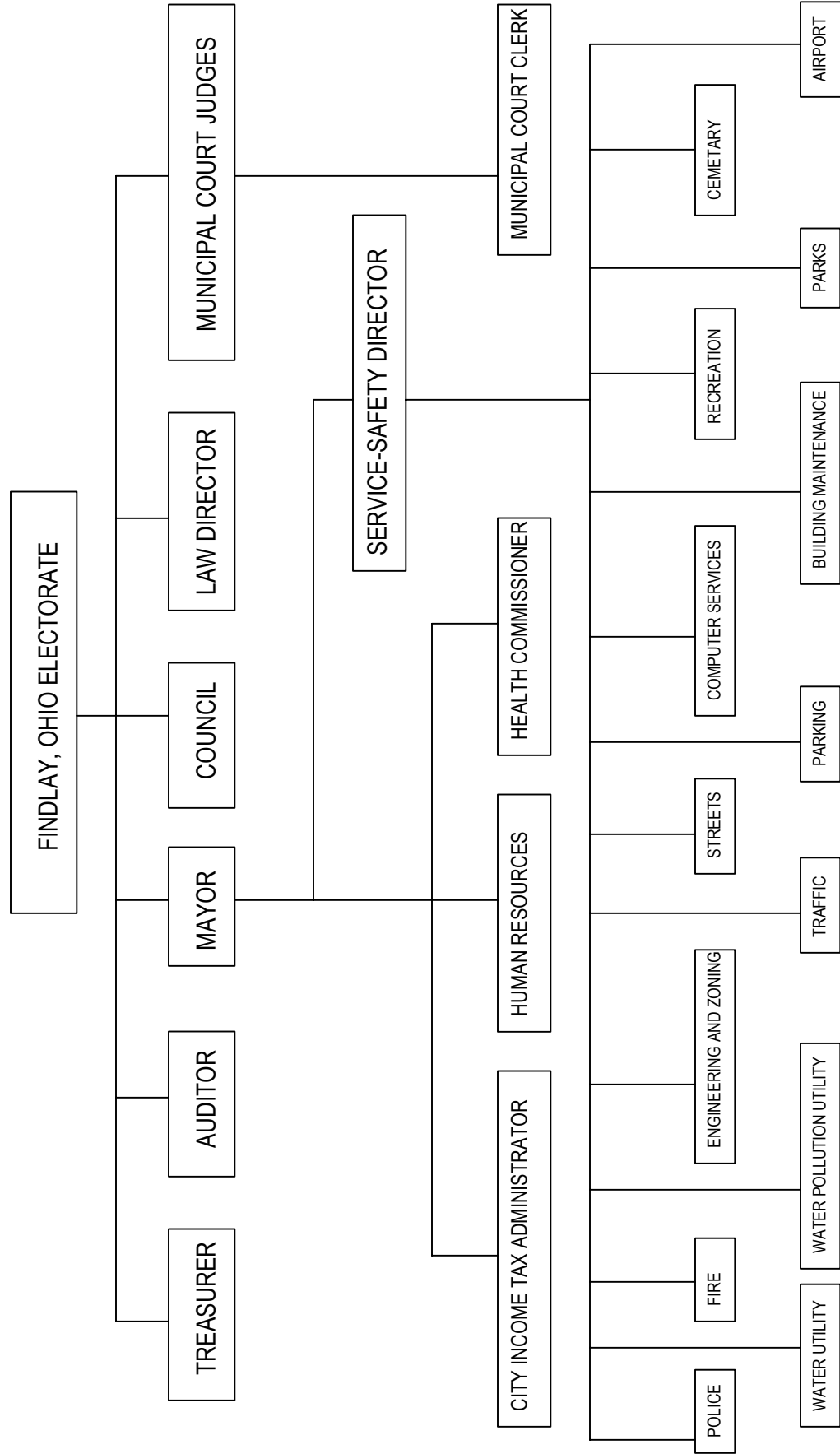
Robert S. Ruse
Robert L. Morrison
Andrew L. Thomas
Patricia L. Walters

CITY AUDITOR'S OFFICE

City Auditor
Audit Supervisor
Audit Clerk

Janet R. Wobser
Ginger Sampson, CPA
Carolyn Ehrnschwender

CITY OF FINDLAY OHIO ELECTORATE ORGANIZATIONAL CHART



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FINANCIAL SECTION



Suite 1200
150 West Jefferson
Detroit, MI 48226-4429

Independent Auditors' Report

The Honorable Mayor John Stozich
and Member of City Council
City of Findlay, Ohio:

We have audited the general purpose financial statements of the City of Findlay, Ohio as of and for the year ended December 31, 1999, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the management of the City of Findlay, Ohio. 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

In accordance with *Government Auditing Standards*, we have also issued a report dated May 19, 2000 on our consideration of the City of Findlay, Ohio's internal control over financial reporting and our tests 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 taken as a whole. The combining, individual fund, and account group statements and schedules as listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Findlay, Ohio. 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. The statistical section data, as listed in the accompanying table of contents, were not subjected to the auditing procedures applied in our audit of the general purpose financial statements, and accordingly, we express no opinion thereon.

KPMG LLP

May 19, 2000

CITY OF FINDLAY
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

December 31, 1999
 (With Comparative Totals for 1998)

	Governmental Fund Types					Proprietary Fund Types			Fiduciary		Account Groups		
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Enterprise	Trust and Agency	General Fixed Assets	Long-Term Debt	Totals (Memorandum Only)			
										1999	1998		
Assets:													
Cash and Cash Equivalents (Note 2)	\$ 6,641,967	\$ 1,560,970	\$ 9,441	\$ 349,347	\$ 1,012,612	\$ 5,064,011	\$ 974,635	\$ -	\$ -	\$ 15,612,983	\$ 17,325,627		
Investments (Note 2)	1,766,732	-	-	-	-	913,695	202,914	-	-	2,883,341	4,430,995		
Receivables, Net of Allowance for Uncollectibles (Note 4)	2,021,480	2,179,189	492,933	-	-	1,335,233	-	-	-	6,028,835	6,059,091		
Due from Other Governments (Note 4)	77,830	90,806	-	-	-	271,670	-	-	-	440,306	282,762		
Due from Other Funds (Note 4)	-	-	-	-	-	222,813	-	-	-	222,813	210,769		
Supplies Inventory, at Cost	-	194,568	-	-	7,233	336,536	-	-	-	538,337	522,354		
Prepaid Items	130,171	23,630	-	-	18,193	69,866	-	-	-	241,860	205,452		
Accrued Interest Receivable (Note 4)	179,033	-	-	-	7,520	167,370	100	-	-	354,023	312,248		
Restricted Assets (Note 10):													
Cash and Cash Equivalents (Note 2)	-	1,039,325	-	-	-	3,675,120	-	-	-	4,714,445	4,039,358		
Investments (Notes 2 and 8)	-	-	-	-	-	1,978,119	-	-	-	1,978,119	1,978,617		
Deferred Bond Costs	-	-	-	-	-	644,553	-	-	-	644,553	696,154		
Property, Plant and Equipment, Net of Accumulated Depreciation (Note 5)	-	-	-	-	9,512	84,700,285	-	16,831,772	-	101,541,569	97,412,467		
Amount Available in Debt Service Fund	-	-	-	-	-	-	-	-	76,550	76,550	129,570		
Amount to be Provided for Retirement of General Long-Term Debt	-	-	-	-	-	-	-	-	-	-	-		
Total Assets	\$ 10,817,213	\$ 5,088,488	\$ 502,374	\$ 349,347	\$ 1,055,070	\$ 99,379,271	\$ 1,177,649	\$ 16,831,772	\$ 7,337,514	\$ 142,615,248	\$ 9,069,650		

Continued on Page 2.

CITY OF FINDLAY
December 31, 1999
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
(With Comparative Totals for 1998)

	Governmental Fund Types					Proprietary Fund Types				Fiduciary Fund Type			Account Groups		
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	General		Totals (Memorandum Only)	1999		1998		
								Fixed Assets	Long-Term Debt		1999	1998	1999	1998	
Liabilities:															
Accounts Payable and Accruals	1,990,634	\$ 195,256	\$ -	\$ -	\$ 1,519,546	\$ 28	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,705,464	\$ 3,482,178		
Due to Other Funds (Note 4)	-	-	-	-	222,813	-	-	-	-	-	-	222,813	210,769		
Amounts Held as Fiduciary	-	-	-	-	-	-	275,684	-	-	-	-	275,684	183,609		
Deferred Revenues	1,962,928	452,982	425,824	-	-	-	-	-	-	-	-	2,841,734	2,854,288		
Special Assessments Debt with Governmental Commitment (Note 8)	-	-	-	-	-	-	-	-	397,500	-	-	397,500	453,460		
Capital Lease Obligation (Note 7)	-	-	-	-	-	-	-	-	31,801	-	-	31,801	58,619		
Bonds and Notes Payable (Note 8)	-	-	-	-	39,599,873	-	-	-	4,665,000	-	-	44,264,873	49,296,500		
Accumulated Sick Leave (Note 8)	-	-	-	-	-	-	-	-	954,731	-	-	954,731	755,775		
Police and Fire Past Service Liability (Note 12)	-	-	-	-	-	-	-	-	1,365,032	-	-	1,365,032	1,381,366		
Total Liabilities	3,953,562	648,238	425,824	-	41,342,232	28	275,684	-	7,414,064	-	-	54,059,632	58,676,564		
Equity and Other Credits:															
Investments in General Fixed Assets	-	-	-	-	-	-	-	16,831,772	-	-	-	16,831,772	16,914,904		
Contributed Capital (Note 6)	-	-	-	-	32,829,550	-	-	-	-	-	-	32,829,550	30,298,748		
Retained Earnings:															
Reserved for Debt Service	-	-	-	-	1,178,733	-	-	-	-	-	-	1,178,733	1,178,733		
Reserved for Capital Improvements	-	-	-	-	1,749,470	-	-	-	-	-	-	1,749,470	1,150,497		
Unreserved	-	-	-	-	22,279,286	1,055,042	-	-	-	-	-	23,334,328	22,287,319		
Fund Balances:															
Reserved for Encumbrances	637,737	426,355	-	-	-	-	-	-	-	-	-	1,064,092	1,206,264		
Reserved for Inventory (Note 1)	-	194,568	-	-	-	-	-	-	-	-	-	194,568	186,719		
Reserved for Debt Service	-	-	76,550	-	-	-	-	-	-	-	-	76,550	129,570		
Reserved for Capital Improvements	-	1,039,325	-	-	-	-	-	-	-	-	-	1,039,325	688,724		
Reserved for Prepaids (Note 1)	130,171	23,630	-	-	-	-	-	-	-	-	-	153,801	131,136		
Reserved for Notes Receivable	-	174,702	-	-	-	-	-	-	-	-	-	174,702	195,274		
Unreserved:															
Designated for Subsequent Years' Expenditures	-	-	-	349,347	-	-	-	-	-	-	-	349,347	267,466		
Undesignated	6,095,743	2,581,670	-	-	-	-	901,965	-	-	-	-	9,579,378	9,565,196		
Total Equity and Other Credits	6,863,651	4,440,250	76,550	349,347	58,037,039	1,055,042	901,965	16,831,772	-	-	-	88,555,616	83,998,550		
Total Liabilities, Equity, and Other Credits	\$ 10,817,213	\$ 5,088,488	\$ 502,374	\$ 349,347	\$ 99,379,271	\$ 1,055,070	\$ 1,177,649	\$ 16,831,772	\$ 7,414,064	\$ -	\$ -	\$ 142,615,248	\$ 142,675,114		

See accompanying notes to combined financial statements.

CITY OF FINDLAY
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

Year Ended December 31, 1999
 (With Comparative Totals for 1998)

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)	
					1999	1998
Revenues:						
Taxes	\$ 2,226,806	\$ 13,483,300	-	-	\$ 15,710,106	\$ 14,393,187
Special Assessments	-	-	250,094	-	250,094	311,907
Licenses and Permits	96,613	-	-	-	96,613	110,535
Intergovernmental	2,247,411	2,111,548	-	28,125	4,387,084	4,009,104
Charges for Services	466,650	-	-	-	466,650	523,498
Investment Earnings	677,708	10,853	-	40,767	729,328	583,227
Fines and Forfeitures	1,348,993	92,960	-	89,032	1,530,985	1,488,997
Net Increase (Decrease) in Fair Value of Investments	(64,880)	-	-	-	(64,880)	2,878
All Other Revenues	886,147	17,902	-	-	904,049	1,245,780
Total Revenues	7,885,448	15,716,563	250,094	157,924	24,010,029	22,669,113
Expenditures:						
Current:						
Security of Persons and Property	9,829,633	557,374	-	-	10,387,007	9,817,349
Public Health and Welfare	1,128,912	-	-	-	1,128,912	1,030,722
Leisure Time Activities	696,805	-	-	-	696,805	654,402
Transportation	-	1,379,006	-	-	1,379,006	1,221,917
General Government	4,108,629	504,113	-	770	4,613,512	4,489,092
Capital Outlay	1,417,958	1,555,712	-	7,573	2,981,243	2,171,824
Debt Service:						
Principal Retirement	-	-	1,940,960	-	1,940,960	810,960
Interest	-	-	394,562	-	394,562	440,549
Total Expenditures	17,181,937	3,996,205	2,335,522	8,343	23,522,007	20,636,815
Excess (Deficiency) of Revenues over Expenditures	(9,296,489)	11,720,358	(2,085,428)	149,581	488,022	2,032,298

Continued on Page 2.

CITY OF FINDLAY
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

Year Ended December 31, 1999
 (With Comparative Totals for 1998)

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)	
					1999	1998
Other Financing Sources (Uses):						
Operating Transfers In	11,561,886	1,790,401	2,217,850	-	15,570,137	13,708,957
Operating Transfers Out	(1,773,681)	(13,629,983)	(185,442)	(67,700)	(15,656,806)	(13,787,833)
Proceeds from Debt Issuance	-	-	-	-	-	255,000
Total Other Financing Sources (Uses), Net	9,788,205	(11,839,582)	2,032,408	(67,700)	(86,669)	176,124
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	491,716	(119,224)	(53,020)	81,881	401,353	2,208,422
Fund Balances at Beginning of Year, as Previously Stated	-	-	-	-	-	9,079,180
Cumulative Effect of Change in Accounting Principle	-	-	-	-	-	(5,580)
Fund Balances at Beginning of Year, as Restated	6,364,657	4,550,068	129,570	267,466	11,311,761	9,073,600
Increase (Decrease) in Reserve for Inventory	-	7,849	-	-	7,849	24,980
Increase (Decrease) in Reserve for Prepaids	7,278	1,557	-	-	8,835	4,759
Fund Balances at End of Year	\$ 6,863,651	\$ 4,440,250	\$ 76,550	\$ 349,347	\$ 11,729,798	\$ 11,311,761

See accompanying notes to combined financial statements.

CITY OF FINDLAY

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET (GAAP-BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES

Year Ended December 31, 1999

	General Fund		
	Revised		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
Revenues:			
Taxes	\$ 2,236,143	\$ 2,226,806	\$ (9,337)
Licenses and Permits	113,300	96,613	(16,687)
Intergovernmental	1,827,936	2,247,411	419,475
Charges for Services	503,600	466,650	(36,950)
Investment Earnings	595,000	677,708	82,708
Fines and Forfeitures	1,386,500	1,348,993	(37,507)
Net Increase (Decrease) in Fair Value of Investments	-	(64,880)	(64,880)
All Other Revenues	<u>594,064</u>	<u>886,147</u>	<u>292,083</u>
Total Revenues	<u>7,256,543</u>	<u>7,885,448</u>	<u>628,905</u>
Expenditures:			
Current:			
Security of Persons and Property	10,594,247	9,829,633	764,614
Public Health and Welfare	1,226,435	1,128,912	97,523
Leisure Time Activities	759,516	696,805	62,711
Transportation	-	-	-
General Government	4,571,788	4,108,629	463,159
Capital Outlay	<u>2,041,275</u>	<u>1,417,958</u>	<u>623,317</u>
Total Expenditures	19,193,261	17,181,937	2,011,324
Excess (Deficiency) of Revenues over Expenditures	<u>(11,936,718)</u>	<u>(9,296,489)</u>	<u>2,640,229</u>
Other Financing Sources (Uses):			
Operating Transfers In	9,900,100	11,561,886	1,661,786
Operating Transfers Out	<u>(1,773,681)</u>	<u>(1,773,681)</u>	<u>-</u>
Total Other Financing Sources (Uses), Net	<u>8,126,419</u>	<u>9,788,205</u>	<u>1,661,786</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>(3,810,299)</u>	<u>491,716</u>	<u>4,302,015</u>
Fund Balances at Beginning of Year, as Previously Stated	-	-	-
Cumulative Effect of Change in Accounting Principle	-	-	-
Fund Balances at Beginning of Year, as Restated	<u>6,364,657</u>	<u>6,364,657</u>	<u>-</u>
Increase (Decrease) in Reserve for Inventory	-	-	-
Increase (Decrease) in Reserve for Prepaids	-	<u>7,278</u>	<u>7,278</u>
Fund Balances at End of Year	<u>\$ 2,554,358</u>	<u>\$ 6,863,651</u>	<u>\$ 4,309,293</u>

Continued on Pages 2, 3, and 4.

CITY OF FINDLAY

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET (GAAP-BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES

Year Ended December 31, 1999

	Special Revenue Funds		
	Revised		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
Revenues:			
Taxes	\$ 12,742,048	\$ 13,483,300	\$ 741,252
Special Assessments	-	-	-
Licenses and Permits	-	-	-
Intergovernmental	1,429,823	2,111,548	681,725
Charges for Services	-	-	-
Investment Earnings	-	10,853	10,853
Fines and Forfeitures	51,500	92,960	41,460
All Other Revenues	<u>15,000</u>	<u>17,902</u>	<u>2,902</u>
Total Revenues	<u>14,238,371</u>	<u>15,716,563</u>	<u>1,478,192</u>
Expenditures:			
Current:			
Security of Persons and Property	654,506	557,374	97,132
Public Health and Welfare	-	-	-
Leisure Time Activities	-	-	-
Transportation	1,451,250	1,379,006	72,244
General Government	661,748	504,113	157,635
Capital Outlay	2,194,277	1,555,712	638,565
Debt Service:			
Principal Retirement	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	4,961,781	3,996,205	965,576
Excess (Deficiency) of Revenues over Expenditures	<u>9,276,590</u>	<u>11,720,358</u>	<u>2,443,768</u>
Other Financing Sources (Uses):			
Operating Transfers In	550,000	1,790,401	1,240,401
Operating Transfers Out	<u>(13,640,348)</u>	<u>(13,629,983)</u>	<u>10,365</u>
Total Other Financing Sources (Uses), Net	<u>(13,090,348)</u>	<u>(11,839,582)</u>	<u>1,250,766</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>(3,813,758)</u>	<u>(119,224)</u>	<u>3,694,534</u>
Fund Balances at Beginning of Year	4,550,068	4,550,068	-
Increase (Decrease) in Reserve for Inventory	-	7,849	7,849
Increase (Decrease) in Reserve for Prepaids	<u>-</u>	<u>1,557</u>	<u>1,557</u>
Fund Balances at End of Year	<u>\$ 736,310</u>	<u>\$ 4,440,250</u>	<u>\$ 3,703,940</u>

Continued on Pages 3 and 4.

CITY OF FINDLAY

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET (GAAP-BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES

Year Ended December 31, 1999

	Debt Service Funds		
	Revised		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Special Assessments	459,002	250,094	(208,908)
Licenses and Permits	-	-	-
Intergovernmental	-	-	-
Charges for Services	-	-	-
Investment Earnings	-	-	-
Fines and Forfeitures	-	-	-
All Other Revenues	-	-	-
Total Revenues	<u>459,002</u>	<u>250,094</u>	<u>(208,908)</u>
Expenditures:			
Current:			
Security of Persons and Property	-	-	-
Public Health and Welfare	-	-	-
Leisure Time Activities	-	-	-
Transportation	-	-	-
General Government	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Principal Retirement	1,885,000	1,940,960	(55,960)
Interest	<u>370,014</u>	<u>394,562</u>	<u>(24,548)</u>
Total Expenditures	<u>2,255,014</u>	<u>2,335,522</u>	<u>(80,508)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,796,012)</u>	<u>(2,085,428)</u>	<u>(289,416)</u>
Other Financing Sources (Uses):			
Operating Transfers In	926,509	2,217,850	1,291,341
Operating Transfers Out	<u>(185,497)</u>	<u>(185,442)</u>	<u>55</u>
Total Other Financing Sources (Uses), Net	<u>741,012</u>	<u>2,032,408</u>	<u>1,291,396</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>(1,055,000)</u>	<u>(53,020)</u>	<u>1,001,980</u>
Fund Balances at Beginning of Year	129,570	129,570	-
Increase (Decrease) in Reserve for Inventory	-	-	-
Increase (Decrease) in Reserve in Prepaids	-	-	-
Fund Balances at End of Year	<u>\$ (925,430)</u>	<u>\$ 76,550</u>	<u>\$ 1,001,980</u>

Continued on Page 4.

CITY OF FINDLAY

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES - BUDGET (GAAP-BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES

Year Ended December 31, 1999

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Special Assessments	-	-	-
Licenses and Permits	-	-	-
Intergovernmental	-	28,125	28,125
Charges for Services	-	-	-
Investment Earnings	-	40,767	40,767
Fines and Forfeitures	65,000	89,032	24,032
All Other Revenues	-	-	-
Total Revenues	<u>65,000</u>	<u>157,924</u>	<u>92,924</u>
Expenditures:			
Current:			
Security of Persons and Property	-	-	-
Public Health and Welfare	-	-	-
Leisure Time Activities	-	-	-
Transportation	-	-	-
General Government	124,900	770	124,130
Capital Outlay	14,100	7,573	6,527
Debt Service:			
Principal Retirement	-	-	-
Interest	-	-	-
Total Expenditures	<u>139,000</u>	<u>8,343</u>	<u>130,657</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(74,000)</u>	<u>149,581</u>	<u>223,581</u>
Other Financing Sources (Uses):			
Operating Transfers In	-	-	-
Operating Transfers Out	(67,700)	(67,700)	-
Proceeds from Debt Issuance	-	-	-
Total Other Financing Sources (Uses), Net	<u>(67,700)</u>	<u>(67,700)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>(141,700)</u>	<u>81,881</u>	<u>223,581</u>
Fund Balances at Beginning of Year	267,466	267,466	-
Increase (Decrease) in Reserve for Inventory	-	-	-
Increase (Decrease) in Reserve in Prepaids	-	-	-
Fund Balances at End of Year	<u>\$ 125,766</u>	<u>\$ 349,347</u>	<u>\$ 223,581</u>

See accompanying notes to combined financial statements.

CITY OF FINDLAY

COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS/FUND BALANCES - ALL PROPRIETARY FUND TYPES AND NON-EXPENDABLE TRUST FUNDS

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	Proprietary Fund Types		Fiduciary Fund Type Non-Expendable Trust	Totals (Memorandum Only)	
	Enterprise	Internal Service		1999	1998
Operating Revenues:					
Charges for Services	\$ 11,238,995	\$ 18,990	\$ 37,900	\$ 11,295,885	\$ 11,124,916
Contributions	-	-	5,200	5,200	2,200
Other Operating Revenues	1,152,833	-	5,233	1,158,066	982,530
Total Operating Revenues	12,391,828	18,990	48,333	12,459,151	12,109,646
Operating Expenses:					
Personal Services	3,326,497	-	-	3,326,497	3,174,002
Contractual Services	487,667	31,441	-	519,108	775,065
Materials and Supplies	1,400,243	13,100	-	1,413,343	1,246,365
Utilities	558,306	-	-	558,306	577,550
Depreciation	2,108,824	2,877	-	2,111,701	2,088,297
Benefit Payments	839,105	-	-	839,105	839,888
Other Operating Expenses	265,237	31,218	-	296,455	266,963
Total Operating Expenses	8,985,879	78,636	-	9,064,515	8,968,130
Operating Income (Loss)	3,405,949	(59,646)	48,333	3,394,636	3,141,516

Continued on Page 2.

CITY OF FINDLAY

COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS/FUND BALANCES - ALL PROPRIETARY FUND TYPES AND NON-EXPENDABLE TRUST FUNDS

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	Proprietary Fund Types		Fiduciary Fund Type		Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable Trust	1999	1998	
Non-Operating Revenues (Expenses):						
Interest Income	599,237	53,194	-	652,431	807,952	
Interest Expense including Amortization of Deferred Bond Costs	(2,304,575)	-	-	(2,304,575)	(2,244,633)	
Net Increase (Decrease) in Fair Value of Investments	(33,422)	-	-	(33,422)	2,261	
Other Non-Operating Revenues	972,249	-	-	972,249	129,909	
Other Non-Operating Expenses	(1,076,629)	-	-	(1,076,629)	(367,659)	
Total Non-Operating Revenues (Expenses), Net	(1,843,140)	53,194	-	(1,789,946)	(1,672,170)	
Income (Loss) before Operating Transfers	1,562,809	(6,452)	48,333	1,604,690	1,469,346	
Operating Transfers In	515,306	-	-	515,306	631,944	
Operating Transfers Out	(421,081)	(4,600)	(2,956)	(428,637)	(553,067)	
Net Income (Loss)	1,657,034	(11,052)	45,377	1,691,359	1,548,223	
Retained Earnings/Fund Balances at Beginning of Year, as Previously Stated	-	-	-	-	23,929,480	
Cumulative Effect of Change in Accounting Principle	-	-	-	-	(4,566)	
Retained Earnings/Fund Balances at Beginning of Year, as Restated	23,550,455	1,066,094	856,588	25,473,137	23,924,914	
Retained Earnings/Fund Balances at End of Year	\$ 25,207,489	\$ 1,055,042	\$ 901,965	\$ 27,164,496	\$ 25,473,137	

See accompanying notes to combined financial statements.

**COMBINED STATEMENT OF CASH FLOWS -
ALL PROPRIETARY FUND TYPES AND NON-EXPENDABLE TRUST FUNDS**

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	Proprietary Fund Types		Fiduciary Fund Type		Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable	Trust	1999	1998
Cash Flows from Operating Activities:						
Operating Income (Loss)	\$ 3,405,949	\$ (59,646)	\$ 48,333		\$ 3,394,636	\$ 3,141,516
Adjustments to Reconcile Operating Income (Loss) to Cash Provided by (Used for) Operating Activities:						
Depreciation	2,108,824	2,877	-		2,111,701	2,088,297
Change in Assets and Liabilities:						
Decrease (Increase) in Receivables	(219,728)	66	4		(219,658)	(222,268)
Increase in Due from Other Fund	(12,044)	-	-		(12,044)	(20,430)
Decrease (Increase) in Supplies Inventory	(8,866)	732	-		(8,134)	(16,436)
Decrease (Increase) in Prepaid Expenses	(8,043)	(5,700)	-		(13,743)	464
Decrease (Increase) in Accrued Interest Receivable	(24,325)	-	-		(24,325)	298,204
Increase (Decrease) in Accounts Payable	147,121	(948)	-		146,173	21,336
Increase in Due to Other Fund	12,044	-	-		12,044	20,430
Interest Reported as Operating Income	-	-	(5,233)		(5,233)	(5,082)
Other Non-Operating Revenues	972,249	-	-		972,249	129,909
Other Non-Operating Expenses	(1,076,629)	-	-		(1,076,629)	(367,659)
Total Adjustments	1,890,603	(2,973)	(5,229)		1,882,401	1,926,765
Net Cash Provided by (Used for) Operating Activities	5,296,552	(62,619)	43,104		5,277,037	5,068,281
Cash Flows from Non-Capital Financing Activities:						
Operating Transfers from Other Funds	515,306	-	-		515,306	631,944
Operating Transfers to Other Funds	(421,081)	(4,600)	(2,956)		(428,637)	(553,067)
Net Cash Provided by (Used for) Non-Capital Financing Activities	94,225	(4,600)	(2,956)		86,669	78,877

Continued on Page 2.

COMBINED STATEMENT OF CASH FLOWS -
ALL PROPRIETARY FUND TYPES AND NON-EXPENDABLE TRUST FUNDS

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	Proprietary Fund Types		Fiduciary Fund Type		Totals (Memorandum Only)	
	Enterprise	Internal Service	Non-Expendable	Trust	1999	1998
Cash Flows from Capital and Related Financing Activities:						
Acquisition and Construction of Capital Assets	(6,279,780)	-	-	-	(6,279,780)	(3,412,281)
Proceeds from Bond Issuance	-	-	-	-	-	3,565,000
Issuance of Note Payable	8,724	-	-	-	-	995,000
Principal Paid on Note Payable	(995,000)	-	-	-	(995,000)	-
Principal Paid on Bonds	(2,217,123)	-	-	-	(2,217,123)	(2,083,316)
Interest Paid on Bonds	(2,206,935)	-	-	-	(2,206,935)	(2,172,489)
Bond Issuance Costs	-	-	-	-	-	(66,613)
Capital Contributed	2,530,802	-	-	-	2,530,802	1,396,607
Net Cash Provided by (Used for) Capital and Related Financing Activities	(9,159,312)	-	-	-	(9,168,036)	(1,778,092)
Cash Flows from Investing Activities:						
Purchases of Investment Securities	(2,958,658)	-	-	-	(2,958,658)	(3,844,407)
Sales of Investment Securities	3,844,407	-	-	-	3,844,407	4,513,527
Earnings on Investments	599,237	53,194	5,233	5,233	657,664	808,468
Net Cash Provided by (Used for) Investing Activities	1,484,986	53,194	5,233	5,233	1,543,413	1,477,588
Net Increase (Decrease) in Cash and Cash Equivalents	(2,283,549)	(14,025)	45,381	45,381	(2,260,917)	4,846,654
Cash and Cash Equivalents at Beginning of Year	11,022,680	1,026,637	856,484	856,484	12,905,801	8,059,147
Cash and Cash Equivalents at End of Year	\$ 8,739,131	\$ 1,012,612	\$ 901,865	\$ 901,865	\$ 10,644,884	\$ 12,905,801
Supplemental Disclosure of Cash Flow Information:						
Non-Cash Capital and Related Financing and Investing Activities:						
Equipment Received in Exchange for a Like-Kind Asset	\$ 122,721	\$ -	\$ -	\$ -	\$ 122,721	\$ 118,635
On December 31, 1999, the detail of the Fiduciary Fund cash and cash equivalent is:						
Non-expendable Trust Funds	\$ 901,865					
Agency Funds	72,770					
	\$ 974,635					

See accompanying notes to combined financial statements.

CITY OF FINDLAY

NOTES TO COMBINED FINANCIAL STATEMENTS DECEMBER 31, 1999

(1) Summary of Significant Accounting Policies

The City of Findlay was incorporated in 1838 under the laws of the State of Ohio. The City of Findlay is a statutory City operating under the Mayor/Council form of municipal government. Services provided include police, fire, recreation programs (including parks and an outdoor swimming pool), street repair and maintenance, water and wastewater treatment, engineering, and general administrative services. Except for water and sewage, the major utilities are provided by private entities.

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

A. Reporting Entity

The financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

The accompanying financial statements present the City, which has no component units. The City's Municipal Court is not legally separate from the City, nor does it possess separate corporate powers. As such, the financial data of the City's Municipal Court have been included with the financial data of the primary government. The financial data of the Court is included in the City's reporting entity because of the significance of its operational and financial relationships with the City.

Blended Component Unit

A blended component unit is a legally separate entity from the City, but is so intertwined with the City that it is, in substance, the same as the City. It is reported as part of the City and blended into the appropriate funds. The City does not have any blended component units at December 31, 1999.

Discretely Presented Component Unit

A discretely presented component unit is an entity that is legally separate from the City but for which the City is financially accountable, or its relationship with the City is such that exclusion would cause the City's financial statements to be misleading or incomplete. The City has no component units to discretely present.

B. Basis of Presentation

The accounts of the City are maintained on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance/retained earnings, revenues, and expenditures/expenses. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. Individual funds and account groups summarized in the accompanying combined financial statements are classified as follows:

Governmental Fund Types

Governmental Funds are those through which most governmental functions of the City are financed. The acquisition, use, and balances of the City's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through Governmental Funds. Governmental Funds are accounted for using primarily a current financial resources measurement focus. 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 the proceeds of specific revenue sources (other than major capital projects) that are legally restricted as to expenditures for specified purposes. In addition, receipts of City income tax and the administrative costs associated with their collection are accounted for in the City Income Tax Administration Fund. The portion of such receipts allocated to the General Fund is treated as transfers to that Fund.

Debt Service Funds -- Debt Service Funds are used to account for the accumulation of resources for, and the payment of principal and interest for, general obligation bonds and related costs.

Capital Projects Funds -- Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by Proprietary Funds.

Proprietary Fund Types

Proprietary Funds are used to account for the City's ongoing activities, which are similar to those often found in the private sector. The measurement focus is upon determination of net income. 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 of the City Council is that the cost 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 City Council 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, on a cost-reimbursement basis, of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments.

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.

Trust and Agency Funds -- The City has both Nonexpendable Trust Funds and Agency Funds. Nonexpendable Trust Funds are accounted for in essentially the same manner as proprietary fund types since capital maintenance is the principal objective. Disbursements from these Funds are made in accordance with the trust agreement or applicable legislative enactment for the particular Fund. Agency Funds are custodial in nature and do not involve measurement of results of operations.

Account Groups

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

General Fixed Assets -- All fixed assets acquired or constructed for general governmental services are accounted for in the General Fixed Assets Account Group. The cost of these assets is recorded as an expenditure in the Fund making the expenditure and capitalized at cost in the General Fixed Assets Account Group.

General Long-Term Debt -- All unmatured long-term indebtedness other than that directly related to and expected to be paid from Enterprise Funds is reported in the General Long-Term Debt Account Group. This debt is secured by the full faith and credit of the City.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental funds are accounted for using primarily a current financial resources measurement focus. With this measurement focus, only current assets, except for certain miscellaneous receivables and special assessments, and current liabilities are included on the balance sheet. Governmental funds are used to account for all or most of the City's general activities, including the collection and disbursement of earmarked resources and the servicing of long-term debt.

Proprietary and Pension Trust funds are accounted for on a flow-of-economic-resources measurement focus. All assets and liabilities are included on the balance sheet, with fund equities segregated into contributed capital and retained earnings. Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration.

The modified accrual basis of accounting is followed in the governmental fund types of the City. Revenues are recognized when they become both measurable and available, and expenditures are generally recognized when the related fund liability is incurred, with the exception of unmatured interest on (1) general long-term debt and (2) capital projects debt secured by interest-bearing special assessment levies, which is recognized when due. The modified accrual basis of accounting is also followed in the Agency Funds. Accordingly, the assets and related liabilities are recognized when the asset becomes both measurable and available.

In applying the susceptible to accrual concept under the modified accrual basis of accounting, the following major revenue sources are deemed both measurable and available: City income taxes withheld by employers, property taxes, state taxes, gasoline excise taxes, local government monies, motor vehicle license fees, hotel/motel lodging taxes, current portion of special assessment levies, and interest earnings. Other revenues are recorded when received as they are generally not measurable until actually received. Special assessment levies and property taxes not yet paid to the City are recorded as taxes receivable and equally offset by deferred revenues which are recognized as revenues when the receivables become current.

The accrual basis of accounting is followed in the proprietary fund types and Nonexpendable Trust Funds. Accordingly, revenues are recognized when they are earned and expenses, including depreciation, are recognized when they are incurred. As allowed by GASB Statement Number 20, the City's proprietary funds follow all GASB pronouncements and Financial Accounting Standards Board Statements and Interpretations, Accounting Principal Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, except those that conflict with a GASB pronouncement.

D. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinances. The tax budget and certificate of estimated resources are required to be prepared on the cash basis by the County Budget Commission and are prepared solely to satisfy these statutory requirements. The appropriation ordinances, under which the City controls its expenditures, and an internal revenue budget, under which the City measures available resources, are prepared on the accrual/modified accrual basis, as appropriate. The certificate of estimated resources and the appropriation ordinances are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources as certified. The primary level of budgetary control is at the departmental level. All changes in departmental appropriations require action by the City Council.

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 process, the City receives the official certificate of estimated resources that states the projected cash receipts of each Fund. On or about January 1, this certificate is amended to include any unencumbered cash balances from the preceding year.

Appropriations -- At the beginning of the fiscal year, an annual appropriation ordinance is passed for the period January 1 to December 31. Supplemental appropriations were made during the year as new information became available to provide for additional expenditures deemed necessary by the legislative authority.

At the end of the fiscal year, all unexpended and unencumbered balances of operating appropriations lapse and revert to the Funds from which the appropriation was initially made, where they become subject to future appropriation while encumbered balances are carried forward as part of the next year's appropriation. The unexpended balances of capital and special assessment appropriations continue until the project is completed at which time any remaining appropriation reverts to the Fund from which the appropriation was initially made. Annual appropriation ordinances are adopted for all governmental, proprietary, and fiduciary funds. However, budget disclosure is only required for governmental fund types.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

F. Investments

Investment procedures are restricted by provisions of the City Code and Ohio Revised Code. Under Ohio Revised Code Chapter 135, the City may invest in obligations of the U.S. Treasury, agencies, and instrumentalities; bonds, notes, debentures, or other obligations or securities issued by any federal government agency; repurchase agreements, and the State Treasurer's investment pool. All investments are stated at fair value, which is determined by using quoted market rates. Under the provisions of the Ohio Revised Code, earnings from investments and certain cash and cash equivalents are only allocated to certain appropriate Funds according to their investments and cash and cash equivalent balances. All investment decisions relating to the bond and bond reserve funds are made by the trustee.

G. Inventory

Supplies inventory is valued at cost in the governmental funds and at the lower of cost (first-in, first-out) or market in the proprietary funds and consists of expendable supplies held for consumption. In the governmental funds, the cost of these consumable supplies is recorded as an expenditure when purchased. Reported supplies inventory is equally offset by a fund balance reserve that indicates that they do not constitute "available spendable resources" even though they are a component of net assets. In the proprietary funds, the cost of consumable supplies is recorded as an expense when used.

H. Prepaid Items

Amounts recorded for prepaid items represent the unamortized portion of insurance policies that expire in 2000 or later. Governmental funds use the purchase method of accounting whereby insurance is recognized as an expenditure when purchased. Proprietary funds recognize insurance expense as it is incurred.

I. Fixed Assets

The fixed asset values were initially determined as of December 31, 1980, assigning historical costs for the majority of assets. For certain assets where the actual historical costs were not practicably determinable, various methods were used to determine the estimated historical costs. During the initial development of the fixed asset records, it was not practical to determine the source of the fixed asset financing, other than for certain capital contributions in the Enterprise Funds (Note 6).

Public domain ("infrastructure") general fixed assets consisting of streets, sidewalks and storm sewers are not capitalized by the City since they are immovable and of value only to the City. Infrastructure type items such as water lines and sanitary sewers are capitalized in the respective Enterprise Funds because these assets are an integral component of these operations.

The City has elected not to record depreciation in the General Fixed Assets Account Group in accordance with generally accepted accounting principles for governmental entities. Depreciation is recorded in the proprietary fund types using the straight-line method over the estimated useful lives of the related assets. Depreciable lives used for property items within each property classification are as follows:

<u>Classification</u>	<u>Life</u>
Utility plant in service	50 - 99 Years
Improvements other than buildings	20 - 50 Years
Machinery and Equipment	3 - 20 Years

In accordance with Financial Accounting Standards Board Statement No. 62 *Capitalization of Interest Costs in Situations Involving Certain Tax-Exempt Borrowings and Certain Gifts and Grants*, the City adopted the policy of capitalizing the interest cost of borrowings made to finance fixed assets, net of the related interest earned on interest-bearing investments. For the year ended December 31, 1999, no interest was capitalized.

Assets constructed or acquired by the governmental fund types and transferred to the Enterprise Funds, or assets partially financed through grants to the Enterprise Funds from other governmental entities, are recorded as contributed capital to the enterprise operation at their net book values (Note 6). Donated fixed assets are valued at their fair market values at the date of donation.

J. Compensated Absences

The City has four forms of compensated absences: regular vacation, compensatory time, holivac (for individuals who are required to work holidays and non-standard hours), and sick leave. The liabilities for regular vacation, compensatory time, and holivac have been recorded within the individual funds in the accompanying combined financial statements because, in the case of the governmental funds, they will be liquidated with expendable available resources. The total liability for these compensated absences, included in accounts payable and accrued expenses approximated \$1,544,000 at December 31, 1999.

Sick leave accumulates at the rate of 4.6 hours of sick leave for 80 hours of work completed. There is no vesting under the City's sick leave policy. Sick leave may be converted into cash only upon retirement or death with 10 or more years of service with the State or any of its political subdivisions at the rate of one fourth (1/4) the value of the first 960 hours of accrued, unused sick leave credit. If applicable, accrued, unused sick leave will be paid in cash for one-half (1/2) the value of all accrued sick leave credit in excess of 960 hours. Individuals with accumulated sick leave greater than one thousand nine hundred twenty (1,920) hours receive cash at the rate of one-half (1/2) the total hours accumulated. Individuals leaving the employment of the City prior to retirement or at retirement with less than 10 years of service lose their accumulated sick leave. At December 31, 1999, a liability of \$945,731 has been recognized in the general long-term debt account group that represents the estimated amount that will ultimately be paid to employees upon retirement or death. (Note 8)

K. Cash Equivalents

The City considers all highly liquid investments (including restricted assets) with an original maturity of three months or less when purchased to be cash equivalents.

L. Equity Transfers

Residual equity transfers are used to record transfers of equity between funds.

M. Total Columns on Combined Statements

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles, nor are such data comparable to a consolidation.

(2) Cash, Cash Equivalents and Investments

Deposits

Deposits are categorized according to the level of risk assumed by the City. Category 1 includes deposits that are insured by the FDIC. Category 2 includes collateralized deposits held by the pledging financial institution's trust department or agent in the City's name. Category 3 includes uncollateralized deposits held by the pledging financial institution, or by its trust department or agent, but not in the City's name.

At December 31, 1999, the carrying amount of the City's deposits was \$5,713,127 and the bank balance was \$6,639,695. Of the bank balance, \$244,430 was covered by the Federal Depository Insurance Corporation (FDIC) and \$6,395,265 was covered by collateral held by third party trustees, in collateral pools securing all public funds on deposit with the specific depository institution. The \$6,395,265 is considered to be uncollateralized as defined in GASB Statement No. 3, as the collateral is held by the counterparty's agent and is not in the City's name. This type of pooled collateral is permissible under the Ohio Revised Code.

Investments

Investments are also categorized according to the level of risk assumed by the City. Category 1 includes investments that are insured or registered, or securities held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments held by the counterparty, or by its trust department or agent, but not in the City's name.

Unlike City deposits, depository agreements with the institutions holding investments are not required. The summary below identifies the level of risk assumed by the City and the total carrying amount and market value of the City's investments as of December 31, 1999:

	<u>Fair Value</u>
RISK CATEGORY 2	
Federal National Mortgage Association Notes	\$ 2,981,638
Federal Home Loan Mortgage Corporation	1,975,071
Federal Home Loan Bank	4,855,489
Federal Farm Credit Bank	1,974,052
U.S. Treasury Notes	1,605,502
NOT CATEGORIZED	
State Treasury Asset Reserve of Ohio	5,757,111
Firststar Trust	<u>326,898</u>
Total Investments	<u>\$19,475,761</u>
Total Cash, Cash Equivalents and Investments	<u>\$25,188,888</u>

The total amount of cash, cash equivalents, and investments is reflected in the accompanying financial statements as follows:

Unrestricted

Cash and Cash Equivalents	\$ 15,612,983
Investments	2,883,341

Restricted

Cash and Cash Equivalents	4,714,445
Investments	<u>1,978,119</u>

Total Cash, Cash Equivalents and Investments	<u>\$ 25,188,888</u>
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(3) Taxes

A. Property Tax

Property taxes include amounts levied against all real and public utility property, and tangible personal property (used in business) located in the City. Property taxes are levied each October 1 based on the assessed value as of the prior January 1, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. A revaluation of all property is required to be completed not less than every six years. The most recent revaluation was completed in 1998 which was utilized for 1999 collections. The assessed value upon which the 1999 collections were based was \$754,972,420. The tax rate applicable to the 1999 collections was 3.20 mills.

The Hancock County Treasurer collects property taxes on behalf of all taxing districts within Hancock County including the City of Findlay. Taxes are payable to the County in two equal installments in January and July and, if not paid, become delinquent after December 31 of the year they are due. The Hancock County Auditor periodically remits to the City its portion of the taxes collected.

Collection of delinquent property taxes is the responsibility of the County, and the County Auditor's records as to delinquencies are maintained on a total County basis. The City's portion of delinquent property taxes related to an individual subdivision within the County are not susceptible to accrual in that the taxes collected are not available to the City at year end. Accordingly, delinquent property taxes are not reflected as revenue in the accompanying combined financial statements until they are collected.

B. City Income Tax

The City levies an income tax of 1% on the gross salaries, wages, and other service compensation earned by residents of the City and to the earnings of nonresidents working within the City. This tax also applies to the net income of businesses operating within the City. Residents of the City are granted a credit of 1/2% for taxes paid to other Ohio municipalities. All residents are required to file a City income tax return. The City also requires certain employers to remit withholding taxes on a monthly basis as opposed to a quarterly basis.

The receipts of the City income tax and the administrative costs associated with their collection are accounted for in the Special Revenue Funds. Income tax receipts, net of the related administrative costs, are disbursed, appropriated and allocated in accordance with City Ordinance by which 78% of such receipts are transferred to the General Fund and 22% retained in the Special Revenue Funds and restricted for capital improvements.

(4) Receivables

A. Due from Outside Parties

The City's receivables from outside parties at December 31, 1999, by fund, are shown on the following table:

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>
City Income Taxes:						
Withholdings	\$ -	\$1,489,518	\$ -	\$ -	\$ -	\$ -
Delinquencies	-	61,987	-	-	-	-
Property Taxes	1,962,928	452,982	-	-	-	-
Hotel/Motel Taxes	58,552	-	-	-	-	-
Economic Development Loans	-	174,702	-	-	-	-
Special Assessments	-	-	67,109	-	-	-
Non-current Receivable	-	-	425,824	-	-	-
Water and Wastewater Services:						
Billed	-	-	-	792,691	-	-
Unbilled	-	-	-	474,717	-	-
Sale of Supplies Inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>67,825</u>	<u>-</u>	<u>-</u>
Total Receivables, Net of Allowances	2,021,480	2,179,189	492,933	1,335,233	-	-
Due from Other Governments	77,830	90,806	-	271,670	-	-
Accrued Interest - Unrestricted	<u>179,033</u>	<u>-</u>	<u>-</u>	<u>167,370</u>	<u>7,520</u>	<u>100</u>
Total Due for Outside Parties	<u>\$ 2,182,964</u>	<u>\$2,269,995</u>	<u>\$ 492,933</u>	<u>\$ 1,774,273</u>	<u>\$ 7,520</u>	<u>\$ 100</u>

The stated receivable amounts are net of the applicable allowance for uncollectibles. Such allowance balances are not significant in relation to the respective receivable balances.

City income taxes accrued at December 31, 1999, to the extent of employee withholdings for the last quarter of 1999, are due by January 31, 2000. Delinquent income taxes represent interest, penalties, and additional taxes due as a result of audits of returns filed.

Property taxes accrued at December 31, 1999 represent the City's portion of 1999 taxes to be collected by the Hancock County Treasurer during 2000 based on the assessed value of property described in Note 3.

Hotel/Motel taxes accrued at December 31, 1999 represent 1999 transient lodging taxes paid to the City from hotels and motels located within the City's corporation limits subsequent to December 31, 1999 through January 31, 2000.

Economic development loans receivable at December 31, 1999 represents loans to qualified businesses for the purpose of economic development.

Special assessments represent amounts due from taxpayers for certain pavement, sidewalk, and sanitary sewer work performed by the City.

Residents are billed on a bi-monthly basis for water and wastewater service with approximately one-half of the City's customers being billed each month. All service receivables are carried in the Water Fund with an interfund payable being recognized for the portion of the billing related to the Water Pollution Control Fund. Unbilled service receivables are accrued based upon the consumption for the applicable area of the City during the related period.

Sale of supplies inventory represents the amount due from airport customers for primarily fuel and hangar rental.

Due from other governments in the General Fund represents 1999 state taxes and local government monies received by the City subsequent to December 31, 1999 through January 31, 2000. Due from other governments in the Special Revenue Funds represents 1999 motor vehicle license fees and gasoline excise taxes received by the City from January 1, 2000 to January 31, 2000. Due from other governments in the Enterprise Fund represents receivables from the Ohio Department of Transportation, the Village of Van Buren, and Hancock County for various waterline construction costs at December 31, 1999.

B. Due from (to) Other Funds

The 1999 balance represents wastewater charges due to the Water Pollution Control Fund amounting to \$222,813 from the Water Fund.

(5) Property, Plant and Equipment

A summary of general fixed assets at January 1, 1999, by class, and the changes therein during 1999, are as follows:

	Balance <u>January 1, 1999</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>December 31, 1999</u>
Land	\$ 1,627,825	\$ -	\$ -	\$ 1,627,825
Buildings	8,423,552	54,822	-	8,478,374
Improvements other than Buildings	183,802	-	-	183,702
Equipment	<u>6,679,825</u>	<u>369,944</u>	<u>507,898</u>	<u>6,541,871</u>
	<u>\$16,914,904</u>	<u>\$ 424,766</u>	<u>\$ 507,898</u>	<u>\$ 16,831,772</u>

A summary of Enterprise Funds property, plant, and equipment at December 31, 1999 by class and by individual fund follows:

	<u>Water</u>	<u>Water Pollution Control</u>	<u>Swimming Pool</u>	<u>Parking Facilities</u>	<u>Airport</u>	<u>Totals</u>
Land	\$ 909,231	\$ 112,836	\$ 1,631	\$ 94,331	\$ 1,811,000	\$ 2,929,029
Buildings	-	-	-	-	1,613,427	1,613,427
Utility Plant in Service	24,705,462	16,864,726	-	-	-	41,570,188
Utility Lines in Service	22,240,663	28,411,626	-	-	-	50,652,289
Improvements Other than Buildings	1,135,336	-	901,842	222,132	2,861,525	5,120,835
Machinery and Equipment	3,776,926	4,415,598	55,470	31,658	560,756	8,840,408
Construction in Progress	<u>1,228,671</u>	<u>1,585,352</u>	<u>-</u>	<u>-</u>	<u>767,920</u>	<u>3,581,943</u>
Total	53,996,289	51,390,138	958,943	348,121	7,614,628	114,308,119
Less Accumulated Depreciation	<u>13,367,694</u>	<u>14,229,168</u>	<u>361,642</u>	<u>149,258</u>	<u>1,500,072</u>	<u>29,607,834</u>
Net Property, Plant and Equipment	<u>\$40,628,595</u>	<u>\$37,160,970</u>	<u>\$ 597,301</u>	<u>\$ 198,863</u>	<u>\$ 6,114,556</u>	<u>\$ 84,700,285</u>

Construction in progress at year end consists of the costs associated with the construction of utility lines, sanitary sewers, and the airport expansion.

(6) Contributed Capital

Assets constructed or acquired by the governmental fund types and transferred to the Enterprise Funds, or assets partially financed through grants to the Enterprise Funds from other governmental entities, represent contributed capital to the enterprise operations.

The City has received capital contributed to the Airport fund from federal and state grants for the planning, land acquisition, and design phases of a runway extension project.

The following is a summary of the additions to contributed capital by source for the City's Enterprise Funds during 1999:

	<u>Water</u>	<u>Water Pollution Control</u>	<u>Swimming Pool</u>	<u>Parking Facilities</u>	<u>Airport</u>	<u>Total</u>
Contributed Capital January 1, 1999	\$ 9,711,069	\$ 17,629,528	\$ 934,382	\$ 312,124	\$ 1,711,645	\$ 30,298,748
Other Governmental	-	617,969	-	-	953,654	1,571,623
Developers	<u>644,127</u>	<u>315,052</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>959,179</u>
Contributed Capital December 31, 1999	<u>\$10,355,196</u>	<u>\$ 18,562,549</u>	<u>\$ 934,382</u>	<u>\$ 312,124</u>	<u>\$ 2,665,299</u>	<u>\$ 32,829,550</u>

(7) Capital Lease

The City was obligated under a certain lease entered into during 1998 and accounted for it as a capital lease. The leased asset and related obligation were accounted for in the General Fixed Assets Account Group and the General Long-Term Debt Account Group, respectively. The following is a schedule of current year capital lease payments:

	<u>General Long- Term Debt Account Group</u>
Capital lease payable as of January 1, 1999	\$ 58,619
Payments/reductions	<u>(26,818)</u>
Capital lease payable as of December 31, 1999	31,801
Less current portion	<u>29,247</u>
Long-term portion of capital lease	<u>\$ 2,554</u>

The future minimum capital lease payments as of December 31, 1999 are as follows:

Fiscal Year:	<u>General Long Term Debt Account Group</u>
2000	30,865
2001	<u>2,572</u>
Total minimum lease payments	33,437
Less amounts representing interest	<u>1,636</u>
Present value of future minimum capital lease payments	<u>\$ 31,801</u>

(8) Debt Obligations

The following is a summary of the special assessments transactions of the City for the year ended December 31, 1999:

	<u>Special Assessments</u>
Amounts Payable at January 1, 1999	\$ 453,460
Debt Retired	<u>(55,960)</u>
Amounts Payable at December 31, 1999	<u>\$ 397,500</u>

The special assessment debt bears interest rates at December 31, 1999 from approximately 3.85% to 6.35%, has annual maturity requirements ranging from \$46,300 in 2000 to \$10,500 in 2010. The debt is secured by the full faith and credit of the City.

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

	<u>Enterprise Funds</u>
Notes Payable at January 1, 1999	\$ 995,000
OPWC Loan	8,724
Debt Retired	<u>(995,000)</u>
Notes Payable at December 31, 1999	<u>\$ 8,724</u>

The City is eligible to borrow funds under the Water Pollution Control Loan Fund Agreement (WPCLFA) with the Ohio Water Development Authority to pay the approved eligible project costs of designing improvements to and extensions of the City's municipal sewerage system, including main sewer lines and additions to the City's water pollution control plant.

On January 20, 1999, the Water Pollution Control fund paid off a \$995,000.00 Sewer Improvement Note with the intent of utilizing the funds from the WPCLFA.

On October 28, 1999, the City entered into a financing agreement under the WPCLFA to borrow up to \$32,470,000. The loan bears interest at 4.36 percent, with principal payments due semi-annually on January 1, and July 1 of each year. The term of the loan is 20 years. There was no balance outstanding at December 31, 1999.

On March 13, 2000, the City obtained its first draw of \$1,156,000 against the aforementioned loan.

In January and February 2000, the City drew down \$149,775 from the Ohio Public Works Commission (OPWC) loan.

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

	General Long- Term Debt <u>Account Group</u>	<u>Enterprise Fund</u>	<u>Total</u>
Bonds Payable at January 1, 1999	\$ 6,550,000	\$ 42,366,508	\$ 48,916,508
Bonds Issued	-	-	-
Bonds Retired	<u>(1,885,000)</u>	<u>(2,217,121)</u>	<u>(4,102,121)</u>
Bonds Payable at December 31, 1999	4,665,000	40,149,387	44,814,387
Deferred Bond Costs - 1995 Waterworks System Refunding Bonds	<u>-</u>	<u>(558,238)</u>	<u>(558,238)</u>
Net Bonds Payable at December 31, 1999	<u>\$ 4,665,000</u>	<u>\$ 39,591,149</u>	<u>\$ 44,256,149</u>

Bonds payable at December 31, 1999, are comprised of the following issues, of which the 1991 Sixth Street Extension Project Bonds, 1994 Western Avenue Relocation Bonds, and 1996 Various Purpose Bonds for the Fire Station Projects, Bright Road Improvements, and the City-wide Radio System Project totaling \$4,665,000 are accounted for in the General Long-Term Debt Account Group and the remaining bonds totaling \$40,149,387 are accounted for in the Enterprise Funds.

	<u>Original Issuance</u>	<u>Bonds Outstanding at December 31, 1999</u>
General Obligation Bonds:		
1973 Sewer Improvement Bonds, due in annual installments of \$110,000 thereafter through 2003 (except for \$100,000 in 2002), interest at 5.00% (the bonds maturing in 1999 and thereafter are subject to call for redemption in whole or in part)	\$ 3,400,000	\$ 430,000
1991 Sixth Street Extension Project - PILOT Funded Bonds, due in amounts increasing from \$80,000 in 2000 to \$85,000 in 2001 with interest from 5.60% to 6.50% over the life of the bonds	615,000	165,000
1993 Sewerage System Bond - Ohio Water Pollution Control Loan Fund, due in amounts increasing from \$ 86,110 in 2000 to \$145,096 in 2011, with interest at 4.8%	1,829,711	1,359,387

1993 Sewerage System Refunding Bonds, due in amounts increasing from \$425,000 in 2000 to \$740,000 in 2011, with interest from 2.25% to 5.5% over the life of the bonds	9,395,000	6,760,000
1993 Water System Improvement Bonds, due in amounts increasing from \$140,000 in 2000 to \$350,000 in 2018 with interest from 2.25% to 5.55% over the life of the bonds	5,000,000	4,285,000
1994 Western Avenue Relocation Project – PILOT Funded Bonds, due in amounts ranging from a high of \$130,000 in 2000 and decreasing to the final principal payment of \$80,000 in 2004, interest from 3.85% to 5.25% over the life of the bonds	1,205,000	565,000
1996 Various Purpose Bonds, due in annual installments ranging from \$705,000 in 2000 to a high of \$1,040,000 in 2016 and decreasing to the final installment of \$720,000 in 2017, with interest from 3.85% to 5.875% over the life of the bonds	16,420,000	14,755,000
1998 Waterworks Improvement Limited Tax Bonds, due in amounts increasing from \$120,000 in 2000 to \$265,000 in 2018 with interest from 3.65% to 4.15% over the life of the bonds	<u>3,565,000</u>	<u>3,445,000</u>
Total General Obligation Bonds	<u>\$ 44,819,711</u>	<u>\$ 31,764,387</u>
Revenue Bonds:		
1995 Waterworks System Mortgage Revenue Refunding Bonds, due in annual installments ranging from \$1,045,000 in 2000 to a final installment of \$1,615,000 in 2009	<u>\$16,515,000</u>	<u>\$13,050,000</u>
Total Revenue Bonds	<u>\$16,515,000</u>	<u>\$13,050,000</u>
Deferred Bonds Costs - 1995 Waterworks System Bonds	<u>-</u>	<u>(558,238)</u>
Accumulated Sick Leave	<u>-</u>	<u>954,731</u>
	<u>\$61,334,711</u>	<u>\$45,210,880</u>

1991 Sixth Street Extension Project - PILOT Funded Bonds

These bonds were issued for the purpose of constructing a new street within the City's corporation limits. The general obligation bonds are backed by the full faith and credit of the City. Funds for debt service will be provided through payments in lieu of taxes (PILOTS). The properties benefiting from the street construction are within a Community Reinvestment Area (CRA). Each property owner pays to the City an amount equal to the CRA tax exemption that would have been paid as property taxes in that year had there been no exemption. Payments from each property owner will be received for a period of 5 years, or until the bonds are paid in full, whichever comes first. The City was in compliance with all significant financial bond covenants in 1999.

1994 Western Avenue Relocation Bonds - PILOT Funded Bonds

These bonds were issued for the purpose of providing the funds necessary to pay the costs of relocating Western Avenue between West Hobart Street and Lake Cascades Parkway. The bonds are backed by the full faith and credit of the City of Findlay. Funds for debt service will be provided through payments in lieu of taxes (PILOT). Interest on the bonds is payable semiannually at rates set forth by the original purchaser and approved by the City. The average interest rate on the bonds is 4.87%.

1995 Waterworks System Mortgage Revenue Refunding Bonds

On September 6, 1995, these bonds were issued for the purpose of current refunding the issuers 1986 Waterworks System Mortgage Revenue Refunding Bonds. The City exercised its option to call the 1986 bonds on the November 1, 1995 interest payment date using the proceeds from the 1995 issuance held by National City Bank as Escrow Trustee. Excess earnings on the 1995 Refunding Bonds were transferred to Star Bank, Trustee, to finance the interest costs thereon. Interest on these bonds is payable semiannually at the rate recommended by the original purchaser (A.G. Edwards & Sons, Inc.), and approved by the City. The interest rate on these bonds varies according to the maturity dates. The average interest rate over the lives of the bonds is approximately 5.09%.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of approximately \$804,000. This difference, which amounted to \$558,238 at December 31, 1999, is reported in the accompanying financial statements as a deduction from bonds payable. It is being charged to operations through the year 2009 using the straight-line method.

The indenture agreement requires the City to maintain certain accounts within the Water Fund to segregate certain assets for specific purposes. The Bond Reserve Fund held by Star Bank, as Trustee is for the benefit of the Bondholders in an amount equal to the Bond Reserve Requirement. The Bond Service Fund, also held by Star Bank as Trustee is used for the payment of principal and interest on the 1995 bonds. Assets in each of these accounts are restricted for their specific purpose and, accordingly, have been included in restricted assets in the accompanying combined financial statements (Note 10). The City was in compliance with all other significant financial bond covenants in 1999.

1996 Various Purpose Bonds

On July 1, 1996, these bonds were issued for various purposes including: Water Pump Station Project (accounted for in the water fund), Northern Corridor Sewer Project (accounted for in the water pollution control fund), Bright Road Improvement Project, Fire Station Projects, City-wide Radio System Project (all accounted for in the GLTDAG), and Aircraft Fueling System (accounted for in the airport fund). These general obligation bonds are backed by the full faith and credit of the City. Interest on these bonds is payable semiannually and the interest rate varies according to the maturity dates. The average interest rate over the lives of the bonds is approximately 5.64%. The City was in compliance with all significant bond covenants in 1999.

1998 Waterworks Improvement Limited Tax Bonds

On September 1, 1998, these bonds were issued for the purpose of providing funds to pay the costs of improving the City's municipal water system. The bonds are backed by the full faith and credit of the City of Findlay. Interest on the bonds is payable semiannually. Interest rates range from 3.65% to 4.90%.

Bond Redemption

On August 1, 1999, the City redeemed \$1,055,000 of outstanding 1989 City Building Bonds with an interest rate of 6.2% to 7.1% over the life of the bonds.

Maturities

The annual requirements to amortize all bonded debt outstanding including interest are presented in the following table:

<u>Year Ending December 31,</u>	<u>General Obligation</u>	<u>Revenue</u>	<u>Total</u>
2000	\$ 3,469,642	\$ 1,706,580	\$ 5,176,222
2001	3,403,418	1,709,033	5,112,450
2002	3,212,825	1,708,115	4,920,940
2003	3,144,845	1,708,728	4,853,573
2004	3,025,411	1,705,528	4,730,939
2005 – 2009	14,736,086	8,533,944	23,270,080
2010 – 2014	11,320,731	-	11,320,731
2015 – 2019	<u>5,639,719</u>	<u>-</u>	<u>5,639,719</u>
	47,952,677	17,071,978	65,024,655
Less-amount representing Interest	<u>(16,188,290)</u>	<u>(4,021,978)</u>	<u>(22,916,493)</u>
	<u>\$ 31,764,387</u>	<u>\$ 13,050,000</u>	<u>\$ 44,814,387</u>

Accumulated Sick Leave

	<u>General Long-Term Debt Account Group</u>
Accumulated Sick Leave as of January 1, 1999	\$ 755,775
Add: Increase in Accumulated Sick Leave	361,122
Less: Amount of Sick Leave Paid during 1999	<u>162,166</u>
Accumulated Sick Leave as of December 31, 1999	<u>\$ 954,731</u>

(9) Segment Information for Enterprise Funds

The City maintains five Enterprise Funds, which provide water and wastewater treatment services, swimming, and parking facilities, and account for the acquisition of the airport facilities to provide for hangar rentals, fuel sales, and all other operations of the airport in the future. The operations of these Funds are accounted for, financed and recorded in a manner similar to that of private enterprises whereby it is the City's intent that the costs of providing these goods or services be financed primarily through user charges.

Segment information for the year ended December 31, 1999 is as follows:

	<u>Water Fund</u>	<u>Water Pollution Control Fund</u>	<u>Swimming Pool</u>	<u>Parking Facilities Fund</u>	<u>Airport Fund</u>	<u>Total Enterprise Fund</u>
Operating Revenues	\$6,381,293	\$5,102,124	\$ 46,993	\$ 105,443	\$ 755,975	\$ 12,391,828
Depreciation Expense	940,699	859,911	19,095	14,198	274,921	2,108,824
Operating Income (Loss)	1,872,923	1,997,681	(58,678)	13,772	(419,749)	3,405,949
Operating Transfers- In	223,644	176,912	50,000	-	64,750	515,306
Out	(102,944)	(313,382)	-	-	(4,755)	(421,081)
Net Income (Loss)	1,071,432	812,058	(8,678)	13,772	(231,550)	1,657,034
Current Capital Contributions	644,127	933,021	-	-	953,654	2,530,802
Property, Plant, and Equipment Additions (Deductions), Net	3,161,653	1,996,013	5,783	-	822,189	5,985,638
Net Working Capital	2,863,456	1,215,702	18,764	150,705	298,772	4,547,399
Total Assets	48,691,627	43,164,170	618,636	356,631	6,548,707	99,379,271
Bonds and Long -Term Liabilities Payable from Operating Revenues or Operating Transfers	20,741,525	16,103,275	-	-	435,000	37,279,800
Total Equity	25,571,167	25,473,599	616,065	349,568	6,026,640	58,037,039

(10) Restricted Assets

Restricted assets are specifically restricted for capital improvements or debt service by either the City's designation or by applicable bond indentures (Note 8). Restricted cash, cash equivalents, and investments designated by the City or provided by operations are equally offset by a fund balance/retained earnings reserve.

Restricted assets at December 31, 1999 are comprised of the following:

	Cash, Cash Equivalents and <u>Investments</u>	Deferred Bond <u>Costs</u>	<u>Total</u>
Special Revenue Funds:			
City Income Tax Administration Fund:			
Restricted for Capital Improvements	<u>\$ 1,039,325</u>	<u>\$ -</u>	<u>\$ 1,039,325</u>
Enterprise Funds:			
Water Fund:			
Bond Fund Account	324,740	-	324,740
Bond Reserve Fund Account	1,653,379	-	1,653,379
Designated for Capital Improvements to Utility Lines	356,962	-	356,962
Designated for Debt Service	295,403	-	295,403
Deferred Bond Costs	-	<u>399,151</u>	<u>399,151</u>
	<u>2,630,484</u>	<u>399,151</u>	<u>3,029,635</u>
Water Pollution Control Fund:			
Improvement and Replacement Fund			
Account	703,398	-	703,398
Designated for Capital Improvements to Utility Lines	1,392,508	-	1,392,508
Designated for Debt Service	901,979	-	901,979
Deferred Bond Costs	-	<u>237,705</u>	<u>237,705</u>
	<u>2,997,885</u>	<u>237,705</u>	<u>3,235,590</u>
Airport Fund:			
Designated for Debt Service	24,870	-	24,870
Deferred Bond Costs	-	<u>7,697</u>	<u>7,697</u>
	<u>24,870</u>	<u>7,697</u>	<u>32,567</u>
Enterprise Fund Totals	<u>5,653,239</u>	<u>644,553</u>	<u>6,297,792</u>
Totals	<u>\$ 6,692,564</u>	<u>\$ 644,553</u>	<u>\$ 7,337,117</u>

Deferred Bond Costs represent the costs associated with the issuance of the 1998 Waterworks Improvement Limited Tax Bonds, the 1996 Various Purpose General Obligation Bonds, the 1995 Waterworks System Mortgage Revenue Refunding Bonds, the 1993 Water System Improvement Bonds, and the 1993 Sewerage System General Obligation Refunding Bonds (Note 8). These costs are being amortized on a straight-line basis over periods ranging from 14 to 23 years, the lives of the issues.

(11) PERS Retirement Commitments

The employees of the City are covered by either the Public Employees Retirement System of Ohio (PERS) or the Police and Firemen's Disability and Pension Fund (PFDPF), (Note 12). The State of Ohio accounts for the activities of these cost-sharing multiple-employer retirement systems, and only the City's contributions to these systems are reflected in the accompanying combined financial statements. Of the City's total 1999 payroll of \$14,139,681, \$8,246,713 was for PERS employees, \$5,617,465 for PFDPF employees, and \$275,503 for non-covered employees. All employees are required to be members of PERS or PFDPF, except for elected officials who have an option to exclude themselves from membership.

The City contributes to the Public Employees Retirement System of Ohio (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. The authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. The PERS issues a stand-alone financial report. This report may be obtained by writing to 277 East Town Street, Columbus, Ohio, 43215-4642.

Plan members are required to contribute 8.5% of their annual covered salary and the City is required to contribute 13.55% of annual covered salary. The Ohio Revised Code provides statutory authority to employee and employer contributions. The City's contributions to PERS for the years ending December 31, 1999, 1998, and 1997 were \$1,117,491, \$1,052,515, and \$1,000,335, respectively, equal to the required employer contribution which is 100% of the dollar amount billed by PERS.

In addition to the pension benefits described above, PERS provides post-retirement health care coverage to age and service retirees with 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The Ohio Retirement Board requires employer contributions to equal 5.11% of member covered payroll to fund other post retirement benefits. The number of benefit recipients eligible in the PERS fund was 118,062. The total Ohio PERS net assets available for Other Post-retirement Employment Benefits was \$9,870 million at December 31, 1999. The system's total health care expenditures during 1999 were \$524 million. The amount of total contributions made by the City to the PERS to cover health care costs was \$421,000. The Ohio Revised Code provides the statutory authority for employer funding of post-retirement health care for PERS.

(12) PFDPF Retirement Commitments

The City of Findlay contributes to the Police and Firemen's Disability and Pension Fund (PFDPF), a cost-sharing multiple-employer defined benefit pension plan. PFDPF provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The PFDPF issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing PFDPF, 140 East Town Street, Columbus, Ohio 43215-5164.

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 PFDPF for the years ending December 31, 1999, 1998, and 1997, were \$1,226,804, \$1,177,926, and \$1,103,030, respectively, equal to the required contributions for each year and including amounts for past service liability.

The PFDPF provides post-retirement health care coverage to any PFDPF person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a 2/3 basis. These post-retirement health care benefits are funded and accounted for on a pay-as-you-go basis. As of December 31, 1998 (the latest information available), there were 11,424 police officers and 9,186 firefighters eligible to receive health care benefits. The Fund's total health care expenses for the year ending December 31, 1998, the date of the last actuarial valuation available, was \$78,596,790, which was net of member contributions of \$5,331,515. The portion of total contributions made by the City to the PFDPF to cover health care costs was approximately \$365,311 for 1999. The Ohio Revised Code provides the statutory authority for employer funding of post-retirement health care for PFDPF.

The City's accrued past service liability to PFDPF was determined and became a legal obligation to the State at the date the City became a participant in PFDPF. The City pays this liability in semiannual installments of \$37,435 each, including principal and interest, through the year 2035. This liability has been recorded in the General Long Term Debt Account Group using an implicit interest rate of approximately 4.3%. An analysis of the change in this liability during 1999 is as follows:

Accrued liability at January 1, 1999	\$ 1,381,366
Principal Retired	<u>(16,334)</u>
Accrued liability at December 31, 1999	<u>\$ 1,365,032</u>

(13) Self Insurance Fund

During July, 1987 the City established a Self-Insurance Fund (the Fund), which has been recorded as part of the Internal Service Funds. This Self-Insurance Fund serves the purpose of handling, processing and paying general municipality liability insurance claims in lieu of purchasing general municipality liability insurance. The City's plan covers a limit of \$1,000,000 per occurrence for bodily injury liability and \$1,000,000 aggregate for property damage liability.

There have been no significant reductions in insurance coverage. No settlements have exceeded insurance coverage for 1999, 1998, or 1997. The City is fully insured through premium-based insurance policies for all other types of insurance including worker's compensation, public officials liability, etc.

The City's policy for reporting a claims liability is based on the requirements of Financial Accounting Standards Board Statement No. 5, which requires that a liability for claims to be reported if information prior to the issuance of the combined financial statements indicates that it is probable that a liability has been incurred at the date of the combined financial statements and the amount of the loss can be reasonably estimated. It is the opinion of the City's legal counsel that, as of December 31, 1999, there were no material outstanding claims pending.

	<u>1999</u>	<u>1998</u>
Claims payable, beginning of the year	\$ -	\$ -
Current year claims and changes in estimates	4,035	10,060
Claim payments	<u>(4,035)</u>	<u>(10,060)</u>
Claims payable, end of year	<u>\$ -</u>	<u>\$ -</u>

(14) Individual Fund Deficits

The accumulated deficit in the Swimming Pool Enterprise Fund, of \$318,317 is the result of the City maintaining user charges at rates sufficient to only cover all direct operating costs of the pool. Such rates are not intended to fully cover indirect costs, such as depreciation expense, resulting in the accumulated deficit in the Fund.

(15) Excess of Expenditures Over Appropriations

The primary level of budgetary control is on the departmental level. Excess of expenditures over appropriations and the causes therefore are as follows:

Special Revenue Fund

Police & Fire Pension Funds:

Security of Persons and Property - The \$162 unfavorable variance for the two funds is due to the unused budget for operating transfers out not being transferred to the budget for securities of persons and property.

Debt Service Fund

Principal & Interest Retirement - the \$55,960 unfavorable variance for principal retirement and \$24,548 for interest is the result of retirement of construction notes which were partially funded by the issuance by general obligation bonds. The budget was not adjusted for these additional expenditures.

(16) Contractual Commitments and Contingencies

As of December 31, 1999, the City had approximately \$2,083,000 open on outstanding purchase orders and contracts. Of this amount, \$1,323,500 related to ongoing capital projects, and the remaining amount was for various departmental purchase orders outstanding at year-end.

There are several lawsuits pending in which the City is involved. City management estimates that the potential claims against the City would not materially affect the combined financial statements of the City.

Under the terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. City management believes disallowances, if any, will be immaterial.

The City had no material operating lease commitments at December 31, 1999.

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GENERAL FUND

This Fund accounts for all financial transactions not properly accounted for in any other funds. This includes, but is not limited to, police and fire protection, public health activities, cemetery, all recreation activities (other than the swimming pool), and the general administration of City functions.

CITY OF FINDLAY
GENERAL FUND
BALANCE SHEET

December 31, 1999

(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Assets:		
Cash and Cash Equivalents	\$ 6,641,967	\$ 5,460,293
Investments	1,766,732	2,444,703
Receivables, Net of allowance for uncollectibles	2,021,480	1,949,483
Due from Other Governments	77,830	71,968
Prepaid Items	130,171	110,961
Accrued Interest Receivable	<u>179,033</u>	<u>161,513</u>
Total Assets	<u>\$ 10,817,213</u>	<u>\$ 10,198,921</u>
Liabilities:		
Accounts Payable and Accruals	\$ 1,990,634	\$ 1,918,721
Deferred Revenues	<u>1,962,928</u>	<u>1,915,543</u>
Total Liabilities	<u>3,953,562</u>	<u>3,834,264</u>
Fund Balance:		
Reserved for Encumbrances	637,737	825,403
Reserved for Prepaids	130,171	110,961
Unreserved-Undesignated	<u>6,095,743</u>	<u>5,428,293</u>
Total Fund Balance	<u>6,863,651</u>	<u>6,364,657</u>
Total Liabilities and Fund Balance	<u>\$ 10,817,213</u>	<u>\$ 10,198,921</u>

CITY OF FINDLAY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 Actual
	Revised Budget	Actual		
Revenues:				
Taxes	\$ 2,236,143	\$ 2,226,806	\$ (9,337)	\$ 2,023,620
Licenses and Permits	113,300	96,613	(16,687)	110,535
Intergovernmental	1,827,936	2,247,411	419,475	2,027,833
Charges for Services	503,600	466,650	(36,950)	523,498
Investment Earnings	595,000	677,708	82,708	572,883
Fines and Forfeitures	1,386,500	1,348,993	(37,507)	1,325,184
Net Increase (Decrease) in Fair Value of Investments	-	(64,880)	(64,880)	2,878
All Other Revenues	594,064	886,147	292,083	1,200,155
Total Revenues	<u>7,256,543</u>	<u>7,885,448</u>	<u>628,905</u>	<u>7,786,586</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Police Department	5,351,774	4,809,512	542,262	4,463,040
Disaster Services	12,467	9,987	2,480	8,936
Fire Department	4,804,861	4,593,936	210,925	4,495,327
Dispatch	425,145	416,198	8,947	357,172
Total of Security of Persons and Property	<u>10,594,247</u>	<u>9,829,633</u>	<u>764,614</u>	<u>9,324,475</u>
Public Health and Welfare:				
Planning & Zoning	85,585	85,458	127	66,690
Public Health Department	665,290	622,266	43,024	567,641
Building Department	177,775	168,073	9,702	166,693
Cemetery Department	297,785	253,115	44,670	229,698
Total Public Health and Welfare	<u>1,226,435</u>	<u>1,128,912</u>	<u>97,523</u>	<u>1,030,722</u>
Leisure Time Activities:				
Park Maintenance	439,002	420,337	18,665	375,589
Reservoir Boating	25,474	11,546	13,928	27,024
Recreation Department	295,040	264,922	30,118	251,789
Total Leisure Time Activities	<u>759,516</u>	<u>696,805</u>	<u>62,711</u>	<u>654,402</u>

Continued on Page 2.

CITY OF FINDLAY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 Actual
	Revised Budget	Actual		
General Government:				
Council	\$ 143,695	\$ 137,484	\$ 6,211	\$ 134,216
Mayors Office	155,312	147,241	8,071	139,642
Auditor/Treasurer	528,602	474,111	54,491	492,968
Law Director	294,809	283,194	11,615	264,378
Municipal Court	1,153,123	1,028,617	124,506	1,010,192
Civil Service	36,019	32,367	3,652	14,062
Computer Services	298,038	268,378	29,660	257,465
Service/Safety Director	571,087	451,131	119,956	447,848
Engineering Department	945,889	906,573	39,316	876,076
Human Resources	59,795	52,613	7,182	51,146
Public Building Department	385,419	326,920	58,499	292,122
Total General Government	<u>4,571,788</u>	<u>4,108,629</u>	<u>463,159</u>	<u>3,980,115</u>
Capital Outlay:				
Security of Persons and Property	842,643	709,105	133,538	136,395
Public Health and Welfare	38,607	38,203	404	41,109
Leisure Time Activities	324,860	146,305	178,555	39,585
General Government	835,165	524,345	310,820	319,418
Total Capital Outlay	<u>2,041,275</u>	<u>1,417,958</u>	<u>623,317</u>	<u>536,507</u>
Total Expenditures	<u>19,193,261</u>	<u>17,181,937</u>	<u>2,011,324</u>	<u>15,526,221</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(11,936,718)</u>	<u>(9,296,489)</u>	<u>2,640,229</u>	<u>(7,739,635)</u>
Other Financing Sources (Uses):				
Operating Transfers In	9,900,100	11,561,886	1,661,786	10,209,063
Operating Transfers Out	(1,773,681)	(1,773,681)	-	(1,002,572)
Total Other Financing Sources (Uses)	<u>8,126,419</u>	<u>9,788,205</u>	<u>1,661,786</u>	<u>9,206,491</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures	<u>(3,810,299)</u>	<u>491,716</u>	<u>4,302,015</u>	<u>1,466,856</u>
Fund Balance at Beginning of Year, as Previously Stated	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,900,371</u>
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,580)</u>
Fund Balance at Beginning of Year, as Restat	6,364,657	6,364,657	-	4,894,791
Increase in Reserve for Prepaids	<u>-</u>	<u>7,278</u>	<u>7,278</u>	<u>3,010</u>
Fund Balance (Deficit) at End of Year	<u>\$ 2,554,358</u>	<u>\$ 6,863,651</u>	<u>\$ 4,309,293</u>	<u>\$ 6,364,657</u>

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SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for revenues from specific sources that legally are restricted to expenditures for specified purposes. A description of the City's Special Revenue Funds follows.

Street Maintenance and Repair - this Fund is used to account for 92.5% of the City's share of gasoline taxes and motor vehicle license fees as required by state statute.

State Highway - this Fund is used to account for the remaining 7.5% of the City's share of gasoline taxes and motor vehicle license fees as required by state statute.

County Permissive MVL Tax - this Fund accounts for the receipt and expenditures of all money the City receives as its portion of a \$5.00 fee imposed by the County on the purchase of each motor vehicle license.

City Income Tax Administration - this Fund accounts for the receipts from the assessment of a 1% income tax and the cost of operating our own collection department. The use of this money is determined by Council. At present, 78% is transferred to General Fund and the remaining 22% is used for capital improvements as recommended by the administration and appropriated by Council.

Drug Law Enforcement - this Fund receives mandatory fines levied in felonious drug trafficking cases. The funds can only be used by the City in drug enforcement activities.

Law Enforcement Trust - this Fund accounts for funds received as a result of a seizure of contraband. The receipts can be expended only for a law enforcement activity.

Indigent Alcohol Treatment - this Fund accounts for a portion of the fines collected by Municipal Court in OMVI cases. The fund is used to pay for Court ordered treatment if the individual is determined to be indigent.

Enforcement and Education - this Fund receives a portion of fines imposed under the law. Expenditures are authorized only for enforcement and education relating to laws governing operation of a motor vehicle while under the influence of alcohol.

Police Pension - this Fund accounts for a 0.3 mill real estate tax levy.

Fire Pension - this Fund accounts for a 0.3 mill real estate tax levy.

Revolving Loan - this Fund accounts for monies received as development grants that become loans to a qualified business or industry for the purpose of economic development. As the initial loans are repaid, the money is perpetually "re-loaned" to stimulate growth in the community.

Court Computerization - this Fund accounts for an additional court cost that is levied in Municipal Court to provide for the purchase and maintenance of computer systems for the Court.

Legal Research - this Fund accounts for specific court costs that are designated only for the purchase of computer equipment and services in the area of legal research for Municipal Court.

Mediation Services - this Fund accounts for specific court costs that are designated to pay for the costs of promoting, establishing, maintaining, and improving court mediation programs.

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CITY OF FINDLAY
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

December 31, 1999
(With Comparative Totals for December 31, 1998)

	Street Maintenance and Repair	State Highway	County Permissive MVL Tax	City Income Tax Administration	Drug Law Enforcement	Law Enforcement Trust	Indigent Alcohol Treatment
Assets:							
Cash and Cash Equivalents	\$ 793,300	\$ 60,541	\$ 6,700	\$ 232,275	\$ 12,124	\$ 6,955	\$ 61,873
Receivables-Net of allowance for uncollectibles	-	-	-	1,551,505	-	-	-
Due from Other Governments	83,996	6,810	-	-	-	-	-
Supplies Inventory, at cost	194,568	-	-	-	-	-	-
Prepaid Items	22,298	-	-	1,332	-	-	-
Restricted Assets:							
Cash and Cash Equivalents	-	-	-	1,039,325	-	-	-
Total Assets	<u>\$1,094,162</u>	<u>\$ 67,351</u>	<u>\$ 6,700</u>	<u>\$ 2,824,437</u>	<u>\$ 12,124</u>	<u>\$ 6,955</u>	<u>\$ 61,873</u>
Liabilities:							
Accounts Payable and Accruals	\$ 181,279	\$ -	\$ -	\$ 12,214	\$ -	\$ -	\$ 1,763
Deferred Revenues	-	-	-	-	-	-	-
Total Liabilities	<u>181,279</u>	<u>-</u>	<u>-</u>	<u>12,214</u>	<u>-</u>	<u>-</u>	<u>1,763</u>
Fund Balances:							
Reserved for Encumbrances	399,504	2,050	-	16,751	-	-	-
Reserved for Inventory	194,568	-	-	-	-	-	-
Reserved for Capital Improvement	-	-	-	1,039,325	-	-	-
Reserved for Prepays	22,298	-	-	1,332	-	-	-
Reserved for Notes Receivables	-	-	-	-	-	-	-
Unreserved-Undesignated	<u>296,513</u>	<u>65,301</u>	<u>6,700</u>	<u>1,754,815</u>	<u>12,124</u>	<u>6,955</u>	<u>60,110</u>
Total Fund Balances	<u>912,883</u>	<u>67,351</u>	<u>6,700</u>	<u>2,812,223</u>	<u>12,124</u>	<u>6,955</u>	<u>60,110</u>
Total Liabilities and Fund Balances	<u>\$1,094,162</u>	<u>\$ 67,351</u>	<u>\$ 6,700</u>	<u>\$ 2,824,437</u>	<u>\$ 12,124</u>	<u>\$ 6,955</u>	<u>\$ 61,873</u>

Enforcement and Education	Police Pension	Fire Pension	Revolving Loan	Court Computerization	Legal Research	Mediation Services	Totals	
							1999	1998
\$ 23,592	\$ -	\$ -	\$ 243,428	\$ 81,130	\$ 24,757	\$ 14,295	\$ 1,560,970	\$ 1,914,522
-	226,491	226,491	174,702	-	-	-	2,179,189	2,268,869
-	-	-	-	-	-	-	90,806	90,960
-	-	-	-	-	-	-	194,568	186,719
-	-	-	-	-	-	-	23,630	20,175
-	-	-	-	-	-	-	1,039,325	693,729
<u>\$ 23,592</u>	<u>\$ 226,491</u>	<u>\$ 226,491</u>	<u>\$ 418,130</u>	<u>\$ 81,130</u>	<u>\$ 24,757</u>	<u>\$ 14,295</u>	<u>\$ 5,088,488</u>	<u>\$ 5,174,974</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 195,256	\$ 182,858
-	226,491	226,491	-	-	-	-	452,982	442,048
-	226,491	226,491	-	-	-	-	648,238	624,906
-	-	-	-	8,050	-	-	426,355	380,861
-	-	-	-	-	-	-	194,568	186,719
-	-	-	-	-	-	-	1,039,325	688,724
-	-	-	-	-	-	-	23,630	20,175
-	-	-	174,702	-	-	-	174,702	195,274
<u>23,592</u>	<u>-</u>	<u>-</u>	<u>243,428</u>	<u>73,080</u>	<u>24,757</u>	<u>14,295</u>	<u>2,581,670</u>	<u>3,078,315</u>
<u>23,592</u>	<u>-</u>	<u>-</u>	<u>418,130</u>	<u>81,130</u>	<u>24,757</u>	<u>14,295</u>	<u>4,440,250</u>	<u>4,550,068</u>
<u>\$ 23,592</u>	<u>\$ 226,491</u>	<u>\$ 226,491</u>	<u>\$ 418,130</u>	<u>\$ 81,130</u>	<u>\$ 24,757</u>	<u>\$ 14,295</u>	<u>\$ 5,088,488</u>	<u>\$ 5,174,974</u>

CITY OF FINDLAY
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	Street Maintenance and Repair	State Highway	County Permissive MVL Tax	City Income Tax Administration	Drug Law Enforcement	Law Enforcement Trust	Indigent Alcohol Treatment
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ 13,039,592	\$ -	\$ -	\$ -
Intergovernmental	1,768,463	99,263	243,822	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	6,400	-	18,921
All Other Revenues	<u>11,090</u>	<u>-</u>	<u>-</u>	<u>6,812</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>1,779,553</u>	<u>99,263</u>	<u>243,822</u>	<u>13,046,404</u>	<u>6,400</u>	<u>-</u>	<u>18,921</u>
Expenditures:							
Current:							
Security of Persons and Property	542,804	-	-	-	7,046	-	-
Transportation	1,346,654	32,352	-	-	-	-	-
General Government	-	-	-	479,959	-	-	12,439
Capital Outlay	<u>1,543,674</u>	<u>798</u>	<u>-</u>	<u>-</u>	<u>11,240</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>3,433,132</u>	<u>33,150</u>	<u>-</u>	<u>479,959</u>	<u>18,286</u>	<u>-</u>	<u>12,439</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,653,579)</u>	<u>66,113</u>	<u>243,822</u>	<u>12,566,445</u>	<u>(11,886)</u>	<u>-</u>	<u>6,482</u>
Other Financing Sources (Uses):							
Operating Transfers In	1,678,164	-	6,700	105,537	-	-	-
Operating Transfers Out	<u>(247,089)</u>	<u>(120,052)</u>	<u>(243,823)</u>	<u>(12,582,835)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses), Net	<u>1,431,075</u>	<u>(120,052)</u>	<u>(237,123)</u>	<u>(12,477,298)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>(222,504)</u>	<u>(53,939)</u>	<u>6,699</u>	<u>89,147</u>	<u>(11,886)</u>	<u>-</u>	<u>6,482</u>
Fund Balance at Beginning of Year	1,125,456	121,290	1	2,723,601	24,010	6,955	53,628
Increase in Reserve for Inventory	7,849	-	-	-	-	-	-
Increase in Reserve for Prepaids	<u>2,082</u>	<u>-</u>	<u>-</u>	<u>(525)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances at End of Year	<u>\$ 912,883</u>	<u>\$ 67,351</u>	<u>\$ 6,700</u>	<u>\$ 2,812,223</u>	<u>\$ 12,124</u>	<u>\$ 6,955</u>	<u>\$ 60,110</u>

Enforcement and Education	Police	Fire	Revolving	Court	Legal	Mediation	Totals	
	Pension	Pension	Loan	Computerization	Research	Services	1999	1998
\$ -	\$ 221,854	\$ 221,854	\$ -	\$ -	\$ -	\$ -	\$ 13,483,300	\$ 12,369,567
-	-	-	-	-	-	-	2,111,548	1,981,271
-	-	-	10,853	-	-	-	10,853	8,093
3,881	-	-	-	43,597	10,522	9,639	92,960	82,139
-	-	-	-	-	-	-	17,902	45,625
<u>3,881</u>	<u>221,854</u>	<u>221,854</u>	<u>10,853</u>	<u>43,597</u>	<u>10,522</u>	<u>9,639</u>	<u>15,716,563</u>	<u>14,486,695</u>
-	3,762	3,762	-	-	-	-	557,374	492,874
-	-	-	-	-	-	-	1,379,006	1,221,917
-	-	-	-	11,465	-	250	504,113	440,368
-	-	-	-	-	-	-	1,555,712	1,448,936
-	<u>3,762</u>	<u>3,762</u>	-	<u>11,465</u>	-	<u>250</u>	<u>3,996,205</u>	<u>3,604,095</u>
<u>3,881</u>	<u>218,092</u>	<u>218,092</u>	<u>10,853</u>	<u>32,132</u>	<u>10,522</u>	<u>9,389</u>	<u>11,720,358</u>	<u>10,882,600</u>
-	-	-	-	-	-	-	1,790,401	2,377,434
-	(218,092)	(218,092)	-	-	-	-	(13,629,983)	(12,588,103)
-	(218,092)	(218,092)	-	-	-	-	(11,839,582)	(10,210,669)
<u>3,881</u>	<u>-</u>	<u>-</u>	<u>10,853</u>	<u>32,132</u>	<u>10,522</u>	<u>9,389</u>	<u>(119,224)</u>	<u>671,931</u>
19,711	-	-	407,277	48,998	14,235	4,906	4,550,068	3,851,408
-	-	-	-	-	-	-	7,849	24,980
-	-	-	-	-	-	-	1,557	1,749
<u>\$ 23,592</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 418,130</u>	<u>\$ 81,130</u>	<u>\$ 24,757</u>	<u>\$ 14,295</u>	<u>\$ 4,440,250</u>	<u>\$ 4,550,068</u>

CITY OF FINDLAY
STREET MAINTENANCE AND REPAIR FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 Actual
	Revised Budget	Actual		
Revenues:				
Intergovernmental	\$ 1,185,000	\$ 1,768,463	\$ 583,463	\$ 1,740,323
All Other Revenues	15,000	11,090	(3,910)	39,886
Total Revenues	<u>1,200,000</u>	<u>1,779,553</u>	<u>579,553</u>	<u>1,780,209</u>
Expenditures:				
Current:				
Security of Persons and Property				
Traffic-Signs	239,548	204,221	35,327	184,629
Traffic-Lights	388,133	338,583	49,550	287,377
Total Security of Persons and Property	<u>627,681</u>	<u>542,804</u>	<u>84,877</u>	<u>472,006</u>
Transportation:				
Street Department	<u>1,413,400</u>	<u>1,346,654</u>	<u>66,746</u>	<u>1,190,865</u>
Capital Outlay:				
Street Improvements	1,056,999	850,603	206,396	1,149,666
Storm Sewers	849,570	562,099	287,471	216,113
Street Department Equipment	259,768	130,972	128,796	83,157
Total Capital Outlay	<u>2,166,337</u>	<u>1,543,674</u>	<u>622,663</u>	<u>1,448,936</u>
Total Expenditures	<u>4,207,418</u>	<u>3,433,132</u>	<u>774,286</u>	<u>3,111,807</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,007,418)</u>	<u>(1,653,579)</u>	<u>1,353,839</u>	<u>(1,331,598)</u>
Other Financing Sources (Uses):				
Operating Transfers In	550,000	1,678,164	1,128,164	2,120,130
Operating Transfers Out	<u>(247,089)</u>	<u>(247,089)</u>	<u>-</u>	<u>(268,279)</u>
Total Other Financing Sources (Uses), Net	<u>302,911</u>	<u>1,431,075</u>	<u>1,128,164</u>	<u>1,851,851</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>(2,704,507)</u>	<u>(222,504)</u>	<u>2,482,003</u>	<u>520,253</u>
Fund Balance at Beginning of Year	1,125,456	1,125,456	-	579,573
Increase in Reserve for Inventory	-	7,849	7,849	24,980
Increase in Reserve for Prepaids	-	2,082	2,082	650
Fund Balance (Deficit) at End of Year	<u>\$ (1,579,051)</u>	<u>\$ 912,883</u>	<u>\$ 2,491,934</u>	<u>\$ 1,125,456</u>

CITY OF FINDLAY
STATE HIGHWAY FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 Actual
	Revised Budget	Actual		
Revenues:				
Intergovernmental	\$ 98,000	\$ 99,263	\$ 1,263	\$ 95,731
Total Revenues	<u>98,000</u>	<u>99,263</u>	<u>1,263</u>	<u>95,731</u>
Expenditures:				
Current:				
Transportation:				
Street Department	37,850	32,352	5,498	31,052
Capital Outlay	800	798	2	-
Total Expenditures	<u>38,650</u>	<u>33,150</u>	<u>5,500</u>	<u>31,052</u>
Excess of Revenues over Expenditures:	<u>59,350</u>	<u>66,113</u>	<u>6,763</u>	<u>64,679</u>
Other Financing Sources (Uses):				
Operating Transfers In	-	-	-	74,899
Operating Transfers Out	<u>(120,052)</u>	<u>(120,052)</u>	<u>-</u>	<u>(259,520)</u>
Total Other Financing Sources (Uses), Net	<u>(120,052)</u>	<u>(120,052)</u>	<u>-</u>	<u>(184,621)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(60,702)	(53,939)	6,763	(119,942)
Fund Balance at Beginning of Year	<u>121,290</u>	<u>121,290</u>	<u>-</u>	<u>241,232</u>
Fund Balance at End of Year	<u>\$ 60,588</u>	<u>\$ 67,351</u>	<u>\$ 6,763</u>	<u>\$ 121,290</u>

CITY OF FINDLAY
COUNTY PERMISSIVE MVL TAX FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999			1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	
Revenues:				
Intergovernmental	\$ 146,823	\$ 243,822	\$ 96,999	\$ 145,217
Total Revenues	146,823	243,822	96,999	145,217
Other Financing Sources (Uses):				
Operating Transfers In	-	6,700	6,700	-
Operating Transfers Out	(243,823)	(243,823)	-	(145,217)
Total Other Financing Sources (Uses), Net	(243,823)	(237,123)	6,700	(145,217)
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(97,000)	6,699	103,699	-
Fund Balance at Beginning of Year	1	1	-	1
Fund Balance at End of Year	\$ (96,999)	\$ 6,700	\$ 103,699	\$ 1

CITY OF FINDLAY
CITY INCOME TAX ADMINISTRATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999			
	Revised		Variance	1998
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)	<u>Actual</u>
Revenues:				
Taxes	\$ 12,300,000	\$ 13,039,592	\$ 739,592	\$ 11,971,583
All Other Revenues	-	6,812	6,812	5,739
Total Revenues	<u>12,300,000</u>	<u>13,046,404</u>	<u>746,404</u>	<u>11,977,322</u>
Expenditures:				
Current:				
General Government	516,873	479,959	36,914	415,881
Total Expenditures	<u>516,873</u>	<u>479,959</u>	<u>36,914</u>	<u>415,881</u>
Excess (Deficiency) of Revenues over Expenditures	<u>11,783,127</u>	<u>12,566,445</u>	<u>783,318</u>	<u>11,561,441</u>
Other Financing Sources (Uses):				
Operating Transfers In	-	105,537	105,537	182,405
Operating Transfers Out	<u>(12,592,876)</u>	<u>(12,582,835)</u>	<u>10,041</u>	<u>(11,523,939)</u>
Total Other Financing Sources (Uses), Net	<u>(12,592,876)</u>	<u>(12,477,298)</u>	<u>115,578</u>	<u>(11,341,534)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(809,749)	89,147	898,896	219,907
Fund Balance at Beginning of Year	2,723,601	2,723,601	-	2,502,595
Increase (Decrease) in Reserve for Prepaids	-	(525)	(525)	1,099
Fund Balance at End of Year	<u>\$ 1,913,852</u>	<u>\$ 2,812,223</u>	<u>\$ 898,371</u>	<u>\$ 2,723,601</u>

CITY OF FINDLAY
 DRUG LAW ENFORCEMENT FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
 (With Comparative Actual Amounts for 1998)

	1999			1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	
Revenues:				
Fines and Forfeitures	\$ -	\$ 6,400	\$ 6,400	\$ 13,116
Total Revenues	<u>-</u>	<u>6,400</u>	<u>6,400</u>	<u>13,116</u>
Expenditures:				
Security of Persons and Property	12,670	7,046	5,624	13,340
Capital Outlay	<u>11,240</u>	<u>11,240</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>23,910</u>	<u>18,286</u>	<u>5,624</u>	<u>13,340</u>
Excess (Deficiency) of Revenues over Expenditures	(23,910)	(11,886)	12,024	(224)
Fund Balance at Beginning of Year	<u>24,010</u>	<u>24,010</u>	<u>-</u>	<u>24,234</u>
Fund Balance at End of Year	<u>\$ 100</u>	<u>\$ 12,124</u>	<u>\$ 12,024</u>	<u>\$ 24,010</u>

CITY OF FINDLAY
LAW ENFORCEMENT TRUST FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999			1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	
Revenues:				
Fines and Forfeitures	\$ -	\$ -	\$ -	\$ 1,946
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,946</u>
Expenditures:				
Security of Persons and Property	6,955	-	6,955	692
Total Expenditures	<u>6,955</u>	<u>-</u>	<u>6,955</u>	<u>692</u>
Excess (Deficiency) of Revenues over Expenditures	(6,955)	-	6,955	1,254
Fund Balance at Beginning of Year	<u>6,955</u>	<u>6,955</u>	<u>-</u>	<u>5,701</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 6,955</u>	<u>\$ 6,955</u>	<u>\$ 6,955</u>

CITY OF FINDLAY
INDIGENT ALCOHOL TREATMENT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 Actual
	Revised Budget	Actual		
Revenues:				
Fines and Forfeitures	\$ 12,000	\$ 18,921	\$ 6,921	\$ 13,989
Total Revenues	12,000	18,921	6,921	13,989
Expenditures:				
General Government	50,000	12,439	37,561	4,563
Total Expenditures	50,000	12,439	37,561	4,563
Excess (Deficiency) of Revenues over Expenditures	(38,000)	6,482	44,482	9,426
Fund Balance at Beginning of Year	53,628	53,628	-	44,202
Fund Balance at End of Year	\$ 15,628	\$ 60,110	\$ 44,482	\$ 53,628

CITY OF FINDLAY
 ENFORCEMENT AND EDUCATION FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
 (With Comparative Actual Amounts for 1998)

	1999			1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	
Revenues:				
Fines and Forfeitures	\$ 3,300	\$ 3,881	\$ 581	\$ 3,095
Total Revenues	<u>3,300</u>	<u>3,881</u>	<u>581</u>	<u>3,095</u>
Expenditures:				
General Government	<u>22,325</u>	<u>-</u>	<u>22,325</u>	<u>-</u>
Total Expenditures	<u>22,325</u>	<u>-</u>	<u>22,325</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	(19,025)	3,881	22,906	3,095
Fund Balance at Beginning of Year	<u>19,711</u>	<u>19,711</u>	<u>-</u>	<u>16,616</u>
Fund Balance at End of Year	<u>\$ 686</u>	<u>\$ 23,592</u>	<u>\$ 22,906</u>	<u>\$ 19,711</u>

CITY OF FINDLAY
POLICE PENSION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 Actual
	Revised Budget	Actual		
Revenues:				
Taxes	\$ 221,024	\$ 221,854	\$ 830	\$ 198,992
Total Revenues	221,024	221,854	830	198,992
Expenditures:				
Security of Persons and Property	3,600	3,762	(162)	3,418
Total Expenditures	3,600	3,762	(162)	3,418
Excess (Deficiency) of Revenues over Expenditures	217,424	218,092	668	195,574
Other Financing Uses:				
Operating Transfers Out	(218,254)	(218,092)	162	(195,574)
Excess (Deficiency) of Revenues over Expenditures and Other Uses	(830)	-	830	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ (830)	\$ -	\$ 830	\$ -

CITY OF FINDLAY
FIRE PENSION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999			1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	
Revenues:				
Taxes	\$ 221,024	\$ 221,854	\$ 830	\$ 198,992
Total Revenues	<u>221,024</u>	<u>221,854</u>	<u>830</u>	<u>198,992</u>
Expenditures:				
Security of Persons and Property	3,600	3,762	(162)	3,418
Total Expenditures	<u>3,600</u>	<u>3,762</u>	<u>(162)</u>	<u>3,418</u>
Excess (Deficiency) of Revenues over Expenditures	217,424	218,092	668	195,574
Other Financing Uses:				
Operating Transfers Out	(218,254)	(218,092)	162	(195,574)
Excess (Deficiency) of Revenues over Expenditures and Other Uses	(830)	-	830	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (830)</u>	<u>\$ -</u>	<u>\$ 830</u>	<u>\$ -</u>

CITY OF FINDLAY
 REVOLVING LOAN
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
 (With Comparative Actual Amounts for 1998)

	1999			
	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	1998 <u>Actual</u>
Revenues:				
Investment Earnings	\$ -	\$ 10,853	\$ 10,853	\$ 8,093
Total Revenues	<u>-</u>	<u>10,853</u>	<u>10,853</u>	<u>8,093</u>
Expenditures:				
General Government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	-	10,853	10,853	8,093
Fund Balance at Beginning of Year	<u>407,277</u>	<u>407,277</u>	<u>-</u>	<u>399,184</u>
Fund Balance at End of Year	<u>\$ 407,277</u>	<u>\$ 418,130</u>	<u>\$ 10,853</u>	<u>\$ 407,277</u>

CITY OF FINDLAY
 COURT COMPUTERIZATION
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
 (With Comparative Actual Amounts for 1998)

	1999			1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	
Revenues:				
Fines and Forfeitures	\$ 25,500	\$ 43,597	\$ 18,097	\$ 36,859
Total Revenues	<u>25,500</u>	<u>43,597</u>	<u>18,097</u>	<u>36,859</u>
Expenditures:				
General Government	60,550	11,465	49,085	18,709
Capital Outlay	<u>12,500</u>	<u>-</u>	<u>12,500</u>	<u>-</u>
Total Expenditures	<u>73,050</u>	<u>11,465</u>	<u>61,585</u>	<u>18,709</u>
Excess (Deficiency) of Revenues over Expenditures	(47,550)	32,132	79,682	18,150
Fund Balance at Beginning of Year	<u>48,998</u>	<u>48,998</u>	<u>-</u>	<u>30,848</u>
Fund Balance at End of Year	<u>\$ 1,448</u>	<u>\$ 81,130</u>	<u>\$ 79,682</u>	<u>\$ 48,998</u>

CITY OF FINDLAY
 LEGAL RESEARCH
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
 (With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 Actual
	Revised Budget	Actual		
Revenues:				
Fines and Forfeitures	\$ 4,700	\$ 10,522	\$ 5,822	\$ 8,228
Total Revenues	<u>4,700</u>	<u>10,522</u>	<u>5,822</u>	<u>8,228</u>
Expenditures:				
General Government	6,000	-	6,000	1,215
Capital Outlay	3,400	-	3,400	-
Total Expenditures	<u>9,400</u>	<u>-</u>	<u>9,400</u>	<u>1,215</u>
Excess (Deficiency) of Revenues over Expenditures	(4,700)	10,522	15,222	7,013
Fund Balance at Beginning of Year	<u>14,235</u>	<u>14,235</u>	-	<u>7,222</u>
Fund Balance at End of Year	<u>\$ 9,535</u>	<u>\$ 24,757</u>	<u>\$ 15,222</u>	<u>\$ 14,235</u>

CITY OF FINDLAY
MEDIATION SERVICES
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999			1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	
Revenues:				
Fines and Forfeitures	\$ 6,000	\$ 9,639	\$ 3,639	\$ 4,906
Total Revenues	<u>6,000</u>	<u>9,639</u>	<u>3,639</u>	<u>4,906</u>
Expenditures:				
General Government	6,000	250	5,750	-
Total Expenditures	<u>6,000</u>	<u>250</u>	<u>5,750</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	-	9,389	9,389	4,906
Fund Balance at Beginning of Year	<u>4,906</u>	<u>4,906</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 4,906</u>	<u>\$ 14,295</u>	<u>\$ 9,389</u>	<u>\$ 4,906</u>

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DEBT SERVICE FUNDS

Debt Service Funds are established to account for the accumulation of resources that support the principal and interest payments of general obligation bonds.

Western Avenue Pilot Debt Service - this Fund accounts for the monies received by the City as “payment in lieu of taxes” (PILOT) from certain property owners. These PILOTS are designated to be used for the payment of principal and interest for the general obligation Western Avenue Relocation Bonds.

Sixth Street Pilot Debt Service - this Fund accounts for the monies received by the City as “payment in lieu of taxes” (PILOT) from certain property owners. These PILOTS are designated to be used only for the payment of principal and interest for the general obligation Sixth Street Extension Bonds.

Debt Service - this Fund accounts for the general obligation bond principal and interest that is paid from governmental revenues of the City. It also accounts for the special assessment bond principal and interest payments that are provided through the special assessment levies against certain properties in the City.

CITY OF FINDLAY
DEBT SERVICE FUNDS
COMBINING BALANCE SHEET

December 31, 1999
(With Comparative Totals for December 31, 1998)

	Western Ave Pilot Debt Service	Sixth Street Pilot Debt Service	Debt Service	Totals 1999	1998
Assets:					
Cash and Cash Equivalents	\$ -	\$ 4,113	\$ 5,328	\$ 9,441	\$ 52,869
Receivables	-	-	492,933	492,933	573,398
Total Assets	<u>\$ -</u>	<u>\$ 4,113</u>	<u>\$ 498,261</u>	<u>\$ 502,374</u>	<u>\$ 626,267</u>
Liabilities:					
Deferred Revenues	-	-	425,824	425,824	496,697
Total Liabilities	<u>-</u>	<u>-</u>	<u>425,824</u>	<u>425,824</u>	<u>496,697</u>
Fund Balances:					
Reserved for Debt Service	-	4,113	72,437	76,550	129,570
Total Fund Balances	<u>-</u>	<u>4,113</u>	<u>72,437</u>	<u>76,550</u>	<u>129,570</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 4,113</u>	<u>\$ 498,261</u>	<u>\$ 502,374</u>	<u>\$ 626,267</u>

CITY OF FINDLAY
DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>Western Ave Pilot Debt Service</u>	<u>Sixth Street Pilot Debt Service</u>	<u>Debt Service</u>	<u>Totals</u>
	<u>1999</u>	<u>1999</u>	<u>1999</u>	<u>1998</u>
Revenues:				
Special Assessments	\$ -	\$ 223,718	\$ 26,376	\$ 311,907
Investment Earnings	-	-	-	2,251
Total Revenues	<u>-</u>	<u>223,718</u>	<u>26,376</u>	<u>314,158</u>
Expenditures:				
General Government	-	-	-	4,192
Debt Service:				
Principal Retirement	150,000	75,000	1,715,960	810,960
Interest	35,497	13,008	346,057	424,806
Total Expenditures	<u>185,497</u>	<u>88,008</u>	<u>2,062,017</u>	<u>1,239,958</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(185,497)</u>	<u>135,710</u>	<u>(2,035,641)</u>	<u>(925,800)</u>
Other Financing Sources (Uses):				
Operating Transfers In	185,442	50,900	1,981,508	1,101,680
Operating Transfers Out	-	(185,442)	-	(187,095)
Total Other Financing Sources, Net	<u>185,442</u>	<u>(134,542)</u>	<u>1,981,508</u>	<u>914,585</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures	(55)	1,168	(54,133)	(11,215)
Fund Balances at Beginning of Year	55	2,945	126,570	140,785
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 4,113</u>	<u>\$ 72,437</u>	<u>\$ 129,570</u>

CITY OF FINDLAY
 WESTERN AVENUE PILOT DEBT SERVICE FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
 (With Comparative Actual Amounts for 1998)

	1999			
	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>	1998 <u>Actual</u>
Revenues:				
Special Assessments	\$ 185,497	\$ -	\$ (185,497)	\$ -
Total Revenues	<u>185,497</u>	<u>-</u>	<u>(185,497)</u>	<u>-</u>
Expenditures:				
Debt Service:				
Principal Retirement	150,000	150,000	-	145,000
Interest	<u>35,497</u>	<u>35,497</u>	<u>-</u>	<u>42,095</u>
Total Expenditures	<u>185,497</u>	<u>185,497</u>	<u>-</u>	<u>187,095</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>(185,497)</u>	<u>(185,497)</u>	<u>(187,095)</u>
Other Financing Sources:				
Operating Transfers In	<u>-</u>	<u>185,442</u>	<u>185,442</u>	<u>187,095</u>
Total Other Financing Sources	<u>-</u>	<u>185,442</u>	<u>185,442</u>	<u>187,095</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures	<u>-</u>	<u>(55)</u>	<u>(55)</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>55</u>	<u>55</u>	<u>-</u>	<u>55</u>
Fund Balance at End of Year	<u>\$ 55</u>	<u>\$ -</u>	<u>\$ (55)</u>	<u>\$ 55</u>

CITY OF FINDLAY
SIXTH STREET PILOT DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>		
Revenues:				
Special Assessments	\$ 273,505	\$ 223,718	\$ (49,787)	\$ 190,029
Investment Earnings	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,251</u>
Total Revenues	<u>273,505</u>	<u>223,718</u>	<u>(49,787)</u>	<u>192,280</u>
Expenditures:				
Debt Service:				
Principal Retirement	75,000	75,000	-	70,000
Interest	<u>13,008</u>	<u>13,008</u>	<u>-</u>	<u>17,523</u>
Total Expenditures	<u>88,008</u>	<u>88,008</u>	<u>-</u>	<u>87,523</u>
Excess (Deficiency) of Revenues over Expenditures	<u>185,497</u>	<u>135,710</u>	<u>(49,787)</u>	<u>104,757</u>
Other Financing Sources (Uses):				
Operating Transfer In	-	50,900	50,900	34,700
Operating Transfers Out	<u>(185,497)</u>	<u>(185,442)</u>	<u>55</u>	<u>(187,095)</u>
Total Other Financing Sources (Use)	<u>(185,497)</u>	<u>(134,542)</u>	<u>50,955</u>	<u>(152,395)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures	-	1,168	1,168	(47,638)
Fund Balance at Beginning of Year	<u>2,945</u>	<u>2,945</u>	<u>-</u>	<u>50,583</u>
Fund Balance at End of Year	<u>\$ 2,945</u>	<u>\$ 4,113</u>	<u>\$ 1,168</u>	<u>\$ 2,945</u>

CITY OF FINDLAY
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Actual Amounts for 1998)

	1999		Variance Favorable (Unfavorable)	1998 <u>Actual</u>
	<u>Revised Budget</u>	<u>Actual</u>		
Revenues:				
Special Assessments	\$ -	\$ 26,376	\$ 26,376	\$ 121,878
Total Revenues	<u>-</u>	<u>26,376</u>	<u>26,376</u>	<u>121,878</u>
Expenditures:				
General Government	-	-	-	4,192
Debt Service:				
Principal Retirement	1,660,000	1,715,960	(55,960)	595,960
Interest	<u>321,509</u>	<u>346,057</u>	<u>(24,548)</u>	<u>365,188</u>
Total Expenditures	<u>1,981,509</u>	<u>2,062,017</u>	<u>(80,508)</u>	<u>965,340</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,981,509)</u>	<u>(2,035,641)</u>	<u>(54,132)</u>	<u>(843,462)</u>
Other Financing Sources (Uses):				
Operating Transfers In	<u>926,509</u>	<u>1,981,508</u>	<u>1,054,999</u>	<u>879,885</u>
Total Other Financing Sources, Net	<u>926,509</u>	<u>1,981,508</u>	<u>1,054,999</u>	<u>879,885</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures	(1,055,000)	(54,133)	1,000,867	36,423
Fund Balance at Beginning of Year	<u>126,570</u>	<u>126,570</u>	<u>-</u>	<u>90,147</u>
Fund Balance at End of Year	<u>\$ (928,430)</u>	<u>\$ 72,437</u>	<u>\$ 1,000,867</u>	<u>\$ 126,570</u>

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CAPITAL PROJECTS FUNDS

Capital Project Funds are established to account for the revenues and expenditures necessary in the acquisition or construction of major capital assets.

Municipal Court Improvements - this Fund receives the additional court cost levied on traffic and criminal cases through the City's Municipal Court. Revenues are used exclusively for Court capital improvements and related equipment purchases.

Capital Improvement Projects - this Fund accounts for major construction projects. Financing sources can include debt proceeds, grants, private contributions, and City capital improvement dollars.

CITY OF FINDLAY
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET

December 31, 1999
(With Comparative Totals for December 31, 1998)

	Municipal Court <u>Improvement</u>	Capital Improvement <u>Projects</u>	<u>Totals</u>	
			<u>1999</u>	<u>1998</u>
Assets:				
Cash and Cash Equivalents	\$ 349,347	\$ -	\$ 349,347	\$ 267,466
 Total Assets	 <u>\$ 349,347</u>	 <u>\$ -</u>	 <u>\$ 349,347</u>	 <u>\$ 267,466</u>
Liabilities:				
Notes Payable	\$ -	\$ -	\$ -	\$ -
 Total Liabilities	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>
Fund Balances (Deficit):				
Reserved for Encumbrances	-	-	-	-
Unreserved-Designated for Subsequent Years' Expenditu	349,347	-	349,347	267,466
 Total Fund Balance (Deficit)	 <u>349,347</u>	 <u>-</u>	 <u>349,347</u>	 <u>267,466</u>
 Total Liabilities and Fund Balar	 <u>\$ 349,347</u>	 <u>\$ -</u>	 <u>\$ 349,347</u>	 <u>\$ 267,466</u>

CITY OF FINDLAY
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	Municipal Cour Improvement	Capital Improvement Projects	Totals	
			1999	1998
Revenues:				
Intergovernmental	28,125	-	28,125	-
Investment Earnings	-	40,767	40,767	-
Fines and Forfeitures	89,032	-	89,032	81,674
Total Revenues	117,157	40,767	157,924	81,674
Expenditures:				
Current:				
General Government	770	-	770	64,417
Capital Outlay	-	7,573	7,573	186,381
Debt Service:				
Interest	-	-	-	15,743
Total Expenditures	770	7,573	8,343	266,541
Excess (Deficiency) of Revenues over Expenditures	116,387	33,194	149,581	(184,867)
Other Financing Sources (Uses):				
Operating Transfers In	-	-	-	20,780
Operating Transfers Out	(61,000)	(6,700)	(67,700)	(10,063)
Proceeds from Debt Issuance	-	-	-	255,000
Total Other Financing Sources	(61,000)	(6,700)	(67,700)	265,717
Excess (Deficiency) of Revenues and Other Sources over Expenditures	55,387	26,494	81,881	80,850
Fund Balance at Beginning of Year	293,960	(26,494)	267,466	186,616
Fund Balance (Deficit) at End of Year	\$ 349,347	\$ -	\$ 349,347	\$ 267,466

CITY OF FINDLAY
MUNICIPAL COURT IMPROVEMENT FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	1999			
	Revised		Variance	
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)	1998 <u>Actual</u>
Revenues:				
Intergovernmental	\$ -	\$ 28,125	\$ (28,125)	\$ -
Fines and Forfeitures	<u>65,000</u>	<u>89,032</u>	<u>(24,032)</u>	<u>81,674</u>
 Total Revenues	 <u>65,000</u>	 <u>117,157</u>	 <u>(52,157)</u>	 <u>81,674</u>
Expenditures:				
Current:				
General Government	124,900	770	124,130	64,417
Capital Outlay	<u>14,100</u>	<u>-</u>	<u>14,100</u>	<u>-</u>
 Total Expenditures	 <u>139,000</u>	 <u>770</u>	 <u>138,230</u>	 <u>64,417</u>
 Excess (Deficiency) of Revenues over Expenditures	 (74,000)	 116,387	 190,387	 17,257
Other Financing Uses:				
Operating Transfers Out	<u>(61,000)</u>	<u>(61,000)</u>	<u>-</u>	<u>-</u>
 Excess (Deficiency) of Revenues & Other Sources over Expenditures	 (135,000)	 55,387	 190,387	 -
 Fund Balance at Beginning of Year	 <u>293,960</u>	 <u>293,960</u>	 <u>-</u>	 <u>276,703</u>
 Fund Balance (Deficit) at End of Year	 <u>\$ 158,960</u>	 <u>\$ 349,347</u>	 <u>\$ 190,387</u>	 <u>\$ 293,960</u>

CITY OF FINDLAY
 CAPITAL IMPROVEMENT PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL

Year Ended December 31, 1999
 (With Comparative Totals for December 31, 1998)

	1999			
	Revised		Variance	
	<u>Budget</u>	<u>Actual</u>	Favorable	1998
			(Unfavorable)	<u>Actual</u>
Revenues:				
Investment Earnings	\$ -	\$ 40,767	\$ 40,767	\$ -
Total Revenues	<u>-</u>	<u>40,767</u>	<u>40,767</u>	<u>-</u>
Expenditures:				
Capital Outlay	-	7,573	(7,573)	186,381
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,743</u>
Total Expenditures	<u>-</u>	<u>7,573</u>	<u>(7,573)</u>	<u>202,124</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>33,194</u>	<u>33,194</u>	<u>(202,124)</u>
Other Financing Sources (Uses):				
Operating Transfers In	-	-	-	20,780
Operating Transfers Out	(6,700)	(6,700)	-	(10,063)
Proceeds from Debt Issuance	<u>-</u>	<u>-</u>	<u>-</u>	<u>255,000</u>
Total Other Financing Sources (Uses), Net	<u>(6,700)</u>	<u>(6,700)</u>	<u>-</u>	<u>265,717</u>
Excess (Deficiency) of Revenues and Other sources over Expenditures and Other Uses	(6,700)	26,494	33,194	63,593
Fund Balance at Beginning of Year	<u>(26,494)</u>	<u>(26,494)</u>	<u>-</u>	<u>(90,087)</u>
Fund Balance (Deficit) at End of Year	<u>\$ (33,194)</u>	<u>\$ -</u>	<u>\$ 33,194</u>	<u>\$ (26,494)</u>

ENTERPRISE FUNDS

Enterprise Funds are established to account for operations where the intention is to finance such operations primarily through user charges. By state statute, Enterprise Funds cannot be profit making operations to the extent of benefiting other operations of the City.

The City has five Enterprise Funds, which are described below.

Water - this Fund accounts for the operations of the City's water utility. Revenues are from user customers, based on the rates set by the Service-Safety Director. Major construction and renovation projects are accounted for and financed in this fund.

Water Pollution Control - this Fund accounts for the operation of the City's sewer utility. Revenues are from user charges, based on rates set by City Council. Major construction and renovation projects are accounted for and financed in this fund.

Swimming Pool - this Fund accounts for the operation of the swimming pool complex at Riverside Park. These rates are set by the Service-Safety Director and the Parks & Recreation Board.

Parking Facilities - this Fund accounts for the operation of the Parking Department, which includes maintenance and rental of lots, collection of meter and fine revenue, and the monitoring of all on-street and off-street parking zones.

Airport - this Fund accounts for the operations of the City's Airport facility including hangar rentals, fuel sales, runway maintenance, and other operations of the airport.

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CITY OF FINDLAY
ENTERPRISE FUNDS
COMBINING BALANCE SHEET

December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>Water</u>	<u>Water Pollution Control</u>
Assets:		
Current Assets:		
Cash and Cash Equivalents	\$ 2,820,142	\$ 1,771,878
Investments	433,797	479,898
Receivables, Net of Allowance for Uncollectibles	1,055,231	212,177
Due from Other Governments	271,670	-
Due from Other Fund	-	222,813
Supplies Inventory, at cost	300,794	7,692
Prepaid Expenses and Deposits	31,865	25,680
Accrued Interest Receivable	119,898	47,472
Total Current Assets	<u>5,033,397</u>	<u>2,767,610</u>
Restricted Assets:		
Cash and Cash Equivalents	652,365	2,997,885
Investments	1,978,119	-
Deferred Bond Costs	399,151	237,705
Total Restricted Assets	<u>3,029,635</u>	<u>3,235,590</u>
Property, Plant, and Equipment:		
Land	909,231	112,836
Buildings	-	-
Utility Plant in Service	24,705,462	16,864,726
Utility Lines in Service	22,240,663	28,411,626
Improvements Other than Buildings	1,135,336	-
Machinery and Equipment	3,776,926	4,415,598
Construction in Progress	1,228,671	1,585,352
Total Property, Plant, and Equipment	53,996,289	51,390,138
Less Accumulated Depreciation	<u>13,367,694</u>	<u>14,229,168</u>
Net Property, Plant, and Equipment	40,628,595	37,160,970
Total Assets	<u>\$ 48,691,627</u>	<u>\$ 43,164,170</u>
Liabilities and Fund Equity:		
Current Liabilities:		
Accounts Payable and Accruals	\$ 777,159	\$ 671,186
Due to Other Fund	222,813	-
Notes Payable, Current Portion	3,963	-
Current Portion of Long-Term Debt	1,375,000	916,110
Total Current Liabilities	<u>2,378,935</u>	<u>1,587,296</u>
Long-Term Liabilities:		
Notes Payable	4,761	-
Bonds Payable	21,295,002	16,103,275
Less Deferred Amount of Refunding	558,238	-
Net Bonds and Notes Payable	<u>20,741,525</u>	<u>16,103,275</u>
Total Liabilities	<u>23,120,460</u>	<u>17,690,571</u>
Fund Equity:		
Contributed Capital	10,355,196	18,562,549
Retained Earnings (Deficit):		
Reserved for Debt Service	295,288	857,993
Reserved for Capital Improvements	356,962	1,392,508
Unreserved	14,563,721	4,660,549
Total Retained Earnings (Deficit)	<u>15,215,971</u>	<u>6,911,050</u>
Total Fund Equity	<u>25,571,167</u>	<u>25,473,599</u>
Total Liabilities and Fund Equity	<u>\$ 48,691,627</u>	<u>\$ 43,164,170</u>

	<u>Swimming Pool</u>	<u>Parking Facilities</u>	<u>Airport</u>	<u>Totals</u>	
				<u>1999</u>	<u>1998</u>
\$	21,088	\$ 156,553	\$ 294,350	\$ 5,064,011	\$ 7,677,051
	-	-	-	913,695	1,865,790
	-	-	67,825	1,335,233	1,267,341
	-	-	-	271,670	119,834
	-	-	-	222,813	210,769
	-	-	28,050	336,536	327,670
	247	1,215	10,859	69,866	61,823
	-	-	-	167,370	143,045
	<u>21,335</u>	<u>157,768</u>	<u>401,084</u>	<u>8,381,194</u>	<u>11,673,323</u>
	-	-	24,870	3,675,120	3,345,629
	-	-	-	1,978,119	1,978,617
	-	-	7,697	644,553	696,154
	-	-	32,567	6,297,792	6,020,400
	1,631	94,331	1,811,000	2,929,029	2,929,029
	-	-	1,613,427	1,613,427	1,614,110
	-	-	-	41,570,188	41,570,188
	-	-	-	50,652,289	47,731,619
	901,842	222,132	2,861,525	5,120,835	3,803,960
	55,470	31,658	560,756	8,840,408	8,947,694
	-	-	767,920	3,581,943	1,548,343
	958,943	348,121	7,614,628	114,308,119	108,144,943
	361,642	149,258	1,500,072	29,607,834	27,659,769
	597,301	198,863	6,114,556	84,700,285	80,485,174
\$	<u>618,636</u>	<u>\$ 356,631</u>	<u>\$ 6,548,207</u>	<u>\$ 99,379,271</u>	<u>\$ 98,178,897</u>
\$	2,571	\$ 7,063	\$ 61,567	\$ 1,519,546	\$ 1,372,425
	-	-	-	222,813	210,769
	-	-	-	3,963	995,000
	-	-	25,000	2,316,110	2,217,121
	<u>2,571</u>	<u>7,063</u>	<u>86,567</u>	<u>4,062,432</u>	<u>4,795,315</u>
	-	-	-	4,761	-
	-	-	435,000	37,833,277	40,149,387
	-	-	-	558,238	615,008
	-	-	435,000	37,279,800	39,534,379
	<u>2,571</u>	<u>7,063</u>	<u>521,567</u>	<u>41,342,232</u>	<u>44,329,694</u>
	934,382	312,124	2,665,299	32,829,550	30,298,748
	-	-	25,452	1,178,733	1,178,733
	-	-	-	1,749,470	1,150,497
	(318,317)	37,444	3,335,889	22,279,286	21,221,225
	(318,317)	37,444	3,361,341	25,207,489	23,550,455
	616,065	349,568	6,026,640	58,037,039	53,849,203
\$	<u>618,636</u>	<u>\$ 356,631</u>	<u>\$ 6,548,207</u>	<u>\$ 99,379,271</u>	<u>\$ 98,178,897</u>

CITY OF FINDLAY
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>Water</u>	<u>Water Pollution Control</u>
Operating Revenues:		
Charges for Services	\$ 6,321,707	\$ 4,748,818
Other Operating Revenues	<u>59,586</u>	<u>353,306</u>
Total Operating Revenues	<u>6,381,293</u>	<u>5,102,124</u>
Operating Expenses:		
Personal Services	1,803,049	1,227,771
Contractual Services	172,767	109,212
Materials and Supplies	795,423	226,246
Utilities	235,971	300,627
Depreciation	940,699	859,911
Benefit Payments	452,962	311,038
Other Operating Expenses	<u>107,499</u>	<u>69,638</u>
Total Operating Expenses	<u>4,508,370</u>	<u>3,104,443</u>
Operating Income (Loss)	<u>1,872,923</u>	<u>1,997,681</u>
Non-Operating Revenues (Expenses):		
Interest Income	319,519	279,718
Interest Expense including Amortization of Deferred Bond Costs	(1,287,393)	(991,244)
Net Increase (Decrease) in Fair Value of Investments	(15,728)	(17,694)
Other Non-Operating Revenues	61,411	105
Other Non-Operating Expenses	<u>-</u>	<u>(320,038)</u>
Total Non-Operating Revenues (Expenses), Net	<u>(922,191)</u>	<u>(1,049,153)</u>
Income (Loss) Before Operating Transfers	950,732	948,528
Operating Transfers In	223,644	176,912
Operating Transfers Out	<u>(102,944)</u>	<u>(313,382)</u>
Net Income (Loss)	<u>1,071,432</u>	<u>812,058</u>
Retained Earnings (Deficit) at Beginning of Year, as		
Previously Stated	-	-
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>-</u>
Retained Earnings (Deficit) at Beginning of Year, as Rest	<u>14,144,539</u>	<u>6,098,992</u>
Retained Earnings (Deficit) at End of Year	<u>\$ 15,215,971</u>	<u>\$ 6,911,050</u>

<u>Swimming Pool</u>	<u>Parking Facilities</u>	<u>Airport</u>	<u>Totals</u>	
			<u>1999</u>	<u>1998</u>
\$ 44,187	\$ 105,213	\$ 19,070	\$ 11,238,995	\$ 10,853,434
<u>2,806</u>	<u>230</u>	<u>736,905</u>	<u>1,152,833</u>	<u>977,448</u>
<u>46,993</u>	<u>105,443</u>	<u>755,975</u>	<u>12,391,828</u>	<u>11,830,882</u>
49,788	56,500	189,389	3,326,497	3,174,002
265	6	205,417	487,667	381,085
22,773	1,525	354,276	1,400,243	1,235,395
3,711	366	17,631	558,306	577,550
19,095	14,198	274,921	2,108,824	2,086,236
8,897	16,117	50,091	839,105	839,888
<u>1,142</u>	<u>2,959</u>	<u>83,999</u>	<u>265,237</u>	<u>241,609</u>
<u>105,671</u>	<u>91,671</u>	<u>1,175,724</u>	<u>8,985,879</u>	<u>8,535,765</u>
<u>(58,678)</u>	<u>13,772</u>	<u>(419,749)</u>	<u>3,405,949</u>	<u>3,295,117</u>
-	-	-	599,237	750,923
-	-	(25,938)	(2,304,575)	(2,244,633)
-	-	-	(33,422)	2,261
-	-	910,733	972,249	129,909
<u>-</u>	<u>-</u>	<u>(756,591)</u>	<u>(1,076,629)</u>	<u>(365,036)</u>
<u>-</u>	<u>-</u>	<u>128,204</u>	<u>(1,843,140)</u>	<u>(1,726,576)</u>
(58,678)	13,772	(291,545)	1,562,809	1,568,541
50,000	-	64,750	515,306	631,944
<u>-</u>	<u>-</u>	<u>(4,755)</u>	<u>(421,081)</u>	<u>(549,812)</u>
<u>(8,678)</u>	<u>13,772</u>	<u>(231,550)</u>	<u>1,657,034</u>	<u>1,650,673</u>
-	-	-	-	21,904,348
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,566)</u>
<u>(309,639)</u>	<u>23,672</u>	<u>3,592,891</u>	<u>23,550,455</u>	<u>21,899,782</u>
<u>\$ (318,317)</u>	<u>\$ 37,444</u>	<u>\$ 3,361,341</u>	<u>\$ 25,207,489</u>	<u>\$ 23,550,455</u>

CITY OF FINDLAY
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>Water</u>	<u>Water Pollution Control</u>
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ 1,872,923	\$ 1,997,681
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	940,699	859,911
Change in Assets and Liabilities:		
Decrease (Increase) in Receivables	(190,769)	(8,879)
Increase in Due from Other Fund	-	(12,044)
Decrease (Increase) in Supplies Inventory	4,284	(2,190)
Decrease (Increase) in Prepaid Expenses	(3,810)	(3,680)
Decrease (Increase) in Accrued Interest Receivable	(38,386)	14,061
Increase (Decrease) in Accounts Payable	127,362	5,967
Increase in Due to Other Fund	12,044	-
Other Non-Operating Revenues	61,411	105
Other Non-Operating Expenses	-	(320,038)
Total Adjustments	<u>912,835</u>	<u>533,213</u>
Net Cash Provided by (Used for) Operating Activities	<u>2,785,758</u>	<u>2,530,894</u>
Cash Flows from Non-Capital Financing Activities:		
Operating Transfers from Other Funds	223,644	176,912
Operating Transfers to Other Funds	(102,944)	(313,382)
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>120,700</u>	<u>(136,470)</u>
Cash Flows from Capital and Related Financing Activities:		
Acquisition and Construction of Capital Assets	(3,435,112)	(2,015,793)
Proceeds from Bond Issuance	-	-
Issuance of Note Payable	8,724	-
Principal Paid on Note Payable	-	(995,000)
Principal Paid on Bonds	(1,320,000)	(872,123)
Interest Paid on Bonds	(1,214,683)	(965,733)
Bond Issuance Costs	-	-
Capital Contributed	<u>644,127</u>	<u>933,021</u>
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(5,316,944)</u>	<u>(3,915,628)</u>
Cash Flows from Investing Activities:		
Purchases of Investment Securities	(2,443,372)	(515,286)
Sales of Investment Securities	2,784,464	1,059,943
Earnings on Investments	<u>319,519</u>	<u>279,718</u>
Net Cash Provided by (Used for) Investing Activities	<u>660,611</u>	<u>824,375</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,749,875)	(696,829)
Cash and Cash Equivalents at Beginning of Year	<u>5,222,382</u>	<u>5,466,592</u>
Cash and Cash Equivalents at End of Year	<u>\$ 3,472,507</u>	<u>\$ 4,769,763</u>
Supplemental Disclosure of Cash Flow Information:		
Non-Cash Capital and Related Financing and Investing Activities:		
Equipment Received in Exchange for a Like-Kind Asset	<u>\$ 122,721</u>	<u>\$ -</u>

Swimming Pool	Parking Facilities	Airport	Totals	
			1999	1998
\$ (58,678)	\$ 13,772	\$ (419,749)	\$ 3,405,949	\$ 3,295,117
19,095	14,198	274,921	2,108,824	2,086,236
-	-	(20,080)	(219,728)	(220,002)
-	-	-	(12,044)	(20,430)
-	-	(10,960)	(8,866)	(18,381)
(2)	(142)	(409)	(8,043)	390
-	-	-	(24,325)	298,204
1,558	(239)	12,473	147,121	21,320
-	-	-	12,044	20,430
-	-	910,733	972,249	129,909
-	-	(756,591)	(1,076,629)	(365,036)
20,651	13,817	410,087	1,890,603	1,932,640
(38,027)	27,589	(9,662)	5,296,552	5,227,757
50,000	-	64,750	515,306	631,944
-	-	(4,755)	(421,081)	(549,812)
50,000	-	59,995	94,225	82,132
(6,005)	-	(822,870)	(6,279,780)	(3,397,898)
-	-	-	-	3,565,000
-	-	-	8,724	995,000
-	-	-	(995,000)	-
-	-	(25,000)	(2,217,123)	(2,083,316)
-	-	(26,519)	(2,206,935)	(2,172,489)
-	-	-	-	(66,613)
-	-	953,654	2,530,802	1,396,607
(6,005)	-	79,265	(9,159,312)	(1,763,709)
-	-	-	(2,958,658)	(3,844,407)
-	-	-	3,844,407	4,513,527
-	-	-	599,237	746,357
-	-	-	1,484,986	1,415,477
5,968	27,589	129,598	(2,283,549)	4,961,657
15,120	128,964	189,622	11,022,680	6,061,023
\$ 21,088	\$ 156,553	\$ 319,220	\$ 8,739,131	\$ 11,022,680
\$ -	\$ -	\$ -	\$ 122,721	\$ 118,365

CITY OF FINDLAY
WATER FUND
BALANCE SHEET

Exhibit E-4

December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Assets:		
Current Assets:		
Cash and Cash Equivalents	\$ 2,820,142	\$ 4,591,638
Investments	433,797	805,847
Receivables, Net of Allowance for Uncollectibles	1,055,231	1,016,298
Due from Other Governments	271,670	119,834
Supplies Inventory, at cost	300,794	305,078
Prepaid Expenses	31,865	28,055
Accrued Interest Receivable	<u>119,898</u>	<u>81,512</u>
Total Current Assets	<u>5,033,397</u>	<u>6,948,262</u>
Restricted Assets:		
Cash and Cash Equivalents	652,365	630,744
Investments	1,978,119	1,978,617
Deferred Bond Costs	<u>399,151</u>	<u>433,684</u>
Total Restricted Assets	<u>3,029,635</u>	<u>3,043,045</u>
Property, Plant, and Equipment:		
Land	909,231	909,231
Utility Plant in Service	24,705,462	24,705,462
Utility Lines in Service	22,240,663	20,250,966
Improvements Other than Buildings	1,135,336	-
Machinery and Equipment	3,776,926	3,881,112
Construction in Progress	<u>1,228,671</u>	<u>910,327</u>
Total Property, Plant, and Equipment	53,996,289	50,657,098
Less Accumulated Depreciation	<u>13,367,694</u>	<u>12,557,239</u>
Net Property, Plant, and Equipment	<u>40,628,595</u>	<u>38,099,859</u>
Total Assets	<u>\$ 48,691,627</u>	<u>\$ 48,091,166</u>
Liabilities and Fund Equity:		
Current Liabilities:		
Accounts Payable and Accruals	\$ 777,159	\$ 649,797
Due to Other Fund	222,813	210,769
Notes Payable, Current Portion	3,963	
Current Portion of Long-Term Debt	<u>1,375,000</u>	<u>1,320,000</u>
Total Current Liabilities	<u>2,378,935</u>	<u>2,180,566</u>
Long-Term Liabilities:		
Notes Payable	4,761	-
Bonds Payable	21,295,002	22,670,000
Less Deferred Amount on Refunding	<u>558,238</u>	<u>615,008</u>
Net Bonds and Notes Payable	<u>20,741,525</u>	<u>22,054,992</u>
Total Liabilities	<u>23,120,460</u>	<u>24,235,558</u>
Fund Equity:		
Contributed Capital	10,355,196	9,711,069
Retained Earnings:		
Reserved for Debt Service	295,288	295,288
Reserved for Capital Improvements	356,962	278,901
Unreserved	<u>14,563,721</u>	<u>13,570,350</u>
Total Fund Equity	<u>25,571,167</u>	<u>23,855,608</u>
Total Liabilities and Fund Equity	<u>\$ 48,691,627</u>	<u>\$ 48,091,166</u>

CITY OF FINDLAY
WATER FUND
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS

Year ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Operating Revenues:		
Charges for Services	\$ 6,321,707	\$ 6,048,477
Other Operating Revenues	<u>59,586</u>	<u>186,358</u>
Total Operating Revenues	<u>6,381,293</u>	<u>6,234,835</u>
Operating Expenses:		
Personal Services	1,803,049	1,702,094
Contractual Services	172,767	163,752
Materials and Supplies	795,423	637,434
Utilities	235,971	264,380
Depreciation	940,699	907,116
Benefit Payments	452,962	445,258
Other Operating Expenses	<u>107,499</u>	<u>101,608</u>
Total Operating Expenses	<u>4,508,370</u>	<u>4,221,642</u>
Operating Income (Loss)	<u>1,872,923</u>	<u>2,013,193</u>
Non-Operating Revenues (Expenses):		
Interest Income	319,519	347,527
Interest Expense including Amortization of Deferred Bond Costs	(1,287,393)	(1,232,822)
Net Increase (Decrease) in Fair Value of Investme	(15,728)	976
Other Non-Operating Revenues	61,411	23,397
Other Non-Operating Expenses	<u>-</u>	<u>(239,505)</u>
Total Non-Operating Expenses, Net	<u>(922,191)</u>	<u>(1,100,427)</u>
Income (Loss) Before Operating Transfers	950,732	912,766
Operating Transfers In	223,644	422,632
Operating Transfers Out	<u>(102,944)</u>	<u>(155,073)</u>
Net Income	<u>1,071,432</u>	<u>1,180,325</u>
Retained Earnings at Beginning of Year, as		
Previously Stated	-	12,966,649
Cumulative Effect of Change in Accounting Principi	<u>-</u>	<u>(2,435)</u>
Retained Earnings at Beginning of Year, as Restate	<u>14,144,539</u>	<u>12,964,214</u>
Retained Earnings at End of Year	<u>\$ 15,215,971</u>	<u>\$ 14,144,539</u>

CITY OF FINDLAY
WATER FUND
STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ 1,872,923	\$ 2,013,193
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	940,699	907,116
Change in Assets and Liabilities:		
Decrease (Increase) in Receivables	(190,769)	(201,196)
Decrease (Increase) in Supplies Inventory	4,284	(30,723)
Decrease (Increase) in Prepaid Expenses	(3,810)	(1,676)
Decrease (Increase) in Accrued Interest Receivable	(38,386)	(46,399)
Increase (Decrease) in Accounts Payable	127,362	49,029
Increase in Due to Other Fund	12,044	20,430
Other Non-Operating Revenues	61,411	23,397
Other Non-Operating Expenses	-	(239,505)
Total Adjustments	<u>912,835</u>	<u>480,473</u>
Net Cash Provided by (Used for) Operating Activities	<u>2,785,758</u>	<u>2,493,666</u>
Cash Flows from Non-Capital Financing Activities:		
Operating Transfers from Other Funds	223,644	422,632
Operating Transfers to Other Funds	(102,944)	(155,073)
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>120,700</u>	<u>267,559</u>
Cash Flows from Capital and Related Financing Activities:		
Acquisition and Construction of Capital Assets	(3,435,112)	(1,983,755)
Principal Paid on Bonds	(1,320,000)	(1,255,000)
Interest Paid on Bonds	(1,214,683)	(1,143,665)
Proceeds from Bond Issuance	-	3,565,000
Bond Issuance Costs	-	(66,613)
Issuance of Note Payable	8,724	-
Capital Contributed	<u>644,127</u>	<u>719,650</u>
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(5,316,944)</u>	<u>(164,383)</u>
Cash Flows from Investing Activities:		
Purchases of Investment Securities	(2,443,372)	(2,784,464)
Sales of Investment Securities	2,784,464	3,330,040
Earnings on Investments	<u>319,519</u>	<u>345,092</u>
Net Cash Provided by (Used for) Investing Activities	<u>660,611</u>	<u>890,668</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,749,875)	3,487,510
Cash and Cash Equivalents at Beginning of Year	<u>5,222,382</u>	<u>1,734,872</u>
Cash and Cash Equivalents at End of Year	<u>\$ 3,472,507</u>	<u>\$ 5,222,382</u>
Supplemental Disclosure of Cash Flow Information:		
Non-Cash Capital and Related Financing and Investing Activities:		
Equipment Received in Exchange for a Like-Kind Asset	<u>\$ 122,721</u>	<u>\$ 118,635</u>

CITY OF FINDLAY
WATER POLLUTION CONTROL FUND
BALANCE SHEET

Exhibit E-7

December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Assets:		
Current Assets:		
Cash and Cash Equivalents	\$ 1,771,878	\$ 2,777,159
Investments	479,898	1,059,943
Receivables, Net of Allowance for Uncollectibles	212,177	203,298
Due from Other Fund	222,813	210,769
Supplies Inventory, at cost	7,692	5,502
Prepaid Expenses and Deposits	25,680	22,000
Accrued Interest Receivable	<u>47,472</u>	<u>61,533</u>
Total Current Assets	<u>2,767,610</u>	<u>4,340,204</u>
Restricted Assets:		
Cash and Cash Equivalents	2,997,885	2,689,433
Deferred Bond Costs	<u>237,705</u>	<u>254,158</u>
Total Restricted Assets	<u>3,235,590</u>	<u>2,943,591</u>
Property, Plant, and Equipment:		
Land	112,836	112,836
Utility Plant in Service	16,864,726	16,864,726
Utility Lines in Service	28,411,626	27,480,653
Machinery and Equipment	4,415,598	4,430,826
Construction in Progress	<u>1,585,352</u>	<u>505,084</u>
Total Property, Plant, and Equipment	51,390,138	49,394,125
Less Accumulated Depreciation	<u>14,229,168</u>	<u>13,397,673</u>
Net Property, Plant, and Equipment	<u>37,160,970</u>	<u>35,996,452</u>
Total Assets	<u>\$ 43,164,170</u>	<u>\$ 43,280,247</u>
Liabilities and Fund Equity:		
Current Liabilities:		
Accounts Payable and Accruals	\$ 671,186	\$ 665,219
Notes Payable	-	995,000
Current Portion of Long-Term Debt	<u>916,110</u>	<u>872,121</u>
Total Current Liabilities	<u>1,587,296</u>	<u>2,532,340</u>
Long-Term Liabilities:		
Bonds Payable	<u>16,103,275</u>	<u>17,019,387</u>
Total Liabilities	<u>17,690,571</u>	<u>19,551,727</u>
Fund Equity:		
Contributed Capital	18,562,549	17,629,528
Retained Earnings:		
Reserved for Debt Service	857,993	857,993
Reserved for Capital Improvements	1,392,508	871,596
Unreserved	<u>4,660,549</u>	<u>4,369,403</u>
Total Fund Equity	<u>25,473,599</u>	<u>23,728,520</u>
Total Liabilities and Fund Equity	<u>\$ 43,164,170</u>	<u>\$ 43,280,247</u>

CITY OF FINDLAY
 WATER POLLUTION CONTROL FUND
 STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN RETAINED EARNINGS

Year ended December 31, 1999
 (With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Operating Revenues:		
Charges for Services	\$ 4,748,818	\$ 4,598,757
Other Operating Revenues	<u>353,306</u>	<u>65,093</u>
Total Operating Revenues	<u>5,102,124</u>	<u>4,663,850</u>
Operating Expenses:		
Personal Services	1,227,771	1,187,727
Contractual Services	109,212	195,501
Materials and Supplies	226,246	222,771
Utilities	300,627	292,296
Depreciation	859,911	881,377
Benefit Payments	311,038	318,302
Other Operating Expenses	<u>69,638</u>	<u>63,033</u>
Total Operating Expenses	<u>3,104,443</u>	<u>3,161,007</u>
Operating Income (Loss)	<u>1,997,681</u>	<u>1,502,843</u>
Non-Operating Revenues (Expenses):		
Interest Income	279,718	403,396
Interest Expense including Amortization of Deferred Bond Costs	(991,244)	(984,742)
Net Increase (Decrease) in Fair Value of Investments	(17,694)	1,285
Other Non-Operating Revenues	105	648
Other Non-Operating Expenses	<u>(320,038)</u>	<u>(125,531)</u>
Total Non-Operating Revenues (Expenses), Net	<u>(1,049,153)</u>	<u>(704,944)</u>
Income (Loss) Before Operating Transfers	948,528	797,899
Operating Transfers In	176,912	182,712
Operating Transfers Out	<u>(313,382)</u>	<u>(393,189)</u>
Net Income (Loss)	<u>812,058</u>	<u>587,422</u>
Retained Earnings (Deficit) at Beginning of Year, as		
Previously Stated	-	5,513,701
Cumulative Effect of Change in Accounting Principle	<u>-</u>	<u>(2,131)</u>
Retained Earnings (Deficit) at Beginning of Year, as Re	<u>6,098,992</u>	<u>5,511,570</u>
Retained Earnings (Deficit) at End of Year	<u>\$ 6,911,050</u>	<u>\$ 6,098,992</u>

CITY OF FINDLAY
WATER POLLUTION CONTROL FUND
STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ 1,997,681	\$ 1,502,843
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	859,911	881,377
Change in Assets and Liabilities:		
Decrease (Increase) in Receivables	(8,879)	(30,332)
Increase in Due from Other Fund	(12,044)	(20,430)
Decrease (Increase) in Supplies Inventory	(2,190)	1,531
Decrease (Increase) in Prepaid Expenses	(3,680)	2,452
Decrease (Increase) in Accrued Interest Receivable	14,061	344,603
Increase (Decrease) in Accounts Payable	5,967	(21,504)
Other Non-Operating Revenues	105	648
Other Non-Operating Expenses	(320,038)	(125,531)
Total Adjustments	<u>533,213</u>	<u>1,032,814</u>
Net Cash Provided by (Used for) Operating Activities	<u>2,530,894</u>	<u>2,535,657</u>
Cash Flows from Non-Capital Financing Activities:		
Operating Transfers from Other Funds	176,912	182,712
Operating Transfers to Other Funds	(313,382)	(393,189)
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>(136,470)</u>	<u>(210,477)</u>
Cash Flows from Capital and Related Financing Activities:		
Acquisition and Construction of Capital Assets	(2,015,793)	(1,274,640)
Issuance of Note Payable	-	995,000
Principal Paid on Note Payable	(995,000)	-
Principal Paid on Bonds	(872,123)	(803,316)
Interest Paid on Bonds	(965,733)	(1,001,205)
Capital Contributed	<u>933,021</u>	<u>673,194</u>
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(3,915,628)</u>	<u>(1,410,967)</u>
Cash Flows from Investing Activities:		
Purchases of Investment Securities	(515,286)	(1,059,943)
Sale of Investment Securities	1,059,943	1,183,487
Earnings on Investments	<u>279,718</u>	<u>401,265</u>
Net Cash Provided by (Used for) Investing Activities	<u>824,375</u>	<u>524,809</u>
Net Increase in Cash and Cash Equivalents	(696,829)	1,439,022
Cash and Cash Equivalents at Beginning of Year	<u>5,466,592</u>	<u>4,027,570</u>
Cash and Cash Equivalents at End of Year	<u>\$ 4,769,763</u>	<u>\$ 5,466,592</u>

CITY OF FINDLAY
SWIMMING POOL FUND
BALANCE SHEET

December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Assets:		
Current Assets:		
Cash and Cash Equivalents	\$ 21,088	\$ 15,120
Prepaid Expenses	<u>247</u>	<u>245</u>
Total Current Assets	<u>21,335</u>	<u>15,365</u>
Property, Plant, and Equipment:		
Land	1,631	1,631
Improvements Other than Buildings	901,842	901,842
Machinery and Equipment	<u>55,470</u>	<u>49,687</u>
Total Property, Plant, and Equipment	958,943	953,160
Less Accumulated Depreciation	<u>361,642</u>	<u>342,769</u>
Net Property, Plant, and Equipment	<u>597,301</u>	<u>610,391</u>
Total Assets	<u>\$ 618,636</u>	<u>\$ 625,756</u>
Liabilities and Fund Equity:		
Liabilities:		
Accounts Payable and Accruals	<u>\$ 2,571</u>	<u>\$ 1,013</u>
Total Liabilities	<u>2,571</u>	<u>1,013</u>
Fund Equity:		
Contributed Capital	934,382	934,382
Accumulated Deficit	<u>(318,317)</u>	<u>(309,639)</u>
Total Fund Equity	<u>616,065</u>	<u>624,743</u>
Total Liabilities and Fund Equity	<u>\$ 618,636</u>	<u>\$ 625,756</u>

CITY OF FINDLAY
SWIMMING POOL FUND
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS

Year ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Operating Revenues:		
Charges for Services	\$ 44,187	\$ 46,139
Other Operating Revenues	<u>2,806</u>	<u>846</u>
Total Operating Revenues	<u>46,993</u>	<u>46,985</u>
Operating Expenses:		
Personal Services	49,788	49,249
Contractual Services	265	210
Materials and Supplies	22,773	20,093
Utilities	3,711	4,006
Depreciation	19,095	18,821
Benefit Payments	8,897	9,532
Other Operating Expenses	<u>1,142</u>	<u>1,824</u>
Total Operating Expenses	<u>105,671</u>	<u>103,735</u>
Operating Loss Before Operating Transfers	<u>(58,678)</u>	<u>(56,750)</u>
Operating Transfers In	50,000	26,600
Operating Transfers Out	<u>-</u>	<u>(1,550)</u>
Net Income (Loss)	<u>(8,678)</u>	<u>(31,700)</u>
Accumulated Deficit at Beginning of Year	<u>(309,639)</u>	<u>(277,939)</u>
Accumulated Deficit at End of Year	<u>\$ (318,317)</u>	<u>\$ (309,639)</u>

CITY OF FINDLAY
SWIMMING POOL FUND
STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ (58,678)	\$ (56,750)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	19,095	18,821
Change in Assets and Liabilities:		
Decrease (Increase) in Prepaid Expenses	(2)	(20)
Increase (Decrease) in Accounts Payable	<u>1,558</u>	<u>(2,311)</u>
Total Adjustments	<u>20,651</u>	<u>16,490</u>
Net Cash Provided by (Used for) Operating Activit	<u>(38,027)</u>	<u>(40,260)</u>
Cash Flows from Non-Capital Financing Activities		
Operating Transfers from Other Funds	50,000	26,600
Operating Transfers to Other Funds	<u>-</u>	<u>(1,550)</u>
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>50,000</u>	<u>25,050</u>
Cash Flows from Capital and Related Financing Activities:		
Acquisition of Capital Assets	<u>(6,005)</u>	<u>-</u>
Net Cash Provided by (used for) Capital and Related Financing Activities	<u>(6,005)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivale	5,968	(15,210)
Cash and Cash Equivalentents at Beginning of Year	<u>15,120</u>	<u>30,330</u>
Cash and Cash Equivalentents at End of Year	<u>\$ 21,088</u>	<u>\$ 15,120</u>

CITY OF FINDLAY
PARKING FACILITIES FUND
BALANCE SHEET

December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Assets:		
Current Assets:		
Cash and Cash Equivalents	\$ 156,553	\$ 128,964
Prepaid Expenses	<u>1,215</u>	<u>1,073</u>
Total Current Assets	<u>157,768</u>	<u>130,037</u>
Property, Plant, and Equipment:		
Land	94,331	94,331
Improvements Other than Buildings	222,132	222,132
Machinery and Equipment	<u>31,658</u>	<u>31,658</u>
Total Property, Plant, and Equipment	348,121	348,121
Less Accumulated Depreciation	<u>149,258</u>	<u>135,060</u>
Net Property, Plant, and Equipment	<u>198,863</u>	<u>213,061</u>
Total Assets	<u>\$ 356,631</u>	<u>\$ 343,098</u>
Liabilities and Fund Equity:		
Liabilities:		
Accounts Payable and Accruals	<u>\$ 7,063</u>	<u>\$ 7,302</u>
Total Liabilities	<u>7,063</u>	<u>7,302</u>
Fund Equity:		
Contributed Capital	312,124	312,124
Retained Earnings (Deficit)	<u>37,444</u>	<u>23,672</u>
Total Fund Equity	<u>349,568</u>	<u>335,796</u>
Total Liabilities and Fund Equity	<u>\$ 356,631</u>	<u>\$ 343,098</u>

CITY OF FINDLAY
PARKING FACILITIES FUND
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS

Year ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Operating Revenues:		
Charges for Services	\$ 105,213	\$ 131,249
Other Operating Revenues	<u>230</u>	<u>38</u>
Total Operating Revenues	<u>105,443</u>	<u>131,287</u>
Operating Expenses:		
Personal Services	56,500	57,431
Contractual Services	6	1,619
Materials and Supplies	1,525	1,422
Utilities	366	313
Depreciation	14,198	14,233
Benefit Payments	16,117	17,253
Other Operating Expenses	<u>2,959</u>	<u>3,447</u>
Total Operating Expenses	<u>91,671</u>	<u>95,718</u>
Operating Income (Loss)	<u>13,772</u>	<u>35,569</u>
Net Income (Loss)	13,772	35,569
Retained Earnings (Deficit) at Beginning of Year	<u>23,672</u>	<u>(11,897)</u>
Retained Earnings at End of Year	<u>\$ 37,444</u>	<u>\$ 23,672</u>

CITY OF FINDLAY
PARKING FACILITIES FUND
STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ 13,772	\$ 35,569
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	14,198	14,233
Change in Assets and Liabilities:		
Decrease (Increase) in Prepaid Expenses	(142)	(460)
Increase (Decrease) in Accounts Payable	(239)	(979)
Total Adjustments	<u>13,817</u>	<u>12,794</u>
Net Cash Provided by (Used for) Operating Activit	<u>27,589</u>	<u>48,363</u>
Cash Flows from Capital and Related Financing Activities:		
Capital Contributed	<u>-</u>	<u>761</u>
Net Cash Used for Capital and Related Financing	<u>-</u>	<u>761</u>
Net Increase (Decrease) in Cash and Cash Equivale	27,589	49,124
Cash and Cash Equivalents at Beginning of Year	<u>128,964</u>	<u>79,840</u>
Cash and Cash Equivalents at End of Year	<u>\$ 156,553</u>	<u>\$ 128,964</u>

CITY OF FINDLAY
AIRPORT FUND
BALANCE SHEET

December 31, 1999

(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Assets:		
Current Assets:		
Cash and Cash Equivalents	\$ 294,350	\$ 164,170
Receivables, Net of Allowance for Uncollectibles	67,825	47,745
Supplies Inventory, at cost	28,050	17,090
Prepaid Expenses	<u>10,859</u>	<u>10,450</u>
Total Current Assets	<u>401,084</u>	<u>239,455</u>
Restricted Assets:		
Cash and Cash Equivalents	24,870	25,452
Deferred Bond Costs	<u>7,697</u>	<u>8,312</u>
Total Restricted Assets	<u>32,567</u>	<u>33,764</u>
Property, Plant, and Equipment:		
Land	1,811,000	1,811,000
Buildings	1,613,427	1,614,110
Improvements Other than Buildings	2,861,525	2,679,986
Machinery and Equipment	560,756	554,411
Construction in Progress	<u>767,920</u>	<u>132,932</u>
Total Property, Plant, and Equipment	7,614,628	6,792,439
Less Accumulated Depreciation	<u>1,500,072</u>	<u>1,227,028</u>
Net Property, Plant, and Equipment	<u>6,114,556</u>	<u>5,565,411</u>
Total Assets	<u>\$ 6,548,207</u>	<u>\$ 5,838,630</u>
Liabilities and Fund Equity:		
Current Liabilities:		
Accounts Payable and Accruals	\$ 61,567	\$ 49,094
Current Portion of Long-Term Debt	<u>25,000</u>	<u>25,000</u>
Total Current Liabilities	<u>86,567</u>	<u>74,094</u>
Long-Term Liabilities:		
Bonds Payable	<u>435,000</u>	<u>460,000</u>
Total Long-Term Liabilities	<u>435,000</u>	<u>460,000</u>
Total Liabilities	<u>521,567</u>	<u>534,094</u>
Fund Equity:		
Contributed Capital	2,665,299	1,711,645
Retained Earnings:		
Reserved for Debt Service	25,452	25,452
Unreserved	<u>3,335,889</u>	<u>3,567,439</u>
Total Fund Equity	<u>6,026,640</u>	<u>5,304,536</u>
Total Liabilities and Fund Equity	<u>\$ 6,548,207</u>	<u>\$ 5,838,630</u>

CITY OF FINDLAY
AIRPORT FUND
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS

Year ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Operating Revenues:		
Charges for Services	\$ 19,070	\$ 28,812
Other Operating Revenues	<u>736,905</u>	<u>725,113</u>
Total Operating Revenues	<u>755,975</u>	<u>753,925</u>
Operating Expenses:		
Personal Services	189,389	177,501
Contractual Services	205,417	20,003
Materials and Supplies	354,276	353,675
Utilities	17,631	16,555
Depreciation	274,921	264,689
Benefit Payments	50,091	49,543
Other Operating Expenses	<u>83,999</u>	<u>71,697</u>
Total Operating Expenses	<u>1,175,724</u>	<u>953,663</u>
Operating Income (Loss)	<u>(419,749)</u>	<u>(199,738)</u>
Non-Operating Revenues (Expenses):		
Interest Expense including Amortization of		
Deferred Bond Costs	(25,938)	(27,069)
Other Non-Operating Revenues	910,733	105,864
Other Non-Operating Expenses	<u>(756,591)</u>	<u>-</u>
Total Non-Operating Revenues (Expenses), Net	<u>128,204</u>	<u>78,795</u>
Income (Loss) Before Operating Transfers	(291,545)	(120,943)
Operating Transfers In	64,750	-
Operating Transfers Out	<u>(4,755)</u>	<u>-</u>
Net Income (Loss)	<u>(231,550)</u>	<u>(120,943)</u>
Retained Earnings (Deficit) at Beginning of Year	<u>3,592,891</u>	<u>3,713,834</u>
Retained Earnings (Deficit) at End of Year	<u>\$ 3,361,341</u>	<u>\$ 3,592,891</u>

CITY OF FINDLAY
AIRPORT FUND
STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>1999</u>	<u>1998</u>
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ (419,749)	\$ (199,738)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation	274,921	264,689
Change in Assets and Liabilities:		
Decrease (Increase) in Receivables	(20,080)	11,526
Decrease (Increase) in Supplies Inventory	(10,960)	10,811
Decrease (Increase) in Prepaid Expenses	(409)	94
Increase (Decrease) in Accounts Payable	12,473	(2,915)
Other Non-Operating Revenues	910,733	105,864
Other Non-Operating Expenses	<u>(756,591)</u>	<u>-</u>
Total Adjustments	<u>410,087</u>	<u>390,069</u>
Net Cash Provided by (Used for) Operating Activit	<u>(9,662)</u>	<u>190,331</u>
Cash Flows from Non-Capital Financing Activities:		
Operating Transfers from Other Funds	64,750	-
Operating Transfers to Other Funds	<u>(4,755)</u>	<u>-</u>
Net Cash Provided by Non-Capital Financing Activ	<u>59,995</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:		
Acquisition and Construction of Capital Assets	(822,870)	(139,503)
Principal Paid on Bonds	(25,000)	(25,000)
Interest Paid on Bonds	(26,519)	(27,619)
Capital Contributed	<u>953,654</u>	<u>3,002</u>
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>79,265</u>	<u>(189,120)</u>
Net Increase (Decrease) in Cash and Cash Equivale	129,598	1,211
Cash and Cash Equivalentents at Beginning of Year	<u>189,622</u>	<u>188,411</u>
Cash and Cash Equivalentents at End of Year	<u>\$ 319,220</u>	<u>\$ 189,622</u>

INTERNAL SERVICE FUNDS

Internal Service Funds account for some of the items or services used by most of the departments and purchased in large quantities.

Central Stores - is the accounting for the central purchase of various office supplies in large quantities at a lesser price with the subsequent charge to the various user departments.

Self Insurance - accounts for processing and paying general municipal liability insurance claims in lieu of purchasing general municipal liability insurance.

CITY OF FINDLAY
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET

December 31, 1999
(With Comparative Totals for December 31, 1998)

	<u>Central Stores</u>	<u>Self Insurance</u>	<u>Totals</u>	
			<u>1999</u>	<u>1998</u>
Assets:				
Current Assets:				
Cash and Cash Equivalents	\$ 32,198	\$ 980,414	\$ 1,012,612	\$ 1,026,637
Accrued Interest Receivable	-	7,520	7,520	7,586
Supplies Inventory, at cost	7,233	-	7,233	7,965
Prepaid Expenses	-	18,193	18,193	12,493
Total Current Assets	<u>39,431</u>	<u>1,006,127</u>	<u>1,045,558</u>	<u>1,054,681</u>
Equipment:				
Equipment	16,223	-	16,223	16,223
Less Accumulated Depreciation	<u>(6,711)</u>	<u>-</u>	<u>(6,711)</u>	<u>(3,834)</u>
Net Equipment	<u>9,512</u>	<u>-</u>	<u>9,512</u>	<u>12,389</u>
Total Assets	<u>\$ 48,943</u>	<u>\$ 1,006,127</u>	<u>\$ 1,055,070</u>	<u>\$ 1,067,070</u>
Liabilities and Retained Earnings:				
Liabilities:				
Accounts Payable and Accruals	\$ 28	\$ -	\$ 28	\$ 976
Retained Earnings	<u>48,915</u>	<u>1,006,127</u>	<u>1,055,042</u>	<u>1,066,094</u>
Total Liabilities and Retained Earni	<u>\$ 48,943</u>	<u>\$ 1,006,127</u>	<u>\$ 1,055,070</u>	<u>\$ 1,067,070</u>

CITY OF FINDLAY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	<u>Central Stores</u>	<u>Self Insurance</u>	<u>Totals</u>	
			<u>1999</u>	<u>1998</u>
Operating Revenues:				
Charges for Services	\$ 18,990	\$ -	\$ 18,990	\$ 235,682
Total Operating Revenues	<u>18,990</u>	<u>-</u>	<u>18,990</u>	<u>235,682</u>
Operating Expenses:				
Contractual Services	-	31,441	31,441	392,980
Materials and Supplies	13,100	-	13,100	10,970
Depreciation	2,877	-	2,877	2,061
Other Operating Expenses	<u>-</u>	<u>31,218</u>	<u>31,218</u>	<u>25,354</u>
Total Operating Expenses	<u>15,977</u>	<u>62,659</u>	<u>78,636</u>	<u>431,365</u>
Operating Income (Loss)	<u>3,013</u>	<u>(62,659)</u>	<u>(59,646)</u>	<u>(195,683)</u>
Non-Operating Revenues (Expenses):				
Interest Income	-	53,194	53,194	57,029
Other Non-Operating Expenses	-	-	-	(2,623)
Operating Transfers Out	<u>(4,600)</u>	<u>-</u>	<u>(4,600)</u>	<u>-</u>
Total Non-Operating Revenues, (Expenses)	<u>(4,600)</u>	<u>53,194</u>	<u>48,594</u>	<u>54,406</u>
Net Income (Loss)	(1,587)	(9,465)	(11,052)	(141,277)
Retained Earnings at Beginning of Year	<u>50,502</u>	<u>1,015,592</u>	<u>1,066,094</u>	<u>1,207,371</u>
Retained Earnings at End of Year	<u>\$ 48,915</u>	<u>\$ 1,006,127</u>	<u>\$ 1,055,042</u>	<u>\$ 1,066,094</u>

CITY OF FINDLAY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	Central Stores	Self Insurance	Totals	
			1999	1998
Cash Flows from Operating Activities:				
Operating Income (Loss)	\$ 3,013	\$ (62,659)	\$ (59,646)	\$ (195,683)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for)				
Operating Activities:				
Depreciation	2,877	-	2,877	2,061
Change in Assets and Liabilities:				
Decrease (Increase) in Receivables	-	66	66	(2,578)
Decrease (Increase) in Supplies Inventory	732	-	732	1,945
Decrease (Increase) in Prepaid Expenses	-	(5,700)	(5,700)	74
Increase (Decrease) in Accounts Payable	(948)	-	(948)	16
Other Non-Operating Expenses	-	-	-	(2,623)
Total Adjustments	<u>2,661</u>	<u>(5,634)</u>	<u>(2,973)</u>	<u>(1,105)</u>
Net Cash Provided by (Used for) Operating Activities	<u>5,674</u>	<u>(68,293)</u>	<u>(62,619)</u>	<u>(196,788)</u>
Cash Flows from Non-Capital Financing Activities:				
Operating Transfers to Other Funds	<u>(4,600)</u>	<u>-</u>	<u>(4,600)</u>	<u>-</u>
Net Cash Used for Non-Capital Financing Activities	<u>(4,600)</u>	<u>-</u>	<u>(4,600)</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Capital Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,383)</u>
Net Cash Used for Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,383)</u>
Cash Flows from Investing Activities:				
Earning on Investments	<u>-</u>	<u>53,194</u>	<u>53,194</u>	<u>57,029</u>
Net Cash Provided by Investing Activities	<u>-</u>	<u>53,194</u>	<u>53,194</u>	<u>57,029</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash Equivalents	1,074	(15,099)	(14,025)	(154,142)
Cash and Cash Equivalents at Beginning of Year	<u>31,124</u>	<u>995,513</u>	<u>1,026,637</u>	<u>1,180,779</u>
Cash and Cash Equivalents at End of Year	<u>\$ 32,198</u>	<u>\$ 980,414</u>	<u>\$ 1,012,612</u>	<u>\$ 1,026,637</u>

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TRUST AND AGENCY FUNDS

The two Trust Funds are used for the accounting of monies received for a specific purpose, and only the income generated by that money may be spent.

Cemetery Trust - when cemetery lots are sold, a portion of the sales price is deposited in this Fund, subsequently invested, and the interest earned is deposited into General Fund to help defray the cost of the Cemetery Department.

Private Trust - at times individuals will contribute, by gift or will, amounts of money to be held in trust and invested by the City. The interest earnings from these investments are used to care for certain cemetery lots in a manner specified by the contributor.

Agency Funds have been established to report monies received by the City that are earmarked to be transferred to another City fund, paid to another government, or returned to an individual.

Guaranteed Deposits - deposits are required to guarantee the satisfactory completion of a job or project. These monies are returned to the depositor or used to pay any charges after the job or project has been accepted by the City Engineering Department or Fire Department.

Municipal Court - reports the receipts and disbursements from the daily operation of the Court.

CITY OF FINDLAY
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET

December 31, 1999

(With Comparative Totals for December 31, 1998)

	Nonexpendable Trust Funds		Agency Funds		Totals	
	Cemetery Trust	Private Trust	Guaranteed Deposits	Municipal Court	1999	1998
Assets:						
Cash and Cash Equivalents	\$ 760,533	\$ 141,332	\$ -	\$ 72,770	\$ 974,635	\$ 926,789
Investments	-	-	202,914	-	202,914	120,502
Interest Receivable	-	100	-	-	100	104
Total Assets	\$ 760,533	\$ 141,432	\$ 202,914	\$ 72,770	\$ 1,177,649	\$ 1,047,395
Liabilities:						
Accounts Payable and Accruals	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,198
Amounts Held as Fiduciary	-	-	202,914	72,770	275,684	183,609
Total Liabilities	-	-	202,914	72,770	275,684	190,807
Fund Equity:						
Unreserved-Undesignated	760,533	141,432	-	-	901,965	856,588
Total Fund Equity	760,533	141,432	-	-	901,965	856,588
Total Liabilities and Fund Equity	\$ 760,533	\$ 141,432	\$ 202,914	\$ 72,770	\$ 1,177,649	\$ 1,047,395

CITY OF FINDLAY
NONEXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND BALANCES

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	Cemetery <u>Trust</u>	Private <u>Trust</u>	<u>Totals</u>	
			<u>1999</u>	<u>1998</u>
Operating Revenues:				
Charges for Services	\$ 37,900	\$ -	\$ 37,900	\$ 35,800
Contributions	-	5,200	5,200	2,200
Interest Income	-	5,233	5,233	5,082
Total Operating Revenues	<u>37,900</u>	<u>10,433</u>	<u>48,333</u>	<u>43,082</u>
Operating Expenses:				
Contractual Services	-	-	-	1,000
Total Operating Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000</u>
Operating Income	<u>37,900</u>	<u>10,433</u>	<u>48,333</u>	<u>42,082</u>
Operating Transfers Out	<u>-</u>	<u>(2,956)</u>	<u>(2,956)</u>	<u>(3,255)</u>
Net Income	37,900	7,477	45,377	38,827
Fund Balances at Beginning of Year	<u>722,633</u>	<u>133,955</u>	<u>856,588</u>	<u>817,761</u>
Fund Balances at End of Year	<u>\$ 760,533</u>	<u>\$ 141,432</u>	<u>\$ 901,965</u>	<u>\$ 856,588</u>

CITY OF FINDLAY
NONEXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF CASH FLOWS

Year Ended December 31, 1999
(With Comparative Totals for 1998)

	Cemetery <u>Trust</u>	Private <u>Trust</u>	<u>Totals</u>	
			<u>1999</u>	<u>1998</u>
Cash Flows from Operating Activities:				
Operating Income	\$ 37,900	\$ 10,433	\$ 48,333	\$ 42,082
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Change in Assets and Liabilities:				
Decrease (Increase) in Interest Receivable	-	4	4	312
Interest Reported as Operating Income	-	(5,233)	(5,233)	(5,082)
Total Adjustments	-	(5,229)	(5,229)	(4,770)
Net Cash Provided by Operating Activities	<u>37,900</u>	<u>5,204</u>	<u>43,104</u>	<u>37,312</u>
Cash Flows from Non-Capital Financing Activities:				
Operating Transfers to Other Funds	-	(2,956)	(2,956)	(3,255)
Net Cash Used for Non-Capital Financing Activities	<u>-</u>	<u>(2,956)</u>	<u>(2,956)</u>	<u>(3,255)</u>
Cash Flows from Investing Activities:				
Interest Received	-	5,233	5,233	5,082
Net Cash Provided by Investing Activities	<u>-</u>	<u>5,233</u>	<u>5,233</u>	<u>5,082</u>
Net Increase in Cash and Cash Equivalents	37,900	7,481	45,381	39,139
Cash and Cash Equivalents at Beginning of Year	<u>722,633</u>	<u>133,851</u>	<u>856,484</u>	<u>817,345</u>
Cash and Cash Equivalents at End of Year	<u>\$ 760,533</u>	<u>\$ 141,332</u>	<u>\$ 901,865</u>	<u>\$ 856,484</u>

CITY OF FINDLAY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

Year Ended December 31, 1999

	Balance			Balance
	<u>January 1, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31, 1999</u>
<u>Guaranteed Deposits Fund</u>				
Assets:				
Investments	\$ 120,502	\$ 273,867	\$ (191,455)	\$ 202,914
Total Assets	<u>\$ 120,502</u>	<u>\$ 273,867</u>	<u>\$ (191,455)</u>	<u>\$ 202,914</u>
Liabilities:				
Accounts Payable and Accrued Expense	\$ 7,198	\$ -	\$ (7,198)	\$ -
Amounts Held as Fiduciary	<u>113,304</u>	<u>273,867</u>	<u>(184,257)</u>	<u>202,914</u>
Total Liabilities	<u>\$ 120,502</u>	<u>\$ 273,867</u>	<u>\$ (191,455)</u>	<u>\$ 202,914</u>
 <u>Municipal Court Fund</u>				
Assets:				
Cash and Cash Equivalents	<u>\$ 70,305</u>	<u>\$ 3,179,668</u>	<u>\$ (3,177,203)</u>	<u>\$ 72,770</u>
Liabilities:				
Due to Other Governments	\$ -	\$ 1,580,940	\$ (1,580,940)	\$ -
Due to Other Fund	-	516,265	(516,265)	-
Amounts Held as Fiduciary	<u>70,305</u>	<u>1,076,723</u>	<u>(1,074,258)</u>	<u>72,770</u>
Total Liabilities	<u>\$ 70,305</u>	<u>\$ 3,173,928</u>	<u>\$ (3,171,463)</u>	<u>\$ 72,770</u>
 <u>Totals - All Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$ 70,305	\$ 3,179,668	\$ (3,177,203)	\$ 72,770
Investments	<u>120,502</u>	<u>273,867</u>	<u>(191,455)</u>	<u>202,914</u>
Total Assets	<u>\$ 190,807</u>	<u>\$ 3,453,535</u>	<u>\$ (3,368,658)</u>	<u>\$ 275,684</u>
Liabilities:				
Accounts Payable and Accrued Expense	\$ 7,198	\$ -	\$ (7,198)	\$ -
Due to Other Governments	-	1,580,940	(1,580,940)	-
Due to Other Fund	-	516,265	(516,265)	-
Amounts Held as Fiduciary	<u>183,609</u>	<u>1,350,590</u>	<u>(1,258,515)</u>	<u>275,684</u>
Total Liabilities	<u>\$ 190,807</u>	<u>\$ 3,447,795</u>	<u>\$ (3,362,918)</u>	<u>\$ 275,684</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets Account Group accounts for all Fixed Inventory in the Governmental Funds. Streets, sidewalks, and storm sewers are not included in this account group, as the City does not capitalize these infrastructure items.

CITY OF FINDLAY
 SCHEDULE OF GENERAL FIXED ASSETS
 BY SOURCE

December 31, 1999

	<u>1999</u>
General Fixed Assets	
Land	\$ 1,627,825
Buildings	8,478,374
Improvements Other Than Buildings	183,702
Equipment	<u>6,541,871</u>
Total General Fixed Assets	<u>\$ 16,831,772</u>
Investments in General	
Fixed Assets from:	
Capital Projects Funds-General	
Obligation Bonds	\$ 7,994,617
City Income Tax Revenues designated for	
Capital Improvements	3,015,022
Gifts	818,397
General Fixed Assets from prior to 1983	
not Identifiable by Source	<u>5,003,736</u>
Total Investment in General Fixed Assets	<u>\$ 16,831,772</u>

CITY OF FINDLAY
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY

December 31, 1999

<u>Function and Activity</u>	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements</u>	
				<u>Buildings</u>	<u>Equipment</u>
Security of Persons and Property:					
Police Department	\$ 1,478,462	\$ -	\$ 40,603	\$ -	\$ 1,437,859
Disaster Services	118,227	-	-	-	118,227
Fire Department	2,340,506	31,765	387,938	-	1,920,803
Street Signs	122,067	2,431	4,022	-	115,614
Street Lights	<u>214,187</u>	<u>2,952</u>	<u>15,453</u>	<u>-</u>	<u>195,782</u>
Total Security of Persons and Property	<u>4,273,449</u>	<u>37,148</u>	<u>448,016</u>	<u>-</u>	<u>3,788,285</u>
Public Health and Welfare:					
Public Health Department	72,157	-	-	-	72,157
Cemetery Department	<u>378,940</u>	<u>33,306</u>	<u>117,034</u>	<u>52,587</u>	<u>176,013</u>
Total Public Health and Welf	<u>451,097</u>	<u>33,306</u>	<u>117,034</u>	<u>52,587</u>	<u>248,170</u>
Leisure Time Activities:					
Park Maintenance	1,441,949	689,685	139,240	48,368	564,656
Reservoir Boating	21,512	-	-	-	21,512
Recreation Department	<u>67,268</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>67,268</u>
Total Leisure Time Activities	<u>1,530,729</u>	<u>689,685</u>	<u>139,240</u>	<u>48,368</u>	<u>653,436</u>
Transportation:					
Street Department	<u>1,563,157</u>	<u>1,378</u>	<u>409,245</u>	<u>-</u>	<u>1,152,534</u>
General Government:					
Council	8,334,957	866,308	7,364,839	82,747	21,063
Mayors Office	25,267	-	-	-	25,267
Auditor/Treasurer	20,772	-	-	-	20,772
Law Director	182	-	-	-	182
Municipal Court	116,074	-	-	-	116,074
Civil Services	1,335	-	-	-	1,335
Human Resources Department	4,576	-	-	-	4,576
Computer Services	229,877	-	-	-	229,877
Service/Safety Director	32,441	-	-	-	32,441
Engineering Department	175,725	-	-	-	175,725
Building and Zoning	9,696	-	-	-	9,696
City Income Tax Department	30,405	-	-	-	30,405
Public Building Department	<u>32,033</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,033</u>
Total General Government	<u>9,013,340</u>	<u>866,308</u>	<u>7,364,839</u>	<u>82,747</u>	<u>699,446</u>
Total General Fixed Assets	#####	<u>\$ 1,627,825</u>	<u>\$ 8,478,374</u>	<u>\$ 183,702</u>	<u>\$ 6,541,871</u>

CITY OF FINDLAY
 SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
 BY FUNCTION AND ACTIVITY

Year Ended December 31, 1999

<u>Function and Activity</u>	<u>General Fixed Assets 1/1/99</u>	<u>Additions</u>	<u>Deductions</u>	<u>General Fixed Assets 12/31/99</u>
Security of Persons and Property:				
Police Department	\$ 1,633,000	\$ 122,748	\$ 277,286	\$ 1,478,462
Disaster Services	94,490	32,105	8,368	118,227
Fire Department	2,340,394	42,856	42,744	2,340,506
Street Signs	125,138	10,970	14,041	122,067
Street Lights	197,691	32,452	15,956	214,187
Total Security of Persons and Property	<u>4,390,713</u>	<u>241,131</u>	<u>358,395</u>	<u>4,273,449</u>
Public Health and Welfare:				
Public Health Department	72,931	-	774	72,157
Cemetery Department	320,108	61,021	2,189	378,940
Total Public Health and Welf	<u>393,039</u>	<u>61,021</u>	<u>2,963</u>	<u>451,097</u>
Leisure Time Activities:				
Park Maintenance	1,419,554	37,130	14,735	1,441,949
Reservoir Boating	22,019	-	507	21,512
Recreation Department	67,568	-	300	67,268
Total Leisure Time Activities	<u>1,509,141</u>	<u>37,130</u>	<u>15,542</u>	<u>1,530,729</u>
Transportation:				
Street Department	<u>1,561,818</u>	<u>63,229</u>	<u>61,890</u>	<u>1,563,157</u>
General Government:				
Council	8,334,957	-	-	8,334,957
Mayors Office	30,032	-	4,765	25,267
Auditor/Treasurer	18,007	3,965	1,200	20,772
Law Director	182	-	-	182
Municipal Court	122,527	2,696	9,149	116,074
Civil Services	1,015	1,200	880	1,335
Human Resources Department	4,576	-	-	4,576
Computer Services	278,368	-	48,491	229,877
Service/Safety Director	27,467	5,824	850	32,441
Engineering Department	179,142	-	3,417	175,725
Building and Zoning	9,696	-	-	9,696
City Income Tax Department	30,405	-	-	30,405
Public Building Department	23,819	8,570	356	32,033
Total General Government	<u>9,060,193</u>	<u>22,255</u>	<u>69,108</u>	<u>9,013,340</u>
Total General Fixed Assets	<u>\$ 16,914,904</u>	<u>\$ 424,766</u>	<u>\$ 507,898</u>	<u>\$ 16,831,772</u>

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STATISTICAL SECTION

CITY OF FINDLAY

GENERAL GOVERNMENT EXPENDITURES AND OTHER USES (1)

Last Ten Fiscal Years

FISCAL YEAR	SECURITY OF PERSONS AND PROPERTY	HEALTH AND WELFARE	LEISURE TIME ACTIVITIES	TRANSPORTATION	GENERAL GOVERNMENT	CAPITAL OUTLAY	TOTAL	TRANSFERS OUT (2)
1990	\$ 6,293,729	\$ 742,826	\$ 468,855	\$ 851,407	\$ 2,726,817	\$ 1,534,556	\$ 12,618,190	\$ 710,746
1991	6,649,255	782,455	461,036	918,744	2,880,130	2,018,356	13,709,976	562,722
1992	7,132,720	821,957	508,117	919,420	3,137,311	1,208,986	13,728,511	676,795
1993	7,483,499	827,259	447,703	989,401	3,145,488	1,386,243	14,279,593	817,210
1994	7,475,461	803,212	497,804	1,040,651	3,600,899	2,026,603	15,444,630	974,461
1995	7,922,548	874,953	553,429	1,116,682	3,800,206	2,835,646	17,103,464	935,207
1996	8,563,774	970,508	598,474	1,173,431	4,026,826	3,631,190	18,964,203	1,509,139
1997	9,501,196	1,014,831	661,609	1,288,336	4,336,992	4,937,050	21,740,014	1,424,643
1998	9,817,349	1,030,722	654,402	1,221,917	4,420,483	1,985,443	19,130,316	1,268,077
1999	10,387,007	1,128,912	696,805	1,379,006	4,612,742	2,973,670	21,178,142	2,324,070

(1) Includes General and Special Revenue Funds.

(2) Transfers are only those from the General and Special Revenue funds to the other City Funds.

CITY OF FINDLAY
GENERAL GOVERNMENT REVENUES AND OTHER FINANCING SOURCES (1)

Fiscal Year	Last Ten Fiscal Years										Transfers In (2)
	City Income Tax (3)	Other Local Taxes	Licenses and Permits	Inter-Governmental	Charges for Services	Investment Earnings	Fines and Forfeitures	All Others	Total		
1990	\$ 7,019,405	\$ 1,387,513	\$ 36,597	\$ 2,991,247	\$ 222,819	\$ 404,306	\$ 706,137	\$ 530,517	\$ 13,298,541	\$ 142,856	
1991	7,195,540	1,589,501	52,063	3,569,132	218,671	317,258	669,790	566,356	14,178,311	294,308	
1992	7,741,004	1,678,834	48,679	2,708,177	246,073	195,319	918,866	615,827	14,152,779	164,086	
1993	8,059,578	1,852,309	70,198	3,450,930	430,604	194,002	892,019	748,781	15,698,421	234,852	
1994	8,844,417	1,865,727	72,459	3,855,446	514,029	264,070	1,066,451	720,710	17,203,309	343,892	
1995	9,516,934	2,022,747	87,440	4,029,631	570,123	546,674	1,116,847	777,739	18,668,135	204,796	
1996	9,881,857	2,146,679	82,631	3,778,635	474,630	629,300	1,231,933	1,132,455	19,358,120	754,656	
1997	10,612,877	2,286,406	102,034	3,642,035	470,116	725,230	1,263,007	954,200	20,055,905	404,086	
1998	11,971,583	2,421,604	110,535	4,009,104	523,498	580,976	1,407,323	1,248,658	22,273,281	327,989	
1999	13,039,592	2,670,514	96,613	4,358,959	466,650	688,561	1,441,953	904,049	23,666,891	346,356	

(1) Includes General and Special Revenue Funds.

(2) Transfers are only those from other City Funds to General and Special Revenue Funds.

(3) The amount of cash collected in 1999, 1998, 1997, 1996, 1995, 1994, 1993, 1992, 1991 and 1990 was \$13,122,926, \$11,720,360, \$10,530,692, \$9,958,154, \$9,447,944, \$9,367,598, \$8,061,146, \$7,507,002, \$7,146,852 and \$6,923,395, respectively. The difference between the amount collected and the revenues recognized is the change in receivables for income taxes withheld in the fourth quarter and remitted to the City in the first quarter of the following year.

CITY OF FINDLAY
PROPERTY TAX LEVIES AND COLLECTIONS
REAL ESTATE AND PUBLIC UTILITY
Last Ten Fiscal Years

COLLECTION YEAR	BILLED (1)	COLLECTED (2)	% COLLECTED
1990	\$ 990,056	\$ 960,615	97.0%
1991	1,126,607	1,116,717	99.1%
1992	1,163,535	1,171,864	100.7%
1993	1,366,334	1,337,032	97.9%
1994	1,380,583	1,346,776	97.6%
1995	1,419,700	1,384,231	97.5%
1996	1,564,762	1,514,910	96.8%
1997	1,608,999	1,565,917	97.3%
1998	1,634,566	1,599,203	97.8%
1999	1,896,708	1,841,703	97.1%

Source: Hancock County Auditor

- (1) The amounts shown as billed are inclusive of outstanding delinquencies billed and the state reimbursement (rollback) amounts. The amounts are exclusive of any special assessments.
- (2) The collected amounts in the above table include the collection of delinquent taxes, which amounts cannot be segregated from current year collections based upon the County Auditor's records. The outstanding delinquencies as they relate to the City also could not be determined from the County Auditor's records as delinquencies are kept on the County Auditor's records in a total amount for the entire county.

CITY OF FINDLAY
 PERSONAL PROPERTY TAX LEVIES AND COLLECTIONS
 Last Ten Fiscal Years

COLLECTION YEAR	BILLED (1)	COLLECTED (2)	% COLLECTED
1990	\$ 270,605	\$ 280,112	103.5%
1991	341,982	317,571	92.9%
1992	329,609	343,069	104.1%
1993	336,773	335,484	99.6%
1994	365,618	335,152	91.7%
1995	384,440	429,696	111.8%
1996	429,149	421,722	98.3%
1997	433,622	479,082	110.5%
1998	502,047	516,610	102.9%
1999	527,992	516,903	97.9%

Source: Hancock County Auditor

- (1) The amounts shown as billed are the totals of the tax bills as mailed to the taxpayers by the County Treasurer.
- (2) The collected amounts in the above table include the collection of delinquent taxes, which amounts cannot be segregated from current year collections based upon the County Auditor's records. The outstanding delinquencies as they relate to the City also could not be determined from the County Auditor's records as delinquencies are kept on the County Auditor's records in a total amount for the entire county.

CITY OF FINDLAY
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

CALENDAR YEAR (1)	REAL ESTATE OTHER THAN PUBLIC UTILITY (2)		PUBLIC UTILITY REAL AND TANGIBLE PERSONAL PROPERTY (3)		TANGIBLE PERSONAL PROPERTY OTHER THAN PUBLIC UTILITY (4)		TOTAL	ESTIMATED ACTUAL VALUE (5)
	\$		\$		\$			
1991	331,588,470		26,995,340		93,540,371		\$ 452,124,181	\$ 1,291,783,374
1992	334,239,780		29,302,360		96,322,972		459,865,112	1,313,900,320
1993 (6)	383,589,810		31,810,230		103,002,863		518,402,903	1,481,151,151
1994	391,700,050		30,175,890		105,241,494		527,117,434	1,506,049,811
1995	403,778,590		30,201,300		114,255,574		548,235,464	1,566,387,040
1996	448,014,540		28,350,120		120,137,602		596,502,262	1,704,292,177
1997	460,980,100		28,205,530		134,109,133		623,294,763	1,934,109,760
1998	472,667,350		28,093,070		153,103,629		653,864,049	2,043,158,573
1999 (6)	551,462,520		28,395,260		156,889,861		736,747,641	2,284,295,958
2000	564,268,950		25,705,800		164,997,670		754,972,420	2,345,632,822

Source: Hancock County Auditor

- (1) Valuations are amounts for collection year.
- (2) Real property taxes collected in a calendar year are levied as of January 1 of that year based on the assessed values as of January 1 of the preceding year.
- (3) Public utility real and tangible personal property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31 of the second preceding year.
- (4) Tangible personal property taxes collected in a calendar year are levied in the same calendar year as assessed on values at the close of the most recent fiscal year of the taxpayer (ending on or before March 31st of such calendar year) at tax rates determined in the preceding year.
- (5) Real Estate assessed value is 35% of appraised value and Tangible Personal Property assessed value is 25% of appraised value by state statute.
- (6) Sexennial update of property values, effective in tax collection year 1993 and 1999.

CITY OF FINDLAY
 PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 (per \$1,000 Assessed Valuation)

Last Ten Fiscal Years

CALENDAR YEAR COLLECTED (1)	CITY	HANCOCK COUNTY	HANCOCK COUNTY PARK DISTRICT	FINDLAY CITY SCHOOL DISTRICT	TOTAL
1991	3.20	4.98	0.80	48.75	57.73
1992	3.20	4.98	0.80	48.75	57.73
1993	3.20	4.98	0.80	48.75	57.73
1994	3.20	4.95	0.80	48.65	57.60
1995	3.20	4.91	0.80	53.35	62.26
1996	3.20	4.90	0.80	53.35	62.25
1997	3.20	5.18	0.80	53.35	62.53
1998	3.20	5.18	0.80	53.35	62.53
1999	3.20	5.14	0.80	53.35	62.49
2000	3.20	5.15	0.80	53.35	62.50

Source: Hancock County Auditor

(1) Property tax rates are the rates for the respective years of collection.

CITY OF FINDLAY
 PRINCIPAL TAXPAYERS
 REAL ESTATE AND PUBLIC UTILITY

DECEMBER 31, 1999

TAXPAYER	ASSESSED VALUES (1)	PERCENTAGE OF TOTAL ASSESSED VALUATION
Ohio Power Company	\$ 13,453,450	1.78%
Marathon Oil/Petroleum Company	11,133,200	1.47%
Ohio Bell Telephone Company	7,609,910	1.01%
Cooper Tire & Rubber Company	7,140,790	0.95%
Findlay Shopping Center, Inc.	5,830,950	0.77%
Columbia Gas of Ohio	5,543,940	0.73%
The Ohio Logistics Ltd.	3,588,720	0.48%
GE Subsidiary, Inc. 50 (Intersil)	2,388,040	0.32%
LP Investment Company	2,334,250	0.31%
Thrifty Findlay, Inc.	<u>2,196,220</u>	0.29%
	<u>\$ 61,219,470</u>	<u>8.11%</u>

Source: Hancock County Auditor

(1) Assessed Values are the amounts upon which the 1999 collections were based.

CITY OF FINDLAY
SPECIAL ASSESSMENT COLLECTIONS

Last Ten Fiscal Years

FISCAL YEAR	CURRENT ASSESSMENTS DUE	TOTAL ASSESSMENTS COLLECTED (1)	RATE OF COLLECTIONS TO AMOUNT DUE	TOTAL OUTSTANDING ASSESSMENTS
1990	\$ 47,928	\$ 61,031	127.3%	\$ 144,047
1991	35,827	70,064	195.6%	105,674 (2)
1992	34,227	54,042	157.9%	59,785 (2)
1993	37,437	37,456	100.1%	25,177 (2)
1994	24,631	24,214	98.3%	189,102 (2)
1995	26,927	27,254	101.2%	416,837 (2)
1996	57,010	58,498	102.6%	358,339 (2)
1997	51,674	57,380	111.0%	300,959 (2)
1998	37,087	36,649	98.8%	573,398 (2)
1999	75,427	76,569	96.4%	492,933 (2)

Source: Hancock County Auditor

- (1) The collected amounts in the above table include the collection of delinquent assessments and the collection of assessments paid in advance of the actual due date.
- (2) Includes delinquent assessment amounts only for the City of Findlay. Prior years' figures include the delinquencies for the entire county.

CITY OF FINDLAY

COMPUTATION OF LEGAL DEBT MARGINS

DECEMBER 31, 1999

DIRECT DEBT LIMITATION

Assessed Valuation		<u>\$ 754,972,420</u>
Overall Debt Limitation (10 1/2% of assessed valuation)		\$ 79,272,104
TOTAL INDEBTEDNESS:	\$ 45,220,611	
Less Debt outside Limitations (1) -		
Water General Obligation Bonds	\$ 9,620,000	
Sewer General Obligation Bonds	15,660,000	
OEPA Loan	1,359,387	
Ohio Public Works Commission Loan	8,724	
Water Refunding Bonds - 1995 Issue	13,050,000	
Airport General Obligation Bonds	460,000	
Special Assessment Bonds	<u>397,500</u>	
Total Outside Limits	<u>40,555,611</u>	
Debt subject to 10 1/2% Limitation	4,665,000	
Less:		
Debt Service Fund Balance	<u>76,550</u>	
Net Debt Subject to 10 1/2% Limitation		<u>4,588,450</u>
Legal Debt Margin Within 10 1/2% Limitation		<u>\$ 74,683,654</u>

INDIRECT DEBT LIMITATION

Unvoted Debt Limitation (5 1/2% of assessed valuation)		\$ 41,523,483
TOTAL INDEBTEDNESS:	\$ 45,220,611	
Less Debt Outside Limitations (1) -	<u>40,555,611</u>	
Debt subject to 5 1/2% Limitation	4,665,000	
Less:		
Debt Service Fund Balance	<u>76,550</u>	
Net Debt Service subject to 5 1/2% Limitation		<u>4,588,450</u>
Legal Debt Margin within 5 1/2% Limitation		<u>\$ 36,935,033</u>

(1) The above debt limitations are established by Section 133.03 of the Ohio Revised Code. Excluded from these limitations are special assessment bonds and notes because they are supported by levies against specifically benefited properties. Also excluded from these limitations is Enterprise Fund debt to the extent the related debt service costs are supported by the net operating revenues of the individual funds. All Airport, Water, and Water Pollution Control debt is self-supporting and therefore not subject to the debt limitations established by Section 133.03 of the Ohio Revised Code.

CITY OF FINDLAY

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

DECEMBER 31, 1999

JURISDICTION	ASSESSED VALUATION	GENERAL OBLIGATION DEBT	PERCENT APPLICABLE TO CITY OF FINDLAY (1)	AMOUNT APPLICABLE TO CITY OF FINDLAY
City of Findlay	\$ 754,972,420	\$ -	- (2)	\$ -
Hancock County	1,379,501,373	13,252,000	54.17%	7,178,608
Findlay City School District	744,296,712	-	94.07%	-
Liberty-Benton Local School District	117,128,302	6,413,427	19.89%	1,275,630
Van Buren Local School District	179,920,321	-	17.82%	-
		<u>\$ 19,665,427</u>		<u>\$ 8,454,238</u>

(1) Source: Ohio Municipal Advisory Council

(2) The City has no General Obligation Debt which is supported by general property tax receipts.

CITY OF FINDLAY

DEBT SERVICE COVERAGE FOR ENTERPRISE FUND DEBT (1)

Last Ten Fiscal Years

FISCAL YEAR	GROSS REVENUES	DIRECT OPERATING EXPENSES (2)	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENTS (3)			TOTAL	COVERAGE
				PRINCIPAL	INTEREST			
1990	\$ 8,939,204	\$ 4,591,509	\$ 4,347,695	\$ 790,000	\$ 3,269,612	\$	4,059,612	1.07
1991	9,272,783	4,831,649	4,441,134	775,000	2,970,791		3,745,791	1.19
1992	9,114,100	5,089,127	4,024,973	920,000	2,605,744		3,525,744	1.14
1993	10,348,042	5,149,271	5,198,771	1,030,128	2,786,573		3,816,701	1.36
1994	10,780,490	5,303,846	5,476,644	1,229,782	2,542,752		3,772,534	1.45
1995	11,225,536	5,431,484	5,794,052	1,247,929	2,537,844		3,785,773	1.53
1996	10,721,445	5,841,884	4,879,561	1,516,228	2,002,443		3,518,671	1.39
1997	11,482,769	6,473,213	5,009,556	1,589,689	2,162,064		3,751,753	1.34
1998	13,008,877	6,831,392	6,177,485	2,083,317	2,139,558		4,222,875	1.46
1999	13,303,935	7,134,087	6,169,848	2,217,121	2,137,338		4,354,459	1.42

(1) Water Fund, Water Pollution Control Fund, and Airport Fund.

(2) Depreciation expense and the loss on disposal of fixed assets have not been included in direct operating expenses in the above table as they do not require the outlay of working capital.

(3) Represents debt service payments made in the respective year.

CITY OF FINDLAY
 DEMOGRAPHIC STATISTICS
 Last Ten Fiscal Years

FISCAL YEAR	POPULATION (1)	PER CAPITA INCOME (2)	SCHOOL ENROLLMENT (3)	UNEMPLOYMENT RATE (4)
1990	\$ 35,703	\$ 18,455	6,276	5.1%
1991	35,800	18,964	6,187	5.6%
1992	36,462	20,160	6,224	5.7%
1993	36,562	20,739	6,175	4.9%
1994	36,692	22,203	6,183	4.2%
1995	36,809	22,705	6,044	4.0%
1996	36,910	23,641	6,374	3.5%
1997	37,025	24,681	6,201	3.5%
1998	37,132	*	6,386	3.1%
1999	*	*	6,276	2.8%

DATA SOURCES:

- (1) 1990 Census Data based upon STF3 Report, provided by the Ohio Data User Center, which summarizes all 1990 Census information as provided by the Bureau of Census. Subsequent years are estimates based on information from the Ohio Department of Development.
- (2) Data is for all of Hancock County as compiled by the Ohio Department of Development.
- (3) Data for all years provided by the Findlay City School System.
- (4) Data for all years provided by the Ohio Bureau of Employment Services, Labor Market Information Division, Columbus, Ohio. The percentage is for all of Hancock County.

* Current information not available when this report was issued.

CITY OF FINDLAY

PROPERTY VALUE, CONSTRUCTION, AND BANK DEPOSITS

Last Ten Fiscal Years

FISCAL YEAR	PROPERTY VALUE	COMMERCIAL		RESIDENTIAL		CONSTRUCTION VALUE (1)	CONSTRUCTION VALUE (1)	BANK DEPOSITS (2)
		NUMBER OF UNITS	NUMBER OF UNITS	NUMBER OF UNITS	NUMBER OF UNITS			
1990	\$ 911,409,971	139		267		\$ 17,649,966	\$ 9,243,569	\$ 733,044,000
1991	947,395,629	135		316		13,807,347	9,851,783	772,755,000
1992	954,970,800	137		361		12,709,907	13,683,850	716,662,000
1993	1,095,970,885	123		367		16,045,106	23,706,705	655,619,000
1994	1,119,143,000	127		325		15,708,458	13,745,571	676,286,000
1995	1,153,653,114	99		392		32,092,584	21,094,213	677,990,000
1996	1,280,041,542	102		377		16,832,097	21,463,137	666,501,000
1997	1,317,086,000	117		562		28,332,110	27,885,972	708,092,000
1998	1,350,478,142	163		657		34,823,784	37,219,838	725,770,000
1999	1,575,607,200	137		540		32,084,295	25,894,507	736,464,000

(1) Source: City of Findlay Engineering Department

(2) Source: FDIC Market Share Report for all of Hancock County as of June 30 of each year

CITY OF FINDLAY
 FIFTEEN LARGEST EMPLOYERS
 DECEMBER 31, 1999

EMPLOYER	BUSINESS	NUMBER OF EMPLOYEES
Cooper Tire & Rubber Company	General Offices & Tire Manufacturing	1,942
Whirlpool Corporation	Home Appliances	1,813 (1)
Blanchard Valley Hospital	Hospital Service	1,214
Marathon Ashland Petroleum LLC	Petroleum Products	1,016
Kohl's Distribution Center	Retail Distribution Center	861
Findlay City Schools	Education	750
Findlay Industries	Upholstered/Plastic Auto Interior	617
Hancock County	County Government	585
Findlex Corporation	Automotive & Recreational Vehicle Brake Components	574
Intersil Corporation	Semi-Conductors	568
HiSan Corporation	Automotive - Small Tubing	544
University of Findlay	Education	489
Ball Metal Container Group	Beverage Cans	477 (1)
Marathon Oil Company	Petroleum Products	465
Hancor	Plastic Drain Tile Products	385 (1)

(1) Located outside City limits, but major source of employment for Findlay residents.

CITY OF FINDLAY

MISCELLANEOUS STATISTICS

DECEMBER 31, 1999

Founded in 1812 as Fort Findlay	
Form of Government	Mayor-Council
Area in Square Miles	17.6576
Miles of Streets	176.6
Number of Full-time Employees (including Police & Fire)	366
FIRE PROTECTION:	
Number of Stations	4
Number of Firefighters	73
POLICE PROTECTION:	
Number of Stations	1
Number of Police Officers	68
Number of Auxiliary Police Officers	20
WATER AND WASTEWATER UTILITIES:	
Number of Accounts	15,741
Average Daily Water Consumption (gallons)	6,740,000
Reservoir Capacity (gallons)	6.4 billion
Miles of Water Mains	260.7
Water Treatment Plants	1
Miles of Sanitary Sewer Lines	245.32
Sewerage Treatment Plants	1
RECREATION:	
Number of Parks	17 (240.10 acres)
Findlay Reservoir (Boating and Fishing)	775 acres
Ballfields (Baseball and Softball)	28
Tennis Courts, Volleyball & Basketball	26 (2 lighted)
Soccer Fields	21
Swimming Pool	1
EDUCATION:	
Findlay City School District (grades K-12)	
St. Michael's Catholic School (grades K-8)	
University of Findlay	
Winebrenner Theological Seminary	
Owens Community College	
Southern Ohio College	

CITY OF FINDLAY
 COMPLIANCE INFORMATION
 SECURITIES AND EXCHANGE COMMISSION RULE
 15c2-12

In compliance with the S.E.C. rule, the City of Findlay submits the following regarding its outstanding obligations.

Description of Material Events

1. There were no delinquencies of principal and/or interest payments.
2. There were no non-payment related defaults.
3. There were no unscheduled draws on debt service reserves reflecting financial difficulties.
4. There were no unscheduled draws on credit enhancements reflecting financial difficulties.
5. There was no substitution of credit or liquidity providers, nor was there a failure to perform.
6. There have been no adverse tax opinions affecting the tax exempt status of any of the City's outstanding obligations.
7. There were no modifications to rights of bond holders.
8. The City issued one call for outstanding obligations as listed below:

Description	Dated Date	Call Date	Maturity Date	Amount
City Building Bonds	2/15/1989	8/1/1999	8/1/2000	\$330,000
			8/1/2001	\$350,000
			8/1/2002	\$375,000

9. The City defeased only those bonds as described in 8 above during 1999.
10. The City did not release, substitute or sell any property securing repayment of its obligations.
11. The City has a credit rating for General Obligation bonds from Moody's Investors Services, Inc. of Aa3. The City also has a rating from Standard and Poors Corporation of AA-

In order to provide full disclosure, this Comprehensive Annual Financial Report will be sent to the Municipal Securities Rulemaking Board, all nationally recognized municipal securities information repositories (NRMSIRS), and to the Ohio Municipal Advisory Council.

REPORT ON EXPENDITURES OF FEDERAL AWARDS

City of Findlay, Ohio

For the Year Ended December 31, 1999

CITY OF FINDLAY, OHIO

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**Report on Compliance and on Internal Control Over
Financial Reporting Based on an Audit of General Purpose
Financial Statements Performed in Accordance with
*Government Auditing Standards***

The Honorable Mayor John Stozich
and Members of City Council
City of Findlay, Ohio:

We have audited the general purpose financial statements of the City of Findlay, Ohio (the City) as of and for the year ended December 31, 1999, and have issued our report thereon dated May 19, 2000. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City's general purpose 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 general purpose financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose 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 general purpose 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.

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

KPMG LLP

May 19, 2000

**Report on Compliance with Requirements Applicable to Each
Major Program and Internal Control Over Compliance in
Accordance with OMB Circular A-133**

The Honorable Mayor John Stozich
and Members of City Council
City of Findlay, Ohio:

Compliance

We have audited the compliance of the City of Findlay, Ohio (the City) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 1999. The City's major federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 1999. However, the results of our auditing procedures disclosed one instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133, and which is described in the accompanying Schedule of Findings and Questioned Costs as Finding 99-1.

Internal Control Over Compliance

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

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

Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of the City as of and for the year ended December 31, 1999, and have issued our report thereon dated May 19, 2000. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is 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 stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

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

KPMG LLP

June 23, 2000

CITY OF FINDLAY, OHIO

Schedule of Expenditures of Federal Awards

Year ended December 31, 1999

	<u>Federal CFDA number</u>	<u>Expenditures</u>
DEPARTMENT OF TRANSPORTATION Airport Improvement Program	20.106	\$ 863,668
DEPARTMENT OF HOUSING & URBAN DEVELOPMENT Small Cities Community Development Block Grant Program	14.228	<u>477,250</u>
Total federal awards		<u>\$ 1,340,918</u>

See accompanying notes to schedule.

CITY OF FINDLAY, OHIO

Notes to the Schedule of Expenditures of Federal Awards

Year ended December 31, 1999

(1) Financial Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the activity of federal award programs of the City of Findlay, Ohio (the City). The City reporting entity is defined in note 1 to the City's general purpose financial statements.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in note 1 to the City's general purpose financial statements.

Revenues under federally funded programs are generally recognized during the year in an amount equal to expenditures incurred during the year relative to the programs.

(3) Relationship to General Purpose Financial Statements

Federal financial assistance revenues are reported in the City's general purpose financial statements as follows:

	<u>Federal awards</u>	<u>State and local revenue</u>	<u>General purpose financial statements</u>
Special Revenue funds:			
Street maintenance and repair:			
Intergovernmental revenue	\$ 183,950	1,584,513	1,768,463
Enterprise funds:			
Water Pollution Control:			
Other operating revenue	293,300	60,006	353,306
Airport Fund:			
Other non-operating revenue	<u>863,668</u>	<u>47,065</u>	<u>910,733</u>
	<u>\$ 1,340,918</u>	<u>1,691,584</u>	<u>3,032,502</u>

CITY OF FINDLAY, OHIO

Schedule of Findings and Questioned Costs

Year ended December 31, 1999

SECTION I – SUMMARY OF AUDITORS’ RESULTS

- (a) The type of report issued on the general purpose financial statements: **Unqualified opinion**
- (b) Reportable conditions in internal control were disclosed by the audit of the general purpose financial statements: **None noted** Material weaknesses: **No**
- (c) Noncompliance which is material to the general purpose financial statements: **No**
- (d) Reportable conditions in internal control over major programs: **None noted** Material weaknesses: **No**
- (e) The type of report issued on compliance for major programs: **Unqualified opinion**
- (f) Any audit findings which are required to be reported under section 510(a) of OMB Circular A-133: **Yes**
- (g) Major programs: **Airport Improvement Program (CFDA #20.106) and Small Cities Community Development Block Grant Program (CFDA #14.228)**
- (h) Dollar threshold used to distinguish between Type A and Type B programs: **\$300,000**
- (i) Auditee qualified as a low-risk auditee under section 530 of OMB Circular A-133: **No**

SECTION II – FINDINGS RELATING TO THE GENERAL PURPOSE FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Current Year Finding

None

Prior Year Findings

Not applicable

CITY OF FINDLAY, OHIO

Schedule of Findings and Questioned Costs

Year ended December 31, 1999

SECTION III – FINDINGS AND QUESTIONED COSTS RELATING TO FEDERAL AWARDS

Current Year Finding

Finding 99-1

Grant Program/CFDA #: Small Cities Community Development Block Grant Program/14.228

Requirement: *Reporting.* A six-month status report is required to be submitted for each project.

Finding: The six-month status report was not submitted for one out of two projects.

Questioned Cost: None

Systemic or isolated: Isolated

Effect of Finding: The City is in violation of the grant agreement.

Recommendation: The City should develop and implement procedures to ensure compliance with reporting requirements.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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800-282-0370
Facsimile 614-466-4490

CITY OF FINDLAY

HANCOCK 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
NOVEMBER 28, 2000**