



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**CITY OF STOW
SUMMIT COUNTY**

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

City of Stow
Summit County
3760 Darrow Road
Stow, Ohio 44224-4094

To the Mayor and City Council Members:

We have audited the general purpose financial statements of the City of Stow, Summit County, Ohio, (the City) as of and for the year ended December 31, 2001, and have issued our report thereon dated June 25, 2002, in which we noted the City reclassified certain fund balances from the Special Revenue Funds to the General Fund, and from the Capital Projects Funds to the Enterprise Funds. 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 City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

However, we noted certain immaterial instances of noncompliance that we have reported to the management of the City in a separate letter dated June 25, 2002.

Internal Control Over Financial Reporting

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

However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report that we have reported to management of the City in a separate letter June 25, 2002.

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, sweeping initial "J" and a long, horizontal stroke extending to the right.

Jim Petro
Auditor of State

June 25, 2002



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

City of Stow
Summit County
3760 Darrow Road
Stow, Ohio 44224-4094

To the Mayor and City Council Members:

Compliance

We have audited the compliance of the City of Stow, Summit County, Ohio, (the City) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended December 31, 2001. The City's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of 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 occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, City complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2001.

Internal Control Over Compliance

The management of 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.

However, we noted a matter involving the internal control over financial reporting that does not require inclusion in this report that we have reported to management of the City in a separate letter dated June 25, 2002.

Schedule of Federal Awards Expenditures

We have audited the general purpose financial statements of the City as of and for the year ended December 31, 2001, and have issued our report thereon June 25, 2002, in which we noted the City reclassified certain fund balances from the Special Revenue Funds to the General Fund, and from the Capital Projects Funds to the Enterprise Funds. 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 Receipts and 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 for the information and use of the Audit Committee, management, Council and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



Jim Petro
Auditor of State

June 25, 2002

**CITY OF STOW
SUMMIT COUNTY**

**SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2001**

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Program or Award Amount	Receipts	Expenditures
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>					
<i>Passed Through Ohio Department of Public Safety</i>					
Highway Planning and Construction	TE-21G-9900511	20.205	\$ 4,608,000	\$ 2,541,826	\$ 3,420,669
<u>U.S. DEPARTMENT OF JUSTICE</u>					
<i>Direct</i>					
Public Safety Partnership and Community Policing Grants	N/A	16.710	375,000	16,161	16,161
Total				<u>\$ 2,557,987</u>	<u>\$ 3,436,830</u>

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

**CITY OF STOW
SUMMIT COUNTY**

**NOTES TO SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2001**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Receipts and Expenditures of Federal Awards (the Schedule) summarizes the activity of the City's federal award programs. The Schedule has been prepared on the cash basis of accounting.

NOTE B - MATCHING REQUIREMENTS

Certain federal programs require that the City contribute non-Federal funds (matching funds) to support the federally-funded programs. The City has complied with the matching requirements. The expenditure of non-federal matching funds is not included on the Schedule.

**CITY OF STOW
SUMMIT COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505
DECEMBER 31, 2001**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	CFDA #20.205 Highway Planning and Construction
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

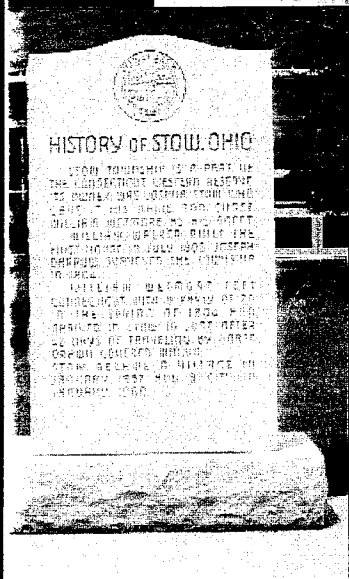
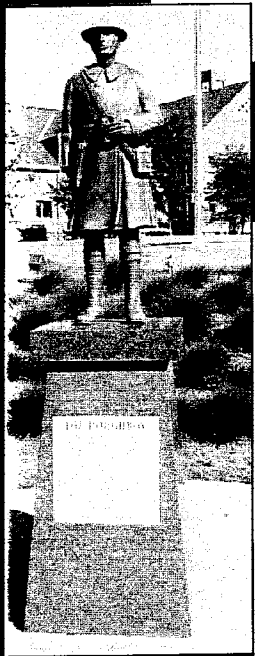
None

CITY OF STOW
SUMMIT COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 §.315 (b)
DECEMBER 31, 2001

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2000-001	Ohio Rev. Code 5705.41(B) – Expenditures exceeded appropriations.	Yes	Corrected

CITY OF STOW, OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT
for the fiscal year ended December 31, 2001

Introductory Section

CITY OF STOW, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2001

PREPARED BY THE DEPARTMENT OF FINANCE

JOHN M. BARANEK, DIRECTOR OF FINANCE

CITY OF STOW, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2001

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CITY OF STOW, OHIO
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 FOR THE YEAR ENDED DECEMBER 31, 2001

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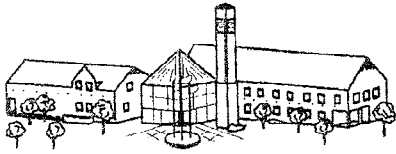
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CITY OF STOW, OHIO
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Stow City Hall

City of Stow

3760 Darrow Road • Stow, Ohio 44224 • Phone (330) 689-2833

John M. Baranek
Director of Finance

June 27, 2002

The Honorable Mayor Lee A. Schaffer,
Members of City Council
and Citizens of the City of Stow, Ohio

Ladies and Gentlemen:

The Comprehensive Annual Financial Report for the City of Stow for the fiscal year ended December 31, 2001, is hereby respectfully submitted. It includes information pertaining to all of the City's funds and financial transactions and selected comparative financial and other information for the most recently completed fiscal year (2001) and previous years. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation rests with the City. To the best of our knowledge, the data in this report is accurate in all material respects and it presents fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to provide the reader with a better understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report (CAFR) is presented in three sections: Introductory, Financial and Statistical. The Introductory Section includes this transmittal letter, a listing of the principal City officials and an organizational chart. The Financial Section contains the Report of Independent Accountants on the financial statements, the general purpose financial statements and the combining and individual fund and account group statements and schedules. The Statistical Section includes financial and demographic information, generally presented on a multiple year basis.

THE REPORTING ENTITY

The City of Stow was incorporated in 1957 as a village and became a City in 1960. The City is located in Summit County approximately 30 miles southeast of Cleveland, Ohio and 8 miles northeast of Akron, Ohio. With a population of 32,139 according to the 2000 Census, Stow is the third largest City in Summit County. The City operates under, and is governed by, its Charter, which was first adopted by the voters in 1958. The Charter is subject to amendment from time-to-time by the voters.

Under the Ohio Constitution, the City has the right to exercise all powers of local self-government. The Charter provides for a Mayor-Council form of government, and also for independently elected Finance and Law Directors. Legislative authority is vested in a seven-member City Council. Three Council members are elected at-large and four members are elected from wards. All members serve two-year terms. The presiding officer of City Council is the President, who is elected from among its members for a one-year term.

The City's chief executive and administrative officer is the Mayor, who is elected to serve a four-year term. The Mayor also serves as Public Safety Director. The Mayor may veto any legislation passed by the Council. A veto may be overridden by a vote of five or more members of the Council. All City elected officials are limited by the Charter to eight consecutive years in office.

The City of Stow provides a full range of services to its citizens. The City's major services include police and fire protection, emergency medical service, street maintenance and snow removal, parks and recreation, building and zoning inspection and enforcement, urban forestry and various administrative and operational services. The City also operates and maintains the Stow Water System that provides water service to all Stow residents and businesses. Three cemeteries and numerous community and neighborhood parks and other recreation facilities are also owned and managed by the City for the benefit of its citizens.

The financial statements, schedules and statistical tables presented herein include all funds and account groups that are controlled by or are dependent upon the City of Stow. These funds are determined on the basis of budgetary overview, obligations to fund deficits or control of the use of surplus funds, the taxing authority and fiscal management responsibilities. The Stow-Munroe Falls City School District, the Stow-Munroe Falls Public Library and the Stow Historical Society, conduct all or a portion of their activities within the boundaries of the City. However, these organizations are not considered part of the reporting entity because the City does not exercise significant influence over their daily operations, approve their budgets, or maintain their accounting records. In addition, the City is not responsible for the organizations' debt or for funding any operating deficits.

ECONOMIC CONDITION AND FUTURE OUTLOOK

The City of Stow was originally founded as a township, eventually became a village and was incorporated as a city in 1960 with a population of 12,194. The 2000 population reached 32,139. Stow became the third largest city in Summit County in 1990 and continued as such in 2001. To accommodate the City's population growth, over 8,000 dwelling units have been constructed in Stow since 1970. It is estimated that there is unused community capacity for an additional 5,000 dwelling units to be constructed in Stow in the future. Recent projections estimate the fully developed population of the City of Stow to be nearly 40,000 residents. This figure could be reached sometime within the next 25 years.

Stow is a growing, predominately residential community, which has a balanced commercial and industrial tax base to help absorb the tax burden associated with providing services to its residents. Because Stow is in a strategic growth corridor between the Cleveland and Akron metropolitan areas, it is likely that these positive development trends will continue. The City, through the application of its Comprehensive Land Use Plan, attempts to influence and guide development in a manner which results in a pleasant suburban environment where residences are the predominant land use but with sufficient commercial and industrial enterprises to pay for a significant portion of the local government's cost of providing high quality services to all residents and businesses.

Substantial commercial, office and industrial growth has occurred in Stow in recent years. As part of the recent effort to update the City's Comprehensive Land Use Plan, City officials, with the assistance of a professional development consultant, prepared a market study to analyze existing and potential nonresidential development in the City and the future local market for office and retail expansion. It was determined that the City of Stow has a substantial supply of competitive retail space – approximately 2.1 million square feet. Retail vacancies were found to be in the 8-10 percent range for overall constructed space. It is anticipated that the City will take the necessary policy steps to ensure that the local retail sector continues to grow. Estimates place the potential demand for additional retail space in Stow to be as high as 380,000 square feet or more over the next ten years.

City officials have placed a particular emphasis on the development of the office and industrial market in Stow, recognizing the positive revenue implications resulting from this type of development. Approximately 164,000 square feet of office space has been constructed in Stow since 1990. Through the use of development incentive programs, City officials are planning to encourage the construction of a minimum of 240,000 square feet of additional office space alone by 2010. The planned Seasons Road/State Route 8 Interchange project will accommodate much of the expected office, retail and light industrial development in the northwest sector of the City. The current development of the Steels Corners Road and Seasons Road/State Route 8 Interchange area could eventually account for 100,000-150,000 square feet of the City's expected new office space by the end of this decade. Supporting commercial and service businesses are already being planned in the vicinity of the Interchange.

The City of Stow offers an excellent opportunity for business growth because of an excellent network of state and interstate highways that provide the area with access to regional and national markets. Stow is fortunate to have a diversified tax base comprised of many small-to-medium sized industries. Some nine private industries in 2001 employed between 100 and 250 workers, although one of these employers (152 employees) may cease operations in 2002. One private employer has more than 400 employees. Additional industrial development is expected to be derived from the City's participation in the Foreign Trade Zone that is located in the northwest area of Stow and was created for the purpose of promoting industrial development through foreign investment.

MAJOR INITIATIVES

Current Year – In 2001, the City initiated its voter-approved program to expand the City's Emergency Medical Services (EMS) and fire response capabilities. The City will be building two new fire stations, acquiring three new fire/rescue trucks and hiring fifteen new firefighter/paramedics over a two-year period. The expansion program is being funded through an increase of 2.3 mills in the City's Charter property tax rate. One of the new fire stations will be an additional station to increase emergency coverage on the City's east side, while the other will be a relocated replacement facility to improve response times on the City's west side. The fifteen additional paramedics will enable the City's Fire Department to operate a full EMS transport system and to fully staff the new fire stations, which should be ready for occupancy in late 2003. The City's centrally located Safety Building will continue to serve the community as its main fire station.

Architectural design of the City's new service maintenance, parks maintenance and urban forestry centers was completed in 2001. These facilities, which will provide almost 100,000 square feet of new space for the City's combined maintenance operations, including water system maintenance, will enable the City to store almost all of its service and parks vehicles indoors. The new structures will cost approximately \$9.0 - \$9.5 million combined. They will replace the existing undersized and outdated buildings that have been used by Stow for many years. It is expected that both maintenance centers will be completed and ready for occupancy in 2003. These two new City structures are major components of the City's ongoing long-term plan to construct new public service facilities for the City government to serve its residents and businesses. Previous new buildings constructed include the Stow City Hall, which was opened in 1986 and the Safety Building (Police, Fire, EMS and Communications), which was completed in 1995.

The Fishcreek Road widening project, which was initiated in 2000, was completed in 2001. This project cost approximately \$6 million. The Federal Highway Administration paid 80 percent of the cost, while Stow was responsible for the remaining 20 percent. Fishcreek Road is a major arterial in Stow and its widening represents a major upgrade to the City's transportation system.

In cooperation with the City of Hudson, Stow commenced with the connection of Norton and Seasons Roads in northwest Stow in 2001. This project, which will cost the two communities a combined \$2.4 million, will provide a continuous major road in a section of Stow in which travel has been inhibited due to the absence of the connection.

Maintenance and repair of roads throughout the community to accommodate the growing population and expanding commercial and industrial base continues to be a high priority for the City government. In 2001, the City allocated \$850,000 for general road repaving. This was more than double the total allocated in the City's capital budget four years earlier. The City also approved funding in 2001 for five major road-related projects, all which are designed to improve the community's transportation system and the future flow of traffic in Stow.

A program to revitalize older commercial areas of the City by completing improvements in or adjacent to the City right-of-way such as the installation of needed sidewalks, landscape strips, street trees, planters and/or decorative paving blocks was initiated by the City in 2001. Each improvement is being completed in cooperation with the property owners who will share the cost with the City. As part of the program, the property owners are also committing to building renovations. The program will help improve the appearance of the City's older commercial areas. Two or three projects are planned to be completed each year.

In order to accommodate the expected continued population and business growth in Stow, the City government will continue to invest in its public facilities, its transportation system and the community infrastructure in the years ahead. In 2001, the City completed the process of formally adopting an updated Comprehensive Land Use Plan to guide City officials in the development of the community in the future. Before it received final approval, the new Plan was the subject of many hearings and community meetings held by Stow City officials.

In November, 2001, the City of Stow regained ownership of the Stow Water System from the Summit County government and became fully responsible for its daily operation. Ownership of the System had been an important ongoing policy (and legal) concern for the City of Stow for many years. In June of 2001, agreement on the financial and other terms for transfer of the System ownership from Summit County to Stow was reached and, except for service relating to certain water accounts in the City of Hudson, which are served by Stow, the legal dispute between the two entities was resolved. A tentative long-term water supply agreement was also reached with the City of Akron whereby Akron will supply water directly to Stow on a wholesale basis. The detailed terms of the Stow water supply agreement with Akron are expected to be finalized in 2002.

A five-year Operating Budget for the Stow Water System was developed in 2001 to guide the City in managing the operation and maintenance of the System. The five-year Budget will be updated each year and will be used to assist the administration and City Council in determining the level of future water rates.

In 2001, the City of Stow continued many of its ongoing programs, which are designed to improve the community as a whole, and its individual neighborhoods. The provision of such programs as the police bike patrol, adopt-a-spot beautification, the neighborhood playground upgrades, residential storm sewer improvements, litter and recycling education and awareness, neighborhood beautification and tree planting programs were important accomplishments of the City this past year.

The new Silver Springs Cemetery was constructed by the City in 2000/2001 and opened in the spring of 2001. Stow now has three publicly operated cemeteries.

Future – Several major initiatives designed to enable the City to accommodate the continued growth and development of Stow and to enhance the Stow community were underway in 2002.

The Route 8 Interchange project, located at State Route 8 and Seasons Road in both Stow and Hudson, is in the preliminary planning stages. It will be a joint undertaking of the State of Ohio, the City of Stow and the City of Hudson. Along with the Seasons/Norton Roads connection project, it is necessary to expand the industrial and commercial growth areas of Stow. The total construction cost for the interchange is expected to be \$6,000,000. Stow and Hudson will be responsible for paying for a combined fifty percent of the cost, or \$1,500,000 each. Preliminary planning estimates are that bidding for the construction could be underway in 2005. Through the City's annual road paving program and such projects as the Norton/Seasons Roads connection, the Route 8 Interchange and various other planned road, intersection, traffic light and bridge improvements, the City of Stow will be upgrading the community transportation system significantly over the next decade.

In 2002, the City will also be continuing its ongoing traffic signal upgrade program at major intersections throughout the community. Local funds will be combined with grant funds and other sources to finance the installation of new signals at high traffic volume locations to improve traffic control and/or to meet safety concerns.

A ten-year Capital Improvements Financial Plan was prepared by the City in early 2002 to guide the City in undertaking and completing the City's major permanent improvement projects over the period 2002-2011. The Plan identifies available capital improvement funding sources and all potential general capital projects that are necessary to improve the City's infrastructure, buildings, facilities and major equipment over the next ten years.

In addition to the Seasons/Norton Roads Connection and the Route 8 Interchange at Seasons Road, eleven major road projects have been identified for inclusion in the long-term Financial Plan as being necessary to be undertaken by the City during the ensuing ten-year period. It is expected that up to ten of the eleven projects will receive state and/or federal funding.

With the assistance of the City's consulting engineering firm, the City of Stow is currently preparing a long-term Water System Capital Improvements Plan. The purpose of the Plan will be to identify and schedule necessary capital improvements for the Stow Water System to be undertaken over the next five-ten years.

A master plan for the maintenance, development and future management of the City's arboretum will be developed in 2002. It will be the intent of the City to enhance the arboretum in several phases and open it fully to the public in the near future. Preservation of this unique outdoor resource is a long-standing commitment of the City.

FINANCIAL INFORMATION

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

Budgetary Controls – The objective of budgetary controls is to ensure compliance with the Annual Appropriation Measure approved by City Council and legal restrictions imposed by state and federal statutes. The City Council must adopt an Annual Appropriation Measure by April 1st of each year. Appropriations may not exceed amounts certified by the County Budget Commission, including any amendments thereto. The Finance Director may transfer funds between accounts within funds. Council authorization is required to make interfund transfers. Council authorizes appropriation amounts by fund and may amend appropriations from time-to-time during the fiscal year. As a management tool, budgetary control is maintained in all funds at the department and line item level by the encumbrance of estimated purchase amounts before the release of purchase orders to vendors. The City continually evaluates its accounting and reporting system and upgrades it when necessary in an effort to improve internal accounting controls and financial reporting.

General Governmental Functions – The following schedules represent a summary of revenues for the governmental funds, which include the general, special revenue, debt service and capital projects funds, for the year ended December 31, 2001, and comparisons to 2000:

	2001	2000	Amount of Increase (Decrease)	Percent Increase (Decrease)
Municipal Income Tax	\$11,221,994	\$10,939,038	\$282,956	2.59 %
Property and Other Taxes	5,984,321	4,360,593	1,623,728	37.24 %
Charges for Services	837,868	424,981	412,887	97.15 %
Licenses and Permits	599,729	603,019	(3,290)	(0.55) %
Fines and Forfeitures	86,298	63,370	22,928	36.18 %
Intergovernmental	6,602,441	4,702,144	1,900,297	40.41 %
Special Assessments	55,319	56,032	(713)	(1.27) %
Investment Income	574,944	817,719	(242,775)	(29.69) %
Other	493,111	347,600	145,511	41.86 %
Total Revenue	<u>\$26,456,025</u>	<u>\$22,314,496</u>	<u>\$4,141,529</u>	18.56 %

Property and Other Taxes increased by 37.24 percent due primarily to collections from the 2.3 mill voter-approved tax levy for emergency medical services and fire services.

Charges for Services revenue increased due to increased collections of EMS transport fees.

Intergovernmental revenue increased significantly in 2001 due to federal grant monies received for the Fishcreek Road widening project.

Investment Income decreased from 2000 as a direct result of lower interest rates.

The following schedule represents a summary of all governmental expenditures from general, special revenue, debt service and capital projects funds for the year ended December 31, 2001 and comparisons to 2000:

	2001	2000	Amount of Increase (Decrease)	Percent Increase (Decrease)
Current:				
General Government	\$3,787,262	\$3,455,250	\$332,012	9.61 %
Security of Persons and Property	8,732,322	7,833,280	899,042	11.48 %
Public Health and Welfare	462,594	468,329	(5,735)	(1.22) %
Transportation	2,217,758	2,384,678	(166,920)	(7.00) %
Community Environment	1,096,685	1,119,854	(23,169)	(2.07) %
Leisure Time Activities	1,492,171	1,501,736	(9,565)	(0.64) %
Other	23,224	50,973	(27,749)	(54.44) %
Capital Outlay	5,548,763	3,649,212	1,899,551	52.05 %
Debt Service				
Principal Retirement	315,000	225,000	90,000	40.00 %
Interest and Fiscal Charges	402,683	414,308	(11,625)	(2.81) %
Total Expenditures	<u>\$24,078,462</u>	<u>\$21,102,620</u>	<u>\$2,975,842</u>	14.10 %

General Government expenditures increased by 9.61 percent primarily due to increased operating costs relating to wages and benefits and contractual services.

Security of Persons and Property spending increased by 11.48 percent over 2000 as a result of the City's expenditure of the new tax monies collected for emergency medical services and fire services.

Capital Outlay is significantly higher (52.05 percent) than 2000 as a result of increased construction activity involving the Fishcreek Road widening project.

Enterprise Fund operations consist of the Water Fund, which was established by the City when it regained ownership of the Stow Water System from Summit County in November, 2001. The Water Fund had a net income of \$11,683,521 in 2001, \$10,821,199 of the net income was from Capital Contributions. Retained Earning at December 31, 2001 was \$11,917,019.

Internal Service Funds operations consist of the Administrative Insurance and the Self-Insurance Funds. The combined Internal Service Funds had a net income of \$100,890 in 2001. Retained Earnings increased from \$1,002,928 at January 1, 2001 to \$1,103,818 at December 31, 2001.

Debt Administration – The fund balances and annual cash flows of the City are more than adequate to cover operating expenses budgeted each year. Only selected major capital projects are subject to debt financing. The amount of \$638,933 was allocated to the debt service component of the Capital Improvements Budget for the payment of debt principal and interest in 2001. At year-end 2001, the City's outstanding debt totaled \$8,495,000, of which \$6,195,000 was for bonds issued for the financing of the 1995 Stow Safety Center and \$2,300,000 was for notes for the acquisition of the Stow Water System from Summit County in 2001.

The City of Stow's debt is currently assigned a rating of A1 by Moody's Investors Services. The City expects to utilize debt-financing for major road and building projects as well as major fire/EMS vehicle acquisitions in 2002 and thereafter.

In accordance with its debt policy, the City minimizes the incurrence of new debt for capital projects each year by financing projects on a pay-as-you-go (cash) basis to the maximum extent possible. The City's ten-year Capital Improvements Financial Plan prepared in 2002 will be revised and updated in 2003 and each year thereafter to assist City officials in budgeting for the many capital improvements to be undertaken by the City over the period 2003-2012 and achieving an efficient balance between cash allocations for projects and debt financing.

Cash Management – The primary goal of the City's cash management program is to minimize the level of idle cash on hand to meet the daily cash requirements while simultaneously maximizing the funds available for investment. The City's investment objectives are to ensure the safety of the public funds while investing in accordance with all state and local laws and maintaining sufficient liquidity to meet all reasonably anticipated expenditures. The City's invested balance and deposits on hand at the end of the year 2001 totaled \$15,534,521.

Risk Management – The City of Stow maintains a broad-based insurance program to insure all areas of potential exposure and risk in the various elements of the City's operations. Insurance coverages are reviewed and updated annually. Base insurance coverages are supplemented by additional umbrella policy coverage where appropriate.

The City maintains a partially self-funded employee group health plan. The group health plan is protected against excessive and catastrophic claims and losses through the retention of both individual and aggregate stop-loss insurance coverage and plan limits. A sizeable balance is retained in the group health plan claims fund to ensure the program's long-term financial stability. As of the end of 2001, the balance in the fund was \$1,109,472. This amount is equivalent to 80-95 percent of the value of one year's average claims activity in the fund.

OTHER INFORMATION

Independent Audit – In accordance with Ohio law and with the issuance of the CAFR, annual independent audits must be performed on all financial operations of the City. The 2001 audit was completed by the State of Ohio Auditor's Office. The audit was also designed to meet the Federal Single Audit Act Amendment of 1996. The auditors' report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Awards – The City prepared and submitted a Comprehensive Annual Financial Report (CAFR) for the first time for 2000 to the Government Finance Officers Association of the United States and Canada (GFOA). A Certificate of Achievement for Excellence in Financial Reporting was awarded to the City of Stow for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2000. 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. Such reports must satisfy both Generally Accepted Accounting Principles and applicable legal requirements. We believe our current report for 2001 conforms to the Certificate of Achievement for Excellence in Financial Reporting program requirements, and we are submitting it to the GFOA to determine its eligibility for a 2001 award.

Acknowledgment – I would like to express my sincere appreciation and thanks to those individuals who assisted in the preparation of the 2001 Comprehensive Annual Financial Report. Successful preparation of a report of this scope required the dedicated services of the entire staff of the Finance Department. I also extend my appreciation to the Mayor, City Council and all Department Heads for their support and assistance in completing this Comprehensive Annual Financial Report.

Respectfully submitted,

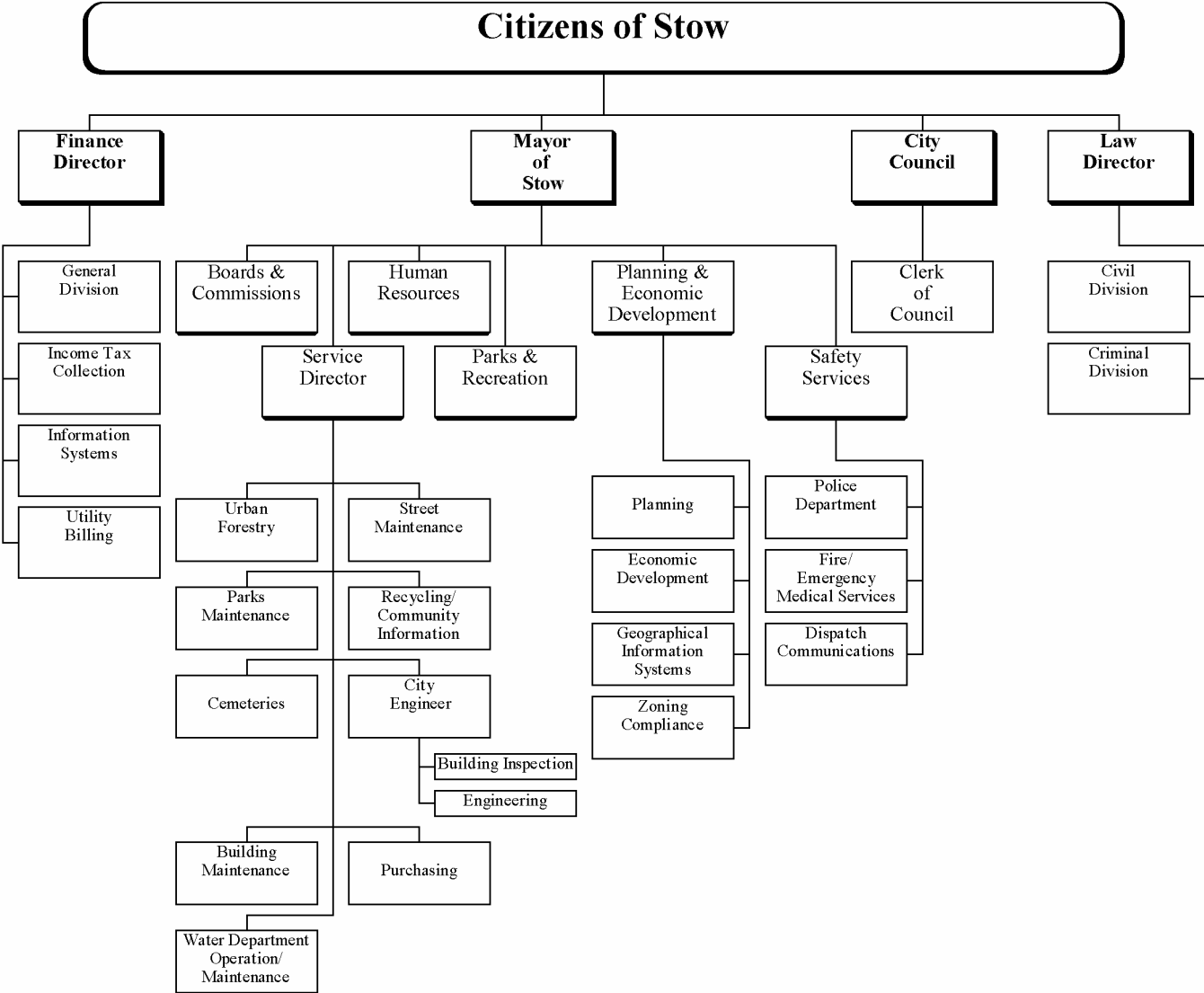


John M. Baranek
Director of Finance

City of Stow, Ohio

General Organization Chart

2001



Elected Officials

(As of December 31, 2001)

Mayor	Lee A. Schaffer
Finance Director	John Baranek
Law Director	Joe Haefner
President of Council	Ron Alexander (At-Large)
Vice President	John Wysmierski (Ward III)
President Pro-Tem	Chuck Meier (Ward IV)
Council Member	Ron Gauthier (Ward I)
Council Member	Pat Saltis (At-Large)
Council Member	Janet D'Antonio (At-Large)
Council Member	John Parker (Ward II)

Department Officials

(As of December 31, 2001)

Service Director	Dano Koehler
Planning & Development Director	Ken Trenner
City Engineer	J. William Drew
Fire Chief	Steve Groves
Police Chief	Robert Tilton
Assistant Service Director	Dick D'Antonio
Assistant Finance Director	John Earle
Assistant City Engineer	Jim McCleary
Tax Administrator	Dennis Bernaciak
Deputy City Engineer	Edward Carey
Deputy Planning Director	Rob Kurtz
Deputy Law Director	Brian Reali
Parks and Recreation Director	Nick Wren
Human Resource Director	Claudia Amrhein
Water Distribution Superintendent	Kathy Vaughn
Chief Building Inspector	Tony Catalona
Parks Manager	Paul Kelly
Assistant Law Director/Prosecutor	Gary Deutsch
Road Superintendent	Jim Megenhardt
Landscape Arborist	Jim Gray
M. I. S. Coordinator	Lisa Paxton
Clerk of Council	Bonnie Emahiser
Youth Services Coordinator	Renee Armbruster
Community Information Coordinator	Linda Nahrstedt
Recreation Supervisor	Anne Baranek

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Stow,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2000

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.



Imelda Greve
President

Jeffrey L. Esser
Executive Director

Financial Section



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

111 Second Street, NW
Fourth Floor
Canton, Ohio 44702
Telephone 330-438-0617
800-443-9272
Facsimile 330-471-0001
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

City of Stow
Summit County
3760 Darrow Road
Stow, Ohio 44224-4094

To the Mayor and City Council Members:

We have audited the accompanying general purpose financial statements of the City of Stow, Summit County, Ohio, (the City) as of and for the year ended December 31, 2001, as listed in the Table of Contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City as of December 31, 2001, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As more fully discussed in Note 3 to the general purpose financial statements, the City has reclassified certain fund balances from the Special Revenue Funds to the General Fund, and from Capital Projects Funds to the Enterprise Funds. Fund balances as of January 1, 2001 have been restated as a result of these reclassifications.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2002 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

We performed our audit to form an opinion on the general purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the Table of Contents are presented for additional analysis and are not a required part of the general purpose financial statements. We subjected this information to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, it is fairly presented in all material respects, in relation to the general purpose financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

Jim Petro
Auditor of State

June 25, 2002

GENERAL PURPOSE FINANCIAL STATEMENTS

City of Stow, Ohio
Combined Balance Sheet
All Fund Types and Account Groups
December 31, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and Other Debits</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$4,575,791	\$2,690,817	\$0	\$5,858,792
Receivables:				
Taxes	5,993,291	1,791,430	0	0
Accounts	60,730	37,693	0	0
Intergovernmental	51,053	25,633	0	0
Materials and Supplies Inventory	76,125	354,229	0	0
Investments in Common Stock	20,319	0	0	0
Advances to Other Funds	0	0	0	39,894
Fixed Assets, (Net, Where Applicable, of Accumulated Depreciation)	0	0	0	0
<u>Other Debits</u>				
Amount to be Provided from General Government Resources	0	0	0	0
Total Assets and Other Debits	\$10,777,309	\$4,899,802	\$0	\$5,898,686
<u>Liabilities, Fund Equity and Other Credits</u>				
<u>Liabilities</u>				
Accounts Payable	\$121,746	\$33,253	\$0	\$168,526
Accrued Wages and Benefits	252,753	1,491	0	0
Compensated Absences Payable	43,765	0	0	0
Intergovernmental Payable	445,207	281,097	0	0
Deferred Revenue	4,070,540	1,791,430	0	0
Undistributed Monies	0	0	0	0
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
Claims Payable	0	0	0	0
Advances from Other Funds	0	39,894	0	0
General Obligation Bonds Payable	0	0	0	0
Total Liabilities	4,934,011	2,147,165	0	168,526
<u>Fund Equity and Other Credits</u>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings:				
Unreserved	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	156,957	591,032	0	1,339,153
Reserved for Inventory	76,125	354,229	0	0
Reserved for Common Stock	20,319	0	0	0
Reserved for Advances	0	0	0	39,894
Reserved for Budget Stabilization	1,825,000	0	0	0
Unreserved:				
Undesignated	3,764,897	1,807,376	0	4,351,113
Total Fund Equity and Other Credits	5,843,298	2,752,637	0	5,730,160
Total Liabilities, Fund Equity and Other Credits	\$10,777,309	\$4,899,802	\$0	\$5,898,686

See accompanying notes to the general purpose financial statements

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$514,922	\$1,330,545	\$543,335	\$0	\$0	\$15,514,202
0	0	0	0	0	7,784,721
82,259	0	0	0	0	180,682
0	0	0	0	0	76,686
0	0	0	0	0	430,354
0	0	0	0	0	20,319
0	0	0	0	0	39,894
13,693,469	0	0	26,268,201	0	39,961,670
0	0	0	0	7,164,520	7,164,520
<u>\$14,290,650</u>	<u>\$1,330,545</u>	<u>\$543,335</u>	<u>\$26,268,201</u>	<u>\$7,164,520</u>	<u>\$71,173,048</u>
\$21,816	\$0	\$0	\$0	\$0	\$345,341
14,029	0	0	0	0	268,273
0	0	0	0	846,477	890,242
11,163	0	0	0	123,043	860,510
0	0	0	0	0	5,861,970
0	0	540,386	0	0	540,386
26,623	0	0	0	0	26,623
2,300,000	0	0	0	0	2,300,000
0	219,748	0	0	0	219,748
0	0	0	0	0	39,894
0	0	0	0	6,195,000	6,195,000
<u>2,373,631</u>	<u>219,748</u>	<u>540,386</u>	<u>0</u>	<u>7,164,520</u>	<u>17,547,987</u>
0	0	0	26,268,201	0	26,268,201
0	6,979	0	0	0	6,979
11,917,019	1,103,818	0	0	0	13,020,837
0	0	0	0	0	2,087,142
0	0	0	0	0	430,354
0	0	0	0	0	20,319
0	0	0	0	0	39,894
0	0	0	0	0	1,825,000
0	0	2,949	0	0	9,926,335
<u>11,917,019</u>	<u>1,110,797</u>	<u>2,949</u>	<u>26,268,201</u>	<u>0</u>	<u>53,625,061</u>
<u>\$14,290,650</u>	<u>\$1,330,545</u>	<u>\$543,335</u>	<u>\$26,268,201</u>	<u>\$7,164,520</u>	<u>\$71,173,048</u>

City of Stow, Ohio
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Funds
For the Year December 31, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Revenues</u>				
Municipal Income Tax	\$11,221,994	\$0	\$0	\$0
Property and Other Taxes	4,283,915	1,700,406	0	0
Charges for Services	339,500	498,368	0	0
Licenses and Permits	599,729	0	0	0
Fines and Forfeitures	82,807	3,491	0	0
Intergovernmental	2,653,539	1,302,675	0	2,646,227
Special Assessments	0	55,319	0	0
Investment Income	544,002	30,942	0	0
Other	271,540	215,202	0	6,369
Total Revenues	19,997,026	3,806,403	0	2,652,596
<u>Expenditures</u>				
Current:				
General Government	3,787,262	0	0	0
Security of Persons and Property	6,996,303	1,736,019	0	0
Public Health and Welfare	314,509	148,085	0	0
Transportation	673,674	1,544,084	0	0
Community Environment	1,076,036	20,649	0	0
Leisure Time Activities	1,376,330	115,841	0	0
Other	0	16,850	0	6,374
Capital Outlay	86,390	180,640	0	5,281,733
Debt Service:				
Principal Retirement	0	0	240,000	75,000
Interest and Fiscal Charges	0	0	398,933	3,750
Total Expenditures	14,310,504	3,762,168	638,933	5,366,857
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,686,522	44,235	(638,933)	(2,714,261)
<u>Other Financing Sources (Uses)</u>				
Sale of Fixed Assets	61,222	0	0	0
Operating Transfers - In	1,102,361	1,481,553	638,933	7,926,212
Operating Transfers - Out	(6,425,803)	(161,248)	0	(5,065,157)
Total Other Financing Sources (Uses)	(5,262,220)	1,320,305	638,933	2,861,055
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	424,302	1,364,540	0	146,794
Fund Balances at Beginning of Year (Restated, See Note 4)	5,415,644	1,314,644	0	5,583,366
Residual Equity Transfers	1,109	0	0	0
Increase in Reserve for Inventory	2,243	73,453	0	0
Fund Balances at End of Year	\$5,843,298	\$2,752,637	\$0	\$5,730,160

See accompanying notes to the general purpose financial statements

Fiduciary Fund Type	Expendable Trust	Totals (Memorandum Only)
	\$0	\$11,221,994
	0	5,984,321
	0	837,868
	0	599,729
	0	86,298
	0	6,602,441
	0	55,319
	0	574,944
	0	493,111
	<u>0</u>	<u>26,456,025</u>
	548	3,787,810
	0	8,732,322
	0	462,594
	0	2,217,758
	0	1,096,685
	0	1,492,171
	0	23,224
	0	5,548,763
	0	315,000
	0	402,683
	<u>548</u>	<u>24,079,010</u>
	<u>(548)</u>	<u>2,377,015</u>
	0	61,222
	0	11,149,059
	0	(11,652,208)
	<u>0</u>	<u>(441,927)</u>
	(548)	1,935,088
	3,497	12,317,151
	0	1,109
	0	75,696
	<u>\$2,949</u>	<u>\$14,329,044</u>

City of Stow, Ohio
Combined Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Budget Basis)
All Governmental Fund Types and Expendable Trust Funds
For the Year Ended December 31, 2001

	General Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Municipal Income Tax	\$7,384,375	\$11,050,581	\$3,666,206
Property and Other Taxes	3,973,842	4,289,382	315,540
Charges for Services	377,525	339,500	(38,025)
Licenses and Permits	724,750	593,590	(131,160)
Fines and Forfeitures	90,000	80,656	(9,344)
Intergovernmental	2,595,264	2,608,724	13,460
Special Assessments	0	0	0
Investment Income	755,925	601,511	(154,414)
Other	783,650	279,620	(504,030)
Total Revenues	16,685,331	19,843,564	3,158,233
<u>Expenditures</u>			
Current:			
General Government	5,521,843	3,892,633	1,629,210
Security of Persons and Property	7,385,655	7,053,166	332,489
Public Health and Welfare	326,881	318,840	8,041
Transportation	721,202	679,173	42,029
Community Environment	1,117,365	1,089,053	28,312
Leisure Time Activities	1,521,148	1,402,753	118,395
Other	0	0	0
Capital Outlay	130,789	130,712	77
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	16,724,883	14,566,330	2,158,553
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,552)	5,277,234	5,316,786
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	84,829	65,990	(18,839)
Other Financing Uses	(13,248)	(8,080)	5,168
Proceeds of Bonds	0	0	0
Proceeds of Notes	0	0	0
Sale of Fixed Assets	125,000	61,222	(63,778)
Operating Transfers - In	6,625,367	103,249	(6,522,118)
Operating Transfers - Out	(7,848,639)	(5,426,691)	2,421,948
Total Other Financing Sources (Uses)	(1,026,691)	(5,204,310)	(4,177,619)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(1,066,243)	72,924	1,139,167
Fund Balances at Beginning of Year (Restated, See Note 4)	4,123,900	4,123,900	0
Residual Equity Transfers	1,109	1,109	0
Prior Year Encumbrances Appropriated	138,028	138,028	0
Fund Balances at End of Year	\$3,196,794	\$4,335,961	\$1,139,167

See accompanying notes to the general purpose financial statements

Governmental Fund Types					
Special Revenue Funds			Debt Service Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$0	\$0	\$0
1,706,943	1,700,406	(6,537)	0	0	0
441,038	475,842	34,804	0	0	0
0	0	0	0	0	0
21,133	3,691	(17,442)	0	0	0
2,053,531	1,336,509	(717,022)	0	0	0
73,500	55,319	(18,181)	0	0	0
20,323	30,942	10,619	0	0	0
1,046,514	268,349	(778,165)	0	0	0
5,362,982	3,871,058	(1,491,924)	0	0	0
0	0	0	0	0	0
2,298,152	2,085,010	213,142	0	0	0
182,079	142,250	39,829	0	0	0
1,936,651	1,714,946	221,705	0	0	0
255,531	31,822	223,709	0	0	0
690,699	125,888	564,811	0	0	0
16,850	16,850	0	0	0	0
5,940,771	375,058	5,565,713	0	0	0
0	0	0	165,000	165,000	0
0	0	0	395,183	395,183	0
11,320,733	4,491,824	6,828,909	560,183	560,183	0
(5,957,751)	(620,766)	5,336,985	(560,183)	(560,183)	0
114	114	0	0	0	0
(112,600)	(67,963)	44,637	0	0	0
4,150,000	0	(4,150,000)	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
1,558,353	1,481,553	(76,800)	560,183	560,183	0
(496,284)	(161,248)	335,036	0	0	0
5,099,583	1,252,456	(3,847,127)	560,183	560,183	0
(858,168)	631,690	1,489,858	0	0	0
1,347,523	1,347,523	0	0	0	0
0	0	0	0	0	0
104,860	104,860	0	0	0	0
\$594,215	\$2,084,073	\$1,489,858	\$0	\$0	\$0

(continued)

City of Stow, Ohio
Combined Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Budget Basis) (Continued)
All Governmental Fund Types and Expendable Trust Funds
For the Year Ended December 31, 2001

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal Income Tax	\$0	\$0	\$0
Property and Other Taxes	0	0	0
Charges for Services	0	0	0
Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	2,296,300	2,646,227	349,927
Special Assessments	0	0	0
Investment Income	0	0	0
Other	851,592	6,369	(845,223)
Total Revenues	3,147,892	2,652,596	(495,296)
Expenditures			
Current:			
General Government	0	0	0
Security of Persons and Property	0	0	0
Public Health and Welfare	0	0	0
Transportation	0	0	0
Community Environment	0	0	0
Leisure Time Activities	0	0	0
Other	57	57	0
Capital Outlay	9,861,318	6,902,576	2,958,742
Debt Service:			
Principal Retirement	75,000	75,000	0
Interest and Fiscal Charges	3,750	3,750	0
Total Expenditures	9,940,125	6,981,383	2,958,742
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,792,233)	(4,328,787)	2,463,446
Other Financing Sources (Uses)			
Other Financing Sources	0	0	0
Other Financing Uses	0	0	0
Proceeds of Bonds	2,000,000	0	(2,000,000)
Proceeds of Notes	500,000	0	(500,000)
Sale of Fixed Assets	0	0	0
Operating Transfers - In	5,794,779	4,414,241	(1,380,538)
Operating Transfers - Out	(2,866,829)	(1,474,436)	1,392,393
Total Other Financing Sources (Uses)	5,427,950	2,939,805	(2,488,145)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(1,364,283)	(1,388,982)	(24,699)
Fund Balances at Beginning of Year (Restated, See Note 4)	5,148,458	5,148,458	0
Residual Equity Transfers	0	0	0
Prior Year Encumbrances Appropriated	607,882	607,882	0
Fund Balances at End of Year	\$4,392,057	\$4,367,358	(\$24,699)

See accompanying notes to the general purpose financial statements

Fiduciary Fund Type			Totals		
Expendable Trust Funds			(Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$7,384,375	\$11,050,581	\$3,666,206
0	0	0	5,680,785	5,989,788	309,003
0	0	0	818,563	815,342	(3,221)
0	0	0	724,750	593,590	(131,160)
0	0	0	111,133	84,347	(26,786)
0	0	0	6,945,095	6,591,460	(353,635)
0	0	0	73,500	55,319	(18,181)
0	0	0	776,248	632,453	(143,795)
3,000	0	(3,000)	2,684,756	554,338	(2,130,418)
3,000	0	(3,000)	25,199,205	26,367,218	1,168,013
5,000	548	4,452	5,526,843	3,893,181	1,633,662
0	0	0	9,683,807	9,138,176	545,631
0	0	0	508,960	461,090	47,870
0	0	0	2,657,853	2,394,119	263,734
0	0	0	1,372,896	1,120,875	252,021
0	0	0	2,211,847	1,528,641	683,206
0	0	0	16,907	16,907	0
0	0	0	15,932,878	7,408,346	8,524,532
0	0	0	240,000	240,000	0
0	0	0	398,933	398,933	0
5,000	548	4,452	38,550,924	26,600,268	11,950,656
(2,000)	(548)	1,452	(13,351,719)	(233,050)	13,118,669
0	0	0	84,943	66,104	(18,839)
0	0	0	(125,848)	(76,043)	49,805
0	0	0	6,150,000	0	(6,150,000)
0	0	0	500,000	0	(500,000)
0	0	0	125,000	61,222	(63,778)
0	0	0	14,538,682	6,559,226	(7,979,456)
0	0	0	(11,211,752)	(7,062,375)	4,149,377
0	0	0	10,061,025	(451,866)	(10,512,891)
(2,000)	(548)	1,452	(3,290,694)	(684,916)	2,605,778
3,497	3,497	0	10,623,378	10,623,378	0
0	0	0	1,109	1,109	0
0	0	0	850,770	850,770	0
\$1,497	\$2,949	\$1,452	\$8,184,563	\$10,790,341	\$2,605,778

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**City of Stow, Ohio
 Combined Statement of Revenues,
 Expenses and Changes in Fund Equity
 All Proprietary Fund Types
 For the Year Ended December 31, 2001**

	Proprietary Fund Types		
	Enterprise	Internal Service Funds	Totals
<u>Operating Revenues</u>			
Charges for Services	\$311,570	\$1,522,244	\$1,833,814
Tap-In Fees	21,250	0	21,250
Other Operating Revenues	16,970	18,942	35,912
Total Operating Revenues	349,790	1,541,186	1,890,976
<u>Operating Expenses</u>			
Personal Services	9,208	15,513	24,721
Contractual Services	12,439	358,966	371,405
Claims	0	1,097,484	1,097,484
Materials and Supplies	11,877	0	11,877
Depreciation	24,182	0	24,182
Total Operating Expenses	57,706	1,471,963	1,529,669
Operating Income	292,084	69,223	361,307
<u>Non-Operating Revenues (Expenses)</u>			
Interest Income	9,407	31,967	41,374
Gain on Sale of Fixed Assets	50,000	0	50,000
Grants	108,435	0	108,435
Interest and Fiscal Charges	(26,623)	0	(26,623)
Other Non-Operating Expenses	(74,130)	(300)	(74,430)
Capital Contribution	10,821,199	0	10,821,199
Total Non-Operating Revenues (Expenses)	10,888,288	31,667	10,919,955
Income Before Operating Transfers	11,180,372	100,890	11,281,262
Operating Transfers - In	503,149	0	503,149
Net Income	11,683,521	100,890	11,784,411
Retained Earnings at Beginning of Year (Restated, See Note 4)	233,498	1,002,928	1,236,426
Retained Earnings at End of Year	11,917,019	1,103,818	13,020,837
Contributed Capital at Beginning of Year	0	6,979	6,979
Contributed Capital at End of Year	0	6,979	6,979
Total Fund Equity at End of Year	\$11,917,019	\$1,110,797	\$13,027,816

See accompanying notes to the general purpose financial statements

City of Stow, Ohio
Combined Statement of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual (Budget Basis)
All Proprietary Fund Types
For the Year Ended December 31, 2001

	Enterprise Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$230,000	\$229,311	(\$689)
Tap-In Fees	0	21,250	21,250
Interest Income	0	0	0
Grants	108,450	108,435	(15)
Other Operating Revenues	20,000	16,970	(3,030)
Total Revenues	358,450	375,966	17,516
<u>Expenses</u>			
Current:			
Personal Services	54,167	54,158	9
Contractual Services	55,280	55,280	0
Claims	0	0	0
Materials and Supplies	12,395	12,395	0
Other Operating Expenses	136,440	136,440	0
Capital Outlay	4,175,574	3,046,722	1,128,852
Total Expenses	4,433,856	3,304,995	1,128,861
Excess (Deficiency) of Revenues Over (Under) Expenses	(4,075,406)	(2,929,029)	1,146,377
<u>Other Financing Sources (Uses)</u>			
Proceeds of Notes	3,850,000	2,309,407	(1,540,593)
Gain on Sale of Fixed Assets	0	50,000	50,000
Operating Transfers - In	350,000	503,149	153,149
Total Other Financing Sources (Uses)	4,200,000	2,862,556	(1,337,444)
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenses and Other Financing (Uses)	124,594	(66,473)	(191,067)
Fund Equity at Beginning of Year (Restated, See Note 4)	304,662	304,662	0
Prior Year Encumbrances Appropriated	33,201	33,201	0
Fund Equity at End of Year	\$462,457	\$271,390	(\$191,067)

See accompanying notes to the general purpose financial statements

Internal Service Funds			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$1,554,526	\$1,522,831	(\$31,695)	\$1,784,526	\$1,752,142	(\$32,384)
0	0	0	0	21,250	21,250
80,000	34,238	(45,762)	80,000	34,238	(45,762)
0	0	0	108,450	108,435	(15)
1,861,713	18,942	(1,842,771)	1,881,713	35,912	(1,845,801)
3,496,239	1,576,011	(1,920,228)	3,854,689	1,951,977	(1,902,712)
0	0	0	54,167	54,158	9
0	0	0	55,280	55,280	0
1,438,996	1,074,745	364,251	1,438,996	1,074,745	364,251
0	0	0	12,395	12,395	0
470,350	374,779	95,571	606,790	511,219	95,571
0	0	0	4,175,574	3,046,722	1,128,852
1,909,346	1,449,524	459,822	6,343,202	4,754,519	1,588,683
1,586,893	126,487	(1,460,406)	(2,488,513)	(2,802,542)	(314,029)
0	0	0	3,850,000	2,309,407	(1,540,593)
0	0	0	0	50,000	50,000
0	0	0	350,000	503,149	153,149
0	0	0	4,200,000	2,862,556	(1,337,444)
1,586,893	126,487	(1,460,406)	1,711,487	60,014	(1,651,473)
1,202,607	1,202,607	0	1,507,269	1,507,269	0
0	0	0	33,201	33,201	0
<u>\$2,789,500</u>	<u>\$1,329,094</u>	<u>(\$1,460,406)</u>	<u>\$3,251,957</u>	<u>\$1,600,484</u>	<u>(\$1,651,473)</u>

City of Stow, Ohio
Combined Statement of Cash Flows
All Proprietary Fund Types
For the Year Ended December 31, 2001

	<u>Proprietary Fund Types</u>		
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>			
Cash Received from Customers	\$229,311	\$1,522,831	\$1,752,142
Tap-In Fees	21,250	0	21,250
Cash Payments to Suppliers for Goods and Services	(46,225)	(358,966)	(405,191)
Cash Payments to Employees for Services	(53,955)	(15,513)	(69,468)
Cash Payments for Claims	0	(1,074,745)	(1,074,745)
Other Operating Revenues	16,970	18,942	35,912
Other Non-Operating Expenses	(74,130)	(300)	(74,430)
Net Cash Provided by Operating Activities	<u>93,221</u>	<u>92,249</u>	<u>185,470</u>
<u>Cash Flows from Noncapital Financing Activities</u>			
Operating Transfers In	<u>503,149</u>	<u>0</u>	<u>503,149</u>
Net Cash Provided by Noncapital Financing Activities	<u>503,149</u>	<u>0</u>	<u>503,149</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Proceeds from Sale of Notes	2,300,000	0	2,300,000
Receipts from Capital Grants	108,435	0	108,435
Acquisition of Capital Assets	(2,887,156)	0	(2,887,156)
Proceeds from Sale of Capital Assets	<u>50,000</u>	<u>0</u>	<u>50,000</u>
Net Cash (Used for) Noncapital Financing Activities	<u>(428,721)</u>	<u>0</u>	<u>(428,721)</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	<u>9,407</u>	<u>31,967</u>	<u>41,374</u>
Net Cash Provided by Investing Activities	<u>9,407</u>	<u>31,967</u>	<u>41,374</u>
Net Increase in Cash and Cash Equivalents	177,056	124,216	301,272
Cash and Cash Equivalents at Beginning of Year	<u>337,866</u>	<u>1,206,329</u>	<u>1,544,195</u>
Cash and Cash Equivalents at End of Year	<u><u>\$514,922</u></u>	<u><u>\$1,330,545</u></u>	<u><u>\$1,845,467</u></u>
Reconciliation of Operating Income to Net			
<u>Cash Provided by Operating Activities</u>			
Operating Income	<u>\$292,084</u>	<u>\$69,223</u>	<u>\$361,307</u>
Adjustments to Reconcile Operating Income to			
<u>Net Cash Provided by Operating Activities</u>			
Depreciation	24,182	0	24,182
Other Non-Operating Expenses	(74,130)	(300)	(74,430)
Changes in Assets and Liabilities:			
(Increase)/Decrease in Accounts Receivable	(82,259)	587	(81,672)
Increase/(Decrease) in Accounts Payable	(91,848)	0	(91,848)
Increase/(Decrease) in Accrued Wages and Benefits	14,029	0	14,029
Increase/(Decrease) in Intergovernmental Payable	11,163	0	11,163
Increase/(Decrease) in Claims Payable	<u>0</u>	<u>22,739</u>	<u>22,739</u>
Total Adjustments	<u>(198,863)</u>	<u>23,026</u>	<u>(175,837)</u>
Net Cash Provided by Operating Activities	<u><u>\$93,221</u></u>	<u><u>\$92,249</u></u>	<u><u>\$185,470</u></u>

In November, 2001, the County of Summit transferred ownership of the Water System back to the City of Stow. The cost to the City was \$2,300,000, which the City financed by issuing notes. The value of the transfer was \$13,121,199. The difference between the value of the system and the payment made by the City was forgiven and has been recognized as contribution of capital.

See accompanying notes to the general purpose financial statements

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION

A. Description of the Entity

The City of Stow, Ohio, (the City) is a home rule municipal corporation which was established under the laws of the State of Ohio and operates under its own charter. The current charter, which provides for a Mayor/Council form of government, was adopted in 1958 and became effective January 2, 1960. Amendments to the charter have been approved by the electorate in 1965, 1968, 1970, 1972, 1975, 1980, 1985, 1990, 1991, 1997, 1998 and 2000.

For financial reporting purposes, the City's general purpose financial statements include all funds, account groups, agencies, boards, commissions and departments for which the City is financially accountable. Financial accountability, as defined by the Governmental Accounting Standards Board's (GASB) Statement No. 14, "The Financial Reporting Entity", exists if the City appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens on, the City. The City may also be financially accountable for governmental organizations with a separately elected governing board, a governing board appointed by another government, or a jointly appointed board that is fiscally dependent on the City. The City also took into consideration other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's general purpose financial statements to be misleading or incomplete. Based on these criteria, management has determined the City has no component units.

The City provides various services and consists of many different activities and smaller accounting entities. These include police and fire-fighting forces, street and highway maintenance, building and zoning inspection, comprehensive community planning and various general government services. The City offers numerous parks and recreation programs and operates a park system, an outdoor swimming facility, three municipal cemeteries and a group of rental lodges available for public or private events. As of November, 2001, the City began operating its own water distribution system.

B. Basis of Presentation - Fund Accounting

The City uses funds and account groups to report its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain City functions or activities.

**CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001**

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION (continued)

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category is then divided into various fund types. The following are the fund types and account groups utilized by the City:

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions typically are financed. The acquisition, use, and balances of the City's expendable financial resources and the related current liabilities, except those accounted for in proprietary and fiduciary funds, are accounted for through governmental funds. The following are the City's governmental fund types:

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

Special Revenue Funds - These funds are used to account for proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for specified purposes.

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

Capital Projects Funds - These 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 and trust funds).

PROPRIETARY FUNDS

The proprietary funds are used to account for the City's ongoing activities which are similar to those found in the private sector. The following are the City's proprietary fund types:

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION (continued)

Enterprise Fund - This fund is used to account for an operation that is financed and operated in a manner similar to private business enterprises where the intent is that costs (expenses, including depreciation) of providing services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City has decided that the 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 - These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

FIDUCIARY FUNDS

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. The following are the City's fiduciary funds:

Expendable Trust Funds - This fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. The expendable trust fund accounts for assets where both the principal and interest may be spent.

Agency Funds - These funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

ACCOUNT GROUPS

To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - The general fixed assets account group is used to account for all fixed assets of the City.

General Long-Term Obligations Account Group - The general long-term obligations account group is used to account for all long-term obligations of the City, except those accounted for in the proprietary fund type.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed in the preparation of these general purpose financial statements are summarized below. These policies conform to generally accepted accounting principles for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. The City applies Financial Accounting Standards Board Statements and Interpretations issued prior to November 30, 1989 to its proprietary activity provided they do not conflict with Governmental Accounting Standards Board Statements and Interpretations.

A. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the Combined Balance Sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the Combined Balance Sheet. Fund equity is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (e.g. revenues) and decreases (e.g. expenses) in net total assets.

The modified accrual basis of accounting is used for reporting purposes by all governmental fund types, expendable trust and agency funds. Under this basis of accounting, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current year or soon enough thereafter to be used to pay liabilities of the current year. The available period for the City is considered to be 60 days after year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: municipal income taxes, federal and state grants, various state and county tax distributions. Major revenue sources not susceptible to accrual include licenses and permits, and fines and forfeitures which are not considered measurable until received.

The City reports deferred revenue on its Combined Balance Sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the Combined Balance Sheet and revenue is recognized. Property taxes measurable as of December 31, 2001, delinquent property taxes, inheritance taxes posted to the credit of the City at year end which are not available as an advance and delinquent special assessments, whose availability is indeterminable and which are not intended to finance the current year operations, have been recorded as deferred revenue.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The measurement focus of governmental fund and expendable trust fund accounting is on decreases in net financial resources (expenditures) rather than on expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due. The costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocation of costs, such as depreciation and amortization, are not recognized in the governmental funds.

Proprietary fund types are reported using the accrual basis of accounting. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. Unbilled service charges receivable are recognized as revenue at year end.

B. 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 Annual Appropriation Measure, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Annual Appropriation Measure are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, legally are required to be budgeted and appropriated. The primary level of budgetary control is at the fund level. Budgetary modifications may only be made by resolution of the City Council.

Tax Budget:

A budget of estimated revenue and expenditures 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. The budget includes proposed expenditures and the means of financing all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

Estimated Resources:

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official Certificate of Estimated Resources, which states the projected revenue of each fund.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the Annual Appropriation Measure. On or about January 1, the Certificate of Estimated Resources is amended to include any unencumbered balances from the preceding year. The Certificate may be amended further during the year if it is determined by the City, and the Budget Commission agrees, that an estimate needs either to be increased or decreased. The amounts reported on the budgetary statements reflect the amounts in the final amended official Certificate of Estimated Resources issued during 2001.

Appropriations:

A temporary appropriation measure to control expenditures may be passed on or around January 1 of each year for the period January 1 to March 31. The Annual Appropriation Measure must be passed by April 1 of each year for the period January 1 to December 31. Appropriations by fund must be within the estimated resources as certified by the County Budget Commission, and the total of expenditures and encumbrances may not exceed the appropriations at any level of control. Any revisions that alter the appropriations of the legal level of budgetary control must first be approved by City Council. Council may pass supplemental appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent Certificate of Estimated Resources.

Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions. Appropriation amounts are as originally adopted, or as amended by City Council, throughout the year by supplemental appropriations which either reallocate or increase the original appropriated amounts. During the year, supplemental appropriation measures were legally enacted; however, none of these amendments were significant. The budgetary figures which appear in the statement of budgetary comparisons represent the final appropriation amounts approved before year end.

Encumbrances:

As part of the formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are encumbered and recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations at the legal level of budgetary control. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balances for subsequent- year expenditures for governmental funds.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Lapsing of Appropriations:

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

C. Cash, Cash Equivalents and Investments

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the Combined Balance Sheet.

During 2001, investments were limited to STAR Ohio, overnight repurchase agreements and common stock.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as overnight repurchase agreements are reported at cost.

The City has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during the year 2001. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2001.

Following Ohio statutes, the City has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during the year 2001 amounted to \$544,002, which includes \$356,779 assigned from other City funds. Interest revenue credited to the enterprise funds during the year 2001 amounted to \$9,407, which includes \$2,163 assigned from other City funds.

The City owns common stock obtained when its life insurance companies converted from mutual life insurance companies to shareholder-owned life insurance companies. The account is presented in the Combined Balance Sheet as "Investments in Common Stock" since the stock is not required to be deposited into the City treasury.

For purposes of the Combined Statement of Cash Flows and for presentation on the Combined Balance Sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Inventory of Supplies

Inventories of governmental funds are stated at cost which is determined on a first-in, first-out basis. The costs of inventory items are recorded as expenditures in the governmental fund types when purchased. Reported supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

E. Interfund Assets and Liabilities

Short-term interfund loans or the short-term portion of advances are classified as "Interfund Receivables/Payables". Long-term interfund loans are reported as "Advances to/from Other Funds" and are equally offset by a fund balance reserve account which indicates that they do not constitute available spendable resources since they are not a component of net current assets. The City did not have short-term interfund loans at December 31, 2001.

F. Property, Plant, Equipment and Depreciation

1. General Fixed Assets Account Group

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group at historical cost or estimated historical cost. Assets in the general fixed assets account group are not depreciated. The City has established a capitalization threshold for fixed assets at \$500.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements which extend the useful life or increase the capacity or operating efficiency of the asset are capitalized at cost.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized or reported, as these assets are immovable and of value only to the City.

2. Proprietary Fund Fixed Assets

Property, plant and equipment reflected in the enterprise funds are stated at historical cost (or estimated historical cost) and are updated for the cost of additions and retirements during the year. Depreciation has been provided on a straight-line basis over the following estimated useful lives:

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Description	Estimated Lives
Buildings and Improvements	4 to 50 years
Infrastructure	28 to 75 years
Machinery and Equipment	3 to 10 years
Vehicles	6 years

3. Valuation

The City’s fixed asset values were determined using original acquisition costs when such information was available. In cases when original costs were not practicably determinable, estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at estimated fair market value on the date donated.

G. Compensated Absences

Governmental Accounting Standards Board Statement No. 16, “Accounting for Compensated Absences,” specifies the methods used to accrue liabilities for leave benefits. Vacation and personal leave benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the termination payment method. An accrual for sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the City’s past experience of making termination payments.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account “Compensated Absences Payable” in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is recorded in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

H. Revenues – Exchange and Non-Exchange Transactions

Exchange transactions are those in which each party to a transaction gives and receives essentially something of equal value. Proprietary funds, where the full accrual basis of accounting is used, record revenue when the exchange takes place. Governmental funds, where the modified accrual basis of accounting is used, record revenue in the year in which the resources are both measurable and available.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include municipal income taxes, property and other local taxes, special assessments, fines and forfeitures, grants, entitlements and donations.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Municipal income taxes are recognized as revenue in the year when the underlying exchange transaction has occurred and the resources are both measurable and available.

Generally, property and other local taxes, special assessments and fines and forfeitures are recognized as revenue in the year when an enforceable legal claim has arisen and the resources are both measurable and available. Revenue from property and other local taxes, net of refunds and uncollectible amounts, is recognized in the year for which the taxes are levied, even if the enforceable legal claim arises or the due date for payment occurs in a different year. Special assessments and fines and forfeitures are recognized in the year when an enforceable legal claim has arisen unless the enabling legislation includes timing requirements. If the enabling legislation includes timing requirements, special assessments and fines and forfeitures are recognized in the year when the resources are required to be used or when use is first permitted.

Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied and the revenues are both measurable and available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the City must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis.

I. Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless whether they will be liquidated with current resources. However, compensated absences and contractually required pension contributions, that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current expendable available resources. In general, payments made more than 60 days after year end are considered not to have been made with current available financial resources. Bonds and long-term purchase agreements are recognized as a liability of the general long-term obligations account group until due.

Long-term obligations expected to be financed from proprietary fund operations are accounted for in those funds.

J. Contributed Capital

Contributed capital represents resources from other funds, other governments, and private sources provided to proprietary funds prior to January 1, 2001, that is not subject to repayment. These private sources are recorded at their fair market value on the date contributed. Tap-in fees are recorded as contributed capital to the extent they exceed the actual costs of the connection to the water system. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at year end.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Contributions of Capital

In June 0f 2001, a legal dispute between the City and Summit County was resolved and resulted in an agreement in which Summit County would transfer the water system servicing the City of Stow to the City. The agreement called for the City of Stow to pay to Summit County \$2,300,000 for the water system which was valued at \$13,121,199. The difference between the value of the system and the payment made by the City was forgiven and has been recognized as contribution of capital in the enterprise fund.

L. Reserves of Fund Balance

The City records reservations for portions of fund balances which are legally segregated for specific future use or which do not represent available, spendable resources and, therefore, are not available for appropriations for expenditures. Undesignated fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances, inventory, common stock, budget stabilization and advances.

M. Interfund Transactions

During the course of normal operations, the City makes numerous transactions between funds. The most significant include operating transfers, reimbursements and residual equity transfers.

1. Transfers of resources from one fund to another fund through which resources are to be expended are recorded as operating transfers.
2. Reimbursements from one fund to another fund are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund except for the Internal Service Fund which treats reimbursements as revenue.
3. Nonrecurring and non-routine transfers of equity between funds, capital contributions to the proprietary fund type, the subsequent return of all or part of such contributions, and the transfer of residual balances of discontinued funds or projects to the general fund, capital projects funds, or debt service fund are classified as residual equity transfers.

N. Estimates

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

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. Total Columns on General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned “(Memorandum Only)” to indicate that 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. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES

For the year 2001, the City has adopted GASB Statement No. 33, “Accounting and Financial Reporting for Nonexchange Transactions” and GASB Statement No. 36, “Recipient Reporting for Certain Nonexchange Revenues”. As a result of implementation of these statements, there was no impact on prior year balances. Therefore, restatement of prior year balances is not necessary.

NOTE 4 – RESTATEMENT OF PRIOR YEAR FUND BALANCE

The City has reevaluated the activity of some of its funds and has reclassified funds to more accurately reflect these activities in accordance with GAAP fund classifications.

The income tax and supplemental income tax funds previously accounted for as special revenue funds are now accounted for in the general fund.

In 2001, the City began operating the Stow Water System and activity involving the acquisition of the water system that was previously accounted for as capital project activity is now accounted for in the water enterprise fund.

	<u>General Fund</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Enterprise Fund</u>
<u>GAAP Basis</u>				
Excess (Deficiency) as Previously Reported	\$531,674	(\$264,692)	\$944,894	\$0
Fund Reclassifications	<u>(7,877)</u>	<u>7,877</u>	<u>(162,493)</u>	<u>162,493</u>
Excess (Deficiency) as Restated December 31, 2000	<u>\$523,797</u>	<u>(\$256,815)</u>	<u>\$782,401</u>	<u>\$162,493</u>
<u>Budget Basis</u>				
Excess (Deficiency) as Previously Reported	\$604,303	(\$110,120)	\$731,177	\$0
Fund Reclassifications	<u>(804)</u>	<u>804</u>	<u>(129,292)</u>	<u>129,292</u>
Excess (Deficiency) as Restated December 31, 2000	<u>\$603,499</u>	<u>(\$109,316)</u>	<u>\$601,885</u>	<u>\$129,292</u>

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 4 – RESTATEMENT OF PRIOR YEAR FUND BALANCE (continued)

The restatement to the beginning fund balances on the GAAP basis is as follows:

	<u>General Fund</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Enterprise Fund</u>
Fund Balances as Stated at December 31, 2000	\$3,761,539	\$2,968,749	\$5,816,864	\$0
Fund Reclassifications	<u>1,654,105</u>	<u>(1,654,105)</u>	<u>(233,498)</u>	<u>233,498</u>
Fund Balances as Stated at January 1, 2001	<u>\$5,415,644</u>	<u>\$1,314,644</u>	<u>\$5,583,366</u>	<u>\$233,498</u>

The restatement to the beginning fund balance on the budgetary basis is as follows:

	<u>General Fund</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Enterprise Fund</u>
Fund Balances as Stated at December 31, 2000	\$4,123,359	\$1,348,064	\$5,453,120	\$0
Fund Reclassifications	<u>541</u>	<u>(541)</u>	<u>(304,662)</u>	<u>304,662</u>
Fund Balances as Stated at January 1, 2001	<u>\$4,123,900</u>	<u>\$1,347,523</u>	<u>\$5,148,458</u>	<u>\$304,662</u>

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law and described above is based upon accounting for certain transactions on a basis of cash receipts, disbursements, appropriations, and encumbrances.

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budget Basis), All Governmental Fund Types and Expendable Trust Funds and the Combined Statement of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Budget Basis) – All Proprietary Fund Types are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types (GAAP basis).

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING (continued)

4. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

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

Excess (Deficiency) of Revenues and Other Financing Sources Over (Under)
 Expenditures and Other Financing (Uses)
 All Governmental Fund Types and Expendable Trust Funds

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Expendable Trust</u>
GAAP Basis	\$424,302	\$1,364,540	\$0	\$146,794	(\$548)
Net Adjustment for Revenue Accruals	(1,086,584)	64,769	(78,750)	(3,511,971)	0
Net Adjustment for Expenditure Accruals	946,637	(190,538)	78,750	3,467,633	0
Encumbrances	<u>(211,431)</u>	<u>(607,081)</u>	<u>0</u>	<u>(1,491,438)</u>	<u>0</u>
Budget Basis	<u>\$72,924</u>	<u>\$631,690</u>	<u>\$0</u>	<u>(\$1,388,982)</u>	<u>(\$548)</u>

Net Income (Loss)/Excess (Deficiency) of Revenues Over/(Under)
 Expenses and Operating Transfers
 Proprietary Fund Type

	<u>Enterprise</u>	<u>Internal Service</u>
GAAP Basis	\$11,683,521	\$100,890
Net Adjustment for Revenue Accruals	(8,603,458)	2,858
Net Adjustment for Expenditure Accruals	(2,903,007)	22,739
Encumbrances	<u>(243,529)</u>	<u>0</u>
Budget Basis	<u>(\$66,473)</u>	<u>\$126,487</u>

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 6 - ACCOUNTABILITY AND COMPLIANCE

Deficit Fund Balances

The following funds had a deficit fund balance caused by the recognition of expenditures and/or nonrecognition of revenues on the modified accrual basis of accounting which substantially differ from those recognized on the cash basis of accounting:

<u>Fund</u>	<u>Deficit</u>
Special Revenue Funds	
Police Pension and Disability	\$(87,178)
Fire Pension and Disability	(143,543)
ODNR Recycling Grant	(3,530)
COPFAST	(338)
Special Assessment Improvements	(28,437)

NOTE 7 - DEPOSITS AND INVESTMENTS

Deposits and investments are restricted by provisions of the Ohio Revised Code.

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

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

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

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

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

Interim monies are permitted to be deposited or invested in the following securities:

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 7 - DEPOSITS AND INVESTMENTS (continued)

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

The City may also invest any monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township or other political subdivision of this State, as to which there is no default of principal, interest or coupons; and
3. Obligations of the City.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 7 - DEPOSITS AND INVESTMENTS (continued)

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3 “Deposits With Financial Institutions, Investments (Including Repurchase Agreements) and Reverse Repurchase Agreements”.

Deposits - At year end, the carrying amount of the City’s deposits was \$(270,623) and the bank balance was \$117,906. Of the bank balance:

1. \$100,012 was covered by federal depository insurance; and
2. \$17,894 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

Investments - The City’s investments are required to be categorized to give an indication of the level of custodial credit risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City’s name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty’s trust department or agent in the City’s name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City’s name. STAR Ohio is unclassified since it is not evidenced by securities that exist in physical or book entry form.

At year end, the City’s investment balances were as follows:

	1	Category 2	3	Fair Value
Overnight Repurchase Agreements	\$0	\$0	\$2,025,000	\$2,025,000
Common Stock	20,319	0	0	20,319
Total	<u>\$20,319</u>	<u>\$0</u>	<u>\$2,025,000</u>	2,045,319
STAR Ohio				<u>13,759,825</u>
Total Investments				<u>\$15,805,144</u>

The classification of cash and cash equivalents and investments on the general purpose financial statements is based on criteria set forth in GASB Statement No. 9, “Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting”. A reconciliation between the classifications of cash and cash equivalents and investments on the general purpose financial statements and the classifications of deposits and investments per GASB Statement No. 3 is as follows:

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 7 - DEPOSITS AND INVESTMENTS (continued)

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$15,514,202	\$20,319
Investments of Cash Management Pool:		
Overnight Repurchase Agreements	(2,025,000)	2,025,000
STAR Ohio	<u>(13,759,825)</u>	<u>13,759,825</u>
GASB Statement No. 3	<u>(\$270,623)</u>	<u>\$15,805,144</u>

NOTE 8 – PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Taxes collected on real property (other than public utility) in one calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 2000. Real property taxes are payable annually or semiannually. If paid annually, payment is due January 20; if paid semiannually, the first payment is due January 20, with the remainder payable June 20, unless extended.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25 percent of its true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

Public utility, real, and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined, as of December 31, of the year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 80 percent of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property tax on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected.

Accrued property taxes receivable represents delinquent taxes outstanding and real, tangible personal, and public utility taxes which were measurable as of December 31, 2001. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, 2001 and are not intended to finance 2001 operations. The receivable is therefore offset by a credit to deferred revenue.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 8 – PROPERTY TAXES (continued)

The full tax rate for all City operations for the year ended December 31, 2001 was \$7.20 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2001 property tax receipts were based are as follows:

<u>Category</u>	<u>Total Assessed Value</u>	<u>%</u>
Real Property Valuation:		
Residential/Agriculture	\$468,663,390	71.54%
Commercial/Industrial/Mineral	119,594,890	18.26%
Public Utilities	19,540	0.00%
Tangible Personal Property Valuation:		
General	53,811,583	8.21%
Public Utilities	<u>13,019,160</u>	<u>1.99%</u>
Total Valuation	<u><u>\$655,108,563</u></u>	<u><u>100.00%</u></u>

NOTE 9 – INCOME TAX

The City levies and collects an income tax of two percent on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100 percent for the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Withheld income taxes and other various income tax collections for 2001 received 60 days after year end have been recognized as revenue in 2001.

Corporations and other individual taxpayers are also required to pay their estimated taxes at least quarterly and to file a final return annually.

Income tax revenues are distributed among the general fund (60 percent) and capital projects funds (40 percent).

NOTE 10 – INTERGOVERNMENTAL RECEIVABLES

Receivables at December 31, 2001 consisted of taxes, accounts, advances to other funds and intergovernmental arising from grants, entitlements, and shared revenues. All receivables are considered collectible in full. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 10 – INTERGOVERNMENTAL RECEIVABLES (continued)

A summary of the items of intergovernmental receivables follows:

<u>Fund</u>	<u>Amount</u>
General	<u>\$51,053</u>
Special Revenue	
Street Construction	12,225
State Highway Improvement	992
Police Pension and Disability	746
Fire Pension and Disability	746
EMS/Fire Tax Levy	5,720
Motor Vehicle License Tax	<u>5,204</u>
Total Special Revenue	<u>25,633</u>
Grand Total	<u><u>\$76,686</u></u>

NOTE 11 - FIXED ASSETS

A summary of the changes in general fixed assets during 2001 follows:

	<u>Balance</u>		<u>Balance</u>
	<u>01/01/2001</u>	<u>Additions</u>	<u>12/31/2001</u>
		<u>Deletions</u>	
Land and Improvements	\$8,523,399	\$4,000	\$0
Buildings	9,143,974	16,763	(100,000)
Vehicles	4,111,743	379,735	(299,057)
Equipment, Furniture and Fixtures	4,193,502	514,085	(219,943)
Total	<u>\$25,972,618</u>	<u>\$914,583</u>	<u>(\$619,000)</u>
			<u>\$26,268,201</u>

A summary of the proprietary funds' fixed assets at December 31, 2001 follows:

	<u>Enterprise</u>
	<u>Fund</u>
Buildings	\$3,118,251
Infrastructure	10,439,114
Machinery and Equipment	91,649
Vehicles	<u>68,637</u>
	13,717,651
Less: Accumulated Depreciation	<u>(24,182)</u>
Total	<u><u>\$13,693,469</u></u>

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. Public Employees Retirement System:

All employees of the City, with the exclusion of City police officers and firefighters, participate in the Public Employees Retirement System of Ohio (PERS), a cost-sharing, multiple-employer defined benefit pension plan administered by the Public Employees Retirement Board. The PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. The PERS issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614)466-2085 or 1-800-222-7377.

Plan members are required to contribute eight and one-half percent of their annual covered salary to fund pension benefit obligations. The rate for local government employers was 13.55 percent of covered payroll. Contributions are authorized by state statute. The contribution rates are determined actuarially. The City's required contributions for pension obligations to the PERS for the years ended December 31, 2001, 2000 and 1999 were \$769,182, \$565,879 and \$469,355, respectively. The full amount has been contributed for 2000 and 1999. 74.22 percent has been contributed for 2001.

B. Ohio Police and Fire Pension Fund:

All City police officers and firefighters are required to be members of the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing, multiple-employer defined benefit pension plan administered by the OP&F's Board of Trustees. The OP&F 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 and may be amended by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available stand-alone financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute ten percent of their annual covered salary, while employers are required to contribute 19.5 percent and 24.0 percent, respectively, for police officers and firefighters. Contributions are authorized by State statute. The City's required contributions for pension obligations to the OP&F for the years ended December 31, 2001, 2000 and 1999 were \$703,259, \$874,202 and \$675,189, respectively. The full amount has been contributed for 2000 and 1999. 75.18 percent has been contributed in 2001.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 13 - POST-EMPLOYMENT BENEFITS

A. Public Employees Retirement System:

The Public Employees Retirement System of Ohio (PERS) provides post-retirement health care coverage to age and service retirants with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 12, "Disclosure of Information on Post-Employment Benefits Other Than Pension Benefits by State and Local Governmental Employers". A portion of each employer's contribution to the PERS is set aside for the funding of post-retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. The 2001 employer contribution rate was 13.55 percent of covered payroll; 4.3 percent was the portion that was used to fund health care for the year 2001. The City's actual contributions for 2001 which were used to fund post-employment benefits were \$244,095.

Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on PERS's latest actuarial review performed as of December 31, 2000, include a rate of return on investments of 7.75 percent, an annual increase in active employee total payroll of 4.75 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .54 percent and 5.1 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.75 percent annually.

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

The number of active contributing participants was 411,076. The actual contribution and the actuarially required contribution amounts are the same. PERS's net assets available for payment of benefits at December 31, 2000, (the latest information available) were \$11,735.9 million. The actuarially accrued liability and the unfunded actuarial accrued liability were \$14,364.6 million and \$2,628.7 million, respectively.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 13 - POST-EMPLOYMENT BENEFITS (continued)

B. Ohio Police and Fire Pension Fund:

The Ohio Police and Fire Pension Fund (OP&F) provides post-retirement health care coverage to any person who received 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. The health care coverage provided by the retirement system is considered an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care cost paid from the funds of the OP&F shall be included in the employer's contribution rate. The total police officer employer contribution rate is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll. The City's actual contributions for 2001 which were used to fund post-employment benefits were \$318,999.

The Ohio Revised Code provides the statutory authority allowing the OP&F's Board of Trustees to provide health care coverage to all eligible individuals.

Health care funding and accounting is on a pay-as-you-go basis. A percentage of covered payroll, as defined by the Board, is used to pay retiree health care expenses. The Board defined allocation was 7.25 percent and 7.5 percent of covered payroll in 2000 and 2001, respectively. The allocation is 7.75 percent in 2002. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. The number of participants eligible statewide to receive health care benefits as of December 31, 2000, the date of the last actuarial valuation available, are 12,853 for police officers and 10,037 for firefighters. The OP&F's total health care expense for the year ending December 31, 2000, the date of the last actuarial valuation available, was \$106,160,054, which was net of member contributions of \$5,657,431.

NOTE 14 - COMPENSATED ABSENCES

Full-time City employees earn and accumulate paid vacation leave for each paid work hour or paid service hour completed for the City. The maximum base used for accumulation of vacation pay is eighty hours per pay period. Based upon the length of service, employees earn vacation at rates varying from two weeks to six weeks per year. Part-time employees may earn partial vacation credits, while seasonal employees are ineligible for vacation benefits. Upon termination from the City, an employee is entitled to compensation at his or her current base rate of pay for all earned, but unused vacation leave to his or her credit at the time of termination, subject to the maximum amount which can be accumulated at any time, provided the 56th week of employment had been reached. In the case of death, unused vacation leave is paid in the name of the employee to his or her spouse or estate.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 14 - COMPENSATED ABSENCES (continued)

Full-time City employees and certain part-time employees earn sick leave at the rate of .05769 hours for every paid service hour completed for the City. The maximum base used for accumulation of sick pay is 80 hours per pay period. Sick leave to be paid for time away from work due to illness may be accumulated without limit. For employees hired prior to July 1, 1996, an employee or his/her estate is paid upon retirement or death 100 percent of the unused amount accumulated equivalent to a maximum of 1,000 hours and 50 percent of unused sick leave up to a maximum of an additional 1,000 hours at the current base rate, but only to the extent such benefits have been earned as employees of the City. Firefighters hired prior to July 1, 1996 are entitled to payment for additional hours upon retirement or death. In the case of retirement or death of an employee hired on or after July 1, 1996, the employee or his/her estate is paid 100 percent of the unused amount accumulated to a maximum of 1,000 hours and is not eligible to receive the cash payment of 50 percent of unused sick leave up to a maximum of an additional 1,000 hours.

Full-time police officers and firefighters are permitted to accumulate holiday time. Police department employees must use their accumulated holiday time prior to April 1 of each year and the employees of the fire department by July 1.

As of December 31, 2001, the liability for compensated absences was \$890,242 for the entire City.

NOTE 15 - RISK MANAGEMENT

A. Liability Insurance

The City is exposed to various risks of loss related to torts, theft, damage to or destruction of assets, errors and omissions, employee injuries, and natural disasters. The City has a comprehensive property and casualty policy with a deductible of \$1,000 per incident. The City's vehicle liability insurance policy limit is \$1,000,000 with a \$500 collision deductible. All Council members, administrators and employees are covered under a City liability policy. The limits of this coverage are \$1,000,000 per occurrence and \$1,000,000 in aggregate with a \$10,000,000 umbrella over all coverages. Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction of coverage from the prior year.

B. Fidelity Bond

The Finance Director, Assistant Finance Director and Tax Administrator have a \$100,000 position bond. All other City employees who are specifically bonded are covered by a \$100,000 general faithful performance and honesty blanket position bond.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 15 - RISK MANAGEMENT (continued)

C. Workers' Compensation

The City pays the State Workers' Compensation System, an insurance purchasing pool, a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

D. Employee Health Insurance

The City has elected to provide employee medical, prescription and dental benefits through a self-insurance program. The City maintains a self-insurance internal service fund to account for and finance its uninsured risk of loss in this program. This plan provides a medical plan with a \$400.00 family and \$200.00 single deductible and a dental plan with a \$75.00 family and \$25.00 single deductible. A third party administrator, Klais & Company, Inc., reviews all medical and dental claims which are then paid by the City. The City has purchased stop-loss coverage of \$75,000 per employee and for claims in excess of \$1,718,720 in the aggregate from Pan American Life Insurance. The City pays into the self-insurance internal service fund \$596.90 per month for each employee with family medical coverage and \$180.99 per month for each employee with individual medical coverage. Premiums for dental coverage are \$66.34 monthly for each employee with family coverage and \$31.44 monthly for each employee with individual coverage. All premiums are paid by the fund that pays the salary for the employee.

The claims liability of \$219,748 reported in the self-insurance internal service fund at December 31, 2001 is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Services", which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The claims liability is based on an estimate supplied by the City's third party administrator. A summary of the fund's claims liability during the past two years are as follows:

	Beginning of Year Liability	Current-Year Claims and Changes in Estimates	Claim Payments	Balance at Year End
2000	\$214,247	\$1,094,271	(\$1,111,509)	\$197,009
2001	\$197,009	\$1,097,484	(\$1,074,745)	\$219,748

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 16 - DEBT OBLIGATIONS

The City's note activity, including amounts outstanding, interest rates and maturity dates is as follows:

	<u>Balance</u> <u>01/01/2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2001</u>
Water System Anticipation 3.25%, Due 8/23/2002	<u>\$0</u>	<u>\$2,300,000</u>	<u>\$0</u>	<u>\$2,300,000</u>

All notes are backed by the full faith and credit of the City of Stow. The notes are generally issued in anticipation of long-term bond financing and are refinanced until such bonds are issued.

Changes in the long-term obligations of the City during 2001 are as follows:

	<u>Balance</u> <u>01/01/2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2001</u>
<u>GENERAL LONG-TERM</u>				
<u>OBLIGATIONS ACCOUNT</u>				
<u>GROUP</u>				
5.0%, Land Purchase Agreement, Due through 2001	\$75,000	\$0	(\$75,000)	\$0
5.5% - 7.75%, Safety Center Construction General Obligation Bonds, Due through 2020	6,360,000	0	(165,000)	6,195,000
Compensated Absences	752,215	94,262	0	846,477
Intergovernmental Payable	<u>113,477</u>	<u>9,566</u>	<u>0</u>	<u>123,043</u>
TOTAL GENERAL OBLIGATIONS	<u>\$7,300,692</u>	<u>\$103,828</u>	<u>(\$240,000)</u>	<u>\$7,164,520</u>

The beginning balance for Intergovernmental Payable in the General Long-Term Obligations Account Group has been restated due to errors in prior periods.

The land purchase agreement was repaid with income tax monies out of the capital projects funds.

The general obligation bonds will be repaid from income tax monies transferred into the debt service fund from the capital projects funds. Compensated absences will be paid from the funds which the employees' salaries are paid.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 16 - DEBT OBLIGATIONS (continued)

The annual requirements to amortize all long-term debt outstanding as of December 31, 2001, including interest payments of \$4,455,886, are as follows:

<u>Year Ending December 31,</u>	<u>Safety Center Construction General Obligation Bonds</u>
2002	\$562,395
2003	563,445
2004	568,333
2005	566,508
2006	563,908
Thereafter	<u>7,826,297</u>
Total	<u><u>\$10,650,886</u></u>

NOTE 17 - INTERFUND ASSETS AND LIABILITIES

A summary of long-term interfund loans by fund type follows:

<u>Fund</u>	<u>Advances to Other Funds</u>	<u>Advances From Other Funds</u>
Special Revenue:		
ODNR Litter Prevention Grant	\$0	\$6,364
ODNR Recycling Grant	0	3,530
Special Assessment Improvements	<u>0</u>	<u>30,000</u>
Total Special Revenue	<u>0</u>	<u>39,894</u>
Capital Projects:		
General Capital Improvements	<u>39,894</u>	<u>0</u>
Grand Total	<u><u>\$39,894</u></u>	<u><u>\$39,894</u></u>

NOTE 18 - COMMITMENTS

During 1997, the City entered into a land purchase agreement to buy two parcels of land for \$250,000. During 1997, the City paid \$5,000 for ownership rights for one of the parcels of land and agreed to pay the remaining \$245,000 in accordance with the purchase agreement. Based on the purchase agreement, the City will purchase the second parcel upon the occurrence of the first of following events: the death of the seller, when the seller no longer lives on the parcel as her primary residence or notice to the City that the seller desires to conclude this transaction.

CITY OF STOW, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 19 - CONTINGENT LIABILITIES

A. Litigation

Several claims and lawsuits are pending against the City. It is management’s opinion that the ultimate liability will be covered by insurance, and/or will not have a material effect on the general purpose financial statements.

B. Grants

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, City management believes such disallowances, if any, will be immaterial.

NOTE 20 – CONSTRUCTION COMMITMENTS

The following construction commitment at December 31, 2001 will be financed with Federal, state and local revenues:

Project	Total Authorized Cost	Expended to 12/31/2001	Balance at 12/31/2001
Fishcreek Road Improvement	\$5,148,627	\$4,596,194	\$552,433

NOTE 21 – SUBSEQUENT EVENTS

The following events have occurred since January 1, 2002:

1. City Council approved the issuance of notes in anticipation of issuance of bonds for the purpose of constructing, furnishing and equipping two fire stations in an amount not to exceed \$3,700,000.
2. City Council approved the issuance of notes in anticipation of issuance of bonds for the purpose of acquiring fire trucks and rescue/fire vehicles in an amount not to exceed \$1,975,000.
3. City Council approved the issuance of notes in anticipation of issuance of bonds for the purpose of constructing, furnishing and equipping a service maintenance center and parks maintenance and urban forestry center and improving the sites therefore in an amount not to exceed \$9,830,000.

GENERAL FUND

The General Fund accounts for financial resources and expenses associated with general government operations of the City that are not required to be accounted for in another fund.

Since there is only one General Fund and the level of budgetary control is not greater than that presented in the Combined Financial Statements. No additional financial statements have been presented herein.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than major capital projects) that are restricted by law and administrative action to expenditures for specified purposes. Descriptions of the City's Special Revenue Funds are as follows:

Street Construction – Accounts for the portion of State gasoline tax and motor vehicle registration fees designated for maintenance and repair of streets within the City.

State Highway Improvement – Accounts for the portion of the State gasoline tax and motor vehicle registration fees designated for maintenance and repair of State highways within the City.

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

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

EMS/Fire Tax Levy – Accounts for property taxes levied for operation and capital improvements for emergency medical services and fire services.

Motor Vehicle License Tax – Accounts for the additional motor vehicle registration fees designated for maintenance and repair of streets within the City.

ODNR Litter Prevention Grant – Accounts for grants received from the Ohio Department of Natural Resources and Summit County for the City's litter prevention program.

EMS Transfers – Accounts for EMS transport fees collected and to disburse collections in accordance with City policy.

Police Enforcement and Education – Accounts for proceeds of fines imposed by the Municipal Court for alcohol-related offenses involving the operation of a motor vehicle. Fines collected are used for law enforcement and educating the public of the dangers of operating a motor vehicle while under the influence of alcohol.

Special Assessment Improvements – Accounts for the collected taxes levied by special assessment where specified improvements were levied to specific taxpayers and expenditures to pay the related applicable debt payments and the costs associated with collection and payment.

Tree Trust – Accounts for donations or restitutions for damages for planting and relocation of trees and other greenery within the City.

**SPECIAL REVENUE FUNDS
(CONTINUED)**

Communications Tower Fund – Accounts for monies received from carriers using the GTE MobilNet Communication Tower. Monies are used for park improvements.

Cemetery Trust – Accounts for sale of graves, opening and closing of same, sale of monuments, tombs or vaults, burying ashes and disinterment.

Park Improvements – Accounts for contributions from residents, civic groups, industries or other gratuitous donors for improvements of City parks.

Other Special Revenue Funds

Commission of the Arts
Safety Town Fund
Safety Education Fund
COPFAST
DARE Program
ODNR Recycling Grant
Youth Division Donations
Fire Department Emergency Equipment
SKiP Maintenance
Parks Youth Fund
Police Department Emergency Equipment
Skatepark Fund

Sidewalk Repair Program
Police Vehicle Etching
Youth Division Teen Center
Parks Lodge Improvement
Community Relations
SS Ballfield Complex
Park and Recreation Scholarship
Ambulance Identification Cards
Police Bike Patrol Fund
Police Explorer Fund
Building Education/Seminar Fund
Community Development

City of Stow, Ohio
Combining Balance Sheet
All Special Revenue Funds
December 31, 2001

	Street Construction	State Highway Improvement	Police Pension and Disability
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$277,548	\$23,694	\$0
Receivables:			
Taxes	0	0	185,024
Accounts	0	0	0
Intergovernmental Receivable	12,225	992	746
Materials and Supplies Inventory	335,621	0	0
	<u>335,621</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$625,394</u>	<u>\$24,686</u>	<u>\$185,770</u>
<u>Liabilities</u>			
Accounts Payable	\$28,410	\$0	\$0
Accrued Wages and Benefits	0	0	0
Intergovernmental Payable	17,140	590	87,924
Deferred Revenue	0	0	185,024
Advances from Other Funds	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>45,550</u>	<u>590</u>	<u>272,948</u>
<u>Fund Equity</u>			
Fund Balance:			
Reserved for Encumbrances	19,590	4,500	0
Reserved for Inventory	335,621	0	0
Unreserved:			
Undesignated	224,633	19,596	(87,178)
	<u>224,633</u>	<u>19,596</u>	<u>(87,178)</u>
Total Fund Equity	<u>579,844</u>	<u>24,096</u>	<u>(87,178)</u>
Total Liabilities and Fund Equity	<u>\$625,394</u>	<u>\$24,686</u>	<u>\$185,770</u>

Fire Pension and Disability	EMS/Fire Tax Levy	Motor Vehicle License Tax	ODNR Litter Prevention Grant	EMS Transfers
\$0	\$851,014	\$109,041	\$2,818	\$494,991
185,024	1,421,382	0	0	0
0	0	0	0	22,526
746	5,720	5,204	0	0
0	0	0	18,608	0
<u>\$185,770</u>	<u>\$2,278,116</u>	<u>\$114,245</u>	<u>\$21,426</u>	<u>\$517,517</u>
\$0	\$3,431	\$0	\$242	\$290
0	0	0	1,491	0
144,289	24,393	0	5,395	0
185,024	1,421,382	0	0	0
0	0	0	6,364	0
<u>329,313</u>	<u>1,449,206</u>	<u>0</u>	<u>13,492</u>	<u>290</u>
0	551,096	0	1,098	5,830
0	0	0	18,608	0
<u>(143,543)</u>	<u>277,814</u>	<u>114,245</u>	<u>(11,772)</u>	<u>511,397</u>
<u>(143,543)</u>	<u>828,910</u>	<u>114,245</u>	<u>7,934</u>	<u>517,227</u>
<u>\$185,770</u>	<u>\$2,278,116</u>	<u>\$114,245</u>	<u>\$21,426</u>	<u>\$517,517</u>

(continued)

City of Stow, Ohio
Combining Balance Sheet
All Special Revenue Funds (Continued)
December 31, 2001

	Police Enforcement and Education	Special Assessment Improvements	Tree Trust
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$12,048	\$1,563	\$213,945
Receivables:			
Taxes	0	0	0
Accounts	0	0	0
Intergovernmental Receivable	0	0	0
Materials and Supplies Inventory	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$12,048</u>	<u>\$1,563</u>	<u>\$213,945</u>
<u>Liabilities</u>			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	0	0	0
Advances from Other Funds	0	30,000	0
	<u>0</u>	<u>30,000</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>30,000</u>	<u>0</u>
<u>Fund Equity</u>			
Fund Balance:			
Reserved for Encumbrances	0	0	0
Reserved for Inventory	0	0	0
Unreserved:			
Undesignated	12,048	(28,437)	213,945
	<u>12,048</u>	<u>(28,437)</u>	<u>213,945</u>
Total Fund Equity	<u>12,048</u>	<u>(28,437)</u>	<u>213,945</u>
Total Liabilities and Fund Equity	<u>\$12,048</u>	<u>\$1,563</u>	<u>\$213,945</u>

Communications Tower Fund	Cemetery Trust	Park Improvements	Commission of the Arts	Safety Town Fund
\$269,986	\$138,133	\$174,688	\$255	\$2,404
0	0	0	0	0
15,167	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$285,153</u>	<u>\$138,133</u>	<u>\$174,688</u>	<u>\$255</u>	<u>\$2,404</u>
\$0	\$0	\$0	\$0	\$0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
2,131	0	4,589	254	0
0	0	0	0	0
<u>283,022</u>	<u>138,133</u>	<u>170,099</u>	<u>1</u>	<u>2,404</u>
<u>285,153</u>	<u>138,133</u>	<u>174,688</u>	<u>255</u>	<u>2,404</u>
<u>\$285,153</u>	<u>\$138,133</u>	<u>\$174,688</u>	<u>\$255</u>	<u>\$2,404</u>

(continued)

City of Stow, Ohio
Combining Balance Sheet
All Special Revenue Funds (Continued)
December 31, 2001

	Safety Education Fund	COPFAST	DARE Program
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$0	\$0	\$1,949
Receivables:			
Taxes	0	0	0
Accounts	0	0	0
Intergovernmental Receivable	0	0	0
Materials and Supplies Inventory	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$0</u>	<u>\$0</u>	<u>\$1,949</u>
<u>Liabilities</u>			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0
Intergovernmental Payable	0	338	419
Deferred Revenue	0	0	0
Advances from Other Funds	0	0	0
	<u>0</u>	<u>338</u>	<u>419</u>
Total Liabilities	<u>0</u>	<u>338</u>	<u>419</u>
<u>Fund Equity</u>			
Fund Balance:			
Reserved for Encumbrances	0	0	396
Reserved for Inventory	0	0	0
Unreserved:			
Undesignated	0	(338)	1,134
	<u>0</u>	<u>(338)</u>	<u>1,530</u>
Total Fund Equity	<u>0</u>	<u>(338)</u>	<u>1,530</u>
Total Liabilities and Fund Equity	<u>\$0</u>	<u>\$0</u>	<u>\$1,949</u>

ODNR Recycling Grant	Youth Division Donations	Fire Department Emergency Equipment	SKiP Maintenance	Parks Youth Fund
\$0	\$4,258	\$13,588	\$0	\$862
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$0</u>	<u>\$4,258</u>	<u>\$13,588</u>	<u>\$0</u>	<u>\$862</u>
\$0	\$0	\$0	\$0	\$0
0	0	0	0	0
0	17	0	0	0
0	0	0	0	0
<u>3,530</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>3,530</u>	<u>17</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0
0	0	0	0	0
<u>(3,530)</u>	<u>4,241</u>	<u>13,588</u>	<u>0</u>	<u>862</u>
<u>(3,530)</u>	<u>4,241</u>	<u>13,588</u>	<u>0</u>	<u>862</u>
<u>\$0</u>	<u>\$4,258</u>	<u>\$13,588</u>	<u>\$0</u>	<u>\$862</u>

(continued)

City of Stow, Ohio
Combining Balance Sheet
All Special Revenue Funds (Continued)
December 31, 2001

	Police Department Emergency Equipment	Skatepark Fund	Sidewalk Repair Program
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$5,572	\$0	\$35,000
Receivables:			
Taxes	0	0	0
Accounts	0	0	0
Intergovernmental Receivable	0	0	0
Materials and Supplies Inventory	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
 Total Assets	 <u>\$5,572</u>	 <u>\$0</u>	 <u>\$35,000</u>
<u>Liabilities</u>			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	0	0	0
Advances from Other Funds	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
 Total Liabilities	 <u>0</u>	 <u>0</u>	 <u>0</u>
<u>Fund Equity</u>			
Fund Balance:			
Reserved for Encumbrances	0	0	0
Reserved for Inventory	0	0	0
Unreserved:			
Undesignated	5,572	0	35,000
	<u>5,572</u>	<u>0</u>	<u>35,000</u>
 Total Fund Equity	 <u>5,572</u>	 <u>0</u>	 <u>35,000</u>
 Total Liabilities and Fund Equity	 <u>\$5,572</u>	 <u>\$0</u>	 <u>\$35,000</u>

Police Vehicle Etching	Youth Division Teen Center	Parks Lodge Improvement	Community Relations	SS Ballfield Complex
\$0	\$11,172	\$28,947	\$610	\$12,563
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$0</u>	<u>\$11,172</u>	<u>\$28,947</u>	<u>\$610</u>	<u>\$12,563</u>
\$0	\$511	\$0	\$283	\$0
0	0	0	0	0
0	592	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>1,103</u>	<u>0</u>	<u>283</u>	<u>0</u>
0	1,090	0	230	228
0	0	0	0	0
<u>0</u>	<u>8,979</u>	<u>28,947</u>	<u>97</u>	<u>12,335</u>
<u>0</u>	<u>10,069</u>	<u>28,947</u>	<u>327</u>	<u>12,563</u>
<u>\$0</u>	<u>\$11,172</u>	<u>\$28,947</u>	<u>\$610</u>	<u>\$12,563</u>

(continued)

City of Stow, Ohio
Combining Balance Sheet
All Special Revenue Funds (Continued)
December 31, 2001

	Park and Recreation Scholarship	Ambulance Identification Cards	Police Bike Patrol Fund
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$1,867	\$0	\$0
Receivables:			
Taxes	0	0	0
Accounts	0	0	0
Intergovernmental Receivable	0	0	0
Materials and Supplies Inventory	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$1,867</u>	<u>\$0</u>	<u>\$0</u>
<u>Liabilities</u>			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	0	0	0
Advances from Other Funds	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
<u>Fund Equity</u>			
Fund Balance:			
Reserved for Encumbrances	0	0	0
Reserved for Inventory	0	0	0
Unreserved:			
Undesignated	1,867	0	0
	<u>1,867</u>	<u>0</u>	<u>0</u>
Total Fund Equity	<u>1,867</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Equity	<u>\$1,867</u>	<u>\$0</u>	<u>\$0</u>

Police Explorer Fund	Building Education/ Seminar Fund	Totals
\$659	\$1,642	\$2,690,817
0	0	1,791,430
0	0	37,693
0	0	25,633
0	0	354,229
<u>\$659</u>	<u>\$1,642</u>	<u>\$4,899,802</u>
\$86	\$0	\$33,253
0	0	1,491
0	0	281,097
0	0	1,791,430
0	0	39,894
<u>86</u>	<u>0</u>	<u>2,147,165</u>
0	0	591,032
0	0	354,229
<u>573</u>	<u>1,642</u>	<u>1,807,376</u>
<u>573</u>	<u>1,642</u>	<u>2,752,637</u>
<u>\$659</u>	<u>\$1,642</u>	<u>\$4,899,802</u>

City of Stow, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended December 31, 2001

	Street Construction	State Highway Improvement	Police Pension and Disability
<u>Revenues</u>			
Property and Other Taxes	\$0	\$0	\$175,101
Charges for Services	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	943,201	64,055	22,333
Special Assessments	0	0	0
Investment Income	13,881	1,035	0
Other	2,221	0	0
Total Revenues	<u>959,303</u>	<u>65,090</u>	<u>197,434</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	0	0	372,236
Public Health and Welfare	0	0	0
Transportation	1,497,174	53,351	0
Community Environment	0	0	0
Leisure Time Activities	0	0	0
Other	0	0	0
Capital Outlay	29,720	2,100	0
Total Expenditures	<u>1,526,894</u>	<u>55,451</u>	<u>372,236</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(567,591)</u>	<u>9,639</u>	<u>(174,802)</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	741,538	1,497	180,517
Operating Transfers - Out	<u>(150,000)</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>591,538</u>	<u>1,497</u>	<u>180,517</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	23,947	11,136	5,715
Fund Balances (Deficit) at Beginning of Year	483,702	12,960	(92,893)
Increase in Reserve for Inventory	<u>72,195</u>	<u>0</u>	<u>0</u>
Fund Balances (Deficits) at End of Year	<u><u>\$579,844</u></u>	<u><u>\$24,096</u></u>	<u><u>(\$87,178)</u></u>

Fire Pension and Disability	EMS/Fire Tax Levy	Motor Vehicle License Tax	ODNR Litter Prevention Grant	EMS Transfers	Police Enforcement and Education
\$176,056	\$1,349,249	\$0	\$0	\$0	\$0
0	0	0	0	471,694	0
0	0	0	0	0	3,491
21,378	156,373	43,441	22,500	0	0
0	0	0	0	0	0
0	12,051	3,975	0	0	0
0	0	0	25	0	0
<u>197,434</u>	<u>1,517,673</u>	<u>47,416</u>	<u>22,525</u>	<u>471,694</u>	<u>3,491</u>
568,220	649,823	0	0	39,303	0
0	0	0	148,085	0	0
0	0	0	(6,441)	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	38,940	60,852	221	0	5,185
<u>568,220</u>	<u>688,763</u>	<u>60,852</u>	<u>141,865</u>	<u>39,303</u>	<u>5,185</u>
<u>(370,786)</u>	<u>828,910</u>	<u>(13,436)</u>	<u>(119,340)</u>	<u>432,391</u>	<u>(1,694)</u>
367,001	0	4,821	112,461	0	0
0	0	0	0	0	0
<u>367,001</u>	<u>0</u>	<u>4,821</u>	<u>112,461</u>	<u>0</u>	<u>0</u>
(3,785)	828,910	(8,615)	(6,879)	432,391	(1,694)
(139,758)	0	122,860	13,555	84,836	13,742
0	0	0	1,258	0	0
<u>(\$143,543)</u>	<u>\$828,910</u>	<u>\$114,245</u>	<u>\$7,934</u>	<u>\$517,227</u>	<u>\$12,048</u>

(continued)

City of Stow, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds (Continued)
For the Year Ended December 31, 2001

	Special Assessment Improvements	Tree Trust	Communications Tower Fund
<u>Revenues</u>			
Property and Other Taxes	\$0	\$0	\$0
Charges for Services	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	0	0	0
Special Assessments	55,319	0	0
Investment Income	0	0	0
Other	0	476	105,115
	<u>55,319</u>	<u>476</u>	<u>105,115</u>
Total Revenues	<u>55,319</u>	<u>476</u>	<u>105,115</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	54,082	0	0
Public Health and Welfare	0	0	0
Transportation	0	0	0
Community Environment	0	0	19,873
Leisure Time Activities	0	35,754	0
Other	0	16,850	0
Capital Outlay	0	0	5,869
	<u>54,082</u>	<u>52,604</u>	<u>25,742</u>
Total Expenditures	<u>54,082</u>	<u>52,604</u>	<u>25,742</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,237</u>	<u>(52,128)</u>	<u>79,373</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	0	0	0
Operating Transfers - Out	(8,000)	0	0
	<u>(8,000)</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(8,000)</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(6,763)	(52,128)	79,373
Fund Balances (Deficit) at Beginning of Year	(21,674)	266,073	205,780
Increase in Reserve for Inventory	0	0	0
Fund Balances (Deficits) at End of Year	<u>(\$28,437)</u>	<u>\$213,945</u>	<u>\$285,153</u>

Cemetery Trust	Park Improvements	Commission of the Arts	Safety Town Fund	Safety Education Fund	COPSFAS
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	2,000	0	0	9,260
0	0	0	0	0	0
0	0	0	0	0	0
21,034	55,120	0	5,507	0	0
21,034	55,120	2,000	5,507	0	9,260
0	0	0	3,681	2,150	14,620
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	8,325	24,126	0	0	0
0	0	0	0	0	0
5,814	14,740	0	0	0	0
5,814	23,065	24,126	3,681	2,150	14,620
15,220	32,055	(22,126)	1,826	(2,150)	(5,360)
0	26,844	21,360	0	0	0
0	0	0	0	0	0
0	26,844	21,360	0	0	0
15,220	58,899	(766)	1,826	(2,150)	(5,360)
122,913	115,789	1,021	578	2,150	5,022
0	0	0	0	0	0
<u>\$138,133</u>	<u>\$174,688</u>	<u>\$255</u>	<u>\$2,404</u>	<u>\$0</u>	<u>(\$338)</u>

(continued)

City of Stow, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds (Continued)
For the Year Ended December 31, 2001

	Dare Program	ODNR Recycling Grant	Youth Division Donations
<u>Revenues</u>			
Property and Other Taxes	\$0	\$0	\$0
Charges for Services	0	0	0
Fines and Forfeitures	0	0	0
Intergovernmental	18,134	0	0
Special Assessments	0	0	0
Investment Income	0	0	0
Other	4,035	0	1,000
	<u>22,169</u>	<u>0</u>	<u>1,000</u>
Total Revenues			
<u>Expenditures</u>			
Current:			
Security of Persons and Property	28,554	0	0
Public Health and Welfare	0	0	0
Transportation	0	0	0
Community Environment	0	0	0
Leisure Time Activities	0	0	717
Other	0	0	0
Capital Outlay	0	0	0
	<u>28,554</u>	<u>0</u>	<u>717</u>
Total Expenditures			
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,385)</u>	<u>0</u>	<u>283</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	7,614	0	0
Operating Transfers - Out	0	0	0
	<u>7,614</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)			
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	1,229	0	283
Fund Balances (Deficit) at Beginning of Year	301	(3,530)	3,958
Increase in Reserve for Inventory	0	0	0
Fund Balances (Deficits) at End of Year	<u>\$1,530</u>	<u>(\$3,530)</u>	<u>\$4,241</u>

Fire Department Emergency Equipment	SKiP Maintenance	Parks Youth Fund	Police Department Emergency Equipment	Skatepark Fund	Sidewalk Repair Program
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
6,123	0	68	1,084	0	0
<u>6,123</u>	<u>0</u>	<u>68</u>	<u>1,084</u>	<u>0</u>	<u>0</u>
3,048	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	37	0	0	0	0
0	0	0	0	0	0
200	0	0	0	136	0
<u>3,248</u>	<u>37</u>	<u>0</u>	<u>0</u>	<u>136</u>	<u>0</u>
2,875	(37)	68	1,084	(136)	0
<u>2,875</u>	<u>(37)</u>	<u>68</u>	<u>1,084</u>	<u>(136)</u>	<u>0</u>
0	0	0	0	0	17,500
0	(1,097)	0	0	(427)	0
<u>0</u>	<u>(1,097)</u>	<u>0</u>	<u>0</u>	<u>(427)</u>	<u>17,500</u>
2,875	(1,134)	68	1,084	(563)	17,500
10,713	1,134	794	4,488	563	17,500
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$13,588</u>	<u>\$0</u>	<u>\$862</u>	<u>\$5,572</u>	<u>\$0</u>	<u>\$35,000</u>

(continued)

City of Stow, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds (Continued)
For the Year Ended December 31, 2001

	Police Vehicle Etching	Youth Division Teen Center	Parks Lodge Improvement
<u>Revenues</u>			
Property and Other Taxes	\$0	\$0	\$0
Charges for Services	0	14,949	11,725
Fines and Forfeitures	0	0	0
Intergovernmental	0	0	0
Special Assessments	0	0	0
Investment Income	0	0	0
Other	0	422	225
	<u>0</u>	<u>15,371</u>	<u>11,950</u>
Total Revenues	<u>0</u>	<u>15,371</u>	<u>11,950</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	0	0	0
Public Health and Welfare	0	0	0
Transportation	0	0	0
Community Environment	0	0	0
Leisure Time Activities	0	39,628	4,391
Other	0	0	0
Capital Outlay	0	211	1,806
	<u>0</u>	<u>39,839</u>	<u>6,197</u>
Total Expenditures	<u>0</u>	<u>39,839</u>	<u>6,197</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>0</u>	<u>(24,468)</u>	<u>5,753</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	0	0	0
Operating Transfers - Out	(565)	0	0
	<u>(565)</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(565)</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(565)	(24,468)	5,753
Fund Balances (Deficit) at Beginning of Year	565	34,537	23,194
Increase in Reserve for Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances (Deficits) at End of Year	<u>\$0</u>	<u>\$10,069</u>	<u>\$28,947</u>

Community Relations	SS Ballfield Complex	Park and Recreation Scholarship	Ambulance Identificaton Cards	Police Bike Patrol Fund	Police Explorer Fund
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	11,606	131	0	0	0
0	11,606	131	0	0	0
0	0	0	0	150	152
0	0	0	0	0	0
0	0	0	0	0	0
776	0	0	0	0	0
0	2,863	0	0	0	0
0	0	0	0	0	0
0	13,178	0	0	0	0
776	16,041	0	0	150	152
(776)	(4,435)	131	0	(150)	(152)
400	0	0	0	0	0
0	0	0	(780)	(379)	0
400	0	0	(780)	(379)	0
(376)	(4,435)	131	(780)	(529)	(152)
703	16,998	1,736	780	529	725
0	0	0	0	0	0
<u>\$327</u>	<u>\$12,563</u>	<u>\$1,867</u>	<u>\$0</u>	<u>\$0</u>	<u>\$573</u>

(continued)

City of Stow, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds (Continued)
For the Year Ended December 31, 2001

	Building Education/ Seminar Fund	Totals
<u>Revenues</u>		
Property and Other Taxes	\$0	\$1,700,406
Charges for Services	0	498,368
Fines and Forfeitures	0	3,491
Intergovernmental	0	1,302,675
Special Assessments	0	55,319
Investment Income	0	30,942
Other	1,010	215,202
	<u>1,010</u>	<u>3,806,403</u>
<u>Expenditures</u>		
Current:		
Security of Persons and Property	0	1,736,019
Public Health and Welfare	0	148,085
Transportation	0	1,544,084
Community Environment	0	20,649
Leisure Time Activities	0	115,841
Other	0	16,850
Capital Outlay	1,668	180,640
	<u>1,668</u>	<u>3,762,168</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures		
	<u>(658)</u>	<u>44,235</u>
<u>Other Financing Sources (Uses)</u>		
Operating Transfers - In	0	1,481,553
Operating Transfers - Out	0	(161,248)
	<u>0</u>	<u>1,320,305</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)		
	(658)	1,364,540
Fund Balances (Deficit) at Beginning of Year	2,300	1,314,644
Increase in Reserve for Inventory	0	73,453
Fund Balances (Deficits) at End of Year	<u>\$1,642</u>	<u>\$2,752,637</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Street Construction
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$1,443,232	\$943,231	(\$500,001)
Investment Income	13,881	13,881	0
Other	50,148	2,221	(47,927)
Total Revenues	<u>1,507,261</u>	<u>959,333</u>	<u>(547,928)</u>
<u>Expenditures</u>			
Current:			
Transportation	1,843,594	1,643,712	199,882
Capital Outlay	88,274	35,620	52,654
Total Expenditures	<u>1,931,868</u>	<u>1,679,332</u>	<u>252,536</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(424,607)</u>	<u>(719,999)</u>	<u>(295,392)</u>
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	114	114	0
Operating Transfers - In	716,625	741,538	24,913
Operating Transfers - Out	(281,132)	(150,000)	131,132
Total Other Financing Sources (Uses)	<u>435,607</u>	<u>591,652</u>	<u>156,045</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	11,000	(128,347)	(139,347)
Fund Balance at Beginning of Year	323,294	323,294	0
Prior Year Encumbrances Appropriated	<u>49,956</u>	<u>49,956</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$384,250</u></u>	<u><u>\$244,903</u></u>	<u><u>(\$139,347)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
State Highway Improvement
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$107,758	\$64,057	(\$43,701)
Investment Income	1,442	1,035	(407)
Total Revenues	<u>109,200</u>	<u>65,092</u>	<u>(44,108)</u>
<u>Expenditures</u>			
Current:			
Transportation	93,057	71,234	21,823
Capital Outlay	2,639	2,100	539
Total Expenditures	<u>95,696</u>	<u>73,334</u>	<u>22,362</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>13,504</u>	<u>(8,242)</u>	<u>(21,746)</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	16,538	1,497	(15,041)
Total Other Financing Sources	<u>16,538</u>	<u>1,497</u>	<u>(15,041)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	30,042	(6,745)	(36,787)
Fund Balance at Beginning of Year	18,405	18,405	0
Prior Year Encumbrances Appropriated	<u>7,533</u>	<u>7,533</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$55,980</u></u>	<u><u>\$19,193</u></u>	<u><u>(\$36,787)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Police Pension and Disability
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property and Other Taxes	\$174,946	\$175,101	\$155
Intergovernmental	21,586	21,587	1
Total Revenues	<u>196,532</u>	<u>196,688</u>	<u>156</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	434,262	377,205	57,057
Total Expenditures	<u>434,262</u>	<u>377,205</u>	<u>57,057</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(237,730)</u>	<u>(180,517)</u>	<u>57,213</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	271,875	180,517	(91,358)
Total Other Financing Sources	<u>271,875</u>	<u>180,517</u>	<u>(91,358)</u>
Excess of Revenues and Other Financing Sources Over Expenditures	34,145	0	(34,145)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$34,145</u></u>	<u><u>\$0</u></u>	<u><u>(\$34,145)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Fire Pension and Disability
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property and Other Taxes	\$175,900	\$176,056	\$156
Intergovernmental	20,632	20,632	0
Total Revenues	196,532	196,688	156
<u>Expenditures</u>			
Current:			
Security of Persons and Property	603,000	563,689	39,311
Total Expenditures	603,000	563,689	39,311
(Deficiency) of Revenues (Under) Expenditures	(406,468)	(367,001)	39,467
<u>Other Financing Sources</u>			
Operating Transfers - In	427,215	367,001	(60,214)
Total Other Financing Sources	427,215	367,001	(60,214)
Excess of Revenues and Other Financing Sources Over Expenditures	20,747	0	(20,747)
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$20,747</u>	<u>\$0</u>	<u>(\$20,747)</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
EMS/Fire Tax Levy
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property and Other Taxes	\$1,356,097	\$1,349,249	(\$6,848)
Intergovernmental	150,653	150,653	0
Investment Income	0	12,051	12,051
Total Revenues	<u>1,506,750</u>	<u>1,511,953</u>	<u>5,203</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	1,056,112	988,087	68,025
Capital Outlay	4,523,668	226,226	4,297,442
Total Expenditures	<u>5,579,780</u>	<u>1,214,313</u>	<u>4,365,467</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,073,030)</u>	<u>297,640</u>	<u>4,370,670</u>
<u>Other Financing Sources</u>			
Proceeds of Bonds	4,150,000	0	(4,150,000)
Total Other Financing Sources	<u>4,150,000</u>	<u>0</u>	<u>(4,150,000)</u>
Excess of Revenues and Other Financing Sources Over Expenditures	76,970	297,640	220,670
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$76,970</u></u>	<u><u>\$297,640</u></u>	<u><u>\$220,670</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Motor Vehicle License Tax
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$92,020	\$77,554	(\$14,466)
Investment Income	5,000	3,975	(1,025)
Total Revenues	<u>97,020</u>	<u>81,529</u>	<u>(15,491)</u>
<u>Expenditures</u>			
Capital Outlay	<u>178,542</u>	<u>60,852</u>	<u>117,690</u>
Total Expenditures	<u>178,542</u>	<u>60,852</u>	<u>117,690</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(81,522)</u>	<u>20,677</u>	<u>102,199</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	<u>0</u>	<u>4,821</u>	<u>4,821</u>
Total Other Financing Sources	<u>0</u>	<u>4,821</u>	<u>4,821</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>(81,522)</u>	<u>25,498</u>	<u>107,020</u>
Fund Balance at Beginning of Year	<u>83,543</u>	<u>83,543</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,021</u></u>	<u><u>\$109,041</u></u>	<u><u>\$107,020</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
ODNR Litter Prevention Grant
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$30,000	\$22,500	(\$7,500)
Other	80,250	25	(80,225)
Total Revenues	<u>110,250</u>	<u>22,525</u>	<u>(87,725)</u>
<u>Expenditures</u>			
Current:			
Public Health and Welfare	182,079	142,250	39,829
Capital Outlay	221	221	0
Total Expenditures	<u>182,300</u>	<u>142,471</u>	<u>39,829</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(72,050)</u>	<u>(119,946)</u>	<u>(47,896)</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	99,225	112,461	13,236
Total Other Financing Sources	<u>99,225</u>	<u>112,461</u>	<u>13,236</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	27,175	(7,485)	(34,660)
Fund Balance at Beginning of Year	1,423	1,423	0
Prior Year Encumbrances Appropriated	<u>7,587</u>	<u>7,587</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$36,185</u></u>	<u><u>\$1,525</u></u>	<u><u>(\$34,660)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
EMS Transfers
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$325,000	\$449,168	\$124,168
Total Revenues	325,000	449,168	124,168
<u>Expenditures</u>			
Current:			
Security of Persons and Property	64,907	44,843	20,064
Capital Outlay	273,329	0	273,329
Total Expenditures	338,236	44,843	293,393
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,236)	404,325	417,561
<u>Other Financing (Uses)</u>			
Other Financing Uses	(1,600)	0	1,600
Total Other Financing (Uses)	(1,600)	0	1,600
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	(14,836)	404,325	419,161
Fund Balance at Beginning of Year	74,993	74,993	0
Prior Year Encumbrances Appropriated	9,844	9,844	0
Fund Balance at End of Year	<u>\$70,001</u>	<u>\$489,162</u>	<u>\$419,161</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Police Enforcement and Education
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Fines and Forfeitures	\$21,133	\$3,691	(\$17,442)
Total Revenues	<u>21,133</u>	<u>3,691</u>	<u>(17,442)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	3,000	0	3,000
Capital Outlay	<u>22,674</u>	<u>5,185</u>	<u>17,489</u>
Total Expenditures	<u>25,674</u>	<u>5,185</u>	<u>20,489</u>
(Deficiency) of Revenues (Under) Expenditures	(4,541)	(1,494)	3,047
Fund Balance at Beginning of Year	8,368	8,368	0
Prior Year Encumbrances Appropriated	<u>5,517</u>	<u>5,517</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$9,344</u></u>	<u><u>\$12,391</u></u>	<u><u>\$3,047</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Special Assessment Improvements
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Special Assessments	\$73,500	\$55,319	(\$18,181)
Total Revenues	<u>73,500</u>	<u>55,319</u>	<u>(18,181)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	55,413	55,319	94
Total Expenditures	<u>55,413</u>	<u>55,319</u>	<u>94</u>
Excess of Revenues Over Expenditures	<u>18,087</u>	<u>0</u>	<u>(18,087)</u>
<u>Other Financing (Uses)</u>			
Operating Transfers - Out	(16,887)	(8,000)	8,887
Total Other Financing (Uses)	<u>(16,887)</u>	<u>(8,000)</u>	<u>8,887</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	1,200	(8,000)	(9,200)
Fund Balance at Beginning of Year	<u>9,563</u>	<u>9,563</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$10,763</u></u>	<u><u>\$1,563</u></u>	<u><u>(\$9,200)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Tree Trust
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	\$97,000	\$68,371	(\$28,629)
Total Revenues	<u>97,000</u>	<u>68,371</u>	<u>(28,629)</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities	165,376	40,130	125,246
Other	<u>16,850</u>	<u>16,850</u>	<u>0</u>
Total Expenditures	<u>182,226</u>	<u>56,980</u>	<u>125,246</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(85,226)</u>	<u>11,391</u>	<u>96,617</u>
<u>Other Financing (Uses)</u>			
Other Financing Uses	(100,000)	(67,895)	32,105
Operating Transfers - Out	<u>(83,150)</u>	<u>0</u>	<u>83,150</u>
Total Other Financing (Uses)	<u>(183,150)</u>	<u>(67,895)</u>	<u>115,255</u>
(Deficiency) of Revenues (Under) Expenditures and Other Financing (Uses)	(268,376)	(56,504)	211,872
Fund Balance at Beginning of Year	267,616	267,616	0
Prior Year Encumbrances Appropriated	<u>2,833</u>	<u>2,833</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,073</u></u>	<u><u>\$213,945</u></u>	<u><u>\$211,872</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Communications Tower Fund
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	\$92,000	\$90,364	(\$1,636)
Total Revenues	<u>92,000</u>	<u>90,364</u>	<u>(1,636)</u>
<u>Expenditures</u>			
Current:			
Community Environment	253,031	30,929	222,102
Capital Outlay	<u>50,000</u>	<u>6,944</u>	<u>43,056</u>
Total Expenditures	<u>303,031</u>	<u>37,873</u>	<u>265,158</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(211,031)	52,491	263,522
Fund Balance at Beginning of Year	214,228	214,228	0
Prior Year Encumbrances Appropriated	<u>1,136</u>	<u>1,136</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$4,333</u></u>	<u><u>\$267,855</u></u>	<u><u>\$263,522</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Cemetery Trust
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	<u>\$88,000</u>	<u>\$21,034</u>	<u>(\$66,966)</u>
Total Revenues	<u>88,000</u>	<u>21,034</u>	<u>(66,966)</u>
<u>Expenditures</u>			
Capital Outlay	<u>210,000</u>	<u>5,814</u>	<u>204,186</u>
Total Expenditures	<u>210,000</u>	<u>5,814</u>	<u>204,186</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(122,000)	15,220	137,220
Fund Balance at Beginning of Year	<u>122,913</u>	<u>122,913</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$913</u></u>	<u><u>\$138,133</u></u>	<u><u>\$137,220</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Park Improvements
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	\$63,000	\$55,120	(\$7,880)
Total Revenues	63,000	55,120	(7,880)
<u>Expenditures</u>			
Current:			
Leisure Time Activities	327,500	12,914	314,586
Capital Outlay	117,476	14,740	102,736
Total Expenditures	444,976	27,654	417,322
Excess (Deficiency) of Revenues Over (Under) Expenditures	(381,976)	27,466	409,442
<u>Other Financing Sources</u>			
Operating Transfers - In	0	26,844	26,844
Total Other Sources	0	26,844	26,844
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(381,976)	54,310	436,286
Fund Balance at Beginning of Year	108,313	108,313	0
Prior Year Encumbrances Appropriated	7,476	7,476	0
Fund Balance (Deficit) at End of Year	(\$266,187)	\$170,099	\$436,286

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Commission of the Arts
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$3,150	\$2,000	(\$1,150)
Total Revenues	<u>3,150</u>	<u>2,000</u>	<u>(1,150)</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities	<u>27,045</u>	<u>24,380</u>	<u>2,665</u>
Total Expenditures	<u>27,045</u>	<u>24,380</u>	<u>2,665</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(23,895)</u>	<u>(22,380)</u>	<u>1,515</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	<u>26,875</u>	<u>21,360</u>	<u>(5,515)</u>
Total Other Financing Sources	<u>26,875</u>	<u>21,360</u>	<u>(5,515)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	2,980	(1,020)	(4,000)
Fund Balance at Beginning of Year	881	881	0
Prior Year Encumbrances Appropriated	<u>139</u>	<u>139</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$4,000</u></u>	<u><u>\$0</u></u>	<u><u>(\$4,000)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Safety Town Fund
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	<u>\$7,166</u>	<u>\$5,507</u>	<u>(\$1,659)</u>
Total Revenues	<u>7,166</u>	<u>5,507</u>	<u>(1,659)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	<u>4,399</u>	<u>3,714</u>	<u>685</u>
Total Expenditures	<u>4,399</u>	<u>3,714</u>	<u>685</u>
Excess of Revenues Over Expenditures	2,767	1,793	(974)
Fund Balance at Beginning of Year	<u>611</u>	<u>611</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,378</u></u>	<u><u>\$2,404</u></u>	<u><u>(\$974)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Safety Education Fund
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	<u>\$100</u>	<u>\$0</u>	<u>(\$100)</u>
Total Revenues	<u>100</u>	<u>0</u>	<u>(100)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	<u>2,150</u>	<u>2,150</u>	<u>0</u>
Total Expenditures	<u>2,150</u>	<u>2,150</u>	<u>0</u>
(Deficiency) of Revenues (Under) Expenditures	(2,050)	(2,150)	(100)
Fund Balance at Beginning of Year	<u>2,150</u>	<u>2,150</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$100</u></u>	<u><u>\$0</u></u>	<u><u>(\$100)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
COPFAST
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	<u>\$63,000</u>	<u>\$16,161</u>	<u>(\$46,839)</u>
Total Revenues	<u>63,000</u>	<u>16,161</u>	<u>(46,839)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	<u>25,000</u>	<u>16,161</u>	<u>8,839</u>
Total Expenditures	<u>25,000</u>	<u>16,161</u>	<u>8,839</u>
Excess of Revenues Over Expenditures	38,000	0	(38,000)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$38,000</u></u>	<u><u>\$0</u></u>	<u><u>(\$38,000)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Dare Program
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$21,000	\$18,134	(\$2,866)
Other	25,000	4,035	(20,965)
Total Revenues	<u>46,000</u>	<u>22,169</u>	<u>(23,831)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	41,909	30,643	11,266
Total Expenditures	<u>41,909</u>	<u>30,643</u>	<u>11,266</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,091</u>	<u>(8,474)</u>	<u>(12,565)</u>
<u>Other Financing Sources:</u>			
Operating Transfers - In	0	7,614	7,614
Total Other Financing Sources	<u>0</u>	<u>7,614</u>	<u>7,614</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	4,091	(860)	(4,951)
Fund Balance at Beginning of Year	637	637	0
Prior Year Encumbrances Appropriated	<u>1,775</u>	<u>1,775</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$6,503</u></u>	<u><u>\$1,552</u></u>	<u><u>(\$4,951)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
ODNR Recycling Grant
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Youth Division Donations
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	<u>\$7,000</u>	<u>\$1,000</u>	<u>(\$6,000)</u>
Total Revenues	<u>7,000</u>	<u>1,000</u>	<u>(6,000)</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities	<u>10,000</u>	<u>700</u>	<u>9,300</u>
Total Expenditures	<u>10,000</u>	<u>700</u>	<u>9,300</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,000)	300	3,300
Fund Balance at Beginning of Year	<u>3,958</u>	<u>3,958</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$958</u></u>	<u><u>\$4,258</u></u>	<u><u>\$3,300</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Fire Department Emergency Equipment
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Other	\$16,000	\$6,123	(\$9,877)
Total Revenues	<u>16,000</u>	<u>6,123</u>	<u>(9,877)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	5,000	2,983	2,017
Capital Outlay	<u>10,000</u>	<u>200</u>	<u>9,800</u>
Total Expenditures	<u>15,000</u>	<u>3,183</u>	<u>11,817</u>
Excess of Revenues Over Expenditures	<u>1,000</u>	<u>2,940</u>	<u>1,940</u>
<u>Other Financing (Uses)</u>			
Other Financing Uses	<u>(10,000)</u>	<u>(65)</u>	<u>9,935</u>
Total Other Financing (Uses)	<u>(10,000)</u>	<u>(65)</u>	<u>9,935</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other (Uses)	(9,000)	2,875	11,875
Fund Balance at Beginning of Year	<u>10,713</u>	<u>10,713</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,713</u></u>	<u><u>\$13,588</u></u>	<u><u>\$11,875</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
SKiP Maintenance
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Other	\$25,000	\$0	(\$25,000)
Total Revenues	<u>25,000</u>	<u>0</u>	<u>(25,000)</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities	56	37	19
Total Expenditures	<u>56</u>	<u>37</u>	<u>19</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>24,944</u>	<u>(37)</u>	<u>(24,981)</u>
<u>Other Financing (Uses)</u>			
Operating Transfers - Out	<u>(25,000)</u>	<u>(1,097)</u>	<u>23,903</u>
Total Other Financing (Uses)	<u>(25,000)</u>	<u>(1,097)</u>	<u>23,903</u>
(Deficiency) of Revenues (Under) Expenditures and Other Financing (Uses)	(56)	(1,134)	(1,078)
Fund Balance at Beginning of Year	1,078	1,078	0
Prior Year Encumbrances Appropriated	<u>56</u>	<u>56</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,078</u></u>	<u><u>\$0</u></u>	<u><u>(\$1,078)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Parks Youth Fund
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	\$0	\$68	\$68
Total Revenues	<u>0</u>	<u>68</u>	<u>68</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	68	68
Fund Balance at Beginning of Year	<u>794</u>	<u>794</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$794</u></u>	<u><u>\$862</u></u>	<u><u>\$68</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Police Department Emergency Equipment
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Other	\$0	\$1,084	\$1,084
Total Revenues	<u>0</u>	<u>1,084</u>	<u>1,084</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	1,084	1,084
Fund Balance at Beginning of Year	<u>4,487</u>	<u>4,487</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$4,487</u></u>	<u><u>\$5,571</u></u>	<u><u>\$1,084</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Skatepark
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Other	\$2,000	\$0	(\$2,000)
Total Revenues	<u>2,000</u>	<u>0</u>	<u>(2,000)</u>
<u>Expenditures</u>			
Capital Outlay	295	136	159
Total Expenditures	<u>295</u>	<u>136</u>	<u>159</u>
Excess of Revenues Over (Under) Expenditures	<u>1,705</u>	<u>(136)</u>	<u>(1,841)</u>
<u>Other Financing (Uses)</u>			
Operating Transfers - Out	(1,000)	(427)	573
Total Other Financing (Uses)	<u>(1,000)</u>	<u>(427)</u>	<u>573</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	705	(563)	(1,268)
Fund Balance at Beginning of Year	268	268	0
Prior Year Encumbrances Appropriated	<u>295</u>	<u>295</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,268</u></u>	<u><u>\$0</u></u>	<u><u>(\$1,268)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Sidewalk Repair Program
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Other	\$296,000	\$0	(\$296,000)
Total Revenues	<u>296,000</u>	<u>0</u>	<u>(296,000)</u>
<u>Expenditures</u>			
Capital Outlay	309,662	0	309,662
Total Expenditures	<u>309,662</u>	<u>0</u>	<u>309,662</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(13,662)</u>	<u>0</u>	<u>13,662</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	0	17,500	17,500
Total Other Financing Sources	<u>0</u>	<u>17,500</u>	<u>17,500</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(13,662)	17,500	31,162
Fund Balance at Beginning of Year	<u>17,500</u>	<u>17,500</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,838</u></u>	<u><u>\$35,000</u></u>	<u><u>\$31,162</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Police Vehicle Etching
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	\$25,000	\$0	(\$25,000)
Total Revenues	25,000	0	(25,000)
<u>Expenditures</u>	0	0	0
Excess of Revenues Over Expenditures	25,000	0	(25,000)
<u>Other Financing (Uses)</u>			
Operating Transfers - Out	(25,000)	(565)	24,435
Total Other Financing (Uses)	(25,000)	(565)	24,435
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	0	(565)	(565)
Fund Balance at Beginning of Year	565	565	0
Fund Balance at End of Year	<u>\$565</u>	<u>\$0</u>	<u>(\$565)</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Youth Division Teen Center
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$27,538	\$14,949	(\$12,589)
Other	11,050	422	(10,628)
Total Revenues	<u>38,588</u>	<u>15,371</u>	<u>(23,217)</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities	54,722	40,403	14,319
Capital Outlay	4,000	211	3,789
Total Expenditures	<u>58,722</u>	<u>40,614</u>	<u>18,108</u>
(Deficiency) of Revenues (Under) Expenditures	(20,134)	(25,243)	(5,109)
Fund Balance at Beginning of Year	34,249	34,249	0
Prior Year Encumbrances Appropriated	<u>722</u>	<u>722</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$14,837</u></u>	<u><u>\$9,728</u></u>	<u><u>(\$5,109)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Parks Lodge Improvement
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	88,500	11,725	(76,775)
Other	<u>17,500</u>	<u>225</u>	<u>(17,275)</u>
Total Revenues	<u>106,000</u>	<u>11,950</u>	<u>(94,050)</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities	100,000	4,391	95,609
Capital Outlay	<u>27,500</u>	<u>1,806</u>	<u>25,694</u>
Total Expenditures	<u>127,500</u>	<u>6,197</u>	<u>121,303</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,500)	5,753	27,253
Fund Balance at Beginning of Year	<u>23,193</u>	<u>23,193</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,693</u></u>	<u><u>\$28,946</u></u>	<u><u>\$27,253</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Community Relations
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Other	\$3,000	\$0	(\$3,000)
Total Revenues	<u>3,000</u>	<u>0</u>	<u>(3,000)</u>
<u>Expenditures</u>			
Current:			
Community Environment	2,500	893	1,607
Total Expenditures	<u>2,500</u>	<u>893</u>	<u>1,607</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>500</u>	<u>(893)</u>	<u>(1,393)</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	0	400	400
Total Other Financing Sources	<u>0</u>	<u>400</u>	<u>400</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	500	(493)	(993)
Fund Balance at Beginning of Year	<u>703</u>	<u>703</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,203</u></u>	<u><u>\$210</u></u>	<u><u>(\$993)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
SS Ballfield Complex
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	<u>\$120,000</u>	<u>\$11,606</u>	<u>(\$108,394)</u>
Total Revenues	<u>120,000</u>	<u>11,606</u>	<u>(108,394)</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities	6,000	2,933	3,067
Capital Outlay	<u>119,991</u>	<u>13,335</u>	<u>106,656</u>
Total Expenditures	<u>125,991</u>	<u>16,268</u>	<u>109,723</u>
(Deficiency) of Revenues (Under) Expenditures	(5,991)	(4,662)	1,329
Fund Balance at Beginning of Year	7,007	7,007	0
Prior Year Encumbrances Appropriated	<u>9,991</u>	<u>9,991</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$11,007</u></u>	<u><u>\$12,336</u></u>	<u><u>\$1,329</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Park and Recreation Scholarship
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Other	\$0	\$134	\$134
Total Revenues	<u>0</u>	<u>134</u>	<u>134</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	<u>0</u>	<u>134</u>	<u>134</u>
<u>Other Financing (Uses)</u>			
Other Financing Uses	(1,000)	(3)	997
Total Other Financing (Uses)	<u>(1,000)</u>	<u>(3)</u>	<u>997</u>
Excess (Deficiency) of Revenues Over (Under) Other Financing (Uses)	(1,000)	131	1,131
Fund Balance at Beginning of Year	<u>1,736</u>	<u>1,736</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$736</u></u>	<u><u>\$1,867</u></u>	<u><u>\$1,131</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Ambulance Identification Cards
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0
Excess of Revenues Over Expenditures	0	0	0
<u>Other Financing (Uses)</u>			
Operating Transfers - Out	(1,000)	(780)	220
Total Other Financing (Uses)	(1,000)	(780)	220
(Deficiency) of Revenues (Under) Other Financing (Uses)	(1,000)	(780)	220
Fund Balance at Beginning of Year	780	780	0
Fund Balance (Deficit) at End of Year	<u>(\$220)</u>	<u>\$0</u>	<u>\$220</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Police Bike Patrol Fund
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	\$15,000	\$0	(\$15,000)
Total Revenues	<u>15,000</u>	<u>0</u>	<u>(15,000)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	2,000	150	1,850
Total Expenditures	<u>2,000</u>	<u>150</u>	<u>1,850</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>13,000</u>	<u>(150)</u>	<u>(13,150)</u>
<u>Other Financing (Uses)</u>			
Operating Transfers - Out	(10,000)	(379)	9,621
Total Other Financing (Uses)	<u>(10,000)</u>	<u>(379)</u>	<u>9,621</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	3,000	(529)	(3,529)
Fund Balance at Beginning of Year	<u>529</u>	<u>529</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,529</u></u>	<u><u>\$0</u></u>	<u><u>(\$3,529)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Police Explorer Fund
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	\$1,000	\$0	(\$1,000)
Total Revenues	1,000	0	(1,000)
<u>Expenditures</u>			
Current:			
Security of Persons and Property	1,000	66	934
Total Expenditures	1,000	66	934
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(66)	(66)
Fund Balance at Beginning of Year	725	725	0
Fund Balance at End of Year	<u>\$725</u>	<u>\$659</u>	<u>(\$66)</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Building Education/Seminar Fund
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other	<u>\$5,000</u>	<u>\$1,010</u>	<u>(\$3,990)</u>
Total Revenues	<u>5,000</u>	<u>1,010</u>	<u>(3,990)</u>
<u>Expenditures</u>			
Capital Outlay	<u>2,500</u>	<u>1,668</u>	<u>832</u>
Total Expenditures	<u>2,500</u>	<u>1,668</u>	<u>832</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,500	(658)	(3,158)
Fund Balance at Beginning of Year	<u>2,300</u>	<u>2,300</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$4,800</u></u>	<u><u>\$1,642</u></u>	<u><u>(\$3,158)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Community Development
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$100,500	\$0	(\$100,500)
Total Revenues	<u>100,500</u>	<u>0</u>	<u>(100,500)</u>
<u>Expenditures</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	<u>100,500</u>	<u>0</u>	<u>(100,500)</u>
<u>Other Financing (Uses)</u>			
Operating Transfers - Out	(53,115)	0	53,115
Total Other Financing (Uses)	<u>(53,115)</u>	<u>0</u>	<u>53,115</u>
Excess of Revenues Over Expenditures and Other Financing (Uses)	47,385	0	(47,385)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$47,385</u>	<u>\$0</u>	<u>(\$47,385)</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Budget Basis)
All Special Revenue Funds
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property and Other Taxes	\$1,706,943	\$1,700,406	(\$6,537)
Charges for Services	441,038	475,842	34,804
Fines and Forfeitures	21,133	3,691	(17,442)
Intergovernmental	2,053,531	1,336,509	(717,022)
Special Assessments	73,500	55,319	(18,181)
Investment Income	20,323	30,942	10,619
Other	1,046,514	268,349	(778,165)
Total Revenues	<u>5,362,982</u>	<u>3,871,058</u>	<u>(1,491,924)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property	2,298,152	2,085,010	213,142
Public Health and Welfare	182,079	142,250	39,829
Transportation	1,936,651	1,714,946	221,705
Community Environment	255,531	31,822	223,709
Leisure Time Activities	690,699	125,888	564,811
Other	16,850	16,850	0
Capital Outlay	5,940,771	375,058	5,565,713
Total Expenditures	<u>11,320,733</u>	<u>4,491,824</u>	<u>6,828,909</u>
Excess (Deficiency) of Revenues (Under) Expenditures	<u>(5,957,751)</u>	<u>(620,766)</u>	<u>5,336,985</u>
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	114	114	0
Other Financing Uses	(112,600)	(67,963)	44,637
Proceeds of Bonds	4,150,000	0	(4,150,000)
Operating Transfers - In	1,558,353	1,481,553	(76,800)
Operating Transfers - Out	(496,284)	(161,248)	335,036
Total Other Financing Sources (Uses)	<u>5,099,583</u>	<u>1,252,456</u>	<u>(3,847,127)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	(858,168)	631,690	1,489,858
Fund Balances at Beginning of Year	1,347,523	1,347,523	0
Prior Year Encumbrances Appropriated	<u>104,860</u>	<u>104,860</u>	<u>0</u>
Fund Balances at End of Year	<u><u>\$594,215</u></u>	<u><u>\$2,084,073</u></u>	<u><u>\$1,489,858</u></u>

DEBT SERVICE FUND

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

Since there is only one Debt Service Fund and the level of budgetary control is not greater than that presented in the Combined Financial Statements, no additional financial statements have been presented herein.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds account for the receipts and disbursements of monies used for the acquisition, construction or major renovation of capital facilities. Descriptions of the City's Capital Projects Funds are as follows:

General Capital Improvements – Accounts for resources allocated for specific major capital improvements and the related expenditures.

Fishcreek Road Improvement – Accounts for Federal, State and local funds received for Fishcreek Road Improvements.

City of Stow, Ohio
Combining Balance Sheet
All Capital Projects Funds
December 31, 2001

	General Capital Improvements	Fishcreek Road Improvement	Totals
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$5,407,089	\$451,703	\$5,858,792
Advances to Other Funds	39,894	0	39,894
 Total Assets	<u>\$5,446,983</u>	<u>\$451,703</u>	<u>\$5,898,686</u>
<u>Liabilities</u>			
Accounts Payable	\$164,981	\$3,545	\$168,526
 Total Liabilities	<u>164,981</u>	<u>3,545</u>	<u>168,526</u>
<u>Fund Equity</u>			
Fund Balance:			
Reserved for Encumbrances	1,059,043	280,110	1,339,153
Reserved for Advances	39,894	0	39,894
Unreserved:			
Undesignated	4,183,065	168,048	4,351,113
 Total Fund Equity	<u>5,282,002</u>	<u>448,158</u>	<u>5,730,160</u>
 Total Liabilities and Fund Equity	<u>\$5,446,983</u>	<u>\$451,703</u>	<u>\$5,898,686</u>

City of Stow, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
For the Year Ended December 31, 2001

	General Capital Improvements	Fishcreek Road Improvement	Totals
<u>Revenues</u>			
Intergovernmental	\$104,400	\$2,541,827	\$2,646,227
Other	6,369	0	6,369
Total Revenues	<u>110,769</u>	<u>2,541,827</u>	<u>2,652,596</u>
<u>Expenditures</u>			
Current:			
Other	6,374	0	6,374
Capital Outlay	1,977,558	3,304,175	5,281,733
Debt Service:			
Principal Retirement	75,000	0	75,000
Interest and Fiscal Charges	3,750	0	3,750
Total Expenditures	<u>2,062,682</u>	<u>3,304,175</u>	<u>5,366,857</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(1,951,913)</u>	<u>(762,348)</u>	<u>(2,714,261)</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	7,926,212	0	7,926,212
Operating Transfers - Out	(5,065,157)	0	(5,065,157)
Total Other Financing Sources (Uses)	<u>2,861,055</u>	<u>0</u>	<u>2,861,055</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	909,142	(762,348)	146,794
Fund Balances at Beginning of Year	<u>4,372,860</u>	<u>1,210,506</u>	<u>5,583,366</u>
Fund Balances at End of Year	<u><u>\$5,282,002</u></u>	<u><u>\$448,158</u></u>	<u><u>\$5,730,160</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
General Capital Improvements
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	95,300	104,400	9,100
Other	851,592	6,369	(845,223)
 Total Revenues	 946,892	 110,769	 (836,123)
<u>Expenditures:</u>			
Capital Outlay	6,121,606	3,162,864	2,958,742
<u>Debt Service:</u>			
Principal Retirement	75,000	75,000	0
Interest and Fiscal Charges	3,750	3,750	0
 Total Expenditures	 6,200,356	 3,241,614	 2,958,742
 (Deficiency) of Revenues (Under) Expenditures	 (5,253,464)	 (3,130,845)	 2,122,619
<u>Other Financing Sources (Uses)</u>			
Proceeds of Bonds	2,000,000	0	(2,000,000)
Proceeds of Notes	500,000	0	(500,000)
Operating Transfers - In	5,444,779	4,414,241	(1,030,538)
Operating Transfers - Out	(2,866,829)	(1,474,436)	1,392,393
 Total Other Financing Sources (Uses)	 5,077,950	 2,939,805	 (2,138,145)
 (Deficiency) of Revenues and Other Financing Sources (Under) Expenditures and Other Financing (Uses)	 (175,514)	 (191,040)	 (15,526)
 Fund Balance at Beginning of Year	 3,913,992	 3,913,992	 0
 Prior Year Encumbrances Appropriated	 473,520	 473,520	 0
 Fund Balance at End of Year	 <u>\$4,211,998</u>	 <u>\$4,196,472</u>	 <u>(\$15,526)</u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual (Budget Basis)
Fishcreek Road Improvement
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$2,201,000	\$2,541,827	\$340,827
Total Revenues	<u>2,201,000</u>	<u>2,541,827</u>	<u>340,827</u>
<u>Expenditures</u>			
Capital Outlay	3,739,712	3,739,712	0
Total Expenditures	<u>3,739,712</u>	<u>3,739,712</u>	<u>0</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(1,538,712)</u>	<u>(1,197,885)</u>	<u>340,827</u>
<u>Other Financing Sources</u>			
Operating Transfers - In	350,000	0	(350,000)
Total Other Financing Sources	<u>350,000</u>	<u>0</u>	<u>(350,000)</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures	(1,188,712)	(1,197,885)	(9,173)
Fund Balance at Beginning of Year	1,234,466	1,234,466	0
Prior Year Encumbrances Appropriated	<u>134,362</u>	<u>134,362</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$180,116</u></u>	<u><u>\$170,943</u></u>	<u><u>(\$9,173)</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Budget Basis)
All Capital Projects Funds
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$2,296,300	\$2,646,227	\$349,927
Other	851,592	6,369	(845,223)
Total Revenues	<u>3,147,892</u>	<u>2,652,596</u>	<u>(495,296)</u>
<u>Expenditures</u>			
Current:			
Other	57	57	0
Capital Outlay	9,861,318	6,902,576	2,958,742
Debt Service:			
Principal Retirement	75,000	75,000	0
Interest and Fiscal Charges	3,750	3,750	0
Total Expenditures	<u>9,940,125</u>	<u>6,981,383</u>	<u>2,958,742</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(6,792,233)</u>	<u>(4,328,787)</u>	<u>2,463,446</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds of Bonds	2,000,000	0	(2,000,000)
Proceeds of Notes	500,000	0	(500,000)
Operating Transfers - In	5,794,779	4,414,241	(1,380,538)
Operating Transfers - Out	(2,866,829)	(1,474,436)	1,392,393
Total Other Sources (Uses)	<u>5,427,950</u>	<u>2,939,805</u>	<u>(2,488,145)</u>
(Deficiency) of Revenues and Other Financing Sources (Under) Expenditures and Other Financing (Uses)	<u>(1,364,283)</u>	<u>(1,388,982)</u>	<u>(24,699)</u>
Fund Balances at Beginning of Year	5,148,458	5,148,458	0
Prior Year Encumbrances Appropriated	<u>607,882</u>	<u>607,882</u>	<u>0</u>
Fund Balances at End of Year	<u><u>\$4,392,057</u></u>	<u><u>\$4,367,358</u></u>	<u><u>(\$24,699)</u></u>

ENTERPRISE FUND

The Water Fund is used to account for the provision of water treatment and distribution to residential and commercial users within the City.

Since there is only one Enterprise Fund and the level of budgetary control is not greater than that presented in the Combined Financial Statements, no additional financial statements have been presented herein.

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis. Descriptions of the City's Internal Service Funds are as follows:

Administrative Insurance – Accounts for the receipt and disbursement of funds to administrate the City's self-funded insurance plan for health, hospitalization and dental coverage and payment of premiums for life, accidental death and dismemberment insurance.

Self-Insurance – Accounts for the operation of the City's self-insurance program for employee health benefits.

City of Stow, Ohio
Combining Balance Sheet
All Internal Service Funds
December 31, 2001

	Administrative Insurance	Self-Insurance	Totals
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$1,325	\$1,329,220	\$1,330,545
Total Assets	<u>\$1,325</u>	<u>\$1,329,220</u>	<u>\$1,330,545</u>
<u>Liabilities</u>			
Claims Payable	\$0	\$219,748	\$219,748
Total Liabilities	<u>0</u>	<u>219,748</u>	<u>219,748</u>
<u>Fund Equity</u>			
Contributed Capital	0	6,979	6,979
Retained Earnings:			
Unreserved	<u>1,325</u>	<u>1,102,493</u>	<u>1,103,818</u>
Total Fund Equity	<u>1,325</u>	<u>1,109,472</u>	<u>1,110,797</u>
Total Liabilities and Fund Equity	<u>\$1,325</u>	<u>\$1,329,220</u>	<u>\$1,330,545</u>

City of Stow, Ohio
Combining Statement of Revenues,
Expenses and Changes in Retained Earnings
All Internal Service Funds
For the Year Ended December 31, 2001

	Administrative Insurance	Self-Insurance	Totals
<u>Operating Revenues</u>			
Charges for Services	\$374,059	\$1,148,185	\$1,522,244
Other	0	18,942	18,942
Total Operating Revenues	<u>374,059</u>	<u>1,167,127</u>	<u>1,541,186</u>
<u>Operating Expenses</u>			
Personal Services	15,513	0	15,513
Contractual Services	358,966	0	358,966
Claims	0	1,097,484	1,097,484
Total Operating Expenses	<u>374,479</u>	<u>1,097,484</u>	<u>1,471,963</u>
Operating Income (Loss)	<u>(420)</u>	<u>69,643</u>	<u>69,223</u>
<u>Non-Operating Revenues (Expenses)</u>			
Interest Income	0	31,967	31,967
Other Non-Operating Expenses	0	(300)	(300)
Total Non-Operating Revenues (Expenses)	<u>0</u>	<u>31,667</u>	<u>31,667</u>
Net Income (Loss)	<u>(420)</u>	<u>101,310</u>	<u>100,890</u>
Retained Earnings at Beginning of Year	<u>1,745</u>	<u>1,001,183</u>	<u>1,002,928</u>
Retained Earnings at End of Year	<u>1,325</u>	<u>1,102,493</u>	<u>1,103,818</u>
Contributed Capital at Beginning of Year	<u>0</u>	<u>6,979</u>	<u>6,979</u>
Contributed Capital at End of Year	<u>0</u>	<u>6,979</u>	<u>6,979</u>
Total Fund Equity at End of Year	<u><u>\$1,325</u></u>	<u><u>\$1,109,472</u></u>	<u><u>\$1,110,797</u></u>

City of Stow, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget and Actual (Budget Basis)
Administrative Insurance
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$303,188	\$374,059	\$70,871
Other Operating Revenues	165,375	0	(165,375)
Total Revenues	468,563	374,059	(94,504)
<u>Expenditures</u>			
Current:			
Other Operating Expenses	470,000	374,479	95,521
Total Expenditures	470,000	374,479	95,521
(Deficiency) of Revenues (Under) Expenditures	(1,437)	(420)	1,017
Fund Equity at Beginning of Year	1,745	1,745	0
Fund Equity at End of Year	\$308	\$1,325	\$1,017

City of Stow, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget and Actual (Budget Basis)
Self-Insurance
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$1,251,338	\$1,148,772	(\$102,566)
Interest Income	80,000	34,238	(45,762)
Other Operating Revenues	1,696,338	18,942	(1,677,396)
Total Revenues	3,027,676	1,201,952	(1,825,724)
<u>Expenditures</u>			
Current:			
Claims and Judgments	1,438,996	1,074,745	364,251
Other Non-Operating Expenses	350	300	50
Total Expenditures	1,439,346	1,075,045	364,301
Excess of Revenues Over Expenditures	1,588,330	126,907	(1,461,423)
Fund Equity at Beginning of Year	1,200,862	1,200,862	0
Fund Equity at End of Year	<u>\$2,789,192</u>	<u>\$1,327,769</u>	<u>(\$1,461,423)</u>

City of Stow
Schedule of Revenues, Expenditures and
Changes in Fund Equity - Budget and Actual (Budget Basis)
All Internal Service Funds
For the Year Ended December 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$1,554,526	\$1,522,831	(\$31,695)
Interest Income	80,000	34,238	(45,762)
Other Operating Revenues	1,861,713	18,942	(1,842,771)
Total Revenues	<u>3,496,239</u>	<u>1,576,011</u>	<u>(1,920,228)</u>
<u>Expenditures</u>			
Current:			
Claims and Judgments	1,438,996	1,074,745	364,251
Other Operating Expenses	470,350	374,779	95,571
Total Expenditures	<u>1,909,346</u>	<u>1,449,524</u>	<u>459,822</u>
Excess of Revenues Over Expenditures	<u>1,586,893</u>	<u>126,487</u>	<u>(1,460,406)</u>
Fund Equity at Beginning of Year	<u>1,202,607</u>	<u>1,202,607</u>	<u>0</u>
Fund Equity at End of Year	<u><u>\$2,789,500</u></u>	<u><u>\$1,329,094</u></u>	<u><u>(\$1,460,406)</u></u>

City of Stow, Ohio
Combining Statement of Cash Flows
All Internal Service Funds
For the Year Ended December 31, 2001

	Administrative Insurance	Self-Insurance	Total
<u>Cash Flows from Operating Activities</u>			
Cash Received from Customers	\$374,059	1,148,772	\$1,522,831
Cash Payments to Suppliers for Goods and Services	(358,966)	0	(358,966)
Cash Payments to Employees for Services	(15,513)	0	(15,513)
Cash Payments for Claims	0	(1,074,745)	(1,074,745)
Other Operating Revenues	0	18,942	18,942
Other Non-Operating Expenses	0	(300)	(300)
Net Cash Provided by (Used for) Operating Activities	(420)	92,669	92,249
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	0	31,967	31,967
Net Cash Provided by Investing Activities	0	31,967	31,967
Net Increase (Decrease) in Cash and Cash Equivalents	(420)	124,636	124,216
Cash and Cash Equivalents at Beginning of Year	1,745	1,204,584	1,206,329
Cash and Cash Equivalents at End of Year	<u>\$1,325</u>	<u>\$1,329,220</u>	<u>\$1,330,545</u>
Reconciliation of Operating Income to Net			
<u>Cash Provided by (Used for) Operating Activities</u>			
Operating Income (Loss)	(\$420)	\$69,643	\$69,223
Adjustments to Reconcile Operating Income to			
<u>Net Cash Provided by (Used for) Operating Activities</u>			
Other Non-Operating Expenses	0	(300)	(300)
Changes in Assets and Liabilities:			
(Increase)/Decrease in Accounts Receivable	0	587	587
Increase/(Decrease) in Claims Payable	0	22,739	22,739
Total Adjustments	0	23,026	23,026
Net Cash Provided by (Used for) Operating Activities	<u>(\$420)</u>	<u>\$92,669</u>	<u>\$92,249</u>

TRUST AND AGENCY FUND TYPES

The Trust and Agency Funds are used to account for assets held by the City in a trustee capacity and/or as an agent for individuals, private organizations, other governmental units and/or other funds. These include expendable trust funds and agency funds:

Expendable Trust Fund: The following fund is accounted for in essentially the same manner as governmental funds:

Miscellaneous Trusts – To account for scholarship trusts.

Agency Funds: The following funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operation. The following are the City's material agency funds:

Road Construction Bonds – Accounts for deposits from contractors, held by the City to insure compliance with the contract.

Allotment Deposits – Accounts for deposits from subdivision developers for engineering oversight.

Miscellaneous Service Deposits – Accounts for various service department non-recurring deposits.

Bond Forfeitures – Accounts for forfeitures of bonds by developers and/or contractors.

Park and Recreation Deposits – Accounts for the receipt and subsequent refund of Parks and Recreation deposit monies for rentals to cover extraordinary events or damages.

Other Agency Funds

Payroll Advance Rotary
Deferred Compensation Rotary
Well Performance Bond
Police Forfeited Cash

Police Drug Forfeiture Cash
Ohio BBS 3% Surcharge
Fire Bond Insurance Fund
Unclaimed Money Fund

City of Stow, Ohio
Combining Balance Sheet
All Trust and Agency Funds
December 31, 2001

	Expendable Trust Fund		
	Miscellaneous Trusts	Total Agency Funds	Totals
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$2,949	\$540,386	\$543,335
Total Assets	<u>\$2,949</u>	<u>\$540,386</u>	<u>\$543,335</u>
<u>Liabilities</u>			
Undistributed Monies	\$0	\$540,386	\$540,386
Total Liabilities	<u>0</u>	<u>540,386</u>	<u>540,386</u>
<u>Fund Equity</u>			
Fund Balance:			
Unreserved:			
Undesignated	2,949	0	2,949
Total Fund Equity	<u>2,949</u>	<u>0</u>	<u>2,949</u>
Total Liabilities and Fund Equity	<u>\$2,949</u>	<u>\$540,386</u>	<u>\$543,335</u>

City of Stow, Ohio
Combining Statement of Changes in
Assets and Liabilities - All Agency Funds
For the Year Ended December 31, 2001

Road Construction Bonds

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$232,445	\$59,650	\$41,900	\$250,195
Total Assets	<u>\$232,445</u>	<u>\$59,650</u>	<u>\$41,900</u>	<u>\$250,195</u>
<u>Liabilities</u>				
Undistributed Monies	\$232,445	\$59,650	\$41,900	\$250,195
Total Liabilities	<u>\$232,445</u>	<u>\$59,650</u>	<u>\$41,900</u>	<u>\$250,195</u>

Allotment Deposits

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$138,898	\$0	\$0	\$138,898
Total Assets	<u>\$138,898</u>	<u>\$0</u>	<u>\$0</u>	<u>\$138,898</u>
<u>Liabilities</u>				
Undistributed Monies	\$138,898	\$0	\$0	\$138,898
Total Liabilities	<u>\$138,898</u>	<u>\$0</u>	<u>\$0</u>	<u>\$138,898</u>

Miscellaneous Service Deposits

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$9,748	\$0	\$1,550	\$8,198
Total Assets	<u>\$9,748</u>	<u>\$0</u>	<u>\$1,550</u>	<u>\$8,198</u>
<u>Liabilities</u>				
Undistributed Monies	\$9,748	\$0	\$1,550	\$8,198
Total Liabilities	<u>\$9,748</u>	<u>\$0</u>	<u>\$1,550</u>	<u>\$8,198</u>

Bond Forfeitures

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$20,557	\$0	\$0	\$20,557
Total Assets	<u>\$20,557</u>	<u>\$0</u>	<u>\$0</u>	<u>\$20,557</u>
<u>Liabilities</u>				
Undistributed Monies	\$20,557	\$0	\$0	\$20,557
Total Liabilities	<u>\$20,557</u>	<u>\$0</u>	<u>\$0</u>	<u>\$20,557</u>

(continued)

City of Stow, Ohio
Combining Statement of Changes in
Assets and Liabilities - All Agency Funds (Continued)
For the Year Ended December 31, 2000

Park and Recreations Deposits

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$36,937	\$212,669	\$219,372	\$30,234
Total Assets	<u>\$36,937</u>	<u>\$212,669</u>	<u>\$219,372</u>	<u>\$30,234</u>
<u>Liabilities</u>				
Undistributed Monies	\$36,937	\$212,669	\$219,372	\$30,234
Total Liabilities	<u>\$36,937</u>	<u>\$212,669</u>	<u>\$219,372</u>	<u>\$30,234</u>

Payroll Advance Rotary

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$1,109	\$0	\$1,109	\$0
Total Assets	<u>\$1,109</u>	<u>\$0</u>	<u>\$1,109</u>	<u>\$0</u>
<u>Liabilities</u>				
Undistributed Monies	\$1,109	\$0	\$1,109	\$0
Total Liabilities	<u>\$1,109</u>	<u>\$0</u>	<u>\$1,109</u>	<u>\$0</u>

Deferred Compensation Rotary

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$0	\$1,086	\$1,086	\$0
Total Assets	<u>\$0</u>	<u>\$1,086</u>	<u>\$1,086</u>	<u>\$0</u>
<u>Liabilities</u>				
Undistributed Monies	\$0	\$1,086	\$1,086	\$0
Total Liabilities	<u>\$0</u>	<u>\$1,086</u>	<u>\$1,086</u>	<u>\$0</u>

Well Performance Bond

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$40,000	\$0	\$0	\$40,000
Total Assets	<u>\$40,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$40,000</u>
<u>Liabilities</u>				
Undistributed Monies	\$40,000	\$0	\$0	\$40,000
Total Liabilities	<u>\$40,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$40,000</u>

(continued)

City of Stow, Ohio
Combining Statement of Changes in
Assets and Liabilities - All Agency Funds (Continued)
For the Year Ended December 31, 2000

Police Forfeited Cash

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$3,378	\$0	\$0	\$3,378
Total Assets	<u>\$3,378</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,378</u>
<u>Liabilities</u>				
Undistributed Monies	\$3,378	\$0	\$0	\$3,378
Total Liabilities	<u>\$3,378</u>	<u>\$0</u>	<u>\$0</u>	<u>\$3,378</u>

Police Drug Forfeiture Cash

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$5,919	\$41,419	\$21,368	\$25,970
Intergovernmental Receivables	250	0	250	0
Total Assets	<u>\$6,169</u>	<u>\$41,419</u>	<u>\$21,618</u>	<u>\$25,970</u>
<u>Liabilities</u>				
Undistributed Monies	\$6,169	\$41,419	\$21,618	\$25,970
Total Liabilities	<u>\$6,169</u>	<u>\$41,419</u>	<u>\$21,618</u>	<u>\$25,970</u>

Ohio BBS 3% Surcharge

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$149	\$1,939	\$1,865	\$223
Total Assets	<u>\$149</u>	<u>\$1,939</u>	<u>\$1,865</u>	<u>\$223</u>
<u>Liabilities</u>				
Undistributed Monies	\$149	\$1,939	\$1,865	\$223
Total Liabilities	<u>\$149</u>	<u>\$1,939</u>	<u>\$1,865</u>	<u>\$223</u>

Fire Bond Insurance Fund

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$0	\$13,315	\$0	\$13,315
Total Assets	<u>\$0</u>	<u>\$13,315</u>	<u>\$0</u>	<u>\$13,315</u>
<u>Liabilities</u>				
Undistributed Monies	\$0	\$13,315	\$0	\$13,315
Total Liabilities	<u>\$0</u>	<u>\$13,315</u>	<u>\$0</u>	<u>\$13,315</u>

(continued)

City of Stow, Ohio
Combining Statement of Changes in
Assets and Liabilities - All Agency Funds (Continued)
For the Year Ended December 31, 2000

Unclaimed Money Fund

Assets

Equity in Pooled Cash	\$9,418	\$0	\$0	\$9,418
Total Assets	<u>\$9,418</u>	<u>\$0</u>	<u>\$0</u>	<u>\$9,418</u>

Liabilities

Undistributed Monies	\$9,418	\$0	\$0	\$9,418
Total Liabilities	<u>\$9,418</u>	<u>\$0</u>	<u>\$0</u>	<u>\$9,418</u>

Total - All Agency Funds

	Balance 12/31/2000	Additions	Reductions	Balance 12/31/2001
<u>Assets</u>				
Equity in Pooled Cash	\$498,558	\$330,078	\$288,250	\$540,386
Intergovernmental Receivables	250	0	250	0
Total Assets	<u>\$498,808</u>	<u>\$330,078</u>	<u>\$288,500</u>	<u>\$540,386</u>
<u>Liabilities</u>				
Undistributed Monies	\$498,808	\$330,078	\$288,500	\$540,386
Total Liabilities	<u>\$498,808</u>	<u>\$330,078</u>	<u>\$288,500</u>	<u>\$540,386</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

This account group is used to account for all sites, buildings, equipment and vehicles of the City.

City of Stow, Ohio
Schedule of General Fixed Assets by Source
December 31, 2001

General Fixed Assets

Land	\$8,527,399
Buildings	9,055,146
Improvements other than Buildings	5,591
Machinery and Equipment	<u>8,680,065</u>
Total General Fixed Assets	<u><u>\$26,268,201</u></u>

Investment in General Fixed Assets by Source

Balance prior to 2001	\$25,353,618
Acquisition During 2001	
General Fund	141,479
Special Revenue Funds	29,872
Capital Projects Funds	<u>743,232</u>
Total Investment in Fixed Assets	<u><u>\$26,268,201</u></u>

City of Stow, Ohio
Schedule of General Fixed Assets by Function and Activity
December 31, 2001

	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Total
<u>General Government</u>					
Mayor	\$0	\$0	\$0	\$15,676	\$15,676
Law	0	0	0	24,827	24,827
Finance	0	0	0	53,451	53,451
Administrative/Personnel	0	0	0	1,718,722	1,718,722
Other-Unclassified	1,313,787	7,589,009	0	0	8,902,796
Total General Government	1,313,787	7,589,009	0	1,812,676	10,715,472
<u>Public Safety</u>					
Police	0	0	0	1,099,354	1,099,354
Fire	30,000	74,462	0	1,905,428	2,009,890
Total Public Safety	30,000	74,462	0	3,004,782	3,109,244
<u>Highways and Streets</u>					
Engineering	0	0	5,591	211,273	216,864
Service	0	0	0	2,811,636	2,811,636
Total Highways and Streets	0	0	5,591	3,022,909	3,028,500
<u>Recreation</u>					
	7,183,612	1,391,675	0	839,698	9,414,985
Total General Fixed Assets	<u>\$8,527,399</u>	<u>\$9,055,146</u>	<u>\$5,591</u>	<u>\$8,680,065</u>	<u>\$26,268,201</u>

City of Stow, Ohio
Schedule of Changes in General Fixed Assets
By Function and Activity
For the Year Ended December 31, 2001

Function and Activity	General Fixed Assets January 1, 2001	Additions	Deductions	General Fixed Assets December 31, 2001
General Government:				
Mayor	\$14,599	\$1,077	\$0	\$15,676
Law	22,674	2,153	0	24,827
Finance	52,889	562	0	53,451
Administrative/Personnel	1,692,009	157,196	(130,483)	1,718,722
Other-Unclassified	8,988,789	14,007	(100,000)	8,902,796
Total General Government	10,770,960	174,995	(230,483)	10,715,472
Public Safety:				
Police	1,017,314	130,576	(48,536)	1,099,354
Fire	1,749,634	260,256	0	2,009,890
Total Public Safety	2,766,948	390,832	(48,536)	3,109,244
Highways and Streets:				
Engineering	151,300	65,563	0	216,863
Service	2,816,711	171,073	(176,147)	2,811,637
Total Highways and Streets	2,968,011	236,636	(176,147)	3,028,500
Recreation	9,466,699	112,120	(163,834)	9,414,985
Total General Fixed Assets	\$25,972,618	\$914,583	(\$619,000)	\$26,268,201

Statistical Section

**City of Stow
Governmental Fund Type
Expenditures by Function
Last Ten Calendar Years**

	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
Current:										
General Government	\$3,787,262	\$3,455,250	\$3,120,550	\$3,354,777	\$3,236,358	\$2,965,849	\$3,156,949	\$3,219,201	\$3,133,471	\$2,800,227
Security of Persons and Property	8,732,322	7,833,280	7,241,474	6,710,720	6,324,247	5,991,745	6,163,266	5,142,970	4,767,315	4,630,523
Public Health and Welfare	462,594	468,329	442,050	433,642	260,916	264,690	257,931	215,814	188,276	177,798
Transportation	2,217,758	2,384,678	2,063,396	1,790,751	1,819,073	1,807,235	1,817,841	1,832,131	1,901,790	1,639,006
Community Environment	1,096,685	1,119,854	909,323	417,785	755,069	756,368	344,972	261,914	434,266	432,220
Leisure Time Activities	1,492,171	1,501,736	1,388,987	1,329,193	1,233,273	1,204,439	1,143,763	1,071,392	932,289	800,624
Other	23,224	50,973	0	0	0	0	0	0	0	185,105
Capital Outlay	5,548,763	3,649,212	2,057,286	2,434,015	1,438,240	1,608,572	2,278,219	7,125,769	3,530,576	3,049,328
Debt Service:										
Principal Retirement	315,000	225,000	215,000	200,000	190,000	195,000	85,000	17,080,000	30,000	30,000
Interest and Fiscal Charges	402,683	414,308	428,908	499,316	532,392	578,347	664,191	340,276	123,595	83,077
Total	\$24,078,462	\$21,102,620	\$17,866,974	\$17,170,199	\$15,789,568	\$15,372,245	\$15,912,132	\$36,289,467	\$15,041,578	\$13,827,908

Source:
City of Stow audited financial statements.

**City of Stow
Governmental Fund Type
Revenues by Source
Last Ten Calendar Years**

	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
Municipal Income Tax	\$11,221,994	\$10,939,038	\$10,256,841	\$10,148,391	\$9,541,488	\$8,636,091	\$8,467,874	\$8,013,916	\$6,975,763	\$6,699,262
Property and Other Taxes	5,984,321	4,360,593	4,421,931	4,599,832	4,470,272	3,398,150	2,877,819	3,434,535	2,989,612	2,871,112
Charges for Services	837,868	424,981	298,254	274,948	262,153	254,203	248,145	272,791	257,786	215,537
Fines, Licenses and Permits	686,027	666,389	866,429	609,740	596,807	567,425	463,050	510,166	426,774	439,931
Intergovernmental	6,602,441	4,702,144	4,046,790	3,591,199	2,907,420	3,083,574	3,419,354	2,344,786	2,639,438	2,411,122
Special Assessments	55,319	56,032	56,788	54,819	54,615	54,482	53,136	44,610	35,875	36,701
Investment Income	574,944	817,719	536,138	430,127	300,429	233,741	236,254	301,113	246,378	117,268
Other	493,111	347,600	156,232	225,403	125,951	130,108	245,608	372,298	179,074	160,825
Total	\$26,456,025	\$22,314,496	\$20,639,403	\$19,934,459	\$18,259,135	\$16,357,774	\$16,011,240	\$15,294,215	\$13,750,700	\$12,951,758

Source:
City of Stow audited financial statements.

**City of Stow
Property Tax Levies and Collections
Real and Public Utility Taxes
Last Ten Calendar Years**

Year	Current Levy	Current Collection	Percent of		Delinquent Collection	Total Collection	Total Collection As a Percent of		Outstanding Delinquent Taxes	Ratio of	
			Current Levy Collected	Current Levy Collected			Current Levy	Delinquent Taxes to Total Levy			
2001	\$5,898,640	\$5,580,204	94.60%		\$127,890	\$5,708,094	96.77%		\$190,548		3.23%
2000	4,278,289	4,062,677	94.96%		77,990	4,140,667	96.78%		137,622		3.22%
1999	3,985,361	3,801,725	95.39%		84,055	3,885,780	97.50%		99,581		2.50%
1998	3,908,376	3,714,778	95.05%		84,821	3,799,599	97.22%		108,777		2.78%
1997	3,837,411	3,620,923	94.36%		106,111	3,727,034	97.12%		110,377		2.88%
1996	3,119,525	2,925,162	93.77%		74,226	2,999,388	96.15%		120,137		3.85%
1995	3,052,409	2,835,750	92.90%		98,731	2,934,481	96.14%		117,928		3.86%
1994	2,970,405	2,682,250	90.30%		122,603	2,804,853	94.43%		165,552		5.57%
1993	2,667,684	2,390,736	89.62%		103,031	2,493,767	93.48%		173,917		6.52%
1992	2,571,897	2,282,566	88.75%		100,977	2,383,543	92.68%		188,354		7.32%

Source: Summit County Auditor

City of Stow
Assessed and Estimated Actual Value of Taxable Property
Last Ten Calendar Years

Year	Real Property	Public Utility Property	Tangible Personal	Total Assessed Value	Estimated Actual Value	Ratio
2001	\$588,277,820	\$13,019,160	\$53,811,583	\$655,108,563	\$1,910,834,603	34.28%
2000	567,191,520	14,630,840	53,811,583	635,633,943	1,850,424,372	34.35%
1999	526,516,730	14,428,370	52,133,728	593,078,828	1,727,296,796	34.34%
1998	512,961,810	14,557,040	50,150,238	577,669,088	1,680,763,163	34.37%
1997	496,489,730	14,797,730	43,318,973	554,606,433	1,606,615,708	34.52%
1996	402,622,020	15,296,120	40,995,870	458,914,010	1,329,628,229	34.51%
1995	387,604,050	16,572,590	36,747,218	440,923,858	1,271,001,605	34.69%
1994	371,337,170	16,052,900	37,087,466	424,477,536	1,225,366,107	34.64%
1993	330,646,260	16,002,660	33,936,416	380,585,336	1,096,451,924	34.71%
1992	316,556,600	15,533,590	33,974,476	366,064,666	1,050,652,080	34.84%

Source: Summit County Auditor

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

Year	General Operating	Police Pension	Fire Pension	EMS	Total City Levy	Stow City School District	Summit County	Total
2001	\$6.60	\$0.30	\$0.30	\$2.30	\$9.50	\$45.74	\$13.07	\$68.31
2000	6.60	0.30	0.30	2.30	9.50	46.44	13.07	69.01
1999	6.60	0.30	0.30	0.00	7.20	47.64	12.27	67.11
1998	6.60	0.30	0.30	0.00	7.20	47.74	11.65	66.59
1997	6.60	0.30	0.30	0.00	7.20	49.34	11.39	67.93
1996	6.60	0.30	0.30	0.00	7.20	52.41	13.99	73.60
1995	6.60	0.30	0.30	0.00	7.20	52.34	14.16	73.70
1994	6.60	0.30	0.30	0.00	7.20	44.14	12.31	63.65
1993	6.60	0.30	0.30	0.00	7.20	45.84	12.59	65.63
1992	6.60	0.30	0.30	0.00	7.20	46.11	12.59	65.90

Source: Summit County Auditor

City of Stow
Special Assessment Billings and Collections
Last Ten Calendar Years

Collection Year	Current Levy	Current Collection	Total Collection As a Percentage of Current Levy	Total Delinquent Tax
2001	\$57,834	\$55,319	95.65%	\$2,515
2000	58,392	56,032	95.96%	2,360
1999	57,512	55,815	97.05%	1,697
1998	57,447	54,819	95.43%	2,628
1997	56,909	54,615	95.97%	2,294
1996	56,568	54,482	96.31%	2,086
1995	54,454	53,136	97.58%	1,318
1994	49,151	47,187	96.00%	1,964
1993	36,699	35,876	97.76%	823
1992	37,206	36,570	98.29%	636

Source: Summit County Auditor

City of Stow
Computation of Legal Debt Margin
December 31, 2001

Assessed Valuation (2001)	<u>\$655,108,563</u>
Overall Debt Limitation 10-1/2% of Assessed Value (1)	<u>\$68,786,399</u>
Outstanding Debt:	
General Obligation Bonded Debt	6,195,000
Less: Amount Available in Debt Service Fund	<u>0</u>
Total Outstanding Debt Subject to Overall Debt Limitation	<u>6,195,000</u>
<i>Overall Debt Margin</i>	<u><u>\$62,591,399</u></u>
Unvoted Debt Limitations 5-1/2% of Assessed Value (1)	\$36,030,971
Amount of Debt Applicable	<u>6,195,000</u>
<i>Unvoted Debt Margin</i>	<u><u>\$29,835,971</u></u>

Source: Summit County Auditor and City Financial Records.

(1) Ohio Bond Law sets a limit of 10-1/2% of assessed value for voted debt and 5-1/2% for unvoted debt.

City of Stow
Ratio of Net General Obligation Bonded Debt to
Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Calendar Years

Year	Gross Bonded Debt	Debt Service Funds Available	Net Bonded Debt	Assessed Valuation	Population	Ratio of Net Debt to Assessed Value	Net Bonded Debt Per Capita
2001	\$6,195,000	\$0	\$6,195,000	\$655,108,563	32,486	0.95%	\$190.70
2000	6,360,000	0	6,360,000	635,633,943	32,139	1.00%	197.89
1999	6,510,000	0	6,510,000	593,078,828	32,162	1.10%	202.41
1998	6,650,000	0	6,650,000	577,669,088	31,762	1.15%	209.37
1997	6,775,000	1,502	6,773,498	554,606,433	30,833	1.22%	219.68
1996	6,890,000	1,502	6,888,498	458,914,010	30,766	1.50%	223.90
1995	7,000,000	1,847	6,998,153	440,923,858	30,427	1.59%	230.00
1994	20,000	3,624	16,376	424,477,536	30,094	0.00%	0.54
1993	30,000	3,860	26,140	380,585,336	29,537	0.01%	0.88
1992	60,000	3,950	56,050	366,064,666	28,836	0.02%	1.94

Source: Summit County Auditor

City of Stow
Ratio of Annual Debt Principal Expenditures for
General Obligation Bonded Debt to Total Governmental Fund Type Expenditures
Last Ten Calendar Years

Year	Principal	Total Governmental Fund Type Expenditures	Ratio of Debt Service to General Fund Expenditures (Percentages)
2001	\$165,000	\$24,078,462	0.69%
2000	150,000	21,102,620	0.71%
1999	140,000	17,866,974	0.78%
1998	125,000	17,170,199	0.73%
1997	115,000	15,789,568	0.73%
1996	120,000	15,372,245	0.78%
1995	10,000	15,912,132	0.06%
1994	10,000	36,289,467	0.03%
1993	30,000	15,041,578	0.20%
1992	95,000	13,827,908	0.69%

Source:
City of Stow audited financial statements.

**City of Stow
 Computation of Direct and Overlapping General Obligation Bonded Debt
 December 31, 2001**

Jurisdiction	Unvoted Debt	Valuation of Entity	Stow City Overlapping Valuation	Stow City Overlapping Percentage	Unvoted Debt Applicable to Stow City
City of Stow	\$6,195,000	\$655,108,563	\$655,108,563	100.00%	\$6,195,000
Stow-Munroe Falls City School District	2,368,500	781,613,640	655,108,563	83.81%	1,985,156
Metro Transit	1,765,000	10,686,054,179	655,108,563	6.13%	108,203
Summit County	<u>124,487,183</u>	10,686,054,179	655,108,563	6.13%	<u>7,631,687</u>
Total	<u>\$134,815,683</u>				<u>\$15,920,046</u>

Source:
 Summit County Auditor

**City of Stow
Demographic Statistics
Last Ten Calendar Years**

Year	Population (1)	(000)		Unemployment Rate (2)			United States	School Enrollment (3)	Average Residential Sales Price	
		Employed in County (2)	Employed in PMSA (2)	County	PMSA	State			City (5)	County (4)
2001	32,486	270.7	352	4.3%	4.6%	4.3%	4.8%	6,018	\$147,450	\$133,766
2000	32,139	282.1	335	4.0%	4.0%	4.1%	4.0%	5,964	148,688	142,789
1999	32,162	281.4	331	4.2%	4.2%	4.3%	4.2%	6,001	133,887	117,327
1998	31,762	277.7	325	4.0%	4.0%	4.3%	4.5%	6,075	136,121	110,296
1997	30,833	281.3	322	4.4%	4.3%	4.6%	4.9%	6,105	123,146	100,809
1996	30,766	278.8	319	4.6%	4.6%	4.9%	5.4%	6,150	120,948	102,677
1995	30,427	275.4	313	4.5%	4.5%	4.8%	5.6%	6,051	108,277	91,377
1994	30,094	272.6	304	5.1%	5.1%	5.5%	6.1%	5,967	101,097	89,183
1993	29,537	266.9	292	6.0%	6.0%	6.5%	6.9%	5,771	95,522	88,696
1992	28,836	266.4	287	6.9%	6.9%	7.3%	7.5%	5,690	89,967	81,491

Source:

- (1) City Records
- (2) Ohio Bureau of Employment Services, U.S. Department of Labor and Bureau of Labor Statistics
- (3) Stow-Munroe Falls City School District
- (4) Summit County Auditor
- (5) City of Stow

City of Stow
Property Value, Construction and Financial Institution Deposits
Last Ten Calendar Years

Year	Total Assessed Valuation (1)	Value of Building Permits Issued			Bank Deposits Summit County (000's)
		Agriculture Residential	Commercial Industrial	Total	
2001	\$655,108,563	\$20,662,121	\$17,860,352	\$38,522,473	*
2000	635,633,943	49,987,381	21,773,449	71,760,830	*
1999	593,078,828	41,900,006	21,738,541	63,638,547	*
1998	577,669,088	35,599,140	24,811,952	60,411,092	*
1997	554,606,433	18,099,274	13,813,689	31,912,963	*
1996	458,914,010	24,652,986	20,745,384	45,398,370	\$4,353,857
1995	440,923,858	21,632,460	10,625,572	32,258,032	4,267,009
1994	424,477,536	24,076,590	12,109,179	36,185,769	4,199,905
1993	380,585,336	29,590,512	13,815,428	43,405,940	3,792,255
1992	366,064,666	32,940,300	7,626,721	40,567,021	3,737,694

Source:

(1) Summit County Auditor

(*) No longer supplied

**City of Stow
Principal Taxpayers
Real Estate Tax
December 31, 2001**

Name of Taxpayer	Assessed Value	Percent of Total Assessed Value of Real Estate	Percent of Total Assessed Value
DDR Ohio Opportuniity II, LLC	\$6,482,390	1.10%	0.99%
Stow-Glen Properties	4,098,190	0.70%	0.63%
Morgan Adhesives	3,705,210	0.63%	0.57%
Stow Associates	3,588,120	0.61%	0.55%
Aetna Life Insurance Company	3,475,530	0.59%	0.53%
H S Land Associates, LLC	3,441,160	0.58%	0.53%
Steels Corners Apartment Company Ltd.	2,992,420	0.51%	0.46%
Stowsan Limited Partnership	2,416,100	0.41%	0.37%
Stow Falls Retail Limited Partnership	2,332,960	0.40%	0.36%
Wyndham Ridge, Ltd.	<u>2,253,560</u>	<u>0.38%</u>	<u>0.34%</u>
<i>Total</i>	<u>\$34,785,640</u>	<u>5.91%</u>	<u>5.31%</u>
<i>Total Assessed Value of Real Property</i>	<u>\$588,277,820</u>		
<i>Total Assessed Value</i>	<u>\$655,108,563</u>		

Source: Summit County Auditor

**City of Stow
Principal Taxpayers
Tangible Personal Property Tax
December 31, 2001**

Name of Taxpayer	Assessed Value	Percent of Total Assessed Value of Personal Property	Percent of Total Assessed Value
Morgan Adhesives	\$7,885,040	11.80%	1.20%
Audio-Technica US Inc.	2,384,690	3.57%	0.36%
Akrochem Corporation	2,055,750	3.08%	0.31%
Ron Marhofer Chevrolet	1,450,700	2.17%	0.22%
Tamarkin Company	1,156,820	1.73%	0.18%
Saint Gobain Norpro Corporation	1,152,250	1.72%	0.18%
Goodyear Tire	1,103,440	1.65%	0.17%
Esterle Mold & Machine	1,074,220	1.61%	0.16%
Ferry Industries, Inc.	957,790	1.43%	0.15%
Time Warner Entertainment Company	908,890	1.36%	0.14%
<i>Total</i>	\$20,129,590	30.12%	3.07%
<i>Total Assessed Value of Tangible Personal Property</i>	\$66,830,743		
<i>Total Real Assessed Value</i>	\$655,108,563		

Source: Summit County Auditor

City of Stow
Miscellaneous Statistics
December 31, 2001

Date of Incorporation as a Village	January, 1957
Date of Incorporation as a City	January, 1960
City Charter adopted	November, 1958
Form of Government	Mayor/Council
Area (Square Miles)	17.00
Miles of Streets:	
City lane miles	340 miles
State highway miles	44 miles
Number of intersections with street lights	44
Fire Protection:	
Number of Stations	2
Number of Sworn Firefighters	49
Police Protection:	
Number of Stations	1
Number of Sworn Police Officers	35
Building:	
2001 Permits issued	1,007
2001 Valuation of construction	\$38,522,473
Parks and Recreation:	
Number of city parks	4
Number of neighborhood parks	6
Number of acres in parks system	407.75
Number of lodges	4
Number of ballfields	10
Number of tennis courts	4
Number of volleyball courts	4
Number of camp sites	27

Source: City of Stow Records



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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Facsimile 614-466-4490

CITY OF STOW

SUMMIT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 13, 2002**