

**CITY OF MANSFIELD
RICHLAND COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2001



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO



**Auditor of State
Betty Montgomery**

88 East Broad Street
P. O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490
www.auditor.state.oh.us

January 21, 2003

The attached audit was conducted and prepared for release prior to the commencement of my term of office on January 13, 2003. Thus, I am releasing this audit under the signature of my predecessor.

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

CITY OF MANSFIELD
RICHLAND COUNTY

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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

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

City of Mansfield
Richland County
30 N. Diamond Street
Mansfield, Ohio 44902

To the Honorable Mayor and Members of City Council:

We have audited the general purpose financial statements of the City of Mansfield, Richland County, Ohio, (the City) as of and for the year ended December 31, 2001, and have issued our report thereon dated June 19, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we 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 management of the City in a separate letter dated June 19, 2002.

Internal Control Over Financial Reporting

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

However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 19, 2002.

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

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 19, 2002



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

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

City of Mansfield
Richland County
30 N. Diamond Street
Mansfield, Ohio 44902

To the Honorable Mayor and Members of City Council:

Compliance

We have audited the compliance of the City of Mansfield, Richland 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 each of its major federal programs for the year ended December 31, 2001. The City's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2001. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as items 2001-20570-001 through 2001-20570-004.

Internal Control Over Compliance

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

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the City's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. The reportable condition is described in the accompanying Schedule of Findings and Questioned Costs as item 2001-20570-004.

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. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

We also noted another matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 19, 2002.

Schedule of Receipts and Expenditures of Federal Awards

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 dated June 19, 2002. 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, it is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The accompanying Schedule of Receipts and Expenditures of Federal Awards replaces the Schedule in the City's fiscal year ended December 31, 2001 report package. The Schedule was revised to include the Highway Planning and Construction Program (CFDA # 20.205), which previously was omitted from the Schedule.

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

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

Jim Petro
Auditor of State

June 19, 2002, except for paragraphs eight and nine, which are dated July 11, 2003.

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**CITY OF MANSFIELD
RICHLAND COUNTY**

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

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Pass Through Entity Number	Grant/ Project Number	Receipts	Expenditures
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>					
<i>Direct Program:</i>					
Community Development Block Grants/Entitlement Grants	14.218		CB-97-MC-39-0017	\$4,918	\$4,918
			CB-98-MC-39-0017	195,592	195,592
			CB-99-MC-39-0017	49,894	166,471
			CB-00-MC-39-0017	444,090	409,781
			CB-01-MC-39-0017	434,796	186,345
Total Community Development Block Grants/Entitlement Grants				1,129,290	963,107
HOME Investment Partnership Program	14.239		M-96-MC-39-0221	9,184	9,184
			M-98-MC-39-0221	92,229	92,229
			M-99-MC-39-0221	241,761	241,761
			M-00-MC-39-0221	68,803	68,803
Total HOME Investment Partnership Program				411,977	411,977
Total U.S. Department of Housing and Urban Development				1,541,267	1,375,084
<u>U.S. DEPARTMENT OF JUSTICE</u>					
<i>Direct:</i>					
Local Law Enforcement Block Grants Program	16.592		1999LBVX2213		124,324
			2000LBVX2213	154,733	
			2001LBVX2213	105,456	
Total Local Law Enforcement Block Grants Program				260,189	124,324
<i>Passed through the Ohio Bureau of Criminal Identification & Investigation, Office of the Attorney General:</i>					
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	Not Available	Not Available		47,300
<i>Passed through the Ohio Attorney General's Office:</i>					
Crime Victim Assistance	16.575	Not Available	99-VADSCE019	18,604	18,604
			2001-VADSCE019	20,443	20,843
			2002-VADSCE019	8,685	8,685
			2002-VADSCE557	7,748	7,748
Total Crime Victim Assistance				55,480	55,880
<i>Passed through the Office of Criminal Justice Services:</i>					
Byrne Formula Grant Program	16.579	Not Available	99-DG-A01-7008	39,387	5,434
			00-DG-A01-7008	307,500	240,133
			99-DG-B02-7044	5,076	4,878
Total Byrne Formula Grant Program				351,963	250,445
Violence Against Women Formula Grants	16.588	Not Available	99-WF-VA2-8124	36,020	23,350
Total U.S. Department of Justice				703,652	501,299

CITY OF MANSFIELD
RICHLAND COUNTY

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

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Pass Through Entity Number	Grant/ Project Number	Receipts	Expenditures
<u>U.S. DEPARTMENT OF LABOR</u>					
<i>Passed through the Ohio Department of Job & Family Services: Passed through Morrow-Ashland-Richland-Crawford Job Training Office:</i>					
Workforce Investment Act	17.255		Not Available	54,194	54,194
<i>Passed through the Ohio Department of Job & Family Services: Passed through Delaware-Morrow-Ashland-Richland-Crawford Job Training Office:</i>					
Workforce Investment Act			Not Available	170,874	170,874
<i>Passed through the Ohio Department of Jobs & Family Services: Passed through the Richland County Department of Jobs & Family Services:</i>					
Workforce Investment Act			Not Available	208,609	208,609
				<u>354,888</u>	<u>353,221</u>
Total U.S. Department of Labor/Workforce Investment Act				<u>788,565</u>	<u>786,898</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>					
<i>Direct Program:</i>					
Airport Improvement Program	20.106		3-39-0049-15-99 3-39-0049-15-01		33,605 <u>26,028</u>
Total Airport Improvement Program				<u>0</u>	<u>59,633</u>
<i>Passed through the Ohio Department of Transportation: Highway Planning and Construction</i>					
Highway Planning and Construction	20.205	Not Available	Not Available	814,573	814,573
<i>Passed through the Ohio Department of Public Safety - The Governor's Highway Safety Office:</i>					
State and Community Highway Safety	20.600		Not Available		892
Total U.S. Department of Transportation				<u>814,573</u>	<u>875,098</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>					
<i>Passed through the Ohio Department of Health: Passed through the Ohio Department of Job & Family Services: Passed through the Richland County Department of Jobs & Family Services:</i>					
Temporary Assistance For Needy Families	93.558		Not Available	20,000	20,000
				<u>46,390</u>	<u>46,390</u>
Total U.S. Department of Health and Human Services				<u>66,390</u>	<u>66,390</u>
Total				<u><u>\$3,914,447</u></u>	<u><u>\$3,604,769</u></u>

The Notes to the Schedule of Receipts and Expenditures of Federal Awards are an integral part of this Schedule.

**CITY OF MANSFIELD
RICHLAND COUNTY**

**NOTES TO THE 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 activity of the City's federal award programs. The Schedule has been prepared on the cash basis of accounting, except expenditures of assistance passed through the Ohio Department of Jobs & Family Services Workforce Investment Act which are presented on an accrual basis.

NOTE B — SUBRECIPIENTS

The City passes-through certain Federal assistance received from the U.S. Department of Housing and Urban Development and U.S. Department of Labor to other governments or not-for-profit agencies (subrecipients). As described in Note A, the City records expenditures of federal awards to subrecipients when paid in cash, except expenditures paid to Workforce Investment Act sub recipients are recorded on an accrual basis.

The sub recipient agencies have certain compliance responsibilities related to administering these Federal Programs. Under Federal Circular A-133, the City is responsible for monitoring subrecipients to help assure that Federal awards are used for authorized purposes in compliance with laws, regulations and the provisions of contracts or grant agreements, and the performance goals are achieved.

NOTE C — COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAM

The City has established a revolving loan program to provide low-interest loans to businesses to create jobs for persons from low-moderate income households and to eligible persons and to rehabilitate homes. The U.S. Department of Housing and Urban Development (HUD) grants money for these loans to the City. The initial loan of this money is recorded as an expenditure on the accompanying Schedule. Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as expenditures on the Schedule.

These loans are collateralized by the assets of the businesses. At December 31, 2001, the gross amount of loans outstanding was \$1,649,528 in Community Development Block Grant Loans; \$623,030 in Economic Development Loans; \$19,489 in Urban Development Action Grant Loans; and \$282,455 in Industrial Development Loans. Delinquent amounts due are \$65,759. During 2001, the City forgave \$131,639 in payments. The City has an allowance for doubtful accounts of \$88,467 at December 31, 2001.

NOTE D – WORKFORCE INVESTMENT ACT ATTACHMENT SCHEDULES

The City had no variances between Ohio Job & Family Services and the audit report figures to disclose; therefore, a Schedule of Variances is not included. The City had no program income; therefore, a Schedule of Program Income is not included. The City had no stand-in costs; therefore, a Schedule of Stand-in Costs is not included.

NOTE E — 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.

NOTE F — HIGHWAY PLANNING AND CONSTRUCTION

The Schedule has been revised to include the Highway Planning and Construction Program (CFDA #20.205), which previously was omitted from the Schedule.

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**CITY OF MANSFIELD
RICHLAND COUNTY**

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

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	Yes
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	Yes
(d)(1)(vii)	Major Programs (list):	CFDA #14.218 – Community Development Block Grants/Entitlement Grants CFDA #14.239 – Home Investment Partnership Program CFDA #17.255 – Workforce Investment Act CFDA #20.205 – Highway Planning and Construction
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	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

Noncompliance Finding and Questioned Cost

Finding Number	2001-20570-001
CFDA Title and Number	HOME Investment Partnership Program #14.239
Federal Award Number / Year	M-96-MC-39-0221 / 1996 M-98-MC-39-0221 / 1998 M-99-MC-39-0221 / 1999
Federal Agency	U.S. Department of Housing and Urban Development
Pass-Through Agency	Direct Program

24 C.F.R. Section 92.63 states that a participating jurisdiction must submit to the U.S. Department of Housing and Urban Development (HUD), for approval, any substantial change in its HUD-approved program description that it makes and must document any other changes in its file.

The approved grant agreements allow planning and administration monies to be used to administer and coordinate all the housing activities funded by the HOME Program, including preparation of HUD application, planning documents, performance reports, environmental reviews, subrecipient agreements and compliance with HUD regulatory requirements. Although audit services can normally be eligible expenses, they were not approved as such for these grant agreements.

Office of Management and Budget (OMB Circular A-87 Attachment B Section 5 and OMB Circular A-133 § .230 provide that certain audit costs are allowable charges to federal programs. In part, costs for audits required by Circular A-133 (single audits) are allowed provided the amount charged to federal programs is proportionate to the amount of federal expenditures relative to total expenditures. Additionally, pass-through entities may charge federal programs for the costs of limited scope audits to monitor their subrecipients, however, such audits may only include tests of certain types of compliance requirements. Other audit costs are allowable if specifically approved by the awarding agency.

In 2001, the City paid for all of the 1999 and 1998 single audits of the Central City Economic Development Council, Inc. (CCEDC) the City's subrecipient, with HOME Investment Partnership Program funds even though it was not a part of the grant agreement. The City's fiscal years 1999, 1998 and 1996 grants did not have this expenditure approved by HUD as an eligible activity or cost. Additionally, the CCEDC receives a significant portion of its funding (approximately two-thirds for 2000 from sources other than the subrecipient agreement with the City.

The following conditions were noted, which resulted in a total known questioned cost of \$25,000 which is the total cost of the single audits of CCEDC:

- The fiscal year 1996 grant paid \$9,184 from the HUD approved line item Acquisition/Relocation for the CCEDC single audits
- The fiscal year 1998 grant paid \$3,316 from the HUD approved line item Administration for the CCEDC single audits
- The fiscal year 1999 grant paid \$12,500 from the HUD approved line item Administrative/Contract Services for the CCEDC single audits

Noncompliance Finding and Questioned Cost

Management should ensure that all expenditures are made according to the grant agreements and applicable OMB Circulars. If financial obligations occur related to the grant, which were not initially considered within the grant agreement, a revision should be requested and approved. Otherwise, the grant should not pay for the product or service.

Noncompliance Finding and Questioned Cost

Finding Number	2001-20570-002
CFDA Title and Number	HOME Investment Partnership Program #14.239
Federal Award Number/Year	M-96-MC-39-0221 – 1996 M-98-MC-39-0221 – 1998 M-99-MC-39-0221 – 1999
Federal Agency	U.S. Department of Housing and Urban Development
Pass-Through Agency	Direct Program

24 C.F.R. Section 92.64(a)(2)(i) states that HUD will recapture HOME funds in the HOME Treasury account by the amount of: **(A)** any funds that are not committed within 24 months after the last day of the month in which of HUD’s execution of the HOME Investment Partnership Agreement; and **(B)** any funds that are not expended within five years after the last day of the month of HUD’s execution of the grant.

Of the 13 items tested for availability, 8 were not obligated within the required 24 months of the approval of the respective HOME Grants. These items resulted in a known questioned costs of \$67,132 and projected questioned costs of \$123,961.

The failure to obligate the funds within the available period could result in the forfeiture of federal funding, and grantor agencies may require repayment of amounts obligated outside the available period.

The City must monitor the grant budgets to ensure that all funds are obligated within the available period.

Noncompliance Finding

Finding Number	2001-20570-003
CFDA Title and Number	HOME Investment Partnership Program #14.239
Federal Award Number/Year	M-99-MC-39-0221 – 1999
Federal Agency	U.S. Department of Housing and Urban Development
Pass-Through Agency	Direct Program

Noncompliance Finding

24 C.F.R. Section 92.504(d)(2) states for HOME assisted rental housing, during the period of affordability, the participating jurisdiction must perform on-site inspections of HOME-assisted rental housing to determine compliance with the property standards of Section 92.251 and to verify the information submitted by the owners in accordance with the requirements of Section 92.252 no less than: every 3 years for projects containing 1 to 4 units; every two years for projects containing 5 to 25 units; and every year for projects containing 26 or more units. Inspections must be based on a sufficient sample of units. Most of the City’s HOME assisted rental housing falls in the 1 to 4 units category.

There was no documentation presented, other than photographs, that would indicate that these inspections were performed within the last 3 years. This does not fully comply with the requirements for on-site inspections included within Sections 92.251 and 92.252.

The failure to perform adequate subrecipient monitoring could result in the temporary or permanent suspension of federal funding.

The City must monitor all subrecipients to determine whether they meet program requirements, including having appropriate on-site inspections performed and documented.

Noncompliance Finding and Reportable Condition

Finding Number	2001-20570-004
CFDA Title and Number	HOME Investment Partnership Program #14.239
Federal Award Number / Year	M-99-MC-39-0221 - 1999 M-00-MC-39-0221 – 2000
Federal Agency	U.S. Department of Housing and Urban Development
Pass-Through Agency	N/A – Direct Program

HUD’s “Building HOME, A Home Program Primer” Chapter 11 “Monitoring” states that the participating Jurisdiction (the City) is responsible for managing the day-to-day operations of their HOME Programs and ensuring that HOME funds are used in keeping with program requirements. Implementation of HOME Program activities by other entities (state, recipients, subrecipients, CHDO’s, etc.) does not relieve participating jurisdictions of this responsibility.

This chapter requires the City to set up a monitoring plan, and must do a) Program Monitoring, b) Project Monitoring, c) Risk Assessment of the Subrecipient (CCEDC), d) Rental Housing Monitoring, and e) Tenant-based Rental Assistance (TBRA) Monitoring as outlined within this chapter.

The City has not set up a monitoring plan or risk assessed their HOME Grant Subrecipient. The only documentation presented by the City’s Community Development Department was information obtained from the City’s Building and Codes Department. The Community Development Department who administers the grant and is responsible for monitoring the subrecipient provided no documentation for examination to show that they followed the guidance outlined within this chapter for project monitoring, program monitoring, rental housing or tenant-based rental assistance monitoring for this audit period.

Noncompliance Finding and Reportable Condition

The failure to perform adequate subrecipient monitoring could result in the temporary or permanent suspension of federal funding.

We recommend that the City's Community Development Department designate a staff person to perform this monitoring control and give him/her time to review the requirements in this book and set up a monitoring schedule for these different areas for the City.

**CITY OF MANSFIELD
RICHLAND COUNTY**

**CORRECTIVE ACTION PLAN
OMB CIRCULAR A -133 §.315 (c)
DECEMBER 31, 2001**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2001-20570-001	We will improve monitoring controls over purchasing procedures.	Immediately	Cindy Baker
2001-20570-002	We will improve monitoring controls over purchasing procedures to determine if obligations are within the period of availability.	Immediately	Cindy Baker
2001-20570-003	We have assigned 2 rehabilitation officers to perform on-site inspections.	April, 2002	Cindy Baker
2001-20570-004	We have met with a HUD consultant who has assisted us in setting up a monitoring plan to properly manage the daily operations of the HOME Programs. HUD will have a final monitoring review, which has not been scheduled yet.	Upon completion of HUD's final review.	Cindy Baker

City of Mansfield, Ohio



**Comprehensive Annual Financial Report
For The Year Ended December 31, 2001**

City of Mansfield, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2001

Prepared By
Department of Finance

Sandra L. Converse
Director of Finance

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INTRODUCTORY SECTION

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

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CITY OF MANSFIELD

30 N. Diamond St.
Mansfield, Ohio 44902

Phone (419) 755-9781
Fax (419) 755-9405

SANDRA CONVERSE • FINANCE DIRECTOR

June 19, 2002

*Citizens of Mansfield
Mayor Lydia Reid
Members of Council
City of Mansfield, Ohio*

As the Finance Director for the City of Mansfield, I am pleased to present the Comprehensive Annual Financial Report (CAFR) of Mansfield, Ohio for the year ended December 31, 2001. This CAFR includes financial statements and other financial and statistical data that conforms to Generally Accepted Accounting Principles (GAAP) as applicable to government entities. Responsibility for the accuracy of all data presented, its completeness and fairness of presentation rests with the Finance Director. To the best of my knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City of Mansfield. Governmental Accounting Standards Board Statement No. 14 was used in evaluating how to define the City for financial reporting purposes. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable, and other organizations which have a significant relationship with the City that by excluding them would cause the financial statements to be misleading. Note 1A further discusses the reporting entity.

The CAFR provides the taxpayers of Mansfield with financial data in a format which enables them to gain a true understanding of the City's financial affairs. The CAFR is divided into three sections: an Introductory Section, a Financial Section and a Statistical Section. The Introductory Section includes the table of contents, this transmittal letter, the GFOA Certificate of Achievement, a list of elected and principal appointed officials and department heads and the City's organizational chart. The Financial Section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the Report of Independent Accountants on the combined general purpose financial statements. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

OVERVIEW AND INTRODUCTION TO THE CITY

The City of Mansfield is located in Richland County in north central Ohio, approximately 65 miles northeast of the city of Columbus and 75 miles southwest of the City of Cleveland. It has a population of 51,600 and is the county seat. The City is an important industrial and marketing center located strategically between Cleveland and Columbus.

The Miss Ohio Pageant is held in Mansfield each June. The pageant is a source of community wide support and pride, from the Miss Ohio festival, parade and to the crowning of Miss Ohio at the grand Renaissance Theater, a 1920's grand baroque theater.

ECONOMIC CONDITION AND OUTLOOK

Staying with an aggressive economic development position. Mansfield again focused efforts in 2001 to development possibilities. In 2001 assistance in the form of enterprise zone tax abatements were granted to four companies as incentive for investment in new facilities, expansion of existing facilities, new equipment, and inventories. Investment in these projects is estimated to be in excess of \$2,100,000. The project companies will create 45 new jobs.

The City of Mansfield will also continue to be aggressive in the future by continuing to administer a revolving loan program. During 2001, the City provided assistance to seven companies in the form of revolving loan agreements which totaled \$395,000. These loans leveraged approximately \$3,500,000 in additional investment in the projects, creating 58 new jobs and retaining 21 jobs.

Phase II of the Airport Industrial Park Complex infrastructure construction was completed during 2001. Phase II construction included the extension of Sawyer Parkway, completion of Knight Parkway, and the reconfiguration of the south end of Harrington-Memorial Road. Completion of construction has enabled two companies to relocate to Sawyer Industrial Park and attracted three new businesses to Mansfield who's projects will be completed in 2002.

In utilizing funds from a U.S. EPA Brownfield Assessment Pilot Grant, Phase I and Phase II environmental assessments were conducted on three suspected brownfield sites during 2001. As a result of these assessments, development of work plans for remediation are underway and will be submitted during the first quarter of 2002. Work plan implementation is projected to begin in June of 2002 and is expected to be completed by the end of the year.

Redevelopment efforts are underway at two of the three brownfield project sites. Crane Plumbing Products has completed initial renovations of one of the two buildings at the former Johnson Control site and with this expansion has created 20 new jobs. Total investment in the site is expected to be approximately \$1,000,000 upon completion of the second building on the property. Moritz International, Inc. started work on the former Peabody Barnes office building with renovation projected to be completed by the end of 2002. Investment in this site is projected to be approximately \$250,000 and will double their production capacity and add 10 new jobs.

The Ohio Brass Project has continued through 2001 with ongoing environmental assessment and remediation activities. The City is currently working with the Ohio EPA to finalize the remediation work plan. It is anticipated that the final phase of remediation will begin by June of 2002 and will be completed by year end.

The City also was the recipient of a U.S. EPA Brownfield Clean Up Revolving Loan Grant totaling \$1,000,000. It will be utilized to assist companies with costs associated with environmental clean up and redevelopment of brownfield sites. Funds from this program are expected to be available for loan by the end of June 2002.

MAJOR INITIATIVES

Plans continue for the construction of a Justice Center. The planning stages will be complete in early 2002. The projected construction date is fall of 2002. Total construction cost is estimated to be \$10.9 million. It will house the Municipal Court, Clerk of Court, and Law Director on the top two levels and a parking garage in the lower level of the building will accommodate approximately 50 parking spaces.

The City is working on a downtown revitalization project. We have recently entered into a contract with a planning group to prepare a master plan for downtown revitalization. The City's Carrousel District is already recognized nationally for innovative rehabilitation of a downtown area.

FINANCIAL INFORMATION

Accounting System and Internal Controls

The City's records are maintained on a budgetary basis during the year for all fund types. After closing the year, adjusting entries are prepared for the various funds to convert the budget basis records to the modified accrual basis

of accounting for governmental and related fiduciary fund types, and to the accrual basis of accounting for proprietary fund types. The modified accrual basis of accounting requires that revenues be recognized when both measurable and available. Expenditures, other than interest and principal on long term debt, are recognized in the accounting period in which the fund liability is incurred. The accrual basis of accounting used for the proprietary funds recognizes revenues when earned and expenses when incurred.

Development of the City's accounting system included consideration of the internal control structure. The internal control structure is designed to provide reasonable but not absolute assurance regarding:

1. The safeguarding of assets against loss from unauthorized use or disposition.
2. The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from its implementation and that the evaluation of costs and benefits requires estimates and judgments by management.

Budgetary Controls

Budgetary control is maintained by the encumbrance of purchase amounts prior to the release of purchase orders to vendors. Purchase orders are not issued when insufficient appropriations preclude the encumbrance of the amount of the purchase. Each department manager is furnished a monthly report showing the status of the budget accounts for which he/she is responsible. The report details monthly transactions and summarizes the budget balance available to be spent for goods and services.

General Government Functions

The governmental funds include the General, Special Revenue, Debt Service, and Capital Projects fund types. Governmental revenues totaled \$42,661,923 for the year ended December 31, 2001. The amount of revenues from various sources and a comparison with last year's amounts are shown on the following table:

REVENUE SOURCE	2000	2001	INCREASE (DECREASE)	PERCENT CHANGE
Property taxes	\$ 2,866,596	\$ 3,324,866	\$ 458,270	16.0%
Municipal income tax	21,783,372	21,273,925	(509,447)	(2.3)
Special assessments	53,674	66,133	12,459	23.2
Intergovernmental	13,116,575	12,896,925	(219,650)	(1.7)
Charges for services	627,522	668,471	40,949	6.5
Fees, licenses, and permits	519,978	688,265	168,287	32.4
Interest earnings	2,135,347	1,354,661	(780,686)	(36.6)
Fines and forfeits	1,868,126	2,096,628	228,502	12.2
Miscellaneous	346,685	292,049	(54,636)	(15.8)
Total Revenues	\$43,317,875	\$42,661,923	\$ (655,952)	(1.5)%

Property taxes increased in 2001 by 16.0 percent. The General fund received more personal property tax in 2001.

Special assessments increased by 23.2 percent in 2001. There were more assessments in the General fund for demolitions and litter cleanup in 2001.

Fees, licenses and permits increased in 2001 by 32.3 percent. The Municipal Court increased court fees in 2001 to finance a new Justice Center.

Interest earnings decreased in 2001 by 36.6 percent. The interest revenue in the General Fund decreased because of the fair market value adjustment to investments and an decrease in interest rates in 2001.

Fines and forfeits increased by 12.2 percent in 2001. There was an increase in 2001 by the Municipal Court in fines charged also for the new Justice Center.

Miscellaneous decreased in 2001 by 15.8 percent. A one time receipt for the U.S. EPA Brownfield Project was received in 2000.

Expenditures for governmental fund operations totaled \$54,213,091 for the year ended December 31, 2001. Comparison of the 2000 and 2001 expenditures for various functions are shown on the following table:

FUNCTION	2000	2001	INCREASE (DECREASE)	PERCENT CHANGE
Public Safety	\$18,337,026	\$18,992,474	\$ 655,448	3.6%
Public Health\Welfare	113,490	130,533	17,043	15.0
Leisure Time Activities	1,064,061	1,012,543	(51,518)	(4.8)
Community Environment	1,894,501	2,130,239	235,738	12.4
Transportation	4,209,468	5,672,129	1,462,661	34.8
General Government	9,481,164	10,659,930	1,178,766	12.4
Capital Outlay	5,691,250	4,998,346	(692,904)	(12.2)
Debt Principal	750,000	9,995,000	9,245,000	1,232.7
Debt Interest	343,083	621,897	278,814	81.3
Total Expenditures	\$41,884,043	\$54,213,091	\$12,329,048	29.4%

Public health and welfare expenditures increased by 15.0 percent in 2001. The Litter Control Department hired a new employee in 2001. This increased salaries and fringe benefits.

Community environment expenditures increased in 2001 by 12.4 percent. There were more projects funded with Block Grant and Home Grant monies.

Transportation expenditures increased in 2001 by 34.8 percent. During 2001, there was a large road resurfacing project for State Route 39 and State Route 42.

General government expenditures increased by 12.4 percent in 2001. The increase was due to expenditures in the Industrial Development fund for new U.S. EPA Brownfield Projects in 2001.

Capital outlay expenditures decreased by 12.2 percent in 2001. The decrease was due to a major airport project in 2000.

Debt principal expenditures increased in 2001 by 1,232.7 percent. There was an increase in payments for anticipation notes in 2001.

Debt interest expenditures increased in 2001 by 81.3 percent. This was also due to an increase in payment for anticipation notes in 2001.

ENTERPRISE OPERATIONS

The City's Enterprise funds consist of the Water Operating, Sewer Operating, Airport Operating and Parking Garage funds. Financial statements for these funds are included in this report. The Enterprise funds are user fee supported.

	Total Assets	Total Equity	Net Income/ Loss	Income/ Loss on Assets	Income/ Loss on Equity
Water Operating	\$11,714,775	\$ 6,883,306	\$ 547,855	4.7 %	8.0 %
Sewer Operating	35,844,477	34,884,906	(2,065,911)	(5.8)	(5.9)
Airport Operating	4,858,099	4,785,305	(359,067)	(7.4)	(7.5)
Parking Garage	242,012	242,012	30,169	12.5	12.5

The Sewer Operating fund sustained a loss during 2001; however, there were sufficient accumulated earnings to absorb the loss.

The Airport Operating fund sustained a loss in 2001; however, the City has a strong commitment to keep the airport a viable asset for the future by allocating monies from municipal income tax collections.

INTERNAL SERVICE OPERATIONS

Internal Service funds account for the financing of goods or services provided by one department of the City to another department on a cost reimbursement basis.

	Operating Revenues	Operating Expenses	Operating Income (Loss)
Garage Operating	\$ 1,151,333	\$ 1,202,081	\$ (50,748)
Data Processing	535,553	537,391	(1,838)
Utility Collections	1,114,158	1,153,948	(39,790)
Health Insurance	3,260,216	4,129,249	(869,033)
OML Self Insurance	262,000	259,877	2,123
Workers Compensation	506,447	1,325,283	(818,836)

The Garage Operating fund accounts for the operation of the municipal vehicle repair garage which performs work for all departments within the City.

The Data Processing fund accounts for the operation of the municipal data processing department which performs work for all departments within the City.

The Utility Collections fund accounts for the operation of the utility collections department which provides services to the water, sewer, codes and permits, and parking departments. The departments using the utility billing service are charged to cover the cost of the operations.

The Health Insurance fund is a self insurance fund established to account for the costs of health and dental claims and administrative costs. The amount of the premium per single and family coverage per employee is calculated for the year and is transferred in from the operating funds that pay employees salaries.

The OML Self Insurance fund is a self insurance fund established to account for the costs of the City to participate in the Ohio Municipal League's self insurance plan. This plan provides a program of property and casualty insurance for its member organizations throughout the State of Ohio. Note 13 further discusses the plan.

The Workers Compensation fund is a fund to account for the costs associated with the State of Ohio's worker compensation plan.

DEBT ADMINISTRATION

The Debt Service fund relates to the general obligations of the City and is used to accumulate resources for the payment of general obligation debt principal and interest. Revenue for this fund consists primarily of an allocation of property taxes.

Legal Debt Margin	\$70,351,586
Unvoted Debt Margin	\$36,850,831
General Obligation Bonds	\$5,920,000

At December 31, 2001, the City had a number of debt issues outstanding. These issues included \$3,910,000 of General Obligation Water System Bonds, \$37,148 of Special Assessment Bonds, \$2,010,000 of Sewer System Refunding Bonds, and \$13,416,702 of Long Term Notes Payable. The City carries an "A3" rating from Moody's Investors Service. The City has one outstanding capital lease agreement that began in 1998 and will be paid off in 2003. Note 15 further discusses obligations under lease agreements.

CASH MANAGEMENT

The City had deposits of \$2,878,605 as of December 31, 2001. The City Finance Director invests inactive funds in commercial banks and savings and loan certificates of deposit and instruments guaranteed by the U.S. Government and its agencies. Active City funds are invested in commercial interest bearing bank accounts. Investment of City funds is made in order to preserve capital in the overall portfolio and to ensure sufficient liquidity to enable the City to meet reasonably anticipated operating requirements.

The City pools its cash for investment purposes to capture the highest return. The investment income in 2001 totaled \$1,354,661. The notes to the combined financial statements provide additional information regarding investments.

RISK MANAGEMENT

The City of Mansfield is a member of the Ohio Municipal League Joint Self-Insurance Pool. The self insured pool covers aviation liability, vehicle liability, building and contents/boiler & machinery and inland marine with a \$1,000 deductible, and law enforcement liability with a \$10,000 deductible. All other liability claims fall under general liability. The City budgets yearly for these claims and is therefore self funded. The City is also self insured for employee health and dental insurance. A third party administrator reviews all claims and submits a bill to the City for the amount of the claims and an administrative fee. Workers' compensation

insurance is paid to the State based on an experience rate times current year payroll. Note 13 discusses further the area of risk management.

INDEPENDENT AUDIT

An audit team from Auditor of State, Jim Petro's office has performed the City's 2001 audit. The results of their audit are disclosed in the Report of Independent Accountants included in the Financial Section. The Auditor of State has expressed an unqualified opinion on the General Purpose Financial Statements. The City also had a "single audit," which includes all federally funded programs administered by the City, performed for 2001 by Auditor of State, Jim Petro's Office. Congressional legislation made the "single audit" program mandatory for most local governments, including the City of Mansfield. This mandate began in 1985 as a requirement for federal funding eligibility. Information related to this audit, including the Schedule of Receipts and Expenditures of Federal Awards and the combined report on internal control and compliance, are published in a separate report package.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Mansfield, Ohio, for its Comprehensive Financial Report (CAFR) for the year ended December 31, 2000. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. The contents of this report must conform to program standards and must satisfy both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for one year only. The City of Mansfield has received a Certificate of Achievement for the last sixteen years (years ended 1985 - 2000.) We believe our current report continues to conform to Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

A special thank you is extended to Debra A. Keller who prepared the CAFR for 2001. Also I would like to thank all of the Finance and Income Tax office staff whose dedicated effort makes this report possible.

My appreciation is extended to the City Administration, department heads and employees who have contributed in the effort to achieve excellence in financial reporting.



Sandra Converse
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Mansfield,
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 Aruwa
President

Jeffrey L. Essler
Executive Director

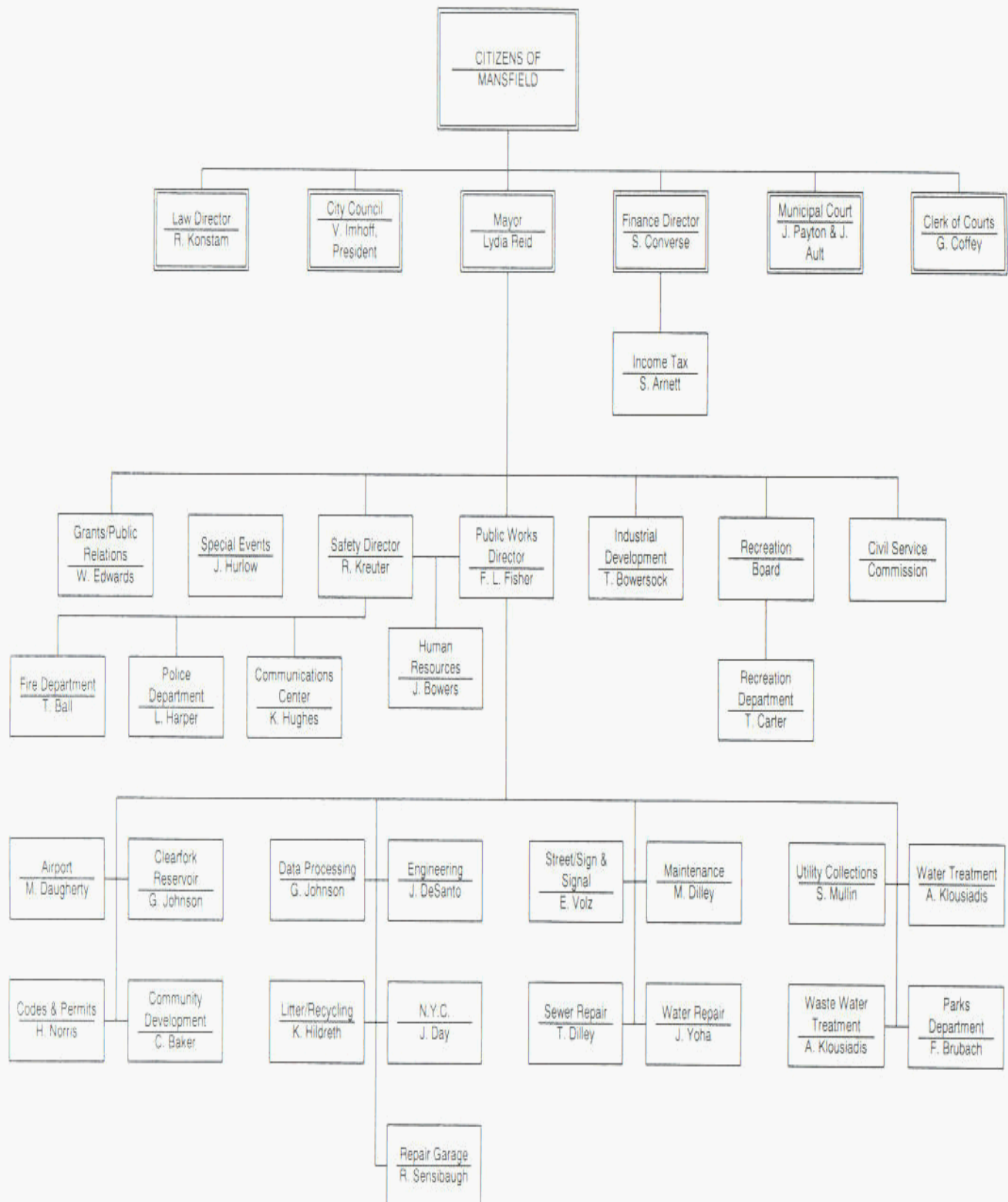
City of Mansfield, Ohio
List of Principal Officials

	Years of Incumbency	Total number years service with City	Private Vocation
Elected Officials			
Executive:			
Mayor			
Lydia J. Reid	9	17	Full Time Position
Director of Finance			
Sandra L. Converse	9	24	Full Time Position
Director of Law			
Robert L. Konstam	12	12	Full Time Position
Legislative:			
President of Council			
Virginia M. Imhoff	6	14	Retired
Members of Council			
C. David Robinson	6	14	Adult Education
Donald R. Culliver	14	14	Maintenance
Walden A. Jefferson	4	4	Refractory Specialist
Deanna Torrance	1	1	Administrator
Gary L. Utt	6	6	Laborer
Darren B. Jackson	8	8	Teacher
Douglas P. Versaw	18	18	Engineer
Michael N. Hill	6	6	Data Processing

	Years of Incumbency	Total number years service with City	Private Vocation
Appointed Officials			
Director of Service and Safety Ronald S. Kreuter	2	2	Full Time Position
Public Works Director Francis L. Fisher	22	30	Full Time Position
Director of Community Development Timothy R. Bowersock	3	3	Full Time Position
Chief of Police Lawrence E. Harper	12	53	Full Time Position
Chief of Fire Thomas W. Ball	6 mo.	6 mo.	Full Time Position

The present terms of the executive branch and the President of Council will expire November 30, 2003. The present terms of the legislative branch will expire November 30, 2003 or November 30, 2005. All members of Council serve a four year term. All appointed officials serve at the pleasure of the Mayor.

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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 Mansfield
Richland County
30 N. Diamond Street
Mansfield, Ohio 44902

To the Honorable Mayor and Members of City Council:

We have audited the accompanying general purpose financial statements of the City of Mansfield, Richland 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2002 on our consideration of the City's internal control over financial reporting and on 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 purposes of 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". The signature is stylized with a large, looping initial "J" and a long horizontal stroke extending to the right.

Jim Petro
Auditor of State

June 19, 2002

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

	<i>Governmental Fund Types</i>			
	<i>General</i>	<i>Special Revenue</i>	<i>Debt Service</i>	<i>Capital Projects</i>
<i>Assets and other debits</i>				
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ 1,548,525	\$ 5,575,919	\$ 3,500,458	\$11,506,016
<i>Investments</i>	-	-	7,148	-
<i>Cash and cash equivalents with fiscal and escrow agent</i>	-	13,808	-	44,510
<i>Receivables (net of allowance for uncollectibles)</i>	-	-	-	-
<i>Accounts</i>	-	-	-	-
<i>Accrued interest</i>	290,565	19,583	-	-
<i>Taxes</i>	1,709,757	2,704,938	9,989	1,181,717
<i>Loans</i>	-	2,486,034	-	-
<i>Special assessments</i>	-	-	47,503	-
<i>Due from other funds</i>	101,775	57,359	-	-
<i>Due from other governments</i>	2,292,908	5,074,370	683	-
<i>Advance to other funds</i>	135,000	-	-	-
<i>Inventory of supplies</i>	50,978	540,609	-	13,212
<i>Restricted assets:</i>				
<i>Cash and cash equivalents</i>	-	-	-	-
<i>Property, plant and equipment</i>				
<i>Land</i>	-	-	-	-
<i>Buildings</i>	-	-	-	-
<i>Improvements other than buildings</i>	-	-	-	-
<i>Equipment</i>	-	-	-	-
<i>Less: accumulated depreciation</i>	-	-	-	-
<i>Construction in progress</i>	-	-	-	-
<i>Net property, plant and equipment</i>	-	-	-	-
<i>Other debits:</i>				
<i>Amount available in debt service fund</i>	-	-	-	-
<i>Amount to be provided for retirement of general long-term obligations</i>	-	-	-	-
<i>Total assets and other debits</i>	\$ 6,129,508	\$16,472,620	\$ 3,565,781	\$12,745,455

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$ 3,863,157	\$ 431,385	\$ 689,662	\$ -	\$ -	\$ 27,115,122
-	-	205,000	-	-	212,148
4,583	-	219,075	-	-	281,976
2,499,433	-	-	-	-	2,499,433
-	-	-	-	-	310,148
-	-	9,029	-	-	5,615,430
-	-	-	-	-	2,486,034
62,753	-	-	-	-	110,256
-	2,548	5,865	-	-	167,547
404,272	-	-	-	-	7,772,233
1,300,000	-	-	-	-	1,435,000
121,692	37,953	-	-	-	764,444
3,419,807	-	-	-	-	3,419,807
2,164,307	-	-	4,369,537	-	6,533,844
12,863,213	-	-	12,748,940	-	25,612,153
27,330,346	-	-	711,418	-	28,041,764
52,562,115	1,438,971	-	13,209,767	-	67,210,853
(54,250,517)	(1,109,210)	-	-	-	(55,359,727)
314,202	-	-	1,429,859	-	1,744,061
<u>40,983,666</u>	<u>329,761</u>	<u>-</u>	<u>32,469,521</u>	<u>-</u>	<u>73,782,948</u>
-	-	-	-	3,507,606	3,507,606
-	-	-	-	16,787,328	16,787,328
<u>\$ 52,659,363</u>	<u>\$ 801,647</u>	<u>\$ 1,128,631</u>	<u>\$ 32,469,521</u>	<u>\$ 20,294,934</u>	<u>\$ 146,267,460</u>

continued

City of Mansfield, Ohio
 Combined Balance Sheet - All Fund Types and Account Groups
 (continued)
 December 31, 2001

Governmental Fund Types

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<i>Liabilities, equity and other credits</i>				
<i>Liabilities:</i>				
Accounts payable	\$ 170,955	\$ 195,220	\$ -	\$ 100,022
Contracts payable	2,929	187,430	-	450,489
Contracts payable-retained percentage	-	13,808	-	44,510
Accrued wages and benefits	137,854	611,621	-	-
Payable from restricted assets				
General obligation bonds payable	-	-	-	-
Accrued general obligation bond interest	-	-	-	-
Due to other funds	1,415	2,548	-	-
Due to other governments	767,734	2,166,340	-	-
Due to individuals	-	-	-	-
Unapportioned monies	-	-	-	-
Deferred revenue	3,640,398	6,584,031	58,175	732,969
Advance from other funds	-	635,000	-	-
General obligation bonds payable	-	-	-	-
Special assessment bonds payable	-	-	-	-
Notes payable	-	-	-	-
Claims and judgements payable	23,265	-	-	-
Compensated absences payable	54,370	224,527	-	-
Accrued police and fire pension	-	-	-	-
Obligation under capital lease	-	-	-	-
Total liabilities	4,798,920	10,620,525	58,175	1,327,990
<i>Equity and other credits:</i>				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings (deficit):				
Reserved for replacement and improvement	-	-	-	-
Unreserved	-	-	-	-
Fund balances:				
Reserved for encumbrances	209,787	2,446,963	-	1,569,858
Reserved for advances	135,000	-	-	-
Reserved for inventory	50,978	540,609	-	13,212
Reserved for loans	-	2,486,034	-	-
Reserved for debt service	-	-	3,507,606	-
Unreserved and undesignated	934,823	378,489	-	9,834,395
Total equity (deficit) and other credits	1,330,588	5,852,095	3,507,606	11,417,465
Total liabilities, equity and other credits	\$ 6,129,508	\$16,472,620	\$ 3,565,781	\$12,745,455

See accompanying notes to the general purpose financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$ 330,201	\$ 106,191	\$ -	\$ -	\$ -	\$ 902,589
162,668	18,672	-	-	-	822,188
4,583	-	-	-	-	62,901
126,232	34,389	-	-	-	910,096
260,000	-	-	-	-	260,000
18,377	-	-	-	-	18,377
-	-	163,584	-	-	167,547
407,138	151,624	159,346	-	-	3,652,182
-	-	164,971	-	-	164,971
-	-	494,541	-	-	494,541
77,070	-	-	-	-	11,092,643
-	800,000	-	-	-	1,435,000
3,650,000	-	-	-	2,010,000	5,660,000
-	-	-	-	37,148	37,148
209,547	-	-	-	13,207,155	13,416,702
-	658,714	-	-	-	681,979
618,018	225,040	-	-	3,646,230	4,768,185
-	-	-	-	1,394,401	1,394,401
-	82,988	-	-	-	82,988
<u>5,863,834</u>	<u>2,077,618</u>	<u>982,442</u>	<u>-</u>	<u>20,294,934</u>	<u>46,024,438</u>
-	-	-	32,469,521	-	32,469,521
39,874,535	135,676	-	-	-	40,010,211
3,419,807	-	-	-	-	3,419,807
3,501,187	(1,411,647)	-	-	-	2,089,540
-	-	-	-	-	4,226,608
-	-	-	-	-	135,000
-	-	-	-	-	604,799
-	-	-	-	-	2,486,034
-	-	-	-	-	3,507,606
-	-	146,189	-	-	11,293,896
<u>46,795,529</u>	<u>(1,275,971)</u>	<u>146,189</u>	<u>32,469,521</u>	<u>-</u>	<u>100,243,022</u>
<u>\$ 52,659,363</u>	<u>\$ 801,647</u>	<u>\$ 1,128,631</u>	<u>\$ 32,469,521</u>	<u>\$20,294,934</u>	<u>\$ 146,267,460</u>

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

	<i>Governmental Fund Types</i>		
	<i>General</i>	<i>Special Revenue</i>	<i>Debt Service</i>
<i>Revenues:</i>			
Property taxes	\$ 1,955,425	\$ 391,235	\$ 978,206
Municipal income tax	445,800	17,296,161	186,725
Special assessments	30,017	-	36,116
Intergovernmental	4,753,962	7,469,268	99,173
Charges for services	40,668	627,803	-
Fees, licenses and permits	418,776	269,489	-
Interest earnings	1,033,923	122,373	-
Fines and forfeits	1,542,853	553,775	-
Miscellaneous	39,814	251,895	340
Total revenues	10,261,238	26,981,999	1,300,560
<i>Expenditures:</i>			
<i>Current:</i>			
Public safety	1,261,737	17,730,737	-
Public health and welfare	30,373	100,160	-
Leisure time activities	1,012,543	-	-
Community environment	594,672	1,535,567	-
Transportation	-	5,672,129	-
General government	8,347,162	2,312,768	-
Capital outlay	-	75,909	-
<i>Debt service:</i>			
Principal retirement	-	-	745,000
Interest and fiscal charges	-	-	114,099
Total expenditures	11,246,487	27,427,270	859,099
Excess (deficiency) of revenues over (under) expenditures	(985,249)	(445,271)	441,461
<i>Other financing sources (uses):</i>			
Operating transfers in	5,189	697,886	-
Operating transfers out	(54,919)	(1,449,961)	-
Proceeds of notes	-	-	-
Sale of fixed assets	-	116,123	-
Total other financing sources (uses)	(49,730)	(635,952)	-
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(1,034,979)	(1,081,223)	441,461
Fund balances at beginning of year	2,372,310	6,554,368	3,066,145
Increase (decrease) in reserve for inventory	(6,743)	378,950	-
Fund balances at end of year	\$ 1,330,588	\$ 5,852,095	\$ 3,507,606

See accompanying notes to the general purpose financial statements.

	<i>Fiduciary Fund Type</i>	
<u>Capital Projects</u>	<u>Expendable Trust</u>	<u>Total (Memorandum Only)</u>
\$ -	\$ -	\$ 3,324,866
3,345,239	-	21,273,925
-	-	66,133
574,522	-	12,896,925
-	-	668,471
-	-	688,265
198,365	-	1,354,661
-	-	2,096,628
-	2,204	294,253
<u>4,118,126</u>	<u>2,204</u>	<u>42,664,127</u>
-	-	18,992,474
-	-	130,533
-	-	1,012,543
-	-	2,130,239
-	-	5,672,129
-	3,574	10,663,504
4,922,437	-	4,998,346
9,250,000	-	9,995,000
507,798	-	621,897
<u>14,680,235</u>	<u>3,574</u>	<u>54,216,665</u>
<u>(10,562,109)</u>	<u>(1,370)</u>	<u>(11,552,538)</u>
1,045,022	-	1,748,097
(6,171)	(689)	(1,511,740)
12,250,000	-	12,250,000
-	-	116,123
<u>13,288,851</u>	<u>(689)</u>	<u>12,602,480</u>
2,726,742	(2,059)	1,049,942
8,700,318	148,248	20,841,389
(9,595)	-	362,612
<u>\$11,417,465</u>	<u>\$ 146,189</u>	<u>\$ 22,253,943</u>

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

	<i>General Fund</i>		
	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<i>Revenues:</i>			
Property taxes	\$ 1,799,034	\$ 1,955,425	\$ 156,391
Special assessments	20,000	30,017	10,017
Intergovernmental	4,644,500	5,373,224	728,724
Charges for services	39,200	40,669	1,469
Fees, licenses and permits	426,200	418,974	(7,226)
Interest earnings	1,350,000	1,467,964	117,964
Fines and forfeits	1,543,750	1,558,872	15,122
Miscellaneous	239,900	45,679	(194,221)
<i>Total revenues</i>	<u>10,062,584</u>	<u>10,890,824</u>	<u>828,240</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Public safety	1,293,698	1,288,115	5,583
Public health and welfare	30,500	30,373	127
Leisure time activities	1,010,128	987,673	22,455
Community environment	598,018	593,267	4,751
Transportation	-	-	-
General government	7,501,628	7,300,338	201,290
Capital outlay	-	-	-
<i>Debt service:</i>			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
<i>Total expenditures</i>	<u>10,433,972</u>	<u>10,199,766</u>	<u>234,206</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(371,388)</u>	<u>691,058</u>	<u>1,062,446</u>
<i>Other financing sources (uses):</i>			
Operating transfers in	1,144,573	1,149,074	4,501
Operating transfers out	(1,966,300)	(1,866,300)	100,000
Proceeds of notes	-	-	-
Sale of fixed assets	-	-	-
<i>Total other financing sources (uses)</i>	<u>(821,727)</u>	<u>(717,226)</u>	<u>104,501</u>
<i>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>(1,193,115)</u>	<u>(26,168)</u>	<u>1,166,947</u>
<i>Fund balances at beginning of year</i>	1,300,999	1,300,999	-
<i>Expenditures against prior year encumbrances</i>	126,185	126,185	-
<i>Fund balances at end of year</i>	<u>\$ 234,069</u>	<u>\$ 1,401,016</u>	<u>\$ 1,166,947</u>

Special Revenue Funds

Debt Service Fund

Special Revenue Funds			Debt Service Fund		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 383,577	\$ 391,235	\$ 7,658	\$ 836,500	\$ 978,207	\$ 141,707
-	-	-	35,000	38,168	3,168
9,287,958	6,623,838	(2,664,120)	100,000	99,173	(827)
360,000	18,581	(341,419)	-	-	-
118,600	99,953	(18,647)	-	-	-
159,100	129,759	(29,341)	-	-	-
458,690	667,091	208,401	-	-	-
1,949,060	2,027,091	78,031	-	-	-
<u>12,716,985</u>	<u>9,957,548</u>	<u>(2,759,437)</u>	<u>971,500</u>	<u>1,115,548</u>	<u>144,048</u>
18,412,623	16,588,727	1,823,896	-	-	-
103,949	88,439	15,510	-	-	-
-	-	-	-	-	-
3,812,927	1,727,852	2,085,075	-	-	-
6,518,545	6,323,425	195,120	-	-	-
4,443,494	3,293,905	1,149,589	-	-	-
56,745	56,745	-	-	-	-
-	-	-	10,385,000	10,385,000	-
-	-	-	858,897	858,268	629
<u>33,348,283</u>	<u>28,079,093</u>	<u>5,269,190</u>	<u>11,243,897</u>	<u>11,243,268</u>	<u>629</u>
(20,631,298)	(18,121,545)	2,509,753	(10,272,397)	(10,127,720)	144,677
19,939,780	18,982,126	(957,654)	10,569,521	10,690,894	121,373
(2,959,545)	(2,949,449)	10,096	-	-	-
-	-	-	-	-	-
20,000	116,123	96,123	-	-	-
<u>17,000,235</u>	<u>16,148,800</u>	<u>(851,435)</u>	<u>10,569,521</u>	<u>10,690,894</u>	<u>121,373</u>
(3,631,063)	(1,972,745)	1,658,318	297,124	563,174	266,050
3,193,374	3,193,374	-	2,936,242	2,936,242	-
1,711,993	1,711,993	-	-	-	-
<u>\$ 1,274,304</u>	<u>\$ 2,932,622</u>	<u>\$ 1,658,318</u>	<u>\$ 3,233,366</u>	<u>\$ 3,499,416</u>	<u>\$ 266,050</u>

continued

City of Mansfield, Ohio
 Combined Statement of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 (Non-GAAP) Budget Basis
 All Governmental Fund Types (continued)
 For the Year Ended December 31, 2001

	<i>Capital Projects Funds</i>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Property taxes	\$ -	\$ -	\$ -
Special assessments	-	-	-
Intergovernmental	1,052,506	574,522	(477,984)
Charges for services	-	-	-
Fees, licenses and permits	-	-	-
Interest earnings	145,000	198,365	53,365
Fines and forfeits	-	-	-
Miscellaneous	-	40	40
<i>Total revenues</i>	<u>1,197,506</u>	<u>772,927</u>	<u>(424,579)</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Public safety	-	-	-
Public health and welfare	-	-	-
Leisure time activities	-	-	-
Community environment	-	-	-
Transportation	-	-	-
General government	-	-	-
Capital outlay	13,385,244	6,698,395	6,686,849
<i>Debt service:</i>			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
<i>Total expenditures</i>	<u>13,385,244</u>	<u>6,698,395</u>	<u>6,686,849</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(12,187,738)</u>	<u>(5,925,468)</u>	<u>6,262,270</u>
<i>Other financing sources (uses):</i>			
Operating transfers in	4,421,998	4,198,985	(223,013)
Operating transfers out	(9,847,154)	(9,827,798)	19,356
Proceeds of notes	14,250,000	12,250,000	(2,000,000)
Sale of fixed assets	-	-	-
<i>Total other financing sources (uses)</i>	<u>8,824,844</u>	<u>6,621,187</u>	<u>(2,203,657)</u>
<i>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>(3,362,894)</u>	<u>695,719</u>	<u>4,058,613</u>
<i>Fund balances at beginning of year</i>	7,933,983	7,933,983	-
<i>Expenditures against prior year encumbrances</i>	810,457	810,457	-
<i>Fund balances at end of year</i>	<u>\$ 5,381,546</u>	<u>\$ 9,440,159</u>	<u>\$ 4,058,613</u>

See accompanying notes to the general purpose financial statements.

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

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total (Memorandum Only)</u>
<i>Operating revenues:</i>			
Charges for services	\$ 12,270,618	\$ 6,829,707	\$ 19,100,325
<i>Total operating revenues</i>	<u>12,270,618</u>	<u>6,829,707</u>	<u>19,100,325</u>
<i>Operating expenses:</i>			
Personal services	3,520,975	1,204,391	4,725,366
Fringe benefits	598,863	199,808	798,671
Materials and supplies	1,328,649	679,433	2,008,082
Utilities	969,341	48,436	1,017,777
Depreciation	2,625,180	117,395	2,742,575
Contractual services	4,930,454	2,582,766	7,513,220
Claims expense	-	3,757,363	3,757,363
Other operating	54,370	18,237	72,607
<i>Total operating expenses</i>	<u>14,027,832</u>	<u>8,607,829</u>	<u>22,635,661</u>
<i>Operating (loss)</i>	<u>(1,757,214)</u>	<u>(1,778,122)</u>	<u>(3,535,336)</u>
<i>Nonoperating revenues (expenses):</i>			
Other nonoperating revenue	24,661	709,361	734,022
Municipal income tax	302,958	-	302,958
Tap and license fees	59,218	-	59,218
Interest expense and fiscal charges	(236,096)	(5,561)	(241,657)
Loss on disposal of fixed assets	(6,124)	(638)	(6,762)
<i>Total nonoperating revenues (expenses)</i>	<u>144,617</u>	<u>703,162</u>	<u>847,779</u>
<i>Net (loss) before operating transfers</i>	<u>(1,612,597)</u>	<u>(1,074,960)</u>	<u>(2,687,557)</u>
Operating transfers in	43,171	-	43,171
Operating transfers out	(277,528)	(2,000)	(279,528)
<i>Net (loss)</i>	<u>(1,846,954)</u>	<u>(1,076,960)</u>	<u>(2,923,914)</u>
<i>Retained earnings (deficit) at beginning of year</i>	<u>8,767,948</u>	<u>(334,687)</u>	<u>8,433,261</u>
<i>Retained earnings (deficit) at end of year</i>	<u>\$ 6,920,994</u>	<u>\$ (1,411,647)</u>	<u>\$ 5,509,347</u>

See accompanying notes to the general purpose financial statements.

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

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals (Memorandum Only)</u>
<i>Increase (decrease) in cash and cash equivalents</i>			
<i>Cash flows from operating activities:</i>			
Cash received from customers	\$ 11,311,595	\$ -	\$ 11,311,595
Cash received from quasi-external operating transactions with other funds	-	6,827,159	6,827,159
Cash paid to employees	(3,480,709)	(1,198,275)	(4,678,984)
Cash paid to suppliers	(7,060,151)	(3,387,982)	(10,448,133)
Cash paid for claims	-	(3,807,635)	(3,807,635)
Other operating expenses	(517,158)	(160,795)	(677,953)
Cash from other sources	483,567	709,361	1,192,928
<i>Net cash provided by (used for) operating activities</i>	<u>737,144</u>	<u>(1,018,167)</u>	<u>(281,023)</u>
<i>Cash flows from noncapital financing activities:</i>			
Operating transfers in	43,171	-	43,171
Operating transfers out	(277,528)	(2,000)	(279,528)
Advances to other funds	(800,000)	-	(800,000)
Advances from other funds	-	800,000	800,000
Receipt on advances to other funds	100,000	-	100,000
<i>Net cash provided by (used for) noncapital financing activities</i>	<u>(934,357)</u>	<u>798,000</u>	<u>(136,357)</u>
<i>Cash flows from capital and related financing activities:</i>			
Acquisition/construction of capital assets	(851,226)	(106,084)	(957,310)
Interest paid on general obligation debt	(236,372)	-	(236,372)
Principal paid on general obligation debt	(320,000)	-	(320,000)
Interest paid on equipment contract	-	(5,561)	(5,561)
Principal paid on equipment contract	-	(42,017)	(42,017)
Interest paid on notes	(1,045)	-	(1,045)
Principal paid on notes	(49,199)	-	(49,199)
<i>Net cash (used for) capital and related financing activities</i>	<u>(1,457,842)</u>	<u>(153,662)</u>	<u>(1,611,504)</u>
<i>Net (decreases) in cash and cash equivalents</i>	(1,655,055)	(373,829)	(2,028,884)
<i>Cash and cash equivalents at beginning of year</i>	<u>8,942,602</u>	<u>805,214</u>	<u>9,747,816</u>
<i>Cash and cash equivalents at end of year</i>	<u>\$ 7,287,547</u>	<u>\$ 431,385</u>	<u>\$ 7,718,932</u>

continued

City of Mansfield, Ohio
 Combined Statement of Cash Flows
 All Proprietary Fund Types
 (continued)
 For the Year Ended December 31, 2001

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals (Memorandum Only)</u>
<i>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</i>			
Operating (loss)	\$ (1,757,214)	\$ (1,778,122)	\$ (3,535,336)
 <i>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</i>			
Depreciation	2,625,180	117,395	2,742,575
Other nonoperating revenue	24,661	709,361	734,022
Municipal income tax	302,958	-	302,958
Tap and license fees	59,218	-	59,218
 <i>Changes in assets and liabilities:</i>			
(Increase) in accounts receivable	(687,580)	-	(687,580)
Decrease in taxes receivable	109,979	-	109,979
Decrease in special assessment receivable	7,844	-	7,844
(Increase) decrease in due from other funds	2,680	(2,548)	132
(Increase) in due from other governments	(278,280)	-	(278,280)
(Increase) in inventory of supplies	(444)	(4,156)	(4,600)
Increase in accounts payable	6,929	43,009	49,938
Increase in contracts payable	161,233	18,344	179,577
Increase in accrued wages and benefits	1,196	301	1,497
Increase (decrease) in due to other governments	136,650	(77,294)	59,356
(Decrease) in claims and judgements payable	-	(50,272)	(50,272)
(Decrease) in deferred revenue	(16,936)	-	(16,936)
Increase in compensated absences payable	39,070	5,815	44,885
Total adjustments	<u>2,494,358</u>	<u>759,955</u>	<u>3,254,313</u>
Net cash provided by (used for) operating activities	<u>\$ 737,144</u>	<u>\$ (1,018,167)</u>	<u>\$ (281,023)</u>

Noncash investing, capital and financing activities:

During the year the general fixed assets account group contributed fixed assets to the proprietary fund types. The contribution of the related assets totaled \$50,045.

See accompanying notes to the general purpose financial statements.

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

	<i>Enterprise Funds</i>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Charges for services	\$12,589,150	\$11,356,911	\$ (1,232,239)
Other	185,050	79,008	(106,042)
<i>Total revenues</i>	<u>12,774,200</u>	<u>11,435,919</u>	<u>(1,338,281)</u>
<i>Expenses:</i>			
Personal services	3,517,138	3,480,778	36,360
Fringe benefits	480,006	463,765	16,241
Contractual services	6,549,077	2,286,198	4,262,879
Utilities	975,707	937,252	38,455
Materials and supplies	1,517,542	1,454,650	62,892
Other	144,564	136,182	8,382
Capital outlay	1,041,713	1,015,388	26,325
<i>Total expenses</i>	<u>14,225,747</u>	<u>9,774,213</u>	<u>4,451,534</u>
<i>Excess (deficiency) of revenues over (under) expenses</i>	<u>(1,451,547)</u>	<u>1,661,706</u>	<u>3,113,253</u>
<i>Operating transfers in</i>	550,383	556,554	6,171
<i>Operating transfers out</i>	(5,574,258)	(5,574,258)	-
<i>Deficiency of revenues under expenses and operating transfers</i>	<u>(6,475,422)</u>	<u>(3,355,998)</u>	<u>3,119,424</u>
<i>Fund equity at beginning of year</i>	7,495,454	7,495,454	-
<i>Expenses against prior year encumbrances</i>	1,298,143	1,298,143	-
<i>Fund equity at end of year</i>	<u>\$ 2,318,175</u>	<u>\$ 5,437,599</u>	<u>\$ 3,119,424</u>

See accompanying notes to the general purpose financial statements.

Internal Service Funds

<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ -	\$ -	\$ -
1,078,300	990,937	(87,363)
<u>1,078,300</u>	<u>990,937</u>	<u>(87,363)</u>
1,200,877	1,198,275	2,602
209,546	160,249	49,297
6,467,590	6,237,991	229,599
45,837	45,837	-
744,524	739,644	4,880
1,500	829	671
253,913	253,228	685
<u>8,923,787</u>	<u>8,636,053</u>	<u>287,734</u>
(7,845,487)	(7,645,116)	200,371
<u>7,655,255</u>	<u>7,418,959</u>	<u>(236,296)</u>
(434,752)	(434,752)	-
(624,984)	(660,909)	(35,925)
552,531	552,531	-
252,556	252,556	-
<u>\$ 180,103</u>	<u>\$ 144,178</u>	<u>\$ (35,925)</u>

**CITY OF MANSFIELD, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2001**

**NOTE 1
REPORTING ENTITY AND BASIS OF PRESENTATION**

The City of Mansfield was incorporated as a city in 1857 under the laws of the State of Ohio. In 1982 the voters of Mansfield adopted a charter, which was amended in 1988, in 1992, in 1996, and again in 2000 to govern the operations of the City. The charter provides for an elected mayor, council (6 wards, 2 at-large and a president), finance director, and law director. In addition, 2 judges of the municipal court are elected. Council members serve 4 year, staggered terms; the president of council, the mayor, finance director, and law director serve 4 year terms, and judicial officials serve 6 year terms.

The accompanying financial statements of the City are prepared in conformity with generally accepted accounting principles (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the standard setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in GASB's Codification of Governmental Accounting and Financial Reporting Standards and other recognized authoritative sources. Under the guidelines of GASB Statement No. 20, the City has not elected to apply Financial Accounting Standards Board Statements and interpretations issued after November 30, 1989, to its proprietary activities.

A. REPORTING ENTITY

In evaluating how to define the City for financial reporting purposes, management has considered all agencies, departments, and organizations making up the City of Mansfield and its potential component units consistent with GASB Statement No. 14 "The Financial Reporting Entity."

The criteria used in determining the scope of the entity for financial reporting purposes includes, but is not limited to, the method of budget adoption, whether debt is secured by general obligations of the City, the obligation of the City to finance any deficits that may occur, and supervision over the accounting functions. The City provides various services and consists of many different activities and smaller accounting entities. Among those included are a police force, a fire fighting force, a municipal court system, a sewage treatment plant, a water treatment plant, an airport, a street maintenance force, a parks and recreation system, and a staff to provide the necessary support to these service providers. Each of these activities and entities is under the direct control of City Council which appropriates for, and finances, their operation. Each is therefore included as part of the reporting entity.

Component units are organizations for which the City, as the primary government, is financially accountable. To be considered financially accountable, the organization must be fiscally dependent on the City or the City must appoint a majority of the board of the organization and either 1) be able

to impose its will on the organization or 2) the relationship must have the potential for creating a financial benefit or imposing a financial burden of the City. Based on these criteria, there are no component units for the City.

B. BASIS OF PRESENTATION - FUND ACCOUNTING

The City's accounting system is organized and operated on the basis of funds and account groups, each of which is considered a separate reporting entity. The operation of each fund is accounted for within a separate set of self balancing accounts recording cash and other financial resources, together with all related liabilities, balances, and changes therein, which are segregated for the purposes of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The City uses the following fund types and account groups:

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 measurement focus is upon determination of financial position and changes in financial position. The following are the City's governmental fund types:

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

Special Revenue Funds: To account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Fund: To account for the accumulation of resources for, and the payment of, general and special assessment long-term debt principal and interest.

Capital Projects Funds: To account for financial resources to be used for the construction or acquisition of capital facilities, other than those financed by proprietary and trust funds.

Proprietary Funds

The proprietary funds are used to account for the City's ongoing organizations and activities which are similar to those found in the private sector. The measurement focus is upon determination of net income or (loss), financial position, and changes in cash flows. The following are the City's proprietary fund types:

Enterprise Funds: To account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered through user charges.

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

Internal Service Funds: To account for the financing of goods or services provided by one department of the City to another department on a cost reimbursement basis.

Fiduciary Funds

Trust and agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. The City's fiduciary funds are:

Expendable Trust Funds: To be accounted for in essentially the same manner as governmental funds.

Agency Funds: Purely custodial in nature, assets equal liabilities, and does not involve the measurement of results of operation.

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 fixed assets other than those accounted for in the proprietary funds.

General Long-Term Obligations Account Group: The general long-term obligations account group is used to account for all unmatured long-term obligations of the City that are not a specific liability of the proprietary funds.

**NOTE 2
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. BASIS OF ACCOUNTING

The modified accrual basis of accounting is utilized for reporting purposes by the governmental and expendable trust funds. Under this method of accounting, the City recognizes revenue when it becomes both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is considered to be 31 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured principal and interest on general long-term debt which are recognized when due.

Revenues accrued at the end of the year include income taxes withheld by employers, interest on investments, state levied locally shared taxes (including motor vehicle license fees, gasoline tax, and local government assistance), and reimbursements due from federally funded projects for which corresponding expenditures have been made.

Other revenues, including licenses, permits, certain charges for services, income taxes other than those withheld by employers, and miscellaneous revenue are recognized when received in cash because they are generally not measurable until actually received. Special assessments are recorded as deferred revenue. Property taxes measurable as of December 31, 2001 and delinquent property taxes, whose availability is indeterminate and which are not intended to finance 2001 activities, have also been recorded as deferred revenue as further described in Note 7.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds. Revenues are recognized when they are earned and expenses are recognized when they are incurred. Unbilled sewer and water utility receivables are recorded at year end. Agency fund assets and liabilities are recognized on the modified accrual basis of accounting.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, available means expected to be received within 31 days of year-end.

Nonexchange transactions, in which the City receives value without directly giving equal in return, include income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note 7) Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

B. BUDGETARY PROCESS

An annual appropriated budget is legally required to be prepared on the budgetary basis for all funds of the City other than agency funds, however, only governmental funds are required to be reported. The following are the procedures used by the City in establishing the budgetary data reported in the combined financial statements.

Budget

A tax budget of estimated revenues and expenditures for all funds other than agency funds is submitted to the County Auditor as secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

Estimated Resources

The County Budget Commission determines if the budget substantiates a need to levy the full amount of authorized tax rates and reviews revenue estimates. 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. Prior to December 31, the

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Appropriations

A temporary appropriation measure to control expenditures may be passed on or about January 1 of each year for the period from January 1 to March 31. The annual appropriation ordinance must be passed by Council by April 1 of each year for the period January 1 to December 31. The appropriation ordinance may be supplemented during the year only by action of Council as new information becomes available, but fund appropriations may not exceed estimated resources. Supplemental appropriation measures were legally enacted during 2001.

Budgeted Level of Expenditures

Appropriations are made by fund, function or department and object, including personal services, contract services, materials and supplies, capital outlay, debt service, and other. Funds appropriated may not be expended for purposes other than those designated in the appropriation measure.

Only Council may alter amounts allocated to various departments and objects during the year as the need arises by adopting modifications to the appropriation measure. Amounts shown in the budgetary financial statements represent the final amounts appropriated for 2001.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary control.

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 fiscal year and is not reappropriated.

C. CASH AND CASH EQUIVALENTS

Cash received by the City is pooled in a central bank account. Monies for all funds, including proprietary funds, are maintained in this account or temporarily used to purchase short-term investments. 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 balance sheet. Investments are in accordance with the City's Investment Policy. The policy includes certificates of deposit, U.S. Treasury Securities, Repurchase Agreements, eligible

Agency Securities (per Investment Policy), and the State Treasurer's Investment Pool (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost. Interest earned on all deposits and investments is distributed to the general fund, special revenue funds, and capital projects funds. The City has invested funds in the State Treasury Assets Reserve of Ohio (STAR Ohio) during 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.

For purposes of the Combined Statement of Cash Flows and for presentation on the Combined Balance Sheet, investments with an original maturity of three months or less and cash and investments in the cash management pool are considered to be cash equivalents. Investments with an original maturity of more than three months are reported as investments. See Note 5, Deposits and Investments.

D. CASH AND CASH EQUIVALENTS WITH FISCAL AND ESCROW AGENT

Money held on behalf of the City by a fiscal and escrow agent represents money earmarked for retainage for construction projects, payroll withholdings, or payment of state shared road project costs.

E. INVENTORY OF SUPPLIES

Inventories of governmental funds are stated at cost, while inventories of proprietary funds are stated at the lower of cost or market. Cost is determined on a first-in, first-out basis. Inventory in the governmental funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Recorded inventories in the governmental fund types are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Inventory in the proprietary funds is reported on a consumption basis.

F. RESTRICTED ASSETS

The City, in accordance with bond indentures, federal regulations, and state statutes, has restricted assets within enterprise funds for replacement and improvement of its fixed assets. Monies which represent debt proceeds are also restricted for use in constructing enterprise fund assets.

As of December 31, 2001, the total restricted cash in the enterprise funds was \$3,419,807. It is in the Sewer Operating fund and is a result of the City receiving construction grant monies for the Wastewater Treatment Plant. A separate account was established to receive and disburse these monies for replacement and improvement purchases of major equipment at the Wastewater Treatment Plant. The funds can never be used to offset deficits or shortfalls in the sewer user charge system. Per the consulting engineer's estimate, the City has sufficient funds in the Reserved for Replacement and Improvement account to meet current needs.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. FIXED ASSETS AND DEPRECIATION

Fixed assets which are acquired or constructed for general governmental purposes are reported as expenditures in the governmental fund that finances the asset acquisition. When purchased, such assets are capitalized (recorded and accounted for) at historical cost in the general fixed assets account group. Infrastructure fixed assets such as streets, bridges, storm sewers, and drains are not capitalized by the City and are not reported as part of the general fixed assets account group. Fund fixed assets are capitalized at historical cost in the proprietary fund in which they are utilized. Donated fixed assets are capitalized at their fair market value on the date donated.

The City has elected not to record depreciation in the general fixed assets account group. Depreciation for the proprietary funds is determined by allocating the cost of fixed assets over the estimated useful lives of the assets on a straight-line basis. The estimated lives are as follows:

Buildings	25 years
Improvements other than buildings	
Land improvements	7 to 25 years
Water and sewer lines	30 to 50 years
Equipment	2 to 50 years

H. CAPITALIZATION OF INTEREST

The City's policy is to capitalize net interest on proprietary fund construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax exempt borrowing used to finance the construction project and the interest earned from the temporary investment of the debt proceeds. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. Capitalization of interest did not occur in 2001.

I. CONTRIBUTED CAPITAL

Contributions of capital assets to the proprietary funds are credited directly to contributed capital. These include grants restricted for capital construction, donations by developers, contributions made by the City, and assets whose construction was financed through special assessments. Depreciation expense on assets acquired through restricted grants is not closed to contributed capital.

J. RESERVATIONS OF FUND EQUITY

Fund Balance (Governmental Funds)

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for encumbrances, advances, inventory, loans, and debt service.

Retained Earnings (Proprietary Funds)

Retained earnings are reserved pursuant to bond indenture and federal grant requirements for replacement and improvement of facilities.

K. INTERFUND TRANSACTIONS

During the normal course of operations, the City has numerous transactions between funds. These transactions include charges for services provided by an internal service fund to other funds, interfund reimbursements, and operating transfers.

The internal service funds record charges for services to all City funds, departments, and other governmental units as operating revenue. Both governmental and enterprise funds record these payments to the internal service funds as operating expenditures/expenses.

Transactions that constitute reimbursements of a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures or expenses, as appropriate, in the reimbursing fund and as reductions of the expenditure/expense in the fund that is reimbursed.

Operating transfers represent transfers of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in governmental funds and as operating transfers in (out) in proprietary funds.

L. INTERGOVERNMENTAL REVENUES

In governmental funds, federal grants awarded on a non-reimbursement basis and federal entitlements are recorded as intergovernmental receivables and revenues when measurable and available. Federal grants awarded on a reimbursement basis are recorded as intergovernmental receivables and revenues when the related expenditures are incurred.

In proprietary funds, grants restricted for the construction of capital assets are recorded as contributed capital when measurable and earned.

M. COMPENSATED ABSENCES

Vacation benefits are accrued as a liability as the benefits are earned by the employee. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and the employees who are at least 40 years old with at least 20 years of service will reach full retirement eligibility in the future.

In governmental funds, the current portion of unpaid compensated absences is that amount expected to be paid using expendable available resources. These amounts are recorded as fund liabilities to the extent payable in 31 days, while the balance of the liability is recorded as compensated absences payable in the general long-term obligations account group. In the proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

At December 31, 2001, the total liability of the City for compensated absences was \$4,768,185 which will be paid from the General fund, Street Construction Maintenance and Repair fund,

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Neighborhood Youth Corp fund, Community Development fund, Police and Fire fund, Court Computerization fund, Local Law Enforcement Block Grant fund, Grant fund, Water Operating fund, Sewer Operating fund, Airport Operating fund, Garage Operating fund, Data Processing fund, and Utility Collections fund.

Accumulated Unpaid Vacation

City employees earn vacation leave at varying rates based upon length of service. For sworn police and fire personnel, vacation leave is accrued on January 1 of every year regardless of employee's anniversary date. Vacation time valued at \$613,518 will accrue on January 1, 2002 and is not reflected in the financial statements. Under the current contract with the sworn police officers, vacation balances unused at December 31, can be carried over until May 31, upon request. This amount is reflected in the accompanying combined financial statements. Any unused prior year vacation balance at May 31 is lost. For all other City employees, vacation leave is accrued on their anniversary date and the vacation earned must be used in the next year. Any unused vacation is eliminated from the employee's vacation balance. Upon separation from the City, the employee (or their estate) is paid for their accumulated unused vacation leave balance.

Accumulated Unpaid Sick Leave

All City employees, excluding firefighters, earn .05769 hours of sick leave for each non-overtime hour in active pay status. Firefighters, except the fire chief and assistant fire chiefs, earn .0769 hours of sick leave for each non-overtime hour in active pay status. The fire chief earns .05769 and the assistant fire chiefs earn .0928 hours of sick leave for each non-overtime hour in active pay status. Employees may accrue and carry over all sick leave earned with no limits. Upon separation from the City, employees with at least eight years of service are paid a pro-rata amount of their accumulated unused sick leave. The pro-rata amount is determined in each negotiated work agreement with the City.

Portions of sick leave for eligible employees are accrued within the year of eligibility. Otherwise the cost of sick leave is recorded at the time it is used.

N. SELF INSURANCE FUND

The City has created a self-insurance internal service fund for the purpose of paying employee health and dental benefits. Contributions to the fund are made in lieu of insurance premium payments.

O. TOTAL COLUMNS ON COMBINED FINANCIAL STATEMENTS

Total columns on the Combined 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 since interfund eliminations have not been made in the aggregation of this data.

NOTE 3
CHANGE IN ACCOUNTING PRINCIPLE

For 2001, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions" and Statement No. 36, "Recipient Reporting for Certain Shared Nonexchange Revenues". These statements establish accounting and financial reporting standards for nonexchange transactions involving financial or capital resources. The timing for the recognition of assets, liabilities, and expenditures/expenses resulting from nonexchange transactions will be the same whether the accrual or the modified accrual basis of accounting is required. However, for revenue recognition to occur on the modified accrual basis, the criteria established for accrual basis revenue recognition must be met and the revenues must be available. For the City, the implementation of these statements had no effect on fund balances/retained earnings as previously reported for the year ended December 31, 2000.

NOTE 4
BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements and encumbrances. The Combined Statement of Revenues, Expenditures/Expenses and Changes in Fund Balances/Fund Equity - Budget and Actual (Non-GAAP) Budget Basis for All Governmental Fund Types and for 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:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).*
- (b) Expenditures/Expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).*
- (c) Outstanding year end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental funds and as a note disclosure for proprietary funds (GAAP basis).*
- (d) Debt retirement is recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).*

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budget basis statements by fund type.

NOTE 4: BUDGETARY BASIS OF ACCOUNTING (continued)

*Excess (Deficiency) of Revenues and Other
Financing Sources Over (Under)
Expenditures and Other Financing Use
All Governmental Fund Types*

	<u>General Fund</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
GAAP basis (as reported)	\$ (1,034,979)	\$ (1,081,223)	\$ 441,461	\$ 2,726,742
Adjustments:				
Revenue accruals	1,773,471	1,259,789	10,505,882	(191,236)
Expenditure accruals	(530,385)	412,166	-	252,196
Encumbrances	(234,275)	(2,563,477)	-	(2,091,983)
Debt retirement	-	-	(10,384,169)	-
Budget basis	<u>\$ (26,168)</u>	<u>\$ (1,972,745)</u>	<u>\$ 563,174</u>	<u>\$ 695,719</u>

*Net (Loss)/(Deficiency) of Revenues
(Under) Expenses and Operating Transfers
All Proprietary Fund Types*

	<u>Enterprise</u>	<u>Internal Service</u>
GAAP basis (as reported)	\$ (1,846,954)	\$ (1,076,960)
Adjustments:		
Revenue accruals	(708,153)	870,828
Expense accruals	902,812	(167,622)
Encumbrances	(1,703,703)	(287,155)
Budget basis	<u>\$ (3,355,998)</u>	<u>\$ (660,909)</u>

**NOTE 5
DEPOSITS AND INVESTMENTS**

Cash on Hand

At December 31, 2001, the City had \$39,451 in undeposited cash on hand which is categorized on the Combined Balance Sheet as part of "Equity in Pooled Cash and Cash Equivalents".

Deposits

At year end, the carrying amount of the City's deposits was \$2,878,605 and the bank balance was \$3,571,842. Of the bank balance, \$264,584 was covered by federal depository insurance, \$2,000,000 was covered by a surety bond, and \$1,307,258 was uninsured and uncollateralized. However, the \$1,307,258 was covered by collateral held by third party trustees in collateral pools securing all public funds on deposit with the specific depository institution. The \$1,307,258 is considered to be uncollateralized as defined in GASB Statement No. 3, since the collateral is held by the counterparty's agent and is not in the City's name. This pooling of collateral approach is specifically authorized by state statute.

Investments

The City's investments are categorized to give an indication of the level of custodial credit risk assumed by the entity at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City. 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 but not in the City's name. Statutory provisions require that all securities acquired by the City be held by the City's treasurer or deposited with a qualified trustee pursuant to Section 135.18, Ohio Revised Code. Securities acquired under a repurchase agreement must be deposited with such a trustee unless the counterparty is a designated depository of the City for the current period of designation of depositories in which case the securities may be held in trust by the depository. Investments are stated at fair value. Star Ohio is not categorized because it is not evidenced by securities that exist in physical or book entry form.

	Category 1	Category 3	Carrying Value	Fair Value
<i>Federal Securities</i>	\$ 6,967,297	\$ -	\$ 7,025,693	\$ 7,025,693
<i>Sweep Account</i>	-	1,070,661	1,070,661	1,070,661
<i>Section 108 Repurchase Agreements</i>	-	1,041,192	1,041,192	1,041,192
<i>State and Local Ohio Securities</i>	7,148	-	7,148	7,148
<i>Investments in State Treasurers Investment Pool (Star Ohio)</i>			18,966,303	18,966,303
			<u>\$28,110,997</u>	<u>\$28,110,997</u>

The classification of cash and cash equivalents, and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between the

NOTE 5: DEPOSITS AND INVESTMENTS (continued)

classifications of cash and cash equivalents and investments on the combined financial statements and the classifications per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/ Deposits	Investments
GASB Statement No. 9	\$ 30,816,905	\$ 212,148
<i>Investments:</i>		
U.S. Treasury/Federal Securities	(7,025,693)	7,025,693
Investment - Sweep Account	(1,070,661)	1,070,661
Section 108 Repurchase Agreements	(1,041,192)	1,041,192
Certificates of Deposit	205,000	(205,000)
State Treasurers Investment Pool	(18,966,303)	18,966,303
GASB Statement No. 3	\$ 2,918,056	\$ 28,110,997

**NOTE 6
COMPLIANCE AND ACCOUNTABILITY**

A. Fund Deficits

Fund balances/retained earnings at December 31, 2001 included the following individual fund deficits which arose as a result of recognition of expenditures on modified accrual and accrual basis of accounting.

Special Revenue Funds

Police and Fire \$ 1,566,384

Enterprise Funds

Airport Operating 2,395,049

Internal Service Funds

Data Processing 13,166
Utility Collections 16,285
Health Insurance 1,519,871

The General Fund is liable for any deficit in these funds and provides operating transfers/advances when cash is required, not when accruals occur.

B. Legal Compliance

There were no budgetary violations for 2001.

**NOTE 7
PROPERTY TAXES**

Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the City. Real property taxes received in 2001 are levied after October 1, 2000 on the assessed value listed as of January 1, 2000, the lien date. Assessed values are established by State law at 35% of appraised market value. All property is required to be revalued every six years. 2001 real property taxes are collected in and intended to finance 2002. Public utility property taxes are assessed on tangible personal property at 100% of true (market) value and on land and improvements at 35% of true value. Public utilities property taxes paid in 2001 became a lien December 31, 2000, were levied after October 1, 1999, and were collected in 2001 with real property taxes. 2001 tangible personal property taxes were levied on or after October 1, 2000 on the value listed as of December 31, 2000. Tangible personal property assessments are 25% of true value. The assessed value upon which the 2001 taxes were collected was \$670,015,102. The full tax rate for all City operations for the fiscal year ended December 31, 2001 was \$5.10 per \$1,000 of assessed valuation.

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

Tangible personal property taxes are also payable annually or semi-annually. If paid annually, payment is due April 30. If paid semi-annually, the first payment is due April 30 with the remainder payable by September 20. Multi-county corporations may pay the entire tax due in one payment by September 20.

The County Treasurer collects property tax on behalf of all taxing districts within the county. The County Auditor periodically remits the collections to the City.

Property taxes receivable represent real and tangible personal property taxes, public utility taxes, and outstanding delinquencies which are measurable as of December 31, 2001. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 2001 operations. The receivable is therefore offset by a credit to deferred revenue.

**NOTE 8
INCOME TAX**

The City levies an income tax of 1.75% on substantially all earned income arising from employment, residency or business activities inside the City. The first 1.00% of income tax is a permanent levy. An additional .25% of the income tax for street resurfacing became effective July 1, 1985, and was renewed in November of 1988, in May of 1993, in May of 1997, and again in May of 2001. It is scheduled to expire June 30, 2005. Effective April 1, 1988, an additional .50% was levied for police and fire activities and was renewed in November of 1991, in May of 1995, and again in May 1999. It is scheduled to expire December 31, 2003.

As of December 31, 2001, the City had income taxes receivable of \$3,326,820 from accrued employer withheld income taxes, individual income tax filings, and business income tax filings. \$217,888 of the income tax receivable was accrued from payment plans for delinquent income taxes. The income taxes receivable was divided between the Police and Fire fund and the Street Resurfacing fund.

**NOTE 9
RECEIVABLES**

Receivables at December 31, 2001 consisted of taxes, accounts (billing for user charged services, including unbilled utility services), intergovernmental receivables arising from grants, entitlements, or shared revenues, special assessments, loans and interest on investments. Allowances for uncollectible accounts represent estimates of uncollectible receivables in the accounts classification. Taxes receivable are reported based on amounts certified as collectible by the Richland County Auditor. Special assessments are recorded as fully collectible due to available foreclosure procedures. Also, special assessments receivable includes \$33,819 in delinquencies. Interest and intergovernmental receivables are deemed collectible in full. For a summary of intergovernmental receivables, see Note 23.

<i>Fund Type</i>	<i>Gross Receivables</i>	<i>Allowance for Uncollectibles</i>	<i>Net Receivables</i>
<i>General</i>	<i>\$ 4,293,230</i>	<i>\$ -</i>	<i>\$ 4,293,230</i>
<i>Special Revenue</i>	<i>10,373,392</i>	<i>88,467</i>	<i>10,284,925</i>
<i>Debt Service</i>	<i>58,175</i>	<i>-</i>	<i>58,175</i>
<i>Capital Projects</i>	<i>1,181,717</i>	<i>-</i>	<i>1,181,717</i>
<i>Enterprise</i>	<i>2,991,310</i>	<i>24,852</i>	<i>2,966,458</i>
<i>Agency</i>	<i>9,029</i>	<i>-</i>	<i>9,029</i>
<i>Total Receivables</i>	<i>\$ 18,906,853</i>	<i>\$ 113,319</i>	<i>\$ 18,793,534</i>

**NOTE 10
FIXED ASSETS**

A summary of proprietary fund fixed assets at December 31, 2001 follows:

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total Proprietary</u>
Land	\$ 2,164,307	\$ -	\$ 2,164,307
Buildings	12,863,213	-	12,863,213
Improvements other than buildings	27,330,346	-	27,330,346
Equipment	52,562,115	1,438,971	54,001,086
Construction in progress	314,202	-	314,202
Totals	<u>95,234,183</u>	<u>1,438,971</u>	<u>96,673,154</u>
Accumulated depreciation	(54,250,517)	(1,109,210)	(55,359,727)
Net	<u>\$ 40,983,666</u>	<u>\$ 329,761</u>	<u>\$ 41,313,427</u>

A summary of changes in general fixed assets follows:

	<u>January 1, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2001</u>
Land	\$ 4,341,045	\$ 203,535	\$ 175,043	\$ 4,369,537
Buildings	12,381,144	367,796	-	12,748,940
Improvements other than buildings	706,742	14,060	9,384	711,418
Equipment	12,588,429	1,201,182	579,844	13,209,767
Construction in progress	1,215,177	598,601	383,919	1,429,859
Totals	<u>\$ 31,232,537</u>	<u>\$2,385,174</u>	<u>\$1,148,190</u>	<u>\$ 32,469,521</u>

Additions and deletions include \$110,911 of interfund transfers of property within the general fixed assets.

NOTE 11
DEFINED BENEFIT PENSION PLANS

Public Employees Retirement System

Contributions are made to the Public Employees Retirement System of Ohio (PERS), a cost-sharing multiple employer public employee retirement system administered by the Public Employees Retirement Board. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established and amended by state statute per Chapter 145 of the Ohio Revised Code. The Public Employees Retirement System issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-PERS(7377).

Employer and employee contributions are established by the Ohio Revised Code. The contribution rates are determined actuarially. The plan members contribution was 8.50% of their annual covered salary and the City's contribution rate was 13.55% of covered payroll, 4.3% was used to fund health care for the year 2001.

Contributions by the City to PERS for the years ended December 31, 1999, 2000, and 2001 were \$1,781,523, \$1,490,498, and \$1,980,880, respectively. The full amount has been contributed for 1999 and 2000. 47.2% has been contributed for 2001 with the remainder being reported as a liability in the respective funds.

Ohio Police and Fire Pension Fund

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

Police officers and firefighters are required to contribute 10% of their annual covered salary to fund pension obligations. The City is required to contribute 19.5% for police officers and 24.0% for firefighters. Contributions are authorized by state statute. Contributions by the City to the Ohio Police and Fire Pension Fund for police officers for the years ended December 31, 1999, 2000, and 2001 were \$903,891, \$875,910, and \$944,752, respectively, for firefighters the contributions were \$1,039,424, \$1,088,949, and 1,158,301, respectively. The full amount has been contributed for 1999 and 2000. For police officers and firefighters, 45.8% and 48.8% have been contributed for 2001 with the remainder being reported as a liability in the respective funds.

In addition to current contributions, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police officers and firefighters in 1967. As of December 31, 2001, the unfunded liability of the City was \$1,394,401 payable in semi-annual payments through the year 2035. This is an accounting liability of the City which will not vary. The liability is reported in the general long-term obligations account group.

NOTE 12 POSTEMPLOYMENT BENEFITS

Public Employees Retirement System

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirants with ten or more years of qualifying Ohio service credits. 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 Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of post retirement health care. The employer contribution rate was 13.55% for 2001; 4.3% was the portion that was used to fund health care. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to PERS.

OPEB's 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%, an annual increase in active employee total payroll of 4.75% compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .54% and 5.1% based on additional annual pay increases. Health care premiums were assumed to increase 4.75% annually.

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

The number of active contributing participants was 411,076. The City's actual contributions for 2001 which were used to fund postemployment benefits were \$628,533. 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.

Since 2000, PERS has returned to an actuarially pre-funded type of disclosure because it is a better presentation of PERS's actual funding methodology. From 1997 to 1999, disclosures had been based on a pay-as-you-go funding basis.

Ohio Police and Fire Pension Fund

The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of eighteen whether or not the child is attending school or under the age of twenty two if attending school full-time or on a two thirds basis. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the statutory authority allowing the OP&F's board of trustees to provide health care coverage and states that health care cost paid from OP&F shall be included in the contribution rate. The contribution rate for Police officers is 19.50% and Firefighters is 24.00% of covered payroll, a percentage of covered payroll is applied to the postemployment health care program. The Board defined allocation is 7.25% and 7.50% of covered payroll in 2000 and 2001,

NOTE 12: POSTEMPLOYMENT BENEFITS (continued)

respectively. The allocation will be 7.75% in 2002. Health care funding and accounting is on a pay-as-you-go basis. 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 to receive health care benefits statewide as of December 31, 2000 (the latest information available) was 12,853 police officers and 10,037 firefighters. The City's actual contributions for 2001 that were used to fund postemployment benefits was \$363,730 for police officers and \$362,548 for firefighters. The Fund's total health care expenses for the year ending December 31, 2000 (the latest information available) was \$106,160,054, which was net of member contributions of \$5,657,431.

NOTE 13 RISK MANAGEMENT

The City is a participant in the Ohio Municipal League Joint Self-Insurance Pool (the Pool). The Pool was established in 1987 and is administered under contract by the Ohio Municipal League to provide a program of property and casualty self-insurance for its member organizations throughout the State of Ohio. The Pool's general objectives are to formulate, develop, and administer a program of self-insurance, to obtain lower costs for coverage, and to develop a comprehensive loss control program on behalf of the member political subdivisions. Political subdivisions joining the Pool may withdraw at the end of any coverage period upon 60 days prior written notice to the Pool. Under agreement, members who terminate participation in the Pool, as well as current members, are subject to a supplemental assessment or a refund, at the discretion of the board of trustees, depending on the ultimate loss experience of all the entities it insures for each coverage year. To date, there have been no assessments or refunds.

The City obtained insurance coverage from the pool for general liability, public officials error & omissions, law enforcement liability, property liability, automobile liability, inland marine liability, EMS liability, auto physical damage, and airport liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There has not been a reduction in coverage.

Each participant makes an annual "contribution" to the Pool for the coverage they are provided, based on rates established by the Pool, using anticipated and actual results of operations for the various coverages provided. Participants are also charged for a "surplus contribution" that is used to build the Pool's retained earning account to fund the activities of the Pool. During 2000 and 2001, the City made contributions in the amounts of \$231,561 and \$239,199, and surplus contributions to the Pool in the amounts of \$25,729 and \$26,578, respectively.

In the ordinary course of business, the Pool grants a portion of its exposure to other insurers. These arrangements limit the Pool's maximum net loss on individual risks. Treaty basis casualty excess of loss contracts in force at December 31, 2001 currently generally protects the Pool against individual losses over \$150,000 (\$200,000 from November 1, 1992 to October 31, 1993). From November 1,

1991 to October 31, 1992, the Pool was generally reinsured for casualty losses in excess of \$150,000.

Additionally, treaty basis property coverage protects the Pool against losses subject to a deductible of \$50,000 per occurrence. Previously the deductible was the lesser of \$50,000 per location or \$100,000 per occurrence. Since November 1, 1990, the Pool is limited to an annual aggregated loss pursuant to formula, approximately \$300,000 (\$150,000 prior to November 1, 1990).

The Pool is, and ultimately the participants are, contingently liable should any reinsurer become unable to meet its obligations under the reinsurance agreements.

A review board of City Council members analyzes all accidents such as damage to mailboxes, sewer backups, and personal injury on City property claims for determination of City liability before payments are made or claims filed.

The City pays the State Workers' Compensation System a premium based on accident history and administrative costs.

The City has elected to provide Medical, Dental, and Life Insurance as benefits to all full-time employees. A \$25,000 Life, Accidental Death and Dismemberment policy is carried on the employees under the union contracts (AFSCME, F.O.P., and I.A.F.F.). The remaining non-bargaining employees are carried on a policy at an amount equal to their annual salary rounded to the nearest thousand. This policy is effective one month from the date of hire, at no cost to the employee. This coverage is provided by the Canada Life Assurance Company.

Medical and dental insurance is provided through a self-insured program and employees have the option of choosing a Traditional Plan or a PPO Plan. An internal service fund was established to account for and finance this program. This plan provides medical coverage with a \$200 single deductible, \$400 family deductible, and a dental plan that pays 100% preventive maintenance costs. A third party administrator, Anthem Benefit Administrators, Inc., reviews all claims which are paid by the City. The City pays into the self-insurance internal service fund an amount equal to \$259 single coverage and \$625 family coverage per employee per month. A portion of the amount paid into the self-insurance internal service fund is paid by the employees through payroll deduction. The amount depends on the employees type of coverage. Each fund is billed monthly based upon the number of eligible employees receiving health and dental benefits with adjustments made for prior claims and administrative costs.

The liability for unpaid claims costs of \$658,714 reported in the internal service funds at December 31, 2001 is based on the requirements of GASB Statement No. 10 which requires that a liability for claims be reported if information prior to the issuance of the combined financial statements indicates that it is probable that a liability has been incurred at the date of the combined financial statements and the amount of the loss can be reasonably estimated. Estimates for unpaid claims are based on available information. Changes in the fund's claims liability amount for 2000 and 2001 were as follows:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2000	\$465,047	\$3,247,238	\$3,003,299	\$708,986
2001	\$708,986	\$3,757,363	\$3,807,635	\$658,714

**NOTE 14
CONTRIBUTED CAPITAL**

During 2001, Contributed Capital increased (decreased) by the following amounts:

<i>Enterprise Funds</i>	<i>Contributed Capital January 1</i>	<i>Additions (Reductions)</i>	<i>Contributed Capital December 31</i>
<i>Water Operating</i>	\$ 528,635	\$ (47,367)	\$ 481,268
<i>Sewer Operating</i>	32,255,847	(42,934)	32,212,913
<i>Airport Operating</i>	7,180,274	80	7,180,354
<i>Total Enterprise Funds</i>	<i>\$ 39,964,756</i>	<i>\$ (90,221)</i>	<i>\$ 39,874,535</i>

<i>Internal Service Funds</i>	<i>Contributed Capital January 1</i>	<i>Additions (Reductions)</i>	<i>Contributed Capital December 31</i>
<i>Garage Operating</i>	\$ 2,443	\$ -	\$ 2,443
<i>Data Processing</i>	20,231	-	20,231
<i>Utility Collections</i>	31,834	-	31,834
<i>Health Insurance</i>	81,168	-	81,168
<i>Total Internal Service Funds</i>	<i>\$ 135,676</i>	<i>\$ -</i>	<i>\$ 135,676</i>

**NOTE 15
LEASES**

Capital Leases

In November 1998, the City entered into a capitalized lease for data processing equipment plus extended maintenance with costs totaling \$208,832 and a remaining present value of future minimum lease payments of \$82,988 at December 31, 2001. Transactions for this capital lease are reported entirely within the proprietary funds. Accumulated amortization on proprietary fund assets acquired by this capital lease as of December 31, 2001 is \$72,700, and the original cost of these assets is

\$143,896. Amortization expense for the year has been included with depreciation for presentation purposes. The following is a schedule of future minimum lease payments required under the capital lease and the present value of the future minimum lease payments as of December 31, 2001:

<u>Year Ended December 31</u>	<u>Amount</u>
2002	\$ 47,578
2003	39,649
	<hr/>
Total minimum lease payments	87,227
Less: amount representing interest at 5.25%	(4,239)
	<hr/>
Present value of future minimum lease payments	\$ 82,988
	<hr/> <hr/>

Operating Leases

The City is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore the results of the lease agreements are not reflected in the City's general purpose financial statements. Total costs for such leases were \$225,986 for the year ended December 31, 2001. The following is a schedule by year of future minimum rental payments required under operating leases that have initial or remaining noncancellable lease terms as of December 31, 2001:

<u>Year Ended December 31</u>	<u>Amount</u>
2002	\$159,695
2003	118,192
2004	93,628
	<hr/>
Total minimum payments required	\$371,515
	<hr/> <hr/>

NOTE 16
LONG-TERM OBLIGATIONS

Long-term obligations of the City as of December 31, 2001 are as follows:

<u>Enterprise Fund</u>	<u>Balance 1/1/01</u>	<u>Additions (Reductions)</u>	<u>Balance 12/31/01</u>
<i>General Obligation Water System Bonds:</i>			
1993 2.85% to 9.65%	\$ 2,225,000	\$ (130,000)	\$ 2,095,000
1992 3.00% to 6.20%	1,930,000	(115,000)	1,815,000
<i>Total</i>	<u>\$ 4,155,000</u>	<u>\$ (245,000)</u>	<u>\$ 3,910,000</u>
<i>General Obligation Sewer System Bonds:</i>			
1971 5.375%	\$ 75,000	\$ (75,000)	\$ -
<i>Total</i>	<u>\$ 75,000</u>	<u>\$ (75,000)</u>	<u>\$ -</u>
<i>Notes Payable</i>	<u>\$ 258,746</u>	<u>\$ (49,199)</u>	<u>\$ 209,547</u>
<i>Total Enterprise Fund</i>	<u>\$ 4,488,746</u>	<u>\$ (369,199)</u>	<u>\$ 4,119,547</u>
<i>Internal Service Fund</i>			
<i>Obligation Under Capital Lease</i>	<u>\$ 125,005</u>	<u>\$ (42,017)</u>	<u>\$ 82,988</u>
<i>Total Internal Service</i>	<u>\$ 125,005</u>	<u>\$ (42,017)</u>	<u>\$ 82,988</u>

<i>General Long-Term Obligations Account Group</i>	<i>Balance 1/1/01</i>	<i>Additions (Reductions)</i>	<i>Balance 12/31/01</i>
<i>Special Assessment Bonds:</i>			
<i>1983 9.375% Central Business District Improvement</i>	\$ 60,000	\$ (30,000)	\$ 30,000
<i>1992 7.50% Superior Street Improvement</i>	9,200	(2,052)	7,148
<i>Total Special Assessment Bonds</i>	\$ 69,200	\$ (32,052)	\$ 37,148
<i>Voted General Obligation Bond:</i>			
<i>1998 3.35% to 4.00% Sewer System Refunding</i>	\$ 2,550,000	\$ (540,000)	\$ 2,010,000
<i>Unvoted General Obligation Bonds:</i>			
<i>1989 6.25% to 6.70% Community Development</i>	175,000	(175,000)	-
<i>Total General Obligation Bonds</i>	\$ 2,725,000	\$ (715,000)	\$ 2,010,000
<i>Compensated Absences</i>	\$ 3,494,890	\$ 151,340	\$ 3,646,230
<i>Notes Payable</i>	10,212,586	2,994,569	13,207,155
<i>Police & Fire Pension Liability</i>	1,413,025	(18,624)	1,394,401
<i>Total General Long-Term Obligation Account Group</i>	\$ 17,914,701	\$ 2,380,233	\$ 20,294,934
<i>Total All Types</i>	\$ 22,528,452	\$ 1,969,017	\$ 24,497,469

Enterprise funds bonds payable are general obligation bonds paid from revenues of the enterprise operation for which the improvements were made. Special assessment bonds are payable from assessments levied against the benefitted property owners. In the event property owners do not pay the assessments when due, the City is responsible for making the bond principal and interest payments.

NOTE 16: LONG-TERM OBLIGATIONS (continued)

The voted and unvoted general obligation bond issues will be paid through the debt service fund from general property tax revenue. The police and fire pension liability is paid through the police and fire special revenue fund using unvoted general property tax revenue.

In 2001, bond anticipation notes were issued in the amount of \$3,000,000 for the purpose of constructing, furnishing, and equipping a municipal justice center building. They are due to mature on May 2, 2002 bearing an interest rate of 3.07%. \$5,000,000 in bond anticipation notes were also issued to pay the outstanding principal and interest on notes issued in 2000. The notes were issued for the purpose of constructing, furnishing, and equipping a municipal justice center building. They are due to mature on May 2, 2002 bearing an interest rate of 3.62%.

Bond anticipation notes for \$4,250,000 were also issued to pay the outstanding principal and interest on notes issued in 2000. \$835,000 is for the furnishing and equipping of fire stations and acquiring fire equipment; \$415,000 is for the constructing, furnishing, and equipping of a building for the service departments; \$1,395,000 is for the costs of constructing public streets, curbs, water lines, storm sewer lines, and sanitary sewer lines around the Airport Industrial Complex; \$1,470,000 is for the costs of constructing a new fire station and expanding and improving the City's Central Fire Station; \$70,000 is for the costs of constructing water lines to service the Piper Road Industrial Park; and \$65,000 is for the costs of constructing sewer lines to service the Piper Road Industrial Park. These notes are due to mature on May 23, 2002 bearing an interest rate of 3.50%.

The bond anticipation notes were refinanced prior to the issuance of the financial statements and have a maturity date that extends beyond the next fiscal year's end. Therefore, the notes have been presented in the general long-term obligation account group.

Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2001 are as follows:

Year	Special Assessment Bonds	General Obligation Bonds	Police and Fire Pension	Notes Payable
2002	\$ 39,961	\$ 1,082,835	\$ 78,482	\$ 12,836,884
2003	-	1,045,517	78,482	175,722
2004	-	1,007,407	78,482	143,162
2005	-	973,510	78,482	138,157
2006	-	478,545	78,482	133,159
2007-2011	-	2,361,745	392,410	565,735
2012-2016	-	705,570	392,410	315,601
2017-2021	-	-	392,410	9,381
2022-2026	-	-	392,410	-
2027-2031	-	-	392,410	-
2032-2035	-	-	271,160	-
Total	\$ 39,961	\$ 7,655,129	\$ 2,625,620	\$ 14,317,801

The City's legal voted and unvoted debt margin was \$70,351,586 at December 31, 2001.

NOTE 17
PRIOR-YEAR DEFEASANCE OF DEBT

In prior years, the City has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the City's general long-term obligation account group. As of December 31, 2001, \$2,010,000 of bonds are considered defeased.

NOTE 18
SUBSEQUENT EVENT

On March 19, 2002, the City authorized the issuance of bond anticipation notes totaling \$10,000,000. These notes are to pay the \$8,000,000 in outstanding bond anticipation notes issued in 2001. The additional \$2,000,000 is for the constructing, furnishing, and equipping a municipal justice center building, acquiring real estate for parking purposes, demolishing an existing parking garage, and improving the site.

Also, on April 16, 2002, the City authorized the issuance of \$4,565,000 in various purpose general obligation bonds. These bonds were issued to pay outstanding bond anticipation notes issued in 2001 for various purposes.

NOTE 19
CONTINGENCIES

The City has received Federal and State grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the City believes such disallowances, if any, will not have a material adverse effect on the City's financial position.

NOTE 20
LITIGATION

The City is a defendant in several lawsuits, the outcome of which cannot be determined. It is the opinion of the City's Law Director that any judgement against the City would not have a material adverse effect on the City's financial position.

NOTE 21
INTERFUND ASSETS AND LIABILITIES

Long-term interfund loans are presented in the advance to/from accounts. Short-term interfund loans are represented by interfund receivables/payables. The due to/from accounts represent unpaid charges for services or allocations to be made from agency funds. Individual fund interfund assets and liabilities balances as of December 31, 2001 are as follows:

<u>Fund Type</u>	<u>Advance To</u>	<u>Advance From</u>
General Fund	\$ 135,000	\$ -
Special Revenue Funds:		
Street Department	-	100,000
Police and Fire	-	350,000
Industrial Development	-	150,000
Grant Fund	-	35,000
Total Special Revenue	\$ -	\$ 635,000
Enterprise Funds:		
Water Operating	400,000	-
Sewer Operating	900,000	-
Total Enterprise	\$ 1,300,000	\$ -
Internal Service Funds:		
Health Insurance	-	800,000
Total Internal Service	\$ -	\$ 800,000
Total All Funds	<u>\$ 1,435,000</u>	<u>\$ 1,435,000</u>

<i>Fund Type</i>	<i>Due To</i>	<i>Due From</i>
<hr/>	<hr/>	<hr/>
<i>General Fund</i>	\$ 1,415	\$ 101,775
<i>Special Revenue Funds:</i>		
<i>Neighborhood Youth Corp</i>	512	-
<i>Community Development</i>	2,036	-
<i>Police and Fire</i>	-	7,629
<i>Indigent Drvr Alc Trtmnt</i>	-	905
<i>Court Computerization</i>	-	26,965
<i>Probation Services</i>	-	4,620
<i>Court Costs</i>	-	17,240
<i>Total Special Revenue</i>	<hr/> \$ 2,548	<hr/> \$ 57,359
<i>Internal Service Funds:</i>		
<i>Garage Operating</i>	-	2,297
<i>OML Self Insurance</i>	-	251
<i>Total Enterprise</i>	<hr/> \$ -	<hr/> \$ 2,548
<i>Agency Funds:</i>		
<i>OSP Fines</i>	-	4,450
<i>Payroll Agency</i>	827	-
<i>Municipal Court</i>	160,942	1,415
<i>Transient Occupancy Tax</i>	1,815	-
<i>Total Agency</i>	<hr/> \$ 163,584	<hr/> \$ 5,865
<i>Total All Funds</i>	<hr/> <hr/> \$ 167,547	<hr/> <hr/> \$ 167,547

NOTE 22
SEGMENT INFORMATION FOR ENTERPRISE FUNDS

Included in the services provided by the City which are financed primarily by user charges are water treatment and distribution, sanitary sewer, airport and parking. The key financial information for the year ended December 31, 2001 these non-similar enterprises activities is as follows:

	Water Operating	Sewer Operating	Airport Operating
Operating revenues	\$ 6,764,421	\$ 5,302,102	\$ 148,542
Operating expenses:			
Depreciation	\$ 575,432	\$ 1,696,891	\$ 342,331
Other	5,493,767	5,457,321	436,706
Operating income (loss)	\$ 695,222	\$ (1,852,110)	\$ (630,495)
Operating transfers in	\$ 37,000	\$ 6,171	\$ -
Operating transfers out	\$ (32,528)	\$ (215,000)	\$ (30,000)
Municipal income tax	\$ -	\$ -	\$ 302,958
Net income (loss)	\$ 547,855	\$ (2,065,911)	\$ (359,067)
Current capital contributions	\$ (47,367)	\$ (42,934)	\$ 80
Property, plant and equipment:			
Additions	\$ 433,247	\$ 458,946	\$ 82,610
Deletions	239,666	111,317	39,115
Net working capital	\$ 5,018,797	\$ 1,973,472	\$ 95,483
Total assets	\$ 11,714,775	\$ 35,844,477	\$ 4,858,099
Bonds, and other long-term liabilities payable from operating revenues	\$ 4,143,884	\$ 313,849	\$ 19,832
Total equity	\$ 6,883,306	\$ 34,884,906	\$ 4,785,305
Outstanding encumbrances at December 31, 2001	\$ 910,750	\$ 743,325	\$ 21,087

<i>Parking Garage</i>	<i>Totals</i>
\$ 55,553	\$ 12,270,618
\$ 10,526	\$ 2,625,180
14,858	11,402,652
\$ 30,169	\$ (1,757,214)
\$ -	\$ 43,171
\$ -	\$ (277,528)
\$ -	\$ 302,958
\$ 30,169	\$ (1,846,954)
\$ -	\$ (90,221)
\$ -	\$ 974,803
-	390,098
\$ 60,246	\$ 7,147,998
\$ 242,012	\$ 52,659,363
\$ -	\$ 4,477,565
\$ 242,012	\$ 46,795,529
\$ 28,541	\$ 1,703,703

NOTE 23**A SUMMARY OF INTERGOVERNMENTAL RECEIVABLES FOLLOWS:**

<i>Fund Type</i>	<i>Intergovernmental Receivables</i>
<i>General Fund:</i>	
<i>Local government funds</i>	\$ 1,509,188
<i>Estate and inheritance tax</i>	429,202
<i>Richland County share of judges' salary</i>	113,214
<i>Contracts with City Schools</i>	960
<i>Public defenders reimbursement</i>	26,865
<i>State liquor permit fees</i>	63,767
<i>Crime victims grant</i>	35,042
<i>Homestead/rollback and trailer tax</i>	114,670
<i>Total General Fund</i>	\$ 2,292,908
<i>Special Revenue Funds:</i>	
<i>Gasoline tax</i>	\$ 502,945
<i>Motor vehicle registration</i>	218,415
<i>Permissive sales tax</i>	403,110
<i>Homestead/rollback and trailer tax</i>	22,935
<i>Police and Fire Department grants</i>	128,114
<i>Neighborhood Youth Corp grants</i>	453,020
<i>Litter Control grant</i>	11,320
<i>Reimbursements for services</i>	137,907
<i>Municipal Court grants</i>	83,099
<i>Airport and water improvement grants</i>	725,624
<i>CDBG and Home grants</i>	2,387,881
<i>Total Special Revenue Funds</i>	\$ 5,074,370
<i>Debt Service Fund:</i>	
<i>Trailer tax</i>	\$ 683
	\$ 683
<i>Enterprise Funds:</i>	
<i>Village of Ontario sewer agreements</i>	\$ 104,557
<i>County water samples</i>	4,400
<i>Reimbursement of Clearfork Reservoir fees</i>	2,315
<i>User sewer charges - Richland County</i>	293,000
<i>Total Enterprise Funds</i>	\$ 404,272
<i>Total All Funds</i>	\$ 7,772,233

**FINANCIAL STATEMENTS AND SCHEDULES OF
INDIVIDUAL FUNDS AND ACCOUNT GROUPS**

GENERAL FUND

To account for government resources which are not accounted for in any other fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter and/or the general laws of the State of Ohio.

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Property taxes</i>	\$ 1,799,034	\$ 1,955,425	\$ 156,391
<i>Special assessments</i>	20,000	30,017	10,017
<i>Intergovernmental</i>	4,644,500	5,373,224	728,724
<i>Charges for services</i>	39,200	40,669	1,469
<i>Fees, licenses and permits</i>	426,200	418,974	(7,226)
<i>Interest earnings</i>	1,350,000	1,467,964	117,964
<i>Fines and forfeits</i>	1,543,750	1,558,872	15,122
<i>Miscellaneous</i>	239,900	45,679	(194,221)
 <i>Total revenues</i>	 <u>10,062,584</u>	 <u>10,890,824</u>	 <u>828,240</u>
 <i>Expenditures:</i>			
<i>Public safety</i>			
<i>Safety town</i>			
<i>Materials and supplies</i>	15,621	10,038	5,583
<i>Street lighting</i>			
<i>Contractual services</i>	308,835	308,835	-
<i>Housing of prisoners</i>			
<i>Contractual services</i>	969,242	969,242	-
 <i>Total public safety expenditures</i>	 <u>1,293,698</u>	 <u>1,288,115</u>	 <u>5,583</u>
 <i>Public health and welfare</i>			
<i>Human relations</i>			
<i>Other</i>	500	373	127
<i>Dog warden</i>			
<i>Other</i>	30,000	30,000	-
 <i>Total public health and welfare expenditures</i>	 <u>30,500</u>	 <u>30,373</u>	 <u>127</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
(continued)
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<hr/>	<hr/>	<hr/>
<i>Leisure time activities</i>			
<i>Parks</i>			
<i>Personal services</i>	604,144	604,144	-
<i>Contractual services</i>	119,920	116,854	3,066
<i>Materials and supplies</i>	110,400	104,923	5,477
<i>Capital outlay</i>	50,000	49,548	452
<i>Fringe benefits</i>	4,783	4,039	744
<i>Other</i>	1,678	1,678	-
<i>Adopt-a-park</i>			
<i>Other</i>	16,174	5,303	10,871
<i>Recreation</i>			
<i>Personal services</i>	80,029	79,853	176
<i>Contractual services</i>	14,000	12,622	1,378
<i>Materials and supplies</i>	9,000	8,709	291
<i>Total leisure time activities expenditures</i>	<hr/> 1,010,128 <hr/>	<hr/> 987,673 <hr/>	<hr/> 22,455 <hr/>
<i>Community environment:</i>			
<i>Codes and permits</i>			
<i>Personal services</i>	380,183	378,282	1,901
<i>Contractual services</i>	150,242	148,242	2,000
<i>Materials and supplies</i>	24,371	23,695	676
<i>Capital outlay</i>	7,500	7,339	161
<i>Fringe benefits</i>	1,980	1,967	13
<i>Other</i>	3,742	3,742	-
<i>Regional planning</i>			
<i>Other</i>	30,000	30,000	-
<i>Total community environment expenditures</i>	<hr/> 598,018 <hr/>	<hr/> 593,267 <hr/>	<hr/> 4,751 <hr/>

continued

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
(continued)
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>General government:</i>			
<i>Council</i>			
<i>Personal services</i>	126,529	124,533	1,996
<i>Materials and supplies</i>	2,265	2,255	10
<i>Other</i>	3,200	1,655	1,545
<i>Human resource director</i>			
<i>Personal services</i>	178,241	178,241	-
<i>Contractual services</i>	84,952	84,914	38
<i>Materials and supplies</i>	10,610	10,549	61
<i>Capital outlay</i>	1,100	1,084	16
<i>Other</i>	75,313	75,302	11
<i>Mayor</i>			
<i>Personal services</i>	163,336	163,336	-
<i>Materials and supplies</i>	43,471	42,780	691
<i>Other</i>	3,500	3,131	369
<i>Finance director</i>			
<i>Personal services</i>	438,868	438,814	54
<i>Contractual services</i>	178,700	172,079	6,621
<i>Materials and supplies</i>	12,047	12,047	-
<i>Other</i>	3,799	3,799	-
<i>Law director</i>			
<i>Personal services</i>	458,023	457,540	483
<i>Contractual services</i>	100,880	51,592	49,288
<i>Materials and supplies</i>	63,733	62,232	1,501
<i>Other</i>	76,366	68,251	8,115
<i>Municipal court</i>			
<i>Personal services</i>	855,917	822,446	33,471
<i>Contractual services</i>	263,891	263,349	542
<i>Materials and supplies</i>	77,284	63,518	13,766
<i>Other</i>	118,648	66,667	51,981
<i>Clerk of court</i>			
<i>Personal services</i>	669,530	669,264	266
<i>Materials and supplies</i>	79,698	74,921	4,777
<i>Other</i>	1,000	-	1,000

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
(continued)
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Judicial</i>			
<i>Other</i>	15,300	15,219	81
<i>Civil service commission</i>			
<i>Personal services</i>	19,500	19,500	-
<i>Contractual services</i>	65,000	60,598	4,402
<i>Materials and supplies</i>	1,125	-	1,125
<i>Safety/service director</i>			
<i>Personal services</i>	79,146	79,146	-
<i>Contractual services</i>	17,870	15,501	2,369
<i>Materials and supplies</i>	3,495	3,495	-
<i>Other</i>	2,000	1,917	83
<i>Engineering</i>			
<i>Personal services</i>	479,000	478,204	796
<i>Contractual services</i>	3,686	3,686	-
<i>Materials and supplies</i>	14,529	14,441	88
<i>Capital outlay</i>	25,800	25,630	170
<i>Other</i>	11,871	11,177	694
<i>City building and public lands</i>			
<i>Personal services</i>	189,800	181,817	7,983
<i>Contractual services</i>	464,239	464,239	-
<i>Materials and supplies</i>	84,609	84,609	-
<i>Other</i>	1,330	1,330	-
<i>Income tax administration</i>			
<i>Personal services</i>	456,410	451,709	4,701
<i>Contractual services</i>	24,073	23,512	561
<i>Materials and supplies</i>	62,098	62,098	-
<i>Capital outlay</i>	5,000	4,950	50
<i>Other</i>	1,271	1,271	-
<i>Miscellaneous</i>			
<i>Fringe benefits</i>	563,974	563,974	-
<i>Contractual services</i>	556,851	556,851	-
<i>Grants in aid</i>	132,000	132,000	-
<i>Festivals</i>	32,000	32,000	-
<i>Other</i>	11,000	11,000	-

continued

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Fund
(continued)
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Humane society</i>			
<i>Other</i>	10,000	10,000	-
<i>Drug education and prevention</i>			
<i>Other</i>	50,000	50,000	-
<i>CCEDC</i>			
<i>Other</i>	25,000	25,000	-
<i>Special assessments</i>			
<i>Special assessments</i>	2,750	1,165	1,585
 <i>Total general government expenditures</i>	 <u>7,501,628</u>	 <u>7,300,338</u>	 <u>201,290</u>
 <i>Total expenditures</i>	 <u>10,433,972</u>	 <u>10,199,766</u>	 <u>234,206</u>
 <i>Excess (deficiency) of revenues over (under) expenditures</i>	 <u>(371,388)</u>	 <u>691,058</u>	 <u>1,062,446</u>
 <i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	1,144,573	1,149,074	4,501
<i>Operating transfers out</i>	(1,966,300)	(1,866,300)	100,000
 <i>Total other financing sources (uses)</i>	 <u>(821,727)</u>	 <u>(717,226)</u>	 <u>104,501</u>
 <i>Deficiency of revenues and other financing sources under expenditures and other financing uses</i>	 <u>(1,193,115)</u>	 <u>(26,168)</u>	 <u>1,166,947</u>
 <i>Fund balance at beginning of year</i>	 1,300,999	 1,300,999	 -
 <i>Expenditures against prior year encumbrances</i>	 126,185	 126,185	 -
 <i>Fund balance at end of year</i>	 <u>\$ 234,069</u>	 <u>\$ 1,401,016</u>	 <u>\$ 1,166,947</u>

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SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than expendable trust, or major capital projects) that are legally restricted to expenditure for specified purposes.

Street Construction, Maintenance and Repair:

To account for state-levied and controlled gasoline tax and vehicle license fees remitted to the City for routine street maintenance.

State Highway:

To account for state-levied and controlled gasoline tax and vehicle license fees for routine maintenance of state highways within the City.

Neighborhood Youth Corp:

To account for grant monies received from the Job Training Partnership Act. Individual programs and grant activity are controlled by separate program numbers.

Community Development:

To account for monies received from the Federal Government under the Community Development Block Grant Program, the Home Grant Program, and the Economic Development Loan Repayment Program.

Drug Law Enforcement:

To account for the deposit and expenditure of mandatory fines for drug trafficking offenses.

Law Enforcement:

To account for monies collected from the sale of contraband.

Police and Fire:

To account for monies collected for police and fire department operations.

Permissive Sales Tax:

To account for distribution of sales tax collected by Richland County. Monies to be used solely for road improvements on state highways, county roads entering the City, or streets with a common border with another entity.

Industrial Development:

To account for the activities associated with the promotion and development of the local industrial environment.

Indigent Drivers Alcohol Treatment:

To account for monies received through the enforcement and implementation of Ohio traffic laws governing operation of a motor vehicle while under the influence of alcohol.

Court Computerization:

To account for an increase in court fees for the purpose of funding the acquisition and maintenance of computerized legal research services for courts.

Local Law Enforcement Block Grant:

To account for monies received from the federal government under the Local Law Enforcement Block Grant program. The purpose is to underwrite projects to reduce crime and improve public safety.

Grant Fund:

To account for monies received on various grants. FAA Improvements, DARE, Litter Control, Youth Community Policing, Workers Compensation, Emergency Medical Services, Metrich, Richland Bikeway Emergency Telephones Project, Clearfork Reservoir Boat Ramp Project, DUI Awareness, and Marine Patrol.

Probation Services:

To account for monies received by the Municipal Court Department of Probation for monthly probation supervision fees.

Court Costs:

To account for additional fees and costs imposed by the Mansfield Municipal Court to assist in the building and maintenance of a new justice center.

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

	<i>Street Construction Maintenance and Repair</i>	<i>State Highway</i>	<i>Neighborhood Youth Corp</i>	<i>Community Development</i>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ 270,810	\$ 20,504	\$ 229,897	\$ 602,493
<i>Cash and cash equivalents with fiscal and escrow agent</i>	-	-	-	1,277
<i>Receivables (net of allowance for uncollectibles)</i>				
<i>Accrued interest</i>	-	-	-	19,115
<i>Taxes</i>	-	-	-	-
<i>Loans</i>	-	-	-	2,203,579
<i>Due from other funds</i>	-	-	-	-
<i>Due from other governments</i>	667,259	54,101	453,020	2,401,881
<i>Inventory of supplies</i>	475,722	8,715	519	1,470
 <i>Total assets</i>	 <u>\$ 1,413,791</u>	 <u>\$ 83,320</u>	 <u>\$ 683,436</u>	 <u>\$ 5,229,815</u>
 <i>Liabilities:</i>				
<i>Accounts payable</i>	\$ 41,295	\$ -	\$ 5,206	\$ 37,629
<i>Contracts payable</i>	230	-	-	-
<i>Contracts payable-retained percentage</i>	-	-	-	1,277
<i>Accrued wages and benefits</i>	68,535	-	20,471	7,739
<i>Due to other funds</i>	-	-	512	2,036
<i>Due to other governments</i>	199,492	-	96,306	24,087
<i>Deferred revenue</i>	559,690	45,380	373,213	2,360,283
<i>Advance from other funds</i>	100,000	-	-	-
<i>Compensated absences payable</i>	25,773	-	3,690	6,659
 <i>Total liabilities</i>	 <u>995,015</u>	 <u>45,380</u>	 <u>499,398</u>	 <u>2,439,710</u>
 <i>Fund equity:</i>				
<i>Fund balances (deficit)</i>				
<i>Reserved for encumbrances</i>	248,789	-	1,910	131,292
<i>Reserved for inventory</i>	475,722	8,715	519	1,470
<i>Reserved for loans</i>	-	-	-	2,203,579
<i>Unreserved and undesignated</i>	(305,735)	29,225	181,609	453,764
 <i>Total fund equity (deficit)</i>	 <u>418,776</u>	 <u>37,940</u>	 <u>184,038</u>	 <u>2,790,105</u>
 <i>Total liabilities and fund equity</i>	 <u>\$ 1,413,791</u>	 <u>\$ 83,320</u>	 <u>\$ 683,436</u>	 <u>\$ 5,229,815</u>

<u>Drug Law Enforcement</u>	<u>Law Enforcement</u>	<u>Police and Fire</u>	<u>Permissive Sales Tax</u>	<u>Industrial Development</u>
\$ 17,961	\$ 113,243	\$ 369,333	\$ 1,126,760	\$ 1,316,308
-	-	-	12,531	-
-	-	-	-	468
-	-	2,704,938	-	-
-	-	-	-	282,455
-	-	7,629	-	-
-	-	97,593	527,017	-
-	-	39,295	-	-
<u>\$ 17,961</u>	<u>\$ 113,243</u>	<u>\$ 3,218,788</u>	<u>\$ 1,666,308</u>	<u>\$ 1,599,231</u>
\$ -	\$ 160	\$ 48,752	\$ 456	\$ 32,365
-	-	1,728	158,168	-
-	-	-	12,531	-
-	-	506,068	-	1,778
-	-	-	-	-
-	-	1,834,507	-	-
-	-	1,857,903	527,017	-
-	-	350,000	-	150,000
-	-	186,214	-	-
<u>-</u>	<u>160</u>	<u>4,785,172</u>	<u>698,172</u>	<u>184,143</u>
-	-	248,592	791,369	842,927
-	-	39,295	-	-
-	-	-	-	282,455
17,961	113,083	(1,854,271)	176,767	289,706
<u>17,961</u>	<u>113,083</u>	<u>(1,566,384)</u>	<u>968,136</u>	<u>1,415,088</u>
<u>\$ 17,961</u>	<u>\$ 113,243</u>	<u>\$ 3,218,788</u>	<u>\$ 1,666,308</u>	<u>\$ 1,599,231</u>

continued

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

	<i>Indigent Drivers Alcohol Treatment</i>	<i>Court Computerization</i>	<i>Local Law Enforcement Block Grant</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Assets:</i>			
<i>Equity in pooled cash and cash equivalents</i>	\$ 279,828	\$ 440,991	\$ 355,005
<i>Cash and cash equivalents with fiscal and escrow agent</i>	-	-	-
<i>Receivables (net of allowance for uncollectibles)</i>	-	-	-
<i>Accrued interest</i>	-	-	-
<i>Taxes</i>	-	-	-
<i>Loans</i>	-	-	-
<i>Due from other funds</i>	905	26,965	-
<i>Due from other governments</i>	-	-	-
<i>Inventory of supplies</i>	-	4,906	-
 <i>Total assets</i>	 <u>\$ 280,733</u>	 <u>\$ 472,862</u>	 <u>\$ 355,005</u>
 <i>Liabilities:</i>			
<i>Accounts payable</i>	\$ 3,655	\$ 1,969	\$ 11,826
<i>Contracts payable</i>	-	24,971	-
<i>Contracts payable-retained percentage</i>	-	-	-
<i>Accrued wages and benefits</i>	-	1,825	980
<i>Due to other funds</i>	-	-	-
<i>Due to other governments</i>	-	-	-
<i>Deferred revenue</i>	-	-	-
<i>Advance from other funds</i>	-	-	-
<i>Compensated absences payable</i>	-	1,453	280
 <i>Total liabilities</i>	 <u>3,655</u>	 <u>30,218</u>	 <u>13,086</u>
 <i>Fund equity:</i>			
<i>Fund balances (deficit)</i>			
<i>Reserved for encumbrances</i>	-	102,515	1,979
<i>Reserved for inventory</i>	-	4,906	-
<i>Reserved for loans</i>	-	-	-
<i>Unreserved and undesignated</i>	277,078	335,223	339,940
 <i>Total fund equity (deficit)</i>	 <u>277,078</u>	 <u>442,644</u>	 <u>341,919</u>
 <i>Total liabilities and fund equity</i>	 <u>\$ 280,733</u>	 <u>\$ 472,862</u>	 <u>\$ 355,005</u>

Grant Fund	Probation Services	Court Costs	Total
\$ 90,085	\$ 17,486	\$ 325,215	\$ 5,575,919
-	-	-	13,808
-	-	-	19,583
-	-	-	2,704,938
-	-	-	2,486,034
-	4,620	17,240	57,359
873,499	-	-	5,074,370
9,745	237	-	540,609
<u>\$ 973,329</u>	<u>\$ 22,343</u>	<u>\$ 342,455</u>	<u>\$ 16,472,620</u>
\$ 11,515	\$ 392	\$ -	\$ 195,220
2,333	-	-	187,430
-	-	-	13,808
4,225	-	-	611,621
-	-	-	2,548
11,948	-	-	2,166,340
860,545	-	-	6,584,031
35,000	-	-	635,000
458	-	-	224,527
<u>926,024</u>	<u>392</u>	<u>-</u>	<u>10,620,525</u>
77,590	-	-	2,446,963
9,745	237	-	540,609
-	-	-	2,486,034
(40,030)	21,714	342,455	378,489
<u>47,305</u>	<u>21,951</u>	<u>342,455</u>	<u>5,852,095</u>
<u>\$ 973,329</u>	<u>\$ 22,343</u>	<u>\$ 342,455</u>	<u>\$ 16,472,620</u>

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

	<i>Street Construction Maintenance and Repair</i>	<i>State Highway</i>	<i>Neighborhood Youth Corp</i>	<i>Community Development</i>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>				
<i>Property taxes</i>	\$ -	\$ -	\$ -	\$ -
<i>Municipal income tax</i>	1,592,366	-	-	-
<i>Intergovernmental</i>	1,514,594	122,804	1,088,958	1,575,315
<i>Charges for services</i>	238,600	-	389,203	-
<i>Fees, licenses and permits</i>	-	-	-	-
<i>Interest earnings</i>	5,351	434	-	88,568
<i>Fines and forfeits</i>	-	-	-	-
<i>Miscellaneous</i>	14,194	-	4,617	4,694
<i>Total revenues</i>	<u>3,365,105</u>	<u>123,238</u>	<u>1,482,778</u>	<u>1,668,577</u>
<i>Expenditures:</i>				
<i>Current:</i>				
<i>Public safety</i>	-	-	-	-
<i>Public health and welfare</i>	-	-	-	-
<i>Community environment</i>	-	-	-	1,535,567
<i>Transportation</i>	3,949,099	113,063	-	-
<i>General government</i>	-	-	1,398,378	-
<i>Capital outlay</i>	-	-	-	-
<i>Total expenditures</i>	<u>3,949,099</u>	<u>113,063</u>	<u>1,398,378</u>	<u>1,535,567</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(583,994)</u>	<u>10,175</u>	<u>84,400</u>	<u>133,010</u>
<i>Other financing sources (uses):</i>				
<i>Operating transfers in</i>	316,325	-	-	-
<i>Operating transfers out</i>	-	-	-	(250,000)
<i>Sale of fixed assets</i>	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>316,325</u>	<u>-</u>	<u>-</u>	<u>(250,000)</u>
<i>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>(267,669)</u>	<u>10,175</u>	<u>84,400</u>	<u>(116,990)</u>
<i>Fund balance (deficit) at beginning of year</i>	244,059	92,285	99,969	2,907,001
<i>Increase (decrease) in reserve for inventory</i>	442,386	(64,520)	(331)	94
<i>Fund balance (deficit) at end of year</i>	<u>\$ 418,776</u>	<u>\$ 37,940</u>	<u>\$ 184,038</u>	<u>\$ 2,790,105</u>

<u>Drug Law Enforcement</u>	<u>Law Enforcement</u>	<u>Police and Fire</u>	<u>Permissive Sales Tax</u>	<u>Industrial Development</u>
\$ -	\$ -	\$ 391,235	\$ -	\$ -
-	-	15,272,140	-	431,655
-	-	103,316	2,187,609	-
-	-	-	-	-
-	-	80,562	-	-
-	2,321	-	-	8,923
2,348	35,986	156,123	-	-
-	-	1,915	-	225,000
<u>2,348</u>	<u>38,307</u>	<u>16,005,291</u>	<u>2,187,609</u>	<u>665,578</u>
-	12,356	17,194,598	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	1,609,967	-
-	-	-	-	658,600
-	-	-	-	-
<u>-</u>	<u>12,356</u>	<u>17,194,598</u>	<u>1,609,967</u>	<u>658,600</u>
2,348	25,951	(1,189,307)	577,642	6,978
-	-	36,752	-	-
-	-	(88,967)	(835,494)	-
-	-	-	-	116,123
<u>-</u>	<u>-</u>	<u>(52,215)</u>	<u>(835,494)</u>	<u>116,123</u>
2,348	25,951	(1,241,522)	(257,852)	123,101
15,613	87,580	(322,849)	1,225,988	1,291,987
-	(448)	(2,013)	-	-
<u>\$ 17,961</u>	<u>\$ 113,083</u>	<u>\$ (1,566,384)</u>	<u>\$ 968,136</u>	<u>\$ 1,415,088</u>

continued

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

	<i>Indigent Drivers Alcohol Treatment</i>	<i>Court Computerization</i>	<i>Local Law Enforcement Block Grant</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Property taxes</i>	\$ -	\$ -	\$ -
<i>Municipal income tax</i>	-	-	-
<i>Intergovernmental</i>	12,500	-	260,189
<i>Charges for services</i>	-	-	-
<i>Fees, licenses and permits</i>	-	-	-
<i>Interest earnings</i>	-	-	16,776
<i>Fines and forfeits</i>	23,129	336,189	-
<i>Miscellaneous</i>	-	-	-
<i>Total revenues</i>	<u>35,629</u>	<u>336,189</u>	<u>276,965</u>
<i>Expenditures:</i>			
<i>Current:</i>			
<i>Public safety</i>	11,685	-	162,365
<i>Public health and welfare</i>	-	-	-
<i>Community environment</i>	-	-	-
<i>Transportation</i>	-	-	-
<i>General government</i>	-	238,221	-
<i>Capital outlay</i>	-	-	-
<i>Total expenditures</i>	<u>11,685</u>	<u>238,221</u>	<u>162,365</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>23,944</u>	<u>97,968</u>	<u>114,600</u>
<i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	-	-	61,836
<i>Operating transfers out</i>	-	(200,000)	-
<i>Sale of fixed assets</i>	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(200,000)</u>	<u>61,836</u>
<i>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</i>	23,944	(102,032)	176,436
<i>Fund balance (deficit) at beginning of year</i>	253,134	543,077	165,483
<i>Increase (decrease) in reserve for inventory</i>	-	1,599	-
<i>Fund balance (deficit) at end of year</i>	<u>\$ 277,078</u>	<u>\$ 442,644</u>	<u>\$ 341,919</u>

<u>Grant Fund</u>	<u>Probation Services</u>	<u>Court Costs</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 391,235
-	-	-	17,296,161
603,983	-	-	7,469,268
-	-	-	627,803
-	21,472	167,455	269,489
-	-	-	122,373
-	-	-	553,775
764	711	-	251,895
<u>604,747</u>	<u>22,183</u>	<u>167,455</u>	<u>26,981,999</u>
349,733	-	-	17,730,737
100,160	-	-	100,160
-	-	-	1,535,567
-	-	-	5,672,129
15,113	2,456	-	2,312,768
75,909	-	-	75,909
<u>540,915</u>	<u>2,456</u>	<u>-</u>	<u>27,427,270</u>
63,832	19,727	167,455	(445,271)
82,973	-	200,000	697,886
(50,500)	-	(25,000)	(1,449,961)
-	-	-	116,123
<u>32,473</u>	<u>-</u>	<u>175,000</u>	<u>(635,952)</u>
96,305	19,727	342,455	(1,081,223)
(50,946)	1,987	-	6,554,368
1,946	237	-	378,950
<u>\$ 47,305</u>	<u>\$ 21,951</u>	<u>\$ 342,455</u>	<u>\$ 5,852,095</u>

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

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 1,569,000	\$ 1,515,333	\$ (53,667)
<i>Interest earnings</i>	20,000	5,351	(14,649)
<i>Miscellaneous</i>	5,600	59,124	53,524
	<u>1,594,600</u>	<u>1,579,808</u>	<u>(14,792)</u>
 <i>Expenditures:</i>			
<i>Transportation</i>			
<i>Personal services</i>	1,687,334	1,653,871	33,463
<i>Fringe benefits</i>	239,582	238,913	669
<i>Contractual services</i>	670,997	670,154	843
<i>Materials and supplies</i>	810,221	809,680	541
<i>Capital outlay</i>	259,848	259,848	-
	<u>3,667,982</u>	<u>3,632,466</u>	<u>35,516</u>
 <i>Deficiency of revenues under expenditures</i>	 <u>(2,073,382)</u>	 <u>(2,052,658)</u>	 <u>20,724</u>
 <i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	2,247,291	2,247,291	-
<i>Operating transfers out</i>	(585,305)	(585,305)	-
	<u>1,661,986</u>	<u>1,661,986</u>	<u>-</u>
 <i>Deficiency of revenues and other financing sources under expenditures and other financing uses</i>	 <u>(411,396)</u>	 <u>(390,672)</u>	 <u>20,724</u>
 <i>Fund balance at beginning of year</i>	 152,367	 152,367	 -
 <i>Expenditures against prior year encumbrances</i>	 259,029	 259,029	 -
 <i>Fund balance at end of year</i>	 <u>\$ -</u>	 <u>\$ 20,724</u>	 <u>\$ 20,724</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 127,000	\$ 122,865	\$ (4,135)
<i>Interest earnings</i>	8,000	435	(7,565)
<i>Total revenues</i>	<u>135,000</u>	<u>123,300</u>	<u>(11,700)</u>
<i>Expenditures:</i>			
<i>Transportation</i>			
<i>Personal services</i>	50,000	50,000	-
<i>Materials and supplies</i>	139,064	106,859	32,205
<i>Total transportation expenditures</i>	<u>189,064</u>	<u>156,859</u>	<u>32,205</u>
<i>Deficiency of revenues under expenditures</i>	<u>(54,064)</u>	<u>(33,559)</u>	<u>20,505</u>
<i>Fund balance at beginning of year</i>	8,834	8,834	-
<i>Expenditures against prior year encumbrances</i>	45,230	45,230	-
<i>Fund balance at end of year</i>	<u>\$ -</u>	<u>\$ 20,505</u>	<u>\$ 20,505</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Neighborhood Youth Corp Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 1,343,159	\$ 1,398,114	\$ 54,955
<i>Charges for services</i>	360,000	18,581	(341,419)
<i>Miscellaneous</i>	17,000	39,595	22,595
	<u>1,720,159</u>	<u>1,456,290</u>	<u>(263,869)</u>
 <i>Expenditures:</i>			
<i>General government</i>			
<i> Personal services</i>	869,352	867,258	2,094
<i> Fringe benefits</i>	115,122	85,074	30,048
<i> Contractual services</i>	147,406	146,752	654
<i> Materials and supplies</i>	115,045	111,606	3,439
<i> Other</i>	7,290	5,077	2,213
	<u>1,254,215</u>	<u>1,215,767</u>	<u>38,448</u>
 <i>Excess of revenues over expenditures</i>	<u>465,944</u>	<u>240,523</u>	<u>(225,421)</u>
 <i>Other financing uses:</i>			
<i> Operating transfers out</i>	(130,820)	(130,479)	341
	<u>(130,820)</u>	<u>(130,479)</u>	<u>341</u>
 <i>Excess of revenues over expenditures and other financing uses</i>	335,124	110,044	(225,080)
 <i>Fund balance at beginning of year</i>	107,929	107,929	-
 <i>Expenditures against prior year encumbrances</i>	6,356	6,356	-
 <i>Fund balance at end of year</i>	<u>\$ 449,409</u>	<u>\$ 224,329</u>	<u>\$ (225,080)</u>

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

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 3,700,000	\$ 1,541,318	\$ (2,158,682)
<i>Interest earnings</i>	95,000	93,973	(1,027)
<i>Miscellaneous</i>	255,000	391,720	136,720
	<u>4,050,000</u>	<u>2,027,011</u>	<u>(2,022,989)</u>
 <i>Expenditures:</i>			
<i>Community environment</i>			
<i>Personal services</i>	296,306	296,306	-
<i>Fringe benefits</i>	95,442	87,884	7,558
<i>Contractual services</i>	2,528,674	972,578	1,556,096
<i>Materials and supplies</i>	28,000	26,458	1,542
<i>Other</i>	864,505	344,626	519,879
	<u>3,812,927</u>	<u>1,727,852</u>	<u>2,085,075</u>
 <i>Excess of revenues over expenditures</i>	 <u>237,073</u>	 <u>299,159</u>	 <u>62,086</u>
 <i>Other financing uses:</i>			
<i>Operating transfers out</i>	(264,468)	(260,740)	3,728
	<u>(264,468)</u>	<u>(260,740)</u>	<u>3,728</u>
 <i>Excess (deficiency) of revenues over (under) expenditures and other financing uses</i>	 <u>(27,395)</u>	 <u>38,419</u>	 <u>65,814</u>
 <i>Fund balance at beginning of year</i>	 363,590	 363,590	 -
 <i>Expenditures against prior year encumbrances</i>	 4,390	 4,390	 -
 <i>Fund balance at end of year</i>	 <u>\$ 340,585</u>	 <u>\$ 406,399</u>	 <u>\$ 65,814</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Drug Law Enforcement Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Fines and forfeits</i>	\$ 1,800	\$ 2,348	\$ 548
<i>Total revenues</i>	<u>1,800</u>	<u>2,348</u>	<u>548</u>
 <i>Expenditures:</i>			
<i>Public safety</i>			
<i>Other</i>	17,413	-	17,413
<i>Total public safety expenditures</i>	<u>17,413</u>	<u>-</u>	<u>17,413</u>
 <i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(15,613)</u>	<u>2,348</u>	<u>17,961</u>
 <i>Fund balance at beginning of year</i>	15,613	15,613	-
<i>Fund balance at end of year</i>	<u>\$ -</u>	<u>\$ 17,961</u>	<u>\$ 17,961</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Law Enforcement Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 7,900	\$ 35,986	\$ 28,086
<i>Interest earnings</i>	1,100	2,321	1,221
<i>Fines and forfeits</i>	1,000	-	(1,000)
<i>Miscellaneous</i>	-	177	177
 <i>Total revenues</i>	 <u>10,000</u>	 <u>38,484</u>	 <u>28,484</u>
 <i>Expenditures:</i>			
<i>Public safety</i>			
<i>Other</i>	93,175	12,632	80,543
 <i>Total public safety expenditures</i>	 <u>93,175</u>	 <u>12,632</u>	 <u>80,543</u>
 <i>Excess (deficiency) of revenues over (under) expenditures</i>	 <u>(83,175)</u>	 <u>25,852</u>	 <u>109,027</u>
 <i>Fund balance at beginning of year</i>	 87,393	 87,393	 -
 <i>Fund balance at end of year</i>	 <u>\$ 4,218</u>	 <u>\$ 113,245</u>	 <u>\$ 109,027</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Property taxes	\$ 383,577	\$ 391,235	\$ 7,658
Intergovernmental	118,657	44,403	(74,254)
Fees, licenses and permits	104,600	82,312	(22,288)
Fines and forfeits	94,400	153,223	58,823
Miscellaneous	94,360	47,065	(47,295)
<i>Total revenues</i>	<u>795,594</u>	<u>718,238</u>	<u>(77,356)</u>
<i>Expenditures:</i>			
<i>Public safety</i>			
Personal services	12,288,576	11,899,565	389,011
Fringe benefits	3,340,845	2,585,141	755,704
Contractual services	255,726	245,243	10,483
Materials and supplies	261,252	247,196	14,056
Capital outlay	981,881	843,158	138,723
Other	241,613	236,254	5,359
<i>Total public safety expenditures</i>	<u>17,369,893</u>	<u>16,056,557</u>	<u>1,313,336</u>
<i>Deficiency of revenues under expenditures</i>	<u>(16,574,299)</u>	<u>(15,338,319)</u>	<u>1,235,980</u>
<i>Other financing sources (uses):</i>			
Operating transfers in	17,088,838	15,923,371	(1,165,467)
Operating transfers out	(881,200)	(881,173)	27
<i>Total other financing sources (uses)</i>	<u>16,207,638</u>	<u>15,042,198</u>	<u>(1,165,440)</u>
<i>Deficiency of revenues and other financing sources under expenditures and other financing uses</i>	<u>(366,661)</u>	<u>(296,121)</u>	<u>70,540</u>
<i>Fund balance at beginning of year</i>	111,913	111,913	-
<i>Expenditures against prior year encumbrances</i>	259,745	259,745	-
<i>Fund balance at end of year</i>	<u>\$ 4,997</u>	<u>\$ 75,537</u>	<u>\$ 70,540</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Permissive Sales Tax Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 980,000	\$ 953,156	\$ (26,844)
<i>Miscellaneous</i>	1,046,000	1,235,653	189,653
<i>Total revenues</i>	<u>2,026,000</u>	<u>2,188,809</u>	<u>162,809</u>
 <i>Expenditures:</i>			
<i>Transportation</i>			
<i>Contractual services</i>	2,516,399	2,396,765	119,634
<i>Other</i>	5,431	5,431	-
<i>Total transportation expenditures</i>	<u>2,521,830</u>	<u>2,402,196</u>	<u>119,634</u>
 <i>Deficiency of revenues under expenditures</i>	<u>(495,830)</u>	<u>(213,387)</u>	<u>282,443</u>
 <i>Other financing uses:</i>			
<i>Operating transfers out</i>	(835,494)	(835,494)	-
<i>Total other financing uses</i>	<u>(835,494)</u>	<u>(835,494)</u>	<u>-</u>
 <i>Deficiency of revenues under expenditures and other financing uses</i>	<u>(1,331,324)</u>	<u>(1,048,881)</u>	<u>282,443</u>
 <i>Fund balance at beginning of year</i>	877,419	877,419	-
 <i>Expenditures against prior year encumbrances</i>	453,905	453,905	-
 <i>Fund balance at end of year</i>	<u>\$ -</u>	<u>\$ 282,443</u>	<u>\$ 282,443</u>

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

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 499,918	\$ 160,245	\$ (339,673)
<i>Interest earnings</i>	12,000	10,903	(1,097)
<i>Miscellaneous</i>	528,100	251,732	(276,368)
	<u>1,040,018</u>	<u>422,880</u>	<u>(617,138)</u>
<i>Expenditures:</i>			
<i>General government</i>			
<i>Personal services</i>	26,000	26,000	-
<i>Contractual services</i>	1,362,028	368,763	993,265
<i>Materials and supplies</i>	15,000	14,316	684
<i>Other</i>	1,123,300	1,122,853	447
	<u>2,526,328</u>	<u>1,531,932</u>	<u>994,396</u>
<i>Deficiency of revenues under expenditures</i>	<u>(1,486,310)</u>	<u>(1,109,052)</u>	<u>377,258</u>
<i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	431,655	431,655	-
<i>Operating transfers out</i>	(50,000)	(50,000)	-
<i>Sale of fixed assets</i>	20,000	116,123	96,123
	<u>401,655</u>	<u>497,778</u>	<u>96,123</u>
<i>Deficiency of revenues and other financing sources under expenditures and other financing uses</i>	<u>(1,084,655)</u>	<u>(611,274)</u>	<u>473,381</u>
<i>Fund balance at beginning of year</i>	497,380	497,380	-
<i>Expenditures against prior year encumbrances</i>	587,275	587,275	-
<i>Fund balance at end of year</i>	<u>\$ -</u>	<u>\$ 473,381</u>	<u>\$ 473,381</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Indigent Drivers Alcohol Treatment Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Fines and forfeits</i>	\$ 35,000	\$ 36,042	\$ 1,042
<i>Total revenues</i>	<u>35,000</u>	<u>36,042</u>	<u>1,042</u>
<i>Expenditures:</i>			
<i>Public safety</i>			
<i>Other</i>	286,870	8,085	278,785
<i>Total public safety expenditures</i>	<u>286,870</u>	<u>8,085</u>	<u>278,785</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(251,870)</u>	<u>27,957</u>	<u>279,827</u>
<i>Fund balance at beginning of year</i>	251,870	251,870	-
<i>Fund balance at end of year</i>	<u>\$ -</u>	<u>\$ 279,827</u>	<u>\$ 279,827</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Court Computerization Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Fines and forfeits</i>	\$ 225,000	\$ 325,263	\$ 100,263
<i>Total revenues</i>	<u>225,000</u>	<u>325,263</u>	<u>100,263</u>
<i>Expenditures:</i>			
<i>General government</i>			
<i>Personal services</i>	40,642	40,642	-
<i>Contractual services</i>	51,295	39,592	11,703
<i>Materials and supplies</i>	552,464	449,554	102,910
<i>Total general government expenditures</i>	<u>644,401</u>	<u>529,788</u>	<u>114,613</u>
 <i>Deficiency of revenues under expenditures</i>	 <u>(419,401)</u>	 <u>(204,525)</u>	 <u>214,876</u>
 <i>Fund balance at beginning of year</i>	 525,799	 525,799	 -
<i>Fund balance at end of year</i>	<u>\$ 106,398</u>	<u>\$ 321,274</u>	<u>\$ 214,876</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Local Law Enforcement Block Grant Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 190,000	\$ 260,189	\$ 70,189
<i>Interest earnings</i>	23,000	16,776	(6,224)
<i>Miscellaneous</i>	-	120	120
	<u>213,000</u>	<u>277,085</u>	<u>64,085</u>
<i>Expenditures:</i>			
<i>Public safety</i>			
<i>Capital outlay</i>	108,128	108,128	-
<i>Other</i>	96,872	59,616	37,256
	<u>205,000</u>	<u>167,744</u>	<u>37,256</u>
<i>Excess of revenues over expenditures</i>	<u>8,000</u>	<u>109,341</u>	<u>101,341</u>
<i>Other financing sources:</i>			
<i>Operating transfers in</i>	61,863	61,836	(27)
	<u>61,863</u>	<u>61,836</u>	<u>(27)</u>
<i>Excess of revenues and other financing sources over expenditures</i>	69,863	171,177	101,314
<i>Fund balance at beginning of year</i>	181,850	181,850	-
<i>Fund balance at end of year</i>	<u>\$ 251,713</u>	<u>\$ 353,027</u>	<u>\$ 101,314</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 752,324	\$ 592,229	\$ (160,095)
<i>Miscellaneous</i>	-	1,194	1,194
<i>Total revenues</i>	<u>752,324</u>	<u>593,423</u>	<u>(158,901)</u>
<i>Expenditures:</i>			
<i>Public safety</i>			
<i>Personal services</i>	101,361	80,456	20,905
<i>Contractual services</i>	209,390	159,011	50,379
<i>Materials and supplies</i>	16,511	9,531	6,980
<i>Capital outlay</i>	72,746	67,728	5,018
<i>Other</i>	40,264	26,983	13,281
<i>Total public safety expenditures</i>	<u>440,272</u>	<u>343,709</u>	<u>96,563</u>
<i>Public health and welfare</i>			
<i>Personal services</i>	55,356	53,142	2,214
<i>Fringe benefits</i>	8,442	5,847	2,595
<i>Materials and supplies</i>	39,268	29,450	9,818
<i>Capital outlay</i>	883	-	883
<i>Total public health and welfare expenditures</i>	<u>103,949</u>	<u>88,439</u>	<u>15,510</u>
<i>Transportation</i>			
<i>Contractual services</i>	139,669	131,904	7,765
<i>Total transportation expenditures</i>	<u>139,669</u>	<u>131,904</u>	<u>7,765</u>
<i>General government</i>			
<i>Capital outlay</i>	14,353	14,353	-
<i>Total general government expenditures</i>	<u>14,353</u>	<u>14,353</u>	<u>-</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Grant Fund
(continued)
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Capital outlay</i>			
<i>Contractual services</i>	56,745	56,745	-
	<u>56,745</u>	<u>56,745</u>	<u>-</u>
<i>Total capital outlay expenditures</i>			
	<u>56,745</u>	<u>56,745</u>	<u>-</u>
	<u>754,988</u>	<u>635,150</u>	<u>119,838</u>
	<u> </u>	<u> </u>	<u> </u>
<i>Deficiency of revenues under expenditures</i>	(2,664)	(41,727)	(39,063)
	<u> </u>	<u> </u>	<u> </u>
<i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	86,623	117,973	31,350
<i>Operating transfers out</i>	(187,258)	(181,258)	6,000
	<u>(100,635)</u>	<u>(63,285)</u>	<u>37,350</u>
<i>Total other financing sources (uses)</i>			
	<u>(100,635)</u>	<u>(63,285)</u>	<u>37,350</u>
	<u> </u>	<u> </u>	<u> </u>
<i>Deficiency of revenues and other financing sources under expenditures and other financing uses</i>	(103,299)	(105,012)	(1,713)
	<u> </u>	<u> </u>	<u> </u>
<i>Fund balance at beginning of year</i>	10,219	10,219	-
	<u>96,063</u>	<u>96,063</u>	<u>-</u>
<i>Expenditures against prior year encumbrances</i>			
	<u>96,063</u>	<u>96,063</u>	<u>-</u>
<i>Fund balance at end of year</i>	\$ 2,983	\$ 1,270	\$ (1,713)
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>

City of Mansfield, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual
 Probation Services Fund
 (Non-GAAP) Budget Basis
 For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Fees, licenses and permits</i>	\$ 14,000	\$ 17,641	\$ 3,641
<i>Miscellaneous</i>	3,000	711	(2,289)
<i>Total revenues</i>	<u>17,000</u>	<u>18,352</u>	<u>1,352</u>
<i>Expenditures:</i>			
<i>General government</i>			
<i>Contractual services</i>	4,197	2,065	2,132
<i>Total public safety expenditures</i>	<u>4,197</u>	<u>2,065</u>	<u>2,132</u>
<i>Excess of revenues over expenditures</i>	<u>12,803</u>	<u>16,287</u>	<u>3,484</u>
<i>Fund balance at beginning of year</i>	1,198	1,198	-
<i>Fund balance at end of year</i>	<u>\$ 14,001</u>	<u>\$ 17,485</u>	<u>\$ 3,484</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Court Costs Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Fines and forfeits</i>	\$ 101,490	\$ 150,215	\$ 48,725
<i>Total revenues</i>	<u>101,490</u>	<u>150,215</u>	<u>48,725</u>
 <i>Expenditures:</i>			
<i>General government</i>			
<i>Other</i>	-	-	-
<i>Total public safety expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of revenues over expenditures</i>	<u>101,490</u>	<u>150,215</u>	<u>48,725</u>
 <i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	23,510	200,000	176,490
<i>Operating transfers out</i>	(25,000)	(25,000)	-
<i>Total other financing sources (uses)</i>	<u>(1,490)</u>	<u>175,000</u>	<u>176,490</u>
<i>Excess of revenues and other financing sources over expenditures and other financing uses</i>	100,000	325,215	225,215
<i>Fund balance at beginning of year</i>	-	-	-
<i>Fund balance at end of year</i>	<u>\$ 100,000</u>	<u>\$ 325,215</u>	<u>\$ 225,215</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Property taxes	\$ 383,577	\$ 391,235	\$ 7,658
Intergovernmental	9,287,958	6,623,838	(2,664,120)
Charges for services	360,000	18,581	(341,419)
Fees, licenses and permits	118,600	99,953	(18,647)
Interest earnings	159,100	129,759	(29,341)
Fines and forfeits	458,690	667,091	208,401
Miscellaneous	1,949,060	2,027,091	78,031
Total revenues	<u>12,716,985</u>	<u>9,957,548</u>	<u>(2,759,437)</u>
<i>Expenditures:</i>			
<i>Current</i>			
Public safety	18,412,623	16,588,727	1,823,896
Public health and welfare	103,949	88,439	15,510
Community environment	3,812,927	1,727,852	2,085,075
Transportation	6,518,545	6,323,425	195,120
General government	4,443,494	3,293,905	1,149,589
Capital outlay	56,745	56,745	-
Total expenditures	<u>33,348,283</u>	<u>28,079,093</u>	<u>5,269,190</u>
Deficiency of revenues under expenditures	<u>(20,631,298)</u>	<u>(18,121,545)</u>	<u>2,509,753</u>
<i>Other financing sources (uses):</i>			
Operating transfers in	19,939,780	18,982,126	(957,654)
Operating transfers out	(2,959,545)	(2,949,449)	10,096
Sale of fixed assets	20,000	116,123	96,123
Total other financing sources (uses)	<u>17,000,235</u>	<u>16,148,800</u>	<u>(851,435)</u>
Deficiency of revenues and other financing sources under expenditures and other financing uses	<u>(3,631,063)</u>	<u>(1,972,745)</u>	<u>1,658,318</u>
Fund balance at beginning of year	3,193,374	3,193,374	-
Expenditures against prior year encumbrances	1,711,993	1,711,993	-
Fund balance at end of year	<u>\$ 1,274,304</u>	<u>\$ 2,932,622</u>	<u>\$ 1,658,318</u>

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DEBT SERVICE FUND

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

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 are presented here.

CAPITAL PROJECTS FUNDS

To account for financial resources to be used for the acquisition of construction of major capital facilities, other than those financed by proprietary or trust funds.

Street Resurfacing:

To account for the extra one quarter percent income tax collections used solely for the resurfacing of City streets.

Issue II Improvement:

To account for the construction and improvement of projects which have been granted Issue II monies.

1998 Improvement:

To account for the construction of a Service Department building and improvements and equipment for the Fire Department.

Section 108 Improvement:

To account for the construction of a new fire station, expansion of the Central Fire Station, and infrastructure improvements for the City's industrial parks.

Justice Center:

To account for the construction of a new Justice Center.

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

	<u>Street Resurfacing</u>	<u>Issue II Improvement</u>
<i>Assets:</i>		
<i>Equity in pooled cash and cash equivalents</i>	\$ 947,224	\$ 632,800
<i>Cash and cash equivalents with fiscal and escrow agent</i>	28,473	-
<i>Taxes receivable</i>	1,181,717	-
<i>Inventory of supplies</i>	13,212	-
 <i>Total assets</i>	 <u>\$ 2,170,626</u>	 <u>\$ 632,800</u>
 <i>Liabilities:</i>		
<i>Accounts payable</i>	\$ 13,090	\$ 86,932
<i>Contracts payable</i>	393,946	-
<i>Contracts payable-retained percentage</i>	28,473	-
<i>Deferred revenue</i>	732,969	-
 <i>Total liabilities</i>	 <u>1,168,478</u>	 <u>86,932</u>
 <i>Fund equity:</i>		
<i>Fund balances</i>		
<i>Reserved for encumbrances</i>	286,058	480,846
<i>Reserved for inventory</i>	13,212	-
<i>Unreserved and undesignated</i>	702,878	65,022
 <i>Total fund equity</i>	 <u>1,002,148</u>	 <u>545,868</u>
 <i>Total liabilities and fund equity</i>	 <u>\$ 2,170,626</u>	 <u>\$ 632,800</u>

1998 Improvement	Section 108 Improvement	Justice Center	Total
\$ 39,115	\$ 2,113,752	\$ 7,773,125	\$ 11,506,016
-	16,037	-	44,510
-	-	-	1,181,717
-	-	-	13,212
<u>\$ 39,115</u>	<u>\$ 2,129,789</u>	<u>\$ 7,773,125</u>	<u>\$ 12,745,455</u>
\$ -	\$ -	\$ -	\$ 100,022
-	18,624	37,919	450,489
-	16,037	-	44,510
-	-	-	732,969
<u>-</u>	<u>34,661</u>	<u>37,919</u>	<u>1,327,990</u>
-	60,969	741,985	1,569,858
-	-	-	13,212
39,115	2,034,159	6,993,221	9,834,395
<u>39,115</u>	<u>2,095,128</u>	<u>7,735,206</u>	<u>11,417,465</u>
<u>\$ 39,115</u>	<u>\$ 2,129,789</u>	<u>\$ 7,773,125</u>	<u>\$ 12,745,455</u>

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

	<u>Street Resurfacing</u>	<u>Issue II Improvement</u>
<i>Revenues:</i>		
Municipal income tax	\$ 3,345,239	\$ -
Intergovernmental	-	334,070
Interest earnings	-	-
<i>Total revenues</i>	<u>3,345,239</u>	<u>334,070</u>
<i>Expenditures:</i>		
Capital outlay	3,016,491	710,000
<i>Debt service:</i>		
Principal retirement	-	-
Interest and fiscal charges	-	-
<i>Total expenditures</i>	<u>3,016,491</u>	<u>710,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>328,748</u>	<u>(375,930)</u>
<i>Other financing sources (uses):</i>		
Operating transfers in	-	770,022
Operating transfers out	-	(6,171)
Proceeds of notes	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>763,851</u>
<i>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</i>	<u>328,748</u>	<u>387,921</u>
<i>Fund balances at beginning of year</i>	682,995	157,947
<i>(Decrease) in reserve for inventory</i>	(9,595)	-
<i>Fund balances at end of year</i>	<u>\$ 1,002,148</u>	<u>\$ 545,868</u>

<i>1998 Improvement</i>	<i>Section 108 Improvement</i>	<i>Justice Center</i>	<i>Total</i>
\$ -	\$ -	\$ -	\$ 3,345,239
-	240,452	-	574,522
-	37,712	160,653	198,365
<u>-</u>	<u>278,164</u>	<u>160,653</u>	<u>4,118,126</u>
3,500	927,297	265,149	4,922,437
1,250,000	3,000,000	5,000,000	9,250,000
39,912	227,555	240,331	507,798
<u>1,293,412</u>	<u>4,154,852</u>	<u>5,505,480</u>	<u>14,680,235</u>
<u>(1,293,412)</u>	<u>(3,876,688)</u>	<u>(5,344,827)</u>	<u>(10,562,109)</u>
-	250,000	25,000	1,045,022
-	-	-	(6,171)
1,250,000	3,000,000	8,000,000	12,250,000
<u>1,250,000</u>	<u>3,250,000</u>	<u>8,025,000</u>	<u>13,288,851</u>
(43,412)	(626,688)	2,680,173	2,726,742
82,527	2,721,816	5,055,033	8,700,318
-	-	-	(9,595)
<u>\$ 39,115</u>	<u>\$ 2,095,128</u>	<u>\$ 7,735,206</u>	<u>\$ 11,417,465</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Miscellaneous</i>	\$ -	\$ -	\$ -
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>			
<i>Capital outlay</i>	3,792,993	3,269,249	523,744
<i>Total capital outlay expenditures</i>	<u>3,792,993</u>	<u>3,269,249</u>	<u>523,744</u>
<i>Deficiency of revenues under expenditures</i>	<u>(3,792,993)</u>	<u>(3,269,249)</u>	<u>523,744</u>
<i>Other financing sources:</i>			
<i>Operating transfers in</i>	3,401,976	3,153,963	(248,013)
<i>Total other financing sources</i>	<u>3,401,976</u>	<u>3,153,963</u>	<u>(248,013)</u>
<i>Deficiency of revenues and other financing sources under expenditures</i>	<u>(391,017)</u>	<u>(115,286)</u>	<u>275,731</u>
<i>Fund balance at beginning of year</i>	371,436	371,436	-
<i>Expenditures against prior year encumbrances</i>	19,581	19,581	-
<i>Fund balance at end of year</i>	<u>\$ -</u>	<u>\$ 275,731</u>	<u>\$ 275,731</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Issue II Improvement Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 1,052,506	\$ 334,070	\$ (718,436)
<i>Total revenues</i>	<u>1,052,506</u>	<u>334,070</u>	<u>(718,436)</u>
 <i>Expenditures:</i>			
<i>Capital outlay</i>	2,028,768	1,257,664	771,104
<i>Total capital outlay expenditures</i>	<u>2,028,768</u>	<u>1,257,664</u>	<u>771,104</u>
 <i>Deficiency of revenues under expenditures</i>	<u>(976,262)</u>	<u>(923,594)</u>	<u>52,668</u>
 <i>Other financing sources:</i>			
<i>Operating transfers in</i>	770,022	770,022	-
<i>Total other financing sources</i>	<u>770,022</u>	<u>770,022</u>	<u>-</u>
 <i>Deficiency of revenues and other financing sources under expenditures</i>	<u>(206,240)</u>	<u>(153,572)</u>	<u>52,668</u>
 <i>Fund balance at beginning of year</i>	25,839	25,839	-
 <i>Expenditures against prior year encumbrances</i>	192,754	192,754	-
 <i>Fund balance at end of year</i>	<u>\$ 12,353</u>	<u>\$ 65,021</u>	<u>\$ 52,668</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
1998 Improvement Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Miscellaneous</i>	\$ -	\$ -	\$ -
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>			
<i>Capital outlay</i>	34,568	14,139	20,429
<i>Total capital outlay expenditures</i>	<u>34,568</u>	<u>14,139</u>	<u>20,429</u>
<i>Deficiency of revenues under expenditures</i>	<u>(34,568)</u>	<u>(14,139)</u>	<u>20,429</u>
<i>Other financing sources (uses):</i>			
<i>Operating transfers out</i>	(1,308,599)	(1,289,912)	18,687
<i>Proceeds of notes</i>	1,250,000	1,250,000	-
<i>Total other financing sources (uses)</i>	<u>(58,599)</u>	<u>(39,912)</u>	<u>18,687</u>
<i>Deficiency of revenues and other financing sources under expenditures and other financing uses</i>	<u>(93,167)</u>	<u>(54,051)</u>	<u>39,116</u>
<i>Fund balance at beginning of year</i>	88,285	88,285	-
<i>Expenditures against prior year encumbrances</i>	4,882	4,882	-
<i>Fund balance at end of year</i>	<u>\$ -</u>	<u>\$ 39,116</u>	<u>\$ 39,116</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Section 108 Improvement Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ -	\$ 240,452	\$ 240,452
<i>Interest earnings</i>	25,000	37,712	12,712
<i>Total revenues</i>	<u>25,000</u>	<u>278,164</u>	<u>253,164</u>
<i>Expenditures:</i>			
<i>Capital outlay</i>	2,145,810	1,150,129	995,681
<i>Total capital outlay expenditures</i>	<u>2,145,810</u>	<u>1,150,129</u>	<u>995,681</u>
<i>Deficiency of revenues under expenditures</i>	<u>(2,120,810)</u>	<u>(871,965)</u>	<u>1,248,845</u>
<i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	250,000	250,000	-
<i>Operating transfers out</i>	(3,297,555)	(3,297,555)	-
<i>Proceeds of notes</i>	3,000,000	3,000,000	-
<i>Total other financing sources (uses)</i>	<u>(47,555)</u>	<u>(47,555)</u>	<u>-</u>
<i>Deficiency of revenues and other financing sources under expenditures and other financing uses</i>	<u>(2,168,365)</u>	<u>(919,520)</u>	<u>1,248,845</u>
<i>Fund balance at beginning of year</i>	2,393,350	2,393,350	-
<i>Expenditures against prior year encumbrances</i>	593,240	593,240	-
<i>Fund balance at end of year</i>	<u>\$ 818,225</u>	<u>\$ 2,067,070</u>	<u>\$ 1,248,845</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Justice Center Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Interest earnings</i>	\$ 120,000	\$ 160,653	\$ 40,653
<i>Miscellaneous</i>	-	40	40
<i>Total revenues</i>	<u>120,000</u>	<u>160,693</u>	<u>40,693</u>
<i>Expenditures:</i>			
<i>Capital outlay</i>	5,383,105	1,007,214	4,375,891
<i>Total capital outlay expenditures</i>	<u>5,383,105</u>	<u>1,007,214</u>	<u>4,375,891</u>
<i>Deficiency of revenues under expenditures</i>	<u>(5,263,105)</u>	<u>(846,521)</u>	<u>4,416,584</u>
<i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	-	25,000	25,000
<i>Operating transfers out</i>	(5,241,000)	(5,240,331)	669
<i>Proceeds of notes</i>	10,000,000	8,000,000	(2,000,000)
<i>Total other financing sources (uses)</i>	<u>4,759,000</u>	<u>2,784,669</u>	<u>(1,974,331)</u>
<i>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</i>	(504,105)	1,938,148	2,442,253
<i>Fund balance at beginning of year</i>	5,055,073	5,055,073	-
<i>Fund balance at end of year</i>	<u>\$ 4,550,968</u>	<u>\$ 6,993,221</u>	<u>\$ 2,442,253</u>

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

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Intergovernmental</i>	\$ 1,052,506	\$ 574,522	\$ (477,984)
<i>Interest earnings</i>	145,000	198,365	53,365
<i>Miscellaneous</i>	-	40	40
 <i>Total revenues</i>	 <u>1,197,506</u>	 <u>772,927</u>	 <u>(424,579)</u>
 <i>Expenditures:</i>			
<i>Capital outlay</i>	13,385,244	6,698,395	6,686,849
 <i>Total expenditures</i>	 <u>13,385,244</u>	 <u>6,698,395</u>	 <u>6,686,849</u>
 <i>Deficiency of revenues under expenditures</i>	 <u>(12,187,738)</u>	 <u>(5,925,468)</u>	 <u>6,262,270</u>
 <i>Other financing sources (uses):</i>			
<i>Operating transfers in</i>	4,421,998	4,198,985	(223,013)
<i>Operating transfers out</i>	(9,847,154)	(9,827,798)	19,356
<i>Proceeds of notes</i>	14,250,000	12,250,000	(2,000,000)
 <i>Total other financing sources (uses)</i>	 <u>8,824,844</u>	 <u>6,621,187</u>	 <u>(2,203,657)</u>
 <i>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</i>	 <u>(3,362,894)</u>	 695,719	 4,058,613
 <i>Fund balance at beginning of year</i>	 7,933,983	 7,933,983	 -
 <i>Expenditures against prior year encumbrances</i>	 810,457	 810,457	 -
 <i>Fund balance at end of year</i>	 <u>\$ 5,381,546</u>	 <u>\$ 9,440,159</u>	 <u>\$ 4,058,613</u>

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ENTERPRISE FUNDS

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

Water Operating:

To account for the provision of water treatment and distribution to the residents and commercial users of the City.

Sewer Operating:

To account for the City's provision of sanitary sewer services to the residents and commercial users of the City.

Airport Operating:

To account for the operation of the City's airport facility.

Parking Garage:

To account for the operation of the City's downtown parking garage and parking lot facilities.

City of Mansfield, Ohio
Combining Balance Sheet
All Enterprise Funds
December 31, 2001

	<u>Water Operating</u>	<u>Sewer Operating</u>
<i>Assets:</i>		
<i>Current assets:</i>		
<i>Equity in pooled cash and cash equivalents</i>	\$ 3,578,314	\$ 144,942
<i>Cash and cash equivalents with fiscal and escrow agent</i>	3,121	1,462
<i>Receivables (net of allowance for uncollectibles)</i>		
<i>Accounts</i>	1,375,113	1,085,065
<i>Special assessments</i>	-	62,753
<i>Due from other governments</i>	6,715	397,557
<i>Advance to other funds</i>	400,000	900,000
<i>Inventory of supplies</i>	64,742	27,415
 <i>Total current assets</i>	 <u>5,428,005</u>	 <u>2,619,194</u>
 <i>Restricted assets:</i>		
<i>Cash and cash equivalents</i>	-	3,419,807
 <i>Total restricted assets</i>	 <u>-</u>	 <u>3,419,807</u>
 <i>Property, plant and equipment</i>		
<i>Land</i>	343,228	155,598
<i>Buildings</i>	5,221,260	5,860,408
<i>Improvements other than buildings</i>	1,788,446	17,130,251
<i>Equipment</i>	14,781,607	37,108,891
<i>Less: accumulated depreciation</i>	(16,026,163)	(30,585,482)
<i>Construction in progress</i>	178,392	135,810
 <i>Net property, plant and equipment</i>	 <u>6,286,770</u>	 <u>29,805,476</u>
 <i>Total assets</i>	 <u>\$ 11,714,775</u>	 <u>\$ 35,844,477</u>

<i>Airport Operating</i>	<i>Parking Garage</i>	<i>Total</i>
<u> </u>	<u> </u>	<u> </u>
\$ 79,655	\$ 60,246	\$ 3,863,157
-	-	4,583
39,255	-	2,499,433
-	-	62,753
-	-	404,272
-	-	1,300,000
29,535	-	121,692
<u>148,445</u>	<u>60,246</u>	<u>8,255,890</u>
<u> </u>	<u> </u>	<u> </u>
-	-	3,419,807
<u> </u>	<u> </u>	<u>3,419,807</u>
<u> </u>	<u> </u>	<u> </u>
1,493,629	171,852	2,164,307
1,062,945	718,600	12,863,213
8,167,095	244,554	27,330,346
671,617	-	52,562,115
(6,685,632)	(953,240)	(54,250,517)
-	-	314,202
<u>4,709,654</u>	<u>181,766</u>	<u>40,983,666</u>
<u>\$ 4,858,099</u>	<u>\$ 242,012</u>	<u>\$ 52,659,363</u>

continued

City of Mansfield, Ohio
Combining Balance Sheet
All Enterprise Funds
(continued)
December 31, 2001

	<u>Water Operating</u>	<u>Sewer Operating</u>
<i>Liabilities:</i>		
<i>Current liabilities:</i>		
Accounts payable	\$ 154,714	\$ 165,946
Contracts payable	718	161,906
Contracts payable-retained percentage	3,121	1,462
Accrued wages and benefits	55,839	61,580
Due to other governments	188,589	192,075
Deferred revenue	6,227	62,753
<i>Total current liabilities</i>	<u>409,208</u>	<u>645,722</u>
 <i>Payable from restricted assets:</i>		
General obligation bonds payable	260,000	-
Accrued general obligation bond interest	18,377	-
<i>Total payable from restricted assets</i>	<u>278,377</u>	<u>-</u>
 <i>Noncurrent liabilities:</i>		
General obligation bonds payable	3,650,000	-
Notes payable	145,406	64,141
Compensated absences payable	348,478	249,708
<i>Total noncurrent liabilities</i>	<u>4,143,884</u>	<u>313,849</u>
<i>Total liabilities</i>	<u>4,831,469</u>	<u>959,571</u>
 <i>Fund equity:</i>		
Contributed capital	481,268	32,212,913
Retained earnings (deficit)	-	3,419,807
Reserved for replacement and improvement	-	(747,814)
Unreserved	6,402,038	(747,814)
<i>Total fund equity</i>	<u>6,883,306</u>	<u>34,884,906</u>
<i>Total liabilities and fund equity</i>	<u>\$ 11,714,775</u>	<u>\$ 35,844,477</u>

<i>Airport Operating</i>	<i>Parking Garage</i>	<i>Total</i>
<hr/>	<hr/>	<hr/>
\$ 9,541	\$ -	\$ 330,201
44	-	162,668
-	-	4,583
8,813	-	126,232
26,474	-	407,138
8,090	-	77,070
52,962	-	1,107,892
-	-	260,000
-	-	18,377
-	-	278,377
-	-	3,650,000
-	-	209,547
19,832	-	618,018
19,832	-	4,477,565
72,794	-	5,863,834
7,180,354	-	39,874,535
-	-	3,419,807
(2,395,049)	242,012	3,501,187
4,785,305	242,012	46,795,529
\$ 4,858,099	\$ 242,012	\$ 52,659,363

City of Mansfield, Ohio
Combining Statement of Revenues, Expenses
Changes in Retained Earnings
All Enterprise Funds
For the Year Ended December 31, 2001

	<u>Water Operating</u>	<u>Sewer Operating</u>
<i>Operating revenues:</i>		
Charges for services	\$ 6,764,421	\$ 5,302,102
 Total operating revenues	 <u>6,764,421</u>	 <u>5,302,102</u>
<i>Operating expenses:</i>		
Personal service	1,602,850	1,676,043
Fringe benefits	272,357	286,740
Materials and supplies	795,789	510,299
Utilities	435,583	478,659
Depreciation	575,432	1,696,891
Contractual services	2,371,019	2,469,958
Other operating	16,169	35,622
 Total operating expenses	 <u>6,069,199</u>	 <u>7,154,212</u>
 Operating income (loss)	 <u>695,222</u>	 <u>(1,852,110)</u>
<i>Nonoperating revenues (expenses):</i>		
Other nonoperating revenue	22,199	1,906
Municipal income tax	-	-
Tap and license fees	57,643	1,575
Interest expense and fiscal charges	(231,355)	(4,741)
Loss on disposal of fixed assets	(326)	(3,712)
 Total nonoperating revenues (expenses)	 <u>(151,839)</u>	 <u>(4,972)</u>
 Net income (loss) before operating transfers	 <u>543,383</u>	 <u>(1,857,082)</u>
 Operating transfers in	 37,000	 6,171
Operating transfers out	(32,528)	(215,000)
 Net income (loss)	 <u>547,855</u>	 <u>(2,065,911)</u>
 Retained earnings (deficit) at beginning of year	 5,854,183	 4,737,904
 Retained earnings (deficit) at end of year	 <u>\$ 6,402,038</u>	 <u>\$ 2,671,993</u>

<i>Airport Operating</i>	<i>Parking Garage</i>	<i>Total</i>
\$ 148,542	\$ 55,553	\$ 12,270,618
<u>148,542</u>	<u>55,553</u>	<u>12,270,618</u>
242,082	-	3,520,975
39,766	-	598,863
22,561	-	1,328,649
55,099	-	969,341
342,331	10,526	2,625,180
74,619	14,858	4,930,454
2,579	-	54,370
<u>779,037</u>	<u>25,384</u>	<u>14,027,832</u>
<u>(630,495)</u>	<u>30,169</u>	<u>(1,757,214)</u>
556	-	24,661
302,958	-	302,958
-	-	59,218
-	-	(236,096)
(2,086)	-	(6,124)
<u>301,428</u>	<u>-</u>	<u>144,617</u>
(329,067)	30,169	(1,612,597)
-	-	43,171
(30,000)	-	(277,528)
<u>(359,067)</u>	<u>30,169</u>	<u>(1,846,954)</u>
(2,035,982)	211,843	8,767,948
<u>\$ (2,395,049)</u>	<u>\$ 242,012</u>	<u>\$ 6,920,994</u>

City of Mansfield, Ohio
Combining Statement of Cash Flows
All Enterprise Funds
For the Year Ended December 31, 2001

	<u>Water Operating</u>	<u>Sewer Operating</u>	<u>Airport Operating</u>
<i>Increase (decrease) in cash and cash equivalents</i>			
<i>Cash flows from operating activities:</i>			
<i>Cash received from customers</i>	\$ 6,398,830	\$ 4,722,040	\$ 135,172
<i>Cash paid to employees</i>	(1,568,922)	(1,670,433)	(241,354)
<i>Cash paid to suppliers</i>	(3,578,395)	(3,274,361)	(192,537)
<i>Other operating expenses</i>	(219,521)	(259,985)	(37,652)
<i>Cash from other sources</i>	79,842	3,481	400,244
 <i>Net cash provided by (used for) operating activities</i>	 <u>1,111,834</u>	 <u>(479,258)</u>	 <u>63,873</u>
 <i>Cash flows from noncapital financing activities:</i>			
<i>Operating transfers in</i>	37,000	6,171	-
<i>Operating transfers out</i>	(32,528)	(215,000)	(30,000)
<i>Advance to other funds</i>	(400,000)	(400,000)	-
<i>Receipt on advances to other funds</i>	-	100,000	-
 <i>Net cash (used for) noncapital financing activities</i>	 <u>(395,528)</u>	 <u>(508,829)</u>	 <u>(30,000)</u>
 <i>Cash flows from capital and related financing activities:</i>			
<i>Acquisition/construction of capital assets</i>	(312,966)	(484,286)	(53,974)
<i>Interest paid on general obligation debt</i>	(232,340)	(4,032)	-
<i>Principal paid on general obligation debt</i>	(245,000)	(75,000)	-
<i>Interest paid on notes</i>	-	(1,045)	-
<i>Principal paid on notes</i>	(9,381)	(39,818)	-
 <i>Net cash (used for) capital and related financing activities</i>	 <u>(799,687)</u>	 <u>(604,181)</u>	 <u>(53,974)</u>
 <i>Net increase (decrease) in cash and cash equivalents</i>	 <u>(83,381)</u>	 <u>(1,592,268)</u>	 <u>(20,101)</u>
 <i>Cash and cash equivalents at beginning of year</i>	 <u>3,664,816</u>	 <u>5,158,479</u>	 <u>99,756</u>
 <i>Cash and cash equivalents at end of year</i>	 <u>\$ 3,581,435</u>	 <u>\$ 3,566,211</u>	 <u>\$ 79,655</u>

<i>Parking Garage</i>	<i>Total</i>
<hr/>	<hr/>
\$ 55,553	\$ 11,311,595
-	(3,480,709)
(14,858)	(7,060,151)
-	(517,158)
-	483,567
40,695	737,144
-	43,171
-	(277,528)
-	(800,000)
-	100,000
-	(934,357)
-	(851,226)
-	(236,372)
-	(320,000)
-	(1,045)
-	(49,199)
-	(1,457,842)
40,695	(1,655,055)
19,551	8,942,602
\$ 60,246	\$ 7,287,547
60,246	7,287,547

continued

City of Mansfield, Ohio
Combining Statement of Cash Flows
All Enterprise Funds
(continued)
For the Year Ended December 31, 2001

	<u>Water Operating</u>	<u>Sewer Operating</u>	<u>Airport Operating</u>
<i>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</i>			
Operating income (loss)	\$ 695,222	\$ (1,852,110)	\$ (630,495)
<i>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</i>			
Depreciation	575,432	1,696,891	342,331
Other nonoperating revenue	22,199	1,906	556
Municipal income tax	-	-	302,958
Tap and license fees	57,643	1,575	-
<i>Changes in assets and liabilities:</i>			
(Increase) in accounts receivable	(367,418)	(300,502)	(19,660)
Decrease in taxes receivable	-	-	109,979
Decrease in special assessment receivable	-	7,844	-
Decrease in due from other funds	-	-	2,680
(Increase) decrease in due from other governments	1,280	(279,560)	-
(Increase) decrease in inventory of supplies	(2,628)	12,186	(10,002)
Increase (decrease) in accounts payable	25,686	11,866	(30,623)
Increase (decrease) in contracts payable	14	161,421	(202)
Increase (decrease) in accrued wages and benefits	1,559	(1,203)	840
Increase in due to other governments	69,929	61,459	5,262
Increase (decrease) in deferred revenue	547	(7,844)	(9,639)
Increase (decrease) in compensated absences payable	32,369	6,813	(112)
Total adjustments	<u>416,612</u>	<u>1,372,852</u>	<u>694,368</u>
Net cash provided by (used for) operating activities	<u>\$ 1,111,834</u>	<u>\$ (479,258)</u>	<u>\$ 63,873</u>

Noncash investing, capital and financing activities:

During the year the enterprise funds acquired fixed assets from the general fixed assets account group. The contribution of the related assets totaled \$30,051.

<u>Parking Garage</u>	<u>Total</u>
\$ 30,169	\$ (1,757,214)
10,526	2,625,180
-	24,661
-	302,958
-	59,218
-	(687,580)
-	109,979
-	7,844
-	2,680
-	(278,280)
-	(444)
-	6,929
-	161,233
-	1,196
-	136,650
-	(16,936)
-	39,070
<u>10,526</u>	<u>2,494,358</u>
<u>\$ 40,695</u>	<u>\$ 737,144</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Water Operating Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
Charges for services	\$ 6,466,950	\$ 6,448,061	\$ (18,889)
Other	133,050	74,272	(58,778)
	<u>6,600,000</u>	<u>6,522,333</u>	<u>(77,667)</u>
<i>Expenses:</i>			
Personal services	1,579,820	1,568,923	10,897
Fringe benefits	204,969	203,751	1,218
Contractual services	1,809,125	1,062,660	746,465
Utilities	439,499	426,424	13,075
Materials and supplies	852,321	847,243	5,078
Other	30,469	26,054	4,415
Capital outlay	402,488	400,129	2,359
	<u>5,318,691</u>	<u>4,535,184</u>	<u>783,507</u>
Excess of revenues over expenses	1,281,309	1,987,149	705,840
Operating transfers in	37,000	37,000	-
Operating transfers out	(3,021,754)	(3,021,754)	-
	<u> </u>	<u> </u>	<u> </u>
Deficiency of revenues under expenses and operating transfers	(1,703,445)	(997,605)	705,840
Fund equity at beginning of year	3,022,635	3,022,635	-
Expenses against prior year encumbrances	566,025	566,025	-
Fund equity at end of year	<u>\$ 1,885,215</u>	<u>\$ 2,591,055</u>	<u>\$ 705,840</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Sewer Operating Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Charges for services	\$ 5,950,000	\$ 4,718,926	\$ (1,231,074)
Other	50,000	4,180	(45,820)
<i>Total revenues</i>	<u>6,000,000</u>	<u>4,723,106</u>	<u>(1,276,894)</u>
<i>Expenses:</i>			
Personal services	1,673,918	1,670,501	3,417
Fringe benefits	225,466	225,308	158
Contractual services	4,658,458	1,144,890	3,513,568
Utilities	462,433	454,614	7,819
Materials and supplies	620,221	574,924	45,297
Other	84,073	80,252	3,821
Capital outlay	581,695	560,178	21,517
<i>Total expenses</i>	<u>8,306,264</u>	<u>4,710,667</u>	<u>3,595,597</u>
<i>Excess (deficiency) of revenues over (under) expenses</i>	(2,306,264)	12,439	2,318,703
<i>Operating transfers in</i>	100,000	106,171	6,171
<i>Operating transfers out</i>	(2,460,803)	(2,460,803)	-
<i>Deficiency of revenues under expenses and operating transfers</i>	(4,667,067)	(2,342,193)	2,324,874
<i>Fund equity at beginning of year</i>	4,432,606	4,432,606	-
<i>Expenses against prior year encumbrances</i>	667,372	667,372	-
<i>Fund equity at end of year</i>	<u>\$ 432,911</u>	<u>\$ 2,757,785</u>	<u>\$ 2,324,874</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Airport Operating Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Charges for services</i>	\$ 147,200	\$ 135,172	\$ (12,028)
<i>Other</i>	2,000	556	(1,444)
	<u>149,200</u>	<u>135,728</u>	<u>(13,472)</u>
 <i>Expenses:</i>			
<i>Personal services</i>	263,400	241,354	22,046
<i>Fringe benefits</i>	49,571	34,706	14,865
<i>Contractual services</i>	52,450	50,047	2,403
<i>Utilities</i>	73,775	56,214	17,561
<i>Materials and supplies</i>	45,000	32,483	12,517
<i>Other</i>	30,022	29,876	146
<i>Capital outlay</i>	57,530	55,081	2,449
	<u>571,748</u>	<u>499,761</u>	<u>71,987</u>
 <i>Deficiency of revenues under expenses</i>	 (422,548)	 (364,033)	 58,515
 <i>Operating transfers in</i>	 413,383	 413,383	 -
<i>Operating transfers out</i>	(76,843)	(76,843)	-
	<u> </u>	<u> </u>	<u> </u>
 <i>Deficiency of revenues under expenses and operating transfers</i>	 (86,008)	 (27,493)	 58,515
 <i>Fund equity at beginning of year</i>	 21,311	 21,311	 -
 <i>Expenses against prior year encumbrances</i>	 64,746	 64,746	 -
 <i>Fund equity at end of year</i>	 <u>\$ 49</u>	 <u>\$ 58,564</u>	 <u>\$ 58,515</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Parking Garage Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Charges for services</i>	\$ 25,000	\$ 54,752	\$ 29,752
<i>Total revenues</i>	<u>25,000</u>	<u>54,752</u>	<u>29,752</u>
 <i>Expenses:</i>			
<i>Contractual services</i>	29,044	28,601	443
<i>Total expenses</i>	<u>29,044</u>	<u>28,601</u>	<u>443</u>
 <i>Excess (deficiency) of revenues over (under) expenses</i>	 (4,044)	 26,151	 30,195
<i>Operating transfers out</i>	 (14,858)	 (14,858)	 -
 <i>Excess (deficiency) of revenues over (under) expenses and operating transfers</i>	 (18,902)	 11,293	 30,195
 <i>Fund equity at beginning of year</i>	 18,902	 18,902	 -
 <i>Fund equity at end of year</i>	 <u>\$ -</u>	 <u>\$ 30,195</u>	 <u>\$ 30,195</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Total All Enterprise Funds
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Charges for services	\$ 12,589,150	\$ 11,356,911	\$ (1,232,239)
Other	185,050	79,008	(106,042)
<i>Total revenues</i>	<u>12,774,200</u>	<u>11,435,919</u>	<u>(1,338,281)</u>
<i>Expenses:</i>			
Personal services	3,517,138	3,480,778	36,360
Fringe benefits	480,006	463,765	16,241
Contractual services	6,549,077	2,286,198	4,262,879
Utilities	975,707	937,252	38,455
Materials and supplies	1,517,542	1,454,650	62,892
Other	144,564	136,182	8,382
Capital outlay	1,041,713	1,015,388	26,325
<i>Total expenses</i>	<u>14,225,747</u>	<u>9,774,213</u>	<u>4,451,534</u>
<i>Excess (deficiency) of revenues over (under) expenses</i>	<u>(1,451,547)</u>	<u>1,661,706</u>	<u>3,113,253</u>
<i>Operating transfers in</i>	550,383	556,554	6,171
<i>Operating transfers out</i>	<u>(5,574,258)</u>	<u>(5,574,258)</u>	<u>-</u>
<i>Deficiency of revenues under expenses and operating transfers</i>	<u>(6,475,422)</u>	<u>(3,355,998)</u>	<u>3,119,424</u>
<i>Fund equity at beginning of year</i>	7,495,454	7,495,454	-
<i>Expenses against prior year encumbrances</i>	1,298,143	1,298,143	-
<i>Fund equity at end of year</i>	<u>\$ 2,318,175</u>	<u>\$ 5,437,599</u>	<u>\$ 3,119,424</u>

INTERNAL SERVICE FUNDS

To account for the financing of goods or services provided by one department for the other departments within the City.

Garage Operating:

To account for the operation of the municipal vehicle repair garage for work performed for all departments within the City.

Data Processing:

To account for the operation of the municipal data processing department for work performed for all departments within the City.

Utility Collections:

To account for the operation of the utility collections department for services provided to the water, sewer, codes and permits, and parking departments. The funds using the utility billing service are charged for the cost of the operation.

Health Insurance:

To account for the expenses incurred in the activity of self insurance by the City for employee health insurance.

OML Self Insurance:

To account for the expenses incurred in the activity of liability insurance as a member of the Ohio Municipal League Joint Self-Insurance Pool.

Workers Compensation:

To account for the expenses incurred in the activity of the State Workers Compensation System.

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

	<u>Garage Operating</u>	<u>Dta Processing</u>	<u>Utility Collections</u>	<u>Health Insurance</u>
<i>Assets:</i>				
<i>Current assets:</i>				
Equity in pooled cash and cash equivalents	\$ 288,570	\$ 9,082	\$ 28,606	\$ 103,063
Due from other funds	2,297	-	-	-
Inventories of supplies	3,595	16,526	17,832	-
<i>Total current assets</i>	<u>294,462</u>	<u>25,608</u>	<u>46,438</u>	<u>103,063</u>
<i>Property, plant and equipment:</i>				
Equipment	424,062	664,947	349,962	-
Less: accumulated depreciation	(400,406)	(503,689)	(205,115)	-
<i>Net property, plant and equipment</i>	<u>23,656</u>	<u>161,258</u>	<u>144,847</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 318,118</u>	<u>\$ 186,866</u>	<u>\$ 191,285</u>	<u>\$ 103,063</u>
<i>Liabilities:</i>				
<i>Current liabilities:</i>				
Accounts payable	\$ 35,925	\$ 3,710	\$ 911	\$ 65,645
Contracts payable	88	18,295	289	-
Accrued wages and benefits	10,849	5,391	18,149	-
Due to other governments	45,616	20,364	68,237	17,407
Advance from other funds	-	-	-	800,000
Claims and judgements payable	-	-	-	658,714
<i>Total current liabilities</i>	<u>92,478</u>	<u>47,760</u>	<u>87,586</u>	<u>1,541,766</u>
<i>Noncurrent liabilities:</i>				
Compensated absences payable	87,837	49,053	88,150	-
Obligation under capital lease	-	82,988	-	-
<i>Total noncurrent liabilities</i>	<u>87,837</u>	<u>132,041</u>	<u>88,150</u>	<u>-</u>
<i>Total liabilities</i>	<u>180,315</u>	<u>179,801</u>	<u>175,736</u>	<u>1,541,766</u>
<i>Fund equity:</i>				
Contributed capital	2,443	20,231	31,834	81,168
Retained earnings (deficit)	135,360	(13,166)	(16,285)	(1,519,871)
Unreserved	-	-	-	-
<i>Total fund equity (deficit)</i>	<u>137,803</u>	<u>7,065</u>	<u>15,549</u>	<u>(1,438,703)</u>
<i>Total liabilities and fund equity</i>	<u>\$ 318,118</u>	<u>\$ 186,866</u>	<u>\$ 191,285</u>	<u>\$ 103,063</u>

<u>OML Self Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
\$ 431	\$ 1,633	\$ 431,385
251	-	2,548
-	-	37,953
<u>682</u>	<u>1,633</u>	<u>471,886</u>
-	-	1,438,971
-	-	(1,109,210)
<u>-</u>	<u>-</u>	<u>329,761</u>
<u>\$ 682</u>	<u>\$ 1,633</u>	<u>\$ 801,647</u>
<u>-</u>	<u>-</u>	<u>106,191</u>
-	-	18,672
-	-	34,389
-	-	151,624
-	-	800,000
-	-	658,714
<u>-</u>	<u>-</u>	<u>1,769,590</u>
-	-	225,040
-	-	82,988
<u>-</u>	<u>-</u>	<u>308,028</u>
<u>-</u>	<u>-</u>	<u>2,077,618</u>
-	-	135,676
682	1,633	(1,411,647)
<u>682</u>	<u>1,633</u>	<u>(1,275,971)</u>
<u>\$ 682</u>	<u>\$ 1,633</u>	<u>\$ 801,647</u>

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

	<u>Garage Operating</u>	<u>Data Processing</u>	<u>Utility Collections</u>	<u>Health Insurance</u>
<i>Operating revenues:</i>				
<i>Charges for services</i>	\$ 1,151,333	\$ 535,553	\$ 1,114,158	\$ 3,260,216
<i>Total operating revenues</i>	<u>1,151,333</u>	<u>535,553</u>	<u>1,114,158</u>	<u>3,260,216</u>
<i>Operating expenses:</i>				
<i>Personal services</i>	409,137	179,996	615,258	-
<i>Fringe benefits</i>	71,795	25,256	102,757	-
<i>Materials and supplies</i>	472,376	47,958	159,099	-
<i>Utilities</i>	48,436	-	-	-
<i>Depreciation</i>	12,873	60,983	43,539	-
<i>Contractual services</i>	187,049	222,783	233,295	354,479
<i>Claims expense</i>	-	-	-	3,757,363
<i>Other operating</i>	415	415	-	17,407
<i>Total operating expenses</i>	<u>1,202,081</u>	<u>537,391</u>	<u>1,153,948</u>	<u>4,129,249</u>
<i>Operating income (loss)</i>	<u>(50,748)</u>	<u>(1,838)</u>	<u>(39,790)</u>	<u>(869,033)</u>
<i>Nonoperating revenues (expenses):</i>				
<i>Other nonoperating revenue</i>	1,224	-	2,733	-
<i>Interest expense and fiscal charges</i>	-	(5,561)	-	-
<i>Loss on disposal of fixed assets</i>	-	(638)	-	-
<i>Total nonoperating revenues (expenses)</i>	<u>1,224</u>	<u>(6,199)</u>	<u>2,733</u>	<u>-</u>
<i>Net income (loss) before operating transfers</i>	<u>(49,524)</u>	<u>(8,037)</u>	<u>(37,057)</u>	<u>(869,033)</u>
<i>Operating transfers out</i>	<u>-</u>	<u>(2,000)</u>	<u>-</u>	<u>-</u>
<i>Net income (loss)</i>	<u>(49,524)</u>	<u>(10,037)</u>	<u>(37,057)</u>	<u>(869,033)</u>
<i>Retained earnings (deficit) at beginning of year</i>	184,884	(3,129)	20,772	(650,838)
<i>Retained earnings (deficit) at end of year</i>	<u>\$ 135,360</u>	<u>\$ (13,166)</u>	<u>\$ (16,285)</u>	<u>\$(1,519,871)</u>

<i>OML Self Insurance</i>	<i>Workers Compensation</i>	<i>Total</i>
\$ 262,000	\$ 506,447	\$ 6,829,707
<u>262,000</u>	<u>506,447</u>	<u>6,829,707</u>
-	-	1,204,391
-	-	199,808
-	-	679,433
-	-	48,436
-	-	117,395
259,877	1,325,283	2,582,766
-	-	3,757,363
-	-	18,237
<u>259,877</u>	<u>1,325,283</u>	<u>8,607,829</u>
2,123	(818,836)	(1,778,122)
-	705,404	709,361
-	-	(5,561)
-	-	(638)
<u>-</u>	<u>705,404</u>	<u>703,162</u>
2,123	(113,432)	(1,074,960)
-	-	(2,000)
<u>2,123</u>	<u>(113,432)</u>	<u>(1,076,960)</u>
(1,441)	115,065	(334,687)
<u>\$ 682</u>	<u>\$ 1,633</u>	<u>\$ (1,411,647)</u>

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

	<u>Garage Operating</u>	<u>Data Processing</u>	<u>Utility Collections</u>
<i>Increase (decrease) in cash and cash equivalents</i>			
<i>Cash flows from operating activities:</i>			
<i>Cash received from quasi-external operating transactions with other funds</i>	\$ 1,149,036	\$ 535,553	\$ 1,114,158
<i>Cash paid to employees</i>	(404,511)	(180,998)	(612,766)
<i>Cash paid to suppliers</i>	(717,844)	(253,211)	(394,064)
<i>Cash paid to claims</i>	-	-	-
<i>Other operating expenses</i>	(59,436)	(18,953)	(82,406)
<i>Cash from other sources</i>	1,224	-	2,733
<i>Net cash provided by (used for) operating activities</i>	<u>(31,531)</u>	<u>82,391</u>	<u>27,655</u>
<i>Cash flows from noncapital financing activities:</i>			
<i>Operating transfers out</i>	-	(2,000)	-
<i>Advance from other funds</i>	-	-	-
<i>Net cash provided by (used for) noncapital financing activities</i>	<u>-</u>	<u>(2,000)</u>	<u>-</u>
<i>Cash flows from capital and related financing activities:</i>			
<i>Acquisition/construction of capital assets</i>	(2,820)	(34,505)	(68,759)
<i>Interest paid on equipment contract</i>	-	(5,561)	-
<i>Principal paid on equipment contract</i>	-	(42,017)	-
<i>Net cash (used for) capital and related financing activities</i>	<u>(2,820)</u>	<u>(82,083)</u>	<u>(68,759)</u>
<i>Net (decrease) in cash and cash equivalents</i>	(34,351)	(1,692)	(41,104)
<i>Cash and cash equivalents at beginning of year</i>	<u>322,921</u>	<u>10,774</u>	<u>69,710</u>
<i>Cash and cash equivalents at end of year</i>	<u>\$ 288,570</u>	<u>\$ 9,082</u>	<u>\$ 28,606</u>

<u>Health Insurance</u>	<u>OML Self Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
\$ 3,260,216	\$ 261,749	\$ 506,447	\$ 6,827,159
-	-	-	(1,198,275)
(297,318)	(265,777)	(1,459,768)	(3,387,982)
(3,807,635)	-	-	(3,807,635)
-	-	-	(160,795)
-	-	705,404	709,361
<u>(844,737)</u>	<u>(4,028)</u>	<u>(247,917)</u>	<u>(1,018,167)</u>
-	-	-	(2,000)
800,000	-	-	800,000
<u>800,000</u>	<u>-</u>	<u>-</u>	<u>798,000</u>
-	-	-	(106,084)
-	-	-	(5,561)
-	-	-	(42,017)
<u>-</u>	<u>-</u>	<u>-</u>	<u>(153,662)</u>
(44,737)	(4,028)	(247,917)	(373,829)
147,800	4,459	249,550	805,214
<u>\$ 103,063</u>	<u>\$ 431</u>	<u>\$ 1,633</u>	<u>\$ 431,385</u>

continued

City of Mansfield, Ohio
Combining Statement of Cash Flows
All Internal Service Funds
(continued)
For the Year Ended December 31, 2001

	<u>Garage Operating</u>	<u>Data Processing</u>	<u>Utility Collections</u>
<i>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</i>			
Operating income (loss)	\$ (50,748)	\$ (1,838)	\$ (39,790)
<i>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</i>			
Depreciation	12,873	60,983	43,539
Other nonoperating revenue	1,224	-	2,733
<i>Changes in assets and liabilities:</i>			
(Increase) decrease in inventory of supplies	44	(1,675)	(2,525)
(Increase) in due from other funds	(2,297)	-	-
Increase (decrease) in accounts payable	(10,017)	910	855
Increase (decrease) in contracts payable	(12)	18,295	61
Increase (decrease) in accrued wages and benefits	(1,664)	834	1,131
Increase (decrease) in due to other governments	12,776	6,718	20,290
(Decrease) in claims and judgements payable	-	-	-
Increase (decrease) in compensated absences payable	6,290	(1,836)	1,361
Total adjustments	19,217	84,229	67,445
Net cash provided by (used for) operating activities	\$ (31,531)	\$ 82,391	\$ 27,655

Noncash investing, capital and financing activities:

During the year the internal service funds acquired fixed assets from the general fixed assets account group. The contribution of the related assets totaled \$19,994.

<u>Health Insurance</u>	<u>OML Self Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
\$ (869,033)	\$ 2,123	\$ (818,836)	\$ (1,778,122)
-	-	-	117,395
-	-	705,404	709,361
-	-	-	(4,156)
-	(251)	-	(2,548)
57,161	(5,900)	-	43,009
-	-	-	18,344
-	-	-	301
17,407	-	(134,485)	(77,294)
(50,272)	-	-	(50,272)
-	-	-	5,815
<u>24,296</u>	<u>(6,151)</u>	<u>570,919</u>	<u>759,955</u>
<u>\$ (844,737)</u>	<u>\$ (4,028)</u>	<u>\$ (247,917)</u>	<u>\$ (1,018,167)</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Garage Operating Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Other</i>	\$ 4,000	\$ 1,224	\$ (2,776)
<i>Total revenues</i>	<u>4,000</u>	<u>1,224</u>	<u>(2,776)</u>
 <i>Expenses:</i>			
<i>Personal services</i>	404,511	404,511	-
<i>Fringe benefits</i>	71,601	59,018	12,583
<i>Contractual services</i>	97,787	97,787	-
<i>Utilities</i>	45,837	45,837	-
<i>Materials and supplies</i>	544,903	540,888	4,015
<i>Other</i>	1,000	414	586
<i>Capital outlay</i>	134,198	134,198	-
<i>Total expenses</i>	<u>1,299,837</u>	<u>1,282,653</u>	<u>17,184</u>
 <i>Deficiency of revenues under expenses</i>	 (1,295,837)	 (1,281,429)	 14,408
<i>Operating transfers in</i>	1,159,104	1,149,036	(10,068)
<i>Operating transfers out</i>	(186,181)	(186,181)	-
 <i>Deficiency of revenues under expenses and operating transfers</i>	 (322,914)	 (318,574)	 4,340
 <i>Fund equity at beginning of year</i>	 138,022	 138,022	 -
 <i>Expenses against prior year encumbrances</i>	 184,892	 184,892	 -
 <i>Fund equity at end of year</i>	 <u>\$ -</u>	 <u>\$ 4,340</u>	 <u>\$ 4,340</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Data Processing Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Other</i>	\$ -	\$ -	\$ -
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>
 <i>Expenses:</i>			
<i>Personal services</i>	181,600	180,998	602
<i>Fringe benefits</i>	28,336	18,538	9,798
<i>Contractual services</i>	227,277	221,078	6,199
<i>Materials and supplies</i>	33,810	33,593	217
<i>Other</i>	500	415	85
<i>Capital outlay</i>	54,000	53,345	655
<i>Total expenses</i>	<u>525,523</u>	<u>507,967</u>	<u>17,556</u>
 <i>Deficiency of revenues under expenses</i>	(525,523)	(507,967)	17,556
<i>Operating transfers in</i>	545,553	535,553	(10,000)
<i>Operating transfers out</i>	(30,804)	(30,804)	-
	<u>-</u>	<u>-</u>	<u>-</u>
 <i>Deficiency of revenues under expenses and operating transfers</i>	(10,774)	(3,218)	7,556
 <i>Fund equity at beginning of year</i>	1,686	1,686	-
 <i>Expenses against prior year encumbrances</i>	9,088	9,088	-
 <i>Fund equity at end of year</i>	<u>\$ -</u>	<u>\$ 7,556</u>	<u>\$ 7,556</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Utility Collections Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<i>Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
	<u> </u>	<u> </u>	<u> </u>
<i>Revenues:</i>			
<i>Other</i>	\$ 6,300	\$ 2,805	\$ (3,495)
<i>Total revenues</i>	<u>6,300</u>	<u>2,805</u>	<u>(3,495)</u>
 <i>Expenses:</i>			
<i>Personal services</i>	614,766	612,766	2,000
<i>Fringe benefits</i>	109,609	82,693	26,916
<i>Contractual services</i>	16,278	15,323	955
<i>Materials and supplies</i>	165,811	165,163	648
<i>Capital outlay</i>	65,715	65,685	30
<i>Total expenses</i>	<u>972,179</u>	<u>941,630</u>	<u>30,549</u>
<i>Deficiency of revenues under expenses</i>	(965,879)	(938,825)	27,054
<i>Operating transfers in</i>	1,114,158	1,114,158	-
<i>Operating transfers out</i>	(217,767)	(217,767)	-
 <i>Deficiency of revenues under expenses and operating transfers</i>	 <u>(69,488)</u>	 <u>(42,434)</u>	 <u>27,054</u>
<i>Fund equity at beginning of year</i>	11,013	11,013	-
<i>Expenses against prior year encumbrances</i>	58,576	58,576	-
 <i>Fund equity at end of year</i>	 <u>\$ 101</u>	 <u>\$ 27,155</u>	 <u>\$ 27,054</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Other</i>	\$ 370,000	\$ 281,504	\$ (88,496)
<i>Total revenues</i>	<u>370,000</u>	<u>281,504</u>	<u>(88,496)</u>
 <i>Expenses:</i>			
<i>Contractual services</i>	4,242,793	4,178,258	64,535
<i>Total expenses</i>	<u>4,242,793</u>	<u>4,178,258</u>	<u>64,535</u>
 <i>Deficiency of revenues under expenses</i>	<u>(3,872,793)</u>	<u>(3,896,754)</u>	<u>(23,961)</u>
<i>Operating transfers in</i>	<u>3,904,994</u>	<u>3,852,016</u>	<u>(52,978)</u>
 <i>Excess (deficiency) of revenues over (under) expenses and operating transfers</i>	<u>32,201</u>	<u>(44,738)</u>	<u>(76,939)</u>
 <i>Fund equity at beginning of year</i>	<u>147,801</u>	<u>147,801</u>	<u>-</u>
 <i>Fund equity at end of year</i>	<u>\$ 180,002</u>	<u>\$ 103,063</u>	<u>\$ (76,939)</u>

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Other</i>	\$ -	\$ -	\$ -
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenses:</i>			
<i>Contractual services</i>	266,459	265,777	682
<i>Total expenses</i>	<u>266,459</u>	<u>265,777</u>	<u>682</u>
<i>Deficiency of revenues under expenses</i>	(266,459)	(265,777)	682
<i>Operating transfers in</i>	<u>262,000</u>	<u>261,749</u>	<u>(251)</u>
<i>Deficiency of revenues under expenses and operating transfers</i>	(4,459)	(4,028)	431
<i>Fund equity at beginning of year</i>	4,459	4,459	-
<i>Fund equity at end of year</i>	<u>\$ -</u>	<u>\$ 431</u>	<u>\$ 431</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Workers Compensation Fund
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
<i>Other</i>	\$ 698,000	\$ 705,404	\$ 7,404
<i>Total revenues</i>	<u>698,000</u>	<u>705,404</u>	<u>7,404</u>
 <i>Expenses:</i>			
<i>Contractual services</i>	1,616,996	1,459,768	157,228
<i>Total expenses</i>	<u>1,616,996</u>	<u>1,459,768</u>	<u>157,228</u>
 <i>Deficiency of revenues under expenses</i>	<u>(918,996)</u>	<u>(754,364)</u>	<u>164,632</u>
<i>Operating transfers in</i>	669,446	506,447	(162,999)
 <i>Deficiency of revenues under expenses and operating transfers</i>	<u>(249,550)</u>	<u>(247,917)</u>	<u>1,633</u>
 <i>Fund equity at beginning of year</i>	249,550	249,550	-
 <i>Fund equity at end of year</i>	<u>\$ -</u>	<u>\$ 1,633</u>	<u>\$ 1,633</u>

City of Mansfield, Ohio
Schedule of Revenues, Expenses and
Changes in Fund Equity - Budget and Actual
Total All Internal Service Funds
(Non-GAAP) Budget Basis
For the Year Ended December 31, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<i>Revenues:</i>			
Other	\$ 1,078,300	\$ 990,937	\$ (87,363)
<i>Total revenues</i>	<u>1,078,300</u>	<u>990,937</u>	<u>(87,363)</u>
 <i>Expenses:</i>			
Personal services	1,200,877	1,198,275	2,602
Fringe benefits	209,546	160,249	49,297
Contractual services	6,467,590	6,237,991	229,599
Utilities	45,837	45,837	-
Materials and supplies	744,524	739,644	4,880
Other	1,500	829	671
Capital outlay	253,913	253,228	685
<i>Total expenses</i>	<u>8,923,787</u>	<u>8,636,053</u>	<u>287,734</u>
 <i>Deficiency of revenues under expenses</i>	<u>(7,845,487)</u>	<u>(7,645,116)</u>	<u>200,371</u>
Operating transfers in	7,655,255	7,418,959	(236,296)
Operating transfers out	(434,752)	(434,752)	-
 <i>Deficiency of revenues under expenses and operating transfers</i>	<u>(624,984)</u>	<u>(660,909)</u>	<u>(35,925)</u>
 <i>Fund equity at beginning of year</i>	552,531	552,531	-
 <i>Expenses against prior year encumbrances</i>	252,556	252,556	-
 <i>Fund equity at end of year</i>	<u>\$ 180,103</u>	<u>\$ 144,178</u>	<u>\$ (35,925)</u>

FIDUCIARY FUNDS

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.

EXPENDABLE TRUST FUNDS

Sub Division Fees:

Established to account for monies received from land developers in lieu of a contribution of undeveloped land.

Unclaimed Money:

Established to account for monies held by the City not claimed by individuals.

Historic Preservation:

Established to account for donations made to help in furtherance of historic preservation activity.

Shade Tree:

Established to account for donations and in kind contributions for the planting of trees.

AGENCY FUNDS

OSP Fines:

Established to account for monies collected through Ohio State Patrol fines that are then distributed to the local Law Library organization.

Sewer and Street Opening:

Established to account for monies deposited with the City by individuals who intend to excavate portions of City streets or sidewalks.

Building Security:

Established to account for deposits received from individuals to guarantee proper demolition and removal of structures damaged by fire.

Payroll Agency:

Established to account for monies aggregated from the various operating funds for payroll and payroll-related liabilities. As a pay period closed, the operating funds record the gross pay as expenditures or expenses; the payroll agency fund simultaneously records the various liabilities.

Municipal Court:

Established to account for monies that flow through the Clerk of courts office.

Transient Occupancy Tax:

Established to account for collections of local tax on hotel and motel guests. Monies collected go to the Richland County Convention & Visitors Bureau and the local Main Street USA.

Board of Standards Assessments:

Established to account for fees, for the acceptance and approval of building plans.

Utility Deposits:

Established to account for monies deposited with the City by individuals for water and sewer service.

City of Mansfield, Ohio
Combining Balance Sheet
All Fiduciary Funds
December 31, 2001

	<i>Expendable Trust</i>		
	<i>Sub Division Fees</i>	<i>Unclaimed Money</i>	<i>Shade Tree</i>
<i>Assets:</i>			
<i>Equity in pooled cash and cash equivalents</i>	\$ 51,064	\$ 93,365	\$ 1,760
<i>Investments</i>	-	-	-
<i>Cash and cash equivalents with fiscal and escrow agent</i>	-	-	-
<i>Taxes receivable</i>	-	-	-
<i>Due from other funds</i>	-	-	-
 <i>Total assets</i>	 \$ 51,064	 \$ 93,365	 \$ 1,760
 <i>Liabilities:</i>			
<i>Due to other funds</i>	\$ -	\$ -	\$ -
<i>Due to other governments</i>	-	-	-
<i>Due to individuals</i>	-	-	-
<i>Unapportioned monies</i>	-	-	-
 <i>Total liabilities</i>	 -	 -	 -
 <i>Fund equity:</i>			
<i>Fund balance</i>			
<i>Unreserved and undesignated</i>	51,064	93,365	1,760
 <i>Total fund equity</i>	 51,064	 93,365	 1,760
 <i>Total liabilities and fund equity</i>	 \$ 51,064	 \$ 93,365	 \$ 1,760

continued

City of Mansfield, Ohio
Combining Balance Sheet
All Fiduciary Funds
(continued)
December 31, 2001

Agency Funds

	<u>OSP Fines</u>	<u>Sewer and Street Opening</u>	<u>Building Security</u>	<u>Payroll Agency</u>
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ -	\$ 11,915	\$ 4,600	\$ -
<i>Investments</i>	-	-	-	-
<i>Cash and cash equivalent with fiscal and escrow agent</i>	-	-	-	219,075
<i>Taxes receivable</i>	-	-	-	-
<i>Due from other funds</i>	4,450	-	-	-
<i>Total assets</i>	<u>\$ 4,450</u>	<u>\$ 11,915</u>	<u>\$ 4,600</u>	<u>\$ 219,075</u>
<i>Liabilities:</i>				
<i>Due to other funds</i>	\$ -	\$ -	\$ -	\$ 827
<i>Due to other governments</i>	-	-	-	82,415
<i>Due to individuals</i>	4,450	11,915	4,600	135,833
<i>Unapportioned monies</i>	-	-	-	-
<i>Total liabilities</i>	<u>4,450</u>	<u>11,915</u>	<u>4,600</u>	<u>219,075</u>
<i>Fund equity:</i>				
<i>Fund balance</i>				
<i>Unreserved and undesignated</i>	-	-	-	-
<i>Total fund equity</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund equity</i>	<u>\$ 4,450</u>	<u>\$ 11,915</u>	<u>\$ 4,600</u>	<u>\$ 219,075</u>

Agency Funds

<i>Municipal Court</i>	<i>Transient Occupancy Tax</i>	<i>Board of Standards Assessments</i>	<i>Utility Deposits</i>	<i>Total Fiduciary Funds</i>
\$ 526,045	\$ -	\$ 163	\$ 750	\$ 689,662
205,000	-	-	-	205,000
-	-	-	-	219,075
-	9,029	-	-	9,029
1,415	-	-	-	5,865
<u>\$ 732,460</u>	<u>\$ 9,029</u>	<u>\$ 163</u>	<u>\$ 750</u>	<u>\$ 1,128,631</u>
\$ 160,942	\$ 1,815	\$ -	\$ -	\$ 163,584
76,768	-	163	-	159,346
209	7,214	-	750	164,971
494,541	-	-	-	494,541
<u>732,460</u>	<u>9,029</u>	<u>163</u>	<u>750</u>	<u>982,442</u>
-	-	-	-	146,189
-	-	-	-	146,189
<u>\$ 732,460</u>	<u>\$ 9,029</u>	<u>\$ 163</u>	<u>\$ 750</u>	<u>\$ 1,128,631</u>

City of Mansfield, Ohio
Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
All Expendable Trust Funds
For the Year Ended December 31, 2001

	<u>Sub Division Fees</u>	<u>Unclaimed Money</u>	<u>Historic Preservation</u>
<i>Revenues:</i>			
<i>Miscellaneous</i>	\$ 439	\$ 1,765	\$ -
<i>Total revenues</i>	<u>439</u>	<u>1,765</u>	<u>-</u>
<i>Expenditures:</i>			
<i>Current:</i>			
<i>General government</i>	-	295	-
<i>Total expenditures</i>	<u>-</u>	<u>295</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>439</u>	<u>1,470</u>	<u>-</u>
<i>Other financing uses:</i>			
<i>Operating transfers out</i>	-	-	(689)
<i>Total other financing uses</i>	<u>-</u>	<u>-</u>	<u>(689)</u>
<i>Excess (deficiency) of revenues over (under) expenditures and other financing uses</i>	<u>439</u>	<u>1,470</u>	<u>(689)</u>
<i>Fund balances at beginning of year</i>	50,625	91,895	689
<i>Fund balances at end of year</i>	<u>\$ 51,064</u>	<u>\$ 93,365</u>	<u>\$ -</u>

<i>Shade Tree</i>	<i>Total</i>
\$ -	\$ 2,204
<u>-</u>	<u>2,204</u>
3,279	3,574
<u>3,279</u>	<u>3,574</u>
(3,279)	(1,370)
<u>-</u>	<u>(689)</u>
-	(689)
<u>-</u>	<u>(689)</u>
(3,279)	(2,059)
5,039	148,248
<u>\$ 1,760</u>	<u>\$ 146,189</u>
<u><u>1,760</u></u>	<u><u>146,189</u></u>

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

OSP Fines

	<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ 5,777	\$ 71,098	\$ 76,875	\$ -
<i>Due from other funds</i>	6,114	69,434	71,098	4,450
<i>Total assets</i>	<u>\$ 11,891</u>	<u>\$ 140,532</u>	<u>\$ 147,973</u>	<u>\$ 4,450</u>
 <i>Liabilities:</i>				
<i>Due to individuals</i>	\$ 11,891	\$ 69,434	\$ 76,875	\$ 4,450
<i>Total liabilities</i>	<u>\$ 11,891</u>	<u>\$ 69,434</u>	<u>\$ 76,875</u>	<u>\$ 4,450</u>

Sewer and Street Opening

<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
\$ 9,635	\$ 6,600	\$ 4,320	\$ 11,915
-	-	-	-
<u>\$ 9,635</u>	<u>\$ 6,600</u>	<u>\$ 4,320</u>	<u>\$ 11,915</u>
<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>
\$ 9,635	\$ 6,600	\$ 4,320	\$ 11,915
<u>\$ 9,635</u>	<u>\$ 6,600</u>	<u>\$ 4,320</u>	<u>\$ 11,915</u>
<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>

continued

City of Mansfield, Ohio
Combining Statement of Changes
In Assets and Liabilities
All Agency Funds
(continued)
For the Year Ended December 31, 2001

Building Security

	<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ 8,000	\$ 16,175	\$ 19,575	\$ 4,600
<i>Cash and cash equivalents with fiscal and escrow agent</i>	-	-	-	-
<i>Total assets</i>	<u>\$ 8,000</u>	<u>\$ 16,175</u>	<u>\$ 19,575</u>	<u>\$ 4,600</u>
 <i>Liabilities:</i>				
<i>Due to other funds</i>	\$ -	\$ -	\$ -	\$ -
<i>Due to other governments</i>	-	-	-	-
<i>Due to individuals</i>	8,000	16,175	19,575	4,600
<i>Total liabilities</i>	<u>\$ 8,000</u>	<u>\$ 16,175</u>	<u>\$ 19,575</u>	<u>\$ 4,600</u>

Payroll Agency

<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
\$ -	\$ -	\$ -	\$ -
405,732	25,036,615	25,223,272	219,075
<u>\$ 405,732</u>	<u>\$ 25,036,615</u>	<u>\$ 25,223,272</u>	<u>\$ 219,075</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
\$ 46,957	\$ 603,940	\$ 650,070	\$ 827
150,185	6,791,817	6,806,169	135,833
208,590	17,640,858	17,767,033	82,415
<u>\$ 405,732</u>	<u>\$ 25,036,615</u>	<u>\$ 25,223,272</u>	<u>\$ 219,075</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>

continued

City of Mansfield, Ohio
Combining Statement of Changes
In Assets and Liabilities
All Agency Funds
(continued)
For the Year Ended December 31, 2001

Municipal Court

	<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ 372,661	\$ 4,986,277	\$ 4,832,893	\$ 526,045
<i>Investments</i>	190,000	15,000	-	205,000
<i>Taxes receivables</i>	-	-	-	-
<i>Due from other funds</i>	-	1,415	-	1,415
 <i>Total assets</i>	 <u>\$ 562,661</u>	 <u>\$ 5,002,692</u>	 <u>\$ 4,832,893</u>	 <u>\$ 732,460</u>
 <i>Liabilities:</i>				
<i>Due to other funds</i>	\$ 144,968	\$ 2,133,892	\$ 2,117,918	\$ 160,942
<i>Due to other governments</i>	73,833	1,147,392	1,144,457	76,768
<i>Due to individuals</i>	2,504	27,780	30,075	209
<i>Unapportioned monies</i>	341,356	1,693,628	1,540,443	494,541
 <i>Total liabilities</i>	 <u>\$ 562,661</u>	 <u>\$ 5,002,692</u>	 <u>\$ 4,832,893</u>	 <u>\$ 732,460</u>

Transient Occupancy Tax

<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
\$ 12,608	\$ 193,696	\$ 206,304	\$ -
-	-	-	-
8,871	193,854	193,696	9,029
-	-	-	-
<u>\$ 21,479</u>	<u>\$ 387,550</u>	<u>\$ 400,000</u>	<u>\$ 9,029</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>
\$ 4,902	\$ 23,293	\$ 26,380	\$ 1,815
-	-	-	-
16,577	170,561	179,924	7,214
-	-	-	-
<u>\$ 21,479</u>	<u>\$ 193,854</u>	<u>\$ 206,304</u>	<u>\$ 9,029</u>
<u> </u>	<u> </u>	<u> </u>	<u> </u>

continued

City of Mansfield, Ohio
Combining Statement of Changes
In Assets and Liabilities
All Agency Funds
(continued)
For the Year Ended December 31, 2001

Board of Standards Assessments

	<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ 425	\$ 1,864	\$ 2,126	\$ 163
<i>Total assets</i>	<u>\$ 425</u>	<u>\$ 1,864</u>	<u>\$ 2,126</u>	<u>\$ 163</u>
<i>Liabilities:</i>				
<i>Due to other governments</i>	\$ 425	\$ 1,864	\$ 2,126	\$ 163
<i>Due to individuals</i>	-	-	-	-
<i>Total liabilities</i>	<u>\$ 425</u>	<u>\$ 1,864</u>	<u>\$ 2,126</u>	<u>\$ 163</u>

Utility Deposits

<i>Balance 1/1/01</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance 12/31/01</i>
\$ 600	\$ 1,000	\$ 850	\$ 750
<u>\$ 600</u>	<u>\$ 1,000</u>	<u>\$ 850</u>	<u>\$ 750</u>
<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>
\$ - 600	\$ - 1,000	\$ - 850	\$ - 750
<u>\$ 600</u>	<u>\$ 1,000</u>	<u>\$ 850</u>	<u>\$ 750</u>
<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>

continued

City of Mansfield, Ohio
Combining Statement of Changes
In Assets and Liabilities
All Agency Funds
(continued)
For the Year Ended December 31, 2001

Total All Agency Funds

	<u>Balance 1/1/01</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/01</u>
<i>Assets:</i>				
<i>Equity in pooled cash and cash equivalents</i>	\$ 409,706	\$ 5,276,710	\$ 5,142,943	\$ 543,473
<i>Investments</i>	190,000	15,000	-	205,000
<i>Cash and cash equivalents with fiscal and escrow agent</i>	405,732	25,036,615	25,223,272	219,075
<i>Taxes receivables</i>	8,871	193,854	193,696	9,029
<i>Due from other funds</i>	6,114	70,849	71,098	5,865
 <i>Total assets</i>	 <u>\$ 1,020,423</u>	 <u>\$ 30,593,028</u>	 <u>\$ 30,631,009</u>	 <u>\$ 982,442</u>
 <i>Liabilities:</i>				
<i>Due to other funds</i>	\$ 196,827	\$ 2,761,125	\$ 2,794,368	\$ 163,584
<i>Due to other governments</i>	224,443	7,941,073	7,952,752	212,764
<i>Due to individuals</i>	257,797	17,932,408	18,078,652	111,553
<i>Unapportioned monies</i>	341,356	1,693,628	1,540,443	494,541
 <i>Total liabilities</i>	 <u>\$ 1,020,423</u>	 <u>\$ 30,328,234</u>	 <u>\$ 30,366,215</u>	 <u>\$ 982,442</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets other than those accounted for in the proprietary funds or trust funds.

City of Mansfield, Ohio
 General Fixed Assets Account Group
 Schedule of General Fixed Assets by Sources
 December 31, 2001

<i>General fixed assets:</i>	
<i>Land</i>	\$ 4,369,537
<i>Buildings</i>	12,748,940
<i>Improvements other than buildings</i>	711,418
<i>Equipment</i>	13,209,767
<i>Construction in progress</i>	1,429,859
 <i>Total general fixed assets</i>	 \$32,469,521

<i>Investment in general fixed assets by source:</i>	
<i>General fund revenues</i>	\$12,670,388
<i>Special revenue fund revenues</i>	10,053,687
<i>Capital projects fund revenues</i>	394,023
<i>Expendable trust fund revenues</i>	63,732
<i>Donations</i>	4,700,192
<i>Grants</i>	2,332,134
<i>Debt proceeds</i>	2,255,365
 <i>Total investment in general fixed assets</i>	 \$32,469,521

City of Mansfield, Ohio
General Fixed Assets Account Group
Schedule of General Fixed Assets by Function and Activity
December 31, 2001

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>	<u>Equipment</u>
<i>Public safety:</i>					
Police	\$ 3,187,420	\$ -	\$ 10,500	\$ -	\$ 3,176,920
Fire	4,580,898	61,507	1,053,504	-	3,465,887
Sign and Signal	537,942	-	70,995	-	466,947
Communications	439,431	-	-	-	439,431
Total public safety	8,745,691	61,507	1,134,999	-	7,549,185
<i>Public health and welfare:</i>					
Litter Control	89,203	-	-	-	89,203
Total public health and welfare	89,203	-	-	-	89,203
<i>Leisure time activities:</i>					
Parks	2,466,995	789,751	558,627	356,805	761,812
Recreation	75,040	-	-	-	75,040
Total leisure time activities	2,542,035	789,751	558,627	356,805	836,852
<i>Community environment:</i>					
Codes and Permits	211,250	-	-	-	211,250
Community Development	383,567	316,477	-	-	67,090
Total community environment	594,817	316,477	-	-	278,340
<i>Transportation:</i>					
Street Maintenance and Repair	3,664,600	-	381,206	2,434	3,280,960
Total transportation	3,664,600	-	381,206	2,434	3,280,960
<i>General government:</i>					
Legislative	5,271	-	-	-	5,271
Executive	13,954,301	3,201,802	10,674,108	-	78,391
Financial	124,473	-	-	-	124,473
Judicial	280,487	-	-	-	280,487
Law	18,642	-	-	-	18,642
Engineering	167,937	-	-	5,940	161,997
Maintenance	574,289	-	-	346,239	228,050
Sundry	277,916	-	-	-	277,916
Total general government	15,403,316	3,201,802	10,674,108	352,179	1,175,227
Sub-total general fixed assets	31,039,662	4,369,537	12,748,940	711,418	13,209,767
Construction in progress	1,429,859	-	675,767	754,092	-
Total general fixed assets	\$ 32,469,521	\$ 4,369,537	\$ 13,424,707	\$ 1,465,510	\$ 13,209,767

City of Mansfield, Ohio
General Fixed Assets Account Group
Schedule of Changes in General Fixed Assets by Function and Activity
For the year ended December 31, 2001

	<u>1/1/01</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/01</u>
<i>Public safety:</i>				
Police	\$ 2,930,535	\$ 311,161	\$ 54,276	\$ 3,187,420
Fire	4,536,237	51,619	6,958	4,580,898
Sign and Signal	395,108	193,760	50,926	537,942
Communications	443,358	-	3,927	439,431
Total public safety	8,305,238	556,540	116,087	8,745,691
<i>Public health and welfare:</i>				
Litter Control	77,881	11,322	-	89,203
Total public health and welfare	77,881	11,322	-	89,203
<i>Leisure time activities:</i>				
Parks	2,414,737	72,010	19,752	2,466,995
Recreation	69,041	27,772	21,773	75,040
Total leisure time activities	2,483,778	99,782	41,525	2,542,035
<i>Community environment:</i>				
Codes and Permits	213,432	2,400	4,582	211,250
Community Development	384,267	28,740	29,440	383,567
Total community environment	597,699	31,140	34,022	594,817
<i>Transportation:</i>				
Street Maintenance and Repair	3,340,987	561,097	237,484	3,664,600
Total transportation	3,340,987	561,097	237,484	3,664,600
<i>General government:</i>				
Legislative	7,165	-	1,894	5,271
Executive	13,958,406	264,933	269,038	13,954,301
Financial	133,889	1,411	10,827	124,473
Judicial	288,572	3,290	11,375	280,487
Law	25,415	-	6,773	18,642
Engineering	185,838	14,250	32,151	167,937
Maintenance	511,559	62,730	-	574,289
Sundry	100,933	180,078	3,095	277,916
Total general government	15,211,777	526,692	335,153	15,403,316
Construction in progress	1,215,177	598,601	383,919	1,429,859
Total general fixed assets	\$ 31,232,537	\$ 2,385,174	\$ 1,148,190	\$ 32,469,521

STATISTICAL SECTION

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STATISTICAL TABLES

The following unaudited statistical tables reflect social and economic data, financial trends, and fiscal capacity of the City.

Table 1

CITY OF MANSFIELD, OHIO
 GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
 Last Ten Years (1)
 (Amounts in 000's)

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
<i>Public Safety</i>	\$ 677	\$ 666	\$ 981	\$ 668	\$ 794	\$ 884	\$ 902	\$ 1,119	\$ 1,120	\$ 1,262
<i>Public Health and Welfare</i>	28	29	28	28	28	29	28	28	30	30
<i>Leisure Time Activities</i>	681	760	800	883	831	862	841	968	1,064	1,012
<i>Community Environment</i>	383	382	413	438	485	463	511	582	545	595
<i>General Government</i>	4,966	5,232	5,508	6,506	6,086	6,663	6,592	7,786	7,999	8,347
<i>Principal and Interest</i>	34	34	-	-	-	-	-	-	-	-
Total	\$ 6,769	\$ 7,103	\$ 7,730	\$ 8,523	\$ 8,224	\$ 8,901	\$ 8,874	\$10,483	\$10,758	\$11,246

(1) Includes only the General Fund

Source: City of Mansfield Finance Department

Table 2

CITY OF MANSFIELD, OHIO
 GENERAL GOVERNMENTAL REVENUES BY SOURCE
 Last Ten Years (1)
 (Amounts in 000's)

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
<i>Property Taxes</i>	\$ 1,291	\$ 1,237	\$ 1,401	\$ 1,401	\$ 1,401	\$ 1,532	\$ 1,580	\$ 1,554	\$ 1,685	\$ 1,955
<i>Municipal Income Tax</i>	369	533	547	596	224	892	445	457	430	446
<i>Special Assessments</i>	5	5	5	8	7	12	16	13	20	30
<i>Intergovernmental</i>	2,943	3,069	3,929	3,592	3,511	3,828	4,883	4,799	5,418	4,754
<i>Charges for Services</i>	91	52	73	57	46	43	32	44	40	40
<i>Fees, Licenses and Permits</i>	267	275	349	325	362	348	415	475	419	419
<i>Interest Earnings</i>	665	754	820	1,190	1,099	1,085	1,151	991	1,785	1,034
<i>Fines and Forfeits</i>	1,344	1,506	1,665	1,672	1,494	1,520	1,588	1,495	1,532	1,543
<i>Miscellaneous</i>	44	34	55	5	35	58	43	89	83	40
<i>Total</i>	\$ 7,019	\$ 7,465	\$ 8,844	\$ 8,846	\$ 8,179	\$ 9,318	\$ 10,153	\$ 9,917	\$ 11,412	\$ 10,261

(1) Includes only the General Fund

Source: City of Mansfield Finance Department

Table 3(A)

CITY OF MANSFIELD, OHIO
REAL PROPERTY TAXES - BILLED AND COLLECTED
Last Ten Years

Collection Year	Billed (1)	Collected (2)	% Collected	Delinquent	
				Current	Accumulated
1992	\$ 2,354,988	\$ 2,044,610	87.0 %	\$ 239,135	\$ 447,864
1993	2,342,108	2,043,247	87.0	220,632	582,522
1994	2,397,775	2,147,726	90.0	243,315	714,540
1995	2,300,180	2,293,825	99.7	243,319	857,852
1996	2,257,715	2,182,732	96.7	183,992	958,854
1997	2,313,875	2,131,475	92.1	206,922	1,141,254
1998	2,337,323	2,377,330	101.7	105,217	1,101,247
1999	2,277,372	2,572,404	112.9	412,503	1,455,053
2000	2,709,006	2,649,291	97.8	251,848	1,514,768
2001	2,671,096	2,634,667	98.6	316,140	1,551,197

(1) "Billed" includes collections of current charges, plus current and delinquent additions less current and delinquent abatements.

(2) "Collected" includes collections of current "billed" and delinquencies.

Source: Richland County Auditor

Note: Amounts collected include state shared taxes provided to the City to offset legislatively granted property tax reductions. These amounts have been classified as intergovernmental revenues on the financial statements.

Table 3(B)

CITY OF MANSFIELD, OHIO
TANGIBLE PERSONAL PROPERTY TAXES - BILLED AND COLLECTED
Last Ten Years

<i>Collection Year</i>	<i>Billed</i>	<i>Collected (1)</i>	<i>% Collected</i>	<i>Delinquent</i>	
				<i>Current</i>	<i>Accumulated</i>
1992	\$ 537,134	\$ 519,052	96.6 %	\$ 18,081	\$ 59,032
1993	467,547	478,112	102.3	4,597	81,536
1994	444,827	445,106	100.0	9,585	77,955
1995	425,264	417,658	98.2	7,606	36,224
1996	514,259	510,123	99.2	4,403	42,085
1997	548,516	566,082	103.2	34,717	59,236
1998	558,658	534,485	95.7	36,688	48,692
1999	614,053	579,394	94.4	34,658	83,351
2000	633,510	615,018	97.0	18,492	102,023
2001	454,467	446,200	98.0	8,267	110,290

(1) Collected includes only those relating to current billings.

Source: Richland County Auditor

Table 4

CITY OF MANSFIELD, OHIO
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 Last Ten Years

Collection Year	Real Property		Personal Property (1)	
	Assessed	Estimated Actual	Assessed	Estimated Actual
1992	\$ 340,008,800	\$ 971,453,714	\$ 107,688,167	\$ 398,845,062
1993	338,247,220	966,420,629	98,906,596	395,626,384
1994	388,316,800	1,109,476,571	85,498,291	341,993,164
1995	386,054,030	1,103,011,514	86,120,223	344,480,892
1996	389,147,450	1,111,849,857	87,458,330	349,833,320
1997	412,653,410	1,179,009,743	103,856,310	415,425,240
1998	418,068,420	1,194,481,200	124,742,880	498,971,520
1999	425,438,580	1,215,538,800	123,722,561	494,890,244
2000	512,865,440	1,465,329,830	138,798,968	555,195,870
2001	508,185,870	1,451,959,430	132,414,802	378,328,000

(1) Other than public utility.

(2) Real and tangible personal.

Source: Richland County Auditor

<i>Public Utility (2)</i>		<i>Totals</i>		<i>Assessed Value as a percent of Estimated Actual Value</i>	<i>Collection Year</i>
<i>Assessed</i>	<i>Estimated Actual</i>	<i>Assessed</i>	<i>Estimated Actual</i>		
\$36,549,920	\$104,428,343	\$484,246,887	\$1,474,727,119	32.84 %	1992
37,614,430	107,469,800	474,768,246	1,469,516,813	32.31	1993
39,019,940	111,485,543	512,835,031	1,562,955,278	32.81	1994
39,941,590	114,118,829	512,115,843	1,561,611,235	32.79	1995
36,865,250	105,329,286	513,471,030	1,567,012,463	32.78	1996
35,051,420	100,146,914	551,561,140	1,694,581,897	32.55	1997
34,050,070	97,285,914	576,861,370	1,790,738,634	32.21	1998
31,699,550	90,570,143	580,860,691	1,800,999,187	32.25	1999
32,355,880	92,445,400	684,020,288	2,112,971,100	32.37	2000
29,414,430	84,041,230	670,015,102	1,914,328,660	35.00	2001

Table 5

CITY OF MANSFIELD, OHIO
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS (1)
Last Ten Years

Collection Year	(3) Operating	Police and Fire Pension	Debt (2) Retirement	City of Mansfield	Richland County	Mansfield City School District	Total
1992	\$ 3.00	\$.60	\$ 2.00	\$ 5.60	\$ 8.50	\$ 49.65	\$ 69.35
1993	3.00	.60	2.00	5.60	8.50	49.65	69.35
1994	3.00	.60	2.00	5.60	8.50	59.75	79.45
1995	3.00	.60	1.80	5.40	8.50	59.95	79.25
1996	3.00	.60	1.70	5.30	11.00	60.15	81.75
1997	3.00	.60	1.70	5.17	11.00	59.35	80.82
1998	3.00	.60	1.50	5.10	11.00	59.05	80.25
1999	3.00	.60	1.50	5.10	9.00	66.15	85.35
2000	3.00	.60	1.50	5.10	9.00	66.15	85.35
2001	3.00	.60	1.50	5.10	9.00	66.15	85.35

(1) The above are the rates for recent years at which the City and the overlapping taxing subdivisions levied ad valorem property taxes in that area of the City having the highest overlapping tax rate.

(2) The voted tax levies for "Debt Retirement" continue for the life of the bonds authorized by the electors, in annual amounts sufficient to pay debt service on those bonds as they become due.

(3) Includes Mansfield Twp portion.

All tax rates are stated in dollars per \$1,000 of assessed valuation.

Source: Richland County Auditor

TABLE 6

CITY OF MANSFIELD, OHIO
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
Last Ten Years

<u>Collection Year</u>	<u>Billed</u>	<u>Collected (1)</u>	<u>Percent Collected</u>	<u>Accumulated Delinquent</u>
1992	\$ 142,930	\$ 144,085	101 %	\$ 399,761
1993	112,194	103,153	92	435,274
1994	118,472	103,458	87	450,288
1995	115,151	109,824	95	455,615
1996	97,519	94,942	97	458,192
1997	101,770	88,486	87	471,476
1998	148,265	98,550	66	521,218
1999	80,410	65,350	81	536,278
2000	85,800	67,600	79	554,478
2001	119,085	85,266	72	588,297

(1) Collected includes collections of current "billed" and delinquencies.

Source: Richland County Auditor

TABLE 7

CITY OF MANSFIELD, OHIO
 RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
 AND NET BONDED DEBT PER CAPITA
 Last Ten Years
 (Amounts in 000's)

Year	Population (1)	Assessed Value (3)	Gross General Bonded Debt (2,4)	Less Debt Service Fund Balance (4)
1992	50,627	\$ 484,247	\$ 13,313	\$ 1,281
1993	50,627	474,768	15,270	1,253
1994	50,627	512,835	13,760	1,699
1995	50,627	512,116	12,560	2,018
1996	50,627	513,471	11,405	2,226
1997	50,627	551,561	10,295	2,369
1998	50,627	576,861	9,230	2,497
1999	50,627	580,860	8,030	1,938
2000	51,600 (5)	684,020	6,955	2,946
2001	51,600	670,015	5,920	3,508

(1) Source: U.S. Census Bureau, Census 2000

(2) Includes general obligation bonds supported by enterprise activities because they are backed by the full faith and credit of the City.

(3) Source: Richland County Auditor

(4) Source: City of Mansfield Finance Department

(5) The population changed from 2000, the City of Mansfield petitioned the U.S. Census Bureau to review the 2000 census.

(6) The Net General Bonded Debt is a negative amount because too much tax revenue was collected by the County and given to the City. This inflated the Debt Service Fund Balance. The situation is being reviewed at this time.

<i>Less Debt Payable From Enterprise Revenues</i>	<i>Less Debt Payable From Municipal Income Taxes</i>	<i>Net General Bonded Debt</i>	<i>Ratio of Net General Bonded Debt to Assessed Value</i>	<i>Per Capita Net General Bonded Debt</i>
\$ 4,648	\$ -	\$ 7,384	\$ 1.52	\$ 14.58
7,325	-	6,692	1.41	13.22
6,580	-	5,481	1.07	10.83
6,110	-	4,432	.87	8.75
5,710	-	3,469	.68	6.85
5,300	-	2,626	.48	5.19
5,287	-	1,446	.25	2.85
4,893	-	1,199	.21	2.37
4,230	-	(221)	(6)	-
3,910	-	(1,498)	-	-

TABLE 8 (A)

CITY OF MANSFIELD, OHIO
 COMPUTATION OF LEGAL DEBT MARGIN
 UNVOTED DEBT LIMIT (5 1/2%)
 At December 31, 2001

<i>Total Assessed Property Value</i>		\$670,015,102
		<hr style="border-top: 3px double #000;"/>
<i>Unvoted Debt Limit 5 1/2% of Assessed Valuation</i>		\$ 36,850,831
<i>Total Unvoted Debt Outstanding at December 31, 2001</i>	\$ 3,947,148	
<i>Less: Exempted Debt</i>		
<i>Unvoted General Obligation bonds to be paid from Water system revenues</i>	(3,910,000)	
<i>Unvoted General Obligation bonds issued in anticipation of the collection of Special Assessments</i>	(37,148)	
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	
<i>Total</i>	\$ -	
<i>Less: Debt Service Fund Balance</i>	(3,507,606)	
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	
<i>Net Subject to 5 1/2% limit</i>		-
		<hr style="border-top: 3px double #000;"/>
<i>Total Legal Unvoted Debt Margin</i>		\$ 36,850,831
		<hr style="border-top: 3px double #000;"/>

Source: City of Mansfield Finance Department

TABLE 8 (B)

CITY OF MANSFIELD, OHIO
 COMPUTATION OF LEGAL DEBT MARGIN
 VOTED AND UNVOTED DEBT LIMIT (10 1/2%)
 At December 31, 2001

<i>Total Assessed Property Value</i>		\$670,015,102
		<hr style="border-top: 3px double #000;"/>
<i>Voted and Unvoted Debt Limit 10 1/2% of Assessed Valuation</i>		\$ 70,351,586
<i>Total Voted and Unvoted Debt outstanding at December 31, 2001</i>	\$ 5,957,148	
<i>Less: Exempted Debt</i>		
<i>Unvoted General Obligation bonds to be paid from Water system revenues</i>	(3,910,000)	
<i>Unvoted General Obligation bonds issued in anticipation of the collection of Special Assessments</i>	(37,148)	
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	
<i>Total</i>	\$ 2,010,000	
<i>Less: Debt Service Fund Balance</i>	(3,507,606)	
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	
<i>Net Subject to 10 1/2% limit</i>		-
		<hr style="border-top: 3px double #000;"/>
<i>Total Legal Voted and Unvoted Debt Margin</i>		\$ 70,351,586
		<hr style="border-top: 3px double #000;"/>

Source: City of Mansfield Finance Department

TABLE 9

CITY OF MANSFIELD, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
December 31, 2001

<u>Political Subdivision</u>	<u>Amount of Debt</u>	<u>Percent Applicable to City (2)</u>	<u>City's Share</u>
<i>Richland County</i>	\$ 27,394,000 (1)	34.59 %	\$ 9,475,585
<i>Mansfield City School District</i>	22,899,802 (1)	94.34	21,603,673
<i>Crestview Local School District</i>	5,289,618 (1)	6.05	302,022
<i>Lexington Local School District</i>	570,000 (1)	31.24	178,068
<i>Madison Local School District</i>	1,200,000 (1)	38.73	464,760
<i>Ontario Local School District</i>	20,089,985 (1)	.13	26,117
<i>Pioneer Career Center School District</i>	895,000 (1)	4.72	42,244
<i>Mansfield-Richland County Library</i>	1,945,000 (3)	40.02	778,389
 <i>Totals</i>	 \$ 80,283,405		 \$ 32,870,858

(1) Source: Richland County Auditor. Amount of debt does not include any balances in debt service funds of the City.

(2) Calculated by total valuation in respective taxing districts compared to total City valuation.

(3) Source: Mansfield-Richland County Library

Table 10

CITY OF MANSFIELD, OHIO
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
 GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES (1)
 Last Ten Years

<i>Year</i>	<i>Principal</i>	<i>Interest</i>	<i>Debt Service</i>	<i>Total General Expenditures</i>	<i>Ratio of Debt Service to Total General Expenditures</i>
1992	\$ 690,000	\$ 594,776	\$ 1,284,776	\$ 6,769,350	18.9 %
1993	710,000	555,151	1,265,151	7,102,897	17.8
1994	720,000	513,339	1,233,339	7,729,715	15.9
1995	730,000	470,150	1,200,150	8,522,943	14.1
1996	745,000	425,525	1,170,525	8,224,979	14.2
1997	765,000	379,085	1,144,085	8,900,721	12.9
1998	525,000	194,765	719,765	8,873,861	8.1 (2)
1999	855,000	187,970	1,042,970	10,482,912	9.9
2000	720,000	138,790	858,790	10,757,675	8.0
2001	715,000	108,475	823,475	11,246,487	7.3

(1) General bonded debt expenditures in this table refers only to principal and interest for general obligation debt paid from debt service fund and not general obligation debt paid from special assessments or enterprise funds.

(2) The principal and interest for general obligation debt paid from the debt service fund is lower because 1987 Sewer Treatment Plant Improvement bonds were retired as of November 1998.

Source: City of Mansfield Finance Department

Table 11

CITY OF MANSFIELD, OHIO
 GENERAL OBLIGATION AND REVENUE BOND COVERAGE
 WATER AND SEWER BONDS
 Last Ten Years

Year	Operating Revenue	Direct Operating Expenses	Net Revenue Available For Debt Service	Debt Service Requirements (1)			Coverage
				Principal	Interest	Total	
<i>Water</i>							
1992	\$2,923,775	\$ 3,308,861	\$ (385,086)	\$ 80,000	\$ 31,500	\$ 111,500	-
1993	3,708,161	3,728,025	(19,864)	110,000	222,939	332,939	-
1994	4,197,367	3,123,984	1,073,383	260,000	326,838	586,838	1.82
1995	4,730,146	4,264,281	465,865	265,000	316,273	581,273	.80
1996	5,335,803	4,047,749	1,288,054	245,000	304,798	549,798	2.34
1997	5,584,303	4,691,555	892,748	255,000	294,385	549,385	1.63
1998	5,795,163	4,149,921	1,645,242	240,000	283,098	523,098	3.14
1999	6,071,535	4,889,865	1,181,670	250,000	272,340	522,340	2.26
2000	6,691,283	5,260,934	1,430,349	230,000	249,810	479,810	2.98
2001	6,764,421	5,493,767	1,270,654	245,000	232,340	477,340	2.67
<i>Sewer</i>							
1992	4,834,019	3,360,359	1,473,660	210,000	88,350	298,350	4.94
1993	4,957,175	3,944,523	1,012,652	210,000	75,988	285,988	3.54
1994	4,768,715	4,705,399	63,316	205,000	61,625	266,625	.23
1995	4,752,243	4,538,698	213,545	205,000	51,531	256,531	.83
1996	4,814,818	4,788,439	26,379	155,000	39,438	194,438	.14
1997	4,929,424	4,567,078	362,346	155,000	30,719	185,719	1.95
1998	5,440,364	4,931,726	508,638	130,000	22,000	152,000	3.35
1999	5,178,065	4,356,216	821,849	95,000	14,594	109,594	7.50
2000	5,105,072	5,282,641	(177,569)	95,000	9,313	104,313	-
2001	5,302,102	5,457,321	(155,219)	75,000	4,031	79,031	-

(1) Current year only.

Source: City of Mansfield Finance Department

Table 12

CITY OF MANSFIELD, OHIO
DEMOGRAPHIC STATISTICS
December 31, 2001

Population

<i>Year</i>	<i>City of Mansfield</i>	<i>Richland County/MSA</i>	<i>2000 Median Age</i>
1960	47,325	117,761	<i>Mansfield</i> 36.4
1970	55,047	129,997	<i>Richland</i> 37.7
1980	53,927	131,205	<i>Ohio</i> 36.2
1990	50,627	126,137	
2000	51,600	128,852	

Housing and Income Statistics

<i>Housing and Income Statistics</i>	<i>City of Mansfield</i>	<i>Richland County</i>	<i>State of Ohio</i>
<i>Total Housing Units</i>	22,267	53,062	4,783,051
<i>Total year-round occupied units</i>	20,182	49,534	4,445,773
<i>Owner occupied (Percent of total year round)</i>	57.6%	71.5%	69.1%

Source: U.S. Census Bureau, Census 2000

Unemployment Rates

<i>Year</i>	<i>City of Mansfield</i>	<i>State of Ohio</i>	<i>United States</i>
1996	7.7%	4.8%	5.0%
1997	7.4	4.5	4.7
1998	5.9	4.4	4.3
1999	8.7	4.2	4.1
2000	7.1	4.1	4.0
2001	6.9	4.5	5.4

Source: Bureau of Labor Market Information
Ohio Department of Job and Family Services

Table 13

CITY OF MANSFIELD, OHIO
PROPERTY VALUE, CONSTRUCTION, AND BANK DEPOSITS
Last Ten Years

Year	Commercial Construction		Residential Construction		Bank (1,2) Deposits	Assessed Property Value (3)		
	Number of units	Value	Number of units	Value		Commercial/Industrial	Residential/Agriculture	Nontaxable
1992	130	\$ 7,710,350	155	\$ 4,943,966	\$ 662,835	\$ 131,996,560	\$ 208,012,240	\$ 64,549,020
1993	119	9,476,888	194	6,637,007	648,165	148,009,540	240,307,260	114,860,450 (4)
1994	144	19,728,346	220	7,516,730	664,814	144,812,940	241,163,640	114,860,450
1995	110	17,229,910	193	6,047,133	882,161	145,697,990	243,449,460	117,278,470
1996	81	14,069,914	191	7,471,295	1,013,018	145,934,840	266,718,970	121,622,070
1997	129	27,117,882	200	6,651,672	685,174	148,358,570	269,709,850	126,303,570
1998	123	26,720,533	211	7,956,786	746,517	147,651,220	271,851,010	128,364,160
1999	392	43,048,998	186	6,840,548	774,137	166,140,150	346,725,290	149,263,330
2000	117	42,086,297	226	9,976,497	768,325	166,013,230	346,725,290	149,263,330
2001	97	51,410,100	107	9,210,255	828,782	161,299,780	346,749,920	153,733,650

(1) Figures reflect totals for Richland County

(2) Source for bank deposits: Department of Data Services, Federal Reserve Bank of Cleveland, amounts in thousands.

(3) Source: Richland County Auditor

(4) Increase due to increased tax abatement program by City.

Table 14

CITY OF MANSFIELD, OHIO
REAL AND TANGIBLE PERSONAL PROPERTY
PRINCIPAL TAXPAYERS - 2001

Real: Excluding Public Utility

<u>Name of Taxpayer</u>	<u>Nature of Business</u>	<u>Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
AK Steel Corporation	Steel and Steel Products	\$ 7,223,340	1.42 %
Mansfield Square	Shopping Center	3,432,820	.68
Newman Technology	Manufacturing	3,050,620	.60
Gorman Rupp Company	Pumps and Pumping Units	2,671,250	.53
Jay Plastics	Manufacturing	2,201,570	.43
Therm-O-Disc	Thermostats	1,583,300	.31
Skilken, Morris B.	Shopping Centers	1,415,800	.28
Mansfield Motel	Motel	1,270,340	.25
Richland Bank	Bank	1,158,970	.23
Lumbermans	Insurance	875,570	.17
Totals		\$ 24,883,580	4.90 %

Tangible Personal: Excluding Public Utility

<u>Name of Taxpayer</u>	<u>Nature of Business</u>	<u>Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
AK Steel Corporation	Steel and Steel Products	\$ 17,751,900	13.41 %
Newman Technology	Manufacturing	15,117,160	11.42
Gorman Rupp Company	Pumps and Pumping Units	9,412,590	7.11
Jay Plastics	Manufacturing	8,087,800	6.11
Therm-O-Disc	Thermostats	6,130,670	4.63
Shiloh Corporation	Tool & Die	4,641,840	3.51
Graham Chevrolet Company	Car Dealership	3,024,980	2.28
Time Warner	Cable Company	2,950,340	2.23
Ideal Electric	Electric Motors, Generators	2,616,480	1.98
Gannett Company Inc	Newspaper/Publishing	1,871,920	1.41
Totals		\$ 71,605,680	54.09 %

Public Utility

<u>Name of Taxpayer</u>	<u>Nature of Utility</u>	<u>Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Sprint	Telephones	\$ 9,087,760	30.90 %
Ohio Edison	Electric	5,331,700	18.13
Columbia Gas Company	Natural Gas	2,203,460	7.49
Norfolk Southern Rail	Railway	801,550	2.73
Totals		\$ 17,424,470	59.25 %

Source: Richland County Auditor

Table 15

CITY OF MANSFIELD, OHIO
MISCELLANEOUS STATISTICS
DECEMBER 31, 2001

<i>Date of incorporation</i>	1857
<i>Form of government</i>	Council/Mayor
<i>Area</i>	29.02 square miles
<i>Miles of streets</i>	295
 <i>Fire Protection:</i>	
<i>Number of stations</i>	5
<i>Number of sworn firemen</i>	104
 <i>Police Protection:</i>	
<i>Number of stations</i>	1
<i>Number of sworn policemen</i>	95
 <i>Municipal Water Department:</i>	
<i>Number of customers</i>	19,929
<i>Average daily consumption</i>	10,180,000 gallons
<i>Miles of water mains</i>	250
 <i>Municipal Sewage System:</i>	
<i>Miles of sanitary sewer</i>	200
 <i>Mansfield Parks System:</i>	
<i>Number of parks</i>	28
<i>Area</i>	435 acres
 <i>Transportation:</i>	
<i>Air</i>	
<i>Number of airports</i>	1
 <i>Land</i>	
<i>Number of trucking firms</i>	16
<i>Interstate bus lines</i>	1
<i>Local bus lines</i>	1
 <i>Rail</i>	
<i>Number of railroad systems</i>	2
 <i>Education:</i>	
<i>Ohio State University - Mansfield Branch</i>	1,500 students
<i>North Central State College</i>	2,722 students



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

CITY OF MANSFIELD

RICHLAND 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
SEPTEMBER 9, 2003**