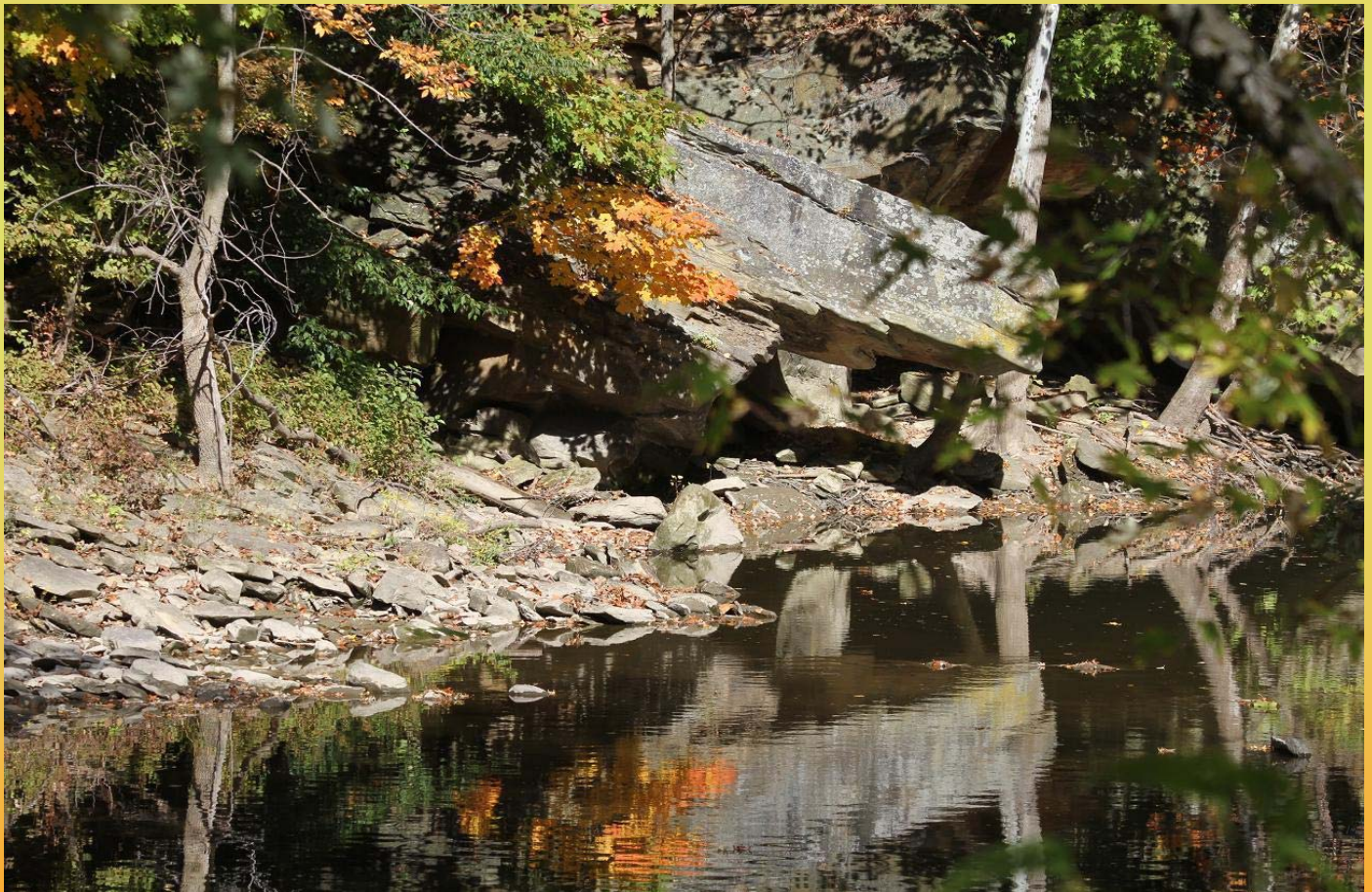


# CITY OF ELYRIA, OHIO



## Comprehensive Annual Financial Report



For the year ended December 31st, 2010

Ted M. Pileski, City Auditor

**(THIS PAGE INTENTIONALLY LEFT BLANK)**

**CITY OF ELYRIA, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
For the fiscal year ended  
December 31, 2010

Prepared by:

Department of Finance Administration  
Ted M. Pileski, CPA, Elyria City Auditor  
John T. Farrell, Elyria City Chief Deputy Auditor

**(THIS PAGE INTENTIONALLY LEFT BLANK)**

City of Elyria, Ohio  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended, December 31, 2010

TABLE OF CONTENTS

	Page
<b>INTRODUCTORY SECTION</b>	
Letter of Transmittal .....	1 – 7
GFOA Certificate of Achievement for Excellence in Financial Reporting .....	8
Organizational Chart .....	9
List of Elected and Appointed Officials .....	10
<b>FINANCIAL SECTION</b>	
Independent Accountants’ Report .....	11 – 12
Management’s Discussion and Analysis .....	13 – 27
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets .....	28
Statement of Activities .....	29
Fund Financial Statements:	
Balance Sheet – Governmental Funds .....	30
Reconciliation of Total Governmental Fund Balances To Net Assets of Governmental Activities .....	31
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds .....	32
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	33
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) – General Fund – Legal Appropriation Level .....	34 – 38
Statement of Net Assets – Proprietary Funds .....	39 – 40
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds .....	41
Statement of Cash Flows – Proprietary Funds .....	42
Statement of Fiduciary Assets and Liabilities – Agency Funds .....	43
Notes to the Basic Financial Statements .....	44 – 79
Nonmajor Governmental Funds Descriptions .....	80 – 84
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds .....	85 – 92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds .....	93 – 100
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – (Non-GAAP Budgetary Basis) - Energy Conservation Fund – Legal Appropriation Level .....	101
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – (Non-GAAP Budgetary Basis) - State Route 57 Rehabilitation Fund – Legal Appropriation Level .....	102
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – (Non-GAAP Budgetary Basis) – Legal Appropriation Level:	
Street Construction Maintenance and Repair Fund .....	103
State Highway Fund .....	104
Fire Pension Fund .....	105
Police Pension Fund .....	106
Health Grant Fund .....	107-108
Municipal Motor Vehicle Tax Fund .....	109
Block Grant Fund .....	110
C.H.I.P. Grant Fund .....	111
Chestnut Commons Tax Increment Financing Fund .....	112

City of Elyria, Ohio  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended, December 31, 2010

TABLE OF CONTENTS (cont.)

Page

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – (Non-GAAP Budgetary Basis) – Legal Appropriation Level (Continued):	
Muni Court Technology Fund.....	113
Muni Court Security Fund.....	114
Municipal Court Construction/Improvement Fund.....	115
Special Parking Fines Fund.....	116
Legal Research & Court Computerization Fund.....	117
Special Court Maintenance Fund.....	118
Muni Court Special Collections Fund.....	119
Food Service Operations Fund.....	120
Dental Health Grant Fund.....	121
Household Sewage Disposal Permit Fee Fund.....	122
Manufactured Home/Park Placement Fee Fund.....	123
Special Traffic Magistrate Fund.....	124
Swimming Pool Inspection Fund.....	125
Law Enforcement Fund.....	126
Mandatory Drug Fine Fund.....	127
Indigent Drivers Alcohol Treatment Fund.....	128
Alcohol Enforcement and Education Fund.....	129
Police Levy Fund.....	130
Wagner Trust Fund.....	131
Findley Trust Fund.....	132
Cemetery Maintenance and Improvement Fund.....	133
Brownfield Petroleum Assessment Grant Fund.....	134
Brownfield Hazardous Assessment Grant Fund.....	135
Neighborhood Stabilization Program Grant Fund.....	136 - 137
Energy Efficiency Block Grant Fund.....	138
Special Probation Fund.....	139
Clean Ohio Revitalization Fund.....	140
Industrial Site Improvement Fund.....	141
SAFER Grant Fund.....	142
General Bond Retirement Fund.....	143
Special Assessment Bond Retirement Fund.....	144
Parks Improvement Fund.....	145
Cascade/Elywood Fund.....	146
State Issue II Capital Projects Fund.....	147
Chestnut Commons / Ridge Improvement Fund.....	148
49 <sup>th</sup> Street Special Assessment Fund.....	149
Industrial Parkway Fund.....	150
ARRA East River Street Fund.....	151
ARRA Gateway Boulevard Fund.....	152
Cemetery Trust Fund.....	153
Proprietary Funds Descriptions.....	154
Schedule of Revenues, Expenses, and Changes in Fund Equity – Budget and Actual – (Non-GAAP Budgetary Basis) – Water Fund – Legal Appropriation Level.....	155 – 156
Schedule of Revenues, Expenses, and Changes in Fund Equity – Budget and Actual – (Non-GAAP Budgetary Basis) – Special Parks and Recreation Fund – Legal Appropriation Level.....	157
Schedule of Revenues, Expenses, and Changes in Fund Equity – Budget and Actual – (Non-GAAP Budgetary Basis) – Sanitation Fund – Legal Appropriation Level.....	158

City of Elyria, Ohio  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended, December 31, 2010

TABLE OF CONTENTS (cont.)

Page

Schedule of Revenues, Expenses, and Changes in Fund Equity – Budget and Actual – (Non-GAAP Budgetary Basis) – Wastewater Pollution Control Fund – Legal Appropriation Level.....	159-160
Internal Service Funds Descriptions.....	161
Combining and Individual Fund Statements and Schedules:	
Combining Statement of Net Assets – Internal Service Funds.....	162
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets – Internal Service Funds.....	163
Combining Statement of Cash Flows – Internal Service Funds.....	164
Schedule of Revenues, Expenses, and Changes in Fund Equity – Budget and Actual – (Non-GAAP Budgetary Basis) – Employees’ Health Insurance Fund – Legal Appropriation Level.....	165
Schedule of Revenues, Expenses, and Changes in Fund Equity – Budget and Actual – (Non-GAAP Budgetary Basis) – Workers’ Compensation Fund – Legal Appropriation Level.....	166
Agency Funds Descriptions.....	167-168
Combining Statement of Changes in Assets and Liabilities – All Agency Funds .....	169-171

STATISTICAL SECTION

Explanation of Schedules.....	S
Financial Trends -	
Net Assets by Component – Last Eight Years (Accrual Basis of Accounting).....	S1
Changes in Net Assets – Last Eight Years (Accrual Basis of Accounting).....	S2-S3
Fund Balances, Governmental Funds – Last Eight Years (Modified Accrual Basis of Accounting).....	S4
Changes in Fund Balances, Governmental Funds – Last Eight Years (Modified Accrual Basis of Accounting).....	S5
Revenue Capacity -	
Assessed Valuation and Estimated Actual Values of Taxable Property – Last Ten Years.....	S6-S7
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years.....	S8-S9
Property Tax Levies and Collections – Last Ten Years.....	S10-S11
Principal Taxpayers – Real Estate Tax - 2010 and 2001.....	S12
Principal Taxpayers – Income Tax Withholdings 2010.....	S13
Income Tax Revenue Base and Collections – Last Ten Years.....	S14
Debt Capacity -	
Ratio of Outstanding Debt to Total Personal Income and Debt Per Capita – Last Eight Years.....	S15-S16
Ratio of General Obligation Bonded Debt to Assessed Value and Bonded Debt Per Capita – Last Ten Years.....	S17
Computation of Direct and Overlapping Governmental Activities Debt – December 31, 2010.....	S18
Legal Debt Margin – Last Ten Years.....	S19-S20
Pledged Revenue Coverage – Wastewater Pollution Control - Last Ten Years.....	S21
Economic and Demographic Information -	
Principal Employers – Current Year and Nine Years Prior.....	S22
Demographic and Economic Statistics – Last Ten Years.....	S23-S24
Full-Time Equivalent City Government Employees by Function/Program – Last Nine Years..	S25
Operating Indicators by Function/Program – Last Nine Years.....	S26-S33
Capital Assets Statistics by Function/Program – Last Eight Years.....	S34-S35

**(THIS PAGE INTENTIONALLY LEFT BLANK)**



# INTRODUCTORY SECTION



**Resident of Elywood Park**

**(THIS PAGE INTENTIONALLY LEFT BLANK)**



**TED M. PILESKE, CPA**  
City Auditor

**JOHN T. FARRELL**  
Chief Deputy Auditor

September 27, 2011

**HONORABLE MAYOR,  
MEMBERS OF CITY COUNCIL,  
AND THE CITIZENS OF ELYRIA, OHIO**

As the elected Auditor of the City of Elyria (the “City”), I am pleased to present the Comprehensive Annual Financial Report (“CAFR”) of Elyria, Ohio for the year ended December 31, 2010. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to both protect the City’s assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the governmental and business-type activities and various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City’s financial activities have been included. The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory section includes this transmittal letter, the Certificate of Achievement for Excellence in Financial Reporting, received from the Government Finance Officers Association of the United States and Canada (“GFOA”) in 2009, the City’s organization chart and a list of principal officials. The Financial Section includes the Independent Accountants’ Report, management’s discussion and analysis which provides an assessment of the City’s finances for 2010, the basic financial statements, notes to the financial statements, and relevant supplemental financial statement schedules for 2010. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

**GOVERNMENTAL STRUCTURE**

The City was incorporated on February 23, 1833 under the laws of the State of Ohio. The City operates under a Mayor-Council form of government as provided by its Charter adopted on November 2, 1965.

The City provides a full range of services. These services include: police and fire protection, the construction and maintenance of highways, streets and infrastructure, recreational activities, family and child health care, community planning, zoning and development, and water, sewer and sanitation services. In addition, the Elyria Municipal Court is included in the reporting entity. The Elyria City School District, the Elyria Memorial Hospital and the Elyria Public Library have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

## **ECONOMIC CONDITION & OUTLOOK**

The City is located on the Black River approximately ten miles south of Lake Erie.

The City developed as an industrial community in the early 1800's. As the seat of Lorain County, the City's economy continued to diversify throughout the early 1900's. Another large industrial expansion took place during the late 1940's and early 1950's. In recent years, the face of Elyria's economy has begun to change. Throughout the 1980's and 1990's, the largest employers in the City were manufacturing firms such as Invacare, General Motors and York International. Today, Invacare Corporation is the only one of these companies that still remains in Elyria. As a result, a shift of the largest employers in the City from manufacturing to service oriented employers has taken place. Invacare Corporation is the largest employer in regards to income tax revenues received by the City in 2010, while Lorain County Government, EMH Regional Medical Center, Elyria City School District and Lorain County Community College follow. Despite the shift from manufacturing firms to service oriented firms, Elyria's economy remains diversified with a stable income tax base. Following a significant drop in income tax collections in 2009, income tax collections receipted in the General Fund increased 7% in 2010. In 2010, income tax collections receipted in the General Fund totaled \$17,584,638 (GAAP basis) as compared to \$16,408,108 in 2009.

## **FINANCIAL POLICIES**

The City continued its cost-cutting pattern during 2010 following the significant reduction in expenditures in the General Fund in 2009. After a decrease of 14.51% in General Fund expenditures in 2009, the City managed to decrease General Fund expenditures in 2010 by an additional 10.22%. The majority of this decrease came in the area of public safety as a result of the closing of the Elyria Municipal Jail late in 2009. The next largest reduction in 2010 was in capital outlay as the City scaled back on purchases of equipment and other capital items.

## **MAJOR INITIATIVES**

### **FOR THE YEAR:**

The City addressed the following infrastructure problems in 2010.

The rehabilitation of State Route 57 from Chestnut Ridge Road to Lorain Boulevard was completed in 2010. The total cost of this project is \$21,562,487. The City's share of this project is \$3,252,000 which is being funded with a 10-year Ohio Department of Transportation State Infrastructure Bank Loan. Of the remaining cost, \$16,210,487 was funded by the Northeast Ohio Area Wide Coordinating Agency and \$2,100,000 by the Ohio Department of Transportation.

Improvements to Gateway Boulevard were completed in 2010. The total cost of this project was \$548,340. The City received a grant in the amount of \$531,926 through the American Reinvestment and Recovery Act to fund the majority of this project with the remaining \$16,414 coming from City funds.

The replacement of the East River Street Water Main and North Abbe Road Water Main were both completed in 2010. The cost of these two projects was \$475,251 and \$1,331,219, respectively. Both were funded by a 30-year, 2.87% loan from the Ohio Water Development Authority which will be repaid with fees paid by the users of the water system.

The extension of the Schaden Road Sanitary Sewer was completed in 2010, as well. The total cost of this project was \$660,348 and was funded by a 30-year, 2.87% loan from the Ohio Water Development Authority which will be repaid with fees paid by users of the sewer system.

The extension of the Griswold Road Sanitary Sewer and the rehabilitation of the West River Road Lift Station were also completed in 2010. The total cost of this combined project was \$1,171,002 and was funded by a 30-year, 2.87% loan from the Ohio Water Development Authority which will be repaid with fees paid by users of the sewer system.

### **FOR THE FUTURE:**

Infrastructure upgrade continues to be a priority of the City. For example:

The repair and reconstruction of West River Road North is scheduled to begin in 2011. The estimated cost of this project is \$4,308,332 and is being funded with a \$3,031,148 grant from the Federal Highway Administration through the Northeast Ohio Area Wide Coordinating Agency, a \$175,337 grant from the Ohio Department of Transportation (Safety Funds) and a \$379,400 grant from the Ohio Public Works Commission with the remaining \$722,447 coming from City funds.

The repair and reconstruction of Gulf Road from Cleveland Street to Hilliard Road is scheduled to begin in 2011, as well. The estimate cost of this project is \$520,000 and is being funded with a 74% grant from the Ohio Public Works Commission and 26% City funds.

**GENERAL GOVERNMENTAL FUNCTIONS** - The general governmental functions of the City consist of six functions / activities: public safety, health, culture and recreation, community environment, highways and streets, and general government.

The function of public safety consists of the operation of the City's police, fire, safety service, communications, prisoner support, and traffic lights departments. The function of health consists of the operation of the City's health and cemetery departments. The function of culture and recreation consists of the operation of the City's parks and recreation, swimming pools and ice rink departments. The function of community environment consists of the operation of the City's community planning and zoning, community development, housing costs enforcement, block grant administration and rehab operations and comprehensive housing improvement program departments. The function of general government consists primarily of the various administrative departments and municipal court departments.

**ENTERPRISE OPERATIONS** – The City’s enterprise operations consist of four separate funds:

**Water, Special Parks and Recreation, Sanitation, and Wastewater Pollution Control.** Several of the City’s major initiatives listed previously are directly related to these operations. The City has recently had a study completed of its entire water and sewer systems. The end result of the study was a report that outlines the necessary capital improvements needed to improve and keep the water and sewer systems running efficiently and effectively. The report suggests an estimated \$154 million in improvements are necessary for Water Fund operations which include the replacement of the old 4” and 6” waterlines in the City as well as the replacement of the main transmission lines from the City’s Water Pumping Plant in Lorain to the City. For the City’s Wastewater Pollution Control Fund operations, the report identifies approximately \$105 million in capital improvements which include several conveyance expansion phases among other items. The report suggests that these improvements be completed over a 20-year period and realizing the importance of these improvements, Elyria City Council has enacted a series of annual rate increases over the next 20 years which began in 2009 to fund these improvements. These improvements should keep and improve the City’s water and wastewater operations at levels that will be appreciated by our citizens of today and for generations to come.

The City’s **Sanitation Department** continues to provide its citizens with excellent trash collection services at the lowest possible price. The City purchased five new garbage trucks with automated arms and implemented the cart system of trash collection late in 2010. This will allow for only one person to man each truck and is believed to lower workers compensation claims in the future as well as dumping fees as more residents will be forced to recycle thus reducing the amount of trash sent to the independently-owned landfill. The City also purchased three new recycling garbage trucks in 2010 to provide better service to its residents. A series of five (5) annual increases beginning in 2009 were enacted by Elyria City Council which will provide the necessary resources to pay for these new trucks.

The City’s fourth enterprise fund, **Special Parks and Recreation**, is fairly minor in nature and is used to account for the operations of concession stands and athletic programs in the City’s parks and recreation facilities.

**INTERNAL SERVICE OPERATIONS** – The City has two internal service funds relating to risk management. Those funds are the **Employees’ Health Insurance Fund** and **Workers’ Compensation Fund**.

The **Employees’ Health Insurance Fund** is used to account for the operations of the City’s self-insured health plan for all full-time employees and their dependents. Other City funds are charged a premium amount per employee covered by the Employees’ Health Insurance Fund. The Employees’ Health Insurance Fund pays claims and administration costs. The City has specific stop-loss insurance coverage to insure against catastrophic claims.

The **Workers’ Compensation Fund** is used to account for the City’s participation in the State of Ohio workers’ compensation fully insured plan. Under the plan, the City reimburses the State of Ohio for claims paid, administration fees, and premiums for insurance coverage on catastrophic claims. Other City funds are charged a premium amount based on the wages paid to covered employees.

**FIDUCIARY OPERATIONS** – The City has several agency funds under its jurisdiction. These funds are used to account for assets held by the City as an agent for individuals, private organizations, other governmental units, or other funds.

**DEBT ADMINISTRATION** – The City’s recent bond rating of A2 was downgraded to an A3 in late 2009 due to the stress that the depressed economy has put on the City of Elyria. In April 2010, Moody’s Investors Service recalibrated their “municipal scale” to their “global scale” and changed the City’s bond rating to an A1. The A1 rating was confirmed in May 2010 at the time the City issued short-term general obligation bond anticipation notes for various projects. This favorable bond rating has saved the City thousands of dollars in debt service costs and also shows Moody’s confidence in the City’s operations and financial position.

The City had a number of debt issues outstanding at December 31, 2010. These issues include \$35,499,194 in general obligation bonds, \$8,530,000 in general obligation notes, \$3,491,873 in special assessment bonds, \$17,539,626 in Ohio Water Development Authority loans, \$3,252,000 in State Infrastructure Bank loans and \$394,585 in Ohio Public Works Commission interest free loans. Under the Uniform Bond Act of the Ohio Revised Code, the City has a legal limitation on unvoted general obligation debt based on 5.5% of the assessed valuation of real and personal property. At December 31, 2010, the City’s net debt (as defined in the Ohio Revised Code) of \$43,139,875 was below the legal limit of \$49,364,081.

**CASH MANAGEMENT** – Monies temporarily idle during the year and invested are governed by the City Charter and the Ohio Revised Code. The City invests these funds in a common group of bank accounts and short-term investments such as certificates of deposit, money market accounts, federal agency securities, repurchase agreements and Star Ohio. The City Auditor’s Office has implemented an excellent cash management program. While the City only uses safe, conservative investments, at the same time it takes full advantage of available investment opportunities. Interest earned on investments is allocated to the funds participating in the pool in accordance with the City Charter and Codified Ordinances. Following is a schedule of interest earned (on a cash basis) for the past ten years:

<u>Years</u>	<u>Amount</u>
2001	\$1,620,592
2002	680,710
2003	431,678
2004	356,060
2005	696,259
2006	1,259,434
2007	1,469,598
2008	687,783
2009	108,703
2010	27,594

Return on investments declined in 2010 due to lower interest rates offered in the marketplace. The overall rate of return on the City’s investments for 2010 was approximately .28%. The City complied with the various provisions of the Ohio Revised Code and the City Charter and Codified Ordinances pertaining to types of investments held and institutions in which deposits were made. The City also complied with provisions of the Ohio Revised Code concerning security requirements. The Ohio Revised Code does not require security for its public deposits to be maintained in the City’s name. Instead, the investment institutions may pledge a pool of government securities, the face value of which is at least 105% of the total value of public

monies on deposit. The City monitors compliance with the various statutes mentioned above and will continue to do so in future years.

**RISK MANAGEMENT** – The City purchases insurance policies in varying amounts to insure City property against loss or misuse and provide coverage for general liability, vehicle liability, property damage, employee and public officials’ liability, and for errors and omissions. The City also pays unemployment claims to the State of Ohio as incurred.

The City’s risk management policies for health insurance and workers’ compensation have been discussed previously in the Internal Services Operations section.

**PENSION AND POSTEMPLOYMENT BENEFITS PLANS** – Full time, permanent employees of the City belong to one of two state operated pension plans (both are cost-sharing, defined benefit, multiple-employer plans). Elected officials and non-uniformed employees are members of the Ohio Public Employees Retirement System (“OPERS”). Police and fire personnel are members of the Ohio Police and Fire Pension Fund (“OP&F”). The plans provide pension benefits as well as postretirement health care coverage to qualifying employees. Contributions to the plans by both the City and participating employees are mandated by state statute. Because both plans operate pursuant to the Ohio Revised Code, the Ohio General Assembly could decide to amend the format of the plans and could revise contribution and benefit levels.

During the year ended December 31, 2010 the City contributed approximately \$4.5 million to the two plans.

**INDEPENDENT AUDIT** – State statutes require an annual audit. This year the City’s audit was performed by Auditor of State, David Yost. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act of 1984, and subsequent amendments and the related OMB Circular A-133. The independent accountants’ report on the basic financial statements is included in the financial section of this report and is unqualified.

## **AWARDS**

The GFOA awarded a **CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING** to the City of Elyria for its comprehensive annual financial report for the fiscal year ended December 31, 2009. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for the preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The City of Elyria has received a Certificate of Achievement for the last **TWENTY-FOUR CONSECUTIVE YEARS** (fiscal years ended 1986-2009). We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA.

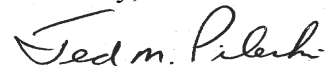


## ACKNOWLEDGMENTS

I would like to extend a special thank you to Chief Deputy Auditor John T. Farrell who assisted me in preparing this report. I would also like to thank my entire staff whose dedicated service made this report possible.

In closing, I would also like to thank the Mayor and members of Elyria City Council, for without your continued support, the preparation of this report to help ensure the continued financial integrity of the City, would not have been possible.

Sincerely,

A handwritten signature in cursive script that reads "Ted M. Pileski".

Ted M. Pileski, CPA  
Elyria City Auditor

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Elyria  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2009

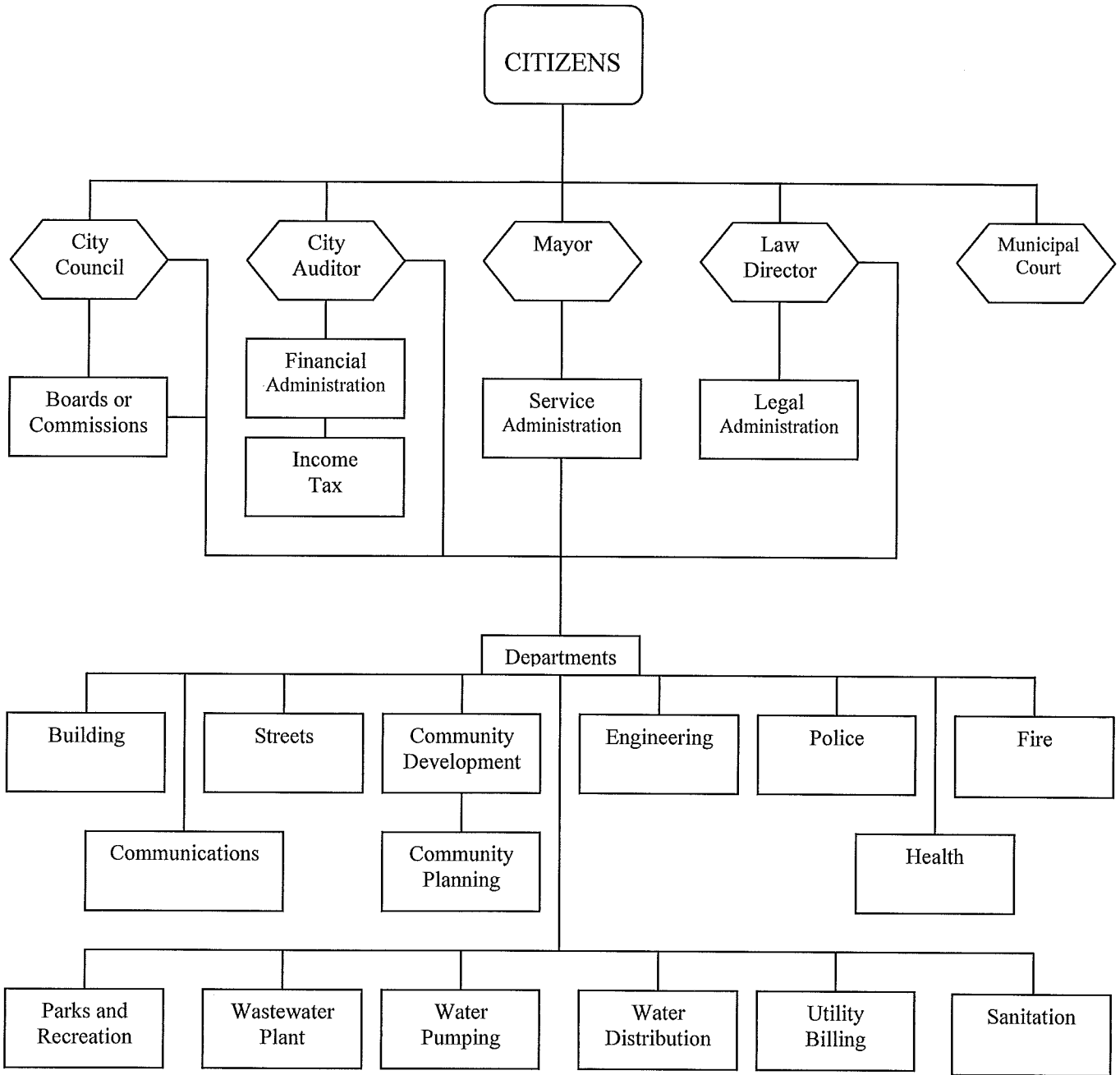
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

# City of Elyria, Ohio Organizational Chart



City of Elyria, Ohio  
List of Elected and Appointed Officials  
December 31, 2010

Elected Officials

Mayor  
Auditor  
Law Director  
Judge  
Judge  
Court Clerk  
Council Member – Ward 1  
Council Member – Ward 2  
Council Member – Ward 3  
Council Member – Ward 4  
Council Member – Ward 5  
Council Member – Ward 6  
Council Member – Ward 7  
Council Member – At large  
Council Member – At large  
Council Member – At large  
Council Member – At large

William M. Grace  
Ted M. Pileski  
Terry S. Shilling  
Lisa A. Locke-Graves  
Gary C. Bennett  
Eric J. Rothgery  
Larry W. Tanner  
Forrest L. Bullocks  
Garry L. Gibbs  
Mark F. Craig  
Marcus D. Madison  
Donna Mitchell  
Gerard A. McHugh  
Thomas G. Callahan  
Michael J. Lotko III  
Mary F. Siwierka  
Victor F. Stewart III

Appointed Officials

Administrative Assistant  
Safety Service Director  
Administrative Assistant  
Assistant Safety Service Director  
Economic Development Director  
EEO-MBE Coordinator  
Administrative Legal Council to the Mayor  
Chief Deputy Auditor  
Assistant Law Director  
Chief Prosecutor  
Prosecutor  
Assistant Prosecutor  
Assistant Prosecutor  
Assistant Prosecutor  
Assistant Prosecutor  
Assistant Prosecutor  
Council Clerk  
Assistant Council Clerk

Rebecca M. Stewart  
Chris C. Eichenlaub  
Martha Syrowski  
James Hutchison  
Kevin A. Brubaker  
LaTaunya V. Conley  
Thomas J. Smith  
John T. Farrell  
Michael E. Szekely  
Jay B. Grunda  
Scott A. Strait  
Cynthia M. Adams  
Michelle D. Nedwick  
Quentin J. Nolan  
Linda M. Powers  
Honey Rothschild  
Arthur J. Weber  
Nell A. Fike

Department Heads

Building Department  
Communications Superintendent  
Community Development / City Planning Director  
Engineer  
Fire Chief  
Health Commissioner  
Income Tax Administrator  
Medical Director  
Parks and Recreation Director  
Police Chief  
Street Superintendent  
Utilities Superintendant  
Wastewater Plant Superintendent  
Water Distribution Superintendent  
Water Pumping Plant Superintendent

Phillip Lahetta  
Larry A. Showalter  
Angela J. Byington  
Mukund R. Moghe  
Richard A. Benton  
Kathryn C. Boylan  
Ted M. Pileski  
Dr. Douglas M. McDonald  
Frank J. Gustoff  
Duane P. Whitely  
Gary M. Dickerson  
Sherman C. Jones  
Terry Korzan  
Harold Connerth  
Samuel F. Jacob

# FINANCIAL SECTION



Resident of Cascade Park

**(THIS PAGE INTENTIONALLY LEFT BLANK)**



# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

City of Elyria  
Lorain County  
131 Court Street  
Elyria, Ohio 44035

To the Members of Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Elyria, Lorain County, Ohio (the City), as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Elyria, Lorain County, Ohio, as of December 31, 2010, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund 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 September 27, 2011, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

We conducted our audit to opine on the financial statements that collectively comprise the City's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



**Dave Yost**  
Auditor of State

September 27, 2011



CITY OF ELYRIA, OHIO  
Management's Discussion and Analysis  
For the Year Ended December 31, 2010  
Unaudited

As management of the City of Elyria, we offer readers of the City of Elyria's financial statements this narrative overview and analysis of the financial activities of the City of Elyria for the fiscal year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 - 7 of this report.

### **Financial Highlights**

- The assets of the City of Elyria exceeded its liabilities at the close of the most recent fiscal year by \$98,879,924 (*net assets*). Of this amount, \$83,563,113 or 84% represents investments in capital assets, net of related debt. Net assets of the City of Elyria increased \$3,910,591 in 2010.
- The General Fund balance rebounded significantly increasing \$2,056,052. This increase can be attributed in large part to an increase in income tax revenues received by the City in 2010 of \$1,176,530 or 7%. Several companies in and around Elyria brought back laid-off personnel and returned to full-shift employment schedules. The City has also continued to make significant cuts to nearly all expenditure functions within the General Fund. Expenditures for public safety, health, community environment, general government and capital outlay decreased \$2,055,995 or 13%, \$24,243 or 1%, \$25,173 or 3%, \$109,152 or 2% and \$637,607 or 87%, respectively. Expenditures for the culture and recreation function in the General Fund increased \$141,467 or 13% due to personnel previously paid in 2009 out of the Special Parks and Recreation enterprise fund transferred to the General Fund in 2010.
- The City of Elyria's short-term debt increased by \$3,200,000 as the City issued one-year general obligation bond anticipation notes in the amount of \$3.4 million for new sanitation trucks and retired \$200,000 in principal on a one-year general obligation bond anticipation note for two new fire trucks. The City re-issued one-year general obligation bond anticipation notes for \$1.3 million for the acquisition of fire pumper trucks and a new aerial ladder truck, \$3.6 million for the Energy Conservation project and \$230,000 for improvements to 49<sup>th</sup> Street.
- The City's long-term debt increased by \$2,255,298 as the City applied and received construction loans in the amount of \$5,370,408. The City also retired existing long-term bonds and construction loans by \$3,344,179 and long-term compensated absences \$47,959. Capital lease obligations increased by \$277,028 with the addition of a new Wastewater Pollution Control sewer vector truck.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City of Elyria's basic financial statements. The City of Elyria's basic financial statements are comprised

CITY OF ELYRIA, OHIO  
Management's Discussion and Analysis  
For the Year Ended December 31, 2010  
Unaudited

of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements.** The *government-wide statements* are designed to provide readers with a broad overview of the City of Elyria's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City of Elyria's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Elyria is improving or deteriorating.

The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Elyria that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Elyria include public safety, health, culture and recreation, community environment, highways and streets, and general government. The business-type activities of the City of Elyria include water, special parks & recreation, sanitation, and wastewater pollution control operations.

The government-wide financial statements can be found on pages 28-29 of this report.

**Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Elyria, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Elyria can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

CITY OF ELYRIA, OHIO  
Management's Discussion and Analysis  
For the Year Ended December 31, 2010  
Unaudited

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Elyria maintains fifty-six (56) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Energy Conservation Fund, and the State Route 57 Rehabilitation Fund, all of which are considered to be major funds under generally accepted accounting principles. Data from the other fifty-three (53) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City of Elyria adopts an annual appropriated budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund in the basic financial statements to demonstrate compliance with its budget. Budgetary comparison schedules for other funds are provided elsewhere in this report.

The basic governmental fund financial statements can be found on pages 30-38 of this report.

***Proprietary funds.*** The City of Elyria maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Elyria uses enterprise funds to account for its Water, Sanitation, and Wastewater utilities, and for its Special Parks & Recreation programs. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Elyria's various functions. The City of Elyria uses internal service funds to account for its worker's compensation and employee health insurance expenditures. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Special Parks and Recreation, Sanitation, and Wastewater Pollution Control operations, all of which are considered to be major funds of the City of Elyria. Conversely, our Employee Health Insurance and Worker's Compensation internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* on pages 162-164 of this report.

The basic proprietary fund financial statements can be found on pages 39-42 of this report.

***Fiduciary funds.*** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Of these classifications, the City utilizes only agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Elyria's own programs.

The basic fiduciary fund financial statement can be found on page 43 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 44-79 of this report.

### **Government-Wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Elyria, assets exceeded liabilities by \$98,879,924 at the close of the most recent fiscal year.

By far, the largest portion of the City of Elyria's net assets (84 percent) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, and infrastructure) to provide services to citizens, less any related debt used to acquire those assets; consequently, these assets are *not* available for future spending. Although the City of Elyria's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. A condensed statement of net assets follows in Table 1.

**CITY OF ELYRIA, OHIO**  
**Management's Discussion and Analysis**  
For the Year Ended December 31, 2010  
Unaudited

**Table 1**  
**CITY OF ELYRIA'S**  
**Condensed Statement of Net Assets**

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$ 26,111,427	\$ 24,796,154	\$ 6,664,589	\$ 5,031,772	\$ 32,776,016	\$ 29,827,926
Capital assets	91,045,873	90,253,085	60,612,317	54,804,226	151,658,190	145,057,311
Total assets	<u>117,157,300</u>	<u>115,049,239</u>	<u>67,276,906</u>	<u>59,835,998</u>	<u>184,434,206</u>	<u>174,885,237</u>
Current liabilities	13,648,441	13,504,869	5,012,306	1,772,798	18,660,747	15,277,667
Non-Current liabilities	36,672,460	38,270,937	30,221,075	26,367,300	66,893,535	64,638,237
Total liabilities	<u>50,320,901</u>	<u>51,775,806</u>	<u>35,233,381</u>	<u>28,140,098</u>	<u>85,554,282</u>	<u>79,915,904</u>
Net assets:						
Invested in capital assets, net of related debt	54,196,053	52,728,068	29,367,060	29,796,937	83,563,113	82,525,005
Restricted	10,402,372	10,322,755			10,402,372	10,322,755
Unrestricted	2,237,974	222,610	2,676,465	1,898,963	4,914,439	2,121,573
Total net assets	<u>\$ 66,836,399</u>	<u>\$ 63,273,433</u>	<u>\$ 32,043,525</u>	<u>\$ 31,695,900</u>	<u>\$ 98,879,924</u>	<u>\$ 94,969,333</u>

An additional portion of the City of Elyria's net assets at December 31, 2010 (10 percent) represents resources that are subject to external restrictions on how they may be used. The remaining net assets of \$4,914,439 at December 31, 2010 are unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.

Table 2 on Page 18 indicates the changes in net assets for the years ended December 31, 2010 and 2009.

**Governmental activities.** In 2010, the net assets for the governmental activities of the City increased by \$3,562,966. This increase in net assets is primarily due to an increase in income tax revenues of \$1,955,676 and an increase of \$2,213,081 in grant revenues received for the State Route 57 Rehabilitation Project and various State Issue II resurfacing projects. Total tax revenue accounts for \$27,529,253 of the \$44,872,402 total revenue for governmental activities, or 61%.

The City's direct charges to users of governmental services made up \$3,614,530 or 8% of total governmental revenue. These charges are for fees related to health department activities, fees related to parks and recreation activities, fines and forfeitures related to Elyria Municipal Court activities and various licenses and permits. Total charges to users dropped \$618,203 or 15% due to the shuttering of the Elyria Municipal Jail resulting from budget constraints.

The major recipients of intergovernmental revenues from state and federal sources (i.e. grants, contributions, gasoline and motor vehicle taxes) were the General Fund receiving \$3,699,802, the State Route 57 Rehabilitation Fund receiving \$2,382,084, the Street Construction Maintenance & Repair Fund receiving \$1,819,321, the State Issue II Capital Projects Fund receiving \$1,226,568, the Neighborhood Stabilization Program Grant Fund receiving \$1,002,041 and the SAFER Grant Fund receiving \$819,660.

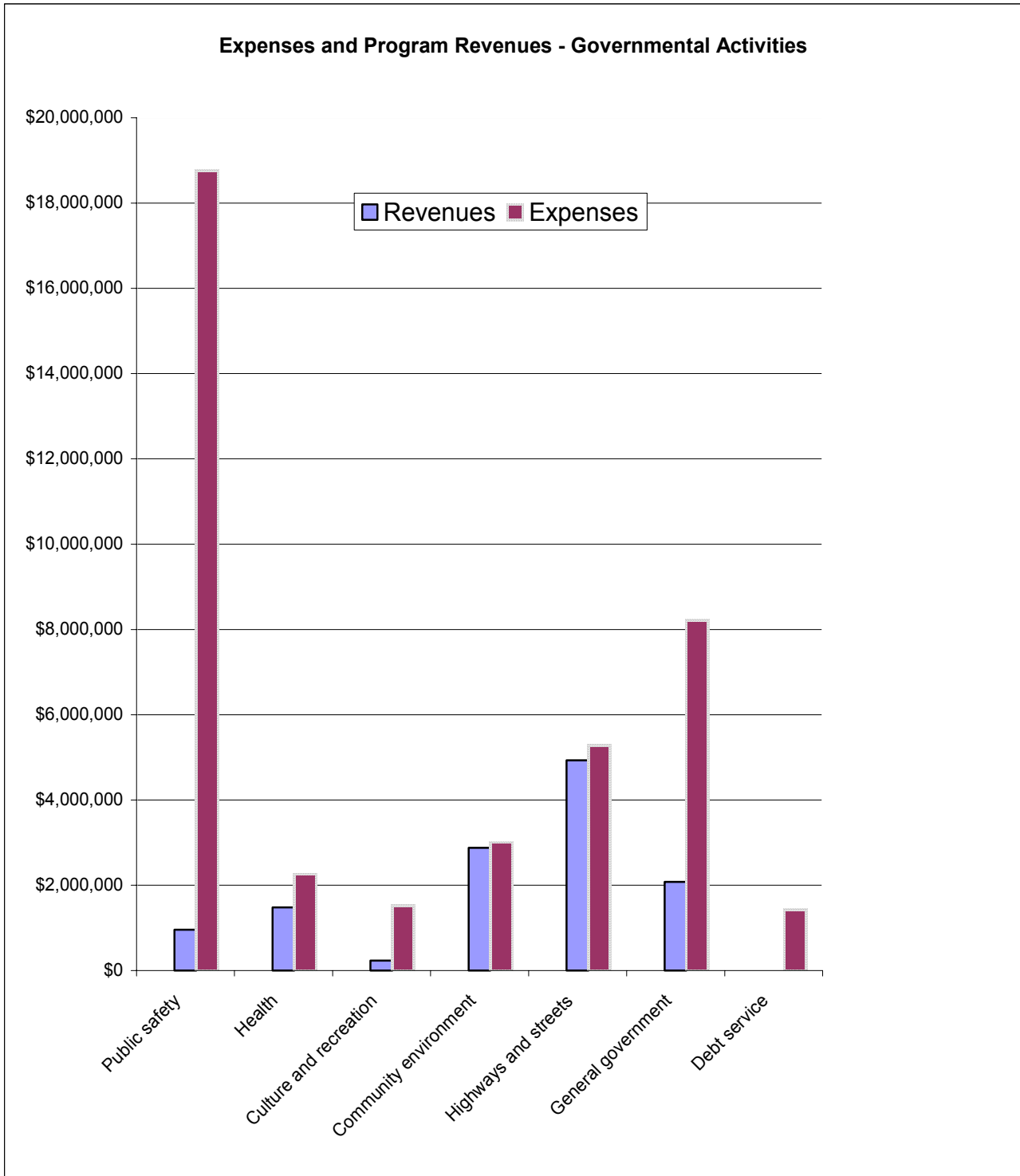
**CITY OF ELYRIA, OHIO**  
**Management's Discussion and Analysis**  
For the Year Ended December 31, 2010  
Unaudited

Public safety which includes police and fire protection, safety service, communications and the jail operations accounts for \$18,988,400 of the \$41,309,436 total expenses for governmental activities in 2010, or 46%. The next largest program is general government, which equals \$8,307,217 or 20% of total governmental expenses.

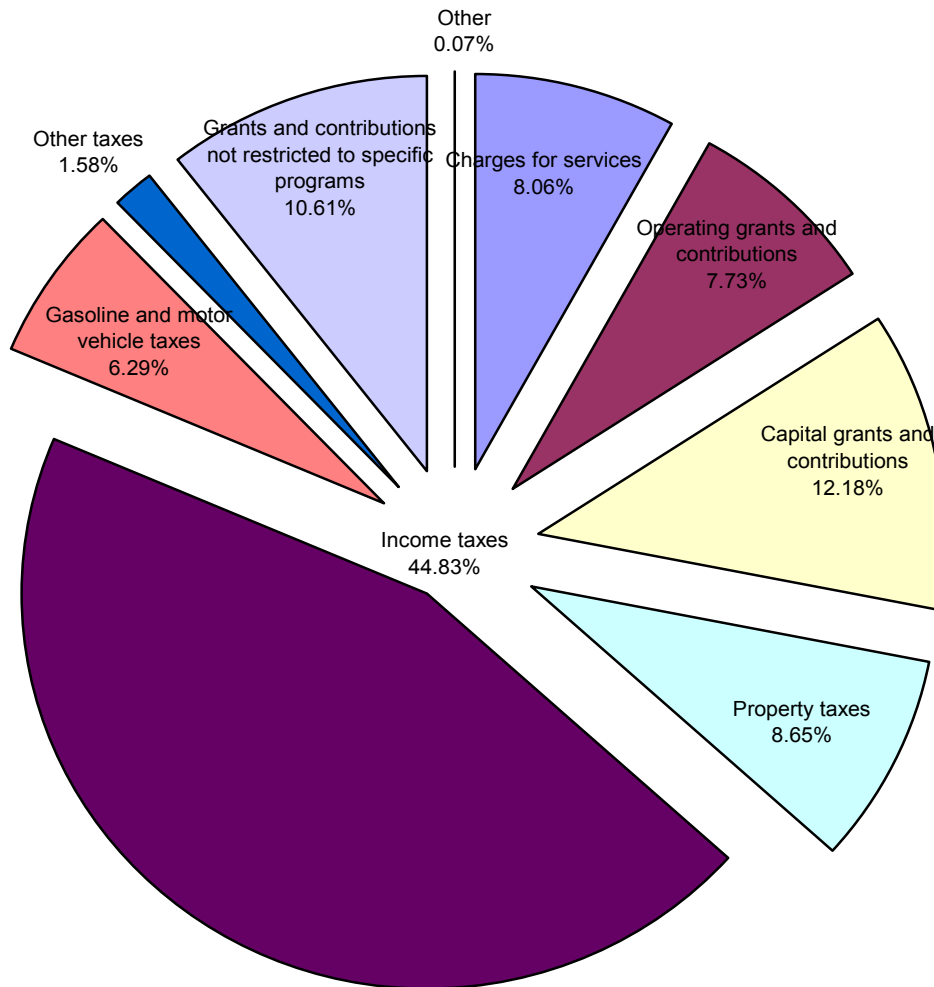
**Table 2**  
**CITY OF ELYRIA'S Changes in Net Assets**

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues:						
Charges for services	\$ 3,614,530	\$ 4,232,733	\$ 22,610,798	\$ 20,394,670	\$ 26,225,328	\$ 24,627,403
Operating grants and contributions	3,470,388	2,528,700	41,832	172,931	3,512,220	2,701,631
Capital grants and contributions	5,465,592	3,252,511	347,964	25,119	5,813,556	3,277,630
General revenues:						
Property taxes	3,883,089	3,904,036			3,883,089	3,904,036
Income taxes	20,115,876	18,160,200			20,115,876	18,160,200
Gasoline and motor vehicle taxes	2,822,938	2,809,643			2,822,938	2,809,643
Other taxes	707,350	518,482			707,350	518,482
Grants and contributions not restricted to specific programs	4,759,534	3,829,669			4,759,534	3,829,669
Other	33,105	787,291	73,931	86,305	107,036	873,596
Total revenues	<u>44,872,402</u>	<u>40,023,265</u>	<u>23,074,525</u>	<u>20,679,025</u>	<u>67,946,927</u>	<u>60,702,290</u>
Expenses:						
Public safety	18,988,400	20,248,006			18,988,400	20,248,006
Health	2,282,178	2,309,335			2,282,178	2,309,335
Culture and recreation	1,551,008	1,424,063			1,551,008	1,424,063
Community environment	3,037,800	2,051,503			3,037,800	2,051,503
Highways and streets	5,713,819	3,733,173			5,713,819	3,733,173
General government	8,307,217	8,372,028			8,307,217	8,372,028
Debt service	1,429,014	1,497,970			1,429,014	1,497,970
Water			7,098,581	7,383,133	7,098,581	7,383,133
Special Parks & Recreation			340,608	601,210	340,608	601,210
Sanitation			3,653,211	3,396,797	3,653,211	3,396,797
Wastewater Pollution Control			11,634,500	10,563,625	11,634,500	10,563,625
Total expenses	<u>41,309,436</u>	<u>39,636,078</u>	<u>22,726,900</u>	<u>21,944,765</u>	<u>64,036,336</u>	<u>61,580,843</u>
Increase (decrease) in net assets	3,562,966	387,187	347,625	(1,265,740)	3,910,591	(878,553)
Net assets - beginning	63,273,433	62,886,246	31,695,900	32,961,640	94,969,333	95,847,886
Net assets - ending	<u>\$ 66,836,399</u>	<u>\$ 63,273,433</u>	<u>\$ 32,043,525</u>	<u>\$ 31,695,900</u>	<u>\$ 98,879,924</u>	<u>\$ 94,969,333</u>

**CITY OF ELYRIA, OHIO**  
**Management's Discussion and Analysis**  
 For the Year Ended December 31, 2010  
 Unaudited



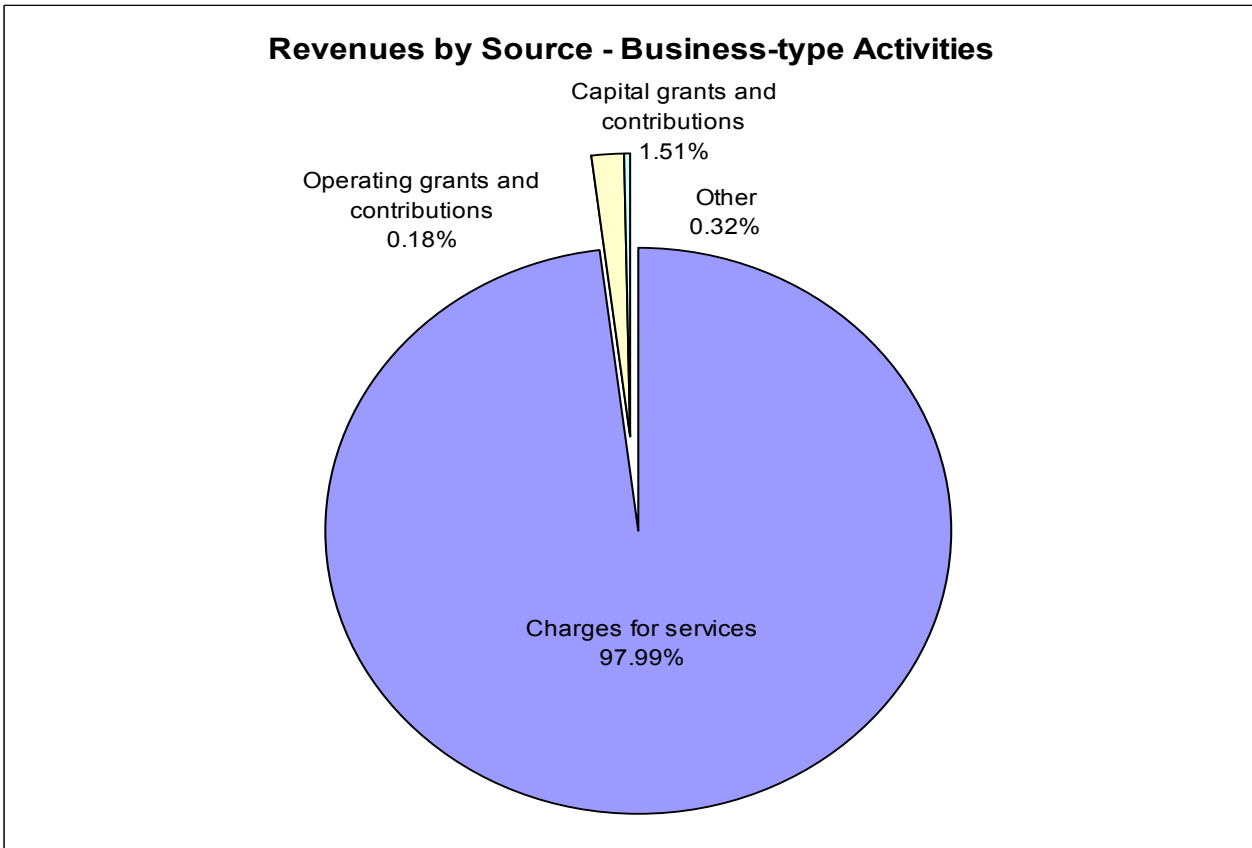
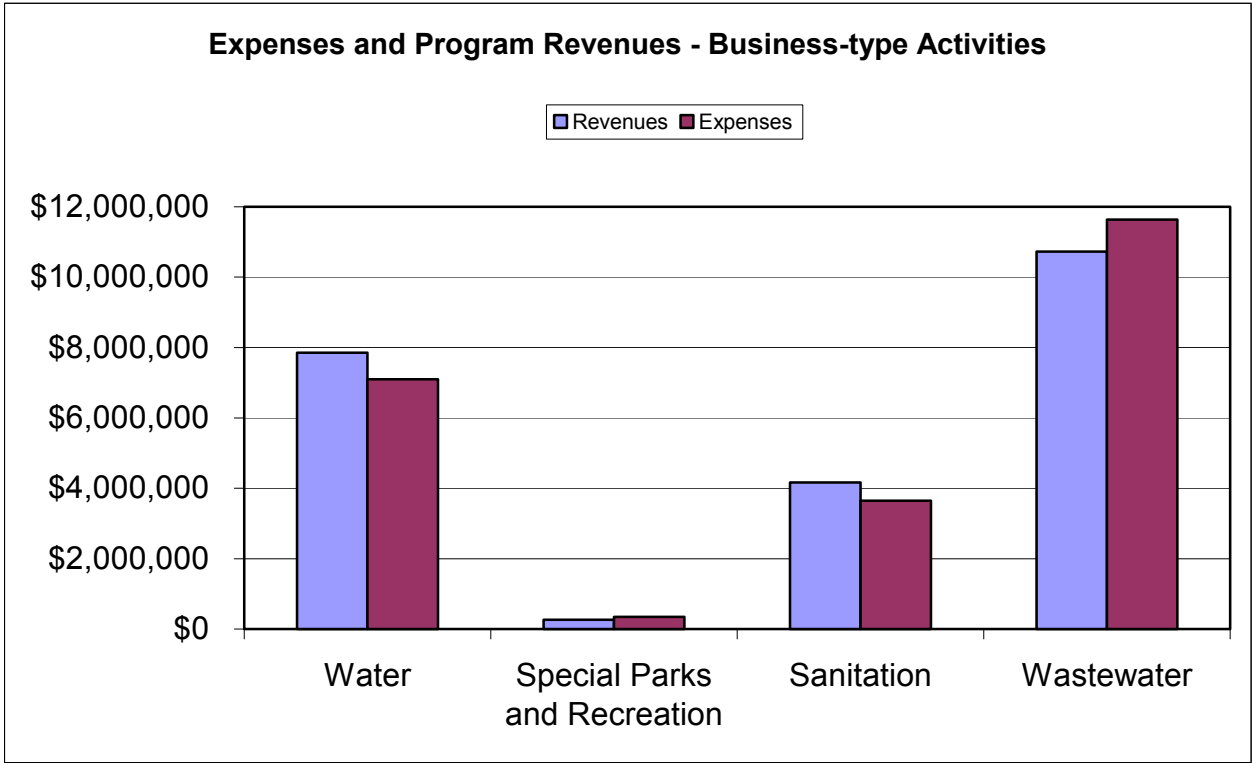
### Revenues by Source - Governmental Activities



**Business-type activities.** The net assets for the business-type activities of the City increased by \$347,625 as compared to a \$1,265,740 decrease in 2009 business-type activities. Elyria City Council on January 5, 2009, approved annual increases for water and sewer rates beginning in 2009 through 2028. Water rates, measured against a 2008 baseline, will increase approximately 120% by 2013, 187% by 2018, 249% by 2023 and 325% by 2028. Sewer rates, measured against a 2008 baseline, will increase approximately 26% by 2013, 55% by 2018, 91% by 2023 and 136% by 2028. These rate increases have moved the City in the right direction in regards to bringing the net assets of the business-type activities to a more appropriate level. Elyria City Council on January 5, 2009, also approved annual increases for sanitation rates beginning in 2009 through 2013. Sanitation rates measured against a 2008 baseline will increase approximately 37% by 2013. The major revenue source of the business-type activities was charges for services of \$22,610,798 which was \$2,216,128 higher than charges for services in 2009 or a 10.87% increase.



CITY OF ELYRIA, OHIO  
**Management's Discussion and Analysis**  
 For the Year Ended December 31, 2010  
 Unaudited



## Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to demonstrate and ensure compliance with finance related legal requirements.

**Governmental Funds.** The focus of the City's governmental funds is to provide information on near-term outflows, inflows and balances of expendable resources. Such information is useful in assessing the City's financing requirements. In particular, an unreserved fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$9,492,348, an increase of \$1,709,880 in comparison with the prior year. Approximately 106% of this total amount is reserved to indicate that it is not readily available for new spending since it has already been committed to 1) liquidate contracts and purchase orders of \$4,117,268, 2) pay for rehabilitation loans totaling \$4,567,331 under the Block Grant and C.H.I.P. Grant programs, 3) to pay debt service of \$905,383 and 4) paying for qualified expenditures under an endowment totaling \$469,307. The unreserved fund balance of (\$4,270,317) for the capital project funds includes a negative balance of (\$3,830,000) due to the one year general obligation bond anticipation notes that were issued for various capital projects and reported as a liability in the individual capital project funds because the capital projects do not represent current financial resources and they are not reported in the governmental funds financial statements. The negative fund balances will be eliminated in the capital project funds upon the issuance of long-term general obligation bonds, the proceeds of which will retire the short-term notes.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the General Fund unreserved fund balance was \$2,068,602 while the total fund balance was \$2,627,561. As a measure of the General Fund's liquidity, it may be useful to compare both the unreserved fund balance and the total fund balance to total fund expenditures. Unreserved fund balance represents 8.69% of total General Fund expenditures, while total fund balance represents 11.04% of that same amount.

The General Fund balance increased from \$571,509 at December 31, 2009 to \$2,627,561 at December 31, 2010. The following schedule presents a summary of General Fund revenues for the fiscal year ended December 31, 2010 and a comparison to prior year's revenues.

**CITY OF ELYRIA, OHIO**  
**Management's Discussion and Analysis**  
For the Year Ended December 31, 2010  
Unaudited

<u>Revenues</u>	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2009</u>	<u>Percent of Increase (Decrease)</u>
Taxes	\$ 19,622,967	75.70%	\$ 1,108,991	5.99%
Intergovernmental revenues	3,699,802	14.27%	133,283	3.73%
Charges for services	1,730,309	6.68%	(171,913)	(9.03%)
Licenses and permits	424,133	1.64%	(381,118)	(47.33%)
Investment income	15,753	0.06%	3,251	26.00%
Special assessments	15,712	0.06%	777	5.20%
Fines and forfeitures	401,136	1.55%	(15,157)	3.64%
Miscellaneous revenues	<u>11,353</u>	<u>0.04%</u>	<u>(39,942)</u>	<u>(77.86%)</u>
Totals	<u>\$ 25,921,165</u>	<u>100.00%</u>	<u>\$ 638,172</u>	<u>2.52%</u>

The increase in taxes is due to an increase in employer withholding and net profits as employment levels return to pre-2009 levels. The increase in intergovernmental revenues is due to an increase of \$313,288 in inheritance tax in 2010. The decrease in charges for services is the result of the jail closure in October 2009. The decrease in licenses and permits is due to the issuance of building permits for the construction of a new \$75 million high school in 2009. The increase in investment income was due to overnight sweep interest credited to the general fund. The decrease in fines and forfeitures was due to more offenders working off fines in lieu of cash payments.

The following schedule presents a summary of General Fund expenditures for the fiscal year ended December 31, 2010 and a comparison to prior year expenditures.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2009</u>	<u>Percent of Increase (Decrease)</u>
Current:				
Public safety	\$ 13,709,944	57.62%	\$ (2,055,995)	(13.04)%
Health	1,577,353	6.63%	(24,243)	(1.51)%
Culture and recreation	1,248,958	5.25%	141,467	12.77%
Community environment	777,326	3.27%	(25,173)	(3.13)%
General government	6,379,869	26.81%	(109,152)	(1.68)%
Capital outlay	<u>98,762</u>	<u>.42%</u>	<u>(637,607)</u>	<u>(86.59)%</u>
Total	<u>\$ 23,792,212</u>	<u>100.00%</u>	<u>\$ (2,710,703)</u>	<u>(10.22)%</u>

The decreases in public safety, health, community environment and general government were due to cuts made in response to the recession. Under the public safety function, several civilian employees at the Elyria Police Department were laid off in August 2009 and the jail was closed. Also under the public safety function, 16 firefighters were laid off in 2009. Under the health function programs were cut to lower expenditures. Under the culture and recreation function, employees paid in 2009 out of Special Parks and Recreation enterprise fund were transferred back to the general fund for 2010. Under the community environment and general government functions lay offs in the second half of

CITY OF ELYRIA, OHIO  
**Management's Discussion and Analysis**  
 For the Year Ended December 31, 2010  
 Unaudited

2009 contributed to 2010 first half expenditure cuts. The capital outlay function decreased due to a fire truck purchase in 2009.

The other major governmental funds of the City are the Energy Conservation Fund, and the State Route 57 Rehabilitation Fund.

The fund balance for the Energy Conservation Fund decreased by \$202,497 as a result of the expenditure of remaining note proceeds on hand and the fund balance for the State Route 57 Rehabilitation Fund decreased \$41,967 as a result of the expenditure of remaining monies in the fund.

**Enterprise funds.** The City's enterprise funds financial statements provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets of the Water, Special Parks and Recreation, Sanitation and Wastewater Pollution Control funds at the end of the year amounted to \$505,240, \$31,490, \$1,370,427 and \$678,922, respectively. The increase / (decrease) in net assets for these funds were \$636,099, (\$78,648), \$442,715 and (\$1,031,747), respectively, during 2010. Elyria City Council has approved annual rate increases for 2009 through 2028 for users of the water and wastewater pollution control systems and annual increases for garbage pick-up beginning in 2009 through 2013 to increase net assets in the future. Other factors concerning the operations and financial condition of these funds have been addressed in the discussion of the City's business-type activities.

**General Fund Budgetary Highlights**

As required by State statute, Elyria City Council adopts an annual appropriation (budget) ordinance for all City funds under its control. In addition to the City's General Fund, fifty-seven (57) funds representing various governmental, proprietary and fiduciary activities were included in the 2010 appropriation process.

The City's General Fund is organized and structured upon the basis of five (5) functions or activities, each with its own group of departments. Each department is appropriated funds at the major account level (personal services, fringe benefits, operation and maintenance, capital outlay, debt service, transfers out and reimbursements). These major accounts are broken down to minor line items for internal control purposes.

In terms of the total General Fund and diversity of services offered to the public, the following function/activities are as follows:

<u>Function/Activity</u>	<u>2010 Annual Expended*</u>	<u>% Expended</u>
Public Safety	\$13,869,600	49.92%
Health	1,600,034	5.76%
Culture and Recreation	1,365,811	4.92%
Community Environment	784,390	2.82%
General Government	<u>10,163,673</u>	<u>36.58%</u>
Total Expenditures	<u>\$27,783,508</u>	<u>100.0%</u>

\* - under the budgetary basis of accounting

Net differences between the original expenditure budget amount of \$27,441,151 and the final budget amount of \$27,911,411 (\$470,260 increase in appropriations) were significant with the largest changes being increases in the police department (\$163,160) for vehicle purchases and repairs to an HVAC unit, in the parks and recreation department (\$221,300) which included \$100,000 for a State of Ohio Emerald Ash Bore tree removal grant with the balance in personal services and fringe benefits for the transfer of payroll out of a Special Parks enterprise fund back to general fund, and (\$75,000) appropriated for a Transportation for Livable Communities grant.

### **Capital Assets and Debt Administration**

**Capital Assets.** The City's investment in capital assets for its governmental and business-type activities as of December 31, 2010 amounts to \$151,658,190 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements other than buildings, utility distribution and collection systems, infrastructure, machinery and equipment and construction in progress. The total increase in the City's investment in capital assets for the current fiscal year was \$6,600,879 (an increase of \$792,788 for governmental activities and an increase of \$5,808,091 for business-type activities), net of depreciation expense of \$8.3 million.

Major capital asset events during the fiscal year included the following:

- Completion of the State Route 57 Rehabilitation Project totaling \$21,562,487 with \$2,424,051 of the total capitalized in 2010.
- Completion of the Gateway Boulevard Improvement Project totaling \$548,340.
- Acquisition of eight (8) new Labrie Helping Hand Garbage Trucks totaling \$2,276,880.
- Acquisition of a new International 750 Sewer Vac Truck totaling \$356,164.
- Completion of the East River Street Water Main Replacement Project totaling \$475,251.
- Completion of the Abbe Road North Water Main Replacement Project totaling \$1,331,219.
- Completion of the Schaden Road Sanitary Sewer Extension Project totaling \$660,348 with \$383,213 of the total capitalized in 2010.
- Completion of the West River Road Lift Station and Force Main Improvements and the Griswold Road Sanitary Sewer Extension Project totaling \$1,171,002 with \$1,056,438 capitalized in 2010.

Additional information on the City's capital assets can be found in Note 8 on pages 62-64 of this report.

CITY OF ELYRIA, OHIO  
Management's Discussion and Analysis  
For the Year Ended December 31, 2010  
Unaudited

**Long-term Debt.** At the end of the current fiscal year, the City had total long-term bonded debt outstanding of \$38,991,067. Of this amount, \$ 24,581,362 comprises debt backed by the full faith and credit of the City, \$3,491,873 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment and \$10,917,832 is business-type activity debt that is retired by user fees collected for business-type activities and also backed by the full faith and credit of the City.

In addition to general obligation bonds and notes outstanding at December 31, 2010, the City also had \$17,539,626 of Ohio Water Development Authority loans outstanding to finance sewer and water projects, \$394,585 of State Issue II Ohio Public Works Commission loans outstanding to finance various infrastructure projects and \$3,252,000 of State Infrastructure Bank Loans to finance the City's share of the State Route 57 Rehabilitation Project.

The City's most recent bond rating of A3 was obtained from Moody's Investors Service in December 2009 and was changed to an A1 in April 2010 when Moody's Investors Service recalibrated their "municipal scale" ratings to their "global scale." The A1 rating was confirmed in May 2010.

State statutes limit the amount of unvoted general obligation debt the City may issue to 5.5% of its total assessed valuation. The current debt limitation for the City of Elyria is \$49,364,081 which is in excess of the City's outstanding unvoted general obligation debt that is subject to the limitation of \$43,139,875.

Additional information on the City's long-term debt can be found in Note 13 on pages 70-75 of this report.

**Short-term Debt.** At the end of the current fiscal year, the City also had total short-term bond anticipation general obligation notes outstanding of \$8,530,000. Of this amount, \$3,600,000 for the Energy Conservation project, \$1,300,000 for the acquisition of two new fire trucks and \$230,000 for improvements to 49<sup>th</sup> Street were for re-issue of notes on existing projects. The balance of the short-term debt is a \$3,400,000 note issue for the purchase of six new sanitation trucks and residential trash and recycling carts for the automated trash collection program.

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

The unemployment rate for the City is currently 10.4%, which is 1.1% higher than it was a year ago. This compares higher than the state's average unemployment rate of 10.1% and is also .8% higher than the national average rate of 9.60%.

During the current fiscal year, unreserved fund balance in the General Fund increased \$2,056,052, leaving a fund balance at December 31, 2010 of \$2,627,561. The City has appropriated this amount for spending in the 2011 fiscal year budget.

**CITY OF ELYRIA, OHIO**  
**Management's Discussion and Analysis**  
For the Year Ended December 31, 2010  
Unaudited

The City is currently projecting a modest 3.0% increase in income tax collections in 2011 as compared to collections in 2010 with local manufacturing slowly returning to pre-recession levels.

All of these factors were considered in preparing the City's budget for the 2011 fiscal year.

**Requests for Information**

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the City Auditor, City of Elyria, 131 Court Street, Elyria, Ohio 44035.

**City of Elyria, Ohio**  
**Statement of Net Assets**  
**December 31, 2010**

	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Equity in pooled cash and cash equivalents	\$ 8,539,459	\$ 3,690,377	\$ 12,229,836
Investments		295,000	295,000
Receivables:			
Property tax	3,064,509		3,064,509
Income tax	4,743,618		4,743,618
Other local tax	215,420		215,420
Accounts	159,106	1,740,483	1,899,589
Accrued interest	188	14,467	14,655
Rehabilitation loans	4,567,331	270,137	4,837,468
Special assessments	486,089	78,947	565,036
Tax increment financing payments	493,772		493,772
Due from other governments	3,476,368		3,476,368
Inventory of supplies		302,819	302,819
Prepaid expenses	164,694	74,527	239,221
Bond issuance costs	200,873	197,832	398,705
Capital assets (net of accumulated depreciation):			
Land	6,706,674	719,958	7,426,632
Buildings and systems	25,495,150	12,410,769	37,905,919
Improvements	3,400,139	1,199,348	4,599,487
Utility distribution and collection systems	5,153,516	39,423,817	44,577,333
Infrastructure	44,567,394		44,567,394
Machinery and equipment	2,807,939	5,135,142	7,943,081
Construction in progress	2,915,061	1,723,283	4,638,344
Total assets	<u>117,157,300</u>	<u>67,276,906</u>	<u>184,434,206</u>
<b>LIABILITIES</b>			
Accounts payable	276,850	110,874	387,724
Contracts payable	559,410	164,912	724,322
Accrued wages and benefits	2,514,134	798,080	3,312,214
Claims payable	428,035		428,035
Accrued interest payable	109,087	399,253	508,340
Unearned revenue	4,630,925	139,187	4,770,112
General obligation notes payable	5,130,000	3,400,000	8,530,000
Non-current liabilities:			
Due within one year	2,440,126	1,957,245	4,397,371
Due in more than one year	34,232,334	28,263,830	62,496,164
Total liabilities	<u>50,320,901</u>	<u>35,233,381</u>	<u>85,554,282</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	54,196,053	29,367,060	83,563,113
Restricted for:			
Expendable:			
Public safety	1,007,103		1,007,103
Health	308,881		308,881
Community environment	4,924,758		4,924,758
Highways and streets	620,245		620,245
Debt service	905,383		905,383
Other purposes	2,166,695		2,166,695
Nonexpendable:			
Health	469,307		469,307
Unrestricted	2,237,974	2,676,465	4,914,439
Total net assets	<u>\$ 66,836,399</u>	<u>\$ 32,043,525</u>	<u>\$ 98,879,924</u>

The notes to the basic financial statements are an integral part of this statement.



**City of Elyria, Ohio**  
**Statement of Activities**  
**For the Year Ended December 31, 2010**

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Functions/Programs</b>						
Governmental activities:						
Public safety	\$ 18,988,400	\$ 886,906	\$	\$ (18,032,904)	\$	\$ (18,032,904)
Health	2,282,178	581,239		(799,490)		(799,490)
Culture and recreation	1,551,008	53,078	658	(1,319,178)		(1,319,178)
Community environment	3,037,800	1,913,381	536,181	(160,390)		(160,390)
Highways and streets	5,713,819		4,928,753	(785,066)		(785,066)
General government	8,307,217	35,784		(6,232,884)		(6,232,884)
Interest and fiscal charges	1,429,014			(1,429,014)		(1,429,014)
Total governmental activities	<u>41,309,436</u>	<u>3,470,388</u>	<u>5,465,592</u>	<u>(28,758,926)</u>		<u>(28,758,926)</u>
Business-type activities:						
Water	7,098,581	7,827,256	21,579		750,254	750,254
Special parks & recreation	340,608	241,882			(78,726)	(78,726)
Sanitation	3,653,211	21,832	128,168		511,945	511,945
Wastewater pollution control	11,634,500	10,526,504	198,217		(909,779)	(909,779)
Total business-type activities	<u>22,726,900</u>	<u>22,610,798</u>	<u>347,964</u>		<u>273,694</u>	<u>273,694</u>
Total primary government	<u>\$ 64,036,336</u>	<u>\$ 3,512,220</u>	<u>\$ 5,813,556</u>	<u>(28,758,926)</u>	<u>273,694</u>	<u>(28,485,232)</u>
General revenues:						
Property taxes				3,883,089		3,883,089
Municipal income taxes				20,115,876		20,115,876
Gasoline and motor vehicle taxes				2,822,938		2,822,938
Other local taxes				707,350		707,350
Intergovernmental revenues and contributions not restricted to specific programs				4,759,534	10,628	4,759,534
Investment earnings				17,278	63,303	27,906
Miscellaneous				15,827		15,827
Total general revenues				<u>32,321,892</u>	<u>73,931</u>	<u>32,395,823</u>
Change in net assets				3,562,966	347,625	3,910,591
Net assets - beginning				63,273,433	31,695,900	94,969,333
Net assets - ending				<u>\$ 66,836,399</u>	<u>\$ 32,043,525</u>	<u>\$ 98,879,924</u>

The notes to the basic financial statements are an integral part of this statement.

City of Elyria, Ohio  
Balance Sheet  
Governmental Funds  
December 31, 2010

	General	Energy Conservation	State Route 57 Rehabilitation	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Equity in pooled cash and cash equivalents	\$ 1,712,224	\$ 62,415	\$	\$ 6,208,916	\$ 7,983,555
Accounts receivable	85,490			73,453	158,943
Rehabilitation loans receivable				4,567,331	4,567,331
Accrued interest receivable	170			18	188
Due from other funds	489,265				489,265
Due from other governments	1,549,597			1,926,771	3,476,368
Income tax receivable	4,075,790			667,828	4,743,618
Property tax receivable	947,502			2,117,007	3,064,509
Other local tax receivable	150,782			64,638	215,420
Special assessments receivable				486,089	486,089
Tax increment financing payments receivable				493,772	493,772
Total assets	\$ 9,010,820	\$ 62,415	\$	\$ 16,605,823	\$ 25,679,058
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 115,006	\$	\$	\$ 71,458	\$ 186,464
Contracts payable	135,197			423,542	558,739
Accrued wages and benefits	1,879,191			634,016	2,513,207
Due to other funds				489,265	489,265
Deferred revenue	2,953,865			4,355,170	7,309,035
Notes payable	1,300,000	3,600,000		230,000	5,130,000
Total liabilities	6,383,259	3,600,000		6,203,451	16,186,710
Fund balances:					
Reserved for:					
Encumbrances	558,959			3,558,309	4,117,268
Rehabilitation loans				4,567,331	4,567,331
Endowment				469,307	469,307
Debt service				905,383	905,383
Unreserved, reported in:					
General fund	2,068,602				2,068,602
Special revenue funds				1,634,774	1,634,774
Capital projects funds (deficit)		(3,537,585)		(732,732)	(4,270,317)
Total fund balances	2,627,561	(3,537,585)		10,402,372	9,492,348
Total liabilities and fund balances	\$ 9,010,820	\$ 62,415	\$	\$ 16,605,823	\$ 25,679,058

The notes to the basic financial statements are an integral part of this statement.

**City of Elyria, Ohio**  
**Reconciliation of Total Governmental Fund Balances**  
**to Net Assets of Governmental Activities**  
**December 31, 2010**

Governmental Fund Balances	\$ 9,492,348
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	91,045,873
Other assets are not available to pay for current-period expenditures and, therefore are deferred in the funds.	2,678,110
Internal service funds are used by management to charge the costs of employee health insurance and workers' compensation to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	36,048
Long-term liabilities, including loans payable, are not due and payable in the current period and therefore are not reported in the funds.	(36,672,460)
Accrued interest on long-term debt is not normally expected to be liquidated with available financial resources and therefore is not reported in the funds.	(109,087)
The expenditures for prepaid items are recognized immediately in the funds and therefore are not reported as an asset in the funds.	164,694
The expenditure for bond issuance costs are recognized immediately in the funds and therefore are not reported as an asset in the funds.	200,873
	\$ 66,836,399

The notes to the basic financial statements are an integral part of this statement.

**City of Elyria, Ohio**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2010**

	<u>General</u>	<u>Energy Conservation</u>	<u>State Route 57 Rehabilitation</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Taxes:					
Property	\$ 1,330,979		\$	\$ 2,552,110	\$ 3,883,089
Income	17,584,638			2,929,781	20,514,419
Other Local	707,350			856,104	1,563,454
Tax increment financing payments				570,913	570,913
Intergovernmental revenues	3,699,802		2,382,084	8,646,615	14,728,501
Charges for service	1,730,309			105,294	1,835,603
Licenses and permits	424,133			55,569	479,702
Investment income	15,753	200		1,325	17,278
Special assessments	15,712			208,399	224,111
Fines and forfeitures	401,136			1,007,345	1,408,481
Contributions	2,101			53,736	55,837
Miscellaneous revenues	9,252			6,575	15,827
Total Revenues	<u>25,921,165</u>	<u>200</u>	<u>2,382,084</u>	<u>16,993,766</u>	<u>45,297,215</u>
<b>EXPENDITURES</b>					
Current:					
Public safety	13,709,944			4,672,195	18,382,139
Health	1,577,353			666,740	2,244,093
Culture and recreation	1,248,958			45,158	1,294,116
Community environment	777,326	2,272		2,102,645	2,882,243
Highways and streets				2,392,906	2,392,906
General government	6,379,869			667,032	7,046,901
Capital outlay	98,762	200,425	2,424,051	3,584,095	6,307,333
Debt service:					
Principal retirement				1,589,465	1,589,465
Interest and fiscal charges				1,432,151	1,432,151
Total expenditures	<u>23,792,212</u>	<u>202,697</u>	<u>2,424,051</u>	<u>17,152,387</u>	<u>43,571,347</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,128,953</u>	<u>(202,497)</u>	<u>(41,967)</u>	<u>(158,621)</u>	<u>1,725,868</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	200,000			272,901	472,901
Transfers out	(272,901)			(220,000)	(492,901)
Premium on sale of bonds/notes				4,012	4,012
Total other financing sources (uses)	<u>(72,901)</u>			<u>56,913</u>	<u>(15,988)</u>
Net change in fund balances	2,056,052	(202,497)	(41,967)	(101,708)	1,709,880
Fund balances (deficit) - beginning	571,509	(3,335,088)	41,967	10,504,080	7,782,468
Fund balances (deficit) - ending	<u>\$ 2,627,561</u>	<u>\$ (3,537,585)</u>	<u>\$</u>	<u>\$ 10,402,372</u>	<u>\$ 9,492,348</u>

The notes to the basic financial statements are an integral part of this statement.

City of Elyria, Ohio  
 Reconciliation of the Statement of Revenues,  
 Expenditures, and Changes in Fund Balances of Governmental Funds  
 To the Statement of Activities  
 For the Year Ended December 31, 2010

Net change in fund balances - total governmental funds \$ 1,709,880

Amounts reported for governmental activities in  
 the statement of activities are different because:

Governmental funds report capital outlays as expenditures; however, in the statement of activities, the cost of those assets is allocated over the estimated useful lives and reported as depreciation expense. This is the amount by which capital expenditures exceeded depreciation in the current period.	792,788
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds until such amounts are measurable and available.	(424,813)
Cash activity pertaining to bonded indebtedness, construction loans and compensated absence obligations is recorded as revenues and expenditures of the funds but is applied directly to the obligations in the government-wide financial statements and is not recorded in the statement of changes in net assets. In addition, increases in the compensated absence liability are recorded in the statement of changes in net assets but are not recorded in the funds.	1,598,477
In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	2,565
Governmental funds report prepaid items such as insurance coverage as expenditures. However, in the Statement of Activities, the rest of those assets are expensed during the period to which the benefits relate.	(8,863)
Governmental funds report bond issuance costs as expenditures. However, in the Statement of Activities, these assets are amortized over the life of the bonds.	(14,733)
Internal service funds are used by management to charge the costs of employees' health insurance and workers' compensation insurance. The net expense of certain activities of internal service funds is reported with governmental activities.	(92,335)
Change in net assets of governmental activities.	<u><u>\$ 3,562,966</u></u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF ELYRIA, OHIO  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
GENERAL FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>GENERAL FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Taxes	\$ 18,761,584	\$ 18,918,584	\$ 19,077,590	\$ 159,006
Intergovernmental revenues	3,495,000	3,859,900	3,780,396	(79,504)
Charges for services	1,754,800	1,754,800	1,721,113	(33,687)
Licenses and permits	369,000	412,600	424,133	11,533
Interest earnings	10,000	10,000	15,584	5,584
Special assessments	15,000	15,000	15,712	712
Fines and forfeitures	410,000	410,000	398,730	(11,270)
Miscellaneous revenues	285,500	285,500	176,930	(108,570)
<b>TOTAL REVENUES</b>	<b>25,100,884</b>	<b>25,666,384</b>	<b>25,610,188</b>	<b>(56,196)</b>
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>Police</b>				
Personal services	4,769,643	4,646,643	4,644,926	1,717
Fringe benefits	1,495,528	1,505,528	1,505,528	
Operation and maintenance	372,641	538,801	538,801	
Capital outlay	60,000	170,000	169,447	553
<b>Total Police</b>	<b>6,697,812</b>	<b>6,860,972</b>	<b>6,858,702</b>	<b>2,270</b>
<b>Fire</b>				
Personal services	4,335,398	4,355,398	4,355,098	300
Fringe benefits	1,553,707	1,503,707	1,503,707	
Operation and maintenance	421,088	421,088	421,088	
Capital outlay	35,000	35,000	34,488	512
<b>Total Fire</b>	<b>6,345,193</b>	<b>6,315,193</b>	<b>6,314,381</b>	<b>812</b>
<b>Communications</b>				
Personal services	119,600	109,600	109,600	
Fringe benefits	33,100	35,500	35,331	169
Operation and maintenance	24,600	24,600	24,414	186
Capital outlay	107,650	107,650	107,634	16
<b>Total Communications</b>	<b>284,950</b>	<b>277,350</b>	<b>276,979</b>	<b>371</b>
<b>Safety Service</b>				
Personal services	198,764	199,264	198,553	711
Fringe benefits	72,605	74,105	72,944	1,161
Operation and maintenance	11,550	11,550	11,541	9
<b>Total Safety Service</b>	<b>282,919</b>	<b>284,919</b>	<b>283,038</b>	<b>1,881</b>
<b>Prisoner Support</b>				
Operation and maintenance	186,500	136,500	136,500	
<b>Total Prisoner Support</b>	<b>186,500</b>	<b>136,500</b>	<b>136,500</b>	
<b>TOTAL PUBLIC SAFETY</b>	<b>13,797,374</b>	<b>13,874,934</b>	<b>13,869,600</b>	<b>5,334</b>

(Continued on subsequent page)

CITY OF ELYRIA, OHIO  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
GENERAL FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	GENERAL FUND			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>HEALTH</b>				
<b>Health Center</b>				
Personal services	768,792	796,792	794,270	2,522
Fringe benefits	233,698	239,143	233,691	5,452
Operation and maintenance	184,510	203,065	203,065	
<b>Total Health Center</b>	<b>1,187,000</b>	<b>1,239,000</b>	<b>1,231,026</b>	<b>7,974</b>
<b>Health - Solid Waste</b>				
Personal services	47,791	47,791	41,292	6,499
Fringe benefits	14,229	11,229	8,016	3,213
Operation and maintenance	3,581	6,581	4,766	1,815
<b>Total Health - Solid Waste</b>	<b>65,601</b>	<b>65,601</b>	<b>54,074</b>	<b>11,527</b>
<b>Cemetery</b>				
Personal services	245,334	230,334	226,129	4,205
Fringe benefits	81,221	87,421	84,805	2,616
Operation and maintenance	4,000	4,000	4,000	
<b>Total Cemetery</b>	<b>330,555</b>	<b>321,755</b>	<b>314,934</b>	<b>6,821</b>
<b>TOTAL HEALTH</b>	<b>1,583,156</b>	<b>1,626,356</b>	<b>1,600,034</b>	<b>26,322</b>
<b>CULTURE AND RECREATION</b>				
<b>Parks and Recreation</b>				
Personal services	440,181	527,181	523,665	3,516
Fringe benefits	161,768	196,068	193,118	2,950
Operation and maintenance	325,100	425,100	425,100	
<b>Total Parks and Recreation</b>	<b>927,049</b>	<b>1,148,349</b>	<b>1,141,883</b>	<b>6,466</b>
<b>Swimming Pools</b>				
Personal services	31,000	28,700	28,615	85
Fringe benefits	6,425	5,925	5,846	79
Operation and maintenance	49,150	43,100	43,100	
<b>Total Swimming Pools</b>	<b>86,575</b>	<b>77,725</b>	<b>77,561</b>	<b>164</b>
<b>Ice Rink</b>				
Personal services	40,650	48,650	48,445	205
Fringe benefits	7,350	8,550	8,422	128
Operation and maintenance	89,500	89,500	89,500	
<b>Total Ice Rink</b>	<b>137,500</b>	<b>146,700</b>	<b>146,367</b>	<b>333</b>
<b>TOTAL CULTURE AND RECREATION</b>	<b>1,151,124</b>	<b>1,372,774</b>	<b>1,365,811</b>	<b>6,963</b>

(Continued on subsequent page)

CITY OF ELYRIA, OHIO  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
GENERAL FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	GENERAL FUND			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>COMMUNITY ENVIRONMENT</b>				
<b>Community Planning and Zoning</b>				
Personal services	41,812	31,812	31,405	407
Fringe benefits	10,323	9,723	9,478	245
Operation and maintenance	3,650	3,650	3,646	4
<b>Total Community Planning and Zoning</b>	<u>55,785</u>	<u>45,185</u>	<u>44,529</u>	<u>656</u>
<b>Community Development</b>				
Personal services	11,861	13,161	13,071	90
Fringe benefits	3,707	4,727	4,506	221
Operation and maintenance	4,670	4,670	4,670	
<b>Total Community Development</b>	<u>20,238</u>	<u>22,558</u>	<u>22,247</u>	<u>311</u>
<b>TLCI Grant - NOACA</b>				
Operation and maintenance		75,000	41,750	33,250
<b>Total TLCI Grant - NOACA</b>		<u>75,000</u>	<u>41,750</u>	<u>33,250</u>
<b>Housing Code Enforcement</b>				
Personal services	478,871	453,871	449,828	4,043
Fringe benefits	160,432	169,432	167,586	1,846
Operation and maintenance	58,450	58,450	58,450	
<b>Total Housing Code Enforcement</b>	<u>697,753</u>	<u>681,753</u>	<u>675,864</u>	<u>5,889</u>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>773,776</u>	<u>824,496</u>	<u>784,390</u>	<u>40,106</u>
<b>GENERAL GOVERNMENT</b>				
<b>Mayor</b>				
Personal services	84,864	84,864	83,375	1,489
Fringe benefits	28,300	30,600	30,261	339
Operation and maintenance	4,100	4,100	3,731	369
<b>Total Mayor</b>	<u>117,264</u>	<u>119,564</u>	<u>117,367</u>	<u>2,197</u>
<b>Administrative Support</b>				
Personal services	103,072	104,072	103,631	441
Fringe benefits	22,505	23,905	23,788	117
Operation and maintenance	9,000	9,200	9,156	44
<b>Total Administrative Support</b>	<u>134,577</u>	<u>137,177</u>	<u>136,575</u>	<u>602</u>
<b>JEDD Income Tax Department</b>				
Personal services	22,990	17,990	16,678	1,312
Fringe benefits	8,670	6,470	6,112	358
Operation and maintenance	96,400	60,400	60,400	
<b>Total JEDD Income Tax Department</b>	<u>128,060</u>	<u>84,860</u>	<u>83,190</u>	<u>1,670</u>

(Continued on subsequent page)



CITY OF ELYRIA, OHIO  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
GENERAL FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>GENERAL FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>			
	<b><u>Original</u></b>	<b><u>Final</u></b>	<b><u>Actual</u></b>	
<b>Finance Administration</b>				
Personal services	370,363	370,363	360,956	9,407
Fringe benefits	132,160	132,160	125,119	7,041
Operation and maintenance	24,440	24,440	23,713	727
<b>Total Finance Administration</b>	<b>526,963</b>	<b>526,963</b>	<b>509,788</b>	<b>17,175</b>
<b>Legal Administration</b>				
Personal services	540,316	583,316	582,430	886
Fringe benefits	189,150	220,150	219,217	933
Operation and maintenance	52,050	52,050	52,050	
<b>Total Legal Administration</b>	<b>781,516</b>	<b>855,516</b>	<b>853,697</b>	<b>1,819</b>
<b>Legislative Activity</b>				
Personal services	285,800	282,800	281,806	994
Fringe benefits	151,700	165,700	165,064	636
Operation and maintenance	61,100	53,700	53,700	
Capital outlay	6,000			
<b>Total Legislative Activity</b>	<b>504,600</b>	<b>502,200</b>	<b>500,570</b>	<b>1,630</b>
<b>Defensive Driving</b>				
Personal services	3,000	3,000	1,339	1,661
Fringe benefits	500	500	206	294
Operation and maintenance	2,225	2,225	650	1,575
<b>Total Defensive Driving</b>	<b>5,725</b>	<b>5,725</b>	<b>2,195</b>	<b>3,530</b>
<b>Judge1</b>				
Personal services	357,674	391,477	390,253	1,224
Fringe benefits	150,397	157,397	156,529	868
Operation and maintenance	28,875	31,875	31,581	294
<b>Total Judge1</b>	<b>536,946</b>	<b>580,749</b>	<b>578,363</b>	<b>2,386</b>
<b>Judge2</b>				
Personal services	335,966	358,966	358,391	575
Fringe benefits	115,152	129,652	129,052	600
Operation and maintenance	29,940	29,940	29,940	
<b>Total Judge2</b>	<b>481,058</b>	<b>518,558</b>	<b>517,383</b>	<b>1,175</b>
<b>Clerk of Courts</b>				
Personal services	817,141	828,141	827,125	1,016
Fringe benefits	293,985	311,685	309,947	1,738
Operation and maintenance	81,850	81,850	81,850	
<b>Total Clerk of Courts</b>	<b>1,192,976</b>	<b>1,221,676</b>	<b>1,218,922</b>	<b>2,754</b>
<b>Civil Service Commission</b>				
Personal services	25,550	25,550	25,518	32
Fringe benefits	4,987	4,987	4,959	28
Operation and maintenance	26,950	20,950	20,950	
<b>Total Civil Service Commission</b>	<b>57,487</b>	<b>51,487</b>	<b>51,427</b>	<b>60</b>

(Continued on subsequent page)

CITY OF ELYRIA, OHIO  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
GENERAL FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>GENERAL FUND</b>				
	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance</b>
	<u>Original</u>	<u>Final</u>		<b>with Final Budget</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Buildings and Lands</b>				
Personal services	80,820	57,820	55,492	2,328
Fringe benefits	16,527	21,227	21,020	207
Operation and maintenance	469,150	486,650	486,650	
Capital outlay		24,030	24,030	
<b>Total Buildings and Lands</b>	<b>566,497</b>	<b>589,727</b>	<b>587,192</b>	<b>2,535</b>
<b>Engineering</b>				
Personal services	65,950	64,950	63,205	1,745
Fringe benefits	21,089	20,489	20,251	238
Operation and maintenance	24,650	24,650	24,650	
<b>Total Engineering</b>	<b>111,689</b>	<b>110,089</b>	<b>108,106</b>	<b>1,983</b>
<b>Central Maintenance Garage</b>				
Personal services	398,312	398,312	397,733	579
Fringe benefits	150,824	160,824	159,237	1,587
Operation and maintenance	539,900	534,900	534,900	
Capital outlay	22,527	22,527	15,031	7,496
<b>Total Central Maintenance Garage</b>	<b>1,111,563</b>	<b>1,116,563</b>	<b>1,106,901</b>	<b>9,662</b>
<b>Miscellaneous General Government</b>				
Operation and maintenance	2,578,800	2,491,997	2,491,997	
Debt service	1,300,000	1,300,000	1,300,000	
<b>Total Miscellaneous General Government</b>	<b>3,878,800</b>	<b>3,791,997</b>	<b>3,791,997</b>	
<b>TOTAL GENERAL GOVERNMENT</b>	<b>10,135,721</b>	<b>10,212,851</b>	<b>10,163,673</b>	<b>49,178</b>
<b>TOTAL EXPENDITURES</b>	<b>27,441,151</b>	<b>27,911,411</b>	<b>27,783,508</b>	<b>127,903</b>
Excess (deficiency) of revenues over expenditures	(2,340,267)	(2,245,027)	(2,173,320)	71,707
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in		26,731	26,731	
Advances out		(250,000)	(250,000)	
Transfers out		(733,902)	(480,901)	253,001
Proceeds of notes	1,000,000	1,300,000	1,300,000	
Other financing sources	987,000	1,055,222	1,194,543	139,321
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>1,987,000</b>	<b>1,398,051</b>	<b>1,790,373</b>	<b>392,322</b>
Net change in fund balances	(353,267)	(846,976)	(382,947)	464,029
Adjustment for prior year encumbrances	428,447	428,447	428,447	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>582,335</b>	<b>582,335</b>	<b>582,335</b>	
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 657,515</b>	<b>\$ 163,806</b>	<b>\$ 627,835</b>	<b>\$ 464,029</b>

The notes to the basic financial statements are an integral part of this statement.

City of Elyria, Ohio  
Statement of Net Assets  
Proprietary Funds  
December 31, 2010

	Business-type Activities-Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Special Parks and Recreation	Sanitation	Wastewater Pollution Control	
<b>ASSETS</b>					
Current Assets:					
Equity in pooled cash and cash equivalents	\$ 551,633	\$ 20,306	\$ 2,511,929	\$ 606,509	\$ 3,690,377
Investments				295,000	295,000
Interest receivable				14,467	14,467
Accounts receivable (net of allowance for uncollectibles)	616,226	1,380	352,922	679,569	1,650,097
Rehabilitation loans receivable				270,137	270,137
Special assessments receivable				78,947	78,947
Inventories	225,904	12,100		64,815	302,819
Prepaid items	19,768		10,226	44,533	74,527
Total current assets	<u>1,413,531</u>	<u>33,786</u>	<u>2,875,077</u>	<u>2,053,977</u>	<u>6,376,371</u>
Noncurrent Assets:					
Bond issuance costs	118,680			79,152	197,832
Capital assets:					
Land	55,169		20,744	644,045	719,958
Buildings	8,109,808	156,826	161,331	27,024,302	35,452,267
Improvements other than buildings	6,349,136	155,351	58,000	20,855,388	27,417,875
Utility distribution and collection systems	21,208,788	20,000		40,235,526	61,464,314
Machinery and equipment	6,047,061	187,307	4,953,378	5,476,897	16,664,643
Construction in progress	1,183,349			539,934	1,723,283
Less accumulated depreciation	<u>(25,102,972)</u>	<u>(381,740)</u>	<u>(2,434,152)</u>	<u>(54,911,159)</u>	<u>(82,830,023)</u>
Total capital assets (net of accumulated depreciation)	<u>17,850,339</u>	<u>137,744</u>	<u>2,759,301</u>	<u>39,864,933</u>	<u>60,612,317</u>
Total noncurrent assets:	<u>17,969,019</u>	<u>137,744</u>	<u>2,759,301</u>	<u>39,944,085</u>	<u>60,810,149</u>
Total assets	<u>19,382,550</u>	<u>171,530</u>	<u>5,634,378</u>	<u>41,998,062</u>	<u>67,186,520</u>

(Continued on subsequent page)

City of Elyria, Ohio  
Statement of Net Assets  
Proprietary Funds  
December 31, 2010

	Business-type Activities-Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Special Parks and Recreation	Sanitation	Wastewater Pollution Control	Totals
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	\$ 37,985	\$ 2,296	\$ 8,438	\$ 64,451	\$ 110,874
Accrued wages and benefits	332,169		157,828	305,787	798,080
Claims payable					
Contracts payable	15,600		91,985	57,327	164,912
Accrued interest payable	80,992		60,240	318,261	399,253
Unearned revenue			3,400,000	78,947	139,187
General obligation notes - current					
General obligation bonds - current	324,813			146,509	3,400,000
Construction loans payable - current	45,644			1,381,161	471,322
Capital lease payable - current				59,118	1,426,805
Total current liabilities	<u>837,203</u>	<u>2,296</u>	<u>3,718,491</u>	<u>2,411,561</u>	<u>6,969,551</u>
Noncurrent liabilities:					
General obligation bonds payable (net of unamortized discounts)	7,433,867			3,012,643	10,446,510
Compensated absences - long-term	560,225		116,674	629,434	1,306,333
Construction loans payable - long-term	4,873,040			11,239,781	16,112,821
Capital lease payable				398,166	398,166
Total noncurrent liabilities	<u>12,867,132</u>		<u>116,674</u>	<u>15,280,024</u>	<u>28,263,830</u>
Total liabilities	<u>13,704,335</u>	<u>2,296</u>	<u>3,835,165</u>	<u>17,691,585</u>	<u>35,233,381</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	5,172,975	137,744	428,786	23,627,555	29,367,060
Unrestricted	505,240	31,490	1,370,427	678,922	2,586,079
Total net assets	<u>\$ 5,678,215</u>	<u>\$ 169,234</u>	<u>\$ 1,799,213</u>	<u>\$ 24,306,477</u>	<u>\$ 31,953,139</u>
					<u>\$ 126,434</u>
					<u>\$ 126,434</u>
					<u>\$ 429,633</u>
					<u>\$ 429,633</u>
					<u>\$ 927</u>
					<u>\$ 428,035</u>
					<u>\$ 671</u>
					<u>\$ 429,633</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net assets of business-type activities

The notes to the basic financial statements are an integral part of this statement.

**City of Elyria, Ohio**  
**Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For the Year Ended December 31, 2010**

**Business-type Activities -  
Enterprise Funds**

	<b>Water</b>	<b>Special Parks and Recreation</b>	<b>Sanitation</b>	<b>Wastewater Pollution Control</b>	<b>Totals</b>	<b>Governmental Activities - Internal Service Funds</b>
Operating revenues:						
Charges for sales and services	\$ 7,803,618	\$ 241,882	\$ 4,015,156	\$ 10,514,512	\$ 22,575,168	\$ 6,187,581
Tap fees	23,638			11,992	35,630	
Operating grants		20,000	21,832		21,832	
Operating transfers in		11,077			20,000	
Other	32,282			19,944	63,303	40,403
Total operating revenues	<u>7,859,538</u>	<u>272,959</u>	<u>4,036,988</u>	<u>10,546,448</u>	<u>22,715,933</u>	<u>6,227,984</u>
Operating expenses:						
Personal services	3,077,433	203,151	1,545,939	4,040,028	8,866,551	19,118
Fringe benefits	1,088,380	66,685	584,046	1,438,836	3,177,947	5,872,109
Operating and maintenance	1,667,885	49,635	1,436,879	3,898,959	7,053,358	50,032
Depreciation	952,725	32,136	155,577	1,654,229	2,794,667	
Total operating expenses	<u>6,786,423</u>	<u>351,607</u>	<u>3,722,441</u>	<u>11,032,052</u>	<u>21,892,523</u>	<u>5,941,259</u>
Operating income (loss)	<u>1,073,115</u>	<u>(78,648)</u>	<u>314,547</u>	<u>(485,604)</u>	<u>823,410</u>	<u>286,725</u>
Nonoperating revenues (expenses) :						
Investment income	550			10,078	10,628	146
Interest expense	(459,145)			(754,438)	(1,213,583)	
Total nonoperating revenue (expenses)	<u>(458,595)</u>			<u>(744,360)</u>	<u>(1,202,955)</u>	<u>146</u>
Income (loss) before contributions	614,520	(78,648)	314,547	(1,229,964)	(379,545)	286,871
Capital contributions	21,579		128,168	198,217	347,964	
Changes in net assets	636,099	(78,648)	442,715	(1,031,747)	(31,581)	286,871
Total net assets - beginning	5,042,116	247,882	1,356,498	25,338,224	(160,437)	(160,437)
Total net assets - ending	<u>\$ 5,678,215</u>	<u>\$ 169,234</u>	<u>\$ 1,799,213</u>	<u>\$ 24,306,477</u>	<u>\$ 379,206</u>	<u>\$ 126,434</u>
					<u>379,206</u>	
					<u>\$ 347,625</u>	

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.  
Change in net assets of business - type activities

The notes to the basic financial statements are an integral part of this statement.

City of Elyria, Ohio  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Special Parks and Recreation	Sanitation	Wastewater Pollution Control	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received from customers	\$ 7,663,887	\$ 240,502	\$ 3,998,736	\$ 10,353,253	\$ 22,256,378
Cash payments to suppliers for goods and services	(2,519,334)	(127,855)	(2,126,609)	(5,895,780)	(10,669,578)
Cash payments to employees for services	(3,218,661)	(216,265)	(1,490,210)	(3,404,882)	(8,330,018)
Operating grants			21,832		21,832
Operating transfers in	20,000				20,000
Other operating revenues	32,282	11,077		19,944	63,303
Net cash provided by (used for) operating activities	1,958,174	(72,541)	403,749	1,072,535	3,361,917
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from construction loans	2,412,478			2,957,929	5,370,407
Proceeds from sale of general obligation notes			3,400,000		3,400,000
Capital grants received	21,579		128,168	198,217	347,964
Acquisition and construction of capital assets	(3,394,524)		(2,408,374)	(2,585,881)	(8,388,779)
Principal and interest paid on notes, bonds and loans payable	(801,382)			(2,115,952)	(2,917,334)
Net cash provided by (used for) capital and related financing activities	(1,761,849)		1,119,794	(1,545,687)	(2,187,742)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest on investments	550			10,719	11,269
Net cash provided by investing activities	550			10,719	11,269
Net increase (decrease) in cash and cash equivalents	196,875	(72,541)	1,523,543	(462,433)	1,185,444
Cash and cash equivalents, January 1	354,758	92,847	988,386	1,068,942	2,504,933
Cash and cash equivalents, December 31	\$ 551,633	\$ 20,306	\$ 2,511,929	\$ 606,509	\$ 3,690,377
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:</b>					
Operating income (loss)	\$ 1,073,115	\$ (78,648)	\$ 314,547	\$ (485,604)	\$ 823,410
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	952,725	32,136	155,577	1,654,229	2,794,667
Changes in assets and liabilities:					
Accounts receivable	(163,369)	(1,380)	(34,704)	(173,250)	(372,703)
Rehabilitation loans receivable				(9,155)	(9,155)
Special assessments receivable				10,527	10,527
Inventory of supplies	(6,580)	(352)		(1,888)	(8,820)
Prepaid expenses	7,104		4,197	4,902	16,203
Accounts payable	8,868	(587)		(43,647)	(32,969)
Contracts payable relating to operating activities	(8,032)		19,872	56,880	68,720
Accrued wages and benefits	84,438	(23,710)	18,397	38,833	117,958
Compensated absences payable	9,905		(94,818)	31,235	(53,678)
Claims payable					(89,351)
Unearned revenue			18,284	(10,527)	7,757
Total adjustments	885,059	6,107	89,202	1,558,139	2,538,507
Net cash provided by (used for) operating activities	\$ 1,958,174	\$ (72,541)	\$ 403,749	\$ 1,072,535	\$ 3,361,917
<b>Noncash investing, capital, and financing activities</b>					
Unrealized appreciation (depreciation) in fair value of investments	\$	\$	\$	\$ 3,389	\$ 3,389

The notes to the basic financial statements are an integral part of this statement.

**City of Elyria, Ohio**  
**Statement of Fiduciary Assets and Liabilities**  
**Agency Funds**  
**December 31, 2010**

**ASSETS**

Equity in pooled cash and cash equivalents	\$ 1,008,907
Cash and cash equivalents-segregated accounts	579,463
Receivables:	
Property taxes	1,608,477
Income taxes	20,368
Total assets	<u>\$ 3,217,215</u>

**LIABILITIES**

Accounts payable	\$ 379,437
Due to other governments	1,722,270
Other liabilities	1,115,508
Total liabilities	<u>\$ 3,217,215</u>

The notes to the basic financial statements are an integral part of this statement.

**CITY OF ELYRIA, OHIO  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

**NOTE 1 – DESCRIPTION OF CITY OPERATIONS**

**(A) THE CITY**

The City of Elyria (the “City”) was incorporated on February 23, 1833 under the laws of the State of Ohio. The City operates under a Mayor-Council form of government as provided by its Charter adopted on November 2, 1965.

**(B) THE REPORTING ENTITY**

The City has followed the provisions of Statement No. 14 and Statement No. 39 of the Governmental Accounting Standards Board (“GASB Statement No. 14” and “GASB Statement No. 39”) regarding the definition of its financial reporting entity. For financial reporting purposes, the City’s reporting entity includes all funds, agencies, boards and commissions for which the City is financially accountable, as well as any organizations that raise or hold economic resources for the direct benefit of the City. The notion of financial accountability includes not only the organizations that constitute the City’s legal entity; it also can include legally separate organizations in certain instances. Legally separate organizations are included in the reporting entity if the City’s officials appoint a voting majority of an organization’s governing body and, as a result, the City is able either to impose its will on that organization or there is a potential for the organization to provide specific benefits to, or to impose specific financial burdens on the City. On this basis, the reporting entity of the City includes the following services: public safety (police and fire), health (health department), culture and recreation (parks and recreation), community environment (planning, zoning and community development), basic utility services (water, sanitation, and wastewater pollution control), highways and streets (street and highway maintenance), and general government (administrative services including the municipal court). In addition, no other organization raises and holds resources for the direct benefit of the City.

Included as part of the City’s primary government in the determination of the City’s reporting entity is the Elyria Municipal Court (the “Court”). Although the Court’s territorial jurisdiction extends beyond the boundaries of the City and the Judges of the Court are separately elected, the Court’s operations are not legally separate from the City. In addition, the City is responsible for budgeting and appropriating funds for the operation of the Court, establishing the compensation of certain Court employees, and is ultimately responsible for any operating deficits sustained by the Court. The City’s share of the fines collected by the Court, along with its share of the Court’s administration and operating costs are recorded in the City’s General Fund. Monies held by the Court in a fiduciary capacity are included in an agency fund in the accompanying financial statements.

The following entities which conduct their activities near or within the City’s boundaries for the benefit of the City and/or its residents are excluded from the accompanying financial statements because they are legally separate from the City and the City is not financially accountable for their operations.



Elyria City School District  
Elyria Memorial Hospital  
Elyria Public Library

No component units are included in the definition of the City's reporting entity.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements of the City are prepared in conformity with accounting principles generally accepted in the United States of America as prescribed in statements and interpretations issued by the Governmental Accounting Standards Board (the "GASB").

**(A) BASIS OF PRESENTATION – FUND ACCOUNTING**

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

**Governmental Fund Types**

Governmental funds are those through which most governmental functions typically are financed. The acquisition and use of the City's expendable financial resources and the related current liabilities (except for those accounted for in proprietary or 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** – This fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the Charter of the City of Elyria and the general laws of Ohio.

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

**Debt Service Funds** – These funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

**Capital Projects Funds** – These funds are used to account for financial resources to be used for the acquisition or construction of capital facilities or equipment (other than those financed by proprietary funds and trust funds).

**Permanent Funds** – These funds are used to account for financial resources that are legally restricted to the extent that only investment earnings, and not principal, may be used for purposes that support the City's programs.

## **Proprietary Fund Types**

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to achieve sound financial administration. The measurement focus is based upon determination of net income, financial position and changes in financial position.

***Enterprise Funds*** – These funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body 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 the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

***Internal Service Funds*** – These funds are used to account for the financing of goods or services the City's self-insured health plan and workers' compensation plan provided to other departments or agencies of the governmental unit, or to other governmental units, on a cost reimbursement basis.

## **Fiduciary Fund Types**

***Private-purpose Trust Funds*** – Private-purpose trust funds are used to account for trust arrangements which benefit individuals, private organizations, or other governments. For accounting measurement purposes, the private-purpose trust funds are accounted for in essentially the same manner as proprietary funds. During 2010, the City did not utilize any such trust funds.

***Agency Funds*** – Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. For accounting measurement purposes, the agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations but do, however, use the accrual basis of accounting to recognize receivables and payables. The City's agency funds are used to collect and distribute deposits, inspection fees and bonds for developers various fees for State Agencies and Lorain County, fines for Elyria Municipal Court, property taxes for the Elyria Public Library, income taxes for Elyria Township, deposits for users of the City's water and sewer systems, and deposits for City employees who enrolled in the Employees Section 125 Cafeteria Plan.

***Other Fiduciary Funds*** – Other fiduciary funds include pension trust funds and investment trust funds. During 2010, the City did not utilize any such trust funds.

Fiduciary funds are not included in the government-wide statements.

## **(B) GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The government-wide financial statements report information about the City as a whole. These statements distinguish between activities that are governmental and those that are considered business-type activities. The effect of interfund activity has been removed from these

statements, with the exception of certain receivables due from other fiduciary funds of the City which are not included in the government-wide financial statements.

The government-wide statement of activities presents a comparison between expenses and program revenues for each segment of business-type activities of the City and for each program of the governmental activities.

Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program or activity. Revenues which are not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the City.

### **(C) FUND FINANCIAL STATEMENTS**

Fund financial statements report detailed information about the City. The focus of governmental and proprietary fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. The City's major governmental funds are the General Fund and the Energy Conservation Fund. Although the State Route 57 Rehabilitation Fund did not meet the criteria to classify it as a major fund in 2010, the City has chosen to treat as such because it had previously met the criteria in 2008 and 2009 and it is the City's desire to keep it consistent through the end of the project.

The General Fund is the primary operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in other funds.

The Energy Conservation Fund is used to account for monies restricted for improvements to City facilities to lower utility costs and to conserve energy.

The State Route 57 Rehabilitation Fund is used to account for monies restricted for improvements to State Route 57.

The City's four enterprise funds (Water Fund, Special Parks and Recreation Fund, Sanitation Fund, and Wastewater Pollution Control Fund) are the City's major proprietary funds. A description of these funds appears on page 154 of this report.

Nonmajor funds are aggregated and presented in a single column. The internal service funds are aggregated and presented in a single column on the face of the proprietary fund statements.

## **(D) BASIS OF ACCOUNTING**

### **(1) Government-Wide Financial Statements**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

### **(2) Governmental Fund Financial Statements**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Revenues are considered available when they are collectable within the current period or soon enough thereafter to pay liabilities of the current period. For the City, available means expected to be received within sixty days of year-end. Revenues that are deemed both measurable and available by the City include investment earnings, income taxes withheld by employers, estate taxes, fines and forfeitures and state-levied locally shared taxes (including motor vehicle fees). Reimbursements due for federally funded projects are accrued as revenue at the time the expenditures are made, or if received in advance, deferred until expenditures are made.

Property taxes and special assessments, though measurable, are not available soon enough in the subsequent year to finance current period obligations. Therefore, property tax and special assessment receivables are recorded and deferred until they become available.

Other revenues, including licenses and permits, certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, principal and interest on general long-term debt which has not matured and expenditures related to compensated absences are recognized when paid. Allocations of costs such as depreciation and amortization are not recognized in the governmental funds.

### **(3) Proprietary Fund Financial Statements**

All proprietary funds are accounted for using the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. The economic resource measurement focus concerns determining costs as a means of maintaining the capital investment and management control. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred. Allocations of costs, such as depreciation are recorded in the proprietary funds. In accordance with Statement No. 20 of the Governmental Accounting Standards Board "Accounting and Financial Reporting for Proprietary Funds and other Governmental Entities That Use Proprietary Fund Accounting", the City has elected not to apply the provisions of the Statements and Interpretations of the Financial Accounting Standards Board issued after November 30, 1989. The City will continue applying all applicable pronouncements issued by the Governmental Accounting Standards Board.

### **(E) BUDGETARY ACCOUNTING AND CONTROL**

The City adopts an annual operating budget for all funds except agency funds. During June of each year, the Mayor submits to City Council a proposed operating budget for the upcoming fiscal year. This budget is kept on file for 30 days and must be passed by the City Council by July 15 for certification of the City's estimated financial resources for the upcoming year to the County Budget Commission as required by Ohio law. This budget is based on estimates of future cash revenues, cash expenditures and encumbrances for the next fiscal year for all non-agency funds and serves as the basis for the County Budget Commission's certification of the City's estimated financial resources for the upcoming year.

By January 1 of the succeeding year, Council must adopt a temporary appropriations ordinance. The temporary appropriations ordinance remains in effect until March 31 or until the permanent appropriations ordinance is adopted by City Council, whichever occurs first. A permanent appropriations ordinance must be adopted no later than April 1 under State law and appropriations therein must not exceed the estimated financial resources certified by the County Budget Commission.

Budget control is exercised at the major account level (personal services, fringe benefits, operation and maintenance, capital outlay, debt service, transfers-out and reimbursements) within each City department. All appropriations lapse at year-end. Reported budgeted amounts are as originally adopted and amended by appropriation ordinances passed by Council. The budget for each fund is represented by appropriations and, according to City Charter, can only be modified by Council ordinance.

The General Fund Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts and disbursements. The major differences between the budget basis and the GAAP (accounting principles generally accepted in the United States of America) basis are:

(1) Revenues recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);

(2) Expenditures are recorded when paid in cash or encumbered (budget) as opposed to when the liability is incurred (GAAP);

(3) Encumbrances are recorded as expenditures (budget) as opposed to a reservation of fund balance (GAAP). In addition, encumbrances outstanding at year-end are included in the appropriation ordinance in the subsequent year and certain amounts shown as capital outlay and debt service expenditures on a GAAP basis are shown as public safety, health, culture and recreation, community environment, highways and streets and general government expenditures on a budgetary basis.

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

	<u>General Fund</u>
GAAP Basis	\$ 2,056,052
Increase (decrease) due to:	
Net Adjustment for Revenue Accruals:	2,010,297
Net Adjustment for Expenditure Accruals:	(4,449,296)
	<hr/>
Budget basis	<u><u>\$ (382,947)</u></u>

## **(F) ASSETS, LIABILITIES AND NET ASSETS OR EQUITY**

### **(1) Equity in Pooled and Segregated Cash, Cash Equivalents, and Other Short-term investments.**

Cash balances of the City's funds, except for the Court, are pooled and invested in cash equivalents and other short-term investments in order to provide improved cash management. Cash equivalents consist of deposits in the State Treasury Asset Reserve of Ohio ("STAR Ohio"), certificates of deposit and money market accounts with an original maturity of 90 days or less. Other short-term investments consist of certificates of deposit and Federal Home Loan Bank notes with a maturity of more than 90 days but less than 5 years.

Interest earned on investments is allocated to the funds participating in the pool in accordance with the City Charter and Codified Ordinances.

The City's investments with maturities greater than one year are stated at fair value (based on quoted market prices) in the accompanying financial statements and the change in the fair value of the investments is recorded as investment income along with the interest earned on the investments.

The City has invested funds in STAR Ohio. 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 Securities and Exchange Commission as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price at which the investment could be redeemed.

## **(2) Receivables**

Receivables at December 31, 2010 consist of property taxes, income taxes withheld by employers, other local taxes, accounts (billings for user charged services and fine monies collected by the Elyria Municipal Court which are initially accounted for in the Municipal Court Agency Fund), accrued interest on investments, rehabilitation loans (see Note 15 on page 76 for more detail), special assessments, amounts due from other funds which represents advances made by the General Fund to the Neighborhood Stabilization Program Fund, Energy Efficiency Block Grant Fund, Block Grant Fund, State Issue II Capital Projects Funds, Two Falls Trail Improvement Fund, Brownfield Hazardous Assessment Grant Fund, SAFER Grant Fund and the Coastal Management Grant Fund which will be repaid from monies to be received from other governments.

## **(3) Inventories and Prepaid Items**

Inventory is valued at cost (specific identification method). The proprietary fund type inventories are capitalized and expensed when used (consumption method). In the governmental funds, inventory amounts are not significant and are recognized as an expenditure when purchased (purchase method).

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and proprietary fund financial statements.

## **(4) Capital Assets and Depreciation**

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets are reported in the governmental activities column of the government-wide statement of net assets. Capital assets used by proprietary funds are reported in both the business-type activities column of the government-wide statement of net assets and in the individual proprietary funds.

Capital assets, which include property, plant, equipment, utility distribution and collection systems (sewers) and infrastructure (e.g., streets, roads and bridges, etc.) are defined by the City as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost where historical cost is not available. Estimated historical cost is based on replacement cost. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Depreciation of capital assets is computed and recorded by the straight-line method. The estimated useful lives of the various classes of depreciable capital assets are as follows:

Buildings and Systems	20 – 40 years
Improvements	10 – 40 years
Utility Distribution and Collection Systems	40 – 80 years
Infrastructure	10 – 40 years
Machinery and Equipment	2 – 20 years

### **(5) Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate employees for the benefit through time off or some other means. Sick leave benefits are accrued using the vesting method. The liability is based on the sick leave accumulated at December 31 by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future.

The portion of the liability not expected to be liquidated with expendable, available financial resources is not reported as a fund liability in the governmental fund financial statements, but is reported under the governmental activities column of the government-wide statement of net assets. The General Fund is typically used to liquidate the portion of the City's compensated absences liability pertaining to its governmental activities. The liability for business-type activities is reported under that column in the government-wide statement of net assets, as well as the individual proprietary fund to which they relate.

### **(6) Claims**

As described in Note 4, the City is self-insured for employee health and workers' compensation benefits. The City recognizes a liability for such claims if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

### **(7) Long-term Obligations**

In the government-wide statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premiums or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.



Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**(8) Encumbrances**

Encumbrances represent purchase commitments for goods and services that have not yet been received or provided. Encumbrance accounting is a form of budgetary control to ensure that appropriations are not exceeded. Encumbrances outstanding at year-end are reported as reservations of fund balances in the governmental fund types as the City will honor such commitments during the subsequent year.

**(9) Fund Equity / Net Assets**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Net assets are the difference between assets and liabilities. Net assets invested in capital assets, net of related debt are capital assets, less accumulated depreciation and any outstanding debt related to the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are legal limitations imposed on their use by City legislation or external restrictions by other governments, creditors or grantors.

**(G) RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The following details reconciling items between the governmental fund financial statements and the government-wide financial statements for the year ended December 31, 2010.

Reconciliation of Net Assets:

Long-term liabilities:	
Special assessment bonds	\$ 3,491,873
General obligation bonds	24,581,362
State Issue II construction loans	394,585
State Infrastructure Bank loan	3,252,000
Compensated absences	<u>4,952,640</u>
Total long-term liability adjustment	<u>\$36,672,460</u>

Reconciliation of Changes in Net Assets:

Capital outlay adjustment:	
Government-wide capital outlay	\$ 6,307,333
Depreciation expense	<u>(5,514,545)</u>
Net adjustment for excess capital outlay	<u>\$ 792,788</u>

Issuance of Long-term Debt and Changes in Compensated Absences:

Principal retired	\$ 1,604,197
Net change in compensated absences	<u>(5,720)</u>
Net adjustment for long-term debt activity	<u>\$ 1,598,477</u>

Internal Service:		
Change in net assets-fund financial statements	\$	286,871
Net adjustment to reflect the consolidation of internal service fund activities related to enterprise funds		<u>(379,206)</u>
Net adjustment for internal service	\$	<u>(92,335)</u>

### NOTE 3 – ACCOUNTABILITY AND COMPLIANCE

#### (A) ACCOUNTABILITY

At December 31, 2010 the following funds had a deficit fund or net assets balance:

	<u>Deficit Balance</u>
Special Revenue Funds –	
Brownfield Petroleum Assessment Grant	\$ 32,993
Brownfield Hazardous Assessment Grant	6,748
Neighborhood Stabilization Program Grant	71,587
Coastal Management Grant	2,500
Energy Efficiency Block Grant	61,717
Clean Ohio Revitalization	191
Industrial Site Improvement	21,760
COPS Grant	2,887
SAFER Grant	191,907
Capital Projects Funds-	
Two Falls Trail Improvement	2,970
Energy Conservation	3,537,585
49 <sup>th</sup> Street Special Assessment	146,207

The deficit in the Brownfield Petroleum Assessment Grant Fund, the Brownfield Hazardous Assessment Grant Fund, the Neighborhood Stabilization Program Grant Fund, the Coastal Management Grant Fund, the Energy Efficiency Block Grant Fund, the Clean Ohio Revitalization Fund, the Industrial Site Improvement Fund, the COPS Grant Fund, the SAFER Grant Fund and the Two Falls Trail Improvement Fund will all be eliminated through the receipt of grant monies. The deficit in the Energy Conservation Fund balance will be eliminated through the issuance of general obligation long-term bonds, the proceeds of which will be used to retire the outstanding general obligation notes in the City's Energy Conservation Fund. The deficit in the 49<sup>th</sup> Street Special Assessment Fund balance will be eliminated through the issuance of special assessment long-term bonds, the proceeds of which will be used to retire the outstanding general obligation notes in the City's 49<sup>th</sup> Street Special Assessment Fund.

The General Fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

## NOTE 4 – RISK MANAGEMENT

The City utilizes two funds relating to its risk management program. Both funds have been classified as internal service funds.

- (A) The Employees' Health Insurance Fund is used to account for the operations of the City's self-insured health plan. All City funds are charged a premium amount per employee covered by the Employees' Health Insurance Fund. The premium amounts are set by union contract and City ordinance. Claims and administrative fees are then paid out of the Employee Health Insurance Fund. The City pays premiums for specific stop-loss insurance coverage to insure against catastrophic claims over \$75,000 per individual.
- (B) The Workers' Compensation Fund is used to account for the funding of the City's workers' compensation plan. During the period January 1, 1989 through December 31, 1997, the City was enrolled in a retrospective rating plan offered by the State of Ohio. Under the plan, the City is charged by the State of Ohio for claims paid, administrative fees, and a premium for individual claim limits and aggregate claim limits. All City funds are normally charged a premium amount per employee covered by the Workers' Compensation Fund. The premium amounts are set based on claims experience. Claims and administrative fees are paid to the State of Ohio. The City has a maximum yearly claim limit amount for all claims, which varies each policy year. Since January 1, 1998, the City has participated in the fully insured plan offered by the Bureau of Workers' Compensation of the State of Ohio.
- (C) The City purchases insurance policies in varying amounts for general liability, vehicle liability, property damage, employee and public official's liability, professional liability for health department employees and errors and omissions. The City also pays unemployment claims to the State of Ohio as incurred. There were no significant changes in the City's insurance coverage during 2010.
- (D) The changes in the liabilities for self-insured risks for the years ended December 31, 2010 and 2009 are as follows:

	Health Benefits	Workers' Compensation Benefits
Balance January 1, 2009	\$ 545,900	\$ 90,118
Incurred claims, net of changes in estimates	4,808,301	673,603
Payments	<u>(4,836,815)</u>	<u>(763,721)</u>
Balance December 31, 2009	517,386	-
Incurred claims, net of changes in estimates	4,768,174	1,014,584
Payments	<u>(4,857,525)</u>	<u>(1,014,584)</u>
Balance December 31, 2010	<u>\$ 428,035</u>	<u>\$ -</u>

The liabilities above represent the City's best estimates based upon available information and the requirements of the GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* and Statement No. 30, *Risk Financing Omnibus – an Amendment of GASB Statement No. 10*, and include an amount for claims that have been

incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs, and other economic factors.

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

## **NOTE 5 – CONTINGENCIES**

### **(A) ENVIRONMENTAL MATTERS**

- (1) The City is currently operating under a new National Pollution Discharge Elimination System permit which became effective on August 1, 2007. The new permit will become effective August 1, 2011.
- (2) The City continues to offer a sanitary lateral repair loan program to property owners with defective sanitary laterals, and continues to perform sanitary sewer rehabilitation under a bid maintenance contract.
- (3) The City has continued a City-wide Brownfields inventory with grant money obtained from the United States Environmental Protection Agency. The City has completed a Phase I and Phase II Environmental Site Assessments (ESA) 117 Waverly Street and has begun the development of the Remedial Action Plan.
- (4) The Clean Ohio Revitalization Fund (CORF) project is ongoing and should yield a No Further Action letter from the Ohio EPA after completion of the remediation activities. Clean-up activities have proven to be successful in the early stages.
- (5) The City developed a Storm Water Pollution Prevention Plan (SWPPP) and a Spill Prevention Control and Countermeasures Plan for the Central Maintenance Complex and has begun to develop a SWPPP for the Brookdale Cemetery and the Floradale Court Parks Garage.
- (6) The City has contracted with a consultant and employed a new engineer to address all storm water issues as required by the Ohio and US EPA. Activities initiated include public education, public outreach, construction site run-off control, illicit discharge detection, implementation of municipal storm water operations and post construction site run-off control. The new engineer will oversee all storm water pollution issues within the City.
- (7) The City has begun the search for funds to stabilize slopes within Cascade Park to reduce sedimentation within the Black River and to improve the quality of the watershed.
- (8) The City submitted its CSO Long-term Control Plan and Sewer Evaluation and Capacity Assurance Plan to the Ohio Environmental Protection Agency (EPA) on December 1, 2008. No Feasible Alternative documents were sent to the Ohio EPA for review and approval on March 5, 2010 and on May 2, 2011. Discussions are ongoing.

- (9) The City has completed the design work and has entered into contracts for two projects that will eliminate sewer overflows. The design work on two other projects that will also eliminate sewer overflows are ongoing, as well.

### **(B) CONTINGENCIES UNDER GRANT PROGRAMS**

The City participates in several federal grants which have been audited in accordance with the Single Audit Act (the “Act”). Provisions of the Act allow federal agencies to conduct any additional audit work necessary to carry out their responsibilities under federal law or regulations. Such federal audits could lead to a request for reimbursement to the grantor agency for any costs questioned as not being appropriate expenditures under the terms of the grants. At December 31, 2010, there were no questioned costs that had not been resolved with federal agencies. In the opinion of City officials, no material grant expenditures will be disallowed as a result of federal audits.

### **(C) JUDGMENTS AND CLAIMS**

The City is party to various legal proceedings. The City’s management is of the opinion that the ultimate outcome of such litigation will not result in a material adverse effect on the City’s financial position.

### **NOTE 6 – POOLED AND SEGREGATED CASH, CASH EQUIVALENTS AND OTHER INVESTMENTS**

Monies of the Court are deposited and maintained in individual, segregated bank accounts and invested in cash equivalents which are also specifically segregated. Monies of all other funds of the City are maintained or invested in a common group of bank accounts, in cash equivalents and other short-term investments. The common bank accounts and investments are displayed on the accompanying statement of net assets and balance sheets as “Equity in pooled cash and cash equivalents” and “Investments” and the segregated amounts are separately disclosed.

The investment and deposit of City monies is governed by the provisions of the Charter, Codified Ordinances of the City, and the Ohio Revised Code. Accordingly, only financial institutions that qualify under Section 135.14 (M)(I) of the Ohio Revised Code are eligible to hold public deposits. The City may invest its monies in certificates of deposit, savings accounts, money market accounts, the state treasurer’s investment pool (“Star Ohio”), and obligations of the United States government or certain agencies thereof. The City may also enter into repurchase agreements with any eligible depository or any eligible dealer who is a member of the National Association of Securities Dealers for a period not exceeding thirty days.

Public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the Federal Deposit Insurance Corporation or may pledge a pool of government securities the face value of which is at least 105% of the total value of public monies on deposit at the institution. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of, or guaranteed by, the United States and mature or be redeemable within five years of the date of the related repurchase agreement. The market value of the securities subject to a repurchase agreement must exceed the

value of the principal by 2% and be marked to market daily. State law does not require security for public deposits and investments to be maintained in the City's name.

The City is prohibited from investing in any financial instrument, contract, or obligation whose value or return is based upon or linked to another asset or index, or both, separate from the financial instrument, contract, or obligation itself (commonly known as a "derivative"). The City is also prohibited from investing in reverse purchase agreements.

During 2010, the City complied with the provisions of these statutes pertaining to the types of investments held and institutions in which deposits were made, as well as the provisions of the statutes concerning security deposits. The City will continue to monitor compliance with applicable statutes in the future pertaining to its deposits and investments. At December 31, 2010, all of the City's deposits and investments (excluding Star Ohio) were held by local banks or financial institutions that qualify under Section 135.14 (M)(I) of the Ohio Revised Code.

### **(A) DEPOSITS**

At December 31, 2010, the carrying amount of the City's pooled and segregated deposits was \$760,595 and the bank balance was \$1,297,309. Of the bank balance, \$750,000 was covered by federal depository insurance and \$547,309 was uninsured and uncollateralized as defined by the Governmental Accounting Standards Board. The uncollateralized deposits were, however, covered by a pledged collateral pool not held in the City's name, as permitted under Ohio law.

### **(B) INVESTMENTS**

Pursuant to Article 17 of the Charter of the City of Elyria, the Treasury Investment Board, which is comprised of the Mayor, the City Auditor, and the Administrative Legal Counsel is vested with the power to provide for the investment of all funds of the City in the manner provided by the general laws of the State of Ohio. The Treasury Investment Board may and has delegated the responsibility of the purchase and sale of investments to the City Auditor.

It is the policy of the City to invest public funds in a manner which will provide the highest investment return with the maximum security, safety and preservation of principal while meeting the daily cash flow demands of the City. To the extent possible, the City attempts to match its investments with anticipated cash flow requirements.

At December 31, 2010 the fair value of the City's investments were as follows:

<u>Investment Type</u>	<u>Fair Value / Carry Value</u>
Repurchase Agreements	\$ 12,080,000
U.S. Agency Obligations	295,000
State Treasury Asset	
Reserve Fund (Star Ohio)	977,611
	<u>\$ 13,352,611</u>

### ***Interest Rate Risk***

In accordance with its investment policy, the City does not invest in securities that 1) mature more than five (5) years from the date of purchase if such securities bear interest at a fixed rate

or 2) securities that mature more than two (2) years from the date of settlement if such securities bear interest at a variable rate. Other than these two requirements, the City has no written policy regarding interest rate risk.

At December 31, 2010, the City's investments had maturities as follows:

	<u>Average Maturity</u>
Less than 1 year	97.79%
1 to 5 years	2.21%

***Credit Risk***

State law limits investments in corporate debt to the top two ratings issued by nationally recognized statistical rating organizations. The City does not have a written policy limiting its corporate debt investments to the top ratings. However, Star Ohio and U.S. Agencies are rated AAA, which is the top rating available for those investment types. In addition, the underlying securities supporting the repurchase agreements in which the City invests are obligations of the U.S. government.

***Custodial Credit Risk***

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As noted earlier, at December 31, 2010, the carrying amount of the City's deposits was \$760,595 and the bank balance was \$1,297,309. Of the bank balance \$750,000 was covered by federal depository insurance and \$547,309 was covered by pooled and /or pledged collateral, as allowed by the Ohio Revised Code, but not necessarily held in the City's name (uncollateralized). The City has no written policy limiting the dollar amount of holdings by any single counterparty.

**(C) RECONCILIATION TO COMBINED BALANCE SHEET CLASSIFICATION**

A summary of the deposits and investments as of December 31, 2010 follows:

Deposits	\$ 760,595
Investments	<u>13,352,611</u>
TOTAL	<u><u>\$ 14,113,206</u></u>

**Reconciliation to Financial Statements:** Total cash and investments are reported as follows:

Government-wide Financial Statements

Unrestricted:

Equity in pooled cash and cash equivalents	\$ 12,229,836
Investments	295,000
	<u>\$ 12,524,836</u>

Fund Financial Statements

Balance Sheet - Governmental Funds:

Equity in pooled cash and cash equivalents	\$ 7,983,555
--	--------------

Statement of Net Assets - Proprietary Funds:

Cash and cash equivalents	4,246,281
Investments	295,000
Total Governmental and Proprietary Funds	<u>12,524,836</u>

Statement of Fiduciary Assets and Liabilities:

Equity in pooled cash and cash equivalents	1,008,907
Cash and cash equivalents - segregated accounts	579,463
	<u>\$ 14,113,206</u>

**NOTE 7 – TAXES**

**(A) PROPERTY TAXES**

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Taxes collected from real property (other than public utility) in one calendar year are levied on January 1 in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. All property is required to be revalued every six years. Three years after each revaluation all property values are reviewed and revised, as necessary, as part of a triannual update based on the reported sales of properties. The last revaluation was completed in 2006 and the last triannual update occurred in 2003. 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 June 20. In certain instances, State statute permits earlier or later payment dates to be established.

Taxpayers (other than public utilities) become liable for tangible personal property taxes on January 1 of the current calendar year based on tax rates determined in the preceding year and assessed values determined at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25% of its true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30 with the remainder payable by September 20. Under Ohio law, personal property taxes do not attach as a lien on the personal property.

Public utility real and tangible personal property taxes collected in one calendar year are levied on January 1 in the preceding calendar year on assessed values determined as of January 1 of that preceding year, the lien date.



Public utility tangible personal property currently is assessed at varying percentages of its true value and public utility real property is assessed at 35% of its true (market) value. Public utility property taxes are payable on the same dates as real property taxes described above. The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Elyria. The County Auditor periodically remits to the City its portion of the taxes collected with final settlement in June and December for taxes payable in the first and second halves of the year, respectively.

Beginning in 2006, personal property taxes were reduced 25% per year for each of the next four years through 2009 at which point the tax will be eliminated. Telephone companies will switch from being public utility to general business taxpayers beginning in 2007. Over the next five years beginning in 2007, telephone property will phase out and be eliminated from taxation in 2011. The revenue from personal property tax was reimbursed to local governments beginning in 2006 from a new Commercial Activity Tax (CAT) collected by the State of Ohio. The City does not expect to suffer any significant negative impact in its tax receipts over the next five years as a result of this change.

The assessed value upon which the 2009 levy (collected in 2010) was based was approximately \$897.5 million. Ohio law limits unvoted property taxation, combined for all overlapping taxing authorities, to 10 mills. The City's current share of unvoted property tax is 4.2 mills of assessed value. The total property tax revenue recognized by the City during 2010 was \$3,883,089.

## **(B) INCOME TAXES**

The City levies an income tax of 1.75% on substantially all income earned within the City. In addition, residents of the City are required to pay City income tax on income they earn outside the City; however, a 100% credit up to 1.75% is allowed for income taxes paid to other municipalities. Of the total income tax levy, 1.25% is a permanent tax levy, .25% of which is a special levy to be used only for law enforcement purposes. The remaining .5% of the total levy is a temporary levy enacted by a vote of the citizens which has been extended through June 2014. The proceeds from the special .25% levy are included in the Police Levy Special Revenue Fund. The remaining proceeds are included in the General Fund. Employers within the City are required to withhold income taxes on employee compensation and remit withholdings to the City at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. The total income tax revenue recognized by the City during 2010 in the fund financial statements was \$20,514,419.

## NOTE 8 – CAPITAL ASSETS AND DEPRECIATION

Capital asset activity for the year ended December 31, 2010 was as follows:

	Balance at January 1, 2010	Increases	Decreases	Balance at December 31, 2010
<u>Governmental activities</u>				
Not being depreciated:				
Land	\$ 6,361,257	\$ 345,417	\$	\$ 6,706,674
Construction in progress	350,492	2,564,569		2,915,061
Subtotal	<u>6,711,749</u>	<u>2,909,986</u>		<u>9,621,735</u>
Other capital assets:				
Buildings and systems	38,261,944	33,960		38,295,904
Improvements	6,509,571	241,431		6,751,002
Utility distribution and collection systems	13,601,767			13,601,767
Infrastructure	77,565,585	2,997,604		80,563,189
Machinery and equipment	14,263,225	124,352		14,387,577
Subtotal	<u>150,202,092</u>	<u>3,397,347</u>		<u>153,599,439</u>
Accumulated depreciation:				
Buildings and systems	(11,667,793)	(1,132,961)		(12,800,754)
Improvements	(2,870,339)	(480,524)		(3,350,863)
Utility distribution and collection systems	(8,293,921)	(154,330)		(8,448,251)
Infrastructure	(32,906,590)	(3,089,205)		(35,995,795)
Machinery and equipment	(10,922,113)	(657,525)		(11,579,638)
Subtotal	<u>(66,660,756)</u>	<u>(5,514,545)</u>		<u>(72,175,301)</u>
Net other capital assets	<u>83,541,336</u>	<u>(2,117,198)</u>		<u>81,424,138</u>
Net capital assets	<u>\$ 90,253,085</u>	<u>\$ 792,788</u>	<u>\$</u>	<u>\$ 91,045,873</u>

Depreciation was charged to the functions as follows:

Governmental activities:	
Public safety	\$ 633,951
Health	36,684
Culture and recreation	257,573
Community environment	136,269
Highways and streets	3,187,177
General government	1,262,891
TOTAL	<u>\$ 5,514,545</u>

	Balance at January 1, 2010	Increases	Decreases	Balance at December 31, 2010
<b>Business-type activities</b>				
Not being depreciated:				
Land	\$ 719,958	\$	\$	\$ 719,958
Construction in progress	391,699	1,723,283	(391,699)	1,723,283
Subtotal	<u>1,111,657</u>	<u>1,723,283</u>	<u>(391,699)</u>	<u>2,443,241</u>
Other capital assets:				
Buildings	35,452,267			35,452,267
Improvements	27,198,805	219,070		27,417,875
Utility distribution and collection systems	57,636,616	3,827,698		61,464,314
Machinery and equipment	13,440,237	3,224,406		16,664,643
Subtotal	<u>133,727,925</u>	<u>7,271,174</u>		<u>140,999,099</u>
Accumulated depreciation:				
Buildings	(22,306,251)	(735,247)		(23,041,498)
Improvements	(26,095,625)	(122,902)		(26,218,527)
Utility distribution and collection systems	(20,856,284)	(1,184,213)		(22,040,497)
Machinery and equipment	(10,777,196)	(752,305)		(11,529,501)
Subtotal	<u>(80,035,356)</u>	<u>(2,794,667)</u>		<u>(82,830,023)</u>
Net other capital assets	<u>53,692,569</u>	<u>4,476,507</u>		<u>58,169,076</u>
Net capital assets	<u>\$ 54,804,226</u>	<u>\$ 6,199,790</u>	<u>\$ (391,699)</u>	<u>\$ 60,612,317</u>

Depreciation was charged to the functions as follows:

Business-type activities:	
Water	\$ 952,725
Special Parks & Recreation	32,136
Sanitation	155,577
Wastewater Pollution Control	1,654,229
TOTAL	<u>\$ 2,794,667</u>

**Construction in progress** - The City has active construction projects as of December 31, 2010 under governmental activities of \$170,298 on the West River Road North Improvement project, \$993,565 on the East River Road Improvement project, \$349,882 on the Abbe Road South Improvement project, \$76,894 on the South Park Restroom, \$71,855 on the West Park Restroom/Concession Stand, \$1,112,065 on various State Issue II and City road resurfacing projects and \$140,502 on Phase II of the State Route 57 Rehabilitation Project. The City also has active construction projects as of December 31, 2010 under business-type activities of \$278,768 on the Water Treatment Plant roof replacement, \$87,514 on the Middle Avenue Water Main project, \$31,048 on the Elyria High School SVC Bypass project, \$127,233 on the Sludge Handling/Chemical Optimization project, \$17,634 on the St. Jude's Area Water Main Replacement project, \$100,969 on the Mussey Avenue Sewer project, \$91,183 on the Turner

Street Lift Station project, \$215,766 on the Cascade Siphon project, \$107,215 on the Overbrook/Pinewood Lift Station project, \$24,800 on the West River Road North Reconstruction project, \$628,222 on the Various Water Mains Replacement project, \$11,047 on the Brooklyn Street Water Main project and \$1,884 on the Eastern Heights Area Water Main Replacement project.

**NOTE 9 – INTERFUND RECEIVABLES AND PAYABLES**

The following balances at December 31, 2010 represent interfund receivables and payables:

<u>GOVERNMENTAL FUNDS</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<b>GENERAL FUND</b>	\$ 489,265	\$
<b>SPECIAL REVENUE FUNDS:</b>		
Block Grant		24,692
Energy Efficiency Block Grant		11,000
Brownfield Hazardous Assessment Grant		731
Coastal Management Grant		2,500
Neighborhood Stabilization Program Grant		47,000
SAFER Grant		400,000
<b>CAPITAL PROJECTS FUND:</b>		
State Issue II Capital Projects		372
Two Falls Trail Improvements		2,970
	<u>\$ 489,265</u>	<u>\$ 489,265</u>
<b>TOTAL GOVERNMENTAL FUNDS</b>	<u>\$ 489,265</u>	<u>\$ 489,265</u>

The governmental funds interfund balances represent grant program expenditures that had not been reimbursed as of December 31, 2010.

**NOTE 10 – DEFINED BENEFIT PENSION PLANS**

**(A) EMPLOYEES AND PLANS**

Full-time, permanent employees of the City and certain part-time employees belong to one of two state-operated, cost-sharing, multiple-employer pension plans. Non-uniformed employees are members of the Ohio Public Employees Retirement System (“OPERS”). Full-time police and fire personnel are members of the Ohio Police and Fire Pension Fund (“OP&F”). The Ohio Revised Code requires participation by the above mentioned employees. Elected officials participate in OPERS on a voluntary basis. The payrolls for employees covered by OPERS and OP&F for the year ended December 31, 2010 were \$16,902,151 and \$9,863,722, respectively. The City’s total payroll for 2010 was \$ 26,765,873.

**(B) OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM**

**Plan Description** – All employees of the City, other than police and fire personnel, are required to be members of OPERS, a cost-sharing, multiple-employer pension plan. OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the

member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to, but less than, the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement and disability benefits, annual cost of living adjustments, survivor and death benefits to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by State statute per Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements and required supplementary information. The financial report may be obtained by making a written request to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

**Funding Policy** – The Ohio Revised Code provides statutory authority for employee and employer contributions. Employees are required to contribute 10.00% of their covered payroll to OPERS. The 2010 employer contribution rate for local government employer units was 14.00% of covered payroll including 5.50% that was used to fund postretirement health care benefits from January 1, 2010 through February 28, 2010 and 5.00% that was used to fund postretirement health care benefits from March 1, 2010 through December 31, 2010. The City's total contributions to OPERS for pension benefits (excluding the amount relating to postretirement benefits) for the years ended December 31, 2010, 2009, and 2008 were \$1,507,340, \$1,286,077 and \$1,365,427 respectively, which equaled the required contribution for each year.

### **(C) OHIO POLICE AND FIRE PENSION FUND (OP&F)**

OP&F provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. OP&F is a cost-sharing multiple-employer defined benefit plan in which 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. The report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

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

members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0%, respectively, for police officers and firefighters. The City's total contributions to OP&F for pension benefits (excluding the amount relating to postretirement benefits) for the years ended December 31, 2010, 2009, and 2008 were \$1,456,702, \$1,505,358, and \$1,594,947 respectively, which equaled the required contribution for each year.

**(D) CONTRIBUTIONS TO THE PLANS**

Contributions to the plans by State statute for the year ended December 31, 2010 are summarized as follows:

	<u>Statutorily Determined</u>	
<u>Plan/Contributor</u>	<u>Contribution Rate (%)</u>	<u>Contribution \$'s</u>
OP&F:		
Fire Personnel		
By City	24.00%	\$ 1,061,752
By Employees	<u>10.00%</u>	<u>442,397</u>
	<u>34.00%</u>	<u>1,504,149</u>
Police Personnel		
By City	19.50%	1,060,751
By Employees	<u>10.00%</u>	<u>543,975</u>
	<u>29.50%</u>	<u>1,604,726</u>
Less -		
Health Care Portion	(6.75%)	<u>(665,801)</u>
Total OP&F Contributions		<u>2,443,074</u>
OPERS:		
By City	14.00%	2,366,301
By Employees	<u>10.00%</u>	<u>1,690,220</u>
	<u>24.00%</u>	<u>4,056,521</u>
Less - Health Care Portion		
January 1, 2010 - February 28, 2010	(5.50%)	(152,387)
March 1, 2010 - December 31, 2010	<u>(5.00%)</u>	<u>(706,574)</u>
Total OPERS Contributions		<u>3,197,560</u>
TOTAL PENSION PLAN CONTRIBUTIONS		<u>\$ 5,640,634</u>

**NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS**

**OPERS:**

In addition to the pension benefits described in Note 10, OPERS provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credits. Health care coverage for disability recipients and primary survivor recipients is also available. The health care coverage provided by the retirement system is considered an other postemployment benefit (OPEB) as described in GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pensions*.

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

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

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

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing OPERS, 277 East Town Street, Columbus OH 43215-4642, or by calling 614-222-5601 or 800-222-7377.

**Funding Policy.** The Ohio Revised Code provides the statutory authority requiring public employers to fund retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care benefits.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2010, state and local employers contributed at a rate of 14.00% of covered payroll, and public safety and law enforcement employers contributed at 17.87%. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for state and local employer units and 18.1% of covered payroll for law and public safety employer units. Active members do not make contributions to the OPEB Plan. OPERS' Post Employment Health Care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. For 2010, the employer contribution allocated to the health care plan was 5.50% of covered payroll from January 1, 2010 through February 28, 2010 and 5.0% from March 1, 2010 through December 31, 2010. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's actual contributions to OPERS for the years ending December 31, 2010, 2009, and 2008 were \$2,366,301, \$2,491,840, and \$2,727,904, respectively, of which \$858,961, \$1,205,763, and \$1,362,477 was used to fund postemployment benefits. The City's contributions equaled 100% of the statutorily required contributions for each plan year.

**OPERS Retirement Board Implements its Health Care Preservation Plan.** The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees September 9, 2004, was effective January 1, 2007. Member and employer contribution rates for state and local employers increased January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning January 1, 2006, with a final rate increase January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

#### **OP&F:**

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health-care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus OH 43215-5164.

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

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



The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2010, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City of Elyria's contributions to OP&F for the years ending December 31, 2010, 2009, and 2008 were \$2,122,503, \$2,193,693, and \$2,361,817, respectively, of which \$665,801, \$688,335, and \$766,870, respectively, was allocated to the healthcare plan. The City's contributions equaled 100% of the statutorily required contributions for each plan year.

#### **NOTE 12 – DEFERRED COMPENSATION PROGRAMS**

The City's employees and elected officials participate in three deferred compensation plans created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation until future years. The deposits under the plans are forwarded to trustees. Under the terms of the plans, the deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the plans' participants and their beneficiaries. The plan agreements state that the City has no fiduciary responsibility under the plans with the exception of fraud or wrongful taking.

The amount on deposit in the plans is not reflected in the government-wide statement of net assets as of December 31, 2010 because it is held in trust for the exclusive benefit of plan participants and their beneficiaries.

## NOTE 13 – DEBT, NOTES, AND OTHER LONG-TERM OBLIGATIONS

The original issue date, maturity date, interest rate, and original issuance amount for each of the City's bonds, notes, and other long-term obligations outstanding as of December 31, 2010 is listed below:

<b>GOVERNMENTAL ACTIVITIES</b>	Original Issue Date	Maturity Date	Interest Rate	Original Issue Amount
<b>Special Assessment Debt</b>				
Ford Road Improvement Bonds	1992	2013	6.350%	\$ 850,000
Griswold Road Improvement Bonds	1995	2015	5.875	475,000
Chesnut Commons Improvement Bonds	2008	2023	4.430	3,466,777
<b>General Obligation Debt</b>				
Fire Station Construction Bonds	1999	2012	3.150	1,720,000
Police and Fire Pension Liability Bonds	1999	2023	3.150	1,285,000
E. Broad St./St. Route 57 State Issue II Loan	2000	2010	0.000	43,414
Murray Ridge Rd./Garford Ave. State Issue II Loan	2001	2012	0.000	138,234
City Hall Construction Bonds	2001	2026	4.750	8,200,000
David Drive/Gulf Road State Issue II Loan	2002	2013	0.000	114,118
Various Purpose Improvement Bonds	2005	2022	4.410	9,500,526
Industrial Parkway Bonds	2005	2024	4.410	6,831,910
West Ave./Lake Ave. State Issue II Loan	2006	2016	0.000	12,726
Third St. Storm Sewer State Issue II Loan	2006	2026	0.000	172,785
Municipal Court Construction Bonds	2007	2032	4.000	9,544,445
Gulf Road State Issue II Loan	2007	2018	0.000	126,944
Bellfield Avenue State Issue II Loan	2008	2019	0.000	113,273
Fire Truck Notes	2009	2010	2.500	1,500,000
Energy Conservation Notes	2009	2010	2.500	3,600,000
49th Street Improvement Notes	2009	2010	2.500	230,000
Murray Ridge Rd. State Issue II Loan	2009	2019	0.000	9,552
State Rt. 57 State Infrastructure Bank Loan	2009	2018	3.000	3,252,000
Fire Truck Notes	2010	2011	1.125	1,300,000
Energy Conservation Notes	2010	2011	1.125	3,600,000
49th Street Improvement Notes	2010	2011	1.125	230,000
<b>BUSINESS-TYPE ACTIVITIES</b>				
	Original Issue Date	Maturity Date	Interest Rate	Original Issue Amount
<b>General Obligation Debt</b>				
Wastewater Plant Improvement OWDA Loan	1986	2014	8.480%	\$ 17,125,478
Water System Improvement Bonds	1999	2019	4.228	1,440,000
Waterworks System Improvement Bonds	2005	2030	4.410	6,459,109
Water Pumping Improvement Bonds	2006	2026	4.175	1,637,987
Wastewater Pollution Control Improvement Bonds	2006	2026	4.175	3,685,188
Water System Improvement OWDA Loan	2009	2039	4.180	2,550,000
Wastewater System Improvement OWDA Loan	2009	2039	4.180	3,000,000
Wastewater System Improvement OWDA Loan	2009	2040	3.200	1,877,158
Sanitation Truck Notes	2010	2011	1.250	3,400,000
Wastewater System Improvement OWDA Loan	2010	2040	3.200	1,526,498
Water System Improvement OWDA Loan	2010	2040	2.870	2,412,478
Wastewater System Improvement OWDA Loan	2010	2040	2.870	1,431,432

A listing of changes in the bonds, notes and other long-term obligations of the City for the year ended December 31, 2010 are as follows:

**GOVERNMENTAL ACTIVITIES**

	Balance January 1, 2010	Additions	(Reductions)	Balance December 31, 2010
<b><u>Special Assessment Debt:</u></b>				
6.35% 1992 Ford Road Improvement Bonds Due 2013	\$ 260,000	\$	\$ (60,000)	\$ 200,000
5.875% 1995 Griswold Road Improvement Bonds Due 2015	225,000		(30,000)	195,000
4.43% 2008 Chestnut Commons Improvement Bonds Due 2023	<u>3,284,325</u>		<u>(187,452)</u>	<u>3,096,873</u>
<b>Total Special Assessment Debt</b>	<u>3,769,325</u>		<u>(277,452)</u>	<u>3,491,873</u>
<b><u>General Obligation Bonds and Construction Loans:</u></b>				
3.15% - 4.45% 1999 Fire Station Construction Bonds Due 2012	555,000		(180,000)	375,000
3.15% - 5.00% 1999 Police and Fire Pension Liability Bonds Due 2023	895,000		(45,000)	850,000
4.75% 2001 City Hall Construction Bonds Due 2026	6,410,000		(260,000)	6,150,000
4.41% 2005 Various Purpose Bonds Due 2022	7,293,616		(463,560)	6,830,056
4.41% 2005 Industrial Parkway Bonds Due 2024	1,464,138		(71,943)	1,392,195
4.00% 2007 Municipal Court Construction Bonds Due 2032	<u>9,225,889</u>		<u>(241,778)</u>	<u>8,984,111</u>
<b>Total General Obligation Bonds</b>	<u>25,843,643</u>		<u>(1,262,281)</u>	<u>24,581,362</u>
0.00% 2000 State Issue II Loan E. Broad St. / State Rt. 57 Intersection Due 2010	4,345		(4,345)	
0.00% 2001 State Issue II Loan Murray Ridge Rd. / Garford Ave. Due 2012	34,561		(13,819)	20,742
0.00% 2002 State Issue II Loan David Drive / Gulf Road Due 2013	39,940		(11,412)	28,528
0.00% 2006 State Issue II Loan West Ave. / Lake Ave. Due 2016	8,271		(1,273)	6,998
0.00% 2006 State Issue II Loan Third Street Storm Sewer Due 2026	146,868		(8,639)	138,229
0.00% 2007 State Issue II Loan Gulf Road Due 2018	107,903		(12,694)	95,209
0.00% 2008 State Issue II Loan Bellfield Ave. Due 2019	107,609		(11,327)	96,282
0.00% 2009 State Issue II Loan Murray Ridge Rd. Due 2019	9,552		(955)	8,597
3.00% 2009 State Rt. 57 State Infrastructure Bank Loan Due 2018	<u>3,252,000</u>			<u>3,252,000</u>
<b>Total Construction Loans</b>	<u>3,711,049</u>		<u>(64,464)</u>	<u>3,646,585</u>
<b>Total General Obligation Bonds And Construction Loans</b>	<u>\$ 29,554,692</u>	<u>\$</u>	<u>\$ (1,326,745)</u>	<u>\$ 28,227,947</u>

(Continued on subsequent page)

**GOVERNMENTAL ACTIVITIES (continued)**

**General Obligation Bond Anticipation Notes**

	Balance January 1, 2010	Additions	(Reductions)	Balance December 31, 2010
<b><u>Capital Projects Notes Payable</u></b>				
2.50% Fire Truck Notes				
Due June 2010	1,500,000		(1,500,000)	
2.50% Energy Conservation Notes				
Due June 2010	3,600,000		(3,600,000)	
2.50% 49th Street Improvement Notes				
Due June 2010	230,000		(230,000)	
1.125% Fire Truck Notes				
Due June 2011		1,300,000		1,300,000
1.125% Energy Conservation Notes				
Due June 2011		3,600,000		3,600,000
1.125% 49th Street Improvement Notes				
Due June 2011		230,000		230,000
<b>Total Capital Projects Notes Payable</b>	<b>\$ 5,330,000</b>	<b>\$ 5,130,000</b>	<b>\$ (5,330,000)</b>	<b>\$ 5,130,000</b>
<b><u>Other Obligations</u></b>				
Compensated absences - non-current portion	4,946,920	420,970	(415,250)	4,952,640
<b>Total Other Obligations</b>	<b>4,946,920</b>	<b>420,970</b>	<b>(415,250)</b>	<b>4,952,640</b>
<b>TOTAL GOVERNMENTAL ACTIVITIES DEBT AND OTHER LONG-TERM OBLIGATIONS</b>	<b>\$ 43,600,937</b>	<b>\$ 5,550,970</b>	<b>\$ (7,344,447)</b>	<b>\$ 41,807,460</b>

(Continued on subsequent page)

**BUSINESS-TYPE ACTIVITIES**

<b>General Obligation Bonds And Construction Loans:</b>	Balance January 1, 2010	Additions	(Reductions)	Balance December 31, 2010
8.48% 1986 OWDA Loan				
Wastewater Plant Improvement Due 2014	\$ 6,030,720	\$	\$ (1,159,171)	\$ 4,871,549
4.2275% 1999 Water System Improvement Bonds Due 2019	865,000		(70,000)	795,000
4.41% 2005 Waterworks System Improvement Bonds Due 2030	5,737,453		(179,164)	5,558,289
4.175% 2006 Water Pumping Improvement Bonds Due 2026	1,466,040		(60,649)	1,405,391
4.175% 2006 Wastewater Pollution Control Improvement Bonds Due 2026	3,300,661		(141,509)	3,159,152
4.180% 2009 OWDA Loan Water System Improvement Due 2039	2,550,000		(43,794)	2,506,206
4.180% 2009 OWDA Loan Wastewater Pollution Control Plant Improvement Due 2039	3,000,000		(51,522)	2,948,478
4.180% 2009 OWDA Loan Wastewater Pollution Control Plant Improvement Due 2040	1,877,158	1,526,498	(34,173)	3,369,483
2.87% 2010 OWDA Loan Water System Improvement Due 2040		2,412,478		2,412,478
2.87% 2010 OWDA Loan Wastewater System Improvement Due 2040		1,431,432		1,431,432
	<u>24,827,032</u>	<u>5,370,408</u>	<u>(1,739,982)</u>	<u>28,457,458</u>
<b>Total General Obligation Bonds And Construction Loans</b>				
	<u>24,827,032</u>	<u>5,370,408</u>	<u>(1,739,982)</u>	<u>28,457,458</u>
<b><u>Notes Payable</u></b>				
1.25% 2010 Sanitation Truck Notes Due 2011		3,400,000		3,400,000
		<u>3,400,000</u>		<u>3,400,000</u>
<b>Total Notes Payable</b>		<u>3,400,000</u>		<u>3,400,000</u>
<b><u>Other Obligations</u></b>				
Compensated absences - non-current portion	1,360,012	86,781	(140,460)	1,306,333
Capital lease	180,256	356,165	(79,137)	457,284
	<u>1,540,268</u>	<u>442,946</u>	<u>(219,597)</u>	<u>1,763,617</u>
<b>Total Other Obligations</b>				
	<u>1,540,268</u>	<u>442,946</u>	<u>(219,597)</u>	<u>1,763,617</u>
<b>TOTAL BUSINESS-TYPE ACTIVITIES DEBT AND OTHER LONG-TERM OBLIGATIONS</b>				
	<u>\$ 26,367,300</u>	<u>\$ 9,213,354</u>	<u>\$ (1,959,579)</u>	<u>\$ 33,621,075</u>

All notes have been issued in anticipation of long-term financing. Ohio Law permits the issuance and renewal of bond anticipation notes such that the notes may remain outstanding for twenty years consecutively before such notes must be retired either from available funds of the City or from the proceeds of bonds issued to redeem the anticipation notes. If such notes and renewals of such notes remain outstanding for a period in excess of five years, any such period in excess of five years must be deducted from the permitted maximum maturity of bonds anticipated. Furthermore, a certain portion of the principal amount of such notes must be retired

in the amounts and at the times that would have been required for payment of principal maturities on the bonds anticipated as if the bonds had been issued at the expiration of the initial five-year period.

## **FUTURE DEBT SERVICE REQUIREMENTS**

A summary of the City's future debt service requirements for its bond, construction loan and capital lease note obligations as of December 31, 2010 follows:

### **GOVERNMENTAL ACTIVITIES**

<u>Due In</u>	<u>Special Assessment Debt</u>		<u>Other Bonds, Notes and Construction Loans</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 292,452	\$ 152,235	\$ 7,029,665	\$ 1,292,467
2012	297,452	140,242	1,787,992	1,124,202
2013	312,452	128,100	1,651,587	1,057,973
2014	247,452	114,685	1,697,527	997,109
2015	262,452	105,315	1,769,476	935,469
Thereafter	2,079,613	471,780	19,421,700	6,023,107
<b>TOTALS</b>	<b>\$ 3,491,873</b>	<b>\$ 1,112,357</b>	<b>\$ 33,357,947</b>	<b>\$ 11,430,327</b>

### **BUSINESS-TYPE ACTIVITIES**

<u>Due In</u>	<u>OWDA Loans</u>		<u>Other Bonds, Notes and Capital Leases</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 1,426,805	\$ 675,138	\$ 3,950,458	\$ 519,881
2012	1,758,655	872,567	643,205	459,419
2013	1,887,358	764,053	552,955	441,006
2014	1,191,251	1,129,774	567,955	421,581
2015	434,978	579,156	664,322	401,314
Thereafter	10,840,579	3,812,462	8,396,221	2,874,806
<b>TOTALS</b>	<b>\$ 17,539,626</b>	<b>\$ 7,833,150</b>	<b>\$ 14,775,116</b>	<b>\$ 5,118,007</b>

All bonds and notes are backed by the full faith and credit of the City. While special assessments have been levied to pay the debt service of the special assessment bonds, the bonds are also backed by the full faith and credit of the City. No reserve or sinking fund has been established to cover defaults by property owners. Although the bonds and notes of the enterprise funds are general obligations of the City, the City's policy is to have the debt serviced by the revenues of the respective enterprise funds. The Ohio Water Development Authority construction loans are secured by the revenues of the City's wastewater treatment operations. The loans require, among other things, that the City charge sufficient rates and fees for wastewater treatment services to enable the revenues to service the loan principal and interest payments and provide resources for the payment of the necessary operating and maintenance expenses of the facility. The City was not required to pledge the general resources or general credit of the City to secure the repayment of the loans. The capital lease of the enterprise funds represents the lease purchase of a sewer vacuum truck. The present value of the minimum lease

payments as of December 31, 2010 was \$457,284 and the total minimum lease payments were \$518,072.

Under the Uniform Bond Act of the Ohio Revised Code, at December 31, 2010, the City had the capacity to issue approximately \$ 6,224,206 of additional, unvoted general obligation debt.

Long-term liability activity excluding activity pertaining to short-term Capital Projects bond anticipation notes payable for the year ended December 31, 2010, was as follows:

	Balance January 1, 2010	Additions	Reductions	Balance December 31, 2010	Amount Due in One Year
<b>Governmental Activities:</b>					
Bonds Payable					
General Obligation Bonds	\$ 25,843,643	\$	\$ (1,262,281)	\$ 24,581,362	\$ 1,312,281
Special Assessment Bonds with Government Commitment	3,769,325		(277,452)	3,491,873	292,452
Total Bonds Payable	29,612,968		(1,539,733)	28,073,235	1,604,733
State Issue II Construction Loans	459,049		(64,464)	394,585	60,127
State Infrastructure Bank Loan	3,252,000			3,252,000	527,257
Compensated Absences	4,946,920	420,970	(415,250)	4,952,640	248,009
<b>Total Governmental Activities Long-Term Liabilities</b>	<b>\$ 38,270,937</b>	<b>\$ 420,970</b>	<b>\$ (2,019,447)</b>	<b>\$ 36,672,460</b>	<b>\$ 2,440,126</b>
<b>Business-Type Activities</b>					
General Obligation Bonds	\$ 11,369,154	\$	\$ (451,322)	\$ 10,917,832	\$ 471,322
OWDA Loans	13,457,878	5,370,408	(1,288,660)	17,539,626	1,426,805
Capital Lease	180,256	356,165	(79,137)	457,284	59,118
Compensated Absences	1,360,012	86,781	(140,460)	1,306,333	129,938
<b>Total Business-Type Activities Long-Term Liabilities</b>	<b>\$ 26,367,300</b>	<b>\$ 5,813,354</b>	<b>\$ (1,959,579)</b>	<b>\$ 30,221,075</b>	<b>\$ 2,087,183</b>

#### NOTE 14 – COMMITMENTS

The City has entered into an agreement for engineering services related to the remediation of the Tappan Site as well as an agreement for the actual remediation of the property. These two agreements total \$1,774,710 and will be funded by a Clean Ohio Revitalization Grant.

The City has entered into an agreement for the design of the Ford Road Bridge Replacement at a cost of \$525,000 and will be funded by a 30 year, 0% loan from the Ohio Public Works Commission in the amount of \$344,800 with the remaining \$180,200 coming from the City's Muni Motor Vehicle Tax Fund.

The City has entered into a contract for the construction of the Water Treatment Plant High Service Pump at a cost of \$5,796,550 and will be funded by a loan from the Ohio Water

Development Authority. The loan will be repaid with user fees received in the City's Water Fund over the next 30 years.

The City has entered in an agreement to purchase refuse carts for the new automated cart system implemented by the City. The cost of these carts is \$1.5 million and will be funded with proceeds from the sale of short-term general obligation bond anticipation notes. This liability will be repaid with garbage collection fees received in the City's Sanitation Fund over the next few years.

#### **NOTE 15 – REHABILITATION LOANS**

In the Block Grant and Comprehensive Housing Improvement Program Grant Special Revenue Funds, rehabilitation loans represent non-interest bearing loans made under the City's federal community development block grant to qualifying citizens for the rehabilitation of residential property within the City. In the Wastewater Pollution Control Enterprise Fund, rehabilitation loans represent non-interest bearing loans made under the City's sewer lateral program for the rehabilitation of sanitary sewer laterals within the City. The loans are secured by mortgages against the individual residences and are not due until the earlier of the following:

- 1.) The sale of the home.
- 2.) The death of the owner of the home.

#### **NOTE 16 – NEW ACCOUNTING STANDARDS**

During 2010, the City implemented GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. This statement establishes accounting and financial reporting requirements for intangible assets to reduce inconsistencies thereby enhancing the comparability of accounting and financial reporting of such assets among state and local governments. The implementation of this Statement had no impact on the City's financial statements or disclosures.

During 2010, the City implemented GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*. This Statement enhances the usefulness and comparability of derivative instrument information reported by state and local governments. This Statement provides a comprehensive framework for the measurement, recognition and disclosure of derivative instrument transactions. The implementation of this Statement had no impact on the City's financial statements or disclosures.

During 2010, the City implemented GASB Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies*. This Statement provides accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The requirements in this Statement provide more consistent recognition, measurement, display and disclosure guidance for governments that file for Chapter 9 bankruptcy. The implementation of this Statement had no impact on the City's financial statements or disclosures.

In February 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement establishes fund balance classifications based primarily on the extent to which a government is bound by constraints on the use of



resources reported in the governmental funds. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2010. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

In December 2009, the GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2011. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

In June 2010, the GASB issued Statement No. 59, *Financial Instruments Omnibus*. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2010. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

In November 2010, the GASB issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

In December 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus*. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2012. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

In June 2011, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

In June 2011, the GASB issued Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53*. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2011. The City has not determined the impact, if any, that this Statement will have on its financial statements or disclosures.

**NOTE 17 – TRANSFERS**

Transfer-in

<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Special Parks &amp; Recreation Fund</u>
\$200,000	\$272,901	\$20,000

Transfer-out

<u>General Fund</u>	<u>Other Governmental Funds</u>
\$272,901	\$220,000

Interfund transfers included \$250,000 from the General Fund to the State Highway Fund for purchase of road salt, \$10,000 from the Muni Court Special Collections to the Muni Court Security Fund to meet operating needs as ordered by the Elyria Municipal Court judges, \$10,000 from the Special Traffic Magistrate Fund to the Muni Court Security Fund to meet operating needs as ordered by the Elyria Municipal Court judges, \$2,901 from the General Fund to the Brownfield Hazardous Assessment Grant Fund to cover expenditures not covered by the grant, \$20,000 from the General Fund to the Special Parks & Recreation Enterprise Fund to meet operating needs and \$200,000 from the General Bond Retirement Fund to the General Fund for the partial retirement of short-term general obligation bond anticipation notes.

**NOTE 18 – JOINT ECONOMIC DEVELOPMENT DISTRICTS**

The City of Elyria participates in two Joint Economic Development District’s created in accordance with sections 715.72 through 715.83 of the Ohio Revised Code.

In 2004, the City entered into a contract with Elyria Township to form the Elyria Township – City of Elyria Joint Economic Development District (JEDD). The purpose of the JEDD is to facilitate economic development to create or preserve jobs and employment opportunities and to improve the economic welfare of the people of the State, the Township and the City. The City and the Township shall work together to provide or cause to be provided, water, sewer, storm sewer, street lighting, roads, sidewalks and other local government services to the area. These services are funded by a predetermined percentage of income tax revenue. The Board of Directors consists of five members, the Township appoints two; one representing the Township and one representing the business owners in the JEDD, the City appoints two; one representing the City and one representing persons working within the JEDD, the fifth member shall serve as chairman and shall be elected by the other four members. The Board adopted an annual budget for the JEDD and estimated the revenues and expenses of the operation of the JEDD. They also established the distribution of the income tax revenues. The Board is authorized to take such necessary and appropriate actions, or establish such programs to facilitate economic development in the JEDD area. The JEDD is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City. In 2010, the Elyria Township JEDD had net distributions of \$321,109 to the City and \$80,277 to Elyria Township.

In 2006, the City entered into a contract with Eaton Township to form the Eaton Northwestern Professional Business Joint Economic Development District (JEDD). It is entirely located in the Eaton Township, and its primary purpose is to allow property owners in the JEDD to connect into the City of Elyria's sanitary sewer system and direct flow of sanitary sewage to sanitary sewer facilities of the City. The City is responsible for the collection, enforcement and administration of the income tax. In 2010, the Eaton Township JEDD had net distributions of \$13,036 to the City and \$3,259 to Eaton Township.

**NOTE 19 – SUBSEQUENT EVENT**

On June 8, 2011, the City issued \$7,850,000 of one-year general obligation bond anticipation notes. Of those notes, \$1,100,000 along with the \$200,000 of existing monies in the City's General Bond Retirement Fund was used to retire the previously issued Fire Truck Notes, \$150,000 along with the \$80,000 of existing monies in the 49<sup>th</sup> Street Special Assessment Fund was used to retire the previously issued 49<sup>th</sup> Street Improvement Notes, \$3,100,000 along with \$300,000 of existing monies in the City's Sanitation Fund was used to retire the previously issued Refuse Packer Truck Notes and the remaining \$3,500,000 along with \$100,000 of existing monies in the City's General Bond Retirement Fund was used to retire the previously issued Energy Conservation Notes. These new notes issued on June 8, 2011 will mature on June 8, 2012 and bear interest at the rate of 1.125% per year, payable at maturity.

## Nonmajor Governmental Funds

### SPECIAL REVENUE FUNDS

*Special Revenue Funds* are established to account for the proceeds of specific revenue sources (other than amounts relating to expendable trust or restricted for major capital projects or debt service) that are restricted to expenditure for specified purposes.

\* \* \* \* \*

#### ***Street Construction, Maintenance and Repair***

Required by State law to account for the portion of gasoline taxes and motor vehicle license fees that are designated for maintenance of streets within the City.

#### ***State Highway***

Required by State law to account for the portion of gasoline taxes and motor vehicle license fees that are designated for maintenance of State highways within the City.

#### ***Fire Pension***

To accumulate property taxes levied for the payment of amounts due for fire fighters to the state administered disability and pension fund.

#### ***Police Pension***

To accumulate property taxes levied for the payment of amounts due for police to the state administered disability and pension fund.

#### ***Health Grant***

Required by State law to account for grant monies designated for use by the Health Department of the City.

#### ***Municipal Motor Vehicle Tax***

Required by State law to account for local license fees designated for the maintenance of streets within the City.

#### ***Block Grant***

To account for monies received from the Federal government designated for community development within the City.

#### ***Comprehensive Housing Improvement Program (“C.H.I.P.”) Grant***

To account for monies received from the Federal government designated for home rehabilitation within the City.

#### ***Chestnut Commons Tax Increment Financing***

To account for tax increment financing payments received in lieu of property taxes from property owners in the Chestnut Commons commercial development designated for debt service on the debt associated with the improvements to this development.

#### ***USEPA Brownfield Grant***

To account for monies received from the United States Environmental Protection Agency designated for assessment of possible brownfield sites within the City.

## **SPECIAL REVENUE FUNDS (continued)**

### ***Muni Court Technology***

To account for revenue received from fees on court cases that are restricted for the computerization of the Clerk of Municipal Courts office.

### ***Muni Court Security***

To account for revenue received from fees on court cases that are restricted for court security.

### ***Muni Court Construction/Improvement***

To account for revenue received from fees on court cases that are restricted for the construction of the Municipal Court building.

### ***Special Parking Fines***

Permitted by State law to account for the collection of fines imposed for disabled parking violations that are restricted for use in support of persons with disabilities.

### ***Legal Research and Court Computerization***

To account for revenue received from fees on court cases that are restricted for legal research for, and computerization of, the offices of the Municipal Judges and Municipal Court.

### ***Special Court Maintenance***

To account for revenue received from fees on court cases that are restricted for use on maintenance of the Municipal Court building.

### ***Muni Court Special Collections***

To account for revenue received from fees on court cases that are restricted for use in collecting delinquent fines.

### ***Food Service Operations***

Required by State law to account for the portion of license fees that is designated for inspection of food establishments within the City.

### ***Dental Health Grant***

Required to account for grant monies designated for use by the Health Department of the City for dental health care.

### ***Household Sewage Disposal Permit Fee***

To account for the revenues and expenditures of administering and enforcing the standards prescribed for the siting, design, installation, operation, monitoring, maintenance and abandonment of household sewage treatment systems not connected to a sanitary sewerage system.

### ***Manufactured Home/Park Placement Fee***

To account for revenue received from annual license fees collected for operating a manufactured home or recreational vehicle park.

## **SPECIAL REVENUE FUNDS (continued)**

### ***Special Traffic Magistrate***

To account for revenue received from fees on court cases that are restricted for employing a traffic magistrate.

### ***Swimming Pool Inspection***

Required by State law to account for the revenues and expenditures of administering inspections of public swimming pools.

### ***Law Enforcement***

Required by State law to account for the collection of proceeds from the sale of contraband.

### ***Mandatory Drug Fine***

Required by State law to account for the collection of fines imposed on certain drug offenses and disbursed to local governmental units.

### ***Indigent Drivers Alcohol Treatment***

Required by State law to account for the collection of fines imposed on certain alcohol offenses and disbursed to rehabilitation centers.

### ***Alcohol Enforcement and Education***

Required by State law to account for the collection of fines imposed with respect to certain alcohol offenses.

### ***Police Levy***

To account for revenue received as a result of a .25% permanent income tax approved by the citizens of the City of Elyria that is restricted for law enforcement purposes.

### ***Wagner Trust***

To accumulate donations to provide for park and recreation expenditures.

### ***Findley Trust***

To accumulate donations to provide for park and recreation expenditures.

### ***Cemetery Maintenance and Improvement***

To accumulate monies from cemetery lot sales to provide for the repair, maintenance and improvement of City cemeteries.

### ***Brownfield Petroleum Assessment Grant***

To account for monies received from the United States Environmental Protection Agency designated for assessment of possible petroleum brownfield sites within the City.

### ***Brownfield Hazardous Assessment Grant***

To account for monies received from the United States Environmental Protection Agency designated for assessment of possible hazardous brownfield sites within the City.

**SPECIAL REVENUE FUNDS (continued)**

***Neighborhood Stabilization Program Grant***

To account for monies received from the Federal Government designated for the stabilization of the City's neighborhoods.

***Coastal Management Grant***

To account for monies received from the U.S. Department of Commerce designated for the Elyria Greenway and Trail Master Plan. The plan will designate primary and secondary trail routes, identify greenway and open space opportunities and will provide best management policy guidelines for development.

***Energy Efficiency Block Grant***

To account for monies received from the Federal Government designated for upgrades and repairs to City owned properties to provide for better energy efficiency.

***Special Probation***

To account for revenue received from fees on court cases that are restricted for use on court probation.

***Clean Ohio Revitalization***

To account for monies received from the State of Ohio to remediate abandoned properties.

***Industrial Site Improvement***

To account for monies received from the State of Ohio to remediate abandoned industrial properties.

***COPS Grant***

To account for monies received from the Federal Government restricted for use on police protection.

***SAFER Grant***

To account for monies received from the Federal Government restricted for use on fire protection.

**DEBT SERVICE FUNDS**

***Debt Service Funds*** are established to account for the accumulation of resources for, and the repayment of, general long-term debt principal and interest.

\* \* \* \* \*

***General Bond Retirement***

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

***Special Assessment Bond Retirement***

To account for the accumulation of resources for, and the repayment of, special assessment long-term debt principal and interest.

## CAPITAL PROJECTS FUNDS

*Capital Projects Funds* are established to account for financial resources to be used for the acquisition or construction of capital facilities or equipment (other than those financed by proprietary funds and trust funds).

\* \* \* \* \*

### ***Parks Improvement***

To account for monies restricted for improvements to be made to City parks.

### ***Cascade / Elywood***

To account for monies restricted for improvements to be made to Cascade / Elywood Parks.

### ***State Issue II Capital Projects***

To account for monies restricted for various improvement projects approved by the Ohio Public Works Commission of the State of Ohio.

### ***Chestnut Commons / Ridge Improvement***

To account for monies restricted for improvements to the Chestnut Commons area.

### ***Two Falls Trail Improvement***

To account for monies restricted for improvements to be made to Two Falls Trail.

### ***49<sup>th</sup> Street Special Assessment***

To account for monies assessed to property owners for the construction costs for the elimination of the 49<sup>th</sup> Street overpass.

### ***Industrial Parkway***

To account for monies restricted for the construction of a new highway.

### ***ARRA East River Street***

To account for monies received from the Federal Government through the American Recovery and Reinvestment Act of 2009 for improvements to East River Street.

### ***ARRA Gateway Boulevard***

To account for monies received from the Federal Government through the American Recovery and Reinvestment Act of 2009 for improvements to Gateway Boulevard.

## PERMANENT FUND

*Permanent Funds* are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

\* \* \* \* \*

### ***Cemetery Trust***

To accumulate monies from cemetery lot sales. The original amounts received must be preserved intact. Interest earnings are transferred to the Cemetery Maintenance and Improvement Fund.



City of Elyria, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2010

	Special Revenue						
	Street Construction Maintenance and Repair	State Highway	Fire Pension	Police Pension	Health Grant	Municipal Motor Vehicle Tax	Block Grant
<b>ASSETS</b>							
Equity in pooled cash and cash equivalents	\$ 103,375	\$ 249,085	\$ 80,770	\$ 144,141	\$ 11,826	\$ 299,770	\$
Investments							1,809,917
Accounts receivable							
Rehabilitation loans receivable							
Accrued interest receivable	884,856	71,745	29,950	29,950	254,840	63,090	
Due from other governments							
Income tax receivable			226,823	226,823			
Property tax receivable							64,638
Other local tax receivable							
Special assessments receivable							
Tax increment financing payments receivable							
Total assets	<u>\$ 988,231</u>	<u>\$ 320,830</u>	<u>\$ 337,543</u>	<u>\$ 400,914</u>	<u>\$ 266,666</u>	<u>\$ 427,498</u>	<u>\$ 1,809,917</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ 42,249	\$	\$	\$	\$ 17,625	\$	\$
Contracts payable		85,674				107,846	36,558
Accrued wages and benefits	99,127				15,235		22,273
Due to other funds							24,692
Deferred revenue	587,570	47,641	255,967	255,967	170,647		
Notes payable							
Total liabilities	<u>728,946</u>	<u>133,315</u>	<u>255,967</u>	<u>255,967</u>	<u>203,507</u>	<u>107,846</u>	<u>83,523</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	70,208	191				42,411	293,217
Reserved for rehab loans							1,809,917
Reserved for endowment							
Reserved for debt service							
Unreserved, undesignated (deficit)	189,077	187,324	81,576	144,947	63,159	277,241	(376,740)
Total fund balances (deficit)	<u>259,285</u>	<u>187,515</u>	<u>81,576</u>	<u>144,947</u>	<u>63,159</u>	<u>319,652</u>	<u>1,726,394</u>
Total liabilities and fund balances	<u>\$ 988,231</u>	<u>\$ 320,830</u>	<u>\$ 337,543</u>	<u>\$ 400,914</u>	<u>\$ 266,666</u>	<u>\$ 427,498</u>	<u>\$ 1,809,917</u>

(Continued on subsequent page)

City of Elyria, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2010

	Special Revenue						
	Chestnut Commons CHIP Grant	Tax Increment Financing	USEPA Brownfield Grant	Muni Court Technology	Muni Court Security	Muni Court Construction/ Improvement	Special Parking Fines
<b>ASSETS</b>							
Equity in pooled cash and cash equivalents	\$ 33,023	\$ 597,137	\$ 3,021	\$ 205,662	\$ 9,175	\$ 695,395	\$ 27,314
Investments				10,487	9,073	31,334	64
Accounts receivable	2,757,414						
Rehabilitation loans receivable							
Accrued interest receivable							
Due from other governments							
Income tax receivable							
Property tax receivable							
Other local tax receivable							
Special assessments receivable							
Tax increment financing payments receivable		493,772					
Total assets	<u>\$ 2,790,437</u>	<u>\$ 1,090,909</u>	<u>\$ 3,021</u>	<u>\$ 216,149</u>	<u>\$ 18,248</u>	<u>\$ 726,729</u>	<u>\$ 27,378</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable							
Contracts payable				5,607			
Accrued wages and benefits				3,365	7,212		
Due to other funds							
Deferred revenue		493,772					
Notes payable							
Total liabilities	<u>-</u>	<u>493,772</u>		<u>8,972</u>	<u>7,212</u>		
<b>FUND BALANCES</b>							
Reserved for encumbrances				13,670	1,546	17,411	
Reserved for rehab loans							
Reserved for endowment							
Reserved for debt service							
Unreserved, undesignated (deficit)	33,023	597,137	3,021	193,507	9,490	709,318	27,378
Total fund balances (deficit)	<u>2,790,437</u>	<u>597,137</u>	<u>3,021</u>	<u>207,177</u>	<u>11,036</u>	<u>726,729</u>	<u>27,378</u>
Total liabilities and fund balances	<u>\$ 2,790,437</u>	<u>\$ 1,090,909</u>	<u>\$ 3,021</u>	<u>\$ 216,149</u>	<u>\$ 18,248</u>	<u>\$ 726,729</u>	<u>\$ 27,378</u>

(Continued on subsequent page)

City of Elyria, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2010

	Special Revenue						
	Legal Research and Court Computerization	Special Court Maintenance	Muni Court Special Collections	Food Service Operations	Dental Health Grant	Household Sewage Disposal Permit Fee	Manufactured Home/Park Placement Fee
<b>ASSETS</b>							
Equity in pooled cash and cash equivalents	\$ 129,546	\$ 14,338	\$ 218,936	\$ 52,493	\$ 92,371	\$ 3,395	\$ 4,983
Investments							
Accounts receivable	3,159	2,136	5,768				
Rehabilitation loans receivable							
Accrued interest receivable					18,750		
Due from other governments							
Income tax receivable							
Property tax receivable							
Other local tax receivable							
Special assessments receivable							
Tax increment financing payments receivable							
Total assets	<u>\$ 132,705</u>	<u>\$ 16,474</u>	<u>\$ 224,704</u>	<u>\$ 52,493</u>	<u>\$ 111,121</u>	<u>\$ 3,395</u>	<u>\$ 4,983</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable							
Contracts payable							
Accrued wages and benefits							
Due to other funds	2,238		5,925	3,025	1,360		
Deferred revenue							
Notes payable							
Total liabilities	<u>2,238</u>		<u>5,925</u>	<u>3,025</u>	<u>8,860</u>		
<b>FUND BALANCES</b>							
Reserved for encumbrances	13,130						
Reserved for rehab loans							
Reserved for endowment							
Reserved for debt service							
Unreserved, undesignated (deficit)	117,337	16,474	218,779	49,468	102,261	3,395	4,983
Total fund balances (deficit)	<u>130,467</u>	<u>16,474</u>	<u>218,779</u>	<u>49,468</u>	<u>102,261</u>	<u>3,395</u>	<u>4,983</u>
Total liabilities and fund balances	<u>\$ 132,705</u>	<u>\$ 16,474</u>	<u>\$ 224,704</u>	<u>\$ 52,493</u>	<u>\$ 111,121</u>	<u>\$ 3,395</u>	<u>\$ 4,983</u>

(Continued on subsequent page)

City of Elyria, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2010

	Special Revenue						
	Special Traffic Magistrate	Swimming Pool Inspection	Law Enforcement	Mandatory Drug Fine	Indigent Drivers Alcohol Treatment	Alcohol Enforcement and Education	Police Levy
<b>ASSETS</b>							
Equity in pooled cash and cash equivalents	\$ 36,266	\$ 1,970	\$ 58,383	\$ 3,404	\$ 437,403	\$ 14,904	\$ 706,751
Investments							
Accounts receivable	5,007			159	2,958	238	
Rehabilitation loans receivable							
Accrued interest receivable							
Due from other governments							
Income tax receivable							
Property tax receivable							
Other local tax receivable							667,828
Special assessments receivable							
Tax increment financing payments receivable							
Total assets	\$ 41,273	\$ 1,970	\$ 58,383	\$ 3,563	\$ 440,361	\$ 15,142	\$ 1,374,579
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable							\$ 3,530
Contracts payable							7,240
Accrued wages and benefits	992	34		700			291,895
Due to other funds							
Deferred revenue							172,928
Notes payable							
Total liabilities	992	34	58,383	700	440,361	15,142	475,593
<b>FUND BALANCES</b>							
Reserved for encumbrances			29,500				224,159
Reserved for rehab loans							
Reserved for endowment							
Reserved for debt service							
Unreserved, undesignated (deficit)	40,281	1,936	28,883	2,863	440,361	15,142	674,827
Total fund balances (deficit)	40,281	1,936	58,383	2,863	440,361	15,142	898,986
Total liabilities and fund balances	\$ 41,273	\$ 1,970	\$ 58,383	\$ 3,563	\$ 440,361	\$ 15,142	\$ 1,374,579

(Continued on subsequent page)

City of Elyria, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2010

	Special Revenue						
	Wagner Trust	Findley Trust	Cemetery Maintenance and Improvement	Brownfield Petroleum Assessment Grant	Brownfield Hazardous Assessment Grant	Neighborhood Stabilization Program Grant	Coastal Management Grant
<b>ASSETS</b>							
Equity in pooled cash and cash equivalents	\$ 12,956	\$ 261,535	\$ 91,257	\$	\$ 3,632	\$	\$
Investments							
Accounts receivable							
Rehabilitation loans receivable							
Accrued interest receivable							
Due from other governments							
Income tax receivable							
Property tax receivable							
Other local tax receivable							
Special assessments receivable							
Tax increment financing payments receivable							
Total assets	<u>\$ 12,956</u>	<u>\$ 261,535</u>	<u>\$ 91,257</u>	<u>\$</u>	<u>\$ 3,632</u>	<u>\$</u>	<u>\$</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable		\$ 709	\$ 1,038	\$	\$	\$	\$
Contracts payable				32,993	9,649	17,200	
Accrued wages and benefits	149	238	6,540		731	47,000	2,500
Due to other funds							
Deferred revenue							
Notes payable							
Total liabilities	<u>149</u>	<u>947</u>	<u>7,578</u>	<u>32,993</u>	<u>10,380</u>	<u>71,587</u>	<u>2,500</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances							
Reserved for rehab loans		534	1,284	34,224	70,692	237,786	
Reserved for endowment							
Reserved for debt service							
Unreserved, undesignated (deficit)	12,807	260,054	82,395	(67,217)	(77,440)	(309,373)	(2,500)
Total fund balances (deficit)	<u>12,807</u>	<u>260,588</u>	<u>83,679</u>	<u>(32,993)</u>	<u>(6,748)</u>	<u>(71,587)</u>	<u>(2,500)</u>
Total liabilities and fund balances	<u>\$ 12,956</u>	<u>\$ 261,535</u>	<u>\$ 91,257</u>	<u>\$</u>	<u>\$ 3,632</u>	<u>\$</u>	<u>\$</u>

(Continued on subsequent page)

City of Elyria, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2010

	Special Revenue					Total Special Revenue Funds
	Energy Efficiency Block Grant	Special Probation	Clean Ohio Revitalization	Industrial Site Improvement	COPS Grant	
<b>ASSETS</b>						
Equity in pooled cash and cash equivalents	\$ 12,102	\$ 30,034	\$ 41,974	\$ 1,790	\$	\$ 16,078
Investments		3,070				
Accounts receivable						73,453
Rehabilitation loans receivable						4,567,331
Accrued interest receivable						
Due from other governments						1,707,140
Income tax receivable						667,828
Property tax receivable						453,646
Other local tax receivable						64,638
Special assessments receivable						493,772
Tax increment financing payments receivable						
Total assets	<u>\$ 12,102</u>	<u>\$ 33,104</u>	<u>\$ 41,974</u>	<u>\$ 1,790</u>	<u>\$</u>	<u>\$ 12,734,003</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	\$ 60,667	\$	\$ 42,165	\$	\$	\$ 71,458
Contracts payable	2,152			23,550		423,542
Accrued wages and benefits	11,000				2,887	633,978
Due to other funds						485,923
Deferred revenue						1,991,992
Notes payable						
Total liabilities	<u>73,819</u>		<u>42,165</u>	<u>23,550</u>	<u>2,887</u>	<u>3,606,893</u>
<b>FUND BALANCES</b>						
Reserved for encumbrances	44,928		1,732,544	97,570		2,925,005
Reserved for rehab loans						4,567,331
Reserved for endowment						
Reserved for debt service						
Unreserved, undesignated (deficit)	(106,645)	33,104	(1,732,735)	(119,330)	(2,887)	1,634,774
Total fund balances (deficit)	<u>(61,717)</u>	<u>33,104</u>	<u>(191)</u>	<u>(21,760)</u>	<u>(2,887)</u>	<u>9,127,110</u>
Total liabilities and fund balances	<u>\$ 12,102</u>	<u>\$ 33,104</u>	<u>\$ 41,974</u>	<u>\$ 1,790</u>	<u>\$</u>	<u>\$ 12,734,003</u>

City of Elyria, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2010

	Debt Service Fund			Capital Projects		
	General Bond Retirement	Special Assessment Bond Retirement	Total Debt Service Funds	Parks Improvement	Cascade / Elywood	State Issue II Capital Projects
<b>ASSETS</b>						
Equity in pooled cash and cash equivalents	\$ 883,416	\$ 16,064	\$ 899,480	\$ 32,876	\$ 11,590	\$ 5,675
Accounts receivable						
Rehabilitation loans receivable				18		
Accrued interest receivable	219,631		219,631			
Due from other governments						
Income tax receivable	1,663,361		1,663,361			
Property tax receivable						
Other local tax receivable						
Special assessments receivable		486,089	486,089			
Tax increment financing payments receivable						
Total assets	<u>\$ 2,766,408</u>	<u>\$ 502,153</u>	<u>\$ 3,268,561</u>	<u>\$ 32,894</u>	<u>\$ 11,590</u>	<u>\$ 5,675</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	\$	\$	\$	\$	\$	\$
Contracts payable						
Accrued wages and benefits						38
Due to other funds						372
Deferred revenue	1,877,089	486,089	2,363,178			
Notes payable						
Total liabilities	<u>1,877,089</u>	<u>486,089</u>	<u>2,363,178</u>			<u>410</u>
<b>FUND BALANCES</b>						
Reserved for encumbrances						633,304
Reserved for rehab loans						
Reserved for endowment						
Reserved for debt service	889,319	16,064	905,383			
Unreserved, undesignated (deficit)						(628,039)
Total fund balances (deficit)	<u>889,319</u>	<u>16,064</u>	<u>905,383</u>	<u>32,894</u>	<u>11,590</u>	<u>5,265</u>
Total liabilities and fund balances	<u>\$ 2,766,408</u>	<u>\$ 502,153</u>	<u>\$ 3,268,561</u>	<u>\$ 32,894</u>	<u>\$ 11,590</u>	<u>\$ 5,675</u>

(Continued on subsequent page)

City of Elyria, Ohio  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2010

	Capital Projects				Permanent Fund	Total Nonmajor Governmental Funds
	Two Falls Trail Improvement	49th Street Special Assessment	Industrial Parkway	Total Capital Projects Funds		
<b>ASSETS</b>						
Equity in pooled cash and cash equivalents	\$	83,793	\$	\$ 133,934	\$ 469,307	\$ 6,208,916
Accounts receivable						73,453
Rehabilitation loans receivable						4,567,331
Accrued interest receivable				18		18
Due from other governments						1,926,771
Income tax receivable						667,828
Property tax receivable						2,117,007
Other local tax receivable						64,638
Special assessments receivable						486,089
Tax increment financing payments receivable						493,772
Total assets	<u>\$</u>	<u>83,793</u>	<u>\$</u>	<u>\$ 133,952</u>	<u>\$ 469,307</u>	<u>\$ 16,605,823</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	\$		\$	\$		\$ 71,458
Contracts payable						423,542
Accrued wages and benefits				38		634,016
Due to other funds	2,970			3,342		489,265
Deferred revenue						4,355,170
Notes payable		230,000		230,000		230,000
Total liabilities	<u>(2,970)</u>			<u>233,380</u>		<u>6,203,451</u>
<b>FUND BALANCES</b>						
Reserved for encumbrances				633,304		3,558,309
Reserved for rehab loans					469,307	4,567,331
Reserved for endowment						905,383
Reserved for debt service						902,042
Unreserved, undesignated (deficit)	(2,970)	(146,207)		(732,732)		10,402,372
Total fund balances (deficit)	<u>(2,970)</u>	<u>(146,207)</u>		<u>(99,428)</u>	<u>469,307</u>	<u>16,605,823</u>
Total liabilities and fund balances	<u>\$</u>	<u>83,793</u>	<u>\$</u>	<u>\$ 133,952</u>	<u>\$ 469,307</u>	<u>\$ 16,605,823</u>



**City of Elyria, Ohio**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2010**

	Special Revenue						
REVENUES	Street Construction Maintenance and Repair	State Highway	Fire Pension	Police Pension	Health Grant	Municipal Motor Vehicle Tax	Block Grant
Taxes:							
Property Income	\$	\$	\$	\$	\$	\$	\$
Other						856,104	
Tax increment financing payments							
Intergovernmental revenues	1,819,321	147,513	30,917	30,917	431,445		695,213
Charges for service					20,256		
Licenses and permits						172	
Interest earnings							
Special assessments							
Fines and forfeitures							
Contributions							
Miscellaneous revenues							
Total revenues	<u>1,819,321</u>	<u>147,513</u>	<u>306,588</u>	<u>306,488</u>	<u>451,701</u>	<u>856,276</u>	<u>505</u>
							<u>695,718</u>
	478,995		279,093	304,071	444,165		
						138,380	477,973
	1,482,592	482,659				706,766	178,755
Capital outlay	24,426						
Debt service:							
Principal retirement			29,700	15,300			
Interest and fiscal charges			28,067	14,458			
Total expenditures	<u>1,986,013</u>	<u>482,659</u>	<u>336,860</u>	<u>333,829</u>	<u>444,165</u>	<u>845,146</u>	<u>656,728</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(166,692)</u>	<u>(335,146)</u>	<u>(30,272)</u>	<u>(27,341)</u>	<u>7,536</u>	<u>11,130</u>	<u>38,990</u>
		250,000					
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							
Transfers out							
Premiums from sale of notes / bonds							
Total other financing sources (uses)	<u>(166,692)</u>	<u>(85,146)</u>	<u>(30,272)</u>	<u>(27,341)</u>	<u>7,536</u>	<u>11,130</u>	<u>38,990</u>
Net change in fund balances	425,977	272,661	111,848	172,288	55,623	308,522	1,687,404
Fund balances (deficit) - beginning	<u>\$ 259,285</u>	<u>\$ 187,515</u>	<u>\$ 81,576</u>	<u>\$ 144,947</u>	<u>\$ 63,159</u>	<u>\$ 319,652</u>	<u>\$ 1,726,394</u>
Fund balances (deficit) - ending							

(Continued on subsequent page)

City of Elyria, Ohio  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2010

	Special Revenue						
	CHIP Grant	Chestnut Commons Tax Increment Financing	USEPA Brownfield Grant	Muni Court Technology	Muni Court Security	Muni Court Construction/ Improvement	Special Parking Fines
<b>REVENUES</b>							
Taxes:							
Property							
Income							
Other							
Tax increment financing payments		570,913					
Intergovernmental revenues	60,874						
Charges for service	108						
Licenses and permits							
Interest earnings				270	9	863	
Special assessments				144,465	124,233	437,682	2,419
Fines and forfeitures							
Contributions							
Miscellaneous revenues							
Total revenues	<u>60,982</u>	<u>570,913</u>		<u>144,735</u>	<u>124,242</u>	<u>438,545</u>	<u>2,419</u>
<b>EXPENDITURES</b>							
Current:							
Public safety							
Health							
Culture and recreation							
Community environment	8,995	93,378					
Highways and streets							
General government				154,650	139,867	1,482	3,389
Capital outlay							10,000
Debt service:							
Principal retirement		185,000				240,000	
Interest and fiscal charges		133,207				397,341	
Total expenditures	<u>8,995</u>	<u>411,585</u>		<u>154,650</u>	<u>139,867</u>	<u>638,823</u>	<u>13,389</u>
Excess (deficiency) of revenues over (under) expenditures	<u>51,987</u>	<u>159,328</u>		<u>(9,915)</u>	<u>(15,625)</u>	<u>(200,278)</u>	<u>(10,970)</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							
Transfers out					20,000		
Premiums from sale of notes / bonds							
Total other financing sources (uses)					<u>20,000</u>		
Net change in fund balances	<u>51,987</u>	<u>159,328</u>		<u>(9,915)</u>	<u>4,375</u>	<u>(200,278)</u>	<u>(10,970)</u>
Fund balances (deficit) - beginning	<u>2,738,450</u>	<u>437,809</u>	<u>3,021</u>	<u>217,092</u>	<u>6,661</u>	<u>927,007</u>	<u>38,348</u>
Fund balances (deficit) - ending	<u>\$ 2,790,437</u>	<u>\$ 597,137</u>	<u>\$ 3,021</u>	<u>\$ 207,177</u>	<u>\$ 11,036</u>	<u>\$ 726,729</u>	<u>\$ 27,378</u>

(Continued on subsequent page)

**City of Elyria, Ohio**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2010**

	Special Revenue						
	Legal Research and Court Computerization	Special Court Maintenance	Muni Court Special Collections	Food Service Operations	Dental Health Grant	Household Sewage Disposal Permit Fee	Manufactured Home/Park Placement Fee
<b>REVENUES</b>							
Taxes:							
Property							
Income							
Other							
Tax increment financing payments							
Intergovernmental revenues					57,510		
Charges for service				48,264		1,815	2,424
Licenses and permits							
Interest earnings							
Special assessments							
Fines and forfeitures	43,201	13,697	91,670				
Contributions							
Miscellaneous revenues							
Total revenues	<u>43,201</u>	<u>13,697</u>	<u>91,670</u>	<u>48,264</u>	<u>57,510</u>	<u>1,815</u>	<u>2,424</u>
<b>EXPENDITURES</b>							
Current:							
Public safety							
Health					50,929		
Culture and recreation							
Community environment							
Highways and streets							
General government							
Capital outlay	41,497	11,015	107,225				
Debt service:							
Principal retirement							
Interest and fiscal charges							
Total expenditures	<u>41,497</u>	<u>11,015</u>	<u>107,225</u>	<u>50,653</u>	<u>50,929</u>		
Excess (deficiency) of revenues over (under) expenditures	<u>1,704</u>	<u>2,682</u>	<u>(15,555)</u>	<u>(2,389)</u>	<u>6,581</u>	<u>1,815</u>	<u>2,424</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							
Transfers out							
Premiums from sale of notes / bonds							
Total other financing sources (uses)							
Net change in fund balances	<u>1,704</u>	<u>2,682</u>	<u>(25,555)</u>	<u>(2,389)</u>	<u>6,581</u>	<u>1,815</u>	<u>2,424</u>
Fund balances (deficit) - beginning	<u>128,763</u>	<u>13,792</u>	<u>244,334</u>	<u>51,857</u>	<u>95,680</u>	<u>1,580</u>	<u>2,559</u>
Fund balances (deficit) - ending	<u>\$ 130,467</u>	<u>\$ 16,474</u>	<u>\$ 218,779</u>	<u>\$ 49,468</u>	<u>\$ 102,261</u>	<u>\$ 3,395</u>	<u>\$ 4,983</u>

(Continued on subsequent page)

City of Elyria, Ohio  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2010

	Special Revenue						
	Special Traffic Magistrate	Swimming Pool Inspection	Law Enforcement	Mandatory Drug Fine	Indigent Drivers Alcohol Treatment	Alcohol Enforcement and Education	Police Levy
<b>REVENUES</b>							
Taxes:							
Property							
Income							\$ 2,929,781
Other							
Tax increment financing payments							51,609
Intergovernmental revenues							
Charges for service		3,066					8
Licenses and permits							
Interest earnings							
Special assessments	29,632			8,071	76,054	3,117	
Fines and forfeitures							
Contributions							
Miscellaneous revenues			1,182				4,888
Total revenues	<u>29,632</u>	<u>3,066</u>	<u>1,182</u>	<u>8,071</u>	<u>76,054</u>	<u>3,117</u>	<u>4,888</u>
							<u>2,986,286</u>
<b>EXPENDITURES</b>							
Current:							
Public safety			550	8,402		20,708	2,565,922
Health		1,054					
Culture and recreation							
Community environment							
Highways and streets							
General government	23,835				114,159		
Capital outlay							
Debt service:							
Principal retirement							
Interest and fiscal charges							
Total expenditures	<u>23,835</u>	<u>1,054</u>	<u>550</u>	<u>8,402</u>	<u>114,159</u>	<u>20,708</u>	<u>2,565,922</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,797</u>	<u>2,012</u>	<u>632</u>	<u>(328)</u>	<u>(38,105)</u>	<u>(17,591)</u>	<u>420,364</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							
Transfers out	(10,000)						
Premiums from sale of notes / bonds							
Total other financing sources (uses)	<u>(10,000)</u>						
Net change in fund balances	<u>(4,203)</u>	<u>2,012</u>	<u>632</u>	<u>(328)</u>	<u>(38,105)</u>	<u>(17,591)</u>	<u>420,364</u>
Fund balances (deficit) - beginning	<u>44,484</u>	<u>(76)</u>	<u>57,751</u>	<u>3,191</u>	<u>478,466</u>	<u>32,733</u>	<u>478,622</u>
Fund balances (deficit) - ending	<u>\$ 40,281</u>	<u>\$ 1,936</u>	<u>\$ 58,383</u>	<u>\$ 2,863</u>	<u>\$ 440,361</u>	<u>\$ 15,142</u>	<u>\$ 898,986</u>

(Continued on subsequent page)

**City of Elyria, Ohio**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2010**

	Special Revenue						
	Wagner Trust	Findley Trust	Cemetery Maintenance and Improvement	Brownfield Petroleum Assessment Grant	Brownfield Hazardous Assessment Grant	Neighborhood Stabilization Program Grant	Coastal Management Grant
<b>REVENUES</b>							
Taxes:							
Property	\$	\$	\$	\$	\$	\$	\$
Income							
Other							
Tax increment financing payments							
Intergovernmental revenues			75,525	27,254	11,193	1,002,041	
Charges for service						829	
Licenses and permits							
Interest earnings							
Special assessments							
Fines and forfeitures							
Contributions	4,240	48,838					
Miscellaneous revenues							
Total revenues	<u>4,240</u>	<u>48,838</u>	<u>75,525</u>	<u>27,254</u>	<u>11,193</u>	<u>1,002,870</u>	
<b>EXPENDITURES</b>							
Current:							
Public safety							
Health							
Culture and recreation	3,417	27,799	119,939				
Community environment				40,042	11,055	683,838	
Highways and streets							
General government							
Capital outlay							
Debt service:							
Principal retirement							
Interest and fiscal charges							
Total expenditures	<u>3,417</u>	<u>27,799</u>	<u>132,139</u>	<u>40,042</u>	<u>11,055</u>	<u>1,064,215</u>	
Excess (deficiency) of revenues over (under) expenditures	823	21,039	(56,614)	(12,788)	138	(61,345)	
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							
Transfers out							
Premiums from sale of notes / bonds							
Total other financing sources (uses)							
Net change in fund balances	823	21,039	(56,614)	(12,788)	3,039	(61,345)	
Fund balances (deficit) - beginning	11,984	239,549	140,293	(20,205)	(9,787)	(10,242)	(2,500)
Fund balances (deficit) - ending	<u>\$ 12,807</u>	<u>\$ 260,588</u>	<u>\$ 83,679</u>	<u>\$ (32,993)</u>	<u>\$ (6,748)</u>	<u>\$ (71,587)</u>	<u>\$ (2,500)</u>

(Continued on subsequent page)

**City of Elyria, Ohio**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2010**

	Special Revenue						
	Energy Efficiency Block Grant	Special Probation	Clean Ohio Revitalization	Industrial Site Improvement	COPS Grant	SAFER Grant	Total Special Revenue
<b>REVENUES</b>							
Taxes:							
Property							\$ 551,242
Income							2,929,781
Other							856,104
Tax increment financing payments							570,913
Intergovernmental revenues	203,505		42,166	458,025		819,660	5,889,163
Charges for service							96,718
Licenses and permits							55,569
Interest earnings							1,325
Special assessments		33,104					1,007,345
Fines and forfeitures							53,078
Contributions							6,575
Miscellaneous revenues							12,017,813
Total revenues	<u>203,505</u>	<u>33,104</u>	<u>42,166</u>	<u>458,025</u>		<u>819,660</u>	<u>12,017,813</u>
<b>EXPENDITURES</b>							
Current:							
Public safety					2,887	1,011,567	4,672,195
Health							666,740
Culture and recreation							31,216
Community environment	265,222		42,357	479,785			2,102,645
Highways and streets							2,103,631
General government							597,119
Capital outlay							1,312,524
Debt service:							
Principal retirement							470,000
Interest and fiscal charges							573,073
Total expenditures	<u>265,222</u>		<u>42,357</u>	<u>479,785</u>	<u>2,887</u>	<u>1,011,567</u>	<u>12,529,143</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(61,717)</u>	<u>33,104</u>	<u>(191)</u>	<u>(21,760)</u>	<u>(2,887)</u>	<u>(191,907)</u>	<u>(511,330)</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							272,901
Transfers out							(20,000)
Premiums from sale of notes / bonds							252,901
Total other financing sources (uses)							(258,429)
Net change in fund balances	<u>(61,717)</u>	<u>33,104</u>	<u>(191)</u>	<u>(21,760)</u>	<u>(2,887)</u>	<u>(191,907)</u>	<u>9,385,539</u>
Fund balances (deficit) - beginning	<u>(61,717)</u>	<u>33,104</u>	<u>(191)</u>	<u>(21,760)</u>	<u>(2,887)</u>	<u>(191,907)</u>	<u>\$ 9,127,110</u>
Fund balances (deficit) - ending							

(Continued on subsequent page)

**City of Elyria, Ohio**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2010**

	Debt Service		Capital Projects				
	General Bond Retirement	Special Assessment Bond Retirement	Total Debt Service	Parks Improvement	Cascade / Elywood	State Issue II Capital Projects	Chestnut Commons/ Ridge Improvement
<b>REVENUES</b>							
Taxes:							
Property Income	\$ 2,000,868	\$	\$ 2,000,868	\$	\$	\$	\$
Other							
Tax increment financing payments							
Intergovernmental revenues	210,783		210,783			1,226,568	
Charges for service							
Licenses and permits							
Interest earnings		129,866	129,866				
Special assessments							
Fines and forfeitures							
Contributions					658		
Miscellaneous revenues							
Total revenues	<u>2,211,651</u>	<u>129,866</u>	<u>2,341,517</u>		<u>658</u>	<u>1,226,568</u>	
<b>EXPENDITURES</b>							
Current:							
Public safety							
Health							
Culture and recreation					13,942		
Community environment						289,275	
Highways and streets						937,293	
General government	63,530	6,383	69,913	14,177			
Capital outlay							
Debt service:							
Principal retirement	959,465	90,000	1,049,465				338
Interest and fiscal charges	781,575	30,270	811,845				338
Total expenditures	<u>1,804,570</u>	<u>126,653</u>	<u>1,931,223</u>	<u>14,177</u>	<u>13,942</u>	<u>1,226,568</u>	<u>338</u>
Excess (deficiency) of revenues over (under) expenditures	<u>407,081</u>	<u>3,213</u>	<u>410,294</u>	<u>(14,177)</u>	<u>(13,284)</u>		<u>(338)</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							
Transfers out	(200,000)		(200,000)				
Premiums from sale of notes / bonds	4,012		4,012				
Total other financing sources (uses)	<u>(195,988)</u>		<u>(195,988)</u>				
Net change in fund balances	211,093	3,213	214,306	(14,177)	(13,284)		(338)
Fund balances (deficit) - beginning	678,226	12,851	691,077	47,071	24,874	5,265	338
Fund balances (deficit) - ending	<u>\$ 889,319</u>	<u>\$ 16,064</u>	<u>\$ 905,383</u>	<u>\$ 32,894</u>	<u>\$ 11,590</u>	<u>\$ 5,265</u>	<u>\$ 338</u>

**City of Elyria, Ohio**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended December 31, 2010**

	Capital Projects					Permanent Fund	Total
	Two Falls Trail Improvement	49th Street Special Assessment	Industrial Parkway	ARRA East River Street	ARRA Gateway Boulevard	Total Capital Projects	Nonmajor Governmental Funds
<b>REVENUES</b>							
Taxes:	\$	\$	\$	\$	\$	\$	\$
Property Income							2,552,110
Other							2,929,781
Tax increment financing payments							856,104
Intergovernmental revenues				788,175	531,926	2,546,669	570,913
Charges for service							8,646,615
Licenses and permits							105,294
Interest earnings							55,569
Special assessments		78,533				78,533	1,325
Fines and forfeitures						658	208,399
Contributions							1,007,345
Miscellaneous revenues							53,736
Total revenues		78,533		788,175	531,926	2,625,860	6,575
							16,993,766
<b>EXPENDITURES</b>							
Current:							
Public safety							4,672,195
Health							666,740
Culture and recreation						13,942	45,158
Community environment						289,275	2,102,645
Highways and streets							2,392,906
General government							667,032
Capital outlay				788,175	531,926	2,271,571	3,584,095
Debt service:							
Principal retirement			70,000			70,000	1,589,465
Interest and fiscal charges		5,750	41,145			47,233	1,432,151
Total expenditures		5,750	111,145	788,175	531,926	2,692,021	17,152,387
Excess (deficiency) of revenues over (under) expenditures		72,783	(111,145)			(66,161)	(158,621)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in							272,901
Transfers out							(220,000)
Premiums from sale of notes / bonds							4,012
Total other financing sources (uses)							56,913
Net change in fund balances		72,783	(111,145)			(66,161)	(101,708)
Fund balances (deficit) - beginning	(2,970)	(218,950)	111,145			(33,267)	10,504,080
Fund balances (deficit) - ending	\$ (2,970)	\$ (146,207)	\$	\$	\$	\$ (99,428)	\$ 10,402,372



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
ENERGY CONSERVATION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>ENERGY CONSERVATION FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Interest earnings	\$	\$	\$ 223	\$ 223
<b>TOTAL REVENUES</b>			223	223
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Energy Conservation</b>				
Operation and maintenance		2,172	2,171	1
Debt service - principal retirement	3,600,000	3,600,000	3,600,000	
Capital outlay	250,425	250,526	250,525	1
<b>Total Energy Conservation</b>	3,850,425	3,852,698	3,852,696	2
<b>TOTAL COMMUNITY ENVIRONMENT</b>	3,850,425	3,852,698	3,852,696	2
<b>TOTAL EXPENDITURES</b>	3,850,425	3,852,698	3,852,696	2
Excess (deficiency) of revenues over expenditures	(3,850,425)	(3,852,698)	(3,852,473)	225
<b>OTHER FINANCING SOURCES</b>				
Proceeds of notes	3,600,000	3,600,000	3,600,000	
<b>TOTAL OTHER FINANCING SOURCES</b>	3,600,000	3,600,000	3,600,000	
Net change in fund balance	(250,425)	(252,698)	(252,473)	225
Adjustment for prior year encumbrances	250,425	250,425	250,425	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	14,464	14,464	14,464	
<b>FUND BALANCE AT END OF YEAR</b>	\$ 14,464	\$ 12,191	\$ 12,416	\$ 225

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
STATE ROUTE 57 REHABILITATION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>STATE ROUTE 57 REHABILITATION FUND</u>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues	\$ 2,382,084	\$ 2,382,084	\$ 2,382,084	\$
<b>TOTAL REVENUES</b>	<u>2,382,084</u>	<u>2,382,084</u>	<u>2,382,084</u>	
<b>EXPENDITURES</b>				
<b>HIGHWAYS AND STREETS</b>				
<b>State Route 57 Rehabilitation</b>				
Capital outlay	<u>2,437,351</u>	<u>2,437,351</u>	<u>2,437,351</u>	
<b>Total State Route 57 Rehabilitation</b>	<u>2,437,351</u>	<u>2,437,351</u>	<u>2,437,351</u>	
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>2,437,351</u>	<u>2,437,351</u>	<u>2,437,351</u>	
<b>TOTAL EXPENDITURES</b>	<u>2,437,351</u>	<u>2,437,351</u>	<u>2,437,351</u>	
Net change in fund balance	(55,267)	(55,267)	(55,267)	
Adjustment for prior year encumbrances	704,908	704,908	704,908	
<b>FUND (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(649,641)</u>	<u>(649,641)</u>	<u>(649,641)</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>REVENUES</b>				
Intergovernmental revenues	\$ 1,830,000	\$ 1,844,227	\$ 1,819,182	\$ (25,045)
Interest earnings	500	500		(500)
Miscellaneous revenues	10,000	15,500	16,146	646
<b>TOTAL REVENUES</b>	<u>1,840,500</u>	<u>1,860,227</u>	<u>1,835,328</u>	<u>(24,899)</u>
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>Traffic Lights</b>				
Personal services	259,700	269,700	268,929	771
Fringe benefits	89,650	100,150	99,909	241
Operation and maintenance	93,450	93,450	88,590	4,860
Capital outlay	65,000	65,130	65,114	16
<b>Total Traffic Lights</b>	<u>507,800</u>	<u>528,430</u>	<u>522,542</u>	<u>5,888</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>507,800</u>	<u>528,430</u>	<u>522,542</u>	<u>5,888</u>
<b>HIGHWAYS AND STREETS</b>				
<b>Street</b>				
Personal services	854,695	884,695	890,309	(5,614)
Fringe benefits	263,885	310,885	310,859	26
Operation and maintenance	377,380	377,380	357,656	19,724
Capital outlay	30,000			
<b>Total Street</b>	<u>1,525,960</u>	<u>1,572,960</u>	<u>1,558,824</u>	<u>14,136</u>
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>1,525,960</u>	<u>1,572,960</u>	<u>1,558,824</u>	<u>14,136</u>
<b>TOTAL EXPENDITURES</b>	<u>2,033,760</u>	<u>2,101,390</u>	<u>2,081,366</u>	<u>20,024</u>
Excess (deficiency) of revenues over expenditures	<u>(193,260)</u>	<u>(241,163)</u>	<u>(246,038)</u>	<u>(4,875)</u>
Adjustment for prior year encumbrances	59,314	59,314	59,314	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>171,368</u>	<u>171,368</u>	<u>171,368</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 37,422</u>	<u>\$ (10,481)</u>	<u>\$ (15,356)</u>	<u>\$ (4,875)</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
STATE HIGHWAY FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>STATE HIGHWAY FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 151,000	\$ 151,000	\$ 147,501	\$ (3,499)
<b>TOTAL REVENUES</b>	<u>151,000</u>	<u>151,000</u>	<u>147,501</u>	<u>(3,499)</u>
<b>EXPENDITURES</b>				
<b>HIGHWAYS AND STREETS</b>				
<b>State Highway</b>				
Operation and maintenance	<u>300,000</u>	<u>545,200</u>	<u>465,200</u>	<u>80,000</u>
<b>Total State Highway</b>	<u>300,000</u>	<u>545,200</u>	<u>465,200</u>	<u>80,000</u>
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>300,000</u>	<u>545,200</u>	<u>465,200</u>	<u>80,000</u>
<b>TOTAL EXPENDITURES</b>	<u>300,000</u>	<u>545,200</u>	<u>465,200</u>	<u>80,000</u>
Excess (deficiency) of revenues over expenditures	(149,000)	(394,200)	(317,699)	76,501
<b>OTHER FINANCING SOURCES</b>				
Transfers-in		<u>250,000</u>	<u>250,000</u>	
<b>TOTAL OTHER FINANCING SOURCES</b>		<u>250,000</u>	<u>250,000</u>	
Net change in fund balance	(149,000)	(144,200)	(67,699)	76,501
Adjustments for prior year encumbrances	53,590	53,590	53,590	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>260,834</u>	<u>260,834</u>	<u>260,834</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 165,424</u>	<u>\$ 170,224</u>	<u>\$ 246,725</u>	<u>\$ 76,501</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
FIRE PENSION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>FIRE PENSION FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Taxes	\$ 254,040	\$ 274,040	\$ 275,990	\$ 1,950
Intergovernmental revenues	34,800	32,800	30,916	(1,884)
Interest earnings	500			
<b>TOTAL REVENUES</b>	<u>289,340</u>	<u>306,840</u>	<u>306,906</u>	<u>66</u>
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>Fire Pension</b>				
Fringe benefits	275,000	275,000	275,000	
Operation and maintenance	5,400	5,400	4,093	1,307
Debt service - principal retirement	29,700	29,700	29,700	
Interest	28,067	28,067	28,067	
<b>Total Fire Pension</b>	<u>338,167</u>	<u>338,167</u>	<u>336,860</u>	<u>1,307</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>338,167</u>	<u>338,167</u>	<u>336,860</u>	<u>1,307</u>
<b>TOTAL EXPENDITURES</b>	<u>338,167</u>	<u>338,167</u>	<u>336,860</u>	<u>1,307</u>
Net change in fund balance	(48,827)	(31,327)	(29,954)	1,373
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>110,724</u>	<u>110,724</u>	<u>110,724</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 61,897</u>	<u>\$ 79,397</u>	<u>\$ 80,770</u>	<u>\$ 1,373</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
POLICE PENSION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>POLICE PENSION FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Taxes	\$ 254,040	\$ 274,040	\$ 275,890	\$ 1,850
Intergovernmental revenues	34,800	32,800	30,916	(1,884)
Interest earnings	500			
<b>TOTAL REVENUES</b>	<b>289,340</b>	<b>306,840</b>	<b>306,806</b>	<b>(34)</b>
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>Police Pension</b>				
Fringe benefits	300,000	300,000	300,000	
Operation and maintenance	5,400	5,400	4,071	1,329
Debt service - principal retirement	15,300	15,300	15,300	
Interest	14,459	14,459	14,458	1
<b>Total Police Pension</b>	<b>335,159</b>	<b>335,159</b>	<b>333,829</b>	<b>1,330</b>
<b>TOTAL PUBLIC SAFETY</b>	<b>335,159</b>	<b>335,159</b>	<b>333,829</b>	<b>1,330</b>
<b>TOTAL EXPENDITURES</b>	<b>335,159</b>	<b>335,159</b>	<b>333,829</b>	<b>1,330</b>
Net change in fund balance	(45,819)	(28,319)	(27,023)	1,296
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>171,164</b>	<b>171,164</b>	<b>171,164</b>	
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 125,345</b>	<b>\$ 142,845</b>	<b>\$ 144,141</b>	<b>\$ 1,296</b>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
HEALTH GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>HEALTH GRANT FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 428,150	\$ 456,470	\$ 426,589	\$ (29,881)
Charges for services	30,000	30,000	20,256	(9,744)
<b>TOTAL REVENUES</b>	<b>458,150</b>	<b>486,470</b>	<b>446,845</b>	<b>(39,625)</b>
<b>EXPENDITURES</b>				
<b>HEALTH</b>				
<b>Child and Family Health Services</b>				
Personal services	122,318	104,318	92,979	11,339
Fringe benefits	40,662	34,162	30,883	3,279
Operation and maintenance	37,519	38,059	37,720	339
<b>Total Child and Family Health Services</b>	<b>200,499</b>	<b>176,539</b>	<b>161,582</b>	<b>14,957</b>
<b>Infant Mortality Program</b>				
Personal services	62,695	66,695	64,707	1,988
Fringe benefits	32,697	36,697	36,299	398
Operation and maintenance	47,609	56,609	56,408	201
<b>Total Infant Mortality Program</b>	<b>143,001</b>	<b>160,001</b>	<b>157,414</b>	<b>2,587</b>
<b>CFHS Project Income</b>				
Personal services	1,905	32,103	30,843	1,260
Fringe benefits	333	11,397	9,512	1,885
Operation and maintenance	23,762		10	(10)
<b>Total CFHS Project Income</b>	<b>26,000</b>	<b>43,500</b>	<b>40,365</b>	<b>3,135</b>
<b>Infrastructure (Disease/Bioterrorism)</b>				
Operation and maintenance	1,000	1,000	661	339
<b>Total Infrastructure (Disease/Bioterrorism)</b>	<b>1,000</b>	<b>1,000</b>	<b>661</b>	<b>339</b>
<b>Community Readiness Initiative</b>				
Operation and maintenance	8,207	8,207	6	8,201
<b>Total Community Readiness Initiative</b>	<b>8,207</b>	<b>8,207</b>	<b>6</b>	<b>8,201</b>
<b>Public Health Emergency Preparedness</b>				
Personal services	22,420	22,305	22,343	(38)
Fringe benefits	3,978	3,978	3,896	82
Operation and maintenance	12,363	18,078	14,986	3,092
<b>Total Public Health Emergency Preparedness</b>	<b>38,761</b>	<b>44,361</b>	<b>41,225</b>	<b>3,136</b>
<b>Public Health Emergency Response</b>				
Personal services	24,311	19,311	18,377	934
Fringe benefits	7,010	4,410	4,148	262
Operation and maintenance	15,679	38,425	37,778	647
<b>Total Public Health Emergency Response</b>	<b>47,000</b>	<b>62,146</b>	<b>60,303</b>	<b>1,843</b>
<b>TOTAL HEALTH</b>	<b>464,468</b>	<b>495,754</b>	<b>461,556</b>	<b>34,198</b>
<b>TOTAL EXPENDITURES</b>	<b>464,468</b>	<b>495,754</b>	<b>461,556</b>	<b>34,198</b>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
HEALTH GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

HEALTH GRANT FUND			
	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>
Net change in fund balance	(6,318)	(9,284)	(14,711)
Adjustment for prior year encumbrances	21,970	21,970	21,970
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>(15,119)</b>	<b>(15,119)</b>	<b>(15,119)</b>
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$ 533</b>	<b>\$ (2,433)</b>	<b>\$ (7,860)</b>



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
MUNICIPAL MOTOR VEHICLE TAX FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>MUNICIPAL MOTOR VEHICLE TAX FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Taxes	\$ 850,000	\$ 858,200	\$ 857,896	\$ (304)
Interest earnings	2,000	2,000	192	(1,808)
<b>TOTAL REVENUES</b>	<u>852,000</u>	<u>860,200</u>	<u>858,088</u>	<u>(2,112)</u>
<b>EXPENDITURES</b>				
<b>HIGHWAYS AND STREETS</b>				
<b>Municipal Motor Vehicle Tax</b>				
Operation and maintenance	1,400	5,400	5,390	10
Capital outlay	847,498	1,039,267	896,852	142,415
Debt service - principal retirement	150,331			
Interest	45,438			
<b>Total Municipal Motor Vehicle Tax</b>	<u>1,044,667</u>	<u>1,044,667</u>	<u>902,242</u>	<u>142,425</u>
<b>TOTAL HIGHWAYS &amp; STREETS</b>	<u>1,044,667</u>	<u>1,044,667</u>	<u>902,242</u>	<u>142,425</u>
<b>TOTAL EXPENDITURES</b>	<u>1,044,667</u>	<u>1,044,667</u>	<u>902,242</u>	<u>142,425</u>
Net change in fund balance	(192,667)	(184,467)	(44,154)	140,313
Adjustment for prior year encumbrances	118,909	118,909	118,909	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>74,758</u>	<u>74,758</u>	<u>74,758</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 1,000</u>	<u>\$ 9,200</u>	<u>\$ 149,513</u>	<u>\$ 140,313</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
BLOCK GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	BLOCK GRANT FUND			
	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental revenues	\$ 1,068,093	\$ 1,236,736	\$ 643,647	\$ (593,089)
Miscellaneous revenues	30,000	50,900	50,906	6
<b>TOTAL REVENUES</b>	<u>1,098,093</u>	<u>1,287,636</u>	<u>694,553</u>	<u>(593,083)</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Administration</b>				
Personal services	170,029	145,029	136,843	8,186
Fringe benefits	49,646	39,646	35,730	3,916
Operation and maintenance	33,950	90,448	61,788	28,660
Capital outlay	234,000	387,225	308,277	78,948
<b>Total Administration</b>	<u>487,625</u>	<u>662,348</u>	<u>542,638</u>	<u>119,710</u>
<b>Streets/Paving</b>				
Capital outlay	84,775	82,775	75,345	7,430
<b>Total Streets/Paving</b>	<u>84,775</u>	<u>82,775</u>	<u>75,345</u>	<u>7,430</u>
<b>Rehab/Operations</b>				
Personal services	137,347	118,347	115,244	3,103
Fringe benefits	28,361	29,061	28,740	321
Operation and maintenance	154,645	172,945	113,371	59,574
<b>Total Rehab/Operations</b>	<u>320,353</u>	<u>320,353</u>	<u>257,355</u>	<u>62,998</u>
<b>R-Planning</b>				
Operation and maintenance	7,000	7,000	7,000	
<b>Total R-Planning</b>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	
<b>R-Public Services - Youth</b>				
Personal services	18,223	18,223	18,084	139
Fringe benefits	8,730	8,686	2,786	5,900
<b>Total R-Public Services - Youth</b>	<u>26,953</u>	<u>26,909</u>	<u>20,870</u>	<u>6,039</u>
<b>R-Public Facilities &amp; Improvement</b>				
Operation and maintenance	10,000	10,044	10,044	
Capital outlay	135,734	135,734	135,734	
<b>Total R-Public Facilities &amp; Improvement</b>	<u>145,734</u>	<u>145,778</u>	<u>145,778</u>	
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>1,072,440</u>	<u>1,245,163</u>	<u>1,048,986</u>	<u>196,177</u>
<b>TOTAL EXPENDITURES</b>	<u>1,072,440</u>	<u>1,245,163</u>	<u>1,048,986</u>	<u>196,177</u>
Excess (deficiency) of revenues over expenditures	25,653	42,473	(354,433)	(396,906)
<b>OTHER FINANCING SOURCES (USES)</b>				
Other sources			379	379
Transfers out		(26,000)	(26,000)	
<b>TOTAL OTHER FINANCING SOURCES</b>		<u>(26,000)</u>	<u>(25,621)</u>	<u>379</u>
Net change in fund balance	25,653	16,473	(380,054)	(396,527)
Adjustment for prior year encumbrances	83,265	83,265	83,265	
<b>FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(101,952)</u>	<u>(101,952)</u>	<u>(101,952)</u>	
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$ 6,966</u>	<u>\$ (2,214)</u>	<u>\$ (398,741)</u>	<u>\$ (396,527)</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
C.H.I.P. GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>C.H.I.P. GRANT FUND</b>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues	\$ 20,000	\$ 43,007	\$ 60,874	\$ 17,867
Charges for services			108	108
Miscellaneous revenues	15,000	15,000	11,195	(3,805)
<b>TOTAL REVENUES</b>	<u>35,000</u>	<u>58,007</u>	<u>72,177</u>	<u>14,170</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>C.H.I.P. Grant</b>				
Personal services	1,800			
Fringe benefits	500			
Operation and maintenance	53,307	83,307	67,303	16,004
<b>Total C.H.I.P. Grant</b>	<u>55,607</u>	<u>83,307</u>	<u>67,303</u>	<u>16,004</u>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>55,607</u>	<u>83,307</u>	<u>67,303</u>	<u>16,004</u>
<b>TOTAL EXPENDITURES</b>	<u>55,607</u>	<u>83,307</u>	<u>67,303</u>	<u>16,004</u>
Excess (deficiency) of revenues over expenditures	(20,607)	(25,300)	4,874	30,174
Adjustment for prior year encumbrances	33,492	33,492	33,492	
<b>FUND (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(5,343)</u>	<u>(5,343)</u>	<u>(5,343)</u>	
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$ 7,542</u>	<u>\$ 2,849</u>	<u>\$ 33,023</u>	<u>\$ 30,174</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
CHESTNUT COMMONS TAX INCREMENT FINANCING FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>CHESTNUT COMMONS TAX INCREMENT FINANCING FUND</u>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Miscellaneous revenues	\$ 680,000	\$ 570,900	\$ 570,913	\$ 13
<b>TOTAL REVENUES</b>	<u>680,000</u>	<u>570,900</u>	<u>570,913</u>	<u>13</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Chestnut Commons Permanent Imp.</b>				
Operation and maintenance	108,600	108,240	93,378	14,862
Debt service - principal retirement	185,000	185,000	185,000	
Interest	133,185	133,545	133,207	338
<b>Total Chestnut Commons Permanent Imp.</b>	<u>426,785</u>	<u>426,785</u>	<u>411,585</u>	<u>15,200</u>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>426,785</u>	<u>426,785</u>	<u>411,585</u>	<u>15,200</u>
<b>TOTAL EXPENDITURES</b>	<u>426,785</u>	<u>426,785</u>	<u>411,585</u>	<u>15,200</u>
Excess (deficiency) of revenues over expenditures	253,215	144,115	159,328	15,213
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>437,809</u>	<u>437,809</u>	<u>437,809</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 691,024</u>	<u>\$ 581,924</u>	<u>\$ 597,137</u>	<u>\$ 15,213</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
MUNI COURT TECHNOLOGY FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>MUNI COURT TECHNOLOGY FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Interest earnings	\$ 1,000	\$	\$ 270	\$ 270
Fines and forfeitures	170,000	144,766	145,477	711
<b>TOTAL REVENUES</b>	<u>171,000</u>	<u>144,766</u>	<u>145,747</u>	<u>981</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Muni Court Technology</b>				
	40,400	40,400	40,177	223
Fringe benefits	13,780	15,080	14,773	307
Operation and maintenance	126,800	125,500	114,561	10,939
Capital outlay	10,000	10,000	6,984	3,016
<b>Total Muni Court Technology</b>	<u>190,980</u>	<u>190,980</u>	<u>176,495</u>	<u>14,485</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>190,980</u>	<u>190,980</u>	<u>176,495</u>	<u>14,485</u>
<b>TOTAL EXPENDITURES</b>	<u>190,980</u>	<u>190,980</u>	<u>176,495</u>	<u>14,485</u>
Net change in fund balance	(19,980)	(46,214)	(30,748)	15,466
Adjustments for prior year encumbrances	11,161	11,161	11,161	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>205,536</u>	<u>205,536</u>	<u>205,536</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 196,717</u>	<u>\$ 170,483</u>	<u>\$ 185,949</u>	<u>\$ 15,466</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
MUNI COURT SECURITY FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>MUNI COURT SECURITY FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Interest earnings	\$		\$	10
Fines and forfeitures		115,000	124,912	(88)
<b>TOTAL REVENUES</b>		<u>115,000</u>	<u>124,922</u>	<u>(78)</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Muni Court Security</b>				
Personal services		118,000	113,337	3,363
Fringe benefits		18,700	19,871	129
Operation and maintenance		8,400	7,378	1,022
<b>Total Muni Court Security</b>		<u>145,100</u>	<u>140,586</u>	<u>4,514</u>
<b>TOTAL GENERAL GOVERNMENT</b>		<u>145,100</u>	<u>140,586</u>	<u>4,514</u>
<b>TOTAL EXPENDITURES</b>		<u>145,100</u>	<u>140,586</u>	<u>4,514</u>
Excess (deficiency) of revenues over expenditures		(30,100)	(15,664)	4,436
<b>OTHER FINANCING SOURCES</b>				
Transfers-in		30,000	20,000	
<b>TOTAL OTHER FINANCING SOURCES</b>		<u>30,000</u>	<u>20,000</u>	
Net change in fund balance		(100)	4,336	4,436
Adjustments for prior year encumbrances		126	126	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>		<u>2,022</u>	<u>2,022</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<b>\$</b>	<u><u>2,048</u></u>	<b>\$</b>	<u><u>6,484</u></u>
			<b>\$</b>	<u><u>4,436</u></u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
MUNICIPAL COURT CONSTRUCTION / IMPROVEMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>MUNICIPAL COURT CONSTRUCTION / IMPROVEMENT FUND</u>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Interest earnings	\$ 3,000	\$ 3,000	\$ 2,111	\$ (889)
Fines and forfeitures	510,000	430,000	441,256	11,256
<b>TOTAL REVENUES</b>	<u>513,000</u>	<u>433,000</u>	<u>443,367</u>	<u>10,367</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Muni Court Constr/Imp</b>				
Operation and maintenance	20,200	20,200	15,093	5,107
Capital outlay	3,800	3,800	3,800	
Debt service - principal retirement	240,000	240,000	240,000	
Interest	400,763	400,763	397,341	3,422
<b>Total Muni Court Constr/Imp</b>	<u>664,763</u>	<u>664,763</u>	<u>656,234</u>	<u>8,529</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>664,763</u>	<u>664,763</u>	<u>656,234</u>	<u>8,529</u>
<b>TOTAL EXPENDITURES</b>	<u>664,763</u>	<u>664,763</u>	<u>656,234</u>	<u>8,529</u>
Net change in fund balances	(151,763)	(231,763)	(212,867)	18,896
Adjustment for prior year encumbrances	3,935	3,935	3,935	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>886,906</u>	<u>886,906</u>	<u>886,906</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 739,078</u>	<u>\$ 659,078</u>	<u>\$ 677,974</u>	<u>\$ 18,896</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
SPECIAL PARKING FINES FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>SPECIAL PARKING FINES FUND</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Fines and forfeitures	\$ 5,000	\$ 1,900	\$ 2,397	\$ 497
<b>TOTAL REVENUES</b>	<u>5,000</u>	<u>1,900</u>	<u>2,397</u>	<u>497</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Special Parking Fine</b>				
Operation and maintenance	7,000	7,000	140	6,860
Capital outlay	26,000	26,000	13,249	12,751
<b>Total Special Parking Fine</b>	<u>33,000</u>	<u>33,000</u>	<u>13,389</u>	<u>19,611</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>33,000</u>	<u>33,000</u>	<u>13,389</u>	<u>19,611</u>
<b>TOTAL EXPENDITURES</b>	<u>33,000</u>	<u>33,000</u>	<u>13,389</u>	<u>19,611</u>
Net change in fund balance	(28,000)	(31,100)	(10,992)	20,108
Adjustment for prior year encumbrances	1,660	1,660	1,660	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>36,646</u>	<u>36,646</u>	<u>36,646</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 10,306</u>	<u>\$ 7,206</u>	<u>\$ 27,314</u>	<u>\$ 20,108</u>



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
LEGAL RESEARCH & COURT COMPUTERIZATION FUND - LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>LEGAL RESEARCH &amp; COURT COMPUTERIZATION FUND</u>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fines and forfeitures	\$ 50,000	\$ 43,267	\$ 43,489	\$ 222
<b>TOTAL REVENUES</b>	<u>50,000</u>	<u>43,267</u>	<u>43,489</u>	<u>222</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Legal Research &amp; Court Computerization</b>				
Personal services	21,585	21,685	21,634	51
Fringe benefits	7,452	8,052	7,905	147
Operation and maintenance	35,875	35,175	29,426	5,749
<b>Total Legal Research &amp; Court Comp.</b>	<u>64,912</u>	<u>64,912</u>	<u>58,965</u>	<u>5,947</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>64,912</u>	<u>64,912</u>	<u>58,965</u>	<u>5,947</u>
<b>TOTAL EXPENDITURES</b>	<u>64,912</u>	<u>64,912</u>	<u>58,965</u>	<u>5,947</u>
Net change in fund balance	(14,912)	(21,645)	(15,476)	6,169
Adjustments for prior year encumbrances	9,028	9,028	9,028	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>122,630</u>	<u>122,630</u>	<u>122,630</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 116,746</u>	<u>\$ 110,013</u>	<u>\$ 116,182</u>	<u>\$ 6,169</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
SPECIAL COURT MAINTENANCE FUND - LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>SPECIAL COURT MAINTENANCE FUND</b>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fines and forfeitures	\$ 13,800	\$ 13,800	\$ 13,786	\$ (14)
<b>TOTAL REVENUES</b>	<u>13,800</u>	<u>13,800</u>	<u>13,786</u>	<u>(14)</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Special Court Maintenance</b>				
Operation and maintenance	12,600	12,600	11,775	825
<b>Total Special Court Maintenance</b>	<u>12,600</u>	<u>12,600</u>	<u>11,775</u>	<u>825</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>12,600</u>	<u>12,600</u>	<u>11,775</u>	<u>825</u>
<b>TOTAL EXPENDITURES</b>	<u>12,600</u>	<u>12,600</u>	<u>11,775</u>	<u>825</u>
Net change in fund balance	1,200	1,200	2,011	811
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>12,327</u>	<u>12,327</u>	<u>12,327</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 13,527</u>	<u>\$ 13,527</u>	<u>\$ 14,338</u>	<u>\$ 811</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
MUNI COURT SPECIAL COLLECTIONS FUND - LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>MUNI COURT SPECIAL COLLECTIONS FUND</b>			
	<b><u>Budgeted Amounts</u></b>			<b>Variance</b>
	<b><u>Original</u></b>	<b><u>Final</u></b>	<b><u>Actual</u></b>	<b>with Final Budget Positive (Negative)</b>
<b>REVENUES</b>				
Fines and forfeitures	\$ 100,000	\$ 94,347	\$ 93,454	\$ (893)
<b>TOTAL REVENUES</b>	<u>100,000</u>	<u>94,347</u>	<u>93,454</u>	<u>(893)</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Special Collections</b>				
Personal services	31,000	71,525	70,162	1,363
Fringe benefits	19,720	35,400	34,907	493
Operation and maintenance	3,175	3,175	864	2,311
<b>Total Special Collections</b>	<u>53,895</u>	<u>110,100</u>	<u>105,933</u>	<u>4,167</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>53,895</u>	<u>110,100</u>	<u>105,933</u>	<u>4,167</u>
<b>TOTAL EXPENDITURES</b>	<u>53,895</u>	<u>110,100</u>	<u>105,933</u>	<u>4,167</u>
Excess (deficiency) of revenues over expenditures	46,105	(15,753)	(12,479)	3,274
<b>OTHER FINANCING (USES)</b>				
Transfers out		(10,000)	(10,000)	
<b>TOTAL OTHER FINANCING (USES)</b>		<u>(10,000)</u>	<u>(10,000)</u>	
Net change in fund balance	46,105	(25,753)	(22,479)	3,274
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>240,655</u>	<u>240,655</u>	<u>240,655</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 286,760</u>	<u>\$ 214,902</u>	<u>\$ 218,176</u>	<u>\$ 3,274</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
FOOD SERVICE OPERATIONS FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>FOOD SERVICE OPERATIONS FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Licenses and permits	\$ 40,000	\$ 47,309	\$ 48,264	\$ 955
<b>TOTAL REVENUES</b>	<u>40,000</u>	<u>47,309</u>	<u>48,264</u>	<u>955</u>
<b>EXPENDITURES</b>				
<b>HEALTH</b>				
<b>Food Service</b>				
Personal services	43,084	43,084	41,202	1,882
Fringe benefits	13,389	13,389	8,776	4,613
Operation and maintenance	1,526	1,526	1,526	-
<b>Total Food Service</b>	<u>57,999</u>	<u>57,999</u>	<u>51,504</u>	<u>6,495</u>
<b>TOTAL HEALTH</b>	<u>57,999</u>	<u>57,999</u>	<u>51,504</u>	<u>6,495</u>
<b>TOTAL EXPENDITURES</b>	<u>57,999</u>	<u>57,999</u>	<u>51,504</u>	<u>6,495</u>
Excess (deficiency) of revenues over expenditures	(17,999)	(10,690)	(3,240)	7,450
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>55,325</u>	<u>55,325</u>	<u>55,325</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 37,326</u>	<u>\$ 44,635</u>	<u>\$ 52,085</u>	<u>\$ 7,450</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
DENTAL HEALTH GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>DENTAL HEALTH GRANT FUND</b>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues	\$ 40,000	\$ 39,627	\$ 53,760	\$ 14,133
<b>TOTAL REVENUES</b>	<u>40,000</u>	<u>39,627</u>	<u>53,760</u>	<u>14,133</u>
<b>EXPENDITURES</b>				
<b>HEALTH</b>				
<b>Dental Sealant Program</b>				
Personal services	21,237	28,937	28,325	612
Fringe benefits	3,706	5,164	4,907	257
Operation and maintenance	20,057	22,057	18,023	4,034
<b>Total Dental Sealant Program</b>	<u>45,000</u>	<u>56,158</u>	<u>51,255</u>	<u>4,903</u>
<b>TOTAL HEALTH</b>	<u>45,000</u>	<u>56,158</u>	<u>51,255</u>	<u>4,903</u>
<b>TOTAL EXPENDITURES</b>	<u>45,000</u>	<u>56,158</u>	<u>51,255</u>	<u>4,903</u>
Net change in fund balance	(5,000)	(16,531)	2,505	19,036
Adjustment for prior year encumbrances	1,491	1,491	1,491	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>88,095</u>	<u>88,095</u>	<u>88,095</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 84,586</u>	<u>\$ 73,055</u>	<u>\$ 92,091</u>	<u>\$ 19,036</u>

CITY OF ELYRIA, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
 BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
 HOUSEHOLD SEWAGE DISPOSAL PERMIT FEE FUND-LEGAL APPROPRIATION LEVEL  
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>HOUSEHOLD SEWAGE DISPOSAL PERMIT FEE FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Licenses and permits	\$	\$	\$ 1,815	\$ 1,815
<b>TOTAL REVENUES</b>			1,815	1,815
Net change in fund balance			1,815	1,815
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	1,580	1,580	1,580	
<b>FUND BALANCE AT END OF YEAR</b>	\$ 1,580	\$ 1,580	\$ 3,395	\$ 1,815

CITY OF ELYRIA, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
 BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
 MANUFACTURED HOME/PARK PLACEMENT FEE FUND-LEGAL APPROPRIATION LEVEL  
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>MANUFACTURED HOME/PARK PLACEMENT FEE FUND</u>			Variance with Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Licenses and permits	\$ _____	\$ _____	\$ 2,424	\$ 2,424
<b>TOTAL REVENUES</b>	_____	_____	2,424	2,424
Net change in fund balance			2,424	2,424
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	_____ 2,559	_____ 2,559	_____ 2,559	_____
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 2,559</u>	<u>\$ 2,559</u>	<u>\$ 4,983</u>	<u>\$ 2,424</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
SPECIAL TRAFFIC MAGISTRATE FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>SPECIAL TRAFFIC MAGISTRATE FUND</u>			Variance with Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Miscellaneous revenues	\$ 35,000	\$ 29,900	\$ 29,840	\$ (60)
<b>TOTAL REVENUES</b>	<u>35,000</u>	<u>29,900</u>	<u>29,840</u>	<u>(60)</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Special Traffic Magistrate</b>				
Personal services	22,000	22,000	19,665	2,335
Fringe benefits	3,440	3,440	3,378	62
Operating & maintenance	<u>2,250</u>	<u>2,250</u>	<u>468</u>	<u>1,782</u>
<b>Total Special Traffic Magistrate</b>	<u>27,690</u>	<u>27,690</u>	<u>23,511</u>	<u>4,179</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>27,690</u>	<u>27,690</u>	<u>23,511</u>	<u>4,179</u>
<b>TOTAL EXPENDITURES</b>	<u>27,690</u>	<u>27,690</u>	<u>23,511</u>	<u>4,179</u>
Excess (deficiency) of revenues over expenditures	7,310	2,210	6,329	4,119
<b>OTHER FINANCING (USES)</b>				
Transfers-out	<u>(15,000)</u>	<u>(10,000)</u>	<u>(10,000)</u>	
<b>TOTAL OTHER FINANCING (USES)</b>	<u>(15,000)</u>	<u>(10,000)</u>	<u>(10,000)</u>	
Net change in fund balance	(7,690)	(7,790)	(3,671)	4,119
Adjustment for prior year encumbrances	225	225	225	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>39,515</u>	<u>39,515</u>	<u>39,515</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 32,050</u>	<u>\$ 31,950</u>	<u>\$ 36,069</u>	<u>\$ 4,119</u>



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
SWIMMING POOL INSPECTION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>SWIMMING POOL INSPECTION FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Licenses and permits	\$ 3,000	\$ 2,988	\$ 3,066	\$ 78
<b>TOTAL REVENUES</b>	<u>3,000</u>	<u>2,988</u>	<u>3,066</u>	<u>78</u>
<b>EXPENDITURES</b>				
<b>HEALTH</b>				
<b>Swimming Pool Inspection</b>				
Personal services	2,158	2,158	833	1,325
Fringe benefits	881	881	196	685
Operation and maintenance	461	461	101	360
<b>Total Swimming Pool Inspection</b>	<u>3,500</u>	<u>3,500</u>	<u>1,130</u>	<u>2,370</u>
<b>TOTAL HEALTH</b>	<u>3,500</u>	<u>3,500</u>	<u>1,130</u>	<u>2,370</u>
<b>TOTAL EXPENDITURES</b>	<u>3,500</u>	<u>3,500</u>	<u>1,130</u>	<u>2,370</u>
Excess (deficiency) of revenues over expenditures	(500)	(512)	1,936	2,448
<b>OTHER FINANCING SOURCES</b>				
Transfers in	2,000	2,000		(2,000)
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>2,000</u>	<u>2,000</u>		<u>(2,000)</u>
Net change in fund balance	1,500	1,488	1,936	448
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 1,500</u>	<u>\$ 1,488</u>	<u>\$ 1,936</u>	<u>\$ 448</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
LAW ENFORCEMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>LAW ENFORCEMENT FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Miscellaneous revenues	\$ 5,000	\$ 1,400	\$ 1,182	\$ (218)
<b>TOTAL REVENUES</b>	<u>5,000</u>	<u>1,400</u>	<u>1,182</u>	<u>(218)</u>
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>Law Enforcement</b>				
Operation and maintenance	34,100	34,100	30,050	4,050
<b>Total Law Enforcement</b>	<u>34,100</u>	<u>34,100</u>	<u>30,050</u>	<u>4,050</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>34,100</u>	<u>34,100</u>	<u>30,050</u>	<u>4,050</u>
<b>TOTAL EXPENDITURES</b>	<u>34,100</u>	<u>34,100</u>	<u>30,050</u>	<u>4,050</u>
Net change in fund balance	(29,100)	(32,700)	(28,868)	3,832
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>57,751</u>	<u>57,751</u>	<u>57,751</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 28,651</u>	<u>\$ 25,051</u>	<u>\$ 28,883</u>	<u>\$ 3,832</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
MANDATORY DRUG FINE FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	MANDATORY DRUG FINE FUND			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES</b>				
Interest earnings	\$	\$	\$ 4	\$ 4
Fines and forfeitures	5,000	7,900	7,912	12
<b>TOTAL REVENUES</b>	5,000	7,900	7,916	16
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>Mandatory Drug Fine</b>				
Operation and maintenance	8,800	9,102	9,102	
<b>Total Mandatory Drug Fine</b>	8,800	9,102	9,102	
<b>TOTAL PUBLIC SAFETY</b>	8,800	9,102	9,102	
<b>TOTAL EXPENDITURES</b>	8,800	9,102	9,102	
Net change in fund balance	(3,800)	(1,202)	(1,186)	16
Adjustment for prior year encumbrances	1,400	1,400	1,400	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	2,491	2,491	2,491	
<b>FUND BALANCE AT END OF YEAR</b>	\$ 91	\$ 2,689	\$ 2,705	\$ 16

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
INDIGENT DRIVERS ALCOHOL TREATMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>INDIGENT DRIVERS ALCOHOL TREATMENT FUND</u>			Variance with Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Interest earnings	\$ 2,000	\$ 2,000	\$	\$ (2,000)
Fines and forfeitures	<u>35,000</u>	<u>61,000</u>	<u>76,315</u>	<u>15,315</u>
<b>TOTAL REVENUES</b>	<u>37,000</u>	<u>63,000</u>	<u>76,315</u>	<u>13,315</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Indigent Drivers Alcohol Treatment</b>				
Operation and maintenance	<u>165,192</u>	<u>195,192</u>	<u>121,012</u>	<u>74,180</u>
<b>Total Indigent Drivers Alcohol Treatment</b>	<u>165,192</u>	<u>195,192</u>	<u>121,012</u>	<u>74,180</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>165,192</u>	<u>195,192</u>	<u>121,012</u>	<u>74,180</u>
<b>TOTAL EXPENDITURES</b>	<u>165,192</u>	<u>195,192</u>	<u>121,012</u>	<u>74,180</u>
Net change in fund balance	(128,192)	(132,192)	(44,697)	87,495
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>482,100</u>	<u>482,100</u>	<u>482,100</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 353,908</u>	<u>\$ 349,908</u>	<u>\$ 437,403</u>	<u>\$ 87,495</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
ALCOHOL ENFORCEMENT AND EDUCATION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>ALCOHOL ENFORCEMENT AND EDUCATION FUND</b>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Fines and forfeitures	\$ 3,000	\$ 3,000	\$ 3,111	\$ 111
<b>TOTAL REVENUES</b>	<u>3,000</u>	<u>3,000</u>	<u>3,111</u>	<u>111</u>
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Alcohol Enforcement and Education</b>				
Personal services		33,000	20,708	12,292
Operation and maintenance	10,000	850		850
<b>Total Alcohol Enforcement and Education</b>	<u>10,000</u>	<u>33,850</u>	<u>20,708</u>	<u>13,142</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>10,000</u>	<u>33,850</u>	<u>20,708</u>	<u>13,142</u>
<b>TOTAL EXPENDITURES</b>	<u>10,000</u>	<u>33,850</u>	<u>20,708</u>	<u>13,142</u>
Net change in fund balance	(7,000)	(30,850)	(17,597)	13,253
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>32,501</u>	<u>32,501</u>	<u>32,501</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 25,501</u>	<u>\$ 1,651</u>	<u>\$ 14,904</u>	<u>\$ 13,253</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
POLICE LEVY FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>POLICE LEVY FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Taxes	\$ 2,850,000	\$ 2,839,000	\$ 2,843,132	\$ 4,132
Intergovernmental revenues			51,609	51,609
Interest earnings			8	8
Miscellaneous revenues	40,000	27,000	26,489	(511)
<b>TOTAL REVENUES</b>	<b>2,890,000</b>	<b>2,866,000</b>	<b>2,921,238</b>	<b>55,238</b>
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>Police Levy</b>				
Personal services	2,009,130	1,834,130	1,834,130	
Fringe benefits	599,570	655,570	655,570	
Operation and maintenance	332,899	332,899	332,899	
Capital outlay		200,000	197,687	2,313
<b>Total Police Levy</b>	<b>2,941,599</b>	<b>3,022,599</b>	<b>3,020,286</b>	<b>2,313</b>
<b>TOTAL PUBLIC SAFETY</b>	<b>2,941,599</b>	<b>3,022,599</b>	<b>3,020,286</b>	<b>2,313</b>
<b>TOTAL EXPENDITURES</b>	<b>2,941,599</b>	<b>3,022,599</b>	<b>3,020,286</b>	<b>2,313</b>
Excess (deficiency) of revenues over expenditures	(51,599)	(156,599)	(99,048)	57,551
<b>OTHER FINANCING SOURCES</b>				
Other financing sources			381	381
<b>TOTAL OTHER FINANCING SOURCES</b>			<b>381</b>	<b>381</b>
Net change in fund balance	(51,599)	(156,599)	(98,667)	57,932
Adjustment for prior year encumbrances	8,921	8,921	8,921	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b>496,194</b>	<b>496,194</b>	<b>496,194</b>	
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<b>\$ 453,516</b>	<b>\$ 348,516</b>	<b>\$ 406,448</b>	<b>\$ 57,932</b>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
WAGNER TRUST FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>WAGNER TRUST FUND</b>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Miscellaneous revenues	\$ 4,400	\$ 4,400	\$ 4,240	\$ (160)
<b>TOTAL REVENUES</b>	<u>4,400</u>	<u>4,400</u>	<u>4,240</u>	<u>(160)</u>
<b>EXPENDITURES</b>				
<b>CULTURE AND RECREATION</b>				
<b>Wagner Trust</b>				
Personal services	9,000	2,900	2,832	68
Fringe benefits	<u>1,575</u>	<u>475</u>	<u>436</u>	<u>39</u>
<b>Total Wagner Trust</b>	<u>10,575</u>	<u>3,375</u>	<u>3,268</u>	<u>107</u>
<b>TOTAL CULTURE AND RECREATION</b>	<u>10,575</u>	<u>3,375</u>	<u>3,268</u>	<u>107</u>
<b>TOTAL EXPENDITURES</b>	<u>10,575</u>	<u>3,375</u>	<u>3,268</u>	<u>107</u>
Net change in fund balance	(6,175)	1,025	972	(53)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>11,984</u>	<u>11,984</u>	<u>11,984</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 5,809</u>	<u>\$ 13,009</u>	<u>\$ 12,956</u>	<u>\$ (53)</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
FINDLEY TRUST FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>FINDLEY TRUST FUND</b>			
	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>REVENUES</b>				
Miscellaneous revenues	\$ 40,000	\$ 40,000	\$ 48,838	\$ 8,838
<b>TOTAL REVENUES</b>	<u>40,000</u>	<u>40,000</u>	<u>48,838</u>	<u>8,838</u>
<b>EXPENDITURES</b>				
<b>CULTURE AND RECREATION</b>				
<b>Findley Trust</b>				
Personal services	53,811	3,811	2,906	905
Fringe benefits	14,624	1,624	1,549	75
Operation and maintenance	32,100	32,100	24,701	7,399
<b>Total Findley Trust</b>	<u>100,535</u>	<u>37,535</u>	<u>29,156</u>	<u>8,379</u>
<b>TOTAL CULTURE AND RECREATION</b>	<u>100,535</u>	<u>37,535</u>	<u>29,156</u>	<u>8,379</u>
<b>TOTAL EXPENDITURES</b>	<u>100,535</u>	<u>37,535</u>	<u>29,156</u>	<u>8,379</u>
Net change in fund balance	(60,535)	2,465	19,682	17,217
Adjustment for prior year encumbrances	1,300	1,300	1,300	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>239,682</u>	<u>239,682</u>	<u>239,682</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 180,447</u>	<u>\$ 243,447</u>	<u>\$ 260,664</u>	<u>\$ 17,217</u>



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
CEMETERY MAINTENANCE AND IMPROVEMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>CEMETERY MAINTENANCE AND IMPROVEMENT FUND</b>				
	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>REVENUES</b>				
Charges for services	\$ 85,000	\$ 70,000	\$ 75,525	\$ 5,525
<b>TOTAL REVENUES</b>	<u>85,000</u>	<u>70,000</u>	<u>75,525</u>	<u>5,525</u>
<b>EXPENDITURES</b>				
<b>HEALTH</b>				
<b>Cemetery Maintenance and Improvement</b>				
Personal services	54,955	62,955	62,283	672
Fringe benefits	22,416	25,516	25,301	215
Operation and maintenance	60,025	51,725	30,687	21,038
Capital outlay	15,000	12,200	12,200	
<b>Total Cemetery Maintenance and Improvement</b>	<u>152,396</u>	<u>152,396</u>	<u>130,471</u>	<u>21,925</u>
<b>TOTAL HEALTH</b>	<u>152,396</u>	<u>152,396</u>	<u>130,471</u>	<u>21,925</u>
<b>TOTAL EXPENDITURES</b>	<u>152,396</u>	<u>152,396</u>	<u>130,471</u>	<u>21,925</u>
Excess (deficiency) of revenues over expenditures	(67,396)	(82,396)	(54,946)	27,450
<b>OTHER FINANCING SOURCES</b>				
Transfers in	5,000			
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>5,000</u>			
Net change in fund balance	(62,396)	(82,396)	(54,946)	27,450
Adjustment for prior year encumbrances	1,323	1,323	1,323	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>142,373</u>	<u>142,373</u>	<u>142,373</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 81,300</u>	<u>\$ 61,300</u>	<u>\$ 88,750</u>	<u>\$ 27,450</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
BROWNFIELD PETROLEUM ASSESSMENT GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>BROWNFIELD PETROLEUM ASSESSMENT GRANT FUND</b>			
	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental revenues	\$ 95,227	\$ 95,227	\$ 27,644	\$ (67,583)
<b>TOTAL REVENUES</b>	<u>95,227</u>	<u>95,227</u>	<u>27,644</u>	<u>(67,583)</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Brownfield Petroleum Assessment</b>				
Operation and maintenance	94,837	94,106	93,740	366
<b>Total Brownfield Petroleum Assessment</b>	<u>94,837</u>	<u>94,106</u>	<u>93,740</u>	<u>366</u>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>94,837</u>	<u>94,106</u>	<u>93,740</u>	<u>366</u>
<b>TOTAL EXPENDITURES</b>	<u>94,837</u>	<u>94,106</u>	<u>93,740</u>	<u>366</u>
Excess (deficiency) of revenues over expenditures	390	1,121	(66,096)	(67,217)
<b>OTHER FINANCING (USES)</b>				
Advances out		(731)	(731)	
<b>TOTAL OTHER FINANCING USES</b>		<u>(731)</u>	<u>(731)</u>	
Net change in fund balance	390	390	(66,827)	(67,217)
Adjustment for prior year encumbrances	89,658	89,658	89,658	
<b>FUND (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(90,048)</u>	<u>(90,048)</u>	<u>(90,048)</u>	
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$</u>	<u>\$</u>	<u>\$ (67,217)</u>	<u>\$ (67,217)</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
BROWNFIELD HAZARDOUS ASSESSMENT GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>BROWNFIELD HAZARDOUS ASSESSMENT GRANT FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 96,743	\$ 96,743	\$ 11,582	\$ (85,161)
<b>TOTAL REVENUES</b>	<u>96,743</u>	<u>96,743</u>	<u>11,582</u>	<u>(85,161)</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Brownfield Hazardous Assessment</b>				
Operation and maintenance	96,353	96,353	90,803	5,550
<b>Total Brownfield Hazardous Assessment</b>	<u>96,353</u>	<u>96,353</u>	<u>90,803</u>	<u>5,550</u>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>96,353</u>	<u>96,353</u>	<u>90,803</u>	<u>5,550</u>
<b>TOTAL EXPENDITURES</b>	<u>96,353</u>	<u>96,353</u>	<u>90,803</u>	<u>5,550</u>
Excess (deficiency) of revenues over expenditures	390	390	(79,221)	(79,611)
<b>OTHER FINANCING SOURCES(USES)</b>				
Advances in			2,901	2,901
<b>TOTAL OTHER FINANCING SOURCES(USES)</b>			<u>2,901</u>	<u>2,901</u>
Net change in fund balance	390	390	(76,320)	(76,710)
Adjustment for prior year encumbrances	91,175	91,175	91,175	
<b>FUND (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(91,565)</u>	<u>(91,565)</u>	<u>(91,565)</u>	
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$</u>	<u>\$</u>	<u>\$ (76,710)</u>	<u>\$ (76,710)</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
NEIGHBORHOOD STABILIZATION PROGRAM GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>NEIGHBORHOOD STABILIZATION PROGRAM GRANT FUND</u>			Variance with Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 1,864,953	\$ 1,721,590	\$ 1,004,505	\$ (717,085)
Charges for service			829	829
<b>TOTAL REVENUES</b>	<u>1,864,953</u>	<u>1,721,590</u>	<u>1,005,334</u>	<u>(716,256)</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Neighborhood Stability</b>				
Personal services	119,587	119,587	69,348	50,239
Fringe benefits	35,372	24,772	23,510	1,262
Operation and maintenance	23,211	23,211	7,497	15,714
Capital outlay	46,471	46,471		46,471
<b>Total Neighborhood Stability</b>	<u>224,641</u>	<u>214,041</u>	<u>100,355</u>	<u>113,686</u>
<b>Neighborhood Stabilization - Rehab</b>				
Personal services	12,231	15,231	14,507	724
Fringe benefits	3,516	4,596	4,473	123
Operation and maintenance	615,930	664,931	502,636	162,295
Capital outlay	53,081			
<b>Total Neighborhood Stabilization - Rehab</b>	<u>684,758</u>	<u>684,758</u>	<u>521,616</u>	<u>163,142</u>
<b>Neighborhood Stabilization - Demolition</b>				
Personal services	15,000	15,000		15,000
Fringe benefits	5,096	5,096		5,096
Operation and maintenance	396,199	396,199	368,773	27,426
Capital outlay	48,829	48,829	33,706	15,123
<b>Total Neighborhood Stabilization - Demolition</b>	<u>465,124</u>	<u>465,124</u>	<u>402,479</u>	<u>62,645</u>
<b>Neighborhood Stabilization - Land Bank</b>				
Personal services	3,000	3,000	1,416	1,584
Fringe benefits	824	824		824
Operation and maintenance	37,502	58,143	45,233	12,910
Capital outlay	288,877	268,236	213,857	54,379
<b>Total Neighborhood Stabilization - Land Bank</b>	<u>330,203</u>	<u>330,203</u>	<u>260,506</u>	<u>69,697</u>
<b>Neighborhood Stabilization - Reconstruction</b>				
Capital outlay	25,000	25,000	25,000	
<b>Total Neighborhood Stabilization - Reconstruction</b>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>1,729,726</u>	<u>1,719,126</u>	<u>1,309,956</u>	<u>409,170</u>

(Continued on subsequent page)

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
NEIGHBORHOOD STABILIZATION PROGRAM GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>NEIGHBORHOOD STABILIZATION PROGRAM GRANT FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>TOTAL EXPENDITURES</b>	<u>1,729,726</u>	<u>1,719,126</u>	<u>1,309,956</u>	<u>409,170</u>
Excess (deficiency) of revenues over expenditures	135,227	2,464	(304,622)	(307,086)
<b>OTHER FINANCING SOURCES</b>				
Advances in Other financing sources			47,000 <u>4,781</u>	<u>4,781</u>
<b>TOTAL OTHER FINANCING SOURCES</b>			<u>51,781</u>	<u>51,781</u>
Net change in fund balance	135,227	2,464	(252,841)	(255,305)
Adjustment for prior year encumbrances	101,754	101,754	101,754	
<b>FUND (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(104,843)</u>	<u>(104,843)</u>	<u>(104,843)</u>	
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$ 132,138</u>	<u>\$ (625)</u>	<u>\$ (255,930)</u>	<u>\$ (104,843)</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
ENERGY EFFICIENCY BLOCK GRANT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>ENERGY EFFICIENCY BLOCK GRANT FUND</b>			
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues	\$ 358,000	\$ 358,000	\$ 203,506	\$ (154,494)
<b>TOTAL REVENUES</b>	<u>358,000</u>	<u>358,000</u>	<u>203,506</u>	<u>(154,494)</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Energy Efficiency Block Grant</b>				
Personal services	73,000	71,500	24,796	46,704
Fringe benefits	14,000	14,000	11,217	2,783
Operation and maintenance	5,000	6,500	6,500	
Capital outlay	266,000	266,000	261,802	4,198
<b>Total Energy Efficiency Block Grant</b>	<u>358,000</u>	<u>358,000</u>	<u>304,315</u>	<u>53,685</u>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>358,000</u>	<u>358,000</u>	<u>304,315</u>	<u>53,685</u>
<b>TOTAL EXPENDITURES</b>	<u>358,000</u>	<u>358,000</u>	<u>304,315</u>	<u>53,685</u>
Excess (deficiency) of revenues over expenditures			(100,809)	(100,809)
<b>OTHER FINANCING SOURCES</b>				
Advances in			11,000	11,000
<b>TOTAL OTHER FINANCING SOURCES</b>			<u>11,000</u>	<u>11,000</u>
Net change in fund balance			(89,809)	(89,809)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$</u>	<u>\$</u>	<u>\$ (89,809)</u>	<u>\$ (89,809)</u>

CITY OF ELYRIA, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
 BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
 SPECIAL PROBATION FUND - LEGAL APPROPRIATION LEVEL  
 FOR THE YEAR ENDED DECEMBER 31, 2010

	SPECIAL PROBATION FUND			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES</b>				
Fines and forfeitures	\$	28,000	\$ 30,034	\$ 2,034
<b>TOTAL REVENUES</b>		28,000	30,034	2,034
Excess of revenues over expenditures		28,000	30,034	2,034
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE AT END OF YEAR</b>	\$	28,000	\$ 30,034	\$ 2,034

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
CLEAN OHIO REVITALIZATION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

CLEAN OHIO REVITALIZATION FUND				
	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 1,896,539	\$ 1,896,539	\$ 42,166	\$ (1,854,373)
<b>TOTAL REVENUES</b>	<b>1,896,539</b>	<b>1,896,539</b>	<b>42,166</b>	<b>(1,854,373)</b>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Clean Ohio Revitalization</b>				
Operation and maintenance	389,795	389,795	382,271	7,524
Capital outlay	1,506,744	1,506,744	1,392,630	114,114
<b>Total Clean Ohio Revitalization</b>	<b>1,896,539</b>	<b>1,896,539</b>	<b>1,774,901</b>	<b>121,638</b>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<b>1,896,539</b>	<b>1,896,539</b>	<b>1,774,901</b>	<b>121,638</b>
<b>TOTAL EXPENDITURES</b>	<b>1,896,539</b>	<b>1,896,539</b>	<b>1,774,901</b>	<b>121,638</b>
Excess (deficiency) of revenues over expenditures			(1,732,735)	(1,732,735)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<b>\$</b>	<b>\$</b>	<b>\$ (1,732,735)</b>	<b>\$ (1,732,735)</b>



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
INDUSTRIAL SITE IMPROVEMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

INDUSTRIAL SITE IMPROVEMENT FUND				
	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		(Negative)
<b>REVENUES</b>				
Intergovernmental revenues	\$ 580,000	\$ 580,000	\$ 458,025	\$ (121,975)
<b>TOTAL REVENUES</b>	580,000	580,000	458,025	(121,975)
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Industrial Site Improvement</b>				
Capital outlay	580,000	580,000	577,355	2,645
<b>Total Industrial Site Improvement</b>	580,000	580,000	577,355	2,645
<b>TOTAL COMMUNITY ENVIRONMENT</b>	580,000	580,000	577,355	2,645
<b>TOTAL EXPENDITURES</b>	580,000	580,000	577,355	2,645
Excess (deficiency) of revenues over expenditures			(119,330)	(119,330)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	\$	\$	\$ (119,330)	\$ (119,330)

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
STAFFING FOR ADEQUATE FIRE AND EMERGENCY RESPONSE FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>SAFER GRANT FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Intergovernmental revenues	\$	\$ 961,189	\$ 465,701	\$ (495,488)
<b>TOTAL REVENUES</b>		<b>961,189</b>	<b>465,701</b>	<b>(495,488)</b>
<b>EXPENDITURES</b>				
<b>PUBLIC SAFETY</b>				
<b>  Safer Grant</b>				
Personal services		677,788	633,937	43,851
Fringe benefits		273,718	266,494	7,224
Operation and maintenance		9,683	9,678	5
<b>Total Safer Grant</b>		<b>961,189</b>	<b>910,109</b>	<b>51,080</b>
<b>TOTAL PUBLIC SAFETY</b>		<b>961,189</b>	<b>910,109</b>	<b>51,080</b>
<b>TOTAL EXPENDITURES</b>		<b>961,189</b>	<b>910,109</b>	<b>51,080</b>
Excess (deficiency) of revenues over expenditures			(444,408)	(444,408)
<b>OTHER FINANCING SOURCES</b>				
Transfers-in			400,000	400,000
<b>TOTAL OTHER FINANCING SOURCES</b>			<b>400,000</b>	<b>400,000</b>
Net change in fund balance			(44,408)	(44,408)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<b>\$</b>	<b>\$</b>	<b>\$ (44,408)</b>	<b>\$ (44,408)</b>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
GENERAL BOND RETIREMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>GENERAL BOND RETIREMENT FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Taxes	\$ 2,090,633	\$ 2,003,183	\$ 2,002,084	\$ (1,099)
Intergovernmental revenues	300,000	211,385	210,783	(602)
Interest earnings	5,000	5,000	22	(4,978)
Miscellaneous revenue			2,668	2,668
<b>TOTAL REVENUES</b>	<b><u>2,395,633</u></b>	<b><u>2,219,568</u></b>	<b><u>2,215,557</u></b>	<b><u>(4,011)</u></b>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
<b>General Bond Retirement</b>				
Operation and maintenance	72,000	72,000	42,623	29,377
Principal retirement	1,459,466	1,609,797	1,159,465	450,332
Interest	857,238	902,676	781,575	121,101
<b>Total General Bond Retirement</b>	<b><u>2,388,704</u></b>	<b><u>2,584,473</u></b>	<b><u>1,983,663</u></b>	<b><u>600,810</u></b>
<b>TOTAL DEBT SERVICE</b>	<b><u>2,388,704</u></b>	<b><u>2,584,473</u></b>	<b><u>1,983,663</u></b>	<b><u>600,810</u></b>
<b>TOTAL EXPENDITURES</b>	<b><u>2,388,704</u></b>	<b><u>2,584,473</u></b>	<b><u>1,983,663</u></b>	<b><u>600,810</u></b>
Excess (deficiency) of revenues over expenditures	6,929	(364,905)	231,894	596,799
<b>OTHER FINANCING SOURCES</b>				
Proceeds of notes			4,012	4,012
<b>TOTAL OTHER FINANCING SOURCES</b>			<b><u>4,012</u></b>	<b><u>4,012</u></b>
Net change in fund balance	6,929	(364,905)	235,906	600,811
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<b><u>647,510</u></b>	<b><u>647,510</u></b>	<b><u>647,510</u></b>	
<b>FUND BALANCE AT END OF YEAR</b>	<b><u>\$ 654,439</u></b>	<b><u>\$ 282,605</u></b>	<b><u>\$ 883,416</u></b>	<b><u>\$ 600,811</u></b>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
SPECIAL ASSESSMENT BOND RETIREMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>SPECIAL ASSESSMENT BOND RETIREMENT FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Special assessments	\$ 120,270	\$ 129,834	\$ 129,866	\$ 32
<b>TOTAL REVENUES</b>	<u>120,270</u>	<u>129,834</u>	<u>129,866</u>	<u>32</u>
<b>EXPENDITURES</b>				
<b>DEBT SERVICE</b>				
<b>Special Assessment Bond Retirement</b>				
Operation and maintenance	7,201	7,201	6,383	818
Principal retirement	90,000	90,000	90,000	
Interest	30,270	30,270	30,270	
<b>Total Special Assessment Bond Retirement</b>	<u>127,471</u>	<u>127,471</u>	<u>126,653</u>	<u>818</u>
<b>TOTAL DEBT SERVICE</b>	<u>127,471</u>	<u>127,471</u>	<u>126,653</u>	<u>818</u>
<b>TOTAL EXPENDITURES</b>	<u>127,471</u>	<u>127,471</u>	<u>126,653</u>	<u>818</u>
Net change in fund balance	(7,201)	2,363	3,213	850
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>12,851</u>	<u>12,851</u>	<u>12,851</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 5,650</u>	<u>\$ 15,214</u>	<u>\$ 16,064</u>	<u>\$ 850</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
PARKS IMPROVEMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	PARKS IMPROVEMENT FUND			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>EXPENDITURES</b>				
<b>CULTURE AND RECREATION</b>				
<b>Parks Improvement</b>				
Capital outlay	\$ 22,000	\$ 22,000	\$ 14,177	\$ 7,823
<b>Total Parks Improvement</b>	22,000	22,000	14,177	7,823
<b>TOTAL CULTURE AND RECREATION</b>	22,000	22,000	14,177	7,823
Net change in fund balance	(22,000)	(22,000)	(14,177)	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	47,053	47,053	47,053	
<b>FUND BALANCE AT END OF YEAR</b>	\$ 25,053	\$ 25,053	\$ 32,876	\$ 7,823

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
CASCADE/ELYWOOD FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>CASCADE/ELYWOOD FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Miscellaneous revenues	\$	\$	\$ 658	\$ 658
<b>TOTAL REVENUES</b>			658	658
<b>EXPENDITURES</b>				
<b>CULTURE AND RECREATION</b>				
<b>Cascade/Elywood</b>				
Operating and maintenance	20,000	20,000	13,942	6,058
<b>Total Cascade/Elywood</b>	20,000	20,000	13,942	6,058
<b>TOTAL CULTURE AND RECREATION</b>	20,000	20,000	13,942	6,058
<b>TOTAL EXPENDITURES</b>	20,000	20,000	13,942	6,058
Net change in fund balance	(20,000)	(20,000)	(13,284)	6,716
Adjustment for prior year encumbrances	268	268	268	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	24,606	24,606	24,606	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 4,874</u>	<u>\$ 4,874</u>	<u>\$ 11,590</u>	<u>\$ 6,716</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
STATE ISSUE II CAPITAL PROJECTS FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	STATE ISSUE II CAPITAL PROJECTS FUND			
	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental revenues	\$ 1,322,678	\$ 2,589,737	\$ 1,226,567	\$ (1,363,170)
<b>TOTAL REVENUES</b>	<u>1,322,678</u>	<u>2,589,737</u>	<u>1,226,567</u>	<u>(1,363,170)</u>
<b>EXPENDITURES</b>				
<b>HIGHWAYS AND STREETS</b>				
<b>Bridge Projects</b>				
Capital outlay		525,000	525,000	
<b>Total Bridge Projects</b>		<u>525,000</u>	<u>525,000</u>	
<b>Clark St. / Carol Lane</b>				
Capital outlay		269,833	228,467	41,366
<b>Total Clark St. / Carol Lane</b>		<u>269,833</u>	<u>228,467</u>	<u>41,366</u>
<b>Washington/Ohio/Columbus/St. Clair</b>				
Capital outlay		345,915	282,617	63,298
<b>Total Washington/Ohio/Columbus/St. Clair</b>		<u>345,915</u>	<u>282,617</u>	<u>63,298</u>
<b>East Ave./4th/2nd/3rd</b>				
Capital outlay		395,921	262,470	133,451
<b>Total East Ave./4th/2nd/3rd</b>		<u>395,921</u>	<u>262,470</u>	<u>133,451</u>
<b>Abbe Rd. S (University to RR)</b>				
Capital outlay		897,069	826,760	70,309
<b>Total Abbe Rd. S (University to RR)</b>		<u>897,069</u>	<u>826,760</u>	<u>70,309</u>
<b>Gulf Rd. Improvement - Whitman to Hilltop</b>				
Capital outlay	302,678	305,999	289,275	16,724
<b>Total Gulf Rd. Improvement - Whitman to Hilltop</b>	<u>302,678</u>	<u>305,999</u>	<u>289,275</u>	<u>16,724</u>
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>302,678</u>	<u>2,739,737</u>	<u>2,414,589</u>	<u>325,148</u>
<b>TOTAL EXPENDITURES</b>	<u>302,678</u>	<u>2,739,737</u>	<u>2,414,589</u>	<u>325,148</u>
Excess (deficiency) of revenues over expenditures	1,020,000	(150,000)	(1,188,022)	(1,038,022)
<b>OTHER FINANCING SOURCES</b>				
Transfers-in		150,000		(150,000)
<b>TOTAL OTHER FINANCING SOURCES</b>		<u>150,000</u>		<u>(150,000)</u>
Net change in fund balance	1,020,000		(1,188,022)	(1,188,022)
Adjustment for prior year encumbrances	302,677	302,677	302,677	
<b>FUND (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(297,001)</u>	<u>(297,001)</u>	<u>(297,001)</u>	
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$ 1,025,676</u>	<u>\$ 5,676</u>	<u>\$ (1,182,346)</u>	<u>\$ (1,188,022)</u>

CITY OF ELYRIA, OHIO  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
 BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
 CHESTNUT COMMONS / RIDGE IMPROVEMENT FUND-LEGAL APPROPRIATION LEVEL  
 FOR THE YEAR ENDED DECEMBER 31, 2010

<u>CHESTNUT COMMONS / RIDGE IMPROVEMENT FUND</u>				
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>Chestnut Commons / Ridge Impr.</b>				
Debt service - interest	\$ 338	\$ 338	\$ 338	\$
<b>Total Chestnut Commons / Ridge Impr.</b>	338	338	338	
<b>TOTAL COMMUNITY ENVIRONMENT</b>	338	338	338	
<b>TOTAL EXPENDITURES</b>	338	338	338	
Net change in fund balance	(338)	(338)	(338)	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	338	338	338	
<b>FUND BALANCE AT END OF YEAR</b>	\$	\$	\$	\$



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
49th STREET SPECIAL ASSESSMENT FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>49TH STREET SPECIAL ASSESSMENT FUND</b>				
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Special assessments	\$	\$ 78,532	\$ 78,533	\$ 78,533
<b>TOTAL REVENUES</b>		<u>78,532</u>	<u>78,533</u>	<u>78,533</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>49th Street Special Assessment Improvement</b>				
Debt service - principal retirement	230,000	230,000	230,000	
Interest	5,750	5,750	5,750	
<b>Total 49th Street Special Assessment Improvement Project</b>	<u>235,750</u>	<u>235,750</u>	<u>235,750</u>	
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>235,750</u>	<u>235,750</u>	<u>235,750</u>	
<b>TOTAL EXPENDITURES</b>	<u>235,750</u>	<u>235,750</u>	<u>235,750</u>	
Excess (deficiency) of revenues over expenditures	(235,750)	(157,218)	(157,217)	1
<b>OTHER FINANCING SOURCES</b>				
Proceeds of notes	230,000	230,000	230,000	
<b>TOTAL OTHER FINANCING SOURCES</b>	<u>230,000</u>	<u>230,000</u>	<u>230,000</u>	
Net change in fund balance	(5,750)	72,782	72,783	1
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>11,010</u>	<u>11,010</u>	<u>11,010</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 5,260</u>	<u>\$ 83,792</u>	<u>\$ 83,793</u>	<u>\$ 1</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
INDUSTRIAL PARKWAY FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>INDUSTRIAL PARKWAY FUND</u>			Variance with Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES</b>				
<b>HIGHWAYS AND STREETS</b>				
<b>Industrial Parkway</b>				
Principal retirement	\$ 70,000	\$ 70,000	\$ 70,000	\$
Interest	63,068	41,145	41,145	
<b>Total Industrial Parkway</b>	<u>133,068</u>	<u>111,145</u>	<u>111,145</u>	
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>133,068</u>	<u>111,145</u>	<u>111,145</u>	
<b>TOTAL EXPENDITURES</b>	<u>133,068</u>	<u>111,145</u>	<u>111,145</u>	
Net change in fund balance	(133,068)	(111,145)	(111,145)	
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>111,145</u>	<u>111,145</u>	<u>111,145</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u><u>\$ (21,923)</u></u>	<u><u>\$</u></u>	<u><u>\$</u></u>	<u><u>\$</u></u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
ARRA - EAST RIVER STREET FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>ARRA - EAST RIVER STREET FUND</b>				
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>with Final Budget Positive (Negative)</u>
<b>REVENUES</b>				
Intergovernmental revenues	\$ 1,457,759	\$ 1,457,759	\$ 788,175	\$ (669,584)
<b>TOTAL REVENUES</b>	<u>1,457,759</u>	<u>1,457,759</u>	<u>788,175</u>	<u>(669,584)</u>
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>ARRA - East River Street</b>				
Capital outlay	1,457,759	1,457,759	1,426,112	31,647
<b>Total ARRA - East River Street</b>	<u>1,457,759</u>	<u>1,457,759</u>	<u>1,426,112</u>	<u>31,647</u>
<b>TOTAL COMMUNITY ENVIRONMENT</b>	<u>1,457,759</u>	<u>1,457,759</u>	<u>1,426,112</u>	<u>31,647</u>
<b>TOTAL EXPENDITURES</b>	<u>1,457,759</u>	<u>1,457,759</u>	<u>1,426,112</u>	<u>31,647</u>
Net change in fund balance			(637,937)	(637,937)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	<u>\$</u>	<u>\$</u>	<u>\$ (637,937)</u>	<u>\$ (637,937)</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
ARRA - GATEWAY BOULEVARD FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>ARRA - GATEWAY BOULEVARD FUND</b>				
	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>REVENUES</b>				
Intergovernmental revenues	\$ 584,998	\$ 584,998	\$ 531,926	\$ (53,072)
<b>TOTAL REVENUES</b>	584,998	584,998	531,926	(53,072)
<b>EXPENDITURES</b>				
<b>COMMUNITY ENVIRONMENT</b>				
<b>ARRA - Gateway Boulevard</b>				
Capital outlay	584,998	584,998	584,998	
<b>Total ARRA - Gateway Boulevard</b>	584,998	584,998	584,998	
<b>TOTAL COMMUNITY ENVIRONMENT</b>	584,998	584,998	584,998	
<b>TOTAL EXPENDITURES</b>	584,998	584,998	584,998	
Net change in fund balance			(53,072)	(53,072)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	\$	\$	\$ (53,072)	\$ (53,072)

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCE-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
CEMETERY TRUST FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>CEMETERY TRUST FUND</b>				
	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>REVENUES</b>				
Charges for services	\$ 8,200	\$ 8,200	\$ 8,576	\$ 376
Interest earnings	5,000			
<b>TOTAL REVENUES</b>	<u>13,200</u>	<u>8,200</u>	<u>8,576</u>	<u>376</u>
<b>OTHER FINANCING (USES)</b>				
Transfers out	(10,000)			
<b>TOTAL OTHER FINANCING (USES)</b>	<u>(10,000)</u>			
Net change in fund balance	3,200	8,200	8,576	376
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>460,739</u>	<u>460,739</u>	<u>460,739</u>	
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 463,939</u>	<u>\$ 468,939</u>	<u>\$ 469,315</u>	<u>\$ 376</u>

## PROPRIETARY FUNDS

*Proprietary Funds* are established to account for operations that are financed and operated in a manner similar to private sector businesses 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 where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

\* \* \* \* \*

### *Water*

To account for the operations of the City's water utility.

### *Special Parks and Recreation*

To account for the operations of the concession stands and athletic programs in the various City parks.

### *Sanitation*

To account for the operations of the City's rubbish and garbage collection operations.

### *Wastewater Pollution Control*

To account for the operations and improvement of the City's wastewater treatment plant and sanitary sewer system.

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
WATER FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>WATER FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 364,000	\$ 11,000	\$ 21,579	\$ 10,579
Charges for service	7,636,000	7,594,000	7,601,828	7,828
Licenses and permits	25,000	22,774	25,968	3,194
Interest earnings	8,000	8,000	550	(7,450)
Fines and forfeitures	44,800	44,800	38,413	(6,387)
Miscellaneous revenues	18,000	18,000	29,952	11,952
<b>TOTAL REVENUES</b>	<b>8,095,800</b>	<b>7,698,574</b>	<b>7,718,290</b>	<b>19,716</b>
<b>EXPENSES</b>				
<b>Public Utility Services</b>				
Personal services	906,195	953,195	950,373	2,822
Fringe benefits	334,454	382,854	381,092	1,762
Operation and maintenance	323,200	303,200	293,166	10,034
Capital outlay	25,000	25,000	19,935	5,065
<b>Total Public Utilities</b>	<b>1,588,849</b>	<b>1,664,249</b>	<b>1,644,566</b>	<b>19,683</b>
<b>Water Pumping</b>				
Personal services	1,479,429	1,429,429	1,373,717	55,712
Fringe benefits	485,111	498,611	495,937	2,674
Operation and maintenance	1,401,005	1,401,005	1,370,062	30,943
Capital outlay	172,000	172,000	161,263	10,737
<b>Total Water Pumping</b>	<b>3,537,545</b>	<b>3,501,045</b>	<b>3,400,979</b>	<b>100,066</b>
<b>Water Distribution</b>				
Personal services	549,622	499,622	493,936	5,686
Fringe benefits	165,619	177,219	176,269	950
Operation and maintenance	230,133	230,133	217,806	12,327
Capital outlay	321,500	321,500	245,356	76,144
<b>Total Water Distribution</b>	<b>1,266,874</b>	<b>1,228,474</b>	<b>1,133,367</b>	<b>95,107</b>
<b>Water Miscellaneous</b>				
Personal services	378,422	403,422	400,635	2,787
Fringe benefits	93,525	115,925	114,893	1,032
Operation and maintenance	654,450	1,556,450	1,496,308	60,142
Capital outlay	10,483,000	9,581,000	9,581,000	
Debt service:				
Principal retirement	348,794	348,794	348,794	
Interest	461,024	461,024	452,553	8,471
Reimbursements	375,000	408,000	402,182	5,818
<b>Total Water Miscellaneous</b>	<b>12,794,215</b>	<b>12,874,615</b>	<b>12,796,365</b>	<b>78,250</b>
<b>TOTAL EXPENSES</b>	<b>19,187,483</b>	<b>19,268,383</b>	<b>18,975,277</b>	<b>293,106</b>
Operating loss	(11,091,683)	(11,569,809)	(11,256,987)	312,822

(Continued on subsequent page)

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
WATER FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>WATER FUND</u>			Variance with Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>NONOPERATING REVENUES</b>				
Proceeds of bonds	9,900,000	10,225,000	2,412,478	(7,812,522)
Other sources	<u>980,200</u>	<u>980,200</u>	<u>864,481</u>	<u>(115,719)</u>
<b>TOTAL NONOPERATING REVENUES</b>	10,880,200	11,205,200	3,276,959	(7,928,241)
<b>TRANSFERS IN</b>	<u>2,600</u>	<u>2,600</u>		<u>(2,600)</u>
Net change in fund equity	(208,883)	(362,009)	(7,980,028)	(7,618,019)
Adjustments for prior year encumbrances	534,352	534,352	534,352	
<b>FUND EQUITY AT BEGINNING OF YEAR</b>	<u>(180,336)</u>	<u>(180,336)</u>	<u>(180,336)</u>	
<b>FUND EQUITY AT END OF YEAR</b>	<u>\$ 145,133</u>	<u>\$ (7,993)</u>	<u>\$ (7,626,012)</u>	<u>\$ (7,618,019)</u>



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
SPECIAL PARKS AND RECREATION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>SPECIAL PARKS AND RECREATION FUND</b>				
	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		with Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for service	\$ 300,000	\$ 206,833	\$ 205,116	\$ (1,717)
Interest earnings	1,000	1,000		(1,000)
Miscellaneous revenues	75,000	58,400	66,388	7,988
<b>TOTAL REVENUES</b>	<u>376,000</u>	<u>266,233</u>	<u>271,504</u>	<u>5,271</u>
<b>EXPENSES</b>				
<b>Special Parks and Recreation</b>				
Personal services	283,486	216,286	216,265	21
Fringe benefits	93,983	70,983	70,953	30
Operation and maintenance	83,800	71,800	71,015	785
<b>Total Special Parks and Recreation</b>	<u>461,269</u>	<u>359,069</u>	<u>358,233</u>	<u>836</u>
<b>TOTAL EXPENSES</b>	<u>461,269</u>	<u>359,069</u>	<u>358,233</u>	<u>836</u>
Operating loss	<u>(85,269)</u>	<u>(92,836)</u>	<u>(86,729)</u>	<u>6,107</u>
<b>TRANSFERS IN</b>			<u>20,000</u>	<u>20,000</u>
Net change in fund equity	(85,269)	(92,836)	(66,729)	26,107
Adjustments for prior year encumbrances	5,884	5,884	5,884	
<b>FUND EQUITY AT BEGINNING OF YEAR</b>	<u>80,590</u>	<u>80,590</u>	<u>80,590</u>	
<b>FUND EQUITY AT END OF YEAR</b>	<u>\$ 1,205</u>	<u>\$ (6,362)</u>	<u>\$ 19,745</u>	<u>\$ 26,107</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
SANITATION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>SANITATION FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 197,064	\$ 197,064	\$ 150,000	\$ (47,064)
Charges for services	3,800,000	3,938,872	3,998,570	59,698
Interest earnings	1,000	1,000		(1,000)
Miscellaneous revenues			166	166
<b>TOTAL REVENUES</b>	<b><u>3,998,064</u></b>	<b><u>4,136,936</u></b>	<b><u>4,148,736</u></b>	<b><u>11,800</u></b>
<b>EXPENSES</b>				
<b>Sanitation</b>				
Personal services	1,485,474	1,492,474	1,490,210	2,264
Fringe benefits	493,225	535,225	534,986	239
Operation and maintenance	1,238,400	1,366,400	1,327,678	38,722
Capital outlay		3,880,000	3,838,166	41,834
Reimbursements	270,000	305,000	297,611	7,389
<b>Total Sanitation</b>	<b><u>3,487,099</u></b>	<b><u>7,579,099</u></b>	<b><u>7,488,651</u></b>	<b><u>90,448</u></b>
<b>Recycling</b>				
Operation and maintenance		28,124	28,048	76
Capital outlay		100,755	100,755	
<b>Total Recycling</b>		<b><u>128,879</u></b>	<b><u>128,803</u></b>	<b><u>76</u></b>
<b>TOTAL EXPENSES</b>	<b><u>3,487,099</u></b>	<b><u>7,707,978</u></b>	<b><u>7,617,454</u></b>	<b><u>90,524</u></b>
Operating loss	510,965	(3,571,042)	(3,468,718)	102,324
<b>NONOPERATING REVENUES</b>				
Proceeds of notes	3,300,000	3,400,000	3,400,000	
<b>TOTAL NONOPERATING REVENUES</b>	<b><u>3,300,000</u></b>	<b><u>3,400,000</u></b>	<b><u>3,400,000</u></b>	
<b>TRANSFERS IN</b>	<b><u>2,000</u></b>	<b><u>2,000</u></b>		<b><u>(2,000)</u></b>
Net change in fund equity	3,812,965	(169,042)	(68,718)	100,324
Adjustments for prior year encumbrances	156,174	156,174	156,174	
<b>FUND EQUITY AT BEGINNING OF YEAR</b>	<b><u>806,128</u></b>	<b><u>806,128</u></b>	<b><u>806,128</u></b>	
<b>FUND EQUITY AT END OF YEAR</b>	<b><u>\$ 4,775,267</u></b>	<b><u>\$ 793,260</u></b>	<b><u>\$ 893,584</u></b>	<b><u>\$ 100,324</u></b>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
WASTEWATER POLLUTION CONTROL FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

<b>WASTEWATER POLLUTION CONTROL FUND</b>				
	<u>Budgeted Amounts</u>			Variance
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	with Final Budget Positive (Negative)
<b>REVENUES</b>				
Intergovernmental revenues	\$	\$ 198,217	\$ 198,217	\$
Charges for services	10,520,000	10,121,100	10,334,804	213,704
Fees, licenses and permits	10,000	10,000	11,992	1,992
Interest earnings	50,000	50,000	8,368	(41,632)
Special assessments			6,457	6,457
Miscellaneous revenues	38,000	38,000	26,146	(11,854)
<b>TOTAL REVENUES</b>	<u>10,618,000</u>	<u>10,417,317</u>	<u>10,585,984</u>	<u>168,667</u>
<b>EXPENSES</b>				
<b>Wastewater Pollution Control</b>				
Personal services	2,994,288	2,947,288	2,930,093	17,195
Fringe benefits	1,016,830	1,088,830	1,086,914	1,916
Operation and maintenance	2,124,015	2,024,015	1,637,392	386,623
Capital outlay	541,783	541,783	449,995	91,788
<b>Total Wastewater Pollution Control</b>	<u>6,676,916</u>	<u>6,601,916</u>	<u>6,104,394</u>	<u>497,522</u>
<b>Wastewater Pollution Control Miscellaneous</b>				
Personal services	463,417	477,417	474,790	2,627
Fringe benefits	13,000	138,000	137,305	695
Operation and maintenance	2,822,376	2,522,376	2,398,038	124,338
Capital outlay	3,479,650	3,579,650	3,364,479	215,171
Debt service:				
Principal retirement	1,384,867	1,384,867	1,384,866	1
Interest	741,052	741,052	731,086	9,966
Reimbursement	1,200,000	1,355,000	1,317,856	37,144
<b>Total Wastewater Pollution Control Miscellaneous</b>	<u>10,104,362</u>	<u>10,198,362</u>	<u>9,808,420</u>	<u>389,942</u>
<b>TOTAL EXPENSES</b>	<u>16,781,278</u>	<u>16,800,278</u>	<u>15,912,814</u>	<u>887,464</u>
Operating loss	<u>(6,163,278)</u>	<u>(6,382,961)</u>	<u>(5,326,830)</u>	<u>1,056,131</u>

(Continued on subsequent page)

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
WASTEWATER POLLUTION CONTROL FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>WASTEWATER POLLUTION CONTROL FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>NONOPERATING REVENUES</b>				
Proceeds of OWDA loans	5,000,000	5,003,553	2,957,929	(2,045,624)
Other financing sources			577	577
<b>TOTAL NONOPERATING REVENUES</b>	<u>5,000,000</u>	<u>5,003,553</u>	<u>2,958,506</u>	<u>(2,045,047)</u>
<b>TRANSFERS IN</b>	2,000	2,000		(2,000)
Net change in fund equity	<u>(1,161,278)</u>	<u>(1,377,408)</u>	<u>(2,368,324)</u>	<u>(990,916)</u>
Adjustments for prior year encumbrances	1,590,747	1,590,747	1,590,747	
<b>FUND EQUITY AT BEGINNING OF YEAR</b>	<u>(266,679)</u>	<u>(266,679)</u>	<u>(266,679)</u>	
<b>FUND EQUITY AT END OF YEAR</b>	<u>\$ 162,790</u>	<u>\$ (53,340)</u>	<u>\$ (1,044,256)</u>	<u>\$ (990,916)</u>

## INTERNAL SERVICE FUNDS

*Internal Service Funds* are established to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or the other governmental units on a cost reimbursement basis.

\* \* \* \* \*

### *Employees' Health Insurance*

To account for the operations of the City's self-insured health plan.

### *Workers' Compensation*

To account for the operations of the City's workers' compensation plan.

City of Elyria, Ohio  
Combining Statement of Net Assets  
Internal Service Funds  
December 31, 2010

	<u>Employees' Health Insurance</u>	<u>Workers' Compensation</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 371,112	\$ 184,792	\$ 555,904
Accounts receivable	163		163
Total current assets	<u>371,275</u>	<u>184,792</u>	<u>556,067</u>
Total assets	<u>371,275</u>	<u>184,792</u>	<u>556,067</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accrued wages and benefits		927	927
Claims payable	428,035		428,035
Contracts payable	671		671
Total current liabilities	<u>428,706</u>	<u>927</u>	<u>429,633</u>
<b>NET ASSETS</b>			
Unrestricted (deficit)	(57,431)	183,865	126,434
Total net assets	<u>\$ (57,431)</u>	<u>\$ 183,865</u>	<u>\$ 126,434</u>

**City of Elyria, Ohio**  
**Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets**  
**Internal Service Funds**  
**For the Year Ended December 31, 2010**

	<u>Employees'</u> <u>Health Insurance</u>	<u>Workers'</u> <u>Compensation</u>	<u>Total</u>
Operating revenues:			
Charges for services	\$ 5,329,617	\$ 857,964	\$ 6,187,581
Other		40,403	40,403
Total operating revenues	<u>5,329,617</u>	<u>898,367</u>	<u>6,227,984</u>
Operating expenses:			
Personal services		19,118	19,118
Fringe benefits	4,857,525	1,014,584	5,872,109
Operating and maintenance	12,810	37,222	50,032
Total operating expenses	<u>4,870,335</u>	<u>1,070,924</u>	<u>5,941,259</u>
Operating income / (loss)	<u>459,282</u>	<u>(172,557)</u>	<u>286,725</u>
Nonoperating revenues (expenses)			
Investment income	146		146
Change in net assets	459,428	(172,557)	286,871
Total net assets - beginning of year	(516,859)	356,422	(160,437)
Total net assets (deficit) - end of year	<u>\$ (57,431)</u>	<u>\$ 183,865</u>	<u>\$ 126,434</u>

City of Elyria, Ohio  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended December 31, 2010

	Employees' Health Insurance	Workers' Compensation	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received from customers	\$ 5,330,623	\$ 857,964	\$ 6,188,587
Cash payments to suppliers for goods and services	(4,959,674)	(1,052,226)	(6,011,900)
Cash paid to employees for services		(19,093)	(19,093)
Other operating revenues		40,403	40,403
Net cash provided by (used for) operating activities	370,949	(172,952)	197,997
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	163		163
Short-term investments converted to cash	163		163
Net cash provided by investing activities	163		163
Net increase (decrease) in cash and cash equivalents	371,112	(172,952)	198,160
Cash and cash equivalents - January 1, 2010	-	357,744	357,744
Cash and cash equivalents - December 31, 2010	\$ 371,112	\$ 184,792	\$ 555,904
<b>Reconciliation of operating income (loss) to net cash from operating activities:</b>			
Operating income (loss)	\$ 459,282	\$ (172,557)	\$ 286,725
Adjustments to reconcile operating loss to net cash from operating activities:			
Changes in assets and liabilities:			
Accounts receivable	1,006		1,006
Contracts payable	12	(425)	(413)
Accrued wages and benefits		30	30
Claims payable	(89,351)	-	(89,351)
Total adjustments	(88,333)	(395)	(88,728)
<b>Net cash provided by (used for) operating activities</b>	\$ 370,949	\$ (172,952)	\$ 197,997



CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
EMPLOYEES' HEALTH INSURANCE FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>EMPLOYEES' HEALTH INSURANCE FUND</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Charges for services	\$ 5,000,000	\$ 5,177,081	\$ 5,338,817	\$ 161,736
Interest earnings			163	163
<b>TOTAL REVENUES</b>	<u>5,000,000</u>	<u>5,177,081</u>	<u>5,338,980</u>	<u>161,899</u>
<b>EXPENSES</b>				
<b>GENERAL GOVERNMENT</b>				
<b>Employees' Health Insurance</b>				
Fringe benefits	5,000,000	5,200,000	4,946,875	253,125
Operation and maintenance	19,000	19,000	14,406	4,594
<b>Total Employees' Health Insurance</b>	<u>5,019,000</u>	<u>5,219,000</u>	<u>4,961,281</u>	<u>257,719</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>5,019,000</u>	<u>5,219,000</u>	<u>4,961,281</u>	<u>257,719</u>
<b>TOTAL EXPENSES</b>	<u>5,019,000</u>	<u>5,219,000</u>	<u>4,961,281</u>	<u>257,719</u>
Net change in fund equity	(19,000)	(41,919)	377,699	419,618
Adjustment for prior year encumbrances	1,188	1,188	1,188	
<b>FUND EQUITY AT BEGINNING OF YEAR</b>	<u>(9,380)</u>	<u>(9,380)</u>	<u>(9,380)</u>	
<b>FUND EQUITY AT END OF YEAR</b>	<u>\$ (27,192)</u>	<u>\$ (50,111)</u>	<u>\$ 369,507</u>	<u>\$ 419,618</u>

CITY OF ELYRIA, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)-  
WORKERS' COMPENSATION FUND-LEGAL APPROPRIATION LEVEL  
FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>WORKERS' COMPENSATION FUND</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b><u>Budgeted Amounts</u></b>		<b><u>Actual</u></b>	
	<b><u>Original</u></b>	<b><u>Final</u></b>		
<b>REVENUES</b>				
Charges for services	\$ 800,000	\$ 857,964	\$ 857,964	\$
Miscellaneous revenues		20,200	40,403	20,203
<b>TOTAL REVENUES</b>	<b>800,000</b>	<b>878,164</b>	<b>898,367</b>	<b>20,203</b>
<b>EXPENSES</b>				
<b>Workers' Compensation</b>				
Personal services	24,983	24,283	19,093	5,190
Fringe benefits	1,013,959	1,014,659	1,014,578	81
Operation and maintenance	200	58,950	37,841	21,109
<b>Total Workers' Compensation</b>	<b>1,039,142</b>	<b>1,097,892</b>	<b>1,071,512</b>	<b>26,380</b>
<b>TOTAL EXPENSES</b>	<b>1,039,142</b>	<b>1,097,892</b>	<b>1,071,512</b>	<b>26,380</b>
Operating loss	(239,142)	(219,728)	(173,145)	46,583
Adjustment for prior year encumbrances	544	544	544	
<b>FUND EQUITY AT BEGINNING OF YEAR</b>	<b>356,874</b>	<b>356,874</b>	<b>356,874</b>	
<b>FUND EQUITY AT END OF YEAR</b>	<b>\$ 118,276</b>	<b>\$ 137,690</b>	<b>\$ 184,273</b>	<b>\$ 46,583</b>

## AGENCY FUNDS

*Agency Funds* are used to account for assets held by a governmental unit as an agent for individuals, private organizations, other governmental units, and / or other funds.

\* \* \* \* \*

### ***Consumer Deposits***

Security deposits charged by the public utilities division for water services.

### ***Excavating Permits***

Security deposits held by the City for excavating projects.

### ***State Health Fees***

Fees collected by the City for the State of Ohio.

### ***Unclaimed Monies***

Monies left unclaimed which are held for five years and then deposited to the General Fund per Section 9.39 of the Ohio Revised Code.

### ***Municipal Court***

Fines and fees collected by the Elyria Municipal Court to be disbursed to various parties.

### ***Land Purchase Deposits***

To account for deposits on the sale of City owned land.

### ***Lorain County Utility Charges***

To account for the collection of utility charges for other jurisdictions to be paid to Lorain County.

### ***Payroll Revolving***

To account for monies withheld from employees' salaries and wages to be disbursed to other governmental entities.

### ***Fire Damage Deposits***

Insurance proceeds held by the City to guarantee the proper repair, securing or removal of fire damage buildings.

### ***Police Department Deposit***

Evidence monies held by the City to be disbursed to various parties as decreed by the Elyria Municipal Court.

### ***State Building Fees***

Ohio Board of Building Standards Assessment fees collected by the City for the State of Ohio.

## **AGENCY FUNDS (continued)**

### ***Lower Black River Water Quality***

To account for monies deposited with the City by various entities to be used for a cooperative study of the water quality of the lower Black river as mandated by the State of Ohio Environmental Protection Agency.

### ***Contractors' Deposits***

Security deposits held by the City so contractors obtain a certificate of occupancy on building projects upon completion.

### ***Employee Cafeteria Plan***

To account for monies withheld from employees' salaries and wages for reimbursement of Section 125 Plan health care and dependent care expenses.

### ***Elyria Township JEDD Income Tax Fund***

To account for the 20% share of the JEDD income tax which is due to Elyria Township.

### ***Elyria Public Library Property Tax Fund***

To account for monies collected from property taxes levied for operating the public library.

### ***Lorain County Service Maintenance Fee Fund***

To account for the collection of utility maintenance fees for other jurisdictions to be paid to Lorain County.

### ***Elyria Police Memorial Fund***

To account for monies donated to the City of Elyria for a memorial to honor Elyria Police officers killed in the line of duty.

**CITY OF ELYRIA, OHIO  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
<b>CONSUMER DEPOSITS FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 528,086	\$ 187,081	\$ 288,301	\$ 426,866
Total assets	<u>\$ 528,086</u>	<u>\$ 187,081</u>	<u>\$ 288,301</u>	<u>\$ 426,866</u>
Liabilities:				
Other liabilities	\$ 528,086	\$ 187,081	\$ 228,301	\$ 486,866
<b>EXCAVATING PERMITS FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 8,275	\$ 9,190	\$ 1,460	\$ 16,005
Liabilities:				
Other liabilities	\$ 8,275	\$ 9,190	\$ 1,460	\$ 16,005
<b>STATE HEALTH FEES FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 4,055	\$ 10,761	\$ 10,009	\$ 4,807
Liabilities:				
Due to other governments	\$ 4,055	\$ 10,761	\$ 10,009	\$ 4,807
<b>UNCLAIMED MONIES FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 69,659	\$ 7,254	\$ 621	\$ 76,292
Liabilities:				
Other liabilities	\$ 69,659	\$ 7,254	\$ 621	\$ 76,292
<b>MUNICIPAL COURT FUND</b>				
Assets:				
Cash and cash equivalents-segregated accounts	\$ 563,619	\$ 4,318,168	\$ 4,302,324	\$ 579,463
Liabilities:				
Accounts payable	\$ 102,647	\$ 73,453	\$ 102,647	\$ 73,453
Other liabilities	460,972	506,010	460,972	506,010
Total liabilities	<u>\$ 563,619</u>	<u>\$ 579,463</u>	<u>\$ 563,619</u>	<u>\$ 579,463</u>
<b>LAND PURCHASE DEPOSITS FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,385	\$	\$	\$ 1,385
Liabilities:				
Other liabilities	\$ 1,385	\$	\$	\$ 1,385

(Continued on subsequent page)

**CITY OF ELYRIA, OHIO  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
<b>LORAIN COUNTY UTILITY CHARGES FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 36,559	\$ 244,122	\$ 228,695	\$ 51,986
Liabilities:				
Due to other governments	\$ 36,559	\$ 244,122	\$ 228,695	\$ 51,986
<b>PAYROLL REVOLVING FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 248,216	\$ 28,080,055	\$ 28,075,037	\$ 253,234
Liabilities:				
Accounts payable	\$ 240,235	\$ 2,686,618	\$ 2,681,526	\$ 245,327
Due to other governments	7,981	3,707,832	3,707,906	7,907
Total liabilities	\$ 248,216	\$ 6,394,450	\$ 6,389,432	\$ 253,234
<b>FIRE DAMAGE DEPOSITS FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 46,457	\$ 85,770	\$ 72,287	\$ 59,940
Liabilities:				
Accounts payable	\$ 46,457	\$ 85,770	\$ 72,287	\$ 59,940
<b>POLICE DEPARTMENT DEPOSIT FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 63,538	\$	\$	\$ 63,538
Liabilities:				
Other liabilities	\$ 63,538	\$	\$	\$ 63,538
<b>STATE BUILDING FEES FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 2,643	\$ 10,761	\$ 7,436	\$ 5,968
Liabilities:				
Due to other governments	\$ 2,643	\$ 10,761	\$ 7,436	\$ 5,968
<b>LOWER BLACK RIVER WATER QUALITY FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 717	\$	\$	\$ 717
Liabilities:				
Accounts payable	\$ 717	\$	\$	\$ 717
<b>CONTRACTORS' DEPOSITS FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 3,125	\$ 2,000	\$ 900	\$ 4,225
Liabilities:				
Other liabilities	\$ 3,125	\$ 2,000	\$ 900	\$ 4,225

(Continued on subsequent page)

**CITY OF ELYRIA, OHIO  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
<b>EMPLOYEE CAFETERIA PLAN FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 16,041	\$ 41,863	\$ 41,223	\$ 16,681
Liabilities:				
Other liabilities	\$ 16,041	\$ 41,863	\$ 41,223	\$ 16,681
<b>ELYRIA TOWNSHIP JEDD INCOME TAX FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 21,037	\$ 84,221	\$ 105,258	\$ 20,368
Income tax receivable	19,986	20,368	19,986	20,368
	\$ 41,023	\$ 104,589	\$ 125,244	\$ 20,368
Liabilities:				
Due to other governments	\$ 41,023	\$ 104,589	\$ 125,244	\$ 20,368
<b>ELYRIA PUBLIC LIBRARY PROPERTY TAX FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 434	\$ 1,818,980	\$ 1,819,414	\$ 1,608,477
Property tax receivable	1,664,433	1,608,477	1,664,433	1,608,477
	\$ 1,664,867	\$ 3,427,457	\$ 3,483,847	\$ 1,608,477
Liabilities:				
Due to other governments	\$ 1,664,867	\$ 1,608,477	\$ 1,664,867	\$ 1,608,477
<b>LORAIN COUNTY SERVICE MAINTENANCE FEE FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 12,715	\$ 125,352	\$ 115,310	\$ 22,757
Liabilities:				
Due to other governments	\$ 12,715	\$ 125,352	\$ 115,310	\$ 22,757
<b>ELYRIA POLICE MEMORIAL FUND</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$	\$ 4,506	\$	\$ 4,506
Liabilities:				
Other liabilities	\$	\$ 4,506	\$	\$ 4,506
<b>TOTAL AGENCY FUNDS</b>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,062,942	\$ 30,711,916	\$ 30,765,951	\$ 1,008,907
Cash and cash equivalents-segregated accounts	563,619	4,318,168	4,302,324	579,463
Property tax receivable	1,664,433	1,608,477	1,664,433	1,608,477
Income tax receivable	19,986	20,368	19,986	20,368
Total assets	\$ 3,310,980	\$ 36,658,929	\$ 36,752,694	\$ 3,217,215
Liabilities:				
Accounts payable	\$ 390,056	\$ 2,845,841	\$ 2,856,460	\$ 379,437
Due to other governments	1,769,843	5,811,894	5,859,467	1,722,270
Other liabilities	1,151,081	757,904	793,477	1,115,508
Total Liabilities	\$ 3,310,980	\$ 9,415,639	\$ 9,509,404	\$ 3,217,215

# STATISTICAL SECTION



The Buck Stops Here



**(THIS PAGE INTENTIONALLY LEFT BLANK)**

## STATISTICAL SECTION

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

<u>Contents</u>	<u>Pages</u>
Financial Trends - These schedules contain trend information to help the reader understand how the city's financial position has changed over time.	S1-S5
Revenue Capacity - These schedules contain information to help the reader understand and assess the factors affecting the city's ability to generate its most significant local revenue sources, the property tax and income tax.	S6-S14
Debt Capacity - These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.	S15-S21
Economic and Demographic Information - These schedules offer economic and demographic indicators to help the reader understand the environment within which the city's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S22- S35

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

**City of Elyria, Ohio**  
*Net Assets By Component*  
*Last Eight Years*  
*(Accrual Basis of Accounting)*

	2010	2009	2008	2007	2006	2005	2004	2003
<b>Governmental Activities</b>								
Invested in Capital Assets,								
Net of Related Debt	\$54,196,053	\$52,728,068	\$49,298,032	\$38,008,622	\$37,882,715	\$35,063,198	\$33,372,096	\$29,697,842
Restricted:								
Public safety	1,007,103	856,433	793,876	972,925	1,124,522	1,074,095	1,044,444	1,075,665
Health	308,881	347,516	367,076	291,798	212,739	105,422	226,439	183,371
Community environment	4,924,758	4,388,641	4,749,561	4,307,144	3,836,932	3,806,528	3,805,840	3,504,795
Highways and streets	620,245	1,007,160	1,003,966	883,238	766,727	838,063	808,622	1,134,296
Debt service	905,383	691,077	596,372	1,262,673	1,471,603	1,590,304	1,942,362	3,504,081
Other Purposes	2,166,695	2,571,197	2,540,469	262,093	234,095	191,675	134,783	348,601
Non-expendable:								
Health	469,307	460,731	460,852	447,349	442,440	422,190	417,481	
Unrestricted	2,237,974	222,610	3,076,042	7,932,774	5,970,863	6,705,600	4,104,270	3,883,049
<b>Total Governmental Activities Net Assets</b>	<b>\$66,836,399</b>	<b>\$63,273,433</b>	<b>\$62,886,246</b>	<b>\$54,368,616</b>	<b>\$51,942,636</b>	<b>\$49,797,075</b>	<b>\$45,856,337</b>	<b>\$43,331,700</b>
<b>Business Type - Activities</b>								
Invested in Capital Assets,								
Net of Related Debt	\$29,367,060	\$29,796,937	\$30,185,728	\$31,253,834	\$31,819,163	\$34,470,219	\$35,624,042	\$35,748,505
Unrestricted	2,676,465	1,898,963	2,775,912	4,357,931	5,416,769	4,369,045	4,331,938	6,307,046
<b>Total Business-Type Activities Net Assets</b>	<b>\$32,043,525</b>	<b>\$31,695,900</b>	<b>\$32,961,640</b>	<b>\$35,611,765</b>	<b>\$37,235,932</b>	<b>\$38,839,264</b>	<b>\$39,955,980</b>	<b>\$42,055,551</b>
<b>Primary Government</b>								
Invested in Capital Assets,								
Net of Related Debt	\$83,563,113	\$82,525,005	\$79,483,760	\$69,262,456	\$69,701,878	\$69,533,417	\$68,996,138	\$65,446,347
Restricted for:								
Public safety	1,007,103	856,433	793,876	972,925	1,124,522	1,074,095	1,044,444	1,075,665
Health	308,881	347,516	367,076	291,798	212,739	105,422	226,439	183,371
Community environment	4,924,758	4,388,641	4,749,561	4,307,144	3,836,932	3,806,528	3,805,840	3,504,795
Highways and streets	620,245	1,007,160	1,003,966	883,238	766,727	838,063	808,622	1,134,296
Debt service	905,383	691,077	596,372	1,262,673	1,471,603	1,590,304	1,942,362	3,504,081
Other Purposes	2,166,695	2,571,197	2,540,469	262,093	234,095	191,675	134,783	348,601
Non-expendable:								
Health	469,307	460,731	460,852	447,349	442,440	422,190	417,481	
Unrestricted	4,914,439	2,121,573	5,851,954	12,290,705	11,387,632	11,074,645	8,436,208	10,190,095
<b>Total Primary Government Net Assets</b>	<b>\$98,879,924</b>	<b>\$94,969,333</b>	<b>\$95,847,886</b>	<b>\$89,980,381</b>	<b>\$89,178,568</b>	<b>\$88,636,339</b>	<b>\$85,812,317</b>	<b>\$85,387,251</b>

Source: Respective Comprehensive Annual Financial Reports (Statement of Net Assets)

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**City of Elyria, Ohio**  
*Changes in Net Assets*  
*Last Eight Years*  
*(Accrual Basis of Accounting)*

	2010	2009	2008	2007	2006	2005	2004	2003
<b>Program Revenues</b>								
Governmental Activities:								
Charges for Services:								
Public safety	\$68,590	\$230,580	\$367,352	\$439,121	\$489,385	\$464,291	\$564,170	\$499,390
Health	901,449	834,805	1,064,714	950,272	1,066,153	1,189,172	1,146,189	1,014,288
Culture and recreation	178,094	179,762	200,808	205,283	192,011	170,072	177,792	155,728
Community environment	427,848	815,721	525,534	673,805	757,840	4,795	10,176	8,029
Highway and streets								
General Government	2,038,549	2,171,865	2,524,606	2,763,460	3,132,198	3,141,512	2,784,396	2,375,181
Subtotal - Charges for Services	3,614,530	4,232,733	4,683,014	5,031,941	5,637,587	4,969,842	4,682,723	4,052,616
Operating grants and contributions	3,470,388	2,528,700	1,858,407	2,242,188	1,670,498	1,653,771	2,235,083	2,019,139
Capital grants and contributions	5,465,592	3,252,511	13,710,298	769,089	1,964,958	2,528,848	2,829,299	1,922,423
<i>Total Governmental Activities Program Revenues</i>	<u>12,550,510</u>	<u>10,013,944</u>	<u>20,251,719</u>	<u>8,043,218</u>	<u>9,273,043</u>	<u>9,152,461</u>	<u>9,747,105</u>	<u>7,994,178</u>
Business-Type Activities:								
Charges for Services:								
Water	7,827,256	6,645,710	5,864,226	5,859,917	5,653,958	5,528,430	5,003,529	4,777,110
Special parks & recreation	241,882	231,253	323,574	337,529	321,078	292,890	283,979	214,094
Sanitation	4,015,156	3,746,752	3,134,169	3,339,642	3,038,891	3,017,630	2,975,839	2,645,629
Wastewater Pollution Control	10,526,504	9,770,955	9,835,113	9,727,869	9,732,738	9,661,676	8,820,307	8,946,546
Operating grants and contributions	41,832	172,931	128,260	124,112	32,355	104,008	96,028	61,756
Capital grants and contributions	347,964	25,119	129,874	182,504	171,709	105,505	51,948	86,131
<i>Total Business-Type Activities Program Revenues</i>	<u>23,000,594</u>	<u>20,592,720</u>	<u>19,415,216</u>	<u>19,571,573</u>	<u>18,950,729</u>	<u>18,710,139</u>	<u>17,231,630</u>	<u>16,731,266</u>
<i>Total Primary Government Program Revenues</i>	<u>\$35,551,104</u>	<u>\$30,606,664</u>	<u>\$39,666,935</u>	<u>\$27,614,791</u>	<u>\$28,223,772</u>	<u>\$27,862,600</u>	<u>\$26,978,735</u>	<u>\$24,725,444</u>

Source: Respective Comprehensive Annual Financial Reports ( Statement of Activities)

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**City of Elyria, Ohio**  
*Changes in Net Assets (continued)*  
*Last Eight Years*  
*(Accrual Basis of Accounting)*

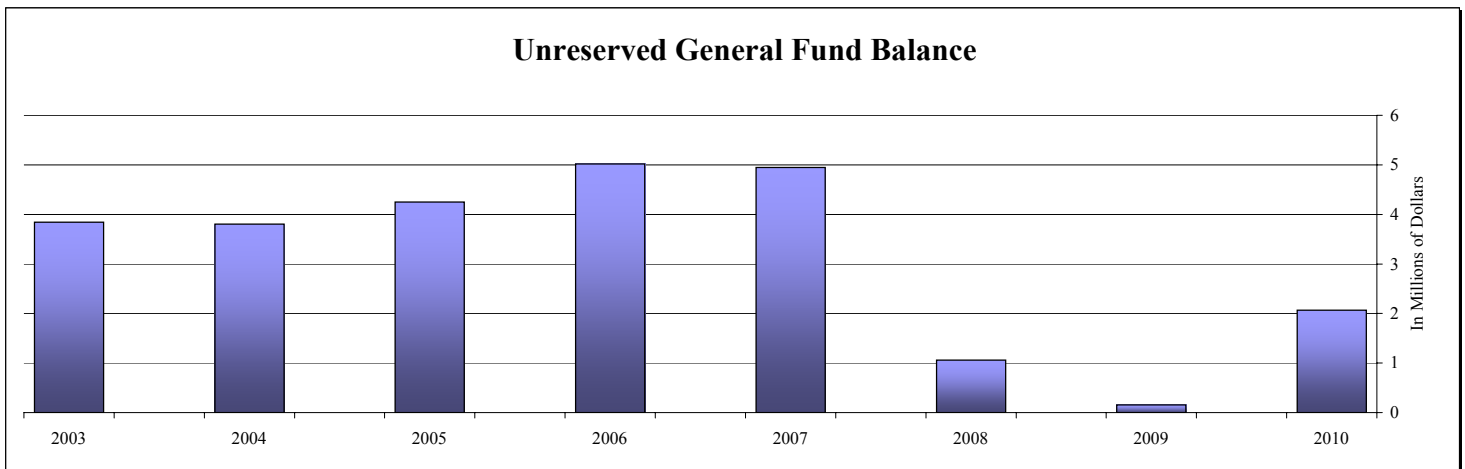
	2010	2009	2008	2007	2006	2005	2004	2003
<b>Expenses</b>								
<b>Governmental Activities:</b>								
Public safety	\$19,988,400	\$20,248,006	\$23,241,071	\$20,746,034	\$20,851,317	\$19,528,348	\$19,578,462	\$19,808,236
Health	2,282,178	2,309,335	2,540,306	2,452,163	2,568,869	2,992,268	2,789,743	2,749,524
Culture and recreation	1,551,008	1,424,063	2,704,509	2,500,151	2,463,610	2,374,010	2,522,883	2,511,424
Community environment	3,037,800	2,051,503	1,940,846	1,704,949	1,741,812	1,870,225	2,105,014	1,976,381
Highways and streets	5,713,819	3,733,173	3,910,616	3,551,406	3,276,038	3,240,837	3,079,005	3,109,831
General government	8,307,217	8,372,028	10,021,557	8,043,382	8,271,237	7,948,645	7,390,522	7,568,158
Interest and fiscal charges	1,429,014	1,497,970	1,798,904	1,755,470	1,171,780	986,994	1,237,712	1,308,289
<i>Total Governmental Activities Expenses</i>	<u>41,309,436</u>	<u>39,636,078</u>	<u>46,157,809</u>	<u>40,753,555</u>	<u>40,344,663</u>	<u>38,941,327</u>	<u>38,703,341</u>	<u>39,031,843</u>
<b>Business-Type Activities</b>								
Water	7,098,581	7,383,133	7,448,276	6,926,055	6,641,584	6,375,523	5,933,824	5,630,930
Special parks & recreation	340,608	601,210	326,255	337,082	317,879	292,998	297,859	299,535
Sanitation	3,653,211	3,396,797	3,339,232	3,316,235	3,132,454	3,184,255	2,978,122	3,035,312
Wastewater Pollution Control	11,634,500	10,563,625	11,186,406	11,046,445	10,999,541	10,371,975	10,354,570	10,811,134
<i>Total Business-Type Activities Expenses</i>	<u>22,726,900</u>	<u>21,944,765</u>	<u>22,300,169</u>	<u>21,625,817</u>	<u>21,091,458</u>	<u>20,224,751</u>	<u>19,564,375</u>	<u>19,776,911</u>
<i>Total Primary Government Program Expenses</i>	<u>64,036,336</u>	<u>61,580,843</u>	<u>68,457,978</u>	<u>62,379,372</u>	<u>61,436,121</u>	<u>59,166,078</u>	<u>58,267,716</u>	<u>58,808,754</u>
<b>Net (Expense)/Revenue</b>								
Governmental Activities	(28,758,926)	(29,622,134)	(25,906,090)	(32,710,337)	(31,071,620)	(29,788,866)	(28,956,236)	(31,037,665)
Business-Type Activities	273,694	(1,352,045)	(2,884,953)	(2,054,244)	(2,140,729)	(1,514,612)	(2,332,745)	(3,045,645)
<i>Total Primary Government Net Expense</i>	<u>(28,485,232)</u>	<u>(30,974,179)</u>	<u>(28,791,043)</u>	<u>(34,764,581)</u>	<u>(33,212,349)</u>	<u>(31,303,478)</u>	<u>(31,288,981)</u>	<u>(34,083,310)</u>
<b>General Revenues and Other Changes in Net Assets</b>								
<b>Governmental Activities</b>								
Taxes:								
Property taxes	3,883,089	3,904,036	3,993,165	4,194,264	3,913,589	3,726,157	3,699,197	3,554,126
Municipal income taxes	20,115,876	18,160,200	22,268,109	21,187,484	21,470,263	23,057,107	20,722,890	21,401,274
Gasoline and motor vehicle taxes	2,822,938	2,809,643	2,931,491	2,936,903	3,050,275	2,769,274	2,879,983	2,805,188
Other local taxes	707,350	518,482	475,177	508,796	494,882	464,747	512,147	472,301
Unrestricted intergovernmental revenues and contributions	4,759,534	3,829,669	3,891,611	3,992,282	2,849,785	3,116,189	3,012,969	4,070,303
Investment earnings	17,278	40,195	376,408	1,087,322	850,323	414,181	210,665	179,864
Miscellaneous	15,827	747,096	487,759	1,228,316	554,055	146,041	160,670	190,574
Gain on sale of capital assets	0	0	0	950	34,009	35,908	282,352	
<i>Total Governmental Activities</i>	<u>32,321,892</u>	<u>30,009,321</u>	<u>34,423,720</u>	<u>35,136,317</u>	<u>33,217,181</u>	<u>33,729,604</u>	<u>31,480,873</u>	<u>32,673,630</u>
<b>Business-Type Activities</b>								
Investment earnings	10,628	42,078	159,941	314,195	396,537	248,600	82,040	176,754
Miscellaneous	63,303	44,227	74,887	115,882	140,860	149,296	151,134	188,606
<i>Total Business-Type Activities</i>	<u>73,931</u>	<u>86,305</u>	<u>234,828</u>	<u>430,077</u>	<u>537,397</u>	<u>397,896</u>	<u>233,174</u>	<u>365,360</u>
<i>Total Primary Government General Revenues and Other Changes in Net Assets</i>	<u>32,395,823</u>	<u>30,095,626</u>	<u>34,658,548</u>	<u>35,566,394</u>	<u>33,754,578</u>	<u>34,127,500</u>	<u>31,714,047</u>	<u>33,038,990</u>
<b>Change in Net Assets</b>								
Governmental Activities	3,562,966	387,187	8,517,630	2,425,980	2,145,561	3,940,738	2,524,637	1,635,965
Business-Type Activities	347,625	(1,265,740)	(2,650,125)	(1,624,167)	(1,603,332)	(1,116,716)	(2,099,571)	(2,680,285)
<i>Total Primary Government Change in Net Assets</i>	<u>\$3,910,591</u>	<u>(\$878,553)</u>	<u>\$5,867,505</u>	<u>\$801,813</u>	<u>\$542,229</u>	<u>\$2,824,022</u>	<u>\$425,066</u>	<u>(\$1,044,320)</u>

Source: Respective Comprehensive Annual Financial Reports (Statement of Activities)

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**City of Elyria, Ohio**  
*Fund Balances, Governmental Funds*  
*Last Eight Years*  
*(Modified Accrual Basis of Accounting)*

	2010	2009	2008	2007	2006	2005	2004	2003
<b>General Fund</b>								
Reserved for encumbrances	\$558,959	\$419,578	\$979,830	\$434,633	\$359,503	\$1,298,551	\$311,772	\$432,901
Unreserved	2,068,602	151,931	1,061,601	4,945,240	5,016,011	4,248,850	3,807,061	3,840,450
<b>Total General Fund</b>	<b>2,627,561</b>	<b>571,509</b>	<b>2,041,431</b>	<b>5,379,873</b>	<b>5,375,514</b>	<b>5,547,401</b>	<b>4,118,833</b>	<b>4,273,351</b>
<b>All Other Governmental Funds</b>								
<b>Fund Balances:</b>								
Reserved for encumbrances	3,558,309	1,908,845	7,104,752	1,661,648	9,359,972	1,669,156	4,057,806	4,410,468
Reserved for rehabilitation loans	4,567,331	4,505,399	4,475,028	4,265,218	3,993,408	3,852,268	3,848,983	3,816,990
Reserved for endowment	469,307	460,731	460,852	447,349	442,440	422,190	417,481	395,746
Reserved for debt service	905,383	691,077	596,372	1,262,673	1,471,603	1,590,304	1,942,362	2,243,278
Unreserved Reported in:								
Special Revenue funds	1,634,774	4,216,276	4,566,007	3,486,845	3,069,667	2,890,285	3,119,077	2,266,291
Capital Projects funds	(4,270,317)	(4,571,369)	(10,027,676)	(6,796,310)	(15,228,772)	(4,756,014)	(8,233,670)	(5,325,869)
<b>Total All Other Governmental Funds</b>	<b>6,864,787</b>	<b>7,210,959</b>	<b>7,175,335</b>	<b>4,327,423</b>	<b>3,108,318</b>	<b>5,668,189</b>	<b>5,152,039</b>	<b>7,806,904</b>
<b>Total Governmental Funds</b>	<b>\$9,492,348</b>	<b>\$7,782,468</b>	<b>\$9,216,766</b>	<b>\$9,707,296</b>	<b>\$8,483,832</b>	<b>\$11,215,590</b>	<b>\$9,270,872</b>	<b>\$12,080,255</b>

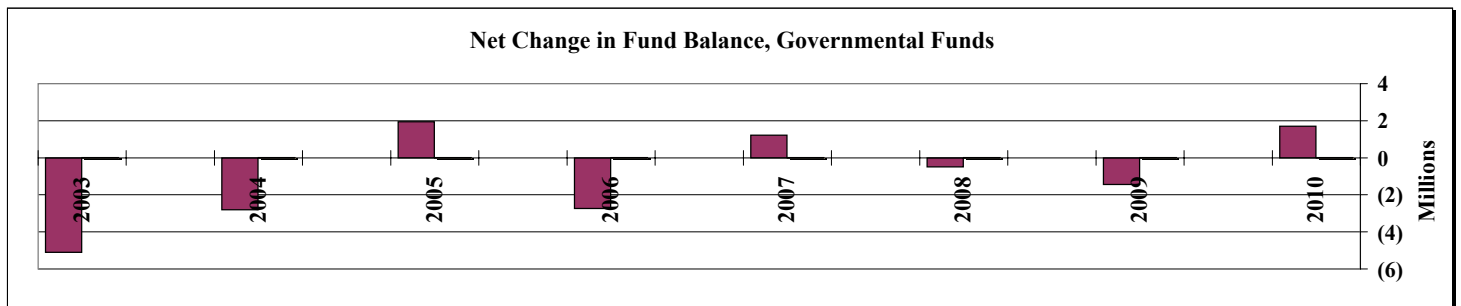


Source: Respective Comprehensive Annual Financial Reports

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**City of Elyria, Ohio**  
*Changes in Fund Balances, Governmental Funds*  
*Last Eight Years*  
*(Modified Accrual Basis of Accounting)*

	2010	2009	2008	2007	2006	2005	2004	2003
<b>Revenues</b>								
Taxes:								
Property	\$3,883,089	\$3,904,036	\$3,993,165	\$4,194,264	\$3,913,589	\$3,726,157	\$3,699,197	\$3,554,126
Income	20,514,419	19,135,656	21,577,317	21,423,070	22,129,257	22,180,474	20,868,259	19,285,562
Other local	1,563,454	1,366,086	1,337,861	1,394,590	1,385,290	464,747	512,147	472,301
Tax increment financing payments	570,913	549,094	292,968	103,542	0	0	0	0
Intergovernmental	14,728,501	11,470,249	21,500,163	8,966,140	8,651,387	10,159,309	10,953,412	8,732,358
Charges for services	1,835,603	2,012,285	2,258,023	2,224,693	2,382,732	1,693,792	1,824,885	1,749,706
Licenses and permits	479,702	856,617	567,206	748,541	851,214	639,702	564,126	641,996
Investment income	17,278	40,195	376,407	1,087,322	850,323	414,181	210,665	179,864
Special assessments	224,111	161,091	332,290	349,741	353,140	398,324	583,061	609,032
Fines and forfeitures	1,408,481	1,478,529	1,533,403	1,502,578	1,497,345	1,839,944	1,710,651	1,660,914
Contributions	55,837	98,484	72,911	52,763	558,749	121,587	84,021	53,155
Miscellaneous	15,827	61,308	113,972	177,512	554,055	146,041	160,670	190,574
<b>Total Revenues</b>	<b>45,297,215</b>	<b>41,133,630</b>	<b>53,955,686</b>	<b>42,224,756</b>	<b>43,127,081</b>	<b>41,784,258</b>	<b>41,171,094</b>	<b>37,129,588</b>
<b>Expenditures</b>								
Current:								
Public safety	18,382,139	19,650,539	22,265,064	20,586,863	20,283,174	18,400,262	18,880,662	18,918,853
Health	2,244,093	2,270,475	2,468,764	2,472,201	2,535,825	2,894,988	2,764,501	2,673,019
Culture and recreation	1,294,116	1,121,497	2,351,151	2,207,061	2,139,979	1,940,794	2,112,159	2,075,772
Community environment	2,882,243	1,869,763	1,816,212	1,633,115	1,628,701	1,616,507	1,876,381	1,782,620
Highways and streets	2,392,906	1,717,609	1,818,997	1,681,542	1,454,247	1,631,160	1,546,553	1,580,228
General government	7,046,901	7,085,346	7,827,802	7,576,891	7,646,879	7,120,726	6,870,801	7,005,689
Capital outlay	6,307,333	8,867,049	16,097,240	12,321,193	7,680,489	5,556,222	7,538,423	5,626,496
Debt Service:								
Principal retirement	1,589,465	1,747,009	1,554,183	1,416,488	1,416,807	1,588,077	1,479,248	1,429,248
Interest and fiscal charges	1,432,151	1,503,633	1,817,666	1,699,981	1,169,372	1,000,508	1,243,156	1,214,591
<b>Total Expenditures</b>	<b>43,571,347</b>	<b>45,832,920</b>	<b>58,017,079</b>	<b>51,595,335</b>	<b>45,955,473</b>	<b>41,749,244</b>	<b>44,311,884</b>	<b>42,306,516</b>
<i>Excess of Revenues Over (Under) Expenditures</i>	<b>1,725,868</b>	<b>(4,699,290)</b>	<b>(4,061,393)</b>	<b>(9,370,579)</b>	<b>(2,828,392)</b>	<b>35,014</b>	<b>(3,140,790)</b>	<b>(5,176,928)</b>
<b>Other Financing Sources (Uses)</b>								
Transfers-in	472,901	285,684	803,909	1,146,725	344,967	552,458	345,496	697,099
Transfers-out	(492,901)	(285,684)	(803,909)	(1,146,725)	(344,967)	(552,458)	(345,496)	(697,099)
Proceeds from sale of notes/bonds			3,466,777	9,389,250		1,795,000		
Proceeds from State Infrastructure bank loan		3,252,000						
Proceeds from State Issue II loan		9,552	113,273	126,944				
Settlement proceeds				1,050,804				
Premiums from sale of notes/bonds	4,012	3,440	27,590	26,095	62,625	78,796	49,055	74,747
Proceeds from sale of capital assets				950	34,009	35,908	282,352	
Bond issuance costs			(36,777)					
<b>Total Other Financing Sources (Uses)</b>	<b>(15,988)</b>	<b>3,264,992</b>	<b>3,570,863</b>	<b>10,594,043</b>	<b>96,634</b>	<b>1,909,704</b>	<b>331,407</b>	<b>74,747</b>
<b>Net Change in Fund Balances</b>	<b>\$1,709,880</b>	<b>(\$1,434,298)</b>	<b>(\$490,530)</b>	<b>\$1,223,464</b>	<b>(\$2,731,758)</b>	<b>\$1,944,718</b>	<b>(\$2,809,383)</b>	<b>(\$5,102,181)</b>
Debt Service as a Percentage of Noncapital Expenditures	8.11%	8.79%	8.04%	7.94%	6.76%	7.15%	7.40%	7.21%



Source: Respective Comprehensive Annual Financial Reports

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**City of Elyria, Ohio**  
*Assessed Valuation and Estimated Actual Values of Taxable Property*  
*Last Ten Years*  
*(Amounts in 000's)*

Collection Year	Real Property		Tangible Personal Property	
	Assessed Value Residential	Estimated Actual Value	Public Utility	
			Assessed Value	Estimated Actual Value
2010	\$603,652	\$1,724,720	\$291,146	\$831,844
2009	658,195	1,880,557	295,538	844,394
2008	656,444	1,875,553	294,438	841,252
2007	653,685	1,867,671	304,086	868,818
2006	570,444	1,629,840	284,420	812,629
2005	546,966	1,562,760	272,645	778,986
2004	514,777	1,470,791	259,606	741,731
2003	511,474	1,461,354	260,310	743,743
2002	508,046	1,451,560	255,037	728,677
2001	418,460	1,195,600	242,705	693,443

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property is 35 percent of estimated true value. General business tangible personal property was assessed in previous years at 25 percent of estimated true value. General business tangible personal property tax is being phased out beginning in 2006. For collection year 2007 general business tangible personal property were assessed at 12.50 percent. The percentage will be 6.25 percent for 2008, and zero for 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.



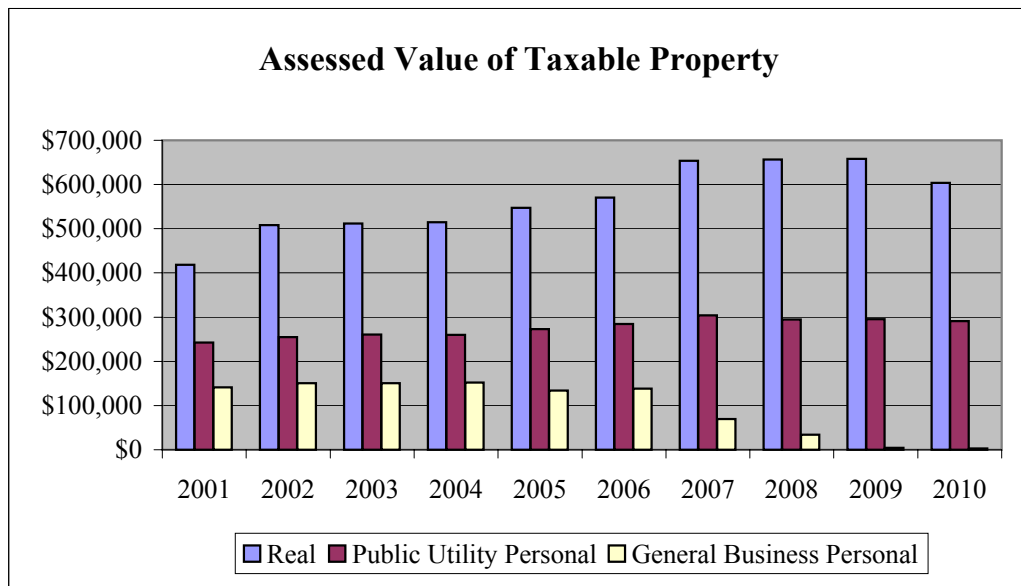
**City of Elyria, Ohio**

*Assessed Valuation and Estimated Actual Values of Taxable Property (Continued)*

*Last Ten Years*

*(Amounts in 000's)*

Collection Year	Tangible Personal Property		Total			
	General Business		Assessed Value	Estimated Actual Value		Total Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2010	\$2,731	\$0	\$897,529	\$2,556,564	86.26	
2009	4,125	66,000	957,858	2,790,951	84.54	
2008	34,307	548,913	985,189	3,265,718	84.34	
2007	69,654	557,232	1,027,425	3,293,721	80.54	
2006	138,008	552,032	992,872	2,994,501	81.37	
2005	134,118	536,472	953,729	2,878,218	77.32	
2004	152,252	609,008	926,635	2,821,530	76.27	
2003	150,857	603,428	922,641	2,808,525	76.35	
2002	150,928	603,712	914,011	2,783,949	76.63	
2001	140,810	563,240	801,975	2,452,283	74.55	



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

	2010	2009	2008	2007	2006
<b>Unvoted Millage</b>					
Operating	\$2.6000	\$1.7000	\$1.7000	\$1.7000	\$1.7000
Debt Service	1.9000	1.9000	1.9000	1.9000	1.9000
Fire Pension	0.3000	0.3000	0.3000	0.3000	0.3000
Police Pension	0.3000	0.3000	0.3000	0.3000	0.3000
<i>Total Unvoted Millage</i>	<u>5.1000</u>	<u>4.2000</u>	<u>4.2000</u>	<u>4.2000</u>	<u>4.2000</u>
<b>Charter Millage</b>					
Elyria School District	64.3200	63.5000	63.3000	59.4000	56.4800
Lorain County Vocational School	2.4500	2.4500	2.4500	2.4500	2.4500
Lorain County	13.3900	13.3900	13.3900	13.4900	13.1900
Elyria Public Library	1.0000	1.0000	1.0000	1.0000	1.0000
<i>Total Charter Millage</i>	<u>81.1600</u>	<u>80.3400</u>	<u>80.1400</u>	<u>76.3400</u>	<u>73.1200</u>
<b>Total Millage</b>	<u>\$86.2600</u>	<u>\$84.5400</u>	<u>\$84.3400</u>	<u>\$80.5400</u>	<u>\$77.3200</u>

**Overlapping Rates by Taxing District**

City School District	\$ 63.5000	\$ 63.5000	\$ 63.3000	\$ 59.4000	\$ 60.2300
County	\$ 13.3900	\$ 13.3900	\$ 13.3900	\$ 13.4900	\$ 13.4900
Joint Vocational School	\$ 2.4500	\$ 2.4500	\$ 2.4500	\$ 2.4500	\$ 2.4500

Source: Lorain County Treasurer

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Charter millage is consistently applied to all types of property.

The real property tax rates for the voted levies of the overlapping taxing districts are reduced so that inflationary increases in value do not generate additional revenue.

Overlapping rates are those of local and county governments that apply to property owners within the City.

(Continued)

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

	2005	2004	2003	2002	2001
<b>Unvoted Millage</b>					
Operating	\$1.7000	\$1.7000	\$1.7000	\$1.9000	\$1.9000
Debt Service	1.9000	1.9000	1.9000	1.7000	1.7000
Fire Pension	0.3000	0.3000	0.3000	0.3000	0.3000
Police Pension	0.3000	0.3000	0.3000	0.3000	0.3000
<i>Total Unvoted Millage</i>	<u>4.2000</u>	<u>4.2000</u>	<u>4.2000</u>	<u>4.2000</u>	<u>4.2000</u>
<b>Charter Millage</b>					
Elyria School District	56.7300	56.7300	56.8100	57.1100	57.1100
Lorain County Vocational School	2.4500	2.4500	2.4500	2.4500	2.4500
Lorain County	12.8900	12.8900	12.8900	10.7900	10.7900
Elyria Public Library					
<i>Total Charter Millage</i>	<u>72.0700</u>	<u>72.0700</u>	<u>72.1500</u>	<u>70.3500</u>	<u>70.3500</u>
<b>Total Millage</b>	<u><u>\$76.2700</u></u>	<u><u>\$76.2700</u></u>	<u><u>\$76.3500</u></u>	<u><u>\$74.5500</u></u>	<u><u>\$74.5500</u></u>
<b>Overlapping Rates by Taxing District</b>					
City School District	\$ 56.4800	\$ 56.7300	\$ 56.8100	\$ 57.0900	\$ 57.1100
County	\$ 13.1900	\$ 12.8900	\$ 12.8900	\$ 12.8900	\$ 10.7900
Joint Vocational School	\$ 2.4500	\$ 2.4500	\$ 2.4500	\$ 2.4500	\$ 2.4500

Source: Lorain County Treasurer

**City of Elyria, Ohio**  
*Property Tax Levies And Collections*  
*Last Ten Years*

Year	Total Tax Levy	Current Tax Collections (1)	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections
2010	\$3,720,332	\$3,560,301	95.70 %	\$139,302
2009	3,969,011	3,777,287	95.17	169,314
2008	3,960,892	3,747,919	94.62	186,728
2007	3,974,488	3,735,871	94.00	131,911
2006	3,950,279	3,387,002	85.74	136,651
2005	3,510,722	3,368,313	95.94	118,928
2004	3,452,984	3,340,625	96.75	119,191
2003	3,258,706	3,149,562	96.65	124,685
2002	3,207,572	3,083,848	96.14	84,844
2001	3,195,744	3,082,725	96.46	94,646

Source: Lorain County Auditor

(1) State reimbursement of rollback and homestead exemptions are included.

Note: The County does not identify delinquent collections by the year for which the tax was levied.

(Continued)

**City of Elyria, Ohio**  
*Property Tax Levies And Collections (Continued)*  
*Last Ten Years*

Year	Total Tax Collections	Percent of Total Tax Collections To Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage of Delinquent Taxes to Total Tax Levy
2010	\$3,699,603	99.44 %	\$582,959	15.67 %
2009	3,946,601	99.44	336,568	8.48
2008	3,934,647	99.34	332,530	8.40
2007	3,867,782	97.32	326,295	8.21
2006	3,523,653	89.20	628,992	15.92
2005	3,487,241	99.33	207,688	5.92
2004	3,459,816	100.20	172,612	5.00
2003	3,274,247	100.48	170,382	5.23
2002	3,168,692	98.79	184,434	5.75
2001	3,177,371	99.43	159,358	4.99

Source: Lorain County Auditor

Note: The County does not identify delinquent collections by the year for which the tax was levied.

**City of Elyria, Ohio**  
*Principal Taxpayers - Real Estate Tax*  
 2010 and 2001  
 (Amounts in 000's)

<i>2010</i>		
Taxpayer	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Ohio Edison	\$16,566	2.74 %
Centro Midway LLC	13,642	2.26
New Plan of Midway LLC	7,940	1.32
First Interstate Elyria	5,737	0.95
Hunters Crossing	4,466	0.74
Invacare Corporation	4,241	0.70
Elyria United	3,416	0.57
Midway Realty Company	3,332	0.55
HK New Plan Exchange	3,205	0.53
Community Health Partners	3,144	0.52
<b>Total</b>	<b>\$65,689</b>	<b>10.88 %</b>
<b>Total Real Assessed Valuation</b>	<b>\$603,652</b>	

<i>2001</i>		
Taxpayer	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Ohio Edison	\$22,018	5.26 %
Elyria Joint Venture	13,492	3.22
Alltel Ohio	9,771	2.34
Columbia Gas	7,001	1.67
First Interstate	5,714	1.37
West River Road	4,786	1.14
Sears Roebuck & Company	3,925	0.94
Invacare	3,881	0.93
Lorain Medical Investors	3,468	0.83
Elyria United Methodist Village	3,011	0.72
<b>Total</b>	<b>\$77,066</b>	<b>18.42 %</b>
<b>Total Real Assessed Valuation</b>	<b>\$418,460</b>	

Source: Lorain County Auditor

(1) The amounts presented represent the assessed values upon which 2010 and 2001 collections were based.

**City of Elyria, Ohio**  
*Principal Taxpayers - Income Tax Withholdings*  
 2010  
 (Amounts in 000's)

Taxpayer	2010	
	Income Tax Withholding	Percentage of Total Income Tax
Invacare Corporation	\$1,150	6.96 %
Lorain County	1,076	6.51
EMH Regional Medical Center	1,039	6.29
The Elyria City Schools	749	4.53
Lorain County Community College	736	4.46
Bendix Commercial Vehicle Systems	570	3.45
Ridge Tool Company	529	3.20
Parker Hannifin Corporation	430	2.60
Hydro-Aire Inc.	255	1.55
Elyria Foundry	235	1.42
<b>Total</b>	<b>\$6,770</b>	<b>40.98 %</b>
<b>Total Income Tax Withholding</b>	<b>\$16,521</b>	

Source: Regional Income Tax Agency

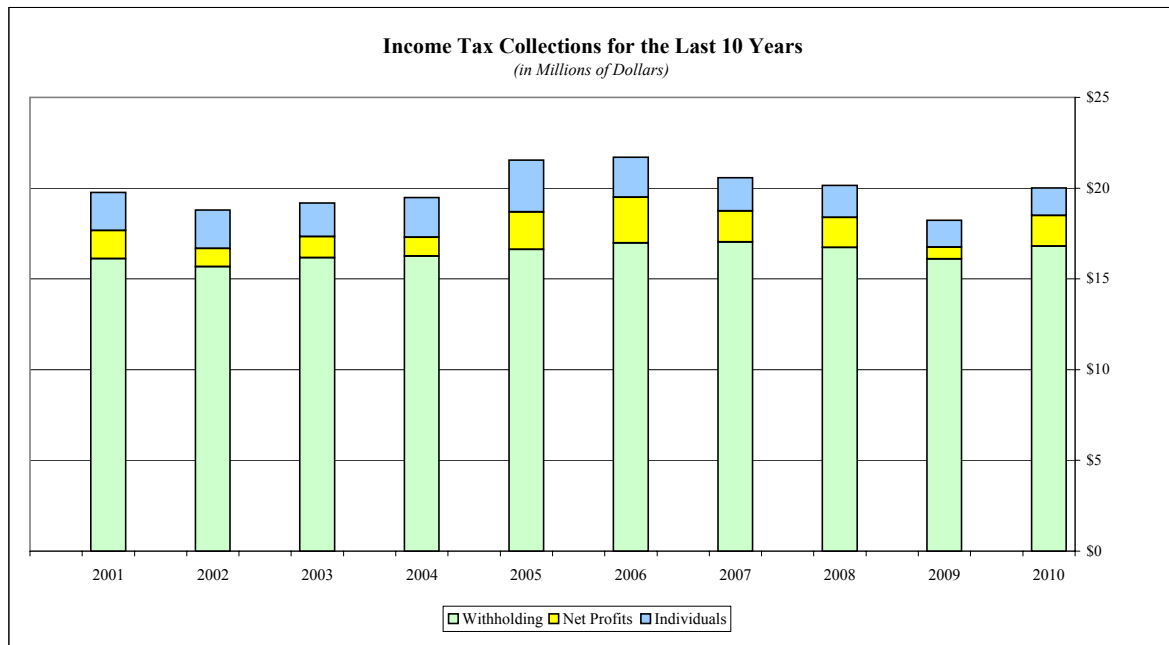
**City of Elyria, Ohio**  
*Income Tax Revenue Base and Collections*  
*Last Ten Years*

Tax Year	Tax Rate (1)	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2010	1.75%	\$20,010,737	\$16,809,422	84.00%	\$1,692,521	8.46%	\$1,508,795	7.54%
2009	1.75	18,236,158	16,092,504	88.25	654,652	3.59	1,489,002	8.17
2008	1.75	20,146,383	16,726,072	83.02	1,655,405	8.22	1,764,906	8.76
2007	1.75	20,574,626	17,028,090	82.76	1,718,523	8.35	1,828,013	8.88
2006	1.75	21,709,079	16,975,023	78.19	2,519,892	11.61	2,214,164	10.20
2005	1.75	21,538,559	16,623,249	77.18	2,064,880	9.59	2,850,430 (3)	13.23
2004	1.75	19,473,305	16,248,014	83.44	1,042,124	5.35	2,183,167	11.21
2003	1.75	19,183,875	16,166,587	84.27	1,160,762	6.05	1,856,526	9.68
2002	1.75	18,797,487 (2)	15,678,558 (2)	83.41	1,003,363	5.34	2,115,566	11.25
2001	1.75	19,762,256	16,120,784	81.57	1,545,969	7.82	2,095,503	10.60

Source: Regional Income Tax Agency and City records

- (1) General Fund tax rate is 1.50%. The remaining .25% is a special tax to be used for law enforcement purposes only and is accounted for in the Police Levy Special Revenue Fund.
- (2) Drop in revenue was due primarily to the closing of the York International Corporation plant which was the City's third largest employer.
- (3) Large increase was due to the reduction of the income tax credit given to residents who work in and pay income tax to other municipalities. Elyria City Council reduced the credit from 100% to 50% for the six month period beginning July 1, 2004 and ending December 31, 2004.

Note: The City is prohibited by statute from presenting information regarding individual taxpayers.





**City of Elyria, Ohio**  
*Ratio of Outstanding Debt to  
Total Personal Income and Debt Per Capita  
Last Eight Years*

Year	Governmental Activities					
	General Obligation Notes	General Obligation Bonds	Special Assessment Bonds	State Issue II Loans	Block Grant U.S. Dept. H.U.D. 108 Loan	State Infrastructure Bank Loan
2010	\$5,130,000	\$24,581,362	\$3,491,873	\$394,585	\$0	\$3,252,000
2009	5,330,000	25,843,643	3,769,325	459,049	0	3,252,000
2008	5,330,000	27,285,924	4,057,031	481,251	0	0
2007	8,890,000	28,533,205	843,242	434,173	0	0
2006	15,615,000	20,124,263	1,086,230	360,729	0	0
2005	4,700,000	21,214,766	1,342,900	255,353	0	0
2004	6,800,000	19,950,000	1,581,906	354,423	99,850	0
2003	6,700,000	20,835,000	2,077,082	453,495	179,850	0

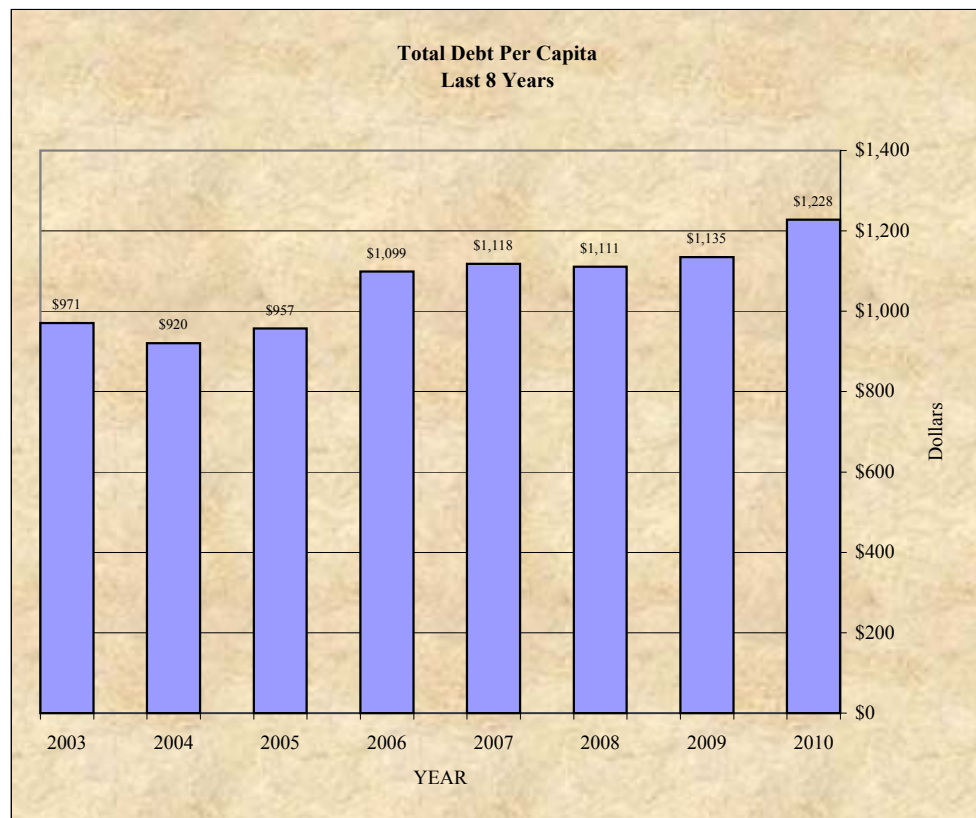
Source: Respective Comprehensive Annual Reports

Note: Population and Personal Income data are presented on page S23

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**Business-Type Activities**

General Obligation Notes	General Obligation Bonds	State Issue II Loans	OWDA Loans	Total Debt	Percentage of Personal Income	Per Capita
\$3,400,000	\$10,917,832	\$0	\$17,539,626	\$68,707,278	6.35%	\$1,228
0	11,369,154	0	13,457,878	63,481,049	5.87	1,135
5,550,000	11,830,219	0	7,619,248	62,153,673	5.74	1,111
1,960,000	12,268,553	0	9,609,279	62,538,452	5.78	1,118
140,000	12,696,887	0	11,455,596	61,478,705	5.68	1,099
5,170,000	7,691,207	0	13,168,648	53,542,874	4.95	957
6,500,000	1,448,094	0	14,758,119	51,492,392	4.76	920
6,230,000	1,592,918	9,991	16,232,982	54,311,318	5.02	971



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

Year	Population (1)	Estimated Actual Value of Taxable Property (2)	Net Bonded Debt (3)	Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property	Net Bonded Debt Per Capital
2010	55,953	\$2,556,554,000	\$44,029,194	1.72 %	\$786.90
2009	55,953	2,790,951,000	42,542,797	1.52	760.33
2008	55,953	3,265,718,000	49,996,143	1.53	893.54
2007	55,953	3,293,720,000	51,651,758	1.57	923.13
2006	55,953	3,178,512,000	48,576,150	1.53	868.16
2005	55,953	2,878,218,000	38,775,973	1.35	693.01
2004	55,953	2,821,530,000	34,698,094	1.23	620.13
2003	55,953	2,821,530,000	35,357,918	1.25	631.92
2002	55,953	2,783,949,000	30,457,742	1.09	544.35
2001	55,953	2,452,283,000	27,152,566	1.11	485.27

Sources:

(1) U. S. Bureau of Census, 2000 Federal Census

(2) Lorain County Auditor

(3) Includes all general obligation bonded debt with the exception of Special Assessment debt.

**City of Elyria, Ohio**  
*Computation of Direct and Overlapping Governmental Activities Debt*  
*December 31, 2010*

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (3)	Amount Applicable to City
<b>Direct - City of</b>			
Special Assessment Bonds	\$3,491,873	100.00 %	\$3,491,873
General Obligation Bonds	24,581,362	100.00	24,581,362
OPWC Loans	394,585	100.00	394,585
Capital Projects Notes	<u>5,130,000</u>	100.00	<u>5,130,000</u>
<i>Total Direct Debt</i>	<u>33,597,820</u>		<u>33,597,820</u>
<b>Overlapping</b>			
City School District (1)			
General Obligation Bonds	44,324,791	90.17%	39,968,039
Lorain County (2)			
General Obligation Bonds	<u>30,005,000</u>	17.10%	<u>5,129,924</u>
<i>Total Overlapping Debt</i>	<u>74,329,791</u>		<u>45,097,963</u>
<b>Total</b>	<u><u>\$107,927,611</u></u>		<u><u>\$78,695,783</u></u>

Source: (1) Elyria City School District Comprehensive Annual Financial Report,  
For the Year Ending June 30, 2010

(2) Lorain County Auditor

(3) Percentages were determined by dividing each overlapping subdivision's  
assessed valuation within the City by its total assessed valuation.

**City of Elyria, Ohio**  
*Legal Debt Margin*  
*Last Ten Years*

	2010	2009	2008	2007
Total Assessed Property Value	<u>\$897,528,753</u>	<u>\$957,858,096</u>	<u>\$955,094,560</u>	<u>\$985,188,821</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>\$ 94,240,519</u>	<u>\$ 100,575,100</u>	<u>\$ 100,284,929</u>	<u>\$ 103,444,826</u>
Debt Outstanding:				
General Obligation Bonds	35,499,194	37,212,797	39,116,143	40,801,758
Special Assessment Bonds	3,491,873	3,769,325	4,057,031	843,242
General Anticipation Notes	8,530,000	5,330,000	10,880,000	10,850,000
OPWC Loans	394,585	459,049	481,251	434,173
OWDA Loans	17,539,626	13,457,878	7,619,248	9,609,279
State Infrastructure Bank Loan	<u>3,252,000</u>	<u>3,252,000</u>	<u>0</u>	<u>0</u>
Total Gross Indebtedness	68,707,278	63,481,049	62,153,673	62,538,452
Less:				
Special Assessment Bonds	(3,491,873)	(3,769,325)	(4,057,031)	(843,242)
OPWC Loans	(394,585)	(459,049)	(481,251)	(434,173)
OWDA Loans	(17,539,626)	(13,457,878)	(7,619,248)	(9,609,279)
State Infrastructure Bank Loans	(3,252,000)	(3,252,000)	0	0
General Bond Retirement Fund Balance	<u>(889,319)</u>	<u>(678,226)</u>	<u>(576,108)</u>	<u>(1,240,977)</u>
Total Net Debt Applicable to Debt Limit	<u>43,139,875</u>	<u>41,864,571</u>	<u>49,420,035</u>	<u>50,410,781</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$51,100,644</u>	<u>\$58,710,529</u>	<u>\$50,864,894</u>	<u>\$53,034,045</u>
Legal Debt Margin as a Percentage of the Debt Limit	54.22%	58.37%	50.72%	51.27%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$49,364,081</u>	<u>\$52,682,195</u>	<u>\$52,530,201</u>	<u>\$54,185,385</u>
Total Gross Indebtedness	68,707,278	63,481,049	62,153,673	62,538,452
Less:				
Special Assessment Bonds	(3,491,873)	(3,769,325)	(4,057,031)	(843,242)
OPWC Loans	(394,585)	(459,049)	(481,251)	(434,173)
OWDA Loans	(17,539,626)	(13,457,878)	(7,619,248)	(9,609,279)
State Infrastructure Bank Loans	(3,252,000)	(3,252,000)	0	0
General Bond Retirement Fund Balance	<u>(889,319)</u>	<u>(678,226)</u>	<u>(576,108)</u>	<u>(1,240,977)</u>
Net Debt Within 5 ½ % Limitations	<u>43,139,875</u>	<u>41,864,571</u>	<u>49,420,035</u>	<u>50,410,781</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$6,224,206</u>	<u>\$10,817,624</u>	<u>\$3,110,166</u>	<u>\$3,774,604</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	12.61%	20.53%	5.92%	6.97%

Source: City Financial Records

2006	2005	2004	2003	2002	2001
<u>\$1,027,425,038</u>	<u>\$992,872,390</u>	<u>\$953,729,200</u>	<u>\$926,635,029</u>	<u>\$912,696,533</u>	<u>\$914,011,190</u>
\$ 107,879,629	\$ 104,251,601	\$ 100,141,566	\$ 97,296,678	\$ 95,833,136	\$ 95,971,175
32,821,150	28,905,973	21,398,094	22,427,918	23,427,742	24,352,566
1,086,230	1,342,900	1,581,906	2,077,082	2,547,257	2,992,433
15,755,000	9,870,000	13,300,000	12,930,000	7,030,000	2,800,000
360,729	236,353	354,423	463,486	588,362	587,707
11,455,596	13,168,648	14,758,119	16,232,982	17,601,555	18,871,551
0	0	0	0	0	0
61,478,705	53,523,874	51,392,542	54,131,468	51,194,916	49,604,257
(1,086,230)	(1,342,900)	(1,581,906)	(2,077,082)	(2,547,257)	(2,992,433)
(360,729)	(236,353)	(354,423)	(463,486)	(588,362)	(587,707)
(11,455,596)	(13,168,648)	(14,758,119)	(16,232,982)	(17,601,555)	(18,871,551)
0	0	0	0	0	0
(1,471,603)	(1,589,684)	(1,942,362)	(2,243,278)	(2,424,827)	(1,993,416)
47,104,547	37,186,289	32,755,732	33,114,640	28,032,915	25,159,150
<u>\$60,775,082</u>	<u>\$67,065,312</u>	<u>\$67,385,834</u>	<u>\$64,182,038</u>	<u>\$67,800,221</u>	<u>\$70,812,025</u>
56.34%	64.33%	67.29%	65.97%	70.75%	73.78%
<u>\$56,508,377</u>	<u>\$54,607,981</u>	<u>\$52,455,106</u>	<u>\$50,964,927</u>	<u>\$50,198,309</u>	<u>\$50,270,615</u>
61,478,705	53,523,874	51,392,542	54,131,468	51,194,916	49,604,257
(1,086,230)	(1,342,900)	(1,581,906)	(2,077,082)	(2,547,257)	(2,992,433)
(360,729)	(236,353)	(354,423)	(463,486)	(588,362)	(587,707)
(11,455,596)	(13,168,648)	(14,758,119)	(16,232,982)	(17,601,555)	(18,871,551)
0	0	0	0	0	0
(1,471,603)	(1,589,684)	(1,942,362)	(2,243,278)	(2,424,827)	(1,993,416)
47,104,547	37,186,289	32,755,732	33,114,640	28,032,915	25,159,150
<u>\$9,403,830</u>	<u>\$17,421,692</u>	<u>\$19,699,374</u>	<u>\$17,850,287</u>	<u>\$22,165,394</u>	<u>\$25,111,465</u>
16.64%	31.90%	37.55%	35.02%	44.16%	49.95%

**City of Elyria, Ohio**  
*Pledged Revenue Coverage*  
*Wastewater Pollution Control*  
*Last Ten Years*

Year	Wastewater Service Charges and Interest	Direct Operating Expenses (1)	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2010	\$10,556,526	\$9,377,823	\$1,178,703	\$1,384,866	\$731,086	55.71%
2009	9,814,908	8,205,781	1,609,127	4,718,528	752,952	29.41
2008	9,960,475	8,137,313	1,823,162	2,715,030	846,481	51.19
2007	9,983,573	7,984,908	1,998,665	1,972,826	956,223	68.24
2006	10,084,024	7,706,384	2,377,640	1,713,052	921,805	90.24
2005	9,916,895	7,002,444	2,914,451	1,671,204	987,717	109.61
2004	8,943,652	6,938,083	2,005,569	1,543,177	1,148,234	74.52
2003	9,112,363	6,983,835	2,128,528	1,436,889	1,427,357	74.31
2002	9,544,225	6,852,152	2,692,073	1,333,311	1,532,139	93.95
2001	9,934,251	5,981,175	3,953,076	1,236,880	1,629,409	137.92

Source: Annual audited financial statements of the City.

(1) Direct operating expenses do not include depreciation and amortization expense.

**City of Elyria, Ohio**  
Principal Employers  
Current Year and Nine Years Prior

<b>2010</b>		
Employer (b)	Employees (b)	Percentage of Total City Employment
Lorain County Community College	2,154	7.43%
EMH Regional Medical Center	1,743	6.01
Lorain County	1,483	5.11
Elyria City School District	1,020	3.52
Invacare	991	3.42
Ridge Tool Company	583	2.01
The City of Elyria	495	1.71
Bendix Commercial Vehicle Systems LLC	382	1.32
Parker Hannifin Corporation	320	1.10
Elyria Foundry Company	304	1.05
<b>Total</b>	<b>9,475</b>	<b>32.67%</b>
<b>Total Employment within the City (a)</b>	<b>29,000</b>	

<b>2001</b>		
Employer (b)	(b)	
Lorain County	1,296	4.52%
Elyria City School District	1,170	4.08
Invacare	1,150	4.01
EMH Regional Medical Center	1,073	3.74
Ridge Tool Company	900	3.14
The City of Elyria	552	1.92
Lorain County Community College	475	1.66
Elyria United Methodist Village	400	1.39
Honeywell / Bendix	385	1.34
Englehard Corporation	320	1.11
<b>Total</b>	<b>7,721</b>	<b>26.90%</b>
<b>Total Employment within the City (a)</b>	<b>28,700</b>	

Source: (a) U.S. Department of Labor - Bureau of Labor Statistics

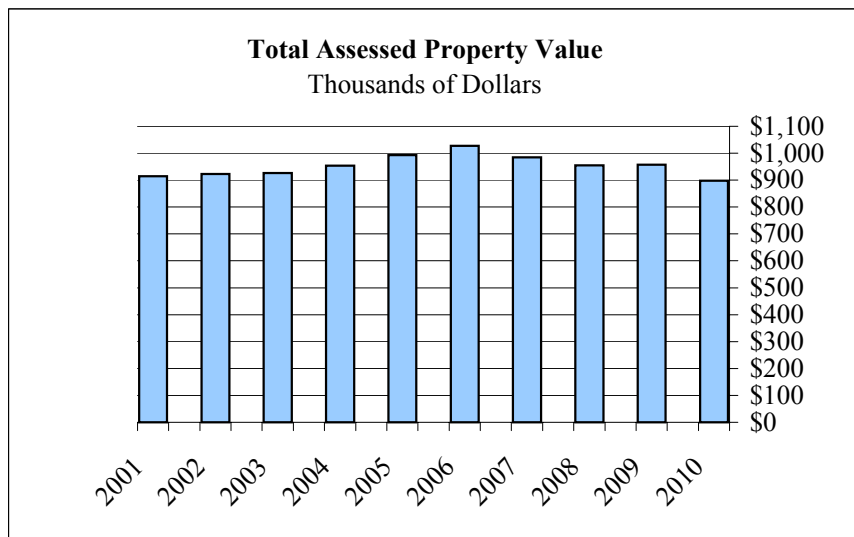
(b) Annual Information Statement - City of Elyria



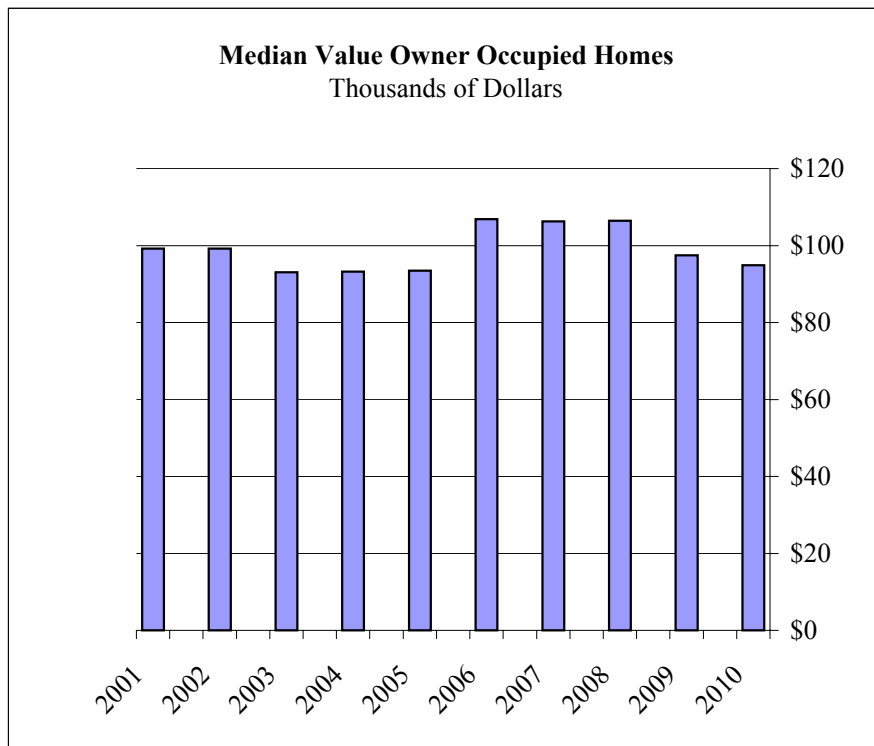
**City of Elyria, Ohio**  
*Demographic and Economic Statistics*  
*Last Ten Years*

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)
2010	55,953	\$1,082,354,832	\$19,344	\$38,156	34.8
2009	55,953	1,082,354,832	19,344	38,156	34.8
2008	55,953	1,082,354,832	19,344	38,156	34.8
2007	55,953	1,082,354,832	19,344	38,156	34.8
2006	55,953	1,082,354,832	19,344	38,156	34.8
2005	55,953	1,082,354,832	19,344	38,156	34.8
2004	55,953	1,082,354,832	19,344	38,156	34.8
2003	55,953	1,082,354,832	19,344	38,156	34.8
2002	55,953	1,082,354,832	19,344	38,156	34.8
2001	55,953	1,082,354,832	19,344	38,156	34.8

- (1) U. S. Bureau of Census, 2000 Federal Census
- (2) Source: Elyria City Schools Comprehensive Annual Financial Report
- (3) Source: Ohio Department of Job and Family Services
- (4) Source: Lorain County Auditor
- (5) Computation of per capita personal income multiplied by population



Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	Unemployment Rate (3)	Median Value Owner Occupied Homes (1)(4)	Total Assessed Property Value (4)
5.8%	7,131	10.4%	\$94,909 (4)	\$897,529
5.8	7,289	9.3	97,440 (4)	957,858
5.8	7,315	7.0	106,410 (4)	955,095
5.8	7,277	6.3	106,270 (4)	985,189
5.8	7,335	5.7	106,860 (4)	1,027,425
5.8	7,528	5.7	93,500 (4)	992,872
5.8	7,815	5.9	93,260 (4)	953,729
5.8	7,820	7.9	93,090 (4)	926,635
5.8	8,090	7.4	99,200 (1)	922,641
5.8	8,289	6.1	99,200 (1)	914,011



**City of Elyria, Ohio**  
*Full-Time Equivalent City Government Employees by Function/Program*  
*Last Nine Years*

Function/Program	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>General Government</b>									
Mayor	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Administration	1.50	1.50	1.50	1.50	1.50	1.00	1.50	1.50	1.50
Income Tax	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Auditor	7.00	7.00	7.00	7.00	7.50	7.50	7.50	7.50	8.00
Law Director	15.00	16.00	15.50	15.00	14.50	14.00	14.00	13.00	14.50
Council	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Court	42.00	40.00	46.50	44.50	45.00	46.00	44.00	45.00	45.00
Civil Service	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Building & Lands	2.00	1.00	3.00	3.00	3.00	3.00	3.00	2.00	2.00
Engineer	4.00	4.00	5.00	5.00	5.00	6.00	6.00	7.00	7.00
Central Maintenance	9.00	8.00	8.00	8.00	8.00	8.00	7.00	7.00	7.00
<b>Public Safety</b>									
Police	84.00	84.00	86.00	89.00	88.00	84.00	85.00	90.00	92.00
Police - School Guards	0.00	0.00	24.00	24.50	25.50	25.00	25.50	27.50	27.50
Police - Dispatchers/Office/Other	14.00	17.00	27.00	28.00	28.00	28.00	27.00	30.00	32.50
Police - Prisoner Support	0.00	0.00	22.00	22.00	22.00	19.00	19.00	20.00	20.00
Police - Animal Wardens	0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00	1.00
Fire	73.00	52.00	75.00	69.00	70.00	72.00	66.50	66.50	72.00
Fire - Secretary - Other	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00	3.00
Communications	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Safety Service	7.00	7.00	7.00	8.00	7.00	8.00	7.00	7.50	7.00
Traffic Lights	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.00
<b>Health</b>									
Cemetery	5.00	5.00	4.50	5.50	6.00	6.50	6.00	5.50	6.50
Health Administration	22.00	22.00	27.50	26.00	29.50	31.50	35.50	34.50	35.50
<b>Culture and Recreation</b>									
Parks & Recreation	14.00	15.00	20.00	20.00	20.00	21.00	20.00	22.00	22.00
Swimming Pools	13.00	12.50	27.00	25.50	27.00	28.00	29.00	34.00	32.50
<b>Community Environment</b>									
Planning	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00
Client Advocate	0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00	0.00
Community Development	5.00	1.00	4.00	5.00	5.00	5.00	5.00	5.00	4.00
Building	8.00	8.00	13.00	15.00	14.00	13.50	14.50	15.50	14.50
<b>Highways and Streets</b>									
Street M&R	16.00	14.00	14.00	14.00	14.00	14.00	14.00	14.00	18.00
<b>Business-type activities</b>									
Sanitation	23.00	25.00	24.00	25.00	26.00	26.50	26.00	27.00	27.00
Water	51.00	54.00	52.50	51.00	51.00	54.00	54.00	55.00	54.00
Wastewater	58.00	60.00	57.00	55.50	53.50	56.50	58.50	59.00	56.50
<b>Totals:</b>	<b>495.00</b>	<b>475.50</b>	<b>592.50</b>	<b>588.50</b>	<b>592.50</b>	<b>601.50</b>	<b>601.00</b>	<b>621.50</b>	<b>630.00</b>

**Source:** City Payroll Department - Monthly Employee Count

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee at year end.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2010	2009	2008	2007
<b>General Government</b>				
<i><b>Council and Clerk</b></i>				
Number of Ordinances Passed	173	253	175	164
Number of Resolutions Passed	26	26	27	25
Number of Planning Commission docket items	53	61	67	55
Zoning Board of Appeals docket items	30	21	20	32
<i><b>Finance Department</b></i>				
Number of checks/ vouchers issued	23,906	24,611	28,174	28,798
Interest earnings for fiscal year (cash basis)	\$27,761	\$108,703	\$687,783	\$1,469,598
Agency Ratings - Moody's Financial Services	A3	A3	A2	A2
Health Insurance Costs vs General Fund Expenditures %	20.24%	18.11%	15.93%	15.60%
General Fund Receipts (modified accrual basis)	\$26,121,165	\$25,282,993	\$27,746,672	\$28,907,620
General Fund Expenditures (modified accrual basis )	\$24,065,113	\$26,752,915	\$31,085,114	\$28,903,261
General Fund Balances (modified accrual basis)	\$2,627,561	\$571,509	\$2,041,431	\$5,379,873
<i><b>Income Tax Department</b></i>				
Number of Individual Returns	17,719	19,656	18,771	18,107
Number of Business Returns	2,735	2,642	2,187	1,952
Number of business withholding accounts	2,271	2,357	2,376	2,499
Amount of Penalties and Interest Collected	\$82,274	\$75,904	\$57,708	\$84,365
Annual number of Corporate withholding forms processed	18,950	18,779	17,843	18,162
Annual number of balance due statements forms processed	8,894	8,920	9,853	11,336
Annual number of reconciliations of withholdings processed	1,816	1,885	1,902	1,874
<i><b>Engineer Contracted Services</b></i>				
Dollar amount of Construction overseen by Engineer	\$16,491,648	\$4,994,181	\$25,325,011	\$2,527,636
<i><b>Municipal Motor Vehicle Tax Fund</b></i>				
Amount of License Fees Collected for street resurfacing	\$857,896	\$847,262	\$867,483	\$886,504
Average cost per square yard of asphalt (labor & material)	\$10.67	\$10.53	\$10.94	\$9.10
<i><b>Municipal Court</b></i>				
Number of Criminal Cases	4,077	4,780	4,347	4,231
Number of Civil cases	11,842	14,287	17,898	16,558
<i><b>Health Department</b></i>				
Number of Health Inspections	1,494	1,721	1,899	1,196
Public Health Case Management Encounters	3,308	3,499	5,237	5,027
Adult immunizations	5,104	11,535	5,685	5,681
Childhood immunizations	1,983	2,246	3,087	3,271
Dental sealants applied	3,457	2,884	2,700	2,829
<i><b>Civil Service</b></i>				
Number of police entry tests administered	0	1	0	1
Number of fire entry tests administered	1	0	0	1
Number of police promotional tests administered	1	0	0	1
Number of fire promotional tests administered	1	0	4	0
Number of appointments from certified lists	17	4	7	16

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(continued)

**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2006	2005	2004	2003	2002
<b>General Government</b>					
<i>Council and Clerk</i>					
Number of Ordinances Passed	179	165	194	215	236
Number of Resolutions Passed	69	23	27	30	29
Number of Planning Commission docket items	81	92	128	102	n/a
Zoning Board of Appeals docket items	19	20	24	22	26
<i>Finance Department</i>					
Number of checks/ vouchers issued	27,999	28,006	31,001	28,402	n/a
Interest earnings for fiscal year (cash basis)	\$1,259,434	\$696,259	\$356,060	\$431,678	\$680,710
Agency Ratings - Moody's Financial Services	A2	A2	A2	A2	A2
Health Insurance Costs vs General Fund Expenditures %	17.69%	19.38%	15.03%	19.17%	17.76%
General Fund Receipts (modified accrual basis)	\$28,912,270	\$27,683,228	\$26,460,680	\$25,281,266	\$25,918,364
General Fund Expenditures (modified accrual basis )	\$29,084,157	\$26,254,660	\$26,615,198	\$26,872,551	\$26,343,509
General Fund Balances (modified accrual basis)	\$5,375,514	\$5,547,401	\$4,118,833	\$4,273,351	\$5,864,636
<i>Income Tax Department</i>					
Number of Individual Returns	19,124	24,588	18,801	19,132	n/a
Number of Business Returns	1,735	2,063	2,133	1,994	n/a
Number of business withholding accounts	2,416	2,547	2,520	2,521	2,458
Amount of Penalties and Interest Collected	\$143,012	\$106,738	\$65,607	\$83,690	n/a
Annual number of Corporate withholding forms processed	18,510	17,591	17,846	17,209	n/a
Annual number of balance due statements forms processed	11,301	12,255	11,597	10,304	n/a
Annual number of reconciliations of withholdings processed	2,055	2,217	2,093	2,144	n/a
<i>Engineer Contracted Services</i>					
Dollar amount of Construction overseen by Engineer	\$12,968,072	\$5,082,331	\$1,708,725	\$10,861,153	\$7,650,460
<i>Municipal Motor Vehicle Tax Fund</i>					
Amount of License Fees Collected for street resurfacing	\$882,356	\$910,995	\$893,033	\$505,227	\$487,158
Average cost per square yard of asphalt (labor & material)	\$8.20	\$6.53	\$6.36	\$5.80	\$5.45
<i>Municipal Court</i>					
Number of Criminal Cases	4,077	3,998	4,396	4,505	3,980
Number of Civil cases	16,276	16,537	16,016	19,356	20,735
<i>Health Department</i>					
Number of Health Inspections	1,142	1,185	1,225	1,217	1,112
Public Health Case Management Encounters	4,162	3,840	3,884	3,944	4,138
Adult immunizations	6,216	7,322	8,457	7,023	4,990
Childhood immunizations	3,804	4,415	4,800	5,671	5,881
Dental sealants applied	2,589	2,044	1,334	1,501	638
<i>Civil Service</i>					
Number of police entry tests administered	0	1	0	1	0
Number of fire entry tests administered	0	1	0	1	0
Number of police promotional tests administered	0	0	2	0	3
Number of fire promotional tests administered	2	2	2	2	1
Number of appointments from certified lists	8	10	0	14	15

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(continued)

**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2010	2009	2008	2007
<b>Building Department Indicators</b>				
Construction Permits Issued	1,635	636	1,648	1,578
Estimated Value of Construction	\$29,963,745	\$76,572,474	\$15,605,172	\$49,756,670
Amount of Revenue generated from permits	\$322,361	\$699,151	\$189,290	\$475,716
Amount of Revenue from contractor registrations issued	\$77,800	\$76,050	\$74,350	\$82,325
<b>Public Safety</b>				
<b>Police</b>				
Total Calls for Services	40,132	42,547	38,285	37,409
Number of traffic citations issued	2,869	3,733	4,631	5,041
Number of parking citations issued	247	454	1,390	1,301
Number of arrests	7,743	9,440	11,094	11,194
Number of accident reports completed	1,772	1,805	2,063	2,095
Serious offenses	3,433	3,795	3,760	3,909
Animal Warden service calls responded to per annual report	n/a	n/a	n/a	n/a
Police Dept. Auxiliary hours worked	2,433	2,394	489	633
DUI Arrests	235	338	617	541
Prisoners	0	3,007	4,376	4,087
Prisoner meal costs	\$0	\$55,775	\$97,733	\$108,798
Property damage accidents	1,421	1,448	1,672	1,684
Fatalities from Motor Vehicle Accidents	3	3	1	2
Safety Town Students	334	356	400	405
<b>Fire</b>				
EMS Calls	1,474	1,335	2,231	2,508
Fire Calls	246	268	268	246
Fires with Loss	152	252	120	125
Fires with Losses exceeding \$10K	41	20	30	21
Fire Safety Inspections	73	70	590	734
Number of times Mutual Aid given to Fire and EMS	13	14	17	22
Number of times Mutual Aid received for Fire and EMS	18	25	20	12
<b>Health</b>				
Cemetery burials	137	144	206	198
Cemetery cremations	57	45	39	45
Cemetery sale of lots	134	132	189	168
Cemetery receipts	\$80,300	\$86,385	\$110,405	\$89,965

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(continued)

**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2006	2005	2004	2003	2002
<b>Building Department Indicators</b>					
Construction Permits Issued	1,811	1,828	2,175	2,366	2,544
Estimated Value of Construction	\$59,250,100	\$36,642,867	\$40,465,710	\$53,933,506	\$83,558,723
Amount of Revenue generated from permits	\$440,594	\$232,806	\$200,335	\$325,933	\$429,331
Amount of Revenue from contractor registrations issued	\$99,175	\$90,250	\$90,845	\$104,874	\$102,950
<b>Public Safety</b>					
<b>Police</b>					
Total Calls for Services	37,700	38,644	40,096	39,409	38,900
Number of traffic citations issued	5,296	5,544	5,204	6,230	7,305
Number of parking citations issued	1,627	2,170	2,297	2,758	3,009
Number of arrests	11,362	12,324	11,603	12,440	13,721
Number of accident reports completed	2,097	2,330	2,530	2,533	2,583
Serious offenses	4,397	4,129	4,575	4,352	4,788
Animal Warden service calls responded to per annual report	n/a	n/a	536	502	525
Police Dept. Auxiliary hours worked	1,820	1,600	1,383	1,752	1,761
DUI Arrests	596	340	449	575	744
Prisoners	3,921	4,149	4,113	4,397	4,546
Prisoner meal costs	\$108,227	\$98,792	\$91,298	\$101,493	\$115,401
Property damage accidents	1,669	1,871	2,014	2,039	2,069
Fatalities from Motor Vehicle Accidents	0	1	3	4	3
Safety Town Students	450	400	355	347	405
<b>Fire</b>					
EMS Calls	2,303	2,201	2,104	2,081	n/a
Fire Calls	218	216	227	197	n/a
Fires with Loss	81	88	114	53	n/a
Fires with Losses exceeding \$10K	26	20	18	21	n/a
Fire Safety Inspections	1,398	628	845	965	n/a
Number of times Mutual Aid given to Fire and EMS	22	16	5	9	n/a
Number of times Mutual Aid received for Fire and EMS	14	12	4	4	n/a
<b>Health</b>					
Cemetery burials	220	216	225	223	234
Cemetery cremations	49	41	39	41	34
Cemetery sale of lots	170	161	217	220	218
Cemetery receipts	\$105,691	\$105,469	\$125,837	\$104,211	\$113,286

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(continued)

**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2010	2009	2008	2007
<b>Culture and Recreation</b>				
<i>Recreation</i>				
Number of parks	13	13	13	13
Size of parks in acreage	358	358	358	358
Recreation Swimming pool receipts	\$26,772	\$25,256	\$63,558	\$59,416
Recreation Mens & Womens League/Program receipts	205,116	191,514	255,188	269,060
Recreation Ice rink receipts	151,321	154,326	137,250	145,867
Recreation Concessions and miscellaneous receipts	66,388	49,024	94,379	94,153
Fireworks donations	0	0	12,207	14,287
	<u>0</u>	<u>0</u>	<u>12,207</u>	<u>14,287</u>
Total Recreation Department receipts	<u>\$449,597</u>	<u>\$420,120</u>	<u>\$562,582</u>	<u>\$582,783</u>
<b>Community Development</b>				
Community Development Block Grants	\$601,606	\$865,418	\$764,224	\$827,159
Community Development Block Grant Program Income	\$48,101	\$70,192	\$40,049	\$36,606
Comprehensive Housing Improvement Program Grants	\$60,874	\$0	\$0	\$0
Comprehensive Housing Improvement Program Income	\$11,500	\$28,828	\$5,323	\$49,067
Enterprise Zone/Community Reinvestment Area Fees	\$1,900	\$3,300	\$4,500	\$8,000
<b>Basic Utility Services</b>				
Refuse collection rates (by month)				
Residential	\$ 20.55	\$ 19.76	\$ 16.83	\$ 16.10
Homestead	14.38	13.83	7.79	7.45
Commercial:				
Basic	60.88	58.54	49.86	47.71
One-yard container	36.52	35.11	29.91	28.62
Two-yard container	47.47	45.65	38.88	37.20
Cost per cubic yard	11.87	11.41	9.72	9.30
Extra pick-up charge	34.69	33.35	28.41	27.19
Refuse collection customer counts				
Residential	13,833	13,804	14,030	15,120
Homestead	2,433	2,396	2,132	879
Commercial	164	166	139	137
Total	<u>16,430</u>	<u>16,366</u>	<u>16,301</u>	<u>16,136</u>
Refuse receipts by customer type				
Residential	\$ 3,538,055	\$ 3,280,849	\$ 2,829,389	\$ 3,068,058
Homestead	\$ 426,193	\$ 405,546	\$ 106,673	\$ 86,179
Commercial	\$ 143,530	\$ 135,100	\$ 121,110	\$ 111,396
Total	<u>\$ 4,107,778</u>	<u>\$ 3,821,495</u>	<u>\$ 3,057,172</u>	<u>\$ 3,265,633</u>

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(continued)



**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2006	2005	2004	2003	2002
<b>Culture and Recreation</b>					
<i>Recreation</i>					
Number of parks	13	14	14	14	14
Size of parks in acreage	358	360	360	360	360
Recreation Swimming pool receipts	\$60,415	\$54,649	\$53,400	\$51,897	\$54,834
Recreation Mens & Womens League/Program receipts	250,748	226,999	218,669	214,094	215,788
Recreation Ice rink receipts	131,596	116,065	124,392	103,831	123,609
Recreation Concessions and miscellaneous receipts	91,557	107,502	110,469	75,817	88,052
Fireworks donations	14,792	22,427	25,274	20,373	24,728
Total Recreation Department receipts	<u>\$549,108</u>	<u>\$527,642</u>	<u>\$532,204</u>	<u>\$466,012</u>	<u>\$507,011</u>
<b>Community Development</b>					
Community Development Block Grants	\$671,358	\$739,003	\$772,000	\$772,000	\$795,000
Community Development Block Grant Program Income	\$108,572	\$116,182	\$227,214	\$62,067	\$171,045
Comprehensive Housing Improvement Program Grants	\$0	\$500,000	\$0	\$0	\$500,000
Comprehensive Housing Improvement Program Income	\$56,154	\$27,750	\$90,817	\$93,880	\$56,378
Enterprise Zone/Community Reinvestment Area Fees	\$7,500	\$6,600	\$5,500	\$9,000	\$11,000
<b>Basic Utility Services</b>					
Refuse collection rates (by month)					
Residential	\$ 15.41	\$ 14.75	\$ 14.11	\$ 13.00	n/a
Homestead	7.13	6.82	6.25	6.00	n/a
Commercial:					
Basic	45.65	43.68	41.80	40.00	n/a
One-yard container	27.39	26.21	25.08	24.00	n/a
Two-yard container	35.60	34.07	32.60	31.20	n/a
Cost per cubic yard	8.90	8.52	8.15	7.80	n/a
Extra pick-up charge	26.02	24.90	23.83	22.80	n/a
Refuse collection customer counts					
Residential	15,058	14,866	15,415	15,338	n/a
Homestead	854	847	884	880	n/a
Commercial	135	134	145	144	n/a
Total	<u>16,047</u>	<u>15,847</u>	<u>16,444</u>	<u>16,362</u>	n/a
Refuse receipts by customer type					
Residential	\$ 2,876,216	\$ 2,768,637	\$ 2,710,533	\$ 2,697,048	n/a
Homestead	\$ 74,013	\$ 71,243	\$ 70,354	\$ 70,004	n/a
Commercial	\$ 109,302	\$ 110,470	\$ 114,284	\$ 113,716	n/a
Total	<u>\$ 3,059,531</u>	<u>\$ 2,950,350</u>	<u>\$ 2,895,172</u>	<u>\$ 2,880,768</u>	n/a

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(continued)

**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2010	2009	2008	2007
<b>Water Department</b>				
Water Rates per 1st 300 Cu ft of water used				
Residential	\$ 8.07	\$ 7.14	\$ 5.58	\$ 5.34
Homestead	5.70	5.04	3.94	3.77
Minimum charge 301 - 7,000 Cu ft per HCF of water used	2.14	1.89	1.48	1.42
Minimum charge 7,001 - 20,000 Cu ft per HCF of water used	2.10	1.86	1.45	1.39
Minimum charge > 20,001 Cu ft per HCF of water used	2.05	1.82	1.42	1.36
Water customer counts				
Residential	19,004	20,674	20,063	21,269
Homestead	3,389	2,898	2,436	1,101
Commercial	780	700	696	645
Total	23,173	24,272	23,195	23,015
Water billings by customer type				
Residential	\$ 3,616,709	\$ 3,175,836	\$ 3,205,689	\$ 3,575,876
Homestead	\$ 354,286	\$ 267,765	\$ 202,927	\$ 84,111
Commercial	\$ 3,562,542	\$ 3,139,508	\$ 2,399,281	\$ 1,980,216
Total	\$ 7,533,537	\$ 6,583,109	\$ 5,807,897	\$ 5,640,202
Water usage by customer type (in hundred cubic feet)				
Residential	1,636,410	1,557,487	1,817,704	1,993,219
Homestead	156,001	146,133	127,274	50,206
Commercial	1,681,107	1,910,820	1,849,009	1,884,235
Total	3,473,518	3,614,440	3,793,987	3,927,660
<b>Wastewater Department</b>				
Sewer rates				
Minimum Charge 0 to 3 HCF-Sewer OMR	\$ 10.05	\$ 9.30	\$ 9.06	\$ 8.65
Charge per HCF over 3 HCF	3.35	3.10	3.02	2.88
Minimum Charge 0 to 3 HCF-DEBT	5.46	5.07	4.92	4.70
Charge per HCF over 3 HCF	1.82	1.69	1.64	1.56
Monitor Fee	0.25	0.25	0.25	0.25
Sewer customer counts by type				
Residential/Homestead	18,268	18,391	18,272	18,601
Commercial	690	610	534	555
Total	18,958	19,001	18,806	19,156
Sewer receipts by customer type				
Residential/Homestead	\$ 6,916,909	\$ 7,359,087	\$ 7,076,703	\$ 6,971,417
Commercial	\$ 3,405,838	\$ 2,362,215	\$ 2,584,665	\$ 2,699,187
Total	\$ 10,322,747	\$ 9,721,302	\$ 9,661,368	\$ 9,670,604
Sewer usage by customer type (in hundred cubic feet)				
Residential/Homestead	1,350,105	1,497,027	1,487,219	1,528,087
Commercial	606,978	602,978	527,854	568,544
Total	1,957,083	2,100,005	2,015,073	2,096,631

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(continued)

**City of Elyria, Ohio**  
*Operating Indicators by Function/Program*  
*Last Nine Years (1)*

Function/Program	2006	2005	2004	2003	2002
<b>Water Department</b>					
Water Rates per 1st 300 Cu ft of water used					
Residential	\$ 5.11	\$ 4.89	\$ 4.68	\$ 4.25	n/a
Homestead	3.61	3.45	3.30	3.00	n/a
Minimum charge 301 - 7,000 Cu ft per HCF of water used	1.36	1.30	1.25	1.14	n/a
Minimum charge 7,001 - 20,000 Cu ft per HCF of water used	1.33	1.27	1.22	1.11	n/a
Minimum charge > 20,001 Cu ft per HCF of water used	1.30	1.24	1.19	1.08	n/a
Water customer counts					
Residential	21,470	21,430	21,397	21,343	n/a
Homestead	1,112	1,098	1,086	1,066	n/a
Commercial	637	633	630	625	n/a
Total	23,219	23,161	23,113	23,034	n/a
Water billings by customer type					
Residential	\$ 3,185,888	\$ 2,999,626	\$ 2,848,038	\$ 2,570,797	n/a
Homestead	\$ 81,405	\$ 79,580	\$ 69,600	\$ 67,937	n/a
Commercial	\$ 1,977,676	\$ 2,196,875	\$ 1,979,775	\$ 1,938,487	n/a
Total	\$ 5,244,970	\$ 5,276,081	\$ 4,897,412	\$ 4,577,221	n/a
Water usage by customer type (in hundred cubic feet)					
Residential	1,895,298	1,943,242	1,905,204	1,892,547	n/a
Homestead	53,321	55,124	51,143	53,707	n/a
Commercial	1,739,906	1,896,317	1,555,145	1,648,799	n/a
Total	3,688,525	3,894,683	3,511,492	3,595,053	n/a
<b>Wastewater Department</b>					
Sewer rates					
Minimum Charge 0 to 3 HCF-Sewer OMR	\$ 8.28	\$ 7.92	\$ 7.59	\$ 7.26	n/a
Charge per HCF over 3 HCF	2.76	2.64	2.53	2.42	n/a
Minimum Charge 0 to 3 HCF-DEBT	4.50	4.32	4.14	3.96	n/a
Charge per HCF over 3 HCF	1.50	1.44	1.38	1.32	n/a
Monitor Fee	0.25	0.25	0.25	0.25	n/a
Sewer customer counts by type					
Residential/Homestead	18,302	18,259	18,216	18,156	n/a
Commercial	551	548	545	540	n/a
Total	18,853	18,807	18,761	18,696	n/a
Sewer receipts by customer type					
Residential/Homestead	\$ 6,632,625	\$ 6,035,828	\$ 6,201,239	\$ 5,396,253	n/a
Commercial	\$ 2,593,217	\$ 2,704,411	\$ 2,603,072	\$ 2,687,919	n/a
Total	\$ 9,225,842	\$ 8,740,239	\$ 8,804,311	\$ 8,084,173	n/a
Sewer usage by customer type (in hundred cubic feet)					
Residential/Homestead	1,541,106	1,601,985	1,588,938	1,558,781	n/a
Commercial	562,467	591,065	613,478	595,924	n/a
Total	2,103,573	2,193,050	2,202,416	2,154,705	n/a

(1) Information denoted n/a prior to 2003 is not available.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

**City of Elyria, Ohio**  
*Capital Assets Statistics by Function/Program*  
*Last Eight Years*

Function/Program	2010	2009	2008	2007	2006	2005	2004	2003
<b>General Government</b>								
Square Footage Occupied - City Hall	62,103	62,103	62,103	62,103	62,103	62,103	62,103	17,500
Square Footage Occupied - Muni Court	49,000	49,000	49,000	49,000	17,500	17,500	17,500	17,500
Municipal Court Vehicles	2	2	2	2	3	3	3	3
Engineering Vehicles	5	5	5	5	8	8	7	7
Central Maintenance Garage Vehicles	4	4	3	3	5	5	5	5
<b>Public Safety</b>								
<b>Police</b>								
Stations	1	1	1	1	1	1	1	1
Square Footage of Building	53,000	53,000	53,000	53,000	53,000	53,000	53,000	53,000
Vehicles	95	91	99	99	108	100	92	92
<b>Fire</b>								
Stations	4	4	4	4	4	4	4	4
Square Footage of Station #1 Cedar St.	8,784	8,784	8,784	8,784	8,784	8,784	8,784	8,784
Square Footage of Station #2 E. Broad St.	16,364	16,364	16,364	16,364	16,364	16,364	16,364	16,364
Square Footage of Station #3 Lorain Blvd.	7,443	7,443	7,443	7,443	7,443	7,443	7,443	7,443
Square Footage of Station #4 N. Abbe Rd.	6,750	6,750	6,750	6,750	6,750	6,750	6,750	6,750
Vehicles	26	26	23	23	21	21	21	21
<b>Communications</b>								
Vehicles	7	7	6	6	8	8	7	7
<b>Safety Service</b>								
Vehicles	1	1	2	2	6	6	6	6
<b>Health</b>								
<b>Health</b>								
Vehicles	7	7	6	6	5	5	5	5
<b>Cemetery</b>								
Vehicles	13	13	13	13	13	13	12	12

Source: City insurance policy vehicle and building location schedules.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.

(Continued)

**City of Elyria, Ohio**  
*Capital Assets Statistics by Function/Program (Continued)*  
*Last Eight Years*

Function/Program	2010	2009	2008	2007	2006	2005	2004	2003
<b>Culture and Recreation</b>								
Number of Parks	13	13	13	13	13	14	14	14
Number of Pools	4	4	4	4	4	4	4	4
Number of Ice Rinks	1	1	1	1	1	1	1	1
Number of Tennis Courts	4	4	4	4	4	10	10	10
Number of Skateboarding Areas	1	1	1	1	1	1	0	0
Number of Baseball Diamonds	10	10	10	10	10	10	10	10
Number of Soccer Fields	2	2	2	2	2	2	2	0
Square Footage of North Park Center	22,908	22,908	22,908	22,908	22,908	22,908	22,908	22,908
Square Footage of South Park Center	10,256	10,256	10,256	10,256	10,256	10,256	10,256	10,256
Square Footage of East Park Center	11,288	11,288	11,288	11,288	11,288	11,288	11,288	11,288
Square Footage of West Park Center	9,922	9,922	9,922	9,922	9,922	9,922	9,922	9,922
Vehicles	35	35	35	35	27	27	26	25
<b>Community Environment</b>								
<b>Community Development</b>								
Vehicles	4	4	6	6	8	8	8	8
<b>Housing Code Enforcement</b>								
Vehicles	4	4	6	6	9	9	9	9
<b>Highways and Streets</b>								
Streets (miles)	192	192	192	192	192	192	192	189
Service Vehicles	27	26	31	31	28	26	26	26
<b>Water</b>								
Water Lines (miles)	220	220	220	220	220	220	220	219
Vehicles	31	31	22	22	21	21	20	20
<b>Sanitation</b>								
Vehicles	21	19	18	18	19	19	19	19
<b>Wastewater</b>								
Sanitary Sewers (miles)	184	184	184	184	184	184	184	183
Storm Sewers (miles)	113	113	113	113	113	113	113	112
Vehicles	41	41	39	39	39	39	38	37

Source: City insurance policy vehicle and building location schedules.

Note: The City of Elyria Implemented GASB Statement 34 in 2003.