

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

For the Year Ended December 31, 2009



**CITY OF FINDLAY, OHIO**  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2009

PREPARED BY:

CITY AUDITOR'S OFFICE  
ROBERT COLE SPRAGUE, CITY AUDITOR



**CITY OF FINDLAY, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

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# INTRODUCTORY SECTION





## AUDITOR'S OFFICE

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Telephone: 419-424-7101 • Fax: 419-424-7866

ROBERT COLE SPRAGUE  
CITY AUDITOR

May 28, 2010

To the Residents of Findlay, Ohio:

The Comprehensive Annual Financial Report (CAFR) of the City of Findlay (the "City"), Ohio, for the fiscal year ended December 31, 2009, is submitted herewith. The report has been prepared for the citizens of Findlay, the elected officials, bondholders, the investment community, rating agencies, and all persons interested in the financial affairs of the City. This report includes the City's implementation of accounting principles generally accepted in the United States of America (GAAP) set forth by the Governmental Accounting Standards Board (GASB).

Responsibility for both the accuracy of the presented data and the thoroughness of the presentation rests with the City. We believe the data to be accurate in all material respects and to be presented in a manner designed to disclose the financial position of the City and the operating results of its various funds.

The City's financial records are maintained and reported according to GAAP. All City operations are categorized and reported by fund. Our internal accounting controls are designed to provide reasonable assurance for the safeguard of assets against loss from unauthorized use or disposition, and reliable records as the basis for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of controls should not exceed the benefits likely to be derived from the operation of the system. The City's internal controls and accounting procedures are evaluated during each official annual audit of the City's financial statements. The financial accounting system, including payroll processing, is fully computerized. The automated system used in conjunction with a series of manual controls and approvals provide an effective monitoring procedure.

The firm of Julian & Grube, Inc. has audited the basic financial statements of the City, and their Auditor's Report is included herein. In addition to the financial audit, a single audit was performed as required by the Single Audit Act Amendment of 1996 and the provisions of OMB circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. The single audit report is not included in this Comprehensive Annual Financial Report.

As a part of the City's independent audit, tests are made to determine the adequacy of the internal controls, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's independent audit for the year ended December 31, 2009 provided no instances of material weaknesses in the internal controls or significant violations of applicable laws and regulations.

This transmittal letter is designed to provide historical information about the City, as well as complement the required Management's Discussion and Analysis (MD&A). GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The City's MD&A can be found immediately following the Independent Auditor's Report.

## **PROFILE OF THE CITY**

The City is located in the northwestern part of the State of Ohio, and is the county seat and largest city in Hancock County. Findlay is a statutory city that operates under the statutes as set forth by the Ohio Revised Code, which requires our elected officials to be a Mayor, Council Members, a City Auditor, a City Treasurer, and a Director of Law. The office of the Treasurer is a part-time position. All officials are elected to four-year terms except the members of Council. Council members serve for a period of two years. There is a President of Council and nine council persons, three of whom are elected at-large and six by the respective wards. The Safety Director and the Service Director are appointed by the Mayor. The Safety Director has administrative responsibility for the safety/security forces and the Service Director oversees the utilities, streets, engineering, parks, and all other service departments.

The City provides police and fire protection, health services, engineering and zoning, street construction and maintenance, parks and recreation facilities, a Municipal Court, a cemetery, a work release facility and general government services. The City also operates several enterprise activities including water treatment and distribution, water pollution control, parking enforcement, airport maintenance and fuel sales, and an outdoor swimming pool. Private enterprises provide the citizens with trash removal and ambulance services. The City's financial statements include all funds, agencies, boards, commissions, and departments for which the City is financially accountable. The City has no component units.

The Findlay Municipal Court (the "Court") operates under two elected municipal judges. The jurisdiction of the Court includes the City of Findlay and all of Hancock County except Washington Township and three precincts of a ward within the City of Fostoria, all of which are serviced by the Fostoria Municipal Court. The City's general fund provides the funding for the Court, with reimbursement from the County for a percentage of certain administrative costs. The court costs and fines collected through the court are distributed to the various political jurisdictions based on the charges filed in the Court. As the Court is financially interdependent on the City, the operational activity of the Court is reflected in the general fund of the City in the accompanying financial statements. The amount of fines and forfeitures collected by the Court that are disbursed to various State and local governments is reflected in an agency fund in the accompanying financial statements.

The annual budget serves as the foundation of the City's financial planning and control. Departmental budgets are prepared by the individual supervisors, approved by the Service Director or Safety Director, and then submitted to Council members for final review. The legal level of budgetary control is at the departmental level within each fund. Within each departmental budget, the legal level is further broken down to objects "personal services" and "other". All changes in departmental appropriations or changes between the "personal services" and "other" objects within a department require action by the City Council. See Note 2.F to the basic financial statements for further discussion on the City's budgetary process.

## **ECONOMIC CONDITION AND OUTLOOK**

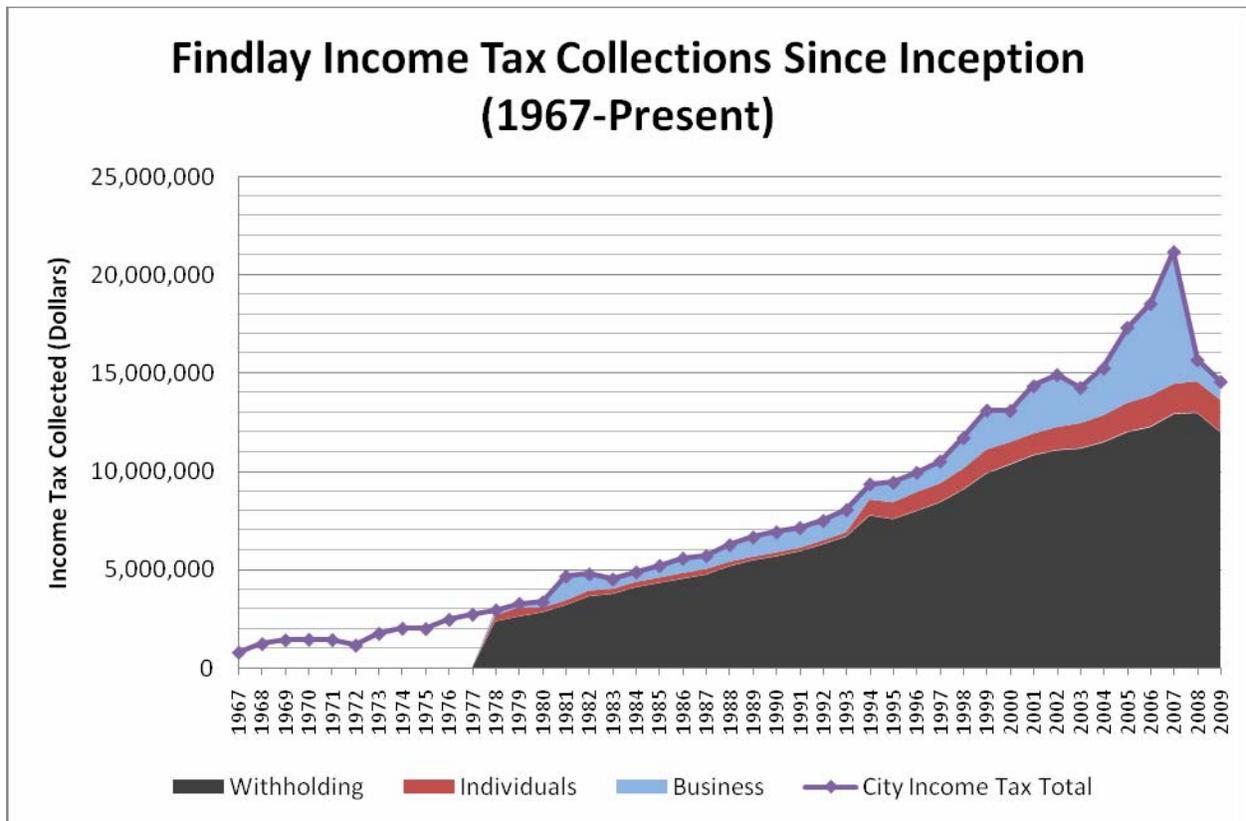
### ***Local Economy***

Macroeconomic forces have driven most of the City of Findlay financial and public policy directives during 2009. In fact, the years 2007, 2008, and 2009 have made it painfully clear that much of our local economy is dependent on things outside of the City's control: acts of God, global economic conditions, national public policy, and the rise and fall of key industries.

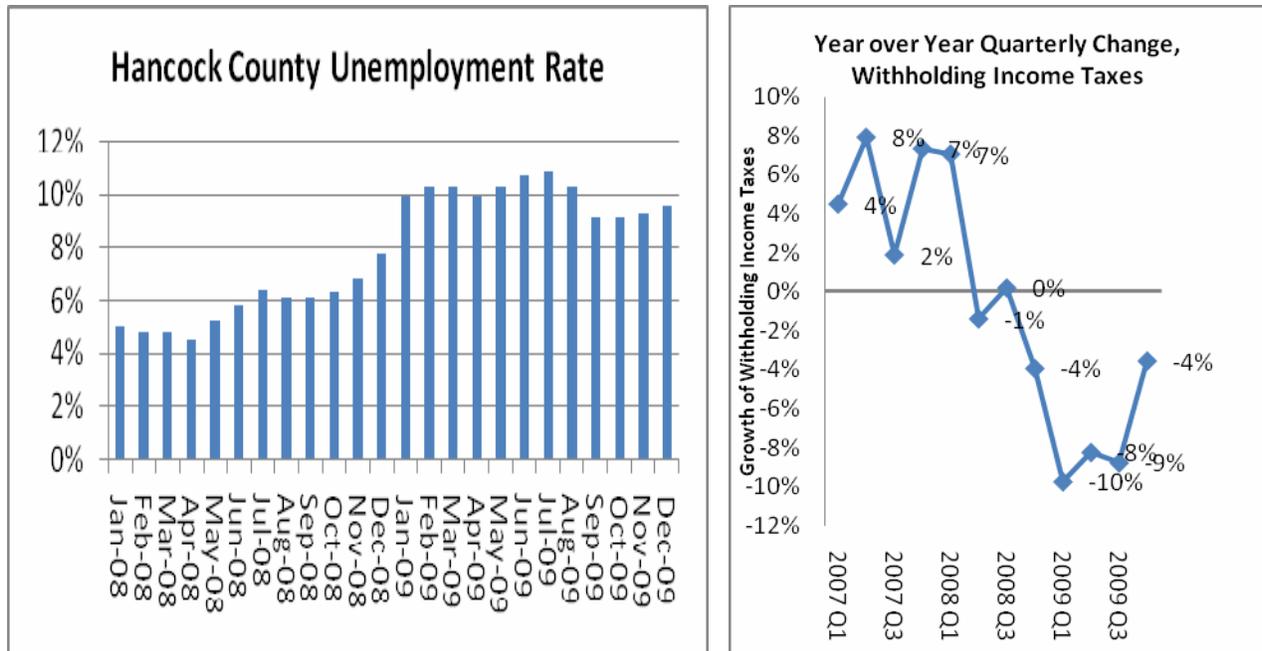
As background, in 2007 the City withstood a 100-year flood; it was a natural disaster not seen in our community since 1913. Although there was much heartache, our community bounced back resiliently and fairly quickly. The City was reimbursed for over 80% of City-incurred damages, and the Northwest Ohio Flood Partnership was formed under the leadership of several civic-minded local businesses to create a long term solution to the flooding problem.

In 2008, the City felt the brunt of the unfolding national and global economic crisis. In the fall of 2008, Cooper Tire & Rubber Co. considered shutting down its Findlay plant due to unsustainable operational losses. Fortunately for the City, the Findlay plant survived the company-wide analysis and remained intact, along with Cooper's worldwide corporate headquarters and research facility in Findlay.

The end of 2008 also put pressure on other local industries. The volatility of oil prices from their high in the summer of 2008 to their low in early 2009 affected the refining margins of another large City employer, Marathon Oil Company. At the same time, the bankruptcy of General Motors and Chrysler at the end of 2008 saw auto manufacturing almost grind to a complete halt, impacting local auto parts manufacturing companies in Findlay such as Nissin Brake, Sanoh, Findlay Industries, Superior Trim, etc. In addition, local banks, real estate professionals and construction companies were beginning to come under tremendous pressure from the housing crisis. The combination of these factors took an enormous toll on the local tax base, and the City realized an incredible decline in income taxes, taking income tax collections from approximately \$21.0 million in 2007 to \$15.6 million in 2008. A decline of \$5.4 million, or 25.71%, in one year! The graph below show trends in the City's income tax collections from 1967 to present:



As 2009 began to unfold, the final shoe began to drop. Corporations which were severely hurt in 2008 began laying off workers in 2009, further eroding the income tax base for Findlay. In January and February of 2009, company after company announced layoffs, closures, and cutbacks. Unemployment rapidly rose in the city, with a corresponding decrease in payroll withholding income taxes. In March, it became apparent the City would be unable to weather the erosion of revenues without severely contracting budgeted expenses. A gap of \$1,787,000 between budgeted and actual revenues had developed from the rise in unemployment combined with further deterioration of corporate and individual income taxes. City layoffs were scheduled for early May. The graphs below show trends in Hancock County's unemployment rate and year over year quarterly change in the City's withholding income taxes:



During the beginning of 2009, the City was forced to replace the City's failing radio system because the radio system provides the safety link for police and firefighters, creating a serious life safety issue. Working with the Ohio State Department of Public Safety, the City was able to share City radio frequencies with surrounding governmental entities, use the existing State of Ohio radio infrastructure, and purchase an interoperable radio system that works with all the surrounding governments. All this was made possible by receiving \$500,000 in state and federal grants, coupled with \$200,000 from Sprint/Nextel due to the frequency re-banding also underway.

Gaining \$700,000 from grants for the radio project freed up the original \$700,000 set aside for the radio replacement. This money combined with purchasing cuts and furlough days was enough to stave off employee layoffs until the end of the year. However, at the 2009 mid-year review, other revenue sources began to show signs of weakening as well: hotel/motel tax receipts, court fines collections, building permits, airport fuel sales, and even State of Ohio local government funds began to wane. At the same time, City costs continued to rise such as Workers' Compensation.

In July, the City began projections for 2010 and found that there would be large gaps between revenues and expenses. The City had a gap of \$5 million in its 2010 general fund budget. It was decided that \$1.3 million would be cut from the capital improvement budget, allowing for only bare bones maintenance of the streets, signals, etc. of the City. The remaining \$3.7 million would have to be cut out of general fund operations, resulting in large reductions in the workforce of many departments; 18 Firefighters, 13 Police Officers, 2 Recreation, 3 Engineering, and 6 Parks employees would have to be laid off.

Meanwhile, Hancock County was encountering similar problems with their main revenue source: the County Sales Tax. The County Commissioners imposed two sales taxes but put them both on the November 2009 ballot, to be decided by the voters. The first was a 0.5% sales tax that would be split evenly between paying for flood mitigation and County operations. The second tax imposed was a 0.25% sales tax that would go to build a new courts building directly north of the jail.

The Findlay City Schools, meanwhile, learned that the Ohio School Facilities Commission declared them eligible for \$18 million of state grants because of the flooding at Central Middle School and the general age of the three middle schools. They prepared for a special election in August of 2009, asking the voters of Findlay to approve a 4.4mil levy for two new middle schools and a new vocational school.

On the evening of August 4, 2009, Findlay City Council voted to place a 0.5%, two year income tax on the November ballot, the same night the Findlay City School levy is defeated, which also forced the schools onto the November ballot. These events culminate in 4 taxes being put before the voters in November 2009 during the worst recession since World War II: a 0.5% income tax for the City, a 4.4mil property tax levy for the schools, a 0.5% sales tax for the County operations and flood mitigation, and a 0.25% sales tax for a County Justice Center.

It quickly became apparent that the City, School, and County taxes were doomed on the November ballot as they were initially proposed. The civic leaders came together, reduced their requests on the fall ballot, and began a community wide campaign called "Our Community 2010". The County simplified their request to a 0.5% sales tax for 10 years, half of which would be put into a Flood Mitigation capital fund (\$2.5 million per year, equaling about \$25 million after 10 years). The city modified its request to only collect a 0.25% income tax, but over a three year period, to provide a bridge through the recession. This 0.25% for the City was projected to generate roughly \$3.5 million each year, and City Council committed to putting \$600,000 per year aside for Flood Mitigation, leaving \$2.9 million for operations in the general fund. The school district agreed to allow the County to use the old Central Middle School building for interim office space. The "Our Community 2010" campaign began in mid-August.

In late August, the City was awarded a Justice Assistance Grant (JAG) from the State of Ohio Department of Public Safety, which would allow for the employment of 13 police officers from July 2009 to the end of December 2010. This grant saved the City \$940,510 over a 1.5 year period and eliminated the potential layoffs of 13 police officers. In October, the City received word from the Hancock County Treasurer that the City would be the recipient of a \$1,089,963 one-time, single month estate tax deposit. This was very unusual because the City normally can expect to receive only \$800,000 per year in estate taxes. While this would not close the ongoing operational gap of \$3.7 million, it would certainly assist the City budget for one-time expenses.

On November 4, 2009 readers of the local newspaper were greeted with headlines of "YES, YES, YES!" as all three of the ballot issues passed. The citizens of Hancock County and Findlay decided on an unprecedented investment in their community at the apex of the largest recession since World War II: building 3 new Findlay schools, retaining their safety forces in the city and county, and fixing the flooding problem in Hancock County. It was, quite simply, an impressive display of civic pride and political will.

Although the 0.25%, 3-year income tax for the City had passed, budget reductions were still required for the general fund. To balance ongoing revenues and expenses, the City had to lay off 16 employees, and 9 more positions were not replaced after retirements in 2009 and 2010.

Full year results for the City were general fund total revenues and other financing sources of \$25.8 million and expenditures and other financing uses of \$27.5 million. Thus, the general fund ran a deficit of approximately \$1.7 million in 2009. Findlay ended the 2009 fiscal year with an unreserved, undesignated fund balance of approximately \$3.1 million and no balance in the Rainy Day Fund. While the carryover should provide flexibility to take care of another natural disaster or other unexpected expense, it is not enough to have continued the operational deficit spending for another year. For 2010, budgeted revenues and expenses match, after the one-time effect of the JAG police officer grant is removed from the calculations. The City is once again on firm financial footing as we look forward to a busy and productive 2010.

### ***Long-Term Financial Planning***

The City's culture has always been one of conservative financial choices, trying to use debt sparingly. This preference for using cash for capital equipment needs as well as yearly road maintenance, park improvements, traffic light construction, and so on, has given the City a great deal of financial flexibility. We will continue this approach of using cash as much as possible for our capital investments.

Another exciting development is that the City has put into written policy many of its traditional, conservative financial practices. In 2008, City Council adopted a Debt Policy, which limits the type and amount of debt the City is willing to assume. In addition, Council has adopted a Minimum Fund Balance policy of \$3 million for our general fund.

Planning has become a key part of managing our departments and the services they provide to the residents of the City. Findlay's 5-year capital improvement plan is in the process of being updated with new projects and equipment. This capital plan enables the City to make choices based on broad, long-term needs. This expenditure planning tool also helps us make decisions on our debt service commitments.

### ***Major Initiatives***

One result of the five year capital improvement plan was a recognition that the water and sewer rates needed to be increased to keep up with needed maintenance, capital improvements, and operational expenses. The Chief Engineer created a water and sewer financial model and new increases were implemented by City Council as a result of the model. Also, Council commissioned a full water and sewer rate study to be done by an outside rate consultant in 2009, with annual updates to the model in future years.

The radio-read water meter project started in 2008, and the first phase has been installed successfully. Eventually, this will further automate the front office functions in the Utility Billing department as well as give them real-time information about water usage and leaks. Water Pollution Control purchased a back-up generator so that the plant is able to maintain operations and treat sewage even in the event of a power outage. Also, one-time incentives in the form of reduced water and sewer charges were offered to Cooper Tire, the City's largest employer, during Cooper's decision to close one of their four US plants. Cooper was also offered a 3 year non-carry forward income tax credit equal to 100% of the payroll taxes paid by their employees. Fortunately for the citizens of Findlay, Cooper closed the Albany, Georgia plant, avoiding massive layoffs in the Findlay area from the community's largest employer. It is estimated that Cooper's direct and indirect impact to the City of Findlay income tax base is between \$1 million to \$2 million per year.

### **AWARDS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Findlay for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2008. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

## ACKNOWLEDGEMENTS

The staff of the Auditor's Office is a very talented and knowledgeable group; thank you to Ginger Sampson, CPA, Carolyn Ehrnschwender, Susan Spangler, and Amy Baird for their accurate and diligent work during 2009, which created the foundation for these financial reports. I would also like to thank the Auditor's Office staff for a year of extremely hard work on the budget, during which the General Fund budget was re-created 3 times as the City reacted to volatile financial events, layoffs, and the income tax levy. At the same time, the City made significant changes to the Worker's Comp program and health care benefits. The entire office went above the call of duty to help guide the City through these difficult financial times. Finally, the City is especially indebted to Ginger Sampson, the Deputy Auditor, for the significant work she does in creating the City of Findlay financial statements.

Respectfully submitted,

A handwritten signature in black ink that reads "Robert Cole Sprague". The signature is written in a cursive, flowing style.

Robert Cole Sprague  
City Auditor

**CITY OF FINDLAY, OHIO**

DECEMBER 31, 2009

**ELECTED OFFICIALS**

Mayor	Pete Sehnert
Auditor	Robert Cole Sprague
Municipal Court Judge	Kevin C. Smith
Municipal Court Judge	Robert Fry
Treasurer	Jim Staschiak II
Law Director	David A. Hackenberg
Council President	Robert E. Schuck
At Large	Randy C. Ward
At Large	John Urbanski
At Large	James P. Slough
First Ward	J. Michael Slough
Second Ward	Randy Van Dyne
Third Ward	K.C. Collette
Fourth Ward	R. Ronald Monday
Fifth Ward	Deb Seng
Sixth Ward	William J. Schedel, Jr

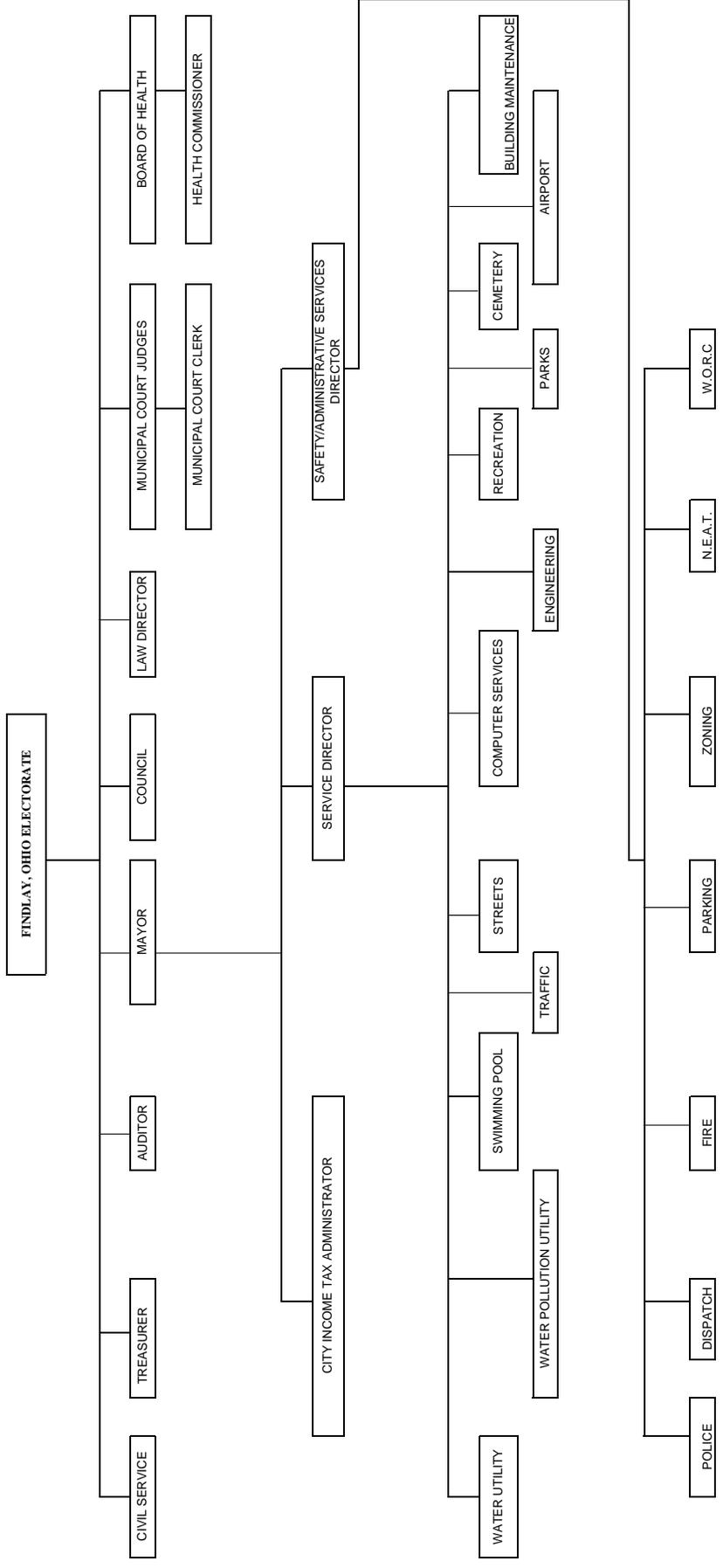
**APPOINTED OFFICIALS**

Service Director	Bruce Hardy
Safety/Administrative Services Director	Jim Barker
City Engineer	Brian Hurt, PE
City Income Tax Administrator	Andrew L. Thomas
Municipal Court Clerk	Marsha Okuly

**CITY AUDITOR'S OFFICE**

City Auditor	Robert Cole Sprague
Deputy City Auditor	Ginger Sampson, CPA
Audit Clerk	Carolyn Ehrnschwender
Audit Clerk	Susan Spangler
Audit Clerk	Amy Baird

CITY OF FINDLAY ORGANIZATIONAL CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Findlay  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2008

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

# FINANCIAL SECTION





## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

### Independent Auditor's Report

Members of Council and Mayor  
City of Findlay  
Room 313, Municipal Building  
318 Dorney Plaza  
Findlay, Ohio 45840

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 Findlay, Hancock County, Ohio, as of and for the year ended December 31, 2009, which collectively comprise the City of Findlay's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Findlay'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 Findlay, Hancock County, Ohio, as of December 31, 2009 and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the general and major special revenue funds: the street maintenance and repair fund and the city income tax administration fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Independent Auditor's Report  
City of Findlay

In accordance with *Government Auditing Standards*, we have also issued our report dated May 28, 2010, on our consideration of the City of Findlay'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.

The management's discussion and analysis on pages 17 through 35 is not a required part of the basic financial statements, but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the City of Findlay's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining and individual nonmajor fund financial statements and schedules to the auditing procedures applied in the audit of the basic financial statements. 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 tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Julian & Grube, Inc.  
May 28, 2010

## CITY OF FINDLAY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2009

The management's discussion and analysis (MD&A) of the City of Findlay's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2009. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

#### **Financial Highlights**

Key financial highlights for 2009 are as follows:

- The total net assets of the City increased \$11,454,706 over the prior year. Net assets of governmental activities increased \$2,090,536 or 2.59% from 2008 and net assets of business-type activities increased \$9,364,170 or 7.75% over 2008.
- General revenues accounted for \$22,903,230 or 71.07% of total governmental activities revenue. Program specific revenues accounted for \$9,322,745 or 28.93% of total governmental activities revenue.
- The City had \$29,859,192 in expenses related to governmental activities; \$9,322,745 of these expenses was offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$20,536,447 were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$22,903,230.
- The general fund had revenues of \$12,553,096 in 2009. This represents an increase of \$519,757 from 2008 revenues. Transfers-in amounted to \$13,321,869 and the City sold capital assets in the amount of \$11,394 which are reported under other financing sources. The expenditures of the general fund, which totaled \$26,622,901 in 2009, decreased \$1,942,278 from 2008. The City had transfers out to other funds of \$900,303. The net decrease in fund balance for the general fund was \$1,627,912 or 27.76%.
- The street maintenance and repair fund had revenues and other financing sources of \$4,817,051 in 2009. This represents a decrease of \$4,345,206 from 2008 revenues and other financing sources. The expenditures and other financing uses of the street maintenance and repair fund, which totaled \$5,767,715 in 2009, increased \$801,871 from 2008. The net decrease in fund balance for the street maintenance and repair fund was \$882,342 or 44.50%.
- The city income tax administration fund had revenues and other financing sources of \$14,918,840 in 2009. This represents a decrease of \$1,318,041 from 2008 revenues and other financing sources. The expenditures and other financing uses of the city income tax administration fund, which totaled \$15,384,085 in 2009, decreased \$1,500,204 from 2008. The net decrease in fund balance for the city income tax administration fund was \$465,252 or 18.59%.
- Net assets for the business-type activities which are made up of the Water, Water Pollution Control, Airport, Parking Facilities, and Swimming Pool enterprise funds, increased in 2009 by \$9,364,170. This increase in net assets was due primarily to adequate charges for services revenue to cover operating expenses and an increase in capital grant contributions received by the airport for runway projects.

#### **Using this Comprehensive Annual Financial Report**

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the City as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

## CITY OF FINDLAY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2009

The statement of net assets and statement of activities provide information about the activities of the City as a whole, presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

#### **Reporting the City as a Whole**

##### *Statement of Net Assets and the Statement of Activities*

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2009?" The statement of net assets and the statement of activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. The accrual basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net *assets* and changes in those assets. This change in net assets is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required community programs and other factors.

In the statement of net assets and the statement of activities, the City is divided into two distinct kinds of activities:

Governmental activities - Most of the City's programs and services are reported here including police, fire, street maintenance, parks and recreation, capital improvements and general administration. These services are funded primarily by property and income taxes and intergovernmental revenues including federal and state grants and other shared revenues.

Business-type activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The City's water, water pollution control, airport, parking facilities, and swimming pool operations are reported here.

The City's Statement of Net Assets and Statement of Activities can be found on pages 37-39 of this report.

#### **Reporting the City's Most Significant Funds**

##### *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, 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 can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds. The analysis of the City's major governmental and proprietary funds begins on page 24.

## CITY OF FINDLAY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2009

#### ***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.

Because the focus of the 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, the 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 maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the general fund, street maintenance and repair fund and city income tax administration fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 40-49 of this report.

#### ***Proprietary Funds***

The City maintains two different types of proprietary funds; enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, water pollution control, airport, parking facilities, and swimming pool functions. The water, water pollution control and airport funds are considered major funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The basic proprietary fund financial statements can be found on pages 50-57 of this report.

#### ***Fiduciary Funds***

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Private-purpose trust and agency funds are the City's fiduciary fund types. The basic fiduciary fund financial statements can be found on pages 58-59 of this report.

#### ***Notes to the Basic 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. These notes to the basic financial statements can be found on pages 61-98 of this report.

**CITY OF FINDLAY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Government-Wide Financial Analysis**

The table below provides a summary of the City's net assets at December 31, 2009 and 2008:

	<b>Net Assets</b>					
	Governmental Activities	Business-type Activities	Governmental Activities	Business-type Activities	2009 Total	2008 Total
	<u>2009</u>	<u>2009</u>	<u>2008</u>	<u>2008</u>		
<u>Assets</u>						
Current and other assets	\$ 20,318,331	\$ 15,350,923	\$ 23,759,860	\$ 16,662,122	\$ 35,669,254	\$ 40,421,982
Capital assets, net	<u>82,861,639</u>	<u>159,437,319</u>	<u>78,217,827</u>	<u>153,231,303</u>	<u>242,298,958</u>	<u>231,449,130</u>
Total assets	<u>103,179,970</u>	<u>174,788,242</u>	<u>101,977,687</u>	<u>169,893,425</u>	<u>277,968,212</u>	<u>271,871,112</u>
<u>Liabilities</u>						
Long-term liabilities outstanding	14,940,596	42,609,434	15,622,655	47,172,130	57,550,030	62,794,785
Other liabilities	<u>5,487,960</u>	<u>2,043,486</u>	<u>5,694,154</u>	<u>1,950,143</u>	<u>7,531,446</u>	<u>7,644,297</u>
Total liabilities	<u>20,428,556</u>	<u>44,652,920</u>	<u>21,316,809</u>	<u>49,122,273</u>	<u>65,081,476</u>	<u>70,439,082</u>
<u>Net Assets</u>						
Invested in capital assets, net of related debt	72,632,017	117,699,129	67,497,148	107,016,529	190,331,146	174,513,677
Restricted	8,266,155	8,487,326	9,607,709	8,644,312	16,753,481	18,252,021
Unrestricted	<u>1,853,242</u>	<u>3,948,867</u>	<u>3,556,021</u>	<u>5,110,311</u>	<u>5,802,109</u>	<u>8,666,332</u>
Total net assets	<u>\$ 82,751,414</u>	<u>\$ 130,135,322</u>	<u>\$ 80,660,878</u>	<u>\$ 120,771,152</u>	<u>\$ 212,886,736</u>	<u>\$ 201,432,030</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2009, the City's assets exceeded liabilities by \$212,886,736. At year-end, net assets were \$82,751,414 and \$130,135,322 for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the City's net assets. At year-end, capital assets represented 87.17% of total assets. Capital assets include land, buildings and improvements, improvements other than buildings, machinery and equipment, utility plant in service, utility lines in service, construction in progress and infrastructure. Capital assets, net of related debt to acquire the assets at December 31, 2009, were \$72,632,017 and \$117,699,129 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

As of December 31, 2009, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

A portion of the City's net assets, \$16,753,481 represents resources that are subject to external restriction on how they may be used. In the governmental activities, the remaining balance of unrestricted net assets of \$1,853,242 may be used to meet the government's ongoing obligations to citizens and creditors.

**CITY OF FINDLAY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

The table below shows the changes in net assets for fiscal year 2009 and 2008. The increase in the fair market value of investments for 2008 has been reported separate from investment earnings consistent with 2009 presentation.

	<b>Change in Net Assets</b>					
	Governmental Activities <u>2009</u>	Business-type Activities <u>2009</u>	Governmental Activities <u>2008</u>	Business-type Activities <u>2008</u>	2009 <u>Total</u>	2008 <u>Total</u>
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 4,209,170	\$ 16,890,638	\$ 3,796,374	\$ 16,860,819	\$ 21,099,808	\$ 20,657,193
Operating grants and contributions	2,593,576	3,300	2,607,745	12,469	2,596,876	2,620,214
Capital grants and contributions	<u>2,519,999</u>	<u>6,490,318</u>	<u>583,891</u>	<u>2,342,423</u>	<u>9,010,317</u>	<u>2,926,314</u>
Total program revenues	<u>9,322,745</u>	<u>23,384,256</u>	<u>6,988,010</u>	<u>19,215,711</u>	<u>32,707,001</u>	<u>26,203,721</u>
General revenues:						
Property taxes	3,146,773	-	3,193,688	-	3,146,773	3,193,688
Income taxes	14,707,682	-	15,550,207	-	14,707,682	15,550,207
Unrestricted grants and entitlements	4,506,472	-	4,327,630	-	4,506,472	4,327,630
Investment earnings	107,613	131,594	586,151	475,668	239,207	1,061,819
Increase (decrease) in fair value of investments	(102,525)	-	74,364	-	(102,525)	74,364
Miscellaneous	<u>537,215</u>	<u>169,249</u>	<u>1,180,285</u>	<u>265,199</u>	<u>706,464</u>	<u>1,445,484</u>
Total general revenues	<u>22,903,230</u>	<u>300,843</u>	<u>24,912,325</u>	<u>740,867</u>	<u>23,204,073</u>	<u>25,653,192</u>
Total revenues	<u>32,225,975</u>	<u>23,685,099</u>	<u>31,900,335</u>	<u>19,956,578</u>	<u>55,911,074</u>	<u>51,856,913</u>
Expenses:						
General government	7,077,400	-	7,704,101	-	7,077,400	7,704,101
Security of persons and property	14,753,558	-	14,678,503	-	14,753,558	14,678,503
Public health and welfare	1,761,611	-	1,702,053	-	1,761,611	1,702,053
Transportation	4,072,078	-	5,437,592	-	4,072,078	5,437,592
Leisure time activity	1,728,505	-	1,931,170	-	1,728,505	1,931,170
Other	-	-	587	-	-	587
Interest and fiscal charges	466,040	-	505,675	-	466,040	505,675
Water	-	5,934,589	-	6,349,090	5,934,589	6,349,090
Water pollution control	-	6,834,280	-	7,382,633	6,834,280	7,382,633
Airport	-	1,577,566	-	1,782,535	1,577,566	1,782,535
Parking facilities	-	109,874	-	112,539	109,874	112,539
Swimming pool	-	140,867	-	204,675	140,867	204,675
Total expenses	<u>29,859,192</u>	<u>14,597,176</u>	<u>31,959,681</u>	<u>15,831,472</u>	<u>44,456,368</u>	<u>47,791,153</u>
Increase (decrease) in net assets before transfers	2,366,783	9,087,923	(59,346)	4,125,106	11,454,706	4,065,760
Transfers	<u>(276,247)</u>	<u>276,247</u>	<u>(836,484)</u>	<u>836,484</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net assets	2,090,536	9,364,170	(895,830)	4,961,590	11,454,706	4,065,760
Net assets at beginning of year	<u>80,660,878</u>	<u>120,771,152</u>	<u>81,556,708</u>	<u>115,809,562</u>	<u>201,432,030</u>	<u>197,366,270</u>
Net assets at end of year	<u>\$ 82,751,414</u>	<u>\$ 130,135,322</u>	<u>\$ 80,660,878</u>	<u>\$ 120,771,152</u>	<u>\$ 212,886,736</u>	<u>\$ 201,432,030</u>

## CITY OF FINDLAY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2009

#### Governmental Activities

Governmental activities net assets increased \$2,090,536 in 2009 primarily due to cost cutting measures coupled with increased grant revenue. The City's income tax revenue decreased \$842,525, or 5.42%, from 2008. The national economic downturn in the 3<sup>rd</sup> and 4<sup>th</sup> quarters of 2008 continued into 2009 resulting in lower income tax collections for the City. The City's income tax results for 2009 are down approximately \$6.1 million from 2007 levels. The City reduced expenses approximately \$2.1 million from 2008 due to layoffs, cost-cutting measures and expending fewer dollars on construction/improvement projects primarily in transportation (street) improvements. The City received approximately \$1.9 million more in grants revenue (primarily capital related) in 2009 versus 2008.

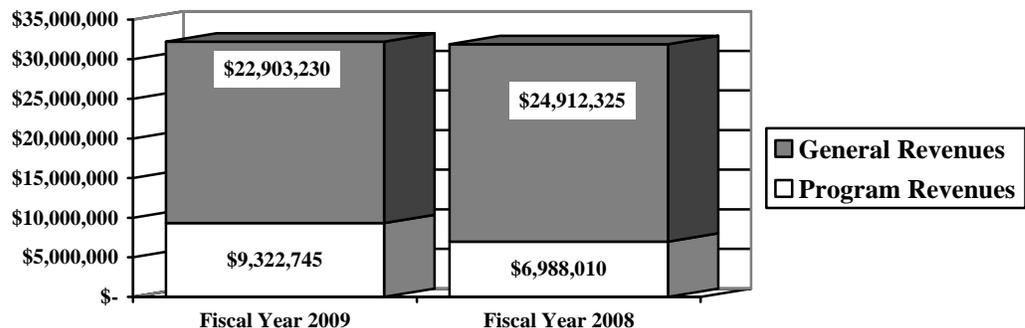
Security of persons and property, which primarily supports the operations of the police and fire departments accounted for \$14,753,558 of the total expenses of the City. These expenses were partially funded by \$162,514 in direct charges to users of the services. General government expenses totaled \$7,077,400. General government expenses were partially funded by \$2,496,854 in direct charges to users of the services.

The state and federal government contributed to the City a total of \$2,593,576 in operating grants and contributions and \$2,519,999 in capital grants and contributions. These operating grants and contributions consist primarily of restricted federal and state grant revenues, property tax rollbacks, fuel taxes and motor vehicle license fees. These revenues are restricted to a particular program or purpose. Of the total operating grants and contributions, \$2,162,330 subsidized transportation programs. \$1,686,255 of the capital grants and contributions subsidized transportation programs.

General revenues totaled \$22,903,230, and amounted to 71.07% of total governmental revenues. These revenues primarily consist of property and income tax revenue of \$3,146,773 and \$14,707,682, respectively. The other primary source of general revenues is grants and entitlements not restricted to specific programs, including local government and local government revenue assistance, making up \$4,506,472.

The graph below compares the City's general revenues (which includes property taxes, income taxes and unrestricted grants and entitlements) and program revenues for fiscal year 2009 and 2008.

**Governmental Activities – General and Program Revenues**



**CITY OF FINDLAY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

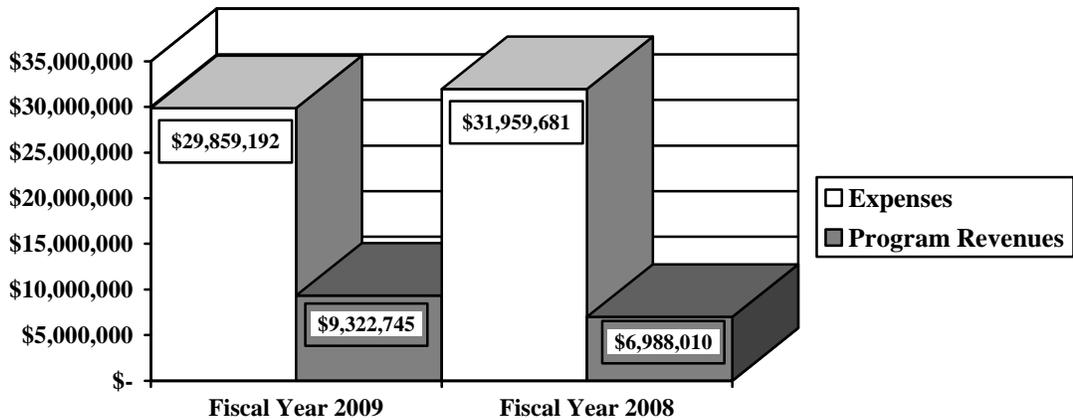
The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

**Governmental Activities**

	Total Cost of Services <u>2009</u>	Net Cost of Services <u>2009</u>	Total Cost of Services <u>2008</u>	Net Cost of Services <u>2008</u>
Program Expenses:				
General government	\$ 7,077,400	\$ 4,542,539	\$ 7,704,101	\$ 5,022,132
Security of persons and property	14,753,558	13,727,680	14,678,503	14,584,617
Public health and welfare	1,761,611	879,566	1,702,053	1,280,047
Transportation	4,072,078	215,994	5,437,592	2,399,836
Leisure time activity	1,728,505	895,880	1,931,170	1,236,258
Other	-	-	587	587
Interest and fiscal charges	<u>466,040</u>	<u>274,788</u>	<u>505,675</u>	<u>448,194</u>
Total	<u>\$ 29,859,192</u>	<u>\$ 20,536,447</u>	<u>\$ 31,959,681</u>	<u>\$ 24,971,671</u>

The dependence upon general revenues for governmental activities is apparent, with 68.78% of expenses supported through taxes and other general revenues.

**Governmental Activities – Program Revenues vs. Total Expenses**



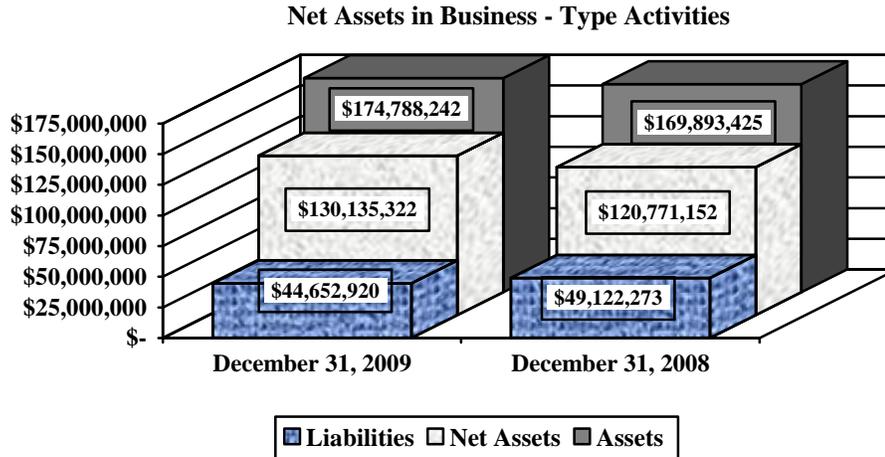
**Business-type Activities**

The net assets of the business-type activities include the water, water pollution control, airport, parking facilities, and swimming pool enterprise funds. These programs had program revenues of \$23,384,256, general revenues of \$300,843, expenses of \$14,597,176 and transfers in of \$276,247.

**CITY OF FINDLAY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009

The graph below shows the business-type activities assets, liabilities and net assets at year-end.



Net assets of the business-type activities continued to grow despite the economic downturn in the local economy. The City's charges for services program revenues increased \$29,819 or .18% from 2008. The City's capital grants and contributions program revenues increased approximately \$4.1 million due primarily to increased grant funding for airport runway projects. Expenses decreased \$1,234,296 or 7.80% from 2008 as the City implemented cost-cutting measures. Net assets for the business-type activities increased \$9.364 million; however, \$6.490 million of this increase was due to the receipt of \$6.490 million in capital contributions. Capital contributions are revenues received that are restricted for capital expenses and may not used to finance the operations of the enterprise activities.

**Financial Analysis of the Government's Funds**

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

**Governmental Funds**

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. Unreserved fund balance may serve as a useful measure of the City's net resources available for spending at year-end. The City's governmental funds (as presented on the balance sheet on pages 40-41) reported a combined fund balance of \$11,154,853 which is \$2,994,447 below last year's total of \$14,149,300. The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2009 for all governmental funds.

	Fund Balances 12/31/09	Fund Balances 12/31/08	Fund Balances (deficit) 12/31/07	Decrease 2009 - 2008	Increase/ (Decrease) 2008 - 2007
Major funds:					
General	\$ 4,235,782	\$ 5,863,694	\$ 6,034,547	\$ (1,627,912)	\$ (170,853)
Street maintenance and repair	1,100,519	1,982,861	(2,331,721)	(882,342)	4,314,582
City income tax administration	2,037,503	2,502,755	3,150,275	(465,252)	(647,520)
Nonmajor governmental funds	<u>3,781,049</u>	<u>3,799,990</u>	<u>4,514,541</u>	<u>(18,941)</u>	<u>(714,551)</u>
Total	<u>\$ 11,154,853</u>	<u>\$ 14,149,300</u>	<u>\$ 11,367,642</u>	<u>\$ (2,994,447)</u>	<u>\$ 2,781,658</u>

**CITY OF FINDLAY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

***General Fund***

The City's general fund balance decreased \$1,627,912, primarily due to transfers out to other funds in the amount of \$900,303 and a reduction in transfers in from the city income tax administration fund of approximately \$664,000 from 2008 levels.

The table that follows assists in illustrating the revenues of the general fund for 2009, 2008 and 2007. The increase in the fair value of investments for 2008 and 2007 has been reported separate from investment earnings consistent with 2009 presentation

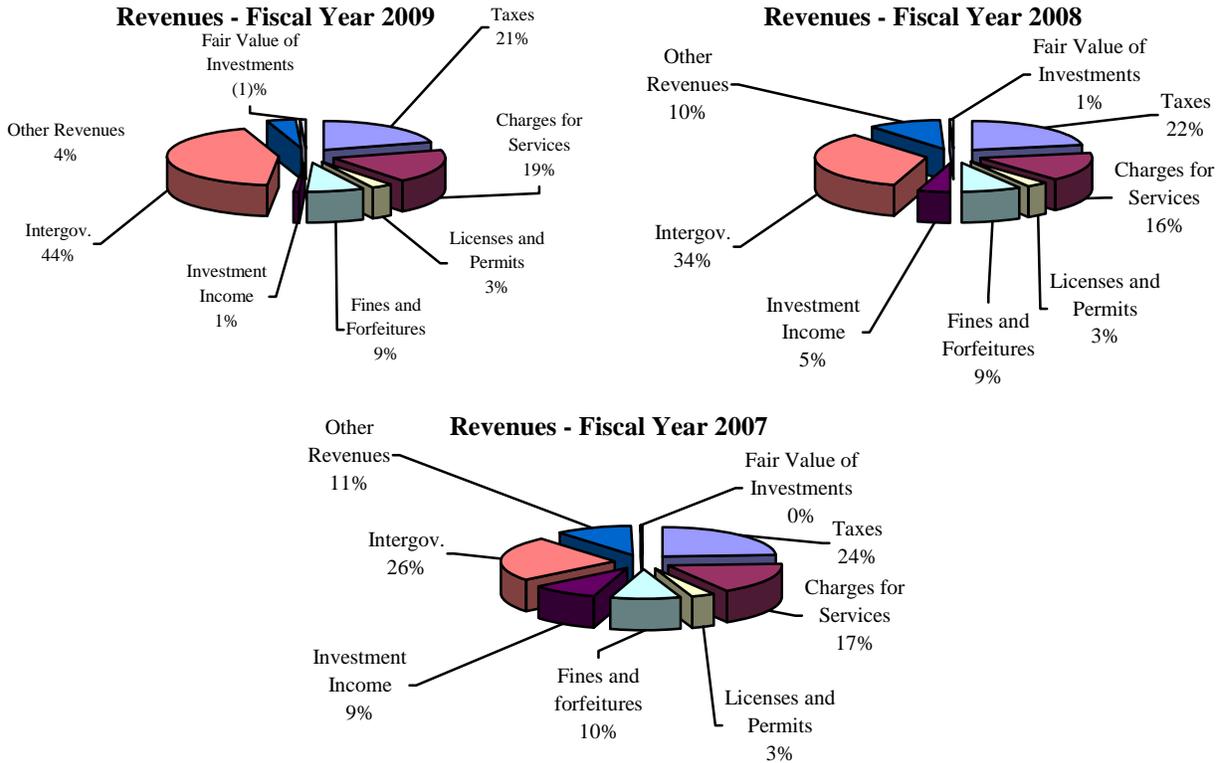
	2009 <u>Amount</u>	2008 <u>Amount</u>	2007 <u>Amount</u>	Increase/ (Decrease) <u>2009 - 2008</u>	Increase/ (Decrease) <u>2008 - 2007</u>
<b><u>Revenues</u></b>					
Taxes	\$ 2,621,017	\$ 2,666,772	\$ 2,645,547	\$ (45,755)	\$ 21,225
Charges for services	2,419,913	1,962,430	1,879,613	457,483	82,817
Licenses and permits	394,060	335,820	348,671	58,240	(12,851)
Fines and forfeitures	1,050,050	1,057,595	1,115,732	(7,545)	(58,137)
Investment income	105,481	547,064	1,010,421	(441,583)	(463,357)
Increase (decrease) in fair value of investments	(102,525)	74,364	34,478	(176,889)	39,886
Intergovernmental	5,516,999	4,128,454	2,713,734	1,388,545	1,414,720
Other	<u>548,101</u>	<u>1,260,840</u>	<u>1,174,992</u>	<u>(712,739)</u>	<u>85,848</u>
<b>Total</b>	<b><u>\$ 12,553,096</u></b>	<b><u>\$ 12,033,339</u></b>	<b><u>\$ 10,923,188</u></b>	<b><u>\$ 519,757</u></b>	<b><u>\$ 1,110,151</u></b>

Tax revenue in the general fund represents property taxes. Tax revenue represents 20.88% of all general fund revenue. The general fund receives 2.6 mills in real estate collections on an annual basis, and there are no voted levies in addition to that millage. Tax revenue decreased slightly by 1.72% from prior year. Income taxes are collected in the city income tax administration fund (a major special revenue fund). This fund transferred approximately \$12.8 million in income tax receipts to the general fund during 2009. The transfer of income tax receipts is reported as an other financing source in the general fund and is not included in the revenues listed above. The decrease in investment income is primarily due to a decrease in the interest rate on applicable investments. The fair value of the City's federal agency securities and U.S. Treasury note decreased \$102,525 from the fair value of these securities at December 31, 2008. These securities fluctuate in value depending upon market conditions. The value at year-end is for reporting purposes only, as it is the City's intention to hold the investments until the maturity date. Intergovernmental revenues increased as the City received additional capital grant funding from the federal government primarily through the America Recovery and Reinvestment Act (ARRA). Charges for services revenue increased as the City provided increased services primarily in the area that supports general government operations. The City received less reimbursement revenue from external sources than in the prior year. All other revenue remained comparable to 2008.

**CITY OF FINDLAY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

The graphs below reflect the percentage of revenues, by source, for 2009, 2008 and 2007:



The table that follows assists in illustrating the expenditures of the general fund for 2009, 2008 and 2007.

	2009 <u>Amount</u>	2008 <u>Amount</u>	2007 <u>Amount</u>	Increase/ Decrease <u>2009 - 2008</u>	Increase/ Decrease <u>2008 - 2007</u>
<b>Expenditures</b>					
General government	\$ 5,723,474	\$ 6,320,296	\$ 6,328,295	\$ (596,822)	\$ (7,999)
Security of persons and property	14,416,411	14,453,818	13,797,301	(37,407)	656,517
Public health and welfare	1,669,723	1,622,117	1,585,466	47,606	36,651
Leisure time activity	1,635,959	1,871,879	1,408,200	(235,920)	463,679
Capital outlay	3,177,334	4,096,135	5,318,906	(918,801)	(1,222,771)
Debt service	-	200,934	305,103	(200,934)	(104,169)
<b>Total</b>	<u>\$ 26,622,901</u>	<u>\$ 28,565,179</u>	<u>\$ 28,743,271</u>	<u>\$ (1,942,278)</u>	<u>\$ (178,092)</u>

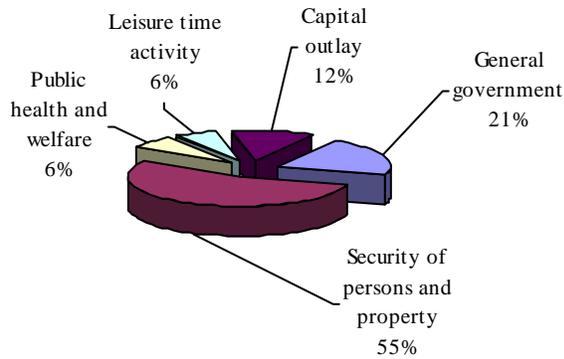
General government operations decreased as the City implemented cost-cutting measures as a result of the lower income tax receipts for 2009. Security of persons and property expenditures relate primarily to police and fire operations. These expenditures remained consistent with 2008 levels. Leisure time activities relate primarily to the operations of parks, recreation and the Hancock Recreation Center rehabilitation (the "Cube"). These operations had less expenditures as the City reduced spending for these activities. Capital outlay expenditures decreased as the City completed the 5-Plex Ballfield construction project in early 2009. In addition, the City had fewer expenditures related to various improvement projects in 2009 than in 2008. Debt service expenditures decreased as the City no longer has short-term debt reported as a fund liability in 2009. All other expenditures remained comparable to 2008.

**CITY OF FINDLAY, OHIO**

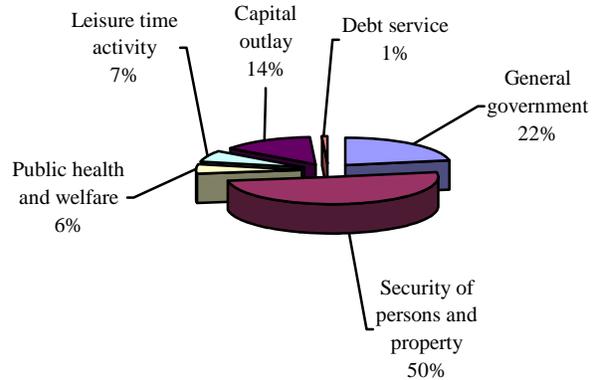
**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

The graphs below reflect the percentage of revenues, by source, for 2009, 2008 and 2007:

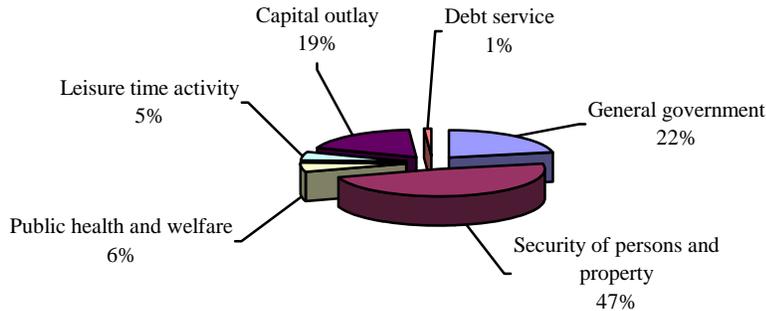
**Expenditures - Fiscal Year 2009**



**Expenditures - Fiscal Year 2008**



**Expenditures - Fiscal Year 2007**



***Street Maintenance and Repair Fund***

The street maintenance and repair fund had revenues and other financing sources of \$4,817,051 in 2009. This represents a decrease of \$4,345,206 from 2008 revenues and other financing sources. The 2008 other financing sources included proceeds of bond issuance of \$4,055,000. The expenditures and other financing uses of the street maintenance and repair fund, which totaled \$5,767,715 in 2009, increased \$801,871 from 2008. The net decrease in fund balance for the street maintenance and repair fund was \$882,342 or 44.50%. The street maintenance fund received approximately \$1 million less of transfers in from the city income tax administration fund in 2009 versus 2008 which accounts for the decrease in fund balance.

## CITY OF FINDLAY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2009

#### *City Income Tax Administration Fund*

The city income tax administration fund had revenues and other financing sources of \$14,918,840 in 2009. This represents a decrease of \$1,318,041 from 2008 revenues and other financing sources. Income taxes decreased substantially as described in the assessment of the governmental activities on page 22 and in the local economy section of the letter of transmittal (page 7). The expenditures and other financing uses of the city income tax administration fund, which totaled \$15,384,085 in 2009, decreased \$1,500,204 from 2008. The net decrease in fund balance for the city income tax administration fund was \$465,252 or 18.59%. In 2009, the City income tax rate was and has been 1.0% since it was imposed on January 1, 1967. Effective January 1, 2010, the income tax rate has been increased to 1.25% for a period of three years. For 2009, the city income tax allocation was 81% to general fund, and 19% to general capital improvements that are not enterprise fund related. Beginning January 1, 2010 the income tax allocation is \$600,000 allocated to capital improvements/flood mitigation with the remainder disbursed 92% to the general fund and 8% to general capital improvements that are not enterprise fund related. The allocation is determined by ordinance of Council and can be changed, based on need. Please refer to the table titled General Government Revenues in the Statistical Section of this report for a 10-year history of the income tax collections.

#### *General Fund Budgeting Highlights*

The City's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the City's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the City's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly.

For the general fund, the most significant changes were between the original and final budgeted amount in the area of expenditures, which increased \$3,498,443 from \$24,580,747 to \$28,079,190. The primary reason for the increase is that capital outlays of the general fund are budgeted on a multi-year project basis and are not included in the original budget as part of the annual appropriation process. The final budget amounts for these projects represent supplemental appropriations which equal the actual capital outlays incurred during the year. This accounts for \$3,177,334, or 90.82%, of the \$3,498,443 increase from the original budget to the final budget. In addition, the City increased budgeted transfers out from \$362,721 to \$900,303 to finance other funds. Actual revenues and other financing sources of \$25,886,359 were lower than final budgeted revenues and other financing sources of \$26,041,831 by \$155,472 primarily due to lower property tax and intergovernmental receipts offset by greater charges for services and transfers in than in the final budget. The other significant change was between the final budgeted expenditures and actual expenditures. Actual expenditures came in \$1,456,289 less than the final budgeted amounts.

#### *Proprietary Funds*

The City's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The only difference between the amounts reported as business-type activities and the amounts reported in the proprietary fund statements are interfund eliminations between proprietary funds and internal balances due to governmental activities for internal service activities. The only interfund activity reported in the government wide statements are those between business-type activities and governmental activities (reported as internal balances and transfers) whereas interfund amounts between various enterprise funds are reported in the proprietary fund statements.

**CITY OF FINDLAY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**Water Fund**

The waterworks system has been municipally owned since it was first developed in 1888. Improvements have been made as needed and are financed from revenues of the system. The current facilities include two upland raw water storage reservoirs with a capacity of 6.4 billion gallons, a raw water pump station located at the reservoir, raw water lines that feed into the lime-soda softening water treatment plant, high service pumps, and a 289-mile distribution system with two elevated storage tanks. There is treated water storage capacity at the plant of 4.5 million gallons plus 2.75 million gallons in the two elevated towers. The plant is able to treat 16 million gallons per day, and in the future can be expanded to 24 million gallons per day when the customer demand for treated water increases to that level.

User charge rates are established to provide revenue for operation and maintenance of the treatment facility, the reservoir, and the distribution system. In addition, the charge rates must be set to support all capital improvements and debt service requirements. In accordance with Ohio law, the Service Director has the ability to revise the charge rates. Information regarding water customers for 2009 is presented below:

**Ten Largest Single Water Customers**

<u>Customer Account</u>	<u>Volume *HCF</u>	<u>Revenue</u>	<u>% of Total Revenue</u>
Whirlpool	123,105	\$413,249	6.11%
Ball Metal	70,850	240,537	3.56%
Cooper Corp	76,679	177,803	2.63%
University of Findlay	44,072	128,204	1.90%
Blanchard Valley Hospital	33,095	81,096	1.20%
Marathon	26,724	64,910	0.96%
Findlay City Schools	16,947	58,614	0.87%
City Laundry/Kramer Ent.	22,477	51,628	0.76%
Riverview Terrace	16,287	48,591	0.72%
Sanoh America (Hisan)	19,019	43,471	0.64%
Total Top Ten	449,255	1,308,103	19.34%
All Other Customers	<u>1,780,530</u>	<u>5,456,132</u>	<u>80.66%</u>
Total	<u>2,229,785</u>	<u>\$6,764,235</u>	<u>100.00%</u>

**Total Customer Use  
By Class & Location**

<u>Customer Class</u>	<u>*HCF Water Use</u>	<u>Revenue</u>	<u>% of Total Revenue</u>
Inside City/Residential	875,057	\$2,537,114	37.51%
Inside City/Commercial	720,175	2,041,831	30.19%
Inside City/Industrial	184,578	439,819	6.50%
Outside City/Residential	160,868	690,700	10.21%
Outside City/Commercial	90,180	378,412	5.59%
Outside City/Industrial	<u>198,927</u>	<u>676,359</u>	<u>10.00%</u>
Total	<u>2,229,785</u>	<u>\$6,764,235</u>	<u>100.00%</u>
Total Water Customers	17,244		

\* Hundred Cubic Feet

**CITY OF FINDLAY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009

***Water Pollution Control Fund***

The City's wastewater treatment facility has been updated and improved to maintain compliance with all EPA discharge permit standards. During the late 1980's, major renovations were made to the Broad Avenue treatment plant and a 6.0 million gallon per day (MGD) oxidation ditch type of treatment plant was constructed on River Road. In 2000, construction began on two additional oxidation ditches, two additional final clarifiers and UV disinfecting at the River Road Plant. This expansion of the facility was fully operational in July 2001, and in 2002 the original activated sludge plant on Broad Avenue was decommissioned and demolished. The design of the River Road Plant allows for the construction of additional modules as demand on the facilities increases. Currently the treatment plant provides for a 15 MGD average design flow and a 40 MGD peak design flow. In addition, the city is working toward a comprehensive stormwater management plan to comply with EPA guidelines. Information regarding wastewater customers for 2009 is presented below:

**Ten Largest Single Wastewater Customers**

<u>Customer</u>	<u>Revenue</u>	Percent of <u>Total</u>
University of Findlay	\$149,512	1.85%
Whirlpool Corp	93,049	1.15%
Cooper Corp	92,447	1.14%
Ball Metal	70,791	0.88%
Blanchard Valley Hospital	70,694	0.87%
Findlay City Schools	68,260	0.84%
Marathon	62,668	0.77%
Village of Arcadia	55,819	0.69%
Hancock County Government	48,688	0.60%
City Laundry/Kramer Ent	<u>45,656</u>	<u>0.56%</u>
 Total Top Ten	 \$ 757,584	 9.37%
All Other Customers	<u>7,328,660</u>	<u>90.63%</u>
 Grand Total	 <u>\$8,086,244</u>	 <u>100.00%</u>

**Total Customer Use  
By Class & Location**

<u>Customer Class</u>	<u>Revenue</u>	<u>% of Total Revenue</u>
Inside City/Residential	\$3,961,812	48.99%
Inside City/Commercial	2,271,467	28.09%
Inside City/Industrial	340,913	4.22%
Outside City/Residential	965,900	11.95%
Outside City/Commercial	314,953	3.89%
Outside City/Industrial	<u>231,199</u>	<u>2.86%</u>
 Total	 <u>\$8,086,244</u>	 <u>100.00%</u>
 Total Wastewater Customers Inside Corp		14,345
 Total Wastewater Customers Outside Corp		2,360

**CITY OF FINDLAY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**Capital Assets and Debt Administration**

**Capital Assets**

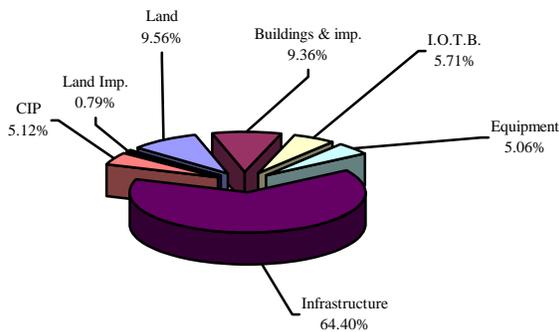
At the end of fiscal year 2009, the City had \$242,298,958 (net of accumulated depreciation) invested in land, non-depreciable land improvements, buildings and improvements, improvements other than buildings (I.O.T.B.), machinery and equipment, utility plant in service, utility lines in service, infrastructure and construction in progress (CIP). Of this total, \$82,861,639 was reported in governmental activities and \$159,437,319 was reported in business-type activities. The following table shows fiscal year 2009 balances compared to 2008:

**Capital Assets at December 31  
(Net of Depreciation)**

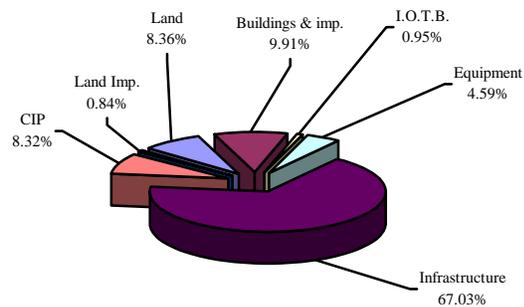
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Land	\$ 7,919,342	\$ 6,539,360	\$ 4,734,694	\$ 4,734,694	\$ 12,654,036	\$ 11,274,054
Land improvements	653,392	653,392	-	-	653,392	653,392
Buildings and improvements	7,757,750	7,754,219	315,792	397,965	8,073,542	8,152,184
I.O.T.B.	4,730,999	743,997	10,118,482	8,003,546	14,849,481	8,747,543
Utility plant in service	-	-	51,493,251	53,057,574	51,493,251	53,057,574
Utility lines in service	-	-	81,943,382	81,184,600	81,943,382	81,184,600
Machinery and equipment	4,191,138	3,593,109	1,688,167	1,836,037	5,879,305	5,429,146
Infrastructure	53,365,187	52,428,817	-	-	53,365,187	52,428,817
Construction in progress	4,243,831	6,504,933	9,143,551	4,016,887	13,387,382	10,521,820
<b>Totals</b>	<b>\$ 82,861,639</b>	<b>\$ 78,217,827</b>	<b>\$ 159,437,319</b>	<b>\$ 153,231,303</b>	<b>\$ 242,298,958</b>	<b>\$ 231,449,130</b>

The following graphs show the breakdown of governmental capital assets by category for 2009 and 2008.

**Capital Assets - Governmental Activities 2009**



**Capital Assets - Governmental Activities 2008**

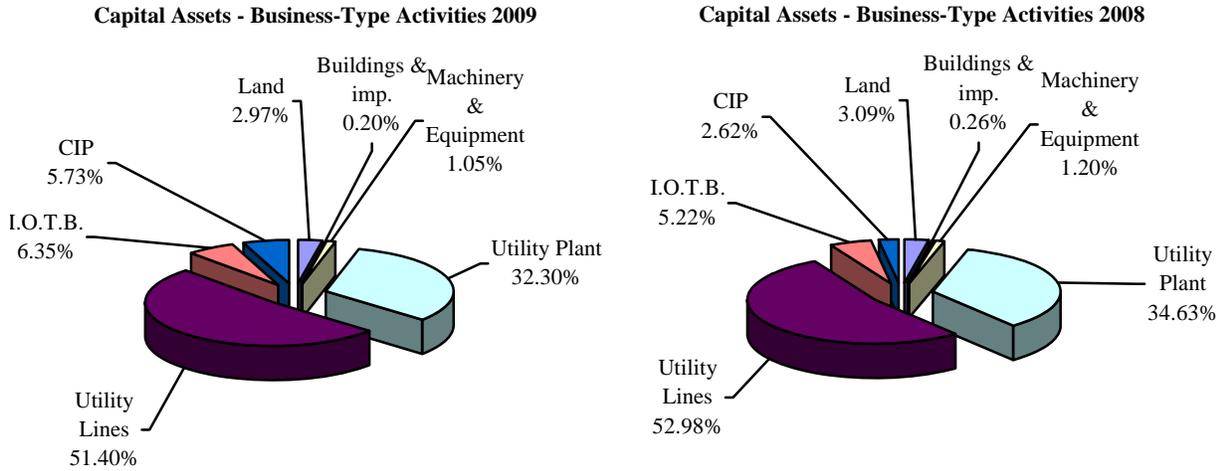


**CITY OF FINDLAY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009**

The City's largest governmental capital asset category is infrastructure which includes streets, storm sewers, and traffic signals. These items are immovable and of value only to the City, however, the annual cost of purchasing these items is quite significant. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 64% of the City's total governmental capital assets.

The following graphs show the breakdown of business-type capital assets by category for 2009 and 2008.



The City's largest business-type capital asset category, are utility lines that primarily includes water and sewer lines. These items play a vital role in the income producing ability of the business-type activities. The net book value of the City's utility lines (cost less accumulated depreciation) represents approximately 51% of the City's total business-type capital assets.

See Note 8 to the basic financial statements for further detail on capital assets.

**CITY OF FINDLAY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

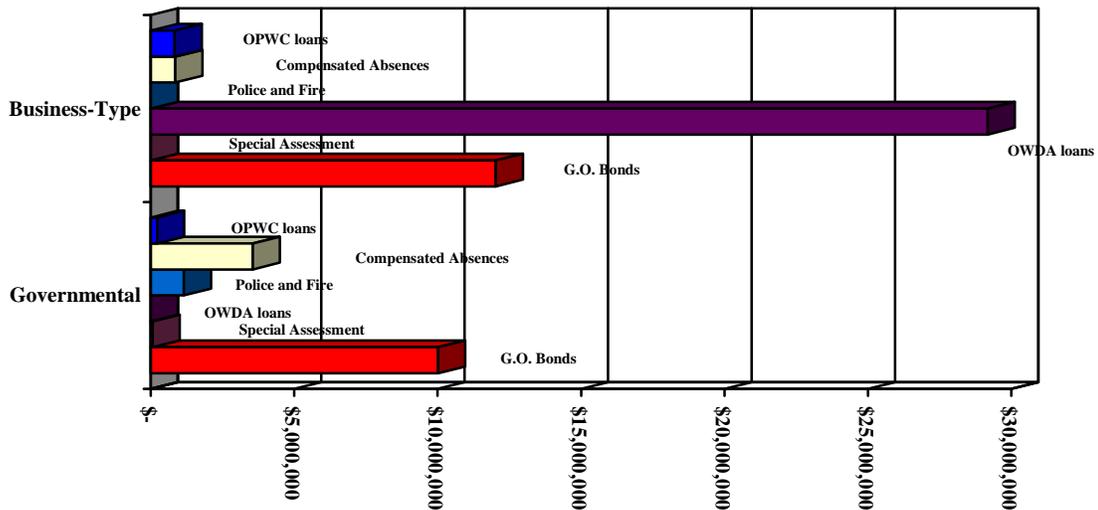
**Debt Administration**

The City had the following long-term obligations outstanding at December 31, 2009 and 2008:

	<u>Governmental Activities</u>	
	<u>2009</u>	<u>2008</u>
Compensated absences	\$ 3,553,292	\$ 3,574,770
Police and Fire past service	1,157,682	1,182,555
OPWC loans	227,872	242,555
Special Assessment bonds	67,165	106,185
General Obligation bonds	<u>10,015,000</u>	<u>10,610,000</u>
<b>Total long-term obligations</b>	<b><u>\$ 15,021,011</u></b>	<b><u>\$ 15,716,065</u></b>
	<u>Business-Type Activities</u>	
	<u>2009</u>	<u>2008</u>
General Obligation bonds	\$ 12,030,000	\$ 14,935,000
OPWC loans	838,933	880,450
OWDA loans	29,174,539	30,979,789
Compensated absences	<u>871,244</u>	<u>790,001</u>
<b>Total long-term obligations</b>	<b><u>\$ 42,914,716</u></b>	<b><u>\$ 47,585,240</u></b>

A comparison of the long-term obligations by category is depicted in the chart below.

**Long-term obligations**



## CITY OF FINDLAY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

It has long been the policy of the City to borrow money only for those projects that cannot be supported from the current available cash balances. When financing is necessary, careful consideration is given to total construction costs, length of payback period, and available interest rates before debt is actually issued. The City currently maintains a Aa2 credit rating with Moody's Investors Service and a AA rating from Standard and Pools.

During 2009, the City issued \$9,200 Ohio Public Works Commission loans for the purpose of waterline improvements and \$52,671 in Ohio Water Development Authority loans for water treatment plant clearwell repairs. The City issued no other debt during 2009 for governmental or business-type activities.

See Note 11 to the basic financial statements for further detail on the City long-term obligations outstanding at year-end.

#### **Economic Conditions and Outlook**

Significant employers in the area are Marathon Oil, Cooper Tire & Rubber, Ball Metal, Whirlpool, Nissin Brake, Lowe's Distribution, University of Findlay, The Right Thing, Kohls Distribution Center, Best Buy Distribution, Sanoh America, Blanchard Valley Hospital, Hancock County, Owens Community College, Findlay City Schools, Findlay Publishing, and the City of Findlay. In addition, our community has significant companies in a number of diverse industries: software development, trucking, plastics, car parts suppliers, stone aggregate producers, environmental remediation, publishing, corporate research, job placement, construction of assembly line machines, steel, drainage tile, and many more. Marathon and Cooper have traditionally been anti-cyclical and have done very well in recessions, serving as a stabilizing factor for our local economy.

However, 2009 was a difficult year for all employers. With almost no exceptions, employers shed jobs in Hancock County in 2009. The largest weaknesses in the local job market were related to a depressed construction industry and the startling contraction in the auto-parts industry. Although several auto-part manufacturers were forced to reduce employment as demand for their parts plunged during the Federal bailout of the automobile manufacturers, only one local auto parts manufacturer went under: Findlay Industries. The Findlay Industries closure displaced about 100 employees. Cardinal Health recently announced it will close its 200,000 square foot Findlay distribution center, which currently employs 115 people.

Cooper Tire & Rubber Company, the City's largest employer, is looking stronger again. Replacement tire sales have increased as consumers decide to replace tires on their existing cars instead of buying new cars (Cooper's niche is the replacement tire market). Also helping sales margins are the recent U.S. tariffs on Chinese-made tire imports. On the cost side Cooper is realizing savings from closing down one plant in Albany, Georgia while increasing automation at their other US plants. They have also benefited from lower raw materials costs- largely due to the decline in petroleum prices. Consequently, Cooper returned to profitability in 2009, and while the Findlay plant is not anticipating large employment growth, the expectation is that there will be steady production in the city for the future.

Looking forward into 2010, there are some bright spots.

Voters approved levies to build 3 new Findlay schools during the November 2009 elections. The \$73 million project includes 2 new middle schools which will replace the existing 3 middle schools in the district, and a new vocational school called the Millstream Career Technical Center.

## CITY OF FINDLAY, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

Voters also approved a 0.25%, 10-year sales tax to mitigate flooding in Hancock County. Several private companies formed the Northwest Ohio Flood Mitigation Partnership to speed up the United States Army Corps of Engineers' (USACE) flood study process, and that effort has been successful. Topographical, stream flow, architecture, and species studies were done in parallel rather than one at a time. Consequently, the process has been accelerated by approximately one year so far, and this summer the solutions are anticipated from the USACE. The Hancock County Sales tax is projected to raise \$25 million over 10 years, the City of Findlay will contribute another \$3 million, and the State of Ohio has already appropriated \$3 million with the promise of an additional \$6 million in future budget cycles. Together, this is anticipated to fund the majority of the local share of expenses necessary to implement the flood control projects for Hancock County. As of now, the total cost of flood control in Hancock County is estimated to be over \$100 million, but 65% of the funding would come from federal sources.

Home Depot is currently constructing a 658,000 square foot distribution center just north of Findlay, and plans to employ 100 in its first year to a total of 300 by the third year. Home Depot will be connecting to the City's water system, allowing for further extension of this key infrastructure to the north.

In North Baltimore (about 7 miles north of Findlay on I-75), CSX company is building a \$175 million intermodal rail yard capable of 200,000 lifts per day, as part of the National Gateway Project. The National Gateway Project is a series of large infrastructure improvements such as raising bridge heights over railroad tracks so that it is possible to transport double-stacked containers on the railroad. The new CSX line enables CSX to move freight from East Asia through the Panama Canal to East Coast ports, which then travel by rail to the Midwest. North Baltimore is the furthest west terminal for the National Gateway Project on CSX. About 25 trains from the East Coast will enter the yard daily.

#### **Contacting the City's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact Mr. Robert Cole Sprague, Auditor, City of Findlay, 318 Dorney Plaza, 313 Municipal Building, Findlay, Ohio 45840.

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**CITY OF FINDLAY, OHIO**

STATEMENT OF NET ASSETS  
DECEMBER 31, 2009

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Equity in pooled cash and investments . . . . .	\$ 9,231,670	\$ 3,767,859	\$ 12,999,529
Cash in segregated accounts . . . . .	51,254	-	51,254
Cash with fiduciary agent . . . . .	228,515	-	228,515
Cash with escrow agent . . . . .	120,711	238,378	359,089
Receivables (net of allowances for uncollectibles) . . . . .	6,825,201	1,983,234	8,808,435
Internal balances . . . . .	278	(278)	-
Due from other governments . . . . .	2,778,583	-	2,778,583
Prepayments . . . . .	117,481	53,177	170,658
Materials and supplies inventory. . . . .	437,702	678,819	1,116,521
Deferred bond costs . . . . .	135,359	-	135,359
Restricted assets:			
Equity in pooled cash and cash investments . . . . .	391,577	8,487,326	8,878,903
Deferred bond costs . . . . .	-	142,408	142,408
Capital assets:			
Nondepreciable capital assets . . . . .	12,816,565	13,878,245	26,694,810
Depreciable capital assets, net . . . . .	70,045,074	145,559,074	215,604,148
Total capital assets. . . . .	<u>82,861,639</u>	<u>159,437,319</u>	<u>242,298,958</u>
Total assets. . . . .	<u>103,179,970</u>	<u>174,788,242</u>	<u>277,968,212</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	1,151,296	284,546	1,435,842
Contracts payable. . . . .	88,606	14,384	102,990
Retainage payable . . . . .	87,228	238,378	325,606
Insurance deposits payable . . . . .	-	186,011	186,011
Accrued wages and benefits . . . . .	203,334	55,927	259,261
Due to other governments . . . . .	25,997	-	25,997
Deferred revenue. . . . .	-	7,105	7,105
Unearned revenue. . . . .	3,088,873	-	3,088,873
Deposits held and due to others . . . . .	578,152	455,157	1,033,309
Matured bonds payable. . . . .	33,483	-	33,483
Accrued interest payable. . . . .	230,991	801,978	1,032,969
Long-term liabilities:			
Due within one year . . . . .	2,362,450	4,153,271	6,515,721
Due in more than one year . . . . .	12,578,146	38,456,163	51,034,309
Total liabilities . . . . .	<u>20,428,556</u>	<u>44,652,920</u>	<u>65,081,476</u>
<b>Net assets:</b>			
Invested in capital assets, net of related debt . . . . .	72,632,017	117,699,129	190,331,146
Restricted for:			
Capital projects. . . . .	796,169	5,149,454	5,945,623
Debt service . . . . .	-	3,337,872	3,337,872
Security of persons and property programs . . . . .	120,155	-	120,155
General government operations. . . . .	377,200	-	377,200
Transportation improvement projects . . . . .	1,356,482	-	1,356,482
Income tax distribution . . . . .	3,270,228	-	3,270,228
Economic development programs . . . . .	949,428	-	949,428
Perpetual care:			
Expendable . . . . .	99	-	99
Nonexpendable . . . . .	1,153,077	-	1,153,077
Other purposes . . . . .	243,317	-	243,317
Unrestricted. . . . .	<u>1,853,242</u>	<u>3,948,867</u>	<u>5,802,109</u>
Total net assets . . . . .	<u>\$ 82,751,414</u>	<u>\$ 130,135,322</u>	<u>\$ 212,886,736</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF FINDLAY, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Governmental Activities:</b>				
General government . . . . .	\$ 7,077,400	\$ 2,496,854	\$ 38,007	\$ -
Security of persons and property . . . . .	14,753,558	162,514	29,620	833,744
Public health and welfare . . . . .	1,761,611	663,426	218,619	-
Transportation. . . . .	4,072,078	7,499	2,162,330	1,686,255
Leisure time activity. . . . .	1,728,505	832,625	-	-
Interest and fiscal charges. . . . .	466,040	46,252	145,000	-
Total governmental activities . . . . .	<u>29,859,192</u>	<u>4,209,170</u>	<u>2,593,576</u>	<u>2,519,999</u>
<b>Business-Type Activities:</b>				
Water . . . . .	5,934,589	7,234,830	-	893,130
Water pollution control. . . . .	6,834,280	8,889,619	-	903,416
Airport . . . . .	1,577,566	659,547	-	4,693,772
Parking facilities . . . . .	109,874	61,431	-	-
Swimming pool. . . . .	140,867	45,211	3,300	-
Total business-type activities . . . . .	<u>14,597,176</u>	<u>16,890,638</u>	<u>3,300</u>	<u>6,490,318</u>
Total primary government . . . . .	<u>\$ 44,456,368</u>	<u>\$ 21,099,808</u>	<u>\$ 2,596,876</u>	<u>\$ 9,010,317</u>

**General Revenues:**

Property taxes levied for:	
General purposes. . . . .	
Police and fire pensions . . . . .	
Income taxes levied for:	
General purposes. . . . .	
Grants and entitlements not restricted to specific programs . . . . .	
Investment earnings . . . . .	
(Decrease) in fair value of investments . . . . .	
Miscellaneous . . . . .	
Total general revenues. . . . .	
Transfers. . . . .	
Change in net assets. . . . .	
Net assets at beginning of year . . . . .	
Net assets at end of year . . . . .	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense) Revenue and Changes in Net Assets**

<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (4,542,539)	\$ -	\$ (4,542,539)
(13,727,680)	-	(13,727,680)
(879,566)	-	(879,566)
(215,994)	-	(215,994)
(895,880)	-	(895,880)
(274,788)	-	(274,788)
<u>(20,536,447)</u>	<u>-</u>	<u>(20,536,447)</u>
-	2,193,371	2,193,371
-	2,958,755	2,958,755
-	3,775,753	3,775,753
-	(48,443)	(48,443)
-	<u>(92,356)</u>	<u>(92,356)</u>
-	<u>8,787,080</u>	<u>8,787,080</u>
<u>(20,536,447)</u>	<u>8,787,080</u>	<u>(11,749,367)</u>
2,621,017	-	2,621,017
525,756	-	525,756
14,707,682	-	14,707,682
4,506,472	-	4,506,472
107,613	131,594	239,207
(102,525)	-	(102,525)
<u>537,215</u>	<u>169,249</u>	<u>706,464</u>
22,903,230	300,843	23,204,073
<u>(276,247)</u>	<u>276,247</u>	<u>-</u>
2,090,536	9,364,170	11,454,706
<u>80,660,878</u>	<u>120,771,152</u>	<u>201,432,030</u>
<u>\$ 82,751,414</u>	<u>\$ 130,135,322</u>	<u>\$ 212,886,736</u>

**CITY OF FINDLAY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR 2008)

	<u>General</u>	<u>Street Maintenance and Repair</u>	<u>City Income Tax Administration</u>
<b>Assets:</b>			
Equity in pooled cash and investments . . . . .	\$ 4,570,766	\$ 739,458	\$ 310,235
Cash in segregated accounts . . . . .	14,400	-	-
Cash with fiduciary agent . . . . .	-	-	-
Cash with escrow agent . . . . .	-	87,228	-
Receivables (net of allowance for uncollectibles) . . . . .	2,640,650	5,250	2,600,468
Due from other governments . . . . .	2,172,502	535,166	-
Prepayments. . . . .	77,819	13,127	1,046
Materials and supplies inventory . . . . .	-	432,895	-
Restricted assets:			
Equity in pooled cash and investments . . . . .	-	-	391,577
Total assets . . . . .	<u>\$ 9,476,137</u>	<u>\$ 1,813,124</u>	<u>\$ 3,303,326</u>
<b>Liabilities:</b>			
Accounts payable . . . . .	\$ 1,005,485	\$ 125,917	\$ 14,597
Contracts payable . . . . .	61,297	27,309	-
Retainage payable. . . . .	-	87,228	-
Insurance deposits payable. . . . .	513,606	55,392	8,900
Accrued wages and benefits. . . . .	182,546	18,502	2,286
Compensated absences payable. . . . .	585	-	-
Due to other governments. . . . .	25,997	-	-
Matured bonds payable . . . . .	-	-	-
Deferred revenue . . . . .	941,970	398,257	1,240,040
Unearned revenue . . . . .	2,508,869	-	-
Total liabilities . . . . .	<u>5,240,355</u>	<u>712,605</u>	<u>1,265,823</u>
<b>Fund Balances:</b>			
Reserved for encumbrances. . . . .	1,035,657	706,219	34,189
Reserved for prepayments . . . . .	77,819	13,127	1,046
Reserved for materials and supplies inventory . . . . .	-	432,895	-
Reserved for loans receivable . . . . .	-	-	-
Reserved for debt service. . . . .	-	-	-
Reserved for perpetual care. . . . .	-	-	-
Reserved for capital improvements. . . . .	-	-	391,577
Unreserved:			
Designated for budget stabilization . . . . .	-	-	-
Undesignated (deficit), reported in:			
General fund . . . . .	3,122,306	-	-
Special revenue funds. . . . .	-	(51,722)	1,610,691
Permanent fund . . . . .	-	-	-
Capital projects funds. . . . .	-	-	-
Total fund balances . . . . .	<u>4,235,782</u>	<u>1,100,519</u>	<u>2,037,503</u>
Total liabilities and fund balances. . . . .	<u>\$ 9,476,137</u>	<u>\$ 1,813,124</u>	<u>\$ 3,303,326</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<b>Other Governmental Funds</b>	<b>Total Governmental Funds 2009</b>	<b>Total Governmental Funds 2008</b>
\$ 2,547,021	\$ 8,167,480	\$ 11,766,180
36,854	51,254	264,321
228,515	228,515	102,376
33,483	120,711	59,364
1,578,746	6,825,114	6,660,735
70,915	2,778,583	2,133,296
7	91,999	86,729
-	432,895	360,910
-	391,577	1,046,951
<u>\$ 4,495,541</u>	<u>\$ 19,088,128</u>	<u>\$ 22,480,862</u>
\$ 4,169	\$ 1,150,168	\$ 1,307,658
-	88,606	15,979
-	87,228	25,571
254	578,152	266,009
-	203,334	743,258
-	585	166,488
-	25,997	6,355
33,483	33,483	33,793
96,582	2,676,849	2,677,861
<u>580,004</u>	<u>3,088,873</u>	<u>3,088,590</u>
<u>714,492</u>	<u>7,933,275</u>	<u>8,331,562</u>
4,590	1,780,655	1,986,840
7	91,999	86,729
-	432,895	360,910
912,574	912,574	713,042
69,337	69,337	78,008
1,153,077	1,153,077	1,106,527
-	391,577	1,046,951
-	-	1,000,000
-	3,122,306	4,143,164
849,786	2,408,755	2,818,273
99	99	1,343
<u>791,579</u>	<u>791,579</u>	<u>807,513</u>
<u>3,781,049</u>	<u>11,154,853</u>	<u>14,149,300</u>
<u>\$ 4,495,541</u>	<u>\$ 19,088,128</u>	<u>\$ 22,480,862</u>

**CITY OF FINDLAY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
DECEMBER 31, 2009

<b>Total governmental fund balances</b>		\$ 11,154,853
<i>Amounts reported for governmental activities on the statement of net assets are different because:</i>		
Capital assets used in governmental activities (excluding internal service fund capital assets) are not financial resources and therefore are not reported in the funds.		82,861,456
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Income taxes receivable	\$ 1,240,040	
Special assessments receivable	37,193	
Accounts receivable	55,775	
Intergovernmental receivable	1,343,841	
Total		2,676,849
Unamortized balances of bond related transactions are not recorded in the funds.		
Unamortized premiums on bonds issued	(57,172)	
Unamortized discounts on bonds issued	44,277	
Unamortized deferred charges on refundings	93,310	
Unamortized bond issue costs	135,359	
Total		215,774
Internal service funds are used by management to charge the costs of self-insurance and central stores operations to individual funds. The assets and liabilities of the internal service funds are included in governmental activities on the statement of net assets. The net assets of the internal service funds, including internal balances of \$278, are:		1,093,899
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. The long-term liabilities are as follows:		
Accrued interest payable	(230,991)	
Special assessment bonds payable	(67,165)	
General obligation bonds payable	(10,015,000)	
OPWC loans payable	(227,872)	
Police and fire past service liability payable	(1,157,682)	
Compensated absences payable	(3,552,707)	
Total		(15,251,417)
<b>Net assets of governmental activities</b>		<b>\$ 82,751,414</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**CITY OF FINDLAY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR 2008)

	<u>General</u>	<u>Street Maintenance and Repair</u>	<u>City Income Tax Administration</u>
<b>Revenues:</b>			
Municipal income taxes . . . . .	\$ -	\$ -	\$ 14,623,811
Property and other taxes . . . . .	2,621,017	210	-
Charges for services . . . . .	2,419,913	17,487	13,056
Licenses and permits . . . . .	394,060	-	-
Fines and forfeitures . . . . .	1,050,050	-	-
Intergovernmental . . . . .	5,516,999	3,497,506	-
Special assessments . . . . .	-	-	-
Investment income . . . . .	105,481	-	-
Increase (decrease) in fair value of investments . . . . .	(102,525)	-	-
Rental income . . . . .	65,948	-	-
Contributions and donations . . . . .	12,531	-	-
Reimbursements . . . . .	451,996	12,799	579
Tax increment financing . . . . .	-	-	-
Other . . . . .	17,626	54,005	-
<b>Total revenues . . . . .</b>	<b>12,553,096</b>	<b>3,582,007</b>	<b>14,637,446</b>
<b>Expenditures:</b>			
Current:			
General government . . . . .	5,723,474	-	938,574
Security of persons and property . . . . .	14,416,411	-	-
Public health and welfare . . . . .	1,669,723	-	-
Transportation . . . . .	-	2,271,090	-
Leisure time activity . . . . .	1,635,959	-	-
Other . . . . .	-	-	-
Capital outlay . . . . .	3,177,334	3,446,556	-
Debt service:			
Principal retirement . . . . .	-	-	-
Interest and fiscal charges . . . . .	-	-	-
Bond issuance costs . . . . .	-	-	-
Note issuance costs . . . . .	-	-	-
<b>Total expenditures . . . . .</b>	<b>26,622,901</b>	<b>5,717,646</b>	<b>938,574</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	(14,069,805)	(2,135,639)	13,698,872
<b>Other financing sources (uses):</b>			
Sale of capital assets . . . . .	11,394	-	-
Issuance of bonds . . . . .	-	-	-
Discount on bonds sold . . . . .	-	-	-
Premium on notes sold . . . . .	-	-	-
Transfers in . . . . .	13,321,869	1,235,044	281,394
Transfers out . . . . .	(900,303)	(50,069)	(14,445,511)
<b>Total other financing sources (uses) . . . . .</b>	<b>12,432,960</b>	<b>1,184,975</b>	<b>(14,164,117)</b>
Net change in fund balances . . . . .	(1,636,845)	(950,664)	(465,245)
<b>Fund balances at beginning of year . . . . .</b>	<b>5,863,694</b>	<b>1,982,861</b>	<b>2,502,755</b>
<b>Increase in reserve for inventory . . . . .</b>	<b>-</b>	<b>71,985</b>	<b>-</b>
<b>Increase (decrease) in prepaids . . . . .</b>	<b>8,933</b>	<b>(3,663)</b>	<b>(7)</b>
<b>Fund balances at end of year . . . . .</b>	<b>\$ 4,235,782</b>	<b>\$ 1,100,519</b>	<b>\$ 2,037,503</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Other Governmental Funds	Total Governmental Funds 2009	Total Governmental Funds 2008
\$ -	\$ 14,623,811	\$ 15,646,020
525,756	3,146,983	3,193,744
181,932	2,632,388	2,011,057
-	394,060	335,820
82,312	1,132,362	1,178,490
409,596	9,424,101	6,768,810
36,385	36,385	47,171
20,871	126,352	637,025
-	(102,525)	74,364
-	65,948	58,677
145,000	157,531	157,036
4,511	469,885	1,085,310
45,943	45,943	40,383
-	71,631	94,919
<u>1,452,306</u>	<u>32,224,855</u>	<u>31,328,826</u>
138,465	6,800,513	7,383,581
13,929	14,430,340	14,470,422
4,318	1,674,041	1,674,062
26,947	2,298,037	2,791,562
-	1,635,959	1,871,879
-	-	587
502,422	7,126,312	6,909,430
648,703	648,703	428,703
417,799	417,799	363,261
-	-	123,063
-	-	11,168
<u>1,752,583</u>	<u>35,031,704</u>	<u>36,027,718</u>
<u>(300,277)</u>	<u>(2,806,849)</u>	<u>(4,698,892)</u>
-	11,394	35,096
-	-	8,200,000
-	-	(46,937)
-	-	12,848
875,503	15,713,810	18,127,688
(594,174)	(15,990,057)	(18,964,172)
<u>281,329</u>	<u>(264,853)</u>	<u>7,364,523</u>
(18,948)	(3,071,702)	2,665,631
3,799,990	14,149,300	11,367,642
-	71,985	114,983
7	5,270	1,044
<u>\$ 3,781,049</u>	<u>\$ 11,154,853</u>	<u>\$ 14,149,300</u>

**CITY OF FINDLAY, 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, 2009

<b>Net change in fund balances - total governmental funds</b>		\$ (3,071,702)
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Government funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period (net of internal service fund activity):		
Capital outlays	\$ 7,337,490	
Depreciation expense	<u>(2,679,354)</u>	4,658,136
The effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, donations and impairments) is to decrease net assets.		
		(12,133)
Governmental funds report expenditures for prepaids and consumable inventories when purchased. However, in the statement of activities, they are reported as an expense when consumed.		
		77,255
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Income taxes	83,871	
Charges for services	(54,161)	
Special assessments	(36,076)	
Intergovernmental	<u>5,354</u>	(1,012)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items contributed to additional interest being reported in the statement of activities:		
Increase in accrued interest payable	(25,954)	
Amortization of bond premiums	10,907	
Amortization of bond discounts	(1,878)	
Amortization of deferred charges on refundings	(22,024)	
Amortization of bond issue costs	<u>(9,292)</u>	(48,241)
Repayment of bonds, loans and the police and fire past service liability are expenditures in the governmental funds, but the repayments reduce long-term liabilities on the statement of net assets.		
		673,576
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
		(144,425)
Internal service funds are used by management to charge the costs of self-insurance and central stores operations to individual funds are not reported in the government-wide statement of activities. Governmental fund expenditures and the related internal service funds revenues are eliminated. The net revenue (expense) of the internal service funds, including internal balance activity of \$1,162, is allocated among the governmental activities.		
		<u>(40,918)</u>
<b>Change in net assets of governmental activities</b>		<u><u>\$ 2,090,536</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF FINDLAY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
 GENERAL FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 2,920,697	\$ 2,865,697	\$ 2,621,017	\$ (244,680)
Charges for services . . . . .	2,019,683	1,994,683	2,419,913	425,230
Licenses and permits. . . . .	329,696	301,966	394,060	92,094
Fines and forfeitures. . . . .	1,352,710	1,078,250	1,050,050	(28,200)
Intergovernmental . . . . .	6,032,064	5,955,905	5,516,999	(438,906)
Investment income . . . . .	241,536	241,536	105,481	(136,055)
(Decrease) in fair value of investments . . . . .	-	-	(102,525)	(102,525)
Rental income . . . . .	58,630	59,130	65,948	6,818
Contributions and donations . . . . .	17,300	19,000	12,531	(6,469)
Reimbursements. . . . .	471,802	462,072	451,996	(10,076)
Other . . . . .	-	-	17,626	17,626
Total revenues. . . . .	<u>13,444,118</u>	<u>12,978,239</u>	<u>12,553,096</u>	<u>(425,143)</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	6,319,832	6,258,910	5,723,474	535,436
Security of persons and property . . . . .	14,717,368	14,932,798	14,416,411	516,387
Public health and welfare. . . . .	1,538,056	1,728,271	1,669,723	58,548
Leisure time activity . . . . .	2,005,491	1,981,877	1,635,959	345,918
Capital outlay . . . . .	-	3,177,334	3,177,334	-
Total expenditures . . . . .	<u>24,580,747</u>	<u>28,079,190</u>	<u>26,622,901</u>	<u>1,456,289</u>
Excess of expenditures over revenues . . . . .	<u>(11,136,629)</u>	<u>(15,100,951)</u>	<u>(14,069,805)</u>	<u>1,031,146</u>
<b>Other financing sources (uses):</b>				
Sale of capital assets. . . . .	-	-	11,394	11,394
Transfers in . . . . .	13,502,602	13,063,592	13,321,869	258,277
Transfers out . . . . .	(362,721)	(900,303)	(900,303)	-
Total other financing sources (uses) . . . . .	<u>13,139,881</u>	<u>12,163,289</u>	<u>12,432,960</u>	<u>269,671</u>
Net change in fund balance . . . . .	2,003,252	(2,937,662)	(1,636,845)	1,300,817
<b>Fund balance at beginning of year . . . . .</b>	5,863,694	5,863,694	5,863,694	-
<b>Increase in reserve for prepaids . . . . .</b>	<u>8,933</u>	<u>8,933</u>	<u>8,933</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 7,875,879</u>	<u>\$ 2,934,965</u>	<u>\$ 4,235,782</u>	<u>\$ 1,300,817</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF FINDLAY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
 STREET MAINTENANCE AND REPAIR  
 FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 1	\$ 1	\$ 210	\$ 209
Charges for services . . . . .	805	805	17,487	16,682
Intergovernmental . . . . .	2,696,772	5,296,824	3,497,506	(1,799,318)
Reimbursements. . . . .	6,000	6,000	12,799	6,799
Other . . . . .	45,600	45,600	54,005	8,405
Total revenues. . . . .	<u>2,749,178</u>	<u>5,349,230</u>	<u>3,582,007</u>	<u>(1,767,223)</u>
<b>Expenditures:</b>				
Current:				
Transportation . . . . .	2,571,870	2,525,176	2,271,090	254,086
Capital outlay . . . . .	-	3,446,560	3,446,556	4
Total expenditures . . . . .	<u>2,571,870</u>	<u>5,971,736</u>	<u>5,717,646</u>	<u>254,090</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>177,308</u>	<u>(622,506)</u>	<u>(2,135,639)</u>	<u>(1,513,133)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	1,280,244	1,272,544	1,235,044	(37,500)
Transfers out . . . . .	-	(50,069)	(50,069)	-
Total other financing sources (uses) . . . . .	<u>1,280,244</u>	<u>1,222,475</u>	<u>1,184,975</u>	<u>(37,500)</u>
Net change in fund balance . . . . .	1,457,552	599,969	(950,664)	(1,550,633)
<b>Fund balance at beginning of year . . . . .</b>	1,982,861	1,982,861	1,982,861	-
<b>Increase in reserve for inventory . . . . .</b>	71,985	71,985	71,985	-
<b>Decrease in reserve for prepaids. . . . .</b>	<u>(3,663)</u>	<u>(3,663)</u>	<u>(3,663)</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 3,508,735</u>	<u>\$ 2,651,152</u>	<u>\$ 1,100,519</u>	<u>\$ (1,550,633)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF FINDLAY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
 CITY INCOME TAX ADMINISTRATION  
 FOR THE YEAR ENDED DECEMBER 31, 2009

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues:</b>				
Municipal income taxes . . . . .	\$ 16,524,526	\$ 14,228,101	\$ 14,623,811	\$ 395,710
Charges for services . . . . .	11,000	11,000	13,056	2,056
Reimbursements . . . . .	-	-	579	579
Total revenues. . . . .	<u>16,535,526</u>	<u>14,239,101</u>	<u>14,637,446</u>	<u>398,345</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	894,637	1,046,402	938,574	107,828
Total expenditures . . . . .	<u>894,637</u>	<u>1,046,402</u>	<u>938,574</u>	<u>107,828</u>
Excess of revenues over expenditures . . . . .	<u>15,640,889</u>	<u>13,192,699</u>	<u>13,698,872</u>	<u>506,173</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	-	-	281,394	281,394
Transfers out . . . . .	(12,662,568)	(14,445,511)	(14,445,511)	-
Total other financing sources (uses) . . . . .	<u>(12,662,568)</u>	<u>(14,445,511)</u>	<u>(14,164,117)</u>	<u>281,394</u>
Net change in fund balance . . . . .	2,978,321	(1,252,812)	(465,245)	787,567
<b>Fund balance at beginning of year . . . . .</b>	2,502,755	2,502,755	2,502,755	-
<b>Decrease in reserve for prepaids . . . . .</b>	<u>(7)</u>	<u>(7)</u>	<u>(7)</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 5,481,069</u>	<u>\$ 1,249,936</u>	<u>\$ 2,037,503</u>	<u>\$ 787,567</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF FINDLAY, OHIO**

STATEMENT OF NET ASSETS  
 PROPRIETARY FUNDS  
 DECEMBER 31, 2009  
 (WITH COMPARATIVE TOTALS FOR 2008)

	<b>Business-type Activities -Enterprise Funds</b>			
	<b>Water</b>	<b>Water Pollution Control</b>	<b>Airport</b>	<b>Other Enterprise</b>
<b>Assets:</b>				
Current assets:				
Equity in pooled cash and investments . . . . .	\$ 3,482,272	\$ 214,015	\$ 50,073	\$ 21,499
Cash with escrow agent. . . . .	35,443	23,670	179,265	-
Receivables (net of allowance for uncollectibles) . .	1,508,069	438,419	36,746	-
Due from other funds . . . . .	-	401,453	-	-
Prepayments. . . . .	24,544	14,623	11,626	2,384
Materials and supplies inventory . . . . .	623,468	9,114	46,237	-
Total current assets . . . . .	<u>5,673,796</u>	<u>1,101,294</u>	<u>323,947</u>	<u>23,883</u>
Noncurrent assets:				
Restricted assets:				
Equity in pooled cash and investments. . . . .	1,096,562	7,358,295	32,469	-
Deferred bond costs. . . . .	60,321	80,883	1,204	-
Capital assets:				
Nondepreciable capital assets. . . . .	3,146,557	2,536,219	8,099,507	95,962
Depreciable capital assets, net . . . . .	50,222,948	85,558,678	9,259,126	518,322
Total noncurrent assets . . . . .	<u>54,526,388</u>	<u>95,534,075</u>	<u>17,392,306</u>	<u>614,284</u>
Total assets . . . . .	<u>60,200,184</u>	<u>96,635,369</u>	<u>17,716,253</u>	<u>638,167</u>
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable. . . . .	136,780	103,960	40,220	3,586
Contracts payable. . . . .	14,384	-	-	-
Retainage payable. . . . .	35,443	23,670	179,265	-
Insurance deposits payable. . . . .	104,247	69,337	10,765	1,662
Accrued wages and benefits . . . . .	28,552	23,282	3,343	750
Compensated absences payable. . . . .	180,049	136,926	21,475	4,271
Due to other funds . . . . .	401,453	-	-	-
Deposits held and due to others . . . . .	455,157	-	-	-
Deferred revenue . . . . .	6,172	933	-	-
Claims payable . . . . .	-	-	-	-
Current portion of loans payable . . . . .	226,473	1,784,077	-	-
Current portion of bonds . . . . .	545,000	1,215,000	40,000	-
Accrued interest payable. . . . .	135,954	663,555	2,469	-
Total current liabilities . . . . .	<u>2,269,664</u>	<u>4,020,740</u>	<u>297,537</u>	<u>10,269</u>
Long-term liabilities:				
General obligation bonds . . . . .	4,876,530	4,960,223	87,965	-
Compensated absences payable . . . . .	331,534	146,847	50,142	-
Loans payable . . . . .	4,242,850	23,760,072	-	-
Total long-term liabilities . . . . .	<u>9,450,914</u>	<u>28,867,142</u>	<u>138,107</u>	<u>-</u>
Total liabilities . . . . .	<u>11,720,578</u>	<u>32,887,882</u>	<u>435,644</u>	<u>10,269</u>
<b>Net assets:</b>				
Invested in capital assets, net of related debt. . . .	43,478,652	56,375,525	17,230,668	614,284
Restricted for:				
Capital projects . . . . .	710,041	4,439,413	-	-
Debt service . . . . .	386,521	2,918,882	32,469	-
Unrestricted . . . . .	3,904,392	13,667	17,472	13,614
Total net assets . . . . .	<u>\$ 48,479,606</u>	<u>\$ 63,747,487</u>	<u>\$ 17,280,609</u>	<u>\$ 627,898</u>

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

Net assets of business-type activities

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<b>2009 Enterprise Funds Total</b>	<b>2008 Enterprise Funds Total</b>	<b>2009 Governmental Activities - Internal Service Funds</b>	<b>2008 Governmental Activities - Internal Service Funds</b>
\$ 3,767,859	\$ 5,350,727	\$ 1,064,190	\$ 1,127,533
238,378	26,570	-	-
1,983,234	1,937,327	87	1,238
401,453	381,932	-	-
53,177	62,734	25,482	-
678,819	474,539	4,807	4,136
<u>7,122,920</u>	<u>8,233,829</u>	<u>1,094,566</u>	<u>1,132,907</u>
8,487,326	8,644,312	-	-
142,408	167,353	-	-
13,878,245	8,751,581	-	-
145,559,074	144,479,722	183	2,374
<u>168,067,053</u>	<u>162,042,968</u>	<u>183</u>	<u>2,374</u>
175,189,973	170,276,797	1,094,749	1,135,281
284,546	367,417	1,128	1,185
14,384	28,142	-	-
238,378	26,570	-	-
186,011	96,387	-	-
55,927	189,817	-	-
342,721	386,452	-	-
401,453	381,932	-	-
455,157	357,167	-	-
7,105	9,531	-	-
-	-	-	719
2,010,550	1,910,267	-	-
1,800,000	2,905,000	-	-
801,978	875,112	-	-
<u>6,598,210</u>	<u>7,533,794</u>	<u>1,128</u>	<u>1,904</u>
9,924,718	11,616,888	-	-
528,523	403,551	-	-
28,002,922	29,949,972	-	-
<u>38,456,163</u>	<u>41,970,411</u>	<u>-</u>	<u>-</u>
45,054,373	49,504,205	1,128	1,904
117,699,129	107,016,529	183	2,374
5,149,454	5,144,813	-	-
3,337,872	3,499,499	-	-
3,949,145	5,111,751	1,093,438	1,131,003
130,135,600	120,772,592	\$ 1,093,621	\$ 1,133,377
(278)	(1,440)		
<u>\$ 130,135,322</u>	<u>\$ 120,771,152</u>		

**CITY OF FINDLAY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR 2008)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water</b>	<b>Water Pollution Control</b>	<b>Airport</b>	<b>Other Enterprise</b>
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 7,190,263	\$ 8,878,741	\$ 22,602	\$ 93,383
Other . . . . .	44,567	10,878	636,945	13,259
<b>Total operating revenues . . . . .</b>	<b>7,234,830</b>	<b>8,889,619</b>	<b>659,547</b>	<b>106,642</b>
<b>Operating expenses:</b>				
Personal services . . . . .	2,834,642	2,119,067	321,481	131,564
Contract services . . . . .	491,908	707,408	91,484	47,256
Materials and supplies . . . . .	570,610	265,902	364,877	34,097
Utilities . . . . .	305,027	421,938	15,472	5,043
Depreciation . . . . .	1,236,059	1,921,664	775,369	32,781
<b>Total operating expenses . . . . .</b>	<b>5,438,246</b>	<b>5,435,979</b>	<b>1,568,683</b>	<b>250,741</b>
<b>Operating income (loss) . . . . .</b>	<b>1,796,584</b>	<b>3,453,640</b>	<b>(909,136)</b>	<b>(144,099)</b>
<b>Nonoperating revenues (expenses):</b>				
Other nonoperating revenues . . . . .	55,347	82,446	31,346	110
Intergovernmental . . . . .	-	-	-	3,300
Interest revenue . . . . .	63,258	68,336	-	-
Loss on disposal of capital assets . . . . .	(508)	-	-	-
Interest expense and fiscal charges . . . . .	(496,679)	(1,398,619)	(8,883)	-
<b>Total nonoperating revenues (expenses) . . . . .</b>	<b>(378,582)</b>	<b>(1,247,837)</b>	<b>22,463</b>	<b>3,410</b>
<b>Income (loss) before contributions and transfers . . . . .</b>	<b>1,418,002</b>	<b>2,205,803</b>	<b>(886,673)</b>	<b>(140,689)</b>
Capital contributions . . . . .	893,130	903,416	4,693,772	-
Transfers in . . . . .	150,000	-	69,924	78,456
Transfers out . . . . .	-	-	(22,133)	-
<b>Changes in net assets . . . . .</b>	<b>2,461,132</b>	<b>3,109,219</b>	<b>3,854,890</b>	<b>(62,233)</b>
<b>Net assets at beginning of year . . . . .</b>	<b>46,018,474</b>	<b>60,638,268</b>	<b>13,425,719</b>	<b>690,131</b>
<b>Net assets at end of year . . . . .</b>	<b>\$ 48,479,606</b>	<b>\$ 63,747,487</b>	<b>\$ 17,280,609</b>	<b>\$ 627,898</b>

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

Changes in net assets of business-type activities

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<b>2009</b>		<b>2008</b>		<b>2009</b>	<b>2008</b>
<b>Enterprise</b>		<b>Enterprise</b>		<b>Governmental</b>	<b>Governmental</b>
<b>Funds Total</b>		<b>Funds Total</b>		<b>Activities -</b>	<b>Activities -</b>
				<b>Internal</b>	<b>Internal</b>
				<b>Service Funds</b>	<b>Service Funds</b>
\$	16,184,989	\$	16,027,271	\$	20,420
	705,649		917,568		-
	<u>16,890,638</u>		<u>16,944,839</u>		<u>20,420</u>
	5,406,754		5,356,762		-
	1,338,056		1,733,536		40,157
	1,235,486		2,119,230		19,960
	747,480		769,480		-
	<u>3,965,873</u>		<u>3,736,909</u>		<u>2,191</u>
	<u>12,693,649</u>		<u>13,715,917</u>		<u>62,308</u>
	<u>4,196,989</u>		<u>3,228,922</u>		<u>(41,888)</u>
	169,249		181,179		-
	3,300		12,469		-
	131,594		475,668		2,132
	(508)		(31,121)		-
	<u>(1,904,181)</u>		<u>(2,083,008)</u>		<u>-</u>
	<u>(1,600,546)</u>		<u>(1,322,244)</u>		<u>2,132</u>
	2,596,443		1,906,678		(39,756)
	6,490,318		2,342,423		-
	298,380		868,720		-
	<u>(22,133)</u>		<u>(32,236)</u>		<u>-</u>
	9,363,008		4,963,016		(39,756)
					<u>1,133,377</u>
					<u>1,157,988</u>
					<u>\$ 1,093,621</u>
					<u>\$ 1,133,377</u>
	<u>1,162</u>		<u>(1,426)</u>		
\$	<u>9,364,170</u>	\$	<u>4,961,590</u>		

**CITY OF FINDLAY, OHIO**

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2009  
 (WITH COMPARATIVE TOTALS FOR 2008)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water</b>	<b>Water Pollution Control</b>	<b>Airport</b>	<b>Other Enterprise</b>
<b>Cash flows from operating activities:</b>				
Cash received from customers . . . . .	\$ 7,137,605	\$ 8,809,341	\$ 22,602	\$ 93,383
Cash received from other operations. . . . .	44,567	10,878	623,581	13,259
Cash payments for personal services . . . . .	(2,781,324)	(2,142,227)	(297,630)	(148,599)
Cash payments for contract services . . . . .	(380,851)	(679,840)	(90,185)	(47,089)
Cash payments for materials and supplies . . . . .	(813,346)	(328,996)	(166,472)	(34,558)
Cash payments for utilities. . . . .	(285,506)	(421,938)	(15,472)	(5,043)
Net cash provided by (used in) operating activities.	<u>2,921,145</u>	<u>5,247,218</u>	<u>76,424</u>	<u>(128,647)</u>
<b>Cash flows from noncapital financing activities:</b>				
Other non-capital revenues . . . . .	55,347	82,446	31,346	110
Grants and contributions . . . . .	-	-	-	3,300
Transfers in . . . . .	150,000	-	69,924	78,456
Transfers out. . . . .	-	-	(22,133)	-
Net cash provided by noncapital financing activities . . . . .	<u>205,347</u>	<u>82,446</u>	<u>79,137</u>	<u>81,866</u>
<b>Cash flows from capital and related financing activities:</b>				
Acquisition of capital assets . . . . .	(1,840,640)	(2,029,721)	(4,703,277)	(8,961)
Capital contributions . . . . .	192,992	-	4,693,772	-
Principal paid on bonds . . . . .	(1,755,000)	(1,110,000)	(40,000)	-
Interest paid on bonds . . . . .	(296,839)	(320,450)	(6,238)	-
Proceeds of loans. . . . .	61,871	-	-	-
Principal paid on loans. . . . .	(196,171)	(1,712,467)	-	-
Interest paid on loans . . . . .	(120,077)	(1,100,938)	-	-
Net cash used in capital and related financing activities . . . . .	<u>(3,953,864)</u>	<u>(6,273,576)</u>	<u>(55,743)</u>	<u>(8,961)</u>
<b>Cash flows from investing activities:</b>				
Interest received. . . . .	<u>93,494</u>	<u>105,668</u>	<u>-</u>	<u>-</u>
Net cash provided by investing activities. . . . .	<u>93,494</u>	<u>105,668</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents . .	(733,878)	(838,244)	99,818	(55,742)
<b>Cash and cash equivalents at beginning of year . . .</b>	<u>5,348,155</u>	<u>8,434,224</u>	<u>161,989</u>	<u>77,241</u>
<b>Cash and cash equivalents at end of year. . . . .</b>	<u><u>\$ 4,614,277</u></u>	<u><u>\$ 7,595,980</u></u>	<u><u>\$ 261,807</u></u>	<u><u>\$ 21,499</u></u>

<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
<b>Enterprise</b>	<b>Enterprise</b>	<b>Governmental</b>	<b>Governmental</b>
<b>Funds Total</b>	<b>Funds Total</b>	<b>Activities -</b>	<b>Activities -</b>
		<b>Internal</b>	<b>Internal</b>
		<b>Service Funds</b>	<b>Service Funds</b>
\$ 16,062,931	\$ 16,046,264	\$ 20,420	\$ 23,679
692,285	981,782	-	-
(5,369,780)	(5,481,484)	-	-
(1,197,965)	(1,611,956)	(66,358)	(64,199)
(1,343,372)	(1,947,723)	(20,688)	(21,640)
(727,959)	(783,099)	-	-
<u>8,116,140</u>	<u>7,203,784</u>	<u>(66,626)</u>	<u>(62,160)</u>
169,249	184,178	-	-
3,300	12,469	-	-
298,380	868,720	-	-
(22,133)	(32,236)	-	-
<u>448,796</u>	<u>1,033,131</u>	<u>-</u>	<u>-</u>
(8,582,599)	(4,027,359)	-	-
4,886,764	731,855	-	-
(2,905,000)	(2,840,000)	-	-
(623,527)	(707,796)	-	-
61,871	208,553	-	-
(1,908,638)	(1,843,051)	-	-
(1,221,015)	(1,292,221)	-	-
<u>(10,292,144)</u>	<u>(9,770,019)</u>	<u>-</u>	<u>-</u>
<u>199,162</u>	<u>535,870</u>	<u>3,283</u>	<u>46,942</u>
<u>199,162</u>	<u>535,870</u>	<u>3,283</u>	<u>46,942</u>
(1,528,046)	(997,234)	(63,343)	(15,218)
14,021,609	15,018,843	1,127,533	1,142,751
<u>\$ 12,493,563</u>	<u>\$ 14,021,609</u>	<u>\$ 1,064,190</u>	<u>\$ 1,127,533</u>

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**CITY OF FINDLAY, OHIO**

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2009  
 (WITH COMPARATIVE TOTALS FOR 2008)

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water</b>	<b>Water Pollution Control</b>	<b>Airport</b>	<b>Other Enterprise</b>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>				
Operating income (loss) . . . . .	\$ 1,796,584	\$ 3,453,640	\$ (909,136)	\$ (144,099)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation . . . . .	1,236,059	1,921,664	775,369	32,781
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable . . . . .	(52,583)	(50,502)	(13,364)	2,974
(Increase) decrease in due from other funds . . . . .	-	(19,521)	-	-
(Increase) decrease in materials and supplies inventory . . . . .	(210,589)	1,804	4,505	-
(Increase) decrease in prepayments. . . . .	4,194	3,898	1,299	167
Increase (decrease) in accounts payable. . . . .	(32,147)	(64,898)	14,635	(461)
Increase (decrease) in claims payable. . . . .	-	-	-	-
Increase (decrease) in accrued wages and benefits . . .	(69,956)	(54,483)	(7,307)	(2,144)
Increase (decrease) in compensated absences payable . . . . .	77,227	(6,843)	26,819	(15,963)
Increase (decrease) in insurance deposits payable . . . .	46,047	38,166	4,339	1,072
Increase in deposits held and due to others . . . . .	97,990	-	-	-
Increase (decrease) in deferred revenue . . . . .	(75)	623	-	(2,974)
Increase (decrease) in retainage payable . . . . .	8,873	23,670	179,265	-
Increase (decrease) in due to other funds . . . . .	19,521	-	-	-
Net cash provided by (used in) operating activities . .	<u>\$ 2,921,145</u>	<u>\$ 5,247,218</u>	<u>\$ 76,424</u>	<u>\$ (128,647)</u>

**Non-cash Transactions:**

During 2009, the Water Pollution Control fund received \$903,416 in capital contributions of donated sewer lines from private developers. At December 31, 2009 and 2008, the Water Pollution Control fund purchased \$0 and \$7,220, respectively, in capital assets on account. During 2009, the Water fund received \$700,138 in capital contributions of donated water lines from private developers. At December 31, 2009 and 2008, the Water fund purchased \$14,384 and \$20,922, respectively, in capital assets on account.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>2009</u> <u>Enterprise</u> <u>Funds Total</u>	<u>2008</u> <u>Enterprise</u> <u>Funds Total</u>	<u>2009</u> <u>Governmental</u> <u>Activities -</u> <u>Internal</u> <u>Service Funds</u>	<u>2008</u> <u>Governmental</u> <u>Activities -</u> <u>Internal</u> <u>Service Funds</u>
\$ 4,196,989	\$ 3,228,922	\$ (41,888)	\$ (63,698)
3,965,873	3,736,909	2,191	2,191
(113,475)	82,858	-	-
(19,521)	13,619	-	-
(204,280)	105,909	(671)	146
9,558	(3,597)	(25,482)	-
(82,871)	65,598	(57)	(1,518)
-	-	(719)	719
(133,890)	47,349	-	-
81,240	(48,247)	-	-
89,624	(123,824)	-	-
97,990	133,167	-	-
(2,426)	(13,270)	-	-
211,808	(7,990)	-	-
19,521	(13,619)	-	-
<u>\$ 8,116,140</u>	<u>\$ 7,203,784</u>	<u>\$ (66,626)</u>	<u>\$ (62,160)</u>

**CITY OF FINDLAY, OHIO**

STATEMENT OF FIDUCIARY NET ASSETS  
 FIDUCIARY FUNDS  
 DECEMBER 31, 2009

	<u>Private-Purpose Trust</u>	<u>Agency</u>
<b>Assets:</b>		
Equity in pooled cash and investments . . . . .	\$ 169,625	\$ 110,515
Cash in segregated accounts . . . . .	-	34,100
Receivables:		
Accrued interest. . . . .	<u>10</u>	<u>-</u>
Total assets. . . . .	<u>169,635</u>	<u>\$ 144,615</u>
<b>Liabilities:</b>		
Accounts payable . . . . .	-	\$ 8,898
Deposits held and due to others . . . . .	<u>-</u>	<u>135,717</u>
Total liabilities . . . . .	<u>-</u>	<u>\$ 144,615</u>
<b>Net Assets:</b>		
Held in trust for private cemetery care . . . . .	<u>169,635</u>	
Total net assets . . . . .	<u>\$ 169,635</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF FINDLAY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
 FIDUCIARY FUND  
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009

	<u>Private-Purpose Trust</u>
<b>Additions:</b>	
Interest . . . . .	\$ 322
Total Additions. . . . .	<u>322</u>
<b>Deductions:</b>	
Cemetery care . . . . .	<u>3,317</u>
Changes in net assets . . . . .	(2,995)
Net assets at the beginning of the year. . . . .	<u>172,630</u>
Net assets at the end of the year . . . . .	<u>\$ 169,635</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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## CITY OF FINDLAY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2009

#### **NOTE 1 - DESCRIPTION OF THE CITY**

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

#### **NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The basic financial statements (BFS) of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The City also applies Financial Accounting Standards Board (FASB) guidance issued on or before November 30, 1989, to its governmental and business-type activities and its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The City has the option to also apply FASB guidance issued after November 30, 1989 to its business-type activities and enterprise funds, subject to this same limitation. The City has elected not to apply this FASB guidance. The City's significant accounting policies are described below.

##### **A. Reporting Entity**

For financial reporting purposes, the City's BFS include all funds, agencies, boards, commissions, and departments for which the City is financially accountable. Financial accountability, as defined by the GASB, exists if the City appoints a voting majority of an organization's Governing Board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific burdens on the City. The City may also be financially accountable for governmental organizations with a separately elected Governing Board, a Board appointed by another government, or a jointly appointed Board that is fiscally dependent on the City. The City also took into consideration other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's basic financial statements to be misleading or incomplete.

The accompanying financial statements present the City, which has no component units. The City's Municipal Court is not legally separate from the City, nor does it possess separate corporate powers. As such, the operational activity of the City's Municipal Court is reflected in the general fund of the City. The operational activity of the Court is included in the City's reporting entity because of the significance of its operational and financial relationships with the City. The amount of fines and forfeitures collected by the Court that are disbursed to various State and local governments is reflected in an agency fund.

##### **B. Basis of Presentation**

The City's BFS consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a detailed level of financial information.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

***Government-wide Financial Statements*** - The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activities of the internal service funds are eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. On the statement of activities, interfund services provided and used are not eliminated in the process of consolidation.

The statement of net assets presents the financial condition of the governmental and business-type activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City’s governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental functions are self-financing or draw from the general revenues of the City.

***Fund Financial Statements*** - During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service funds are presented in a single column on the face of the proprietary fund financial statements. Fiduciary funds are reported by type.

**C. Fund Accounting**

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

***Governmental Funds*** - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

***General fund*** - The general fund accounts for all financial resources except those required to be accounted for in another fund. This includes, but is not limited to, police and fire protection, public health activities, cemetery, all recreation activities (other than the swimming pool) and the general administration of City functions.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Street Maintenance and Repair - This fund is used to account for 92.5% of the City's share of gasoline taxes and motor vehicle license fees as required by state statute. Expenditures of this fund are for street maintenance and construction.

City income tax administration - This fund accounts for the receipts from the assessment of a 1% income tax and the cost of operating the collection department. The use of this money is determined by Council. For 2009, 81% is transferred to the general fund and 19% is used for general capital improvements as recommended by the administration and appropriated by Council. For 2010, \$600,000 will be allocated to capital improvements/flood mitigation with the remainder being disbursed as follows: 92% transferred to the general fund and 8% used for general capital improvements.

Other governmental funds of the City are used to account for (a) the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs; (b) financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds; and (c) grants and other resources whose use is restricted to a particular purpose.

**Proprietary Funds** - Proprietary fund reporting focuses on changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

Enterprise funds - The enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

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

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

Airport - This fund accounts for the operation of the City's airport facility including hangar rentals, aircraft fuel sales, runway maintenance and other operations of the airport.

The other enterprise funds of the City are used to account for swimming pool and parking enforcement operations.

Internal service funds - The internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service funds report on the operations of central stores and a liability self-insurance program.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

***Fiduciary Funds*** - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's fiduciary funds are a private-purpose trust fund which accounts for monies in trusts to benefit specific cemetery lots as directed by the contributor and agency funds used to account for deposits held for the satisfactory completion of various projects, to account for the funds maintained by the Municipal Court that are due to other State and local governments, and to account for income tax and tax increment financing payments collected on-behalf and due to other governments.

**D. Measurement Focus and Basis of Accounting**

***Government-wide Financial Statements*** - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net assets.

***Fund Financial Statements*** - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the financial statements for governmental funds.

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the City's proprietary funds are charges for sales and services. Operating expenses for the enterprise funds include personnel and other expenses related to the operations of the enterprise activities and operating expenses for the internal service funds include claims and administrative expenses for the self-insurance program and contracted services and materials and supplies expenses for the central stores operations. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

Private-purpose trust funds are reported using the economic resources measurement focus. Agency funds do not report a measurement focus as they do not report operations.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**E. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and agency funds also use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned (See Note 6.B.). Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 6.A.). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: income tax, State-levied locally shared taxes (including gasoline tax, local government funds and permissive tax), fines and forfeitures, fees and special assessments.

*Unearned Revenue and Deferred Revenue* - Unearned revenue and deferred revenue arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2009, but which were levied to finance year 2010 operations, and other revenues received in advance of the fiscal year for which they were intended to finance, have been recorded as unearned revenue in the governmental funds. Income taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at December 31, 2009, are recorded as deferred revenue in the governmental funds.

On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred revenue.

*Expenses/Expenditures* - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

**F. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinances. The tax budget and certificate of estimated resources are required to be prepared on the cash basis by the County Budget Commission and are prepared solely to satisfy these statutory requirements. The appropriation ordinances, under which the City controls its expenditures, and an internal revenue budget, under which the City measures available resources, are prepared on the accrual/modified accrual basis, as appropriate. The certificate of estimated resources and the appropriation ordinances are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources as certified. The legal level of budgetary control is at the "personal services" and "other" objects within each department within each fund. All changes in departmental appropriations or changes between the "personal services" and "other" objects within a department require action by the City Council. Capital outlays are not part of the annual appropriation process and are budgeted on a project basis over the life of the project. Only supplemental appropriations for capital outlays incurred during the year are included in the budgetary comparison statements/schedules.

Budgetary information for the Revolving Loan special revenue fund is not reported because it is not included in the entity for which the "appropriated budget" is adopted.

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

**Estimated Resources** - The County Budget Commission certifies its actions to the City by September 1. As part of this process, the City receives the official certificate of estimated resources that states the projected cash receipts of each Fund. On or about January 1, this certificate is amended to include any unencumbered cash balances from the preceding year.

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

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

**CITY OF FINDLAY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**G. Cash and Investments**

To improve cash management, cash received by the City is pooled and invested in authorized investments (see Note 4). Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "equity in pooled cash and investments" on the financial statements.

During 2009, investments were limited to STAR Ohio, federal agency securities, U.S. treasury notes and certificates of deposit. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts, such as certificates of deposit, are reported at cost. The City can experience fluctuations in the fair value of federal agency securities and U.S. treasury notes. The changes in the fair value of these investments are reported separate from investment income on the face of the financial statements. The City intends to hold the securities to maturity.

The City has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during 2009. STAR Ohio is an investment pool managed by the State Treasurer's Office that allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares price which is the price the investment could be sold for on December 31, 2009.

Following Ohio statutes, the Council has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during 2009 amounted to \$105,481, which includes \$50,705 assigned from other City funds as not all funds of the City receive interest earnings.

For purposes of the statement of cash flows, investments with an original maturity of three months or less are considered to be cash equivalents. In addition, all cash and investments of the cash management pool are considered to be cash equivalents because they are sufficiently liquid to permit withdrawal by the proprietary funds on demand. Investments with maturities greater than three months that are not part of the cash management pool are not considered to be cash equivalents.

An analysis of the City's investment account at year end is provided in Note 4.

**H. Inventories of Materials and Supplies**

On government-wide financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are expensed when used.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**I. Prepaids**

Amounts recorded for prepaid items represent the unamortized portion of insurance policies that expire in 2010 or later. Governmental funds use the purchase method of accounting whereby insurance is recognized as an expenditure when purchased. Proprietary funds recognize insurance expense as it is incurred.

**J. Capital Assets**

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000. The City's infrastructure consists of storm sewers, streets, and traffic signals. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized for business-type activities.

All reported capital assets are depreciated except for land, certain land improvements and construction in progress. Non-depreciable land improvements are improvements that are permanent and are not considered part of a structure and do not deteriorate over time. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Improvements other than buildings	20 - 50 years	20 - 50 years
Machinery and equipment	3 - 20 years	3 - 20 years
Utility plant in service	-	50 - 99 years
Utility lines in service	-	50 - 99 years
Infrastructure:		
Streets	10 years	-
Storm sewers	75 years	-
Traffic signals	25 years	-

**K. Compensated Absences**

Compensated absences of the City consist of vacation leave, sick leave, holivac (for individuals who are required to work holidays and non-standard hours), and compensatory time to the extent that payment to the employee for these absences is attributable to services already rendered and are not contingent on a specific event that is outside the control of the City and the employee.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

In conformity with GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave, holivac, and compensatory time is accrued if; a) the employee's rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for sick leave is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination payments, as well as those employees expected to become eligible in the future in accordance with GASB Statement No. 16. Sick leave benefits are accrued using the "vesting" method in accordance with GASB Statement No. 16.

The total liability for vacation leave, sick leave, holivac, and compensatory time has been calculated using the pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or City Ordinance, plus applicable additional salary related payments.

Sick leave accumulates at the rate of 4.6 hours of sick leave for 80 hours of work completed. For non-contract employees, sick leave may be converted into cash only upon retirement or death with 10 or more years of service with the State or any of its political subdivisions at the rate of one fourth the value of the first 960 hours of accrued, unused sick leave credit. If applicable, accrued, unused sick leave will be paid in cash for one-half the value of all accrued sick leave credit in excess of 960 hours. Individuals with accumulated sick leave greater than 1,920 hours receive cash at the rate of one-half the total hours accumulated. Sick leave for individuals leaving the employment of the City prior to retirement or at retirement with less than 10 years of service remains with the City; however, this amount is not eligible to be paid out as part of an accumulated sick leave settlement. Contract employees are paid for their sick time based upon their current contracts.

The entire compensated absence liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as a fund liability.

**L. Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements; and, all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

**M. Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental funds are eliminated for reporting on the statement of activities.

**CITY OF FINDLAY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the BFS.

**N. Fund Balance Reserves and Designation**

Reserved fund balances indicate that portion of fund equity which is not available for current appropriation or use. The unreserved portions of fund equity reflected in the governmental funds are available for use within the specific purposes of the funds. Designated fund balance indicates that portion of fund equity that is designated for a specific use by City Council.

The City reports a reservation of fund balance for amounts representing encumbrances outstanding, materials and supplies inventory, prepayments, loans receivable, debt service, perpetual care and capital improvements in the governmental fund financial statements. The City did not have designated fund balances at December 31, 2009.

**O. Estimates**

The preparation of the BFS in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the BFS and accompanying notes. Actual results may differ from those estimates.

**P. Contributions of Capital**

Contributions of capital in proprietary fund financial statements and for the governmental activities arise from outside contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisition and construction. Capital contributions are reported as revenue in the proprietary fund financial statements and on the statement of activities.

**Q. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes consist solely of permissive motor vehicle license tax.

The City may apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**CITY OF FINDLAY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**R. Unamortized Issuance Costs/Bond Premium and Discount/Accounting Gain or Loss**

On government-wide financial statements and in the enterprise funds, issuance costs are deferred and amortized over the term of the bonds using the straight line method. Issuance costs are recorded as deferred charges on the statement of net assets.

Bond premiums and discounts are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds and bond discounts are presented as a reduction to the face amount of the bonds.

For advance refundings resulting in the defeasance of debt reported in the government-wide financial statements and enterprise funds, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as an addition to or reduction from the face amount of the new debt.

On the governmental fund financial statements, issuance costs and bond premiums and discounts are recognized in the current period. The reconciliation between the bonds face value and the amount reported on the statement of net assets is presented in Note 11.

**S. Interfund Balances**

On fund financial statements, receivables and payables resulting from services provided from one fund to another is classified as "due to/from other funds". Receivables and payables resulting from interfund loans are classified as "interfund loans payable/receivable". These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

**T. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2009.

**U. Reimbursements**

Reimbursements received from external sources outside of the City are reported as reimbursement revenue. Interfund activity is recorded as described in Note 2.M.

**V. Comparative Data and Presentation of Financial Information**

Comparative total data for the prior year have been presented in selected sections of the financial statements in order to provide an understanding of the changes in the government's financial position and operations. Certain comparative amounts for 2008 have been restated to conform to 2009 presentation.

## CITY OF FINDLAY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2009

#### NOTE 3 - ACCOUNTABILITY

##### Change in Accounting Principles

For 2009, the City has implemented GASB Statement No. 52, "Land and Other Real Estate Held as Investments by Endowments", GASB Statement No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments", GASB Statement No. 56 "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards", and GASB Statement No. 57 "Other Postemployment Benefit (OPEB) Measurements by Agent Employers and Agent Multiple-Employers".

GASB Statement No. 52 improves the quality of financial reporting by requiring endowments to report their land and other real estate investments at fair value, creating consistency in reporting among similar entities that exist to invest resources for the purpose of generating income. The implementation of GASB Statement No. 52 did not have an effect on the financial statements of the City.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB's authoritative literature. The implementation of GASB Statement No. 55 did not have an effect on the financial statements of the City.

GASB Statement No. 56 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance presented in the American Institute of Certified Public Accountants' (AICPA) Statements on Auditing Standards. The implementation of GASB Statement No. 56 did not have an effect on the financial statements of the City.

GASB Statement No. 57 establishes standards for the measurement and financial reporting of actuarially determined information by agent employers with individual-employer OPEB plans that have fewer than 100 total plan members and by the agent multiple-employer OPEB plans in which they participate. The implementation of GASB Statement No. 57 did not have an effect on the financial statements of the City.

#### NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

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

Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 4 - DEPOSITS AND INVESTMENTS – (Continued)**

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

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

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

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

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

*Cash with Fiduciary Agent:* At year end, the City had \$228,515 on deposit with the Hancock County Treasurer. The data regarding insurance and collateralization can be obtained from the Hancock County Comprehensive Annual Financial Report for the year ended December 31, 2009. This amount is not included in the City's depository balance below.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Cash with Escrow Agent:* At year end, the City had \$359,089 on deposit with financial institutions for retainage escrow accounts and bond and coupon payments. These amounts are included in the City's depository balance below.

*Cash in Segregated Accounts:* At year end, the City had \$85,354 deposited with a financial institution for monies related to the Revolving Loan special revenue fund (a nonmajor governmental fund), the Municipal Court agency fund and for police special drug operations. These amounts are included in the City's depository balance below.

**A. Deposits with Financial Institutions**

At December 31, 2009, the carrying amount of all City deposits was \$11,313,781 and the bank balance of all City deposits was \$11,841,924. Of the bank balance, \$8,739,077 was covered by pledged collateral held by the Federal Reserve Bank of Boston in the name of the City, \$1,750,000 was exposed to custodial risk as discussed below and \$1,352,847 was covered by the FDIC.

Custodial credit risk is the risk that, in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. As permitted by Ohio Revised Code, the City's deposits are collateralized by a pool of eligible securities deposited with Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the depository bank and pledged as a pool of collateral against all public deposits held by the depository. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

**B. Investments**

As of December 31, 2009, the City had the following investments and maturities:

Investment type	Fair Value	Investment Maturities		
		6 months or less	7 to 12 months	13 to 18 months
FHLB	\$ 1,005,310	\$ -	\$ 1,005,310	\$ -
FNMA	1,002,810	-	-	1,002,810
FHLMC	1,001,240	-	-	1,001,240
U.S. Treasury Notes	1,001,450	1,001,450	-	-
STAR Ohio	<u>7,278,424</u>	<u>7,278,424</u>	-	-
Total	<u>\$ 11,289,234</u>	<u>\$ 8,279,874</u>	<u>\$ 1,005,310</u>	<u>\$ 2,004,050</u>

The weighted average length to maturity of investment is .27 years.

*Interest Rate Risk:* The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. The City's investment policy further limits security purchases to those that mature within two years of the settlement date. Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk by requiring the consideration of market conditions and cash flow requirements in determining the term of an investment.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Credit Risk:* STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard service rating. The City's investments in federal agency securities and U.S treasury notes carry a rating of AAA by Standard & Poor's and Aaa by Moody's. The City's investment policy does not specifically address credit risk beyond requiring the City to only invest in securities authorized by State statute.

*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. The federal agency securities and U.S. treasury notes are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent but not in the City's name. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the City Auditor or qualified trustee.

*Concentration of Credit Risk:* The City's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities.

The following table includes the percentage of each investment type held by the City at December 31, 2009:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB	\$ 1,005,310	8.91
FNMA	1,002,810	8.88
FHLMC	1,001,240	8.87
U.S. Treasury Notes	1,001,450	8.87
STAR Ohio	<u>7,278,424</u>	<u>64.47</u>
Total	<u>\$ 11,289,234</u>	<u>100.00</u>

**C. Reconciliation of Cash and Investments to the Statement of Net Assets**

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net assets as of December 31, 2009:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 11,313,781
Investments	11,289,234
Cash with fiduciary agent	<u>228,515</u>
Total	<u>\$ 22,831,530</u>
 <u>Cash and investments per statement of net assets</u>	
Governmental activities	\$ 10,023,727
Business type activities	12,493,563
Fiduciary funds	<u>314,240</u>
Total	<u>\$ 22,831,530</u>

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 5 – INTERFUND TRANSACTIONS**

**A. Interfund Transfers**

Interfund transfers for the year ended December 31, 2009, consisted of the following, as reported in the fund financial statements:

Transfers to	Transfers from					Total
	General	City Income Tax	Street Maintenance and Repair	Nonmajor Governmental	Airport	
General	\$ -	\$ 12,772,695	\$ -	\$ 549,174	\$ -	\$ 13,321,869
City Income Tax	209,192	-	50,069	-	22,133	281,394
Street maintenance and repair	486,981	748,063	-	-	-	1,235,044
Nonmajor governmental	81,200	749,303	-	45,000	-	875,503
Water	-	150,000	-	-	-	150,000
Airport	53,435	16,489	-	-	-	69,924
Nonmajor enterprise	69,495	8,961	-	-	-	78,456
Total	<u>\$ 900,303</u>	<u>\$ 14,445,511</u>	<u>\$ 50,069</u>	<u>\$ 594,174</u>	<u>\$ 22,133</u>	<u>\$ 16,012,190</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

The \$45,000 transfer from the Mediation Services nonmajor governmental fund to the Court Special Projects nonmajor governmental fund was to move excess monies, as declared by the court, to establish a separate fund to account for special projects related to the court.

All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

**B. Due To/From Other Funds**

Amounts due to/from other funds reported at December 31, 2009 consisted of the following, as reported in the fund financial statements

Due To	Due From Water
Water Pollution Control	<u>\$ 401,453</u>

All service receivables are carried in the Water Fund with a liability being recognized for the portion of the billing related to the water pollution control fund. This due to/from other funds is eliminated for reporting on the government-wide financial statements.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 6 - TAXES**

**A. Property Tax**

Property taxes include amounts levied against all real and public utility property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2009 public utility property taxes became a lien December 31, 2008, are levied after October 1, 2009, and are collected in 2010 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

Beginning in calendar year 2009 tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement was the last property tax settlement for general personal property taxes. Tangible personal property tax collections in calendar year 2009 represent delinquent collections.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property was eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2009-2010, the City will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Findlay. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2009 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by unearned revenue since the current taxes were not levied to finance 2009 operations and the collection of delinquent taxes has been offset by deferred revenue since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 6 - TAXES - (Continued)**

The tax rate applicable to the 2009 operations was 3.2 mills. The assessed values of real and tangible personal property upon which 2009 property tax receipts were based are as follows:

Real property	\$ 803,603,760
Tangible personal property	1,271,567
Real and personal public utility	<u>19,047,990</u>
Total assessed value	<u>\$ 823,923,317</u>

**B. City Income Tax**

The City levies an income tax of 1% on the gross salaries, wages, and other service compensation earned by residents of the City and to the earnings of nonresidents working within the City. This tax also applies to the net income of businesses operating within the City. The City also requires certain employers to remit withholding taxes on a monthly basis as opposed to a quarterly basis. Effective January 1, 2010, the income tax rate has been increased to 1.25% for a period of three years.

The receipts of the City income tax and the administrative costs associated with their collection are accounted for in the City Income Tax Administration fund. Income tax receipts, net of the related administrative costs, are disbursed, appropriated, and allocated in accordance with City Ordinance by which 81% of such receipts are transferred to the general fund and 19% are restricted for general capital improvements. For 2010, \$600,000 will be allocated to capital improvements/flood mitigation with the remainder being disbursed as follows: 92% transferred to the general fund and 8% used for general capital improvements.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 7 - RECEIVABLES**

**A. Governmental Funds**

The City's receivables from outside parties at December 31, 2009, by fund, are shown as follows:

	Major Funds				Total Governmental Funds
	General	City Income Tax Administration	Street Maintenance and Repair	Nonmajor Governmental Funds	
	General	Administration	and Repair	Funds	
Income taxes	\$ -	\$ 2,600,468	\$ -	\$ -	\$ 2,600,468
Property taxes	2,508,869	-	-	580,004	3,088,873
Hotel/motel taxes	65,841	-	-	-	65,841
Economic development loans	-	-	-	912,574	912,574
Special assessments	-	-	-	86,069	86,069
Miscellaneous	50,524	-	5,250	-	55,774
Accrued interest - unrestricted	15,416	-	-	99	15,515
Total receivables, net of allowances	<u>\$ 2,640,650</u>	<u>\$ 2,600,468</u>	<u>\$ 5,250</u>	<u>\$ 1,578,746</u>	<u>\$ 6,825,114</u>
Due from other governments:					
Property tax rollbacks	\$ 119,143	\$ -	\$ -	\$ 27,524	\$ 146,667
Estate taxes	1,523,043	-	-	-	1,523,043
Local government funds	420,178	-	-	-	420,178
State tax	110,138	-	-	-	110,138
Fuel tax	-	-	511,539	41,475	553,014
Motor vehicle license fees	-	-	23,627	1,916	25,543
Total due from other governments	<u>2,172,502</u>	<u>-</u>	<u>535,166</u>	<u>70,915</u>	<u>2,778,583</u>
Total due from outside parties	<u>\$ 4,813,152</u>	<u>\$ 2,600,468</u>	<u>\$ 540,416</u>	<u>\$ 1,649,661</u>	<u>\$ 9,603,697</u>

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

City income taxes accrued at December 31, 2009 represent income taxes due the City at year end. Delinquent income taxes represent interest, penalties, and additional taxes due as a result of audits of returns filed.

Property taxes accrued at December 31, 2009 represent the City's portion of 2010 taxes to be collected by the Hancock County Treasurer during 2010 based on the assessed value of property described in Note 6.A.

Hotel/Motel taxes accrued at December 31, 2009 represent 2009 transient lodging taxes due to the City at year end from hotels and motels located within the City's corporation limits.

Economic development loans receivable at December 31, 2009 reported in the Revolving Loan Fund (a nonmajor governmental fund) represent loans to qualified businesses for the purpose of economic development. These loans are being repaid over a number of years.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 7 - RECEIVABLES - (Continued)**

Special assessments represent amounts due from taxpayers for certain pavement, sidewalk, and storm sewer work performed by the City. Special assessments are collected over a number of years.

Due from other governments in the general fund represents 2009 State taxes, local government monies and property tax rollbacks (intergovernmental) anticipated to be received by the City from January 1, 2010 through June 30, 2010 and estate taxes due at December 31, 2009. Due from other governments in the special revenue funds represents 2009 motor vehicle license fees, gasoline excise taxes, and property tax rollbacks anticipated to be received by the City from January 1, 2010 to June 30, 2010.

Accrued interest represents the amount of interest that has accrued on investments as of December 31, 2009.

The only receivables for the governmental funds that are not expected to be collected within the subsequent year are the special assessments and economic development loans which are collected over the life of the assessment or the life of the loan, respectively.

**B. Proprietary Funds**

The City's receivables from outside parties at December 31, 2009, by fund, are shown as follows:

	Major Funds			Internal Service Funds	Total Proprietary Funds
	Water	Water Pollution Control	Airport		
Billed and unbilled charges for servicee	\$ 1,498,700	\$ 425,742	\$ 36,746	\$ -	\$ 1,961,188
Accrued interest - unrestricted	9,369	12,677	-	87	22,133
Total receivables, net of allowances	\$ 1,508,069	\$ 438,419	\$ 36,746	\$ 87	\$ 1,983,321
Total due from outside parties	\$ 1,508,069	\$ 438,419	\$ 36,746	\$ 87	\$ 1,983,321

Residents are billed on a bi-monthly basis for water and wastewater service with approximately one-half of the City's customers being billed each month. Unbilled service receivables are accrued based upon the consumption for the applicable area of the City during the related period.

Accrued interest represents the amount of interest that has accrued on investments as of December 31, 2009.

All receivables for the proprietary funds are expected to be collected within the subsequent year.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 8 - CAPITAL ASSETS**

**A. Governmental activities**

Governmental activities capital asset activity for the year ended December 31, 2009, was as follows:

	Balance			Balance
<b><u>Governmental activities:</u></b>	<u>12/31/08</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/09</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 6,539,360	\$ 1,379,982	\$ -	\$ 7,919,342
Nondepreciable land improvements	653,392	-	-	653,392
Construction in progress	6,504,933	3,407,167	(5,668,269)	4,243,831
Total capital assets, not being depreciated	<u>13,697,685</u>	<u>4,787,149</u>	<u>(5,668,269)</u>	<u>12,816,565</u>
<i>Capital assets, being depreciated:</i>				
Buildings and improvements	11,860,843	234,539	-	12,095,382
Improvements other than buildings	1,027,945	4,143,870	-	5,171,815
Equipment	11,543,568	1,370,399	(691,202)	12,222,765
Infrastructure	90,030,712	2,469,802	(39,500)	92,461,014
Total capital assets, being depreciated	<u>114,463,068</u>	<u>8,218,610</u>	<u>(730,702)</u>	<u>121,950,976</u>
<i>Less: accumulated depreciation:</i>				
Buildings and improvements	(4,106,624)	(231,008)	-	(4,337,632)
Improvements other than buildings	(283,948)	(156,868)	-	(440,816)
Equipment	(7,950,459)	(760,237)	679,069	(8,031,627)
Infrastructure	(37,601,895)	(1,533,432)	39,500	(39,095,827)
Total accumulated depreciation	<u>(49,942,926)</u>	<u>(2,681,545)</u>	<u>718,569</u>	<u>(51,905,902)</u>
Total capital assets, being depreciated, net	<u>64,520,142</u>	<u>5,537,065</u>	<u>(12,133)</u>	<u>70,045,074</u>
Governmental activities capital assets, net	<u>\$ 78,217,827</u>	<u>\$10,324,214</u>	<u>\$(5,680,402)</u>	<u>\$ 82,861,639</u>

Depreciation expense was charged to functions/programs of the City as follows:

<b><u>Governmental activities:</u></b>	
General government	\$ 205,301
Security of persons and property	408,376
Transportation	1,952,763
Leisure time activities	92,323
Public health and welfare	22,782
Total depreciation expense	<u>\$ 2,681,545</u>

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 8 - CAPITAL ASSETS - (Continued)**

**B. Business-type activities**

Business-type activities capital asset activity for the year ended December 31, 2009, was as follows:

<b><u>Business-type activities:</u></b>	<u>Balance</u> 12/31/08	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> 12/31/09
<i>Capital assets, not being depreciated:</i>				
Land	\$ 4,734,694	\$ -	\$ -	\$ 4,734,694
Construction in progress	<u>4,016,887</u>	<u>7,912,229</u>	<u>(2,785,565)</u>	<u>9,143,551</u>
Total capital assets, not being depreciated	<u>8,751,581</u>	<u>7,912,229</u>	<u>(2,785,565)</u>	<u>13,878,245</u>
<i>Capital assets, being depreciated:</i>				
Buildings	1,632,539	-	-	1,632,539
Utility plant in service	77,097,345	-	-	77,097,345
Utility lines in service	98,145,877	1,941,255	(2,330)	100,084,802
Improvements other than buildings	14,068,622	2,864,741	-	16,933,363
Machinery and equipment	<u>7,657,338</u>	<u>239,735</u>	<u>(26,000)</u>	<u>7,871,073</u>
Total capital assets, being depreciated	<u>198,601,721</u>	<u>5,045,731</u>	<u>(28,330)</u>	<u>203,619,122</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(1,234,574)	(82,173)		(1,316,747)
Utility plant in service	(24,039,771)	(1,564,323)		(25,604,094)
Utility lines in service	(16,961,277)	(1,181,967)	1,824	(18,141,420)
Improvements other than buildings	(6,065,076)	(749,805)		(6,814,881)
Machinery and equipment	<u>(5,821,301)</u>	<u>(387,605)</u>	<u>26,000</u>	<u>(6,182,906)</u>
Total accumulated depreciation	<u>(54,121,999)</u>	<u>(3,965,873)</u>	<u>27,824</u>	<u>(58,060,048)</u>
Total capital assets, being depreciated, net	<u>144,479,722</u>	<u>1,079,858</u>	<u>(506)</u>	<u>145,559,074</u>
Business-type activities capital assets, net	<u>\$ 153,231,303</u>	<u>\$ 8,992,087</u>	<u>\$ (2,786,071)</u>	<u>\$ 159,437,319</u>

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 8 - CAPITAL ASSETS - (Continued)**

Depreciation expense was charged to enterprise funds of the City as follows:

**Business-type activities:**

Water	\$ 1,236,059
Water pollution control	1,921,664
Airport	775,369
Parking	7,727
Swimming pool	<u>25,054</u>
Total	<u>\$ 3,965,873</u>

**NOTE 9 - RISK MANAGEMENT**

During July, 1987, the City established a Self-Insurance Fund which has been recorded as part of the Internal Service Funds. This Self-Insurance Fund serves the purpose of handling, processing, and paying general municipality liability insurance claims in lieu of purchasing general municipality liability insurance.

The City's plan covers a limit of \$1,000,000 per occurrence for bodily injury liability and \$1,000,000 aggregate for property damage liability.

No settlements have exceeded this insurance coverage in any of the past three years. The City is fully insured through premium-based insurance policies for all other types of insurance including building and contents, fleet, worker's compensation, public officials' liability, etc. There has been no significant reduction in coverage from the prior year.

The City's policy for reporting a claims liability is based on the requirements GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred, but not reported claims, be accrued at the estimated ultimate cost of settling the claims. It is the opinion of the City's legal counsel that, as of December 31, 2009, there were no material outstanding claims pending for the Self-Insurance fund. Claims activity for 2009 and 2008 are as follows:

	<u>2009</u>	<u>2008</u>
Claims payable, beginning of the year	\$ 719	\$ -
Current year claims and changes in estimates	10,000	44,527
Claim payments	<u>(10,719)</u>	<u>(43,808)</u>
Claims payable, end of year	<u>\$ -</u>	<u>\$ 719</u>

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 10 - RESTRICTED ASSETS**

Restricted assets at December 31, 2009 are comprised of the following:

	<u>Cash and Investments</u>	<u>Deferred Bond Costs</u>	<u>Total</u>
<u>Major governmental funds:</u>			
City income tax administration fund:			
Restricted for capital improvements	\$ 391,577	\$ -	\$ 391,577
<u>Major business-type funds:</u>			
Water fund:			
Restricted for capital improvements			
to utility lines	\$ 710,041	\$ -	\$ 710,041
Restricted for debt service	386,521	-	386,521
Deferred bond costs	-	60,321	60,321
	<u>1,096,562</u>	<u>60,321</u>	<u>1,156,883</u>
Water pollution control fund:			
Restricted for capital improvements			
to utility lines	4,439,413	-	4,439,413
Restricted for debt service	2,918,882	-	2,918,882
Deferred bond costs	-	80,883	80,883
	<u>7,358,295</u>	<u>80,883</u>	<u>7,439,178</u>
Airport fund:			
Restricted for debt service	32,469	-	32,469
Deferred bond costs	-	1,204	1,204
	<u>32,469</u>	<u>1,204</u>	<u>33,673</u>
Total business-type activities	<u>\$ 8,487,326</u>	<u>\$ 142,408</u>	<u>\$ 8,629,734</u>

Deferred Bond Costs represent the costs associated with the issuance of various bond issues of the water, water pollution control and airport fund. These costs are being amortized on a straight-line basis over life of the bond issues. Restricted cash and investments in the governmental funds are equally offset by a fund balance reserve.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 11 - LONG-TERM OBLIGATIONS**

**A. Governmental activities**

During fiscal year 2009, the following changes occurred in the City's governmental activities long-term obligations:

	Interest	Maturity	Balance			Balance	Amounts
<b>Governmental activities:</b>	<u>Rate</u>	<u>Date</u>	<u>12/31/08</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/09</u>	<u>Due in</u>
							<u>One Year</u>
<u>General obligation bonds</u>							
Series 2004 fire improvement refunding	2.50- 5.25%	2016	\$ 1,325,000	\$ -	\$ (130,000)	\$ 1,195,000	\$ 155,000
Series 2004 city-wide radio refunding	2.50 - 3.75%	2011	480,000	-	(155,000)	325,000	160,000
Series 2003 HRC land acquisition	2.00 - 3.60%	2015	605,000	-	(80,000)	525,000	80,000
Series 2008 HRC rehab	3.25 - 4.50%	2033	2,340,000	-	(30,000)	2,310,000	25,000
Series 2008 CR 236 land acquisition	3.25 - 4.50%	2033	700,000	-	(10,000)	690,000	10,000
Series 2008 CR 236 widening	3.25 - 4.50%	2028	3,355,000	-	(35,000)	3,320,000	25,000
Series 2008 five plex (ball diamonds)	3.25 - 4.00%	2018	<u>1,805,000</u>	<u>-</u>	<u>(155,000)</u>	<u>1,650,000</u>	<u>160,000</u>
Total general obligation bonds			<u>10,610,000</u>	<u>-</u>	<u>(595,000)</u>	<u>10,015,000</u>	<u>615,000</u>
<u>Special assessment bonds</u>							
Series 1994 Eagle Street improvements	6.30%	2009	6,000	-	(6,000)	-	-
Series 1995 Canterbury Court	5.50%	2010	21,000	-	(10,500)	10,500	10,500
Series 2001 Rockwell Avenue improvements	4.70%	2011	43,650	-	(14,550)	29,100	14,550
Series 2002 Hunters Creek swale	5.25%	2012	17,260	-	(4,315)	12,945	4,315
Series 2003 East Melrose business park	8.43%	2013	<u>18,275</u>	<u>-</u>	<u>(3,655)</u>	<u>14,620</u>	<u>3,655</u>
Total special assessment bonds			<u>106,185</u>	<u>-</u>	<u>(39,020)</u>	<u>67,165</u>	<u>33,020</u>
<u>OPWC loans</u>							
Crystal/Melrose intersection	0%	2024	111,600	-	(7,200)	104,400	7,200
Howard Street improvements	0%	2026	<u>130,955</u>	<u>-</u>	<u>(7,483)</u>	<u>123,472</u>	<u>7,483</u>
Total OPWC loans payable			<u>242,555</u>	<u>-</u>	<u>(14,683)</u>	<u>227,872</u>	<u>14,683</u>
<u>Other long-term obligations</u>							
Police and fire past service liability	4.30%	2035	1,182,555	-	(24,873)	1,157,682	25,941
Compensated absences			<u>3,574,770</u>	<u>1,835,578</u>	<u>(1,857,056)</u>	<u>3,553,292</u>	<u>1,673,806</u>
Total other long-term obligations			<u>4,757,325</u>	<u>1,835,578</u>	<u>(1,881,929)</u>	<u>4,710,974</u>	<u>1,699,747</u>
Total governmental activities							
long-term obligations			15,716,065	<u>\$ 1,835,578</u>	<u>\$ (2,530,632)</u>	15,021,011	<u>\$ 2,362,450</u>
Add: Unamortized premium on bond issue			68,079			57,172	
Less: Unamortized discount on bond issue			(46,155)			(44,277)	
Less: Unamortized deferred charges on refundings			<u>(115,334)</u>			<u>(93,310)</u>	
Total reported on the statement of net assets			<u>\$ 15,622,655</u>			<u>\$ 14,940,596</u>	

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

Series 2004 Various Purpose Bonds (Fire Improvement Refunding Portion)

On October 20, 2004, the City issued \$10,560,000 in various purpose general obligation refunding bonds to advance refund previous obligations (also see Note 11.B). A portion of the proceeds, \$1,615,000, were used to advance refund the callable portion of the Series 1996 Fire Improvement Bonds (principal \$1,525,000) by purchasing State and Local Government Securities (SLGS) that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. The call date on the refunded bonds was July 1, 2006. The refunded bonds were not included in the City's outstanding debt since the City has satisfied its obligations through the advance refunding (in-substance defeased). The assets held in trust as a result of the advance refunding are not included in the financial statements. The balance of the refunded bonds was \$1,155,000 at December 31, 2009.

The refunding issue is comprised of current interest serial bonds, par value \$1,615,000. During 2009, the City made \$130,000 in principal payments on these bonds leaving a liability of \$1,195,000 at year end. Principal and interest payments are made from the debt service fund (a nonmajor governmental fund). The refunding bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2016. The refunding bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment.

Series 2004 Various Purpose Bonds (City-wide Radio System Refunding Portion)

On October 20, 2004, the City issued \$10,560,000 in various purpose general obligation refunding bonds to advance refund previous obligations (also see Note 11.B). A portion of the proceeds, \$805,000, were used to advance refund the callable portion of the Series 1996 City-wide Radio System Bonds (principal \$745,000) by purchasing SLGS that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. The call date on the refunded bonds was July 1, 2006. The refunded bonds were not included in the City's outstanding debt since the City has satisfied its obligations through the advance refunding (in-substance defeased). The assets held in trust as a result of the advance refunding are not included in the financial statements. The balance of the refunded bonds was \$320,000 at December 31, 2009.

The refunding issue is comprised of current interest serial bonds, par value \$805,000. During 2009, the City made principal payments of \$155,000 on these bonds leaving a liability at year end of \$325,000. Principal and interest payments are made from the debt service fund (a nonmajor governmental fund). The refunding bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2011. The refunding bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment.

Series 2003 Various Purpose Bonds (HRC/CUBE Land Portion)

On May 22, 2003, the City issued \$9,820,000 in various purpose general obligation bonds to fund various projects (also see Note 11.B). A portion of the proceeds, \$956,500, were used to reimburse the general fund for the purchase of land adjacent to the Hancock Recreation Center (HRC/CUBE). During 2009, the City made \$80,000 in principal payments on these bonds leaving a liability of \$525,000 at year end. The principal and interest payments are made from the debt service fund (a nonmajor governmental fund). The bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2015. These bonds are general obligations of the City for which the full faith and credit of the City are pledged for repayment.

**CITY OF FINDLAY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

Series 2008 Various Purpose Bonds (HRC/CUBE Rehab Portion)

On July 23, 2008, the City issued \$8,200,000 in various purpose general obligation bonds to fund various projects. A portion of the proceeds, \$2,340,000, were issued for the purpose of renovating, constructing, reconstructing, and expanding the HRC/CUBE, including acquisition of approximately 5.5 acres of land and interests in land adjacent to the HRC/CUBE, furnishing and equipping same; and all appurtenances relating thereto.

During 2009, the City made \$30,000 in principal payments on these bonds leaving a liability of \$2,310,000 at year end. Principal and interest payments are made from the debt service fund (a nonmajor governmental fund). The bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2033. These bonds are general obligations of the City for which the full faith and credit of the City are pledged for repayment.

Series 2008 Various Purpose Bonds (County Road 236 Land Acquisition Portion)

On July 23, 2008, the City issued \$8,200,000 in various purpose general obligation bonds to fund various projects. A portion of the proceeds, \$700,000, were issued for the purpose of acquiring right-of-way along County Road 236 between U.S. Rt. 224 and State Route 12 to be used for the County Road 236 widening project.

During 2009, the City made \$10,000 in principal payments on these bonds leaving a liability of \$690,000 at year end. Principal and interest payments are made from the debt service fund (a nonmajor governmental fund). The bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2033. These bonds are general obligations of the City for which the full faith and credit of the City are pledged for repayment.

Series 2008 Various Purpose Bonds (County Road 236 Widening Portion)

On July 23, 2008, the City issued \$8,200,000 in various purpose general obligation bonds to fund various projects. A portion of the proceeds, \$3,355,000, were issued for the purpose of improving County Road 236 by widening, constructing, reconstructing, grading, repaving and constructing drainage improvements and related infrastructure with landscaping, traffic control devices, lighting, and other appurtenances relating thereto.

During 2009, the City made \$35,000 in principal payments on these bonds leaving a liability of \$3,320,000 at year end. Principal and interest payments are made from the debt service fund (a nonmajor governmental fund). The bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2028. These bonds are general obligations of the City for which the full faith and credit of the City are pledged for repayment.

Series 2008 Various Purpose Bonds (5-Plex Portion)

On July 23, 2008, the City issued \$8,200,000 in various purpose general obligation bonds to fund various projects. A portion of the proceeds, \$1,805,000, were issued for the purpose of improving athletic field and a perimeter walkway for the HRC/CUBE 5-Plex (ball diamonds) Sports Complex (the "5-Plex"), including grading, landscaping, irrigation, paving, fencing, lighting, signage, and all other improvements and appurtenances thereto.

**CITY OF FINDLAY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

During 2009, the City made \$155,000 in principal payments on these bonds leaving a liability of \$1,650,000 at year end. Principal and interest payments are made from the debt service fund (a nonmajor governmental fund). The bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2018. These bonds are general obligations of the City for which the full faith and credit of the City are pledged for repayment.

Ohio Public Works Commission (OPWC) Loans

The City has entered into loan agreements with the OPWC to finance Crystal/Melrose intersection improvements and Howard Street improvements. These loans are interest free and have twenty year terms. The OPWC loans are being retired out of the debt service fund (a nonmajor governmental fund).

Special Assessment Bonds

The City has four special assessment bonds outstanding at year end. Special assessments bonds were issued to provide various improvements throughout the City. The bonds will be repaid by tax assessments against the property owner whose benefits from the improvements exceed that of the general public. The bonds are secured by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt. Interest on these bonds are payable semiannually at stated interest rates. The principal and interest payments are made from the debt service fund (a nonmajor governmental fund).

Police and Fire Past Service Liability

The City's accrued past service liability to the Ohio Police and Fire Pension Fund (OP&F) was determined and became a legal obligation to the State at the date the City became a participant in OP&F. The City pays this liability in semiannual installments of \$37,435 each, including principal and interest, through the year 2035. This liability has been recorded as a governmental activities long-term obligation using an implicit interest rate of approximately 4.3%. The principal and interest payments are recorded in the security of persons and property expenditures in the general fund on the governmental fund statements.

Compensated Absences

Compensated absences consist of vacation, holi vac compensatory time and floating holiday balances due and payable at year-end. In addition, estimated sick time (severance) payments are also included as described in Note 2.K. Compensated absences will be paid from the General Fund and the Street Maintenance and Repair fund.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

Future Debt Service Requirements

The following is a schedule of future principal and interest payments to retire the governmental activities bonds and loans and police and fire past service liability outstanding at December 31, 2009:

Year Ending December 31,	General Obligation Bonds			Special Assessment Bonds			OPWC Loans
	Principal	Interest	Total	Principal	Interest	Total	Principal
2010	\$ 615,000	\$ 412,404	\$ 1,027,404	\$ 33,020	\$ 3,858	\$ 36,878	\$ 14,683
2011	630,000	390,866	1,020,866	22,520	2,062	24,582	14,684
2012	485,000	366,741	851,741	7,970	842	8,812	14,683
2013	505,000	349,311	854,311	3,655	308	3,963	14,683
2014	510,000	331,102	841,102	-	-	-	14,683
2015 - 2019	1,870,000	1,373,465	3,243,465	-	-	-	73,416
2020 - 2024	1,715,000	1,036,447	2,751,447	-	-	-	69,816
2025 - 2029	2,005,000	644,779	2,649,779	-	-	-	11,224
2030 - 2033	1,680,000	193,500	1,873,500	-	-	-	-
Totals	<u>\$10,015,000</u>	<u>\$ 5,098,615</u>	<u>\$15,113,615</u>	<u>\$ 67,165</u>	<u>\$ 7,070</u>	<u>\$ 74,235</u>	<u>\$ 227,872</u>

Year Ending December 31,	Police and Fire Past Service Liability		
	Principal	Interest	Total
2010	\$ 25,941	\$ 48,929	\$ 74,870
2011	27,055	47,815	74,870
2012	28,218	46,652	74,870
2013	29,430	45,440	74,870
2014	30,693	44,177	74,870
2015 - 2019	174,414	199,936	374,350
2020 - 2024	215,229	159,121	374,350
2025 - 2029	265,595	108,755	374,350
2030 - 2034	327,748	46,602	374,350
2035	33,359	709	34,068
Totals	<u>\$ 1,157,682</u>	<u>\$ 748,136</u>	<u>\$ 1,905,818</u>

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

**B. Business-type activities**

During 2009, the following changes occurred in the City's business-type activities long-term obligations:

<b>Business-type activities:</b>	Interest <u>Rate</u>	Maturity <u>Date</u>	Balance <u>12/31/08</u>	<u>Additions</u>	<u>Disposals</u>	Balance <u>12/31/09</u>	Due in <u>One Year</u>
<u>General obligation bonds:</u>							
Series 2003 water refunding	2.25 - 3.375%	2009	\$ 1,235,000	\$ -	\$ (1,235,000)	\$ -	\$ -
Series 2003 sewer refunding	2.00 - 5.00%	2011	2,015,000	-	(650,000)	1,365,000	670,000
Series 2003 water refunding	2.00 - 4.00%	2018	2,715,000	-	(230,000)	2,485,000	235,000
Series 2004 northern corridor sewer refunding	2.50 - 5.25%	2017	5,495,000	-	(460,000)	5,035,000	545,000
Series 2004 aircraft fueling system refunding	2.50 - 3.75%	2012	175,000	-	(40,000)	135,000	40,000
Series 2004 water pump station refunding	2.50 - 5.25%	2016	1,140,000	-	(115,000)	1,025,000	130,000
Series 1998 water improvement	3.65 - 4.90%	2018	<u>2,160,000</u>	<u>-</u>	<u>(175,000)</u>	<u>1,985,000</u>	<u>180,000</u>
Total general obligation bonds			<u>14,935,000</u>	<u>-</u>	<u>(2,905,000)</u>	<u>12,030,000</u>	<u>1,800,000</u>
<u>OWDA loans:</u>							
Bright Road interceptor and sewer separation	1.73%	2023	2,728,348	-	(167,075)	2,561,273	169,978
Sewer system improvements	4.36%	2021	24,112,836	-	(1,413,428)	22,699,408	1,475,724
Sewer treatment plant improvements	4.80%	2011	415,432	-	(131,964)	283,468	138,375
Water plant improvements	3.25%	2026	3,723,173	-	(145,454)	3,577,719	160,600
Water treatment plant clearwell repair	0.00%	2015	<u>-</u>	<u>52,671</u>	<u>-</u>	<u>52,671</u>	<u>10,534</u>
Total OWDA loans			<u>30,979,789</u>	<u>52,671</u>	<u>(1,857,921)</u>	<u>29,174,539</u>	<u>1,955,211</u>
<u>Other long-term obligations:</u>							
OPWC loans	0%	2019-2025	880,450	9,200	(50,717)	838,933	55,339
Compensated absences			<u>790,001</u>	<u>452,724</u>	<u>(371,481)</u>	<u>871,244</u>	<u>342,721</u>
Total other long-term obligations			<u>1,670,451</u>	<u>461,924</u>	<u>(422,198)</u>	<u>1,710,177</u>	<u>398,060</u>
Total business-type activities long-term obligations			47,585,240	<u>\$ 514,595</u>	<u>\$ (5,185,119)</u>	42,914,716	<u>\$ 4,153,271</u>
Add: Unamortized premium on bonds			354,740			277,711	
Less: Unamortized deferred charges on refundings			<u>(767,850)</u>			<u>(582,993)</u>	
Total reported on statement of net assets			<u>\$ 47,172,130</u>			<u>\$ 42,609,434</u>	

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

Series 2003 Water Refunding Bonds

On August 28, 2003, the City issued general obligation bonds to currently refund the callable portion of the Series 1995 waterworks system refunding revenue bonds (principal \$8,565,000; average interest rate 5.09%). The issuance proceeds were used to repay the callable portion of the 1995 bonds on the call date which was November 1, 2003. This refunded debt is considered defeased and accordingly, has been removed from the statement of net assets.

The refunding issue is comprised of current interest serial bonds, par value \$7,045,000. During 2009, the City made principal payments of \$1,235,000, retiring the bonds in full. Principal and interest payments were made from the water fund.

Series 2003 Various Purpose Bonds (Sewer Refunding Portion)

On May 22, 2003, the City issued \$9,820,000 in various purpose general obligation bonds to fund various projects (also see Note 11.A). A portion of the proceeds, \$5,070,000, were used to currently refund the callable portion of the Series 1993 sewer refunding bonds (principal \$5,425,000, average interest rate 5.447%). This refunded debt is considered defeased and accordingly, has been removed from the statement of net assets. The balance of the refunded bonds was \$1,435,000 at December 31, 2009; however, this amount is not reported as an obligation of the City as it was in-substance defeased as a result of the advance refunding.

The refunding issue is comprised of current interest serial bonds, par value \$5,070,000. During 2009, the City made principal payments of \$650,000 on these bonds leaving a liability of \$1,365,000 at year end. Principal and interest payments are made from the water pollution control fund. The refunding bonds pays interest semiannually on January 1 and July 1 of each year and mature on July 1, 2011. The refunding bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment.

Series 2003 Various Purpose Bonds (Water Refunding Portion)

On May 22, 2003, the City issued \$9,820,000 in various purpose general obligation bonds to fund various projects (also see Note 11.A). A portion of the proceeds, \$3,785,000, were used to currently refund the callable portion of the Series 1993 water improvement bonds (principal \$3,690,000, average interest rate 5.526%). The issuance proceeds were used to repay the callable portion of the 1993 bonds on the call date which was July 1, 2003. This refunded debt is considered defeased and accordingly, has been removed from the statement of net assets. The balance of the refunded bonds was \$2,550,000 at December 31, 2009; however, this amount is not reported as an obligation of the City as it was in-substance defeased as a result of the advance refunding.

The refunding issue is comprised of current interest serial bonds, par value \$3,785,000. During 2009, the City made principal payments of \$230,000 on these bonds leaving a liability of \$2,485,000 at year end. Principal and interest payments are made from the water fund. The refunding bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2018. The refunding bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

Series 2004 Various Purpose Bonds (Northern Corridor Sewer Refunding Portion)

On October 20, 2004, the City issued \$10,560,000 in various purpose general obligation refunding bonds to advance refund previous obligations (also see Note 11.A). A portion of the proceeds, \$6,480,000, were used to advance refund the callable portion of the Series 1996 northern corridor sewer bonds (principal \$6,085,000) by purchasing State and Local Government Securities (SLGS) that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. The call date on the refunded bonds was July 1, 2006. The refunded bonds were not included in the City's outstanding debt since the City has satisfied its obligations through the advance refunding (in-substance defeased). The assets held in trust as a result of the advance refunding are not included in the financial statements. The balance of the refunded bonds was \$4,775,000 at December 31, 2009; however, this amount is not reported as an obligation of the City as it was in-substance defeased as a result of the advance refunding.

The refunding issue is comprised of current interest serial bonds, par value \$6,480,000. During 2009, the City made principal payments of \$460,000 on these bonds leaving a liability at year end of \$5,035,000. Principal and interest payments are made from the water pollution control fund. The refunding bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2017. The refunding bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment.

Series 2004 Various Purpose Bonds (Aircraft Refueling System Refunding Portion)

On October 20, 2004, the City issued \$10,560,000 in various purpose general obligation refunding bonds to advance refund previous obligations (also see Note 11.A). A portion of the proceeds, \$270,000, were used to advance refund the callable portion of the Series 1996 aircraft refueling system bonds (principal \$250,000) by purchasing SLGS that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. The call date on the refunded bonds was July 1, 2006. The refunded bonds were not included in the City's outstanding debt since the City has satisfied its obligations through the advance refunding (in-substance defeased). The assets held in trust as a result of the advance refunding are not included in the financial statements. The balance of the refunded bonds was \$135,000 at December 31, 2009; however, this amount is not reported as an obligation of the City as it was in-substance defeased as a result of the advance refunding.

The refunding issue is comprised of current interest serial bonds, par value \$270,000. During 2009, the City made principal payments of \$40,000 on these bonds leaving a liability at year end of \$135,000. Principal and interest payments are made from the airport fund. The refunding bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2012. The refunding bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment.

## CITY OF FINDLAY, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2009

#### NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

##### Series 2004 Various Purpose Bonds (Water Pump Station Refunding Portion)

On October 20, 2004, the City issued \$10,560,000 in various purpose general obligation refunding bonds to advance refund previous obligations (also see Note 11.A). A portion of the proceeds, \$1,390,000, were used to advance refund the callable portion of the Series 1996 water pump station bonds (principal \$1,310,000) by purchasing SLGS that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. The call date on the refunded bonds was July 1, 2006. The refunded bonds were not included in the City's outstanding debt since the City has satisfied its obligations through the advance refunding (in-substance defeased). The assets held in trust as a result of the advance refunding are not included in the financial statements. The balance of the refunded bonds was \$995,000 at December 31, 2009; however, this amount is not reported as an obligation of the City as it was in-substance defeased as a result of the advance refunding.

The refunding issue is comprised of current interest serial bonds, par value \$1,390,000. During 2009, the City made principal payments of \$115,000 on these bonds leaving a liability at year end of \$1,025,000. Principal and interest payments are being made from the water fund. The refunding bonds pay interest semiannually on January 1 and July 1 of each year and mature on July 1, 2016. The refunding bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment.

##### Series 1998 Water Improvement Bonds

On September 1, 1998, these bonds were issued for the purpose of providing funds to pay the costs of improving the City's municipal water system. The bonds are backed by the full faith and credit of the City of Findlay. Interest on the bonds is payable semiannually. Interest rates range from 3.65% to 4.90%. During 2009, the City made principal payments of \$175,000 on these bonds leaving a liability of \$1,985,000 at year end. The principal and interest payments are made from the water fund.

##### Ohio Water Development Authority (OWDA) Loans

The City is eligible to borrow funds under the water pollution control loan fund agreement (WPCLFA) with the Ohio Water Development Authority to pay the approved eligible project costs of designing improvements to and extensions of the City's municipal sewerage system, including main sewer lines and additions to the City's water pollution control plant. In addition, the City has also borrowed funds through the OWDA (not part of the WPCLFA) to finance water treatment plant improvements.

On July 1, 1993, the City entered into a financing agreement with OWDA under the WPCLFA to borrow \$1,829,711 for sewer treatment plant improvements. This loan bears interest at 4.80% with principal and interest payments due semi-annually on January 1 and July 1 of each year. The term of the loan is 18.5 years. Principal and interest payments are made from the water pollution control fund.

On October 28, 1999, the City entered into a financing agreement with OWDA under the WPCLFA to borrow \$32,470,000 for sewer system improvements. The loan bears interest at 4.36% with principal and interest payments due semi-annually on January 1 and July 1 of each year. The term of the loan is 20 years. Principal and interest payments are made from the water pollution control fund.

On August 30, 2001, the City entered into an additional financing agreement with OWDA under the WPCLFA to borrow \$3,597,546 for Bright Road interceptor and sewer separation. The loan bears interest at 1.73%, with principal and interest payments due semi-annually on January 1 and July 1 of each year. The term of the loan is 20 years. Principal and interest payments are made from the water pollution control fund.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)**

On December 8, 2005, the City entered into a financing agreement with OWDA to borrow \$4,029,589 for water treatment plant improvements. The loan bears interest at 3.25% with principal and interest payments due semi-annually on January 1 and July 1 of each year. The term of the loan is 20 years. Principal and interest payments are made from the Water fund.

On November 16, 2009, the City entered into a financing agreement with OWDA to borrow \$52,671 for water treatment plant clearwell repairs. This loan was part of the America Recovery and Reinvestment Act (ARRA). The loan is an interest free loan with principal payments due semi-annually on January 1 and July 1 of each year. The term of the loan is 5 years. Principal payments begin in January 2010 and will be made from the water fund.

Ohio Public Works Commission (OPWC) Loans

The City has entered into loan agreements with the OPWC to finance various water improvement projects. During 2008, the City entered into a loan agreement to finance County Road 144 waterline replacement and resurfacing. The City could borrow up to \$250,000 under the loan; however, the City only borrowed \$175,956 in 2008 and \$9,200 in 2009. The total loan for this project is \$185,156. All OPWC loans are interest free and have twenty year terms. The OPWC loans are being retired out of the water fund.

Compensated Absences

Compensated absences consist of vacation, holivac, compensatory time and floating holiday balances due and payable at year-end. In addition, estimated sick time (severance) payments are also included as described in Note 2.K). Compensated absences will be paid from the water fund, water pollution control fund, airport fund and the parking fund (a nonmajor enterprise fund).

Future Debt Service Requirements

The following is a schedule of the future principal and interest payments to retire the business-type activities long-term bonds and loans at December 31, 2009. Amounts for OWDA and OPWC loans are presented to the extent that the loans are finalized and a final amortization schedule is available.

Year Ending December 31,	General Obligation Bonds			OWDA Loans			OPWC Loans
	Principal	Interest	Total	Principal	Interest	Total	Principal
2010	\$ 1,800,000	\$ 518,958	\$ 2,318,958	\$ 1,955,211	\$ 1,144,307	\$ 3,099,518	\$ 55,339
2011	1,880,000	446,985	2,326,985	2,035,188	1,064,331	3,099,519	55,338
2012	1,230,000	363,215	1,593,215	1,966,443	982,735	2,949,178	55,338
2013	1,225,000	315,489	1,540,489	2,046,015	903,162	2,949,177	55,338
2014	1,280,000	267,710	1,547,710	2,128,951	820,230	2,949,181	55,338
2015 - 2019	4,615,000	464,231	5,079,231	11,964,251	2,728,973	14,693,224	276,692
2020 - 2024	-	-	-	6,549,002	475,362	7,024,364	205,079
2025 - 2028	-	-	-	529,478	21,684	551,162	80,471
Totals	<u>\$ 12,030,000</u>	<u>\$ 2,376,588</u>	<u>\$ 14,406,588</u>	<u>\$ 29,174,539</u>	<u>\$ 8,140,784</u>	<u>\$ 37,315,323</u>	<u>\$ 838,933</u>

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 12 - PENSION PLANS**

**A. Ohio Public Employees Retirement System**

Plan Description - The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension 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 the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan. While members in the State and local divisions may participate in all three plans, law enforcement (generally sheriffs, deputy sheriffs and township police) and public safety divisions exist only within the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2009, member and contribution rates were consistent across all three plans. While members in the State and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Plan. The 2009 member contribution rates were 10.00% for members in State and local classifications. Public safety and law enforcement members contributed 10.10% (the City's police and fire departments contribute to the Ohio Police and Fire Pension Fund described in Note 12.B). The City's contribution rate for 2009 was 14.00%, except for those plan members in law enforcement or public safety, for whom the City's contribution was 17.63% of covered payroll.

The City's contribution rate for pension benefits for 2009 was 7.00% from January 1 through March 31, 2009 and 8.50% from April 1 through December 31, 2009, except for those plan members in law enforcement and public safety. For those classifications, pension contributions were 10.63% from January 1 through March 31, 2009 and 12.13% from April 1 through December 31, 2009. The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2009, 2008, and 2007 were \$813,299, \$759,020, and \$867,927, respectively; equal to the required employer contribution which is 100% of the dollar amount billed by OPERS.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 12 - PENSION PLANS - (Continued)**

**B. Ohio Police and Fire Pension Fund**

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

Funding Policy - Plan members are required to contribute 10.0% of their annual covered salary, while the City is required to contribute 19.50% and 24.00% for police officers and firefighters, respectively. Contribution rates are established by State statute. For 2009, the portion of the City's contributions to fund pension obligations was 12.75% for police officers and 17.25% for firefighters. The City's required contributions for pension obligations to OP&F for police officers and firefighters were \$481,420 and \$706,056, respectively, for the year ended December 31, 2009, \$525,904 and \$708,094, respectively, for the year ended December 31, 2008, and \$487,557, \$693,505, respectively, for the year ended December 31, 2007. The amounts contributed equal the required employer contribution for the respective year which is 100% of the dollar amount billed by OP&F.

**NOTE 13 - POST-EMPLOYMENT BENEFIT PLANS**

**A. Ohio Public Employees Retirement System**

Plan Description - 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.

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. 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.

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The post-employment healthcare plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

**CITY OF FINDLAY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009

**NOTE 13 - POST-EMPLOYMENT BENEFIT PLANS – (Continued)**

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2009, local government employers contributed 14.00% of covered payroll (17.63% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for 2009 was 7.00% from January 1 through March 31, 2009 and 5.50% from April 1 through December 31, 2009.

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. Active members do not make contributions to the post-employment healthcare plan.

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2009, 2008, and 2007 were \$588,077, \$759,020, and \$571,659, respectively; equal to the required employer contribution which is 100% of the dollar amount billed by OPERS.

**B. Ohio Police and Fire Pension Fund**

Plan Description - The City contributes to the OP&F Pension Fund 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-employment health care coverage to 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 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 statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 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.

**CITY OF FINDLAY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2009**

**NOTE 13 - POST-EMPLOYMENT BENEFIT PLANS – (Continued)**

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 into 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, 2009, 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 the 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's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters were \$254,869 and \$276,283, respectively, for the year ended December 31, 2009, \$278,420 and \$277,080, respectively, for the year ended December 31, 2008, and \$268,697 and \$271,438, respectively, for the year ended December 31, 2007. The amounts contributed equal the required employer contribution for the respective year which is 100% of the dollar amount billed by OP&F.

**NOTE 14 - CONTINGENCIES**

**A. Grants**

The City receives significant financial assistance from numerous federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2009.

**B. Contracts**

As of December 31, 2009, the City had approximately \$3,270,272 open on outstanding purchase orders and contracts. Of this amount, \$3,034,109 related to ongoing capital projects and the remaining amount of \$236,163 was for various departmental purchase orders outstanding at year end.

The City had no material operating lease commitments at December 31, 2009.

**C. Litigation**

The City is party to other legal proceedings as a defendant. Although the outcome of the legal proceedings is not presently determinable, it is the opinion of the City's legal counsel that resolution of these matters will not have a material, adverse effect on the financial condition of the City.

**OTHER SUPPLEMENTAL  
INFORMATION**



**COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES**

**CITY OF FINDLAY, OHIO**

COMPARATIVE BALANCE SHEET  
GENERAL FUND

DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Equity in pooled cash and investments . . . . .	\$ 4,570,766	\$ 7,198,690
Cash in segregated accounts. . . . .	14,400	20,361
Cash with escrow agent. . . . .	-	2,001
Receivables (net of allowances of uncollectibles). . . . .	2,640,650	2,746,157
Due from other governments . . . . .	2,172,502	1,519,434
Prepayments . . . . .	77,819	68,886
Total assets. . . . .	<u>\$ 9,476,137</u>	<u>\$ 11,555,529</u>
<b>Liabilities:</b>		
Accounts payable . . . . .	\$ 1,005,485	\$ 1,166,438
Contracts payable . . . . .	61,297	15,979
Retainage payable . . . . .	-	2,001
Insurance deposits payable. . . . .	513,606	235,565
Accrued wages and benefits . . . . .	182,546	662,656
Compensated absences payable . . . . .	585	119,938
Due to other governments . . . . .	25,997	6,355
Deferred revenue . . . . .	941,970	974,269
Unearned revenue. . . . .	2,508,869	2,508,634
Total liabilities . . . . .	<u>5,240,355</u>	<u>5,691,835</u>
<b>Fund balance:</b>		
Reserved for encumbrances . . . . .	1,035,657	651,644
Reserved for prepayments . . . . .	77,819	68,886
Unreserved:		
Designated for budget stabilization. . . . .	-	1,000,000
Undesignated . . . . .	3,122,306	4,143,164
Total fund balance. . . . .	<u>4,235,782</u>	<u>5,863,694</u>
Total liabilities and fund balance . . . . .	<u>\$ 9,476,137</u>	<u>\$ 11,555,529</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE BALANCE SHEET  
STREET MAINTENANCE AND REPAIR FUND

DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Equity in pooled cash and investments . . . . .	\$ 739,458	\$ 1,730,000
Cash with escrow agent . . . . .	87,228	23,570
Receivables (net of allowances of uncollectibles) . . . . .	5,250	15,238
Due from other governments . . . . .	535,166	542,668
Prepayments . . . . .	13,127	16,790
Materials and supplies inventory . . . . .	432,895	360,910
Total assets . . . . .	<u>\$ 1,813,124</u>	<u>\$ 2,689,176</u>
<b>Liabilities:</b>		
Accounts payable . . . . .	\$ 125,917	\$ 122,802
Contracts payable . . . . .	27,309	-
Retainage payable . . . . .	87,228	23,570
Insurance deposits payable . . . . .	55,392	25,709
Accrued wages and benefits . . . . .	18,502	73,103
Compensated absences payable . . . . .	-	46,550
Deferred revenue . . . . .	398,257	414,581
Total liabilities . . . . .	<u>712,605</u>	<u>706,315</u>
<b>Fund balance:</b>		
Reserved for encumbrances . . . . .	706,219	1,328,816
Reserved for prepayments . . . . .	13,127	16,790
Reserved for materials and supplies inventory . . . . .	432,895	360,910
Unreserved, undesignated (deficit) . . . . .	(51,722)	276,345
Total fund balance . . . . .	<u>1,100,519</u>	<u>1,982,861</u>
Total liabilities and fund balance . . . . .	<u>\$ 1,813,124</u>	<u>\$ 2,689,176</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE BALANCE SHEET  
CITY INCOME TAX ADMINISTRATION FUND

DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Equity in pooled cash and investments . . . . .	\$ 310,235	\$ 162,443
Receivables (net of allowances of uncollectibles). . . . .	2,600,468	2,473,437
Prepayments . . . . .	1,046	1,053
Restricted assets:		
Equity in pooled cash and investments. . . . .	<u>391,577</u>	<u>1,046,951</u>
Total assets . . . . .	<u>\$ 3,303,326</u>	<u>\$ 3,683,884</u>
<b>Liabilities:</b>		
Accounts payable . . . . .	\$ 14,597	\$ 12,726
Insurance deposits payable . . . . .	8,900	4,735
Accrued wages and benefits . . . . .	2,286	7,499
Deferred revenue . . . . .	<u>1,240,040</u>	<u>1,156,169</u>
Total liabilities . . . . .	<u>1,265,823</u>	<u>1,181,129</u>
<b>Fund balance:</b>		
Reserved for encumbrances . . . . .	34,189	3,380
Reserved for prepayments . . . . .	1,046	1,053
Reserved for capital improvements . . . . .	391,577	1,046,951
Unreserved, undesignated . . . . .	<u>1,610,691</u>	<u>1,451,371</u>
Total fund balance. . . . .	<u>2,037,503</u>	<u>2,502,755</u>
Total liabilities and fund balance . . . . .	<u>\$ 3,303,326</u>	<u>\$ 3,683,884</u>

**CITY OF FINDLAY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
GENERAL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ 2,920,697	\$ 2,865,697	\$ 2,621,017	\$ (244,680)	\$ 2,666,772
Charges for services . . . . .	2,019,683	1,994,683	2,419,913	425,230	1,962,430
Licenses and permits. . . . .	329,696	301,966	394,060	92,094	335,820
Fines and forfeitures. . . . .	1,352,710	1,078,250	1,050,050	(28,200)	1,057,595
Intergovernmental . . . . .	6,032,064	5,955,905	5,516,999	(438,906)	4,128,454
Investment income . . . . .	241,536	241,536	105,481	(136,055)	547,064
Increase (decrease) in fair market value of investments . . . . .	-	-	(102,525)	(102,525)	74,364
Rental income. . . . .	58,630	59,130	65,948	6,818	58,677
Contributions and donations . . . . .	17,300	19,000	12,531	(6,469)	157,036
Reimbursements. . . . .	471,802	462,072	451,996	(10,076)	1,007,391
Other . . . . .	-	-	17,626	17,626	37,736
Total revenues . . . . .	<u>13,444,118</u>	<u>12,978,239</u>	<u>12,553,096</u>	<u>(425,143)</u>	<u>12,033,339</u>
<b>Expenditures:</b>					
General government					
Council					
Personal services . . . . .	225,571	178,449	173,397	5,052	201,735
Other . . . . .	26,221	27,221	26,115	1,106	34,786
Mayors office					
Personal services . . . . .	148,594	145,022	141,686	3,336	144,402
Other . . . . .	16,879	16,462	14,799	1,663	15,184
Auditor/treasurer					
Personal services . . . . .	381,803	372,185	368,298	3,887	382,483
Other . . . . .	77,507	76,069	67,163	8,906	115,150
Law director					
Personal services . . . . .	440,696	425,606	419,055	6,551	426,480
Other . . . . .	146,972	177,422	172,734	4,688	244,047
Municipal court					
Personal services . . . . .	1,155,555	1,204,403	1,161,159	43,244	1,094,057
Other . . . . .	183,284	183,283	146,962	36,321	199,310
Civil service					
Personal services . . . . .	61,060	59,765	59,615	150	58,798
Other . . . . .	19,612	19,612	11,550	8,062	11,728
Computer services					
Personal services . . . . .	255,204	249,442	248,830	612	253,672
Other . . . . .	73,598	90,862	61,661	29,201	97,758
Service director					
Personal services . . . . .	105,312	102,790	102,505	285	101,198
Other . . . . .	16,477	15,927	13,457	2,470	16,089
Engineering department					
Personal services . . . . .	862,014	845,395	809,831	35,564	838,489
Other . . . . .	80,625	72,015	47,907	24,108	76,791
General miscellaneous operations					
Other . . . . .	1,643,422	1,600,460	1,347,036	253,424	1,643,151
Public building department					
Personal services . . . . .	125,262	122,740	116,854	5,886	149,459
Other . . . . .	274,164	273,780	212,860	60,920	215,529
Total general government . . . . .	<u>6,319,832</u>	<u>6,258,910</u>	<u>5,723,474</u>	<u>535,436</u>	<u>6,320,296</u>

**CITY OF FINDLAY, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL**  
**GENERAL FUND (CONTINUED)**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
Security of persons and property					
Police department					
Personal services . . . . .	6,256,637	6,206,533	6,015,572	190,961	6,448,727
Other . . . . .	378,846	585,504	476,716	108,788	438,653
Disaster services					
Other . . . . .	22,038	22,038	21,697	341	19,865
Fire department					
Personal services . . . . .	6,454,724	6,637,126	6,599,551	37,575	6,271,863
Other . . . . .	307,322	296,437	255,973	40,464	357,970
Safety director					
Personal services . . . . .	152,027	154,233	153,814	419	149,109
Other . . . . .	19,333	18,547	18,042	505	23,482
Dispatch					
Personal services . . . . .	704,742	708,176	633,645	74,531	620,488
Other . . . . .	131,377	111,041	106,830	4,211	123,661
Work Opportunity Rehabilitation Center (WORC)					
Personal services . . . . .	53,686	49,902	49,653	249	-
Other . . . . .	236,636	143,261	84,918	58,343	-
Total security of persons and property . . . . .	<u>14,717,368</u>	<u>14,932,798</u>	<u>14,416,411</u>	<u>516,387</u>	<u>14,453,818</u>
Public health and welfare					
Planning and zoning					
Personal services . . . . .	1,093	1,093	1,059	34	1,098
Other . . . . .	105,335	105,335	105,221	114	127,603
Public health department					
Personal services . . . . .	769,049	777,807	774,464	3,343	838,050
Other . . . . .	152,592	337,924	325,112	12,812	145,487
Zoning department					
Personal services . . . . .	141,354	138,212	137,158	1,054	141,179
Other . . . . .	10,456	9,495	9,212	283	13,228
Neighborhood Enhancement and Abatement Team (NEAT)					
Personal services . . . . .	50,055	48,833	48,694	139	50,179
Other . . . . .	27,814	35,749	26,077	9,672	34,641
Cemetery department					
Personal services . . . . .	211,745	211,712	193,052	18,660	211,308
Other . . . . .	68,563	62,111	49,674	12,437	59,344
Total public health and welfare . . . . .	<u>1,538,056</u>	<u>1,728,271</u>	<u>1,669,723</u>	<u>58,548</u>	<u>1,622,117</u>
Leisure time activities					
Park maintenance					
Personal services . . . . .	589,920	572,949	523,486	49,463	545,051
Other . . . . .	191,629	192,737	80,230	112,507	184,296
Reservoir recreation					
Other . . . . .	8,070	8,070	2,800	5,270	5,131
CUBE					
Personal services . . . . .	79,495	79,620	65,774	13,846	60,238
Other . . . . .	278,782	278,623	214,044	64,579	308,497
Recreation department					
Personal services . . . . .	407,350	401,414	371,204	30,210	388,031
Other . . . . .	186,749	185,212	169,607	15,605	233,754
5-PLEX					
Personal services . . . . .	58,289	58,045	34,712	23,333	27,252
Other . . . . .	205,207	205,207	174,102	31,105	119,629
Total leisure time activities . . . . .	<u>2,005,491</u>	<u>1,981,877</u>	<u>1,635,959</u>	<u>345,918</u>	<u>1,871,879</u>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
GENERAL FUND (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
Capital outlay					
Security of persons and property . . . . .	-	1,376,123	1,376,123	-	1,288,758
Public health and welfare . . . . .	-	142,519	142,519	-	47,099
Leisure time activities . . . . .	-	143,633	143,633	-	743,967
General government . . . . .	-	1,515,059	1,515,059	-	2,016,311
<b>Total capital outlay . . . . .</b>	<b>-</b>	<b>3,177,334</b>	<b>3,177,334</b>	<b>-</b>	<b>4,096,135</b>
Debt service					
Interest and fiscal charges . . . . .	-	-	-	-	135,813
Bond issuance costs . . . . .	-	-	-	-	59,470
Note issuance costs . . . . .	-	-	-	-	5,651
<b>Total debt service . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>200,934</b>
<b>Total other . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>200,934</b>
<b>Total expenditures . . . . .</b>	<b>24,580,747</b>	<b>28,079,190</b>	<b>26,622,901</b>	<b>1,456,289</b>	<b>28,565,179</b>
Excess of expenditures over revenues . . . . .	(11,136,629)	(15,100,951)	(14,069,805)	1,031,146	(16,531,840)
<b>Other financing sources (uses):</b>					
Sale of capital assets . . . . .	-	-	11,394	11,394	-
Issuance of bonds . . . . .	-	-	-	-	4,145,000
Discount on bonds sold . . . . .	-	-	-	-	(22,530)
Premium on notes sold . . . . .	-	-	-	-	6,501
Transfers in . . . . .	13,502,602	13,063,592	13,321,869	258,277	14,165,486
Transfers out . . . . .	(362,721)	(900,303)	(900,303)	-	(1,931,440)
<b>Total other financing sources (uses) . . . . .</b>	<b>13,139,881</b>	<b>12,163,289</b>	<b>12,432,960</b>	<b>269,671</b>	<b>16,363,017</b>
<b>Net change in fund balance . . . . .</b>	<b>2,003,252</b>	<b>(2,937,662)</b>	<b>(1,636,845)</b>	<b>1,300,817</b>	<b>(168,823)</b>
<b>Fund balance at beginning of year . . . . .</b>	<b>5,863,694</b>	<b>5,863,694</b>	<b>5,863,694</b>	<b>-</b>	<b>6,034,547</b>
<b>Increase (decrease) in reserve for prepaids . . . . .</b>	<b>8,933</b>	<b>8,933</b>	<b>8,933</b>	<b>-</b>	<b>(2,030)</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 7,875,879</b>	<b>\$ 2,934,965</b>	<b>\$ 4,235,782</b>	<b>\$ 1,300,817</b>	<b>\$ 5,863,694</b>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ 1	\$ 1	\$ 210	\$ 209	\$ 56
Charges for services . . . . .	805	805	17,487	16,682	11,309
Intergovernmental . . . . .	2,696,772	5,296,824	3,497,506	(1,799,318)	2,238,439
Investment income . . . . .	-	-	-	-	7,444
Reimbursements. . . . .	6,000	6,000	12,799	6,799	16,730
Other . . . . .	45,600	45,600	54,005	8,405	57,183
<b>Total revenues . . . . .</b>	<b>2,749,178</b>	<b>5,349,230</b>	<b>3,582,007</b>	<b>(1,767,223)</b>	<b>2,331,161</b>
<b>Expenditures:</b>					
Transportation					
Street department					
Personal services . . . . .	1,749,086	1,710,776	1,638,042	72,734	1,760,525
Other . . . . .	439,575	437,217	344,400	92,817	604,218
Traffic signals					
Personal services . . . . .	245,370	239,731	219,692	20,039	288,436
Other . . . . .	137,839	137,452	68,956	68,496	115,325
<b>Total transportation. . . . .</b>	<b>2,571,870</b>	<b>2,525,176</b>	<b>2,271,090</b>	<b>254,086</b>	<b>2,768,504</b>
Capital outlay					
Street improvements . . . . .	-	2,878,599	2,878,599	-	1,361,486
Traffic signals . . . . .	-	191,489	191,485	4	395,756
Storm sewers. . . . .	-	376,472	376,472	-	127,950
<b>Total capital outlay . . . . .</b>	<b>-</b>	<b>3,446,560</b>	<b>3,446,556</b>	<b>4</b>	<b>1,885,192</b>
Debt service					
Interest and fiscal charges . . . . .	-	-	-	-	112,264
Bond issuance costs . . . . .	-	-	-	-	63,593
Note issuance costs . . . . .	-	-	-	-	5,517
<b>Total debt service . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>181,374</b>
<b>Total expenditures . . . . .</b>	<b>2,571,870</b>	<b>5,971,736</b>	<b>5,717,646</b>	<b>254,090</b>	<b>4,835,070</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	177,308	(622,506)	(2,135,639)	(1,513,133)	(2,503,909)
<b>Other financing sources (uses):</b>					
Proceeds from the sale of capital assets . . . . .	-	-	-	-	35,096
Proceeds from bond issuance . . . . .	-	-	-	-	4,055,000
Discount on bonds sold . . . . .	-	-	-	-	(24,407)
Premium on notes sold . . . . .	-	-	-	-	6,347
Transfers in . . . . .	1,280,244	1,272,544	1,235,044	(37,500)	2,734,653
Transfers out . . . . .	-	(50,069)	(50,069)	-	(106,367)
<b>Total other financing sources (uses) . . . . .</b>	<b>1,280,244</b>	<b>1,222,475</b>	<b>1,184,975</b>	<b>(37,500)</b>	<b>6,700,322</b>
<b>Net change in fund balance . . . . .</b>	<b>1,457,552</b>	<b>599,969</b>	<b>(950,664)</b>	<b>(1,550,633)</b>	<b>4,196,413</b>
<b>Fund balance (deficit) at beginning of year . . . .</b>	<b>1,982,861</b>	<b>1,982,861</b>	<b>1,982,861</b>	<b>-</b>	<b>(2,331,721)</b>
<b>Increase in reserve for inventory. . . . .</b>	<b>71,985</b>	<b>71,985</b>	<b>71,985</b>	<b>-</b>	<b>114,983</b>
<b>Increase (decrease) in reserve for prepaids. . . .</b>	<b>(3,663)</b>	<b>(3,663)</b>	<b>(3,663)</b>	<b>-</b>	<b>3,186</b>
<b>Fund balance at end of year. . . . .</b>	<b>\$ 3,508,735</b>	<b>\$ 2,651,152</b>	<b>\$ 1,100,519</b>	<b>\$ (1,550,633)</b>	<b>\$ 1,982,861</b>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Municipal income taxes . . . . .	\$ 16,524,526	\$ 14,228,101	\$ 14,623,811	\$ 395,710	\$ 15,646,020
Charges for services . . . . .	11,000	11,000	13,056	2,056	12,618
Reimbursements . . . . .	-	-	579	579	-
Other . . . . .	-	-	-	-	61,189
Total revenues . . . . .	<u>16,535,526</u>	<u>14,239,101</u>	<u>14,637,446</u>	<u>398,345</u>	<u>15,719,827</u>
<b>Expenditures:</b>					
General government					
Personal services . . . . .	217,401	221,074	219,437	1,637	241,021
Other . . . . .	<u>677,236</u>	<u>825,328</u>	<u>719,137</u>	<u>106,191</u>	<u>640,428</u>
Total expenditures . . . . .	<u>894,637</u>	<u>1,046,402</u>	<u>938,574</u>	<u>107,828</u>	<u>881,449</u>
Excess of revenues over expenditures . . . . .	<u>15,640,889</u>	<u>13,192,699</u>	<u>13,698,872</u>	<u>506,173</u>	<u>14,838,378</u>
<b>Other financing sources (uses):</b>					
Transfers in . . . . .	-	-	281,394	281,394	517,054
Transfers out . . . . .	<u>(12,662,568)</u>	<u>(14,445,511)</u>	<u>(14,445,511)</u>	<u>-</u>	<u>(16,002,840)</u>
Total other financing sources (uses) . . . . .	<u>(12,662,568)</u>	<u>(14,445,511)</u>	<u>(14,164,117)</u>	<u>281,394</u>	<u>(15,485,786)</u>
Net change in fund balance . . . . .	2,978,321	(1,252,812)	(465,245)	787,567	(647,408)
<b>Fund balance at beginning of year . . . . .</b>	2,502,755	2,502,755	2,502,755	-	3,150,275
<b>Decrease in reserve for prepaids . . . . .</b>	<u>(7)</u>	<u>(7)</u>	<u>(7)</u>	<u>-</u>	<u>(112)</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 5,481,069</u>	<u>\$ 1,249,936</u>	<u>\$ 2,037,503</u>	<u>\$ 787,567</u>	<u>\$ 2,502,755</u>

## CITY OF FINDLAY, OHIO

### Nonmajor Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The following are the nonmajor special revenue funds which the City of Findlay operates:

***County Permissive Motor Vehicle License (MVL) Tax:***

To account for the receipt and expenditures of all monies the City receives as its portion of a \$5.00 fee imposed by the County on the purchase of each motor vehicle license.

***State Highway:***

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

***Law Enforcement Trust:***

To account for monies collected from the sale of contraband.

***Drug Law Enforcement:***

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

***Indigent Drivers Alcohol Treatment:***

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

***Enforcement and Education:***

To account for a portion of fines imposed under the law. Expenditures are authorized only for the enforcement and education relating to laws governing operation of a motor vehicle while under the influence of alcohol.

***Court Special Projects:***

To account for monies received for specific court costs that are designated for funding the acquisition and maintenance of special projects for courts. This fund started in 2009.

***Court Computerization:***

To account for monies received for specific court costs that are designated for funding the acquisition and maintenance of computerized equipment or software for courts.

***METRICH Drug Law Enforcement Trust:***

To account for federal funds received as a result of seizures in drug cases conducted with the METRICH drug task force.

***Alcohol Monitoring:***

To account for monies received through the enforcement and implementation of Ohio traffic laws governing operation of a motor vehicle while under the influence of alcohol. This fund started in 2008.

***Mediation Services:***

To account for monies received for specific court costs that are designated to pay for the costs of promoting, establishing, maintaining, and improving court mediation programs.

***Electronic Imaging:***

To account for monies received for specific court costs that are designated for funding the acquisition and maintenance of computerized equipment or software for courts. This fund started in 2008.

***Legal Research:***

To account for monies received for specific court costs that are designated for the purchase of computer equipment and services in the area of legal research for Municipal Court.

## CITY OF FINDLAY, OHIO

### Nonmajor Special Revenue Funds (Continued)

***Police Pension:***

To account for a 0.3 mill real estate tax levy.

***Fire Pension:***

To account for a 0.3 mill real estate tax levy.

***Revolving Loan:***

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

### Nonmajor Debt Service Fund

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

***Debt Service:***

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

### Nonmajor Capital Projects Funds

Capital projects funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by the proprietary or nonexpendable trust funds. The following is a description of all the City's nonmajor capital projects funds:

***Capital Improvement Projects:***

To account for the major construction projects. Financing sources can include debt proceeds, grants, private contributions, and City capital improvement dollars.

***Municipal Court Improvements:***

To account for the additional court cost levied on traffic and criminal cases through the City's Municipal Court. Revenues are used exclusively for Court capital improvements and related equipment purchases.

### Nonmajor Permanent Fund

Permanent funds are used to account for the financial resources to be used for a specific purpose, and only the income generated by that money may be spent. The following is a description of the City's nonmajor permanent fund:

***Cemetery Trust:***

To account for the portion of the sales price for cemetery lots. These monies are invested, and the interest earned is transferred out to the general fund to help defray the cost of the Cemetery Department.

**CITY OF FINDLAY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

DECEMBER 31, 2009

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Fund</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Nonmajor Permanent Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>					
Equity in pooled cash and investments . . . . .	\$ 575,450	\$ 20,461	\$ 798,033	\$ 1,153,077	\$ 2,547,021
Cash in segregated accounts. . . . .	36,854	-	-	-	36,854
Cash with fiduciary agent . . . . .	228,515	-	-	-	228,515
Cash with escrow agent. . . . .	-	33,483	-	-	33,483
Receivables (net of allowances of uncollectibles). . . . .	1,492,578	86,069	-	99	1,578,746
Due from other governments . . . . .	70,915	-	-	-	70,915
Prepayments . . . . .	7	-	-	-	7
<b>Total assets . . . . .</b>	<b>\$ 2,404,319</b>	<b>\$ 140,013</b>	<b>\$ 798,033</b>	<b>\$ 1,153,176</b>	<b>\$ 4,495,541</b>
<b>Liabilities:</b>					
Accounts payable . . . . .	\$ 2,305	\$ -	\$ 1,864	\$ -	\$ 4,169
Insurance deposits payable. . . . .	254	-	-	-	254
Matured bonds payable . . . . .	-	33,483	-	-	33,483
Deferred revenue . . . . .	59,389	37,193	-	-	96,582
Unearned revenue . . . . .	580,004	-	-	-	580,004
<b>Total liabilities . . . . .</b>	<b>641,952</b>	<b>70,676</b>	<b>1,864</b>	<b>-</b>	<b>714,492</b>
<b>Fund balance:</b>					
Reserved for encumbrances. . . . .	-	-	4,590	-	4,590
Reserved for prepayments . . . . .	7	-	-	-	7
Reserved for loans receivable. . . . .	912,574	-	-	-	912,574
Reserved for debt service. . . . .	-	69,337	-	-	69,337
Reserved for perpetual care. . . . .	-	-	-	1,153,077	1,153,077
Unreserved, undesignated, reported in:					
Special revenue funds . . . . .	849,786	-	-	-	849,786
Permanent funds. . . . .	-	-	-	99	99
Capital projects funds . . . . .	-	-	791,579	-	791,579
<b>Total fund balance. . . . .</b>	<b>1,762,367</b>	<b>69,337</b>	<b>796,169</b>	<b>1,153,176</b>	<b>3,781,049</b>
<b>Total liabilities and fund balance . . . . .</b>	<b>\$ 2,404,319</b>	<b>\$ 140,013</b>	<b>\$ 798,033</b>	<b>\$ 1,153,176</b>	<b>\$ 4,495,541</b>

**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2009

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Fund</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Nonmajor Permanent Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ 525,756	\$ -	\$ -	\$ -	\$ 525,756
Charges for services . . . . .	135,382	-	-	46,550	181,932
Fines and forfeitures . . . . .	38,111	-	44,201	-	82,312
Intergovernmental . . . . .	409,596	-	-	-	409,596
Special assessments . . . . .	-	36,385	-	-	36,385
Investment income . . . . .	17,797	-	-	3,074	20,871
Tax increment financing . . . . .	-	45,943	-	-	45,943
Reimbursements . . . . .	4,511	-	-	-	4,511
Contributions and donations . . . . .	-	145,000	-	-	145,000
Total revenues . . . . .	<u>1,131,153</u>	<u>227,328</u>	<u>44,201</u>	<u>49,624</u>	<u>1,452,306</u>
<b>Expenditures:</b>					
Current:					
General government . . . . .	138,465	-	-	-	138,465
Security of persons and property. . . . .	13,929	-	-	-	13,929
Public health and welfare. . . . .	-	-	-	4,318	4,318
Transportation . . . . .	26,947	-	-	-	26,947
Capital outlay . . . . .	446,877	-	55,545	-	502,422
Debt service:					
Principal retirement . . . . .	-	648,703	-	-	648,703
Interest and fiscal charges. . . . .	-	417,799	-	-	417,799
Total expenditures. . . . .	<u>626,218</u>	<u>1,066,502</u>	<u>55,545</u>	<u>4,318</u>	<u>1,752,583</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>504,935</u>	<u>(839,174)</u>	<u>(11,344)</u>	<u>45,306</u>	<u>(300,277)</u>
<b>Other financing sources (uses):</b>					
Transfers in . . . . .	45,000	830,503	-	-	875,503
Transfers out . . . . .	(594,174)	-	-	-	(594,174)
Total other financing sources (uses) . . . . .	<u>(549,174)</u>	<u>830,503</u>	<u>-</u>	<u>-</u>	<u>281,329</u>
Net change in fund balances . . . . .	(44,239)	(8,671)	(11,344)	45,306	(18,948)
<b>Fund balances at beginning of year . . . . .</b>	1,806,599	78,008	807,513	1,107,870	3,799,990
<b>Increase in reserve for prepaids. . . . .</b>	7	-	-	-	7
<b>Fund balances at end of year. . . . .</b>	<u>\$ 1,762,367</u>	<u>\$ 69,337</u>	<u>\$ 796,169</u>	<u>\$ 1,153,176</u>	<u>\$ 3,781,049</u>

**CITY OF FINDLAY, OHIO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**

DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2008)

	<b>County Permissive MVL Tax</b>	<b>State Highway</b>	<b>Law Enforcement Trust</b>	<b>Drug Law Enforcement</b>	<b>Indigent Drivers Alcohol Treatment</b>
<b>Assets:</b>					
Equity in pooled cash and investments . . . . .	\$ 14,802	\$ 89,481	\$ 2,186	\$ 9,692	\$ 165,513
Cash in segregated accounts . . . . .	-	-	-	-	-
Cash with fiduciary agent . . . . .	228,515	-	-	-	-
Receivables (net of allowances of uncollectibles) . .	-	-	-	-	-
Due from other governments . . . . .	-	43,391	-	-	-
Prepayments. . . . .	-	-	-	-	-
<b>Total assets . . . . .</b>	<b>\$ 243,317</b>	<b>\$ 132,872</b>	<b>\$ 2,186</b>	<b>\$ 9,692</b>	<b>\$ 165,513</b>
<b>Liabilities:</b>					
Accounts payable. . . . .	\$ -	\$ 1,216	\$ -	\$ -	\$ 1,089
Insurance deposits payable. . . . .	-	-	-	-	-
Deferred revenue . . . . .	-	31,865	-	-	-
Unearned revenue . . . . .	-	-	-	-	-
<b>Total liabilities. . . . .</b>	<b>-</b>	<b>33,081</b>	<b>-</b>	<b>-</b>	<b>1,089</b>
<b>Fund balance:</b>					
Reserved for encumbrances . . . . .	-	-	-	-	-
Reserved for prepayments . . . . .	-	-	-	-	-
Reserved for loans receivable . . . . .	-	-	-	-	-
Unreserved, undesignated . . . . .	243,317	99,791	2,186	9,692	164,424
<b>Total fund balance . . . . .</b>	<b>243,317</b>	<b>99,791</b>	<b>2,186</b>	<b>9,692</b>	<b>164,424</b>
<b>Total liabilities and fund balance . . . . .</b>	<b>\$ 243,317</b>	<b>\$ 132,872</b>	<b>\$ 2,186</b>	<b>\$ 9,692</b>	<b>\$ 165,513</b>

<u>Enforcement and Education</u>	<u>Court Special Projects</u>	<u>Court Computerization</u>	<u>METRICH Drug Law Enforcement Trust</u>	<u>Alcohol Monitoring</u>	<u>Mediation Services</u>	<u>Electronic Imaging</u>
\$ 48,728	\$ 65,334	\$ 23,144	\$ 2,863	\$ 11,818	\$ 50,841	\$ 47,798
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	3	-	-	-	-	4
<u>\$ 48,728</u>	<u>\$ 65,337</u>	<u>\$ 23,144</u>	<u>\$ 2,863</u>	<u>\$ 11,818</u>	<u>\$ 50,841</u>	<u>\$ 47,802</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	127	-	-	-	-	127
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	127	-	-	-	-	127
-	-	-	-	-	-	-
-	3	-	-	-	-	4
-	-	-	-	-	-	-
48,728	65,207	23,144	2,863	11,818	50,841	47,671
48,728	65,210	23,144	2,863	11,818	50,841	47,675
<u>\$ 48,728</u>	<u>\$ 65,337</u>	<u>\$ 23,144</u>	<u>\$ 2,863</u>	<u>\$ 11,818</u>	<u>\$ 50,841</u>	<u>\$ 47,802</u>

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**CITY OF FINDLAY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2008)

	<u>Legal Research</u>	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Revolving Loan</u>
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 19,804	\$ 11,723	\$ 11,723	\$ -
Cash in segregated accounts . . . . .	-	-	-	36,854
Cash with fiduciary agent . . . . .	-	-	-	-
Receivables (net of allowances of uncollectibles) . .	-	290,002	290,002	912,574
Due from other governments . . . . .	-	13,762	13,762	-
Prepayments. . . . .	-	-	-	-
Total assets . . . . .	<u>\$ 19,804</u>	<u>\$ 315,487</u>	<u>\$ 315,487</u>	<u>\$ 949,428</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ -	\$ -
Insurance deposits payable. . . . .	-	-	-	-
Deferred revenue . . . . .	-	13,762	13,762	-
Unearned revenue . . . . .	-	290,002	290,002	-
Total liabilities. . . . .	<u>-</u>	<u>303,764</u>	<u>303,764</u>	<u>-</u>
<b>Fund balance:</b>				
Reserved for encumbrances . . . . .	-	-	-	-
Reserved for prepayments . . . . .	-	-	-	-
Reserved for loans receivable . . . . .	-	-	-	912,574
Unreserved, undesignated . . . . .	19,804	11,723	11,723	36,854
Total fund balance . . . . .	<u>19,804</u>	<u>11,723</u>	<u>11,723</u>	<u>949,428</u>
Total liabilities and fund balance . . . . .	<u>\$ 19,804</u>	<u>\$ 315,487</u>	<u>\$ 315,487</u>	<u>\$ 949,428</u>

**Totals**

<u>2009</u>	<u>2008</u>
\$ 575,450	\$ 741,292
36,854	243,960
228,515	102,376
1,492,578	1,292,998
70,915	71,194
7	-
<u>\$ 2,404,319</u>	<u>\$ 2,451,820</u>
\$ 2,305	\$ 5,692
254	-
59,389	59,573
580,004	579,956
641,952	645,221
-	3,000
7	-
912,574	713,042
849,786	1,090,557
1,762,367	1,806,599
<u>\$ 2,404,319</u>	<u>\$ 2,451,820</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<b>County Permissive MVL Tax</b>	<b>State Highway</b>	<b>Law Enforcement Trust</b>	<b>Drug Law Enforcement</b>	<b>Indigent Drivers Alcohol Treatment</b>
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services . . . . .	-	-	-	-	-
Fines and forfeitures . . . . .	-	-	-	695	33,115
Intergovernmental . . . . .	206,560	146,858	-	-	-
Investment income . . . . .	-	-	-	-	-
Reimbursements . . . . .	-	4,511	-	-	-
<b>Total revenues . . . . .</b>	<b>206,560</b>	<b>151,369</b>	<b>-</b>	<b>695</b>	<b>33,115</b>
<b>Expenditures:</b>					
Current:					
General government . . . . .	-	-	-	-	23,958
Security of persons and property . . . . .	-	-	125	4,490	-
Transportation . . . . .	-	26,947	-	-	-
Capital outlay . . . . .	70,198	376,679	-	-	-
<b>Total expenditures . . . . .</b>	<b>70,198</b>	<b>403,626</b>	<b>125</b>	<b>4,490</b>	<b>23,958</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	136,362	(252,257)	(125)	(3,795)	9,157
<b>Other financing sources (uses):</b>					
Transfers in . . . . .	-	-	-	-	-
Transfers out . . . . .	-	-	-	-	-
<b>Total other financing sources (uses) . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances . . . . .</b>	<b>136,362</b>	<b>(252,257)</b>	<b>(125)</b>	<b>(3,795)</b>	<b>9,157</b>
<b>Fund balances, January 1 . . . . .</b>	<b>106,955</b>	<b>352,048</b>	<b>2,311</b>	<b>13,487</b>	<b>155,267</b>
<b>Increase in reserve for prepaids . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances, December 31 . . . . .</b>	<b>\$ 243,317</b>	<b>\$ 99,791</b>	<b>\$ 2,186</b>	<b>\$ 9,692</b>	<b>\$ 164,424</b>

<b>Enforcement and Education</b>	<b>Court Special Projects</b>	<b>Court Computerization</b>	<b>METRICH Drug Law Enforcement Trust</b>	<b>Alcohol Monitoring</b>	<b>Mediation Services</b>	<b>Electronic Imaging</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	20,210	45,469	-	11,368	14,910	42,748
4,301	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
4,301	20,210	45,469	-	11,368	14,910	42,748
-	3	40,695	-	-	2,551	4
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	3	40,695	-	-	2,551	4
4,301	20,207	4,774	-	11,368	12,359	42,744
-	45,000	-	-	-	-	-
-	-	-	-	-	(45,000)	-
-	45,000	-	-	-	(45,000)	-
4,301	65,207	4,774	-	11,368	(32,641)	42,744
44,427	-	18,370	2,863	450	83,482	4,927
-	3	-	-	-	-	4
\$ 48,728	\$ 65,210	\$ 23,144	\$ 2,863	\$ 11,818	\$ 50,841	\$ 47,675

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**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Legal Research</u>	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Revolving Loan</u>
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ -	\$ 262,878	\$ 262,878	\$ -
Charges for services . . . . .	677	-	-	-
Fines and forfeitures . . . . .	-	-	-	-
Intergovernmental . . . . .	-	28,089	28,089	-
Investment income . . . . .	-	-	-	17,797
Reimbursements . . . . .	-	-	-	-
Total revenues . . . . .	<u>677</u>	<u>290,967</u>	<u>290,967</u>	<u>17,797</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	45,883	-	-	25,371
Security of persons and property . . . . .	-	4,657	4,657	-
Transportation . . . . .	-	-	-	-
Capital outlay . . . . .	-	-	-	-
Total expenditures . . . . .	<u>45,883</u>	<u>4,657</u>	<u>4,657</u>	<u>25,371</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>(45,206)</u>	<u>286,310</u>	<u>286,310</u>	<u>(7,574)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	-	-	-	-
Transfers out . . . . .	-	(274,587)	(274,587)	-
Total other financing sources (uses) . . . . .	<u>-</u>	<u>(274,587)</u>	<u>(274,587)</u>	<u>-</u>
Net change in fund balances . . . . .	(45,206)	11,723	11,723	(7,574)
<b>Fund balances, January 1 . . . . .</b>	65,010	-	-	957,002
<b>Increase in reserve for prepaids. . . . .</b>	-	-	-	-
<b>Fund balances, December 31. . . . .</b>	<u>\$ 19,804</u>	<u>\$ 11,723</u>	<u>\$ 11,723</u>	<u>\$ 949,428</u>

**Totals**

<u>2009</u>	<u>2008</u>
\$ 525,756	\$ 526,916
135,382	-
38,111	86,924
409,596	401,917
17,797	23,391
4,511	-
1,131,153	1,039,148
138,465	181,836
13,929	16,604
26,947	23,058
446,877	866,221
626,218	1,087,719
504,935	(48,571)
45,000	-
(594,174)	(572,956)
(549,174)	(572,956)
(44,239)	(621,527)
1,806,599	2,428,126
7	-
\$ 1,762,367	\$ 1,806,599

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Intergovernmental . . . . .	\$ -	\$ -	\$ 206,560	\$ 206,560	\$ 195,282
Total revenues . . . . .	-	-	206,560	206,560	195,282
<b>Expenditures:</b>					
Capital outlay . . . . .	-	70,198	70,198	-	741,221
Total expenditures . . . . .	-	70,198	70,198	-	741,221
Net change in fund balance. . . . .	-	(70,198)	136,362	206,560	(545,939)
<b>Fund balance at beginning of year. . . . .</b>	<u>106,955</u>	<u>106,955</u>	<u>106,955</u>	<u>-</u>	<u>652,894</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 106,955</u>	<u>\$ 36,757</u>	<u>\$ 243,317</u>	<u>\$ 206,560</u>	<u>\$ 106,955</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Intergovernmental . . . . .	\$ 148,000	\$ 148,000	\$ 146,858	\$ (1,142)	\$ 150,155
Reimbursements. . . . .	-	-	4,511	4,511	-
Total revenues . . . . .	<u>148,000</u>	<u>148,000</u>	<u>151,369</u>	<u>3,369</u>	<u>150,155</u>
<b>Expenditures:</b>					
Transportation					
Other . . . . .	98,833	98,833	26,947	71,886	23,058
Capital outlay					
Street improvements . . . . .	-	376,679	376,679	-	125,000
Total expenditures . . . . .	<u>98,833</u>	<u>475,512</u>	<u>403,626</u>	<u>71,886</u>	<u>148,058</u>
Net change in fund balance . . . . .	49,167	(327,512)	(252,257)	75,255	2,097
<b>Fund balance at beginning of year. . . . .</b>	<u>352,048</u>	<u>352,048</u>	<u>352,048</u>	<u>-</u>	<u>349,951</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 401,215</u>	<u>\$ 24,536</u>	<u>\$ 99,791</u>	<u>\$ 75,255</u>	<u>\$ 352,048</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures. . . . .	\$ -	\$ -	\$ -	\$ -	\$ 1,237
Total revenues . . . . .	-	-	-	-	1,237
<b>Expenditures:</b>					
Security of persons and property					
Other . . . . .	2,224	2,224	125	2,099	1,362
Total expenditures . . . . .	2,224	2,224	125	2,099	1,362
Net change in fund balance . . . . .	(2,224)	(2,224)	(125)	2,099	(125)
<b>Fund balance at beginning of year. . . . .</b>	<u>2,311</u>	<u>2,311</u>	<u>2,311</u>	<u>-</u>	<u>2,436</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 87</u>	<u>\$ 87</u>	<u>\$ 2,186</u>	<u>\$ 2,099</u>	<u>\$ 2,311</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures . . . . .	\$ -	\$ -	\$ 695	\$ 695	\$ 2,447
Total revenues . . . . .	-	-	695	695	2,447
<b>Expenditures:</b>					
Security of persons and property					
Other . . . . .	11,460	11,460	4,490	6,970	4,802
Total expenditures . . . . .	11,460	11,460	4,490	6,970	4,802
Net change in fund balance . . . . .	(11,460)	(11,460)	(3,795)	7,665	(2,355)
<b>Fund balance at beginning of year . . . . .</b>	<u>13,487</u>	<u>13,487</u>	<u>13,487</u>	<u>-</u>	<u>15,842</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 2,027</u>	<u>\$ 2,027</u>	<u>\$ 9,692</u>	<u>\$ 7,665</u>	<u>\$ 13,487</u>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
INDIGENT DRIVERS ALCOHOL TREATMENT FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures. . . . .	\$ 32,000	\$ 32,000	\$ 33,115	\$ 1,115	\$ 33,055
Total revenues . . . . .	32,000	32,000	33,115	1,115	33,055
<b>Expenditures:</b>					
General government					
Other . . . . .	120,000	120,000	23,958	96,042	14,240
Total expenditures . . . . .	120,000	120,000	23,958	96,042	14,240
Net change in fund balance . . . . .	(88,000)	(88,000)	9,157	97,157	18,815
<b>Fund balance at beginning of year. . . . .</b>	<u>155,267</u>	<u>155,267</u>	<u>155,267</u>	<u>-</u>	<u>136,452</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 67,267</u>	<u>\$ 67,267</u>	<u>\$ 164,424</u>	<u>\$ 97,157</u>	<u>\$ 155,267</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures. . . . .	\$ 5,500	\$ 5,500	\$ 4,301	\$ (1,199)	\$ 5,366
Total revenues . . . . .	5,500	5,500	4,301	(1,199)	5,366
<b>Expenditures:</b>					
General government					
Other . . . . .	47,196	47,196	-	47,196	12,000
Total expenditures . . . . .	47,196	47,196	-	47,196	12,000
Net change in fund balance . . . . .	(41,696)	(41,696)	4,301	45,997	(6,634)
<b>Fund balance at beginning of year. . . . .</b>	<u>44,427</u>	<u>44,427</u>	<u>44,427</u>	<u>-</u>	<u>51,061</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 2,731</u>	<u>\$ 2,731</u>	<u>\$ 48,728</u>	<u>\$ 45,997</u>	<u>\$ 44,427</u>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
COURT SPECIAL PROJECTS FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>2008 Actual</u>
	<u>Original</u>	<u>Final</u>			
<b>Revenues:</b>					
Charges for services . . . . .	\$ -	\$ -	\$ 20,210	\$ 20,210	\$ -
Total revenues . . . . .	-	-	20,210	20,210	-
<b>Expenditures:</b>					
General government Other . . . . .	-	3	3	-	-
Total expenditures . . . . .	-	3	3	-	-
Excess (deficiency) of revenues over (under) expenditures . . . . .	-	(3)	20,207	20,210	-
<b>Other financing sources:</b>					
Transfers in . . . . .	-	45,000	45,000	-	-
Total other financing sources . . . . .	-	45,000	45,000	-	-
Net change in fund balance . . . . .	-	44,997	65,207	20,210	-
<b>Fund balance at beginning of year . . . . .</b>	-	-	-	-	-
<b>Increase in reserve for prepaids . . . . .</b>	-	3	3	-	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ 45,000</u>	<u>\$ 65,210</u>	<u>\$ 20,210</u>	<u>\$ -</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Charges for services . . . . .	\$ 28,519	\$ 28,519	\$ 45,469	\$ 16,950	\$ -
Fines and forfeitures. . . . .	-	-	-	-	28,364
Total revenues . . . . .	<u>28,519</u>	<u>28,519</u>	<u>45,469</u>	<u>16,950</u>	<u>28,364</u>
<b>Expenditures:</b>					
General government					
Other . . . . .	<u>48,000</u>	<u>46,800</u>	<u>40,695</u>	<u>6,105</u>	<u>56,279</u>
Total expenditures . . . . .	<u>48,000</u>	<u>46,800</u>	<u>40,695</u>	<u>6,105</u>	<u>56,279</u>
Net change in fund balance . . . . .	(19,481)	(18,281)	4,774	23,055	(27,915)
<b>Fund balance at beginning of year. . . . .</b>	<u>18,370</u>	<u>18,370</u>	<u>18,370</u>	<u>-</u>	<u>46,285</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ (1,111)</u>	<u>\$ 89</u>	<u>\$ 23,144</u>	<u>\$ 23,055</u>	<u>\$ 18,370</u>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
 METRICH DRUG LAW ENFORCEMENT TRUST FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Expenditures:</b>					
Security of persons and property					
Other . . . . .	\$ 2,863	\$ 2,863	\$ -	\$ 2,863	\$ -
Total expenditures . . . . .	2,863	2,863	-	2,863	-
Net change in fund balance . . . . .	(2,863)	(2,863)	-	2,863	-
<b>Fund balance at beginning of year. . . . .</b>	<u>2,863</u>	<u>2,863</u>	<u>2,863</u>	<u>-</u>	<u>2,863</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,863</u>	<u>\$ 2,863</u>	<u>\$ 2,863</u>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
ALCOHOL MONITORING FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures. . . . .	\$ -	\$ -	\$ 11,368	\$ 11,368	\$ 450
Total revenues . . . . .	-	-	11,368	11,368	450
Net change in fund balance . . . . .	-	-	11,368	11,368	450
<b>Fund balance at beginning of year. . . . .</b>	450	450	450	-	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 450</u>	<u>\$ 450</u>	<u>\$ 11,818</u>	<u>\$ 11,368</u>	<u>\$ 450</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures . . . . .	\$ 5,504	\$ 5,504	\$ 14,910	\$ 9,406	\$ 5,721
Total revenues . . . . .	5,504	5,504	14,910	9,406	5,721
<b>Expenditures:</b>					
General government					
Other . . . . .	25,000	25,000	2,551	22,449	3,089
Total expenditures . . . . .	25,000	25,000	2,551	22,449	3,089
Excess (deficiency) of revenues over (under) expenditures . . . . .	(19,496)	(19,496)	12,359	31,855	2,632
<b>Other financing uses:</b>					
Transfers out . . . . .	-	(45,000)	(45,000)	-	-
Total other financing uses . . . . .	-	(45,000)	(45,000)	-	-
Net change in fund balance . . . . .	(19,496)	(64,496)	(32,641)	31,855	2,632
<b>Fund balance at beginning of year . . . . .</b>	<b>83,482</b>	<b>83,482</b>	<b>83,482</b>	<b>-</b>	<b>80,850</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 63,986</b>	<b>\$ 18,986</b>	<b>\$ 50,841</b>	<b>\$ 31,855</b>	<b>\$ 83,482</b>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
ELECTRONIC IMAGING FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures. . . . .	\$ -	\$ -	\$ 42,748	\$ 42,748	\$ 4,927
Total revenues . . . . .	-	-	42,748	42,748	4,927
<b>Expenditures:</b>					
General government					
Other. . . . .	4	4	4	-	-
Total expenditures . . . . .	4	4	4	-	-
Net change in fund balance . . . . .	(4)	(4)	42,744	42,748	4,927
<b>Fund balance at beginning of year. . . . .</b>	4,927	4,927	4,927	-	-
<b>Increase in reserve for prepaids. . . . .</b>	4	4	4	-	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 4,927</u>	<u>\$ 4,927</u>	<u>\$ 47,675</u>	<u>\$ 42,748</u>	<u>\$ 4,927</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures . . . . .	\$ -	\$ -	\$ 677	\$ 677	\$ 5,357
Total revenues . . . . .	-	-	677	677	5,357
<b>Expenditures:</b>					
General government					
Other . . . . .	56,000	56,000	45,883	10,117	34,028
Total expenditures . . . . .	56,000	56,000	45,883	10,117	34,028
Net change in fund balance . . . . .	(56,000)	(56,000)	(45,206)	10,794	(28,671)
<b>Fund balance at beginning of year . . . . .</b>	<u>65,010</u>	<u>65,010</u>	<u>65,010</u>	<u>-</u>	<u>93,681</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 9,010</u>	<u>\$ 9,010</u>	<u>\$ 19,804</u>	<u>\$ 10,794</u>	<u>\$ 65,010</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ 290,004	\$ 290,004	\$ 262,878	\$ (27,126)	\$ 263,458
Intergovernmental . . . . .	-	-	28,089	28,089	28,240
Total revenues . . . . .	<u>290,004</u>	<u>290,004</u>	<u>290,967</u>	<u>963</u>	<u>291,698</u>
<b>Expenditures:</b>					
Security of persons and property					
Other . . . . .	<u>5,510</u>	<u>4,657</u>	<u>4,657</u>	<u>-</u>	<u>5,220</u>
Total expenditures . . . . .	<u>5,510</u>	<u>4,657</u>	<u>4,657</u>	<u>-</u>	<u>5,220</u>
Excess of revenues over expenditures . . . . .	<u>284,494</u>	<u>285,347</u>	<u>286,310</u>	<u>963</u>	<u>286,478</u>
<b>Other financing uses:</b>					
Transfers out . . . . .	<u>(273,734)</u>	<u>(274,587)</u>	<u>(274,587)</u>	<u>-</u>	<u>(286,478)</u>
Total other financing uses . . . . .	<u>(273,734)</u>	<u>(274,587)</u>	<u>(274,587)</u>	<u>-</u>	<u>(286,478)</u>
Net change in fund balance . . . . .	10,760	10,760	11,723	963	-
<b>Fund balance at beginning of year . . . . .</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 10,760</u>	<u>\$ 10,760</u>	<u>\$ 11,723</u>	<u>\$ 963</u>	<u>\$ -</u>

**CITY OF FINDLAY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
FIRE PENSION FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ 290,004	\$ 290,004	\$ 262,878	\$ (27,126)	\$ 263,458
Intergovernmental . . . . .	-	-	28,089	28,089	28,240
Total revenues . . . . .	<u>290,004</u>	<u>290,004</u>	<u>290,967</u>	<u>963</u>	<u>291,698</u>
<b>Expenditures:</b>					
Security of persons and property					
Other . . . . .	<u>5,510</u>	<u>4,657</u>	<u>4,657</u>	<u>-</u>	<u>5,220</u>
Total expenditures . . . . .	<u>5,510</u>	<u>4,657</u>	<u>4,657</u>	<u>-</u>	<u>5,220</u>
Excess of revenues over expenditures . . . . .	<u>284,494</u>	<u>285,347</u>	<u>286,310</u>	<u>963</u>	<u>286,478</u>
<b>Other financing uses:</b>					
Transfers out . . . . .	<u>(273,734)</u>	<u>(274,587)</u>	<u>(274,587)</u>	<u>-</u>	<u>(286,478)</u>
Total other financing uses . . . . .	<u>(273,734)</u>	<u>(274,587)</u>	<u>(274,587)</u>	<u>-</u>	<u>(286,478)</u>
Net change in fund balance . . . . .	10,760	10,760	11,723	963	-
<b>Fund balance at beginning of year . . . . .</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 10,760</u>	<u>\$ 10,760</u>	<u>\$ 11,723</u>	<u>\$ 963</u>	<u>\$ -</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE BALANCE SHEET  
NONMAJOR DEBT SERVICE FUND

DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2008)

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Equity in pooled cash and investments. . . . .	\$ 20,461	\$ 19,715
Cash with escrow agent. . . . .	33,483	33,793
Receivables (net of allowances of uncollectibles). . .	<u>86,069</u>	<u>131,562</u>
Total assets. . . . .	<u>\$ 140,013</u>	<u>\$ 185,070</u>
<b>Liabilities:</b>		
Matured bonds payable . . . . .	\$ 33,483	\$ 33,793
Deferred revenue. . . . .	<u>37,193</u>	<u>73,269</u>
Total liabilities. . . . .	<u>70,676</u>	<u>107,062</u>
<b>Fund balance:</b>		
Reserved for debt service. . . . .	<u>69,337</u>	<u>78,008</u>
Total fund balance . . . . .	<u>69,337</u>	<u>78,008</u>
<b>Total liabilities and fund balance . . . . .</b>	<u>\$ 140,013</u>	<u>\$ 185,070</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>2009</u>	<u>2008</u>
<b>Revenues:</b>		
Special assessments . . . . .	\$ 36,385	\$ 44,714
Investment income . . . . .	-	16,670
Contributions and donations . . . . .	145,000	-
Tax increment financing . . . . .	<u>45,943</u>	<u>40,383</u>
Total revenues . . . . .	<u>227,328</u>	<u>101,767</u>
<b>Expenditures:</b>		
Current:		
Other . . . . .	-	587
Debt service:		
Principal retirement . . . . .	648,703	428,703
Interest and fiscal charges . . . . .	<u>417,799</u>	<u>115,092</u>
Total expenditures . . . . .	<u>1,066,502</u>	<u>544,382</u>
Excess of expenditures over revenues . . . . .	<u>(839,174)</u>	<u>(442,615)</u>
<b>Other financing sources (uses):</b>		
Transfers in . . . . .	830,503	710,495
Transfers out . . . . .	<u>-</u>	<u>(350,569)</u>
Total other financing sources (uses) . . . . .	<u>830,503</u>	<u>359,926</u>
Net change in fund balances . . . . .	(8,671)	(82,689)
<b>Fund balances, January 1 . . . . .</b>	<u>78,008</u>	<u>160,697</u>
<b>Fund balances, December 31. . . . .</b>	<u>\$ 69,337</u>	<u>\$ 78,008</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Special assessments . . . . .	\$ 45,055	\$ 45,055	\$ 36,385	\$ (8,670)	\$ 44,714
Contributions and donations . . . . .	-	-	145,000	145,000	16,670
Tax increment financing . . . . .	41,000	41,000	45,943	4,943	40,383
Total revenues . . . . .	<u>86,055</u>	<u>86,055</u>	<u>227,328</u>	<u>141,273</u>	<u>101,767</u>
<b>Expenditures:</b>					
Current:					
Other . . . . .	-	-	-	-	587
Debt service:					
Principal retirement . . . . .	-	648,703	648,703	-	428,703
Interest and fiscal charges . . . . .	45,055	456,818	417,799	39,019	115,092
Total debt service . . . . .	<u>45,055</u>	<u>1,105,521</u>	<u>1,066,502</u>	<u>39,019</u>	<u>543,795</u>
Total expenditures . . . . .	<u>45,055</u>	<u>1,105,521</u>	<u>1,066,502</u>	<u>39,019</u>	<u>544,382</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>41,000</u>	<u>(1,019,466)</u>	<u>(839,174)</u>	<u>180,292</u>	<u>(442,615)</u>
<b>Other financing sources (uses):</b>					
Transfers in . . . . .	1,341,669	1,150,726	830,503	(320,223)	710,495
Transfers out . . . . .	-	-	-	-	(350,569)
Total other financing sources (uses) . . . . .	<u>1,341,669</u>	<u>1,150,726</u>	<u>830,503</u>	<u>(320,223)</u>	<u>359,926</u>
Net change in fund balance . . . . .	1,382,669	131,260	(8,671)	(139,931)	(82,689)
<b>Fund balance at beginning of year . . . . .</b>	<u>78,008</u>	<u>78,008</u>	<u>78,008</u>	<u>-</u>	<u>160,697</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 1,460,677</u>	<u>\$ 209,268</u>	<u>\$ 69,337</u>	<u>\$ (139,931)</u>	<u>\$ 78,008</u>

**CITY OF FINDLAY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS

DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2008)

	<b>Capital Improvement Projects</b>	<b>Municipal Court Improvements</b>	<b>Totals</b>	
			<b>2009</b>	<b>2008</b>
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 62,437	\$ 735,596	\$ 798,033	\$ 807,513
Total assets. . . . .	<u>\$ 62,437</u>	<u>\$ 735,596</u>	<u>\$ 798,033</u>	<u>\$ 807,513</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ -	\$ 1,864	\$ 1,864	\$ -
Total liabilities. . . . .	<u>-</u>	<u>1,864</u>	<u>1,864</u>	<u>-</u>
<b>Fund balance:</b>				
Reserved for encumbrances. . . . .	-	4,590	4,590	-
Unreserved, undesignated. . . . .	62,437	729,142	791,579	807,513
Total fund balance . . . . .	<u>62,437</u>	<u>733,732</u>	<u>796,169</u>	<u>807,513</u>
<b>Total liabilities and fund equity. . . . .</b>	<u>\$ 62,437</u>	<u>\$ 735,596</u>	<u>\$ 798,033</u>	<u>\$ 807,513</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<b>Capital Improvement Projects</b>	<b>Municipal Court Improvements</b>	<b>Totals</b>	
			<b>2009</b>	<b>2008</b>
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ -	\$ 44,201	\$ 44,201	\$ 33,971
Special assessments . . . . .	-	-	-	2,457
Total revenues . . . . .	-	44,201	44,201	36,428
<b>Expenditures:</b>				
Current:				
Capital outlay . . . . .	-	55,545	55,545	61,882
Debt service:				
Interest and fiscal charges . . . . .	-	-	-	92
Total expenditures . . . . .	-	55,545	55,545	61,974
Net change in fund balances . . . . .	-	(11,344)	(11,344)	(25,546)
<b>Fund balances, January 1 . . . . .</b>	<u>62,437</u>	<u>745,076</u>	<u>807,513</u>	<u>833,059</u>
<b>Fund balances, December 31. . . . .</b>	<u>\$ 62,437</u>	<u>\$ 733,732</u>	<u>\$ 796,169</u>	<u>\$ 807,513</u>

**CITY OF FINDLAY, OHIO**

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

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Special assessments . . . . .	\$ -	\$ -	\$ -	\$ -	\$ 2,457
Total revenues . . . . .	-	-	-	-	2,457
<b>Expenditures:</b>					
Capital outlay . . . . .	-	-	-	-	6,990
Debt service					
Interest and fiscal charges . . . . .	-	-	-	-	92
Total expenditures . . . . .	-	-	-	-	7,082
Net change in fund balance . . . . .	-	-	-	-	(4,625)
<b>Fund balance at beginning of year. . . . .</b>	<u>62,437</u>	<u>62,437</u>	<u>62,437</u>	<u>-</u>	<u>67,062</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 62,437</u>	<u>\$ 62,437</u>	<u>\$ 62,437</u>	<u>\$ -</u>	<u>\$ 62,437</u>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
MUNICIPAL COURT IMPROVEMENTS FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Fines and forfeitures . . . . .	\$ 35,000	\$ 35,000	\$ 44,201	\$ 9,201	\$ 33,971
Total revenues . . . . .	35,000	35,000	44,201	9,201	33,971
<b>Expenditures:</b>					
Capital outlay . . . . .	354,524	354,524	55,545	298,979	54,892
Total expenditures . . . . .	354,524	354,524	55,545	298,979	54,892
Net change in fund balance . . . . .	(319,524)	(319,524)	(11,344)	308,180	(20,921)
<b>Fund balance at beginning of year . . . . .</b>	<u>745,076</u>	<u>745,076</u>	<u>745,076</u>	<u>-</u>	<u>765,997</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 425,552</u>	<u>\$ 425,552</u>	<u>\$ 733,732</u>	<u>\$ 308,180</u>	<u>\$ 745,076</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE BALANCE SHEET  
NONMAJOR CEMETERY TRUST PERMANENT FUND

DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2008)

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Equity in pooled cash and investments . . . . .	\$ 1,153,077	\$ 1,106,527
Receivables (net of allowances of uncollectibles).	99	1,343
Total assets . . . . .	<u>\$ 1,153,176</u>	<u>\$ 1,107,870</u>
<b>Fund balance:</b>		
Reserved for perpetual care. . . . .	\$ 1,153,077	\$ 1,106,527
Unreserved, undesignated . . . . .	99	1,343
Total fund balance. . . . .	<u>1,153,176</u>	<u>1,107,870</u>
<b>Total liabilities and fund balance . . . . .</b>	<u>\$ 1,153,176</u>	<u>\$ 1,107,870</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CEMETERY TRUST PERMANENT FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>2009</u>	<u>2008</u>
<b>Revenues:</b>		
Charges for services . . . . .	\$ 46,550	\$ 24,700
Investment income . . . . .	<u>3,074</u>	<u>42,456</u>
Total revenues . . . . .	<u>49,624</u>	<u>67,156</u>
<b>Expenditures:</b>		
Current:		
Public health and welfare. . . . .	<u>4,318</u>	<u>51,945</u>
Total expenditures . . . . .	<u>4,318</u>	<u>51,945</u>
Net change in fund balances . . . . .	45,306	15,211
<b>Fund balances, January 1 . . . . .</b>	<u>1,107,870</u>	<u>1,092,659</u>
<b>Fund balances, December 31. . . . .</b>	<u>\$ 1,153,176</u>	<u>\$ 1,107,870</u>

**CITY OF FINDLAY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET (GAAP-BASIS) AND ACTUAL  
CEMETERY TRUST PERMANENT FUND

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>	<u>2008</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>	
				<u>Positive</u>	
				<u>(Negative)</u>	
<b>Revenues:</b>					
Charges for services . . . . .	\$ 32,000	\$ 32,000	\$ 46,550	\$ 14,550	\$ 24,700
Investment income . . . . .	22,000	22,000	3,074	(18,926)	42,456
Total revenues . . . . .	<u>54,000</u>	<u>54,000</u>	<u>49,624</u>	<u>(4,376)</u>	<u>67,156</u>
<b>Expenditures:</b>					
Current:					
Public health and welfare					
Other . . . . .	<u>22,000</u>	<u>22,000</u>	<u>4,318</u>	<u>17,682</u>	<u>51,945</u>
Total expenditures . . . . .	<u>22,000</u>	<u>22,000</u>	<u>4,318</u>	<u>17,682</u>	<u>51,945</u>
Net change in fund balance . . . . .	32,000	32,000	45,306	13,306	15,211
<b>Fund balance at beginning of year . . . . .</b>	<u>1,107,870</u>	<u>1,107,870</u>	<u>1,107,870</u>	<u>-</u>	<u>1,092,659</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 1,139,870</u>	<u>\$ 1,139,870</u>	<u>\$ 1,153,176</u>	<u>\$ 13,306</u>	<u>\$ 1,107,870</u>

## CITY OF FINDLAY, OHIO

### Enterprise Funds

The enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs (expenses, including depreciation) of providing services to the general public on a continuing basis be recovered primarily through user charges.

The City has the following major enterprise funds:

***Water Fund***

***Water Pollution Control Fund***

***Airport Fund***

These major enterprise funds are described on page 63 of the financial statements.

The City has the following nonmajor enterprise funds:

***Swimming Pool:***

To account for the operation of the swimming pool complex at Riverside Park. These rates are set by the Service Director and the Parks & Recreation Board.

***Parking Facilities:***

To account for the operation of the parking department, which includes maintenance and rental of lots, fine revenue, and the monitoring of all on-street and off-street parking zones.

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF NET ASSETS  
WATER FUND**

DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Current assets:		
Equity in pooled cash and investments . . . . .	\$ 3,482,272	\$ 4,021,486
Cash with escrow agent. . . . .	35,443	26,570
Receivables (net of allowances of uncollectibles) . . .	1,508,069	1,485,722
Prepayments . . . . .	24,544	28,738
Materials and supplies inventory . . . . .	<u>623,468</u>	<u>412,879</u>
Total current assets . . . . .	<u>5,673,796</u>	<u>5,975,395</u>
Noncurrent assets:		
Restricted assets:		
Equity in pooled cash and investments . . . . .	1,096,562	1,300,099
Deferred bond costs . . . . .	60,321	74,403
Capital assets:		
Nondepreciable capital assets. . . . .	3,146,557	1,842,000
Depreciable capital assets, net . . . . .	<u>50,222,948</u>	<u>50,229,831</u>
Total noncurrent assets . . . . .	<u>54,526,388</u>	<u>53,446,333</u>
Total assets . . . . .	<u>60,200,184</u>	<u>59,421,728</u>
<b>Liabilities:</b>		
Current liabilities:		
Accounts payable. . . . .	136,780	168,927
Contracts payable. . . . .	14,384	20,922
Retainage payable . . . . .	35,443	26,570
Insurance deposits payable . . . . .	104,247	58,200
Accrued wages and benefits . . . . .	28,552	98,508
Compensated absences payable. . . . .	180,049	224,910
Due to other funds . . . . .	401,453	381,932
Deposits held and due to others . . . . .	455,157	357,167
Deferred revenue. . . . .	6,172	6,247
Current portion of loans payable . . . . .	226,473	197,800
Current portion of bonds . . . . .	545,000	1,755,000
Accrued interest payable . . . . .	<u>135,954</u>	<u>152,538</u>
Total current liabilities . . . . .	<u>2,269,664</u>	<u>3,448,721</u>
Long-term liabilities:		
General obligation bonds . . . . .	4,876,530	5,339,264
Compensated absences payable. . . . .	331,534	209,446
Loans payable . . . . .	<u>4,242,850</u>	<u>4,405,823</u>
Total liabilities. . . . .	<u>11,720,578</u>	<u>13,403,254</u>
<b>Net assets:</b>		
Invested in capital assets, net of related debt . . . . .	43,478,652	40,448,347
Restricted for:		
Capital projects . . . . .	710,041	705,641
Debt service. . . . .	386,521	594,458
Unrestricted . . . . .	<u>3,904,392</u>	<u>4,270,028</u>
Total net assets . . . . .	<u>\$ 48,479,606</u>	<u>\$ 46,018,474</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
WATER FUND

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Operating revenues:</b>		
Charges for services . . . . .	\$ 7,190,263	\$ 7,395,768
Other . . . . .	44,567	50,169
Total operating revenues . . . . .	<u>7,234,830</u>	<u>7,445,937</u>
<b>Operating expenses:</b>		
Personal services . . . . .	2,834,642	2,748,743
Contract services . . . . .	491,908	574,250
Materials and supplies. . . . .	570,610	1,008,788
Utilities . . . . .	305,027	322,947
Depreciation. . . . .	1,236,059	1,102,743
Total operating expenses . . . . .	<u>5,438,246</u>	<u>5,757,471</u>
Operating income. . . . .	<u>1,796,584</u>	<u>1,688,466</u>
<b>Nonoperating revenues (expenses):</b>		
Other nonoperating revenues. . . . .	55,347	58,260
Interest revenue. . . . .	63,258	233,009
Loss on disposal of capital assets. . . . .	(508)	(18,955)
Interest expense and fiscal charges . . . . .	(496,679)	(571,590)
Total nonoperating revenues (expenses) . . . . .	<u>(378,582)</u>	<u>(299,276)</u>
Income before contributions and transfers . . . . .	1,418,002	1,389,190
Capital contributions. . . . .	893,130	1,273,825
Transfers in . . . . .	150,000	62,401
Transfers out . . . . .	-	(21,599)
Change in net assets. . . . .	2,461,132	2,703,817
<b>Net assets, January 1 . . . . .</b>	<u>46,018,474</u>	<u>43,314,657</u>
<b>Net assets, December 31 . . . . .</b>	<u>\$ 48,479,606</u>	<u>\$ 46,018,474</u>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF CASH FLOWS  
WATER FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<b>2009</b>	<b>2008</b>
<b>Cash flows from operating activities:</b>		
Cash received from customers . . . . .	\$ 7,137,605	\$ 7,402,382
Cash received from other operations . . . . .	44,567	50,169
Cash payments for personal services . . . . .	(2,781,324)	(2,827,079)
Cash payments for contract services. . . . .	(380,851)	(443,572)
Cash payments for materials and supplies. . . . .	(813,346)	(933,583)
Cash payments for utilities. . . . .	(285,506)	(336,566)
Net cash provided by operating activities. . . . .	2,921,145	2,911,751
<b>Cash flows from noncapital financing activities:</b>		
Other non-capital revenues . . . . .	55,347	58,260
Transfers in . . . . .	150,000	62,401
Transfers out . . . . .	-	(21,599)
Net cash provided by noncapital financing activities . . . . .	205,347	99,062
<b>Cash flows from capital and related financing activities:</b>		
Acquisition of capital assets . . . . .	(1,840,640)	(1,710,843)
Capital contributions . . . . .	192,992	-
Principal paid on bonds . . . . .	(1,755,000)	(1,715,000)
Interest paid on bonds. . . . .	(296,839)	(349,739)
Proceeds of loans . . . . .	61,871	208,553
Principal paid on loans . . . . .	(196,171)	(199,219)
Interest paid on loans . . . . .	(120,077)	(122,650)
Net cash used in capital and related financing activities . . . . .	(3,953,864)	(3,888,898)
<b>Cash flows from investing activities:</b>		
Interest received. . . . .	93,494	256,886
Net cash provided by investing activities . . . . .	93,494	256,886
Net decrease in cash and cash equivalents . . . . .	(733,878)	(621,199)
<b>Cash and cash equivalents at beginning of year . .</b>	<b>5,348,155</b>	<b>5,969,354</b>
<b>Cash and cash equivalents at end of year. . . . .</b>	<b>\$ 4,614,277</b>	<b>\$ 5,348,155</b>

-- continued

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF CASH FLOWS  
WATER FUND (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>		
Operating income . . . . .	\$ 1,796,584	\$ 1,688,466
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation . . . . .	1,236,059	1,102,743
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable. . . . .	(52,583)	22,639
(Increase) decrease in materials and supplies inventory . . . . .	(210,589)	66,163
(Increase) decrease in prepayments. . . . .	4,194	(2,532)
Increase (decrease) in accounts payable . . . . .	(32,147)	9,042
Increase (decrease) in accrued wages and benefits . . . . .	(69,956)	23,711
Increase (decrease) in compensated absences payable. . . . .	77,227	(38,460)
Increase (decrease) in insurance deposits payable . . . . .	46,047	(63,587)
Increase in deposits held and due to others . . . . .	97,990	133,167
(Decrease) in deferred revenue . . . . .	(75)	(16,025)
Increase in retainage payable. . . . .	8,873	43
Increase (decrease) in due to other funds. . . . .	19,521	(13,619)
Net cash provided by operating activities . . . . .	<u>\$ 2,921,145</u>	<u>\$ 2,911,751</u>

**Non-cash Transactions:**

During 2009, the Water fund received \$700,138 in capital contributions of donated water lines from private developers.

At December 31, 2009 and 2008, the Water fund purchased \$14,384 and \$20,922, respectively, in capital assets on account.

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF NET ASSETS  
WATER POLLUTION CONTROL FUND**

DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Current assets:		
Equity in pooled cash and investments . . . . .	\$ 214,015	\$ 1,123,130
Cash with escrow agent. . . . .	23,670	-
Receivables (net of allowances of uncollectibles) . .	438,419	425,249
Due from other funds. . . . .	401,453	381,932
Prepayments . . . . .	14,623	18,521
Materials and supplies inventory . . . . .	9,114	10,918
Total current assets . . . . .	<u>1,101,294</u>	<u>1,959,750</u>
Noncurrent assets:		
Restricted assets:		
Equity in pooled cash and investments. . . . .	7,358,295	7,311,094
Deferred bond costs . . . . .	80,883	91,265
Capital assets:		
Nondepreciable capital assets . . . . .	2,536,219	822,408
Depreciable capital assets, net . . . . .	85,558,678	86,268,235
Total noncurrent assets . . . . .	<u>95,534,075</u>	<u>94,493,002</u>
Total assets . . . . .	<u>96,635,369</u>	<u>96,452,752</u>
<b>Liabilities:</b>		
Current liabilities:		
Accounts payable. . . . .	103,960	168,858
Retainage payable . . . . .	23,670	7,220
Insurance deposits payable . . . . .	69,337	31,171
Accrued wages and benefits . . . . .	23,282	77,765
Compensated absences payable. . . . .	136,926	134,415
Deferred revenue. . . . .	933	310
Current portion of loans payable . . . . .	1,784,077	1,712,467
Current portion of bonds . . . . .	1,215,000	1,110,000
Accrued interest payable . . . . .	663,555	719,455
Total current liabilities . . . . .	<u>4,020,740</u>	<u>3,961,661</u>
Long term liabilities:		
General obligation bonds . . . . .	4,960,223	6,152,473
Compensated absences payable. . . . .	146,847	156,201
Loans payable . . . . .	23,760,072	25,544,149
Total liabilities. . . . .	<u>32,887,882</u>	<u>35,814,484</u>
<b>Net assets:</b>		
Invested in capital assets, net of related debt . . . . .	56,375,525	52,662,819
Restricted for:		
Capital projects . . . . .	4,439,413	4,439,172
Debt service. . . . .	2,918,882	2,871,922
Unrestricted . . . . .	13,667	664,355
Total net assets . . . . .	<u>\$ 63,747,487</u>	<u>\$ 60,638,268</u>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
WATER POLLUTION CONTROL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Operating revenues:</b>		
Charges for services . . . . .	\$ 8,878,741	\$ 8,472,743
Other . . . . .	<u>10,878</u>	<u>14,620</u>
Total operating revenues . . . . .	<u>8,889,619</u>	<u>8,487,363</u>
<b>Operating expenses:</b>		
Personal services . . . . .	2,119,067	2,151,339
Contract services . . . . .	707,408	995,357
Materials and supplies. . . . .	265,902	418,055
Utilities . . . . .	421,938	420,068
Depreciation. . . . .	<u>1,921,664</u>	<u>1,884,087</u>
Total operating expenses . . . . .	<u>5,435,979</u>	<u>5,868,906</u>
Operating income . . . . .	<u>3,453,640</u>	<u>2,618,457</u>
<b>Nonoperating revenues (expenses):</b>		
Other nonoperating revenues. . . . .	82,446	81,038
Intergovernmental . . . . .	-	12,469
Interest revenue. . . . .	68,336	242,659
Loss on disposal of capital assets. . . . .	-	(12,166)
Interest expense and fiscal charges . . . . .	<u>(1,398,619)</u>	<u>(1,501,209)</u>
Total nonoperating revenues (expenses). . . . .	<u>(1,247,837)</u>	<u>(1,177,209)</u>
Income before contributions and transfers . . . . .	2,205,803	1,441,248
Capital contributions. . . . .	903,416	946,029
Transfers in . . . . .	<u>-</u>	<u>515,319</u>
Change in net assets . . . . .	3,109,219	2,902,596
<b>Net assets, January 1 . . . . .</b>	<u>60,638,268</u>	<u>57,735,672</u>
<b>Net assets, December 31 . . . . .</b>	<u>\$ 63,747,487</u>	<u>\$ 60,638,268</u>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF CASH FLOWS  
WATER POLLUTION CONTROL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<b>2009</b>	<b>2008</b>
<b>Cash flows from operating activities:</b>		
Cash received from customers . . . . .	\$ 8,809,341	\$ 8,485,122
Cash received from other operations . . . . .	10,878	14,620
Cash payments for personal services . . . . .	(2,142,227)	(2,187,459)
Cash payments for contract services. . . . .	(679,840)	(1,004,891)
Cash payments for materials and supplies. . . . .	(328,996)	(324,982)
Cash payments for utilities. . . . .	(421,938)	(420,068)
Net cash provided by operating activities. . . . .	5,247,218	4,562,342
<b>Cash flows from noncapital financing activities:</b>		
Other non-capital revenues . . . . .	82,446	84,038
Grants and contributions . . . . .	-	12,469
Transfers in . . . . .	-	515,319
Net cash provided by noncapital financing activities . . . . .	82,446	611,826
<b>Cash flows from capital and related financing activities:</b>		
Acquisition of capital assets . . . . .	(2,029,721)	(1,516,575)
Principal paid on bonds. . . . .	(1,110,000)	(1,080,000)
Interest paid on bonds. . . . .	(320,450)	(350,469)
Principal paid on loans . . . . .	(1,712,467)	(1,643,832)
Interest paid on loans . . . . .	(1,100,938)	(1,169,571)
Net cash used in capital and related financing activities . . . . .	(6,273,576)	(5,760,447)
<b>Cash flows from investing activities:</b>		
Interest received. . . . .	105,668	278,984
Net cash provided by investing activities . . . . .	105,668	278,984
Net decrease in cash and cash equivalents. . . . .	(838,244)	(307,295)
<b>Cash and cash equivalents at beginning of year . .</b>	8,434,224	8,741,519
<b>Cash and cash equivalents at end of year. . . . .</b>	\$ 7,595,980	\$ 8,434,224

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**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF CASH FLOWS  
WATER POLLUTION CONTROL FUND (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	2009	2008
<b>Reconciliation of operating income to net cash provided by operating activities:</b>		
Operating income . . . . .	\$ 3,453,640	\$ 2,618,457
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation . . . . .	1,921,664	1,884,087
Changes in assets and liabilities:		
(Increase) in accounts receivable . . . . .	(50,502)	(1,021)
Decrease (increase) in due from other funds . . . . .	(19,521)	13,619
Decrease in materials and supplies inventory. . . . .	1,804	194
Decrease (increase) in prepayments . . . . .	3,898	(1,501)
Increase (decrease) in accounts payable . . . . .	(64,898)	92,879
Increase (decrease) in accrued wages and benefits . . . . .	(54,483)	20,209
(Decrease) in compensated absences payable . . . . .	(6,843)	(4,916)
Increase (decrease) in insurance deposits payable. . . . .	38,166	(51,413)
Increase (decrease) in deferred revenue . . . . .	623	(219)
Increase (decrease) in retainage payable . . . . .	23,670	(8,033)
Net cash provided by operating activities . . . . .	\$ 5,247,218	\$ 4,562,342

**Non-cash Transactions:**

During 2009, the Water Pollution Control fund received \$903,416 in capital contributions of donated sewer lines from private developers.

At December 31, 2008 and 2009, the Water Pollution Control fund purchased \$7,220 and \$0, respectively, in capital assets on account.

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF NET ASSETS  
AIRPORT FUND**

DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Current assets:		
Equity in pooled cash and investments . . . . .	\$ 50,073	\$ 128,870
Cash with escrow agent . . . . .	179,265	-
Receivables (net of allowances of uncollectibles) . . . . .	36,746	23,382
Prepayments . . . . .	11,626	12,925
Materials and supplies inventory . . . . .	<u>46,237</u>	<u>50,742</u>
Total current assets . . . . .	<u>323,947</u>	<u>215,919</u>
Noncurrent assets:		
Restricted assets:		
Equity in pooled cash and investments . . . . .	32,469	33,119
Deferred bond costs . . . . .	1,204	1,685
Capital assets:		
Nondepreciable capital assets . . . . .	8,099,507	5,991,211
Depreciable capital assets, net . . . . .	<u>9,259,126</u>	<u>7,439,514</u>
Total noncurrent assets . . . . .	<u>17,392,306</u>	<u>13,465,529</u>
Total assets . . . . .	<u>17,716,253</u>	<u>13,681,448</u>
<b>Liabilities:</b>		
Current liabilities:		
Accounts payable . . . . .	40,220	25,585
Retainage payable . . . . .	179,265	-
Insurance deposits payable . . . . .	10,765	6,426
Accrued wages and benefits . . . . .	3,343	10,650
Compensated absences payable . . . . .	21,475	19,468
Current portion of bonds . . . . .	40,000	40,000
Accrued interest payable . . . . .	<u>2,469</u>	<u>3,119</u>
Total current liabilities . . . . .	<u>297,537</u>	<u>105,248</u>
Long term liabilities:		
General obligation bonds . . . . .	87,965	125,151
Compensated absences payable . . . . .	<u>50,142</u>	<u>25,330</u>
Total liabilities . . . . .	<u>435,644</u>	<u>255,729</u>
<b>Net assets:</b>		
Invested in capital assets, net of related debt . . . . .	17,230,668	13,267,259
Restricted for:		
Debt service . . . . .	32,469	33,119
Unrestricted . . . . .	<u>17,472</u>	<u>125,341</u>
Total net assets . . . . .	<u>\$ 17,280,609</u>	<u>\$ 13,425,719</u>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
AIRPORT FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Operating revenues:</b>		
Charges for services . . . . .	\$ 22,602	\$ 37,062
Other . . . . .	636,945	833,548
Total operating revenues . . . . .	<u>659,547</u>	<u>870,610</u>
<b>Operating expenses:</b>		
Personal services . . . . .	321,481	291,111
Contract services . . . . .	91,484	112,909
Materials and supplies. . . . .	364,877	634,950
Utilities . . . . .	15,472	21,552
Depreciation. . . . .	775,369	711,804
Total operating expenses . . . . .	<u>1,568,683</u>	<u>1,772,326</u>
Operating loss. . . . .	<u>(909,136)</u>	<u>(901,716)</u>
<b>Nonoperating revenues (expenses):</b>		
Other nonoperating revenues. . . . .	31,346	41,720
Interest expense and fiscal charges . . . . .	(8,883)	(10,209)
Total nonoperating revenues (expenses) . . . . .	<u>22,463</u>	<u>31,511</u>
Loss before contributions and transfers. . . . .	(886,673)	(870,205)
Capital contributions. . . . .	4,693,772	122,569
Transfers in . . . . .	69,924	158,000
Transfers out . . . . .	(22,133)	(10,637)
Change in net assets. . . . .	3,854,890	(600,273)
<b>Net assets, January 1 . . . . .</b>	<u>13,425,719</u>	<u>14,025,992</u>
<b>Net assets, December 31 . . . . .</b>	<u>\$ 17,280,609</u>	<u>\$ 13,425,719</u>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF CASH FLOWS  
AIRPORT FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Cash flows from operating activities:</b>		
Cash received from customers . . . . .	\$ 22,602	\$ 37,062
Cash received from other operations . . . . .	623,581	897,762
Cash payments for personal services . . . . .	(297,630)	(297,197)
Cash payments for contract services. . . . .	(90,185)	(112,849)
Cash payments for materials and supplies. . . . .	(166,472)	(631,519)
Cash payments for utilities. . . . .	(15,472)	(21,552)
Net cash provided by (used in) operating activities . .	<u>76,424</u>	<u>(128,293)</u>
<b>Cash flows from noncapital financing activities:</b>		
Other non-capital revenues . . . . .	31,346	41,719
Transfers in . . . . .	69,924	158,000
Transfers out . . . . .	(22,133)	(10,637)
Net cash provided by noncapital financing activities . . . . .	<u>79,137</u>	<u>189,082</u>
<b>Cash flows from capital and related financing activities:</b>		
Acquisition of capital assets . . . . .	(4,703,277)	(799,941)
Capital contributions . . . . .	4,693,772	731,855
Principal paid on bonds . . . . .	(40,000)	(45,000)
Interest paid on bonds . . . . .	(6,238)	(7,588)
Net cash used in capital and related financing activities . . . . .	<u>(55,743)</u>	<u>(120,674)</u>
Net increase (decrease) in cash and cash equivalents . .	99,818	(59,885)
<b>Cash and cash equivalents at beginning of year . . .</b>	<u>161,989</u>	<u>221,874</u>
<b>Cash and cash equivalents at end of year. . . . .</b>	<u>\$ 261,807</u>	<u>\$ 161,989</u>
<b>Reconciliation of operating loss to net cash provided by (used in) operating activities:</b>		
Operating loss. . . . .	\$ (909,136)	\$ (901,716)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:		
Depreciation . . . . .	775,369	711,804
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable . . . . .	(13,364)	64,214
Decrease in materials and supplies inventory . . . . .	4,505	39,552
Decrease in prepayments . . . . .	1,299	60
Increase (decrease) in accounts payable . . . . .	14,635	(36,121)
Increase (decrease) in accrued wages and benefits . . . . .	(7,307)	2,696
Increase (decrease) in compensated absences payable . . . . .	26,819	(2,617)
Increase (decrease) in insurance deposits payable. . . . .	4,339	(6,165)
Increase in retainage payable . . . . .	179,265	-
Net cash provided by (used in) operating activities . . .	<u>\$ 76,424</u>	<u>\$ (128,293)</u>

**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF NET ASSETS  
NONMAJOR ENTERPRISE FUNDS  
DECEMBER 31, 2009

	<u>Swimming Pool</u>	<u>Parking Facilities</u>	<u>Total</u>
<b>Assets:</b>			
Current assets:			
Equity in pooled cash and investments . . . . .	\$ 10,140	\$ 11,359	\$ 21,499
Prepayments . . . . .	1,208	1,176	2,384
Total current assets . . . . .	<u>11,348</u>	<u>12,535</u>	<u>23,883</u>
Noncurrent assets:			
Capital assets:			
Nondepreciable capital assets . . . . .	1,631	94,331	95,962
Depreciable capital assets, net . . . . .	514,971	3,351	518,322
Total noncurrent assets . . . . .	<u>516,602</u>	<u>97,682</u>	<u>614,284</u>
Total assets. . . . .	<u>527,950</u>	<u>110,217</u>	<u>638,167</u>
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable. . . . .	1,262	2,324	3,586
Insurance deposits payable . . . . .	-	1,662	1,662
Accrued wages and benefits . . . . .	-	750	750
Compensated absences payable. . . . .	-	4,271	4,271
Total liabilities. . . . .	<u>1,262</u>	<u>9,007</u>	<u>10,269</u>
<b>Net assets:</b>			
Invested in capital assets, net of related debt . . . . .	516,602	97,682	614,284
Unrestricted . . . . .	10,086	3,528	13,614
Total net assets . . . . .	<u>\$ 526,688</u>	<u>\$ 101,210</u>	<u>\$ 627,898</u>

**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2009

	<b>Swimming Pool</b>	<b>Parking Facilities</b>	<b>Total</b>
<b>Operating revenues:</b>			
Charges for services . . . . .	\$ 32,147	\$ 61,236	\$ 93,383
Other . . . . .	13,064	195	13,259
<b>Total operating revenues . . . . .</b>	<b>45,211</b>	<b>61,431</b>	<b>106,642</b>
<b>Operating expenses:</b>			
Personal services . . . . .	42,516	89,048	131,564
Contract services . . . . .	42,660	4,596	47,256
Materials and supplies. . . . .	26,031	8,066	34,097
Utilities . . . . .	4,606	437	5,043
Depreciation. . . . .	25,054	7,727	32,781
<b>Total operating expenses . . . . .</b>	<b>140,867</b>	<b>109,874</b>	<b>250,741</b>
<b>Operating loss . . . . .</b>	<b>(95,656)</b>	<b>(48,443)</b>	<b>(144,099)</b>
<b>Nonoperating revenues:</b>			
Other nonoperating revenues. . . . .	110	-	110
Intergovernmental. . . . .	3,300	-	3,300
<b>Total nonoperating revenues . . . . .</b>	<b>3,410</b>	<b>-</b>	<b>3,410</b>
<b>Loss before transfers. . . . .</b>	<b>(92,246)</b>	<b>(48,443)</b>	<b>(140,689)</b>
Transfers in . . . . .	11,024	67,432	78,456
<b>Change in net assets. . . . .</b>	<b>(81,222)</b>	<b>18,989</b>	<b>(62,233)</b>
<b>Net assets, January 1 . . . . .</b>	<b>607,910</b>	<b>82,221</b>	<b>690,131</b>
<b>Net assets, December 31 . . . . .</b>	<b>\$ 526,688</b>	<b>\$ 101,210</b>	<b>\$ 627,898</b>

**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2009

	<b>Swimming Pool</b>	<b>Parking Facilities</b>	<b>Total</b>
<b>Cash flows from operating activities:</b>			
Cash received from customers . . . . .	\$ 32,147	\$ 61,236	\$ 93,383
Cash received from other operations . . . . .	13,064	195	13,259
Cash payments for personal services . . . . .	(42,516)	(106,083)	(148,599)
Cash payments for contract services. . . . .	(42,638)	(4,451)	(47,089)
Cash payments for materials and supplies. . . . .	(26,445)	(8,113)	(34,558)
Cash payments for utilities. . . . .	(4,606)	(437)	(5,043)
	(70,994)	(57,653)	(128,647)
<b>Net cash used in operating activities. . . . .</b>	<b>(70,994)</b>	<b>(57,653)</b>	<b>(128,647)</b>
<b>Cash flows from noncapital financing activities:</b>			
Other non-capital revenues. . . . .	110	-	110
Grants and contributions . . . . .	3,300	-	3,300
Transfers in . . . . .	11,024	67,432	78,456
<b>Net cash provided by noncapital financing activities . . . . .</b>	<b>14,434</b>	<b>67,432</b>	<b>81,866</b>
<b>Cash flows from capital and related financing activities:</b>			
Acquisition of capital assets . . . . .	(8,961)	-	(8,961)
<b>Net cash used in capital and related financing activities . . . . .</b>	<b>(8,961)</b>	<b>-</b>	<b>(8,961)</b>
<b>Net increase (decrease) in cash and cash equivalents . . . . .</b>	<b>(65,521)</b>	<b>9,779</b>	<b>(55,742)</b>
<b>Cash and cash equivalents at beginning of year . . . .</b>	<b>75,661</b>	<b>1,580</b>	<b>77,241</b>
<b>Cash and cash equivalents at end of year. . . . .</b>	<b>\$ 10,140</b>	<b>\$ 11,359</b>	<b>\$ 21,499</b>
<b>Reconciliation of operating loss to net cash used in operating activities:</b>			
Operating loss . . . . .	\$ (95,656)	\$ (48,443)	\$ (144,099)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation . . . . .	25,054	7,727	32,781
Changes in assets and liabilities:			
Decrease in accounts receivable . . . . .	2,974	-	2,974
Decrease in prepayments . . . . .	22	145	167
(Decrease) in accounts payable. . . . .	(414)	(47)	(461)
(Decrease) in accrued wages and benefits . . . . .	-	(2,144)	(2,144)
(Decrease) in compensated absences payable . . . . .	-	(15,963)	(15,963)
Increase in insurance deposits payable . . . . .	-	1,072	1,072
(Decrease) in deferred revenue . . . . .	(2,974)	-	(2,974)
<b>Net cash used in operating activities . . . . .</b>	<b>\$ (70,994)</b>	<b>\$ (57,653)</b>	<b>\$ (128,647)</b>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF NET ASSETS  
SWIMMING POOL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<b>2009</b>	<b>2008</b>
<b>Assets:</b>		
Current assets:		
Equity in pooled cash and investments . . . . .	\$ 10,140	\$ 75,661
Receivables (net of allowances of uncollectibles) . . .	-	2,974
Prepayments . . . . .	1,208	1,230
Total current assets . . . . .	11,348	79,865
Noncurrent assets:		
Capital assets:		
Nondepreciable capital assets . . . . .	1,631	1,631
Depreciable capital assets, net . . . . .	514,971	531,064
Total noncurrent assets . . . . .	516,602	532,695
Total assets . . . . .	527,950	612,560
<b>Liabilities:</b>		
Current liabilities:		
Accounts payable. . . . .	1,262	1,676
Deferred revenue. . . . .	-	2,974
Total liabilities. . . . .	1,262	4,650
<b>Net assets:</b>		
Invested in capital assets, net of related debt . . . . .	516,602	532,695
Unrestricted . . . . .	10,086	75,215
Total net assets . . . . .	\$ 526,688	\$ 607,910

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
SWIMMING POOL FUND

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Operating revenues:</b>		
Charges for services . . . . .	\$ 32,147	\$ 64,484
Other . . . . .	<u>13,064</u>	<u>18,898</u>
Total operating revenues . . . . .	<u>45,211</u>	<u>83,382</u>
<b>Operating expenses:</b>		
Personal services . . . . .	42,516	79,822
Contract services . . . . .	42,660	46,066
Materials and supplies. . . . .	26,031	49,852
Utilities . . . . .	4,606	4,514
Depreciation. . . . .	<u>25,054</u>	<u>24,421</u>
Total operating expenses . . . . .	<u>140,867</u>	<u>204,675</u>
Operating loss. . . . .	<u>(95,656)</u>	<u>(121,293)</u>
<b>Nonoperating revenues:</b>		
Other nonoperating revenues. . . . .	110	161
Intergovernmental. . . . .	<u>3,300</u>	<u>-</u>
Total nonoperating revenues . . . . .	<u>3,410</u>	<u>161</u>
Loss before transfers . . . . .	(92,246)	(121,132)
Transfers in . . . . .	<u>11,024</u>	<u>97,000</u>
Change in net assets. . . . .	(81,222)	(24,132)
<b>Net assets, January 1 . . . . .</b>	<u>607,910</u>	<u>632,042</u>
<b>Net assets, December 31 . . . . .</b>	<u>\$ 526,688</u>	<u>\$ 607,910</u>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF CASH FLOWS  
SWIMMING POOL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Cash flows from operating activities:</b>		
Cash received from customers . . . . .	\$ 32,147	\$ 64,484
Cash received from other operations . . . . .	13,064	18,898
Cash payments for personal services . . . . .	(42,516)	(79,822)
Cash payments for contract services. . . . .	(42,638)	(45,975)
Cash payments for materials and supplies. . . . .	(26,445)	(50,384)
Cash payments for utilities. . . . .	(4,606)	(4,514)
	<hr/>	<hr/>
Net cash used in operating activities. . . . .	(70,994)	(97,313)
<b>Cash flows from noncapital financing activities:</b>		
Other non-capital revenues . . . . .	110	161
Grants and contributions . . . . .	3,300	-
Transfers in . . . . .	11,024	97,000
	<hr/>	<hr/>
Net cash provided by noncapital financing activities . . . . .	14,434	97,161
<b>Cash flows from capital and related financing activities:</b>		
Acquisition of capital assets . . . . .	(8,961)	-
	<hr/>	<hr/>
Net cash used in capital and related financing activities. . . . .	(8,961)	-
Net decrease in cash and cash equivalents . . . . .	(65,521)	(152)
<b>Cash and cash equivalents at beginning of year . . .</b>	<hr/> <b>75,661</b>	<hr/> <b>75,813</b>
<b>Cash and cash equivalents at end of year. . . . .</b>	<hr/> <b>\$ 10,140</b>	<hr/> <b>\$ 75,661</b>
<b>Reconciliation of operating loss to net cash used in operating activities:</b>		
Operating loss . . . . .	\$ (95,656)	\$ (121,293)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation . . . . .	25,054	24,421
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable. . . . .	2,974	(2,974)
Decrease in prepayments . . . . .	22	91
(Decrease) in accounts payable . . . . .	(414)	(532)
Increase (decrease) in deferred revenue. . . . .	(2,974)	2,974
	<hr/>	<hr/>
Net cash used in operating activities . . . . .	<hr/> <b>\$ (70,994)</b>	<hr/> <b>\$ (97,313)</b>

**Non-cash Transactions:**

During 2008, the Swimming Pool fund received capital asset contributions from the Parking Facilities fund with a net book value of \$0. The contributed assets had a cost of \$5,833 and accumulated depreciation of \$5,833.

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF NET ASSETS  
PARKING FACILITIES FUND

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Current assets:		
Equity in pooled cash and investments . . . . .	\$ 11,359	\$ 1,580
Prepayments . . . . .	1,176	1,320
Total current assets . . . . .	<u>12,535</u>	<u>2,900</u>
Noncurrent assets:		
Capital assets:		
Nondepreciable capital assets . . . . .	94,331	94,331
Depreciable capital assets, net . . . . .	3,351	11,078
Total noncurrent assets . . . . .	<u>97,682</u>	<u>105,409</u>
Total assets . . . . .	<u>110,217</u>	<u>108,309</u>
<b>Liabilities:</b>		
Current liabilities:		
Accounts payable. . . . .	2,324	2,371
Insurance deposits payable. . . . .	1,662	590
Accrued wages and benefits . . . . .	750	2,894
Compensated absences payable. . . . .	4,271	7,659
Long term liabilities:		
Compensated absences payable. . . . .	-	12,574
Total liabilities. . . . .	<u>9,007</u>	<u>26,088</u>
<b>Net assets:</b>		
Invested in capital assets, net of related debt . . . . .	97,682	105,409
Unrestricted (deficit) . . . . .	3,528	(23,188)
Total net assets . . . . .	<u>\$ 101,210</u>	<u>\$ 82,221</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
PARKING FACILITIES FUND

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Operating revenues:</b>		
Charges for services . . . . .	\$ 61,236	\$ 57,214
Other . . . . .	195	333
Total operating revenues . . . . .	<u>61,431</u>	<u>57,547</u>
<b>Operating expenses:</b>		
Personal services . . . . .	89,048	85,747
Contract services . . . . .	4,596	4,954
Materials and supplies. . . . .	8,066	7,585
Utilities . . . . .	437	399
Depreciation. . . . .	<u>7,727</u>	<u>13,854</u>
Total operating expenses . . . . .	<u>109,874</u>	<u>112,539</u>
Loss before transfers. . . . .	(48,443)	(54,992)
Transfers in . . . . .	<u>67,432</u>	<u>36,000</u>
Change in net assets. . . . .	18,989	(18,992)
<b>Net assets, January 1 . . . . .</b>	<u>82,221</u>	<u>101,213</u>
<b>Net assets, December 31 . . . . .</b>	<u>\$ 101,210</u>	<u>\$ 82,221</u>

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF CASH FLOWS  
PARKING FACILITIES FUND**

FOR THE YEAR ENDED DECEMBER 31, 2009 AND 2008

	<b>2009</b>	<b>2008</b>
<b>Cash flows from operating activities:</b>		
Cash received from customers . . . . .	\$ 61,236	\$ 57,214
Cash received from other operations . . . . .	195	333
Cash payments for personal services . . . . .	(106,083)	(89,927)
Cash payments for contract services. . . . .	(4,451)	(4,669)
Cash payments for materials and supplies. . . . .	(8,113)	(7,255)
Cash payments for utilities. . . . .	(437)	(399)
	<u>(57,653)</u>	<u>(44,703)</u>
<b>Cash flows from noncapital financing activities:</b>		
Transfers in . . . . .	67,432	36,000
Net cash provided by noncapital financing activities . . . . .	<u>67,432</u>	<u>36,000</u>
Net increase (decrease) in cash and cash equivalents . .	9,779	(8,703)
<b>Cash and cash equivalents at beginning of year . . .</b>	<u>1,580</u>	<u>10,283</u>
<b>Cash and cash equivalents at end of year. . . . .</b>	<u>\$ 11,359</u>	<u>\$ 1,580</u>
<b>Reconciliation of operating loss to net cash used in operating activities:</b>		
Operating loss . . . . .	\$ (48,443)	\$ (54,992)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation . . . . .	7,727	13,854
Changes in assets and liabilities:		
Decrease in prepayments . . . . .	145	285
Increase (decrease) in accounts payable. . . . .	(47)	330
Increase (decrease) in accrued wages and benefits. . .	(2,144)	733
(Decrease) in compensated absences payable . . . . .	(15,963)	(2,254)
Increase (decrease) in insurance deposits payable . . . .	1,072	(2,659)
Net cash used in operating activities . . . . .	<u>\$ (57,653)</u>	<u>\$ (44,703)</u>

**Non-cash Transactions:**

During 2008, the Parking Facilities fund contributed capital assets with a net book value of \$0 to the governmental activities. The contributed assets had a cost of \$9,191 and accumulated depreciation of \$9,191.

During 2008, the Parking Facilities fund contributed capital assets with a net book value of \$0 to the Swimming Pool fund. The contributed assets had a cost of \$5,833 and accumulated depreciation of \$5,833.

## CITY OF FINDLAY, OHIO

The internal service funds account for the financing of goods or services provided by one department to other departments of the City of Findlay on a cost-reimbursement basis. Accounting for these funds is designed to accumulate all of the costs incurred by the internal service funds in providing goods and services to other departments. However, charges to the other departments are not intended to produce a significant profit in the long run, but to recover the total costs of providing goods or services.

***Central Stores:***

To account for the central purchase of various office supplies in large quantities at a lesser price with the subsequent charge to the various user departments.

***Self Insurance:***

To account for processing and paying general municipal liability insurance claims in lieu of purchasing general municipal liability insurance.

**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF NET ASSETS  
INTERNAL SERVICE FUNDS

DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2008)

	Central Stores	Self-Insurance	Totals	
			2009	2008
<b>Assets:</b>				
Current assets:				
Equity in pooled cash and investments . . . . .	\$ 43,062	\$ 1,021,128	\$ 1,064,190	\$ 1,127,533
Receivables (net of allowances of uncollectibles) . . .	-	87	87	1,238
Prepayments. . . . .	-	25,482	25,482	-
Materials and supplies inventory . . . . .	4,807	-	4,807	4,136
Total current assets . . . . .	47,869	1,046,697	1,094,566	1,132,907
Noncurrent assets:				
Capital assets:				
Depreciable capital assets, net . . . . .	183	-	183	2,374
Total noncurrent assets . . . . .	183	-	183	2,374
Total assets. . . . .	48,052	1,046,697	1,094,749	1,135,281
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable. . . . .	1,128	-	1,128	1,185
Claims payable . . . . .	-	-	-	719
Total liabilities. . . . .	1,128	-	1,128	1,904
<b>Net assets:</b>				
Invested in capital assets . . . . .	183	-	183	2,374
Unrestricted . . . . .	46,741	1,046,697	1,093,438	1,131,003
Total net assets. . . . .	\$ 46,924	\$ 1,046,697	\$ 1,093,621	\$ 1,133,377

**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2008)

	Central Stores	Self-Insurance	Totals	
			2009	2008
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 20,420	\$ -	\$ 20,420	\$ 23,679
Total operating revenues . . . . .	20,420	-	20,420	23,679
<b>Operating expenses:</b>				
Contract services . . . . .	1,366	38,791	40,157	64,918
Materials and supplies. . . . .	19,960	-	19,960	20,268
Depreciation. . . . .	2,191	-	2,191	2,191
Total operating expenses . . . . .	23,517	38,791	62,308	87,377
Operating loss . . . . .	(3,097)	(38,791)	(41,888)	(63,698)
<b>Nonoperating revenues:</b>				
Interest revenue . . . . .	-	2,132	2,132	39,087
Total nonoperating revenues . . . . .	-	2,132	2,132	39,087
Change in net assets . . . . .	(3,097)	(36,659)	(39,756)	(24,611)
<b>Net assets, January 1. . . . .</b>	<b>50,021</b>	<b>1,083,356</b>	<b>1,133,377</b>	<b>1,157,988</b>
<b>Net assets, December 31 . . . . .</b>	<b>\$ 46,924</b>	<b>\$ 1,046,697</b>	<b>\$ 1,093,621</b>	<b>\$ 1,133,377</b>

**CITY OF FINDLAY, OHIO**

**COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS**

FOR THE YEAR ENDED DECEMBER 31, 2009  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2008)

	<u>Central Stores</u>	<u>Self-Insurance</u>	<u>Totals</u>	
			<u>2009</u>	<u>2008</u>
<b>Cash flows from operating activities:</b>				
Cash received from customers . . . . .	\$ 20,420	\$ -	\$ 20,420	\$ 23,679
Cash payments for contract services. . . . .	(1,366)	(64,992)	(66,358)	(64,199)
Cash payments for materials and supplies. . . . .	(20,688)	-	(20,688)	(21,640)
Net cash used in operating activities. . . . .	<u>(1,634)</u>	<u>(64,992)</u>	<u>(66,626)</u>	<u>(62,160)</u>
<b>Cash flows from investing activities:</b>				
Interest received. . . . .	-	3,283	3,283	46,942
Net cash provided by investing activities . . . . .	<u>-</u>	<u>3,283</u>	<u>3,283</u>	<u>46,942</u>
Net decrease in cash and cash equivalents . . . . .	(1,634)	(61,709)	(63,343)	(15,218)
<b>Cash and cash equivalents at beginning of year . . . . .</b>	<u>44,696</u>	<u>1,082,837</u>	<u>1,127,533</u>	<u>1,142,751</u>
<b>Cash and cash equivalents at end of year. . . . .</b>	<u>\$ 43,062</u>	<u>\$ 1,021,128</u>	<u>\$ 1,064,190</u>	<u>\$ 1,127,533</u>
<b>Reconciliation of operating loss to net cash used in operating activities:</b>				
Operating loss . . . . .	\$ (3,097)	\$ (38,791)	\$ (41,888)	\$ (63,698)
Adjustments to reconcile operating loss to net cash used in operating activities:				
Depreciation . . . . .	2,191	-	2,191	2,191
Changes in assets and liabilities:				
(Increase) decrease in materials and supplies inventory. . . . .	(671)	-	(671)	146
(Increase) in prepayments . . . . .	-	(25,482)	(25,482)	-
(Decrease) in accounts payable . . . . .	(57)	-	(57)	(1,518)
Increase (decrease) claims payable . . . . .	-	(719)	(719)	719
Net cash used in operating activities. . . . .	<u>\$ (1,634)</u>	<u>\$ (64,992)</u>	<u>\$ (66,626)</u>	<u>\$ (62,160)</u>

## **CITY OF FINDLAY, OHIO**

Fiduciary funds are used to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, other governmental units, and/or funds. The following are the City's fiduciary fund types:

### **Private Purpose Trust Fund**

#### ***Private Trust:***

This fund accounts for the monies held in trust from contributions, gifts or by bequests that are invested by the City. The interest earnings from these investments are used to care for certain cemetery lots in a manner specified by the contributor.

### **Agency Funds**

Agency funds are custodial in nature, and thus, do not recognize revenues or expenditures, only changes in assets and liabilities. These funds are used to record the collection and payment of refundable deposits, taxes collected for other governments, and municipal court.

#### ***Guaranteed Deposits:***

This fund accounts for the monies held as deposits, that are required to guarantee the satisfactory completion of a job or project. These monies are returned to the depositor or used to pay any charges after the job or project has been accepted by the City Engineering Department or Fire Department.

#### ***Municipal Court:***

This fund reports fines and forfeitures collected by the Court for distribution to various State and local governments.

#### ***Tax Collection:***

This fund accounts for the income taxes collected on-behalf of the Village of Arlington.

**CITY OF FINDLAY, OHIO**

**COMPARATIVE STATEMENT OF FIDUCIARY NET ASSETS  
PRIVATE-PURPOSE TRUST FUND  
DECEMBER 31, 2009 AND 2008**

	<u>2009</u>	<u>2008</u>
<b>Assets:</b>		
Equity in pooled cash and investments . . . . .	\$ 169,625	\$ 172,485
Receivables:		
Accrued interest. . . . .	<u>10</u>	<u>145</u>
Total assets. . . . .	<u>169,635</u>	<u>172,630</u>
<b>Net Assets:</b>		
Held in trust for private cemetery care . . . . .	<u>169,635</u>	<u>172,630</u>
Total net assets . . . . .	<u>\$ 169,635</u>	<u>\$ 172,630</u>

**CITY OF FINDLAY, OHIO**

COMPARATIVE STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
PRIVATE-PURPOSE TRUST FUND  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<b>Additions:</b>		
Interest . . . . .	\$ 322	\$ 4,356
Gifts and contributions. . . . .	<u>-</u>	<u>10,200</u>
Total Additions. . . . .	<u>322</u>	<u>14,556</u>
 <b>Deductions:</b>		
Cemetery care . . . . .	<u>3,317</u>	<u>3,796</u>
Changes in net assets . . . . .	(2,995)	10,760
Net assets at the beginning of the year. . . . .	<u>172,630</u>	<u>161,870</u>
Net assets at the end of the year . . . . .	<u>\$ 169,635</u>	<u>\$ 172,630</u>

**CITY OF FINDLAY, OHIO**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Balance 12/31/08</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/09</u>
<b>Guaranteed Deposits</b>				
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 282,104	\$ 101,617	\$ (282,104)	\$ 101,617
Total assets . . . . .	<u>\$ 282,104</u>	<u>\$ 101,617</u>	<u>\$ (282,104)</u>	<u>\$ 101,617</u>
<b>Liabilities:</b>				
Deposits held and due to others. . . . .	\$ 282,104	\$ 101,617	\$ (282,104)	\$ 101,617
Total liabilities. . . . .	<u>\$ 282,104</u>	<u>\$ 101,617</u>	<u>\$ (282,104)</u>	<u>\$ 101,617</u>
<b>Municipal Court</b>				
<b>Assets:</b>				
Cash in segregated accounts . . . . .	\$ 39,345	\$ 3,273,001	\$ (3,278,246)	\$ 34,100
Total assets . . . . .	<u>\$ 39,345</u>	<u>\$ 3,273,001</u>	<u>\$ (3,278,246)</u>	<u>\$ 34,100</u>
<b>Liabilities:</b>				
Deposits held and due to others. . . . .	\$ 39,345	\$ 3,273,001	\$ (3,278,246)	\$ 34,100
Total liabilities. . . . .	<u>\$ 39,345</u>	<u>\$ 3,273,001</u>	<u>\$ (3,278,246)</u>	<u>\$ 34,100</u>
<b>Tax Collection</b>				
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 4,427	\$ 8,898	\$ (4,427)	\$ 8,898
Total assets . . . . .	<u>\$ 4,427</u>	<u>\$ 8,898</u>	<u>\$ (4,427)</u>	<u>\$ 8,898</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ 4,427	\$ 8,898	\$ (4,427)	\$ 8,898
Total liabilities. . . . .	<u>\$ 4,427</u>	<u>\$ 8,898</u>	<u>\$ (4,427)</u>	<u>\$ 8,898</u>
<b>Total Agency Funds</b>				
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 286,531	\$ 110,515	\$ (286,531)	\$ 110,515
Cash in segregated accounts . . . . .	39,345	3,273,001	(3,278,246)	34,100
Total assets . . . . .	<u>\$ 325,876</u>	<u>\$ 3,383,516</u>	<u>\$ (3,564,777)</u>	<u>\$ 144,615</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ 4,427	\$ 8,898	\$ (4,427)	\$ 8,898
Deposits held and due to others. . . . .	321,449	3,374,618	(3,560,350)	135,717
Total liabilities. . . . .	<u>\$ 325,876</u>	<u>\$ 3,383,516</u>	<u>\$ (3,564,777)</u>	<u>\$ 144,615</u>

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# STATISTICAL SECTION



**CITY OF FINDLAY, OHIO**  
**STATISTICAL SECTION**

This part of the City of Findlay'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.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>176-185</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	<b>186-195</b>
<b>Debt Capacity</b> 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.	<b>196-200</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>201-203</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	<b>204-209</b>

**Sources:** Sources are noted on the individual schedules. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

**CITY OF FINDLAY, OHIO**

NET ASSETS BY COMPONENT  
LAST SEVEN YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Governmental Activities</b>				
Invested in capital assets, net of related debt	\$ 72,632,017	\$ 67,497,148	\$ 60,888,257	\$ 57,094,162
Restricted for:				
Capital projects	796,169	807,513	833,059	816,047
Debt service	-	-	198,994	300,417
Security of persons and property programs	120,155	46,058	-	-
General government operations	377,200	371,730	-	-
Transportation improvement projects	1,356,482	2,556,627	382,853	1,682,254
Income tax distribution	3,270,228	3,653,954	4,397,516	4,284,626
Economic development programs	949,428	957,002	995,811	996,565
Perpetual care:				
Expendable	99	1,343	10,642	6,856
Nonexpendable	1,153,077	1,106,527	1,082,017	1,040,735
Other purposes	243,317	106,955	1,102,364	883,047
Unrestricted	<u>1,853,242</u>	<u>3,556,021</u>	<u>11,665,195</u>	<u>9,477,214</u>
Total governmental activities net assets	<u>\$ 82,751,414</u>	<u>\$ 80,660,878</u>	<u>\$ 81,556,708</u>	<u>\$ 76,581,923</u>
<b>Business-type Activities</b>				
Invested in capital assets, net of related debt	\$ 117,699,129	\$ 107,016,529	\$ 100,827,108	\$ 96,111,991
Capital projects	5,149,454	5,144,813	5,291,559	5,605,343
Debt service	3,337,872	3,499,499	2,609,489	2,616,159
Unrestricted	<u>3,948,867</u>	<u>5,110,311</u>	<u>7,081,406</u>	<u>5,948,282</u>
Total business-type activities net assets	<u>\$ 130,135,322</u>	<u>\$ 120,771,152</u>	<u>\$ 115,809,562</u>	<u>\$ 110,281,775</u>
<b>Total Primary Government</b>				
Invested in capital assets, net of related debt	\$ 190,331,146	\$ 174,513,677	\$ 161,715,365	\$ 153,206,153
Restricted for:				
Capital projects	5,945,623	5,952,326	6,124,618	6,421,390
Debt service	3,337,872	3,499,499	2,808,483	2,916,576
Security of persons and property programs	120,155	46,058	-	-
General government operations	377,200	371,730	-	-
Transportation projects	1,356,482	2,556,627	382,853	1,682,254
Income tax distribution	3,270,228	3,653,954	4,397,516	4,284,626
Economic development programs	949,428	957,002	995,811	996,565
Perpetual care:				
Expendable	99	1,343	10,642	6,856
Nonexpendable	1,153,077	1,106,527	1,082,017	1,040,735
Other projects	243,317	106,955	1,102,364	883,047
Unrestricted	<u>5,802,109</u>	<u>8,666,332</u>	<u>18,746,601</u>	<u>15,425,496</u>
Total primary government net assets	<u>\$ 212,886,736</u>	<u>\$ 201,432,030</u>	<u>\$ 197,366,270</u>	<u>\$ 186,863,698</u>

**Note:** 2003 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available.

TABLE 1

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 57,382,919	\$ 55,017,907	\$ 53,250,549
767,872	711,679	2,160,578
421,034	392,125	607,989
-	-	-
-	-	-
1,321,291	2,176,368	1,707,388
3,858,862	-	-
774,538	-	-
2,847	1,840	1,157
971,777	967,544	936,540
1,133,567	5,422,036	3,390,659
5,874,745	3,572,979	4,066,854
<u>\$ 72,509,452</u>	<u>\$ 68,262,478</u>	<u>\$ 66,121,714</u>
\$ 92,990,351	\$ 85,421,338	\$ 81,980,224
5,026,928	3,228,686	2,582,786
2,632,243	2,547,188	2,897,822
3,601,853	5,011,751	5,189,611
<u>\$ 104,251,375</u>	<u>\$ 96,208,963</u>	<u>\$ 92,650,443</u>
\$ 150,373,270	\$ 140,439,245	\$ 135,230,773
5,794,800	3,940,365	4,743,364
3,053,277	2,939,313	3,505,811
-	-	-
-	-	-
1,321,291	2,176,368	1,707,388
3,858,862	-	-
774,538	-	-
2,847	1,840	1,157
971,777	967,544	936,540
1,133,567	5,422,036	3,390,659
9,476,598	8,584,730	9,256,465
<u>\$ 176,760,827</u>	<u>\$ 164,471,441</u>	<u>\$ 158,772,157</u>

**CITY OF FINDLAY, OHIO**  
**CHANGES IN NET ASSETS**  
**LAST SEVEN YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Program Revenues:</b>				
Governmental activities				
Charges for services:				
General government	\$ 2,496,854	\$ 2,658,578	\$ 2,642,592	\$ 1,795,902
Security of persons and property	162,514	93,886	27,093	96,414
Public health services	663,426	422,006	375,142	662,752
Transportation	7,499	26,547	177,677	10,454
Leisure time activities	832,625	537,876	536,362	381,605
Interest and fiscal charges	46,252	57,481	31,753	36,124
Operating grants & contributions	2,593,576	2,607,745	2,607,559	3,450,769
Capital grants & contributions	2,519,999	583,891	1,540,453	-
Total governmental activities program revenues	<u>9,322,745</u>	<u>6,988,010</u>	<u>7,938,631</u>	<u>6,434,020</u>
Business-type activities:				
Charges for services:				
Water	7,234,830	7,395,768	7,656,030	7,085,719
Water pollution control	8,889,619	8,472,743	8,678,711	8,505,966
Airport	659,547	870,610	955,248	1,042,094
Parking facilities	61,431	57,214	66,606	66,901
Swimming pool	45,211	64,484	76,738	64,620
Operating grants & contributions	3,300	12,469	-	-
Capital grants & contributions	6,490,318	2,342,423	3,497,107	3,015,561
Total business-type activities program revenues	<u>23,384,256</u>	<u>19,215,711</u>	<u>20,930,440</u>	<u>19,780,861</u>
Total primary government	<u>\$ 32,707,001</u>	<u>\$ 26,203,721</u>	<u>\$ 28,869,071</u>	<u>\$ 26,214,881</u>
<b>Expenses:</b>				
Governmental Activities				
General government	\$ 7,077,400	\$ 7,704,101	\$ 8,023,535	\$ 6,504,903
Security of persons and property	14,753,558	14,678,503	14,680,286	14,848,790
Public health services	1,761,611	1,702,053	1,640,736	1,540,983
Transportation	4,072,078	5,437,592	5,196,310	4,789,212
Leisure time activities	1,728,505	1,931,170	1,557,008	1,370,659
Other	-	587	-	-
Interest and fiscal charges	466,040	505,675	567,264	211,810
Total governmental activities expenses	<u>29,859,192</u>	<u>31,959,681</u>	<u>31,665,139</u>	<u>29,266,357</u>
Business-type activities:				
Water	5,934,589	6,349,090	6,844,630	5,667,066
Water pollution control	6,834,280	7,382,633	7,418,266	6,355,113
Airport	1,577,566	1,782,535	1,718,628	1,673,047
Parking facilities	109,874	112,539	126,429	144,136
Swimming pool	140,867	204,675	159,333	154,660
Total business-type activities expenses	<u>14,597,176</u>	<u>15,831,472</u>	<u>16,267,286</u>	<u>13,994,022</u>
Total primary government	<u>\$ 44,456,368</u>	<u>\$ 47,791,153</u>	<u>\$ 47,932,425</u>	<u>\$ 43,260,379</u>

TABLE 2

<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 1,923,294	\$ 1,933,403	\$ 1,177,697
53,312	41,100	1,564,861
607,457	441,186	-
17,202	5,458	2,219
337,880	332,417	66,340
111,908	159,118	186,366
2,608,882	4,092,055	2,641,376
1,512,583	-	412,249
<u>7,172,518</u>	<u>7,004,737</u>	<u>6,051,108</u>
7,100,619	6,632,486	6,854,205
8,609,713	8,179,779	7,540,853
946,458	776,427	677,746
90,498	92,131	105,518
54,029	45,346	50,070
-	-	-
<u>4,567,599</u>	<u>1,591,936</u>	<u>2,678,509</u>
<u>21,368,916</u>	<u>17,318,105</u>	<u>17,906,901</u>
<u>\$ 28,541,434</u>	<u>\$ 24,322,842</u>	<u>\$ 23,958,009</u>
\$ 6,387,634	\$ 6,774,481	\$ 5,695,708
14,919,051	13,676,481	12,866,966
1,515,801	1,336,638	1,347,065
4,194,626	3,188,310	1,106,317
1,413,227	1,372,531	1,337,577
-	-	1,807
<u>108,694</u>	<u>241,547</u>	<u>201,871</u>
<u>28,539,033</u>	<u>26,589,988</u>	<u>22,557,311</u>
5,916,358	6,258,906	6,398,700
6,175,336	5,996,566	6,843,341
1,642,345	1,898,137	1,306,254
139,108	112,840	138,441
122,407	105,840	129,661
<u>13,995,554</u>	<u>14,372,289</u>	<u>14,816,397</u>
<u>\$ 42,534,587</u>	<u>\$ 40,962,277</u>	<u>\$ 37,373,708</u>

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**CITY OF FINDLAY, OHIO**  
**CHANGES IN NET ASSETS (CONTINUED)**  
**LAST SEVEN YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Net (Expense) Revenue</b>				
Governmental activities	\$ (20,536,447)	\$ (24,971,671)	\$ (23,726,508)	\$ (22,832,337)
Business-type activities	8,787,080	3,384,239	4,663,154	5,786,839
Total primary government net expense	<u>\$ (11,749,367)</u>	<u>\$ (21,587,432)</u>	<u>\$ (19,063,354)</u>	<u>\$ (17,045,498)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental activities				
Taxes:				
Property & other local taxes levied for:				
General purposes	\$ 2,621,017	\$ 2,666,772	\$ 2,645,547	\$ 2,575,307
Police and fire pensions	525,756	526,916	524,798	513,836
Municipal income taxes levied for:				
General purposes	14,707,682	15,550,207	21,067,032	18,966,079
Grants and entitlements				
not restricted to specific programs	4,506,472	4,327,630	2,711,937	3,903,190
Investment earnings	107,613	586,151	1,275,323	995,789
Increase (decrease) in fair market value				
of investments (1)	(102,525)	74,364	34,478	2,162
Miscellaneous	537,215	1,180,285	1,164,610	1,184,836
Transfers	(276,247)	(836,484)	(410,194)	(40,825)
Extraordinary item	-	-	(312,238)	-
Total governmental activities	<u>22,626,983</u>	<u>24,075,841</u>	<u>28,701,293</u>	<u>28,100,374</u>
Business-type activities				
Investment earnings	131,594	475,668	710,300	578,344
Miscellaneous	169,249	265,199	324,139	322,056
Transfers	276,247	836,484	410,194	40,825
Extraordinary item	-	-	(580,000)	-
Total business-type activities	<u>577,090</u>	<u>1,577,351</u>	<u>864,633</u>	<u>941,225</u>
Total primary government	<u>\$ 23,204,073</u>	<u>\$ 25,653,192</u>	<u>\$ 29,565,926</u>	<u>\$ 29,041,599</u>
<b>Change in Net Assets</b>				
Governmental activities	\$ 2,090,536	\$ (895,830)	\$ 4,974,785	\$ 5,268,037
Business-type activities	9,364,170	4,961,590	5,527,787	6,728,064
Total primary government	<u>\$ 11,454,706</u>	<u>\$ 4,065,760</u>	<u>\$ 10,502,572</u>	<u>\$ 11,996,101</u>

**Note:** 2003 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available.

(1) The increase (decrease) in the fair market value of investments is broken out for years 2003-2008 to be consistent with 2009 presentation.

TABLE 2

<b>2005</b>	<b>2004</b>	<b>2003</b>
\$ (21,366,515)	\$ (19,585,251)	\$ (16,506,203)
7,373,362	2,945,816	3,090,504
<u>\$ (13,993,153)</u>	<u>\$ (16,639,435)</u>	<u>\$ (13,415,699)</u>
\$ 2,619,131	\$ 2,432,883	\$ 2,348,596
537,426	496,728	478,210
17,260,892	15,364,985	14,095,110
3,505,531	2,286,209	2,818,716
527,756	223,819	259,136
29,112	(44,172)	19,412
1,099,952	1,109,329	1,000,037
33,689	(143,766)	96,932
-	-	-
<u>25,613,489</u>	<u>21,726,015</u>	<u>21,116,149</u>
325,083	142,889	213,697
377,656	326,049	711,210
(33,689)	143,766	(96,932)
-	-	-
<u>669,050</u>	<u>612,704</u>	<u>827,975</u>
<u>\$ 26,282,539</u>	<u>\$ 22,338,719</u>	<u>\$ 21,944,124</u>
\$ 4,246,974	\$ 2,140,764	\$ 4,609,946
8,042,412	3,558,520	3,918,479
<u>\$ 12,289,386</u>	<u>\$ 5,699,284</u>	<u>\$ 8,528,425</u>

**CITY OF FINDLAY, OHIO**

FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Fund				
Reserved	\$ 1,113,476	\$ 720,530	\$ 1,195,477	\$ 2,355,431
Designated	-	1,000,000	-	-
Unreserved, undesignated	<u>3,122,306</u>	<u>4,143,164</u>	<u>4,839,070</u>	<u>4,516,854</u>
Total general fund	<u>\$ 4,235,782</u>	<u>\$ 5,863,694</u>	<u>\$ 6,034,547</u>	<u>\$ 6,872,285</u>
All Other Governmental Funds				
Reserved	\$ 3,718,638	\$ 4,658,477	\$ 4,259,447	\$ 4,465,758
Unreserved, undesignated reported in:				
Special revenue funds	2,408,755	2,818,273	236,907	3,221,237
Permanent fund	99	1,343	10,642	6,856
Capital projects funds	<u>791,579</u>	<u>807,513</u>	<u>826,099</u>	<u>815,547</u>
Total all other governmental funds	<u>\$ 6,919,071</u>	<u>\$ 8,285,606</u>	<u>\$ 5,333,095</u>	<u>\$ 8,509,398</u>

TABLE 3

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 843,588	\$ 370,547	\$ 335,338	\$ 603,616	\$ 1,487,585	\$ 579,666
-	-	-	-	-	-
<u>7,401,998</u>	<u>5,854,174</u>	<u>6,395,355</u>	<u>4,681,068</u>	<u>5,888,284</u>	<u>6,864,161</u>
<u>\$ 8,245,586</u>	<u>\$ 6,224,721</u>	<u>\$ 6,730,693</u>	<u>\$ 5,284,684</u>	<u>\$ 7,375,869</u>	<u>\$ 7,443,827</u>
\$ 3,261,941	\$ 3,293,694	\$ 3,458,102	\$ 2,327,006	\$ 1,903,002	\$ 2,315,295
4,110,157	4,553,636	3,669,248	3,290,213	4,209,368	2,435,732
2,847	1,840	1,157	-	-	-
<u>767,872</u>	<u>530,660</u>	<u>414,919</u>	<u>505,253</u>	<u>389,121</u>	<u>157,425</u>
<u>\$ 8,142,817</u>	<u>\$ 8,379,830</u>	<u>\$ 7,543,426</u>	<u>\$ 6,122,472</u>	<u>\$ 6,501,491</u>	<u>\$ 4,908,452</u>

**CITY OF FINDLAY, OHIO**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Revenues</b>				
Municipal income taxes	\$ 14,623,811	\$ 15,646,020	\$ 21,043,910	\$ 18,546,064
Property and other taxes	3,146,983	3,193,744	3,170,345	3,089,143
Charges for services	2,632,388	2,011,057	2,053,334	1,308,721
Licenses and permits	394,060	335,820	348,671	326,340
Fines and forfeitures	1,132,362	1,178,490	1,239,933	1,312,066
Intergovernmental	9,424,101	6,768,810	5,363,039	7,201,553
Special assessments	36,385	47,171	103,550	170,580
Investment income	126,352	637,025	1,216,152	947,722
Increase (decrease) in fair market value of investments (1)	(102,525)	74,364	34,478	2,162
Rental income	65,948	58,677	57,231	50,900
Contributions and donations	157,531	157,036	160,000	5,269
Reimbursements	469,885	1,085,310	943,393	835,261
Tax increment financing	45,943	40,383	-	-
Other	71,631	94,919	82,381	293,406
<b>Total revenues</b>	<u>32,224,855</u>	<u>31,328,826</u>	<u>35,816,417</u>	<u>34,089,187</u>
<b>Expenditures</b>				
Current:				
General government	6,800,513	7,383,581	7,267,755	6,043,985
Security of persons and property	14,430,340	14,470,422	13,812,880	13,944,904
Public health and welfare	1,674,041	1,674,062	1,636,529	1,467,461
Transportation	2,298,037	2,791,562	2,693,686	2,414,009
Leisure time activity	1,635,959	1,871,879	1,408,200	1,267,736
Other	-	587	-	-
Capital outlay	7,126,312	6,909,430	11,368,519	9,399,548
Debt service:				
Principal retirement	648,703	428,703	483,353	488,132
Interest and fiscal charges	417,799	363,261	616,955	243,875
Bond/note issuance costs	-	134,231	10,284	-
<b>Total expenditures</b>	<u>35,031,704</u>	<u>36,027,718</u>	<u>39,298,161</u>	<u>35,269,650</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,806,849)</u>	<u>(4,698,892)</u>	<u>(3,481,744)</u>	<u>(1,180,463)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	15,713,810	18,127,688	22,021,990	20,905,649
Transfers (out)	(15,990,057)	(18,964,172)	(22,432,184)	(20,946,474)
Payment to refunding bond escrow agent	-	-	-	-
Premium on notes/bonds	-	-	69,206	39,257
Capital lease financing	-	-	-	-
Sale of capital assets	11,394	35,096	-	-
Discount on bonds sold	-	(46,937)	-	-
Premium on notes sold	-	12,848	-	-
Bonds issued	-	8,200,000	-	-
OPWC loans issued	-	-	-	149,663
<b>Total other financing sources (uses)</b>	<u>(264,853)</u>	<u>7,364,523</u>	<u>(340,988)</u>	<u>148,095</u>
<b>Extraordinary item</b>				
Loss due to flood damage	-	-	(192,824)	-
<b>Net change in fund balances</b>	<u>-</u>	<u>-</u>	<u>(192,824)</u>	<u>-</u>
Increase (decrease) in reserve for inventory	71,985	114,983	-	66,044
Increase (decrease) in prepaids	5,270	1,044	1,515	(40,396)
<b>Net change in fund balances</b>	<u>\$ (2,994,447)</u>	<u>\$ 2,781,658</u>	<u>\$ (4,014,041)</u>	<u>\$ (1,006,720)</u>
Capital expenditures	7,178,277	7,158,020	10,877,755	8,779,039
Debt service as a percentage of noncapital expenditures	3.83%	3.21%	3.91%	2.76%

(1) The increase (decrease) in the fair value of investments is broken out for years 2003-2008 to be consistent with 2009 presentation. Information prior to 2003 is not available.

TABLE 4

	2005	2004	2003	2002	2001	2000
\$	17,323,028	\$ 15,385,918	\$ 14,002,165	\$ 14,447,353	\$ 15,287,570	\$ 13,653,787
	3,156,557	2,929,611	2,826,806	2,864,133	2,395,171	2,228,256
	1,051,512	983,651	916,668	572,362	528,138	528,254
	367,854	361,509	319,748	294,599	256,264	104,710
	1,370,961	1,377,006	1,538,397	1,518,046	1,458,975	1,531,249
	6,227,738	6,206,496	5,396,980	4,146,327	4,489,752	4,086,594
	288,554	279,704	592,222	383,256	405,244	290,126
	508,744	229,758	249,655	417,326	834,236	1,080,238
	29,112	(44,172)	19,412	-	-	-
	-	-	-	-	-	-
	-	-	139,511	-	-	-
	834,736	725,093	677,682	707,314	823,052	554,348
	-	-	-	-	-	-
	265,216	384,236	322,566	213,694	307,859	426,914
	31,424,012	28,818,810	27,001,812	25,564,410	26,786,261	24,484,476
	6,077,685	5,777,002	5,542,145	5,810,189	5,710,231	4,998,973
	14,179,528	13,433,081	12,659,590	12,560,392	11,601,542	10,805,889
	1,483,325	1,368,300	1,334,612	1,345,087	1,264,665	1,114,922
	1,797,021	1,636,349	1,618,551	1,708,562	1,563,537	1,499,571
	1,305,133	1,373,950	1,305,622	888,587	820,908	674,902
	-	-	1,807	-	-	-
	4,003,967	4,241,071	4,913,419	4,918,956	3,977,394	3,391,275
	429,486	467,574	385,169	401,322	541,000	571,000
	137,867	227,576	209,146	371,465	241,995	268,718
	-	33,490	9,397	-	-	-
	29,414,012	28,558,393	27,979,458	28,004,560	25,721,272	23,325,250
	2,010,000	260,417	(977,646)	(2,440,150)	1,064,989	1,159,226
	18,958,417	17,122,675	16,467,546	16,659,895	16,939,295	15,421,014
	(19,324,728)	(17,266,441)	(16,370,614)	(16,871,989)	(16,725,857)	(15,914,105)
	-	(2,477,100)	-	-	-	-
	-	89,570	26,956	-	-	-
	-	-	-	9,116	-	-
	500	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	129,300	2,463,000	1,001,550	119,850	145,500	-
	-	144,000	-	-	-	-
	(236,511)	75,704	1,125,438	(83,128)	358,938	(493,091)
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	(3,353)	(9,484)	37,824	15,423	(55,095)
	10,363	(2,336)	9,398	17,105	(75,235)	11,441
\$	1,783,852	\$ 330,432	\$ 147,706	\$ (2,468,349)	\$ 1,364,115	\$ 622,481
	5,301,849	4,676,770	4,913,419	4,918,956	3,977,394	3,391,275
	2.35%	3.05%	2.62%	3.35%	3.60%	4.21%

**CITY OF FINDLAY, OHIO**

ASSESSSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS

Calander Year (1)	Real Property (a)		Real and Personal Public Utility (b)		Tangible Personal Property (c)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2010	\$ 808,518,430	\$ 2,310,052,657	\$ 20,949,860	\$ 23,806,659	\$ 1,332,890	\$ 13,328,900
2009	803,603,760	2,296,010,743	19,047,990	21,645,443	1,271,567	12,715,670
2008	793,505,110	2,267,157,457	17,749,490	20,169,875	39,237,296	234,252,513
2007	750,904,400	2,145,441,143	20,951,930	23,809,011	78,664,222	469,637,144
2006	731,113,130	2,088,894,657	20,830,810	23,671,375	110,179,715	440,718,860
2005 (2)	718,179,890	2,051,942,543	21,185,600	24,074,545	148,117,214	592,468,856
2004	645,430,870	1,844,088,200	20,894,840	23,744,136	144,017,614	576,070,456
2003	626,960,430	1,791,315,514	20,705,880	23,529,409	172,457,599	689,830,396
2002	611,410,130	1,746,886,086	20,339,970	23,113,602	191,586,739	766,346,956
2001	574,141,030	1,640,402,943	26,603,490	30,231,239	151,916,904	607,667,616

(1) Valuations are amounts for collection year.

(2) Sexennial update for property values, effective in tax collection year 2005.

(a) Real property is assessed at 35% of actual value. Real property taxes collected in a calander year are levied as of January 1 of that year based on assessed values as of January 1 of the preceding year.

(b) Public utility is assessed at 88% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31 of the second preceding year.

(c) For 2005 and prior, tangible personal is assessed at 25% of true value for capital assets and 23% percent of true value for inventory.

For 2006, tangible personal personal property tax is assessed at 18.75% of property value, including inventory.

For 2007, tangible personal personal property tax is assessed at 12.50% of property value, including inventory.

For 2008, tangible personal personal property tax is assessed at 6.25% of property value, including inventory.

For 2009, tangible personal personal property tax is assessed at 0.00% of property value, including inventory, except for telephone tangible personal property which is assessed at 10% of property value, including inventory. In 2009, telephone tangible is the only taxable tangible personal property. The assessed value for telephone tangible personal property is provided by the Ohio Department of Taxation.

TABLE 5

<b>Total</b>		
<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>%</b>
\$ 830,801,180	\$ 2,347,188,216	35.40%
823,923,317	2,330,371,856	35.36%
850,491,896	2,521,579,846	33.73%
850,520,552	2,638,887,298	32.23%
862,123,655	2,553,284,892	33.77%
887,482,704	2,668,485,944	33.26%
810,343,324	2,443,902,792	33.16%
820,123,909	2,504,675,319	32.74%
823,336,839	2,536,346,644	32.46%
752,661,424	2,278,301,797	33.04%

## CITY OF FINDLAY, OHIO

DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS

<b>City Direct Rates (1)</b>							
<b>Collection Year (1)</b>	<b>General Rate</b>		<b>Total Direct Rate</b>				
2010	\$	3.20	\$	3.20			
2009		3.20		3.20			
2008		3.20		3.20			
2007		3.20		3.20			
2006		3.20		3.20			
2005		3.20		3.20			
2004		3.20		3.20			
2003		3.20		3.20			
2002		3.20		3.20			
2001		3.20		3.20			
<b>Overlapping Rates (1)</b>							
<b>Collection Year (1)</b>	<b>Hancock County</b>		<b>Park District</b>		<b>Findlay City School District</b>		<b>Total</b>
2010	\$	7.80	\$	0.80	\$	64.18	\$ 75.98
2009		7.80		0.80		60.75	72.55
2008		7.80		0.80		60.75	72.55
2007		7.30		0.80		60.75	72.05
2006		7.30		0.80		58.25	69.55
2005		5.40		0.80		58.25	67.65
2004		5.40		0.80		53.35	62.75
2003		5.12		0.80		53.35	62.47
2002		5.12		0.80		53.35	62.47
2001		5.14		0.80		53.35	62.49

Source: Hancock County Auditor's Office

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

**CITY OF FINDLAY, OHIO**  
**PRINCIPAL TAXPAYERS**  
**REAL PROPERTY TAX**  
**CURRENT YEAR AND NINE YEARS AGO**

<b>December 31, 2009</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Marathon Oil Co.	\$ 10,677,620	1	1.32%
Cooper Tire & Rubber Company	8,950,190	2	1.11%
Findlay Shopping Center, Inc.	6,460,380	3	0.80%
Kohl's Department Stores, Inc. - Distribution Center	5,250,000	4	0.65%
Logistics Solutions of Ohio	3,844,010	5	0.48%
RG Findlay LTD	3,051,060	6	0.38%
BB Findlay Limited Partnership	2,969,670	7	0.37%
Meijer Stores	2,843,670	8	0.35%
Lowe's Home Centers Inc.	2,348,110	9	0.29%
L P Investment Company	2,285,420	10	0.28%
Total, Top Ten Principal Real Property Taxpayers	<u>\$ 48,680,130</u>		<u>6.03%</u>

<b>December 31, 2000 (1)</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Marathon/Ashland Petroleum Company	\$ 11,133,200	1	1.94%
Cooper Tire & Rubber Company	7,798,280	2	1.36%
Findlay Shopping Center, Inc.	5,830,950	3	1.02%
Ohio Logistics, Ltd.	3,588,720	4	0.63%
GE Subsidiary, Inc. (Harris Corp)	2,388,040	5	0.42%
L P Investment Company	2,343,930	6	0.41%
Thrifty Findlay, Inc.	2,196,220	7	0.38%
Total, Top Seven Principal Real Property Taxpayers	<u>\$ 35,279,340</u>		<u>6.16%</u>

**Source:** Hancock County Auditor

(1) For December 31, 2000, only the top seven real property taxpayer information was available.

## CITY OF FINDLAY, OHIO

 PRINCIPAL TAXPAYERS  
 TANGIBLE PERSONAL PROPERTY TAX  
 CURRENT YEAR AND NINE YEARS AGO

<b>December 31, 2009 (1)</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Ohio Bell Telephone	966,380	1	72.50%
New Par	165,270	2	12.40%
Ohio RSA5	51,600	3	3.87%
Top Top Three Principal Personal Property Taxpayers	<u>\$ 1,183,250</u>		<u>88.77%</u>

<b>December 31, 2000</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Cooper Tire & Rubber	\$ 25,189,580	1	16.58%
Findlex Corporation	8,782,060	2	5.78%
Owens Illinois	6,792,260	3	4.47%
Intersil	5,679,470	4	3.74%
Findlay Products	4,176,160	5	2.75%
Hisan Company	2,564,500	6	1.69%
Findlay Ford	3,136,370	7	2.06%
Findlay Industries	3,136,330	8	2.06%
Filmtech Inc.	2,367,340	9	1.56%
Kuss Corp.	2,124,740	10	1.40%
Total, Top Ten Principal Personal Property Taxpayers	<u>\$ 63,948,810</u>		<u>42.09%</u>

**Source:** Hancock County Auditor

(1) Telephone tangible personal property is the only taxable tangible personal property beginning in 2009.

## CITY OF FINDLAY, OHIO

PRINCIPAL TAXPAYERS  
PUBLIC UTILITY PROPERTY TAX  
CURRENT YEAR AND NINE YEARS AGO

<b>December 31, 2009</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Ohio Power Company	\$ 17,562,820	1	83.83%
Columbia Gas of Ohio, Inc.	2,415,660	2	11.53%
Hancock-Wood Electric Co-Op, Inc.	499,120	3	2.38%
General Electric Capital Commercial, Inc.	182,060	4	0.87%
KNG Energy, Inc.	74,250	5	0.35%
<b>Total, Top Five Principal Public Utility Taxpayers</b>	<b>\$ 20,733,910</b>		<b>98.96%</b>

<b>December 31, 2000</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Ohio Power Company	\$ 13,759,020	1	51.72%
Columbia Gas of Ohio	6,166,750	2	23.18%
Ohio Bell Telephone	5,560,360	3	20.90%
Norfolk & Western	322,970	4	1.21%
Ohio Telephone and Telegraph	290,110	5	1.09%
<b>Total, Top Five Principal Public Utility Taxpayers</b>	<b>\$ 26,099,210</b>		<b>98.10%</b>

**Source:** Hancock County Auditor

**CITY OF FINDLAY, OHIO**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN YEARS**

<b>Collection Year</b>	<b>Current Levy (1)</b>	<b>Delinquent Levy</b>	<b>Total Levy</b>	<b>Current Collection</b>	<b>Percent of Current Levy Collected</b>
2009	\$ 2,643,718	\$ 135,937	\$ 2,779,655	\$ 2,528,591	95.65%
2008	2,609,348	118,447	2,727,795	2,504,861	96.00%
2007	2,467,139	111,912	2,579,051	2,177,218	88.25%
2006	2,398,800	107,212	2,506,012	2,329,710	97.12%
2005	2,358,522	97,574	2,456,096	2,288,109	97.01%
2004	2,138,332	109,230	2,247,562	2,046,887	95.72%
2003	2,073,019	60,713	2,133,732	1,995,917	96.28%
2002	2,021,591	68,473	2,090,064	1,969,658	97.43%
2001	1,922,516	69,966	1,992,482	1,875,468	97.55%
2000	1,894,571	55,023	1,949,594	1,884,103	99.45%

**Source:** Hancock County Auditor

(1) includes rollbacks reimbursed by the State.

TABLE 10

<b>Delinquent Collection</b>	<b>Total Collection</b>	<b>Total Collection as a Percent of Total Levy</b>
81,704	\$ 2,610,295	93.91%
81,704	2,586,565	94.82%
82,611	2,259,829	87.62%
64,333	2,394,043	95.53%
63,527	2,351,636	95.75%
79,183	2,126,070	94.59%
55,691	2,051,608	96.15%
47,316	2,016,974	96.50%
56,894	1,932,362	96.98%
46,077	1,930,180	99.00%

**CITY OF FINDLAY, OHIO**

**INCOME TAX REVENUE BASE AND COLLECTIONS  
LAST TEN YEARS**

<b>Year</b>	<b>Tax Rate</b>	<b>Total Tax Collected</b>	<b>Taxes from Withholding</b>	<b>Percentage of Taxes from Withholding</b>	<b>Taxes From Net Profits</b>
2009	1.00%	\$ 14,580,651	\$ 11,990,526	82.24%	\$ 949,912
2008	1.00%	15,685,704	12,988,959	82.81%	1,114,157
2007	1.00%	21,185,963	12,926,239	61.01%	6,748,538
2006	1.00%	18,542,994	12,266,198	66.15%	4,714,847
2005	1.00%	17,331,772	12,004,951	69.27%	3,865,817
2004	1.00%	15,265,818	11,487,766	75.25%	2,424,514
2003	1.00%	14,278,805	11,168,674	78.22%	1,844,709
2002	1.00%	14,930,706	11,086,396	74.25%	2,468,483
2001	1.00%	14,318,131	10,824,788	75.60%	2,409,620
2000	1.00%	13,052,856	10,349,064	79.29%	1,579,556

**Source:** City income tax department.

TABLE 11

<b>Percentage of Taxes from Net Profits</b>	<b>Taxes from Individuals</b>	<b>Percentage of Taxes from Individuals</b>
6.51%	\$ 1,640,213	11.25%
7.10%	1,582,588	10.09%
31.85%	1,511,186	7.13%
25.43%	1,561,949	8.42%
22.30%	1,461,004	8.43%
15.88%	1,353,538	8.87%
12.92%	1,265,422	8.86%
16.53%	1,375,827	9.21%
16.83%	1,083,723	7.57%
12.10%	1,124,236	8.61%

**CITY OF FINDLAY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN YEARS**

<b>Governmental Activities</b>						
<b>Year</b>	<b>General Obligation Bonds</b>	<b>Special Assessment Bonds</b>	<b>Notes Payable</b>	<b>Capital Leases</b>	<b>OPWC Loans</b>	<b>Police and Fire Past Service</b>
2009	\$ 10,015,000	\$ 67,165	\$ -	\$ -	\$ 227,872	\$ 1,157,682
2008	10,610,000	106,185	-	-	242,555	1,182,555
2007	2,765,000	165,205	10,530,000	-	257,238	1,206,404
2006	3,110,000	288,875	4,950,000	-	271,921	1,229,271
2005	3,440,000	434,045	-	2,020	133,200	1,251,195
2004	3,780,000	384,765	-	4,286	140,400	1,272,217
2003	3,990,000	443,635	-	6,390	-	1,292,373
2002	3,305,000	510,300	-	8,344	-	1,311,699
2001	3,645,000	504,000	-	-	-	1,330,230
2000	4,140,000	561,500	-	-	-	1,347,997

**Sources:**

(a) See notes to the financial statements regarding the City's outstanding debt information.

(b) See Schedule " Demographic and Economic Statistics - Last Ten Years" for personal income and population.

<b>Business-Type Activities</b>								
<b>General Obligation Bonds</b>	<b>Revenue Bonds</b>	<b>OWDA Loans</b>	<b>OPWC Loans</b>	<b>(a) Total Primary Government</b>	<b>(b) Total Personal Income</b>	<b>Percentage of Personal Income</b>	<b>(b) Population</b>	<b>Per Capita</b>
\$ 12,030,000	\$ -	\$ 29,174,539	\$ 838,933	\$ 53,511,191	\$ 989,940,520	5.41%	40,745	\$ 1,313
14,935,000	-	30,979,789	880,450	58,936,534	1,031,539,839	5.71%	40,623	1,451
17,775,000	-	32,781,584	727,397	66,207,828	1,058,697,465	6.25%	40,515	1,634
20,545,000	-	34,353,505	588,873	65,337,445	1,034,451,756	6.32%	40,372	1,618
23,240,000	-	32,381,825	625,289	61,507,574	999,682,580	6.15%	40,135	1,533
25,980,000	-	33,453,275	656,705	65,671,648	965,423,638	6.80%	40,114	1,637
27,975,000	-	34,849,100	483,121	69,039,619	951,319,134	7.26%	39,906	1,730
22,050,000	9,377,072	34,916,575	1,088,303	72,567,293	910,148,810	7.97%	39,670	1,829
23,325,000	10,465,302	31,478,900	1,182,983	71,931,415	960,563,170	7.49%	39,319	1,829
24,555,000	11,503,532	17,334,483	1,273,277	60,715,789	868,106,826	6.99%	38,967	1,558

## CITY OF FINDLAY, OHIO

RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN YEARS

<b>Year</b>	<b>General Obligation Bonds</b>	<b>Special Assessment Bonds</b>	<b>Total</b>	<b>Percentage of Actual Taxable Value of Property</b>	<b>Per Capita</b>
2009	\$ 10,015,000	\$ 67,165	\$ 10,082,165	0.43%	\$ 247
2008	10,610,000	106,185	10,716,185	0.46%	264
2007	2,765,000	165,205	2,930,205	0.12%	72
2006	3,110,000	288,875	3,398,875	0.13%	84
2005	3,440,000	434,045	3,874,045	0.15%	97
2004	3,780,000	384,765	4,164,765	0.16%	104
2003	3,990,000	443,635	4,433,635	0.18%	111
2002	3,305,000	510,300	3,815,300	0.15%	96
2001	3,645,000	504,000	4,149,000	0.16%	106
2000	4,140,000	561,500	4,701,500	0.21%	121

**Note:** Details regarding the City's outstanding debt can be found in the notes to the financial statements.

## CITY OF FINDLAY, OHIO

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2009

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Direct:</b>			
City of Findlay	\$ 10,150,000	100.00%	\$ 10,150,000
<b>Overlapping debt:</b>			
Findlay City School District	-	91.97%	-
Allen Township	-	2.36%	-
Liberty-Benton Local School District	1,918,595	13.07%	250,760
Van Buren Local School District	8,015,000	35.61%	2,854,142
Hancock County	3,879,000	53.60%	2,079,144
Hancock County Park District	-	53.60%	-
Total direct and overlapping debt	<u>\$ 23,962,595</u>		<u>\$ 15,334,046</u>

**Source:** Ohio Municipal Advisory Council. Excludes special assessment and self-supporting debt.

## CITY OF FINDLAY, OHIO

LEGAL DEBT MARGIN INFORMATION  
LAST TEN YEARS

<b>Fiscal Year</b>	<b>Debt Limit (1)</b>	<b>Total Net Debt Applicable to Limit</b>	<b>Debt Service Available Balance</b>	<b>Legal Debt Margin</b>	<b>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</b>
2009	\$ 87,234,124	\$ 10,015,000	\$ 69,337	\$ 77,288,461	11.48%
2008	86,511,948	10,610,000	78,008	75,979,956	12.26%
2007	85,144,308	2,765,000	160,697	82,540,005	3.25%
2006	89,304,658	3,110,000	199,170	86,393,828	3.48%
2005	90,522,984	3,440,000	193,624	87,276,608	3.80%
2004	93,185,684	3,780,000	181,545	89,587,229	4.06%
2003	85,086,049	3,990,000	257,291	81,353,340	4.69%
2002	86,113,010	3,305,000	146,493	82,954,503	3.84%
2001	86,450,368	3,645,000	103,115	82,908,483	4.22%
2000	79,029,450	4,140,000	101,449	74,990,899	5.24%

**Source:** City financial records.

**Note:** Ohio Bond Law sets a limit of 10.5% for voted debt and 5.5% for unvoted debt.

(1) Beginning in 2007, the debt limit excludes the assessed valuation of tangible personal property tax, as well as railroad and telephone public utility personal property in accordance with Ohio House Bill 530.

## CITY OF FINDLAY, OHIO

DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS

Year	Population (1)	Personal Income	Per Capita Personal Income (2)	Unemployment Rates (3)			Square Miles of City
				Hancock County	Ohio	United States	
2009	40,745	\$ 989,940,520	\$ 24,296	10.3%	10.9%	10.0%	19.6153
2008	40,623	1,031,539,839	25,393	5.8%	6.6%	5.8%	19.5021
2007	40,515	1,058,697,465	26,131	4.6%	5.6%	4.6%	19.4789
2006	40,372	1,034,451,756	25,623	4.4%	5.5%	4.6%	19.1922
2005	40,135	999,682,580	24,908	4.9%	5.9%	5.1%	19.1389
2004	40,114	965,423,638	24,067	5.1%	6.2%	5.5%	19.0471
2003	39,906	951,319,134	23,839	5.2%	6.2%	6.0%	18.9187
2002	39,670	910,148,810	22,943	4.4%	5.7%	5.8%	18.6111
2001	39,319	960,563,170	24,430	3.7%	4.4%	4.7%	18.0076
2000	38,967	868,106,826	22,278	3.3%	4.0%	4.0%	17.9486

**Sources:**

- (1) Calculated as a percentage of total County population based upon 2002 census data.
- (2) Information obtained through Bureau of Economic Analysis and U.S. Department of Commerce
- (3) Information obtained through Ohio Job & Family Services, Office of Workforce Development

## CITY OF FINDLAY, OHIO

PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO

Employer	December 31, 2009		
	Employees	Rank	Percentage of Total City Employment
Cooper Tire & Rubber Company	1,982	1	17.86%
Blanchard Valley Regional Health Center	1,741	2	15.69%
Whirlpool Corporation	1,680	3	15.14%
Marathon Oil Company	1,565	4	14.10%
Findlay City Schools	859	5	7.74%
Hancock County	738	6	6.65%
Nissan Brake	697	7	6.28%
Lowe's Distribution Center	688	8	6.20%
Wal-Mart Stores	605	9	5.45%
University of Findlay	544	10	4.90%
Total	11,099		100.00%

Employer	December 31, 1999		
	Employees	Rank	Percentage of Total
Cooper Tire & Rubber Company	1,942	1	19.54%
Whirlpool Corporation	1,813	2	18.24%
Blanchard Valley Regional Health Center	1,214	3	12.21%
Marathon Oil Company	1,016	4	10.22%
Kohl's Distribution Center	861	5	8.66%
Findlay City Schools	750	6	7.55%
Findlay Industries	617	7	6.21%
Hancock County	585	8	5.89%
Findlex Corporation	574	9	5.77%
Intersil Corporation	568	10	5.71%
Total	9,940		100.00%

Source: City Auditor's Office Contacted Businesses

## CITY OF FINDLAY, OHIO

FULL-TIME-EQUIVALENT CITY GOVERNMENTAL EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN YEARS

Function/Program	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General Government										
Mayor	2	2	2	2	3	4	3	3	3	3
Council	11	11	11	11	11	11	11	11	11	11
Civil Service	4	4	4	4	4	4	4	4	4	4
Engineering	10	14	12	13	14	12	12	12	15	17
Building Maintenance	1	3	3	1	1	2	2	2	2	2
Service Director	1	1	1	0	2	1	2	2	2	2
Auditor	5	5	5	5	6	5	5	4	4	4
Treasurer	1	1	1	1	1	1	1	1	1	1
Computer Services	3	4	3	3	3	4	4	4	4	4
City Income Tax	3.5	4	5	5	5	5	4	4	5	4
Law Director	6	6	6	6	6	6	5	5	5	5
Municipal Court	22	21	17	17	18	16	18	17	18	18
Security of Persons and Property										
Police	67	72	72	70	73	74	70	74	73	70
Fire	68	75	75	71	74	73	72	73	74	74
School Police	-	3	3	4	4	4	6	7	12	11
Fire Clerks	1	2	2	1	1	1	1	1	1	1
Police Clerks	6	7	7	7	6	6	5	5	6	6
Dispatch	10	11	11	10	11	9	10	11	11	9
Parking	1	1	1	2	2	1	2	2	2	2
WORC	1	-	-	-	-	-	-	-	-	-
Safety Director	2	2	2	2	2	2	1	1	1	1
Public Health and Welfare										
Zoning	2	2	2	1	1	2	3	4	3	3
Health	12.5	14	14	14	13	13	13	13	12	10
NEAT	1	1	1	1	1	0	0	0	0	0
Cemetery	1	5	4	2	4	4	4	5	6	7
Transportation										
Streets/Storm Water	27	29	27	25	25	24	24	28	27	29
Traffic Lights	2	4	5	5	5	5	5	5	5	5
Leisure Time Activity										
Parks	2	9	9	11	9	9	9	8	10	8
CUBE	7	7	5.5	6	4.5	7.5	6.5	0	0	0
Recreation	5.5	8	7	4	2	3	3	3	3	3
Pool	10	12	9	10	13	12	11	12	12	10
5-Plex	4	-	-	-	-	-	-	-	-	-
Utility Services										
Sewer Maintenance	11	14	14	14	14	14	13	14	14	12
Water Pollution Control	18	18	18	17	16	18	19	17	19	21
Water Treatment	16	17	18	18	19	20	19	15	21	22
Water Distribution	14	15	15	15	15	15	16	16	15	16
Utility Billing	10	10	9	8	10	9	9	9	9	9
Stormwater Maintenance	2	2	-	-	-	-	-	-	-	-
Airport	5	5	5	5	5	5	6	6	6	6
Total	376	421	406	391	404	402	399	398	416	410

Source: City of Findlay records

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

**CITY OF FINDLAY, OHIO**

OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN YEARS

<b>Function/Program</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
<b>General Government</b>				
<b>Auditor's Office</b>				
Purchase orders issued	3,908	4,295	4,517	3,949
Checks issued	6,949	8,062	7,847	7,609
<b>Computer Services</b>				
Computers maintained	293	284	265	258
City website hits	433,619	363,185	313,518	263,781
<b>Cemetery</b>				
Number of internments	189	157	159	216
Graves sold	131	69	113	336
<b>Municipal Court</b>				
Cases filed	14,783	15,213	16,112	18,791
Arraignments	10,322	10,902	11,782	14,326
Jury trials	1	2	1	2
<b>Security of Persons and Property</b>				
<b>Police</b>				
Charges from arrests	1,887	2,186	2,687	2,961
Parking violations	4,242	4,235	6,914	6,914
Traffic violations	2,174	3,743	6,838	4,478
<b>Fire</b>				
Emergency responses/calls answered	1,556	1,759	2,003	1,734
Fires extinguished	133	226	200	160
Inspections conducted	562	536	472	752
<b>Public Health and Welfare</b>				
<b>Health Department</b>				
Food service licenses issued	393	419	434	415
Vaccinations given - Clinic	11,332	8,384	8,848	7,129
Births	1,162	1,117	1,145	1,082
Deaths	575	589	447	487
Plumbing inspection permits issued	263	338	480	586
<b>Zoning</b>				
New commercial permits issued	7	8	9	9
New residential permits issued	36	47	68	127
New industrial permits issued	0	0	0	1
Inspections conducted	587	635	250	1,032

TABLE 19

2005	2004	2003	2002	2001	2000
4,039	3,948	3,971	4,129	3,999	3,913
7,891	7,839	7,912	7,737	7,967	7,795
247	237	235	228	208	188
188,533	140,620	45,752	39,167	25,697	14,973
213	235	224	170	201	217
125	148	136	150	136	343
18,396	17,661	23,021	25,545	26,388	23,946
14,553	14,366	23,063	26,617	26,857	23,711
2	2	1	3	5	7
2,590	3,301	3,178	3,170	6,021	6,245
10,835	9,748	11,099	11,840	10,645	8,776
3,403	4,885	5,112	4,430	5,847	4,860
1,628	1,437	1,028	902	799	721
192	218	177	252	149	158
558	581	667	654	512	725
414	376	363	380	409	536
7,732	7,793	7,628	7,430	8,177	7,813
1,084	1,019	981	1,000	1,020	1,036
396	453	455	421	473	471
692	726	678	791	788	712
2	10	13	10	4	8
82	99	147	139	122	132
1	0	0	0	1	6
812	3,779	3,136	3,095	2,465	2,737

-- (Continued)

**CITY OF FINDLAY, OHIO**

OPERATING INDICATORS BY FUNCTION/PROGRAM (CONTINUED)  
LAST TEN YEARS

<b>Function/Program</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
<b>Transportation</b>				
<b>Street</b>				
Miles of street maintained	193.60	193.60	193.07	192.85
Pot holes repaired	168	135	160	76
Limbs removed	8	118	141	53
Visibility complaints received	8	20	22	11
Repairs to concrete	37	38	26	65
<b>Leisure Time Activities</b>				
<b>Shade Tree</b>				
Trees planted	160	240	125	132
Trees removed	128	230	200	265
<b>Utility Services</b>				
<b>Water</b>				
Number of Customers	17,273	17,486	17,377	17,313
New connections	66	107	145	234
Water main breaks	78	73	77	69
Avg. daily consumption (MGD)	5.9905	6.2500	6.5920	6.0150
<b>Water Pollution Control</b>				
Number of Customers	16,734	15,557	14,545	14,645
Sewer calls	92	103	132	111
Feet of sanitary sewer cleaned	250,800	155,699	83,433	153,872
Catch basin repair	109	112	79	78
<b>Airport</b>				
Fuel sales - Jet A (in gallons)	126,453	146,335	210,151	249,610
Fuel sales - Octane (in gallons)	25,179	23,943	24,619	27,251
Landing fees charged	85	124	127	181

**Source:** City of Findlay Department Directors

TABLE 19

2005	2004	2003	2002	2001	2000
189.24	188.05	182.63	179.77	179.29	177.40
151	199	N/A	N/A	N/A	N/A
232	253	N/A	N/A	N/A	N/A
11	19	N/A	N/A	N/A	N/A
84	79	N/A	N/A	N/A	N/A
155	188	182	171	183	N/A
260	266	256	199	245	N/A
17,201	16,954	16,670	16,695	16,304	15,950
271	275	242	316	293	403
89	71	74	108	79	86
6.3825	6.0820	6.1000	6.5267	6.4023	6.5356
14,496	14,318	14,141	14,061	13,894	13,776
106	100	100	122	151	176
170,817	173,954	173,954	115,925	129,423	175,697
78	99	99	95	112	88
243,063	246,298	231,357	248,177	291,715	346,796
31,906	26,737	27,939	33,041	26,656	31,456
173	2,684	2,905	2,455	3,244	3,809

**CITY OF FINDLAY, OHIO**

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TEN YEARS

<b>Function/Program</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
<b>Security of Persons and Property</b>						
<b>Police</b>						
Stations	1	1	1	1	1	1
Patrol units	39	44	45	44	42	43
<b>Fire</b>						
Fire stations	4	4	4	4	4	4
Fire trucks	19	19	18	17	16	16
<b>Transportation</b>						
<b>Street</b>						
Miles of street maintained	193.60	193.60	193.07	192.85	189.24	188.05
Traffic signals	95	96	95	94	94	93
<b>Leisure Time Activities</b>						
<b>Parks and Recreation</b>						
Number of parks	19	19	19	19	19	19
Number of ballfields	40	40	37	37	37	37
Number of soccer fields	25	25	25	25	25	25
Swimming pool	1	1	1	1	1	1
Ice Rink	1	1	1	1	1	1
<b>Utility Services</b>						
<b>Water</b>						
Water mains (miles)	306.2	306.12	302.19	289.2	285.19	288.36
Number of hydrants	2,357	2,354	2,333	2,279	2,180	2,142
Storage capacity (BG)	6.4	6.4	6.4	6.4	6.4	6.4
Water treatment plants	1	1	1	1	1	1
<b>Sewer Maintenance</b>						
Sanitary sewers (miles)	293.64	290.64	301.41	299.64	276.71	279.03
Sewage treatment plants	1	1	1	1	1	1
<b>Airport</b>						
Number of runways	2	2	2	2	2	2

Source: City of Findlay Department Directors

TABLE 20

<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
1	1	1	1
44	41	37	34
4	4	4	4
14	12	12	11
182.63	179.77	179.29	177.40
85	85	77	72
19	17	17	17
37	33	28	28
25	23	26	21
1	1	1	1
1	0	0	0
285.19	280.91	277.09	266.85
2,052	1,994	1,946	1,888
6.4	6.4	6.4	6.4
1	1	1	1
276.71	268.93	265.64	261.41
1	1	1	1
2	2	2	2

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