



**Auditor of State
Betty Montgomery**

CITY OF MAUMEE
LUCAS COUNTY

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**Auditor of State
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

City of Maumee
Lucas County
400 Conant Street
Maumee, Ohio 43537-3381

To the Honorable Mayor and Members of Council:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maumee (the City) as of and for the year ended December 31, 2004, which collectively comprise the City's basic financial statements and have issued our report thereon dated July 22, 2005. 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*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting to determine our auditing procedures in order to express our opinions on the financial statements and not to opine on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City's ability to record, process, summarize, and report financial data consistent with management's assertions in the financial statements. A reportable condition is described in the accompanying schedule of findings as item 2004-001.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses. However, we do not believe the reportable condition described above is a material weakness. In a separate letter to the City's management dated July 22, 2005, we reported other matters involving internal control over financial reporting which we did not deem reportable conditions.

Compliance and Other Matters

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the City's management dated July 22, 2005, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of the audit committee, management, and members of council. It is not intended for anyone other than these specified parties.

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

Betty Montgomery
Auditor of State

July 22, 2005

**CITY OF MAUMEE
LUCAS COUNTY**

**SCHEDULE OF FINDINGS
FISCAL YEAR ENDED DECEMBER 31, 2004**

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

Finding Number 2004-001

SAS 70 Reports

The City currently has a contract with a third party provider to administer the City's self insurance program. The contract requires the provider to provide the City with an annual Report on the Processing of Transactions by Service Organization prepared in accordance with Statement of Auditing Standards 70 (SAS 70). There are two types of SAS 70 reports; Tier I - Report on Controls Placed in Operation, and Tier II - Report on Controls Placed in Operation and Tests of Operating Effectiveness.

When a user organization uses a service organization, transactions that affect the user organizations financial statements are subjected to controls that are, at least in part, physically and operationally separate from the user organization. Further, when the service organization executes the user organization's transactions and maintains the related accountability, there is a lower degree of interaction between the controls at the service organization and those at the user organization.

The City has a requirement of third party administrators to provide the City with a Tier II SAS 70 report, however, the contract does not identify this as an annual requirement.

We recommend the City establish procedures to ensure third party administrators provide the City with Tier II SAS 70 reports on an annual basis.

CITY OF MAUMEE
LUCAS COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2004

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2003-001	The City did not obtain a SAS 70 report from their self insurance third party administrator.	No	Not corrected. Reissued as Finding #2005-001.
2003-002	The City did not establish an accounting system to properly monitor federal monies.	Yes	

COMPREHENSIVE ANNUAL FINANCIAL REPORT

MAUMEE, OHIO



For The Year Ended December 31, 2004



COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE YEAR ENDED
DECEMBER 31, 2004

Prepared by the Finance Department

David C. Hazard
Director



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LUCAS COUNTY, OHIO

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INTRODUCTORY SECTION





CITY OF MAUMEE

400 Conant Street • Maumee, Ohio 43537
David C. Hazard, Director of Finance

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July 22, 2005

Mayor Timothy L. Wagener, City Council
and the Citizens of the City of Maumee, Ohio:

We are pleased to present the Comprehensive Annual Financial Report for the City of Maumee (the "City") for the fiscal year ended December 31, 2004. The report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA) and audited in accordance with Generally Accepted Government Auditing Standards (GAGAS). GAAP requires a narrative introduction, overview, and analysis called the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This Letter of Transmittal (LOT) is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

INTRODUCTION

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Maumee to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data, as presented, is accurate in all material respects; is presented in a manner designed to fairly set forth the financial position and results of operations of the City; and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

This Comprehensive Annual Financial Report (CAFR) is designed to assist and guide the reader in understanding its contents. The report is comprised of the following three major sections:

1. The Introductory Section includes this letter of transmittal, which presents the City's organization, operational structure and accomplishments; an organizational chart; and a list of elected officials.
2. The Financial Section contains the City's basic financial statements and explanatory notes thereto; the combining and individual fund financial statements and schedules; and the Report of the Independent Auditors.
3. The Statistical Section presents social, economic and historical data in a multi-year format which can be used to identify financial trends and data relative to the fiscal capacity of the City.

Letter of Transmittal

For the Year Ended December 31, 2004

Reporting Entity

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (the "GASB") Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all the organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide financial benefit to or impose a financial burden on the City. There were no potential component units to be included in the City's reporting entity that met the criteria imposed by GASB Statement No. 14. Therefore, the reporting entity of the City includes the following services as authorized by its Charter: public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services. In addition, the City owns the water distribution system and the wastewater collection system, both of which are reported as enterprise funds. The City of Toledo provides treatment services for water and the Lucas County Sanitary Engineer provides wastewater services, both on a contractual basis.

The City of Maumee

The City of Maumee, Lucas County, Ohio, is situated in the beautiful Maumee River Valley, approximately nine miles southwest of downtown Toledo. Its 10.6 square mile area serves a residential population of 15,074 (revised 2000 Census). The land use is broken down as follows: 51% is residential, 40% is commercial or industrial, 8% is governmental or educational, and 1% is agricultural. The City's elevation is approximately 638 feet above sea level with median temperatures of 75 degrees in summer and 30.2 degrees in winter. Interstate Highways 80/90 (the Ohio Turnpike) and 475 serve as the City's major transportation arteries. The City is also served by one state highway (State Route 25) and four U.S. highways (U.S. Routes 20, 20A, 23 and 24). Another transportation route aiding the City is the north-south Interstate Highway I-75 that joins I-475 approximately 3 miles east.

Historical Information

Much of Ohio's Indian population was concentrated along the Maumee River, which served as a vital link to the British army post in Detroit, Michigan during the latter part of the 1700's. General Anthony Wayne led American troops against the Indians and won the decisive Battle of Fallen Timbers in 1794, opening the area to settlement. The War of 1812 permanently secured the area for the United States. The site of Maumee was first surveyed in 1817 by William Oliver, a former scout and officer at Fort Meigs. In 1820 Waynesfield Township was formed and in 1838 was incorporated as Maumee City.

During the mid 1800's, the Wabash and Lake Erie Canal and the newly completed Miami and Erie Canal turned Maumee into a bustling trade center. The large lake ships were unable to use the docks at Maumee because the river was too shallow in spots. Toledo gradually became the leading port in the Maumee Valley. Maumee served as the county seat of Lucas County until 1852 when the county seat moved to Toledo. The locks that connected the canal and the Maumee River are still visible today in the City's Towpath Park. Old Fort Miamis, held by the British during the War of 1812 and the site of Dudley's Massacre lie within Maumee. The site of Fort Miamis is owned by the City of Maumee and is also maintained as a park. Fort Meigs, a strategic location during the War of 1812 and later reconstructed as a historical monument, lies directly across the Maumee River in Perrysburg.

***Letter of Transmittal
For the Year Ended December 31, 2004***

Form of Government

The City of Maumee, Ohio is a home-rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1951 and has been amended five times (1958, 1968, 1976, 1989 and 1994).

Legislative authority is vested in a seven-member City Council. All members are elected at-large to serve four-year terms. The Council establishes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, the appropriation and borrowing of money, the licensing and regulation of businesses and trades and other municipal purposes. The presiding officer is the Mayor, who has no vote unless there is a tie vote of the members of City Council. The Charter establishes certain administrative departments and the City Council may establish divisions of those departments and/or additional departments.

The City's chief executive and administrative officer is the Mayor, who is elected by the voters specifically to that office for a four-year term. The Mayor appoints, subject to the approval of Council, all the directors of the City's departments. The key appointed officials are the Finance Director, Law Director and the Directors of Public Service and Public Safety. The Director of Public Safety has also been appointed the City Administrator. The Mayor also appoints members to a number of boards and commissions and appoints and removes, in accordance with civil service requirements and various contract provisions, all non-elected City employees.

Municipal Services

Police:

Current authorized strength of the Maumee Police Division includes twenty-four patrol officers, four detectives, three D.A.R.E./crime prevention officers, eight sergeants, two lieutenants and a Chief. This force is supported by eleven dispatchers, four clerical employees and an animal control officer. The division has nine patrol cars and is responsible for patrolling about 93 miles of streets. Due to its full-time status, the Police Division is entirely self-sufficient and provides 24-hour protection. However, in an unusually demanding situation, the division can call upon other local law enforcement agencies for assistance through a mutual aid contract entered into with other municipalities in Lucas County.

Fire and Emergency Medical Services:

The City's firefighting personnel include twenty full-time and approximately fifty volunteer employees. Equipment includes four fire engines, two aerial tower trucks, two heavy rescue trucks and three fully equipped paramedic vans for advanced life support emergency medical service. Maumee has a Class 4 ISO rating. In addition, the City houses and operates a Lucas County EMS life squad staffed by full-time paramedics.

***Letter of Transmittal
For the Year Ended December 31, 2004***

Parks and Recreation:

The City owns thirteen parks totaling nearly 120 acres including a 40 acre site purchased in 2002 from the Maumee City School District that has been improved at a cost of over \$1,000,000. Fred J. Rolf Park contains five soccer fields, eight softball diamonds, two tennis courts, sand volleyball courts and a concession building. S. E. Klewer Towpath Park is located along the Maumee River, adjacent to Sidecut Metropark, and contains remnants of locks from the days of the Miami and Erie Canal. The City also has within its boundaries Sidecut Metropark, one of the parks of the Metropolitan Park District of the Toledo Area. Maumee is the site of the Lucas County Recreation Center containing many sporting facilities and the home of the Lucas County Fair.

Service Department:

Streets, parks, and other City facilities are maintained by 32 full time equipment operators, laborers, and supervisors of the service department.

Water and Wastewater:

Water is treated by the City of Toledo and purchased on a contractual basis for delivery through the distribution system owned and maintained by the City of Maumee. The term of this contract runs through 2025. Wastewater collection is handled through the City's sanitary sewer system, which it owns and maintains. Wastewater treatment is provided by Lucas County on a contractual basis. Seventeen employees of the Water and Sewers Divisions maintain the City's lines and pumping stations.

ECONOMIC CONDITION AND OUTLOOK

Local Economy

Much of Maumee's recent economic growth is due to its access to diverse transportation facilities. Immediate access is available to Exit 59 of the Ohio Turnpike (Interstate Highways 80/90), to one state highway, to four U.S. highways and to Interstate Highway 475. The City is served by the Norfolk and Southern Railroad. The County is served by Conrail and Amtrak and by the Toledo Express Airport. The City is also served by the Toledo Area Regional Transit Authority (TARTA), a public mass transit system. In addition, the Toledo-Lucas County Port Authority provides nearby international and Great Lakes shipping facilities.

The City initiated a Job Creation and Retention Grant Program in 1992 as a means of fostering business growth and development within the City without sacrificing school district revenues through tax abatements. This innovative program provides grants of up to \$20,000 per year for up to ten years for businesses locating or expanding in the City. The amount of the payments is based on income tax withholding and the term of the grant agreement is based on the number of new jobs created. The program has proven quite successful with fifty-five grants being awarded to forty-eight companies. A minimum of 3,376 new jobs have been created or retained with conservative estimates of additional annual payrolls of over \$60,000,000. Ten businesses were awarded maximum grants of \$20,000 a year for ten years. There are currently 25 grants actively in progress, which created or retained 2,043 jobs. In 2004, the grant program was amended to tighten controls on participants by requiring return of grant payments if the grantee does not remain in the City. Seven new grant agreements were executed in 2004.

CITY OF MAUMEE, OHIO

Letter of Transmittal

For the Year Ended December 31, 2004

As permitted by State Law, Council in 1995 created an enterprise zone and in 1996 created a community reinvestment area. To encourage investments in capital improvements and the creation of jobs, subject to applicable program guidelines, real and personal property tax incentives may be granted within the enterprise zone and real property tax incentives may be granted within the community reinvestment area. To date, nine businesses have been granted tax abatement incentives within the enterprise zone and eight within the community reinvestment area. In 2002, the City created an additional Community Reinvestment Area to encourage redevelopment in the east end of the City.

In 1991, the Cities of Toledo and Maumee agreed to form a Joint Economic Development Zone (JEDZ) from land within Maumee and Toledo owned land to be annexed to Maumee. The annexation did not occur until 2002 when a new agreement was forged. Income tax revenue from this JEDZ is shared with the City of Toledo and payments totaled \$402,522 in 2004.

In 2002, the City entered into a Cooperative Economic Development Agreement (CEDA) with the City of Toledo and Monclova Township for a project to encourage the relocation and consolidation of the research and development division of the Dana Corporation to Maumee. The property owner, City of Toledo, petitioned for annexation of nearly ninety acres to the City of Maumee. Income tax from this area is shared with the City of Toledo. In 2004, payments to The City of Toledo and Monclova Township totaled \$205,604.

Also in 2002 the City entered into an agreement with the City of Toledo and Monclova Township for the creation of a Joint Economic Development Zone (JEDZ). In 2003, the voters of Monclova Township approved a ballot issue which authorized a JEDZ and a governing board was created to determine what services to provide within the Zone. Discussions continue on the services to be provided and the imposition of an income tax to generate a revenue stream. In 2005, an unfavorable ruling on the validity of this JEDZ put the future of this entity in question.

The City is also home to a very successful business park development. Arrowhead Park (the "Park") and the adjacent industrial and commercial property has been touted as the hallmark of industrial/commercial development in northwest Ohio. The area includes 1,100 plus acres with approximately 800 acres presently developed. The Park's success is attributed to systematic land use planning and the willingness of property owners and the City to install the necessary infrastructure so that business construction commences and continues without interruption. The infrastructure includes the following: sanitary sewers, water lines, drainage and storm sewers, street construction, underground wiring for street lighting, traffic control signals, water storage facilities, an auxiliary fire station and the Dussel Drive/I-475 Interchange. The major financial commitment (in excess of \$25 million) was made with the knowledge that without the improvements, development would not occur. The Park is presently occupied by over 200 businesses, which collectively employ over 12,500 people.

Maumee's business community consists of warehousing and distribution, light manufacturing, health services, financial services, corporate offices and service and retail facilities. Maumee's major employers include the Ford Motor Company, Meijer, Inc., United Parcel Service, The Andersons, Inc., St. Luke's Hospital, Dana Corporation, Maumee City School District, Paramount Care, Inc., and Hickory Farms, Inc.

CITY OF MAUMEE, OHIO

**Letter of Transmittal
For the Year Ended December 31, 2004**

Unemployment Rates

The 2004 unemployment rate for Lucas County of 7.8% was slightly above the state average of 6.0% and the federal average of 5.5%. The Ohio Bureau of Employment Services does not maintain statistics for the City of Maumee, but unemployment within the City was estimated to be less than 6.0%.

Employee Relations

The City has 170 full-time and approximately 150 part-time employees. A statewide public employee collective bargaining law generally applies to public employee relations and collective bargaining.

A portion of employees are represented by the following bargaining units:

<u>Bargaining Unit</u>	<u>Agreement Expiration Date</u>	<u>Number of Employees Covered</u>
Fraternal Order of Police, Ohio Labor Council	December 18, 2005	52
AFSCME, Ohio Council 8 Local 649 Maumee Professional	February 18, 2005	50
Firefighter/Paramedic Association	December 14, 2006	14

All other employees are governed by legislative action of City Council. In the judgment of the City, its employee relations have been and are considered to be good.

MAJOR INITIATIVES

The following major capital improvement projects and expenditures were underway/completed in the City of Maumee during 2004:

Theater Restoration

In 2000, the City purchased the former Maumee Indoor Theater, which had been closed since 1996. Built in 1946 in the Art Modern style, the theater is located at the entrance to the old central business district. Plans were prepared to renovate the theater for cinema and for live performances. Renovations began in 2003 for the original theater and for addition of a small theater and a multipurpose room. Construction was completed and the theater opened in 2004. Construction of two parking lots to serve the theater was completed as a part of the project. CDBG funds totaling \$500,000 were allocated to this project by the Ohio Department of Development and Revolving Loan Funds totaling \$651,000 were dedicated to the improvement.

Swimming Pool

Construction of a community swimming pool was begun on land purchased from the Maumee City School District in 2002. The pool features two large water slides and a zero depth entry area. The pool opened in June, 2004, and the project cost totaled \$3,612,000.

***Letter of Transmittal
For the Year Ended December 31, 2004***

Neighborhood Parks

The City continued its program to improve neighborhood parks with the installation of new lighting equipment at a cost of \$37,000 for Ford Field Little League diamond.

In 2004, the City entered into a contract for the construction of a building at Rolf Park to provide restrooms, concessions, and storage related to the softball diamonds. Also included is the reconstruction of the press box building at the Ford Field Little League diamond. This was the subject of a construction contract totaling \$788,000 that was executed in 2004.

Senior Center Addition

An addition of over 5,000 square feet to the Senior Center was constructed at a cost of \$1.2 million. The addition features large meeting/activity areas, offices, restroom and kitchen improvements, and an elevator.

Fire Equipment

The Fire Division entered into a contract for production of a new, triple action pumper featuring a compressed air foam system and four wheel steering. The pumper was delivered in 2004 at a cost of \$442,000.

Police Station and Equipment

Construction was started in 2004 of a new police building. Temporary facilities for police operations were secured and relocation occurred in June, 2004. The old police building and parking lot were demolished mid-year. The building will be a 54,600 square feet, three-story structure of brick and stone. The project amounts to nearly ten million dollars and includes an indoor shooting range, physical fitness facilities, holding cells and security features for the 56 staff members. The new facility will be completed in 2005.

In 2004, eight patrol cruisers were retired and replaced with 2004 Ford Crown Victorias at a cost of \$199,000. A contract was entered into for production of a custom built truck for the Special Response Unit to be delivered in 2005 at a cost of \$87,000.

Land Acquisition

Land adjacent to the new police building was purchased for use as parking facilities. Improvements will be completed in 2005. Land adjacent to the Service Department yard was purchased for development of the Service facilities in the future.

Street Construction

In 2000, the City began a four-year program of street reconstruction in the Uptown neighborhood streets. Each street is nearly one mile long and construction includes drainage, curbing, and paving reconstruction. In 2004, Wayne Street was completed at a cost of \$1.14 million.

Overlook And Streetscape Project

The Fort Meigs Memorial Bridge was replaced in 2002 and the site of the former bridge provides a scenic overlook of the Maumee River. In 2003, overlook improvements were completed and streetscape improvements begun. Decorative streetlights were installed using "period" lighting of cast iron. In 2004, Streetscape improvements of \$410,000 were completed.

Letter of Transmittal

For the Year Ended December 31, 2004

Anthony Wayne Trail Beautification and Improvement

In 2004, the City improved a one mile section of the Anthony Wayne Trail (U.S. 24) by installing decorative fencing, a brick entrance pier, and landscaping at a cost of \$219,000. This project will be completed in 2005

Traffic Signal Improvements - In 2004, the City determined to make improvements to the traffic signals by changing to LED signal heads and providing uninterruptible power supplies. Fifteen intersections will be improved at a cost of nearly \$450,000 through contracts entered into in 2004.

Water and Sewer System Improvements

In 2002, the City began design of pump station improvements for water and sewer pump stations. Construction of the improvements was contracted for in 2003 for the 2004 season in the amount of \$908,000. Construction remains in progress at year-end.

The City continued its efforts to update the sewer system by constructing new storm sewers and separating storm inlets from the sanitary sewer system in an area of four streets in a residential area. This Phase Three Area One project cost \$769,000 of which \$209,000 was assessed to property owners and \$148,000 was received as a grant from the Ohio Public Works Commission.

FINANCIAL INFORMATION

Internal Control, Budgetary Control and the Accounting System

Development of the City's accounting system included substantial consideration of the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance that:

1. The City's assets are protected against loss and unauthorized use or disposition; and
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated by applying the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the City administration and the Finance Director's Office.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

CITY OF MAUMEE, OHIO

***Letter of Transmittal
For the Year Ended December 31, 2004***

The City Finance Department is responsible for the auditing and analysis of all purchase orders and vouchers of the City. Finance Department personnel carefully review purchase orders and requisitions to ensure the availability of monies in the proper funds and accounts prior to the certification and payment of approved invoices. The City utilizes a fully automated accounting system as well as an automated system of controls for fixed assets accounting and payroll. These systems, coupled with the review and examination performed by the Finance Department, ensure that the financial information generated is both accurate and reliable.

Budgetary control is maintained at the object level for each department within each fund by way of legislation approved by City Council. The various objects are:

Personal Services	Materials and Supplies
Contractual Services	Capital Outlay
Other (Miscellaneous)	Debt Service: Principal
Transfers	Interest

Lower levels within each object are accounted for and reported internally for management control purposes. Such lower levels are referred to as line items of expenditure. Estimated amounts must be encumbered prior to final approval of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level appropriations are not approved unless additional appropriations are authorized. Unencumbered appropriations return (lapse) to the unappropriated balances in the individual funds at the end of each fiscal year, which coincides with the calendar year. Appropriations, both original and supplemental, must be authorized by City Council. Supplemental appropriations were made several times during the year, primarily for capital expenditures.

Debt Administration

The debt service funds accumulate resources for the payment of principal, interest and associated administrative costs on the City's special assessment long-term bonds and the Ohio Water Development Authority loan. Resources are derived from property taxes (real and personal), special assessments and transfers.

Moody's Investors Service has issued a rating of A1 the rating on the City's general obligation limited tax debt. The rating reflects the City's favorable financial position, low debt burden and diverse local economy. The total bonded debt of the City at December 31, 2004 was \$980,700, which consisted of Special Assessment Bonds (with Governmental Commitment).

In 2002, 2003, and 2004, the City initiated several projects for which permanent financing was provided in 2005. Fifteen projects requiring in excess of \$20,000,000 were financed by the sale of a twenty year bond issue. The projects included purchase of land for parks, police station and other city operations; construction of a community swimming pool, reconstruction of a theater, an addition to the Senior Center, construction of a police station; road and street improvements; purchase of a fire pumper; improvements to water and sewer pumping stations; park facilities improvements; and traffic signal improvements. General obligation bonds totaling \$20,665,000 were sold in March of 2005.

CITY OF MAUMEE, OHIO

Letter of Transmittal For the Year Ended December 31, 2004

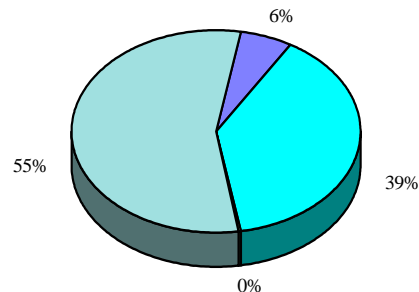
Cash Management

Cash management is a vital component of the City of Maumee's overall financial strategy. The primary objective of the City's investment activity is preservation of capital and protection of invested principal. The City pools its cash for maximum investing efficiency, except for that held by fiscal and escrow agents and certain debt service funds.

Public funds are invested to achieve maximum return without assuming unreasonable risk. Investments are diversified to avoid incurring unreasonable risks relating to a specific type of security or to a particular individual financial institution. Portfolio investments remain sufficiently liquid to ensure that all operating requirements are satisfied in a timely manner.

The City's cash resources were invested at December 31, 2004 as follows:

Cash Resources	2004	%
Cash	\$1,640,440	6
STAR Ohio	10,809,948	39
City of Maumee S.A. Bonds	70,700	0
US Agency Bonds & Notes	15,488,284	55
Total Resources	<u>\$28,009,372</u>	<u>100</u>



The City earned interest on investments of \$493,079 for fiscal year 2004. Interest earned was allocated to the governmental funds.

At December 31, 2004, the City had bank deposits of \$1,640,440 collateralized by pooled collateral. The Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3, "*Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements*," collateral held in single financial institution collateral pools with securities being held by the pledging financial institution's agent in the pool's name are classified as Category 3.

CITY OF MAUMEE, OHIO

Letter of Transmittal

For the Year Ended December 31, 2004

Risk Management

The City reduces exposure to risk through several initiatives. Initiatives include insurance coverage for vehicles, general liability, boiler and machinery and professional liability, all with the Ohio Government Risk Management Plan.

Deductible levels have been selected so as not to expose the City to excessive "first dollars" in claims. Deductibles for property damage and coverages are as follows:

	<u>Occurrence Limits</u>	<u>Aggregate Limit</u>	<u>Deductible</u>
General Liability			
Bodily Injury	\$5,000,000	\$7,000,000	\$0
Property Damage	5,000,000	18,219,000	1,000 Buildings and Contents
Personal Injury	5,000,000	7,000,000	0
Governmental Medical Service Liability	5,000,000	7,000,000	0
Fire Department Errors and Omissions	5,000,000	7,000,000	0
Public Officials Wrongful Act Liability	5,000,000	7,000,000	10,000/Occurrence
Law Enforcement Agency Officers	5,000,000	7,000,000	10,000/Occurrence
Employee Benefits Liability	1,000,000	3,000,000	0
Automobile Liability	5,000,000	N/A	100/250 Comprehensive 250/500 Collision
Boiler and Machinery	100,000	N/A	1,000
Electronic Equipment/Media	50,000	N/A	1,000
Leased Real Property	500,000	N/A	1,000
Earthquake	5,000,000	N/A	50,000

OTHER INFORMATION

Independent Audit

The basic financial statements of the City of Maumee were audited by Betty Montgomery, Auditor of State. The Auditor of State's unqualified opinion has been included in this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities that qualify. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents satisfy all program standards. The report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements respective to the reporting entity. A Certificate of Achievement is valid for a period of one year. The City received Certificates of Achievement for the fiscal years ended December 31, 1993 through 2003. We believe this, our twelfth Comprehensive Annual Financial Report, meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting, and we are submitting the report to the GFOA.

***Letter of Transmittal
For the Year Ended December 31, 2004***

Public Disclosure

The publication of this Comprehensive Annual Financial Report is indicative of the City's commitment to provide significantly enhanced financial information and accountability to its citizens. In addition to the citizens of Maumee, the recipients of this report include city, state and federal officials, schools, libraries, newspapers, investment banking firms, banks and rating agencies. The report is made available to any person or organization requesting it. The extensive effort to prepare and distribute this report is indicative of the continued efforts of the City to improve its overall financial accounting, management and reporting capabilities.

Acknowledgments

Sincere appreciation is extended to the individuals who have contributed their time and effort in gathering data for this report, particularly the staff of the Finance Department and the Office of the Auditor of Lucas County. Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their continued guidance in the preparation of this report.

Finally, special thanks to Mayor Timothy L. Wagener, the members of Maumee City Council and the City Administration whose support is necessary for the City of Maumee to conform to reporting requirements established for municipal governments to maintain the sound financial position that the City has enjoyed for many years.

Respectfully,



David C. Hazard
Finance Director



Linda M. Wilker
Assistant Finance Director

CITY OF MAUMEE, OHIO

**List of Principal Officials
For the Year Ended December 31, 2004**

Elected Officials

<u>Name</u>	<u>Office</u>	<u>Term of Office</u>
Timothy L/ Wagener	Mayor	01/01/00 – 12/31/07
Thomas W. Shook	President of Council,	01/01/02 – 12/31/05
Jenny L. Barlos	Council	01/01/00 – 12/31/07
Douglas J. Brainard	Council	01/01/00 – 12/31/07
Brent A. Buehrer	Council	01/01/02 – 12/31/05
Richard H. Carr	Council	01/01/02 – 12/31/05
Michael J. Coyle	Council	01/01/02 – 12/31/05
Todd Zimmerman	Council	01/01/00 – 12/31/07
Gary L. Byers	Judge	01/01/02 – 12/31/05

Administrators

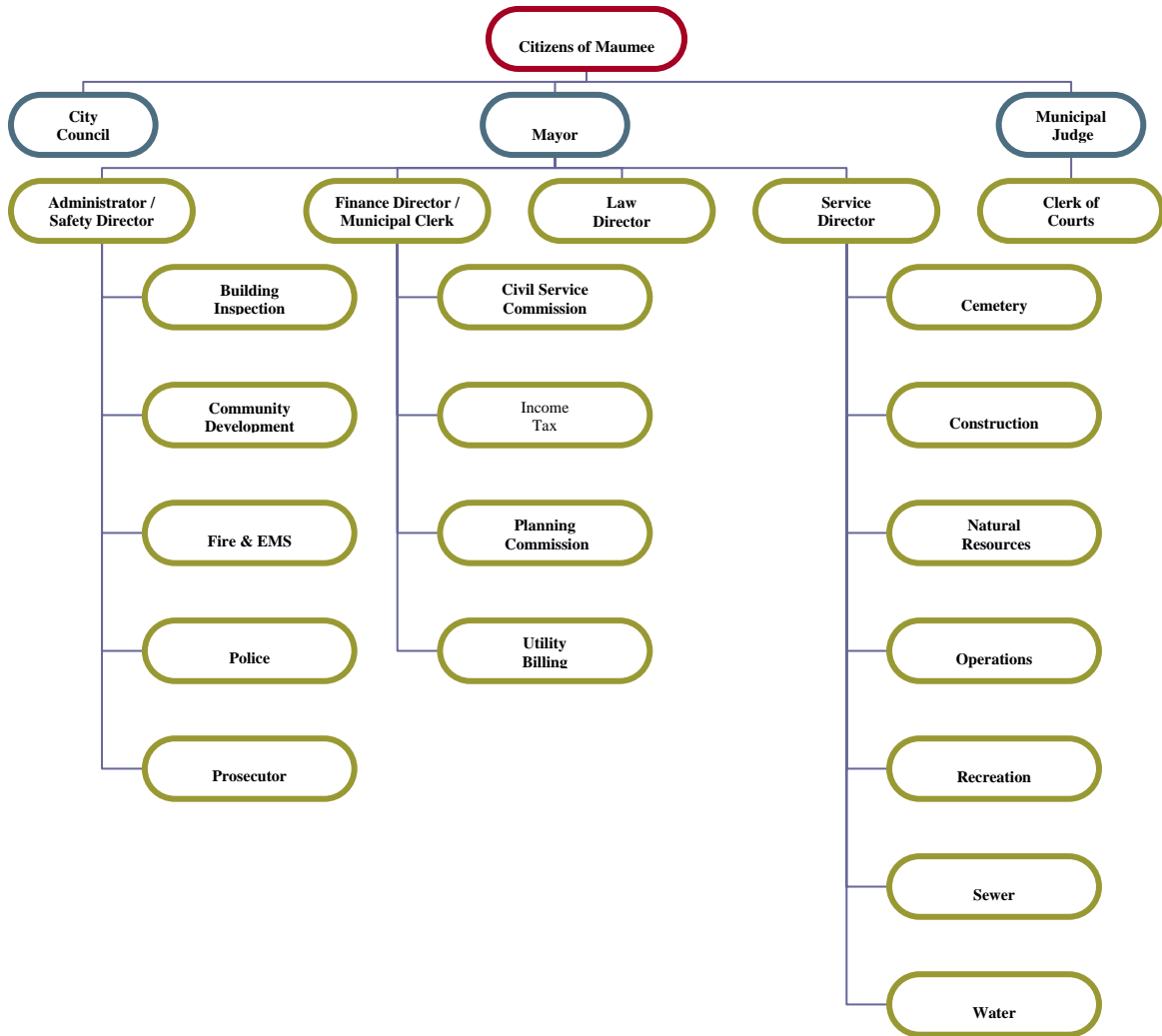
<u>Name</u>	<u>Office</u>	<u>Period</u>	<u>Surety (A)</u>
John J. Jezak	Administrator/ Safety Director	03/10/04 – 03/10/05	\$500,000
David C. Hazard	Finance Director/ Municipal Clerk	03/10/04 – 03/10/05	500,000
Linda M. Wilker	Assistant Finance Director	03/10/04 – 03/10/05	500,000
Michael L. Rizzo	Commissioner of Taxation	03/10/04 – 03/10/05	500,000
Larry L. Gamble	Service Director	03/10/04 – 03/10/05	500,000
Sheilah H. McAdams	Law Director	03/10/04 – 03/10/05	500,000
Sharon A. Thomasson	Clerk of Court	03/10/04 – 03/10/05	500,000

Applies to All Elected Officials

- A. Ohio Government Risk Management Plan – Employees Blanket Bond

CITY OF MAUMEE, OHIO

**City Organizational Chart
For the Year Ended December 31, 2004**



Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Maumee,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2003

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.



Nancy L. Zjelke

President

Jeffrey R. Emmer

Executive Director



FINANCIAL SECTION





**Auditor of State
Betty Montgomery**

INDEPENDENT ACCOUNTANTS' REPORT

City of Maumee
Lucas County
400 Conant Street
Maumee, Ohio 43537-3381

To the Honorable Mayor and Members of Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maumee, Lucas County, Ohio (the City), as of and for the year ended December 31, 2004, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maumee, Lucas County, Ohio, as of December 31, 2004, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General and Income Tax "A" and Income Tax "B" funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 22, 2005, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis 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's basic financial statements. The introductory section, the combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund 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.



Betty Montgomery
Auditor of State

July 22, 2005

The discussion and analysis of the City of Maumee's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2004. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2004 are as follows:

- ❑ In total, net assets increased \$1,883,247. Net assets of governmental activities increased \$2,500,198, which represents a 3.9% increase from 2003. Net assets of business-type activities decreased \$616,951 or 6% from 2003.
- ❑ General revenues related to governmental activities accounted for \$18.1 million in revenue or 80% of all revenues. Program specific revenues related to governmental activities in the form of charges for services and grants and contributions accounted for 20% of total revenues of \$22.7 million.
- ❑ The City had \$20.2 million in expenses related to governmental activities; only \$4.6 million of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$18.1 million were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$17.5 million in revenues, including transfers in from other funds, and \$17.0 million in expenditures, including transfers out to other funds. The general fund's fund balance increased \$394,312 to \$1,068,650.
- ❑ Net assets for enterprise funds decreased by \$620,722.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – *management's discussion and analysis*, the *basic financial statements*, *required supplementary information*, and an optional section that presents *combining statements* for nonmajor governmental funds and internal service funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Government-wide Statements

The government-wide statements report information about the City as a whole using accepted methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net assets and how they have changed. Net-assets (the difference between the City's assets and liabilities) is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as property tax base, current property tax laws, conditions of the City's streets and continued growth within the City.

The government-wide financial statements of the City are divided into two categories:

- *Governmental Activities* – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's water and sewer services are reported as business-type activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

Governmental Funds – Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance City activities. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

CITY OF MAUMEE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2004**

Unaudited

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. 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. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following tables provides a comparison of the City's net assets between 2004 and 2003:

	Governmental Activities		Business-type Activities		Total	
	2004	2003	2004	2003	2004	2003
Current and other assets	\$34,499,783	\$48,406,110	\$1,199,834	\$1,476,979	\$35,699,617	\$49,883,089
Capital assets, Net	37,675,806	22,922,313	8,763,573	9,117,113	46,439,379	32,039,426
Total assets	72,175,589	71,328,423	9,963,407	10,594,092	82,138,996	81,922,515
Long-term debt outstanding	3,498,410	3,786,001	237,972	222,570	3,736,382	4,008,571
Other liabilities	3,325,929	4,691,370	82,715	111,851	3,408,644	4,803,221
Total liabilities	6,824,339	8,477,371	320,687	334,421	7,145,026	8,811,792
Net assets						
Invested in capital assets, net of related debt	36,125,901	20,959,726	8,763,573	9,117,113	44,889,474	30,076,839
Restricted	14,197,845	41,167,763	0	0	14,197,845	41,167,763
Unrestricted	15,027,504	723,563	879,147	1,142,558	15,906,651	1,866,121
Total net assets - restated	\$65,351,250	\$62,851,052	\$9,642,720	\$10,259,671	\$74,993,970	\$73,110,723

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CITY OF MAUMEE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2004**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2004 and 2003:

	Governmental Activities		Business-type Activities		Total	
	2004	2003	2004	2003	2004	2003
Revenues						
Program revenues:						
Charges for Services and Sales	\$3,004,450	\$2,670,452	\$3,085,414	\$2,918,133	\$6,089,864	\$5,588,585
Operating Grants and Contributions	1,556,545	740,794	0	0	1,556,545	740,794
Capital Grants and Contributions	0	150,308	0	0	0	150,308
General revenues:						
Income Taxes	14,150,024	14,279,628	0	0	14,150,024	14,279,628
Property Taxes	1,740,614	1,618,780	0	0	1,740,614	1,618,780
Grants and Entitlements not Restricted to Specific Programs	1,531,916	2,522,295	0	0	1,531,916	2,522,295
Investment Earnings	493,079	570,871	0	0	493,079	570,871
Miscellaneous	196,141	26,260	0	0	196,141	26,260
Total revenues	<u>22,672,769</u>	<u>22,579,388</u>	<u>3,085,414</u>	<u>2,918,133</u>	<u>25,758,183</u>	<u>25,497,521</u>
Program Expenses						
Security of Persons and Property	9,223,191	8,985,652	0	0	9,223,191	8,985,652
Public Health and Welfare Services	146,043	156,168	0	0	146,043	156,168
Leisure Time Activities	2,095,159	1,429,591	0	0	2,095,159	1,429,591
Community Environment	1,483,512	1,171,220	0	0	1,483,512	1,171,220
Basic Utility Services	0	997,045	0	0	0	997,045
Transportation	2,967,101	3,028,610	0	0	2,967,101	3,028,610
General Government	4,154,495	4,695,001	0	0	4,154,495	4,695,001
Interest and Fiscal Charges	98,425	119,271	0	0	98,425	119,271
Water	0	0	2,012,920	1,790,017	2,012,920	1,790,017
Sewer	0	0	1,694,090	1,639,541	1,694,090	1,639,541
Total expenses	<u>20,167,926</u>	<u>20,582,558</u>	<u>3,707,010</u>	<u>3,429,558</u>	<u>23,874,936</u>	<u>24,012,116</u>
Excess (deficiency) before Transfers	2,504,843	1,996,830	(621,596)	(511,425)	1,883,247	1,485,405
Transfers In (Out)	(4,645)	343,465	4,645	(343,465)	0	0
Total Change in Net Assets	<u>2,500,198</u>	<u>2,340,295</u>	<u>(616,951)</u>	<u>(854,890)</u>	<u>1,883,247</u>	<u>1,485,405</u>
Beginning Net Assets - Restated	<u>62,851,052</u>	<u>60,510,757</u>	<u>10,259,671</u>	<u>11,114,561</u>	<u>73,110,723</u>	<u>71,625,318</u>
Ending Net Assets	<u>\$65,351,250</u>	<u>\$62,851,052</u>	<u>\$9,642,720</u>	<u>\$10,259,671</u>	<u>\$74,993,970</u>	<u>\$73,110,723</u>

**Management's Discussion and Analysis
For the Year Ended December 31, 2004**

Unaudited

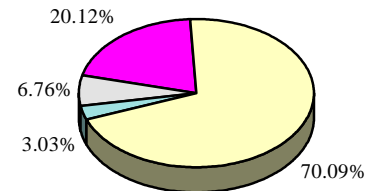
Governmental Activities

Net assets of the City's governmental activities increased by \$2,500,198. This was due primarily to the continuing trend of revenues exceeding expenditures. Increases in intergovernmental revenues and charges for services helped to continue this trend.

The City also receives an income tax, which is based on 1.5% of all salaries, wages, commissions and other compensation earned from residents living within the City and from nonresidents for work done or services performed or rendered in the City.

Property taxes and income taxes made up 7.7% and 62.39% respectively of revenues for governmental activities for the City in fiscal year 2004. The City's reliance upon tax revenues is demonstrated by the following graph indicating 70.09% of total revenues from general tax revenues:

<u>Revenue Sources</u>	<u>2004</u>	<u>Percent of Total</u>
General Shared Revenues	\$1,531,916	6.76%
Program Revenues	4,560,995	20.12%
General Tax Revenues	15,890,638	70.09%
General Other	689,220	3.03%
Total Revenue	<u>\$22,672,769</u>	<u>100.00%</u>



Business-Type Activities

Net assets of the business-type activities decreased by \$616,951. This decrease is due to depreciation and operating cost increases that have exceeded revenue increases.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$28,596,764, which is a decrease from last year's balance of \$40,241,236. This decrease was due mainly to large construction project expenditures for the new police facility and water and sewer projects. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2004 and 2003:

	Fund Balance December 31, 2004	Restated Fund Balance December 31, 2003	Increase (Decrease)
General	\$1,068,650	\$674,338	\$394,312
Income Tax "A" (1%)	13,642,156	21,463,618	(7,821,462)
Income Tax "B" (1/2%)	1,160,463	6,435,788	(5,275,325)
Special Assessment Bond			
Retirement	127,398	195,571	(68,173)
Permanent Improvement	9,331,785	7,028,810	2,302,975
Other Governmental	3,266,312	4,443,111	(1,176,799)
Total	<u>\$28,596,764</u>	<u>\$40,241,236</u>	<u>(\$11,644,472)</u>

General Fund – The City's General Fund balance increase is due to many factors. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2004 Revenues	2003 Revenues	Increase (Decrease)
Taxes	\$1,587,538	\$1,493,491	\$94,047
Intergovernmental Revenue	2,810,915	2,474,729	336,186
Charges for Services	646,879	344,635	302,244
Licenses and Permits	192,385	155,362	37,023
Fines and Forfeitures	606,495	737,866	(131,371)
Investment Earnings	473,512	555,008	(81,496)
Special Assessments	1,842	2,894	(1,052)
All Other Revenue	166,588	77,130	89,458
Total	<u>\$6,486,154</u>	<u>\$5,841,115</u>	<u>\$645,039</u>

General Fund revenues in 2004 increased approximately 11.0% compared to revenues in fiscal year 2003. The most significant factor contributing to this increase in revenues is an increase in estate taxes and the receipt of pool memberships.

CITY OF MAUMEE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2004**

Unaudited

	2004	2003	Increase
	Expenditures	Expenditures	(Decrease)
Security of Persons and Property	\$8,180,352	\$7,402,766	\$777,586
Public Health and Welfare Services	154,657	150,897	3,760
Leisure Time Activities	1,907,366	1,256,182	651,184
Community Environment	503,667	453,808	49,859
Basic Utility Services	987,594	949,100	38,494
Transportation	2,138,379	2,098,584	39,795
General Government	2,647,029	2,366,186	280,843
Total	<u>\$16,519,044</u>	<u>\$14,677,523</u>	<u>\$1,841,521</u>

General Fund expenditures increased by \$1,841,521 or 12.5% compared to the prior year. Overall increases in salary and wages, retirement contributions, and health insurance premiums for the City's employees, the startup of the new community swimming pool and Indoor Theater, as well as increased expenditures related to the acquisition of new capital assets is accountable for this increase in expenditures.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal year 2004 the City amended its General Fund budget several times, none significant.

For the General Fund, final budget basis revenue of \$7.1 million did not significantly change over the original budget estimates of \$6.8 million. The General Fund had an adequate fund balance to cover expenditures.

For the Income Tax "A" (1%) Fund, the fund balance decreased due to transfers to other funds for general operating expenditures and for capital improvements. Revenue increased nearly 10.3% in 2004.

For the Income Tax "B" (0.5%) Fund, the fund balance decreased due to transfers to capital projects funds for major improvement projects.

For the Special Assessment Bond Retirement Fund, the fund balance decreased due to the scheduled retirement of individual bonds while no new special assessment debt was issued in 2004.

For the Permanent Improvement Fund, the fund balance increased due to transfers in from the Income Tax "B" (0.5%) Fund for major capital projects.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2004 the City had \$46,439,379, net of accumulated depreciation, invested in land, improvements, infrastructure, buildings, machinery and equipment and construction in progress. Of this total, \$37,675,806 was related to governmental activities and \$8,763,573 to the business-type activities. The following table shows fiscal year 2004 and 2003 balances:

	Governmental Activities		Increase (Decrease)
	2004	2003	
Land	\$6,588,950	\$6,227,651	\$361,299
Buildings & Improvements	21,049,037	11,869,750	9,179,287
Infrastructure	2,083,195	942,081	1,141,114
Machinery and Equipment	9,828,575	8,916,501	912,074
Construction in Progress	8,189,854	3,867,948	4,321,906
Less: Accumulated Depreciation	(10,063,805)	(8,901,618)	(1,162,187)
Totals	<u>\$37,675,806</u>	<u>\$22,922,313</u>	<u>\$14,753,493</u>

	Business-Type Activities		Increase (Decrease)
	2004	2003	
Land	\$119,364	\$119,364	\$0
Buildings and Improvements	17,010,323	17,003,373	6,950
Machinery and Equipment	1,424,425	1,397,588	26,837
Construction in Progress	119,027	119,027	0
Less: Accumulated Depreciation	(9,909,566)	(9,522,239)	(387,327)
Totals	<u>\$8,763,573</u>	<u>\$9,117,113</u>	<u>(\$353,540)</u>

The primary increases occurred in buildings and construction in progress. Additional information on the City's capital assets can be found in Note 10.

CITY OF MAUMEE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2004**

Unaudited

Debt

At December 31, 2004, the City had \$3.8 million in debt outstanding, \$1,073,294 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2004 and 2003:

	<u>2004</u>	<u>2003</u>
Governmental Activities:		
Special Assessment Bonds	\$980,700	\$1,312,700
OWDA Loans Payable	539,205	589,887
OPWC Loans Payable	30,000	60,000
Compensated Absences	1,888,687	1,762,648
Ohio Police and Fire Pension		
Accrued Liability	59,818	60,766
Total Governmental Activities	<u>3,498,410</u>	<u>3,786,001</u>
Business-Type Activities:		
Compensated Absences	\$237,972	\$222,570
Total Business-Type Activities	<u>237,972</u>	<u>222,570</u>
Totals	<u><u>\$3,736,382</u></u>	<u><u>\$4,008,571</u></u>

State statutes limit the amount of unvoted general obligation debt the City may issue. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions. The actual aggregate amount of the City's unvoted debt, when added to that of other political subdivisions within the respective counties in which Maumee lies, is limited to ten mills. At December 31, 2004, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 13.

ECONOMIC FACTORS

The City budgets conservatively for both revenue and expenditures. The City also recognizes that many amendments to the budget are required during the year and anticipates the needs and activities to be defined throughout the year. Original general fund revenues were projected to increase from 2003 by 4% and expenditures were projected to increase by 17%. Revenue increased by 6% due to increases in estate taxes and new revenues from the new swimming pool and the Indoor Theater despite lower interest earnings caused by poor market conditions for short-term investments. General fund expenditures increased by 9.7% due largely to personnel expenditures related to an increase in personnel and an increase in health care costs.

The City's largest source of revenue is an income tax of 1.5% levied by the City. The City's income tax revenue increased by 3.3% in 2004. One percent is available for general purposes while one-half percent is restricted to capital improvements.

The City continued its commitment to major capital improvements in 2004. Two major projects started in prior years were completed with the opening of the new community swimming pool and the reconstructed and expanded Indoor Theater. An addition was constructed to the Senior Center and construction was started on the new police station. Major water and sewer pumping stations were upgraded and a storm sewer separation project was completed. The fourth of five major streets in the uptown area was reconstructed at a cost of \$1.14 million.

The industrial base of the City was strengthened with new companies moving to Maumee. The City's Job Creation and Retention program provided grants to seven firms employing 493 in the effort to attract and retain employers in the City.

The City continues to pursue new revenue sources, while reviewing the possibility of increasing existing sources, in addition to a continued review of reducing operating expenditures. A close watch of current economic conditions and city operations is maintained in order to maintain fiscal stability.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, 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 the Finance Department by calling 419-897-7115 or writing to City of Maumee Finance Department, 400 Conant Street, Maumee, Ohio 43537.

CITY OF MAUMEE, OHIO

**Statement of Net Assets
December 31, 2004**

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Cash Equivalents	\$ 11,519,078	\$ 889,174	\$ 12,408,252
Investments	15,477,911	81,073	15,558,984
Receivables:			
Taxes	3,984,723	0	3,984,723
Accounts	95,695	462,071	557,766
Intergovernmental	1,621,217	0	1,621,217
Interest	35	0	35
Special Assessments	1,108,623	0	1,108,623
Loans	273,631	0	273,631
Internal Balances	281,816	(281,816)	0
Inventory of Supplies at Cost	41,196	33,144	74,340
Prepaid Items	93,318	16,188	109,506
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	2,540	0	2,540
Capital Assets:			
Capital Assets Not Being Depreciated	14,778,804	238,391	15,017,195
Capital Assets Being Depreciated, Net	22,897,002	8,525,182	31,422,184
Total Assets	72,175,589	9,963,407	82,138,996
Liabilities:			
Accounts Payable	1,578,448	23,559	1,602,007
Accrued Wages and Benefits	735,517	59,156	794,673
Claims Payable	119,263	0	119,263
Matured Bonds & Interest Payable	2,540	0	2,540
Unearned Revenue	881,500	0	881,500
Accrued Interest Payable	8,661	0	8,661
Long-Term Liabilities:			
Due Within One Year	1,005,265	68,029	1,073,294
Due in More Than One Year	2,493,145	169,943	2,663,088
Total Liabilities	6,824,339	320,687	7,145,026
Net Assets:			
Invested in Capital Assets, Net of Related Debt	36,125,901	8,763,573	44,889,474
Restricted For:			
Capital Projects	9,824,483	0	9,824,483
Debt Service	1,227,164	0	1,227,164
Other Purposes	3,146,198	0	3,146,198
Unrestricted	15,027,504	879,147	15,906,651
Total Net Assets	\$ 65,351,250	\$ 9,642,720	\$ 74,993,970

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Activities
For the Year Ended December 31, 2004**

	Expenses	Program Revenues	
		Charges for Services and Sales	Operating Grants and Contributions
Governmental Activities:			
Security of Persons and Property	\$ 9,223,191	\$ 1,241,320	\$ 556
Public Health and Welfare Services	146,043	32,922	0
Leisure Time Activities	2,095,159	359,250	0
Community Environment	1,483,512	202,029	0
Basic Utility Services	936,320	1,150	0
Transportation	2,967,101	16,580	1,507,995
General Government	3,218,175	1,151,199	47,994
Interest and Fiscal Charges	98,425	0	0
Total Governmental Activities	20,167,926	3,004,450	1,556,545
Business-Type Activities:			
Water	2,012,920	1,811,661	0
Sewer	1,694,090	1,273,753	0
Total Business-Type Activities	3,707,010	3,085,414	0
Totals	\$ 23,874,936	\$ 6,089,864	\$ 1,556,545

General Revenues

Property Taxes
Municipal Income Taxes
Grants and Entitlements not Restricted to Specific Programs
Investment Earnings
Miscellaneous
Transfers
Total General Revenues and Transfers
Change in Net Assets
Net Assets Beginning of Year - Restated
Net Assets End of Year

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
\$ (7,981,315)	\$ 0	\$ (7,981,315)
(113,121)	0	(113,121)
(1,735,909)	0	(1,735,909)
(1,281,483)	0	(1,281,483)
(935,170)	0	(935,170)
(1,442,526)	0	(1,442,526)
(2,018,982)	0	(2,018,982)
(98,425)	0	(98,425)
<u>(15,606,931)</u>	<u>0</u>	<u>(15,606,931)</u>
0	(201,259)	(201,259)
<u>0</u>	<u>(420,337)</u>	<u>(420,337)</u>
0	(621,596)	(621,596)
<u>(15,606,931)</u>	<u>(621,596)</u>	<u>(16,228,527)</u>
1,740,614	0	1,740,614
14,150,024	0	14,150,024
1,531,916	0	1,531,916
493,079	0	493,079
196,141	0	196,141
(4,645)	4,645	0
<u>18,107,129</u>	<u>4,645</u>	<u>18,111,774</u>
2,500,198	(616,951)	1,883,247
<u>62,851,052</u>	<u>10,259,671</u>	<u>73,110,723</u>
<u>\$ 65,351,250</u>	<u>\$ 9,642,720</u>	<u>\$ 74,993,970</u>

CITY OF MAUMEE, OHIO

**Balance Sheet
Governmental Funds
December 31, 2004**

	General	Income Tax "A" (1%)	Income Tax "B" (.5%)
Assets:			
Cash and Cash Equivalents	\$ 521,934	\$ 3,787,979	\$ 52,699
Investments	781,374	7,503,222	104,386
Receivables:			
Taxes	814,642	2,006,756	1,003,378
Accounts	95,695	0	0
Intergovernmental	1,031,237	0	0
Interest	0	0	0
Special Assessments	0	0	0
Loans	0	0	0
Interfund Loans Receivables	0	359,467	0
Inventory of Supplies, at Cost	16,482	0	0
Prepaid Items	85,633	2,392	0
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	0	0	0
Total Assets	\$ 3,346,997	\$ 13,659,816	\$ 1,160,463
Liabilities:			
Accounts Payable	\$ 271,600	\$ 2,100	\$ 0
Accrued Wages and Benefits Payable	552,000	14,460	0
Matured Bonds and Interest Payable	0	0	0
Due to Other Funds	41,951	0	0
Deferred Revenue	1,375,229	0	0
Compensated Absences Payable	37,567	1,100	0
Total Liabilities	2,278,347	17,660	0
Fund Balances:			
Reserved for Encumbrances	336,431	0	0
Reserved for Prepaid Items	85,633	2,392	0
Reserved for Supplies Inventory	16,482	0	0
Reserved for Loans Receivable	0	0	0
Undesignated/Unreserved in:			
General Fund	630,104	0	0
Special Revenue Funds	0	13,639,764	1,160,463
Debt Service Fund	0	0	0
Capital Projects Fund	0	0	0
Total Fund Balances	1,068,650	13,642,156	1,160,463
Total Liabilities and Fund Balances	\$ 3,346,997	\$ 13,659,816	\$ 1,160,463

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

Special Assessment Bond Retirement	Permanent Improvement Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 56,698	\$ 3,543,133	\$ 3,004,875	\$ 10,967,318
70,700	7,018,229	0	15,477,911
0	0	159,947	3,984,723
0	0	0	95,695
0	0	589,980	1,621,217
0	0	35	35
1,108,623	0	0	1,108,623
0	0	273,631	273,631
0	0	0	359,467
0	0	24,714	41,196
0	1,333	3,960	93,318
0	0	2,540	2,540
<u>\$ 1,236,021</u>	<u>\$ 10,562,695</u>	<u>\$ 4,059,682</u>	<u>\$ 34,025,674</u>
\$ 0	\$ 1,230,910	\$ 73,838	\$ 1,578,448
0	0	169,057	735,517
0	0	2,540	2,540
0	0	0	41,951
1,108,623	0	543,803	3,027,655
0	0	4,132	42,799
<u>1,108,623</u>	<u>1,230,910</u>	<u>793,370</u>	<u>5,428,910</u>
0	5,597,330	312,568	6,246,329
0	1,333	3,960	93,318
0	0	24,714	41,196
0	0	273,631	273,631
0	0	0	630,104
0	0	2,315,543	17,115,770
127,398	0	4	127,402
0	3,733,122	335,892	4,069,014
<u>127,398</u>	<u>9,331,785</u>	<u>3,266,312</u>	<u>28,596,764</u>
<u>\$ 1,236,021</u>	<u>\$ 10,562,695</u>	<u>\$ 4,059,682</u>	<u>\$ 34,025,674</u>

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2004***

Total Governmental Fund Balances	\$ 28,596,764
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	37,675,806
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	2,146,155
Internal service funds are used by management to charge the costs of services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	396,797
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(3,464,272)</u>
<i>Net Assets of Governmental Funds</i>	<u><u>\$ 65,351,250</u></u>

See accompanying notes to the basic financial statements



CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2004**

	General	Income Tax "A" (1%)	Income Tax "B" (.5%)
Revenues:			
Property Taxes	\$ 1,587,538	\$ 0	\$ 0
Municipal Income Tax	0	9,964,720	4,915,843
Intergovernmental Revenues	2,810,915	0	0
Charges for Services	646,879	0	0
Licenses and Permits	192,385	0	0
Investment Earnings	473,512	0	0
Special Assessments	1,842	0	0
Fines and Forfeitures	606,495	0	0
All Other Revenue	166,588	0	0
Total Revenue	6,486,154	9,964,720	4,915,843
Expenditures:			
Current:			
Security of Persons and Property	8,180,352	0	0
Public Health and Welfare Services	154,657	0	0
Leisure Time Activities	1,907,366	0	0
Community Environment	503,667	0	0
Basic Utility Services	987,594	0	0
Transportation	2,138,379	0	0
General Government	2,647,029	1,193,847	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	16,519,044	1,193,847	0
Excess (Deficiency) of Revenues Over Expenditures	(10,032,890)	8,770,873	4,915,843
Other Financing Sources (Uses):			
Sale of Capital Assets	8,522	0	0
Transfers In	10,974,838	0	105,055
Transfers Out	(557,000)	(16,592,335)	(10,296,223)
Total Other Financing Sources (Uses)	10,426,360	(16,592,335)	(10,191,168)
Net Change in Fund Balances	393,470	(7,821,462)	(5,275,325)
Fund Balances at Beginning of Year - Restated	674,338	21,463,618	6,435,788
Increase (Decrease) in Inventory Reserve	842	0	0
Fund Balances End of Year	\$ 1,068,650	\$ 13,642,156	\$ 1,160,463

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

Special Assessment Bond Retirement	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 0	\$ 140,318	\$ 1,727,856
0	0	0	14,880,563
0	0	1,083,680	3,894,595
0	424	0	647,303
0	0	5,850	198,235
0	0	19,567	493,079
328,028	0	283,887	613,757
0	0	103,773	710,268
0	0	378	166,966
<u>328,028</u>	<u>424</u>	<u>1,637,453</u>	<u>23,332,622</u>
0	0	745,554	8,925,906
0	0	0	154,657
0	0	0	1,907,366
0	0	1,010,297	1,513,964
0	0	0	987,594
0	0	614,923	2,753,302
0	0	94,860	3,935,736
0	11,149,625	3,403,776	14,553,401
332,000	0	80,682	412,682
64,201	0	36,868	101,069
<u>396,201</u>	<u>11,149,625</u>	<u>5,986,960</u>	<u>35,245,677</u>
(68,173)	(11,149,201)	(4,349,507)	(11,913,055)
0	273,115	0	281,637
0	13,180,298	3,485,777	27,745,968
0	(1,237)	(303,818)	(27,750,613)
<u>0</u>	<u>13,452,176</u>	<u>3,181,959</u>	<u>276,992</u>
(68,173)	2,302,975	(1,167,548)	(11,636,063)
195,571	7,028,810	4,443,111	40,241,236
0	0	(9,251)	(8,409)
<u>\$ 127,398</u>	<u>\$ 9,331,785</u>	<u>\$ 3,266,312</u>	<u>\$ 28,596,764</u>

***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, 2004***

Net Change in Fund Balances - Total Governmental Funds \$(11,636,063)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period. 14,993,415

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of fixed assets net of proceeds received. (239,922)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (941,490)

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net assets. In addition, repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 413,630

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 2,644

Some expenses reported in the statement of activities, such as compensated absences and intergovernmental payable which represents contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. (129,921)

The internal service funds are used by management to charge the costs of services to individual funds is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities. 37,905

Change in Net Assets of Governmental Activities \$ 2,500,198

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 1,679,000	\$ 1,679,000	\$ 1,587,538	\$ (91,462)
Intergovernmental Revenue	2,749,000	2,749,000	2,728,523	(20,477)
Charges for Services	313,150	588,150	648,095	59,945
Licenses and Permits	168,100	168,100	188,256	20,156
Investment Earnings	500,000	500,000	467,983	(32,017)
Special Assessments	3,000	3,000	1,842	(1,158)
Fines and Forfeitures	808,000	808,000	606,700	(201,300)
All Other Revenues	594,000	669,000	176,111	(492,889)
Total Revenues	<u>6,814,250</u>	<u>7,164,250</u>	<u>6,405,048</u>	<u>(759,202)</u>
Expenditures:				
Current:				
Security of Persons and Property	8,377,047	9,259,038	8,494,266	764,772
Public Health and Welfare Services	160,750	162,550	154,084	8,466
Leisure Time Activities	1,750,488	2,165,419	1,828,567	336,852
Community Environment	558,770	603,990	531,638	72,352
Basic Utility Services	1,095,286	1,179,076	967,793	211,283
Transportation	2,047,925	2,685,508	2,267,050	418,458
General Government	2,935,103	3,234,660	2,713,734	520,926
Total Expenditures	<u>16,925,369</u>	<u>19,290,241</u>	<u>16,957,132</u>	<u>2,333,109</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,111,119)	(12,125,991)	(10,552,084)	1,573,907
Other Financing Sources (Uses):				
Proceeds from the Sale of Capital Assets	0	0	8,522	8,522
Transfers In	13,000,000	13,150,000	10,974,838	(2,175,162)
Transfers Out	(658,500)	(658,500)	(557,000)	101,500
Total Other Financing Sources (Uses):	<u>12,341,500</u>	<u>12,491,500</u>	<u>10,426,360</u>	<u>(2,065,140)</u>
Net Change in Fund Balance	2,230,381	365,509	(125,724)	(491,233)
Fund Balance at Beginning of Year	785,281	785,281	785,281	0
Prior Year Encumbrances	201,542	201,542	201,542	0
Fund Balance at End of Year	<u>\$ 3,217,204</u>	<u>\$ 1,352,332</u>	<u>\$ 861,099</u>	<u>\$ (491,233)</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund - Income Tax "A" (1%) Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Tax	<u>\$ 9,006,000</u>	<u>\$ 9,006,000</u>	<u>\$ 9,220,317</u>	<u>\$ 214,317</u>
Total Revenues	<u>9,006,000</u>	<u>9,006,000</u>	<u>9,220,317</u>	<u>214,317</u>
Expenditures:				
Current:				
General Government	<u>960,990</u>	<u>1,768,710</u>	<u>1,386,117</u>	<u>382,593</u>
Total Expenditures	<u>960,990</u>	<u>1,768,710</u>	<u>1,386,117</u>	<u>382,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,045,010	7,237,290	7,834,200	596,910
Other Financing Uses:				
Transfers Out	(13,500,000)	(19,954,785)	(16,592,335)	3,362,450
Advances Out	<u>(250,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>
Total Other Financing Sources (Uses):	<u>(13,750,000)</u>	<u>(20,054,785)</u>	<u>(16,692,335)</u>	<u>3,362,450</u>
Net Change in Fund Balance	(5,704,990)	(12,817,495)	(8,858,135)	3,959,360
Fund Balance at Beginning of Year	<u>20,147,796</u>	<u>20,147,796</u>	<u>20,147,796</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 14,442,806</u>	<u>\$ 7,330,301</u>	<u>\$ 11,289,661</u>	<u>\$ 3,959,360</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund - Income Tax "B" (0.5%) Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Tax	\$ 4,503,000	\$ 4,503,000	\$ 4,543,643	\$ 40,643
Total Revenues	<u>4,503,000</u>	<u>4,503,000</u>	<u>4,543,643</u>	<u>40,643</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,503,000	4,503,000	4,543,643	40,643
Other Financing Sources (Uses):				
Transfers In	0	0	105,055	105,055
Transfers Out	0	(10,287,572)	(10,296,223)	(8,651)
Total Other Financing Sources (Uses):	<u>0</u>	<u>(10,287,572)</u>	<u>(10,191,168)</u>	<u>96,404</u>
Net Change in Fund Balance	4,503,000	(5,784,572)	(5,647,525)	137,047
Fund Balance at Beginning of Year	<u>5,804,610</u>	<u>5,804,610</u>	<u>5,804,610</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 10,307,610</u>	<u>\$ 20,038</u>	<u>\$ 157,085</u>	<u>\$ 137,047</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Net Assets
Proprietary Fund
December 31, 2004**

	Business-Type Activities Enterprise Funds			Governmental Activities - Internal Service Funds
	Water	Sewer	Total	
ASSETS				
Current assets:				
Cash and Cash Equivalents	\$ 848,244	\$ 40,930	\$ 889,174	\$ 551,760
Investments	0	81,073	81,073	0
Accounts receivable (net of allowance for uncollectibles)	258,087	203,984	462,071	0
Due from Other Funds	24,568	19,014	43,582	0
Inventory of Supplies at Cost	33,144	0	33,144	0
Prepaid Items	12,780	3,408	16,188	0
Total current assets	<u>1,176,823</u>	<u>348,409</u>	<u>1,525,232</u>	<u>551,760</u>
Noncurrent assets:				
Capital assets:				
Property, Plant and Equipment	8,609,154	9,944,958	18,554,112	0
Construction in Progress	48,227	70,800	119,027	0
Less accumulated depreciation	(4,448,135)	(5,461,431)	(9,909,566)	0
Total capital assets (net of accumulated depreciation)	<u>4,209,246</u>	<u>4,554,327</u>	<u>8,763,573</u>	<u>0</u>
Total noncurrent assets	<u>4,209,246</u>	<u>4,554,327</u>	<u>8,763,573</u>	<u>0</u>
Total assets	<u>5,386,069</u>	<u>4,902,736</u>	<u>10,288,805</u>	<u>551,760</u>
LIABILITIES				
Current liabilities:				
Accounts Payable	12,889	10,670	23,559	0
Accrued Wages and Benefits	33,731	25,425	59,156	0
Claims Payable	0	0	0	119,263
Due to Other Funds	86	1,545	1,631	0
Interfund Loans Payable	0	359,467	359,467	0
Total Current Liabilities	<u>46,706</u>	<u>397,107</u>	<u>443,813</u>	<u>119,263</u>
Noncurrent Liabilities:				
Compensated Absences Payable	138,817	99,155	237,972	0
Total noncurrent liabilities	<u>138,817</u>	<u>99,155</u>	<u>237,972</u>	<u>0</u>
Total Liabilities	<u>185,523</u>	<u>496,262</u>	<u>681,785</u>	<u>119,263</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	4,209,246	4,554,327	8,763,573	0
Unrestricted	991,300	(147,853)	843,447	432,497
Total Net Assets	<u>\$ 5,200,546</u>	<u>\$ 4,406,474</u>	<u>\$ 9,607,020</u>	<u>\$ 432,497</u>
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.			35,700	
Net Assets of Business-type Activities			<u>\$ 9,642,720</u>	

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Fund
For the Year Ended December 31, 2004**

	Business-Type Activities Enterprise Funds			Governmental Activities - Internal Service Funds
	Water	Sewer	Total	
Operating Revenues:				
Charges for Services	\$ 1,810,479	\$ 1,257,648	\$ 3,068,127	\$ 1,338,561
Other Operating Revenue	1,182	16,105	17,287	70
Total Operating Revenues	1,811,661	1,273,753	3,085,414	1,338,631
Operating Expenses:				
Personal Services	696,857	462,383	1,159,240	1,035,915
Contractual Services	88,870	882,829	971,699	261,040
Materials and Supplies	970,339	61,773	1,032,112	0
Utilities	73,871	55,824	129,695	0
Depreciation	184,782	233,253	418,035	0
Total Operating Expenses	2,014,719	1,696,062	3,710,781	1,296,955
Income (Loss) Before Transfers	(203,058)	(422,309)	(625,367)	41,676
Transfers In	5,000	0	5,000	0
Transfers Out	(355)	0	(355)	0
Change in Net Assets	(198,413)	(422,309)	(620,722)	41,676
Net Assets Beginning of Year	5,398,959	4,828,783	10,227,742	390,821
Net Assets End of Year	\$ 5,200,546	\$ 4,406,474	\$ 9,607,020	\$ 432,497
Change in Net Assets - Total Enterprise Funds			(620,722)	
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.			3,771	
Change in Net Assets - Business-type Activities			\$ (616,951)	

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2004**

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Water	Sewer	Total	Internal Service Funds
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$1,786,229	\$1,233,206	\$3,019,435	\$1,338,561
Cash Payments for Goods and Services	(1,123,991)	(999,615)	(2,123,606)	(205,714)
Cash Payments to Employees	(688,430)	(465,093)	(1,153,523)	(1,035,915)
Other Operating Receipts	1,182	16,105	17,287	70
Net Cash Provided (Used) by Operating Activities	(25,010)	(215,397)	(240,407)	97,002
<u>Cash Flows from Noncapital Financing Activities:</u>				
Transfers In from Other Funds	5,000	0	5,000	0
Transfers Out to Other Funds	(355)	0	(355)	0
Advances In from Other Funds	0	100,000	100,000	0
Net Cash Provided by Noncapital Financing Activities	4,645	100,000	104,645	0
<u>Cash Flows from Capital and Related Financing Activities:</u>				
Acquisition and Construction of Assets	(80,551)	(6,518)	(87,069)	0
Net Cash Used for Capital and Related Financing Activities	(80,551)	(6,518)	(87,069)	0
<u>Cash Flows from Investing Activities:</u>				
Sale of Investments	0	58,996	58,996	0
Net Cash Provided by Investing Activities	0	58,996	58,996	0
Net Increase (Decrease) in Cash and Cash Equivalents	(100,916)	(62,919)	(163,835)	97,002
Cash and Cash Equivalents at Beginning of Year	949,160	103,849	1,053,009	454,758
Cash and Cash Equivalents at End of Year	\$848,244	\$40,930	\$889,174	\$551,760
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</u>				
Operating Income (Loss)	(\$203,058)	(\$422,309)	(\$625,367)	\$41,676
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	184,782	233,253	418,035	0
Changes in Assets and Liabilities:				
Increase in Accounts Receivable	(12,300)	(7,671)	(19,971)	0
Increase in Due from Other Funds	(11,950)	(16,771)	(28,721)	0
Decrease in Inventory	991	0	991	0
Decrease in Prepaid Items	4,547	310	4,857	11,185
Increase (Decrease) in Accounts Payable	3,501	(378)	3,123	0
Decrease in Accrued Wages and Benefits	(2,681)	(7,004)	(9,685)	0
Increase in Claims Liability	0	0	0	44,141
Increase in Due to Other Funds	50	879	929	0
Increase in Compensated Absences Payable	11,108	4,294	15,402	0
Total Adjustments	178,048	206,912	384,960	55,326
Net Cash Provided (Used) by Operating Activities	(\$25,010)	(\$215,397)	(\$240,407)	\$97,002

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

***Statement of Net Assets
Fiduciary Funds
December 31, 2004***

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	\$ 39,596
Total Assets	<u>39,596</u>
Liabilities:	
Intergovernmental Payable	106
Due to Others	<u>39,490</u>
Total Liabilities	<u>39,596</u>
Net Assets:	
Unrestricted	<u>0</u>
Total Net Assets	<u><u>\$ 0</u></u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Maumee, Ohio (the "City") is a home-rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1951 and has been amended five times (in 1958, 1968, 1976, 1989 and 1994).

The accompanying basic financial statements of the City present the financial position of the various fund types, the results of operations of the various fund types and the cash flows of the proprietary funds. The financial statements are presented as of December 31, 2004 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, which include the following services: public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services. In addition, the City owns the water distribution system and the wastewater collection system, which are reported as enterprise funds.

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies.

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses). The various funds are summarized by type in the basic financial statements. The following fund types are used by the City:

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting

Governmental Funds - Governmental funds are those funds through which most governmental functions are typically financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the City's major governmental funds:

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

Income Tax "A" (1%) Fund - This fund is used to account for revenues from two-thirds of the income tax collections and for expenditures for the operation of the Tax Division and general purposes.

Income Tax "B" (0.5%) Fund - This fund is used to account for revenues from one-third of the income tax collections and for expenditures restricted to permanent improvements.

Special Assessment Bond Retirement Fund - This fund is used to accumulate special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of assessment bonds.

Permanent Improvement Fund - This fund is used to account for revenues and expenditures designated for specific projects of capital acquisition or construction and other specific operations.

Proprietary Funds - All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, whereby the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City's major enterprise funds are:

Water Fund - This fund is used to account for the operation of the City's water service.

Sewer Fund - This fund is used to account for the operation of the City's sanitary sewer service.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Internal Service Funds - These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City has one internal service fund, the Self Insurance Health Care Fund. This fund is used to account for monies received from city departments to cover the cost of health care for employees of the City's departments.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary 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 therefore not available to support the City's own programs. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on an accrual basis of accounting. The City has two agency funds. These funds are used to account for monies received by the City in situations where the City's role is purely custodial in nature. The two funds are the Municipal Court Fund, which accounts for monies that flow through the municipal court office, and the Ohio Board of Building Standards Assessments Fund, which accounts for funds from the three percent (3%) fees as required by Ohio Revised Code.

C. Basis of Presentation – Financial Statements

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 statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City's governmental activities. 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 and grants and contributions that are restricted to meeting the operational or capital requirements of 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 function is self-financing or draws from the general revenues of the City.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

Fund Financial Statements – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the 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 net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus. Government-wide financial statements are prepared using the accrual basis of accounting.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, special assessments, and certain state levied locally shared taxes (including motor vehicle license fees and local government assistance). Other revenue, including licenses, permits, certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

Special assessment installments which are measurable but not available at December 31, are recorded as deferred/unearned revenue. Property taxes measurable as of December 31, 2004 but not received within the available period are recorded as deferred/unearned revenue as these resources are not intended to pay liabilities of the current period. Delinquent property taxes, whose availability is indeterminate, are recorded as deferred/unearned revenue as further described in Note 6.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses recognized when incurred.

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*," the City follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

E. 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 ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the object level within each department. Budgetary modifications may only be made by ordinance of the City Council.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

1. Tax Budget

The Finance Director submits an annual tax budget for the following fiscal year to City Council by July 15 for consideration and passage. The adopted budget 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.

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificate of estimated resources issued during 2004.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. Total fund appropriations may not exceed the current estimated resources as certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level within each department. During the year, several supplemental appropriations were necessary to budget for capital outlay. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—General Fund" and in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—Income Tax A (1%) Fund" and in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—Income Tax B (.5%) Fund" are provided on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

4. Lapsing of Appropriations

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

5. Budgetary Basis of Accounting

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and major special revenue funds:

	Net Change in Fund Balance		
	General	Income Tax	Income Tax
	Fund	"A" (1%) Fund	"B" (1/2%) Fund
GAAP Basis (as reported)	\$393,470	(\$7,821,462)	(\$5,275,325)
Increase (Decrease):			
Accrued Revenues at December 31, 2004 received during 2005	(517,859)	(2,366,223)	(1,003,378)
Accrued Revenues at December 31, 2003 received during 2004	436,753	1,521,820	631,178
Accrued Expenditures at December 31, 2004 paid during 2005	903,118	17,660	0
Accrued Expenditures at December 31, 2003 paid during 2004	(858,100)	(209,039)	0
2003 Prepays for 2004	93,222	3,041	0
2004 Prepays for 2005	(85,633)	(2,392)	0
Outstanding Encumbrances	(490,695)	(1,540)	0
Budget Basis	<u>(\$125,724)</u>	<u>(\$8,858,135)</u>	<u>(\$5,647,525)</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits and the State Treasurer's Assets Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment with an original maturity date of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. See Note 5 "Cash, Cash Equivalents and Investments."

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City records all its investments at fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 5, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 2004. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2004.

The special assessment bonds are investments held by the City for the purpose of funding retirement payments related to the City's White Street Improvement and Conant Streetscape special assessment bonds payable, which are reported in the long-term debt of the City. The investments are funded by special assessment collections from property owners.

H. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$500.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

2. Property, Plant and Equipment – Business Type Activities

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. GASB 34 allows entities to defer retroactive reporting of infrastructure for four years. For 2004, the City has elected to show only the 2003 and 2004 additions as infrastructure. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (in years)</u>
Buildings	25 - 45
Improvements other than Buildings/Infrastructure	10 - 50
Machinery, Equipment, Furniture and Fixtures	5 - 15

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Long-Term Debt

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
Ohio Water Development Authority Loans	Ohio Water Development Authority Debt Service Fund
Ohio Public Works Commission Loans	Permissive Auto License Tax Fund
Police and Fire Pension Accrued Liability	Police Pension Fund
Compensated Absences	General Fund, Street Construction, Maintenance and Repair Fund, Water Fund, Sewer Fund, Income Tax Fund
Special Assessment Bonds	Special Assessment Bond Retirement Fund

K. Compensated Absences

All full-time City employees earn vacation at varying rates based upon length of service. An employee's vacation must be used during the period in which it is earned unless the Mayor allows the balance to be carried over to the following year. Upon separation from the City, the employee (or his estate) is paid for his accumulated unused vacation leave balance.

All full-time City employees earn sick leave at various rates. Upon completion of five years of service with the City, an employee who separates from the City in good standing receives up to one hour of monetary compensation for each hour of unused sick leave up to a maximum of 960 hours. The monetary compensation is at the hourly rate of compensation of the employee at the time of resignation if the employee is not given credit at their next place of employment.

In accordance with GASB Statement No. 16, "*Accounting for Compensated Absences*," the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined.

For governmental funds, that portion of unpaid compensated absences that is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net assets, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. 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 borrowings 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 adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

M. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

N. Interfund Activity

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 financial statements.

O. Reservations of Fund Balance

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for inventories of supplies and materials, prepaid expenditures, loans receivable and encumbered amounts which have not been accrued at year end.

P. Estimates

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water treatment and distribution, wastewater collection and treatment, maintenance of storm water collection systems and collection of solid waste refuse. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

R. 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 Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2004.

NOTE 2 – RESTATEMENT OF FUND BALANCE

Prior Period Adjustment - During the year ended December 31, 2003, it was determined that revolving loans receivable in the special revenue funds were understated. An adjustment was made to correct this. The adjustment had the following effect on fund balances:

	Major Governmental Funds	Other Governmental Funds	Total
Fund Balance at December 31, 2003 as reported	\$35,798,125	\$4,350,302	\$40,148,427
Correction of Accounting for loans receivable	0	92,809	92,809
Fund Balance at December 31, 2003 as restated	<u>\$35,798,125</u>	<u>\$4,443,111</u>	<u>\$40,241,236</u>

The changes to the beginning fund balances had the following effect on the governmental activities net assets:

	Governmental Activities
Net Assets December 31, 2003 as reported	\$62,758,243
Adjustments:	
Correction of Accounting for loans receivable	92,809
Net Assets December 31, 2003 as restated	<u>\$62,851,052</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 3 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets of governmental funds as reported in the government-wide statement of net assets. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Other long-term assets not available to pay for current-period expenditures:

Delinquent Property Tax Revenue	\$93,089
Shared Revenues	923,671
Charges for Services Revenues	20,772
Special Assessment Revenue	<u>1,108,623</u>
	\$2,146,155

Long-Term liabilities not reported in the funds:

Special Assessment Bonds Payable	(\$980,700)
OPWC Loans Payable	(30,000)
OWDA Loans Payable	(539,205)
Ohio Police and Fire Accrued Pension Liability	(59,818)
Accrued Interest on Long-Term Debt	(8,661)
Compensated Absences Payable	<u>(1,845,888)</u>
	(\$3,464,272)

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 3 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Amount by which capital outlay exceeded depreciation in the current period:

Capital Outlay	\$16,415,089
Depreciation Expense	<u>(1,421,674)</u>
	\$14,993,415

Governmental revenues not reported in the funds:

Increase in Delinquent Property Tax	\$12,758
Decrease in Delinquent Income Tax	(730,539)
Increase in Shared Revenue	151,873
Decrease in Charges for Services Revenue	(15,310)
Decrease in Special Assessment Revenue	<u>(360,272)</u>
	(\$941,490)

Expenses not requiring the use of current financial resources:

Increase in Compensated Absences Payable	(\$121,512)
Increase in supplies inventory	<u>(8,409)</u>
	(\$129,921)

NOTE 4 - COMPLIANCE AND ACCOUNTABILITY

A. Fund Deficits

The fund deficit at December 31, 2004 of \$135,861 in the Police Pension Fund (special revenue fund) arises from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary/cash basis. A deficit does not exist under the budgetary/cash basis of accounting. Transfers are provided when cash is required, not when accruals occur.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 4 - COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Expenditures Exceeding Appropriations

Section 5704.41 (B), Ohio Revised Code, states no subdivision shall make any expenditure of money unless it has been appropriated. Section 5704.41 (D), Ohio Revised Code, states in part that encumbrances should be charged against proper appropriations and actual disbursements plus outstanding encumbrances should not be greater than the total appropriations. The following fund had expenditures in excess of appropriations:

Fund	Final Appropriations	Expenditures	Variance
General Fund:			
Security of Persons and Property:			
Safety Administration:			
Personal Services	\$121,250	\$121,554	(\$304)
Police:			
Personal Services	3,045,206	3,048,784	(3,578)
Animal Control:			
Contractual Services	15,840	17,392	(1,552)
Community Environment:			
Community Development:			
Personal Services	93,800	94,007	(207)
General Government:			
Municipal Clerk:			
Personal Services	368,935	369,307	(372)
Income Tax "B" (.5%) Fund:			
Transfers Out	10,287,572	10,296,223	(8,651)
State Highway Improvement Fund:			
Transportation:			
Personal Services	0	52	(52)
Municipal Court Capital Improvement Fund:			
General Government:			
Materials and Supplies	0	231	(231)
Community Development Block Grant Fund:			
Community Environment:			
Capital Outlay	651,876	695,161	(43,285)
Ohio Water Development Authority Debt Service Fund:			
Interest and Fiscal Charges	36,851	36,868	(17)
Waterline Construction Fund:			
Transfers Out	0	6	(6)

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 4 - COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Appropriations Exceeding Estimated Resources

Ohio Revised Code Section 5705.39 states in part that the total appropriations from each fund shall not exceed the total of the estimated resources available for expenditures there from, as certified by the budget commission or in case of appeal, by the board of tax appeals. Appropriations exceeded estimated resources in the Permissive Auto License Tax Fund, the Street Construction Fund and the Permanent Improvement Fund.

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the City into three categories:

Category 1 consists of "active" funds - those funds required to be kept in "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds not needed for immediate use but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- 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;
- 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;
- 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;
- Interim deposits in eligible institutions applying for interim funds;

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions,
- The State Treasury Asset Reserve of Ohio (STAR Ohio),
- Commercial Paper, and
- Bankers Acceptances.

Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3, "*Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements*," collateral held in single financial institution collateral pools with securities being held by the pledging financial institution's agent in the pool's name are classified as Category 3.

The GASB has established risk categories for deposits and investments as follows:

Deposits:

- Category 1 Insured or collateralized with securities held by the City or by its agent in the City's name.
- Category 2 Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
- Category 3 Uncollateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

Investments:

- Category 1 Insured or registered with securities held by the City or its agent in the City's name.
- Category 2 Uninsured and unregistered with securities held by the counterparty's trust department or agent in the City's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits

At year end the carrying amount of the City's deposits was \$1,640,440 and the bank balance was \$2,995,918. The Federal Deposit Insurance Corporation (FDIC) covered \$200,000 of the bank balance. All remaining deposits were classified as Category 3.

The General Fund received total interest income of \$473,512 during 2004 of which, \$452,661 was earned by other funds.

B. Investments

The City's investments at December 31, 2004 are summarized below:

<u>Categorized Investments</u>	<u>Category 2</u>	<u>Reported</u>	
		<u>Amount</u>	<u>Fair Value</u>
U.S. Agency Bonds and Notes	\$15,488,284	\$15,488,284	\$15,488,284
City of Maumee Special Assessment Bonds	0	70,700	70,700
Total Categorized Investments	15,488,284	15,558,984	15,558,984
<u>Non-Categorized Investments</u>			
STAR Ohio	N/A	10,809,948	10,809,948
Total Non-Categorized	N/A	10,809,948	10,809,948
Total Investments	\$15,488,284	\$26,368,932	\$26,368,932

C. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. STAR Ohio is treated as a cash equivalent. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

A reconciliation between classifications of cash and investments on the financial statements and classifications per items A and B of this note are as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Financial Statements	\$12,450,388	\$15,558,984
Investments:		
STAR Ohio	(10,809,948)	10,809,948
Per GASB Statement No. 3	<u>\$1,640,440</u>	<u>\$26,368,932</u>

* Includes cash with fiscal agent and petty cash.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 6 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2004 were levied after October 1, 2002 on assessed values as of January 1, 2002, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed during 2000 and the equalization adjustment was completed in 2004. Real property taxes are payable annually or semi-annually. The first payment is due January 20; the remainder payable by June 20.

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

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100 percent of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Maumee. The County Auditor periodically remits to the City its portion of the taxes collected.

The full property tax rate for all City operations for the year ended December 31, 2004 was \$3.70 per \$1,000 of assessed value. The assessed value upon which the 2004 tax receipts were based was \$514,856,371. This amount constitutes \$417,247,380 in real property assessed value, \$14,721,290 in public utility assessed value and \$82,887,701 in tangible personal property assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .370% (3.70 mills) of assessed value.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 6 - TAXES (Continued)

B. Income Tax

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed. Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

NOTE 7 - RECEIVABLES

At December 31, 2004, receivables, which are recorded net of allowance for doubtful accounts, consisted of taxes, accounts receivable, special assessments, due from other funds, loans, interest and intergovernmental receivables.

NOTE 8 – TRANSFERS

Following is a summary of transfers in and out for all funds for 2004:

	Transfers In:					Total
	General Fund	Income Tax "B" (.5%) Fund	Permanent Improvement Fund	Nonmajor Governmental Funds	Water Fund	
Transfers Out:						
General Fund	\$0	\$0	\$0	\$552,000	\$5,000	\$557,000
Income Tax "A" (1%) Fund	10,923,858	0	5,050,555	617,922	0	16,592,335
Income Tax "B" (.5%) Fund	50,980	0	8,129,743	2,115,500	0	10,296,223
Permanent Improvement Fund	0	1,237	0	0	0	1,237
Nonmajor Governmental Funds	0	103,818	0	200,000	0	303,818
Water Fund	0	0	0	355	0	355
	<u>\$10,974,838</u>	<u>\$105,055</u>	<u>\$13,180,298</u>	<u>\$3,485,777</u>	<u>\$5,000</u>	<u>\$27,750,968</u>

Transfers are used to (1) move revenues from the fund that statute or budget required 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 authorization.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 9 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at December 31, 2004 consist of the following receivables and payables:

Fund	Interfund Loan	
	Receivable	Payable
Governmental Activities:		
Income Tax "A" (1%) Fund	\$359,467	\$0
Business Type Activities:		
Sewer Fund	0	359,467
Totals	<u>\$359,467</u>	<u>\$359,467</u>

NOTE 10 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2004:

Historical Cost:

Class	December 31, 2003	Additions	Deletions	December 31, 2004
<i>Capital assets not being depreciated:</i>				
Land	\$6,227,651	\$486,804	(\$125,505)	\$6,588,950
Construction in Progress	3,867,948	7,145,825	(2,823,919)	8,189,854
Subtotal	10,095,599	7,632,629	(2,949,424)	14,778,804
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	11,869,750	9,179,287	0	21,049,037
Machinery and Equipment	8,916,501	1,285,978	(373,904)	9,828,575
Infrastructure	942,081	1,141,114	0	2,083,195
Subtotal	21,728,332	11,606,379	(373,904)	32,960,807
Total Cost	<u>\$31,823,931</u>	<u>\$19,239,008</u>	<u>(\$3,323,328)</u>	<u>\$47,739,611</u>

Accumulated Depreciation:

Class	December 31, 2003	Additions	Deletions	December 31, 2004
Buildings and Improvements	(\$3,626,381)	(\$647,306)	\$0	(\$4,273,687)
Machinery and Equipment	(5,228,133)	(718,658)	259,487	(5,687,304)
Infrastructure	(47,104)	(55,710)	0	(102,814)
Total Depreciation	<u>(\$8,901,618)</u>	<u>(\$1,421,674) *</u>	<u>\$259,487</u>	<u>(\$10,063,805)</u>
<i>Net Value:</i>	<u>\$22,922,313</u>			<u>\$37,675,806</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 10 - CAPITAL ASSETS (continued)

A. Governmental Activities Capital Assets (continued)

* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$454,912
Leisure Time Activities	300,289
Community Environment	19,100
Transportation	336,465
General Government	310,908
Total Depreciation Expense	<u>\$1,421,674</u>

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2004:

Historical Cost:

Class	December 31, 2003	Additions	Deletions	December 31, 2004
<i>Capital assets not being depreciated:</i>				
Land	\$119,364	\$0	\$0	\$119,364
Construction in Progress	119,027	0	0	119,027
	<u>238,391</u>	<u>0</u>	<u>0</u>	<u>238,391</u>
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	17,003,373	6,950	0	17,010,323
Machinery and Equipment	1,397,588	80,119	(53,282)	1,424,425
	<u>18,400,961</u>	<u>87,069</u>	<u>(53,282)</u>	<u>18,434,748</u>
Total Cost	<u>\$18,639,352</u>	<u>\$87,069</u>	<u>(\$53,282)</u>	<u>\$18,673,139</u>

Accumulated Depreciation:

Class	December 31, 2003	Additions	Deletions	December 31, 2004
Buildings and Improvements	(\$8,706,752)	(\$329,570)	\$0	(\$9,036,322)
Machinery and Equipment	(815,487)	(88,465)	30,708	(873,244)
Total Depreciation	<u>(\$9,522,239)</u>	<u>(\$418,035)</u>	<u>\$30,708</u>	<u>(\$9,909,566)</u>
<i>Net Value:</i>	<u>\$9,117,113</u>			<u>\$8,763,573</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 11 – DEFINED BENEFIT PENSION PLANS

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

A. Ohio Public Employees Retirement System (the “Ohio PERS”)

The following information was provided by the Ohio PERS to assist the City in complying with GASB Statement No. 27, “*Accounting for Pensions by State and Local Government Employers.*”

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by the Ohio PERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD 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 MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

The Ohio PERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for the Ohio PERS. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-6701 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2004, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 8.5%. The 2004 employer contribution rate for local government employer units was 13.55%, of covered payroll, 9.55% to fund the pension and 4.0% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the Ohio PERS for the years ending December 31, 2004, 2003 and 2002 were \$953,818, \$903,222 and \$840,557, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System (the “Ohio PERS”) (Continued)

The Ohio PERS provides postemployment health care benefits to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is also available. The health care coverage provided by the Ohio PERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the Ohio PERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the Ohio PERS. The portion of the 2004 employer contribution rate (identified above) that was used to fund health care for the year 2004 was 4.0% of covered payroll which amounted to \$281,570.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the Ohio Public Employees Retirement System's latest actuarial review performed as of December 31, 2003. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2003 was 8.0%. An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from 0.5% to 6.3%. Health care costs were assumed to increase 4.0% annually plus an additional factor ranging from 1% to 6% for the next 8 years. In subsequent years (9 and beyond) health care costs were assumed to increase 4% (the projected wage inflation rate).

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants was 369,885. The actuarial value of the Ohio PERS net assets available for OPEB at December 31, 2003 is \$10.5 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$26.9 billion and \$16.4 billion, respectively.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures Ohio PERS' health care coverage to improve the financial solvency of the fund in response to skyrocketing health care costs.

Under the HCPP, retirees eligible for health care coverage will receive a graded monthly allocation based on their years of service at retirement. The Plan incorporates a cafeteria approach, offering a broad range of health care options that allow benefit recipients to use their monthly allocation to purchase health care coverage customized to meet their individual needs. If the monthly allocation exceeds the cost of the options selected, the excess is deposited into a Retiree Medical Account that can be used to fund future health care expenses.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

B. Ohio Police and Fire Pension Fund (the “OP&F Fund”)

All City full-time police officers participate in the OP&F Fund, a cost-sharing multiple-employer defined benefit pension plan. The OP&F Fund provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the OP&F Fund. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% for police officers. The City's contributions to the OP&F Fund for the years ending December 31, 2004, 2003 and 2002 were \$515,283, \$491,030 and \$458,757, which were equal to the required contributions for each year.

The OP&F Fund provides postemployment health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school on a full-time or two-thirds basis. The health care coverage provided by the OP&F Fund is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care costs paid from the funds of the OP&F Fund shall be included in the employer's contribution rate. The Ohio Revised Code also provides statutory authority allowing the Fund's Board of Trustees to provide postemployment health care coverage to all eligible individuals from the employer's contributions to the OP&F Fund.

The portion of the 2004 covered payroll that was used to fund postemployment health care benefits was \$204,792 representing 7.75% of covered payroll for police officers. Health care funding and accounting was on a pay-as-you-go basis. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions. As of December 31, 2003, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 13,662 for police and 10,474 for firefighters. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 2003 were \$150,853,148, which was net of member contributions of \$17,207,506.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 12 – COMPENSATED ABSENCES

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned, but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees expected to become eligible in the future to receive such payments.

At December 31, 2004, the City's accumulated, unpaid compensated absences amounted to \$2,126,659, of which \$1,888,687 is recorded as a liability of the Governmental Activities and \$237,972 is recorded as a liability of the Business-Type Activities.

NOTE 13 - LONG-TERM DEBT

Long-term debt of the City at December 31, 2004 was as follows:

	Balance December 31, 2003	Additions	(Reductions)	Balance December 31, 2004	Amounts Due Within One Year
Governmental Activities:					
Special Assessment Bonds					
with Governmental Commitment:					
4.700% Duane Street Storm Sewer	\$35,000	\$0	(\$35,000)	\$0	\$0
4.875% Monclova Garden Street Improvement Bonds	115,000	0	(55,000)	\$60,000	60,000
4.900% Sackett Street Storm Sewer Improvement Bonds	645,000	0	(150,000)	\$495,000	160,000
5.000% Beaver Creek, Ford Sewer Improvement Bonds	435,000	0	(80,000)	\$355,000	80,000
5.000% White Street Improvement	26,700	0	(4,000)	\$22,700	4,100
5.250% Conant Streetscape	56,000	0	(8,000)	48,000	8,000
Total Special Assessment Bonds					
with Governmental Commitment	1,312,700	0	(332,000)	980,700	312,100
Ohio Water Development Authority Loan (OWDA):					
6.250% Main Trunk Sanitary Sewer	589,887	0	(50,682)	539,205	53,850
Ohio Public Works Commission Loan (OPWC):					
0.000% Street Construction	60,000	0	(30,000)	30,000	30,000
Compensated Absences	1,762,648	1,888,687	(1,762,648)	1,888,687	608,327
Ohio Police and Fire Pension Accrued Liability	60,766	0	(948)	59,818	988
	<u>\$3,786,001</u>	<u>\$1,888,687</u>	<u>(\$2,176,278)</u>	<u>\$3,498,410</u>	<u>\$1,005,265</u>
Total Governmental Activities Long-Term Debt					

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2004**

NOTE 13 - LONG-TERM DEBT (Continued)

	Balance December 31, 2003	Additions	(Reductions)	Balance December 31, 2004	Due Within One Year
Business-Type Activities:					
Compensated Absences	\$222,570	\$237,972	(\$222,570)	\$237,972	\$68,029
Total Business-Type Activities Long-Term Debt	\$222,570	\$237,972	(\$222,570)	\$237,972	\$68,029

The principal amount of the City's special assessment debt outstanding at December 31, 2004, \$980,700, is general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$127,398 in the Special Assessment Bond Retirement Fund at December 31, 2004 is reserved for the retirement of outstanding special assessment bonds. Delinquent special assessments at year end were \$43,973.

A. Ohio Police and Fire Pension Fund

The City's liability for past service costs relating to the Ohio Police and Fire Pension Fund at December 31, 2004 was \$107,209 in principal and interest payments through the year 2035. Only the principal amount of \$59,818 is included in the long-term liabilities of the City.

B. Principal and Interest Requirements

A summary of the City's future long-term debt funding requirements, including principal and interest payments as of December 31, 2004, follows:

Years	Special Assessment Bonds		OW DA Loan	
	Principal	Interest	Principal	Interest
2005	\$312,100	\$47,956	\$53,850	\$33,700
2006	262,300	32,606	57,215	30,335
2007	272,500	19,770	60,791	26,759
2008	112,800	6,400	64,591	22,959
2009	13,000	1,090	68,627	18,922
2010-2014	8,000	420	234,131	28,520
Totals	\$980,700	\$108,242	\$539,205	\$161,195

Years	OPW C Loans		Ohio Police and Fire Pension Accrued Liability	
	Principal	Interest	Principal	Interest
2005	\$30,000	\$0	\$988	\$2,532
2006	0	0	1,031	2,489
2007	0	0	1,075	2,445
2008	0	0	1,121	2,400
2009	0	0	1,170	2,350
2010-2014	0	0	6,646	10,954
2015-2035	0	0	47,787	24,221
Totals	\$30,000	\$0	\$59,818	\$47,391

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 14 - OPERATING LEASE COMMITMENT

The City is committed under a lease to use an office building, at a rate of \$8,333 per month, to house its police division during the construction of a new police headquarters. This lease began March 1, 2004 and is scheduled to end on August 31, 2005. This lease is considered for accounting purposes to be an operating lease. Lease expenditures for the fiscal year ended December 31, 2004, amounted to \$83,333. Future minimum lease payments for this lease will be \$66,667 during 2005.

NOTE 15 - CONDUIT DEBT OBLIGATIONS

From time to time, the City has issued revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from hospital and various industrial revenues. Ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2004, there were fourteen series of Industrial Revenue Bonds and two series of Hospital Revenue Bonds outstanding. The aggregate principal amount payable for the fourteen Industrial Revenue Bonds issued prior to January 1, 1996, could not be determined, however, their original issue amounts totaled \$11,430,000. The principal balance payable for the two Hospital Revenue Bonds, issued prior to January 1, 1996, was \$19,425,000 at year end.

NOTE 16 - CONSTRUCTION COMMITMENTS

As of December 31, 2004, the City had the following commitments with respect to capital projects:

Capital Projects	Remaining Construction Commitment	Expected Date of Completion
Water and Sewer Pump Station Rehabilitation	\$93,378	2005
Carew Lane Improvement	35,300	2005
Police Station	5,098,736	2005
Anthony Wayne Trail Beautification	24,107	2005
Senior Center Addition	224,313	2005
Press Boxes (Ford and Rolf Parks)	737,168	2005
Safety Training Center	52,918	2006
Fire Station	215,687	2006
Equipment Storage Building	10,125	2006
Total	\$6,491,732	

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 17 - INSURANCE AND RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. In 1994, the City joined the Ohio Government Risk Management Plan (the "OGRMP"), a public entity risk plan formed under Section 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for 585 member political subdivisions. The City pays an annual premium to the OGRMP for its general insurance coverage. The agreement for formation of the OGRMP provides that the organization will be self-sustaining through member premiums and will reinsure all claims in excess of a member's deductible through commercial insurance and reinsurance companies.

The City maintains a self-funded health insurance program with claims processed by Bridge Benefits, Inc. on behalf of the City. A separate Medical Care - Self Insured Fund (an internal service fund) was created in 1990 to account for and finance the health insurance program. As an integral part of the health insurance program, a reinsurance policy has been purchased covering claims in excess of \$40,000 per individual per year up to a maximum of \$1,000,000 per individual per lifetime. Settled claims have not exceeded the commercial coverage limits in any of the past three fiscal years.

All funds of the City from which employee salaries are paid participate in the health insurance program and make payments to the Medical Care - Self Insured Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Total contributions to the program during 2004 were \$1,338,631. The claims liability of \$119,263 reported in the Medical Care - Self Insured Fund at December 31, 2004 is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," as amended by GASB Statement No. 30 "Risk Management Omnibus," which requires that a liability for claims be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the Medical Care - Self Insured Fund's claims liability amount in fiscal years 2002, 2003 and 2004 were:

<u>Fiscal Year</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Claims Liability at Fiscal Year End</u>
2002	\$52,289	\$715,032	(\$663,668)	\$103,653
2003	103,653	918,314	(946,845)	75,122
2004	75,122	1,080,056	(1,035,915)	119,263

Workers' Compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2004***

NOTE 17 - INSURANCE AND RISK MANAGEMENT (Continued)

The City also pays unemployment claims to the State of Ohio as incurred.

The City continues to carry commercial insurance for other risks of loss, including employee life insurance. There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

NOTE 18 – SUBSEQUENT EVENTS

The City issued General Obligation Bonds in the amount of \$20,665,000 dated March 1, 2005 for various projects throughout the City.

On April 18, 2005 the City authorized contracts for the construction of the Safety Training Facility in the amount of \$2,917,539.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, AND
FIDUCIARY FUNDS.*

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

Street Construction, Maintenance and Repair Fund

To account for revenues distributed by the state from the motor vehicle and gasoline taxes. Expenditures may only be for street construction and maintenance.

State Highway Improvement Fund

To account for the revenues distributed by the state from the motor vehicle taxes, permissive fees and gasoline taxes. Expenditures may only be used for street and state highway improvements and maintenance.

Permissive Auto License Tax Fund

To account for the permissive auto license taxes levied for street construction, maintenance and repair.

Street Lighting Fund

To account for the revenue from special assessments for street lighting construction and operation.

Law Enforcement Trust Fund

To account for funds received by the police department for contraband, per state statute.

Mandatory Drug Law Fund

To account for mandatory fines collected for drug offenses.

Enforcement and Education Fund

To account for financial resources used to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

Indigent Drivers Alcohol Treatment Fund

To account for the revenues from fines as established by the state to pay for alcohol treatment related training programs for indigent persons.

Special Revenue Funds (Continued)

Municipal Court Capital Improvement Fund

To account for the acquisition, improvement, replacement and repair of capital assets of the Maumee Municipal Court.

Community Housing Improvement Program Fund

To account for financial resources for use in assisting low income home owners and first time buyers.

Community Development Block Grant Fund

To account for federal and state grants designated for community and environmental improvements.

Job Creation and Retention Fund

To account for grants made by the City through the Job Creation and Retention Grant Program.

Maumee Revolving Loan Fund

To account for loans made by the City through the Maumee Revolving Loan Program.

Police Pension Fund

To account for taxes levied toward partial payment of the current and accrued liability for police disability and pension.

Street Opening Fund

To account for performance bonds posted by contractors and owners to ensure full restoration of pavement or completion of construction on public property.

Federal and State Grants Fund

To account for revenues from State and Federal Grants and related expenditures.

Probation Services Fund

To account for revenues generated from court costs from cases requiring services from the Probation Division.

Debt Service Fund

The debt service funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment levies when the government is obligated in some manner for the payment.

General Bond Retirement Fund

To account for the accumulation of resources for the payment of general obligation debt of the City including self-supporting obligations not otherwise paid from proprietary funds. (The Statement of Revenues, Expenditures and Changes in Fund Balances is not presented because there was no activity during the year. This fund only exists on a GAAP basis and is not part of the City's appropriated budget, therefore no budgetary schedule is presented.)

Ohio Water Development Authority Debt Service Fund

To account for revenue from assessments and for expenditures to retire debt to the Ohio Water Development Authority.

Capital Projects Funds

The 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 proprietary or trust funds.

Sewer Construction Fund

To account for revenues and expenditures designated for the construction and acquisition of capital sewer projects.

Waterline Construction Fund

To account for revenues and expenditures designated for the construction and acquisition of capital waterline projects.

Street Construction Fund

To account for revenues and expenditures designated for the construction and acquisition of capital street projects.

Sidewalk Construction Fund

To account for revenues and expenditures designated for the construction and acquisition of capital sidewalk projects

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2004**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 2,494,992	\$ 4	\$ 509,879	\$ 3,004,875
Receivables:				
Taxes	159,947	0	0	159,947
Intergovernmental	589,980	0	0	589,980
Interest	35	0	0	35
Loans	273,631	0	0	273,631
Inventory of Supplies, at Cost	24,714	0	0	24,714
Prepaid Items	3,960	0	0	3,960
Restricted Assets:				
Cash and Cash Equivalents with Fiscal Agent	0	2,540	0	2,540
Total Assets	\$ 3,547,259	\$ 2,544	\$ 509,879	\$ 4,059,682
Liabilities:				
Accounts Payable	\$ 56,657	\$ 0	\$ 17,181	\$ 73,838
Accrued Wages and Benefits Payable	169,057	0	0	169,057
Matured Bonds and Interest Payable	0	2,540	0	2,540
Deferred Revenue	543,803	0	0	543,803
Compensated Absences Payable	4,132	0	0	4,132
Total Liabilities	773,649	2,540	17,181	793,370
Fund Balances:				
Reserved for Encumbrances	155,762	0	156,806	312,568
Reserved for Prepaid Items	3,960	0	0	3,960
Reserved for Supplies Inventory	24,714	0	0	24,714
Reserved for Loans Receivable	273,631	0	0	273,631
Undesignated/Unreserved	2,315,543	4	335,892	2,651,439
Total Fund Balances	2,773,610	4	492,698	3,266,312
Total Liabilities and Fund Balances	\$ 3,547,259	\$ 2,544	\$ 509,879	\$ 4,059,682

CITY OF MAUMEE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2004**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property Taxes	\$ 140,318	\$ 0	\$ 0	\$ 140,318
Intergovernmental Revenues	1,083,680	0	0	1,083,680
Licenses and Permits	5,850	0	0	5,850
Investment Earnings	19,567	0	0	19,567
Special Assessments	268,837	0	15,050	283,887
Fines and Forfeitures	103,773	0	0	103,773
All Other Revenue	0	0	378	378
Total Revenue	1,622,025	0	15,428	1,637,453
Expenditures:				
Current:				
Security of Persons and Property	745,554	0	0	745,554
Community Environment	1,010,297	0	0	1,010,297
Transportation	614,923	0	0	614,923
General Government	94,860	0	0	94,860
Capital Outlay	0	0	3,403,776	3,403,776
Debt Service:				
Principal Retirement	30,000	50,682	0	80,682
Interest and Fiscal Charges	0	36,868	0	36,868
Total Expenditures	2,495,634	87,550	3,403,776	5,986,960
Excess (Deficiency) of Revenues Over Expenditures	(873,609)	(87,550)	(3,388,348)	(4,349,507)
Other Financing Sources (Uses):				
Transfers In	702,000	87,550	2,696,227	3,485,777
Transfers Out	(200,000)	0	(103,818)	(303,818)
Total Other Financing Sources (Uses)	502,000	87,550	2,592,409	3,181,959
Net Change in Fund Balances	(371,609)	0	(795,939)	(1,167,548)
Fund Balances at Beginning of Year - Restated	3,154,470	4	1,288,637	4,443,111
Decrease in Inventory Reserve	(9,251)	0	0	(9,251)
Fund Balances End of Year	\$ 2,773,610	\$ 4	\$ 492,698	\$ 3,266,312

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004**

	Street Construction, Maintenance and Repair	State Highway Improvement	Permissive Auto License Tax	Street Lighting
Assets:				
Cash and Cash Equivalents	\$ 355,557	\$ 141,959	\$ 316,763	\$ 579,904
Receivables:				
Taxes	0	0	0	0
Intergovernmental	435,576	35,318	93,720	0
Interest	0	0	35	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	24,714	0	0	0
Prepaid Items	3,960	0	0	0
Total Assets	\$ 819,807	\$ 177,277	\$ 410,518	\$ 579,904
Liabilities:				
Accounts Payable	\$ 25,443	\$ 947	\$ 0	\$ 20,413
Accrued Wages and Benefits Payable	32,901	0	0	0
Deferred Revenue	290,384	23,546	62,480	0
Compensated Absences Payable	4,132	0	0	0
Total Liabilities	352,860	24,493	62,480	20,413
Fund Balances:				
Reserved for Encumbrances	145,101	8,295	0	0
Reserved for Prepaid Items	3,960	0	0	0
Reserved for Supplies Inventory	24,714	0	0	0
Reserved for Loans Receivable	0	0	0	0
Undesignated/Unreserved	293,172	144,489	348,038	559,491
Total Fund Balances	466,947	152,784	348,038	559,491
Total Liabilities and Fund Balances	\$ 819,807	\$ 177,277	\$ 410,518	\$ 579,904

CITY OF MAUMEE, OHIO

Law Enforcement Trust	Mandatory Drug Law	Enforcement and Education	Indigent Driver Alcohol Treatment	Municipal Court Capital Improvement
\$ 1,717	\$ 22,039	\$ 6,115	\$ 123,189	\$ 188,089
0	0	0	0	0
0	195	440	5,272	12,013
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$ 1,717</u>	<u>\$ 22,234</u>	<u>\$ 6,555</u>	<u>\$ 128,461</u>	<u>\$ 200,102</u>
\$ 0	\$ 0	\$ 0	\$ 376	\$ 3,462
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>376</u>	<u>3,462</u>
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
1,717	22,234	6,555	128,085	196,640
<u>1,717</u>	<u>22,234</u>	<u>6,555</u>	<u>128,085</u>	<u>196,640</u>
<u>\$ 1,717</u>	<u>\$ 22,234</u>	<u>\$ 6,555</u>	<u>\$ 128,461</u>	<u>\$ 200,102</u>

(Continued)

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2004**

	Community Housing Improvement Program	Community Development Block Grant	Job Creation and Retention	Maumee Revolving Loan
Assets:				
Cash and Cash Equivalents	\$ 6,116	\$ 230,482	\$ 172,900	\$ 255,620
Receivables:				
Taxes	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	210,730	0	62,901
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 6,116	\$ 441,212	\$ 172,900	\$ 318,521
Liabilities:				
Accounts Payable	\$ 0	\$ 6,016	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Deferred Revenue	0	0	0	0
Compensated Absences Payable	0	0	0	0
Total Liabilities	0	6,016	0	0
Fund Balances:				
Reserved for Encumbrances	0	2,366	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Reserved for Loans Receivable	0	210,730	0	62,901
Undesignated/Unreserved	6,116	222,100	172,900	255,620
Total Fund Balances	6,116	435,196	172,900	318,521
Total Liabilities and Fund Balances	\$ 6,116	\$ 441,212	\$ 172,900	\$ 318,521

CITY OF MAUMEE, OHIO

<u>Police Pension</u>	<u>Street Opening</u>	<u>Federal and State Grants</u>	<u>Probation Services</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 295	\$ 73,003	\$ 19,890	\$ 1,354	\$ 2,494,992
159,947	0	0	0	159,947
7,446	0	0	0	589,980
0	0	0	0	35
0	0	0	0	273,631
0	0	0	0	24,714
0	0	0	0	3,960
<u>\$ 167,688</u>	<u>\$ 73,003</u>	<u>\$ 19,890</u>	<u>\$ 1,354</u>	<u>\$ 3,547,259</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 56,657
136,156	0	0	0	169,057
167,393	0	0	0	543,803
0	0	0	0	4,132
<u>303,549</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>773,649</u>
0	0	0	0	155,762
0	0	0	0	3,960
0	0	0	0	24,714
0	0	0	0	273,631
<u>(135,861)</u>	<u>73,003</u>	<u>19,890</u>	<u>1,354</u>	<u>2,315,543</u>
<u>(135,861)</u>	<u>73,003</u>	<u>19,890</u>	<u>1,354</u>	<u>2,773,610</u>
<u>\$ 167,688</u>	<u>\$ 73,003</u>	<u>\$ 19,890</u>	<u>\$ 1,354</u>	<u>\$ 3,547,259</u>

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	Street Construction, Maintenance and Repair	State Highway Improvement	Permissive Auto License Tax	Street Lighting
Revenues:				
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	729,736	59,168	217,278	0
Licenses and Permits	0	0	0	0
Investment Earnings	0	0	181	0
Special Assessments	0	0	0	268,837
Fines and Forfeitures	0	0	0	0
Total Revenue	<u>729,736</u>	<u>59,168</u>	<u>217,459</u>	<u>268,837</u>
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	217,848
Community Environment	0	0	0	0
Transportation	525,897	31,800	57,226	0
General Government	0	0	0	0
Debt Service:				
Principal Retirement	0	0	30,000	0
Total Expenditures	<u>525,897</u>	<u>31,800</u>	<u>87,226</u>	<u>217,848</u>
Excess (Deficiency) of Revenues Over Expenditures	203,839	27,368	130,233	50,989
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	0	0	(200,000)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>(200,000)</u>	<u>0</u>
Net Change in Fund Balances	203,839	27,368	(69,767)	50,989
Fund Balances at Beginning of Year - Restated	272,359	125,416	417,805	508,502
Decrease in Inventory Reserve	(9,251)	0	0	0
Fund Balances End of Year	<u>\$ 466,947</u>	<u>\$ 152,784</u>	<u>\$ 348,038</u>	<u>\$ 559,491</u>

CITY OF MAUMEE, OHIO

<u>Law Enforcement Trust</u>	<u>Mandatory Drug Law</u>	<u>Enforcement and Education</u>	<u>Indigent Drivers Alcohol Treatment</u>	<u>Municipal Court Capital Improvement</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
556	0	0	0	0
0	0	0	0	0
25	0	0	0	0
0	0	0	0	0
0	2,165	2,796	18,928	78,530
<u>581</u>	<u>2,165</u>	<u>2,796</u>	<u>18,928</u>	<u>78,530</u>
0	5,000	0	7,423	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	94,460
0	0	0	0	0
<u>0</u>	<u>5,000</u>	<u>0</u>	<u>7,423</u>	<u>94,460</u>
581	(2,835)	2,796	11,505	(15,930)
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
581	(2,835)	2,796	11,505	(15,930)
1,136	25,069	3,759	116,580	212,570
0	0	0	0	0
<u>\$ 1,717</u>	<u>\$ 22,234</u>	<u>\$ 6,555</u>	<u>\$ 128,085</u>	<u>\$ 196,640</u>

(Continued)

CITY OF MAUMEE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	Community Housing Improvement Program	Community Development Block Grant	Job Creation and Retention	Maumee Revolving Loan
Revenues:				
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	42,500	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	0	15,270	0	4,091
Special Assessments	0	0	0	0
Fines and Forfeitures	0	0	0	0
Total Revenue	<u>0</u>	<u>57,770</u>	<u>0</u>	<u>4,091</u>
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	0
Community Environment	0	765,497	244,800	0
Transportation	0	0	0	0
General Government	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Total Expenditures	<u>0</u>	<u>765,497</u>	<u>244,800</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(707,727)	(244,800)	4,091
Other Financing Sources (Uses):				
Transfers In	0	150,000	200,000	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>150,000</u>	<u>200,000</u>	<u>0</u>
Net Change in Fund Balances	0	(557,727)	(44,800)	4,091
Fund Balances at Beginning of Year - Restated	6,116	992,923	217,700	314,430
Decrease in Inventory Reserve	0	0	0	0
Fund Balances End of Year	<u>\$ 6,116</u>	<u>\$ 435,196</u>	<u>\$ 172,900</u>	<u>\$ 318,521</u>

CITY OF MAUMEE, OHIO

<u>Police Pension</u>	<u>Street Opening</u>	<u>Federal and State Grants</u>	<u>Probation Services</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 140,318	\$ 0	\$ 0	\$ 0	\$ 140,318
14,552	0	19,890	0	1,083,680
0	5,850	0	0	5,850
0	0	0	0	19,567
0	0	0	0	268,837
0	0	0	1,354	103,773
<u>154,870</u>	<u>5,850</u>	<u>19,890</u>	<u>1,354</u>	<u>1,622,025</u>
515,283	0	0	0	745,554
0	0	0	0	1,010,297
0	0	0	0	614,923
0	400	0	0	94,860
0	0	0	0	30,000
<u>515,283</u>	<u>400</u>	<u>0</u>	<u>0</u>	<u>2,495,634</u>
(360,413)	5,450	19,890	1,354	(873,609)
352,000	0	0	0	702,000
0	0	0	0	(200,000)
<u>352,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>502,000</u>
(8,413)	5,450	19,890	1,354	(371,609)
(127,448)	67,553	0	0	3,154,470
0	0	0	0	(9,251)
<u>\$ (135,861)</u>	<u>\$ 73,003</u>	<u>\$ 19,890</u>	<u>\$ 1,354</u>	<u>\$ 2,773,610</u>

CITY OF MAUMEE, OHIO

***Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2004***

	<u>General Bond Retirement</u>	<u>OWDA Debt Service</u>	<u>Total Nonmajor Debt Service Funds</u>
Assets:			
Cash and Cash Equivalents	\$ 0	\$ 4	\$ 4
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	<u>2,540</u>	<u>0</u>	<u>2,540</u>
Total Assets	<u>\$ 2,540</u>	<u>\$ 4</u>	<u>\$ 2,544</u>
Liabilities:			
Matured Bonds and Interest Payable	<u>2,540</u>	<u>0</u>	<u>2,540</u>
Total Liabilities	<u>2,540</u>	<u>0</u>	<u>2,540</u>
Fund Balances:			
Undesignated/Unreserved	<u>0</u>	<u>4</u>	<u>4</u>
Total Fund Balances	<u>0</u>	<u>4</u>	<u>4</u>
Total Liabilities and Fund Balances	<u>\$ 2,540</u>	<u>\$ 4</u>	<u>\$ 2,544</u>

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Debt Service Funds
For the Year Ended December 31, 2004***

	<u>OWDA Debt Service</u>
Revenues:	
Total Revenue	<u>\$ 0</u>
Expenditures:	
Debt Service:	
Principal Retirement	50,682
Interest and Fiscal Charges	<u>36,868</u>
Total Expenditures	<u>87,550</u>
Excess (Deficiency) of Revenues Over Expenditures	(87,550)
Other Financing Sources (Uses):	
Transfers In	<u>87,550</u>
Total Other Financing Sources (Uses)	<u>87,550</u>
Net Change in Fund Balances	0
Fund Balances at Beginning of Year	<u>4</u>
Fund Balances End of Year	<u><u>\$ 4</u></u>

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2004**

	Sewer Construction	Waterline Construction	Street Construction	Sidewalk Construction	Total Nonmajor Capital Projects Funds
Assets:					
Cash and Cash Equivalents	\$ 113,614	\$ 26,818	\$ 270,213	\$ 99,234	\$ 509,879
Total Assets	<u>\$ 113,614</u>	<u>\$ 26,818</u>	<u>\$ 270,213</u>	<u>\$ 99,234</u>	<u>\$ 509,879</u>
Liabilities:					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 17,181	\$ 17,181
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>17,181</u>	<u>17,181</u>
Fund Balances:					
Reserved for Encumbrances	88,863	26,285	41,658	0	156,806
Undesignated/Unreserved	<u>24,751</u>	<u>533</u>	<u>228,555</u>	<u>82,053</u>	<u>335,892</u>
Total Fund Balances	<u>113,614</u>	<u>26,818</u>	<u>270,213</u>	<u>82,053</u>	<u>492,698</u>
Total Liabilities and Fund Balances	<u>\$ 113,614</u>	<u>\$ 26,818</u>	<u>\$ 270,213</u>	<u>\$ 99,234</u>	<u>\$ 509,879</u>

CITY OF MAUMEE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004**

	Sewer Construction	Waterline Construction	Street Construction	Sidewalk Construction	Total Nonmajor Capital Project Funds
Revenues:					
Special Assessments	\$ 0	\$ 0	\$ 0	\$ 15,050	\$ 15,050
All Other Revenue	0	0	0	378	378
Total Revenue	0	0	0	15,428	15,428
Expenditures:					
Capital Outlay	1,418,275	339,038	1,553,093	93,370	3,403,776
Total Expenditures	1,418,275	339,038	1,553,093	93,370	3,403,776
Excess (Deficiency) of Revenues Over Expenditures	(1,418,275)	(339,038)	(1,553,093)	(77,942)	(3,388,348)
Other Financing Sources (Uses):					
Transfers In	845,866	7,459	1,768,517	74,385	2,696,227
Transfers Out	0	(6)	(103,812)	0	(103,818)
Total Other Financing Sources (Uses)	845,866	7,453	1,664,705	74,385	2,592,409
Net Change in Fund Balances	(572,409)	(331,585)	111,612	(3,557)	(795,939)
Fund Balances at Beginning of Year	686,023	358,403	158,601	85,610	1,288,637
Fund Balances End of Year	\$ 113,614	\$ 26,818	\$ 270,213	\$ 82,053	\$ 492,698

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 1,679,000	\$ 1,679,000	\$ 1,587,538	\$ (91,462)
Intergovernmental Revenues	2,749,000	2,749,000	2,728,523	(20,477)
Charges for Services	313,150	588,150	648,095	59,945
Licenses and Permits	168,100	168,100	188,256	20,156
Investment Earnings	500,000	500,000	467,983	(32,017)
Special Assessments	3,000	3,000	1,842	(1,158)
Fines and Forfeitures	808,000	808,000	606,700	(201,300)
All Other Revenues	594,000	669,000	176,111	(492,889)
Total Revenues	<u>6,814,250</u>	<u>7,164,250</u>	<u>6,405,048</u>	<u>(759,202)</u>
Expenditures:				
Security of Persons and Property:				
Safety Administration:				
Personal Services	120,250	121,250	121,554	(304)
Contractual Services	78,435	101,135	94,047	7,088
Materials and Supplies	2,805	2,105	418	1,687
Capital Outlay	0	2,500	2,241	259
Total Safety Administration	<u>201,490</u>	<u>226,990</u>	<u>218,260</u>	<u>8,730</u>
Fire:				
Personal Services	439,800	439,800	406,530	33,270
Contractual Services	184,900	189,020	142,462	46,558
Materials and Supplies	52,805	52,805	39,909	12,896
Capital Outlay	24,492	122,220	113,972	8,248
Total Fire	<u>701,997</u>	<u>803,845</u>	<u>702,873</u>	<u>100,972</u>
Fire Prevention:				
Personal Services	255,584	255,584	243,866	11,718
Contractual Services	24,070	24,070	9,771	14,299
Materials and Supplies	6,350	6,350	2,181	4,169
Capital Outlay	1,498	49,080	40,737	8,343
Total Fire Prevention	<u>287,502</u>	<u>335,084</u>	<u>296,555</u>	<u>38,529</u>
Ambulance:				
Personal Services	588,393	588,393	575,515	12,878
Contractual Services	64,925	70,125	47,880	22,245
Materials and Supplies	27,020	27,020	17,214	9,806
Capital Outlay	20,795	191,537	188,847	2,690
Total Ambulance	<u>701,133</u>	<u>877,075</u>	<u>829,456</u>	<u>47,619</u>

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Lucas County EMS:				
Personal Services	780,635	780,635	691,407	89,228
Contractual Services	10,600	10,600	8,495	2,105
Materials and Supplies	10,905	10,905	7,668	3,237
Total Lucas County EMS	<u>802,140</u>	<u>802,140</u>	<u>707,570</u>	<u>94,570</u>
Police:				
Personal Services	2,931,206	3,045,206	3,048,784	(3,578)
Contractual Services	737,821	725,821	661,925	63,896
Materials and Supplies	214,159	201,814	163,217	38,597
Capital Outlay	12,127	434,591	427,351	7,240
Total Police	<u>3,895,313</u>	<u>4,407,432</u>	<u>4,301,277</u>	<u>106,155</u>
Police Detective:				
Personal Services	408,058	408,058	376,163	31,895
Total Police Detective	<u>408,058</u>	<u>408,058</u>	<u>376,163</u>	<u>31,895</u>
Crime Prevention:				
Personal Services	145,350	145,350	0	145,350
Total Crime Prevention	<u>145,350</u>	<u>145,350</u>	<u>0</u>	<u>145,350</u>
Animal Control:				
Personal Services	56,750	56,750	32,556	24,194
Contractual Services	15,840	15,840	17,392	(1,552)
Materials and Supplies	2,000	2,000	368	1,632
Total Animal Control	<u>74,590</u>	<u>74,590</u>	<u>50,316</u>	<u>24,274</u>
D.E.A.:				
Personal Services	72,875	72,875	0	72,875
Total D.E.A.	<u>72,875</u>	<u>72,875</u>	<u>0</u>	<u>72,875</u>
Dispatcher:				
Personal Services	760,259	760,259	724,782	35,477
Contractual Services	27,250	27,250	15,579	11,671
Materials and Supplies	1,500	1,500	922	578
Total Dispatcher	<u>789,009</u>	<u>789,009</u>	<u>741,283</u>	<u>47,726</u>
Prosecutor:				
Personal Services	255,550	255,550	241,304	14,246
Contractual Services	36,200	41,200	20,047	21,153
Materials and Supplies	3,700	3,700	1,453	2,247
Capital Outlay	2,140	16,140	7,709	8,431
Total Prosecutor	<u>297,590</u>	<u>316,590</u>	<u>270,513</u>	<u>46,077</u>
Total Security of Persons and Property	<u>8,377,047</u>	<u>9,259,038</u>	<u>8,494,266</u>	<u>764,772</u>

(Continued)

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Public Health and Welfare:				
Cemetery:				
Personal Services	24,050	24,050	23,520	530
Contractual Services	3,000	3,000	734	2,266
Materials and Supplies	4,900	4,900	2,882	2,018
Total Cemetery	<u>31,950</u>	<u>31,950</u>	<u>27,136</u>	<u>4,814</u>
Administration:				
Contractual Services	128,800	128,800	126,383	2,417
Capital Outlay	0	1,800	565	1,235
Total Administration	<u>128,800</u>	<u>130,600</u>	<u>126,948</u>	<u>3,652</u>
Total Public Health and Welfare	<u>160,750</u>	<u>162,550</u>	<u>154,084</u>	<u>8,466</u>
Leisure Time Activities:				
Recreation:				
Personal Services	293,000	293,000	238,305	54,695
Contractual Services	173,000	438,595	350,130	88,465
Materials and Supplies	105,615	151,453	118,409	33,044
Total Recreation	<u>571,615</u>	<u>883,048</u>	<u>706,844</u>	<u>176,204</u>
Parks and Forestry:				
Personal Services	868,613	868,613	782,736	85,877
Contractual Services	188,210	224,814	195,769	29,045
Materials and Supplies	118,800	118,800	88,498	30,302
Capital Outlay	3,250	70,144	54,720	15,424
Total Parks and Forestry	<u>1,178,873</u>	<u>1,282,371</u>	<u>1,121,723</u>	<u>160,648</u>
Total Leisure Time Activities	<u>1,750,488</u>	<u>2,165,419</u>	<u>1,828,567</u>	<u>336,852</u>
Community Environment:				
Inspection:				
Personal Services	340,569	340,569	321,643	18,926
Contractual Services	79,790	79,790	42,678	37,112
Materials and Supplies	11,200	11,200	5,583	5,617
Capital Outlay	4,895	38,948	35,043	3,905
Total Inspection	<u>436,454</u>	<u>470,507</u>	<u>404,947</u>	<u>65,560</u>
Community Development:				
Personal Services	91,300	93,800	94,007	(207)
Contractual Services	26,987	34,154	29,784	4,370
Materials and Supplies	3,750	3,750	1,321	2,429
Capital Outlay	279	1,779	1,579	200
Total Community Development	<u>122,316</u>	<u>133,483</u>	<u>126,691</u>	<u>6,792</u>
Total Community Environment	<u>558,770</u>	<u>603,990</u>	<u>531,638</u>	<u>72,352</u>

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Basic Utility Services:				
Storm Sewer:				
Personal Services	280,692	280,692	268,228	12,464
Contractual Services	138,754	143,754	42,365	101,389
Materials and Supplies	31,250	31,250	18,945	12,305
Capital Outlay	0	78,790	60,208	18,582
Total Storm Sewer	<u>450,696</u>	<u>534,486</u>	<u>389,746</u>	<u>144,740</u>
Refuse:				
Contractual Services	640,000	640,000	573,457	66,543
Materials and Supplies	4,590	4,590	4,590	0
Total Refuse	<u>644,590</u>	<u>644,590</u>	<u>578,047</u>	<u>66,543</u>
Total Basic Utility Services	<u>1,095,286</u>	<u>1,179,076</u>	<u>967,793</u>	<u>211,283</u>
Transportation:				
Service:				
Personal Services	338,790	338,790	301,527	37,263
Contractual Services	216,836	632,616	498,348	134,268
Materials and Supplies	16,000	21,828	5,874	15,954
Capital Outlay	0	75,325	71,940	3,385
Total Service	<u>571,626</u>	<u>1,068,559</u>	<u>877,689</u>	<u>190,870</u>
Service - Construction:				
Personal Services	530,719	530,719	518,796	11,923
Contractual Services	55,850	55,850	24,049	31,801
Materials and Supplies	46,950	46,950	31,806	15,144
Capital Outlay	0	86,100	78,513	7,587
Total Service - Construction	<u>633,519</u>	<u>719,619</u>	<u>653,164</u>	<u>66,455</u>
Service - Operations:				
Personal Services	676,420	676,420	546,174	130,246
Contractual Services	73,350	70,450	41,243	29,207
Materials and Supplies	78,950	81,850	81,781	69
Capital Outlay	14,060	68,610	66,999	1,611
Total Service - Operations	<u>842,780</u>	<u>897,330</u>	<u>736,197</u>	<u>161,133</u>
Total Transportation	<u>2,047,925</u>	<u>2,685,508</u>	<u>2,267,050</u>	<u>418,458</u>

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
General Government:				
City Council:				
Personal Services	53,560	53,560	53,245	315
Contractual Services	307,386	489,088	304,631	184,457
Materials and Supplies	700	700	656	44
Capital Outlay	0	5,000	0	5,000
Total City Council	<u>361,646</u>	<u>548,348</u>	<u>358,532</u>	<u>189,816</u>
Municipal Clerk:				
Personal Services	333,435	368,935	369,307	(372)
Contractual Services	290,258	272,033	201,206	70,827
Materials and Supplies	9,950	9,950	5,331	4,619
Capital Outlay	58,623	76,843	26,668	50,175
Total Municipal Clerk	<u>692,266</u>	<u>727,761</u>	<u>602,512</u>	<u>125,249</u>
Mayor:				
Personal Services	100,240	100,240	95,356	4,884
Contractual Services	11,130	11,130	4,970	6,160
Materials and Supplies	6,360	6,360	1,461	4,899
Capital Outlay	600	6,681	4,798	1,883
Total Mayor	<u>118,330</u>	<u>124,411</u>	<u>106,585</u>	<u>17,826</u>
Law Department:				
Personal Services	58,375	70,875	70,776	99
Contractual Services	154,469	191,969	183,431	8,538
Materials and Supplies	50	50	0	50
Total Law Department	<u>212,894</u>	<u>262,894</u>	<u>254,207</u>	<u>8,687</u>
Civil Service:				
Contractual Services	4,500	4,500	2,442	2,058
Materials and Supplies	1,500	1,500	0	1,500
Total Civil Service	<u>6,000</u>	<u>6,000</u>	<u>2,442</u>	<u>3,558</u>
Municipal Court:				
Personal Services	1,007,438	1,007,438	982,800	24,638
Contractual Services	324,725	324,725	248,795	75,930
Materials and Supplies	16,450	16,450	13,818	2,632
Capital Outlay	0	2,743	0	2,743
Total Municipal Court	<u>1,348,613</u>	<u>1,351,356</u>	<u>1,245,413</u>	<u>105,943</u>

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Administration:				
Contractual Services	176,169	191,172	130,383	60,789
Materials and Supplies	18,585	18,585	10,127	8,458
Capital Outlay	600	4,133	3,533	600
Total Administration	<u>195,354</u>	<u>213,890</u>	<u>144,043</u>	<u>69,847</u>
Total General Government	<u>2,935,103</u>	<u>3,234,660</u>	<u>2,713,734</u>	<u>520,926</u>
Total Expenditures	<u>16,925,369</u>	<u>19,290,241</u>	<u>16,957,132</u>	<u>2,333,109</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,111,119)	(12,125,991)	(10,552,084)	1,573,907
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	8,522	8,522
Transfers In	13,000,000	13,150,000	10,974,838	(2,175,162)
Transfers Out	<u>(658,500)</u>	<u>(658,500)</u>	<u>(557,000)</u>	<u>101,500</u>
Total Other Financing Sources (Uses)	<u>12,341,500</u>	<u>12,491,500</u>	<u>10,426,360</u>	<u>(2,065,140)</u>
Net Change in Fund Balance	2,230,381	365,509	(125,724)	(491,233)
Fund Balance at Beginning of Year	785,281	785,281	785,281	0
Prior Year Encumbrances	<u>201,542</u>	<u>201,542</u>	<u>201,542</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,217,204</u>	<u>\$ 1,352,332</u>	<u>\$ 861,099</u>	<u>\$ (491,233)</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Funds
For the Year Ended December 31, 2004**

INCOME TAX "A" (1%) FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Municipal Income Taxes	\$ 9,006,000	\$ 9,006,000	\$ 9,220,317	\$ 214,317
Total Revenues	<u>9,006,000</u>	<u>9,006,000</u>	<u>9,220,317</u>	<u>214,317</u>
Expenditures:				
General Government:				
Personal Services	299,540	299,540	284,296	15,244
Contractual Services	56,750	89,750	70,445	19,305
Materials and Supplies	4,700	4,700	2,391	2,309
Other Expenditures	600,000	1,360,000	1,014,547	345,453
Capital Outlay	<u>0</u>	<u>14,720</u>	<u>14,438</u>	<u>282</u>
Total Expenditures	<u>960,990</u>	<u>1,768,710</u>	<u>1,386,117</u>	<u>382,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,045,010	7,237,290	7,834,200	596,910
Other Financing Uses:				
Transfers Out	(13,500,000)	(19,954,785)	(16,592,335)	3,362,450
Advances Out	<u>(250,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(13,750,000)</u>	<u>(20,054,785)</u>	<u>(16,692,335)</u>	<u>3,362,450</u>
Net Change in Fund Balance	(5,704,990)	(12,817,495)	(8,858,135)	3,959,360
Fund Balance at Beginning of Year	<u>20,147,796</u>	<u>20,147,796</u>	<u>20,147,796</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 14,442,806</u>	<u>\$ 7,330,301</u>	<u>\$ 11,289,661</u>	<u>\$ 3,959,360</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Taxes	<u>\$ 4,503,000</u>	<u>\$ 4,503,000</u>	<u>\$ 4,543,643</u>	<u>\$ 40,643</u>
Total Revenues	<u>4,503,000</u>	<u>4,503,000</u>	<u>4,543,643</u>	<u>40,643</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,503,000	4,503,000	4,543,643	40,643
Other Financing Sources (Uses):				
Transfers In	0	0	105,055	105,055
Transfers Out	<u>0</u>	<u>(10,287,572)</u>	<u>(10,296,223)</u>	<u>(8,651)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(10,287,572)</u>	<u>(10,191,168)</u>	<u>96,404</u>
Net Change in Fund Balance	4,503,000	(5,784,572)	(5,647,525)	137,047
Fund Balance at Beginning of Year	<u>5,804,610</u>	<u>5,804,610</u>	<u>5,804,610</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 10,307,610</u>	<u>\$ 20,038</u>	<u>\$ 157,085</u>	<u>\$ 137,047</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Debt Service Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
SPECIAL ASSESSMENT BOND RETIREMENT FUND				
Revenues:				
Special Assessments	\$ 355,000	\$ 367,000	\$ 328,028	\$ (38,972)
Total Revenues	<u>355,000</u>	<u>367,000</u>	<u>328,028</u>	<u>(38,972)</u>
Expenditures:				
Debt Service:				
Principal Retirement	332,000	332,000	332,000	0
Interest and Fiscal Charges	<u>57,000</u>	<u>64,225</u>	<u>64,201</u>	<u>24</u>
Total Expenditures	<u>389,000</u>	<u>396,225</u>	<u>396,201</u>	<u>24</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,000)	(29,225)	(68,173)	(38,972)
Fund Balance at Beginning of Year	<u>195,571</u>	<u>195,571</u>	<u>195,571</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 161,571</u>	<u>\$ 166,346</u>	<u>\$ 127,398</u>	<u>\$ (38,972)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Capital Project Funds
For the Year Ended December 31, 2004***

PERMANENT IMPROVEMENT FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 0	\$ 0	\$ 424	\$ 424
Total Revenues	<u>0</u>	<u>0</u>	<u>424</u>	<u>424</u>
Expenditures:				
Capital Outlay	8,477,937	21,655,850	18,197,418	3,458,432
Total Expenditures	<u>8,477,937</u>	<u>21,655,850</u>	<u>18,197,418</u>	<u>3,458,432</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,477,937)	(21,655,850)	(18,196,994)	3,458,856
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	273,115	273,115
General Obligation Bonds Issued	7,000,000	7,000,000	0	(7,000,000)
General Obligation Notes Issued	8,000,000	8,000,000	0	(8,000,000)
Transfers In	2,000,000	2,000,000	13,180,298	11,180,298
Transfers Out	0	(1,237)	(1,237)	0
Total Other Financing Sources (Uses)	<u>17,000,000</u>	<u>16,998,763</u>	<u>13,452,176</u>	<u>(3,546,587)</u>
Net Change in Fund Balance	8,522,063	(4,657,087)	(4,744,818)	(87,731)
Fund Balance at Beginning of Year	3,049,627	3,049,627	3,049,627	0
Prior Year Encumbrances	5,428,313	5,428,313	5,428,313	0
Fund Balance at End of Year	<u>\$ 17,000,003</u>	<u>\$ 3,820,853</u>	<u>\$ 3,733,122</u>	<u>\$ (87,731)</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 583,116	\$ 2,000,000	\$ 670,692	\$ (1,329,308)
Total Revenues	<u>583,116</u>	<u>2,000,000</u>	<u>670,692</u>	<u>(1,329,308)</u>
Expenditures:				
Transportation:				
Personal Services	356,880	356,880	256,913	99,967
Contractual Services	159,900	159,900	105,908	53,992
Materials and Supplies	481,700	481,700	356,473	125,227
Total Expenditures	<u>998,480</u>	<u>998,480</u>	<u>719,294</u>	<u>279,186</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(415,364)	1,001,520	(48,602)	(1,050,122)
Fund Balance at Beginning of Year	118,615	118,615	118,615	0
Prior Year Encumbrances	115,000	115,000	115,000	0
Fund Balance at End of Year	<u>\$ (181,749)</u>	<u>\$ 1,235,135</u>	<u>\$ 185,013</u>	<u>\$ (1,050,122)</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 47,000	\$ 47,000	\$ 54,381	\$ 7,381
Total Revenues	<u>47,000</u>	<u>47,000</u>	<u>54,381</u>	<u>7,381</u>
Expenditures:				
Transportation:				
Personal Services	0	0	52	(52)
Contractual Services	91,500	91,500	40,990	50,510
Materials and Supplies	<u>12,880</u>	<u>12,880</u>	<u>0</u>	<u>12,880</u>
Total Expenditures	<u>104,380</u>	<u>104,380</u>	<u>41,042</u>	<u>63,338</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(57,380)	(57,380)	13,339	70,719
Fund Balance at Beginning of Year	<u>119,378</u>	<u>119,378</u>	<u>119,378</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 61,998</u>	<u>\$ 61,998</u>	<u>\$ 132,717</u>	<u>\$ 70,719</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

PERMISSIVE AUTO LICENSE TAX FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 225,000	\$ 225,000	\$ 218,307	\$ (6,693)
Investment Earnings	400	400	169	(231)
Total Revenues	<u>225,400</u>	<u>225,400</u>	<u>218,476</u>	<u>(6,924)</u>
Expenditures:				
Transportation:				
Capital Outlay	57,226	57,226	57,226	0
Debt Service:				
Principal Retirements	45,000	45,000	30,000	15,000
Total Expenditures	<u>102,226</u>	<u>102,226</u>	<u>87,226</u>	<u>15,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	123,174	123,174	131,250	8,076
Other Financing Sources (Uses):				
Transfers Out	(505,000)	(505,000)	(200,000)	305,000
Total Other Financing Sources (Uses)	<u>(505,000)</u>	<u>(505,000)</u>	<u>(200,000)</u>	<u>305,000</u>
Net Change in Fund Balance	(381,826)	(381,826)	(68,750)	313,076
Fund Balance at Beginning of Year	328,287	328,287	328,287	0
Prior Year Encumbrances	57,226	57,226	57,226	0
Fund Balance at End of Year	<u>\$ 3,687</u>	<u>\$ 3,687</u>	<u>\$ 316,763</u>	<u>\$ 313,076</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Special Assessments	<u>\$ 304,000</u>	<u>\$ 304,000</u>	<u>\$ 268,837</u>	<u>\$ (35,163)</u>
Total Revenues	<u>304,000</u>	<u>304,000</u>	<u>268,837</u>	<u>(35,163)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	<u>285,000</u>	<u>285,000</u>	<u>217,076</u>	<u>67,924</u>
Total Expenditures	<u>285,000</u>	<u>285,000</u>	<u>217,076</u>	<u>67,924</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,000	19,000	51,761	32,761
Fund Balance at Beginning of Year	<u>528,143</u>	<u>528,143</u>	<u>528,143</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 547,143</u>	<u>\$ 547,143</u>	<u>\$ 579,904</u>	<u>\$ 32,761</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 556	\$ 556
Investment Earnings	0	0	71	71
Fines and Forfeitures	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>(1,000)</u>
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>627</u>	<u>(373)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	641	641	0	641
Materials and Supplies	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Expenditures	<u>1,641</u>	<u>1,641</u>	<u>0</u>	<u>1,641</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(641)	(641)	627	1,268
Fund Balance at Beginning of Year	<u>1,090</u>	<u>1,090</u>	<u>1,090</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 449</u>	<u>\$ 449</u>	<u>\$ 1,717</u>	<u>\$ 1,268</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 3,000</u>	<u>\$ 3,000</u>	<u>\$ 2,355</u>	<u>\$ (645)</u>
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>2,355</u>	<u>(645)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	2,000	7,000	5,000	2,000
Materials and Supplies	<u>8,000</u>	<u>8,000</u>	<u>0</u>	<u>8,000</u>
Total Expenditures	<u>10,000</u>	<u>15,000</u>	<u>5,000</u>	<u>10,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,000)	(12,000)	(2,645)	9,355
Fund Balance at Beginning of Year	<u>24,684</u>	<u>24,684</u>	<u>24,684</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 17,684</u>	<u>\$ 12,684</u>	<u>\$ 22,039</u>	<u>\$ 9,355</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 1,500	\$ 1,500	\$ 2,743	\$ 1,243
Total Revenues	<u>1,500</u>	<u>1,500</u>	<u>2,743</u>	<u>1,243</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	1,850	1,850	0	1,850
Materials and Supplies	<u>3,000</u>	<u>3,000</u>	<u>0</u>	<u>3,000</u>
Total Expenditures	<u>4,850</u>	<u>4,850</u>	<u>0</u>	<u>4,850</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,350)	(3,350)	2,743	6,093
Fund Balance at Beginning of Year	<u>3,372</u>	<u>3,372</u>	<u>3,372</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 22</u>	<u>\$ 22</u>	<u>\$ 6,115</u>	<u>\$ 6,093</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 12,500</u>	<u>\$ 12,500</u>	<u>\$ 14,586</u>	<u>\$ 2,086</u>
Total Revenues	<u>12,500</u>	<u>12,500</u>	<u>14,586</u>	<u>2,086</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	<u>125,000</u>	<u>125,000</u>	<u>7,631</u>	<u>117,369</u>
Total Expenditures	<u>125,000</u>	<u>125,000</u>	<u>7,631</u>	<u>117,369</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(112,500)	(112,500)	6,955	119,455
Fund Balance at Beginning of Year	<u>116,234</u>	<u>116,234</u>	<u>116,234</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,734</u>	<u>\$ 3,734</u>	<u>\$ 123,189</u>	<u>\$ 119,455</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
MUNICIPAL COURT CAPITAL IMPROVEMENT FUND				
Revenues:				
Fines and Forfeitures	\$ 100,000	\$ 100,000	\$ 78,128	\$ (21,872)
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>78,128</u>	<u>(21,872)</u>
Expenditures:				
General Government:				
Contractual Services	103,845	103,845	69,456	34,389
Materials and Supplies	0	0	231	(231)
Capital Outlay	<u>84,657</u>	<u>84,657</u>	<u>24,282</u>	<u>60,375</u>
Total Expenditures	<u>188,502</u>	<u>188,502</u>	<u>93,969</u>	<u>94,533</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(88,502)	(88,502)	(15,841)	72,661
Other Financing Sources (Uses):				
Transfers Out	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>	<u>100,000</u>
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>	<u>100,000</u>
Net Change in Fund Balance	(188,502)	(188,502)	(15,841)	172,661
Fund Balance at Beginning of Year	188,288	188,288	188,288	0
Prior Year Encumbrances	<u>13,502</u>	<u>13,502</u>	<u>13,502</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 13,288</u>	<u>\$ 13,288</u>	<u>\$ 185,949</u>	<u>\$ 172,661</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

COMMUNITY HOUSING IMPROVEMENT PROGRAM FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Community Environment:				
Other Expenditures	6,115	6,115	0	6,115
Total Expenditures	<u>6,115</u>	<u>6,115</u>	<u>0</u>	<u>6,115</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,115)	(6,115)	0	6,115
Fund Balance at Beginning of Year	6,116	6,116	6,116	0
Fund Balance at End of Year	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 6,116</u>	<u>\$ 6,115</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

COMMUNITY DEVELOPMENT BLOCK GRANT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 442,500	\$ 442,500	\$ 42,500	\$ (400,000)
Investment Earnings	9,500	9,500	15,270	5,770
All Other Revenues	<u>52,600</u>	<u>52,600</u>	<u>49,347</u>	<u>(3,253)</u>
Total Revenues	<u>504,600</u>	<u>504,600</u>	<u>107,117</u>	<u>(397,483)</u>
Expenditures:				
Community Environment:				
Contractual Services	0	18,550	18,550	0
Other Expenditures	200,000	350,000	54,152	295,848
Capital Outlay	<u>0</u>	<u>651,876</u>	<u>695,161</u>	<u>(43,285)</u>
Total Expenditures	<u>200,000</u>	<u>1,020,426</u>	<u>767,863</u>	<u>252,563</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	304,600	(515,826)	(660,746)	(144,920)
Other Financing Sources (Uses):				
Transfers In	0	0	150,000	150,000
Transfers Out	<u>(1,036,000)</u>	<u>(42,500)</u>	<u>0</u>	<u>42,500</u>
Total Other Financing Sources (Uses)	<u>(1,036,000)</u>	<u>(42,500)</u>	<u>150,000</u>	<u>192,500</u>
Net Change in Fund Balance	(731,400)	(558,326)	(510,746)	47,580
Fund Balance at Beginning of Year	<u>732,846</u>	<u>732,846</u>	<u>732,846</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,446</u>	<u>\$ 174,520</u>	<u>\$ 222,100</u>	<u>\$ 47,580</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

JOB CREATION AND RETENTION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Community Environment:				
Other Expenditures	327,000	327,000	244,800	82,200
Total Expenditures	327,000	327,000	244,800	82,200
Excess (Deficiency) of Revenues Over (Under) Expenditures	(327,000)	(327,000)	(244,800)	82,200
Other Financing Sources (Uses):				
Transfers In	300,000	300,000	200,000	(100,000)
Total Other Financing Sources (Uses)	300,000	300,000	200,000	(100,000)
Net Change in Fund Balance	(27,000)	(27,000)	(44,800)	(17,800)
Fund Balance at Beginning of Year	217,700	217,700	217,700	0
Fund Balance at End of Year	<u>\$ 190,700</u>	<u>\$ 190,700</u>	<u>\$ 172,900</u>	<u>\$ (17,800)</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$ 2,000	\$ 2,000	\$ 4,091	\$ 2,091
All Other Revenues	<u>33,000</u>	<u>33,000</u>	<u>29,908</u>	<u>(3,092)</u>
Total Revenues	<u>35,000</u>	<u>35,000</u>	<u>33,999</u>	<u>(1,001)</u>
Expenditures:				
Community Environment:				
Other Expenditures	<u>250,000</u>	<u>250,000</u>	<u>0</u>	<u>250,000</u>
Total Expenditures	<u>250,000</u>	<u>250,000</u>	<u>0</u>	<u>250,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(215,000)	(215,000)	33,999	248,999
Fund Balance at Beginning of Year	<u>221,621</u>	<u>221,621</u>	<u>221,621</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 6,621</u>	<u>\$ 6,621</u>	<u>\$ 255,620</u>	<u>\$ 248,999</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	POLICE PENSION FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Property Taxes	\$ 152,000	\$ 152,000	\$ 140,318	\$ (11,682)
Intergovernmental Revenues	15,000	15,000	14,552	(448)
Total Revenues	<u>167,000</u>	<u>167,000</u>	<u>154,870</u>	<u>(12,130)</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	526,600	526,600	507,748	18,852
Total Expenditures	<u>526,600</u>	<u>526,600</u>	<u>507,748</u>	<u>18,852</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(359,600)	(359,600)	(352,878)	6,722
Other Financing Sources (Uses):				
Transfers In	358,500	358,500	352,000	(6,500)
Total Other Financing Sources (Uses)	<u>358,500</u>	<u>358,500</u>	<u>352,000</u>	<u>(6,500)</u>
Net Change in Fund Balance	(1,100)	(1,100)	(878)	222
Fund Balance at Beginning of Year	1,173	1,173	1,173	0
Fund Balance at End of Year	<u>\$ 73</u>	<u>\$ 73</u>	<u>\$ 295</u>	<u>\$ 222</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004**

	STREET OPENING FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Licenses and Permits	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 5,850</u>	<u>\$ (4,150)</u>
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>5,850</u>	<u>(4,150)</u>
Expenditures:				
Security of Persons and Property:				
Other Expenditures	<u>70,087</u>	<u>70,087</u>	<u>400</u>	<u>69,687</u>
Total Expenditures	<u>70,087</u>	<u>70,087</u>	<u>400</u>	<u>69,687</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(60,087)	(60,087)	5,450	65,537
Fund Balance at Beginning of Year	<u>67,553</u>	<u>67,553</u>	<u>67,553</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 7,466</u>	<u>\$ 7,466</u>	<u>\$ 73,003</u>	<u>\$ 65,537</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

STATE AND FEDERAL GRANTS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 19,890	\$ 19,890
Total Revenues	<u>0</u>	<u>0</u>	<u>19,890</u>	<u>19,890</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	19,890	19,890
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 19,890</u>	<u>\$ 19,890</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2004***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,354</u>	<u>\$ 1,354</u>
Total Revenues	<u>0</u>	<u>0</u>	<u>1,354</u>	<u>1,354</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	1,354	1,354
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,354</u>	<u>\$ 1,354</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Fund
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Debt Service:				
Principal Retirement	50,700	50,700	50,682	18
Interest and Fiscal Charges	<u>36,851</u>	<u>36,851</u>	<u>36,868</u>	<u>(17)</u>
Total Expenditures	<u>87,551</u>	<u>87,551</u>	<u>87,550</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(87,551)	(87,551)	(87,550)	1
Other Financing Sources (Uses):				
Transfers In	<u>87,550</u>	<u>87,550</u>	<u>87,550</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>87,550</u>	<u>87,550</u>	<u>87,550</u>	<u>0</u>
Net Change in Fund Balance	(1)	(1)	0	1
Fund Balance at Beginning of Year	<u>4</u>	<u>4</u>	<u>4</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 3</u></u>	<u><u>\$ 3</u></u>	<u><u>\$ 4</u></u>	<u><u>\$ 1</u></u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004**

SEWER CONSTRUCTION FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay	689,751	1,535,618	1,510,865	24,753
Total Expenditures	689,751	1,535,618	1,510,865	24,753
Excess (Deficiency) of Revenues Over (Under) Expenditures	(689,751)	(1,535,618)	(1,510,865)	24,753
Other Financing Sources (Uses):				
General Obligation Notes Issued	1,000,000	1,000,000	0	(1,000,000)
Transfers In	1,000,000	1,000,000	845,866	(154,134)
Total Other Financing Sources (Uses)	2,000,000	2,000,000	845,866	(1,154,134)
Net Change in Fund Balance	1,310,249	464,382	(664,999)	(1,129,381)
Fund Balance at Beginning of Year	85	85	85	0
Prior Year Encumbrances	689,666	689,666	689,666	0
Fund Balance at End of Year	<u>\$ 2,000,000</u>	<u>\$ 1,154,133</u>	<u>\$ 24,752</u>	<u>\$ (1,129,381)</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Capital Outlay	<u> 359,665</u>	<u> 367,124</u>	<u> 366,591</u>	<u> 533</u>
Total Expenditures	<u> 359,665</u>	<u> 367,124</u>	<u> 366,591</u>	<u> 533</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(359,665)	(367,124)	(366,591)	533
Other Financing Sources (Uses):				
Transfers In	500,000	500,000	7,459	(492,541)
Transfers Out	<u> (6)</u>	<u> 0</u>	<u> (6)</u>	<u> (6)</u>
Total Other Financing Sources (Uses)	<u> 499,994</u>	<u> 500,000</u>	<u> 7,453</u>	<u> (492,547)</u>
Net Change in Fund Balance	140,329	132,876	(359,138)	(492,014)
Fund Balance at Beginning of Year	184	184	184	0
Prior Year Encumbrances	<u> 359,487</u>	<u> 359,487</u>	<u> 359,487</u>	<u> 0</u>
Fund Balance at End of Year	<u><u>\$ 500,000</u></u>	<u><u>\$ 492,547</u></u>	<u><u>\$ 533</u></u>	<u><u>\$ (492,014)</u></u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Capital Outlay	<u>168,023</u>	<u>1,841,381</u>	<u>1,604,172</u>	<u>237,209</u>
Total Expenditures	<u>168,023</u>	<u>1,841,381</u>	<u>1,604,172</u>	<u>237,209</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(168,023)	(1,841,381)	(1,604,172)	237,209
Other Financing Sources (Uses):				
Transfers In	1,500,000	1,500,000	1,768,517	268,517
Transfers Out	<u>0</u>	<u>(103,812)</u>	<u>(103,812)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,500,000</u>	<u>1,396,188</u>	<u>1,664,705</u>	<u>268,517</u>
Net Change in Fund Balance	1,331,977	(445,193)	60,533	505,726
Fund Balance at Beginning of Year	139,596	139,596	139,596	0
Prior Year Encumbrances	<u>28,426</u>	<u>28,426</u>	<u>28,426</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,499,999</u>	<u>\$ (277,171)</u>	<u>\$ 228,555</u>	<u>\$ 505,726</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2004**

SIDEWALK CONSTRUCTION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Special Assessments	\$ 10,000	\$ 10,000	\$ 15,050	\$ 5,050
All Other Revenues	0	0	378	378
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>15,428</u>	<u>5,428</u>
Expenditures:				
Capital Outlay	85,611	159,996	93,370	66,626
Total Expenditures	<u>85,611</u>	<u>159,996</u>	<u>93,370</u>	<u>66,626</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(75,611)	(149,996)	(77,942)	72,054
Other Financing Sources (Uses):				
Transfers In	90,000	90,000	74,385	(15,615)
Total Other Financing Sources (Uses)	<u>90,000</u>	<u>90,000</u>	<u>74,385</u>	<u>(15,615)</u>
Net Change in Fund Balance	14,389	(59,996)	(3,557)	56,439
Fund Balance at Beginning of Year	85,610	85,610	85,610	0
Fund Balance at End of Year	<u>\$ 99,999</u>	<u>\$ 25,614</u>	<u>\$ 82,053</u>	<u>\$ 56,439</u>

Fiduciary Funds

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

Agency Funds

Municipal Court Fund

To account for funds that flow through the municipal court office.

Ohio Board of Building Standards Assessment Fund

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

CITY OF MAUMEE, OHIO

***Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2004***

	Balance December 31, 2003	Additions	Deductions	Balance December 31, 2004
<u>Municipal Court</u>				
Assets:				
Cash and Cash Equivalents	\$32,333	\$1,715,141	(\$1,707,984)	\$39,490
Total Assets	<u>\$32,333</u>	<u>\$1,715,141</u>	<u>(\$1,707,984)</u>	<u>\$39,490</u>
Liabilities:				
Due to Others	\$32,333	\$1,715,141	(\$1,707,984)	\$39,490
Total Liabilities	<u>\$32,333</u>	<u>\$1,715,141</u>	<u>(\$1,707,984)</u>	<u>\$39,490</u>
<u>Ohio Board of Building Standards Assessments</u>				
Assets:				
Cash and Cash Equivalents	\$140	\$3,672	(\$3,706)	\$106
Total Assets	<u>\$140</u>	<u>\$3,672</u>	<u>(\$3,706)</u>	<u>\$106</u>
Liabilities:				
Intergovernmental Payables	\$140	\$3,672	(\$3,706)	\$106
Total Liabilities	<u>\$140</u>	<u>\$3,672</u>	<u>(\$3,706)</u>	<u>\$106</u>
<u>Totals - All Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$32,473	\$1,718,813	(\$1,711,690)	\$39,596
Total Assets	<u>\$32,473</u>	<u>\$1,718,813</u>	<u>(\$1,711,690)</u>	<u>\$39,596</u>
Liabilities:				
Intergovernmental Payables	\$140	\$3,672	(\$3,706)	\$106
Due to Others	32,333	1,715,141	(1,707,984)	39,490
Total Liabilities	<u>\$32,473</u>	<u>\$1,718,813</u>	<u>(\$1,711,690)</u>	<u>\$39,596</u>

*CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS*

CITY OF MAUMEE, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
December 31, 2004***

<u>Capital Assets</u>	
Land	\$6,588,950
Buildings and Improvements	21,049,037
Machinery and Equipment	9,828,575
Infrastructure	2,083,195
Construction in Progress	8,189,854
Total Capital Assets	<u>\$47,739,611</u>
<u>Investment in Capital Assets</u>	
Acquired prior to January 1, 1986	\$4,134,119
General Fund	9,507,892
Special Revenue Funds	665,405
Capital Project Funds	33,432,195
Total Investment in Capital Assets	<u>\$47,739,611</u>

CITY OF MAUMEE, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
December 31, 2004***

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Machinery and Equipment</u>
<u>Security of Persons and Property:</u>			
Police	\$124,970	\$89,649	\$1,747,394
Fire	389,444	1,172,924	3,514,266
Total	514,414	1,262,573	5,261,660
<u>Leisure Time Activities:</u>			
Parks and Recreation	3,255,772	9,557,661	1,201,420
<u>Community Environment:</u>			
Inspection	0	0	165,873
<u>Public Health and Welfare:</u>			
Cemetery	97,080	4,300	5,260
<u>Basic Utility Services:</u>			
Sanitary Sewer	0	0	0
Water	0	0	0
Storm Sewer	725	187,272	54,517
Total	725	187,272	54,517
<u>Transportation:</u>			
Service	651,920	544,388	1,650,955
Street	0	2,620	407,673
Total	651,920	547,008	2,058,628
<u>General Government:</u>			
Clerk / Finance	0	0	162,709
Mayor	0	0	25,770
Administration	2,069,039	9,464,658	548,835
Court	0	25,565	286,107
Taxation	0	0	57,796
Total	2,069,039	9,490,223	1,081,217
Total Capital Assets	\$6,588,950	\$21,049,037	\$9,828,575

CITY OF MAUMEE, OHIO

<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Totals</u>
\$0	\$4,013,223	\$5,975,236
<u>0</u>	<u>19,743</u>	<u>5,096,377</u>
<u>0</u>	<u>4,032,966</u>	<u>11,071,613</u>
<u>0</u>	<u>117,563</u>	<u>14,132,416</u>
<u>0</u>	<u>0</u>	<u>165,873</u>
<u>0</u>	<u>0</u>	<u>106,640</u>
0	609,276	609,276
0	340,306	340,306
<u>0</u>	<u>870,277</u>	<u>1,112,791</u>
<u>0</u>	<u>1,819,859</u>	<u>2,062,373</u>
2,083,195	311,923	5,242,381
<u>0</u>	<u>0</u>	<u>410,293</u>
<u>2,083,195</u>	<u>311,923</u>	<u>5,652,674</u>
0	0	162,709
0	0	25,770
0	1,907,543	13,990,075
0	0	311,672
<u>0</u>	<u>0</u>	<u>57,796</u>
<u>0</u>	<u>1,907,543</u>	<u>14,548,022</u>
<u>\$2,083,195</u>	<u>\$8,189,854</u>	<u>\$47,739,611</u>

CITY OF MAUMEE, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule Changes by Function and Activity
For Year Ended December 31, 2004***

Function and Activity	December 31, 2003	Additions	Deletions	December 31, 2004
<u>Security of Persons and Property:</u>				
Police	\$1,921,493	\$4,055,544	(\$1,801)	\$5,975,236
Fire	5,158,135	206,254	(268,012)	5,096,377
Total	7,079,628	4,261,798	(269,813)	11,071,613
<u>Leisure Time Activities:</u>				
Parks and Recreation	6,134,401	9,028,091	(1,030,076)	14,132,416
<u>Community Environment:</u>				
Inspection	134,125	35,448	(3,700)	165,873
<u>Public Health and Welfare:</u>				
Cemetery	106,075	565	0	106,640
<u>Basic Utility Services:</u>				
Sanitary Sewer	0	609,276	0	609,276
Water	0	340,306	0	340,306
Storm Sewer	272,940	839,851	0	1,112,791
Total	272,940	1,789,433	0	2,062,373
<u>Transportation:</u>				
Service	3,936,058	1,620,988	(341,587)	5,215,459
Street	303,979	134,736	(1,500)	437,215
Total	4,240,037	1,755,724	(343,087)	5,652,674
<u>General Government:</u>				
Clerk / Finance	142,837	19,872	0	162,709
Mayor	24,483	1,287	0	25,770
Administration	13,349,062	2,316,543	(1,675,530)	13,990,075
Court	290,319	21,353	0	311,672
Taxation	50,024	8,894	(1,122)	57,796
Total	13,856,725	2,367,949	(1,676,652)	14,548,022
Total Capital Assets	\$31,823,931	\$19,239,008	(\$3,323,328)	\$47,739,611

STATISTICAL SECTION



STATISTICAL TABLES

***T**HE FOLLOWING UNAUDITED STATISTICAL TABLES REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS AND FISCAL CAPACITY OF THE CITY.*

CITY OF MAUMEE, OHIO

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN YEARS**

Year	Security of Persons and Property	Public Health and Welfare Services	Leisure Time Activities	Community Environment	Basic Utility Services	Trans- portation	General Government	Debt Service	Total
1995	\$4,779,701	\$147,288	\$815,434	\$466,250	\$653,447	\$1,978,489	\$1,760,272	\$1,316,522	\$11,917,403
1996	5,389,005	149,926	879,252	424,520	660,110	1,789,385	2,449,284	1,292,021	13,033,503
1997	5,639,014	161,857	875,039	622,870	636,055	2,477,625	2,715,412	1,143,318	14,271,190
1998	5,819,290	148,973	922,247	969,014	728,033	2,216,853	2,967,077	942,954	14,714,441
1999	6,126,442	154,426	1,074,825	481,991	647,918	2,068,012	2,813,519	853,707	14,220,840
2000	6,484,848	138,128	1,237,099	480,245	702,753	3,058,271	3,227,898	714,703	16,043,945
2001	7,236,689	145,977	1,206,257	668,836	782,987	2,406,627	3,084,259	566,120	16,097,752
2002	7,635,452	86,518	1,223,225	476,589	821,093	2,488,655	4,534,305	574,229	17,840,066
2003	8,122,303	150,897	1,256,182	767,296	949,100	2,636,857	3,826,318	526,445	18,235,398
2004	8,925,906	154,657	1,907,366	1,513,964	987,594	2,753,302	3,935,736	513,751	20,692,276

(1) Includes General Fund, Special Revenue Funds, and Debt Service Funds

NOTE In 1996 the Income Tax Funds were reclassified from expendable trust funds to special revenue funds.

CITY OF MAUMEE, OHIO

***GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN YEARS***

<u>Year</u>	<u>Total Taxes</u>	<u>Inter-Governmental Revenue</u>	<u>Charges for Services</u>	<u>Licenses and Permits</u>	<u>Investment Earnings</u>	<u>Special Assessments</u>	<u>Fines and Forfeitures</u>	<u>All Other</u>	<u>Total</u>
1995	\$3,469,776	\$433,217	\$127,103	\$216,465	\$1,236,345	\$1,291,197	\$684,578	\$161,917	\$7,620,598
1996	11,683,786	3,216,639	157,697	182,783	1,370,001	1,293,887	777,803	119,930	18,802,526
1997	12,179,175	3,717,628	121,428	254,718	1,685,965	1,123,225	835,418	125,254	20,042,811
1998	12,840,732	3,771,091	163,692	204,012	1,780,556	974,534	772,967	420,924	20,928,508
1999	13,795,595	3,460,921	207,497	205,989	1,557,689	916,497	893,434	103,387	21,141,009
2000	14,698,838	3,098,978	280,092	238,093	2,598,399	875,432	820,394	181,945	22,792,171
2001	14,259,399	3,805,332	190,840	80,568	2,128,073	763,788	903,839	144,162	22,276,001
2002	14,556,643	3,380,667	351,783	172,346	916,853	703,373	883,405	219,962	21,185,032
2003	15,175,162	4,100,233	344,635	160,462	570,871	633,414	853,786	159,480	21,998,043
2004	16,608,419	3,894,595	646,879	198,235	493,079	598,707	710,268	166,588	23,316,770

(1) Includes General Fund, Special Revenue Funds, and Debt Service Funds

NOTE: In 1996 the Income Tax Funds were reclassified from expendable trust funds to special revenue funds.

CITY OF MAUMEE, OHIO

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

<u>Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections To Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes</u>	<u>Percentage of Accumulated Delinquent Taxes to Total Tax Levy</u>
1995	\$1,185,925	\$1,155,952	\$20,931	\$1,176,883	99.24%	\$44,515	3.75%
1996	1,153,600	1,124,814	16,123	1,140,937	98.90%	33,304	2.89%
1997	1,466,600	1,418,783	39,333	1,458,116	99.42%	91,017	6.21%
1998	1,637,500	1,568,358	54,298	1,622,656	99.09%	98,412	6.01%
1999	1,588,000	1,571,430	29,552	1,600,982	100.82%	96,905	6.10%
2000	1,591,077	1,498,373	78,385	1,576,758	99.10%	84,557	5.31%
2001	1,888,250	1,811,597	64,033	1,875,630	99.33%	116,706	6.18%
2002	1,835,033	1,780,100	42,088	1,822,188	99.30%	87,624	4.78%
2003	1,801,868	1,728,841	29,783	1,758,624	97.60%	80,331	4.46%
2004	1,871,594	1,862,236	26,050	1,888,286	100.89%	93,089	4.97%

Source: Lucas County Auditor

CITY OF MAUMEE, OHIO

**TANGIBLE TAX COLLECTED
LAST TEN YEARS**

<u>Year Paid</u>	<u>Amount</u>
1995	\$330,032
1996	311,041
1997	308,547
1998	279,798
1999	289,810
2000	309,781
2001	390,092
2002	338,199
2003	278,616
2004	286,869

Source: Lucas County Auditor

CITY OF MAUMEE, OHIO

**ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES
OF TAXABLE PROPERTY
LAST TEN YEARS**

Tax Levy Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1995	\$268,892,270	\$768,263,629	\$21,169,230	\$24,055,943	\$73,570,418	\$294,281,672	\$363,631,918	\$1,086,601,244	33.47%
1996	271,668,580	776,195,943	20,477,810	23,270,239	79,358,691	317,434,764	371,505,081	1,116,900,946	33.26%
1997	299,883,850	856,811,000	22,514,380	25,584,523	81,032,614	324,130,456	403,430,844	1,206,525,979	33.44%
1998	312,885,590	893,958,771	23,342,440	26,525,500	83,927,193	335,708,772	420,155,223	1,256,193,043	33.45%
1999	315,932,170	902,663,343	20,401,160	23,183,136	84,335,553	337,342,212	420,668,883	1,263,188,691	33.30%
2000	378,554,660	1,081,584,743	21,204,100	84,816,400	91,624,931	366,499,724	491,383,691	1,532,900,867	32.06%
2001	377,635,750	1,080,715,714	15,956,340	61,366,360	101,163,781	421,561,944	494,755,871	1,563,644,018	31.64%
2002	381,111,990	1,088,891,400	15,672,720	62,690,880	101,163,781	421,515,754	497,948,491	1,573,098,034	31.65%
2003	417,247,380	1,192,135,000	14,721,290	58,885,160	82,887,701	345,365,421	514,856,371	1,596,385,581	32.25%
2004	418,778,490	1,196,510,000	14,634,830	58,539,320	85,784,559	372,976,343	519,197,879	1,628,025,663	31.89%

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Source: Lucas County Auditor

CITY OF MAUMEE, OHIO

**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATIONS)
LAST TEN YEARS**

Collection Year	City of Maumee				Maumee School District	Anthony Wayne School District	Springfield School District	Lucas County	Penta Vocational School District
	General Fund	Bond Retirement Fund	Police Pension Fund	Total City					
1995	3.40	0.40	0.30	4.10	57.40	62.90	65.20	18.35	2.20
1996	3.40	0.30	0.30	4.00	57.40	64.60	65.20	19.70	2.20
1997	3.40	0.30	0.30	4.00	62.30	64.60	65.20	17.35	2.20
1998	3.40	0.30	0.30	4.00	62.30	64.50	64.20	17.35	2.20
1999	3.40	0.15	0.30	3.85	62.30	64.50	64.20	17.35	2.20
2000	3.40	0.00	0.30	3.70	62.30	64.50	65.10	17.95	2.20
2001	3.40	0.00	0.30	3.70	62.30	63.70	68.10	17.45	2.20
2002	3.40	0.00	0.30	3.70	62.30	63.70	68.10	17.45	2.20
2003	3.40	0.00	0.30	3.70	71.74	68.20	67.90	18.30	2.20
2004	3.40	0.00	0.30	3.70	72.45	68.20	67.90	18.00	3.20

Source: Lucas County Auditor
Lucas County Treasurer

CITY OF MAUMEE, OHIO

**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN YEARS**

<u>Collection Year</u>	<u>Amount Billed</u>	<u>Amount Collected</u>	<u>Percent Collected</u>
1995	\$1,300,307	\$1,265,100	97.29%
1996	1,281,167	1,303,399	101.74%
1997	1,197,685	1,125,005	93.93%
1998	1,059,117	961,987	90.83%
1999	908,022	857,446	94.43%
2000	857,459	881,610	102.82%
2001	787,770	785,732	99.74%
2002	704,027	710,904	100.98%
2003	629,298	613,424	97.48%
2004	332,020	332,066	100.01%

Source: Lucas County Auditor

**COMPUTATION OF LEGAL DEBT MARGIN
DECEMBER 31, 2004**

	Total Debt	Unvoted Debt
Net Assessed Valuation	\$519,197,879	\$519,197,879
Legal Debt Limitation (%) (1)	10.50%	5.50%
Legal Debt Limitation (\$) (1)	54,515,777	28,555,883
Applicable City Debt Outstanding (2)	0	0
Less: Applicable Debt Service Fund Amounts	0	0
Net Indebtedness Subject to Limitation	0	0
Legal Debt Margin	\$54,515,777	\$28,555,883

(1) Direct Debt Limitation Based Upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding Includes Non Self-Supporting General Obligation Notes and Bonds Only.
Enterprise Debt is Not Considered in the Computation of the Legal Debt Margin.

CITY OF MAUMEE, OHIO

**RATIO OF NET GENERAL OBLIGATION DEBT TO ASSESSED
VALUE AND NET GENERAL OBLIGATION DEBT PER CAPITA
LAST TEN YEARS**

Levy Year		Population (1)	Assessed Value (2)	Gross General Obligation Debt (3)	Debt Service Funds Available	Net General Obligation Debt	Ratio of Net General Obligation Debt to Assessed Valuation	Net General Obligation Debt Per Capita
1995	a	15,561	\$363,631,918	\$5,160,000	\$62,365	\$5,097,635	1.40%	\$327.59
1996	a	15,561	371,505,081	4,460,000	48,593	4,411,407	1.19%	283.49
1997	a	15,561	403,430,844	2,700,000	40,351	2,659,649	0.66%	170.92
1998	a	15,561	420,155,223	1,000,000	50,355	949,645	0.23%	61.03
1999	a	15,561	420,668,883	0	0	0	0.00%	0.00
2000	b	15,074	491,383,691	0	0	0	0.00%	0.00
2001	b	15,074	494,755,871	0	0	0	0.00%	0.00
2002	b	15,074	497,948,491	0	0	0	0.00%	0.00
2003	b	15,074	514,856,371	0	0	0	0.00%	0.00
2004	b	15,074	519,197,879	0	0	0	0.00%	0.00

(1) Source: a) U.S. Bureau of Census, Federal 1990 Census.
b) U.S. Bureau of Census, Federal 2000 Census.

(2) Source: Lucas County Auditor.

(3) Includes all general obligation notes and general obligation bonded debt supported by property taxes.

CITY OF MAUMEE, OHIO

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN YEARS**

<u>Year</u>	<u>Debt Principal</u>	<u>Debt Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures</u>	<u>Ratio of Tax Debt Service to Governmental Expenditures</u>
1995	\$100,000	\$29,375	\$129,375	\$11,917,403	1.09%
1996	100,000	23,500	123,500	13,033,503	0.95%
1997	100,000	17,625	117,625	14,271,190	0.82%
1998	100,000	11,750	111,750	14,714,441	0.76%
1999	100,000	5,875	105,875	14,220,840	0.74%
2000	0	0	0	16,043,945	0.00%
2001	0	0	0	16,097,752	0.00%
2002	0	0	0	17,840,066	0.00%
2003	0	0	0	18,235,398	0.00%
2004	0	0	0	20,692,276	0.00%

CITY OF MAUMEE, OHIO

**COMPUTATION OF ALL DIRECT AND OVERLAPPING GOVERNMENT DEBT
DECEMBER 31, 2004**

<u>Jurisdiction</u>	<u>Net Debt Outstanding (1)</u>	<u>Percentage Applicable to City of Maumee</u>	<u>Amount Applicable to City of Maumee</u>
Direct			
City of Maumee	\$0	0.00%	\$0
Overlapping Subdivisions			
Anthony Wayne School District	25,921,577	3.60%	933,177
Springfield School District	18,880,000	0.80%	151,040
Penta County Vocational School District	0	0.00%	0
Lucas County	61,091,000	6.14%	3,750,987
Maumee City School District	41,155,000	87.70%	<u>36,092,935</u>
			<u>40,928,139</u>
		Total	<u><u>\$40,928,139</u></u>

Source: Lucas County Auditor and Fiscal Officers of Subdivision.

(1) Includes Non Self - Supporting General Obligation Notes and Bonds Only.
Enterprise and Special Assessment Debt is not included.

CITY OF MAUMEE, OHIO

DEMOGRAPHIC STATISTICS LAST TEN YEARS

<u>Year</u>		<u>City of Maumee Population (1)</u>	<u>Lucas County Population (1)</u>	<u>Unemployment Rate County Area (2)</u>	<u>School Enrollment (3)</u>
1995	a	15,561	462,361	5.0%	3,123
1996	a	15,561	462,361	5.1%	3,096
1997	a	15,561	462,361	5.2%	3,057
1998	a	15,561	462,361	5.5%	3,002
1999	a	15,561	462,361	5.2%	3,012
2000	b	15,074	455,054	4.7%	3,005
2001	b	15,074	455,054	4.6%	3,051
2002	b	15,074	455,054	6.3%	3,057
2003	b	15,074	455,054	7.8%	2,987
2004	b	15,074	455,054	7.0%	3,051

Source: (1) a) U.S. Bureau of Census of Population - Federal 1990 Census
b) U.S. Bureau of Census of Population - Federal 2000 Census
(2) U.S. Department of Labor - Bureau of Labor Statistics
(3) Maumee City School District

**PROPERTY VALUE AND CONSTRUCTION PERMITS
LAST TEN YEARS**

Year	Residential (1)		Commercial (1)	
	Number of Permits	Property Value	Number of Permits	Property Value
1995	458	\$3,896,700	88	\$25,328,514
1996	431	4,360,691	94	30,302,733
1997	431	3,464,924	76	27,827,229
1998	472	3,092,737	95	41,495,847
1999	429	3,908,121	93	56,805,346
2000	351	4,348,056	78	25,940,148
2001	381	3,810,645	56	11,875,443
2002	389	3,194,683	68	32,036,514
2003	380	3,388,874	84	19,672,027
2004	337	3,724,309	85	62,109,366

(1) Source: City of Maumee Building Department.

CITY OF MAUMEE, OHIO

**PRINCIPAL TAXPAYERS (PROPERTY TAX)
DECEMBER 31, 2004**

	<u>Taxpayer</u>	<u>Type of Business</u>	<u>2004 Assessed Valuation (Tax Duplicate)</u>	<u>Percent of Total Assessed Valuation</u>
1	Ford Motor Company	Automotive Stamping	\$12,089,870	2.33%
2	The Andersons, Inc.	Retail Sales - Grain/Fertilizer	6,203,700	1.19%
3	Dana Commercial Credit	Automotive Parts Manufacturing	3,599,970	0.69%
4	Spartan Chemical	Manufacturing	3,074,610	0.59%
5	Charlie Dodge Inc.	Car Dealer	2,999,850	0.58%
6	Andersons Agriculture Group	Grain/Fertilizer Sales	2,924,710	0.56%
7	General Electric Company	Equipment Leasing	2,722,560	0.52%
8	Hickory Farms & Hickory Farms Catalogues	Corporate Offices & Catalogue Sales	2,623,470	0.51%
9	Shelly Holding Company	Quarry Operations	2,582,300	0.50%
10	Brondes Ford Maumee	Car Dealer	2,153,170	0.42%
		Sub-Total	40,974,210	7.89%
		All Others	478,223,669	92.11%
		Total	\$519,197,879	100.00%

Based on valuation of property taxes levied in 2003.
Source: Lucas County Auditor - Land and Buildings.

CITY OF MAUMEE, OHIO

**PRINCIPAL TAXPAYERS (INCOME TAX)
DECEMBER 31, 2004**

	<u>Taxpayer</u>	<u>Type of Business</u>	<u>Amount of Tax Paid in 2004 (1)</u>	<u>Percentage of Total</u>
1	Ford Motor Company	Automotive Stamping	\$931,297	6.64%
2	Dana Corp. & Dana Commercial Credit Corp.	Corporate Offices	884,176	6.31%
3	United Parcel Service	Package Delivery Service	823,969	5.88%
4	St. Luke's Hospital	Hospital	780,901	5.57%
5	The Andersons, Inc.	Retail Sales - Grain/Fertilizer	772,644	5.51%
6	Maumee City Board of Education	Education	277,866	1.98%
7	Spartan Chemical Company, Inc.	Corporate Offices	266,070	1.90%
8	Paramount Care, Inc.	Corporate Offices	211,074	1.51%
9	Hickory Farms & Hickory Farms Catalogues	Corporate Offices & Catalogue Sales	172,558	1.23%
10	City of Maumee	Government	154,981	1.11%
		Sub-total	<u>5,275,536</u>	<u>37.64%</u>
		All Others	<u>8,742,076</u>	<u>62.36%</u>
		Total	<u><u>\$14,017,612</u></u>	<u><u>100.00%</u></u>

Source: Maumee Director of Finance

(1) Amount represents cash basis withholding tax paid.

**PRINCIPAL EMPLOYERS
DECEMBER 31, 2004**

	<u>Employer</u>	<u>Type of Business</u>	<u>Approximate Number of Employees</u>
1	United Parcel Service	Package Delivery	2,865
2	St. Luke's Hospital	Hospital	1,749
3	The Andersons, Inc.	Retail Sales - Grain / Fertilizer	1,510
4	Hickory Farms & Hickory Farms Catalogues	Corporate Offices & Catalogue Sales	1,066
5	Ford Motor Company	Automotive Stamping	905
6	Meijer, Inc.	Retail Sales	714
7	Dana Corp. & Dana Commercial Credit Corp.	Corporate Offices	706
8	Maumee City School District	Education	601
9	Paramount Care, Inc.	Corporate Offices	363
10	Spartan Chemical	Corporate Offices	196

Source: Maumee Director of Finance

CITY OF MAUMEE, OHIO

MISCELLANEOUS STATISTICS

DECEMBER 31, 2004

- \$18 -

Date of Incorporation 1838
 Charter Adopted 1951
 Form of Government Council/
 Mayor
 Area (square miles) 10.6

Facilities and Services:
 Miles of Streets 93
 Number of Street Lights 1,431

Recreation and Culture:
 Number of Parks 13
 Park Area (acres) 119.3

Number of Libraries 1

Building Permits Issued in 2004 422

Police Services:
 Number of Stations 1
 Number of Police Personnel
 and Officers 44
 Number of Patrol Units 9

Fire/Emergency Medical Services:
 Number of Stations 2
 Number of Fire Personnel
 and Officers 55
 Number of Calls Answered
 Fire 418
 EMS 2,449
 Number of Inspections 3,443

Water System:
 Miles of Water Mains 80
 Number of Fire Hydrants 925

Sewerage System:
 Miles of Sanitary Sewers 88
 Miles of Storm Sewers 65

Education:
 Elementary Schools 6
 Secondary Schools 1

Number of Hospitals 1
 Number of Patient Beds 316

Number of Cemeteries 2
 Cemetery Area (acres) 20



**Auditor of State
Betty Montgomery**

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

CITY OF MAUMEE

LUCAS COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 18, 2005**