



**Auditor of State
Betty Montgomery**

**CITY OF STREETSBORO
PORTAGE COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required By Governmental Auditing Standards	1
Schedule of Prior Audit Findings.....	3

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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 Streetsboro
Portage County
9184 State Route 43
Streetsboro, Ohio 44241

To the City 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 Streetsboro (the City) as of and for the year ended December 31, 2005, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 29, 2006. 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 opinion on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. 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. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the City's management dated June 29, 2006, we reported other matters involving internal control over financial reporting 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 June 29, 2006, we reported other matters related to noncompliance we deemed immaterial.

City of Streetsboro
Independent Accountants' Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Required by *Government Auditing Standards*
Portage County
Page 2

We intend this report solely for the information and use of the audit committee, management and City 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

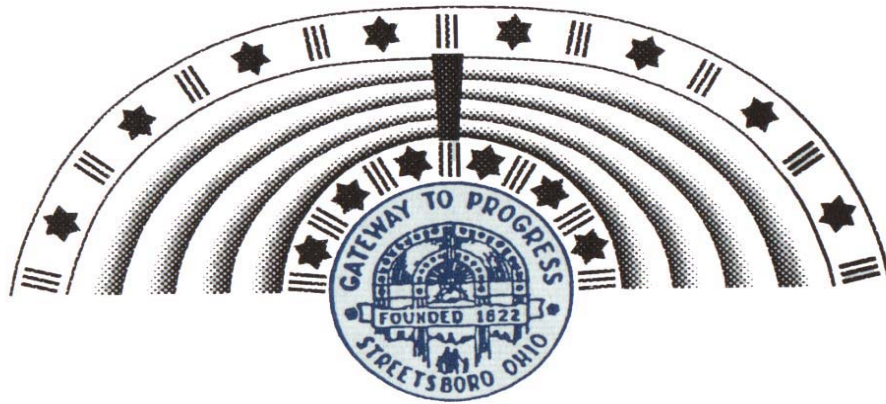
June 29, 2006

**CITY OF STREETSBORO
PORTAGE COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2005**

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	Finding for Recovery Mr. Wilschutz	Yes	Finding was paid in full
2003-002	Finding for Recovery Rebecca Summers	Yes	Finding was paid in full
2003-003	Finding for Recovery Rebecca Summers	Yes	Finding was paid in full
2003-004	Streetsboro Community Theater	Yes	Theater was dissolved

City of Streetsboro



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended December 31, 2005

City of Streetsboro, Ohio

**Tanya L. Boyer
Finance Director**

INTRODUCTORY SECTION

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CITY OF STREETSBORO, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2005

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

Title Page	
Table of Contents	i-iv
Letter of Transmittal	v-vii
List of Principal City Officials	viii
Organizational Chart	ix

II. FINANCIAL SECTION

INDEPENDENT ACCOUNTANTS' REPORT	F 1-2
MANAGEMENTS DISCUSSION AND ANALYSIS	F 3-17
BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Assets	F 18
Statement of Activities	F 19-20
Fund Financial Statements:	
Balance Sheet - Governmental Funds	F 21
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	F 22
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	F 23
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	F 24
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis): General Fund	F 25
Statement of Net Assets - Proprietary Fund	F 26
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Fund	F 27
Statement of Cash Flows - Proprietary Fund	F 28
Statement of Fiduciary Net Assets - Fiduciary Fund	F 29
Notes to the Basic Financial Statements	F 30-59

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Combining Statements and Individual Fund Schedules - Governmental Funds:

Fund Descriptions - Governmental Funds	F 61-63
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) General Fund	F 65-67
Combining Balance Sheet - Nonmajor Governmental Funds	F 69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	F 70
Combining Balance Sheet - Nonmajor Special Revenue Funds	F 71-76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	F 77-82
Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
Street Construction and Repair Fund	F 83
State Highway Fund	F 84
Permissive Fund	F 85
Cemetery Fund	F 86
Recreation Fund	F 87
Street Lighting Fund	F 88
Volunteer Fire Department Grant Fund	F 89
Education and Enforcement Fund	F 90
Litter Fund	F 91
Police Grant Fund	F 92
1995 State Grant Fund	F 93
Theater Fund	F 94
Convention and Visitors Fund	F 95
D.A.R.E Grant Fund	F 96
Senior Fund	F 97
F.E.M.A Fund	F 98
Police Pension Fund	F 99
City Beautification Fund	F 100
Revolving Loan Fund	F 101
Heritage Preservation Fund	F 102
Cemetery Endowment Fund	F 103
Combining Balance Sheet – Nonmajor Debt Service Funds	F 104
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds	F 105-106
Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
General Bond Retirement Fund	F 107
Special Assessment Bond Retirement Fund	F 108
Police Station Bond Retirement Fund	F 109
Streetsboro Cross MPITE Fund	F 110
Combining Balance Sheet – Nonmajor Capital Projects Funds	F 111
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	F 112

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES (Continued):

Schedules of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis):

Capital Improvement Fund.....	F 113
State Route 43 Widening Fund	F 114
CDBG Fund	F 115
Park Improvement Fund.....	F 116
Issue II Fund	F 117

Individual Fund Schedule - Proprietary Fund:

Fund Description - Proprietary Fund.....	F 118
--	-------

Schedule of Revenues, Expenses and Changes in Fund Balance -
Budget and Actual (Non-GAAP Budgetary Basis):

Water Fund	F 119
------------------	-------

Individual Fund Schedule - Fiduciary Fund:

Fund Description - Agency Fund	F 120
Statement of Changes in Asset and Liabilities - Agency Fund.....	F 121

III. STATISTICAL SECTION

Net Assets by Component - Last Two Years	S 2
Changes in Net Assets - Last Two Years.....	S 3
Fund Balances, Governmental Funds - Last Ten Years	S 4-5
Changes in Fund Balances, Governmental Funds – Last Ten Years	S 6-7
Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Years	S 8-9
Direct and Overlapping Property Tax Rates (Rate Per \$1,000 of Assessed Value) - Last Ten Years	S 10
Principal Property Tax Payers.....	S 11
Property Tax Levies and Collections - Last Five Years.....	S 12-13
Income Tax Revenue Base and Collections - Last Ten Years	S 14-15
Ratios of Outstanding Debt by Type - Last Ten Years	S 16-17
Ratios of General Bonded Debt Outstanding - Last Ten Years	S 18
Direct and Overlapping Governmental Activities Debt	S 19
Legal Debt Margin Information	S 20
Demographic and Economic Statistics.....	S 21
Principal Employers.....	S 22
Full-Time-Equivalent City Governmental Employees by Function/Program - Last Ten Years.....	S 23

III. STATISTICAL SECTION - (Continued)

Operating Indicators by Function/Program - Last Ten Years	S 24-25
Capital Asset Statistics by Function/Asset Class for Governmental Activities - Last Ten Years	S 26

City of Streetsboro

Finance Department
9184 State Route 43
Streetsboro, OH 44241



(330) 626-4942
Fax:(330) 626-4035

June 29, 2006

Honorable Mayor,
Members of City Council, and
Citizens of Streetsboro, OH
Streetsboro, Ohio

The Comprehensive Annual Financial Report (CAFR) of the City of Streetsboro, Ohio (City) is hereby presented. This CAFR represents the official report of the City of Streetsboro's operations and financial position for the year ended December 31, 2005, and has been developed to accurately detail the status of the City finances to Streetsboro residents and elected officials, investment banks and underwriters and all other interested parties. This report is presented in compliance with Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments". It is intended to provide all pertinent and necessary information to the citizens of Streetsboro.

Responsibility for the accuracy of the data contained herein, for the completeness and fairness of the presentation and for all disclosure rests with the City's management. To the best of the City's knowledge, the financial and other data contained in this report fairly present the financial position and results of operations of the City. All necessary disclosures to enable the citizens and other readers to understand the City's financial activities are included in this report.

The Comprehensive Annual Financial Report consists of three major sections:

1. **The Introductory Section** which contains the Table of Contents, Letter of Transmittal, the List of Principal Officials, and the Organizational Chart for the City.
2. **The Financial Section** includes the Independent Accountants' Report, Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the City's financial position and operating results, the Combining Statements, and other schedules providing detailed information relative to the Basic Financial Statements.
3. **The Statistical Section** presents financial, economic, social and demographic data about the City for the last 10 years.

The City is responsible for establishing and maintaining an internal control structure designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

The City is required by state law to have a biennial audit performed by the Auditor of State's Office. The City continues to receive an unqualified opinion. The Independent Accountants' Report of the Auditor of State on the City's financial statements is included in the Financial Section of this report.

As a part of the City's independent audit, tests are made to determine the adequacy of the internal control structure, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's independent audit for the year ended December 31, 2005 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

This transmittal letter is designed to provide historical information about the City, as well as compliment the required Management's Discussion and Analysis (MD&A). Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The City's MD&A, which focuses on the government-wide statements, can be found immediately following the Independent Accountant's Report.

Community Profile

The City, located in northeast Ohio, located in northwestern Portage County, has a population of over 14,000 and is considered one of the fastest growing communities in Portage County. Within 15 miles of the City limits, there is a total population of 568,974. The City of Streetsboro is conveniently located approximately 16 miles northeast of Akron, and 30 miles southeast of Cleveland. In 1972, the City became a Charter City and incorporated the original 25 square mile township. The government is non-partisan with a Mayor and a seven-member City Council.

Residential, industrial and commercial growth is making the City one of the most active cities in the state. Presently there are over 400 commercial and industrial business located within the City limits. A wide range of affordable housing is available including single or multi-family homes, cluster or condominiums, apartments and a senior citizen complex.

The City provides a full range of municipal services mandated by statute or charter, including police and fire protection, parks, recreation, street maintenance, planning, zoning and other general government services. In addition, water service is provided under the enterprise fund concept with user charges set to ensure adequate coverage of operating expenses and payments on outstanding debt. The City's currently staffing level at 120 full-time employees in 2005.

Economic Condition and Outlook

Local Economy

Until recently, the City has been considered a bedroom community with residents commuting to neighboring large cities. The City has actively recruited the location of various types of industry with the establishment of an Industrial Park. The City's largest employer accounts for almost 20 percent of the City's total income tax collections. During the 2005 fiscal period the City experienced an increase in income tax collections.

Despite the recent growth in income tax collections it appears the City will continue to have a difficult budget situation for the near future. This is due to other revenues, such as shared support from the State and estate taxes, continuing to remain stagnant or declining while operating costs are starting to increase due to inflationary pressures, unmet capital needs and the rising costs of health care and fuel.

Despite these challenges there are several development projects taking place that will help to restore the City's long-term economic stability. These projects include the following:

- Ten industrial projects including two expansion projects and one tax abatement project.
- The approval of the building of an office complex.
- Fifteen commercial projects approved, including three commercial retail centers, the largest Streetsboro Commons a 120 acre retail and office complex. In addition, retail centers throughout the City saw expansion of retail establishments.
- Residential projects from 1,072 single family homes and condominiums to a 675 active adult community development.
- Two new subdivisions currently under construction will add 466 new single family homes.

The City's safety forces spent the year upgrading equipment and training staff. The police department received three new vehicles and ordered seven more to update its aging fleet. Funding was secured for much needed training in equipment use and extensive defensive driving. Replacement equipment and technological upgrades are also being planned. The fire department enhanced their training by contracting with the Cleveland Clinic Health Systems Western Region to provide Emergency Medical System training for the entire department. In addition, the department took possession of Portage County Urban Search and Rescue truck and trailer, with \$300,000 worth of equipment. Both the police and fire departments applied for and obtained grants from various state and local agencies.

Tight economic conditions prevented the City from performing extensive road repairs; however, one major paving project and several small paving and stripping projects were completed during the year. The City's service department increased its training program to include several safety policies benefiting both the City residents and employees.

A positive sign for the City is that the total assessed property values have increased approximately 5 percent during the last year. This growth can be attributed to the recent completion of several neighborhood and commercial developments as well as to an overall trend towards better housing maintenance City wide. The added construction of new single family housing should increase the overall property tax collections for the following years. The growth in property values provides evidence that the various housing and commercial development programs being offered in City are beginning to have a meaningful impact.

Long-Term Financial Planning

During the fiscal year, the City developed and implemented several internal control policies to ensure positive fund balances. Quarterly financial reviews were held for both City Council members and citizens to keep them abreast of the City's current obligations and projected needs. City department directors were encouraged to plan ahead for operational and capital needs of not only the current period but also future needs. General fund expenditures and appropriations were limited to current actual receipts and estimated resources.

Major Initiatives

The City has begun the process of providing City water to remaining City neighborhoods. The first phase of this project includes the two remaining inter-city neighborhood and will increase the number of households receiving City water by 15%. The project cost will exceed \$800,000. Construction should begin in the latter part of 2006. Planning for the remaining areas will commence in late 2006 early 2007.

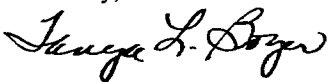
The City will begin construction on Frost Road curb replacement and drainage upgrade. The cost of this project is approximately \$580,000. The City applied for a grant in the amount of \$195,000 and interest free loan of \$150,000 from the Ohio Public Works Commission.

In addition the Streetsboro Commons construction project is scheduled to begin in the late summer of 2006.

Acknowledgements

The presentation of this report could not have been accomplished without the dedicated services of the Finance Department staff, Theodore L. Gordon, Assistant Finance Director, Finance Clerks Jana Dengg, Evangeline Makar, Karen Alexander, and Cindy Pizzuto. Also, thanks go the Auditor of State audit staff and Steve Julian and his staff at Julian & Grube, Inc. I would like to express my appreciation to those directly involved with this report and to the entire staff for their efficient service throughout the year.

Sincerely,



Tanya L. Boyer
Director of Finance

CITY OF STREETSBORO, OHIO

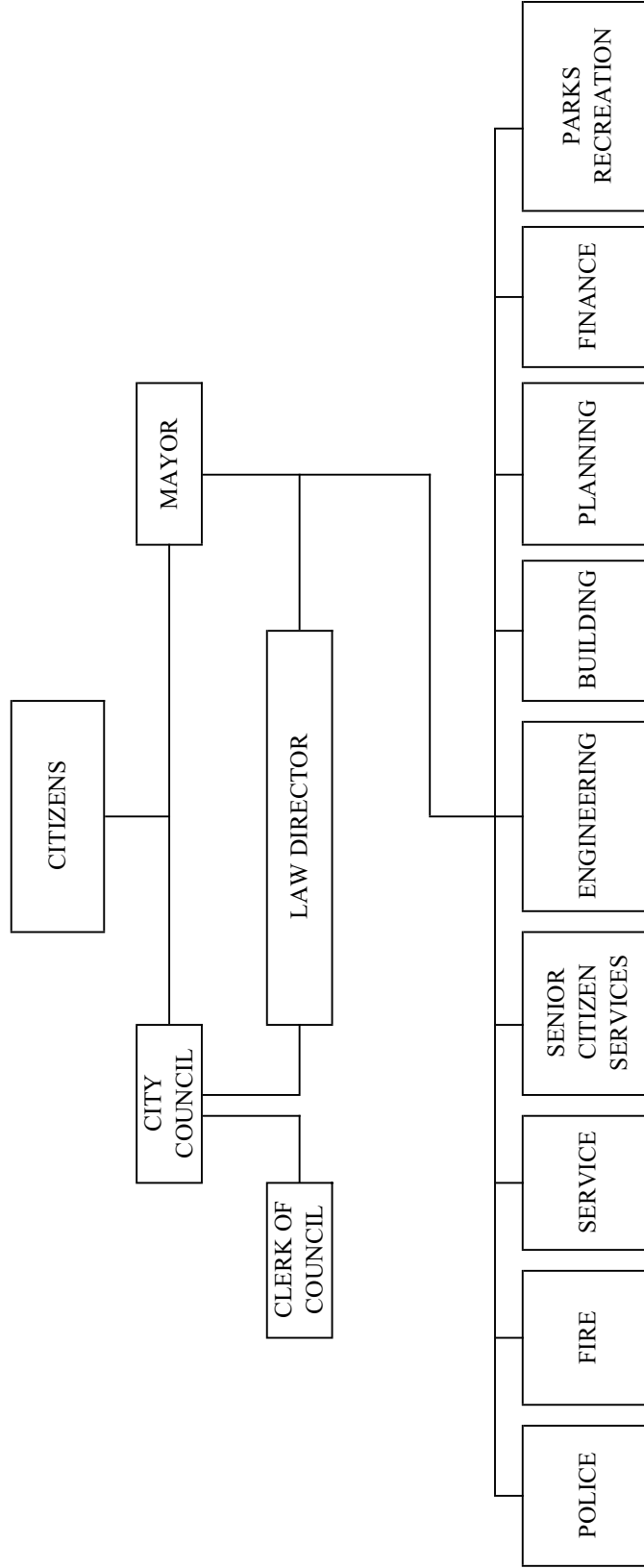
**LIST OF PRINCIPAL CITY OFFICIALS
AS OF DECEMBER 31, 2005**

Mayor	Mark J. Pavlick	term expires 11/07
Council:	(Elected: four-year term)	
President	Thomas Wagner	term expires 11/07
Vice President	Robert Hager	term expires 11/07
At-Large	Pete Buczkowski	term expires 11/09
At-Large	Art Scott	term expires 11/09
At-Large	Julie Sanders	term expires 11/09
Ward 1	Chuck Kocisko	term expires 11/07
Ward 2	Tom Wagner	term expires 11/07
Ward 3	Robert Hager	term expires 11/07
Ward 4	Dolores Venneri	term expires 11/07

(Appointed)

Police Chief	Richard Taiclet
Fire Chief	Wayne A. Johnson
Director of Finance	Tanya L. Boyer
Director of Law	Chad Murdock
Municipal Engineer	William Rudlosky
Director of Planning	Linda Kovacs
Director of Building	Michael August
Director of Senior Citizen Services	Elaine Van Hoose
Director of Parks and Recreation	Michele Harmel
Director of Service	Anthony Fiorilli III

CITY OF STREETSBORO ORGANIZATIONAL CHART



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FINANCIAL SECTION

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Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

City of Streetsboro
Portage County
9184 State Route 43
Streetsboro, Ohio 44241

To the City 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 Streetsboro, Portage County, Ohio (the City), as of and for the year ended December 31, 2005, 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 *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit, 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 as of December 31, 2005, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2006, 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, 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, based on our audit 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.

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

Betty Montgomery
Auditor of State

June 29, 2006

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2005 UNAUDITED

The discussion and analysis of the City of Streetsboro's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2005. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2005 are as follows:

- The total net assets of the City increased \$1,762,504. Net assets of governmental activities increased \$1,441,122 or 16.88% and net assets of business-type activities increased \$321,382 or 4.82% over 2004.
- General revenues accounted for \$8,336,854 or 75.60% of total governmental activities revenue. Program specific revenues accounted for \$2,690,356 or 24.40% of total governmental activities revenue.
- The City had \$9,564,409 in expenses related to governmental activities; \$2,690,356 of these expenses was offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$6,874,053 were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$8,336,854.
- The general fund had revenues and other financing sources of \$8,421,901 in 2005. This represents an increase of \$773,224 from 2004 revenues. The expenditures and other financing uses of the general fund, which totaled \$7,549,342 in 2005, increased \$100,424 from 2004. The net increase in fund balance for the general fund was \$872,559 or 77.99%.
- The Capital Improvement fund had revenues of \$607,496 in 2005. The expenditures in the Capital Improvement fund totaled \$522,516 in 2005. The net increase in fund balance was \$84,980, resulting in an ending fund balance of \$179,213.
- The State Route 43 Widening fund had revenues and other financing sources of \$142,012 in 2005. The expenditures in the State Route 43 Widening fund totaled \$959,721 in 2005. The net decrease in fund balance was \$817,709, resulting in an ending fund deficit of \$664,107.
- Net assets for the business-type activities, which is made up of the Water enterprise fund, increased in 2005 by \$321,382. This increase in net assets was due primarily to adequate charges for services revenue to cover operating expenses.
- In the general fund, the actual revenues and other financing sources came in \$761,762 more than they were in the final budget and actual expenditures and other financing uses were \$548,717 less than the amount in the final budget. These variances are the result of the City's conservative budgeting. Budgeted revenues increased \$175,211 or 2.36% from the original to the final budget. Original budgeted expenditures were increased \$641,223 in the final budget.

Using this Comprehensive Annual Financial Report

This report consists of a series of financial statements and notes to those statements. These statements are prepared and organized in a manner that allows the reader to look at the financial activities of the City of Streetsboro as a whole and also allows the reader to obtain a more detailed view of the City's operations, if they prefer.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2005 UNAUDITED

The Statement of Net Assets and the Statement of Changes in Net Assets provide information from a summary perspective showing the effects of the operations for the year 2005 and how they impacted the operations of the City as a whole.

Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

Reporting the City as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2005?" The statement of net assets and the statement of activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

Business-type activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The City's water operations are reported here.

Reporting the City's Most Significant Funds

Fund Financial Statements

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

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focuses on the City's most significant funds. The analysis of the City's major governmental and proprietary funds begins on page F10.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2005 UNAUDITED

Governmental Funds

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

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

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the general fund and Capital Improvement fund, and State Route 43 Widening fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages F21-F25 of this report.

Proprietary Funds

The City maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water operations. The City's major enterprise fund is the Water fund. The basic proprietary fund financial statements can be found on pages F26-F28 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's fiduciary fund is an agency fund. The basic fiduciary fund financial statement can be found on page F29 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages F30-F59 of this report.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED

Government-Wide Financial Analysis

The Statement of Net Assets provides the perspective of the City as a whole. Net assets have been restated at the beginning of the year (see Note 3 in the notes to the basic financial statements for detail). The table below provides a summary of the City's net assets for 2005 compared to 2004:

	Net Assets					
	Governmental Activities <u>2005</u>	Business-type Activities <u>2005</u>	(Restated)	(Restated)	Total <u>2005</u>	Restated Total <u>2004</u>
			Governmental Activities <u>2004</u>	Business-type Activities <u>2004</u>		
<u>Assets</u>						
Current and other assets	\$ 7,724,945	\$ 2,612,728	\$ 6,458,203	\$ 2,015,617	\$ 10,337,673	\$ 8,473,820
Capital assets, net	<u>12,011,430</u>	<u>5,146,914</u>	<u>12,554,377</u>	<u>5,494,683</u>	<u>17,158,344</u>	<u>18,049,060</u>
Total assets	<u>19,736,375</u>	<u>7,759,642</u>	<u>19,012,580</u>	<u>7,510,300</u>	<u>27,496,017</u>	<u>26,522,880</u>
<u>Liabilities</u>						
Long-term liabilities outstanding	7,172,781	645,854	8,820,319	742,175	7,818,635	9,562,494
Other liabilities	<u>2,587,089</u>	<u>127,136</u>	<u>1,656,878</u>	<u>102,855</u>	<u>2,714,225</u>	<u>1,759,733</u>
Total liabilities	<u>9,759,870</u>	<u>772,990</u>	<u>10,477,197</u>	<u>845,030</u>	<u>10,532,860</u>	<u>11,322,227</u>
<u>Net Assets</u>						
Invested in capital assets, net of related debt	6,650,133	4,514,081	6,413,764	4,754,294	11,164,214	11,168,058
Restricted	2,543,568	-	2,426,910	-	2,543,568	2,426,910
Unrestricted (deficit)	<u>782,804</u>	<u>2,472,571</u>	<u>(305,291)</u>	<u>1,910,976</u>	<u>3,255,375</u>	<u>1,605,685</u>
Total net assets	<u>\$ 9,976,505</u>	<u>\$ 6,986,652</u>	<u>\$ 8,535,383</u>	<u>\$ 6,665,270</u>	<u>\$ 16,963,157</u>	<u>\$ 15,200,653</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2005, the City's assets exceeded liabilities by \$16,963,157. At year-end, net assets were \$9,976,505 and \$6,986,652 for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the City's net assets. At year-end, capital assets represented 62.40% of total assets. Capital assets include land, land improvements, buildings and improvements, equipment, vehicles and infrastructure. Capital assets, net of related debt to acquire the assets at December 31, 2005, were \$6,650,133 and \$4,514,081 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the City's net assets, \$2,543,568 represents resources that are subject to external restriction on how they may be used. In the governmental activities, the remaining balance of unrestricted net assets is \$782,804.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED

The table below shows the changes in net assets for fiscal year 2005 and 2004.

Change in Net Assets

	Governmental Activities <u>2005</u>	(Restated) Governmental Activities <u>2004</u>	Business-type Activities <u>2005</u>	(Restated) Business-type Activities <u>2004</u>	Total <u>2005</u>	(Restated) Total <u>2004</u>
Revenues						
Program revenues:						
Charges for services	\$ 1,913,067	\$ 1,716,429	\$ 2,387,743	\$ 2,053,583	\$ 4,300,810	\$ 3,770,012
Operating grants and contributions	777,289	736,099	-	-	777,289	736,099
Capital grants and contributions	-	4,545,981	-	42,352	-	4,588,333
Total program revenues	<u>2,690,356</u>	<u>6,998,509</u>	<u>2,387,743</u>	<u>2,095,935</u>	<u>5,078,099</u>	<u>9,094,444</u>
General revenues:						
Property taxes	1,583,906	1,467,641	-	-	1,583,906	1,467,641
Income taxes	6,124,652	4,477,013	-	-	6,124,652	4,477,013
Unrestricted grants and entitlements	363,084	515,429	-	-	363,084	515,429
Investment earnings	167,805	68,271	-	-	167,805	68,271
Miscellaneous	97,407	14,818	13,048	5,076	110,455	19,894
Total general revenues	<u>8,336,854</u>	<u>6,543,172</u>	<u>13,048</u>	<u>5,076</u>	<u>8,349,902</u>	<u>6,548,248</u>
Total revenues	<u>11,027,210</u>	<u>13,541,681</u>	<u>2,400,791</u>	<u>2,101,011</u>	<u>13,428,001</u>	<u>15,642,692</u>
Expenses:						
General government	2,110,142	2,127,301	-	-	2,110,142	2,127,301
Security of persons and property	4,522,585	4,345,775	-	-	4,522,585	4,345,775
Public health and welfare	18,424	17,009	-	-	18,424	17,009
Transportation	788,789	808,873	-	-	788,789	808,873
Community environment	711,632	794,792	-	-	711,632	794,792
Leisure time activity	352,986	385,593	-	-	352,986	385,593
Utility services	728,262	793,893	-	-	728,262	793,893
Other	54,299	8,419	-	-	54,299	8,419
Interest and fiscal charges	277,290	303,319	-	-	277,290	303,319
Water	-	-	2,101,088	1,857,401	2,101,088	1,857,401
Total expenses	<u>9,564,409</u>	<u>9,584,974</u>	<u>2,101,088</u>	<u>1,857,401</u>	<u>11,665,497</u>	<u>11,442,375</u>
Increase in net assets before transfers	1,462,801	3,956,707	299,703	243,610	1,762,504	4,200,317
Transfers	<u>(21,679)</u>	-	21,679	-	-	-
Change in net assets	1,441,122	3,956,707	321,382	243,610	1,762,504	4,200,317
Net assets at beginning of year (restated)	<u>8,535,383</u>	<u>4,578,676</u>	<u>6,665,270</u>	<u>6,421,660</u>	<u>15,200,653</u>	<u>11,000,336</u>
Net assets at end of year	<u>\$ 9,976,505</u>	<u>\$ 8,535,383</u>	<u>\$ 6,986,652</u>	<u>\$ 6,665,270</u>	<u>\$ 16,963,157</u>	<u>\$ 15,200,653</u>

CITY OF STREETSBORO, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED**

Governmental Activities

Governmental activities net assets increased \$1,441,122 in 2005. This increase is primarily due to increased income tax collections.

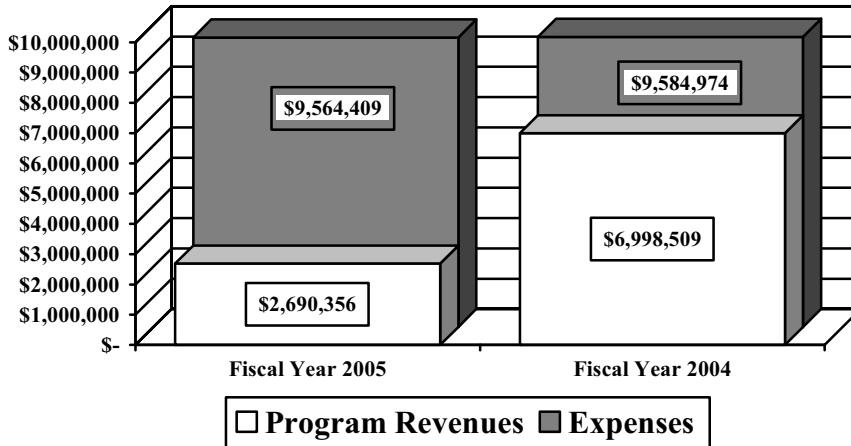
Security of persons and property, which primarily supports the operations of the police and fire departments, had expenses of \$4,522,585 which accounted for 47.29% of the total expenses of the City. These expenses were partially funded by \$539,388 in direct charges to users of the services and \$58,663 in operating grants and contributions. General government expenses totaled \$2,110,142 which was partially funded by \$550,149 in direct charges to users of the services.

The state and federal government contributed to the City a total of \$777,289 in operating grants and contributions. These revenues are restricted to a particular program or purpose. Of the total operating grants and contributions, \$718,626 subsidized transportation programs and \$58,663 subsidized security of persons and property activities.

General revenues totaled \$8,336,854, and amounted to 75.60% of total governmental activities revenues. These revenues primarily consist of property and income tax revenue of \$7,708,558. The other primary source of general revenues is grants and entitlements not restricted to specific programs, including local government and local government revenue assistance, making up \$363,084.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. As can be seen in the graph below, the City is highly dependent upon property and income taxes as well as unrestricted grants and entitlements to support its governmental activities.

Governmental Activities - Program Revenues vs. Total Expenses



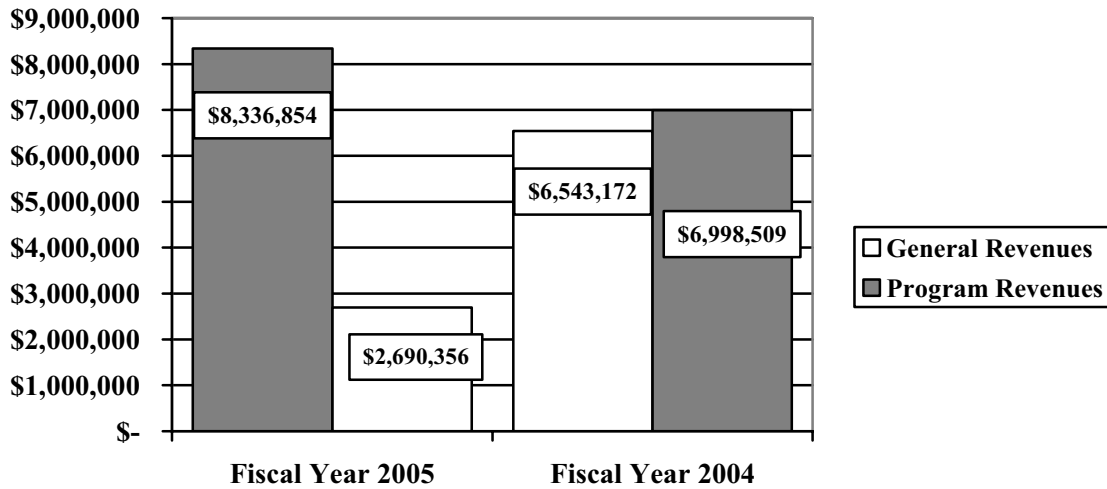
CITY OF STREETSBORO, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED**

Governmental Activities

	Total Cost of Services <u>2005</u>	Total Cost of Services <u>2004</u>	Net Cost of Services <u>2005</u>	Net Cost of Services <u>2004</u>
Program Expenses:				
General government	\$ 2,110,142	\$ 2,127,301	\$ 1,559,993	\$ 1,387,300
Security of persons and property	4,522,585	4,345,775	3,924,534	3,969,656
Public health and welfare	18,424	17,009	9,208	10,785
Transportation	788,789	808,873	63,837	(4,467,853)
Community environment	711,632	794,792	91,832	358,960
Leisure time activity	352,986	385,593	164,798	221,986
Utility services	728,262	793,893	728,262	793,893
Other	54,299	8,419	54,299	8,419
Interest and fiscal charges	<u>277,290</u>	<u>303,319</u>	<u>277,290</u>	<u>303,319</u>
Total Expenses	<u>\$ 9,564,409</u>	<u>\$ 9,584,974</u>	<u>\$ 6,874,053</u>	<u>\$ 2,586,465</u>

Governmental Activities - General and Program Revenues



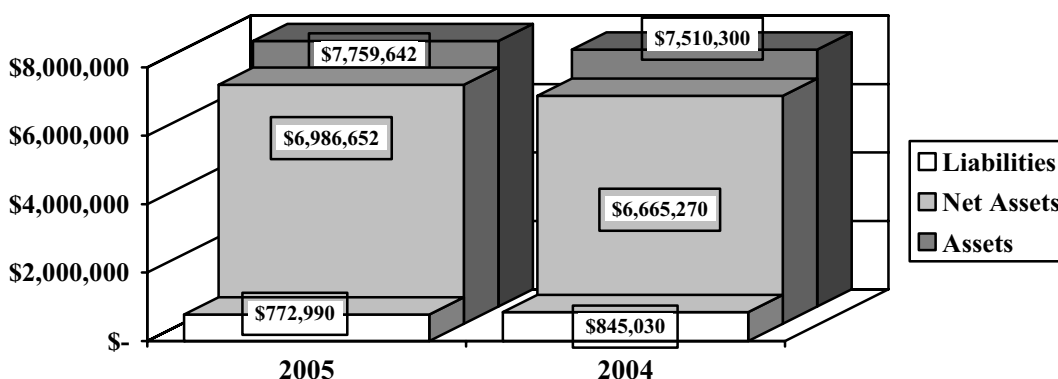
CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED

Business-type Activities

Business-type activities include the water enterprise fund. This program had program revenues of \$2,387,743, general revenues of \$13,048 and expenses of \$2,101,088 for 2005. The graph below shows the business-type activities assets, liabilities and net assets at year-end.

Net Assets in Business – Type Activities



Financial Analysis of the Government's Funds

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

Governmental Funds

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

The City's governmental funds (as presented on the balance sheet on page F21) reported a combined fund balance of \$3,230,870 which is a \$460,753 increase over last year's total of \$2,770,117 (as restated). The December 31, 2004 fund balances have been restated as described in Note 3.A. to the basic financial statements. The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2005 for all major and nonmajor governmental funds.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED

	Fund Balances <u>12/31/05</u>	Restated Fund Balances <u>12/31/04</u>	Increase <u>(Decrease)</u>
Major funds:			
General	\$ 1,991,356	\$ 1,118,797	\$ 872,559
Capital improvement	179,213	94,233	84,980
State Route 43 widening	(664,107)	153,602	(817,709)
Other nonmajor governmental funds	<u>1,724,408</u>	<u>1,403,485</u>	<u>320,923</u>
Total	<u>\$ 3,230,870</u>	<u>\$ 2,770,117</u>	<u>\$ 460,753</u>

General Fund

The City's general fund balance increased \$872,559 or 77.99% from 2004. The City operated under a tight budget during 2005 and limited spending to actual collections. This conservative budgeting process resulted in an increased balance for the general fund. The table that follows assists in illustrating the revenues of the general fund.

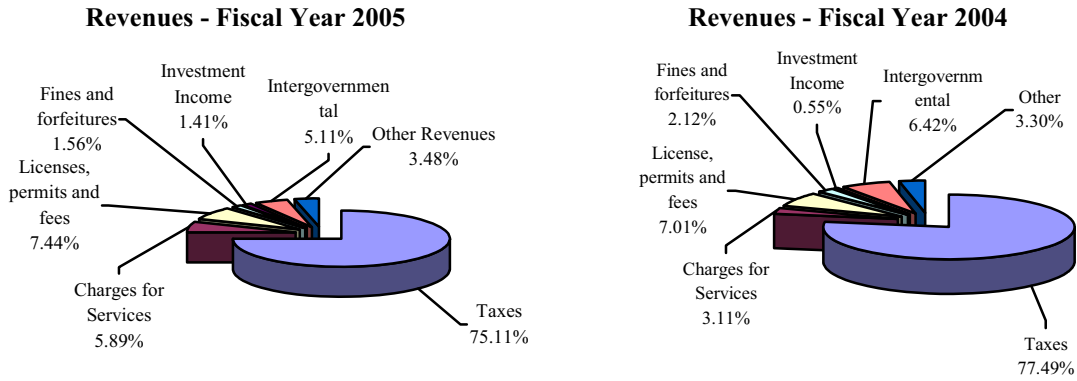
	<u>2005 Amount</u>	<u>2004 Amount</u>	<u>Percentage Change</u>
<u>Revenues</u>			
Taxes	\$ 6,317,936	\$ 5,426,004	16.44 %
Charges for services	495,803	217,740	127.70 %
Licenses, permits and fees	625,434	490,842	27.42 %
Fines and forfeitures	131,383	148,507	(11.53) %
Investment income	119,002	38,806	206.66 %
Intergovernmental	430,023	449,461	(4.32) %
Other	<u>292,320</u>	<u>231,369</u>	26.34 %
Total	<u>\$ 8,411,901</u>	<u>\$ 7,002,729</u>	20.12 %

Tax revenue represents 75.11% of all general fund revenue. Taxes increased 16.44% over 2004 revenues. Intergovernmental revenues decreased 4.32% during 2005, due to the tightening of the state budget.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED

The graphs below display general fund revenues by category for 2005 and 2004:



The table that follows assists in illustrating the expenditures of the general fund.

	<u>2005</u> <u>Amount</u>	<u>2004</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Expenditures</u>			
General government	\$ 1,907,634	\$ 1,846,934	3.29 %
Security of persons and property	3,912,095	3,820,416	2.40 %
Community environment	682,881	760,167	(10.17) %
Leisure time activity	287,765	180,512	59.42 %
Utility services	625,730	676,455	(7.50) %
Capital outlay	-	56,147	(100.00) %
Total	<u>\$ 7,416,105</u>	<u>\$ 7,340,631</u>	1.03 %

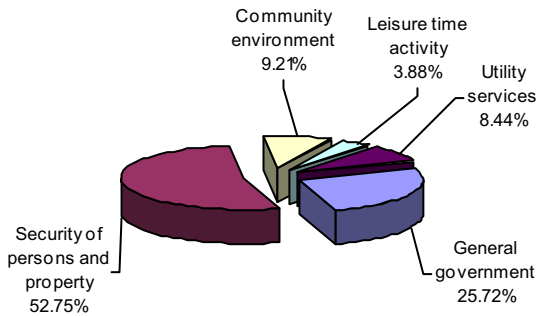
While the increase in leisure time activity expenditures and the decrease in capital outlay expenditures appear significant percentage wise, monetarily the changes are immaterial. Overall general fund expenditures remained comparable to 2004.

CITY OF STREETSBORO, OHIO

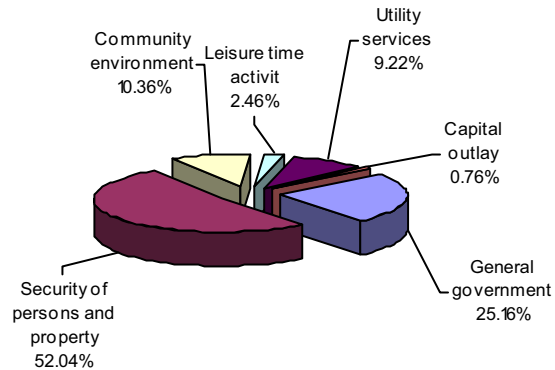
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED**

The graphs below display general fund expenditures by function for 2005 and 2004:

Expenditures - Fiscal Year 2005



Expenditures - Fiscal Year 2004



Capital Improvement Fund

The Capital Improvement fund had revenues of \$607,496 in 2005. The expenditures in the Capital Improvement fund totaled \$522,516 in 2005. The net increase in fund balance was \$84,980, resulting in an ending fund balance of \$179,213.

State Route 43 Widening Fund

The State Route 43 Widening fund had revenues and other financing sources of \$142,012 in 2005. The expenditures in the State Route 43 Widening fund totaled \$959,721 in 2005. The net decrease in fund balance was \$817,709, resulting in an ending fund deficit of \$664,107.

Budgeting Highlights

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

In the general fund, the actual revenues and other financing sources came in \$761,762 more than they were in the final budget and actual expenditures and other financing uses were \$548,717 less than the amount in the final budget. These variances are the result of the City's conservative budgeting. Budgeted revenues increased \$175,211 or 2.36% from the original to the final budget. Original budgeted expenditures were increased \$641,223 in the final budget.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2005
UNAUDITED

Proprietary Fund

The City's proprietary fund provides the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The only difference between the amounts reported as business-type activities and the amounts reported in the proprietary fund statements are interfund eliminations between proprietary funds and internal balances due to governmental activities for internal service activities. The City had no internal balances between business-type activities and governmental activities at December 31, 2005.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2005, the City had \$17,158,344, net of accumulated depreciation, invested in land, land improvements, buildings and improvements, equipment, vehicles, and infrastructure. Of this total, \$12,011,430 was reported in governmental activities and \$5,146,914 was reported in business-type activities. The following table shows fiscal 2005 balances compared to 2004.

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

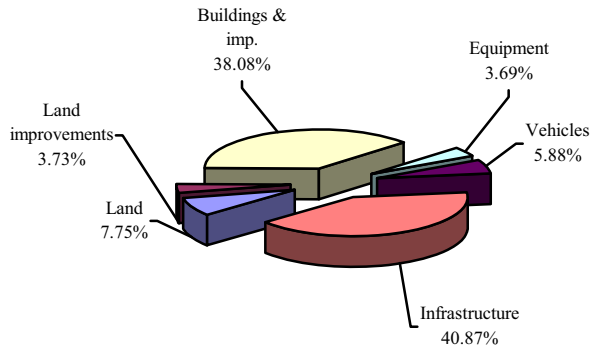
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
Land	\$ 930,915	\$ 930,915	\$ -	\$ -	\$ 930,915	\$ 930,915
Construction-in-progress	-	-	33,776	33,776	33,776	33,776
Land improvements	448,079	493,706	-	-	448,079	493,706
Buildings and improvements	4,573,936	4,693,593	-	-	4,573,936	4,693,593
Equipment	443,473	457,535	149,236	220,354	592,709	677,889
Vehicles	706,476	922,923	4,000	8,000	710,476	930,923
Infrastructure	<u>4,908,551</u>	<u>5,055,705</u>	<u>4,959,902</u>	<u>5,232,553</u>	<u>9,868,453</u>	<u>10,288,258</u>
Totals	<u>\$ 12,011,430</u>	<u>\$12,554,377</u>	<u>\$ 5,146,914</u>	<u>\$ 5,494,683</u>	<u>\$ 17,158,344</u>	<u>\$ 18,049,060</u>

CITY OF STREETSBORO, OHIO

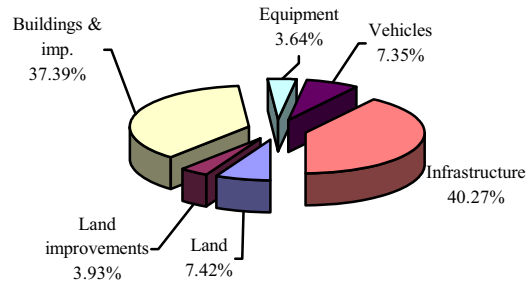
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2005
UNAUDITED**

The following graphs show the breakdown of governmental capital assets by category for 2005 and 2004.

Capital Assets - Governmental Activities 2005



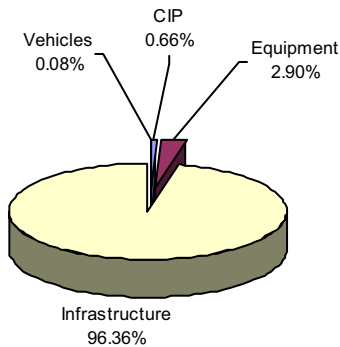
**Capital Assets - Governmental Activities
2004**



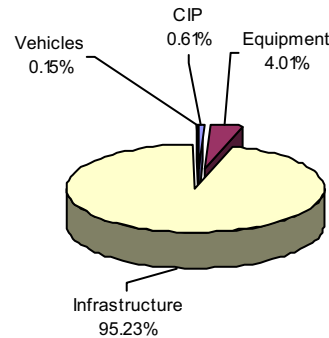
The City's largest capital asset category is infrastructure which includes roads, bridges, culverts, sidewalks and curbs. These items are immovable and of value only to the City, however, the annual cost of purchasing these items is quite significant. The City only began reporting infrastructure in fiscal year 2004 in the governmental capital assets, and already it is the largest capital asset category.

The following graphs show the breakdown of business-type capital assets by category for 2005 and 2004.

Capital Assets - Business-Type Activities 2005



Capital Assets - Business-Type Activities 2004



The City's largest business-type capital asset category is infrastructure for water lines. These items play a vital role in the income producing ability of the business-type activities. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 96.36% of the City's total business-type capital assets.

See Note 10 to the basic financial statements for further information on the City's capital assets.

CITY OF STREETSBORO, OHIO

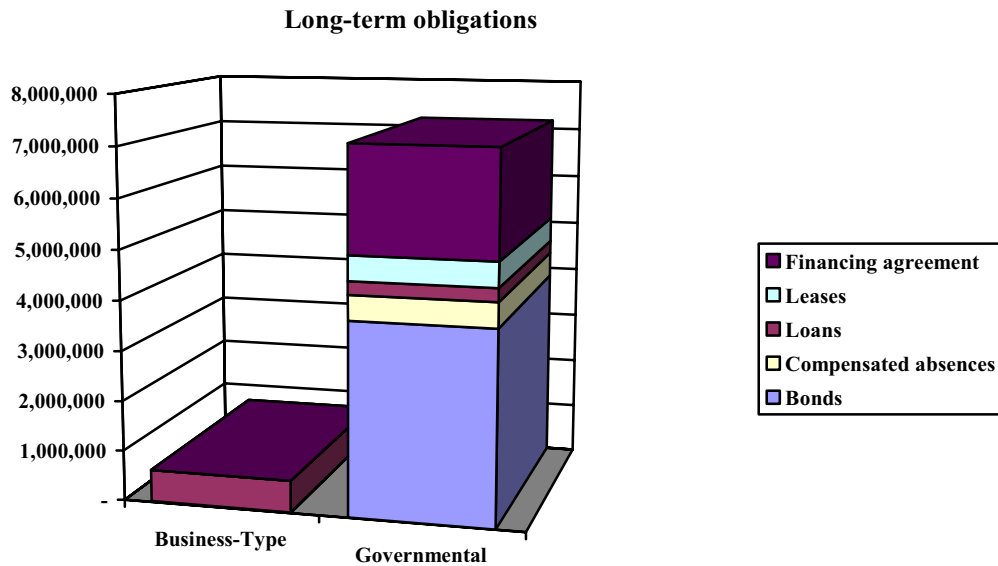
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2005
UNAUDITED

Debt Administration

The City had the following long-term obligations outstanding at December 31, 2005 and 2004:

	Governmental Activities	
	<u>2005</u>	<u>2004</u>
General obligation bonds payable	\$ 3,835,000	\$ 4,080,000
Special assessment bonds	-	4,000
Bond anticipation notes	-	1,280,000
OPWC loans	260,436	295,391
Tax incremental financing agreement	2,089,816	2,204,109
Compensated absences	494,749	326,206
Capital lease obligation payable	<u>492,780</u>	<u>630,613</u>
Total long-term obligations	<u>\$ 7,172,781</u>	<u>\$ 8,820,319</u>
	Business-type Activities	
	<u>2005</u>	<u>2004</u>
OWDA Loans	\$ 550,570	\$ 631,766
OPWC Loans	82,263	108,623
Compensated absences	<u>13,021</u>	<u>1,786</u>
Total long-term obligations	<u>\$ 645,854</u>	<u>\$ 742,175</u>

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



See Note 12 to the basic financial statements for further information on the City's long-term obligations.

CITY OF STREETSBORO, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED DECEMBER 31, 2005 UNAUDITED

Economic Conditions and Outlook

The following economic factors were taken into consideration in preparing the budget for fiscal year 2006:

The City has an unemployment rate currently of 5.4% compared to the 5.5% state average and the 4.6% national average.

State funding is uncertain due to budgetary shortfalls at the State level. Income and property tax revenues are expected to remain consistent as well as expenditures.

The City's budgets were forecast conservatively for 2006 based on local, state and national economic conditions and trends. The service needs of the citizens of Streetsboro were taken into account as were the ongoing financial condition of the City and any applicable budgetary constraints.

Contacting the City's Financial Management

This financial report is designed to provide our citizen's, taxpayers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact: Ms. Tanya Boyer, Finance Director, City of Streetsboro, 9184 State Route 43, Streetsboro, Ohio 44241.

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BASIC
FINANCIAL STATEMENTS

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CITY OF STREETSBORO, OHIO

STATEMENT OF NET ASSETS
DECEMBER 31, 2005

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Assets:			
Equity in pooled cash and cash equivalents.	\$ 3,008,293	\$ 2,110,546	\$ 5,118,839
Receivables (net of allowances for uncollectibles):			
Income taxes	2,119,179	-	2,119,179
Real and other taxes	1,197,935	-	1,197,935
Accounts	210,946	486,392	697,338
Special assessments	245,045	10,890	255,935
Due from other governments	568,956	-	568,956
Prepayments	11,307	4,900	16,207
Materials and supplies inventory	48,233	-	48,233
Loans receivable	315,051	-	315,051
Capital assets:			
Land and construction in progress.	930,915	33,776	964,691
Depreciable capital assets, net	11,080,515	5,113,138	16,193,653
Total capital assets, net	<u>12,011,430</u>	<u>5,146,914</u>	<u>17,158,344</u>
 Total assets.	 <u>19,736,375</u>	 <u>7,759,642</u>	 <u>27,496,017</u>
Liabilities:			
Accounts payable.	48,288	111,546	159,834
Accrued wages and benefits	160,724	7,870	168,594
Due to other governments	149,603	-	149,603
Deferred revenue.	1,087,913	-	1,087,913
Accrued interest payable.	36,050	-	36,050
Pension obligation payable.	202,071	7,720	209,791
Notes payable	902,440	-	902,440
Long-term liabilities:			
Due within one year	637,720	47,414	685,134
Due in more than one year	6,535,061	598,440	7,133,501
 Total liabilities	 <u>9,759,870</u>	 <u>772,990</u>	 <u>10,532,860</u>
Net assets:			
Invested in capital assets, net of related debt	6,650,133	4,514,081	11,164,214
Restricted for:			
Capital projects.	657,843	-	657,843
Debt service	521,179	-	521,179
Transportation projects.	531,959	-	531,959
Community development projects	490,846	-	490,846
Other purposes	341,741	-	341,741
Unrestricted.	782,804	2,472,571	3,255,375
 Total net assets	 <u>\$ 9,976,505</u>	 <u>\$ 6,986,652</u>	 <u>\$ 16,963,157</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
Governmental Activities:			
General government	\$ 2,110,142	\$ 550,149	\$ -
Security of persons and property.	4,522,585	539,388	58,663
Public health and welfare	18,424	9,216	-
Transportation	788,789	6,326	718,626
Community environment.	711,632	619,800	-
Leisure time activity.	352,986	188,188	-
Utility services	728,262	-	-
Other	54,299	-	-
Interest and fiscal charges.	277,290	-	-
	9,564,409	1,913,067	777,289
Business-type Activities:			
Water	2,101,088	2,387,743	-
Total business-type activities	2,101,088	2,387,743	-
Total primary government.	\$ 11,665,497	\$ 4,300,810	\$ 777,289
General Revenues:			
Property taxes levied for:			
General purposes.			
Debt service			
Police pension			
Transportation projects			
Income taxes levied for:			
General purposes.			
Capital projects			
Debt Service.			
Grants and entitlements not restricted to specific programs:			
Investment earnings			
Miscellaneous			
Total general revenues.			
Transfers.			
Change in net assets.			
Net assets at beginning of year (restated)			
Net assets at end of year.			

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Assets

Governmental Activities	Business-type Activities	Total
\$ (1,559,993)	\$ -	\$ (1,559,993)
(3,924,534)	-	(3,924,534)
(9,208)	-	(9,208)
(63,837)	-	(63,837)
(91,832)	-	(91,832)
(164,798)	-	(164,798)
(728,262)	-	(728,262)
(54,299)	-	(54,299)
(277,290)	-	(277,290)
<u>(6,874,053)</u>	<u>-</u>	<u>(6,874,053)</u>
-	286,655	286,655
-	286,655	286,655
<u>(6,874,053)</u>	<u>286,655</u>	<u>(6,587,398)</u>
1,110,012	-	1,110,012
251,450	-	251,450
107,282	-	107,282
115,162	-	115,162
5,200,640	-	5,200,640
688,232	-	688,232
235,780	-	235,780
363,084	-	363,084
167,805	-	167,805
97,407	13,048	110,455
8,336,854	13,048	8,349,902
<u>(21,679)</u>	<u>21,679</u>	<u>-</u>
1,441,122	321,382	1,762,504
<u>8,535,383</u>	<u>6,665,270</u>	<u>15,200,653</u>
<u>\$ 9,976,505</u>	<u>\$ 6,986,652</u>	<u>\$ 16,963,157</u>

CITY OF STREETSBORO, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2005

	<u>General</u>	<u>Capital Improvement</u>	<u>State Route 43 Widening</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:					
Equity in pooled cash and cash equivalents	\$ 1,532,507	\$ 265,556	\$ 35,531	\$ 1,174,699	\$ 3,008,293
Receivables (net of allowance for uncollectibles):					
Income taxes.	1,716,535	211,918	84,767	105,959	2,119,179
Real and other taxes.	795,781	47	19	402,088	1,197,935
Accounts	209,048	-	-	1,898	210,946
Special assessments.	-	245,045	-	-	245,045
Due from other governments	206,416	-	-	362,540	568,956
Loans receivable	-	-	-	315,051	315,051
Prepayments.	11,307	-	-	-	11,307
Materials and supplies inventory	-	-	-	48,233	48,233
Total assets	<u>\$ 4,471,594</u>	<u>\$ 722,566</u>	<u>\$ 120,317</u>	<u>\$ 2,410,468</u>	<u>\$ 7,724,945</u>
Liabilities:					
Accounts payable	\$ 47,618	\$ -	\$ -	\$ 670	\$ 48,288
Accrued wages and benefits.	151,055	-	-	9,669	160,724
Due to other governments.	149,603	-	-	-	149,603
Pension obligation payable	192,139	-	-	9,932	202,071
Accrued interest payable	-	3,890	15,656	-	19,546
Deferred revenue	1,939,823	359,863	45,928	665,789	3,011,403
Notes payable	-	179,600	722,840	-	902,440
Total liabilities	<u>2,480,238</u>	<u>543,353</u>	<u>784,424</u>	<u>686,060</u>	<u>4,494,075</u>
Fund Balances:					
Reserved for encumbrances.	189,983	128,397	-	18,519	336,899
Reserved for prepayments	11,307	-	-	-	11,307
Reserved for materials and supplies inventory	-	-	-	48,233	48,233
Reserved for loans receivable.	-	-	-	315,051	315,051
Reserved for debt service.	-	-	-	461,634	461,634
Unreserved, undesignated (deficit), reported in:					
General fund	1,790,066	-	-	-	1,790,066
Special revenue funds	-	-	-	762,204	762,204
Capital projects funds	-	50,816	(664,107)	118,767	(494,524)
Total fund balances	<u>1,991,356</u>	<u>179,213</u>	<u>(664,107)</u>	<u>1,724,408</u>	<u>3,230,870</u>
Total liabilities and fund balances.	<u>\$ 4,471,594</u>	<u>\$ 722,566</u>	<u>\$ 120,317</u>	<u>\$ 2,410,468</u>	<u>\$ 7,724,945</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2005

Total governmental fund balances		\$ 3,230,870
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		12,011,430
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Property taxes	\$ 42,793	
Income taxes	1,148,186	
Charges for services	141,090	
Special assessments	245,045	
Intergovernmental revenues	<u>346,376</u>	
Total		1,923,490
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. The long-term liabilities are as follows:		
General obligation bonds payable	(3,835,000)	
Accrued interest payable	(16,504)	
OPWC loans	(260,436)	
Compensated absences	(494,749)	
Tax incremental financing agreement	(2,089,816)	
Capital lease payable	<u>(492,780)</u>	
Total		<u>(7,189,285)</u>
Net assets of governmental activities		<u>\$ 9,976,505</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>General</u>	<u>Capital Improvement</u>	<u>State Route 43 Widening</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:					
Municipal income taxes	\$ 5,197,568	\$ 607,449	\$ 58,153	\$ 211,311	\$ 6,074,481
Property and other taxes	1,120,368	47	19	479,279	1,599,713
Charges for services	495,803	-	-	90,382	586,185
Licenses and permits	625,434	-	-	-	625,434
Fines and forfeitures	131,383	-	-	85,113	216,496
Intergovernmental	430,023	-	-	891,916	1,321,939
Special assessments	-	-	-	179,077	179,077
Investment income	119,002	-	-	48,803	167,805
Other	292,320	-	24,128	64,824	381,272
Total revenues	<u>8,411,901</u>	<u>607,496</u>	<u>82,300</u>	<u>2,050,705</u>	<u>11,152,402</u>
Expenditures:					
Current:					
General government	1,907,634	-	-	124,327	2,031,961
Security of persons and property	3,912,095	-	-	192,416	4,104,511
Public health and welfare	-	-	-	8,398	8,398
Transportation	-	-	-	603,348	603,348
Community environment	682,881	-	-	-	682,881
Leisure time activity	287,765	-	-	28,752	316,517
Utility services	625,730	-	-	-	625,730
Other	-	-	-	54,299	54,299
Capital outlay	-	88,464	724	58,796	147,984
Debt service:					
Principal retirement	-	395,984	931,558	488,539	1,816,081
Interest and fiscal charges	-	38,068	27,439	212,753	278,260
Total expenditures	<u>7,416,105</u>	<u>522,516</u>	<u>959,721</u>	<u>1,771,628</u>	<u>10,669,970</u>
Deficiency of revenues under expenditures	<u>995,796</u>	<u>84,980</u>	<u>(877,421)</u>	<u>279,077</u>	<u>482,432</u>
Other financing sources (uses):					
Transfers in	10,000	-	59,712	73,525	143,237
Transfers out	<u>(133,237)</u>	<u>-</u>	<u>-</u>	<u>(31,679)</u>	<u>(164,916)</u>
Total other financing sources (uses)	<u>(123,237)</u>	<u>-</u>	<u>59,712</u>	<u>41,846</u>	<u>(21,679)</u>
Net change in fund balances	872,559	84,980	(817,709)	320,923	460,753
Fund balances					
at beginning of year (restated)	1,118,797	94,233	153,602	1,403,485	2,770,117
Fund balances (deficit) at end of year	<u>\$ 1,991,356</u>	<u>\$ 179,213</u>	<u>\$ (664,107)</u>	<u>\$ 1,724,408</u>	<u>\$ 3,230,870</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

Net change in fund balances - total governmental funds \$ 460,753

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

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

Capital outlays	221,589	
Depreciation expense	(764,536)	
		(542,947)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Income taxes	50,172	
Real and other taxes	(15,807)	
Intergovernmental	(179,179)	
Charges for services	37,474	
Special assessments	(17,852)	
		(125,192)

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 970

Repayment of bonds, capital lease obligations and other long-term liabilities are expenditures in the governmental funds, but the repayments reduce long-term liabilities on the statement of net assets. Principal payments during the year were:

General obligation bonds	245,000	
Special assessment bonds	4,000	
Bond anticipation notes	1,280,000	
Tax incremental financing agreement	114,293	
Capital lease obligations	137,833	
Long-term loans	34,955	
		1,816,081

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (168,543)

Change in net assets of governmental activities \$ 1,441,122

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, 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, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 4,559,944	\$ 4,667,374	\$ 5,134,447	\$ 467,073
Property and other taxes	963,779	986,485	1,085,205	98,720
Charges for services	420,637	430,547	473,633	43,086
Licenses and permits.	553,013	566,042	622,687	56,645
Fines and forfeitures.	114,586	117,285	129,022	11,737
Intergovernmental	384,188	393,240	432,592	39,352
Investment income	105,687	108,177	119,002	10,825
Other	264,052	270,273	297,320	27,047
Total revenues.	<u>7,365,886</u>	<u>7,539,423</u>	<u>8,293,908</u>	<u>754,485</u>
Expenditures:				
Current:				
General government	1,908,132	2,100,304	1,951,229	149,075
Security of persons and property	4,032,143	4,179,487	3,971,833	207,654
Community environment	689,016	772,782	716,308	56,474
Leisure time activity	211,251	327,126	285,718	41,408
Utility services	672,153	758,982	664,876	94,106
Total expenditures	<u>7,512,695</u>	<u>8,138,681</u>	<u>7,589,964</u>	<u>548,717</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(146,809)</u>	<u>(599,258)</u>	<u>703,944</u>	<u>1,303,202</u>
Other financing sources (uses):				
Transfers in.	71,049	72,723	80,000	7,277
Transfers out	<u>(118,000)</u>	<u>(133,237)</u>	<u>(133,237)</u>	<u>-</u>
Total other financing sources (uses)	<u>(46,951)</u>	<u>(60,514)</u>	<u>(53,237)</u>	<u>7,277</u>
Net change in fund balance	(193,760)	(659,772)	650,707	1,310,479
Fund balance at beginning of year (restated) . .	401,892	401,892	401,892	-
Prior year encumbrances appropriated	<u>275,451</u>	<u>275,451</u>	<u>275,451</u>	<u>-</u>
Fund balance at end of year	<u>\$ 483,583</u>	<u>\$ 17,571</u>	<u>\$ 1,328,050</u>	<u>\$ 1,310,479</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

STATEMENT OF NET ASSETS
 PROPRIETARY FUND
 DECEMBER 31, 2005

	Business-type Activities	
	Enterprise Fund	
	<u>Water</u>	
Assets:		
Current assets:		
Equity in pooled cash and cash equivalents	\$	2,110,546
Receivables (net of allowance for uncollectibles):		
Special assessments		10,890
Accounts		486,392
Prepayments		4,900
Total current assets		<u>2,612,728</u>
Noncurrent assets:		
Capital assets:		
Land and construction in progress		33,776
Depreciable capital assets, net		5,113,138
Total capital assets		<u>5,146,914</u>
Total assets		<u>7,759,642</u>
Liabilities:		
Current liabilities:		
Accounts payable		111,546
Accrued wages and benefits		7,870
Compensated absences		2,369
OPWC loans payable - current		26,361
OWDA loans payable - current		18,684
Pension obligation payable		7,720
Total current liabilities		<u>174,550</u>
Long-term liabilities:		
Compensated absences		10,652
OPWC loans payable		55,902
OWDA loans payable		531,886
Total long-term liabilities		<u>598,440</u>
Total liabilities		<u>772,990</u>
Net assets:		
Invested in capital assets, net of related debt		4,514,081
Unrestricted		2,472,571
Total net assets	\$	<u>6,986,652</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2005

	Business-type Activities Enterprise Fund
	<u>Water</u>
Operating revenues:	
Charges for services	\$ 2,387,743
Other	13,048
Total operating revenues	<u>2,400,791</u>
Operating expenses:	
Personal services	431,443
Contract services	1,135,048
Materials and supplies	153,623
Depreciation	347,769
Total operating expenses.	<u>2,067,883</u>
Operating income	<u>332,908</u>
Nonoperating expenses:	
Interest expense and fiscal charges	<u>(33,205)</u>
Total nonoperating expenses	<u>(33,205)</u>
Income before transfers	299,703
Transfers in.	<u>21,679</u>
Changes in net assets	321,382
Net assets at beginning of year (restated).	<u>6,665,270</u>
Net assets at end of year.	<u>\$ 6,986,652</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	Business-type Activities	
	Enterprise Fund	
	Water	
Cash flows from operating activities:		
Cash received from customers	\$	2,400,033
Cash received from other operations.		13,048
Cash payments for personal services		(312,916)
Cash payments for contract services		(1,220,290)
Cash payments for materials and supplies		(156,292)
		<hr/>
Net cash provided by operating activities		723,583
		<hr/>
Cash flows from noncapital financing activities:		
Cash received from transfers in		21,679
		<hr/>
Net cash provided by noncapital financing activities		21,679
		<hr/>
Cash flows from capital and related financing activities:		
Principal retirement on OWDA loans.		(81,196)
Principal retirement on OPWC loans.		(26,360)
Interest and fiscal charges.		(33,205)
		<hr/>
Net cash used in capital and related financing activities		(140,761)
		<hr/>
Net increase in cash and cash equivalents		604,501
Cash and cash equivalents at beginning of year (restated)		1,506,045
Cash and cash equivalents at end of year.	\$	2,110,546
		<hr/> <hr/>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$	332,908
Adjustments:		
Depreciation		347,769
Changes in assets and liabilities:		
Increase in accounts receivable		(66,506)
Decrease in special assessments receivable		78,796
Increase in prepayments		(4,900)
Increase in accounts payable		27,762
Decrease in accrued wages and benefits		(2,517)
Decrease in pension obligation payable.		(964)
Increase in compensated absences payable		11,235
		<hr/>
Net cash provided by operating activities	\$	723,583
		<hr/> <hr/>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
DECEMBER 31, 2005

	<u>Agency</u>
Assets:	
Equity in pooled cash and cash equivalents	\$ 204,258
Total assets.	<u>\$ 204,258</u>
Liabilities:	
Undistributed monies	\$ 204,258
Total liabilities	<u>\$ 204,258</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 1 - DESCRIPTION OF THE CITY

The City of Streetsboro (the "City") was incorporated in 1969 and chartered in 1971 under the laws of the State of Ohio. The City operates under the Mayor-Council form of government.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Streetsboro this includes police and fire fighting forces, a street maintenance department, a park and recreation system, planning and zoning, and a staff to provide the necessary support to these service providers and any other departments or funds for which the nature and significance of their relationship with the City are such that exclusion would cause the financial statements to be misleading or incomplete.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; (3) the City is legally obligated or has otherwise assumed the responsibility to finance deficits of, or (4) provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. The City has no component units.

B. Basis of Presentation - Fund Accounting

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

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.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

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

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

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

C. Fund Accounting

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

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

General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund.

Capital Improvement Fund - This fund accounts for various capital projects undertaken by the City.

State Route 43 Widening Fund - This fund accounts for revenues and expenditures incurred for a State Route 43 widening project.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

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

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

Proprietary Funds - Proprietary fund reporting focuses on changes in net assets, financial position and cash flows. The City's only proprietary fund is an enterprise fund.

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

Water Fund - This fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's only fiduciary fund is an agency fund.

D. Measurement Focus and Basis of Accounting

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

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

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

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

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

E. Basis of Accounting

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

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned (see Note 7). Revenue from property taxes is recognized in the year for which the taxes are levied (see Note 6). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2005, but which were levied to finance year 2006 operations, have been recorded as deferred revenue. Special assessments not received within the available period and grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

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

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

F. Budgetary Data

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 appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. The legal level of budgetary control is at the object level within each fund, program, and department. Budgetary modifications may only be made by resolution of the City Council at the legal level of control.

Tax Budget - A budget of estimated revenue and expenditures is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year. The budget includes proposed expenditures and the means of financing all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include encumbered cash balances at December 31 of the preceding year. The certificate may be further amended during the year if the Finance Director determines, and the Budget Commission agrees, that an estimates need to be either increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificates of estimated resources issued during 2005.

Appropriations - A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the transfers, advances and total of all other expenditures for all funds. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The appropriations for a fund may only be modified during the year by an ordinance of Council. The amounts on the budgetary statement reflect the original and final appropriation amounts, including all amendments and modifications legally enacted by Council.

Lapsing of Appropriations - At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbrances are carried forward and are not reappropriated as part of the subsequent year appropriations.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2005

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

G. Cash and Cash Equivalents

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

During fiscal year 2005, investments were limited to STAR Ohio and repurchase agreements.

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

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, 2005.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2005 amounted to \$119,002 which includes \$74,989 assigned from other City funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are presented on the financial statements as cash equivalents.

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

H. Inventories of Materials and Supplies

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

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

I. Capital Assets

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

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

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

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

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City’s historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Equipment	5 - 20 years	5 - 10 years
Land improvements	20 years	-
Buildings/improvements	20 - 50 years	-
Vehicles	8 years	5 years
Infrastructure:		
Waterlines	-	30 years

J. Compensated Absences

Compensated absences of the City consist of vacation leave and sick leave to the extent that payment to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the City and the employee.

In conformity with GASB Statement No. 16, “Accounting for Compensated Absences”, vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at December 31 by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments. City employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation and sick leave at various rates.

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

CITY OF STREETSBORO, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

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

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

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2005, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

L. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as grants awarded on a non-reimbursement basis, shared revenues and entitlements are recorded as receivables and revenues when measurable and available. Reimbursement-type grants are recorded as receivables and revenues when the related expenditures are incurred. Grants, entitlements, or shared revenues received for proprietary fund operating purposes are recognized as nonoperating revenues in the accounting period in which they are earned and become measurable. Such resources restricted for the construction of capital assets are recorded as contributed capital.

M. Accrued Liabilities and Long-Term Obligations

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

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

N. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

CITY OF STREETSBORO, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

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

O. Fund Balance Reserves

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditures. Fund balance reserves have been established for encumbrances, prepayments, materials and supplies inventory, loans receivable and debt service.

P. Estimates

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

Q. Net Assets

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

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

R. Operating Revenues and Expenses

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 the water program. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2005.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2005, the City has implemented GASB Statement No. 40 “Deposit and Investment Risk Disclosures”, and GASB Statement No. 42, “Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries”.

GASB Statement No. 40 establishes and modifies disclosure requirements related to investment risks: credit risk (including custodial credit risk and concentrations of credit risk) and interest rate risk. This statement also establishes and modifies disclosure requirements for custodial credit risk on deposits.

GASB Statement No. 42 amends GASB Statement No. 34 and establishes accounting and financial reporting standards for impairment of capital assets and accounting requirements for insurance recoveries.

The implementation of GASB Statement No. 40 and GASB Statement No. 42 did not have an effect on the financial statements of the City, however additional note disclosure can be found in Note 4.

B. Restatement of Governmental Fund Balances and Net Assets of Governmental Activities

A prior period adjustment has been made to the City’s beginning fund balances due to errors and omissions in prior fiscal years in “Equity in pooled cash and cash equivalents”, which have been underreported in total and within individual funds and fund types. This prior period adjustment had the following effect on governmental fund balances as previously reported:

	<u>General</u>	<u>Capital Improvement</u>	<u>State Route 43 Widening</u>	<u>Nonmajor</u>	<u>Total</u>
Fund Balances, December 31, 2004	\$ 912,149	\$ 39,168	\$ (87,939)	\$ 1,435,861	\$ 2,299,239
Adjustments to cash balances	<u>206,648</u>	<u>55,065</u>	<u>241,541</u>	<u>(32,376)</u>	<u>470,878</u>
Restated Fund Balances, December 31, 2004	<u>\$ 1,118,797</u>	<u>\$ 94,233</u>	<u>\$ 153,602</u>	<u>\$ 1,403,485</u>	<u>\$ 2,770,117</u>

In addition, the prior period adjustment had the following effect on net assets of governmental activities as previously reported:

	<u>Governmental Activities</u>
Net assets, December 31, 2004	\$ 8,064,505
Adjustments to cash balances	<u>470,878</u>
Restated net assets, December 31, 2004	<u>\$ 8,535,383</u>

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

C. Restatement of Enterprise Net Assets and Net Assets of Business-Type Activities

A prior period adjustment has been made to the beginning net assets of the Water fund to correct for errors and omissions in "Equity in pooled cash and cash equivalents" as mentioned above. The prior period adjustment had the following effect on net assets of the enterprise fund as previously reported:

	Water Fund
Net assets, December 31, 2004	\$ 6,853,661
Adjustment to cash balances	(188,391)
Restated net assets, December 31, 2004	\$ 6,665,270

In addition, the fund reclassification and prior period adjustment for capital assets had the following effect on net assets of the business-type activities as previously reported:

	Business-Type Activities
Net assets, December 31, 2004	\$ 6,853,661
Fund reclassification	(188,391)
Restated net assets, December 31, 2004	\$ 6,665,270

D. Deficit Fund Balance

	Deficit
<u>Major Fund</u>	
State Route 43 Widening	\$ 664,107

This fund complied with Ohio state law, which does not permit a cash basis deficit at year-end. The deficit fund balance resulted from the application of GAAP which requires short-term bond anticipation notes to be reported as a liability of the fund which received the note proceeds. This deficit will be alleviated when sufficient revenues are received to repay the notes payable.

NOTE 4 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS

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

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

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

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool State Treasury Asset Reserve of Ohio (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time: and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

A. Cash on Hand

At year-end, the City had \$500 in undeposited cash on hand which is included on the financial statements of the City as part of "Equity in Pooled Cash and Cash Equivalents."

B. Deposits with Financial Institutions

At December 31, 2005, the carrying amount of all City deposits was \$(180,852), exclusive of the \$1,950,000 repurchase agreement included in investment below. A liability was not recorded for the negative carrying amount of deposits because there was no actual overdraft, due to the "zero-balance" nature of the City's bank accounts. The negative carrying amount of deposits is due to the sweeping of monies into overnight repurchase agreements which are reported as "investments". Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2005, \$73,470 of the City's bank balance of \$270,308 was exposed to custodial risk as discussed below, while \$196,838 was covered by Federal Deposit Insurance Corporation.

Custodial credit risk is the risk that, in the event of bank failure, the City's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the City.

C. Investments

As of December 31, 2005, the City had the following investments and maturities:

<u>Investment type</u>	Balance at <u>Fair Value</u>	<u>Investment Maturities</u> 6 months or less
Repurchase Agreement	\$ 1,950,000	\$ 1,950,000
STAR Ohio	<u>3,553,449</u>	<u>3,553,449</u>
	<u>\$ 5,503,449</u>	<u>\$ 5,503,449</u>

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the City's investment policy limits investment portfolio maturities to five years or less.

Credit Risk: STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard service rating.

Concentration of Credit Risk: The City places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the City at December 31, 2005:

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

<u>Investment type</u>	<u>Balance at Fair Value</u>	<u>% of Total</u>
Repurchase Agreement	\$ 1,950,000	35.43
STAR Ohio	<u>3,553,449</u>	<u>64.57</u>
	<u>\$ 5,503,449</u>	<u>100.00%</u>

D. Reconciliation of Cash and Investment to the Statement of Net Assets

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the statement of net assets as of December 31, 2005:

<u>Cash and Investments per footnote</u>	
Carrying amount of deposits	\$ (180,852)
Investments	5,503,449
Cash on hand	<u>500</u>
Total	<u>\$ 5,323,097</u>
 <u>Cash and investments per Statement of Net Assets</u>	
Governmental activities	\$ 3,008,293
Business type activities	2,110,546
Agency fund	<u>204,258</u>
Total	<u>\$ 5,323,097</u>

NOTE 5 - INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2005, consisted of the following, as reported in the fund financial statements:

<u>Transfers to</u>	<u>Transfers From</u>		
	<u>General</u>	<u>Nonmajor Governmental</u>	<u>Total</u>
General	\$ -	\$ 10,000	\$ 10,000
State Route 43 Widening	59,712		59,712
Nonmajor Governmental	73,525	-	73,525
Water	<u>-</u>	<u>21,679</u>	<u>21,679</u>
Total	<u>\$ 133,237</u>	<u>\$ 31,679</u>	<u>\$ 164,916</u>

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

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 1999. Real property taxes are payable annually or semi-annually. The first payment is due January 20, with the remainder payable by July 20.

Taxes collected on tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values listed on December 31 of the prior year, and at 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% of its true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30 with the remainder payable by September 20.

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 currently is assessed at 88% of its true value; public utility real property is assessed at 35% of 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 Streetsboro. The County Auditor periodically remits to the City its portion of the taxes collected. The full tax rate for all City operations for the year ended December 31, 2005 was \$2.90 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2005 property tax receipts were based are as follows:

	<u>Assessed Value</u>	<u>Percentage</u>
Real property tax	\$ 329,466,746	82.71
Public utility tangible personal property	8,240,910	2.07
Tangible personal property	<u>60,637,344</u>	<u>15.22</u>
Total assessed valuation	<u>\$ 398,345,000</u>	<u>100.00%</u>

Property taxes receivables represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2005. Although total property tax collections for the next year are measurable, they are generally not collected during the available period. The exception to this is any advances received by the City in the first sixty days of the year are credited as property tax revenues with the remainder being credited to deferred revenue.

CITY OF STREETSBORO, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

NOTE 7 - LOCAL INCOME TAX

The City levies and collects an income tax of 1.0% on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows no credit for the tax paid to another municipality. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly.

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

Income tax revenues are distributed to the general, capital improvement, police station bond retirement, and state route 43 widening funds. Total income tax revenues were \$6,074,481 in 2005.

NOTE 8 - RECEIVABLES

Receivables at December 31, 2005, consisted of taxes, accounts (billings for user charged services), special assessments, accrued interest, and intergovernmental receivables arising from grants, entitlements, and shared revenue. All intergovernmental receivables have been classified as "Due From Other Governments" on the BFS. Receivables have been recorded to the extent that they are measurable at December 31, 2005, as well as intended to finance fiscal 2006 operations.

The loan receivable at December 31, 2005, represents revolving loans made to private enterprises under the United States Department of Housing and Urban Development Community Development Block Grant Program. The loans are due on February 21, 2015 and January 1, 2018 and bear interest rates of 5%. The loans are administered by Neighborhood Development Services.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 8 - RECEIVABLES - (Continued)

A summary of the intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amounts</u>
<u>Major Funds</u>	
General Fund	
Homestead and Rollback	\$ 22,555
Local Government	38,629
Local Government Revenue Assistance	144,339
Estate Tax	<u>893</u>
Total General Fund	<u>206,416</u>
Total Major Funds	<u>206,416</u>
<u>Nonmajor Funds</u>	
Street Construction and Repair	
Gasoline Tax	201,812
Motor Vehicle License Tax	<u>65,305</u>
Total State Construction and Repair	<u>267,117</u>
State Highway	
Gasoline Tax	16,363
Motor Vehicle License Tax	<u>5,295</u>
Total State Highway	<u>21,658</u>
Permissive Tax	
Permissive Tax	<u>61,894</u>
Police Pension	
Homestead and Rollback	<u>3,561</u>
General Bond Retirement	
Homestead and Rollback	<u>8,310</u>
Total Nonmajor Funds	<u>362,540</u>
Total	<u>\$ 568,956</u>

NOTE 9 - SPECIAL ASSESSMENTS

Special assessments include annually assessed service assessments. Service type special assessments are levied against all property owners which benefit from the provided service. Special assessments are payable by the time and in the manner stipulated in the assessing ordinance and are a lien from the date of the passage of the ordinance.

The City's special assessments include street improvements and water lines which are billed by the County Auditor and collected by the County Treasurer. The County Auditor periodically remits these collections to the City. Special assessments collected in one calendar year are levied and certified in the preceding calendar year.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 10 - CAPITAL ASSETS

- A. Capital asset activity for governmental activities for the year ended December 31, 2005, was as follows:

<u>Governmental Activities:</u>	Balance 12/31/04	Additions	Disposals	Balance 12/31/05
<i>Capital assets, not being depreciated:</i>				
Land	930,915	-	-	930,915
Total capital assets, not being depreciated	<u>930,915</u>	<u>-</u>	<u>-</u>	<u>930,915</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	928,380	-	-	928,380
Buildings and improvements	5,825,803	-	-	5,825,803
Equipment	1,653,122	106,452	-	1,759,574
Vehicles	3,273,089	48,991	-	3,322,080
Infrastructure	<u>5,266,359</u>	<u>66,146</u>	<u>-</u>	<u>5,332,505</u>
Total capital assets, being depreciated	<u>16,946,753</u>	<u>221,589</u>	<u>-</u>	<u>17,168,342</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(434,674)	(45,627)	-	(480,301)
Buildings and improvements	(1,132,210)	(119,657)	-	(1,251,867)
Equipment	(1,195,587)	(120,514)	-	(1,316,101)
Vehicles	(2,350,166)	(265,438)	-	(2,615,604)
Infrastructure	<u>(210,654)</u>	<u>(213,300)</u>	<u>-</u>	<u>(423,954)</u>
Total accumulated depreciation	<u>(5,323,291)</u>	<u>(764,536)</u>	<u>-</u>	<u>(6,087,827)</u>
Total capital assets, being depreciated, net	<u>11,623,462</u>	<u>(542,947)</u>	<u>-</u>	<u>11,080,515</u>
Governmental activities capital assets, net	<u>\$ 12,554,377</u>	<u>\$ (542,947)</u>	<u>\$ -</u>	<u>\$ 12,011,430</u>

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 10 - CAPITAL ASSETS - (Continued)

- B.** Capital asset activity for business-type activities for the year ended December 31, 2005, was as follows:

<u>Business-Type Activities:</u>	Balance <u>12/31/04</u>	<u>Additions</u>	<u>Disposals</u>	Balance <u>12/31/05</u>
<i>Capital assets, not being depreciated:</i>				
Construction in progress	33,776	-	-	33,776
Total capital assets, not being depreciated	<u>33,776</u>	<u>-</u>	<u>-</u>	<u>33,776</u>
<i>Capital assets, being depreciated:</i>				
Machinery and equipment	462,129	-	-	462,129
Vehicles	60,999	-	-	60,999
Sewer/water lines	8,180,580	-	-	8,180,580
Total capital assets, being depreciated	<u>8,703,708</u>	<u>-</u>	<u>-</u>	<u>8,703,708</u>
<i>Less: accumulated depreciation:</i>				
Machinery and equipment	(241,775)	(71,118)	-	(312,893)
Vehicles	(52,999)	(4,000)	-	(56,999)
Sewer/water lines	(2,948,027)	(272,651)	-	(3,220,678)
Total accumulated depreciation	<u>(3,242,801)</u>	<u>(347,769)</u>	<u>-</u>	<u>(3,590,570)</u>
Total capital assets, being depreciated, net	<u>5,460,907</u>	<u>(347,769)</u>	<u>-</u>	<u>5,113,138</u>
Governmental activities capital assets, net	<u>\$ 5,494,683</u>	<u>\$ (347,769)</u>	<u>\$ -</u>	<u>\$ 5,146,914</u>

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 10 - CAPITAL ASSETS - (Continued)

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

Governmental Activities:

General government	\$ 47,415
Security of persons and property	365,808
Public health and welfare	10,026
Transportation	184,485
Basic utility services	25,504
Community environment	35,321
Leisure time activity	<u>95,977</u>
Total depreciation expense - governmental activities	<u>\$ 764,536</u>

NOTE 11 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In prior years the City entered into capital leases for the acquisition of various police, fire and service vehicles. The present value of net minimum lease payments for these vehicles at December 31, 2005 is \$492,780.

The leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures on the basic financial statements for the governmental funds. These expenditures are reflected as program/object expenditures on a budgetary basis.

The follow is a schedule of the future minimum lease payments and the present value of the minimum lease payments as of December 31, 2005:

<u>Fiscal Year Ending December 31</u>	<u>Lease Payments</u>
2006	\$ 154,847
2007	136,680
2008	101,420
2009	101,420
2010	<u>80,327</u>
Total minimum lease payment	574,694
Less: interest	<u>(81,914)</u>
Present value of minimum lease payments	<u>\$ 492,780</u>

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 12 - LONG-TERM OBLIGATIONS

A. Governmental Activities

During the fiscal year 2005, the following changes occurred in the City's governmental activities long-term obligations:

<u>Governmental Activities</u>	<u>Balance</u> <u>12/31/04</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/05</u>	<u>Amounts</u> <u>Due in</u> <u>One Year</u>
<u>General obligation bonds</u>					
1999 various purpose bonds - 3.90% to 5.55%	\$ 4,080,000	\$ -	\$ (245,000)	\$ 3,835,000	\$ 255,000
Total general obligation bonds	<u>4,080,000</u>	<u>-</u>	<u>(245,000)</u>	<u>3,835,000</u>	<u>255,000</u>
<u>Bond anticipation notes</u>					
2003 Series - 2.45%	<u>1,280,000</u>	<u>-</u>	<u>(1,280,000)</u>	<u>-</u>	<u>-</u>
Total bond anticipation notes	<u>1,280,000</u>	<u>-</u>	<u>(1,280,000)</u>	<u>-</u>	<u>-</u>
<u>Special assessment bonds</u>					
1985 Ethan Ave. - 9.13%	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>	<u>-</u>	<u>-</u>
Total special assessment bonds	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>	<u>-</u>	<u>-</u>
<u>OPWC loans</u>					
St. Rt. 14 resurfacing, due 2011 - 0%	70,000	-	(10,000)	60,000	10,000
Aurora, Hudson and Wellman, due 2017 - 0%	75,391	-	(6,032)	69,359	6,032
St. Rt. 303, Superior/Mt. Vernon, due 2015 - 0%	<u>150,000</u>	<u>-</u>	<u>(18,923)</u>	<u>131,077</u>	<u>13,798</u>
Total OPWC loans	<u>295,391</u>	<u>-</u>	<u>(34,955)</u>	<u>260,436</u>	<u>29,830</u>
<u>Other long-term obligations</u>					
Tax incremental financing agreement	2,204,109	-	(114,293)	2,089,816	112,025
Capital lease obligations	630,613	-	(137,833)	492,780	154,847
Compensated absences	<u>326,206</u>	<u>245,579</u>	<u>(77,036)</u>	<u>494,749</u>	<u>86,018</u>
Total long-term obligations	<u>3,160,928</u>	<u>245,579</u>	<u>(329,162)</u>	<u>3,077,345</u>	<u>352,890</u>
Total governmental activities long-term obligations	<u>\$ 8,820,319</u>	<u>\$ 245,579</u>	<u>\$(1,893,117)</u>	<u>\$ 7,172,781</u>	<u>\$ 637,720</u>

Compensated Absences - Compensated absences will be paid from the fund which the employees' salaries are paid. The payments will be made from the General Fund and Street Maintenance and Repair Fund.

General Obligation Bonds - In 1999, the City issued \$5,135,000 in general obligation bonds for various improvements that mature in 2019. The issue is comprised of current interest bonds with an annual interest rate ranging from 3.90% - 5.50%. The bonds are backed by the full faith and credit of the City and are payable from taxes levied on all taxable property.

OPWC and OWDA Loans - In various years the City entered into loans with the Ohio Public Works Commission (OPWC) and the Ohio Water Development Authority (OWDA). The loans are for the construction, maintenance and operation of various water projects.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 12 - LONG-TERM OBLIGATIONS - (Continued)

Legal Debt Margin - At December 31, 2005, the City's voted legal debt margin and unvoted legal debt margin was \$38,452,859 and \$18,073,975, respectively.

The following are the future debt service requirements for governmental activities debt at year-end:

<u>Year</u>	<u>General Obligation Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 255,000	\$ 198,050	\$ 453,050
2007	270,000	186,065	456,065
2008	285,000	173,240	458,240
2009	300,000	159,418	459,418
2010	270,000	144,868	414,868
2011 - 2015	1,330,000	526,969	1,856,969
2016 - 2019	<u>1,125,000</u>	<u>153,466</u>	<u>1,278,466</u>
Total	<u>\$ 3,835,000</u>	<u>\$ 1,542,076</u>	<u>\$ 5,377,076</u>
<u>OPWC Loans</u>			
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 29,830	\$ -	\$ 29,830
2007	29,829	-	29,829
2008	29,829	-	29,829
2009	29,829	-	29,829
2010	29,829	-	29,829
2011 - 2015	102,243	-	102,243
2016 - 2019	<u>9,047</u>	<u>-</u>	<u>9,047</u>
Total	<u>\$ 260,436</u>	<u>\$ -</u>	<u>\$ 260,436</u>

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 12 - LONG-TERM OBLIGATIONS - (Continued)

B. Business-Type Activities

The following changes occurred in the City's business-type long-term obligations during fiscal 2005:

	Balance			Balance	Amounts
	12/31/04	Additions	Reductions	12/31/05	Due in
<u>Business-Type Activities:</u>					<u>One Year</u>
<u>OWDA loans</u>					
OWDA loan, due 2005 - 8.97%	\$ 63,644	\$ -	\$ (63,644)	\$ -	\$ -
OWDA loan, due 2006 - 7.65%	19,513	-	(9,397)	10,116	10,116
Briar Root Manor Waterline, due 2034 - 5.01%	<u>548,609</u>	-	<u>(8,155)</u>	<u>540,454</u>	<u>8,568</u>
Total OWDA loans	<u>631,766</u>	-	<u>(81,196)</u>	<u>550,570</u>	<u>18,684</u>
<u>OPWC loans</u>					
Frost Rd waterline, due 2009 - 0%	73,623	-	(16,360)	57,263	16,361
St. Rt. 43 waterline, due 2008 - 0%	<u>35,000</u>	-	<u>(10,000)</u>	<u>25,000</u>	<u>10,000</u>
Total OPWC loans	<u>108,623</u>	-	<u>(26,360)</u>	<u>82,263</u>	<u>26,361</u>
<u>Other long-term obligations</u>					
Compensated absences	<u>1,786</u>	<u>14,223</u>	<u>(2,988)</u>	<u>13,021</u>	<u>2,369</u>
Total other long-term obligations	<u>1,786</u>	<u>14,223</u>	<u>(2,988)</u>	<u>13,021</u>	<u>2,369</u>
Total business-type long term obligations	<u>\$ 742,175</u>	<u>\$ 14,223</u>	<u>\$ (110,544)</u>	<u>\$ 645,854</u>	<u>\$ 47,414</u>

The following are the future debt service requirements for business-type activities debt at year-end:

Year	OPWC Loans			OWDA Loans		
	Principal	Interest	Total	Principal	Interest	Total
2006	\$ 26,361	\$ -	\$ 26,361	\$ 18,684	\$ 27,679	\$ 46,363
2007	26,361	-	26,361	9,003	26,536	35,539
2008	21,361	-	21,361	9,460	26,079	35,539
2009	8,180	-	8,180	9,940	25,599	35,539
2010	-	-	-	10,444	25,095	35,539
2011 - 2015	-	-	-	60,725	116,970	177,695
2016 - 2020	-	-	-	77,770	99,925	177,695
2021 - 2025	-	-	-	99,602	78,093	177,695
2026 - 2030	-	-	-	127,560	50,135	177,695
2031 - 2034	-	-	-	127,382	14,774	142,156
Total	<u>\$ 82,263</u>	<u>\$ -</u>	<u>\$ 82,263</u>	<u>\$ 550,570</u>	<u>\$ 490,885</u>	<u>\$1,041,455</u>

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 13 - NOTES PAYABLE

The City's notes activity for the year ended December 31, 2005, was as follows:

	<u>Interest</u> <u>Rate</u>	<u>Balance</u> <u>12/31/04</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>12/31/05</u>
Governmental Activities					
Long-Term Notes					
Bond Anticipation Notes					
2004 Series	2.45%	\$ <u>1,280,000</u>	\$ <u>-</u>	\$ <u>(1,280,000)</u>	\$ <u>-</u>
Total Long-Term Notes		<u>1,280,000</u>	<u>-</u>	<u>(1,280,000)</u>	<u>-</u>
Short-Term Notes					
Bond Anticipation Notes					
2005 Series	4.85%	<u>-</u>	<u>902,440</u>	<u>-</u>	<u>902,440</u>
Total Short-Term Notes		<u>-</u>	<u>902,440</u>	<u>-</u>	<u>902,440</u>
Total governmental activities		<u>\$ 1,280,000</u>	<u>\$ 902,440</u>	<u>\$ (1,280,000)</u>	<u>\$ 902,440</u>

The City's bond anticipation notes are backed by the full faith and credit of the City and mature on July 20, 2006. The proceeds of the notes were used to repay a portion of the Series 2004 bond anticipation notes which were recorded as a governmental activities long-term obligation at December 31, 2004.

The bond anticipation notes have been issued to finance various construction projects as follows:

Widening of State Route 43	\$ 722,840
Realigning and widening of State Route 303	<u>179,600</u>
Total	<u>\$ 902,440</u>

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 14 - 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. During 2005, the City contracted for the following insurance coverage.

<u>Type of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
General Liability		
Each Occurrence	\$1,000,000	\$0
Annual Aggregate	2,000,000	0
Employers Liability	1,000,000	25,000
Employee Benefits Liability		
Each Occurrence	1,000,000	0
Annual Aggregate	2,000,000	0
Law Enforcement Officers Liability		
Each Occurrence	1,000,000	5,000
Annual Aggregate	2,000,000	5,000
Public Officials Liability		
Each Occurrence	1,000,000	25,000
Annual Aggregate	1,000,000	25,000
Property (building and contents)	11,697,500	1,000
Boiler and Machinery	Included	
Inland Marine		
Special Property	774,437	500
Electronic Equipment	Included	
Automobile Coverage		
Liability	1,000,000	0
Medical Payments	0	0

There has been no significant reduction in insurance coverage from 2004, and no insurance settlement has exceeded insurance coverage during the last three years.

Workers' Compensation coverage is provided by the State of Ohio. The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 15 - DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System

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

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-6705.

For the year ended December 31, 2005, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 8.5% of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.1% of their annual covered salary; members in public safety contributed 9%. The City's contribution rate for pension benefits for 2005 was 9.55%, except for those plan members in law enforcement or public safety. For those classifications, the City's pension contributions were 12.7% of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The City's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2005, 2004, and 2003 were \$341,919, \$294,638, and \$231,364, respectively; 72.05% has been contributed for 2005, 2004 and 2003. The City and plan members did not make any contributions to the member-directed plan for 2005.

B. Ohio Police and Fire Pension Fund

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

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 15 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan members are required to contribute 10% of their annual covered salary to fund pension obligations while the City is required to contribute 11.75% for police officers and 16.25% for firefighters. Contributions are authorized by State statute. The City's contributions to the fund for police and firefighters for the years ended December 31, 2005, 2004 and 2003 were \$421,463, \$329,783 and \$207,296, respectively. The full amount has been contributed for 2004 and 2003. 74.69% and 69.47% have been contributed for 2005 for police and fire, respectively, with the remainder being reported as a liability.

NOTE 16 - POSTRETIREMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in GASB Statement No. 12, "Disclosure of Information on Postemployment Benefits other than Pension Benefits by State and Local Government Employers". A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The 2005 local government employer contribution rate was 13.55% of covered payroll (16.70% for public safety and law enforcement); 4.00% of covered payroll was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS latest actuarial review performed as of December 31, 2005, include a rate of return on investments of 8.00%, an annual increase in active employee total payroll of 4.00% compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50% and 6.3% based on additional annual pay increases. Health care premiums were assumed to increase 1.00% and 6.00% annually for the next eight years and 4.00% annually after nine years.

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

The number of active contributing participants in the traditional and combined plans was 376,109 as of December 31, 2005. The number of active participants for both plans used in the December 31, 2004 actuarial valuation was 355,287. Actual employer contributions for 2005 which were used to fund postemployment benefits were \$100,935. The actual contribution and the actuarially required contribution amounts are the same. OPERS net assets available for payment of benefits at December 31, 2004 (the latest information available) were \$10.8 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$29.5 billion and \$18.7 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 OPERS' health care coverage to improve the financial solvency of the fund in response to skyrocketing health care costs.

CITY OF STREETSBORO, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 16 - POSTRETIREMENT BENEFIT PLANS - (Continued)

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.

B. Ohio Police and Fire Pension Fund

The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12, "Disclosure of Information on Postemployment Benefits other than Pension Benefits by State and Local Government Employers". The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund's board of trustees to provide health care coverage and states that health care costs paid from the funds of OP&F shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll, of which 7.75% of covered payroll was applied to the postemployment health care program during 2005. 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.

The City's actual contributions for 2005 that were used to fund postemployment benefits was \$105,491 for police and \$106,267 for firefighters. The OP&F's total health care expense for the year ended December 31, 2004 (the latest information available) was \$102,173,796, which was net of member contributions of \$55,665,341. The number of OP&F participants eligible to receive health care benefits as of December 31, 2004 (the latest information available), was 13,812 for police and 10,528 for firefighters.

NOTE 17 - COMPENSATED ABSENCES

City employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has acquired at least one year of service with the City. Accumulated, unused sick leave is paid to a retiring employee or, upon the death of the employee, to the employee's estate, up to a maximum of nine hundred sixty hours, provided the employee has ten or more year's service with the City prior to the date of retirement or death.

CITY OF STREETSBORO, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

NOTE 18 - BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations and changes in fund balance on the basis of accounting principles generally accepted in the United States of America (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) is presented for the general fund and is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues and other financing sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses and other financing uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the fund financial statements) to the budgetary basis statements for all governmental funds for which a budgetary basis statement is presented.

Net Change in Fund Balance

	<u>General</u>
Budget basis	\$ 650,707
Net adjustment for revenue accruals	117,993
Net adjustment for expenditure accruals	(30,598)
Net adjustment for other sources/uses	(70,000)
Adjustment for encumbrances	<u>204,457</u>
GAAP basis	<u>\$ 872,559</u>

CITY OF STREETSBORO, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

NOTE 19 - CONTINGENCIES

A. Grants

The City receives significant financial assistance from numerous federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2005.

NOTE 20 - SIGNIFICANT SUBSEQUENT EVENTS

On June 26, 2006, the City approved the refinancing of \$682,000 of the \$902,440 bond anticipation note that is due July 21, 2006.

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

CITY OF STREETSBORO, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

General Fund

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

Nonmajor Special Revenue Funds

The special revenue funds are used to account for all specific financial resources (other than major capital projects) that are legally restricted for specified expenditure purposes. The following are the special revenue funds which the City operates:

Street Construction and Repair

To account for revenues generated from license and gasoline taxes to be used on local roads within the City.

State Highway

To account for revenues generated from license and gasoline taxes to be used on State highways located within the City.

Permissive

This fund accounts for local vehicle license fees designated for the maintenance of streets in the City.

Cemetery

To account for revenue generated from the sale of grave lots and fees for grave openings to provide maintenance and long-term care of the City's public cemetery.

Recreation

To account for shared intergovernmental revenues for the maintenance of public parks located within the City as well as community recreation/activity programs for area children during the summer months.

Street Lighting

To account for monies received from special assessments for street lighting.

Volunteer Fire Department Grant

To account for monies received for the Fire Department.

Enforcement and Education

To account for grant monies received from DUI arrests to be used for enforcement and education and for DUI housing reimbursements pursuant to Ohio Revised Code Section 4511.191.

Litter

To account for monies received for Litter program(s).

Police Grant

To account for monies received from various grants for the Police Department.

1995 State Grant

To account for monies received for police grants.

CITY OF STREETSBORO, OHIO

INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

Nonmajor Special Revenue Funds (Continued)

Theater

To account for monies generated for theater productions.

Convention and Visitors

To account for monies received from levied Hotel/Motel bed tax to fund Streetsboro Visitors and Convention Bureau.

D.A.R.E. Grant

This fund accounts for monies received from various sources to be used for the continuance of the Drug Abuse Resistance Education Program in the City's schools.

Senior

This fund accounts for revenues received for the City's senior citizen center.

F.E.M.A.

This fund accounts for the federal portion of grant monies received from the Federal Emergency Management Agency through the State of Ohio Emergency Management Agency Public Assistance Disaster Recovery Grant Program.

Police Pension

This fund accounts for property taxes levied for the payment of the current liability for police disability and pension benefits.

City Beautification

This fund accounts for donations restricted for beautification projects within the City.

Revolving Loan

To account for the repayment of monies loaned for various businesses to promote economic growth within the City.

Heritage Preservation

To account for revenues received for the beautification of the City grounds and property.

Cemetery Endowment

To account for revenues restricted for cemetery projects within the City.

Nonmajor Debt Service Funds

The debt service funds are used to account for the accumulation of resources and the payments of general obligation and special assessment principal, interest, and related costs.

General Bond Retirement

This fund accounts for the resources that are used for the payment of principal, interest, and other fiscal charges on general obligation debt.

Special Assessment Bond Retirement

This fund accounts for the retirement of debt issued to finance public improvements deemed to benefit the properties against which special assessments are levied.

Police Station Bond Retirement

This fund accounts for the retirement of principal and interest on bonds issued for the construction of the police building.

Streetsboro Cross MPITE

To account for the accumulation of resources and the payment of obligations related to Streetsboro Crossing Tax Increment Financing.

CITY OF STREETSBORO, OHIO

INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

Capital Projects Funds

The capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary fund types. Following is a description of all capital project funds:

Major Capital Projects Funds

Capital Improvement

To account for property and municipal income tax transfers for various capital improvement expenditures within the City.

State Route 43 Widening

To account for the revenues and expenditures related to the State Route 43 widening project.

Nonmajor Capital Projects Funds

CDBG

To account for monies received from the state government under the federal government under the Community Development Block Grant program for providing decent housing and a suitable living environment and expanded economic opportunities principally for persons of low and moderate income and the allowable administrative costs associated with those projects.

Fire/Ambulance Improvement

To account for capital purchases for Fire/EMS services.

Park Improvement

To account for revenues received and used for park improvements.

Issue II

This fund accounts for projects funded by Issue II money.

Recreation Center Funding

To account for the construction of a City-wide Recreation Center.

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CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income taxes	\$ 4,559,944	\$ 4,667,374	\$ 5,134,447	\$ 467,073
Property and other taxes	963,779	986,485	1,085,205	98,720
Charges for services	420,637	430,547	473,633	43,086
Licenses and permits	553,013	566,042	622,687	56,645
Fines and forfeitures	114,586	117,285	129,022	11,737
Intergovernmental	384,188	393,240	432,592	39,352
Investment income	105,687	108,177	119,002	10,825
Other	264,052	270,273	297,320	27,047
Total revenues	<u>7,365,886</u>	<u>7,539,423</u>	<u>8,293,908</u>	<u>754,485</u>
Expenditures:				
Current:				
General government:				
Council				
Personal services	133,717	133,458	126,186	7,272
Contractual services	1,662	1,922	1,776	146
Materials and supplies.	2,000	2,000	1,981	19
Capital outlay	175	175	149	26
Total council	<u>137,554</u>	<u>137,555</u>	<u>130,092</u>	<u>7,463</u>
Mayor's office				
Personal services	124,591	79,626	70,810	8,816
Contractual services	3,257	3,756	1,488	2,268
Materials and supplies.	1,142	1,642	1,040	602
Total mayor's office	<u>128,990</u>	<u>85,024</u>	<u>73,338</u>	<u>11,686</u>
Finance department				
Personal services	336,429	335,829	307,590	28,239
Contractual services	9,075	15,276	14,636	640
Materials and supplies.	5,995	5,995	5,774	221
Total finance department	<u>351,499</u>	<u>357,100</u>	<u>328,000</u>	<u>29,100</u>
Law department				
Personal services	124,738	127,138	122,960	4,178
Contractual services	2,413	3,062	2,190	872
Materials and supplies.	9,872	9,422	8,041	1,381
Total law department	<u>137,023</u>	<u>139,622</u>	<u>133,191</u>	<u>6,431</u>
Civil service				
Personal services	5,501	5,501	4,400	1,101
Contractual services	3,110	3,110	2,278	832
Materials and supplies.	584	584	345	239
Total civil service	<u>9,195</u>	<u>9,195</u>	<u>7,023</u>	<u>2,172</u>
Network coordinator				
Contractual services	14,820	15,570	15,563	7
Capital outlay	13,886	18,186	15,780	2,406
Total network coordinator	<u>28,706</u>	<u>33,756</u>	<u>31,343</u>	<u>2,413</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Statutory				
Personal services	\$ 119,143	\$ 120,643	\$ 105,801	\$ 14,842
Contractual services	603,089	727,922	657,191	70,731
Materials and supplies.	230,033	269,433	266,333	3,100
Capital outlay	688	688	263	425
Other	162,212	219,366	218,654	712
Total statutory	<u>1,115,165</u>	<u>1,338,052</u>	<u>1,248,242</u>	<u>89,810</u>
Total general government.	<u>1,908,132</u>	<u>2,100,304</u>	<u>1,951,229</u>	<u>149,075</u>
Security of persons and property:				
Police				
Personal services	2,301,644	2,355,560	2,243,897	111,663
Contractual services	119,967	162,038	137,419	24,619
Materials and supplies.	50,550	78,471	73,209	5,262
Capital outlay	-	5,425	5,304	121
Total police.	<u>2,472,161</u>	<u>2,601,494</u>	<u>2,459,829</u>	<u>141,665</u>
Fire				
Personal services	1,483,911	1,438,598	1,389,085	49,513
Contractual services	34,739	62,052	50,899	11,153
Materials and supplies.	39,471	56,914	53,572	3,342
Capital outlay	1,500	14,510	13,639	871
Other.	361	5,919	4,809	1,110
Total fire	<u>1,559,982</u>	<u>1,577,993</u>	<u>1,512,004</u>	<u>65,989</u>
Total security of persons and property .	<u>4,032,143</u>	<u>4,179,487</u>	<u>3,971,833</u>	<u>207,654</u>
Community environment:				
Building department				
Personal services	245,140	256,940	243,595	13,345
Contractual services	51,802	45,440	36,499	8,941
Materials and supplies.	2,604	5,666	4,223	1,443
Other	5,417	10,285	8,547	1,738
Total building department	<u>304,963</u>	<u>318,331</u>	<u>292,864</u>	<u>25,467</u>
Planning department				
Personal services	44,636	103,155	85,838	17,317
Contractual services	3,593	1,678	1,169	509
Materials and supplies.	2,507	2,644	2,515	129
Capital outlay	-	1,713	1,610	103
Total planning department	<u>50,736</u>	<u>109,190</u>	<u>91,132</u>	<u>18,058</u>
Engineering department				
Personal services	252,812	255,837	247,283	8,554
Contractual services	76,999	84,942	80,957	3,985
Materials and supplies.	3,318	3,818	3,695	123
Capital outlay	188	664	377	287
Total engineering department.	<u>333,317</u>	<u>345,261</u>	<u>332,312</u>	<u>12,949</u>
Total community environment.	<u>689,016</u>	<u>772,782</u>	<u>716,308</u>	<u>56,474</u>

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CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Leisure time activity:				
Partks & recreation				
Personal services	\$ 102,150	\$ 102,150	\$ 88,058	\$ 14,092
Contractual services	500	3,500	1,681	1,819
Materials and supplies.	9,959	9,959	9,434	525
Total parks & recreation	<u>112,609</u>	<u>115,609</u>	<u>99,173</u>	<u>16,436</u>
Recreation				
Personal services	-	110,675	101,735	8,940
Total recreation	<u>-</u>	<u>110,675</u>	<u>101,735</u>	<u>8,940</u>
Senior center				
Personal services	76,869	77,441	64,267	13,174
Contractual services	2,744	1,375	1,177	198
Materials and supplies.	1,545	1,527	1,222	305
Other	17,484	20,499	18,144	2,355
Total senior center	<u>98,642</u>	<u>100,842</u>	<u>84,810</u>	<u>16,032</u>
Total leisure time activity	<u>211,251</u>	<u>327,126</u>	<u>285,718</u>	<u>41,408</u>
Utilities services:				
Service department				
Personal services	550,204	553,854	512,271	41,583
Contractual services	34,233	56,326	52,040	4,286
Materials and supplies.	87,716	148,802	100,565	48,237
Total service department.	<u>672,153</u>	<u>758,982</u>	<u>664,876</u>	<u>94,106</u>
Total utilities services	<u>672,153</u>	<u>758,982</u>	<u>664,876</u>	<u>94,106</u>
Total expenditures	<u>7,512,695</u>	<u>8,138,681</u>	<u>7,589,964</u>	<u>548,717</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(146,809)</u>	<u>(599,258)</u>	<u>703,944</u>	<u>1,303,202</u>
Other financing sources (uses):				
Transfers in.	71,049	72,723	80,000	7,277
Transfers out	<u>(118,000)</u>	<u>(133,237)</u>	<u>(133,237)</u>	<u>-</u>
Total other financing sources (uses)	<u>(46,951)</u>	<u>(60,514)</u>	<u>(53,237)</u>	<u>7,277</u>
Net change in fund balance.	(193,760)	(659,772)	650,707	1,310,479
Fund balance at				
beginning of year (restated)	401,892	401,892	401,892	-
Prior year encumbrances appropriated	<u>275,451</u>	<u>275,451</u>	<u>275,451</u>	<u>-</u>
Fund balance at end of year	<u>\$ 483,583</u>	<u>\$ 17,571</u>	<u>\$ 1,328,050</u>	<u>\$ 1,310,479</u>

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CITY OF STREETSBORO, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2005

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 648,910	\$ 407,022	\$ 118,767	\$ 1,174,699
Receivables (net of allowances of uncollectibles):				
Income taxes	-	105,959	-	105,959
Real and other taxes	127,925	274,163	-	402,088
Accounts	1,898	-	-	1,898
Loans receivable	315,051	-	-	315,051
Due from other governments.	354,230	8,310	-	362,540
Materials and supplies inventory.	48,233	-	-	48,233
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 1,496,247</u>	<u>\$ 795,454</u>	<u>\$ 118,767</u>	<u>\$ 2,410,468</u>
Liabilities:				
Accounts payable	\$ 670	\$ -	\$ -	\$ 670
Accrued wages and benefits	9,669	-	-	9,669
Pension obligation payable	9,932	-	-	9,932
Deferred revenue.	331,969	333,820	-	665,789
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>352,240</u>	<u>333,820</u>	<u>-</u>	<u>686,060</u>
Fund Balances:				
Fund balances:				
Reserved for encumbrances	18,519	-	-	18,519
Reserved for materials and supplies inventory	48,233	-	-	48,233
Reserved for loans receivable	315,051	-	-	315,051
Unreserved, undesignated, reported in:				
Special revenue funds	762,204	-	-	762,204
Debt service funds.	-	461,634	-	461,634
Capital projects funds	-	-	118,767	118,767
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>1,144,007</u>	<u>461,634</u>	<u>118,767</u>	<u>1,724,408</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund equity	<u>\$ 1,496,247</u>	<u>\$ 795,454</u>	<u>\$ 118,767</u>	<u>\$ 2,410,468</u>

CITY OF STREETSBORO, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2005

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Municipal income taxes	\$ -	\$ 211,311		\$ 211,311
Property and other local taxes	224,013	255,266	-	479,279
Charges for services	54,982	-	35,400	90,382
Fines and forfeitures	85,113	-	-	85,113
Intergovernmental	866,324	25,592	-	891,916
Special assessments	86	178,991	-	179,077
Investment income	32,243	16,560	-	48,803
Other	64,824	-	-	64,824
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Total revenues	1,327,585	687,720	35,400	2,050,705
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:				
Current:				
General government	114,708	9,619	-	124,327
Security of persons and property	192,416	-	-	192,416
Public health and welfare	8,398	-	-	8,398
Transportation	603,348	-	-	603,348
Leisure time activity	28,752	-	-	28,752
Other	54,299	-	-	54,299
Capital outlay	58,795	-	1	58,796
Debt Service:				
Principal retirement	-	488,539	-	488,539
Interest and fiscal charges	-	212,753	-	212,753
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	1,060,716	710,911	1	1,771,628
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	266,869	(23,191)	35,399	279,077
	<hr/>	<hr/>	<hr/>	<hr/>
Other financing sources (uses):				
Transfers in	-	73,525	-	73,525
Transfers out	(10,000)	(21,679)	-	(31,679)
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(10,000)	51,846	-	41,846
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances	256,869	28,655	35,399	320,923
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year (restated) .	887,138	432,979	83,368	1,403,485
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances at end of year	<u>\$ 1,144,007</u>	<u>\$ 461,634</u>	<u>\$ 118,767</u>	<u>\$ 1,724,408</u>

CITY OF STREETSBORO, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2005

	<u>Street Construction and Repair</u>	<u>State Highway</u>	<u>Permissive</u>
Assets:			
Equity in pooled cash and cash equivalents.	\$ 74,284	\$ 23,426	\$ 56,348
Receivables (net of allowances for uncollectibles):			
Real and other taxes	-	-	-
Accounts	-	-	-
Loans receivable	-	-	-
Due from other governments.	267,117	21,658	61,894
Materials and supplies inventory.	24,300	6,633	17,300
	<hr/>	<hr/>	<hr/>
Total assets.	<u>\$ 365,701</u>	<u>\$ 51,717</u>	<u>\$ 135,542</u>
Liabilities:			
Accounts payable	\$ 530	\$ -	\$ -
Accrued wages and benefits	9,593	-	-
Pension obligation payable	9,922	-	-
Deferred revenue.	159,884	12,964	40,659
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>179,929</u>	<u>12,964</u>	<u>40,659</u>
Fund Balances:			
Reserved for encumbrances	12,882	162	1,397
Reserved for materials and supplies inventory	24,300	6,633	17,300
Reserved for loans receivable.	-	-	-
Unreserved:			
Undesignated.	148,590	31,958	76,186
Total fund balances	<hr/> <u>185,772</u>	<hr/> <u>38,753</u>	<hr/> <u>94,883</u>
	<hr/>	<hr/>	<hr/>
Total liabilities and fund equity.	<u>\$ 365,701</u>	<u>\$ 51,717</u>	<u>\$ 135,542</u>

<u>Cemetery</u>	<u>Recreation</u>	<u>Street Lighting</u>	<u>Volunteer Fire Department Grant</u>	<u>Education and Enforcement</u>
\$ 42,476	\$ 20,435	\$ 6,349	\$ 149	\$ 85,167
-	-	-	-	-
-	-	-	-	1,898
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 42,476</u>	<u>\$ 20,435</u>	<u>\$ 6,349</u>	<u>\$ 149</u>	<u>\$ 87,065</u>
\$ -	\$ 140	\$ -	\$ -	\$ -
76	-	-	-	-
10	-	-	-	-
-	-	-	-	-
<u>86</u>	<u>140</u>	<u>-</u>	<u>-</u>	<u>-</u>
250	328	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>42,140</u>	<u>19,967</u>	<u>6,349</u>	<u>149</u>	<u>87,065</u>
<u>42,390</u>	<u>20,295</u>	<u>6,349</u>	<u>149</u>	<u>87,065</u>
<u>\$ 42,476</u>	<u>\$ 20,435</u>	<u>\$ 6,349</u>	<u>\$ 149</u>	<u>\$ 87,065</u>

- - Continued

CITY OF STREETSBORO, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2005

	<u>Litter</u>	<u>Police Grant</u>	<u>1995 State Grant</u>
Assets:			
Equity in pooled cash and cash equivalents.	\$ 329	\$ 216	\$ 83,605
Receivables (net of allowances for uncollectibles):			
Real and other taxes	-	-	-
Accounts	-	-	-
Loans receivable	-	-	-
Due from other governments.	-	-	-
Materials and supplies inventory.	-	-	-
	<hr/>	<hr/>	<hr/>
Total assets.	<u>\$ 329</u>	<u>\$ 216</u>	<u>\$ 83,605</u>
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued wages and benefits	-	-	-
Pension obligation payable	-	-	-
Deferred revenue.	-	-	-
	<hr/>	<hr/>	<hr/>
Total liabilities	<hr/>	<hr/>	<hr/>
Fund Balances:			
Reserved for encumbrances	-	-	-
Reserved for materials and supplies inventory	-	-	-
Reserved for loans receivable.	-	-	-
Unreserved:			
Undesignated.	329	216	83,605
Total fund balances	<u>329</u>	<u>216</u>	<u>83,605</u>
	<hr/>	<hr/>	<hr/>
Total liabilities and fund equity.	<u>\$ 329</u>	<u>\$ 216</u>	<u>\$ 83,605</u>

<u>Theater</u>	<u>Convention and Visitors</u>	<u>D.A.R.E. Grant</u>	<u>Senior</u>	<u>F.E.M.A.</u>
\$ 6,965	\$ 21,685	\$ 16,284	\$ 945	\$ 1
-	10,435	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 6,965</u>	<u>\$ 32,120</u>	<u>\$ 16,284</u>	<u>\$ 945</u>	<u>\$ 1</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
3,500	-	-	-	-
-	-	-	-	-
-	-	-	-	-
3,465	32,120	16,284	945	1
<u>6,965</u>	<u>32,120</u>	<u>16,284</u>	<u>945</u>	<u>1</u>
<u>\$ 6,965</u>	<u>\$ 32,120</u>	<u>\$ 16,284</u>	<u>\$ 945</u>	<u>\$ 1</u>

- - Continued

CITY OF STREETSBORO, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2005

	<u>Police Pension</u>	<u>City Beautification</u>	<u>Revolving Loan</u>
Assets:			
Equity in pooled cash and cash equivalents.	\$ 25,093	\$ 9,558	\$ 171,151
Receivables (net of allowances for uncollectibles):			
Real and other taxes	117,490	-	-
Accounts	-	-	-
Loans receivable	-	-	315,051
Due from other governments.	3,561	-	-
Materials and supplies inventory.	-	-	-
	<hr/>	<hr/>	<hr/>
Total assets.	<u>\$ 146,144</u>	<u>\$ 9,558</u>	<u>\$ 486,202</u>
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued wages and benefits	-	-	-
Pension obligation payable	-	-	-
Deferred revenue.	118,462	-	-
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>118,462</u>	<u>-</u>	<u>-</u>
Fund Balances:			
Reserved for encumbrances	-	-	-
Reserved for materials and supplies inventory	-	-	-
Reserved for loans receivable.	-	-	315,051
Unreserved:			
Undesignated.	27,682	9,558	171,151
	<hr/>	<hr/>	<hr/>
Total fund balances	<u>27,682</u>	<u>9,558</u>	<u>486,202</u>
	<hr/>	<hr/>	<hr/>
Total liabilities and fund equity.	<u>\$ 146,144</u>	<u>\$ 9,558</u>	<u>\$ 486,202</u>

Heritage Preservation	Cemetery Endowment	Totals
\$ 4,035	\$ 409	\$ 648,910
-	-	127,925
-	-	1,898
-	-	315,051
-	-	354,230
-	-	48,233
<u>\$ 4,035</u>	<u>\$ 409</u>	<u>\$ 1,496,247</u>
\$ -	\$ -	\$ 670
-	-	9,669
-	-	9,932
-	-	331,969
<u>-</u>	<u>-</u>	<u>352,240</u>
-	-	18,519
-	-	48,233
-	-	315,051
<u>4,035</u>	<u>409</u>	<u>762,204</u>
<u>4,035</u>	<u>409</u>	<u>1,144,007</u>
<u>\$ 4,035</u>	<u>\$ 409</u>	<u>\$ 1,496,247</u>

CITY OF STREETSBORO, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2005

	Street Construction and Repair	State Highway	Permissive
	<hr/>	<hr/>	<hr/>
Revenues:			
Property and other taxes	\$ -	\$ -	\$ -
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Intergovernmental	628,320	43,717	124,656
Special assessments	-	-	-
Investment income.	5,276	1,905	3,810
Other.	2,644	-	-
	<hr/>	<hr/>	<hr/>
Total revenues	636,240	45,622	128,466
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government.	-	-	-
Security of persons and property	-	-	-
Public health and welfare.	-	-	-
Transportation	476,322	40,151	86,875
Leisure time activity	-	-	-
Other	-	-	-
Capital outlay	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures.	476,322	40,151	86,875
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	159,918	5,471	41,591
	<hr/>	<hr/>	<hr/>
Other financing sources:			
Transfers in.	-	-	-
	<hr/>	<hr/>	<hr/>
Total other financing sources.	-	-	-
	<hr/>	<hr/>	<hr/>
Net change in fund balances	159,918	5,471	41,591
	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year (restated).	25,854	33,282	53,292
	<hr/>	<hr/>	<hr/>
Fund balances at end of year	\$ 185,772	\$ 38,753	\$ 94,883
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

<u>Cemetery</u>	<u>Recreation</u>	<u>Street Lighting</u>	<u>Volunteer Fire Department Grant</u>	<u>Education and Enforcement</u>
\$ -	\$ -	\$ -	\$ -	\$ -
9,216	45,766	-	-	-
-	-	-	-	85,113
-	-	86	-	-
-	-	-	-	-
5,701	-	-	-	20
<u>14,917</u>	<u>45,766</u>	<u>86</u>	<u>-</u>	<u>85,133</u>
-	-	-	-	-
-	-	-	-	-
8,398	-	-	-	-
-	-	-	-	-
-	28,623	-	-	-
-	-	-	-	-
-	-	-	-	58,795
<u>8,398</u>	<u>28,623</u>	<u>-</u>	<u>-</u>	<u>58,795</u>
<u>6,519</u>	<u>17,143</u>	<u>86</u>	<u>-</u>	<u>26,338</u>
-	-	-	-	-
-	-	-	-	-
6,519	17,143	86	-	26,338
<u>35,871</u>	<u>3,152</u>	<u>6,263</u>	<u>149</u>	<u>60,727</u>
<u>\$ 42,390</u>	<u>\$ 20,295</u>	<u>\$ 6,349</u>	<u>\$ 149</u>	<u>\$ 87,065</u>

- - Continued

CITY OF STREETSBORO, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Litter</u>	<u>Police Grant</u>	<u>1995 State Grant</u>
Revenues:			
Property and other taxes	\$ -	\$ -	\$ -
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Intergovernmental	-	46,716	-
Special assessments	-	-	-
Investment income.	-	-	-
Other.	-	-	-
	<hr/>	<hr/>	<hr/>
Total revenues	-	46,716	-
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government.	-	-	-
Security of persons and property	-	46,715	-
Public health and welfare.	-	-	-
Transportation	-	-	-
Leisure time activity	-	-	-
Other	-	-	-
Capital outlay	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures.	-	46,715	-
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	-	1	-
	<hr/>	<hr/>	<hr/>
Other financing sources:			
Transfers in.	-	-	-
	<hr/>	<hr/>	<hr/>
Total other financing sources.	-	-	-
	<hr/>	<hr/>	<hr/>
Net change in fund balances	-	1	-
	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year (restated).	329	215	83,605
	<hr/>	<hr/>	<hr/>
Fund balances at end of year	\$ 329	\$ 216	\$ 83,605
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

<u>Theater</u>	<u>Convention and Visitors</u>	<u>D.A.R.E. Grant</u>	<u>Senior</u>	<u>F.E.M.A.</u>
\$ -	\$ 115,096	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	11,947	-	-
-	-	-	-	-
-	-	-	-	-
204	-	1,125	130	54,000
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
204	115,096	13,072	130	54,000
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
-	114,259	-	-	-
-	-	10,677	-	-
-	-	-	-	-
-	-	-	-	-
129	-	-	-	-
-	-	-	-	53,999
-	-	-	-	-
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
129	114,259	10,677	-	53,999
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
75	837	2,395	130	1
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
-	-	(10,000)	-	-
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
-	-	(10,000)	-	-
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
75	837	(7,605)	130	1
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
6,890	31,283	23,889	815	-
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
\$ 6,965	\$ 32,120	\$ 16,284	\$ 945	\$ 1
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

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CITY OF STREETSBORO, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Police Pension</u>	<u>City Beautification</u>	<u>Revolving Loan</u>
Revenues:			
Property and other taxes	\$ 108,917	\$ -	\$ -
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Intergovernmental	10,968	-	-
Special assessments	-	-	-
Investment income.	-	-	21,252
Other.	-	1,000	-
	<hr/>	<hr/>	<hr/>
Total revenues	119,885	1,000	21,252
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government.	-	449	-
Security of persons and property	135,024	-	-
Public health and welfare.	-	-	-
Transportation	-	-	-
Leisure time activity	-	-	-
Other	-	-	300
Capital outlay	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures.	135,024	449	300
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	(15,139)	551	20,952
	<hr/>	<hr/>	<hr/>
Other financing sources:			
Transfers in.	-	-	-
	<hr/>	<hr/>	<hr/>
Total other financing sources.	-	-	-
	<hr/>	<hr/>	<hr/>
Net change in fund balances	(15,139)	551	20,952
	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year (restated).	42,821	9,007	465,250
	<hr/>	<hr/>	<hr/>
Fund balances at end of year	\$ 27,682	\$ 9,558	\$ 486,202
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Heritage Preservation	Cemetery Endowment	Totals
\$ -	\$ -	\$ 224,013
-	-	54,982
-	-	85,113
-	-	866,324
-	-	86
-	-	32,243
-	-	64,824
-	-	1,327,585
-	-	114,708
-	-	192,416
-	-	8,398
-	-	603,348
-	-	28,752
-	-	54,299
-	-	58,795
-	-	1,060,716
-	-	266,869
-	-	(10,000)
-	-	(10,000)
-	-	256,869
4,035	409	887,138
<u>\$ 4,035</u>	<u>\$ 409</u>	<u>\$ 1,144,007</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STREET CONSTRUCTION AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 453,306	\$ 538,101	\$ 556,997	\$ 18,896
Investment income.	4,294	5,097	5,276	179
Other.	2,152	2,554	2,644	90
Total revenues.	<u>459,752</u>	<u>545,752</u>	<u>564,917</u>	<u>19,165</u>
Expenditures:				
Current:				
Transportation				
Personal services	363,401	375,496	353,223	22,273
Contractual services	26,618	70,524	68,812	1,712
Materials and supplies	80,150	99,149	93,012	6,137
Capital outlay.	5,701	5,701	5,700	1
Total transportation.	<u>475,870</u>	<u>550,870</u>	<u>520,747</u>	<u>30,123</u>
Total expenditures.	<u>475,870</u>	<u>550,870</u>	<u>520,747</u>	<u>30,123</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(16,118)</u>	<u>(5,118)</u>	<u>44,170</u>	<u>49,288</u>
Other financing uses:				
Transfers out.	-	(70,000)	(70,000)	-
Total other financing uses.	<u>-</u>	<u>(70,000)</u>	<u>(70,000)</u>	<u>-</u>
Net change in fund balance.	(16,118)	(75,118)	(25,830)	49,288
Fund balance at beginning of year (restated).	70,583	70,583	70,583	-
Prior year encumbrances appropriated . .	<u>16,118</u>	<u>16,118</u>	<u>16,118</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 70,583</u>	<u>\$ 11,583</u>	<u>\$ 60,871</u>	<u>\$ 49,288</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STATE HIGHWAY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 38,692	\$ 38,692	\$ 45,161	\$ 6,469
Investment income.	1,632	1,632	1,905	273
Total revenues.	<u>40,324</u>	<u>40,324</u>	<u>47,066</u>	<u>6,742</u>
Expenditures:				
Current:				
Transportation				
Materials and supplies	<u>63,463</u>	<u>79,463</u>	<u>62,971</u>	<u>16,492</u>
Total transportation.	<u>63,463</u>	<u>79,463</u>	<u>62,971</u>	<u>16,492</u>
Total expenditures.	<u>63,463</u>	<u>79,463</u>	<u>62,971</u>	<u>16,492</u>
Net change in fund balance.	(23,139)	(39,139)	(15,905)	23,234
				-
Fund balance at				
beginning of year	16,030	16,030	16,030	-
Prior year encumbrances appropriated . .	<u>23,139</u>	<u>23,139</u>	<u>23,139</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 16,030</u>	<u>\$ 30</u>	<u>\$ 23,264</u>	<u>\$ 23,234</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PERMISSIVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 106,927	\$ 106,927	\$ 111,823	\$ 4,896
Investment income.	3,643	3,643	3,810	167
Total revenues.	<u>110,570</u>	<u>110,570</u>	<u>115,633</u>	<u>5,063</u>
Expenditures:				
Transportation				
Contractual services	-	12,000	12,000	-
Materials and supplies	126,672	156,672	126,041	30,631
Capital outlay	24,214	12,214	2,324	9,890
Total transportation.	<u>150,886</u>	<u>180,886</u>	<u>140,365</u>	<u>40,521</u>
Total expenditures.	<u>150,886</u>	<u>180,886</u>	<u>140,365</u>	<u>40,521</u>
Net change in fund balance.	(40,316)	(70,316)	(24,732)	45,584
Fund balance at beginning of year	39,367	39,367	39,367	-
Prior year encumbrances appropriated	40,316	40,316	40,316	-
Fund balance at end of year.	<u>\$ 39,367</u>	<u>\$ 9,367</u>	<u>\$ 54,951</u>	<u>\$ 45,584</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CEMETERY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.	\$ 8,798	\$ 8,798	\$ 9,216	\$ 418
Other.	5,443	5,443	5,701	258
Total revenues.	<u>14,241</u>	<u>14,241</u>	<u>14,917</u>	<u>676</u>
Expenditures:				
Current:				
Public health and welfare				
Personal services	3,447	4,255	2,751	1,504
Contractual services.	4,849	3,941	3,423	518
Materials and supplies	2,554	2,554	2,168	386
Other.	500	600	600	-
Total public health and welfare	<u>11,350</u>	<u>11,350</u>	<u>8,942</u>	<u>2,408</u>
Total expenditures	<u>11,350</u>	<u>11,350</u>	<u>8,942</u>	<u>2,408</u>
Net change in fund balance.	2,891	2,891	5,975	3,084
Fund balance at beginning of year	34,845	34,845	34,845	-
Prior year encumbrances appropriated	<u>1,406</u>	<u>1,406</u>	<u>1,406</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 39,142</u>	<u>\$ 39,142</u>	<u>\$ 42,226</u>	<u>\$ 3,084</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 RECREATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 148,034	\$ 48,749	\$ 45,766	\$ (2,983)
Total revenues	<u>148,034</u>	<u>48,749</u>	<u>45,766</u>	<u>(2,983)</u>
Expenditures:				
Current:				
Leisure time activities				
Personal services	114,117	3,443	295	3,148
Contractual services.	22,636	20,804	17,634	3,170
Materials and supplies.	20,088	22,170	16,383	5,787
Other.	700	1,449	993	456
Total leisure time activities.	<u>157,541</u>	<u>47,866</u>	<u>35,305</u>	<u>12,561</u>
Total expenditures	<u>157,541</u>	<u>47,866</u>	<u>35,305</u>	<u>12,561</u>
Net change in fund balance.	(9,507)	883	10,461	9,578
Fund balance at beginning of year	6,244	6,244	6,244	-
Prior year encumbrances appropriated	<u>3,264</u>	<u>3,264</u>	<u>3,264</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 1</u>	<u>\$ 10,391</u>	<u>\$ 19,969</u>	<u>\$ 9,578</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STREET LIGHTING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Special assessments	\$ -	\$ -	\$ 86	\$ 86
Total revenues	<u>-</u>	<u>-</u>	<u>86</u>	<u>86</u>
Net change in fund balance.	-	-	86	86
Fund balance at beginning of year (restated).	<u>6,263</u>	<u>6,263</u>	<u>6,263</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 6,263</u>	<u>\$ 6,263</u>	<u>\$ 6,349</u>	<u>\$ 86</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 VOLUNTEER FIRE DEPARTMENT GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 149	\$ 149	\$ 149	\$ -
Fund balance at end of year.	<u>\$ 149</u>	<u>\$ 149</u>	<u>\$ 149</u>	<u>\$ -</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 EDUCATION AND ENFORCEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines & forfeitures	\$ 63,370	\$ 8,239	\$ 83,215	\$ 74,976
Other	15	2	20	18
Total revenues.	<u>63,385</u>	<u>8,241</u>	<u>83,235</u>	<u>74,994</u>
Expenditures:				
Current:				
Capital outlay				
Capital outlay	<u>124,112</u>	<u>61,112</u>	<u>58,795</u>	<u>2,317</u>
Total capital outlay	<u>124,112</u>	<u>61,112</u>	<u>58,795</u>	<u>2,317</u>
Total expenditures	<u>124,112</u>	<u>61,112</u>	<u>58,795</u>	<u>2,317</u>
Net change in fund balance.	(60,727)	(52,871)	24,440	77,311
Fund balance at beginning of year	59,827	59,827	59,827	-
Prior year encumbrances appropriated . .	<u>900</u>	<u>900</u>	<u>900</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 7,856</u>	<u>\$ 85,167</u>	<u>\$ 77,311</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LITER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 329	\$ 329	\$ 329	
Fund balance at end of year.	<u>\$ 329</u>	<u>\$ 329</u>	<u>\$ 329</u>	<u>\$ -</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 POLICE GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 46,716	\$ 46,716	\$ -
Total revenues	<u>-</u>	<u>46,716</u>	<u>46,716</u>	<u>-</u>
Expenditures:				
Current:				
Security of persons and property				
Capital outlay.	-	46,716	46,715	1
Total security of persons and property. . .	<u>-</u>	<u>46,716</u>	<u>46,715</u>	<u>1</u>
Total expenditures	<u>-</u>	<u>46,716</u>	<u>46,715</u>	<u>1</u>
Net change in fund balance.	-	-	1	1
Fund balance at beginning of year	<u>215</u>	<u>215</u>	<u>215</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 215</u>	<u>\$ 215</u>	<u>\$ 216</u>	<u>\$ 1</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 1995 STATE GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 83,605	\$ 83,605	\$ 83,605	\$ -
Fund balance at end of year.	<u>\$ 83,605</u>	<u>\$ 83,605</u>	<u>\$ 83,605</u>	<u>\$ -</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 THEATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ 18,122	\$ 95	\$ 204	\$ 109
Total revenues	<u>18,122</u>	<u>95</u>	<u>204</u>	<u>109</u>
Expenditures:				
Current:				
Leisure time activities				
Personal services	11,511	1,228	717	511
Contractual services	4,321	3,729	3,629	100
Materials and supplies	2,596	2,596	-	2,596
Total leisure time activities	<u>18,428</u>	<u>7,553</u>	<u>4,346</u>	<u>3,207</u>
Total expenditures	<u>18,428</u>	<u>7,553</u>	<u>4,346</u>	<u>3,207</u>
Net change in fund balance	(306)	(7,458)	(4,142)	3,316
Fund balance at beginning of year	7,241	7,241	7,241	-
Prior year encumbrances appropriated	<u>366</u>	<u>366</u>	<u>366</u>	<u>-</u>
Fund balance at end of year	<u>\$ 7,301</u>	<u>\$ 149</u>	<u>\$ 3,465</u>	<u>\$ 3,316</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CONVENTION AND VISITORS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property and other taxes	\$ 104,838	\$ 104,838	\$ 113,447	\$ 8,609
Total revenues	<u>104,838</u>	<u>104,838</u>	<u>113,447</u>	<u>8,609</u>
Expenditures:				
Current:				
General government				
Contractual services	<u>104,838</u>	<u>114,260</u>	<u>114,260</u>	<u>-</u>
Total general government.	<u>104,838</u>	<u>114,260</u>	<u>114,260</u>	<u>-</u>
Total expenditures	<u>104,838</u>	<u>114,260</u>	<u>114,260</u>	<u>-</u>
Net change in fund balance.	-	(9,422)	(813)	8,609
Fund balance at beginning of year	<u>22,497</u>	<u>22,497</u>	<u>22,497</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 22,497</u>	<u>\$ 13,075</u>	<u>\$ 21,684</u>	<u>\$ 8,609</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 D.A.R.E. GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 7,814	\$ 11,947	\$ 11,947	\$ -
Other.	736	1,125	1,125	-
Total revenues	<u>8,550</u>	<u>13,072</u>	<u>13,072</u>	<u>-</u>
Expenditures:				
Current:				
Security of persons and property				
Materials & supplies	<u>10,833</u>	<u>10,833</u>	<u>10,677</u>	<u>156</u>
Total security of persons and property.	<u>10,833</u>	<u>10,833</u>	<u>10,677</u>	<u>156</u>
Total expenditures	<u>10,833</u>	<u>10,833</u>	<u>10,677</u>	<u>156</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,283)</u>	<u>2,239</u>	<u>2,395</u>	<u>156</u>
Other financing uses:				
Transfers out.	<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>
Total other financing uses	<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>
Net change in fund balance.	(2,283)	(7,761)	(7,605)	156
Fund balance at beginning of year	21,556	21,556	21,556	-
Prior year encumbrances appropriated	<u>2,333</u>	<u>2,333</u>	<u>2,333</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 21,606</u>	<u>\$ 16,128</u>	<u>\$ 16,284</u>	<u>\$ 156</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SENIOR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other.	\$ 200	\$ 200	\$ 130	\$ (70)
Total revenues	<u>200</u>	<u>200</u>	<u>130</u>	<u>(70)</u>
Net change in fund balance.	200	200	130	(70)
Fund balance at beginning of year	<u>815</u>	<u>815</u>	<u>815</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 1,015</u>	<u>\$ 1,015</u>	<u>\$ 945</u>	<u>\$ (70)</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 F.E.M.A. FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other.	\$ 110	\$ 54,000	\$ 54,000	\$ -
Total revenues	<u>110</u>	<u>54,000</u>	<u>54,000</u>	<u>-</u>
Expenditures:				
Current:				
Other				
Materials & supplies	-	54,000	53,999	1
Total other.	<u>-</u>	<u>54,000</u>	<u>53,999</u>	<u>1</u>
Total expenditures	<u>-</u>	<u>54,000</u>	<u>53,999</u>	<u>1</u>
Net change in fund balance.	110	-	1	1
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 110</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 POLICE PENSION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property and other taxes	\$ 108,520	\$ 108,520	\$ 108,367	\$ (153)
Intergovernmental	10,984	10,984	10,968	(16)
Total revenues	<u>119,504</u>	<u>119,504</u>	<u>119,335</u>	<u>(169)</u>
Expenditures:				
Current:				
Security of persons and property				
Personal services.	108,852	133,552	132,779	773
Contractual services	<u>2,000</u>	<u>2,300</u>	<u>2,245</u>	<u>55</u>
Total security of persons and property. . .	<u>110,852</u>	<u>135,852</u>	<u>135,024</u>	<u>828</u>
Total expenditures	<u>110,852</u>	<u>135,852</u>	<u>135,024</u>	<u>828</u>
Net change in fund balance.	8,652	(16,348)	(15,689)	659
Fund balance at beginning of year	<u>40,782</u>	<u>40,782</u>	<u>40,782</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 49,434</u>	<u>\$ 24,434</u>	<u>\$ 25,093</u>	<u>\$ 659</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CITY BEAUTIFICATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other.	\$ -	\$ -	\$ 1,000	\$ 1,000
Total revenues	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
Expenditures:				
Current:				
General government				
Materials & supplies	-	500	450	50
Total general government.	<u>-</u>	<u>500</u>	<u>450</u>	<u>50</u>
Total expenditures	<u>-</u>	<u>500</u>	<u>450</u>	<u>50</u>
Net change in fund balance.	-	(500)	550	1,050
Fund balance at beginning of year	<u>9,007</u>	<u>9,007</u>	<u>9,007</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 9,007</u>	<u>\$ 8,507</u>	<u>\$ 9,557</u>	<u>\$ 1,050</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 REVOLVING LOAN FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income.	\$ 1,788	\$ 1,788	\$ 5,385	\$ 3,597
Repayment of loans	38,158	38,158	114,950	76,792
Total revenues	<u>39,946</u>	<u>39,946</u>	<u>120,335</u>	<u>80,389</u>
Expenditures:				
Current:				
Other				
Other	<u>20,300</u>	<u>20,300</u>	<u>300</u>	<u>20,000</u>
Total other.	<u>20,300</u>	<u>20,300</u>	<u>300</u>	<u>20,000</u>
Total expenditures	<u>20,300</u>	<u>20,300</u>	<u>300</u>	<u>20,000</u>
Net change in fund balance.	19,646	19,646	120,035	100,389
Fund balance at beginning of year	<u>51,116</u>	<u>51,116</u>	<u>51,116</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 70,762</u>	<u>\$ 70,762</u>	<u>\$ 171,151</u>	<u>\$ 100,389</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 HERITAGE PRESERVATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 4,035	\$ 4,035	\$ 4,035	\$ -
Fund balance at end of year.	<u>\$ 4,035</u>	<u>\$ 4,035</u>	<u>\$ 4,035</u>	<u>\$ -</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CEMETERY ENDOWMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 409	\$ 409	\$ 409	\$ -
Fund balance at end of year.	<u>\$ 409</u>	<u>\$ 409</u>	<u>\$ 409</u>	<u>\$ -</u>

CITY OF STREETSBORO, OHIO

COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2005

	<u>General Bond Retirement</u>	<u>Special Assessment Bond Retirement</u>	<u>Police Station Bond Retirement</u>	<u>Total</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 232,038	\$ 148,383	\$ 26,601	\$ 407,022
Receivables (net of allowances of uncollectibles):				
Income taxes	-	-	105,959	105,959
Real and other taxes	274,140	-	23	274,163
Due from other governments	8,310	-	-	8,310
Total assets.	<u>\$ 514,488</u>	<u>\$ 148,383</u>	<u>\$ 132,583</u>	<u>\$ 795,454</u>
Liabilities:				
Deferred revenue.	\$ 276,410	\$ -	\$ 57,410	\$ 333,820
Total liabilities	<u>276,410</u>	<u>-</u>	<u>57,410</u>	<u>333,820</u>
Fund Balances:				
Unreserved, undesignated, reported in:				
Debt service funds.	238,078	148,383	75,173	461,634
Total fund balances	<u>238,078</u>	<u>148,383</u>	<u>75,173</u>	<u>461,634</u>
Total liabilities and fund equity.	<u>\$ 514,488</u>	<u>\$ 148,383</u>	<u>\$ 132,583</u>	<u>\$ 795,454</u>

CITY OF STREETSBORO, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2005

	General Bond Retirement	Special Assessment Bond Retirement	Police Station Bond Retirement	Streetsboro Cross MPITE
Revenues:				
Municipal income taxes	\$ -	\$ -	\$ 211,311	\$ -
Property and other local taxes	255,243	-	23	-
Intergovernmental	25,592	-	-	-
Special assessments	-	77,461	-	101,530
Investment income	16,560	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	297,395	77,461	211,334	101,530
Expenditures:				
Current:				
General government	5,402	4,022	-	195
Debt Service:				
Principal retirement	230,716	8,974	134,750	114,099
Interest and fiscal charges	80,562	17,065	115,126	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	316,680	30,061	249,876	114,294
Excess (deficiency) of revenues over (under) expenditures	(19,285)	47,400	(38,542)	(12,764)
Other financing sources (uses):				
Transfers in	-	-	73,525	-
Transfers out	(21,679)	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(21,679)	-	73,525	-
Net change in fund balances	(40,964)	47,400	34,983	(12,764)
Fund balances at beginning of year (restated)	<hr/>	<hr/>	<hr/>	<hr/>
	279,042	100,983	40,190	12,764
Fund balances at end of year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 238,078	\$ 148,383	\$ 75,173	\$ -

Total

\$	211,311
	255,266
	25,592
	178,991
	16,560
	<u>687,720</u>
	9,619
	488,539
	<u>212,753</u>
	<u>710,911</u>
	<u>(23,191)</u>
	73,525
	<u>(21,679)</u>
	<u>51,846</u>
	28,655
	<u>432,979</u>
\$	<u><u>461,634</u></u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property and other taxes	\$ 327,057	\$ 243,008	\$ 253,960	\$ 10,952
Intergovernmental	32,958	24,488	25,592	1,104
Investment income	21,327	15,846	16,560	714
Total revenues.	<u>381,342</u>	<u>283,342</u>	<u>296,112</u>	<u>12,770</u>
Expenditures:				
Current:				
General government				
Contractual services.	<u>10,000</u>	<u>10,000</u>	<u>5,401</u>	<u>4,599</u>
Total general government.	<u>10,000</u>	<u>10,000</u>	<u>5,401</u>	<u>4,599</u>
Debt Service:				
Principal retirement	<u>137,690</u>	<u>333,250</u>	<u>235,690</u>	<u>97,560</u>
Interest and fiscal charges	<u>97,267</u>	<u>97,267</u>	<u>97,267</u>	<u>-</u>
Total debt service	<u>234,957</u>	<u>430,517</u>	<u>332,957</u>	<u>97,560</u>
Total expenditures.	<u>244,957</u>	<u>440,517</u>	<u>338,358</u>	<u>102,159</u>
Net change in fund balance.	136,385	(157,175)	(42,246)	114,929
Fund balance at beginning of year (restated).	<u>274,285</u>	<u>274,285</u>	<u>274,285</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 410,670</u>	<u>\$ 117,110</u>	<u>\$ 232,039</u>	<u>\$ 114,929</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SPECIAL ASSESSMENT BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Special assessments	\$ 87,700	\$ 77,461	\$ 77,461	\$ -
Total revenues.	<u>87,700</u>	<u>77,461</u>	<u>77,461</u>	<u>-</u>
Expenditures:				
Current:				
General government				
Contractual services.	5,000	4,124	4,022	102
Total general government.	<u>5,000</u>	<u>4,124</u>	<u>4,022</u>	<u>102</u>
Debt Service:				
Principal retirement	8,772	8,974	8,974	-
Interest and fiscal charges	<u>16,395</u>	<u>17,069</u>	<u>17,065</u>	<u>4</u>
Total debt service	<u>25,167</u>	<u>26,043</u>	<u>26,039</u>	<u>4</u>
Total expenditures.	<u>30,167</u>	<u>30,167</u>	<u>30,061</u>	<u>106</u>
Net change in fund balance.	57,533	47,294	47,400	106
Fund balance at beginning of year (restated).	<u>100,983</u>	<u>100,983</u>	<u>100,983</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 158,516</u>	<u>\$ 148,277</u>	<u>\$ 148,383</u>	<u>\$ 106</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 POLICE STATION BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Income taxes	\$ 168,592	\$ 181,983	\$ 187,706	\$ 5,723
Total revenues.	<u>168,592</u>	<u>181,983</u>	<u>187,706</u>	<u>5,723</u>
Expenditures:				
Debt Service:				
Principal retirement	134,750	134,750	134,750	-
Interest and fiscal charges	115,126	115,126	115,126	-
Total debt service	<u>249,876</u>	<u>249,876</u>	<u>249,876</u>	<u>-</u>
Total expenditures.	<u>249,876</u>	<u>249,876</u>	<u>249,876</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(81,284)</u>	<u>(67,893)</u>	<u>(62,170)</u>	<u>5,723</u>
Other financing sources:				
Transfers in.	66,038	71,283	73,525	2,242
Total other financing sources.	<u>66,038</u>	<u>71,283</u>	<u>73,525</u>	<u>2,242</u>
Net change in fund balance.	(15,246)	3,390	11,355	7,965
Fund balance at beginning of year (rstated)	<u>15,246</u>	<u>15,246</u>	<u>15,246</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 18,636</u>	<u>\$ 26,601</u>	<u>\$ 7,965</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STREETSBORO CROSS MPITE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Special assessments	\$ -	\$ 101,530	\$ 101,530	\$ -
Total revenues.	-	101,530	101,530	-
Expenditures:				
Current:				
General government				
Contractual services.	-	195	195	-
Total general government.	-	195	195	-
Debt Service:				
Principal retirement	-	87,112	87,112	-
Interest and fiscal charges.	-	26,987	26,987	-
Total debt service	-	114,099	114,099	-
Total expenditures.	-	114,294	114,294	-
Net change in fund balance.	-	(12,764)	(12,764)	-
Fund balance at beginning of year	12,764	12,764	12,764	-
Fund balance at end of year.	\$ 12,764	\$ -	\$ -	\$ -

CITY OF STREETSBORO, OHIO

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2005

	<u>CDBG</u>	<u>Park Improvement</u>	<u>Issue II</u>	<u>Total</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 17,526	\$ 100,959	\$ 282	\$ 118,767
Total assets.	<u>\$ 17,526</u>	<u>\$ 100,959</u>	<u>\$ 282</u>	<u>\$ 118,767</u>
Fund Balances:				
Unreserved, undesignated, reported in:				
Capital projects funds	17,526	100,959	282	118,767
Total fund balances	<u>17,526</u>	<u>100,959</u>	<u>282</u>	<u>118,767</u>
Total liabilities and fund equity.	<u>\$ 17,526</u>	<u>\$ 100,959</u>	<u>\$ 282</u>	<u>\$ 118,767</u>

CITY OF STREETSBORO, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>CDBG</u>	<u>Park Improvement</u>	<u>Issue II</u>	<u>Total</u>
Revenues:				
Charges for services	\$ -	\$ 35,400	\$ -	\$ 35,400
Total revenues	<u>-</u>	<u>35,400</u>	<u>-</u>	<u>35,400</u>
Expenditures:				
Capital outlay	<u>-</u>	<u>1</u>	<u>-</u>	<u>1</u>
Total expenditures	<u>-</u>	<u>1</u>	<u>-</u>	<u>1</u>
Net change in fund balances	-	35,399	-	35,399
Fund balances at beginning of year (restated)	<u>17,526</u>	<u>65,560</u>	<u>282</u>	<u>83,368</u>
Fund balances at end of year	<u>\$ 17,526</u>	<u>\$ 100,959</u>	<u>\$ 282</u>	<u>\$ 118,767</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CAPITAL IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Income taxes	\$ 502,617	\$ 556,735	\$ 593,496	\$ 36,761
Total revenues.	502,617	556,735	593,496	36,761
Expenditures:				
Capital outlay				
Capital outlay	230,878	269,975	223,271	46,704
Total capital outlay	230,878	269,975	223,271	46,704
Debt Service:				
Principal retirement	214,439	431,436	422,292	9,144
Interest and fiscal charges	5,645	5,645	5,635	10
Total debt service	220,084	437,081	427,927	9,154
Total expenditures.	450,962	707,056	651,198	55,858
Excess (deficiency) of revenues over (under) expenditures.	51,655	(150,321)	(57,702)	92,619
Other financing sources:				
Sale of notes	152,099	168,476	179,600	11,124
Total other financing sources	152,099	168,476	179,600	11,124
Net change in fund balance.	203,754	18,155	121,898	103,743
Fund balance at beginning of year (restated)	15,261	15,261	15,261	-
Fund balance at end of year.	\$ 219,015	\$ 33,416	\$ 137,159	\$ 103,743

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STATE ROUTE 43 WIDENING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 16,883	\$ 18,780	\$ 19,314	\$ 534
Other	21,090	23,462	24,128	666
Total revenues	<u>37,973</u>	<u>42,242</u>	<u>43,442</u>	<u>1,200</u>
Expenditures:				
Capital outlay				
Capital outlay	215	940	940	-
Total capital outlay	<u>215</u>	<u>940</u>	<u>940</u>	<u>-</u>
Debt Service:				
Principal retirement	202,160	943,435	931,558	11,877
Interest and fiscal charges	22,663	22,663	22,663	-
Total debt service	<u>224,823</u>	<u>966,098</u>	<u>954,221</u>	<u>11,877</u>
Total expenditures	<u>225,038</u>	<u>967,038</u>	<u>955,161</u>	<u>11,877</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(187,065)</u>	<u>(924,796)</u>	<u>(911,719)</u>	<u>13,077</u>
Other financing sources:				
Note issuance	631,833	702,875	722,840	19,965
Transfers in	52,194	58,063	59,712	1,649
Total other financing sources	<u>684,027</u>	<u>760,938</u>	<u>782,552</u>	<u>21,614</u>
Net change in fund balance	496,962	(163,858)	(129,167)	34,691
Fund balance at beginning of year (restated)	164,482	164,482	164,482	-
Prior year encumbrances appropriated	<u>215</u>	<u>215</u>	<u>215</u>	<u>-</u>
Fund balance at end of year	<u>\$ 661,659</u>	<u>\$ 839</u>	<u>\$ 35,530</u>	<u>\$ 34,691</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CDBG FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 17,526	\$ 17,526	\$ 17,526	\$ -
Fund balance at end of year.	<u>\$ 17,526</u>	<u>\$ 17,526</u>	<u>\$ 17,526</u>	<u>\$ -</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PARK IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 35,754	\$ 35,754	\$ 35,400	\$ (354)
Total revenues.	<u>35,754</u>	<u>35,754</u>	<u>35,400</u>	<u>(354)</u>
Expenditures:				
Capital Outlay				
Capital outlay	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>6,000</u>
Total capital outlay	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>6,000</u>
Total expenditures.	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>6,000</u>
Net change in fund balance.	35,754	29,754	35,400	5,646
Fund balance at beginning of year (restated).	<u>65,560</u>	<u>65,560</u>	<u>65,560</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 101,314</u>	<u>\$ 95,314</u>	<u>\$ 100,960</u>	<u>\$ 5,646</u>

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ISSUE II FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year (restated).	\$ 282	\$ 282	\$ 282	\$ -
Fund balance at end of year.	<u>\$ 282</u>	<u>\$ 282</u>	<u>\$ 282</u>	<u>\$ -</u>

CITY OF STREETSBORO, OHIO

INDIVIDUAL FUND SCHEDULE
FUND DESCRIPTION - PROPRIETARY FUND

Enterprise Fund

The enterprise fund is used to account for the City's water operations. These operations are financed and operated in a manner similar to that of a private business enterprise. The intent of the City is that the costs (expenses including depreciation) of providing goods or services on a continuing basis be recovered primarily through user charges. Following is a description of the City's enterprise fund:

Major Enterprise Fund

Water Fund

To account for the operations of providing water services to customers and to maintain the local water system of the City.

CITY OF STREETSBORO, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 1,464,576	\$ 2,311,400	\$ 2,400,033	\$ 88,633
Other operating revenues	7,962	12,566	13,048	482
Total operating revenues	1,472,538	2,323,966	2,413,081	89,115
Operating expenses:				
Personal services.	370,097	354,237	320,914	33,323
Contractual services	1,033,760	1,290,172	1,226,239	63,933
Materials and supplies.	94,877	87,427	77,960	9,467
Capital outlay	49,070	204,434	199,660	4,774
Other operating expenses	546	546	-	546
Total operating expenses	1,548,350	1,936,816	1,824,773	112,043
Operating income (loss)	(75,812)	387,150	588,308	201,158
Nonoperating expenses:				
Debt service:				
Principal retirement.	(73,040)	(102,580)	(102,580)	-
Interest and fiscal charges	(7,202)	(16,502)	(16,502)	-
Total nonoperating expenses	(80,242)	(119,082)	(119,082)	-
Net loss before transfers.	(156,054)	268,068	469,226	201,158
Transfers in.	772,172	1,218,646	1,265,376	46,730
Transfers out	-	(1,265,376)	(1,265,376)	-
Net change in fund balance	616,118	221,338	469,226	247,888
Fund balance at				
beginning of year (restated)	1,474,319	1,474,319	1,474,319	-
Prior year encumbrances appropriated	31,726	31,726	31,726	-
Fund balance at end of year	\$ 2,122,163	\$ 1,727,383	\$ 1,975,271	\$ 247,888

CITY OF STREETSBORO, OHIO

INDIVIDUAL FUND SCHEDULE
FUND DESCRIPTION - FIDUCIARY FUND

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

Agency Fund

Agency funds maintain assets held by the City as an agent for individuals, private organizations, other governmental units and/or funds. These funds are purely custodial (assets equal liabilities) and therefore do not involve the measurement of results of operation. The following is the City's agency fund:

Deposit Escrow

To account for refundable deposits.

CITY OF STREETSBORO, OHIO

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2005

Deposit Escrow	(Restated) Balance 1/1/2005	Additions	Reductions	Balance 12/31/2005
Assets:				
Equity in pooled cash and cash equivalents	\$ 200,717	\$ 216,790	\$ 213,249	\$ 204,258
Accounts receivable	1,945	-	1,945	-
Total assets.	<u>\$ 202,662</u>	<u>\$ 216,790</u>	<u>\$ 215,194</u>	<u>\$ 204,258</u>
Liabilities:				
Accounts payable	\$ 26	\$ -	\$ 26	\$ -
Deposits held and due to others	202,636	216,790	215,168	204,258
Total liabilities	<u>\$ 202,662</u>	<u>\$ 216,790</u>	<u>\$ 215,194</u>	<u>\$ 204,258</u>

STATISTICAL SECTION

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CITY OF STREETSBORO, OHIO
STATISTICAL SECTION

This part of the City of Streetsboro's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	S 2 - S 7
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	S 8 - S 15
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	S 16 - S 20
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	S 21 - S 22
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	S 23 - S 26

Sources: This is the City's first Comprehensive Annual Financial Report. Sources are noted on the individual schedules. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

CITY OF STREETSBORO, OHIO

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

	<u>2005</u>	<u>2004</u>
Governmental Activities		
Invested in capital assets, net of related debt	\$ 6,650,133	\$ 6,413,764
Restricted for:		
Capital projects	657,843	757,305
Debt service	521,179	479,408
Transportation projects	531,959	404,088
Community development projects	490,846	465,250
Other projects	341,741	320,859
Unrestricted	782,804	(305,291)
Total governmental activities net assets	<u>\$ 9,976,505</u>	<u>\$ 8,535,383</u>
 Business-type Activities		
Invested in capital assets, net of related debt	\$ 4,514,081	\$ 4,754,294
Unrestricted	2,472,571	1,910,976
Total business-type activities net assets	<u>\$ 6,986,652</u>	<u>\$ 6,665,270</u>
 Total Primary Government		
Invested in capital assets, net of related debt	\$ 11,164,214	\$ 11,168,058
Restricted for:		
Capital projects	657,843	757,305
Debt service	521,179	479,408
Transportation projects	531,959	404,088
Community development projects	490,846	465,250
Other projects	341,741	320,859
Unrestricted	3,255,375	1,605,685
Total primary government net assets	<u>\$ 16,963,157</u>	<u>\$ 15,200,653</u>

Note: 2004 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available.

CITY OF STREETSBORO, OHIO
CHANGES IN NET ASSETS
LAST TWO YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Program Revenues:	<u>2005</u>	<u>2004</u>
Governmental Activities		
Charges for Services:		
General Government	\$ 550,149	\$ 740,001
Security of Persons & Property	539,388	366,184
Public Health Services	9,216	6,224
Transportation	6,326	4,581
Community Environment	619,800	435,832
Leisure Time Activities	188,188	163,607
Operating Grants & Contributions	777,289	736,099
Capital Grants & Contributions	-	4,545,981
Total Governmental Activities Program Revenues	<u>2,690,356</u>	<u>6,998,509</u>
Expenses:		
Governmental Activities		
General Government	\$ 2,110,142	\$ 2,127,301
Security of Persons & Property	4,522,585	4,345,775
Public Health Services	18,424	17,009
Transportation	788,789	808,873
Community Environment	711,632	794,792
Other	49,479	8,419
Basic Utility Services	728,262	793,893
Leisure Time Activities	352,986	385,593
Interest & Fiscal Charges	282,110	303,319
Total Governmental Activities Expenses	<u>9,564,409</u>	<u>9,584,974</u>
Net (Expense) Revenue		
Governmental Activities	<u>(6,874,053)</u>	<u>(2,586,465)</u>
General Revenues and Other Changes in Net Assets		
Governmental Activities		
Taxes:		
Property & Other Local Taxes Levied For:		
General Purposes	\$ 1,110,012	\$ 1,025,744
Police and fire pensions	107,282	100,237
Debt Service	251,450	236,100
Transportation projects	115,162	105,560
Municipal Income Taxes Levied For:		
General Purposes	5,200,640	3,840,695
Debt Service	235,780	134,311
Capital Outlay	688,232	502,007
Grants and Entitlements not Restricted to Specific Programs	363,084	515,429
Investment Earnings	167,805	68,271
Miscellaneous	97,407	14,818
Transfers	(21,679)	-
Total Governmental Activities	<u>8,315,175</u>	<u>6,543,172</u>
Change in Net Assets		
Governmental Activities	<u>\$ 1,441,122</u>	<u>\$ 3,956,707</u>

Note: 2004 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available.

CITY OF STREETSBORO, OHIO

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

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
General Fund						
Reserved	\$ 201,290	\$ 253,945	\$ 86,453	\$ 67,428	\$ 68,251	\$ 209,122
Unreserved	<u>1,790,066</u>	<u>864,852</u>	<u>646,385</u>	<u>1,001,204</u>	<u>1,502,223</u>	<u>1,472,841</u>
Total general fund	<u>\$1,991,356</u>	<u>\$ 1,118,797</u>	<u>\$ 732,838</u>	<u>\$ 1,068,632</u>	<u>\$ 1,570,474</u>	<u>\$ 1,681,963</u>
All Other Governmental Funds						
Reserved	\$ 948,008	\$ 810,801	\$ 1,085,560	\$ 1,043,610	\$ 1,122,111	\$ 534,382
Unreserved, reported in:						
Special revenue funds	786,030	396,989	330,235	597,946	751,722	834,646
Capital projects funds	<u>(494,524)</u>	<u>443,530</u>	<u>745,199</u>	<u>1,053,764</u>	<u>931,680</u>	<u>1,125,508</u>
Total all other governmental funds	<u>\$1,239,514</u>	<u>\$ 1,651,320</u>	<u>\$ 2,160,994</u>	<u>\$ 2,695,320</u>	<u>\$ 2,805,513</u>	<u>\$ 2,494,536</u>

Note: "N/A" indicates that information was not available.

<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
\$ 48,542	\$ 47,714	\$ 43,706	N/A
<u>1,596,575</u>	<u>1,261,116</u>	<u>855,707</u>	<u>N/A</u>
<u>\$ 1,645,117</u>	<u>\$ 1,308,830</u>	<u>\$ 899,413</u>	<u>N/A</u>
\$ 467,913	\$ 342,424	\$ 185,448	N/A
486,825	782,415	611,304	N/A
<u>1,458,232</u>	<u>(3,964,717)</u>	<u>(1,242,777)</u>	<u>N/A</u>
<u>\$ 2,412,970</u>	<u>\$ (2,839,878)</u>	<u>\$ (446,025)</u>	<u>N/A</u>

CITY OF STREETSBORO, OHIO

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

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Revenues					
Municipal income taxes	\$ 6,074,481	\$ 5,134,178	\$ 4,575,862	\$ 4,435,934	\$ 4,616,070
Property and other taxes	1,599,713	1,458,667	1,457,990	1,429,753	1,206,236
Charges for services	586,185	456,883	498,803	418,034	376,214
Licenses and permits	625,434	490,842	661,691	515,998	576,069
Fines and forfeitures	216,496	193,278	186,067	141,824	204,051
Intergovernmental	1,321,939	1,097,811	1,543,827	1,552,511	1,604,966
Special assessments	179,077	87,865	82,191	36,922	99,358
Investment income	167,805	68,271	52,177	110,767	207,731
Rental income	-	-	-	-	-
Donations and contributions	-	-	15,270	-	-
Revenue in lieu of taxes	-	-	-	35,000	-
Other	381,272	246,188	143,992	100,673	93,277
Total revenues	<u>11,152,402</u>	<u>9,233,983</u>	<u>9,217,870</u>	<u>8,777,416</u>	<u>8,983,972</u>
Expenditures					
Current:					
Instruction:					
General government	2,031,961	1,951,760	1,737,608	1,404,724	1,348,624
Security of persons and property	4,104,511	3,899,889	3,781,312	3,453,125	3,317,153
Public health and welfare	8,398	6,383	23,803	40,090	40,481
Transportation.	603,349	628,353	613,139	515,981	477,965
Community environment	682,881	760,167	663,424	624,163	521,493
Leisure time activity	316,517	351,309	384,956	315,461	259,934
Utility services	625,730	676,455	720,017	712,047	656,684
Intergovernmental	-	-	-	-	-
Other	54,299	8,419	75,209	280	305
Capital outlay.	147,983	1,006,625	2,871,898	1,841,868	2,059,541
Debt service:					
Principal retirement	1,816,081	1,747,560	440,329	397,124	377,579
Interest and fiscal charges	278,260	304,520	315,784	308,741	302,071
Total expenditures	<u>10,669,970</u>	<u>11,341,440</u>	<u>11,627,479</u>	<u>9,613,604</u>	<u>9,361,830</u>
Excess of revenues over (under) expenditures	482,432	(2,107,457)	(2,409,609)	(836,188)	(377,858)
Other Financing Sources (Uses)					
Transfers in	143,237	723,986	128,000	203,000	276,731
Transfers (out)	(164,916)	(723,986)	(128,000)	(235,500)	(294,731)
Sale of bonds, notes and loans	-	1,280,000	1,430,000	90,469	-
Sale of capital assets	-	30,250	19,239	-	19,328
Capital lease obligation	-	145,278	90,000	171,799	192,284
Total other financing sources (uses)	<u>(21,679)</u>	<u>1,455,528</u>	<u>1,539,239</u>	<u>229,768</u>	<u>193,612</u>
Net change in fund balances	<u>\$ 460,753</u>	<u>\$ (651,929)</u>	<u>\$ (870,370)</u>	<u>\$ (606,420)</u>	<u>\$ (184,246)</u>
Debt service as a percentage of noncapital expenditures	19.63%	18.09%	6.50%	7.34%	7.26%

Note: "N/A" indicates that information was not available.

<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
\$ 4,334,823	\$ 4,299,257	\$ 3,876,395	\$ 3,504,370	N/A
1,123,669	926,945	734,078	519,078	N/A
404,139	353,528	303,114	296,852	N/A
517,743	537,172	221,991	289,139	N/A
224,274	131,624	103,903	115,039	N/A
1,697,643	1,841,785	1,212,168	937,758	N/A
113,880	130,673	124,866	133,173	N/A
288,758	189,258	246,048	173,925	N/A
48,000	-	-	-	N/A
-	-	-	-	N/A
35,000	-	-	-	N/A
106,623	13,357	20,890	47,245	N/A
<u>8,894,552</u>	<u>8,423,599</u>	<u>6,843,453</u>	<u>6,016,579</u>	<u>N/A</u>
1,371,929	1,059,436	819,945	789,698	N/A
2,996,821	2,660,730	2,503,261	2,440,019	N/A
35,702	28,749	28,727	34,578	N/A
462,802	440,309	376,449	410,960	N/A
443,953	333,153	303,351	292,258	N/A
222,247	202,925	163,593	148,673	N/A
609,819	626,786	553,246	495,509	N/A
-	1,330	-	-	N/A
65	303,274	240	2,260	N/A
2,658,406	2,188,574	3,774,464	2,044,388	N/A
256,725	101,408	50,000	50,000	N/A
321,524	150,467	219,346	127,119	N/A
<u>9,379,993</u>	<u>8,097,141</u>	<u>8,792,622</u>	<u>6,835,462</u>	<u>N/A</u>
(485,441)	326,458	(1,949,169)	(818,883)	N/A
298,651	4,881,986	580,710	3,448,518	N/A
(349,138)	(4,914,986)	(613,710)	(3,483,518)	N/A
100,000	5,135,000	-	165	N/A
33,520	15,643	14,103	-	N/A
588,698	147,201	-	-	N/A
<u>671,731</u>	<u>5,264,844</u>	<u>(18,897)</u>	<u>(34,835)</u>	<u>N/A</u>
<u>\$ 186,290</u>	<u>\$ 5,591,302</u>	<u>\$ (1,968,066)</u>	<u>\$ (853,718)</u>	<u>N/A</u>

6.16%

3.11%

3.06%

2.59%

CITY OF STREETSBORO, OHIO

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

Collection Year	Real Property (a)		Tangible Personal Property (b)		Public Utility (c)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2005	\$ 329,466,746	\$ 941,333,560	\$ 60,637,344	\$ 242,549,376	\$ 8,240,910	\$ 23,545,457
2004	305,029,543	871,512,980	49,778,430	199,113,720	8,032,720	22,950,629
2003	273,087,220	780,249,200	46,022,608	184,090,432	8,294,630	23,698,943
2002	251,705,659	719,159,026	43,629,960	174,519,840	7,813,980	22,325,657
2001	224,164,359	640,469,597	39,722,126	158,888,504	9,334,360	26,669,600
2000	175,744,631	502,127,517	36,908,881	147,635,524	10,749,700	30,713,429
1999	162,379,461	463,941,317	27,339,262	109,357,048	11,157,830	31,879,514
1998	154,202,449	440,578,426	25,931,486	103,725,944	9,863,530	28,181,514
1997	127,570,872	364,488,206	21,413,218	85,652,872	9,782,330	27,949,514
1996	117,743,039	336,408,683	18,448,064	73,792,256	9,870,620	28,201,771

Source: Portage County Auditor's Office

(a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the State Tax Commissioner.

(b) The rate at which tangible personal property used in business is assessed for purposes ad valorem property taxation decreased one percent each year from 35% in 1983 until it reached 25% in 1993.

(c) Assumes public utilities are assessed at true value which is 35%.

Total

Assessed Value	Estimated Actual Value	%
\$ 398,345,000	\$ 1,207,428,393	33%
362,840,693	1,093,577,329	33%
327,404,458	988,038,575	33%
303,149,599	916,004,523	33%
273,220,845	826,027,701	33%
223,403,212	680,476,470	33%
200,876,553	605,177,879	33%
189,997,465	572,485,884	33%
158,766,420	478,090,592	33%
146,061,723	438,402,710	33%

CITY OF STREETSBORO, OHIO

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

Tax Year/ Collection Year	City Direct Rates (1)			
	General Rate	Bond Retirement	Police Disability and Pension	Total Direct Rate
2005	\$ 1.90	\$ 0.70	\$ 0.30	\$ 2.90
2004	1.90	0.70	0.30	2.90
2003	1.90	0.70	0.30	2.90
2002	1.50	1.10	0.30	2.90
2001	1.50	1.10	0.30	2.90
2000	1.50	1.10	0.30	2.90
1999	1.50	1.10	0.30	2.90
1998	1.50	1.10	0.30	2.90
1997	1.50	1.10	0.30	2.90
1996	1.50	1.10	0.30	2.90

Tax Year/ Collection Year	Overlapping Rates (1)			
	Portage County	Streetsboro CSD	Maplewood Area JVSD	Portage County District Board of Health
2005	\$ 9.37	\$ 34.88	\$ 3.55	\$ 0.13
2004	8.06	36.20	3.57	0.13
2003	8.20	32.17	3.68	0.13
2002	8.18	33.09	2.68	0.13
2001	8.22	35.36	2.72	0.13
2000	9.42	32.13	3.16	0.16
1999	9.43	34.27	3.18	0.16
1998	9.42	36.18	3.18	0.16
1997	9.94	33.92	3.38	0.17
1996	8.19	35.38	3.46	0.17

(1) Rates shown are the effective millage rates

Source: Portage County Auditor's Office

CITY OF STREETSBORO, OHIO
PRINCIPAL PROPERTY TAX PAYERS
DECEMBER 31, 2005

Taxpayer	December 31, 2005		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Lexington Streetsboro LLC	\$ 8,920,180	1	0.74%
Settlers Landing	4,729,890	2	0.39%
Shady Lake Apartments Inc.	4,696,830	3	0.39%
Step 2 Real Estate Co.	4,431,220	4	0.37%
Ohio Edison Co.	3,801,110	5	0.31%
Caroline Realty LLC	3,771,300	6	0.31%
Moore Wallace North America Inc.	3,763,530	7	0.31%
Coral Market Square Ltd.	3,730,620	8	8.33%
Portage Pointe Apartments	3,639,020	9	8.13%
Lowes Homes Centers Inc.	3,286,680	10	7.34%
Total	\$ 44,770,380		\$ 398,345,000

Source: Portage County Auditor's Office

Note: Information for 10 years prior was not available from Portage County.

CITY OF STREETSBORO, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST FIVE YEARS

Tax Year/ Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection
2005	\$ 1,103,427	\$ 76,779	\$ 1,180,206	\$ 1,062,836	96.32%	\$ -
2004	1,064,077	100,572	1,164,649	997,255	93.72%	-
2003	939,001	73,562	1,012,563	901,423	96.00%	-
2002	871,940	71,213	943,153	830,618	95.26%	-
2001	792,513	47,034	839,547	770,291	97.20%	-

Source: Portage County Auditor

Note: Information prior to 2001 was not available from Portage County.

<u>Total Collection</u>	<u>Total Collection as a Percent of Total Levy</u>
\$ 1,062,836	90.06%
997,255	85.63%
901,423	89.02%
830,618	88.07%
770,291	91.75%

CITY OF STREETSBORO, OHIO

INCOME TAX REVENUE BASE AND COLLECTIONS
LAST TEN YEARS

Year	Tax Rate	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits
2005	1.00%	\$ 5,891,638	\$ 3,270,687	55.51%	\$ 481,329	8.17%
2004	1.00%	5,058,088	2,771,333	54.79%	273,726	5.41%
2003	1.00%	4,952,363	2,657,548	53.66%	332,379	6.71%
2002	1.00%	4,570,982	2,517,938	55.09%	239,680	5.24%
2001	1.00%	4,606,410	2,521,621	54.74%	407,657	8.85%
2000	1.00%	4,499,423	2,433,280	54.08%	578,909	12.87%
1999	1.00%	4,184,681	2,323,997	55.54%	417,992	9.99%
1998	1.00%	3,731,351	2,023,249	54.22%	350,289	9.39%
1997	1.00%	3,487,432	1,769,250	50.73%	384,110	11.01%
1996	1.00%	3,183,821	1,500,006	47.11%	389,241	12.23%

Source: The Regional Income Tax Agency

	Taxes from Individuals	Percentage of Taxes from Individuals
\$	2,139,622	36.32%
	2,013,029	39.80%
	1,962,436	39.63%
	1,813,364	39.67%
	1,677,132	36.41%
	1,487,234	33.05%
	1,442,692	34.48%
	1,357,813	36.39%
	1,334,072	38.25%
	1,294,574	40.66%

CITY OF STREETSBORO, OHIO

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Governmental Activities						
Year	General Obligation Bonds	Special Assessment Bonds	OPWC Loans	Bond Anticipation Notes	Capital Leases	Tax Incremental Financing
2005	\$ 3,835,000	\$ -	\$ 260,436	\$ -	\$ 492,780	\$ 2,089,816
2004	4,080,000	4,000	295,391	1,280,000	630,613	2,204,109
2003	4,320,000	38,000	311,422	1,280,000	662,864	2,204,109
2002	4,550,000	72,000	182,453	-	728,162	-
2001	4,765,000	106,000	100,000	-	696,470	-
2000	4,975,000	140,000	100,000	-	637,765	-
1999	5,135,000	190,000	-	-	95,792	-
1998	-	240,000	-	4,540,000	-	-
1997	-	290,000	-	4,740,000	-	-
1996	-	340,000	-	840,000	-	-

Sources:

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

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

Business-Type Activities

OWDA Loans	OPWC Loans	(a) Total Primary Government	(b) Total Personal Income	Percentage of Personal Income	(b) Population	Per Capita
\$ 550,570	\$ 82,263	\$ 7,310,865	\$ 358,182,928	2.04%	14,552	\$ 502
631,766	108,623	9,234,502	339,116,576	2.72%	14,104	655
150,290	134,983	9,101,668	317,174,256	2.87%	13,656	666
211,995	106,343	5,850,953	296,021,698	1.98%	13,207	443
268,712	122,703	6,058,885	280,991,457	2.16%	12,759	475
320,845	129,973	6,303,583	267,936,604	2.35%	12,311	512
368,765	145,264	5,934,821	252,844,839	2.35%	12,073	492
412,814	-	5,192,814	238,132,035	2.18%	11,835	439
453,305	-	5,483,305	223,810,503	2.45%	11,597	473
490,526	-	1,670,526	209,880,243	0.80%	11,359	147

CITY OF STREETSBORO, OHIO

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS**

<u>Year</u>	<u>General Obligation Bonds</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2005	\$ 3,835,000	0.32%	\$ 264
2004	4,080,000	0.37%	289
2003	4,320,000	0.44%	316
2002	4,550,000	0.50%	345
2001	4,765,000	0.58%	373
2000	4,975,000	0.73%	404
1999	5,135,000	0.85%	425
1998	-	0.00%	-
1997	-	0.00%	-
1996	-	0.00%	-

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

CITY OF STREETSBORO, OHIO

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2005

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct:			
City of Streetsboro	\$ 3,835,000	100.00%	\$ 3,835,000
Streetsboro City School District	15,090,000	100.00%	15,090,000
Overlapping debt:			
Portage County	12,620,610	12.37%	1,561,169
Kent City School District	<u>29,216,178</u>	0.55%	<u>160,689</u>
Total direct and overlapping debt	<u>\$ 60,761,788</u>		<u>\$ 20,646,858</u>

Source: Ohio Municipal Advisory Council

CITY OF STREETSBORO, OHIO

LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Debt Service Available Balance	Legal Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2005	\$ 41,826,225	\$ 3,835,000	\$ 461,634	\$ 38,452,859	9.17%
2004	38,098,273	4,080,000	432,979	34,451,252	10.71%
2003	34,377,468	4,320,000	358,471	30,415,939	12.57%
2002	31,830,708	4,550,000	402,753	27,683,461	14.29%
2001	28,688,189	4,765,000	645,128	24,568,317	16.61%
2000	23,457,337	4,975,000	264,082	18,746,419	21.21%
1999	21,092,038	-	294,983	21,387,021	0.00%
1998	19,949,734	-	201,014	20,150,748	0.00%
1997	16,670,474	-	71,122	16,741,596	0.00%
1996	15,336,481	-	95,770	15,432,251	0.00%

Source:

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

CITY OF STREETSBORO, OHIO

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rates (2)</u>		
				<u>Portage County</u>	<u>Ohio</u>	<u>United States</u>
2005	14,552	\$ 358,182,928	\$ 24,614	5.6%	5.9%	5.0%
2004	14,104	339,116,576	24,044	5.8%	6.2%	5.5%
2003	13,656	317,174,256	23,226	5.8%	6.1%	6.0%
2002	13,207	296,021,698	22,414	5.4%	5.7%	5.8%
2001	12,759	280,991,457	22,023	4.3%	4.3%	4.7%
2000	12,311	267,936,604	21,764	3.9%	4.0%	3.9%
1999	12,073	252,844,839	20,943	4.0%	4.2%	4.2%
1998	11,835	238,132,035	20,121	3.9%	4.3%	4.5%
1997	11,597	223,810,503	19,299	4.1%	4.6%	4.9%
1996	11,359	209,880,243	18,477	4.5%	4.9%	5.3%

Sources:

- (1) Streetsboro City Finance Director's Office
- (2) Information obtained through U.S. Census Bureau and U.S. Department of Commerce

CITY OF STREETSBORO, OHIO

PRINCIPAL EMPLOYERS
CURRENT YEAR

Employer	December 31, 2005		
	Employees	Rank	Percentage of Total City Employment
Step 2	795	1	6.85%
Commercial Turf Products	463	2	3.99%
Board of Education	457	3	3.94%
Deluxe Financial Services Inc.	316	4	2.72%
Loreal USA	287	5	2.47%
Cardinal Packaging	262	6	2.26%
Delta Systems Inc.	251	7	2.16%
Automated Packaging Systems	233	8	2.01%
Guyan Machinery	166	9	1.43%
Daimler Chrysler	142	10	1.22%
Total	3,372		29.05%

Source: Regional Income Tax Authority (RITA). Total City employment for 2005 was 11,611 per RITA.

Note: Information for 1996 was not available.

CITY OF STREETSBORO, OHIO

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

<u>Function/Program</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
General Government										
Council	2	2	2	2	2	2	2	1	1	1
Mayor	1	1	1	1	1	1	1	1	1	1
Finance	5	5	4	4	4	3.5	4.5	4	3	3
Law	1	1.5	1.5	1.5	1	1	1	1	0.5	0.5
Civil Service	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Security of Persons and Property										
Police	31.5	32	32.5	29.5	35	35	35	34.5	34.5	35.5
Fire	37	38	39	37	36.5	36.5	36.5	36.5	34	34
Community Environment										
Building	4	4	4	4	4	3	2	2	2	2
Planning	1.5	1.5	1	1	2	2	1	1	1	1
Engineering	4	4	4	4	4	4	3	1.5	1.5	1.5
Leisure Time Activity										
Recreation	2	3	3	4	4	3	3	2	2	2
Senior Center	1.5	1	1	1	1	1	1	1	0.5	0.5
Utility Services										
Service Department	22	22	20	19.5	19.5	18.5	18.5	17.5	17.5	16.5
Total	<u>113.00</u>	<u>115.50</u>	<u>113.50</u>	<u>109.00</u>	<u>114.50</u>	<u>111.00</u>	<u>109.00</u>	<u>103.50</u>	<u>99.00</u>	<u>99.00</u>

Source: City of Streetsboro records

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

CITY OF STREETSBORO, OHIO

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2005	2004	2003	2002	2001	2000
Safety Services						
Police						
Physical arrests	1,075	786	811	813	797	649
Parking violations	149	147	217	220	180	173
Traffic violations	3,528	3,609	4295	3,012	3720	3754
Fire						
Emergency responses/calls answered	1,844	1,647	1,584	1,424	1,397	1,389
Fires extinguished	23	43	36	48	39	39
Inspections conducted	375	297	293	280	280	300
Transportation						
Street resurfacing (miles)	8.1	1.5	5.7	2.25	8.1	6.2
Asphalt used for potholes/patching (tons)	510	475	320	400	410	350
Community Environment						
Street/park trees planted	6	0	0	0	0	10
Leisure Time Activities						
Swimming pool memberships	380	360	1,099	1,099	1,099	1,099
Water						
New connections	172	240	160	256	200	108
Water main breaks	2	N/A	N/A	N/A	N/A	N/A
Avg. daily consumption (gpd)	1.2	1.1	1.1	1	0.9	0.9
Peak Daily Consumption (gpd)	2.3	N/A	N/A	N/A	1.7	1.7

Source: City of Streetsboro Department Directors

Note: Information for 10 years prior was not available for all functions/programs since 2005 is the first year the City has prepared a CAFR.

<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
638	684	680	743
101	196	147	196
2673	2513	2128	2754
1,361	1,372	1,457	1,465
26	36	N/A	N/A
285	285	265	250
1.8	4.5	3.1	6.1
430	500	500	350
0	0	0	0
1,099	1,099	1,099	1,099
160	207	143	204
N/A	N/A	N/A	N/A
0.9	0.9	0.9	0.9
1.7	1.7	1.7	1.7

CITY OF STREETSBORO, OHIO

CAPITAL ASSET STATISTICS BY FUNCTION/ASSET CLASS
FOR GOVERNMENTAL ACTIVITIES
LAST TEN YEARS

<u>Function/Program</u>	<u>2005</u>	<u>2004</u>
<u>General Government</u>		
Land	\$ 69,298	\$ 69,298
Land Improvements	27,590	33,108
Building and improvements	38,167	40,405
Equipment	66,586	23,943
	<u>201,641</u>	<u>166,754</u>
<u>Security of Person and Property</u>		
Land Improvements	80,554	87,628
Building and improvements	3,237,840	3,316,320
Equipment	223,228	249,985
Vehicles	569,439	720,981
	<u>4,111,061</u>	<u>4,374,914</u>
<u>Public Health and Welfare</u>		
Land Improvements	23,320	25,912
Building and improvements	22,800	23,400
Equipment	43,095	50,530
	<u>89,215</u>	<u>99,842</u>
<u>Transportation</u>		
Land	608,181	608,181
Infrastructure	4,908,551	5,055,705
	<u>5,516,732</u>	<u>5,663,886</u>
<u>Basic Utility Service</u>		
Land	47,000	47,000
Land Improvements	63,595	70,942
Building and improvements	185,655	191,321
Equipment	94,851	112,908
Vehicles	137,037	201,942
	<u>528,138</u>	<u>624,113</u>
<u>Community Environment</u>		
Building and improvements	841,216	865,691
Equipment	-	427
	<u>841,216</u>	<u>866,118</u>
<u>Leisure Time Activity</u>		
Land	206,436	206,436
Land Improvements	253,020	276,116
Building and improvements	248,258	256,456
Equipment	15,713	19,742
	<u>723,427</u>	<u>758,750</u>
<u>Total</u>		
Land	930,915	930,915
Land Improvements	448,079	493,706
Building and improvements	4,573,936	4,693,593
Equipment	443,473	457,535
Vehicles	706,476	922,923
Infrastructure	4,908,551	5,055,705
	<u>\$ 12,011,430</u>	<u>\$ 12,554,377</u>

Note: The year ended December 31, 2004 was the first year of implementation of GASB Statement No. 34, therefore only two years of information are available.



**Auditor of State
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Facsimile 614-466-4490

CITY OF STREETSBORO

PORTAGE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 5, 2006**