

**CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY**

**REGULAR AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 2007**



**Mary Taylor, CPA**  
Auditor of State



CITY OF NORTH RIDGEVILLE  
LORAIN COUNTY

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# Mary Taylor, CPA

Auditor of State

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

City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

To the Members of Council:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Ridgeville, Lorain County, Ohio, (the City) as of and for the year ended December 31, 2007, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 27, 2008. 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 as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the City's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the City's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the City's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

We noted a certain matter that we reported to the City's management in a separate letter dated June 27, 2008.

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### **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*.

We did note certain noncompliance or other matters that we reported to the City's management in a separate letter dated June 27, 2008.

We intend this report solely for the information and use of the management and Council. We intend it for no one other than these specified parties.

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

**Mary Taylor, CPA**  
Auditor of State

June 27, 2008

# City of North Ridgeville, Ohio



**Comprehensive Annual Financial Report  
For the Year Ended December 31, 2007**





**CITY OF NORTH RIDGEVILLE, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**

Prepared By:  
Office of the Auditor

Chris S. Costin, CPA, CGFM  
Auditor

Donna L. Kiraly  
Deputy Auditor

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# ***THE CITY OF NORTH RIDGEVILLE***

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## **Auditor's Office**



Members of City Council and  
Citizens of North Ridgeville  
North Ridgeville, Ohio

We are pleased to submit this Comprehensive Annual Financial Report (CAFR) of the City of North Ridgeville, Ohio for its fiscal year ended December 31, 2007. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

### **Independent Audit**

The City's financial statements for the year ended December 31, 2007 were examined by independent auditor Mary Taylor, CPA, Auditor of State of Ohio. The Independent Accountants' Report on the basic financial statements is included in the Financial Section of this report.

### **Reporting Entity**

For financial reporting purposes, the City includes all funds that comprise the primary government and all agencies, boards and commissions for which the City is financially accountable and component units. Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the organization is fiscally dependent on the City or if the City appoints a majority of the organization's governing board and 1) it is able to impose its will on the organization or 2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the City. The City has no component units.

## **CITY PROFILE**

### **The City**

The City of North Ridgeville is located in Lorain County in north central Ohio, approximately twenty miles southwest of the City of Cleveland and approximately ten miles southeast of the City of Lorain. The City's area is approximately 25 square miles. The City's 2001 census population of 22,338 placed it as the third largest in Lorain County. The City is in the Cleveland-Elyria-Mentor Metropolitan Statistical Area (MSA) and the Cleveland-Akron-Elyria Combined Statistical Area (CSA).

The City is provided with banking and financial services by nine local commercial banks and savings and loan associations, operating a total of nine offices within the City (with principal offices elsewhere). Three daily and three weekly newspapers serve the City. The City is within the broadcast area of seven television stations and approximately thirty-one AM and FM radio stations. Multi-channel cable TV service, including educational, governmental and public access channels is provided by Time Warner Cable.

Within commuting distance are several public and private two-year and four-year colleges and universities, including Cleveland State University, University of Akron, and Kent State University (three of Ohio's twelve state universities), Lorain County Community College, Cuyahoga Community College, Oberlin College (located in the County), Baldwin Wallace College, John Carroll University and Case Western Reserve University. The Lorain Business College is also located in the County.

The City is served by four acute-care hospitals, located in the cities of Lorain, Elyria, Westlake and Fairview Park. A Medivac unit, providing emergency medical services, operates at the Lorain County Regional Airport and a heliport has been built adjacent to Community Health Partners (Health Center) in Lorain to provide for emergency transportation of patients by helicopter.

The City owns and operates four parks covering 92 acres and provides recreational facilities including basketball, volleyball and tennis courts, baseball / softball fields, soccer fields, picnic areas and a stocked fishing lake. Utilization of an additional 67 acres of land recently acquired is in the planning stages. In addition, the City is within the Lorain County Metropolitan Park District, created to preserve natural resources and provide park and recreation facilities within the County. The Park District's Sandy Ridge Reservation, which is located within the City, consists of a 310 acre wildlife preservation with small ponds, a trail complete with information signs, observation mound, playground, educational center and picnic area.

### **City Government**

The City of North Ridgeville was founded in 1810, incorporated as a village in 1958 and became a city in 1960.

The City operates under and is governed by its Charter, first adopted by voters in 1961 and which has been and may be amended by the voters from time to time. The City is also subject to some general laws applicable to all cities. Under the Ohio Constitution, the City may exercise all powers of local self-government and police powers to the extent not in conflict with applicable laws. The Charter provides for a Mayor-Council form of government.

Legislative authority is vested in a seven-member Council, of whom three are elected at-large and four are elected from wards, all for two-year terms. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to the City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades, and other municipal purposes. The presiding officer is the President of Council, who is elected by the Council from the at-large members for a two-year term.

The City's chief executive and administrative officer is the Mayor, who is elected by the voters for a four-year term. The Mayor appoints the directors of certain City departments, subject to the approval of a majority of all the members of Council. The major appointed officials are the Directors of Law, Safety-Service and the Treasurer. The Mayor also appoints members to a number of boards and commissions, and appoints and removes, in accordance with civil service requirements, all appointed officers and employees.

The Auditor, who is the City's chief fiscal officer, and the Clerk of Council are appointed by Council. The Auditor is appointed to a two-year term, subject to removal by a majority of all of the members elected to Council. The Clerk of Council serves at the pleasure of Council.

All elected officials, except the Mayor, serve part-time.

The City provides a full range of municipal services. These include police, fire, emergency rescue, parks and recreation, sanitation, water and sewer utility, planning, zoning, and general administrative services, and a Mayor's court.

## **CITY ECONOMIC CONDITION**

### **Economic Condition and Outlook**

The City is primarily a residential and agricultural area, with many residents commuting daily to work in the City of Cleveland and other areas in Lorain County and adjacent Cuyahoga County. Approximately one-third of the land in the City is undeveloped or used for agricultural purposes. Because of its location adjacent to the substantially fully developed Cities of Westlake and North Olmsted and access to I-80, I-90, I-480 and State Route 10, and close proximity to Cleveland Hopkins International Airport, significant new residential, commercial and light industrial and warehousing development is expected to continue within the next several years.

The City's Council approved a comprehensive master plan in 1997 that identifies areas for residential, commercial, industrial and governmental development and infrastructure improvements to encourage and accommodate responsible and orderly development. In 2004, the City completed a major expansion of its French Creek Wastewater Treatment Plant to meet the anticipated needs of the City and the adjacent City of Avon and Village of Sheffield. Further, the City completed construction of an interceptor trunk sanitary sewer line in 2003 to serve much of the western portion of the City. The City constructed a major trunk sewer to serve the southeastern portion of the City in the 1990s. Infrastructure is now in place to allow further residential and commercial development on the City's westside. With the completion of a 2 million gallon water tower by the City in 2002, the installation of a new water main through the City by the City of Avon Lake in 2001, and committed acquisition of additional water capacity from the City of Avon Lake in 2008, the City believes that all of its foreseeable needs for waterworks system capacity to support development in the City will have been met.

The City has established an enterprise zone (coterminous with the City) and a community reinvestment area. Under its enterprise zone program and policy, the City offers businesses abatements of up to 100% of real and tangible personal property taxes on new property added to the tax duplicate, for a period of up to ten years. The amounts, types and duration of the actual abatements offered by the City under this program are a function of the size of the proposed development and the number of jobs created. Under its community reinvestment zone program and policy, the City offers an abatement of real property taxes on new property added to the tax duplicate, for a period of up to 15 years.

Five separate industrial parks are under development in the City. The largest of these is Taylor Woods Industrial Park, which includes facilities of Invacare Corp. (a manufacturer of wheelchairs), Beckett Gas, Inc. (a manufacturer of gas burners), and Beckett Air, Inc. (a manufacturer of blower parts), all constructed since 1990. The newest of these is Bliss Industrial Park, which includes JBC Technology Incorporated (a manufacturer of seals and gaskets), and Zannoni Foods (a food manufacturer) which opened in 2007. Building permits were issued in 2007 for new commercial buildings with an estimated value of \$ 2,630,500 and commercial improvements of \$ 2,985,200. The City expects commercial development to continue as the result of its infrastructure improvements completed in recent years, access to interstate highways and close proximity to Cleveland Hopkins International Airport.

Residential development continues at a significant pace within the City, although not the torrid pace of 2005. In various stages of planning and construction in the western half of the City are two planned community developments: Waterbury, a 640 acre development representing approximately 2,000 residential units, and Meadow Lakes, a 570 acre development representing approximately 1,900 residential units. Other developments in the western area include the subdivisions of Avalon, Hampton Place, Hartford Oval, Stone Creek, Cypress Station and Timber Ridge, which together, represent approximately 950 homes. Elsewhere in the City, Ridgefield Homes, an approximately 1,000 home development is approximately sixty-five percent complete. Several other smaller subdivisions remain under development throughout the City. The City's Building Department reflects approximately 4,000 residential units projected to be constructed within the various developments. Newly constructed homes have sold for up to \$ 980,000 with median average price range between \$ 250,000 to \$ 300,000. Building permits were issued in 2007 for new residential units with an estimated value of \$ 36,661,856.

The estimated value of building permits issued by the City in 2007 and 2006 amounted to \$ 48,029,743 and \$ 66,694,710, respectively.

Long-term planning is performed on a departmental basis and incorporated as part of the annual appropriation process.

## **Major Initiatives**

### **Police Department**

The Police Department provides basic and enhanced law enforcement services to this growing community with a compliment of fifty-two officers and civilian staff. Police services include directed patrol, selective traffic patrol, bicycle patrol, K-9 units, a highly skilled detective bureau, and training staff. The department participates with other law enforcement agencies to combat drugs as a member of the Lorain County Drug Task Force, to secure national borders as part of the Lorain County Anti-terrorism Task Force and the Department of Homeland Security's Northern Border Initiative, and to confront special threats as a member of the Lorain County Bomb Squad. The department maintains its Police Resources Enhancing School Security Program (PRESS), which involves officers visiting schools daily to interact with students and staff to provide a more secure and enhanced educational environment. In 2007, the department responded to over 41,000 calls for service and assistance. For 2008, the department will consider implementation of an advanced police software system.

### **Fire Department**

The Fire Department provides advanced life-support paramedic ambulances and fire protection on a twenty-four hour basis with a staff of thirty-seven including thirty-six fire suppression personnel, of whom thirty are state certified paramedics. Included also are the Chief, two assistant Chiefs, and a civilian administrative secretary. The department maintains a dive rescue team, fire investigator, and is a member of the Lorain County Hazardous Materials Team and the Lorain County Technical Rescue Team. The department maintains an aggressive fire prevention program that educates students, conducts fire safety inspections and provides CPR classes to its residents. In 2007, the department responded to nearly 2,300 calls, of which eighty percent were medical emergencies. Also, in 2007, the Fire Department joined a regional dispatch center (WESTCOM) and hired three additional firefighters/paramedics providing an additional paramedic ambulance and engine in service to serve the residents. For 2008, the department will enhance its paramedic fleet to five units by the purchase of a new ambulance and equipment.

### **Building Department**

The Building Department staffs five full-time building inspectors and two secretaries under the direction of the Chief Building Official. The City continues to maintain an ISO (Insurance Service Office) rating of #4 for residential and commercial property owners. During 2007, building permits were issued for 289 residential dwellings and 7 commercial buildings, compared to 351 and 7, respectively, in 2006.

### **Engineering Department**

The Engineering Department consists of eight full-time staff. In 2007, the department's services included engineering review services for 18 larger scale projects. Eighteen new residential subdivisions have been reviewed to provide a total of 847 residential lots approved at various locations throughout the City. Recently, the department completed development of its Geographic Information System for the City's infrastructure systems including, storm sewer, sanitary sewer, waterways, contouring, zoning and soil conditions, which system is updated and enhanced on a continuous basis.

### **Utilities Department**

The Utilities Department serviced over 11,000 water, sewer and sanitation accounts in 2007 with its office staff of five full-time employees and three part-time meter readers. The department continues its program of installing state-of-the-art computerized water meters throughout the City. Currently, over ninety-five percent of the City is being read by radio wave portable interrogators. In 2008, the City anticipates beginning the replacement of the current meter read system with the latest, state of the art "automatic meter reading" system which, in addition to providing contemporaneous "read" information transmitted directly to the utility department computers, will identify potential water leaks, broken and vandalized meters, greatly enhancing customer service.

### **French Creek Wastewater Treatment Plant**

The City's French Creek Wastewater Treatment Plant services the City, the City of Avon and the Village of Sheffield. The plant's staff consists of eighteen full-time employees. In 2004, the City completed expansion and upgrade of the plant, which increased its capacity by fifty percent to 11.25 MGD. The land and plant facilities were originally designed to accommodate a 26 MGD treatment facility to be constructed in four phases. Average daily flow was 5.75 million gallons in 2007. The plant completed its homeland security upgrade in 2006, and improvements and upgrades are made annually in accordance with City management's ten year plan.



## **Parks and Recreation**

The Parks and Recreation Department provides affordable programs and services for residents that include leisure activities, special events, cultural enrichment and education. The City's park system includes South Central park, a 30 acre woodland park with a fishing lake; Shady Drive Complex, a 37 acre baseball/softball complex; Frontier Park, a 13 acre football complex; and Root Road Soccer Complex, a 12 acre soccer complex. In late 2005, the City purchased an additional 67 acres to be developed into parkland. The City completed a "Splash Pad" water facility in 2007 to enhance its South Central Park. Also in 2007, former Cleveland Indians 1980 American League "Rookie of the Year" Joe Charboneau was hired to supervise the City's youth baseball and softball programs. Future plans include construction of an indoor facility with batting cages and workout areas.

## **Office of Older Adults**

The North Ridgeville Senior Center (Office of Older Adults) provides transportation and supportive services for the City's seniors and nutritional meals to homebound seniors through its Meals-on-Wheels program for the City and surrounding townships. Other services provided included transportation services, recreational shows, periodic outings and other activities. The Senior Center provides a "CareCall" program, an automated telephone service to communicate with seniors and other needy citizens on a daily basis. In 2007, teaming up with the City's Fire Department, the Office introduced the "Lock Box" Program to its seniors, providing additional security and convenience.

## **Financial Information**

### **Internal Control**

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled 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 1) the cost of a control should not exceed the benefits likely to be derived, and 2) the valuation of costs and benefits requires estimates and judgments by management. We believe that the City's system of internal control is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

### **Basis of Accounting**

Since 2003, the City has prepared its annual financial statements under the reporting model required by Government Accounting Standards Board Statement No. 34 (GASB 34), "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." Under GASB 34, the basic financial statements consist of:

**Government-wide financial statements** These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses. The government-wide statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

**Fund financial statements** These statements present information for individual major funds rather than by fund type. Nonmajor funds are combined and presented in total in one column. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activities accrual information presented in the governmental-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

**Statements of budgetary comparisons** These statements present comparison of actual information to the legally adopted budget. The budgetary basis, as provided by Ohio law, is on the basis of cash receipts, disbursements and encumbrances.

For a more detailed description, see the Management's Discussion and Analysis and the Notes to the Basic Financial Statements.

## **Budgetary Controls**

Detailed provisions for budgeting, tax levies and appropriations are set forth in the Ohio Revised Code and the City Charter.

The City prepares an annual budget of estimated receipts and expenditures for the upcoming year, which is filed with the Lorain County Budget Commission by July 20<sup>th</sup> preceding the budget year. Estimated resources, which includes estimated receipts taken from the City's budget, property tax and local government assistance as revised by the County, and unencumbered balances, is certified by the County Budget Committee, which estimated resources serve as the basis for appropriations. A temporary appropriation resolution to control expenditures may be passed by City Council around January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by April 1 each year for the period January 1 to December 31. Appropriations by fund-type cannot exceed the estimated resources as certified by the County Budget Commission. Revisions to estimated resources may be revised during the year as new information becomes available which, upon written request is certified by the County Budget Commission. City Council can pass supplemental appropriation ordinances, as long as total appropriations by fund-type do not exceed the amount of estimated resources certified by the County, as reflected on the most recent Amended Certificate of Estimated Resources.

For management purposes, the City maintains budgetary control on a non-GAAP basis by fund and within each fund by department at major object levels, which include personal services, other expenditures, and transfers. Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. Purchase order requests for the expenditure of monies are submitted to the Mayor or Safety-Service Director for approval. The purchase order is forwarded to the Auditor's office for certification of the availability of funds. The estimated expenditure is then encumbered against available appropriation. Encumbrances, which would exceed the available appropriation are not approved or recorded until the City Council authorizes additional appropriations or transfers.

The Auditor's office prepares monthly financial statements on the budgetary basis for City Council and the Administration, which reflect detailed annual budget information, monthly and year-to-date receipts, expenditures, encumbrances and unencumbered balances.

## **Debt Administration**

The City issues various types of debt for the purpose of carrying out its capital financing activities. The City's bonded debt and bond anticipation notes are general obligation debt for which the full faith and credit of the City are pledged for the timely payment of principal and interest thereon.

## **Cash Management**

The City strictly adheres to regulations set forth in the Ohio Revised Code to ensure the safety of its investments.

City cash is pooled for investment purposes in order to maximize yield while protecting principal through conservative investment choices. The City's investment policy designates what types of investments can be made and permits investments that are in compliance with the Ohio Revised Code. Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

The City plans for short and long term cash flow needs and attempts to match investment maturities accordingly. This is accomplished primarily with Certificates of Deposit, Repurchase Agreements, Government Securities, State Treasurer's Investment Pool (STAR Ohio) and Sweep Checking Accounts.

**Risk Management**

The City is exposed to various risks of loss related to torts; theft, damage to or destruction of assets; errors and omissions; employee injuries; and natural disasters. By maintaining comprehensive insurance coverage with private carriers, the City has addressed these various types of risk. The City maintains a commercial insurance policy through HCC Insurance Company which covers property, boiler and machinery, inland marine, crime, automobile, general liability and EMS liability in the aggregate amount of \$ 3,000,000. An additional umbrella policy is also provided in the amount of \$ 10,000,000. The City maintains a law enforcement liability policy and public officials liability policy with the HCC Insurance Company, each with a \$ 1,000,000 annual aggregate.

**AWARDS AND ACKNOWLEDGEMENTS****GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of North Ridgeville, Ohio for its comprehensive annual financial report for the fiscal year ended December 31, 2006. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

**Acknowledgments**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the staff of the Auditor's Office and Treasurer. Preparation of the Comprehensive Annual Financial Report requires a major effort and special appreciation is extended to everyone who assisted and contributed to the preparation of this report.

Appreciation is extended to the Administration and City Council for their continued support and commitment to responsible fiscal reporting.

Respectfully submitted,



Chris S. Costin, CPA, CGFM  
City Auditor  
June 27, 2008

City of North Ridgeville, Ohio  
Principal City Officials  
December 31, 2007

**Elected Officials**

Mayor	G. David Gillock
Council member, At-Large, President	Ronald F. Arndt
Council member, At-Large, President Pro-Tem	Gayle L. Manning
Council member, At-Large	Bernadine R. Butkowsky
Council member, Ward 1	Nancy J. Buescher
Council member, Ward 2	Dennis J. Boose
Council member, Ward 3	Richard W. Jaenke
Council member, Ward 4	Robert W. Olesen

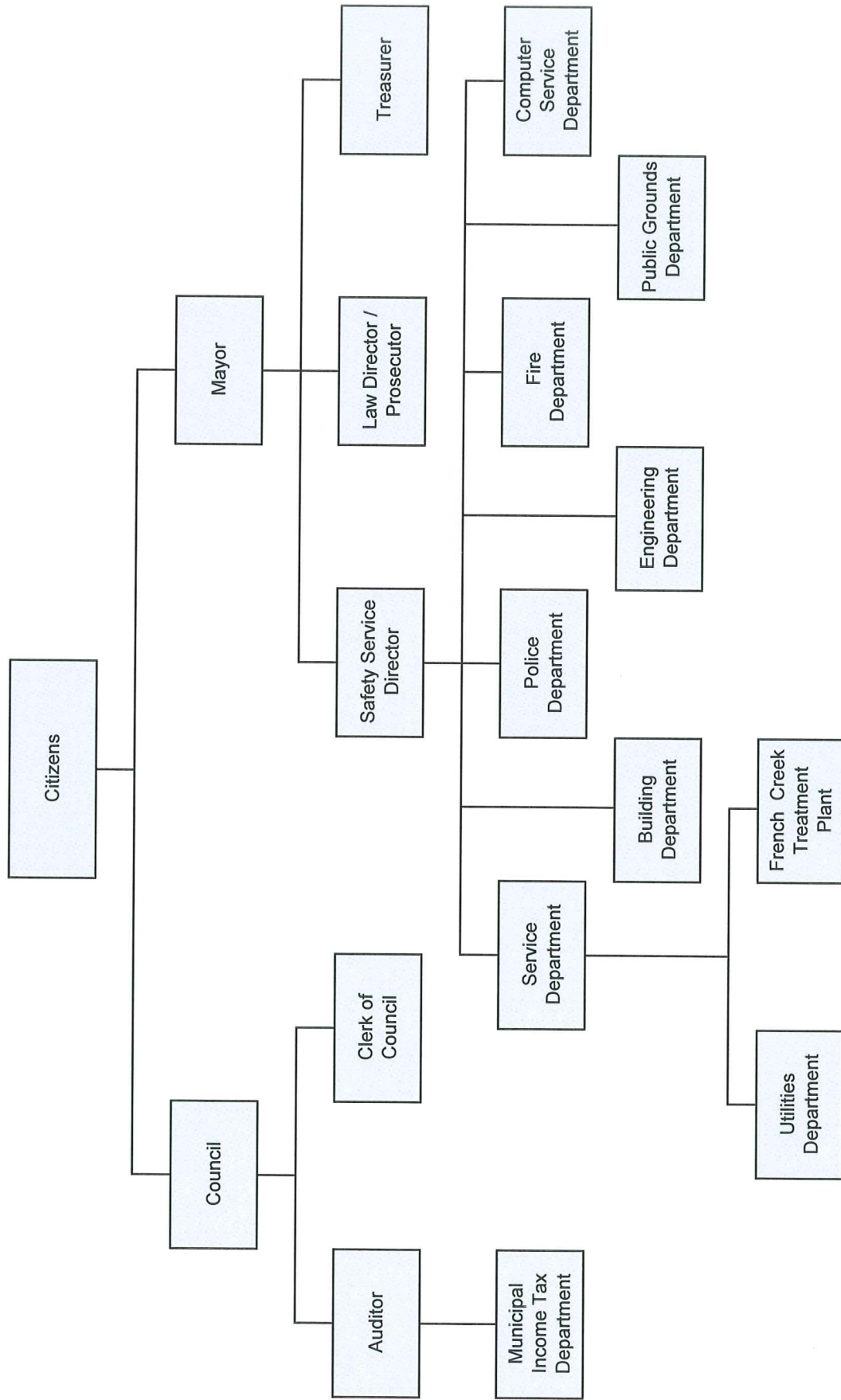
**Appointed Officials and Department Heads**

Safety-Service Director	Dennis L. Johnson
Law Director / Prosecutor	Andrew J. Crites, ESQ.
Engineer	Larry Griffith, P.E.
Treasurer	Anthony L. Hatmaker
Auditor	Chris S. Costin, CPA, CGFM
Deputy Auditor	Donna L. Kiraly
Income Tax Administrator	Laverne Porowski
Police Chief	Richard D. Thomas
Fire Chief	Richard E. Miller
Service Department Superintendent	Chris Rangus
Chief Building Official	Guy M. Fursdon, C.B.O.
Parks and Recreation Director	James D. Spaulding
Older Adult Services Director	Rita M. Price
Computer Service Supervisor	Rita Taylor
Utilities Department Director	James E. Whitlock
French Creek Plant Superintendent	Donald D. Daley
Maintenance and Grounds Supervisor	Gary M. Teel
Mayor's Court Magistrate	Renee Zafarana, L.P.A.
Clerk of Mayor's Court	Diana G. Graham
Clerk of Council	Charles A. Norris
Assistant Clerk of Council	Paula D. Cope, MMC

**Chairmen, Boards and Commissions**

Civil Service Commission	James P. Yost
Parks and Recreation Commission	Larry D. Overby
Planning Commission	James Hurst
Fair Housing Board	Anthony L. Hatmaker
Income Tax Board of Review	Margaret Knight
Zoning Board of Appeals	Shawn Kimble

# City of North Ridgeville, Ohio Organization Chart



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of North Ridgeville  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2006

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



*Charles S. Cox*

President

*Jeffrey R. Emery*

Executive Director



# Mary Taylor, CPA

## Auditor of State

### INDEPENDENT ACCOUNTANTS' REPORT

City of North Ridgeville  
Lorain County  
7307 Avon Belden Road  
North Ridgeville, Ohio 44039

To The Members of Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Ridgeville, Lorain County, Ohio, (the City), as of and for the year ended December 31, 2007, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Ridgeville, Lorain County, Ohio, as of December 31, 2007, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund and Income Tax 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 27, 2008, 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 provides additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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

**Mary Taylor, CPA**  
Auditor of State

June 27, 2008



**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*FOR THE YEAR ENDED DECEMBER 31, 2007*  
*UNAUDITED*

Management's discussion and analysis (MD&A) of the City of North Ridgeville's financial performance presents a narrative overview and analysis of the City's financial activities for the year ended December 31, 2007. The intent of the discussion and analysis is to present the City's financial performance as a whole. Readers are encouraged to consider this information in conjunction with the basic financial statements and notes to the basic financial statements for an enhanced understanding of the City's financial performance.

**Financial Highlights**

Key financial highlights for 2007 were as follows.

Total net assets increased by \$ 5,243,491 or 4.0% to \$137,712,163 at December 31, 2007. Total assets increased by \$ 6,496,360 or 3.8% to \$ 178,012,658, while total liabilities increased by \$ 1,252,869 or 3.2% to \$ 40,300,495 at December 31, 2007.

Total revenues (decreased) by (\$ 15,179,079) or 28.0% to \$ 39,062,421 in 2007, while total program expenses increased by \$ 3,766,186 or 12.5% to \$ 33,818,930 in 2007, resulting in an increase in net assets of \$ 5,243,491 in 2007 versus \$ 24,188,756 in 2006.

As reflected in the above key financial highlights, the City's financial health improved in 2007, although at a slower rate than recent previous years. Following completion of the City's wastewater treatment facility expansion in 2004 and installation of westside sanitary sewer trunkline in 2003, residential new construction in the community has remained steady, resulting in increased revenues to the City. These increased revenues have included income taxes, licenses and fees, charges for services, tap-in fees and developer contributions. Residential new construction in 2007 continued on a pace similar to 2006, although below the torrid pace of 2005. In July 2006, Moody's Investor Service upgraded the City's general obligation long-term rating to A-1 from A-2.

**Overview of Financial Statements**

This annual report includes the City's basic financial statements, which consist of government-wide financial statements, fund financial statements, notes to the basic financial statements and other information. The Government-wide financial statements provide information about the City as a whole, providing an aggregate view of the City's finances. The fund financial statements provide an additional level of detail.

**Government-wide Financial Statements**

The government-wide financial statements provide a broad overview of the City's finances in a manner similar to a private-sector business. The Statement of Net Assets presents information on all the City's assets and liabilities, with the difference between total assets and total liabilities reported as net assets. Increases or decreases in net assets over time serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating. The Statement of Activities presents information reflecting the City's financial activities and changes in net assets during the year. These two statements use the accrual basis of accounting, under which revenue is generally recognized when earned and expenses recognized when incurred, regardless of when cash is received or paid. These statements distinguish between governmental activities, which are those that are principally supported by taxes and intergovernmental revenues, and business-type activities, which are those that are intended to recover their costs through user fees and charges. The City's business-type activities consist of water system operations and sanitary sewer system operations.

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
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**Fund Financial Statements**

Governmental fund financial statements focus on the City's most significant, or major funds. The City's major governmental funds are the General Fund and Income Tax Fund. The remaining non-major funds are combined and reflected in one single column. Governmental fund financial statements focus on near-term inflows and outflows of spendable resources and on balances of spendable resources that are available at year-end. This information can be useful in determining what financial resources are available to finance the City's activities. A 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, 2007 is presented. The City, similar to other local governments, uses fund accounting to ensure and demonstrate finance related legal requirements.

**Fund Categories**

The City's funds can be divided into three categories comprised of governmental funds, proprietary funds and fiduciary funds.

**Governmental funds**

Most of the City's activities are reported in governmental funds, which are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Governmental funds use the modified accrual method of accounting, which measures cash and other financial assets readily convertible to cash.

**Proprietary funds**

Proprietary funds are generally used to account for activities for which the City will charge customers and users. The City maintains two types of proprietary funds. The first type, enterprise funds are used to account for those functions reported as business-type activities in the government-wide financial statements, which for the City, consists of water system operations and sanitary sewer system operations. The second type, internal service funds are used to accumulate and allocate costs of goods and services among the City's various functions. The City uses an internal service fund for its medical self-insurance program. This internal service fund is included within the governmental activities in the government-wide financial statements since the City was the only participant in the self-insurance program. Proprietary funds use the accrual basis of accounting.

**Fiduciary funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the City and are not included in the government-wide financial statements since the resources held are not available to support City programs. The City uses agency funds included under the fiduciary funds category. Agency funds are reported on a full accrual basis, for which only a statement of assets and liabilities is presented.

**Notes to the Basic Financial Statements**

Notes to the basic financial statements provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. These should be read in conjunction with those financial statements.

**Other Information**

In addition to the basic financial statements and accompanying notes to the basic financial statements, also presented are combining statements for nonmajor governmental funds and individual budgetary comparisons for all funds.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**  
**UNAUDITED**

**The City of North Ridgeville as a Whole**

**Analysis of Net Assets**

The Statement of Net Assets presents the City as a whole. Following is a condensed summary of the City's net assets as of the current year-end compared to the prior year-end.

	Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
<b>Assets</b>						
Current and other assets	\$ 24,108,542	\$ 23,017,874	\$ 18,819,373	\$ 18,201,387	\$ 42,927,915	\$ 41,219,261
Capital assets, net	64,125,004	60,560,563	70,959,739	69,736,474	135,084,743	130,297,037
<b>Total assets</b>	<b>88,233,546</b>	<b>83,578,437</b>	<b>89,779,112</b>	<b>87,937,861</b>	<b>178,012,658</b>	<b>171,516,298</b>
<b>Liabilities</b>						
Current liabilities	7,478,129	7,249,322	430,439	506,960	7,908,568	7,756,282
Long-term liabilities	10,581,347	9,664,898	21,810,580	21,626,446	32,391,927	31,291,344
<b>Total liabilities</b>	<b>18,059,476</b>	<b>16,914,220</b>	<b>22,241,019</b>	<b>22,133,406</b>	<b>40,300,495</b>	<b>39,047,626</b>
<b>Net assets</b>						
Invested in capital assets, net of related debt	56,744,157	53,758,265	49,678,959	48,614,828	106,423,116	102,373,093
Restricted	5,789,465	4,285,461	-	-	5,789,465	4,285,461
Unrestricted	7,640,448	8,620,491	17,859,134	17,189,627	25,499,582	25,810,118
<b>Total net assets</b>	<b>\$ 70,174,070</b>	<b>\$ 66,664,217</b>	<b>\$ 67,538,093</b>	<b>\$ 65,804,455</b>	<b>\$ 137,712,163</b>	<b>\$ 132,468,672</b>

Total assets increased by \$ 6,496,360 to \$ 178,012,658 in 2007. Investment in capital assets (land, construction in progress, buildings and improvements, machinery and equipment and infrastructure, net of depreciation) less any debt related to acquire those assets still outstanding, represents the largest portion of net assets. Capital assets are used to provide services to the City's citizens, however, are not available for future spending. Total capital assets, net of depreciation and amortization, increased by \$ 4,787,706 to \$ 135,084,743 in 2007. New additions to capital assets included \$ 6,849,108 of developer contributions of infrastructure related to residential real estate development. The City expended \$ 1,984,071 for equipment and vehicles in 2007 and \$ 2,630,848 for infrastructure, in addition to developer infrastructure contributions. Depreciation and amortization of capital assets amounted to \$ 6,260,280 and \$ 52,707, respectively. Current and other assets increased by \$ 1,708,654 to \$ 42,927,915, of which equity in pooled cash and equivalents increased by \$ 2,360,836, offset most notably by decreases in special assessments receivable of \$ 215,400, accounts receivable of \$ 100,800 and income taxes receivable of \$ 87,200. Total liabilities increased by \$ 1,252,869 to \$ 40,300,495 resulting primarily from issuance of long-term debt to finance capital asset acquisitions. Total net assets increased by \$ 5,243,491 to \$ 137,712,163, comprised of \$ 3,509,853 from Governmental activities and \$ 1,733,638 from Business-type activities. Overall, the City's financial condition improved, although net assets increased at a lesser amount in 2007 than in the prior year 2006, due in large part to a decrease in developer contributions of infrastructure in 2007 compared to 2006.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
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**Analysis of Changes in Net Assets**

To understand what makes up changes in net assets, following is a summary of activities for the current year compared to the prior year.

Change in Net Assets

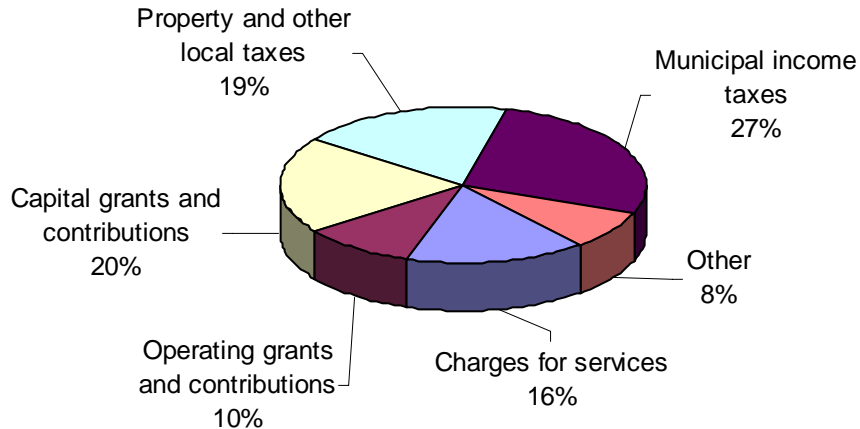
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues						
Program revenues						
Charges for services	\$ 4,331,285	\$ 3,616,270	\$ 7,617,728	\$ 6,860,611	\$ 11,949,013	\$ 10,476,881
Operating grants and contributions	2,741,773	2,283,095	-	-	2,741,773	2,283,095
Capital grants and contributions	5,512,773	13,670,417	3,003,730	11,545,108	8,516,503	25,215,525
Total program revenues	<u>12,585,831</u>	<u>19,569,782</u>	<u>10,621,458</u>	<u>18,405,719</u>	<u>23,207,289</u>	<u>37,975,501</u>
General revenues						
Property and other local taxes	5,428,764	5,836,564	-	-	5,428,764	5,836,564
Municipal income taxes	7,414,000	7,820,157	-	-	7,414,000	7,820,157
Grants and entitlements	1,370,833	1,262,355	-	-	1,370,833	1,262,355
Other	877,798	557,804	763,737	789,119	1,641,535	1,346,923
Total general revenues	<u>15,091,395</u>	<u>15,476,880</u>	<u>763,737</u>	<u>789,119</u>	<u>15,855,132</u>	<u>16,265,999</u>
Total revenues	<u>27,677,226</u>	<u>35,046,662</u>	<u>11,385,195</u>	<u>19,194,838</u>	<u>39,062,421</u>	<u>54,241,500</u>
Program expenses						
Security of persons and property	9,516,878	8,370,466	-	-	9,516,878	8,370,466
Public health and welfare	386,746	359,493	-	-	386,746	359,493
Leisure time activities	384,355	370,128	-	-	384,355	370,128
Community environment	1,439,878	1,384,079	-	-	1,439,878	1,384,079
Transportation	5,596,613	4,557,368	-	-	5,596,613	4,557,368
General government	6,536,677	5,387,099	-	-	6,536,677	5,387,099
Interest	306,226	350,841	-	-	306,226	350,841
Other operating	-	-	-	-	-	-
Water	-	-	3,191,223	3,037,610	3,191,223	3,037,610
Sewer	-	-	6,460,334	6,235,660	6,460,334	6,235,660
Total program expenses	<u>24,167,373</u>	<u>20,779,474</u>	<u>9,651,557</u>	<u>9,273,270</u>	<u>33,818,930</u>	<u>30,052,744</u>
Increase in net assets	3,509,853	14,267,188	1,733,638	9,921,568	5,243,491	24,188,756
Net assets, beginning of year	<u>66,664,217</u>	<u>52,397,029</u>	<u>65,804,455</u>	<u>55,882,887</u>	<u>132,468,672</u>	<u>108,279,916</u>
Net assets, end of year	<u>\$ 70,174,070</u>	<u>\$ 66,664,217</u>	<u>\$ 67,538,093</u>	<u>\$ 65,804,455</u>	<u>\$ 137,712,163</u>	<u>\$ 132,468,672</u>

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
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**Governmental activities**

Revenues by source of governmental activities for 2007 were comprised of:

**Revenues by Source, Governmental Activities**



**Revenues**

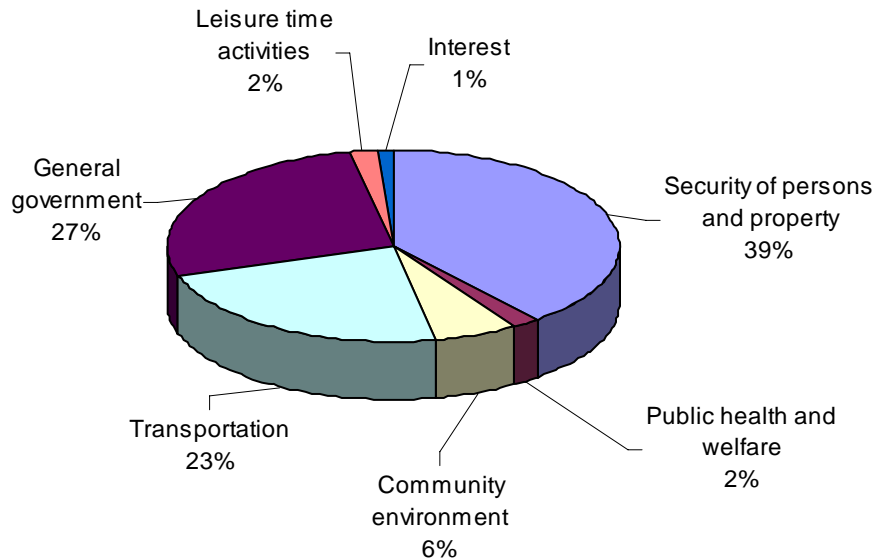
Municipal income taxes of \$ 7,414,000 represented the largest portion of general revenues and 27% of total revenues in 2007, followed by Capital grants and contributions of \$ 5,512,773 which represented 20% of total revenues in 2007. Municipal income taxes (decreased) by (\$ 406,157) or 5.2%, and property and other taxes (decreased) by (\$ 407,800) or (7.0%) due to the most recent economic slowdown.

Total program revenues (decreased) by (\$ 6,983,951) or (35.7%) in 2007 over 2006 due to a decrease in capital grants and contributions in 2007. Capital grants and contributions (decreased) by (\$ 8,157,644) or (59.7%) in 2007, primarily resulting from a decrease of developer infrastructure contributions of \$ 7,062,451 in 2007, and the capital grant of \$ 761,500 recognized in the prior year related to a road rehabilitation project in 2006. Of the \$ 5,512,773 of capital grants and contributions in 2007 and \$ 13,670,417 in 2006, \$ 5,231,564 in 2007 and \$ 12,294,015 in 2006 represented developer contributions. Charges for services increased by \$ 715,015 or 19.8% in 2007, due in part to an increase in certain fees charged for ambulatory services.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
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Program expenses of governmental activities for 2007 were comprised of:

**Program Expenses, Governmental Activities**



**Program expenses**

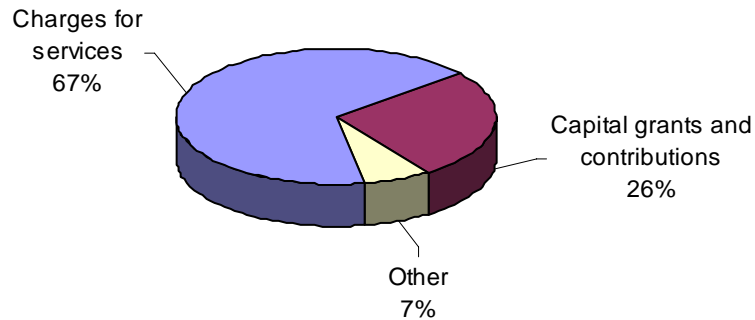
Program expenses amounted to \$ 24,167,373 in 2007, of which \$ 12,585,831 was supported by program revenue. Security of persons and property, which includes police, fire and paramedic services, represented \$ 9,516,878 or 39% of total program expenses. Transportation, which includes street maintenance, snow removal and storm channel maintenance, represented \$ 5,596,613 or 23% of program expenses. General government expenses of \$ 6,536,677 or 27% of program expenses include legislative and administrative services such as council, mayor, law, finance and computer services departments, utilities and maintenance of buildings. Community environment represented \$ 1,439,878 or 6% of program expenses and included refuse collection and community development. Leisure time activities, which include recreation activities and maintenance of the City's park system, represented \$ 384,355 or 2% of total program expenses. Public health and welfare, which includes senior citizen programs, payments to the County health department and cemetery maintenance, represented \$ 386,746 or 2% of total program expenses in 2007. Program expenses were \$ 3,387,899 higher in 2007 than 2006, of which \$ 1,146,412 resulted from increased security of persons and property due in part to contractual inflationary increases, \$ 1,149,578 resulted from increased general government due in part to increased cost of services provided, and \$ 1,039,245 resulted from increased transportation, due in part to higher contractual inflationary increases and increased cost of road maintenance.

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
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**Business-type activities**

Revenues by source for business-type activities for 2007 were comprised of:

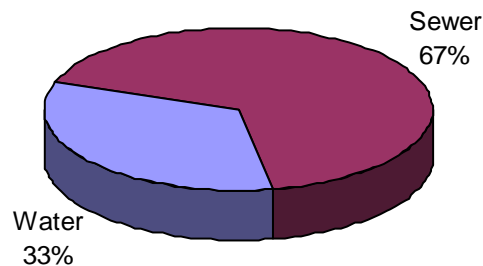
**Revenues by Source, Business-type Activities**



**Revenues**

Program revenues represented 93% of total revenues for business-type activities in 2007. Charges for services of \$ 7,617,7281 represented 67% of total revenues while capital grants and contributions represented 26%. Special assessments of \$ 7,010, developer contributions of \$ 1,617,544 and tap-in fees of \$ 1,379,176 comprised the capital grants and contributions total of \$ 3,003,730 in 2007. Other general revenues of \$ 763,737 represented the remaining 7% of total revenues, comprised primarily of interest income. Program revenues were lower in 2007 primarily due to a decrease in developer infrastructure contributions of \$ 2,586,867 and recognition of \$ 5,602,704 of special assessment revenue in the prior year related to the Westerlies sanitary sewer assessment project in 2006.

**Expenses, Business-type Activities**



**Expenses**

Water operations expenses amounted to \$ 3,191,223 or 33% and sanitary sewer operations expenses amounted to \$ 6,460,334 or 67% of total program expenses for business-type activities in 2007. Both water operations and sanitary sewer operations have historically been self-supporting through user fees and charges. Water is purchased from three sources. The City's wastewater treatment facility services the City and two other communities.

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*FOR THE YEAR ENDED DECEMBER 31, 2007*  
*UNAUDITED*

**The City's Funds**

The City's governmental funds financial information begins at page 18. Total governmental funds revenues increased by \$ 578,129 or 2.6% in 2007, due primarily to increased charges for services and fines, licenses and permits. The City's major funds consisted of the General Fund and Income Tax Fund. General Fund revenues were \$ 1,037,047 higher in 2007. Of that amount, intergovernmental revenues increased by \$ 470,003, due in part to higher inheritance tax and phase-in of the statewide commercial activities tax (see Note 19, Notes to the Basic Financial Statements). The General Fund balance increased by \$ 42,357 to \$ 1,307,058 at year-end 2007. The Income Tax (Special Revenue) Fund collects the City's one percent municipal income tax proceeds and, after payment of the department's expenses and taxpayer refunds, transfers available monies ratably to the General Fund and Capital Projects Fund, at the discretion of City Council. Transfers made in 2007 were allocated 85% to the General Fund and 15% to the Capital Projects Fund. Municipal income tax revenue increased by \$ 131,043 or 1.8% to \$ 7,556,100 in 2007, due in part to recent housing growth. Income tax revenues exceeded expenditures by \$ 7,306,552 in 2007 compared to \$ 7,230,543 in 2006. The Income Tax Fund balance increased by \$ 406,552 to \$ 3,372,581 at year-end 2007. The combined balance of cash and equivalents of the General Fund and Income Tax Fund increased by \$ 546,241 or 14.8% to \$ 4,225,599 at year-end 2007 from \$ 3,679,358 at year-end 2006, and the combined fund balance of the General Fund and Income Tax Fund increased by 11% or \$ 448,909 to \$ 4,679,639 at December 31, 2007.

The City's proprietary funds information begins at page 24. Drinking water operations are reflected in the Water Fund. Water Fund net assets increased by \$ 806,364 to \$ 18,091,308 at year-end 2007. Charges for services included a 1.02 percent water rate increase in January 2007 to offset the increased cost of purchased water. Water consumption increased by 8% in 2007. Charges for services revenue increased by \$ 187,753 in 2007. Capital contributions were \$ 953,176 in 2007, consisting primarily of developers contributions of waterlines infrastructure. Sanitary sewer operations are reflected in the Sewer Fund. The City's wastewater treatment facility services the City, the City of Avon and Village of Sheffield. Sewer fund net assets increased by \$ 914,585 to \$ 49,283,223 at year-end 2007. Charges for services revenue increased by \$ 662,448 or 16.2% in 2007. Capital contributions were \$ 2,050,554 in 2007, comprised of \$ 887,570 of developer contributions of sewer system infrastructure, and \$ 1,162,984 of tap-in fees. The City's water and sewer operations have historically been self-sufficient.



**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**  
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**Budgetary Highlights**

The City prepares its budget in accordance with Ohio law on the basis of cash receipts, disbursements and encumbrances. The City's original budget and amendments are enacted by City Council upon recommendation of Council's Finance Committee. Budgetary expenditure modifications at the legal level of control may only be made by ordinance of City Council. The City's final budget differs from the original budget due to various amendments during the year to reflect changes in unanticipated revenue receipts.

The General Fund is the City's most significant budgeted fund. Original budgeted receipts (excluding other sources) for the General Fund were \$ 3,743,192 and final budgeted receipts were \$ 4,461,192. The City actually received \$ 4,504,054. Receipts were greater than anticipated primarily due to higher fines, licenses and permits. Original budget revenue is conservatively estimated. Actual transfers-in of \$ 5,865,000 were from the Income Tax (Special Revenue) Fund. Original appropriations, excluding other uses, were \$ 10,531,356. The City actually expended \$ 10,435,693 which was \$ 95,663 less than originally appropriated. The City historically spends less than appropriated. For 2007, actual expenditures were 94% of final appropriations. Other financing sources (uses) included advances-in of \$ 193,061 from the Federal Grants (Special Revenue) Fund representing repayment of prior year advances, and advances-out of \$ 127,851 to the Federal Grants (Special Revenue) Fund.

**Capital Assets**

Capital assets, net of depreciation, at December 31, consisted of:

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Land	\$ 723,980	\$ 716,145	\$ 786,184	\$ 944,941	\$ 1,510,164	\$ 1,661,086
Construction in progress	624,509	1,001,613	664,473	387,709	1,288,982	1,389,322
Buildings and improvements	3,009,152	3,086,147	278,501	281,681	3,287,653	3,367,828
Equipment and vehicles	2,778,270	2,250,288	7,913,301	7,469,951	10,691,571	9,720,239
Infrastructure	56,989,093	53,506,370	60,381,297	59,663,502	117,370,390	113,169,872
	<u>\$ 64,125,004</u>	<u>\$ 60,560,563</u>	<u>\$ 70,023,756</u>	<u>\$ 68,747,784</u>	<u>\$ 134,148,760</u>	<u>\$ 129,308,347</u>

Capital assets are major assets that benefit more than one fiscal year. The City's capitalization threshold is \$ 2,500, that is, asset cost must equal \$ 2,500 or more to be capitalized. Infrastructure assets are long-lived capital assets that are normally stationary in nature with a useful life significantly greater than most capital assets. The City's governmental infrastructure includes streets, bridges, culverts, sidewalks and storm drainage systems.

The City's total capital assets, net of depreciation, was \$ 134,148,760 at December 31, 2007, which was \$ 4,840,413 higher than the previous year, since additions exceeded depreciation. Capital assets, net of depreciation, under governmental activities increased by \$ 3,564,441 in 2007, which included \$ 5,231,564 from developers' contributions of infrastructure of roads and storm drainage systems. Business-type capital assets, net of depreciation, increased by \$ 1,275,972 to \$ 70,023,756, which additions included \$ 1,617,544 of developers' contributions of waterlines and sewerlines infrastructure.

For more information about the City's capital assets, see Note 2J and Note 7 of Notes to the Basic Financial Statements.

**CITY OF NORTH RIDGEVILLE, OHIO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**  
**UNAUDITED**

**Debt**

Outstanding debt obligations of the City at December 31, consisted of:

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
General obligation bonds	\$ 3,736,000	\$ 4,708,000	\$ 15,270,000	\$ 16,105,682	\$ 19,006,000	\$ 20,813,682
Special assessment bonds	214,000	238,000	2,420,000	2,498,318	2,634,000	2,736,318
Notes payable	2,630,000	1,300,000	1,200,000	-	3,830,000	1,300,000
OWDA loan	-	-	2,285,145	2,403,560	2,285,145	2,403,560
OPWC loans	800,847	556,298	105,635	114,086	906,482	670,384
Leave benefits	3,200,500	2,862,600	529,800	504,800	3,730,300	3,367,400
	<u>\$ 10,581,347</u>	<u>\$ 9,664,898</u>	<u>\$ 21,810,580</u>	<u>\$ 21,626,446</u>	<u>\$ 32,391,927</u>	<u>\$ 31,291,344</u>

As of December 31, 2007, the City had \$ 32,391,927 of total debt outstanding, with \$ 6,591,096 due within one year. Total debt outstanding increased by \$ 1,100,583 in 2007.

The general obligation bonds outstanding at year-end 2007 include various purposes consisting of road improvements, service garage addition, waterlines and sanitary sewer improvements. Sources for the debt service payments include property tax collections, general revenues of the City, and water and sewer operations, as applicable. The special assessment bonds were for infrastructure improvements, which debt service is repaid from collections from property owners. The City's general obligation bonds and special assessment bonds mature in various increments through 2026. Of the \$ 3,830,000 notes payable outstanding at year-end 2007, \$ 700,000 was for infrastructure improvements under a tax incremental financing (TIF) program for which debt charges will be paid from property tax revenues generated from the project; \$ 1,580,000 was for road improvement projects, \$ 535,000 for building acquisition, and \$ 50,000 for park land acquisition, to be paid from general revenues of the City; and \$ 1,200,000 was for waterline improvements to be paid from water system revenues. The OWDA loan financed an elevated water storage tank, which debt is repaid from water system revenues. The OPWC loans consist of several no interest loans with twenty year terms, used primarily for road reconstruction which are repaid from the City's capital projects and street funds, and a sewer line reconstruction which is repaid from sanitary sewer system revenues.

In July, 2006 Moody's Investors Service upgraded the City's general obligation long-term rating to A-1 from A-2 in connection with the issuance of \$ 13,815,000 of general obligation capital improvement and equipment bonds in August 2006. The A-1 rating applied to the general obligation long-term bonded debt outstanding at that date, in addition to the 2006 issue.

The State of Ohio statute limits the amount of general obligation debt, including both voted and unvoted debt, but excluding certain exempt debt, that may be issued to 10 ½ % of the total tax valuation of all property within the City. The City's overall debt limitation at December 31, 2007 was \$ 73,207,487 against which \$ 5,561,700 has been issued, leaving significant additional debt capacity within the debt limitation, after reduction of outstanding debt by \$ 141,325 in the City's debt service fund, of \$ 67,787,112.

For more information about the City's debt, see Note 2, Note 9 and Note 10 of Notes to the Basic Financial Statements.

**CITY OF NORTH RIDGEVILLE, OHIO**  
*MANAGEMENT'S DISCUSSION AND ANALYSIS*  
*FOR THE YEAR ENDED DECEMBER 31, 2007*  
*UNAUDITED*

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

During the years 2003 through 2005, the City reduced budgetary appropriations over controllable expenses and deferred non-critical capital equipment expenditures in reaction to the economic slowdown which occurred after "9/11." As result of City staff's co-operation during this period of belt-tightening, the City maintained its financial stability while City services were not significantly affected. As a result of new 2006 revenues resulting from property tax increases and passage of various replacement tax levies, the City's 2006 appropriations returned to a normal level, and nearly \$ 1,800,000 was expended for vehicles and equipment to catch up on its replacement program. In year 2007, in anticipation of a slowdown in the housing markets, the City conservatively reduced its projected revenues related to new construction by thirty-five percent, which included building department revenues, impact fees and tap-in fees, affecting various funds.

As the result of infrastructure improvements in recent years, including upgrade and expansion of the City's waste water treatment plant and construction of an interceptor trunk sewer to serve the western portion of the City, new housing construction has remained relatively steady in recent years following a phenomenal year of activity in 2005. The City's total assessed valuation increased by 4% or \$ 25,424,298 to \$ 697,214,164 in 2007 (2008 collection year) after an increase of 14% or \$ 84,258,200 to \$ 671,789,866 in 2006 (2007 collection year). Building permits were issued in 2007 with an estimated value of \$ 48,000,000 compared to \$ 66,700,000 in 2006.

While the City continues to use a conservative economic forecast for revenue growth and a zero-based approach to expenditure appropriations for 2008, the economic outlook remains positive. A modest increase in revenues from new housing construction is expected in year 2008 and, an entire year of new revenue from certain ambulatory billing to insurers is expected to generate over \$ 450,000 annually. Municipal income taxes are anticipated to increase as result of a recent increase of residential and commercial growth within the City. Property taxes are expected to remain relatively consistent with the prior year. Overall, revenue increases are anticipated to offset contractual labor cost and other operating cost increases in 2008.

**Requests for Information**

This financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the City's finances and show the City's accountability for the money it receives and spends. If you have any questions about this report or need additional financial information, contact the Auditor's Office, City of North Ridgeville, 7307 Avon Belden Road, North Ridgeville, Ohio 44039; telephone (440) 353-0851.

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## CITY OF NORTH RIDGEVILLE, OHIO

## STATEMENT OF NET ASSETS

DECEMBER 31, 2007

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Equity in pooled cash and equivalents	\$ 10,268,219	\$ 13,469,311	\$ 23,737,530
Accounts receivable	469,200	1,083,900	1,553,100
Due from other governments	1,688,885	266,600	1,955,485
Internal balances	(163,562)	163,562	-
Inventories and supplies	-	175,100	175,100
Prepaid and deferred expenses	59,500	17,500	77,000
Income taxes receivable	5,390,200	-	5,390,200
Taxes receivable - property and other	5,885,300	-	5,885,300
Special assessments receivable	244,600	3,643,400	3,888,000
Claims advance deposit	266,200	-	266,200
<b>Capital assets</b>			
Nondepreciable capital assets	1,348,489	1,450,657	2,799,146
Depreciable capital assets, net	62,776,515	68,573,099	131,349,614
Intangible assets, net	-	935,983	935,983
<b>Total assets</b>	<b>88,233,546</b>	<b>89,779,112</b>	<b>178,012,658</b>
<b>Liabilities</b>			
Accounts and contracts payable	377,706	225,038	602,744
Accrued salaries, wages and benefits	218,151	42,049	260,200
Accrued interest payable	62,800	87,800	150,600
Claims payable	420,000	-	420,000
Due to other governments	636,191	75,552	711,743
Deferred revenue	5,763,281	-	5,763,281
<b>Long-term liabilities</b>			
Due within one year	4,249,577	2,341,519	6,591,096
Due in more than one year	6,331,770	19,469,061	25,800,831
<b>Total liabilities</b>	<b>18,059,476</b>	<b>22,241,019</b>	<b>40,300,495</b>
<b>Net assets</b>			
Invested in capital assets, net of related debt	56,744,157	49,678,959	106,423,116
<b>Restricted for:</b>			
Debt service	576,563	-	576,563
Capital projects	1,203,787	-	1,203,787
Highway and streets	1,967,338	-	1,967,338
Public safety	1,099,961	-	1,099,961
Recreation	272,100	-	272,100
Community environment	538,926	-	538,926
Other purposes	130,790	-	130,790
Unrestricted	7,640,448	17,859,134	25,499,582
<b>Total net assets</b>	<b>\$ 70,174,070</b>	<b>\$ 67,538,093</b>	<b>\$ 137,712,163</b>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2007

Functions/Programs	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants Interest and Contributions	Capital Grants and Contributions
<b>Governmental activities:</b>				
Security of persons and property	\$ 9,516,878	\$ 1,162,188	\$ 594,045	\$ -
Public health and welfare	386,746	17,175	33,166	-
Leisure time activities	384,355	207,239	10,000	-
Community environment	1,439,878	532,004	280,865	-
Transportation	5,596,613	187,366	1,718,476	5,512,773
General government	6,536,677	2,225,313	105,221	-
Interest	306,226	-	-	-
<b>Total governmental activities</b>	<b>24,167,373</b>	<b>4,331,285</b>	<b>2,741,773</b>	<b>5,512,773</b>
<b>Business-type activities:</b>				
Water	3,191,223	2,851,335	-	953,176
Sewer	6,460,334	4,766,393	-	2,050,554
<b>Total business-type activities</b>	<b>9,651,557</b>	<b>7,617,728</b>	<b>-</b>	<b>3,003,730</b>
<b>Total</b>	<b>\$ 33,818,930</b>	<b>\$ 11,949,013</b>	<b>\$ 2,741,773</b>	<b>\$ 8,516,503</b>

General revenues  
Property taxes levied for:  
    General purpose  
    Debt service  
    Other  
Municipal income taxes levied for:  
    General purpose  
Grants and entitlements not restricted to specific purposes  
Investment earnings  
Miscellaneous  
**Total general revenues**

Change in net assets

Net assets at beginning of year  
Net assets at end of year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (7,760,645)	\$ -	\$ (7,760,645)
(336,405)	-	(336,405)
(167,116)	-	(167,116)
(627,009)	-	(627,009)
1,822,002	-	1,822,002
(4,206,143)	-	(4,206,143)
(306,226)	-	(306,226)
<u>(11,581,542)</u>	<u>-</u>	<u>(11,581,542)</u>
-	613,288	613,288
-	356,613	356,613
-	969,901	969,901
<u>(11,581,542)</u>	<u>969,901</u>	<u>(10,611,641)</u>
1,031,343	-	1,031,343
303,626	-	303,626
4,093,795	-	4,093,795
7,414,000	-	7,414,000
1,370,833	-	1,370,833
606,740	763,737	1,370,477
271,058	-	271,058
<u>15,091,395</u>	<u>763,737</u>	<u>15,855,132</u>
3,509,853	1,733,638	5,243,491
66,664,217	65,804,455	132,468,672
<u>\$ 70,174,070</u>	<u>\$ 67,538,093</u>	<u>\$ 137,712,163</u>

CITY OF NORTH RIDGEVILLE, OHIO

BALANCE SHEET  
GOVERNMENTAL FUNDS

DECEMBER 31, 2007

	General	Income Tax	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Equity in pooled cash and equivalents	\$ 1,593,864	\$ 2,631,735	\$ 4,796,576	\$ 9,022,175
Income taxes receivable	-	5,390,200	-	5,390,200
Taxes receivable - property and other	1,128,700	-	4,756,600	5,885,300
Special assessments receivable	-	-	244,600	244,600
Due from other governments	539,674	-	1,149,211	1,688,885
Accounts receivable and other	170,600	-	298,600	469,200
Interfund receivables	49,062	-	-	49,062
Prepaid items	59,500	-	-	59,500
<b>Total assets</b>	<b>\$ 3,541,400</b>	<b>\$ 8,021,935</b>	<b>\$ 11,245,587</b>	<b>\$ 22,808,922</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 67,282	\$ 2,593	\$ 179,209	\$ 249,084
Accrued wages and benefits	130,850	2,793	84,508	218,151
Accrued interest payable	-	-	2,400	2,400
Due to other governments	273,811	5,668	356,712	636,191
Interfund payables	-	-	49,062	49,062
Deferred revenue	1,762,399	4,638,300	6,200,513	12,601,212
Notes payable	-	-	150,000	150,000
<b>Total liabilities</b>	<b>2,234,342</b>	<b>4,649,354</b>	<b>7,022,404</b>	<b>13,906,100</b>
<b>Fund balances</b>				
Reserved for encumbrances	128,328	786	1,164,129	1,293,243
Reserved for prepaid items	59,500	-	-	59,500
Unreserved, reported in				
General Fund	1,119,230	-	-	1,119,230
Special Revenue Funds	-	3,371,795	2,408,077	5,779,872
Debt Service Funds	-	-	355,320	355,320
Capital Projects Funds	-	-	295,657	295,657
<b>Total fund balances</b>	<b>1,307,058</b>	<b>3,372,581</b>	<b>4,223,183</b>	<b>8,902,822</b>
<b>Total liabilities and fund balances</b>	<b>\$ 3,541,400</b>	<b>\$ 8,021,935</b>	<b>\$ 11,245,587</b>	<b>\$ 22,808,922</b>

See accompanying notes to the basic financial statements



CITY OF NORTH RIDGEVILLE, OHIO  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES

DECEMBER 31, 2007

Total governmental funds balances		\$	8,902,822
Amount reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.			64,125,004
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:			
Property and other local taxes	342,254		
Municipal income tax	4,638,300		
Intergovernmental	1,449,077		
Special assessments	214,000		
Miscellaneous	194,300		
Total	6,837,931		6,837,931
In the statement of activities, interest is accrued on outstanding long-term obligations, whereas in governmental funds, an interest expenditure is reported when due.			(60,400)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:			
Notes payable	(2,480,000)		
Loans payable	(800,847)		
Bonds payable	(3,950,000)		
Compensated absences	(3,200,500)		
	(10,431,347)		(10,431,347)
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.			
Net assets			963,622
Internal balances			(163,562)
			(163,562)
Net assets of governmental activities		\$	70,174,070

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

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

FOR THE YEAR ENDED DECEMBER 31, 2007

	General	Income Tax	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Property and other local taxes	\$ 1,024,510	\$ -	\$ 4,391,734	\$ 5,416,244
Municipal income taxes	-	7,556,100	-	7,556,100
Intergovernmental	1,418,414	-	2,978,740	4,397,154
Special assessments	-	-	34,786	34,786
Charges for services	-	-	2,148,785	2,148,785
Fines, licenses and permits	1,318,445	-	104,483	1,422,928
Interest	52,156	185,637	309,855	547,648
Miscellaneous	695,804	2,612	314,928	1,013,344
<b>Total revenues</b>	<b>4,509,329</b>	<b>7,744,349</b>	<b>10,283,311</b>	<b>22,536,989</b>
<b>Expenditures</b>				
<b>Current</b>				
Security of persons and property	5,318,257	-	3,982,538	9,300,795
Public health and welfare	319,792	-	43,969	363,761
Leisure time activities	213,297	-	288,550	501,847
Community environment	1,435,050	-	10,328	1,445,378
Transportation	-	-	2,580,163	2,580,163
General government	3,045,576	437,797	2,260,749	5,744,122
Capital outlay	-	-	1,511,396	1,511,396
Debt service				
Principal	-	-	1,039,594	1,039,594
Interest and fiscal charges	-	-	263,526	263,526
<b>Total expenditures</b>	<b>10,331,972</b>	<b>437,797</b>	<b>11,980,813</b>	<b>22,750,582</b>
Excess (deficiency) of revenues over expenditures	(5,822,643)	7,306,552	(1,697,502)	(213,593)
<b>Other financing sources (uses)</b>				
Transfers in	5,865,000	-	1,867,021	7,732,021
Transfers out	-	(6,900,000)	(832,021)	(7,732,021)
Issuance of notes	-	-	2,480,000	2,480,000
Proceeds from OPWC loans	-	-	288,143	288,143
<b>Total other financing sources (uses)</b>	<b>5,865,000</b>	<b>(6,900,000)</b>	<b>3,803,143</b>	<b>2,768,143</b>
Net change in fund balances	42,357	406,552	2,105,641	2,554,550
Fund balances, beginning of year	1,264,701	2,966,029	2,117,542	6,348,272
Fund balances, end of year	\$ 1,307,058	\$ 3,372,581	\$ 4,223,183	\$ 8,902,822

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, 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, 2007

Net change in fund balances - total governmental funds		\$ 2,554,550
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. How ever in the statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by w hich depreciation expense exceeded net capital outlay in the current period.		
	Capital outlay	7,692,101
	Depreciation expense	<u>(4,127,660)</u>
		3,564,441
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds		
	Municipal income tax	(142,100)
	Property and other local taxes	12,520
	Miscellaneous	(1,600)
	Special assessments	(24,000)
	Intergovernmental	<u>(48,573)</u>
		(203,753)
Note proceeds are an other financing source in the funds, but increase long-term liabilities in the Statement of Net Assets		
		(2,768,143)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
	Loan principal paid	43,594
	Bond principal paid	<u>996,000</u>
		1,039,594
In the statement of activities, interest is accrued on outstanding debt, w hereas in governmental funds, an interest expenditure is reported w hen due.		
		(42,700)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
	Compensated absences	(337,900)
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the entity-w ide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among governmental activities.		
	Change in net assets	(283,547)
	Internal balances	<u>(12,689)</u>
		(296,236)
Change in net assets of governmental activities		<u>\$ 3,509,853</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2007

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,162,042	\$ 1,025,165	\$ 1,024,510	\$ (655)
Intergovernmental revenue	1,137,720	1,411,587	1,411,439	(148)
Fines, licenses, and permits	791,600	1,276,780	1,320,145	43,365
Interest	67,800	37,000	52,156	15,156
Miscellaneous	584,030	710,660	695,804	(14,856)
Total revenues	<u>3,743,192</u>	<u>4,461,192</u>	<u>4,504,054</u>	<u>42,862</u>
Expenditures				
Current				
Security of persons and property	5,521,495	5,797,595	5,673,696	123,899
Public health and welfare	337,085	338,285	320,380	17,905
Leisure time activities	224,837	225,337	213,268	12,069
Community development	1,499,443	1,501,158	1,448,488	52,670
General government	2,948,496	3,210,944	2,779,861	431,083
Total expenditures	<u>10,531,356</u>	<u>11,073,319</u>	<u>10,435,693</u>	<u>637,626</u>
Excess (deficiency) of revenues over expenditures	<u>(6,788,164)</u>	<u>(6,612,127)</u>	<u>(5,931,639)</u>	<u>680,488</u>
Other financing sources (uses)				
Transfers-in	6,014,500	5,865,000	5,865,000	-
Advances-in	194,000	194,000	193,061	(939)
Advances-out	(200,000)	(200,000)	(127,851)	72,149
Total other financing sources (uses)	<u>6,008,500</u>	<u>5,859,000</u>	<u>5,930,210</u>	<u>71,210</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(779,664)</u>	<u>(753,127)</u>	<u>(1,429)</u>	<u>751,698</u>
Prior year encumbrances	317,455	317,455	317,455	-
Fund balances, beginning of year	<u>1,080,553</u>	<u>1,080,553</u>	<u>1,080,553</u>	<u>-</u>
Fund balances, end of year	<u>\$ 618,344</u>	<u>\$ 644,881</u>	<u>\$ 1,396,579</u>	<u>\$ 751,698</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2007

	Income Tax Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 7,300,000	\$ 7,343,000	\$ 7,501,200	\$ 158,200
Interest	131,000	131,000	185,637	54,637
Miscellaneous	10,000	10,000	2,612	(7,388)
Total revenues	<u>7,441,000</u>	<u>7,484,000</u>	<u>7,689,449</u>	<u>205,449</u>
Expenditures				
Current				
General government				
Personal services	191,360	192,259	192,164	95
Materials and supplies	71,997	91,998	51,627	40,371
Contractual services	32,072	31,772	11,946	19,826
Capital outlay	10,000	10,000	4,395	5,605
Other	165,161	215,161	180,887	34,274
Total expenditures	<u>470,590</u>	<u>541,190</u>	<u>441,019</u>	<u>100,171</u>
Excess (deficiency) of revenues over expenditures	<u>6,970,410</u>	<u>6,942,810</u>	<u>7,248,430</u>	<u>305,620</u>
Other financing sources (uses)				
Transfers-out	<u>(6,900,000)</u>	<u>(6,900,000)</u>	<u>(6,900,000)</u>	-
Total other financing sources (uses)	<u>(6,900,000)</u>	<u>(6,900,000)</u>	<u>(6,900,000)</u>	-
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	70,410	42,810	348,430	305,620
Prior year encumbrances	5,730	5,730	5,730	-
Fund balances, beginning of year	<u>2,273,995</u>	<u>2,273,995</u>	<u>2,273,995</u>	-
Fund balances, end of year	<u>\$ 2,350,135</u>	<u>\$ 2,322,535</u>	<u>\$ 2,628,155</u>	<u>\$ 305,620</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF FUND NET ASSETS -  
PROPRIETARY FUNDS

DECEMBER 31, 2007

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
<b>Assets</b>				
Current assets				
Equity in pooled cash and equivalents	\$ 3,653,445	\$ 9,815,866	\$ 13,469,311	\$ 1,246,044
Accounts receivable and other	412,800	671,100	1,083,900	-
Due from other governments	-	266,600	266,600	-
Inventories and supplies	151,700	23,400	175,100	-
Prepaid and deferred expenses	3,000	14,500	17,500	-
Total current assets	<u>4,220,945</u>	<u>10,791,466</u>	<u>15,012,411</u>	<u>1,246,044</u>
Noncurrent assets				
Nondepreciable capital assets	81,102	1,369,555	1,450,657	-
Depreciable capital assets	17,328,080	51,245,019	68,573,099	-
Intangible assets	935,983	-	935,983	-
Special assessments receivable	-	3,643,400	3,643,400	-
Claims advance deposit	-	-	-	266,200
Total noncurrent assets	<u>18,345,165</u>	<u>56,257,974</u>	<u>74,603,139</u>	<u>266,200</u>
Total assets	<u>22,566,110</u>	<u>67,049,440</u>	<u>89,615,550</u>	<u>1,512,244</u>
<b>Liabilities</b>				
Current				
Accounts and contracts payable	4,985	220,053	225,038	128,622
Accrued salaries, wages, and benefits	12,962	29,087	42,049	-
Claims payable	-	-	-	420,000
Accrued interest payable	26,300	61,500	87,800	-
Due to other governments	24,110	51,442	75,552	-
Notes payable	1,200,000	-	1,200,000	-
Loans payable	123,368	8,451	131,819	-
General obligation bonds payable	110,000	745,000	855,000	-
Special assessment bonds payable	-	85,000	85,000	-
Accrued leave benefits	29,200	40,500	69,700	-
Total current liabilities	<u>1,530,925</u>	<u>1,241,033</u>	<u>2,771,958</u>	<u>548,622</u>
Long-term liabilities				
Loans payable	2,161,777	97,184	2,258,961	-
General obligation bonds payable	620,000	13,795,000	14,415,000	-
Special assessment bonds payable	-	2,335,000	2,335,000	-
Accrued leave benefits	162,100	298,000	460,100	-
Total long-term liabilities	<u>2,943,877</u>	<u>16,525,184</u>	<u>19,469,061</u>	<u>-</u>
Total liabilities	<u>4,474,802</u>	<u>17,766,217</u>	<u>22,241,019</u>	<u>548,622</u>
<b>Net assets</b>				
Invested in capital assets, net of related debt	14,130,020	35,548,939	49,678,959	-
Unrestricted	3,961,288	13,734,284	17,695,572	963,622
Total net assets	<u>\$ 18,091,308</u>	<u>\$ 49,283,223</u>	<u>67,374,531</u>	<u>\$ 963,622</u>

Net assets reported for business-type activities in the statement of net assets are different because they include accumulated underpayments to the internal service fund:

	163,562
Net assets business type activities	<u>\$ 67,538,093</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS -  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2007

	Business-Type Activities - Enterprise Funds			Governmental
	Water	Sewer	Total	Internal Service Fund
Operating revenues				
Charges for services	\$ 2,759,895	\$ 4,750,332	\$ 7,510,227	\$ 1,860,756
Miscellaneous	91,440	16,061	107,501	-
Total operating revenues	<u>2,851,335</u>	<u>4,766,393</u>	<u>7,617,728</u>	<u>1,860,756</u>
Operating expenses				
Personal services	834,377	1,773,692	2,608,069	-
Contractual services	52,135	1,005,899	1,058,034	-
Supplies and materials	1,510,338	573,245	2,083,583	-
Other operating	77,899	681,327	759,226	2,211,495
Depreciation	501,245	1,631,375	2,132,620	-
Amortization	52,707	-	52,707	-
Total operating expenses	<u>3,028,701</u>	<u>5,665,538</u>	<u>8,694,239</u>	<u>2,211,495</u>
Operating income (loss)	<u>(177,366)</u>	<u>(899,145)</u>	<u>(1,076,511)</u>	<u>(350,739)</u>
Nonoperating revenues (expenses)				
Interest income	196,995	566,742	763,737	67,192
Loss on disposal of capital assets	(4,047)	(39,562)	(43,609)	-
Interest and fiscal charges	(162,394)	(764,004)	(926,398)	-
Total nonoperating revenues (expenses)	<u>30,554</u>	<u>(236,824)</u>	<u>(206,270)</u>	<u>67,192</u>
Income before contributions and transfers	<u>(146,812)</u>	<u>(1,135,969)</u>	<u>(1,282,781)</u>	<u>(283,547)</u>
Capital contributions	<u>953,176</u>	<u>2,050,554</u>	<u>3,003,730</u>	<u>-</u>
	<u>953,176</u>	<u>2,050,554</u>	<u>3,003,730</u>	<u>-</u>
Change in net assets	806,364	914,585	1,720,949	(283,547)
Net assets, beginning of year	<u>17,284,944</u>	<u>48,368,638</u>		<u>1,247,169</u>
Net assets, end of year	<u>\$ 18,091,308</u>	<u>\$ 49,283,223</u>		<u>\$ 963,622</u>

Some amounts reported for business-type activities in the statement of activities are different because a portion of the net expense of the internal service fund is reported with business-type activities:

Change in net assets business type activities	12,689
	<u>\$ 1,733,638</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF CASH FLOWS -  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2007

	Business-Type Activities - Enterprise Funds			Activities
	Water	Sewer	Total	Internal Service Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ 2,777,695	\$ 4,674,632	\$ 7,452,327	\$ 1,860,756
Cash payments to suppliers for materials and supplies	(1,507,843)	(430,646)	(1,938,489)	-
Cash payments for employee services and benefits	(820,362)	(1,738,128)	(2,558,490)	-
Cash payments for contractual services	(22,485)	(1,232,969)	(1,255,454)	(1,798,563)
Other operating revenues	91,440	16,061	107,501	-
Other operating expenses	(82,521)	(695,085)	(777,606)	-
Net cash provided by operating activities	<u>435,924</u>	<u>593,865</u>	<u>1,029,789</u>	<u>62,193</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(834,876)	(998,275)	(1,833,151)	-
Tap-in fees	223,202	1,155,974	1,379,176	-
Issuance of notes	1,800,000	-	1,800,000	-
Special assessments	-	193,010	193,010	-
Note principal paid	(600,000)	-	(600,000)	-
Loan principal paid - OPWC	-	(8,451)	(8,451)	-
Loan principal paid - OWDA	(118,415)	-	(118,415)	-
Bond principal paid	(110,000)	(804,000)	(914,000)	-
Interest paid	(138,394)	(773,004)	(911,398)	-
Net cash provided by (used for) capital and related financing activities	<u>221,517</u>	<u>(1,234,746)</u>	<u>(1,013,229)</u>	<u>-</u>
Cash flows from investing activities:				
Interest	<u>200,295</u>	<u>583,442</u>	<u>783,737</u>	<u>69,292</u>
Net cash provided by investing activities	<u>200,295</u>	<u>583,442</u>	<u>783,737</u>	<u>69,292</u>
Net increase (decrease) in cash and cash equivalents	857,736	(57,439)	800,297	131,485
Cash and cash equivalents, beginning of year	<u>2,795,709</u>	<u>9,873,305</u>	<u>12,669,014</u>	<u>1,114,559</u>
Cash and cash equivalents, end of year	<u>\$ 3,653,445</u>	<u>\$ 9,815,866</u>	<u>\$ 13,469,311</u>	<u>\$ 1,246,044</u>
Noncash transactions:				
Contributions of capital assets from contractors, consisting of infrastructure	<u>\$ 729,974</u>	<u>\$ 887,570</u>	<u>\$ 1,617,544</u>	<u>\$ -</u>

(Continued)

See accompanying notes to the basic financial statements.



CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF CASH FLOWS -  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2007

(Concluded)

	Business-Type Activities - Enterprise Funds			Governmental
	Water	Sewer	Total	Internal Service Fund
Reconciliation of operating income to net cash provided by operating activities:				
Operating income (loss)	\$ (177,366)	\$ (899,145)	\$ (1,076,511)	\$ (350,739)
Adjustments:				
Depreciation	501,245	1,631,375	2,132,620	-
Amortization	52,707	-	52,707	-
Changes in net assets (increase) decrease and liabilities increase (decrease)				
Accounts receivable and other	21,100	100,600	121,700	-
Due from other governments	-	(159,600)	(159,600)	-
Inventories and supplies	54,200	(3,300)	50,900	-
Prepaid and deferred expenses	(3,000)	(1,000)	(4,000)	-
Claims advance deposit	-	-	-	54,000
Accounts and contracts payable	(19,333)	(96,767)	(116,100)	127,932
Accrued salaries, wages, and benefits	4,593	9,233	13,826	-
Claims payable	-	-	-	231,000
Due to other governments	(3,822)	(6,931)	(10,753)	-
Accrued leave benefits	5,600	19,400	25,000	-
Net cash provided by operating activities	\$ 435,924	\$ 593,865	\$ 1,029,789	\$ 62,193

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
DECEMBER 31, 2007

	<u>Agency Funds</u>
Assets	
Equity in pooled cash and equivalents	<u>\$ 1,002,218</u>
Liabilities	
Accounts and contracts payable	\$ 1,119
Due to others	1,001,099
Total liabilities	<u>\$ 1,002,218</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 1 DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of North Ridgeville, Ohio, was founded in 1810 and became a City in 1960. The North Ridgeville Charter was originally adopted by the voters in October, 1961, in order to secure the benefits of municipal home rule. Under the Ohio Constitution, the City may exercise all powers of local self-government to the extent not in conflict with applicable general laws. The City, under its charter, operates with an elected Council/Mayor form of government. The responsibilities for the major financial functions of the City are divided among the Council, Mayor, Auditor, and Treasurer. The Auditor, who is appointed by Council, is the City's fiscal and chief accounting officer. The Treasurer, Law Director, and other appointed officials are appointed by the Mayor with Council approval. The City's fiscal year corresponds with the calendar year.

A reporting entity is comprised of the primary government, component units and other organizations that are included to insure that the financial statements are not misleading. The primary government of the City consists of all funds, agencies, departments and offices that are not legally separate from the City. The primary government includes the City departments and agencies that provide the following services: police protection, fire fighting and prevention, emergency rescue, street maintenance and repairs, sanitation, building inspection, parks and recreation, water and sewer.

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; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City has no component units.

The City is associated with the Lorain County General Health District, a jointly governed organization, which provides health services to the members of the Health District. The City does not have any financial interest in or responsibility for the Health District. The County Auditor serves as fiscal agent. See Note 18.

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed with an aggregation program for the purchase of electricity. See Note 18.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of North Ridgeville have been prepared in conformity with generally accepted accounting principles (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 business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The most significant of the City's accounting policies are described below.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. BASIS OF PRESENTATION

The City's basic financial statements 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 activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

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 function is self-financing or draws from the general revenues of the City.

Fund Financial Statements

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

B. 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:

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. FUND ACCOUNTING (continued)

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 charter of the City and/or the general laws of Ohio.

Income Tax Fund – The Income Tax Fund accounts for the collection of municipal income taxes for the purpose of general governmental operations and capital improvements.

Proprietary Funds

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

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

Water Fund - The Water Fund accounts for the operation of the City's drinking water distribution system.

Sewer Fund - The Sewer Fund accounts for the operation of the City's sanitary sewer collection system and City owned wastewater treatment facility.

Internal Service Funds - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's Internal Service Fund reports on a self-insurance program for employee medical benefits.

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. The City has no trust funds. Agency funds are purely custodial in nature (assets equal liabilities) and thus do not involve measurement of results of operations. The City's agency funds account for building permit fees collected on behalf of the State, certain activities of the senior citizens center, mayor court bail bond collections, and deposits from citizens, contractors and developers.

C. MEASUREMENT FOCUS

Government-wide Financial Statements

The government-wide financial statements are prepared using the flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Assets. The Statement of Activities presents increases (i.e. revenues) and decreases (i.e. expenses) in net assets.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. MEASUREMENT FOCUS (continued)

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 statements for governmental funds.

Amounts reported as program revenues include: charges to customers for goods, services, or privileges provided; operating grants and contributions; and capital grants and contributions including special assessments. Internally dedicated resources are reported as general revenues rather than program revenues, as are taxes.

Proprietary funds distinguish operating revenue and expenses from non-operating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in accordance with the proprietary fund's principle on going operations. The principle operating revenue of the City's water fund and sewer fund are charges for services. These funds also recognize fees intended to recover the cost of connecting new customers to the City's water and sewer utility systems as operating revenue. Operating expenses for the enterprise funds include the cost of services, administrative expenses and overhead and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenue and expenses, which for the City includes interest income, gain/loss on disposal of capital assets, and interest and fiscal charges.

As with 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.

D. 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 fiduciary 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 thirty-one days of year-end.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. BASIS OF ACCOUNTING (continued)

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. Revenue from property taxes is recognized in the year for which the taxes are levied. 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, fines and forfeitures, interest, grants, fees and rentals.

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, 2007, but which were levied to finance subsequent year 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.

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.

E. BUDGETARY PROCESS

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council by fund and within each fund by department at major object level, which includes personal services, other expenditures and transfers. Budgetary modifications may only be made by ordinance of the City Council.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BUDGETARY PROCESS (continued)

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time the final appropriations were enacted by Council.

The appropriations ordinance is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation ordinance for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriations amounts passed by Council during the year.

F. CASH AND CASH EQUIVALENTS

The City pools its cash for investment and administration purposes. Deposit and investment procedures are restricted by the provisions of the Ohio Revised Code. For purposes of the statement of cash flows, the City considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

G. INVESTMENTS

Nonparticipating interest-earning investment contracts are stated at cost. Money market investments and participating interest earning investment contracts with a remaining maturity of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value.

During the year, the City invested funds in the State Treasury Assets Reserve (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within Ohio 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, 2007.

H. INVENTORIES

Inventories are valued at the lower of cost (first-in, first-out) or market. The costs of inventory items are recognized as expenses when used in the enterprise funds. Inventories consist of parts and supplies.

I. PREPAID AND DEFERRED EXPENSES

Payments made to vendors for services that will benefit periods beyond the current year-end are recorded as prepaid items. A portion of the relevant funds' balances equal to the prepaid items has been reserved to indicate that it is not available for appropriation.

J. CAPITAL ASSETS

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



CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2007

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. CAPITAL ASSETS (continued)

Capital assets are recorded at cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of twenty-five hundred dollars. The City's infrastructure consists of streets, bridges, culverts, curbs, sidewalks, storm sewers, and water and sanitary sewer systems. Improvements are capitalized, whereas 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.

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:

Description	Estimated Lives
Buildings and improvements	30 to 50 years
Infrastructure	15 to 50 years
Machinery and equipment	3 to 10 years

K. INTERFUND BALANCES

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables". Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. Interfund balance amounts are eliminated in the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

L. UNPAID COMPENSATED ABSENCES

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer 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 an estimate of the amount of accumulated sick leave that will be paid as a termination benefit.

M. ACCRUED LIABILITIES AND LONG-TERM LIABILITIES

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

Generally, 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, compensated absences and contractually required pension contributions 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. Bonds, capital leases and long-term loans are recognized as a liability on the governmental fund financial statements when due.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. 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 expenditure. Accordingly, encumbrances, inventories, accounts and notes receivable, and prepaid items are recorded as a reservation of fund balance, as applicable.

O. 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 when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

P. 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 primarily for water and sanitary sewer services and self-insurance program. Operating expenses are necessary costs incurred to provide the goods or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

Q. CONTRIBUTIONS OF CAPITAL

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets (primarily related to housing developments), tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

R. 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.

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 the current year.

T. USE OF ESTIMATES

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

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2007

NOTE 3 COMPLIANCE AND ACCOUNTABILITY

Not apparent in the basic financial statements are the following deficit fund balances:

Special Revenue Funds	
Police Levy	\$ 26,823
Police Pension	\$ 85,841
Fire Levy	\$ 85,242
Fire Pension	\$ 48,512

These deficits result from reflecting expenditures in accordance with the modified accrual basis of accounting, which are larger than amounts recognized on the budget basis. The City, in accordance with its budget basis, will appropriate such expenditures from resources of the subsequent year.

NOTE 4 BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The "Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual" 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 the GAAP basis are that:

Revenues are recorded when received (budget basis) rather than when susceptible to accrual (GAAP basis).

Expenditures are recorded when paid or encumbered (budget basis) rather than when the liability is incurred (GAAP basis).

Proceeds from and principle payments on short-term note obligations are reported on the operating statement (budget basis) rather than balance sheet transactions (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and the Income Tax Fund.

Net Change in Fund Balance		
	General Fund	Income Tax Fund
Budget basis	\$ (1,429)	\$ 348,430
Adjustments, increase (decrease)		
Revenue accruals	(187,786)	54,900
Expenditure accruals	231,572	3,222
GAAP basis, as reported	\$ 42,357	\$ 406,552

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 5 POOLED CASH AND EQUIVALENTS, DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

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

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

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer 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 may be invested in the following securities:

1. United States Treasury bills, bonds, notes, 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 obligation or security 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 2 percent and be marked to market daily, and 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) 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 (STAROhio).

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2007

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

A. LEGAL REQUIREMENTS (continued)

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 treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

B. DEPOSITS AND CASH ON HAND

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City does not have a deposit policy for custodial credit risk. At fiscal year-end, the carrying amount of the City's deposits was \$ 378,358 and the bank balance was \$ 1,833,893. Of the bank balance, \$ 100,000 was covered by federal depository insurance and \$ 1,733,893 by collateral held by third party trustees in accordance with the Ohio Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions, which amount is considered uncollateralized as defined by the Government Accounting Standards Board.

Cash on hand at December 31, 2007 amounted to \$ 2,575.

C. INVESTMENTS

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2007, the City had the following investments:

	Maturities	Fair Value
State Treasurer's investment pool	n/a	\$ 24,358,815

D. INTEREST RATE RISK

The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date.

E. CREDIT RISK

The City follows the Ohio Revised Code that limits its investment choices. As of December 31, 2007, the City's investments in StarOhio were rated AAA by Standard & Poor's.

F. CONCENTRATION OF CREDIT RISK

The City places no limit on the amount that may be invested in any one issuer.

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2007

NOTE 6 RECEIVABLES

Receivables at December 31, 2007, consisted primarily of municipal income taxes, property and other taxes, intergovernmental receivables arising from entitlements, shared revenues, special assessments, accrued interest on investments, and accounts (billings for utility service).

No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

Special assessments expected to be collected in more than one year amount to \$ 244,600 in the Special Assessment Bond Retirement Fund and \$ 3,643,400 in the Sewer Fund.

A. PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2007 for real and public utility property taxes represents collections of the 2006 taxes. Property tax payments received during 2007 for tangible personal property (other than public utility property) is for 2007 taxes.

2007 real property taxes are levied after October 1, 2007, on the assessed value as of January 1, 2007, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2007 real property taxes are collected in and intended to finance 2007.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2007 public utility property taxes became a lien December 31, 2006, are levied after October 1, 2007, and are collected in 2007 with real property taxes.

2007 tangible personal property taxes are levied after October 1, 2006 on the value as of December 31, 2006. Collections are made in 2007. Tangible personal property assessments are 25 percent of true value for capital assets and 23 percent for inventory. See also Note 19.

The full tax rate for all City operations for the collection year ended December 31, 2007 was \$ 12.06 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2007 property tax receipts were based are as follows:

	2007 Collection Year
Property valuation consisted of:	
Real property	\$ 647,273,940
Public utility property	12,382,300
Tangible personal property	12,133,626
Total valuation	\$ 671,789,866

Real property taxes are payable annually or semi-annually. If paid annually, the payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Tangible personal property taxes 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.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 6 RECEIVABLES (continued)

A. PROPERTY TAXES (continued)

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of North Ridgeville. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2007 and for which there is an enforceable legal claim. In the General Fund, Street Levy, Police Levy, Police Pension, Fire Levy, Fire Pension, and Paramedic Levy (Special Revenue) Funds and General Obligation Bond Retirement (Debt Service) Fund, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2007 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

B. INCOME TAXES

The City levies an income tax of 1% on substantially all income earned within the City. In addition, residents are required to pay City income tax on income earned outside the City with a certain credit for income taxes paid to other municipalities. This tax is collected and administered by the City. Employers within the City are required to withhold income tax on employee compensation and remit at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated taxes at least quarterly and file a final return annually. At December 31, 2007 the Income Tax Fund balance amounted to \$ 3,372,581.

C. INTERGOVERNMENTAL RECEIVABLES

A summary of the principal items of intergovernmental receivables follows:

	Amount
Governmental Activities	
Local government assistance	\$ 422,200
Gasoline tax	597,900
Permissive tax	205,000
Homestead and rollback	304,650
Estate tax	39,200
Commercial activities tax	93,227
Miscellaneous	11,800
CDBG	10,679
Bullet Proof Vest Program	1,875
Title III Grant	2,354
Total governmental activities	1,688,885
Business-type Activities	
Sanitary sewer charges	266,600
Total business-type activities	266,600
Total	\$ 1,955,485

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

**NOTE 7 CAPITAL ASSETS**

A summary of changes in capital assets during 2007 follows:

	Balance January 1	Additions	Disposals	Balance December 31
<b>Governmental activities</b>				
Capital assets, not being depreciated				
Land	\$ 716,145	\$ 7,835	\$ -	\$ 723,980
Construction in progress	1,001,613	1,545,234	1,922,338	624,509
Total capital assets, not being depreciated	<u>1,717,758</u>	<u>1,553,069</u>	<u>1,922,338</u>	<u>1,348,489</u>
Capital assets, being depreciated				
Buildings and improvements	4,628,232	27,529	15,531	4,640,230
Equipment and vehicles	6,859,954	1,047,314	75,242	7,832,026
Infrastructure	77,746,989	7,130,553	146,339	84,731,203
Total capital assets, being depreciated	<u>89,235,175</u>	<u>8,205,396</u>	<u>237,112</u>	<u>97,203,459</u>
Less accumulated depreciation				
Buildings and improvements	1,542,085	96,455	7,462	1,631,078
Equipment and vehicles	4,609,666	496,776	52,686	5,053,756
Infrastructure	24,240,619	3,534,429	32,938	27,742,110
Total accumulated depreciation	<u>30,392,370</u>	<u>4,127,660</u>	<u>93,086</u>	<u>34,426,944</u>
Total capital assets, being depreciated, net	<u>58,842,805</u>	<u>4,077,736</u>	<u>144,026</u>	<u>62,776,515</u>
Total governmental capital assets, net	<u>\$ 60,560,563</u>	<u>\$ 5,630,805</u>	<u>\$ 2,066,364</u>	<u>\$ 64,125,004</u>
<b>Business-type activities</b>				
Capital assets, not being depreciated				
Land	\$ 944,941	\$ -	\$ 158,757	\$ 786,184
Construction in progress	387,709	1,677,033	1,400,269	664,473
Total capital assets, not being depreciated	<u>1,332,650</u>	<u>1,677,033</u>	<u>1,559,026</u>	<u>1,450,657</u>
Capital assets, being depreciated				
Buildings and improvements	436,655	8,472	-	445,127
Equipment and vehicles	10,213,555	936,757	268,638	10,881,674
Infrastructure	77,716,279	2,349,403	32,093	80,033,589
Total capital assets, being depreciated	<u>88,366,489</u>	<u>3,294,632</u>	<u>300,731</u>	<u>91,360,390</u>
Less accumulated depreciation				
Buildings and improvements	154,974	11,652	-	166,626
Equipment and vehicles	2,743,604	493,407	268,638	2,968,373
Infrastructure	18,052,777	1,627,561	28,046	19,652,292
Total accumulated depreciation	<u>20,951,355</u>	<u>2,132,620</u>	<u>296,684</u>	<u>22,787,291</u>
Total capital assets, being depreciated, net	<u>67,415,134</u>	<u>1,162,012</u>	<u>4,047</u>	<u>68,573,099</u>
Total business-type capital assets, net	<u>\$ 68,747,784</u>	<u>\$ 2,839,045</u>	<u>\$ 1,563,073</u>	<u>\$ 70,023,756</u>

Infrastructure additions included developer contributions of \$ 6,849,108 consisting of \$ 5,231,564 reflected under Governmental activities and \$ 1,617,544 under Business-type activities.



CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 7 CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Security of persons and property	\$	301,606
Public health and welfare		28,556
Leisure time activities		33,775
Transportation		3,667,017
General government		96,706
		\$ 4,127,660

NOTE 8 INTANGIBLE ASSETS

The City entered into an agreement in 1993 with the Rural Lorain County Water Authority (RLCWA) and the cities of Avon Lake and Avon, Ohio for the construction of a transmission water main and pump station. Under terms of the agreement, the water main and appurtenances are owned by Avon Lake. The continued operation, maintenance and repair of the line and pump station shall be performed by RLCWA. The City's participation entitles it to purchase a specified amount of water. The cost of intangible assets is amortized ratably on a straight-line basis over thirty years. Intangible assets at December 31, 2007 consisted of:

Enterprise	Amortization Period	Balance
Waterway rights, at cost		\$ 1,581,209
Accumulated amortization	30 years	(645,226)
Intangible assets, net of accumulated amortization		\$ 935,983

NOTE 9 NOTES PAYABLE

Notes payable during the year consisted of the following general obligation bond anticipation notes:

	Balance 12/31/06	Additions	Repayments	Balance 12/31/07
<b>Governmental activities</b>				
<b>Capital Improvements</b>				
2006, 4.00% street improvements	700,000	-	700,000	-
2006, 4.00% various purpose	600,000	-	600,000	-
2007, 4.03% street improvements	-	535,000	535,000	-
2007, 4.00% street improvements	-	945,000	-	945,000
2007, 3.95% various purpose	-	1,685,000	-	1,685,000
 <b>Business-type activities</b>				
<b>Water</b>				
2007, 4.03% waterlines	-	600,000	600,000	-
2007, 4.00% waterlines	-	700,000	-	700,000
2007, 3.95% waterlines	-	500,000	-	500,000
	\$ 1,300,000	\$ 4,965,000	\$ 2,435,000	\$ 3,830,000

The various purpose bond anticipation notes issued in 2007 in the amount of \$ 1,685,000 consisted of TIF project - \$ 700,000, street improvements - \$ 635,000 and building acquisition - \$ 350,000.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 10 LONG-TERM DEBT

The original issue date, interest rate, original issue amount and date of maturity of each of the City's bonds, loans and notes follow:

<u>Debt Issue</u>	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
<u>Governmental activities</u>				
General obligation bonds				
French Creek acquisition	1986	2008	8.13%	\$ 6,180,000
Various purpose	2001	2011	3.15 - 4.10%	1,620,000
Refunding	2003	2013	1.50 - 3.75%	1,532,000
Special assessment bonds				
Refunding	2003	2015	1.50 - 4.00%	333,000
Bond anticipation note	2005	2006	4.00%	1,730,000
Bond anticipation note	2006	2006	4.25%	1,020,000
Bond anticipation note	2006	2006	4.45%	425,000
Bond anticipation note	2006	2007	4.00%	700,000
Bond anticipation note	2006	2007	4.00%	600,000
Bond anticipation note	2007	2007	4.03%	535,000
Bond anticipation note	2007	2008	4.00%	945,000
Bond anticipation note	2007	2008	3.95%	1,685,000
Ohio Public Works loan	1999	2019	0.00%	143,604
Ohio Public Works loan	2000	2020	0.00%	160,029
Ohio Public Works loan	2000	2020	0.00%	176,121
Ohio Public Works loan	2001	2021	0.00%	69,587
Ohio Public Works loan	2002	2024	0.00%	123,377
Ohio Public Works loan	2003	2023	0.00%	112,684
Ohio Public Works loan	2007	2027	0.00%	115,200
Ohio Public Works loan	2007	2027	0.00%	172,943
<u>Business-type activities</u>				
General obligation bonds				
Sanitary sewer	2001	2021	3.15 - 4.90%	6,180,000
Refunding - sewer	2003	2013	1.50 - 3.65%	2,165,000
Refunding - water	2003	2013	1.50 - 3.65%	1,260,000
Bond anticipation note	2006	2006	4.50%	5,090,000
Bond anticipation note	2005	2006	4.00%	5,925,000
Bond anticipation note	2005	2006	4.00%	7,900,000
Bond anticipation note	2007	2007	4.03%	600,000
Bond anticipation note	2007	2008	4.00%	700,000
Bond anticipation note	2007	2008	3.95%	500,000
Ohio Public Works loan	2000	2020	0.00%	169,017
Ohio Water Development Authority loan	2002	2022	4.14%	2,831,547

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 10 LONG-TERM DEBT (continued)

Changes in the City's long-term obligations during 2007 were as follows:

	<u>Outstanding 12/31/06</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/07</u>	<u>Due In One Year</u>
<u>Governmental activities</u>					
General obligation bonds					
Sewage system acquisition (1986)					
8.125% through 2008	\$ 570,000	\$ -	\$ 285,000	\$ 285,000	\$ 285,000
Various purpose (2001)					
Varying % through 2021	730,000	-	195,000	535,000	210,000
Various purpose (2003)					
Varying % through 2013	892,000	-	146,000	746,000	156,000
Various purpose (2006)					
Varying % through 2026	2,516,000	-	346,000	2,170,000	355,000
Total general obligation bonds	<u>4,708,000</u>	<u>-</u>	<u>972,000</u>	<u>3,736,000</u>	<u>1,006,000</u>
Special assessment bonds					
with governmental commitment					
Improvements (2003)					
Varying % through 2015	238,000	-	24,000	214,000	24,000
	<u>238,000</u>	<u>-</u>	<u>24,000</u>	<u>214,000</u>	<u>24,000</u>
Notes payable	1,300,000	3,165,000	1,835,000	2,630,000	2,630,000
OPWC loans	556,298	288,143	43,594	800,847	53,677
Accrued leave benefits	2,862,600	811,800	473,900	3,200,500	535,900
Total governmental activities	<u>\$ 9,664,898</u>	<u>\$ 4,264,943</u>	<u>\$ 3,348,494</u>	<u>\$ 10,581,347</u>	<u>\$ 4,249,577</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 10 LONG-TERM DEBT (continued)

	Outstanding 12/31/06	Additions	Reductions	Outstanding 12/31/07	Due In One Year
<u>Business-type activities</u>					
General obligation bonds					
Waterline refunding (2003)					
Varying % through 2013	\$ 840,000	\$ -	\$ 110,000	\$ 730,000	\$ 110,000
Sewer improvements (2001)					
Varying % through 2021	5,025,000	-	250,000	4,775,000	255,000
Sewer refunding (2003)					
Varying % through 2013	1,440,000	-	185,000	1,255,000	190,000
Various purpose (2006)					
Varying % through 2026	8,800,682	-	290,682	8,510,000	300,000
	<u>16,105,682</u>	<u>-</u>	<u>835,682</u>	<u>15,270,000</u>	<u>855,000</u>
Special assessment bonds with governmental commitment					
Improvements (2006)					
Varying % through 2026	2,498,318	-	78,318	2,420,000	85,000
	<u>2,498,318</u>	<u>-</u>	<u>78,318</u>	<u>2,420,000</u>	<u>85,000</u>
Notes payable	-	1,800,000	600,000	1,200,000	1,200,000
OPWC loans	114,086	-	8,451	105,635	8,451
OWDA loan	2,403,560	-	118,415	2,285,145	123,368
Accrued leave benefits	504,800	93,700	68,700	529,800	69,700
	<u>504,800</u>	<u>93,700</u>	<u>68,700</u>	<u>529,800</u>	<u>69,700</u>
Total business-type activities	<u>\$ 21,626,446</u>	<u>\$ 1,893,700</u>	<u>\$ 1,709,566</u>	<u>\$ 21,810,580</u>	<u>\$ 2,341,519</u>

Notes payable balance outstanding at December 31, 2007 of \$ 2,630,000 under Governmental activities includes \$ 150,000 classified as short-term and \$ 2,480,000 classified as long-term, and \$ 1,200,000 under Business-type activities is classified as long-term. Although the notes are due within one year or less, the aforementioned notes classified as long-term are intended to be refinanced.

General obligation bonds are direct obligations of the City for which its full faith and credit are pledged for payment. The general obligation bonds are paid from the General Bond Retirement (Debt Service) Fund. The water and sewer bonds are paid from respective water and sanitary sewer enterprise fund revenues. The special assessment bonds are paid from proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

Of the notes payable of \$ 2,630,000 under Governmental activities outstanding at December 31, 2007, \$ 700,000 will be repaid from property tax revenues generated from projects under a Tax Incremental Financing (TIF) program, \$ 1,580,000 related to road projects will be paid from road funds or the capital improvement fund, and the remaining \$ 350,000 from the capital improvement fund. The notes payable of \$ 1,200,000 under Business-type activities will be ultimately paid from water enterprise fund revenues.

OPWC loan payments are paid from the respective special revenue, capital project and sanitary sewer enterprise funds. OWDA loan payments are paid from the water enterprise fund.

Compensated absences will be paid from the funds from which employees' wages are paid.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 10 LONG-TERM DEBT (continued)

The City's overall legal debt margin was \$ 67,787,112 at December 31, 2007.

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2007, excluding accrued leave benefits, are as follows:

Year	Governmental Activities			
	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2008	\$ 1,006,000	\$ 156,029	\$ 24,000	\$ 7,574
2009	735,000	107,003	25,000	6,974
2010	540,000	78,292	25,000	6,037
2011	485,000	57,892	25,000	5,225
2012	240,000	38,882	25,000	4,350
2013-2017	730,000	70,088	90,000	7,005
2018-2022	-	-	-	-
2023-2027	-	-	-	-
	<u>\$ 3,736,000</u>	<u>\$ 508,186</u>	<u>\$ 214,000</u>	<u>\$ 37,165</u>

Year	Governmental Activities			Total	
	Bond Anticipation Notes	OPWC loans	Governmental Activities		
	Principal	Interest	Principal	Principal	Interest
2008	\$ 2,630,000	\$ 93,714	\$ 53,676	\$ 3,713,676	\$ 257,317
2009	-	-	53,676	813,676	113,977
2010	-	-	53,676	618,676	84,329
2011	-	-	53,676	563,676	63,117
2012	-	-	53,676	318,676	43,232
2013-2017	-	-	268,384	1,088,384	77,093
2018-2022	-	-	184,033	184,033	-
2023-2027	-	-	80,050	80,050	-
	<u>\$ 2,630,000</u>	<u>\$ 93,714</u>	<u>\$ 800,847</u>	<u>\$ 7,380,847</u>	<u>\$ 639,065</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 10 LONG-TERM DEBT (continued)

Year	Business-Type Activities				
	General Obligation Bonds		Special Assessment Bonds		OPWC Loans
	Principal	Interest	Principal	Interest	Principal
2008	\$ 855,000	\$ 657,135	\$ 85,000	\$ 106,114	\$ 8,451
2009	905,000	628,200	90,000	102,714	8,451
2010	920,000	593,209	90,000	99,114	8,451
2011	965,000	558,809	95,000	95,514	8,451
2012	995,000	521,594	100,000	91,714	8,451
2013-2017	4,055,000	2,054,813	565,000	393,258	42,255
2018-2022	4,160,000	1,109,396	705,000	255,821	21,125
2023-2026	2,415,000	277,085	690,000	79,265	-
	<u>\$ 15,270,000</u>	<u>\$ 6,400,241</u>	<u>\$ 2,420,000</u>	<u>\$ 1,223,514</u>	<u>\$ 105,635</u>

Year	Business-Type Activities				Total	
	Bond Anticipation Notes		OWDA Loan		Business-Type Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 1,200,000	\$ 44,545	\$ 123,368	\$ 93,341	\$ 2,271,819	\$ 901,135
2009	-	-	128,528	88,181	1,131,979	819,095
2010	-	-	133,904	82,805	1,152,355	775,128
2011	-	-	139,505	77,204	1,207,956	731,527
2012	-	-	145,340	71,369	1,248,791	684,677
2013-2017	-	-	823,141	260,404	5,485,396	2,708,475
2018-2022	-	-	791,359	75,476	5,677,484	1,440,693
2023-2026	-	-	-	-	3,105,000	356,350
	<u>\$ 1,200,000</u>	<u>\$ 44,545</u>	<u>\$ 2,285,145</u>	<u>\$ 748,780</u>	<u>\$ 21,280,780</u>	<u>\$ 8,417,080</u>

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM

Ohio Public Employees Retirement System (OPERS) administers three separate pension plans as described below:

1. The Traditional Pension Plan —a cost sharing, multiple-employer defined benefit pension plan.
2. The Member-Directed Plan —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 member and (vested) employer contributions plus any investment earnings.
3. The Combined Plan —a cost sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, 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 Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377. The Ohio Revised Code provides statutory authority for member and employer contributions. For 2007, member and employer contribution rates were consistent across all three plans. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan.

The 2007 member contribution rates were 9.5% for members in state and local classifications. Public safety members contributed 9.75%. Members in the law enforcement classification, which consists generally of sheriffs, deputy sheriffs and township police, contributed at a rate of 10.1%. The 2007 employer contribution rate for state employers was 13.77% of covered payroll. For local government employer units, the rate was 13.85% of covered payroll. For both the law enforcement and public safety divisions, the employer contribution rate for 2007 was 17.17%.

The City's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2007, 2006 and 2005 were \$ 508,600, \$ 522,600, and \$ 507,000, respectively. For 2007 \$ 431,400 (85%) has been contributed. The balance was subsequently contributed in 2008. The full amount has been contributed for 2006 and 2005.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 11 - DEFINED BENEFIT PENSION PLANS (continued)

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 pension 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 information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to OP&F for police and firefighters pensions, respectively, were \$ 307,800 and \$ 390,800 for the year ended December 31, 2007, \$ 276,500 and \$ 341,600 for the year ended December 31, 2006 and \$ 257,100 and \$ 315,300 for the year ended December 31, 2005. The full amount has been contributed for 2006 and 2005. For 2007, \$ 191,200 (62%) and \$ 264,200 (68%) has been contributed for police and firefighters pensions, respectively. The balance was subsequently paid in 2008.

NOTE 12 - POSTEMPLOYMENT BENEFITS

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM

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

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

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

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing OPERS, 277 East Town Street, Columbus OH 43215-4642, or by calling 614-222-5601 or 800- 222-7377. The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care benefits.



CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 12 – POSTEMPLOYMENT BENEFITS (continued)

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (continued)

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2007, state employers contributed at a rate of 13.77% of covered payroll, local government employer units contributed at 13.85% of covered payroll, and public safety and law enforcement employer units contributed at 17.17%. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14% of covered payroll for state and local employer units, and 18.1% of covered payroll for law and public safety employer units. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. For 2007, the employer contribution allocated to the health care plan from January 1 through June 30, 2007 and July 1 through December 31, 2007 was 5.0% and 6.0% of covered payroll, respectively. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions to fund postemployment benefits for the years ended December 31, 2007, 2006, and 2005 were \$ 202,000, \$ 255,700, and \$ 212,300 respectively. For 2007 \$ 171,700 (85%) has been contributed. The balance was subsequently contributed in 2008. The full amount has been contributed for 2006 and 2005.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

B. OHIO POLICE AND FIRE PENSION FUND

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

OP&F provides access to post-retirement healthcare coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The healthcare coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide healthcare coverage to eligible participants and to establish and amend benefits are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 12 – POSTEMPLOYMENT BENEFITS (continued)

B. OHIO POLICE AND FIRE PENSION FUND (continued)

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

OP&F's post employment healthcare plan was established and is administrated as an Internal Revenue Code 401(h) account within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F board of trustees. The board of trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the 401h account as the employer contribution for retiree healthcare benefits. For the year ended December 31, 2007, the employer contribution allocated to the healthcare plan was 6.75% of covered payroll. The amount of employer contributions allocated to the healthcare plan each year is subject to the trustees' primary responsibility to ensure that pension benefits are adequately funded and also is limited by the provisions of Section 401h.

The OP&F board of trustees also is authorized to establish requirements for contributions to the healthcare plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. The City's actual contributions for 2007 that were used to fund postemployment health care benefits were \$ 106,500 for police and \$ 109,800 for firefighters.

NOTE 13 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. There have not been any significant reductions in insurance coverage from coverage in the prior year and the amounts of settlements have not exceeded coverage for any of the prior three years.

The City has a law enforcement liability policy with the HCC Insurance Company. The limits of this coverage are \$ 1,000,000 each person, \$ 1,000,000 each wrongful act and \$ 1,000,000 annual aggregate. The deductible is \$ 10,000 each wrongful act. The City has a public officials liability policy with the HCC Insurance Company. The limits of this coverage are \$ 1,000,000 each loss and \$ 1,000,000 annual aggregate. The deductible is \$ 10,000 each loss. The City has a general liability, property and automobile policy with HCC Insurance Company. The limits of the general liability coverage are \$ 1,000,000 each occurrence, \$ 3,000,000 general aggregate limit, and \$ 3,000,000 products/completed operations aggregate. An umbrella policy is insured with HCC Insurance Company. The umbrella policy adds \$10,000,000 to each incurrence and \$10,000,000 aggregate coverage.

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2007

NOTE 13 RISK MANAGEMENT (continued)

In order to minimize the annual cost of medical insurance, the City has established a medical self-insurance fund for City employees and their covered dependents. This program is administered with the use of an outside third-party administrator. At December 31, 2007, self-insurance was in effect for losses up to \$ 75,000 per participant. Excess losses are insured by a private insurance company. At year-end, self-insurance was in effect with an annual aggregate liability limit of approximately \$ 1,760,000 and an aggregate terminal liability of approximately \$ 271,264. At December 31, 2007 the self-insurance total net assets amounted to \$ 963,622 and cash held in reserve by the insurer for future claims payment amounted to \$ 266,200.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Changes in the balance of claims liability during the years ended December 31, 2007 and 2006 are as follows. Incurred claims and claims payments are not segregated between events related to the current year and events related to prior years due to the impracticability of obtaining such information by separate period.

	2007	2006
Unpaid claims, beginning of year	\$ 189,000	\$ 220,000
Incurred claims	1,650,844	936,666
Claims payment	(1,419,844)	(967,666)
Unpaid claims, end of year	\$ 420,000	\$ 189,000

NOTE 14 FEDERAL GRANTS AND ENTITLEMENTS

For the year ended December 31, 2007, the City recognized federal grants and entitlements revenue of \$ 325,478. These programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2007.

NOTE 15 CONTINGENCIES

The City of North Ridgeville, Ohio is defendant in certain lawsuits, the outcome of which cannot be determined. It is the opinion of the City's management that any judgment against the City would not have a material adverse effect on the City's financial position.

The Environmental Protection Agency notified the City of North Ridgeville in 1992 that the City's failure to protect its sanitary sewage system from infiltrations and inflows was a violation of its National Pollution Discharge Elimination Systems Permit for which it intends to pursue action against the City and seek a consent agreement setting forth a schedule of compliance which the City will be compelled to meet and assessing a fine for the City's past violations of its permit perimeters and setting a fine schedule for future violations. It was estimated the fine could be as high as \$ 349,000. As of December 31, 2007, no fine has been assessed and no consent agreement has been entered into. However, the City has proceeded with its sanitation sewer rehabilitation program to correct the infiltration and inflows deficiencies.

CITY OF NORTH RIDGEVILLE, OHIO  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2007

NOTE 16 CONTRACTUAL COMMITMENTS

As of December 31, 2007 the City had contractual commitments as follows:

Project	Project's Estimated Cost	Outstanding Commitments
Road projects	\$ 480,000	\$ 448,000
Waterline project	700,000	642,000
	\$ 1,180,000	\$ 1,090,000

The City's share of the road projects is being paid from the voted street tax levy collections and general revenues of the City, and the waterline project from water revenues.

NOTE 17 INTERFUND BALANCES AND TRANSFERS

At December 31, 2007 interfund balances consisted of \$ 49,062 due to the General Fund from the Federal Grants Fund (Special Revenue Fund). The General Fund advanced monies to the Federal Grants Fund which will be repaid upon collection of grant proceeds.

Interfund transfers for the year ended December 31, 2007 consisted of the following:

Transferred to:	Transferred from:		
	Income Tax Fund	Nonmajor Governmental Funds	Total
General Fund	\$ 5,865,000	\$ -	\$ 5,865,000
Capital Projects Fund	1,035,000	-	1,035,000
General Obligation Bond Retirement Fund	-	832,021	832,021
	\$ 6,900,000	\$ 832,021	\$ 7,732,021

The City collects its 1% municipal income tax (see Note 6B.) in the Income Tax Fund (Special Revenue Fund) and makes transfers throughout the year to the General Fund and Capital Projects Fund in accordance with a pro rata allocation determined by City Council. Monies are transferred to the General Obligation Bond Retirement Fund from various funds for payment of bonded debt.

NOTE 18 JOINTLY GOVERNED ORGANIZATIONS

A. LORAIN COUNTY GENERAL HEALTH DISTRICT

The Lorain County General Health District, a jointly governed organization, provides health care services to the citizens within the Health District. The Health District is governed by the Board of Health which represents the area served by the Health District and oversees the operation of the Health District. The Board of Health members are appointed to staggered four year terms. One member is appointed by the City of North Ridgeville, one member is jointly appointed by the Cities of Avon and Sheffield Lake and one member is appointed jointly by the Cities of Amherst and Oberlin. The remaining four members are appointed by the various mayors of villages, chairmen of the township trustees and the County Commissioners. The City contributed \$ 81,146 during 2007 for the operation of the Health District. Financial information can be obtained by contacting the Health Commissioner, 9880 S. Murray Ridge Road, Elyria, Ohio 44035.

CITY OF NORTH RIDGEVILLE, OHIO  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2007

NOTE 18 JOINTLY GOVERNED ORGANIZATIONS (continued)

B. NORTHEAST OHIO PUBLIC ENERGY COUNCIL

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed with an aggregation program for the purchase of electricity. NOPEC is currently comprised of over 90 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight member NOPEC Board of Directors. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. The City did not contribute to NOPEC during the current year. Financial information can be obtained by contacting the Treasurer, P.O. Box 609356, Cleveland, Ohio 44109.

NOTE 19 RECENT LEGISLATION – COMMERCIAL ACTIVITIES TAX

In June, 2005 the State of Ohio enacted legislation, portions of which take effect at various times, that phases out the taxation of tangible personal property used in business (other than certain public utility tangible personal property) over four years from tax year 2006 through tax year 2008. To compensate local government units for the foregone revenue, the legislation provided for State distributions from revenue generated by a newly enacted commercial activities tax. The reimbursements are based on the aggregate value of tangible personal property reported for the local government for tax year 2004 (based on voted levies approved by the electors by September 1, 2005). Generally, these distributions will fully reimburse the local government units at that base level through 2010 and then in declining amounts from 2011 through 2017.

NOTE 20 SUBSEQUENT EVENTS

Subsequent to December 31, 2007, the City issued \$ 8,795,000 of general obligation bond anticipation notes (BAN's), of which \$ 3,600,000 was used to retire expiring BAN's. Of the \$ 8,795,000 of BAN's, \$ 4,185,000 was for road and storm sewer improvements, to be ultimately repaid from general revenues of the City, and \$ 4,610,000 was for waterline and sanitary sewer improvements, to be repaid from water and sewer operating revenues of the City.

**COMBINING STATEMENTS AND NONMAJOR FUND SCHEDULES**  
**COMBINING STATEMENTS – NONMAJOR GOVERNMENTAL FUNDS**

**NONMAJOR SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for specific revenues that are restricted for a specific purpose. These resources are usually restricted by statute, City Charter or ordinance to finance specific functions or activities.

**Street Construction, Maintenance and Repair Fund (SCMR)** - Accounts for the portion of State gasoline tax and motor vehicle registration fees designated for maintenance and repair of roadways within the City.

**State Highway Fund** – Accounts for the portion of State gasoline tax and motor vehicle registration fees designated for maintenance and repairs of roadways within the City.

**Motor Vehicle License Tax Fund** – Accounts for the additional motor vehicle registration fees designated for maintenance and repairs of roadways within the City.

**Street Levy Fund** – Accounts for property taxes received from a voted tax levy for the construction, reconstruction, resurfacing and repair of roads and bridges.

**Surface Drainage Fund** – Accounts for revenues from building permit fees for the purpose of providing and maintaining storm sewer drainage.

**Police Levy Fund** – Accounts for property taxes from a voted tax levy for the purpose of operating the City police department.

**Police Pension Fund** – Accounts for property taxes levied for the payment of current employer contributions for police disability and pension benefits.

**Law Enforcement Trust Fund** – Accounts for confiscated monies or proceeds from the sale of confiscated property seized by law enforcement officers in the course of their work for the purpose of enhancing police services.

**Drug Law Enforcement Trust Fund** – Accounts for confiscated monies or proceeds from the sale of confiscated property seized by law enforcement officers in the course of their work for the purpose of enhancing police services and promoting drug education.

**DUI Enforcement and Education Trust Fund** – Accounts for fines imposed by the courts for the purpose of enhancing police services and promoting DUI education.

**Clerk of Courts Computer Service Fund** – Accounts for court fees for the purpose of the computerization of the clerk of court's office.

**Court Computerization Fund** – Accounts for court fees for the purpose of computerizing the court, procuring and maintaining computerized legal research services.

**Fire Levy Fund** – Accounts for property taxes received from a voted tax levy for the purpose of operating the City fire department.

**Fire Pension Fund** – Accounts for property taxes levied for the payment of current employer contributions for fire disability and pension benefits.

## **NONMAJOR SPECIAL REVENUE FUNDS (Continued)**

**Paramedic Levy Fund** – Accounts for property taxes received from a voted tax levy for the purpose of operating a paramedic program.

**Ambulance Fund** – Accounts for ambulance fees for the purpose of maintaining and purchasing ambulatory equipment.

**State Grants Fund** – Accounts for revenues and related expenditures of state grants.

**Federal Grants Fund** – Accounts for revenues and related expenditures of federal grants.

**Cemetery Fund** – Accounts for burial fees used to maintain the City's cemeteries.

**Park and Recreation Trust Fund** – Accounts for program revenues and expenditures for the operation and maintenance of recreation programs, services, parks and related.

**Park and Recreation Improvement Fund** – Accounts for building permit fees for the purpose of planning, acquisition, improvement, expansion and operation of public parks, playgrounds and recreation facilities.

**Senior Citizens Title III Fund** – Accounts for grant monies received for support service for older adults.

**Solid Waste Management Fund** – Accounts for fees charged for the payment of sanitation collections.

## **NONMAJOR DEBT SERVICE FUND**

**General Obligation Bond Retirement Fund** – Accounts for resources that are used for payment of principal and interest and fiscal charges on general obligation debt.

**Special Assessment Bond Retirement Fund** – Accounts for the accumulation of resources from special assessments levied against benefited properties for the payment of principal and interest and fiscal charges on special assessment debt.

## **NONMAJOR CAPITAL PROJECTS FUNDS**

Capital Projects funds are used to account for the acquisition and construction of capital assets other than those financed by proprietary funds.

**Capital Projects Fund** – Accounts for resources used for the acquisition and construction of major capital assets.

**Issue II Fund** – Accounts for Ohio Public Works grant activity consisting of the grant received and the related expenditure paid by the Ohio Public Works Commission directly to the contractors on behalf of the City.

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET -  
 NONMAJOR GOVERNMENTAL FUNDS

DECEMBER 31, 2007

	Nonmajor Special Revenue	Nonmajor Debt Service	Nonmajor Capital Projects	Totals
<b>Assets</b>				
Equity in pooled cash	\$ 3,181,970	\$ 355,320	\$ 1,259,286	\$ 4,796,576
Taxes receivable - property and other	4,593,300	163,300	-	4,756,600
Special assessments receivable	-	244,600	-	244,600
Due from other governments	1,140,911	8,300	-	1,149,211
Accounts receivable and other	298,600	-	-	298,600
<b>Total assets</b>	<b>\$ 9,214,781</b>	<b>\$ 771,520</b>	<b>\$ 1,259,286</b>	<b>\$ 11,245,587</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 172,910	\$ -	\$ 6,299	\$ 179,209
Accrued wages and benefits	84,508	-	-	84,508
Accrued interest payable	-	-	2,400	2,400
Due to other governments	356,712	-	-	356,712
Due to other funds	49,062	-	-	49,062
Deferred revenue	5,784,313	416,200	-	6,200,513
Note payable	-	-	150,000	150,000
<b>Total liabilities</b>	<b>6,447,505</b>	<b>416,200</b>	<b>158,699</b>	<b>7,022,404</b>
<b>Fund balances</b>				
Reserved for encumbrances	359,199	-	804,930	1,164,129
Unreserved, reported in				
Special Revenue Funds	2,408,077	-	-	2,408,077
Debt Service Funds	-	355,320	-	355,320
Capital Projects Funds	-	-	295,657	295,657
<b>Total fund balances</b>	<b>2,767,276</b>	<b>355,320</b>	<b>1,100,587</b>	<b>4,223,183</b>
<b>Total liabilities and fund balances</b>	<b>\$ 9,214,781</b>	<b>\$ 771,520</b>	<b>\$ 1,259,286</b>	<b>\$ 11,245,587</b>



CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2007

	Nonmajor Special Revenue	Nonmajor Debt Service	Nonmajor Capital Projects	Totals
<b>Revenues</b>				
Property and other local taxes	\$ 4,079,971	\$ 311,763	\$ -	\$ 4,391,734
Intergovernmental	2,800,536	29,376	148,828	2,978,740
Special assessments	-	34,786	-	34,786
Charges for services	2,148,785	-	-	2,148,785
Fines, licenses and permits	104,483	-	-	104,483
Interest	187,204	29,826	92,825	309,855
Miscellaneous	304,108	-	10,820	314,928
<b>Total revenues</b>	<b>9,625,087</b>	<b>405,751</b>	<b>252,473</b>	<b>10,283,311</b>
<b>Expenditures</b>				
<b>Current</b>				
Security of persons and property	3,982,538	-	-	3,982,538
Public health and welfare	43,969	-	-	43,969
Leisure time activities	288,550	-	-	288,550
Community development	10,328	-	-	10,328
Transportation	2,580,163	-	-	2,580,163
General government	2,251,070	4,835	4,844	2,260,749
Capital outlay	-	-	1,511,396	1,511,396
<b>Debt service</b>				
Principal	13,349	996,000	30,245	1,039,594
Interest and fiscal charges	3,533	212,476	47,517	263,526
<b>Total expenditures</b>	<b>9,173,500</b>	<b>1,213,311</b>	<b>1,594,002</b>	<b>11,980,813</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>451,587</b>	<b>(807,560)</b>	<b>(1,341,529)</b>	<b>(1,697,502)</b>
<b>Other financing sources (uses)</b>				
Transfers-in	-	782,021	1,085,000	1,867,021
Transfers-out	(50,000)	-	(782,021)	(832,021)
Issuance of notes	-	-	2,768,143	2,768,143
<b>Total other financing sources (uses)</b>	<b>(50,000)</b>	<b>782,021</b>	<b>3,071,122</b>	<b>3,803,143</b>
<b>Excess (deficiency) of revenues over expenditures and other sources (uses)</b>	<b>401,587</b>	<b>(25,539)</b>	<b>1,729,593</b>	<b>2,105,641</b>
<b>Fund balances, beginning of year</b>	<b>2,365,689</b>	<b>380,859</b>	<b>(629,006)</b>	<b>2,117,542</b>
<b>Fund balances, end of year</b>	<b>\$ 2,767,276</b>	<b>\$ 355,320</b>	<b>\$ 1,100,587</b>	<b>\$ 4,223,183</b>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET -  
 NONMAJOR SPECIAL REVENUE FUNDS

DECEMBER 31, 2007

	SCMR	State Highway	Motor Vehicle License Tax	Street Levy	Surface Drainage
<u>Assets</u>					
Equity in pooled cash	\$ 330,354	\$ 57,619	\$ 116,834	\$ 690,391	\$ 268,087
Taxes receivable - property and other	-	-	-	1,067,900	-
Due from other governments	555,000	42,900	205,000	73,845	-
Accounts receivable and other	-	-	-	-	-
Total assets	<u>\$ 885,354</u>	<u>\$ 100,519</u>	<u>\$ 321,834</u>	<u>\$ 1,832,136</u>	<u>\$ 268,087</u>
<u>Liabilities</u>					
Accounts and contracts payable	\$ 1,619	\$ -	\$ 13,268	\$ 101,622	\$ 14,580
Accrued salaries, wages, and benefits	13,836	-	3,341	-	1,259
Due to other governments	27,263	-	6,448	-	2,429
Due to other funds	-	-	-	-	-
Deferred revenue	456,800	35,000	170,900	1,141,745	-
Total liabilities	<u>499,518</u>	<u>35,000</u>	<u>193,957</u>	<u>1,243,367</u>	<u>18,268</u>
<u>Fund balances</u>					
Reserved for encumbrances	54,297	-	48,254	106,647	69,646
Unreserved	331,539	65,519	79,623	482,122	180,173
Total fund balances	<u>385,836</u>	<u>65,519</u>	<u>127,877</u>	<u>588,769</u>	<u>249,819</u>
Total liabilities and fund balances	<u>\$ 885,354</u>	<u>\$ 100,519</u>	<u>\$ 321,834</u>	<u>\$ 1,832,136</u>	<u>\$ 268,087</u>

<u>Police Levy</u>	<u>Police Pension</u>	<u>Law Enforcement Trust</u>	<u>Drug Law Enforcement Trust</u>	<u>DUI Enforcement and Education Trust</u>	<u>Clerk of Courts Computer Service</u>	<u>Court Computerization</u>
\$ 28,741	\$ 2,159	\$ 7,246	\$ 12,041	\$ 18,522	\$ 53,859	\$ 101,475
1,096,100	199,100	-	-	-	-	-
74,829	13,197	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,199,670</u>	<u>\$ 214,456</u>	<u>\$ 7,246</u>	<u>\$ 12,041</u>	<u>\$ 18,522</u>	<u>\$ 53,859</u>	<u>\$ 101,475</u>
\$ -	\$ -	\$ 122	\$ 107	\$ -	\$ -	\$ -
23,653	-	-	-	-	-	-
31,911	88,000	-	-	-	-	-
-	-	-	-	-	-	-
1,170,929	212,297	-	-	-	-	-
<u>1,226,493</u>	<u>300,297</u>	<u>122</u>	<u>107</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	143	-	-	-
(26,823)	(85,841)	7,124	11,791	18,522	53,859	101,475
<u>(26,823)</u>	<u>(85,841)</u>	<u>7,124</u>	<u>11,934</u>	<u>18,522</u>	<u>53,859</u>	<u>101,475</u>
<u>\$ 1,199,670</u>	<u>\$ 214,456</u>	<u>\$ 7,246</u>	<u>\$ 12,041</u>	<u>\$ 18,522</u>	<u>\$ 53,859</u>	<u>\$ 101,475</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET -  
 NONMAJOR SPECIAL REVENUE FUNDS

DECEMBER 31, 2007

(Concluded)

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State Grants
<u>Assets</u>					
Equity in pooled cash	\$ 16,218	\$ 5,062	\$ 195,938	\$ 512,101	\$ 100,842
Taxes receivable - property and other	1,067,900	199,100	963,200	-	-
Due from other governments	73,845	13,197	66,065	-	10,000
Accounts receivable and other	-	-	-	-	-
Total assets	<u>\$ 1,157,963</u>	<u>\$ 217,359</u>	<u>\$ 1,225,203</u>	<u>\$ 512,101</u>	<u>\$ 110,842</u>
<u>Liabilities</u>					
Accounts and contracts payable	\$ -	\$ -	\$ 580	\$ 6,584	\$ 17,000
Accrued salaries, wages, and benefits	18,500	-	17,862	4,344	-
Due to other governments	82,960	53,574	51,359	7,436	2,589
Due to other funds	-	-	-	-	-
Deferred revenue	1,141,745	212,297	1,029,265	-	-
Total liabilities	<u>1,243,205</u>	<u>265,871</u>	<u>1,099,066</u>	<u>18,364</u>	<u>19,589</u>
<u>Fund balances</u>					
Reserved for encumbrances	-	-	6,757	18,620	9,000
Unreserved	(85,242)	(48,512)	119,380	475,117	82,253
Total fund balances	<u>(85,242)</u>	<u>(48,512)</u>	<u>126,137</u>	<u>493,737</u>	<u>91,253</u>
Total liabilities and fund balances	<u>\$ 1,157,963</u>	<u>\$ 217,359</u>	<u>\$ 1,225,203</u>	<u>\$ 512,101</u>	<u>\$ 110,842</u>

Federal Grants	Cemetery	Park and Recreation Trust	Park and Recreation Improvement	Senior Citizens Title III	Solid Waste Management	Totals
\$ 96,835	\$ 114,789	\$ 87,112	\$ 186,044	\$ 3,783	\$ 175,918	\$ 3,181,970
-	-	-	-	-	-	4,593,300
10,679	-	-	-	2,354	-	1,140,911
180,900	-	-	-	-	117,700	298,600
<u>\$ 288,414</u>	<u>\$ 114,789</u>	<u>\$ 87,112</u>	<u>\$ 186,044</u>	<u>\$ 6,137</u>	<u>\$ 293,618</u>	<u>\$ 9,214,781</u>
\$ 15,350	\$ -	\$ -	\$ 1,056	\$ -	\$ 1,022	\$ 172,910
-	-	-	-	618	1,095	84,508
-	-	-	-	349	2,394	356,712
49,062	-	-	-	-	-	49,062
189,635	-	-	-	-	23,700	5,784,313
<u>254,047</u>	<u>-</u>	<u>-</u>	<u>1,056</u>	<u>967</u>	<u>28,211</u>	<u>6,447,505</u>
40,307	-	652	4,250	-	626	359,199
(5,940)	114,789	86,460	180,738	5,170	264,781	2,408,077
34,367	114,789	87,112	184,988	5,170	265,407	2,767,276
<u>\$ 288,414</u>	<u>\$ 114,789</u>	<u>\$ 87,112</u>	<u>\$ 186,044</u>	<u>\$ 6,137</u>	<u>\$ 293,618</u>	<u>\$ 9,214,781</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2007

	SCMR	State Highway	Motor Vehicle License Tax	Street Levy	Surface Drainage
<b>Revenues</b>					
Property and other local taxes	\$ -	\$ -	\$ -	\$ 949,173	\$ -
Intergovernmental revenue	1,128,898	91,490	413,372	171,066	-
Charges for services	-	-	-	-	-
Fines, licenses, and permits	-	-	-	-	-
Interest	14,726	4,070	8,337	42,833	19,146
Miscellaneous	8,925	-	5,709	96,230	152,580
<b>Total revenues</b>	<u>1,152,549</u>	<u>95,560</u>	<u>427,418</u>	<u>1,259,302</u>	<u>171,726</u>
<b>Expenditures</b>					
Current					
Security of persons and property	-	-	-	-	-
Public health and welfare	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Community development	-	-	-	-	-
Transportation	1,091,116	90,418	465,881	931,703	675
General government	-	-	-	-	262,201
Debt service					
Principal	-	-	6,169	-	7,180
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<u>1,091,116</u>	<u>90,418</u>	<u>472,050</u>	<u>931,703</u>	<u>270,056</u>
Excess (deficiency) of revenues over expenditures	<u>61,433</u>	<u>5,142</u>	<u>(44,632)</u>	<u>327,599</u>	<u>(98,330)</u>
Other financing sources (uses)					
Transfers-out	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	61,433	5,142	(44,632)	327,599	(98,330)
Fund balances, beginning of year	<u>324,403</u>	<u>60,377</u>	<u>172,509</u>	<u>261,170</u>	<u>348,149</u>
Fund balances, end of year	<u>\$ 385,836</u>	<u>\$ 65,519</u>	<u>\$ 127,877</u>	<u>\$ 588,769</u>	<u>\$ 249,819</u>

Police Levy	Police Pension	Law Enforcement Trust	Drug Law Enforcement Trust	DUI Enforcement and Education Trust	Clerk of Courts Computer Service	Court Computerization
\$ 974,152	\$ 175,867	\$ -	\$ -	\$ -	\$ -	\$ -
173,946	29,918	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	3,657	16,656	-	14,035
8,126	637	486	807	951	2,312	5,200
-	-	5,303	-	-	32,761	-
<u>1,156,224</u>	<u>206,422</u>	<u>5,789</u>	<u>4,464</u>	<u>17,607</u>	<u>35,073</u>	<u>19,235</u>
1,194,234	203,694	8,826	6,009	14,471	14,589	3,968
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>1,194,234</u>	<u>203,694</u>	<u>8,826</u>	<u>6,009</u>	<u>14,471</u>	<u>14,589</u>	<u>3,968</u>
<u>(38,010)</u>	<u>2,728</u>	<u>(3,037)</u>	<u>(1,545)</u>	<u>3,136</u>	<u>20,484</u>	<u>15,267</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(38,010)	2,728	(3,037)	(1,545)	3,136	20,484	15,267
11,187	(88,569)	10,161	13,479	15,386	33,375	86,208
<u>\$ (26,823)</u>	<u>\$ (85,841)</u>	<u>\$ 7,124</u>	<u>\$ 11,934</u>	<u>\$ 18,522</u>	<u>\$ 53,859</u>	<u>\$ 101,475</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2007

(Concluded)

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State Grants
<b>Revenues</b>					
Property and other local taxes	\$ 949,173	\$ 175,867	\$ 855,739	\$ -	\$ -
Intergovernmental revenue	171,065	29,918	154,231	-	116,028
Charges for services	-	-	-	467,642	-
Fines, licenses, and permits	-	-	-	-	-
Interest	7,566	733	13,795	15,663	-
Miscellaneous	1,427	-	526	164	432
<b>Total revenues</b>	<u>1,129,231</u>	<u>206,518</u>	<u>1,024,291</u>	<u>483,469</u>	<u>116,460</u>
<b>Expenditures</b>					
Current					
Security of persons and property	1,195,716	172,213	1,023,327	145,491	-
Public health and welfare	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Community development	-	-	-	-	-
Transportation	-	-	-	-	-
General government	-	-	-	-	114,043
Debt service					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<u>1,195,716</u>	<u>172,213</u>	<u>1,023,327</u>	<u>145,491</u>	<u>114,043</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(66,485)</u>	<u>34,305</u>	<u>964</u>	<u>337,978</u>	<u>2,417</u>
<b>Other financing sources (uses)</b>					
Transfers-out	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures and other sources (uses)</b>	<u>(66,485)</u>	<u>34,305</u>	<u>964</u>	<u>337,978</u>	<u>2,417</u>
<b>Fund balances, beginning of year</b>	<u>(18,757)</u>	<u>(82,817)</u>	<u>125,173</u>	<u>155,759</u>	<u>88,836</u>
<b>Fund balances, end of year</b>	<u>\$ (85,242)</u>	<u>\$ (48,512)</u>	<u>\$ 126,137</u>	<u>\$ 493,737</u>	<u>\$ 91,253</u>



<u>Federal Grants</u>	<u>Cemetery</u>	<u>Park and Recreation Trust</u>	<u>Park and Recreation Improvement</u>	<u>Senior Citizens Title III</u>	<u>Solid Waste Management</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,079,971
290,437	-	-	-	30,167	-	2,800,536
-	17,175	137,104	-	-	1,526,864	2,148,785
-	-	-	70,135	-	-	104,483
3,666	5,931	5,204	14,745	195	12,075	187,204
-	-	-	-	-	51	304,108
<u>294,103</u>	<u>23,106</u>	<u>142,308</u>	<u>84,880</u>	<u>30,362</u>	<u>1,538,990</u>	<u>9,625,087</u>
-	-	-	-	-	-	3,982,538
-	12,240	-	-	31,729	-	43,969
-	-	133,613	154,937	-	-	288,550
10,328	-	-	-	-	-	10,328
-	-	-	-	370	-	2,580,163
308,140	-	-	-	-	1,566,686	2,251,070
-	-	-	-	-	-	13,349
-	-	-	3,533	-	-	3,533
<u>318,468</u>	<u>12,240</u>	<u>133,613</u>	<u>158,470</u>	<u>32,099</u>	<u>1,566,686</u>	<u>9,173,500</u>
<u>(24,365)</u>	<u>10,866</u>	<u>8,695</u>	<u>(73,590)</u>	<u>(1,737)</u>	<u>(27,696)</u>	<u>451,587</u>
-	-	-	(50,000)	-	-	(50,000)
-	-	-	(50,000)	-	-	(50,000)
(24,365)	10,866	8,695	(123,590)	(1,737)	(27,696)	401,587
58,732	103,923	78,417	308,578	6,907	293,103	2,365,689
<u>\$ 34,367</u>	<u>\$ 114,789</u>	<u>\$ 87,112</u>	<u>\$ 184,988</u>	<u>\$ 5,170</u>	<u>\$ 265,407</u>	<u>\$ 2,767,276</u>

CITY OF NORTH RIDGEVILLE, OHIO

COMBINING BALANCE SHEET -  
NONMAJOR DEBT SERVICE FUNDS

DECEMBER 31, 2007

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
<b>Assets</b>			
Equity in pooled cash and equivalents	\$ 232,815	\$ 122,505	\$ 355,320
Taxes receivable - property and other	163,300	-	163,300
Special assessments receivable	-	244,600	244,600
Due from other governments	8,300	-	8,300
<b>Total assets</b>	<b><u>\$ 404,415</u></b>	<b><u>\$ 367,105</u></b>	<b><u>\$ 771,520</u></b>
<b>Liabilities</b>			
Deferred revenue	\$ 171,600	\$ 244,600	\$ 416,200
<b>Total liabilities</b>	<b><u>171,600</u></b>	<b><u>244,600</u></b>	<b><u>416,200</u></b>
<b>Fund balance</b>			
Reserved for debt service	232,815	122,505	355,320
<b>Total fund balance</b>	<b><u>232,815</u></b>	<b><u>122,505</u></b>	<b><u>355,320</u></b>
<b>Total liabilities and fund balance</b>	<b><u>\$ 404,415</u></b>	<b><u>\$ 367,105</u></b>	<b><u>\$ 771,520</u></b>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES -  
 NONMAJOR DEBT SERVICE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2007

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
Revenues			
Property and other local taxes	\$ 311,763	\$ -	\$ 311,763
Intergovernmental	29,376	-	29,376
Special assessments	-	34,786	34,786
Interest	22,523	7,303	29,826
Total revenues	<u>363,662</u>	<u>42,089</u>	<u>405,751</u>
Expenditures			
Current			
General government	3,367	1,468	4,835
Debt service			
Bond principal	972,000	24,000	996,000
Interest and fiscal charges	203,662	8,814	212,476
Total expenditures	<u>1,179,029</u>	<u>34,282</u>	<u>1,213,311</u>
Excess of revenues over expenditures	<u>(815,367)</u>	<u>7,807</u>	<u>(807,560)</u>
Other financing sources (uses)			
Transfers in	782,021	-	782,021
Total other financing sources (uses)	<u>782,021</u>	<u>-</u>	<u>782,021</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(33,346)	7,807	(25,539)
Fund balance, beginning of year	<u>266,161</u>	<u>114,698</u>	<u>380,859</u>
Fund balance, end of year	<u>\$ 232,815</u>	<u>\$ 122,505</u>	<u>\$ 355,320</u>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING BALANCE SHEET -  
 NONMAJOR CAPITAL PROJECTS FUNDS

DECEMBER 31, 2007

	Capital Projects	Issue II	Totals
<b>Assets</b>			
Equity in pooled cash and equivalents	\$ 1,259,286	\$ -	\$ 1,259,286
<b>Total assets</b>	<b>\$ 1,259,286</b>	<b>\$ -</b>	<b>\$ 1,259,286</b>
<b>Liabilities</b>			
Accounts and contracts payable	\$ 6,299	\$ -	\$ 6,299
Accrued interest payable	2,400	-	2,400
Note payable	150,000	-	150,000
<b>Total liabilities</b>	<b>158,699</b>	<b>-</b>	<b>158,699</b>
<b>Fund balances</b>			
Reserved for encumbrances	804,930	-	804,930
Unreserved	295,657	-	295,657
<b>Total fund balances</b>	<b>1,100,587</b>	<b>-</b>	<b>1,100,587</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,259,286</b>	<b>\$ -</b>	<b>\$ 1,259,286</b>

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2007

	Capital Projects	Issue II	Totals
Revenue			
Intergovernmental	\$ -	\$ 148,828	\$ 148,828
Interest	92,825	-	92,825
Miscellaneous	10,820	-	10,820
Total revenue	<u>103,645</u>	<u>148,828</u>	<u>252,473</u>
Expenditures			
Current			
General government	4,844	-	4,844
Capital outlay	1,221,673	289,723	1,511,396
Debt service			
Note principal	30,245	-	30,245
Interest and fiscal charges	47,517	-	47,517
Total expenditures	<u>1,304,279</u>	<u>289,723</u>	<u>1,594,002</u>
Excess (deficiency) of revenue over expenditures	<u>(1,200,634)</u>	<u>(140,895)</u>	<u>(1,341,529)</u>
Other financing sources (uses)			
Transfers-in	1,085,000	-	1,085,000
Transfers-out	(782,021)	-	(782,021)
Note proceeds	2,480,000	288,143	2,768,143
Total other financing sources (uses)	<u>2,782,979</u>	<u>288,143</u>	<u>3,071,122</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	1,582,345	147,248	1,729,593
Fund balances, beginning of year	<u>(481,758)</u>	<u>(147,248)</u>	<u>(629,006)</u>
Fund balances, end of year	<u>\$ 1,100,587</u>	<u>\$ -</u>	<u>\$ 1,100,587</u>

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## COMBINING STATEMENTS - AGENCY FUNDS

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds. These funds are purely custodial in nature (assets equal liabilities) and therefore do not involve the measurement of results of operations.

**Board of Building Standards Fund** – Accounts for fees required by the State to be collected by the City and paid to the State.

**Senior Citizens Multi Trust Fund** – Accounts for revenue earned and expended by the Senior Citizens Center.

**Mayor's Court Bail Trust Fund** – Accounts for bail collected.

**Trust Miscellaneous Fund** – Accounts for deposits held by the City from contractors, developers or individuals to ensure compliance with City Ordinances, and for other various deposits held by the City on behalf of others.

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF ASSETS AND LIABILITIES -  
 AGENCY FUNDS  
 DECEMBER 31, 2007

	Board of Building Standards	Senior Citizens Multi-Trust	Mayor's Court Bail Trust
Assets			
Equity in pooled cash and equivalents	\$ 737	\$ 10,118	\$ 2,991
Liabilities			
Accounts and contracts payable	\$ 737	\$ 352	\$ -
Due to others	-	9,766	2,991
Total liabilities	\$ 737	\$ 10,118	\$ 2,991



Trust Miscellaneous	Total
\$ 988,372	\$ 1,002,218
\$ 30	\$ 1,119
988,342	1,001,099
\$ 988,372	\$ 1,002,218

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
 AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2007

	Beginning Balance 1/1/2007	Additions	Reductions	Ending Balance 12/31/2007
<b>Board of Building Standards</b>				
Assets				
Equity in pooled cash and equivalents	\$ 85	\$ 737	\$ 85	\$ 737
Liabilities				
Accounts and contracts payable	\$ 85	\$ 737	\$ 85	\$ 737
Total liabilities	\$ 85	\$ 737	\$ 85	\$ 737
<b>Senior Citizens Multi-Trust</b>				
Assets				
Equity in pooled cash and equivalents	\$ 11,099	\$ 10,118	\$ 11,099	\$ 10,118
Liabilities				
Accounts and contracts payable	\$ 533	\$ 352	\$ 533	\$ 352
Due to others	10,566	9,766	10,566	9,766
Total liabilities	\$ 11,099	\$ 10,118	\$ 11,099	\$ 10,118
<b>Mayor's Court Operating</b>				
Assets				
Equity in pooled cash and equivalents	\$ 163,489	\$ -	\$ 163,489	\$ -
Liabilities				
Accounts and contracts payable	\$ 106	\$ -	\$ 106	\$ -
Accrued salaries, w ages and benefits	2,450	-	2,450	-
Due to other governments	5,767	-	5,767	-
Due to others	155,166	-	155,166	-
Total liabilities	\$ 163,489	\$ -	\$ 163,489	\$ -
<b>Mayor's Court Bail Trust</b>				
Assets				
Equity in pooled cash and equivalents	\$ 5,785	\$ 2,991	\$ 5,785	\$ 2,991
Liabilities				
Due to others	\$ 5,785	2,991	5,785	\$ 2,991
Total liabilities	\$ 5,785	\$ 2,991	\$ 5,785	\$ 2,991

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
 AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2007

	(Concluded)			
	Beginning Balance 1/1/2007	Additions	Reductions	Ending Balance 12/31/2007
<b>Trust Miscellaneous</b>				
Assets				
Equity in pooled cash and equivalents	\$ 972,969	\$ 988,372	\$ 972,969	\$ 988,372
Liabilities				
Accounts and contracts payable	\$ 1,792	\$ 30	\$ 1,792	\$ 30
Due to others	971,177	988,342	971,177	988,342
Total liabilities	<u>\$ 972,969</u>	<u>\$ 988,372</u>	<u>\$ 972,969</u>	<u>\$ 988,372</u>
<b>Total All Agency Funds</b>				
Assets				
Equity in pooled cash and equivalents	\$ 1,153,427	\$ 1,002,218	\$ 1,153,427	\$ 1,002,218
Liabilities				
Accounts and contracts payable	\$ 2,516	\$ 1,119	\$ 2,516	\$ 1,119
Accrued salaries, wages and benefits	2,450	-	2,450	-
Due to other governments	5,767	-	5,767	-
Due to others	1,142,694	1,001,099	1,142,694	1,001,099
Total liabilities	<u>\$ 1,153,427</u>	<u>\$ 1,002,218</u>	<u>\$ 1,153,427</u>	<u>\$ 1,002,218</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES/EXPENSES  
AND CHANGES IN FUND BALANCES –  
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,162,042	\$ 1,025,165	\$ 1,024,510	\$ (655)
Intergovernmental revenue	1,137,720	1,411,587	1,411,439	(148)
Fines, licenses, and permits	791,600	1,276,780	1,320,145	43,365
Interest	67,800	37,000	52,156	15,156
Miscellaneous	584,030	710,660	695,804	(14,856)
Total revenues	<u>3,743,192</u>	<u>4,461,192</u>	<u>4,504,054</u>	<u>42,862</u>
Expenditures				
Current				
Security of persons and property				
Police				
Personal services	2,876,466	3,103,365	3,085,583	17,782
Materials and supplies	297,579	289,879	276,433	13,446
Contractual services	84,915	60,715	44,029	16,686
Capital outlay	226,128	226,128	225,186	942
Other	87,743	93,843	89,651	4,192
Total police	<u>3,572,831</u>	<u>3,773,930</u>	<u>3,720,882</u>	<u>53,048</u>
Humane officer				
Personal services	87,550	88,090	86,809	1,281
Materials and supplies	2,886	2,346	1,090	1,256
Total humane officer	<u>90,436</u>	<u>90,436</u>	<u>87,899</u>	<u>2,537</u>
Fire				
Personal services	1,111,350	1,164,070	1,152,649	11,421
Materials and supplies	246,806	216,007	210,469	5,538
Contractual services	25,370	38,450	36,742	1,708
Total fire	<u>1,383,526</u>	<u>1,418,527</u>	<u>1,399,860</u>	<u>18,667</u>
Mayor's court				
Personal services	218,610	221,210	221,094	116
Materials and supplies	14,500	14,095	13,577	518
Other	154,950	172,755	125,227	47,528
Total fire	<u>388,060</u>	<u>408,060</u>	<u>359,898</u>	<u>48,162</u>
Street lighting				
Materials and supplies	86,642	106,642	105,157	1,485
Total street lighting	<u>86,642</u>	<u>106,642</u>	<u>105,157</u>	<u>1,485</u>
Total security of persons and property	<u>5,521,495</u>	<u>5,797,595</u>	<u>5,673,696</u>	<u>75,737</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	General Fund (Continued)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Public health and welfare				
General government				
Other	\$ 80,000	\$ 81,200	\$ 81,146	\$ 54
Total general government	<u>80,000</u>	<u>81,200</u>	<u>81,146</u>	<u>54</u>
Senior citizens				
Personal services	211,500	211,500	206,674	4,826
Materials and supplies	25,585	25,585	20,440	5,145
Contractual services	9,000	9,000	5,830	3,170
Capital outlay	11,000	11,000	6,290	4,710
Total senior citizens	<u>257,085</u>	<u>257,085</u>	<u>239,234</u>	<u>17,851</u>
Total public health and welfare	<u>337,085</u>	<u>338,285</u>	<u>320,380</u>	<u>17,905</u>
Leisure time activities				
Park and recreation				
Personal services	174,550	175,050	173,404	1,646
Materials and supplies	26,846	26,846	23,655	3,191
Contractual services	2,500	2,500	1,000	1,500
Other	20,941	20,941	15,209	5,732
Total leisure time activities	<u>224,837</u>	<u>225,337</u>	<u>213,268</u>	<u>12,069</u>
Community development				
Building				
Personal services	601,100	601,900	599,834	2,066
Materials and supplies	24,180	35,240	27,582	7,658
Contractual services	119,830	133,140	118,623	14,517
Capital outlay	3,000	3,000	-	3,000
Other	122,125	97,755	91,240	6,515
Total building	<u>870,235</u>	<u>871,035</u>	<u>837,279</u>	<u>33,756</u>
Engineer				
Personal services	559,800	559,015	548,692	10,323
Materials and supplies	23,670	25,420	18,251	7,169
Contractual services	42,000	41,750	40,960	790
Capital outlay	1,500	1,600	1,500	100
Other	2,238	2,338	1,806	532
Total engineer	<u>629,208</u>	<u>630,123</u>	<u>611,209</u>	<u>18,914</u>
Total community development	<u>1,499,443</u>	<u>1,501,158</u>	<u>1,448,488</u>	<u>52,670</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	General Fund (Continued)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
General government				
Council				
Personal services	\$ 207,960	\$ 219,680	\$ 216,317	\$ 3,363
Materials and supplies	7,104	7,034	4,365	2,669
Capital outlay	16,460	13,160	11,619	1,541
Other	6,450	6,450	1,632	4,818
Total council	<u>237,974</u>	<u>246,324</u>	<u>233,933</u>	<u>12,391</u>
Mayor				
Personal services	178,150	182,330	182,301	29
Materials and supplies	9,328	9,068	8,754	314
Capital outlay	-	500	498	2
Other	4,740	4,400	3,753	647
Total mayor	<u>192,218</u>	<u>196,298</u>	<u>195,306</u>	<u>992</u>
Finance				
Personal services	418,850	434,895	434,332	563
Materials and supplies	11,197	12,337	11,237	1,100
Contractual services	5,000	10,690	10,657	33
Capital outlay	37,000	26,730	26,629	101
Other	1,850	1,445	1,080	365
Total finance	<u>473,897</u>	<u>486,097</u>	<u>483,935</u>	<u>2,162</u>
Law director				
Personal services	273,450	276,950	274,707	2,243
Materials and supplies	3,070	2,090	1,904	186
Contractual services	146,428	143,428	87,200	56,228
Other	4,550	5,530	3,134	2,396
Total law director	<u>427,498</u>	<u>427,998</u>	<u>366,945</u>	<u>61,053</u>
Computer services				
Personal services	138,300	137,300	123,898	13,402
Materials and supplies	61,920	64,920	48,460	16,460
Contractual services	98,468	88,268	39,928	48,340
Capital outlay	16,454	24,654	24,360	294
Other	10,284	10,284	1,566	8,718
Total computer services	<u>325,426</u>	<u>325,426</u>	<u>238,212</u>	<u>87,214</u>
Safety service director				
Personal services	156,400	156,020	155,458	562
Materials and supplies	3,183	3,832	998	2,834
Contractual services	690	1,090	949	141
Capital outlay	24,200	23,680	20,544	3,136
Other	3,074	3,074	140	2,934
Total safety service director	<u>187,547</u>	<u>187,696</u>	<u>178,089</u>	<u>9,607</u>
Civil services				
Personal services	9,400	9,410	9,404	6
Materials and supplies	33,450	33,600	7,046	26,554
Contractual services	500	500	-	500
Other	4,098	3,938	923	3,015
Total civil service	<u>47,448</u>	<u>47,448</u>	<u>17,373</u>	<u>30,075</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	General Fund (Concluded)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
General government				
Personal services	\$ 24,420	\$ 45,090	\$ 33,307	\$ 11,783
Materials and supplies	11,532	18,732	16,470	2,262
Contractual services	176,848	238,148	163,978	74,170
Capital outlay	3,112	14,612	9,758	4,854
Other	445,699	557,498	430,883	126,615
Total general government	<u>661,611</u>	<u>874,080</u>	<u>654,396</u>	<u>219,684</u>
Public grounds/cemetery				
Personal services	309,400	340,735	336,575	4,160
Materials and supplies	80,277	72,597	69,265	3,332
Contractual services	4,700	5,745	5,742	3
Other	500	500	90	410
Total public grounds/cemetery	<u>394,877</u>	<u>419,577</u>	<u>411,672</u>	<u>7,905</u>
Total general government	<u>2,948,496</u>	<u>3,210,944</u>	<u>2,779,861</u>	<u>431,083</u>
Total expenditures	<u>10,531,356</u>	<u>11,073,319</u>	<u>10,435,693</u>	<u>589,464</u>
Excess (deficiency) of revenues over expenditures	<u>(6,788,164)</u>	<u>(6,612,127)</u>	<u>(5,931,639)</u>	<u>680,488</u>
Other financing sources (uses)				
Transfers-in	6,014,500	5,865,000	5,865,000	-
Advances-in	194,000	194,000	193,061	(939)
Advances-out	(200,000)	(200,000)	(127,851)	72,149
Total other financing sources (uses)	<u>6,008,500</u>	<u>5,859,000</u>	<u>5,930,210</u>	<u>71,210</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(779,664)</u>	<u>(753,127)</u>	<u>(1,429)</u>	<u>751,698</u>
Prior year encumbrances	317,455	317,455	317,455	-
Fund balances, beginning of year	<u>1,080,553</u>	<u>1,080,553</u>	<u>1,080,553</u>	<u>-</u>
Fund balances, end of year	<u>\$ 618,344</u>	<u>\$ 644,881</u>	<u>\$ 1,396,579</u>	<u>\$ 751,698</u>



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Income Tax Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 7,300,000	\$ 7,343,000	\$ 7,501,200	\$ 158,200
Interest	131,000	131,000	185,637	54,637
Miscellaneous	10,000	10,000	2,612	(7,388)
Total revenues	<u>7,441,000</u>	<u>7,484,000</u>	<u>7,689,449</u>	<u>205,449</u>
Expenditures				
Current				
General government				
Personal services	191,360	192,259	192,164	95
Materials and supplies	71,997	91,998	51,627	40,371
Contractual services	32,072	31,772	11,946	19,826
Capital outlay	10,000	10,000	4,395	5,605
Other	165,161	215,161	180,887	34,274
Total expenditures	<u>470,590</u>	<u>541,190</u>	<u>441,019</u>	<u>100,171</u>
Excess (deficiency) of revenues over expenditures	<u>6,970,410</u>	<u>6,942,810</u>	<u>7,248,430</u>	<u>305,620</u>
Other financing sources (uses)				
Transfers-out	(6,900,000)	(6,900,000)	(6,900,000)	-
Total other financing sources (uses)	<u>(6,900,000)</u>	<u>(6,900,000)</u>	<u>(6,900,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	70,410	42,810	348,430	305,620
Prior year encumbrances	5,730	5,730	5,730	-
Fund balances, beginning of year	<u>2,273,995</u>	<u>2,273,995</u>	<u>2,273,995</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,350,135</u>	<u>\$ 2,322,535</u>	<u>\$ 2,628,155</u>	<u>\$ 305,620</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Water Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 2,464,800	\$ 2,777,700	\$ 2,777,695	\$ (5)
Tap in fees	50,000	207,100	223,202	16,102
Miscellaneous	105,000	105,000	91,440	(13,560)
Interest income	80,200	162,560	199,742	37,182
Total revenues	<u>2,700,000</u>	<u>3,252,360</u>	<u>3,292,079</u>	<u>39,719</u>
Expenses				
Personal services	852,099	879,643	822,602	57,041
Materials and supplies	553,857	639,857	362,243	277,614
Contractual services	215,047	222,048	105,881	116,167
Capital outlay	1,376,790	1,666,398	856,424	809,974
Other non-operating expenses	2,220,595	1,922,725	1,307,447	615,278
Debt service				
OWDA principal	118,415	118,415	118,415	-
Note principal	-	600,000	600,000	-
Bond principal	110,000	110,000	110,000	-
Interest and fiscal charges	125,532	138,394	138,394	-
Total expenditures	<u>5,572,335</u>	<u>6,297,480</u>	<u>4,421,406</u>	<u>1,876,074</u>
Excess (deficiency) of revenues over expenses	<u>(2,872,335)</u>	<u>(3,045,120)</u>	<u>(1,129,327)</u>	<u>1,915,793</u>
Other financing sources (uses)				
Note proceeds	1,100,000	1,800,000	1,800,553	553
Total other financing sources (uses)	<u>1,100,000</u>	<u>1,800,000</u>	<u>1,800,553</u>	<u>553</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(1,772,335)</u>	<u>(1,245,120)</u>	671,226	1,916,346
Prior year encumbrances	103,011	103,011	103,011	-
Fund balances, beginning of year	<u>2,692,398</u>	<u>2,692,398</u>	<u>2,692,398</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,023,074</u>	<u>\$ 1,550,289</u>	<u>\$ 3,466,635</u>	<u>\$ 1,916,346</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Sewer Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 3,154,171	\$ 4,558,721	\$ 4,674,632	\$ 115,911
Special assessments	164,375	193,010	193,010	-
Tap in fees	990,900	1,100,900	1,155,974	55,074
Miscellaneous	8,200	118,200	135,256	17,089
Interest income	442,500	522,215	583,442	61,189
Total revenues	<u>4,760,146</u>	<u>6,493,046</u>	<u>6,742,314</u>	<u>249,263</u>
Expenses				
Personal services	1,767,558	1,800,508	1,738,128	62,380
Materials and supplies	738,629	725,828	519,163	206,665
Contractual services	1,580,489	1,635,064	1,223,633	411,431
Capital outlay	2,623,563	2,910,463	1,888,570	1,021,893
Other	1,433,282	1,389,792	801,062	588,730
Debt service				
Note principal	-	8,451	8,451	-
Bond principal	725,682	804,000	804,000	-
Interest and fiscal charges	657,037	765,617	765,579	38
Total expenditures	<u>9,526,240</u>	<u>10,039,723</u>	<u>7,748,586</u>	<u>2,291,137</u>
Excess (deficiency) of revenues over expenses	<u>(4,766,094)</u>	<u>(3,546,677)</u>	<u>(1,006,272)</u>	<u>2,540,405</u>
Other financing sources (uses)				
Transfers-out	-	(121,876)	-	121,876
Total other financing sources (uses)	<u>-</u>	<u>(121,876)</u>	<u>-</u>	<u>121,876</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(4,766,094)</u>	<u>(3,668,553)</u>	<u>(1,006,272)</u>	<u>2,662,281</u>
Prior year encumbrances	1,314,336	1,314,336	1,314,336	-
Fund balances, beginning of year	<u>8,558,819</u>	<u>8,558,819</u>	<u>8,558,819</u>	<u>-</u>
Fund balances, end of year	<u>\$ 5,107,061</u>	<u>\$ 6,204,602</u>	<u>\$ 8,866,883</u>	<u>\$ 2,662,281</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Street Construction, Maintenance and Repair Fund (SCMR)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,028,800	\$ 1,085,000	\$ 1,124,698	\$ 39,698
Interest	6,000	6,000	14,726	8,726
Miscellaneous	200	200	8,925	8,725
Total revenues	1,035,000	1,091,200	1,148,349	57,149
Expenditures				
Current				
Transportation				
Streets				
Personal services	900,120	933,265	917,149	16,116
Materials and supplies	50,000	156,780	145,339	11,441
Contractual services	-	7,500	7,500	-
Other	103,380	21,100	367	20,733
Traffic signals				
Materials and supplies	75,745	75,745	67,398	8,347
Total expenditures	1,129,245	1,194,390	1,137,753	56,637
Excess (deficiency) of revenues over expenditures	(94,245)	(103,190)	10,596	113,786
Prior year encumbrances	5,245	5,245	5,245	-
Fund balances, beginning of year	258,597	258,597	258,597	-
Fund balances, end of year	\$ 169,597	\$ 160,652	\$ 274,438	\$ 113,786

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	State Highway Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 79,000	\$ 89,000	\$ 91,190	\$ 2,190
Interest	2,000	2,000	4,070	2,070
Total revenues	<u>81,000</u>	<u>91,000</u>	<u>95,260</u>	<u>4,260</u>
Expenditures				
Current				
Transportation				
Materials and supplies	108,000	108,000	88,713	19,287
Contractual services	25,000	25,000	1,705	23,295
Total expenditures	<u>133,000</u>	<u>133,000</u>	<u>90,418</u>	<u>42,582</u>
Excess (deficiency) of revenues over expenditures	(52,000)	(42,000)	4,842	46,842
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>52,777</u>	<u>52,777</u>	<u>52,777</u>	<u>-</u>
Fund balances, end of year	<u>\$ 777</u>	<u>\$ 10,777</u>	<u>\$ 57,619</u>	<u>\$ 46,842</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Motor Vehicle License Tax Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 404,900	\$ 410,100	\$ 412,872	\$ 2,772
Interest	5,000	5,000	8,337	3,337
Miscellaneous	2,000	2,000	5,709	3,709
Total revenues	<u>411,900</u>	<u>417,100</u>	<u>426,918</u>	<u>9,818</u>
Expenditures				
Current				
Transportation				
Personal services	211,548	213,108	212,499	609
Materials and supplies	158,272	164,617	145,999	18,618
Contractual services	64,358	57,258	49,094	8,164
Capital outlay	23,600	6,100	2,591	3,509
Other	95,954	120,650	106,625	14,025
Debt service				
Principal	6,169	6,169	6,169	-
Total expenditures	<u>559,901</u>	<u>567,902</u>	<u>522,977</u>	<u>44,925</u>
Excess (deficiency) of revenues over expenditures	(148,001)	(150,802)	(96,059)	54,743
Prior year encumbrances	24,162	24,162	24,162	-
Fund balances, beginning of year	<u>127,209</u>	<u>127,209</u>	<u>127,209</u>	<u>-</u>
Fund balances, end of year	<u>\$ 3,370</u>	<u>\$ 569</u>	<u>\$ 55,312</u>	<u>\$ 54,743</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Street Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 990,851	\$ 941,408	\$ 949,173	\$ 7,765
Intergovernmental revenue	129,096	178,539	171,066	(7,473)
Interest	30,137	30,137	42,833	12,696
Miscellaneous	-	96,230	96,230	-
Total revenues	<u>1,150,084</u>	<u>1,246,314</u>	<u>1,259,302</u>	<u>12,988</u>
Expenditures				
Current				
Transportation				
Materials and supplies	45,000	250,000	244,869	5,131
Contractual services	15,000	16,000	15,931	69
Capital outlay	1,406,916	1,142,805	833,425	309,380
Other	-	154,340	154,340	-
Total expenditures	<u>1,466,916</u>	<u>1,563,145</u>	<u>1,248,565</u>	<u>314,580</u>
Excess (deficiency) of revenues over expenditures	(316,832)	(316,831)	10,737	327,568
Prior year encumbrances	315,115	315,115	315,115	-
Fund balances, beginning of year	<u>156,270</u>	<u>156,270</u>	<u>156,270</u>	<u>-</u>
Fund balances, end of year	<u>\$ 154,553</u>	<u>\$ 154,554</u>	<u>\$ 482,122</u>	<u>\$ 327,568</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Surface Drainage Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 12,000	\$ 12,000	\$ 19,146	\$ 7,146
Miscellaneous	174,000	153,000	152,580	(420)
Total revenues	<u>186,000</u>	<u>165,000</u>	<u>171,726</u>	<u>6,726</u>
Expenditures				
Current				
Basic utility services				
Personal services	83,720	84,820	81,124	3,696
Materials and supplies	122,650	149,150	101,491	47,659
Contractual services	80,514	168,514	98,339	70,175
Capital outlay	123,150	23,650	12,154	11,496
Other	53,000	49,700	38,739	10,961
Debt service				
Principal	-	7,200	7,180	20
Total expenditures	<u>463,034</u>	<u>483,034</u>	<u>339,027</u>	<u>144,007</u>
Excess (deficiency) of revenues over expenditures	(277,034)	(318,034)	(167,301)	150,733
Prior year encumbrances	11,364	11,364	11,364	-
Fund balances, beginning of year	<u>339,798</u>	<u>339,798</u>	<u>339,798</u>	<u>-</u>
Fund balances, end of year	<u>\$ 74,128</u>	<u>\$ 33,128</u>	<u>\$ 183,861</u>	<u>\$ 150,733</u>



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Police Levy Fund			Variance w with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,010,835	\$ 961,445	\$ 974,152	\$ 12,707
Intergovernmental revenue	134,293	180,383	173,946	(6,437)
Interest	1,200	1,200	8,126	6,926
Miscellaneous	32,800	-	-	-
Total revenues	<u>1,179,128</u>	<u>1,143,028</u>	<u>1,156,224</u>	<u>13,196</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,210,800	1,173,460	1,158,856	14,604
Contractual services	16,000	16,340	16,337	3
Total expenditures	<u>1,226,800</u>	<u>1,189,800</u>	<u>1,175,193</u>	<u>14,607</u>
Excess (deficiency) of revenues over expenditures	(47,672)	(46,772)	(18,969)	27,803
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>47,710</u>	<u>47,710</u>	<u>47,710</u>	<u>-</u>
Fund balances, end of year	<u>\$ 38</u>	<u>\$ 938</u>	<u>\$ 28,741</u>	<u>\$ 27,803</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Police Pension Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 183,280	\$ 175,682	\$ 175,867	\$ 185
Intergovernmental revenue	22,215	29,813	29,918	105
Interest	3,800	650	637	(13)
Total revenues	<u>209,295</u>	<u>206,145</u>	<u>206,422</u>	<u>277</u>
Expenditures				
Current				
Security of persons and property				
Personal services	206,900	201,570	201,570	-
Contractual services	2,600	2,930	2,924	6
Total expenditures	<u>209,500</u>	<u>204,500</u>	<u>204,494</u>	<u>6</u>
Excess (deficiency) of revenues over expenditures	(205)	1,645	1,928	283
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>231</u>	<u>231</u>	<u>231</u>	<u>-</u>
Fund balances, end of year	<u>\$ 26</u>	<u>\$ 1,876</u>	<u>\$ 2,159</u>	<u>\$ 283</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Law Enforcement Trust Fund			Variance w Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 500	\$ 500	\$ 486	\$ (14)
Miscellaneous	4,500	5,250	5,303	53
Total revenues	<u>5,000</u>	<u>5,750</u>	<u>5,789</u>	<u>39</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,500	3,000	2,880	120
Materials and supplies	9,487	7,987	4,489	3,498
Capital outlay	4,600	4,600	1,944	2,656
Total expenditures	<u>15,587</u>	<u>15,587</u>	<u>9,313</u>	<u>6,274</u>
Excess (deficiency) of revenues over expenditures	(10,587)	(9,837)	(3,524)	6,313
Prior year encumbrances	487	487	487	-
Fund balances, beginning of year	<u>10,161</u>	<u>10,161</u>	<u>10,161</u>	<u>-</u>
Fund balances, end of year	<u>\$ 61</u>	<u>\$ 811</u>	<u>\$ 7,124</u>	<u>\$ 6,313</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Drug Law Enforcement Trust Fund			Variance w with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 4,600	\$ 3,500	\$ 3,657	\$ 157
Interest	400	500	807	307
Total revenues	<u>5,000</u>	<u>4,000</u>	<u>4,464</u>	<u>464</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	16,500	15,000	4,226	10,774
Other	1,500	2,000	1,926	74
Total expenditures	<u>18,000</u>	<u>17,000</u>	<u>6,152</u>	<u>10,848</u>
Excess (deficiency) of revenues over expenditures	(13,000)	(13,000)	(1,688)	11,312
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>13,479</u>	<u>13,479</u>	<u>13,479</u>	<u>-</u>
Fund balances, end of year	<u>\$ 479</u>	<u>\$ 479</u>	<u>\$ 11,791</u>	<u>\$ 11,312</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	DUI Enforcement and Education Trust Fund			Variance w Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 9,300	\$ 15,900	\$ 16,656	\$ 756
Interest	700	700	951	251
Total revenues	<u>10,000</u>	<u>16,600</u>	<u>17,607</u>	<u>1,007</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	25,100	25,100	14,471	10,629
Total expenditures	<u>25,100</u>	<u>25,100</u>	<u>14,471</u>	<u>10,629</u>
Excess (deficiency) of revenues over expenditures	(15,100)	(8,500)	3,136	11,636
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>15,386</u>	<u>15,386</u>	<u>15,386</u>	-
Fund balances, end of year	<u>\$ 286</u>	<u>\$ 6,886</u>	<u>\$ 18,522</u>	<u>\$ 11,636</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Clerk of Courts Computer Service Fund			Variance w with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 1,600	\$ 2,200	\$ 2,312	\$ 112
Miscellaneous	23,400	30,800	32,761	1,961
Total revenues	<u>25,000</u>	<u>33,000</u>	<u>35,073</u>	<u>2,073</u>
Expenditures				
Current				
Security of persons and property				
Personal services	12,000	12,000	10,951	1,049
Materials and supplies	28,000	28,000	3,638	24,362
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>14,589</u>	<u>25,411</u>
Excess (deficiency) of revenues over expenditures	(15,000)	(7,000)	20,484	27,484
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>33,375</u>	<u>33,375</u>	<u>33,375</u>	-
Fund balances, end of year	<u>\$ 18,375</u>	<u>\$ 26,375</u>	<u>\$ 53,859</u>	<u>\$ 27,484</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Court Computerization Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 6,000	\$ 12,800	\$ 14,035	\$ 1,235
Interest	4,000	5,200	5,200	-
Total revenues	<u>10,000</u>	<u>18,000</u>	<u>19,235</u>	<u>1,235</u>
Expenditures				
General government				
Capital outlay	30,000	30,000	3,968	26,032
Total expenditures	<u>30,000</u>	<u>30,000</u>	<u>3,968</u>	<u>26,032</u>
Excess (deficiency) of revenues over expenditures	(20,000)	(12,000)	15,267	27,267
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>86,208</u>	<u>86,208</u>	<u>86,208</u>	<u>-</u>
Fund balances, end of year	<u><u>\$ 66,208</u></u>	<u><u>\$ 74,208</u></u>	<u><u>\$ 101,475</u></u>	<u><u>\$ 27,267</u></u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Fire Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 990,851	\$ 941,408	\$ 949,173	\$ 7,765
Intergovernmental revenue	129,096	178,539	171,065	(7,474)
Interest	1,500	1,500	7,566	6,066
Miscellaneous	24,637	5,837	1,427	(4,410)
Total revenues	<u>1,146,084</u>	<u>1,127,284</u>	<u>1,129,231</u>	<u>1,947</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,162,800	1,131,767	1,129,850	1,917
Contractual services	16,000	15,933	15,930	3
Total expenditures	<u>1,178,800</u>	<u>1,147,700</u>	<u>1,145,780</u>	<u>1,920</u>
Excess (deficiency) of revenues over expenditures	(32,716)	(20,416)	(16,549)	3,867
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>32,767</u>	<u>32,767</u>	<u>32,767</u>	<u>-</u>
Fund balances, end of year	<u>\$ 51</u>	<u>\$ 12,351</u>	<u>\$ 16,218</u>	<u>\$ 3,867</u>



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Fire Pension Fund			Variance w Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 183,280	\$ 175,682	\$ 175,867	\$ 185
Intergovernmental revenue	22,215	29,813	29,918	105
Interest	3,800	740	733	(7)
Total revenues	<u>209,295</u>	<u>206,235</u>	<u>206,518</u>	<u>283</u>
Expenditures				
Current				
Security of persons and property				
Personal services	202,900	198,760	198,758	2
Contractual services	6,600	2,940	2,925	15
Total expenditures	<u>209,500</u>	<u>201,700</u>	<u>201,683</u>	<u>17</u>
Excess (deficiency) of revenues over expenditures	(205)	4,535	4,835	300
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>227</u>	<u>227</u>	<u>227</u>	<u>-</u>
Fund balances, end of year	<u>\$ 22</u>	<u>\$ 4,762</u>	<u>\$ 5,062</u>	<u>\$ 300</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Paramedic Levy Fund			Variance w Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 895,590	\$ 851,266	\$ 855,739	\$ 4,473
Intergovernmental revenue	110,965	155,289	154,231	(1,058)
Interest	8,800	8,800	13,795	4,995
Miscellaneous	22,100	6,500	526	(5,974)
Total revenues	<u>1,037,455</u>	<u>1,021,855</u>	<u>1,024,291</u>	<u>2,436</u>
Expenditures				
Current				
Security of persons and property				
Personal services	916,100	936,030	925,244	10,786
Materials and supplies	28,979	35,184	26,455	8,729
Contractual services	17,000	14,370	14,366	4
Capital outlay	40,000	40,000	40,000	-
Other	24,608	23,103	17,582	5,521
Total expenditures	<u>1,026,687</u>	<u>1,048,687</u>	<u>1,023,647</u>	<u>25,040</u>
Excess (deficiency) of revenues over expenditures	10,768	(26,832)	644	27,476
Prior year encumbrances	42,387	42,387	42,387	-
Fund balances, beginning of year	<u>145,570</u>	<u>145,570</u>	<u>145,570</u>	<u>-</u>
Fund balances, end of year	<u>\$ 198,725</u>	<u>\$ 161,125</u>	<u>\$ 188,601</u>	<u>\$ 27,476</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Ambulance Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 292,800	\$ 442,800	\$ 467,642	\$ 24,842
Interest	7,200	7,200	15,663	8,463
Miscellaneous		-	164	164
Total revenues	<u>300,000</u>	<u>450,000</u>	<u>483,469</u>	<u>33,469</u>
Expenditures				
Current				
Security of persons and property				
Personal services	-	42,600	30,480	12,120
Materials and supplies	43,400	43,400	37,536	5,864
Contractual services	2,700	80,100	74,338	5,762
Capital outlay	-	5,000	4,937	63
Other	226,550	141,550	5,040	136,510
Total expenditures	<u>272,650</u>	<u>312,650</u>	<u>152,331</u>	<u>160,319</u>
Excess (deficiency) of revenues over expenditures	27,350	137,350	331,138	193,788
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>155,759</u>	<u>155,759</u>	<u>155,759</u>	-
Fund balances, end of year	<u>\$ 183,109</u>	<u>\$ 293,109</u>	<u>\$ 486,897</u>	<u>\$ 193,788</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	State Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 106,500	\$ 107,378	\$ 107,378	\$ -
Miscellaneous	-	422	432	10
Total revenues	<u>106,500</u>	<u>107,800</u>	<u>107,810</u>	<u>10</u>
Expenditures				
Current				
General government				
Contractual services	200,300	200,300	133,337	66,963
Total expenditures	<u>200,300</u>	<u>200,300</u>	<u>133,337</u>	<u>66,963</u>
Excess (deficiency) of revenues over expenditures	(93,800)	(92,500)	(25,527)	66,973
Prior year encumbrances	10,300	10,300	10,300	-
Fund balances, beginning of year	<u>90,069</u>	<u>90,069</u>	<u>90,069</u>	<u>-</u>
Fund balances, end of year	<u>\$ 6,569</u>	<u>\$ 7,869</u>	<u>\$ 74,842</u>	<u>\$ 66,973</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Federal Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 583,779	\$ 437,544	\$ 437,544	\$ -
Interest	-	3,666	3,666	-
Total revenues	<u>583,779</u>	<u>441,210</u>	<u>441,210</u>	<u>-</u>
Expenditures				
Current				
Community development				
Contractual services	612,754	404,974	363,797	41,177
Total expenditures	<u>612,754</u>	<u>404,974</u>	<u>363,797</u>	<u>41,177</u>
Excess (deficiency) of revenues over expenditures	<u>(28,975)</u>	<u>36,236</u>	<u>77,413</u>	<u>41,177</u>
Other financing sources (uses)				
Advances-in	-	127,851	127,851	-
Advances-out	-	(193,062)	(193,062)	-
Total other financing sources (uses)	<u>-</u>	<u>(65,211)</u>	<u>(65,211)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(28,975)</u>	<u>(28,975)</u>	<u>12,202</u>	<u>41,177</u>
Prior year encumbrances	9,050	9,050	9,050	-
Fund balances, beginning of year	<u>19,925</u>	<u>19,925</u>	<u>19,925</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,177</u>	<u>\$ 41,177</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Cemetery Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 15,200	\$ 17,900	\$ 17,175	\$ (725)
Interest	4,800	4,800	5,931	1,131
Total revenues	<u>20,000</u>	<u>22,700</u>	<u>23,106</u>	<u>406</u>
Expenditures				
Current				
Public health and welfare				
Materials and supplies	9,100	9,100	2,365	6,735
Capital outlay	11,500	11,500	9,875	1,625
Other	300	300	-	300
Total expenditures	<u>20,900</u>	<u>20,900</u>	<u>12,240</u>	<u>8,360</u>
Excess (deficiency) of revenues over expenditures	(900)	1,800	10,866	9,066
Prior year encumbrances	1,600	1,600	1,600	-
Fund balances, beginning of year	<u>102,323</u>	<u>102,323</u>	<u>102,323</u>	<u>-</u>
Fund balances, end of year	<u>\$ 103,023</u>	<u>\$ 105,723</u>	<u>\$ 114,789</u>	<u>\$ 9,066</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Park and Recreation Trust Fund			Variance w with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 96,300	\$ 129,800	\$ 137,104	\$ 7,304
Interest	3,700	3,700	5,204	1,504
Total revenues	<u>100,000</u>	<u>133,500</u>	<u>142,308</u>	<u>8,808</u>
Expenditures				
Current				
Leisure time activities				
Personal services	13,100	8,100	6,699	1,401
Contractual services	39,500	39,500	37,476	2,024
Other	72,922	112,922	90,185	22,737
Total expenditures	<u>125,522</u>	<u>160,522</u>	<u>134,360</u>	<u>26,162</u>
Excess (deficiency) of revenues over expenditures	(25,522)	(27,022)	7,948	34,970
Prior year encumbrances	423	423	423	-
Fund balances, beginning of year	<u>77,989</u>	<u>77,989</u>	<u>77,989</u>	<u>-</u>
Fund balances, end of year	<u>\$ 52,890</u>	<u>\$ 51,390</u>	<u>\$ 86,360</u>	<u>\$ 34,970</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Park and Recreation Improvement Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 56,000	\$ 64,500	\$ 70,135	\$ 5,635
Interest	14,000	14,000	14,745	745
Total revenues	<u>70,000</u>	<u>78,500</u>	<u>84,880</u>	<u>6,380</u>
Expenditures				
Current				
Leisure time activity				
Capital outlay	210,000	236,466	159,187	77,279
Debt service				
Principal	-	50,000	50,000	-
Interest and fiscal charges	-	3,533	3,533	-
Total expenditures	<u>210,000</u>	<u>289,999</u>	<u>212,720</u>	<u>77,279</u>
Excess (deficiency) of revenues over expenditures	(140,000)	(211,499)	(127,840)	83,659
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>308,578</u>	<u>308,578</u>	<u>308,578</u>	<u>-</u>
Fund balances, end of year	<u>\$ 168,578</u>	<u>\$ 97,079</u>	<u>\$ 180,738</u>	<u>\$ 83,659</u>



CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Senior Citizens Title III Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 33,000	\$ 30,500	\$ 30,565	\$ 65
Interest	200	200	195	(5)
Total revenues	<u>33,200</u>	<u>30,700</u>	<u>30,760</u>	<u>60</u>
Expenditures				
Current				
Public health and w elfare				
Personal services	33,166	33,166	31,900	1,266
Total expenditures	<u>33,166</u>	<u>33,166</u>	<u>31,900</u>	<u>1,266</u>
Excess (deficiency) of revenues over expenditures	34	(2,466)	(1,140)	1,326
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>4,923</u>	<u>4,923</u>	<u>4,923</u>	<u>-</u>
Fund balances, end of year	<u>\$ 4,957</u>	<u>\$ 2,457</u>	<u>\$ 3,783</u>	<u>\$ 1,326</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Solid Waste Management Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 1,478,900	\$ 1,508,900	\$ 1,528,864	\$ 19,964
Interest	9,200	9,200	12,075	2,875
Miscellaneous	-	-	51	51
Total revenues	<u>1,488,100</u>	<u>1,518,100</u>	<u>1,540,990</u>	<u>22,890</u>
Expenditures				
Current				
Basic utility services				
Personal services	83,480	85,580	84,812	768
Materials and supplies	33,439	33,439	25,595	7,844
Contractual services	1,494,248	1,492,748	1,416,683	76,065
Capital outlay	2,566	2,566	2,068	498
Other	44,131	43,531	39,306	4,225
Total expenditures	<u>1,657,864</u>	<u>1,657,864</u>	<u>1,568,464</u>	<u>89,400</u>
Excess (deficiency) of revenues over expenditures	(169,764)	(139,764)	(27,474)	112,290
Prior year encumbrances	2,418	2,418	2,418	-
Fund balance, beginning of year	<u>199,325</u>	<u>199,325</u>	<u>199,325</u>	<u>-</u>
Fund balance, end of year	<u>\$ 31,979</u>	<u>\$ 61,979</u>	<u>\$ 174,269</u>	<u>\$ 112,290</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	General Obligation Bond Retirement Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 249,760	\$ 296,913	\$ 276,504	\$ (20,409)
Intergovernmental revenue	4,334	8,381	29,376	20,995
Interest	18,100	22,201	21,776	(425)
Miscellaneous	-	35,259	35,259	-
Total revenues	<u>272,194</u>	<u>362,754</u>	<u>362,915</u>	<u>161</u>
Expenditures				
Current				
Other	-	428	428	-
Debt service				
Bond principal	972,000	972,000	972,000	-
Interest and fiscal charges	208,735	208,139	206,601	1,538
Total expenditures	<u>1,180,735</u>	<u>1,180,567</u>	<u>1,179,029</u>	<u>1,538</u>
Excess (deficiency) of revenues over expenditures	<u>(908,541)</u>	<u>(817,813)</u>	<u>(816,114)</u>	<u>1,699</u>
Other financing sources (uses)				
Premium	-	747	747	-
Transfers-in	786,993	782,021	782,021	-
Total other financing sources (uses)	<u>786,993</u>	<u>782,768</u>	<u>782,768</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(121,548)	(35,045)	(33,346)	1,699
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	<u>266,161</u>	<u>266,161</u>	<u>266,161</u>	<u>-</u>
Fund balances, end of year	<u>\$ 144,613</u>	<u>\$ 231,116</u>	<u>\$ 232,815</u>	<u>\$ 1,699</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Special Assessment Bond Retirement Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Special assessments	\$ 29,600	\$ 36,130	\$ 34,786	\$ (1,344)
Interest	2,400	5,470	7,303	1,833
Miscellaneous	-	-	-	-
Total revenues	<u>32,000</u>	<u>41,600</u>	<u>42,089</u>	<u>489</u>
Expenditures				
Debt service				
Principal	24,000	24,000	24,000	-
Interest and fiscal charges	9,614	10,282	10,282	-
Total expenditures	<u>33,614</u>	<u>34,282</u>	<u>34,282</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(1,614)	7,318	7,807	489
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	<u>114,698</u>	<u>114,698</u>	<u>114,698</u>	<u>-</u>
Fund balances, end of year	<u><u>\$ 113,084</u></u>	<u><u>\$ 122,016</u></u>	<u><u>\$ 122,505</u></u>	<u><u>\$ 489</u></u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Capital Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 10,000	\$ 92,000	\$ 92,825	\$ 825
Miscellaneous	-	6,642	10,820	4,178
Total revenues	<u>10,000</u>	<u>98,642</u>	<u>103,645</u>	<u>5,003</u>
Expenditures				
Capital outlay	4,536,287	2,439,045	2,063,147	375,898
Debt service				
Principal	-	1,835,000	1,785,000	50,000
Interest and fiscal charges	-	73,287	56,917	16,370
Total expenditures	<u>4,536,287</u>	<u>4,347,332</u>	<u>3,905,064</u>	<u>442,268</u>
Excess (deficiency) of revenues over expenditures	<u>(4,526,287)</u>	<u>(4,248,690)</u>	<u>(3,801,419)</u>	<u>447,271</u>
Other financing sources (uses)				
Transfers-in	1,035,000	1,035,000	1,035,000	-
Note proceeds	3,445,000	3,165,000	3,165,000	-
Transfers-out	<u>(782,123)</u>	<u>(782,123)</u>	<u>(782,021)</u>	<u>102</u>
Total other financing sources (uses)	<u>3,697,877</u>	<u>3,417,877</u>	<u>3,417,979</u>	<u>102</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(828,410)	(830,813)	(383,440)	447,373
Prior year encumbrances	116,654	116,654	116,654	-
Fund balances, beginning of year	<u>714,843</u>	<u>714,843</u>	<u>714,843</u>	<u>-</u>
Fund balances, end of year	<u>\$ 3,087</u>	<u>\$ 684</u>	<u>\$ 448,057</u>	<u>\$ 447,373</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Issue II Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 231,035	\$ 241,209	\$ 241,209	\$ -
Total revenues	<u>231,035</u>	<u>241,209</u>	<u>241,209</u>	<u>-</u>
Expenditures				
Capital outlay	468,400	478,574	478,574	-
Total expenditures	<u>468,400</u>	<u>478,574</u>	<u>478,574</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(237,365)</u>	<u>(237,365)</u>	<u>(237,365)</u>	<u>-</u>
Other financing sources (uses)				
Note proceeds	237,365	237,365	237,365	-
Total other financing sources (uses)	<u>237,365</u>	<u>237,365</u>	<u>237,365</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF NORTH RIDGEVILLE, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDED DECEMBER 31, 2007

	Self-Insurance Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 1,738,600	\$ 1,881,600	\$ 1,860,756	\$ (20,844)
Interest income	50,400	50,400	69,292	18,892
Total revenues	<u>1,789,000</u>	<u>1,932,000</u>	<u>1,930,048</u>	<u>(1,952)</u>
Expenses				
Other operating expenses	1,573,502	1,973,552	1,927,186	46,366
Total expenses	<u>1,573,502</u>	<u>1,973,552</u>	<u>1,927,186</u>	<u>46,366</u>
Excess (deficiency) of revenues over expenses	215,498	(41,552)	2,862	44,414
Prior year encumbrances	85,751	85,751	85,751	-
Fund balances, beginning of year	<u>1,028,808</u>	<u>1,028,808</u>	<u>1,028,808</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,330,057</u>	<u>\$ 1,073,007</u>	<u>\$ 1,117,421</u>	<u>\$ 44,414</u>

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## STATISTICAL SECTION

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

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>S 2</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources, property tax and municipal income tax.	<b>S 10</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	<b>S 17</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>S 22</b>
<b>Operating Information</b> These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	<b>S 24</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement No. 34 in 2003; schedules presenting government-wide information include information beginning in that year.

City of North Ridgeville, Ohio  
Net Assets by Component  
Last Five Years  
*(Accrual Basis of Accounting)*

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental activities					
Invested in capital assets, net of related debt	\$ 56,744,157	\$ 53,758,265	\$ 42,063,301	\$ 35,374,469	\$ 35,918,266
Restricted	5,789,465	4,285,461	4,442,278	3,585,061	3,721,616
Unrestricted	7,640,448	8,620,491	5,891,450	4,650,578	3,336,131
Total governmental activities net assets	<u>\$ 70,174,070</u>	<u>\$ 66,664,217</u>	<u>\$ 52,397,029</u>	<u>\$ 43,610,108</u>	<u>\$ 42,976,013</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 49,678,959	\$ 48,614,828	\$ 42,496,786	\$ 37,810,231	\$ 36,852,258
Unrestricted	17,859,134	17,189,627	13,386,101	12,473,264	11,405,636
Total governmental activities net assets	<u>\$ 67,538,093</u>	<u>\$ 65,804,455</u>	<u>\$ 55,882,887</u>	<u>\$ 50,283,495</u>	<u>\$ 48,257,894</u>
Primary government					
Invested in capital assets, net of related debt	\$ 106,423,116	\$ 102,373,093	\$ 84,560,087	\$ 73,184,700	\$ 72,770,524
Restricted	5,789,465	4,285,461	4,442,278	3,585,061	3,721,616
Unrestricted	25,499,582	25,810,118	19,277,551	17,123,842	14,741,767
Total primary government net assets	<u>\$ 137,712,163</u>	<u>\$ 132,468,672</u>	<u>\$ 108,279,916</u>	<u>\$ 93,893,603</u>	<u>\$ 91,233,907</u>

**Notes:** The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

Years 2004 and 2003 have been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

City of North Ridgeville, Ohio  
Expenses and Program Revenues  
Last Five Years  
(Accrual Basis of Accounting)

	2007	2006	2005	2004	2003
<b>Expenses</b>					
Governmental activities					
Security of persons and property	\$ 9,516,878	\$ 8,370,466	\$ 7,738,519	\$ 7,131,439	\$ 7,582,912
Public health and welfare	386,746	359,493	327,045	308,054	322,691
Leisure time activities	384,355	370,128	333,742	367,623	361,321
Community environment	1,439,878	1,384,079	1,208,247	1,184,649	1,162,529
Transportation	5,596,613	4,557,368	4,516,848	4,662,454	7,186,175
General government	6,536,677	5,387,099	4,657,496	4,258,749	3,780,449
Interest	306,226	350,841	115,712	216,487	421,020
Other operating	-	-	-	91,786	-
Total governmental activities expenses	<u>24,167,373</u>	<u>20,779,474</u>	<u>18,897,609</u>	<u>18,221,241</u>	<u>20,817,097</u>
Business-type activities					
Water	3,191,223	3,037,610	2,828,087	2,692,597	2,674,856
Sewer	6,460,334	6,235,660	5,280,013	5,228,421	4,371,621
Total business-type activities expenses	<u>9,651,557</u>	<u>9,273,270</u>	<u>8,108,100</u>	<u>7,921,018</u>	<u>7,046,477</u>
Total primary government expenses	<u>\$ 33,818,930</u>	<u>\$ 30,052,744</u>	<u>\$ 27,005,709</u>	<u>\$ 26,142,259</u>	<u>\$ 27,863,574</u>
<b>Program Revenues</b>					
Governmental activities					
Charges for services					
Security of persons and property	\$ 1,162,188	\$ 343,127	\$ 862,359	\$ 156,765	\$ 368,446
Public health and welfare	17,175	46,300	22,240	22,539	28,965
Leisure time activities	207,239	195,385	239,182	214,191	193,242
Community environment	532,004	732,977	908,381	682,472	669,590
Transportation	187,366	234,274	355,950	966,005	228,378
General government	2,225,313	2,064,207	1,432,699	1,440,833	1,725,486
Operating grants and contributions	2,741,773	2,283,095	2,228,487	1,661,075	344,822
Capital grants and contributions	5,512,773	13,670,417	8,418,961	1,707,417	6,477,132
Total governmental activities program revenues	<u>12,585,831</u>	<u>19,569,782</u>	<u>14,468,259</u>	<u>6,851,297</u>	<u>10,036,061</u>
Business-type activities					
Charges for services					
Water	2,851,335	2,712,571	2,897,841	2,377,185	2,242,054
Sewer	4,766,393	4,148,040	4,322,741	3,727,977	3,448,258
Capital grants and contributions	3,003,730	11,545,108	5,956,054	3,606,568	6,846,291
Total business-type program revenues	<u>10,621,458</u>	<u>18,405,719</u>	<u>13,176,636</u>	<u>9,711,730</u>	<u>12,536,603</u>
Total primary government program revenues	<u>\$ 23,207,289</u>	<u>\$ 37,975,501</u>	<u>\$ 27,644,895</u>	<u>\$ 16,563,027</u>	<u>\$ 22,572,664</u>

**Notes:** The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

Years 2004 and 2003 have been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

City of North Ridgeville, Ohio  
Net (Expense) / Revenue, General Revenues and Total Change in Net Assets  
Last Five Years  
*(Accrual Basis of Accounting)*

	2007	2006	2005	2004	2003
Net (expense) / revenue					
Governmental activities	\$ (11,581,542)	\$ (1,209,692)	\$ (4,429,350)	\$ (11,369,944)	\$ (10,781,036)
Business-type activities	969,901	9,132,449	5,068,536	1,790,712	5,490,126
Total primary government net (expense) revenue	<u>(10,611,641)</u>	<u>7,922,757</u>	<u>639,186</u>	<u>(9,579,232)</u>	<u>(5,290,910)</u>
General revenues and other changes in net assets					
Governmental activities					
Taxes					
Property taxes	5,428,764	5,836,564	4,487,783	3,853,427	3,661,533
Municipal income taxes	7,414,000	7,820,157	7,553,084	6,769,677	6,055,356
Unrestricted grants and entitlements	1,370,833	1,262,355	805,251	1,314,266	2,135,898
Investment earnings	606,740	476,316	220,114	66,669	158,160
Miscellaneous	271,058	81,488	150,039	-	17,349
Total governmental activities	<u>15,091,395</u>	<u>15,476,880</u>	<u>13,216,271</u>	<u>12,004,039</u>	<u>12,028,296</u>
Business-type activities					
Investment earnings	763,737	789,119	509,592	233,774	149,702
Miscellaneous	-	-	21,264	1,115	-
Total business-type activities	<u>763,737</u>	<u>789,119</u>	<u>530,856</u>	<u>234,889</u>	<u>149,702</u>
Change in net assets					
Governmental activities	3,509,853	14,267,188	8,786,921	634,095	1,247,260
Business-type activities	1,733,638	9,921,568	5,599,392	2,025,601	5,639,828
Total primary government	<u>\$ 5,243,491</u>	<u>\$ 24,188,756</u>	<u>\$ 14,386,313</u>	<u>\$ 2,659,696</u>	<u>\$ 6,887,088</u>

**Notes:** The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

Years 2004 and 2003 have been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

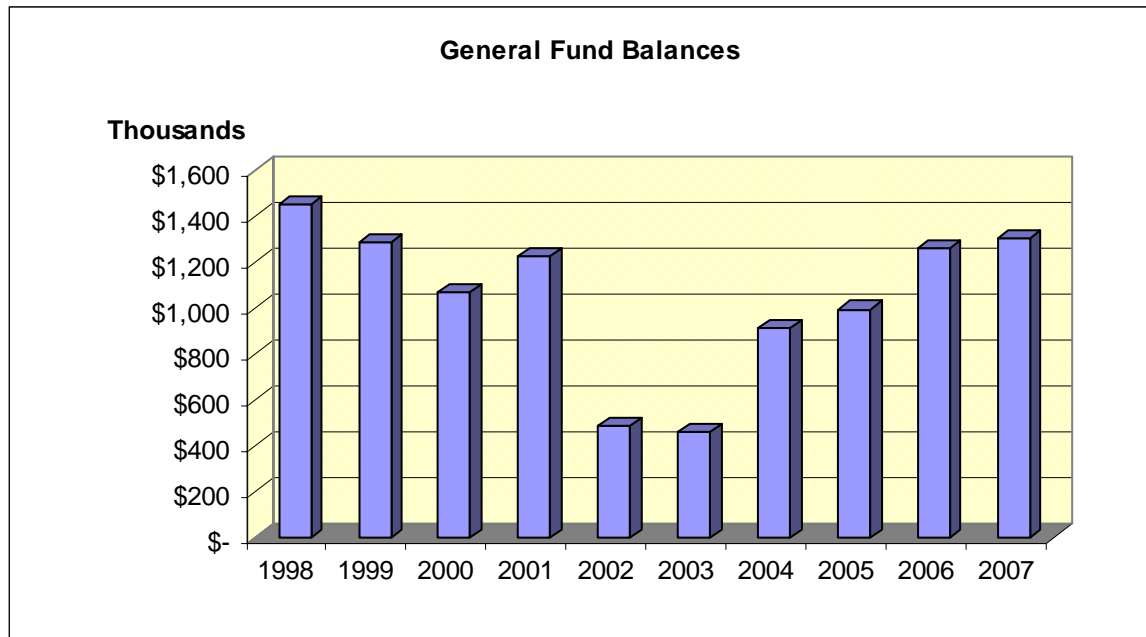
City of North Ridgeville, Ohio  
Program Revenues by Function / Program  
Last Five Years  
*(Accrual Basis of Accounting)*

Function / program	2007	2006	2005	2004	2003
<b>Governmental activities</b>					
Security of persons and property	\$ 1,756,233	\$ 824,129	\$ 919,120	\$ 163,550	\$ 368,446
Public health and welfare	50,341	122,541	122,017	22,539	61,468
Leisure time activities	217,239	210,635	260,432	214,191	193,242
Community environment	812,869	974,345	1,191,056	682,472	669,590
Transportation	7,418,615	15,254,364	10,412,894	3,724,165	6,615,510
General government	2,330,534	2,183,768	1,562,740	2,044,380	2,127,805
<b>Total governmental activities</b>	<b>12,585,831</b>	<b>19,569,782</b>	<b>14,468,259</b>	<b>6,851,297</b>	<b>10,036,061</b>
<b>Business-type activities</b>					
Water	3,804,511	4,916,004	4,871,313	3,646,274	3,964,173
Sewer	6,816,947	13,489,715	8,305,323	6,065,456	8,572,430
<b>Total business-type activities</b>	<b>10,621,458</b>	<b>18,405,719</b>	<b>13,176,636</b>	<b>9,711,730</b>	<b>12,536,603</b>
<b>Total primary government</b>	<b>\$ 23,207,289</b>	<b>\$ 37,975,501</b>	<b>\$ 27,644,895</b>	<b>\$ 16,563,027</b>	<b>\$ 22,572,664</b>

**Note:** The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

City of North Ridgeville, Ohio  
 Governmental Funds Fund Balances  
 Last Ten Years  
 (Modified Accrual Basis of Accounting)

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
General Fund										
Reserved	\$ 187,828	\$ 341,046	\$ 180,941	\$ 212,814	\$ 140,677	\$ 166,015	\$ 91,059	\$ 240,687	\$ 162,045	\$ 160,692
Unreserved	1,119,230	923,655	815,181	699,322	320,729	317,379	1,136,126	832,131	1,124,148	1,292,046
Total general fund	<u>\$ 1,307,058</u>	<u>\$ 1,264,701</u>	<u>\$ 996,122</u>	<u>\$ 912,136</u>	<u>\$ 461,406</u>	<u>\$ 483,394</u>	<u>\$ 1,227,185</u>	<u>\$ 1,072,818</u>	<u>\$ 1,286,193</u>	<u>\$ 1,452,738</u>
All Other Governmental Funds										
Reserved	\$ 1,164,915	\$ 364,948	\$ 210,522	\$ 546,831	\$ 235,177	\$ 344,536	\$ 611,904	\$ 341,210	\$ 110,780	\$ 92,413
Unreserved, reported in										
Special revenue funds	5,779,872	5,081,969	4,406,893	3,061,846	3,012,263	2,452,331	2,175,918	2,603,044	2,771,603	2,419,962
Debt service funds	355,320	380,859	366,452	397,025	895,364	545,363	712,426	807,849	901,484	762,671
Capital projects funds	295,657	(744,205)	(1,625,747)	(545,039)	57,368	856,775	523,935	(898,802)	(422,943)	708,210
Total all other governmental funds	<u>\$ 7,595,764</u>	<u>\$ 5,083,571</u>	<u>\$ 3,358,120</u>	<u>\$ 3,460,663</u>	<u>\$ 4,200,172</u>	<u>\$ 4,199,005</u>	<u>\$ 4,024,183</u>	<u>\$ 2,853,301</u>	<u>\$ 3,360,924</u>	<u>\$ 3,983,256</u>



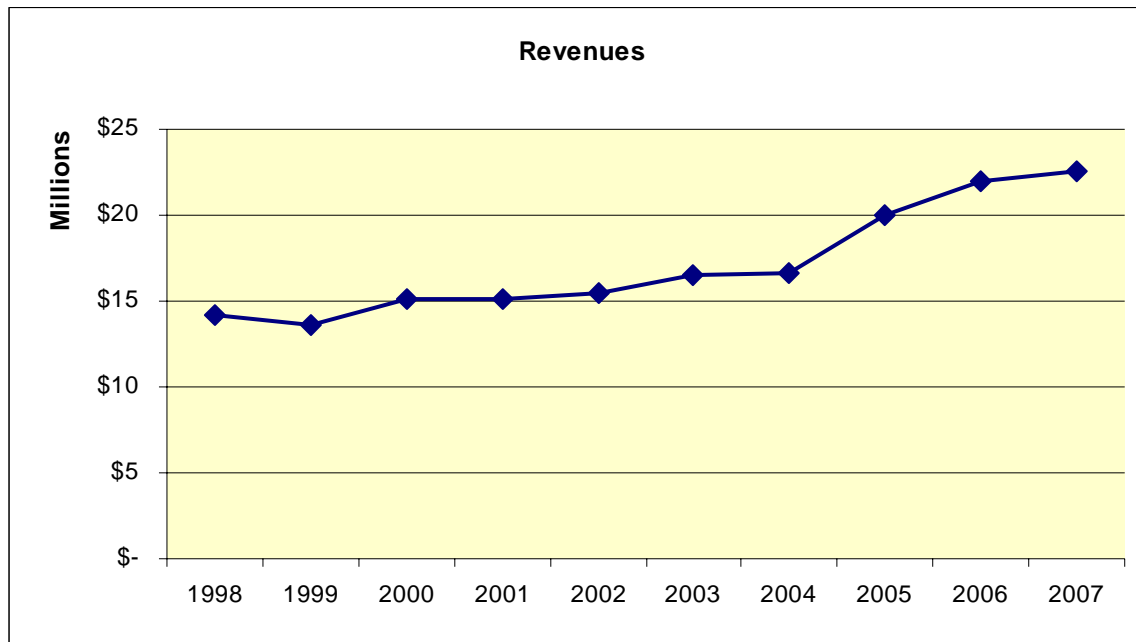
City of North Ridgeville, Ohio  
 Governmental Fund Type – Revenues by Source  
 Last Ten Years  
 (Modified Accrual Basis of Accounting)

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Local taxes										
Municipal income tax	\$ 7,556,100	\$ 7,425,057	\$ 7,130,884	\$ 6,435,424	\$ 6,318,509	\$ 5,799,809	\$ 5,688,555	\$ 5,542,099	\$ 5,229,189	\$ 5,009,183
Property and other taxes	5,416,244	5,824,766	4,297,023	3,865,599	3,667,785	3,555,501	3,561,941	2,959,718	2,998,551	3,249,220
Intergovernmental	4,397,154	4,568,749	4,296,452	2,846,164	2,794,602	3,248,324	2,890,916	3,534,267	2,511,602	2,657,983
Special assessments	34,786	32,843	36,703	45,789	235,000	57,629	59,505	69,604	105,379	98,437
Charges for services	2,148,785	1,647,512	1,562,487	1,476,481	1,483,023	1,349,268	1,258,698	1,233,816	1,224,433	1,194,896
Fines, licenses and permits	1,422,928	918,930	1,243,039	987,145	888,946	775,086	592,736	652,034	600,401	878,091
Interest	547,648	429,930	205,070	67,111	130,797	109,283	270,802	390,169	331,036	364,905
Miscellaneous	1,013,344	1,111,073	1,185,464	883,304	936,088	621,453	810,949	710,102	650,306	686,279
	<u>\$ 22,536,989</u>	<u>\$ 21,958,860</u>	<u>\$ 19,957,122</u>	<u>\$ 16,607,017</u>	<u>\$ 16,454,750</u>	<u>\$ 15,516,353</u>	<u>\$ 15,134,102</u>	<u>\$ 15,091,809</u>	<u>\$ 13,650,897</u>	<u>\$ 14,138,994</u>

Table includes all Governmental Funds

Year 2003 has been restated to reflect the effects of prior period adjustments recorded in 2004.

Source: City financial records



City of North Ridgeville, Ohio  
 Governmental Fund Type – Expenditures by Function  
 Last Ten Years  
 (Modified Accrual Basis of Accounting)

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
<b>Current</b>										
Security of persons and property	\$ 9,300,795	\$ 8,498,652	\$ 7,905,210	\$ 6,989,755	\$ 6,912,480	\$ 6,634,658	\$ 6,515,098	\$ 6,094,752	\$ 5,426,526	\$ 5,297,299
Public health and welfare	363,761	350,511	325,223	296,422	287,622	109,703	83,983	117,926	106,724	337,224
Leisure time activities	501,847	361,135	301,098	335,089	330,359	264,472	377,159	446,836	382,651	375,438
Community environment (1)	1,445,378	1,542,750	1,244,413	1,204,651	1,103,637	-	-	-	-	-
Transportation	2,580,163	3,166,563	3,188,942	1,874,993	2,119,863	1,832,069	1,876,313	1,499,137	1,390,157	1,159,999
General government	5,744,122	5,282,896	4,831,549	4,103,322	4,004,255	5,570,510	4,880,029	4,760,871	4,059,622	3,594,251
Capital outlay	1,511,396	2,248,312	943,131	635,548	394,446	1,696,169	871,442	1,713,481	2,026,801	1,605,618
<b>Debt service</b>										
Principal	1,039,594	684,269	1,056,000	1,623,987	1,706,789	771,485	523,522	957,028	916,658	853,000
Interest and fiscal charges	263,526	345,742	180,113	228,029	431,120	344,466	383,214	410,911	434,267	444,388
	<u>\$ 22,750,582</u>	<u>\$ 22,480,830</u>	<u>\$ 19,975,679</u>	<u>\$ 17,291,796</u>	<u>\$ 17,290,571</u>	<u>\$ 17,223,532</u>	<u>\$ 15,510,760</u>	<u>\$ 16,000,942</u>	<u>\$ 14,743,406</u>	<u>\$ 13,667,217</u>
<b>Debt service as a percentage of noncapital expenditures (2)</b>	<u>9.47%</u>	<u>21.68%</u>	<u>13.48%</u>	<u>14.12%</u>	<u>25.56%</u>	<u>NAV</u>	<u>NAV</u>	<u>NAV</u>	<u>NAV</u>	<u>NAV</u>

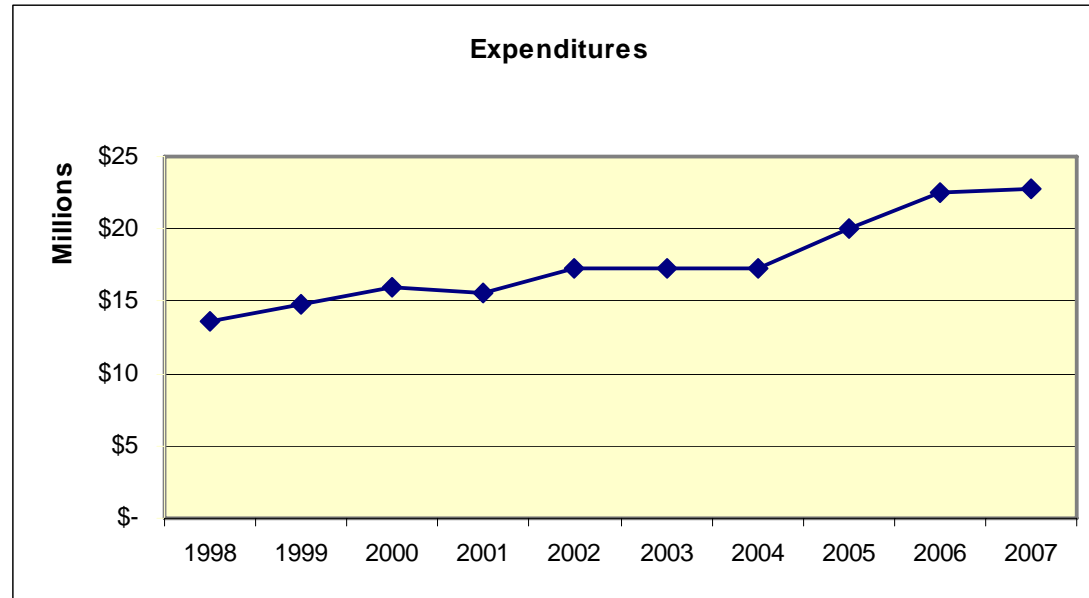
(1) Included in General government in years previous to 2003.

(2) Comparable data prior to implementation of GASB Statement 34 in fiscal year 2003 is not available to calculate percentage.

Table includes all Governmental Funds

NAV - not available

Source: City financial records





City of North Ridgeville, Ohio  
Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds  
Last Ten Years  
(Modified Accrual Basis of Accounting)

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Excess of revenues over (under) expenditures	\$ (213,593)	\$ (521,970)	\$ (18,557)	\$ (684,779)	\$ (835,821)	\$ (1,707,179)	\$ (376,658)	\$ (909,133)	\$ (1,092,509)	\$ 471,777
Other financing sources (uses)										
Transfers in	7,732,021	7,122,244	6,362,495	6,542,922	6,895,605	6,119,176	6,551,057	6,239,344	5,768,731	5,741,932
Transfers out	(7,732,021)	(7,122,244)	(6,362,495)	(6,542,922)	(6,895,605)	(6,119,176)	(6,551,057)	(6,239,344)	(5,768,731)	(5,741,932)
Loan proceeds	-	-	-	-	-	6,103	81,907	188,135	303,632	-
Capital lease proceeds	-	-	-	-	-	207,107	-	-	-	365,000
Issuance of notes	2,768,143	-	-	396,000	900,000	925,000	-	-	-	-
Issuance of bonds	-	2,516,000	-	-	-	-	1,620,000	-	-	-
Issuance of bonds, refunding	-	-	-	-	1,865,000	-	-	-	-	-
Payment to refund bonds escrow	-	-	-	-	(1,950,000)	-	-	-	-	-
	<u>2,768,143</u>	<u>2,516,000</u>	<u>-</u>	<u>396,000</u>	<u>815,000</u>	<u>1,138,210</u>	<u>1,701,907</u>	<u>188,135</u>	<u>303,632</u>	<u>365,000</u>
Net change in fund balances	<u>\$ 2,554,550</u>	<u>\$ 1,994,030</u>	<u>\$ (18,557)</u>	<u>\$ (288,779)</u>	<u>\$ (20,821)</u>	<u>\$ (568,969)</u>	<u>\$ 1,325,249</u>	<u>\$ (720,998)</u>	<u>\$ (788,877)</u>	<u>\$ 836,777</u>

Table includes all Governmental Funds

Year 2003 has been restated to reflect the effects of prior period adjustments recorded in 2004.

Source: City financial records

City of North Ridgeville, Ohio  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Years

Collection Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Total Direct Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
2007	\$ 647,273,940	\$ 1,849,354,115	\$ 12,382,300	N/AV	\$ 12,133,626 (1)	\$ 97,069,008	\$ 671,789,866	N/AV	13.06
2006	556,194,190	1,589,126,257	12,533,180	N/AV	18,804,216 (1)	81,757,461	587,531,586	N/AV	13.36
2005	516,494,650	1,475,699,000	13,397,310	N/AV	27,187,114	118,204,843	557,079,074	N/AV	13.56
2004	479,530,600	1,370,087,429	13,468,230	N/AV	25,708,440	111,775,827	518,707,270	N/AV	13.36
2003	424,231,620	1,212,090,343	14,077,580	N/AV	29,101,850	126,529,783	467,411,050	N/AV	13.41
2002	403,689,230	1,153,397,800	13,502,700 (2)	N/AV	29,496,480	128,245,565	446,688,410	N/AV	13.41
2001	388,264,140	1,109,326,114	16,757,650 (2)	19,042,784	25,822,240	103,288,960	430,844,030	1,231,657,858	13.56
2000	333,488,470	952,824,200	17,870,720	20,307,636	25,230,804	100,923,216	376,589,994	1,074,055,052	13.71
1999	320,654,700	916,156,286	17,245,160	19,596,773	23,960,770	95,843,080	361,860,630	1,031,596,139	13.25
1998	306,872,660	876,779,029	17,371,330	19,740,148	22,726,840	90,907,360	346,970,830	987,426,537	13.45

Source: County Auditor, Lorain County, Ohio

Estimated actual value is calculated by dividing the assessed value by assessment percentage. The percentages for 2007 were 35% for real property, 35% for public utility real, various % for public utility tangible and 12.5% for tangible personal. Because percentages vary for public utility tangible personal property since 2002, estimated actual value of public utility property and total property, is not readily available.

(1) Decrease due to effect of State legislation enacted in June 2005 which phases out over four years from 2006 to 2009 the taxation of personal property.

(2) Decrease primarily due to effect of State legislation which, beginning with collection year 2002, reduced to 25% of true value the assessed valuation of electric utility production equipment from 100% and of natural gas property from 88%.

N/AV - not available

City of North Ridgeville, Ohio  
Property Tax Rates – Direct and Overlapping Governments  
(Per \$ 1,000 of Assessed Valuation)  
Last Ten Years

Collection Year	City of North Ridgeville						North Ridgeville City School District	Lorain County	Lorain County Joint Vocational School	Total Direct and Overlapping Governments	
	General Fund		Special Revenue Funds	Debt Service Fund	Agency Fund (1)	Total Direct Tax Rate					
2007	1.70	(2)	8.10	0.35	2.91	(3)	13.06	42.62	13.49	2.45	71.62
2006	1.70	(2)	8.10	0.65	2.91	(3)	13.36	43.92	13.49	2.45	73.22
2005	1.70	(2)	8.30	0.65	2.91	(3)	13.56	44.04	13.19	2.45	73.24
2004	1.70	(2)	8.55	0.65	2.46	(3)	13.36	44.79	12.89	2.45	73.49
2003	1.42		8.83	0.70	2.46	(3)	13.41	46.47	12.89	2.45	75.22
2002	1.42		8.83	0.70	2.46	(3)	13.41	46.47	12.89	2.45	75.22
2001	1.42		8.83	0.85	2.46	(3)	13.56	47.25	10.79	2.45	74.05
2000	1.42		8.83	1.00	2.46	(3)	13.71	48.95	10.79	2.45	75.90
1999	1.42		9.83	1.00	1.00		13.25	49.44	10.79	2.45	75.93
1998	1.42		9.83	1.20	1.00		13.45	50.19	10.79	2.45	76.88

Source: County Auditor, Lorain County, Ohio

- (1) Includes 1.00 remitted by the County Auditor directly to the Lorain County Board of Health.
- (2) Includes .28 for health previously included with Special revenue funds.
- (3) Includes 1.91 in 2005 and 1.46 in 2000 through 2003 collected and remitted to the Lorain Public Library System.

City of North Ridgeville, Ohio  
Principal Taxpayers – Real Property Taxpayers  
As of December 31, 2007 and December 31, 2000 (1)

December 31, 2007			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
Ohio Edison Co. (a)	Electric utility	\$ 5,046,870	0.72%
FJD Properties LLC	Residential land developer	4,360,690	0.63%
Pulte Homes of Ohio LLC	Residential construction	3,217,760	0.46%
Bob Schmitt Homes, Inc.	Residential developer	3,066,270	0.44%
Rini Realty Company	Commercial retail property	2,201,790	0.32%
Sugar Chestnut LLC	Residential development	2,035,720	0.29%
Invacare Corporation	Manufacturer	1,822,110	0.26%
R. W. Beckett Corporation	Manufacturer	1,798,700	0.26%
Oster Construction	Residential construction	1,619,250	0.23%
Valore Properties, Inc.	Commerical developer	1,425,560	0.20%

December 31, 2000			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
Rini Realty Company	Retail grocery store	\$ 1,874,680	0.56%
Baltes, William A,	Housing developer	1,709,630	0.51%
Lake Ridge Holding Ltd.	Nursing home	1,185,710	0.36%
R. W. Beckett Corporation	Manufacturer	1,185,260	0.36%
Vendome Associates Corp.	Apartment complex	894,820	0.27%
Altercare Inc.	Residential health care	876,020	0.26%
Eagle Properties Ltd.	Manufacturer	790,450	0.24%
Parks Trails Inc.	Mobile home park	731,510	0.22%
Taylor Woods Properties	Commercial developer	714,770	0.21%

Source: County Auditor, Lorain County, Ohio

(1) Information prior to December 31, 2000 is not available.

(a) Subsidiary of First Energy Corp.

City of North Ridgeville, Ohio  
Principal Taxpayers – Tangible Personal Property Taxpayers  
As of December 31, 2007 and December 31, 2000 (1)

December 31, 2007			
Taxpayer	Nature of Business	Assessed Valuation (2)	% of Total Assessed Valuation
Bio Plastics Company	Manufacturer	\$ 195,880	0.03%
Alltel Ohio Limited	Communications	194,950	0.03%
Cell Co Partnership (formerly New Par)	Manufacturer	189,920	0.03%
Tool & Die Systems Inc.	Machine shop	170,950	0.02%
Westlake Metal Industries, Inc.	Manufacturer	156,650	0.02%
Walgreen Co.	Retail drug store	158,640	0.02%
US Bancorp Equipment	Lessor	154,870	0.02%
Puritas Metal Products Inc.	Manufacturer	158,950	0.02%
Cuyahoga Vending Co., Inc.	Vending	153,940	0.02%
Revco Discount Drug Center	Retail drug store	132,330	0.02%

December 31, 2000			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
R. W. Beckett Corporation	Manufacturer	\$ 2,628,590	0.79%
Morris Pontiac GMC, Inc.	Automobile dealer	1,910,840	0.57%
Dreco, Inc.	Manufacturer	1,343,680	0.40%
Invacare Corporation	Manufacturer	1,324,800	0.40%
Plastic Components, Inc.	Manufacturer	1,138,340	0.34%
Beckett Gas, Inc.	Manufacturer	1,081,560	0.32%
Riser Foods Company	Retail grocery	967,010	0.29%
MediaOne of Ohio, Inc.	Cable services	905,430	0.27%
Elyria Manufacturing Co.	Precision machine parts	709,040	0.21%
Chevron USA, Inc.	Retail parts for lift cranes	671,130	0.20%

See schedule S10, "Assessed and Estimated Actual Value of Taxable Property."

Source: County Auditor, Lorain County, Ohio

(1) Information prior to December 31, 2000 is not available.

(2) Assessed valuation at December 31, 2007 reflects the impact of State of Ohio legislation enacted in June 2005, which includes the phase out of the taxation of tangible personal business property through tax year 2008.

City of North Ridgeville, Ohio  
Principal Taxpayers – Public Utility  
As of December 31, 2007 and December 31, 2000 (1)

December 31, 2007			
Taxpayer	Nature of Business	Assessed Valuation (2)	% of Total Assessed Valuation
Ohio Edison Company (a)	Electric	\$ 4,896,890	0.70%
Columbia Gas of Ohio Inc.	Natural gas	1,159,060	0.17%
Cleveland Electric Illuminating Company (a)	Electric	1,103,430	0.16%
Columbia Gas Transmission	Natural gas	856,280	0.12%
American Transmission Systems, Inc. (a)	Electric	790,160	0.11%
Norfolk Southern Railroad	Railroad	361,670	0.05%

December 31, 2000			
Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation
Ohio Edison Company (a)	Electric	\$ 6,279,140	1.88%
Alltel Ohio	Communications	3,447,020	1.03%
Columbia Gas of Ohio Inc.	Natural gas	2,447,590	0.73%
Cleveland Electric Illuminating Company (a)	Electric	1,528,660	0.46%

Source: County Auditor, Lorain County, Ohio

(1) Information prior to December 31, 2000 is not available.

(2) Assessed valuation at December 31, 2007 reflects the phase-out of the taxation of public utility tangible personal property through tax year 2010.

(a) Subsidiary of First Energy Corp.

City of North Ridgeville, Ohio  
Property Tax Levies and Collections (Real and Public Utilities)  
Last Ten Years

Collection Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
2007	\$ 5,925,618	\$ 5,730,229	96.7%	\$ 170,252	\$ 5,900,481	99.6%	\$ 286,280	4.8%
2006	5,849,709	5,672,994	97.0%	142,129	5,815,123	99.4%	256,930	4.4%
2005	4,074,073	3,963,648	97.3%	105,337	4,068,985	99.9%	236,931	5.8%
2004	3,559,024	3,456,740	97.1%	102,848	3,559,588	100.0%	150,257	4.2%
2003	3,334,550	3,325,229	99.7%	15,137	3,340,366	100.2%	24,049	0.7%
2002	3,200,669	3,117,059	97.4%	93,570	3,210,629	100.3%	93,570	2.9%
2001	3,189,437	3,102,778	97.3%	85,616	3,188,394	100.0%	129,772	4.1%
2000	2,737,492	2,639,713	96.4%	59,563	2,699,276	98.6%	143,521	5.2%
1999	2,655,232	2,586,839	97.4%	55,518	2,642,357	99.5%	104,178	3.9%
1998	2,640,501	2,576,827	97.6%	58,454	2,635,281	99.8%	88,257	3.3%

Source: County Auditor, Lorain County, Ohio

City of North Ridgeville, Ohio  
City Income Tax Collections  
Last Ten Years  
*(Cash Basis of Accounting)*

Collection Year	Total Taxes Collected	From Individuals		From Withholding		From Net Profits	
		\$	%	\$	%	\$	%
2007	\$ 7,501,200	\$ 4,544,205	60.6%	\$ 2,533,997	33.8%	\$ 422,998	5.6%
2006	7,502,057	4,455,220	59.4%	2,547,098	34.0%	499,739	6.7%
2005	7,001,723	4,076,610	58.2%	2,423,650	34.6%	501,463	7.2%
2004	6,327,109	3,686,983	58.3%	2,168,591	34.3%	471,535	7.5%
2003	5,950,794	3,561,746	59.9%	2,113,574	35.5%	275,474	4.6%
2002	5,801,869	3,481,237	60.0%	2,053,852	35.4%	266,780	4.6%
2001	5,688,337	3,378,305	59.4%	2,014,192	35.4%	295,840	5.2%
2000	5,542,715	3,289,543	59.3%	1,920,700	34.7%	332,472	6.0%
1999	5,228,202	3,163,154	60.5%	1,752,715	33.5%	312,333	6.0%
1998	5,009,269	2,948,162	58.9%	1,666,184	33.3%	394,923	7.9%

Note: The City's income tax rate is 1%

Source: City Income Tax Department



City of North Ridgeville, Ohio  
Ratio of Outstanding Debt by Type  
Last Ten Years

Fiscal Year	Governmental Activities					Total Governmental Activities
	Bond Anticipation Notes	General Obligation Bonds	Special Assessment Bonds	Ohio Public Works Loans	Capital Lease	
2007	\$ 2,630,000	\$ 3,736,000	\$ 214,000	\$ 800,847	\$ -	\$ 7,380,847
2006	1,300,000	4,708,000	238,000	556,298	-	6,802,298
2005	1,730,000	2,812,000	263,000	595,567	-	5,400,567
2004	1,211,000	3,447,000	288,000	634,837	-	5,580,837
2003	900,000	4,077,000	313,000	667,937	68,987	6,026,924
2002	925,000	4,590,000	520,000	577,662	215,776	6,828,438
2001	-	5,160,000	545,000	599,026	157,687	6,461,713
2000	1,200,000	3,940,000	570,000	542,846	230,482	6,483,328
1999	600,000	4,770,000	604,000	303,632	299,522	6,577,154
1998	-	5,575,000	643,000	-	365,000	6,583,000

Fiscal Year	Business-type Activities						Total Business-type Activities	Total Primary Government	Percentage of Personal Income (a)	Amount Per Capita (a)
	Bond Anticipation Notes	General Obligation Bonds	Special Assessment Bonds	Mortgage Revenue	Ohio Public Works Loans	Ohio Water Development Authority Loan				
2007	\$ 1,200,000	\$ 15,270,000	\$ 2,420,000	\$ -	\$ 105,635	\$ 2,285,145	\$ 21,280,780	\$ 28,661,627	5.59%	\$ 1,283
2006	-	16,105,682	2,498,318	-	114,086	2,403,560	21,121,646	27,923,944	5.44%	1,250
2005	13,825,000	7,835,000	-	-	122,537	2,517,220	24,299,757	29,700,324	5.79%	1,330
2004	16,984,000	8,360,000	-	-	130,988	2,626,317	28,101,305	33,682,142	6.56%	1,508
2003	6,495,000	8,870,000	-	-	139,439	2,731,034	18,235,473	24,262,397	4.73%	1,086
2002	5,920,000	9,170,000	-	-	147,890	2,834,422	18,072,312	24,900,750	4.85%	1,115
2001	5,910,000	9,560,000	-	-	156,341	2,928,024	18,554,365	25,016,078	4.88%	1,120
2000	8,400,000	3,640,000	-	115,000	164,791	-	12,319,791	18,803,119	3.66%	842
1999	7,670,000	3,840,000	-	235,000	-	-	11,745,000	18,322,154	5.93%	850
1998	800,000	4,035,000	-	340,000	-	-	5,175,000	11,758,000	3.80%	545

(a) See schedule of Demographic Statistics for personal income and population data S 22.

Source: City financial records.

City of North Ridgeville, Ohio  
Ratio of Net General Obligation Bond Debt to Assessed Value  
And Net General Obligation Bonded Debt per Capita  
Last Ten Years

Year	Gross Debt Value (1)	Debt Service Funds Available	Debt Payable From Enterprise Revenues	Net Bonded Debt	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Bonded Debt Per capita
2007	\$ 19,006,000	\$ 141,325	\$ 15,270,000	\$ 3,594,675	\$ 671,789,866	22,338	0.54%	\$ 161
2006	20,813,682	223,329	16,105,682	4,484,671	587,531,586	22,338	0.76%	201
2005	10,647,000	196,350	7,835,000	2,615,650	557,079,074	22,338	0.47%	117
2004	11,807,000	223,517	8,360,000	3,223,483	518,707,270	22,338	0.62%	144
2003	12,947,000	801,478	8,870,000	3,275,522	467,411,050	22,338	0.70%	147
2002	13,760,000	450,827	9,170,000	4,139,173	446,688,410	22,338	0.93%	185
2001	14,720,000	617,958	9,560,000	4,542,042	430,844,030	22,338	1.05%	203
2000	7,580,000	718,734	3,640,000	3,221,266	376,589,994	22,338	0.86%	144
1999	8,610,000	820,366	3,840,000	3,949,634	361,860,630	21,564	1.09%	183
1998	9,610,000	708,109	4,035,000	4,866,891	346,970,830	21,564	1.40%	226

(1) Amount excludes special assessment bonds and revenue bonds

(2) Source: County Auditor, Lorain County, Ohio; (reflects collection year)

(3) Source: U.S. Bureau of Census

City of North Ridgeville, Ohio  
Direct and Overlapping Governmental Activities Debt  
December 31, 2007

	General Tax Supported Debt Outstanding	Overlapping Percentage Applicable to City (1)	Amount Applicable to City	Amount Per Capita (2)	% of City's Current Assessed Valuation (3)
City of North Ridgeville	\$ 5,559,662	100.00%	\$ 5,559,662	\$ 248.89	0.80%
Lorain County (4)	\$ 40,997,459	9.63%	\$ 3,948,055	\$ 176.74	0.57%
North Ridgeville City Schools (5)	\$ 2,194,550	100.00%	\$ 2,194,550	\$ 98.24	0.31%
	<u>\$ 48,751,671</u>		<u>\$ 11,702,267</u>	<u>\$ 523.87</u>	<u>1.68%</u>

(1) Percentages were determined by dividing the assessed valuation at the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivision. The City and North Ridgeville City Schools boundaries are co-terminus.

(2) Based on 2000 Census of 22,338.

(3) The City's assessed valuation was \$ 697,214,164 (collection year 2008) and \$ 671,789,866 (collection year 2007).

(4) Source: County Auditor, Lorain County, Ohio

(5) Source: North Ridgeville Board of Education

City of North Ridgeville, Ohio  
Computation of Legal Debt Margin  
Last Eight Years (1)

(Amounts in thousands)

	2007	2006	2005	2004	2003	2002	2001	2000
Assessed value (assessment year)	\$ 697,214	\$ 671,790	\$ 587,532	\$ 557,079	\$ 518,707	\$ 446,688	\$ 430,844	\$ 376,590
Legal Debt Margin:								
Debt limitation - 10.5 percent of assessed value	\$ 73,207	\$ 70,538	\$ 61,691	\$ 58,493	\$ 54,464	\$ 46,902	\$ 45,239	\$ 39,542
Debt applicable to limitation								
General obligation bonds	19,006	20,814	10,647	11,807	12,947	13,760	14,720	7,580
Special assessment bonds	2,634	2,736	263	288	313	520	545	570
Revenue bonds	-	-	-	-	-	-	-	115
Bond anticipation notes	3,830	1,300	15,555	18,195	7,395	6,845	5,910	9,600
Gross indebtedness								
Total Voted and Unvoted Debt	25,470	24,850	26,465	30,290	20,655	21,125	21,175	17,865
Less: Debt outside limitations								
Self-supporting GO Water	1,930	840	945	1,050	1,155	1,185	1,265	5,045
Self-supporting GO Sewer	14,540	15,266	16,533	20,066	9,551	9,821	10,131	6,995
Special assessment	2,623	2,727	4,435	4,505	4,460	4,604	4,619	570
Tax increment financing	815	870	900	590	800	800	-	-
Water revenue	-	-	-	-	-	-	-	115
Total Debt Outside Limitations	19,908	19,703	22,813	26,211	15,966	16,410	16,015	12,725
Total nonexempt debt	5,562	5,147	3,652	4,079	4,689	4,715	5,160	5,140
Less: Amount available in debt service fund to pay debt applicable to limitation	142	223	196	224	801	451	619	718
Net debt w ithin 10.5% limitation	5,420	4,924	3,456	3,855	3,888	4,264	4,541	4,422
Debt leew ay w ithin 10.5% limitation	\$ 67,787	\$ 65,614	\$ 58,235	\$ 54,638	\$ 50,576	\$ 42,638	\$ 40,698	\$ 35,120
<hr/>								
Unvoted debt limitation - 5.5% of assessed valuation								
Debt limitation: 5.5% of assessed value	\$ 38,347	\$ 36,948	\$ 32,314	\$ 30,639	\$ 28,529	\$ 24,568	\$ 23,696	\$ 20,712
Gross indebtedness authorized by City Council	25,470	24,850	26,465	30,290	20,655	21,125	21,175	17,865
Less: Debt outside limitations	19,908	19,702	22,813	26,211	15,966	16,409	16,015	12,725
Voted debt	285	570	855	1,140	1,420	1,700	1,980	2,260
	20,193	20,272	23,668	27,351	17,386	18,109	17,995	14,985
Debt w ithin 5.5% limitation	5,277	4,578	2,797	2,939	3,269	3,016	3,180	2,880
Less: Amount available in debt service fund to pay debt applicable to limitation	-	-	-	31	-	-	-	-
Net debt w ithin 5.5% limitation	5,277	4,578	2,797	2,908	3,269	3,016	3,180	2,880
Debt leew ay w ithin 5.5% unvoted debt limitation	\$ 33,070	\$ 32,370	\$ 29,517	\$ 27,731	\$ 25,260	\$ 21,552	\$ 20,516	\$ 17,832

(1) Information is not available prior to December 31, 2000.  
Source: City Financial Records

City of North Ridgeville, Ohio  
Pledged Revenue Coverage  
Last Eight Years (1)

	Governmental Activities				Business-type Activities			
	Special	Debt Service		Coverage Ratio	Special	Debt Service		Coverage Ratio
	Assessment Revenue	Principal	Interest		Assessment Revenue	Principal (2)	Interest	
2007	\$ 34,786	\$ 24,000	\$ 8,114	1.08	\$ 193,010	\$ 78,318	\$ 109,246	1.03
2006	32,843	25,000	8,614	0.98	-	-	29,739	-
2005	36,703	25,000	9,115	1.08	-	-	-	-
2004	45,789	25,000	9,490	1.33	-	-	-	-
2003	55,590	20,000	29,755	1.12	-	-	-	-
2002	57,629	25,000	30,105	1.05	-	-	-	-
2001	59,505	25,000	31,255	1.06	-	-	-	-
2000	69,604	34,000	33,211	1.04	-	-	-	-

(1) Information is not available prior to December 31, 2000.

(2) Special assessment bonds were issued in 2006, for which principal repayment began in 2007.

City of North Ridgeville, Ohio  
Demographic Statistics  
Last Ten Years

Year	Population (1)	Per Capita Income (1)	Personal Income	School Enrollment (2)	Unemployment Rate (3)		
					County	State	Country
2007	22,338	\$ 22,971	\$ 513,126,198	3564	5.9%	5.6%	4.6%
2006	22,338	22,971	513,126,198	3566	5.8%	5.5%	4.6%
2005	22,338	22,971	513,126,198	3,433	5.8%	5.9%	5.1%
2004	22,338	22,971	513,126,198	3,403	5.8%	6.2%	5.5%
2003	22,338	22,971	513,126,198	3,343	7.3%	6.2%	6.0%
2002	22,338	22,971	513,126,198	3,251	7.1%	5.7%	5.8%
2001	22,338	22,971	513,126,198	3,175	5.6%	4.4%	4.7%
2000	22,338	22,971	513,126,198	3,167	5.4%	4.0%	4.0%
1999	21,564	14,331	309,033,684	3,153	5.0%	4.3%	4.2%
1998	21,564	14,331	309,033,684	3,265	3.6%	4.3%	4.5%

Source: (1) U.S. Department of Census

(2) North Ridgeville Board of Education

(3) U. S. Department of Labor and Bureau of Labor Statistics

City of North Ridgeville, Ohio  
Principal Employers  
December 31, 2007 and December 31, 2000 (1)

December 31, 2007			
Employer	Nature of Activity or Business	Approximate Number of Employees (2)	Percent of Total
Invacare Corporation	Manufacturer of wheelchairs	490	3.1%
North Ridgeville City School District	Public education	480	3.1%
Beckett Gas, Inc.	Manufacturer of gas burners	230	1.5%
R. W. Beckett Corporation	Manufacturer of oil burners	210	1.3%
City of North Ridgeville, Ohio	Municipal government	210	1.3%
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	200	1.3%
Beckett Air, Inc.	Manufacturer of blow er wheels	140	0.9%
Dreco, Inc.	Plastic product manufacturing	130	0.8%
Estes Express Lines	Freight carrier	130	0.8%
Lake Ridge Academy	Education	120	0.8%
Total of all employees within the city		15,700	

Sources: "2008 Harris Ohio Industrial Directory" in cooperation with the Ohio Department of Development; respective employers.

December 31, 2000		
Employer	Nature of Activity or Business	Approximate Number of Employees (2)
North Ridgeville City School District	Public education	400
RELTECH, a division of Marconi	Telecommunication engineer	340
Beckett Gas, Inc.	Manufacturer of gas burners	250
Invacare Corporation	Manufacturer of wheelchairs	200
Plastic Components, Inc.	Plastic injection manufacturing	200
R. W. Beckett Corporation	Manufacturer of oil burners	200
City of North Ridgeville, Ohio	Municipal government	200
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	175
Dreco, Inc.	Plastic product manufacturing	150
Norlake Manufacturing Company	Manufacturer of motor vehicle parts	150
Beckett Air, Inc.	Manufacturer of blow er wheels	120
Total of all employees within the city		not available

Sources: "2001 Harris Ohio Industrial Directory" in cooperation with the Ohio Department of Development; respective employers.

(1) Information prior to December 31, 2000 is not available.

(2) Approximate number of employees within the City.

City of North Ridgeville, Ohio  
Full-Time Equivalent City Government Employees by Function  
Last Ten Fiscal Years

Function	Full-time-Equivalent Employees as of December 31,									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
<b>Security of persons and property</b>										
Police department	50	48	45	45	45	46	45	45	43	42
Fire department	37	34	33	33	33	32	33	33	33	31
Mayor's court	3	3	2	3	3	3	3	3	3	3
<b>Public health and welfare</b>										
Public grounds maintenance	7	7	6	5	5	6	5 (a)	2	2	2
Senior center	6	6	5	5	4	6	6	5	5	6
<b>Leisure time activities</b>										
Parks and recreation	3	3	3	3	3	3	3 (a)	8	7	8
<b>Transportation</b>										
Street department	20	18	18	17	17	18	18	18	16	13
<b>General government:</b>										
Council	6	6	6	6	6	6	6	6	6	6
Mayor	2	2	2	2	2	2	2	2	2	2
Safety service	2	2	2	2	2	2	2	2	2	2
Legal	3	3	3	3	3	3	3	3	3	3
Finance	6	6	6	6	5	5	5	6	6	6
Income tax	3	3	3	3	3	3	3	3	3	3
Computer services	2	2	2	2	2	2	2	2	2	2
Building	8	8	7	7	7	7	6	6	6	5
Engineering	7	7	7	6	6	5	6	6	5	5
Other	3	1	1	-	-	-	-	-	-	-
<b>Sewer</b>										
Treatment Plant	20	19	19	19	19	20	21	19	17	17
Operations	7	7	7	7	7	7	7	7	7	7
<b>Water</b>										
	14	13	14	12	13	13	13	13	12	11
<b>Total</b>	<u>209</u>	<u>198</u>	<u>191</u>	<u>186</u>	<u>185</u>	<u>189</u>	<u>189</u>	<u>189</u>	<u>180</u>	<u>174</u>

(a) In 2001, recreation maintenance employees were transferred to public grounds maintenance.

**Note:** A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time equivalent of part-time employment is calculated by dividing total labor hours by 2,080.



City of North Ridgeville, Ohio  
Operating Indicators by Function / Program  
Last Six Years (1)

Function/Program	2007	2006	2005	2004	2003	2002
<b>Police</b>						
Dispatch, calls for service	42,231	35,810	32,051	31,869	31,827	31,822
Physical arrests	5,522	5,138	5,992	5,264	5,580	5,927
Persons incarcerated	667	675	825	667	654	685
Average daily population	3.6	3.3	4.0	3.3	2.8	2.7
Traffic accidents	602	580	609	719	634	604
Parking citations	461	264	210	157	274	245
Animal warden, calls for service	1,270	1,387	1,422	1,368	873	1,167
<b>Fire / EMS</b>						
Emergency responses - EMS	2,122	1,985	1,878	1,684	1,700	1,600
Persons treated	2,134	2,044	1,935	1,826	1,790	1,672
Emergency responses - fire	544	512	504	505	491	419
Fires extinguished	63	76	84	76	93	74
Building fires extinguished	12	14	23	16	13	13
<b>Building department</b>						
Building permits issued	2,886	2,128	2,174	2,131	1,929	1,829
Number of inspections	10,835	12,829	14,524	12,252	9,993	8,945
Estimated value of construction (thousands of dollars)						
Residential - new	\$ 36,662	\$ 47,907	\$ 72,072	\$ 61,497	\$ 50,864	\$ 48,457
Residential - other	\$ 5,752	\$ 6,915	\$ 6,469	\$ 6,374	\$ 6,015	\$ 5,278
Commercial - new	\$ 2,631	\$ 8,023	\$ 3,630	\$ 5,113	\$ 4,488	\$ 10,055
Commercial - other	\$ 2,985	\$ 3,850	\$ 3,353	\$ 2,432	\$ 4,539	\$ 1,716
Total	<u>\$ 48,030</u>	<u>\$ 66,695</u>	<u>\$ 85,524</u>	<u>\$ 75,416</u>	<u>\$ 65,906</u>	<u>\$ 65,506</u>
<b>Engineering department</b>						
Construction plan review - hours	481	561	615	412	170	NAV
Residential lots approved	847	1,208	1,791	963	923	NAV

NAV - not available

(Continued)

City of North Ridgeville, Ohio  
 Operating Indicators by Function / Program  
 Last Six Years (1)  
 (Concluded)

Function/Program	2007	2006	2005	2004	2003	2002
<b>Municipal income tax</b>						
Returns filed - individuals	13,465	13,109	12,897	12,049	11,543	11,425
Returns filed - other	2,031	1,986	1,956	1,781	1,651	1,452
<b>Park and recreation</b>						
Program participants	5,558	4,615	3,623	3,502	3,906	3,007
<b>Office of Older Adults</b>						
Meals-on-Wheels, meals served	11,041	10,636	7,682	8,734	N/AV	N/AV
Activities, participants	7,443	6,749	4,879	4,673	N/AV	N/AV
Transportation, riders	2,339	2,684	2,221	2,536	N/AV	N/AV
<b>Water</b>						
New connections	300	450	456	528	411	339
Average daily consumption (thousands of gallons)	2,209	2,051	2,118	1,917	1,852	1,888
Water suppliers	3	3	3	3	3	3
Water main breaks	30	23	20	24	38	65
<b>Wastewater</b>						
Average daily flow treated (thousands of gallons)	4,979 (a)	5,762	5,593	4,979	4,391	4,258
Average daily flow treated from North Ridgeville City (thousands of gallons)	2,815 (a)	2,963	2,939	2,753	2,702	2,333
New taps - City	305	448	550	545	416	392

Source: Various City departments

(1) Information prior to 2002 is not available.

N/AV - not available

(a) Volume decrease results, in part, from improvements made to remedy outside storm water infiltration.

City of North Ridgeville, Ohio  
 Capital Asset Statistics by Function / Program  
 Last Six Years (1)

Function/Program	2007	2006	2005	2004	2003	2002
<b>Police</b>						
Police stations	1	1	1	1	1	1
Vehicles	44	44	41	38	43	43
<b>Fire / EMS</b>						
Fire / EMS stations	2	2	2	2	2	2
Fire vehicles	8	7	5	6	6	6
EMS vehicles	4	4	4	4	4	4
<b>Building department</b>						
Vehicles	7	7	6	6	6	6
<b>Engineering department</b>						
Vehicles	5	6	5	5	5	5
<b>Transportation</b>						
Streets (lane miles)	222	216	194	165	158	148
Storm sewers (miles)	98	92	80	71	66	57
Service vehicles	40	37	34	34	35	35
<b>Parks and recreation</b>						
City parks	5	5	5	4	4	4
Acreage - parks	159	159	159	92	92	92
Buildings	3	3	3	3	3	3
Baseball / softball fields	13	13	13	13	13	13
Football fields	4	4	4	4	4	4
Soccer fields	6	6	6	6	6	6
<b>City Hall</b>						
City Hall	1	1	1	1	1	1
<b>Waterlines (miles)</b>						
Waterlines (miles)	121	120	114	106	99	98
<b>Wastewater</b>						
Treatment plant	1	1	1	1	1	1
Sewerlines - City (miles)	113	112	106	95	91	89

Source: Various City departments  
 (1) Information prior to 2002 is not available.

Front cover depicts City Council chambers (side view) located at City Hall.

*City of* **North Ridgeville, Ohio**

7307 AVON BELDEN ROAD NORTH RIDGEVILLE, OHIO 44039  
PHONE: 440.353.0851 FAX: 440.327.8593 [www.NRIDGEVILLE.ORG](http://www.NRIDGEVILLE.ORG)





**Mary Taylor, CPA**  
Auditor of State

**CITY OF NORTH RIDGEVILLE**

**LORAIN 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  
JULY 15, 2008**