

***CITY OF NORTHWOOD
WOOD COUNTY***

AUDIT REPORT

FOR THE YEAR ENDED DECEMBER 31, 2009

Charles E. Harris and Associates, Inc.
Certified Public Accountants and Government Consultants



Mary Taylor, CPA
Auditor of State

Members of City Council
City of Northwood
6000 Wales Road
Northwood, Ohio 43619

We have reviewed the *Report of Independent Accountants* of the City of Northwood, Wood County, prepared by Charles E. Harris & Associates, Inc., for the audit period January 1, 2009 through December 31, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Northwood is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

October 5, 2010

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**CITY OF NORTHWOOD
WOOD COUNTY, OHIO
AUDIT REPORT
For the Year Ended December 31, 2009**

TABLE OF CONTENTS

<u>TITLE</u>	<u>PAGE</u>
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	1 – 2
Schedule of Findings	3
Schedule of Prior Audit Findings	6

Rockefeller Building
614 W Superior Ave Ste 1242
Cleveland OH 44113-1306
Office phone - (216) 575-1630
Fax - (216) 436-2411

Charles E. Harris & Associates, Inc.

Certified Public Accountants

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

City of Northwood
Wood County
6000 Wales Road
Northwood, Ohio 43619

To the City Council:

We have audited the financial statements of governmental activities, each major fund and the aggregate remaining fund information of the City of Northwood, Wood County, Ohio (City) as of and for the year ended December 31, 2009 which collectively comprise the City's financial statements and have issued our report thereon dated June 4, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Controls 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 the purpose of expressing our opinions on the financial statements, but not for the purpose of opining 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 *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the City's financial statements will not be prevented or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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.

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 several instances of noncompliance or other matters we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2009-Northwood- 001 and 002.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings. We did not audit the City's responses and, accordingly, we express no opinion on them.

We noted certain matters that we reported to management in a separate letter dated June 4, 2010.

We intend this report solely for the information and use of management, the audit committee, the City Council and others within the City. We intend it for no one other than these specified parties.

Charles E. Harris and Associates, Inc.

June 4, 2010

**CITY OF NORTHWOOD
SCHEDULE OF FINDINGS
DECEMBER 31, 2009**

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

Finding Number: 2009-Northwood-001

Ohio Revised Code Section 5705.41 (D), requires in part, that no subdivision or taxing unit shall make any contract or order any expenditure unless there is attached thereto a certificate of the fiscal officer of the subdivision certifying that the amount required to meet the obligation has been lawfully appropriated for such purposes and is in the treasury or in the process of collection to the credit of an appropriate fund free from any previous encumbrance. Every contract made without such a certificate shall be void and no warrant shall be issued in payment of any amount due thereon.

There are several exceptions to the standard requirement state above that a fiscal officer's certificate must be obtained prior to a subdivision or taxing City entering into a contract or order involving the expenditure of money. The main exceptions are: "then and now" certificates, blanket certificates, and super blanket certificates, which are provided for in sections 5705.41(D)(1) and 5705.41(D)(3), respectively, of the Ohio Revised Code.

1. "Then and Now" Certificate – If the fiscal officer can certify that both at the time the contract or order was made ("then"), and at the time that the fiscal officer is completing the certification ("now"), that sufficient funds were available or in the process of collection, to the credit of a proper fund, properly appropriated and free from any previous encumbrance, the City can authorize the drawing of a warrant for the payment of the amount due. The City has thirty days from the receipt of the "then and now" certificate to approve payment by ordinance or resolution.

Amounts of less that \$3,000 may be paid by the fiscal officer without a resolution or ordinance upon completion of the "then and now" certificate provided that the expenditure is otherwise lawful. This does not eliminate any otherwise applicable requirement for approval of expenditure by the City.

2. Blanket Certificate – Fiscal officers may prepare "blanket" certificates for a certain sum of money not in excess of an amount established by resolution or ordinance adopted by a majority of the members of the legislative City against any specific line item account over a period not running beyond the end of the current fiscal year. The blanket certificates may, but need not be limited to a specific vendor. Only one blanket certificate may be outstanding at one particular time for any one particular line item appropriation.
3. Super Blanket Certificate – The City may also make expenditures and contracts for any amount from a specific line-item appropriation account in a specified fund upon certification of the fiscal officer for most professional services, fuel, oil, food items, and any other specific recurring and reasonably predicable operating expense. This certification is not to extend beyond the current year. More than one super blanket certificate may be outstanding at a particular time for any line item appropriation.

**CITY OF NORTHWOOD
SCHEDULE OF FINDINGS – (continued)
DECEMBER 31, 2009**

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

Finding Number: 2009-Northwood-001 – (continued)

The City did not properly certify the availability of funds for 62 of 120 non-payroll expenditures tested for the audit period. Failure to certify the availability of funds and encumber appropriations could result in overspending and negative cash balances.

To improve controls over disbursements and to help reduce the possibility of the City's funds exceeding budgetary spending limitations, we recommend the Director of Finance certify the availability of funds prior to the commitment for the expenditure of City money. The City should consider the use of blanket purchase orders and "then and now" certificates to assist in complying with the above requirement.

Management Response:

Management will comply with the recommendation to certify the availability of funds prior to the commitment for the expenditure of money.

Finding Number: 2009-Northwood-002

Ohio Revised Code Section 5705.36(A)(4) requires that upon a determination by the fiscal officer of a subdivision that the revenue to be collected by the subdivision will be less than the amount included in an official certificate and that the amount of the deficiency will reduce available resources below the level of current appropriations, the fiscal officer shall certify the amount of the deficiency to the commission, and the commission shall certify an amended certificate reflecting the deficiency. The following funds had actual receipts below estimated receipts, which the deficiency reduced the estimated resources below the level of appropriations.

	Estimated Receipts	Actual Receipts	Variance
General Fund	\$ 5,345,000	\$ 4,273,630	\$ (1,071,370)
<u>Special Revenue Funds:</u>			
CHIP Home Fund	416,000	77,224	(338,776)
Sanitary Sewer Operation & Maint	32,876	4,773	(28,103)
Water Maintenance-Homecraft Fund	25,000	-	(25,000)
CHIP Ohio Housing Trust Fund	100,000	62,865	(37,135)

**CITY OF NORTHWOOD
SCHEDULE OF FINDINGS – (continued)
DECEMBER 31, 2009**

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

Finding Number: 2009-Northwood-002 - (continued)

We recommend that the City monitor estimated receipts and actual revenue. The City should request the county budget commission issue an amended certificate of estimated resources when it is known that actual revenue will fall short of estimated revenue and the shortage will reduce total estimated resources below appropriations.

Management Response:

Management will strive to monitor budgetary variances more closely and will try to avoid negative variances in its budgetary matters.

**CITY OF NORTHWOOD
WOOD COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
December 31, 2009**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken or Finding No Longer Valid; Explain
2008-Northwood-001	Citation ORC 5705.41(D), failure to certify funds.	No	Repeated as Finding 2009-Northwood-001.

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COMPREHENSIVE ANNUAL
FINANCIAL REPORT
NORTHWOOD, OHIO



Unity thru Diversification

For Fiscal Year Ended December 31, 2009



Unity thru Diversification

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2009

Issued by:
Department of Finance
Toby Schroyer
Director



Unity thru Diversification

TABLE OF CONTENTS

CITY OF NORTHWOOD
WOOD COUNTY, OHIO

I INTRODUCTORY SECTION

A Letter of Transmittal v
B List of Principal Officials xii
C City Organizational Chart xiii
D Certificate of Achievement for Excellence in Financial Reporting..... xiv

II FINANCIAL SECTION

A Independent Auditor’s Report..... 1
B Management’s Discussion and Analysis..... 3
C Basic Financial Statements:
 Government-wide Financial Statements:
 Statement of Net Assets 12
 Statement of Activities 13
 Fund Financial Statements:
 Governmental Funds:
 Balance Sheet 14
 Reconciliation of Total Governmental Fund Balances to Net Assets of
 Governmental Activities 16
 Statement of Revenues, Expenditures and Changes in Fund Balances 18
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances to the Statement of Activities..... 20
 Statement of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual (Non-GAAP Budgetary Basis):
 General Fund 21
 CHIP Home Fund 22
 Fiduciary Funds:
 Statement of Assets and Liabilities..... 23
Notes to the Basic Financial Statements..... 24

D Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Financial Statements:

Combining Balance Sheet.....	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	55
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	56
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	60
Individual Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	

Major Governmental Funds:

<i>General Fund</i>	64
<i>Special Revenue Fund:</i>	
CHIP HOME Fund.....	69
<i>Debt Service Fund:</i>	
General Obligation Debt Retirement Fund.....	70
<i>Capital Projects Fund:</i>	
Capital Improvement Fund.....	71
Capital Replacement Fund.....	72

Nonmajor Governmental Funds:

<i>Special Revenue Funds:</i>	
Street Construction, Maintenance and Repair Fund.....	73
Motor Vehicle License Tax Fund.....	74
State Highway Improvement Fund.....	75
Northwood Waste/Environmental Fund.....	76
Drug Fine Fund.....	77
Special Law Enforcement Fund.....	78
Enforcement and Education Fund.....	79
Computerized Research Fund.....	80
CHIP CDBG Fund.....	81
Water Fund.....	82
Sanitary Sewer Operation, Maintenance and Repair Fund.....	83
Keep Northwood Beautiful Fund.....	84
Water Maintenance – Homecraft Fund.....	85
CHIP OHTF Fund.....	86

Capital Projects Funds:
 Recreation Parks Combined Fund87

Fiduciary Funds – Agency Fund:
 Combining Statement of Changes in Assets and Liabilities.....89

Capital Assets Used in the Operation of Governmental Funds:
 Schedule by Source.....91
 Schedule by Function and Activity.....92
 Schedule of Changes by Function and Activity.....94

III STATISTICAL SECTION

Net Assets by Component - Last Six Years S 2
 Changes in Net Assets - Last Six Years S 4
 Fund Balances, Governmental Funds - Last Ten Years S 6
 Changes in Fund Balances, Governmental Funds - Last Ten Years S 8
 Income Tax Revenues by Source, Governmental Funds - Last Ten Years S 12
 Income Tax Collections - Current Year and Three Years Ago S 15
 Ratio of Outstanding Debt By Type - Last Ten Years S 16
 Ratios of General Bonded Debt Outstanding - Last Ten Years..... S 18
 Computation of Direct and Overlapping Debt Attributable to
 Governmental Activities - Current Year S 21
 Debt Limitations - Last Ten Years S 22
 Demographic and Economic Statistics - Last Ten Years S 24
 Principal Employers - Current Year and Nine Years Ago S 27
 Full Time Equivalent Employees by Function - Last Ten Years S 28
 Operating Indicators by Function - Last Ten Years S 30
 Capital Asset Statistics by Function - Last Ten Years S 32



INTRODUCTORY SECTION



Unity thru Diversification



City of Northwood, Ohio

6000 Wales Road

Northwood, Ohio 43619

Phone (419) 693-9328

Fax (419) 693-6705

June 4, 2010

Introduction

To the Honorable Mayor, Members of City Council and
All Citizens of the City of Northwood, Ohio:

I am pleased to present the twelfth Comprehensive Annual Financial Report for the City of Northwood, Ohio for the fiscal year ended December 31, 2009. The report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) established by statements of the Governmental Accounting Standards Board (GASB), other authoritative pronouncements and guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada, and audited in accordance with Generally Accepted Auditing Standards (GAAS) by Charles Harris and Associates, Inc. GAAP requires a narrative introduction, overview, and analysis called the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This Letter of Transmittal (LOT) is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Report

State law, along with *Administrative Rules* of the Auditor of State, requires all city governments to publish an Annual Report within 150 days of the close of each fiscal year. This report must present a complete set of financial statements presented in conformity with GAAP. Various City debt service *Trust Agreements* require Audited Annual Reports in accordance with GAAS. Pursuant to these requirements, we hereby issue the CAFR of the City of Northwood, Ohio, for the fiscal year ended December 31, 2009.

While there is no legal requirement for the preparation of a CAFR, it represents a commitment by the City, and its officers, to conform to nationally recognized standards of excellence in financial reporting. This report consists of management's representations concerning the finances of the City. Responsibility for both the accuracy of the presented data and the completeness and reliability of the presentation, including all disclosures, rests with City management.

Management of the City has established various internal controls designed to compile reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's various internal controls are designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City; and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been presented.

***Letter of Transmittal
For the Year Ended December 31, 2009***

The City's financial statements have been audited by the audit staff of Charles Harris and Associates, Inc. The Auditor issued an unqualified opinion that the basic financial statements are presented fairly in conformity with GAAP, in all material respects, representing the financial position of the City as of December 31, 2009. The report from the Auditor is presented as the first component of the financial section of this report.

PROFILE OF THE CITY OF NORTHWOOD

Early History

In 1846, John Mossler built a log cabin on the east side of Plank Road, later named Goss Road and now called East Broadway. This road was made of logs, smoothed on one side. The curved side sunk into mud. The road was maintained with dirt and stone. There were no school boundary lines and children could attend any place of learning that was desirable.

In 1896 Edward Ross Ford purchased property along the Maumee River. In 1898, Mr. Ford built the Edward Ford Plate Glass Factory, which is now situated in the City of Rossford. He also built rows of homes for his employees because of a lack of transportation. At that time the people did not want to be part of Perrysburg and Lake Townships so they petitioned the Wood County Commissioners and the State of Ohio to establish a new township. Ross Township was formed, bound by the Maumee River on the West, Lucas County on the North, Ottawa County on the East and Lake and Perrysburg Townships on the South. The Village of Northwood was incorporated at a special election on August 7, 1962 and comprises all of Ross Township. Northwood acquired its name by residents submitting suggestions. Larry Brough, editor of the Rossford Township News, said it was located in the "Northern" most part of "Wood" County, hence, the name "Northwood" was selected. The Village of Northwood became a City on January 1, 1982 as designated by the State of Ohio after the voters passed the Charter of the City of Northwood on November 3, 1981.

Location

Located in northern Wood County, Northwood occupies approximately eight square miles and is bounded by Rossford on the West, Lucas County (Oregon and Toledo) on the North, Ottawa County on the East and Lake and Perrysburg Townships on the South. Three highways pass through the City including State Route 51 (locally known as Woodville Road) and Interstates 280 and 75. I-280 connects with the Ohio Turnpike six miles south of the City, while I-75 joins I-80/90 three miles south of Northwood. The City is also served by Norfolk Southern and the CSX Transportation railroads as well as the Toledo Express Airport located 20 miles west and Metcalf Field 3 miles south, providing lighted and paved runways for private aircraft.

Form of Government

The City of Northwood is a home-rule municipal corporation created under the laws of the State of Ohio operating under its own Charter. The current charter, which was adopted in 1981 and became effective in 1982, provides for a Council/Mayor form of government.

***Letter of Transmittal
For the Year Ended December 31, 2009***

Legislative authority is vested in a seven member City Council. Four members are elected at-large to four-year terms and the other three members are also elected at-large to staggered four year terms, with each term of office beginning January 1st, following the November election. The Council sets compensation of City Officials and employees, enacts ordinances and resolutions relating to City services and tax levies, appropriating and borrowing funds, licensing and regulating business and trades as well as other municipal purposes. The presiding officer is the Mayor who has no vote unless there is a tie in the votes cast by the members of City Council. The Charter establishes certain administrative departments and the City Council may establish various divisions of those departments.

The City's chief executive officer is the Mayor. The Mayor appoints, subject to the approval of City Council, the City Administrator and all Directors of the City's departments. The City Administrator serves as the Chief Administrative Officer and may appoint or remove subordinate officers or employees of the City under the direct supervision of the Mayor.

The Clerk of Council/City Clerk is appointed by City Council. The City Treasurer's role is assumed by the Finance & Revenue Director, who is appointed by the Mayor and confirmed by City Council.

City Services

Police:

The Northwood Police Department is a full-time department with an authorized strength of 20 sworn full-time positions. Current staffing includes the Chief, a Captain, 5 sergeants, 13 patrol officers, a secretary, a part-time animal control officer, and a seasonal crossing guard. The City receives partial grant funding for DARE, Third Grade Safety Belt programs, and OVI Enforcement.

The department includes dispatching services for police, fire, and public works and is staffed by 5 full-time dispatchers.

The Northwood Police Department serves the community in many different capacities. The police are involved in the protection of life and property, law enforcement and community education. Community service programs include D.A.R.E. (Drug Abuse Resistance Education), Wood County Youth Violence Prevention, Safety City Program, Ohio Public Safety Department's Third Grade Safety Belt Program, A.L.E.I.A. (Area Law Enforcement Investigators Association), and Bike Patrol.

Fire:

The City maintains a paid on-call fire and emergency medical services operation. The Fire Chief is a full-time position with two part-time district chiefs appointed by City Council. The department provides fire suppression, fire prevention and inspection, and EMS services to the City of Northwood and its residents. Their equipment includes 3 ambulance units, 3 class-A pumpers, 2 mini pumpers, a paramedic unit, a 50ft. telesquirt, and 2 cruiser-type vehicles. Northwood has a Class 5 ISO rating.

***Letter of Transmittal
For the Year Ended December 31, 2009***

Parks and Recreation:

The City owns four major parks. Nature Trails Park located on Curtice Road features a one mile walking or jogging trail that is partially wooded. Brentwood Park, located on Brentwood Road, features a shelter house, tennis courts, picnic facilities and playground equipment. Central Park, located on Wales Road, features a shelter house, picnic facilities, a baseball diamond, tennis courts and playground equipment. Ranger Park located on Curtice Road features a pond and walking trail. The City also has a Community Room within the Municipal Complex. Residents can rent the shelters and Community Room for various functions.

The City provides a Summer T-Ball, Softball and Baseball Recreation Program for boys and girls ages 6 to 16. The City contracts with the YMCA for a Senior Program.

Public Works:

The Public Works Department maintains the 41 miles of streets in the City. The department's functions include repairs to City streets as well as cleaning and snow removal. Weekly refuse collection is provided through a contract with Waste Management, one of Northwood's largest employers. The Street Department provides a brush pick up service to the residents as well as a fall leaf collection and a Christmas tree recycling/mulching program. Tree maintenance and new tree plantings are planned each year.

Water and Wastewater:

The City of Northwood has separate water and wastewater services. The western portion of the City is served by water treated by the City of Toledo and purchased by the City of Northwood. The water is delivered through the distribution system owned and maintained by the City of Northwood. Wastewater treatment is provided by the City of Toledo on a contractual basis for this portion of the City. The eastern portion of the City is served by water treated by the City of Oregon and purchased through the Northwestern Water & Sewer District. The Northwestern Water & Sewer District also provides wastewater services.

INFORMATION USEFUL IN ASSESSING ECONOMIC CONDITION

Economic Outlook

The City of Northwood is a mile wide and located in the middle of the rapid economic growth of Wood County, in the northwestern corner of Ohio. Just across the river from the City of Toledo, the downtown skyline is visible from vantage points in Northwood. The Ohio Turnpike and I-75 intersect just a few miles south of the city limits – a major crossroads to consumer and industrial markets. 18,000,000 people are within a two-hour driving radius from the I-75 and I-80/90 link. There is easy access to the metropolitan areas of Detroit, Chicago, Cleveland, Cincinnati and beyond.

***Letter of Transmittal
For the Year Ended December 31, 2009***

Numerous rail lines intersect Northwood and provide excellent access to local, state and national and international markets. In addition, an international seaport, an inland port, an air cargo hub and an international airport are all minutes away. Getting products to and from markets is a key focus with over 100 truck lines serving the area. A strong industrial base contributes to the economic stability for the City and schools. Several industrial parks for light or heavy industry offer available sites. Sites with high-tech infrastructure are available in a privately owned industrial park. Many businesses have been long time residents of Northwood, and two hospitals service the area and create employment opportunities.

The thing that sets Northwood apart from surrounding cities is its can-do attitude. Not only is the work force nearly 67,000 strong with a superior work ethic, but the City officials are cooperative and willing to make things happen. Many economic development opportunities and incentives are offered through the City and other helpful area organizations. The City of Northwood is happy to assist companies to locate here.

Over \$3 million dollars were spent for new construction projects in Northwood in 2009. The number of permits for commercial, industrial and residential totaled 304. Northwood welcomed several new commercial and industrial businesses in 2009 which included Columbia Gas of Ohio, Unistrut, NWO Beverage, Flooring Interior Expressions and Paschal, Bihn & Sons Excavating. Industrial and commercial growth was experienced at Johnson Controls, Northwood Local Schools, Piping Industry Training and Speedway. The Planning and Zoning Department will continue to work on economic development issues and plan for the future of the city through promotion of the Comprehensive Plan and will continue to support and encourage the necessary enforcement of our Zoning Code to promote the livability and desirability of Northwood.

City Council is looking forward to the growth of the new Central Business District (CBD). Phase I includes all of Woodville Road, Commerce Park Blvd., The Woodville Mall and Great Eastern Shopping Center. There are new zoning regulations for the CBD. Some regulations will include design standards, a stricter sign code and smaller front yard setbacks. The purpose of the CBD is to help make Woodville Road more aesthetically pleasing and pedestrian friendly, with the promotion design standards, uniform street lights and street trees.

The City of Northwood has a J.E.D.Z. (Joint Economic Development Zone) agreement each with the Cities of Oregon and Rossford. The City of Northwood has established a Job Creation and Retention Grant Program (J.C.R.G.) as an economic development incentive tool. The City established a TIF (Tax Increment Financing) for the issuance and sale of bonds to pay for construction improvements to the Route 280 interchange at Curtice Road which revolves around the construction of a Menard's store on Curtice Road. The Cities of Oregon and Northwood have signed a cooperative tax sharing agreement and the Northwood and Oregon school systems have signed compensation agreements with Menard's.

***Letter of Transmittal
For the Year Ended December 31, 2009***

Unemployment Rates

According to the Ohio Bureau of Employment Services, the 2009 annual average unemployment rate for Wood County was 11.2%, which was higher than the state rate of 10.3% and higher than the national rate of 9.3%.

Employee Relations

The City has 43 full-time and 47 part-time employees. A statewide public employee collective bargaining law applies to public employee relations and collective bargaining. There are three bargaining units representing 33 full-time employees. The A.F.S.C.M.E. (American Federation of State, County and Municipal Employees) Local 755 Ohio represents 10 full-time employees. The O.P.B.A. (Ohio Patrolmen's Benevolent Association) represents 13 patrol officers and 5 police dispatchers. The FOP/OLC represents 5 sergeants.

The City negotiated in 2009 with A.F.S.C.M.E. for a 3-year term ending on March 31, 2012. The contract with O.P.B.A. was negotiated in 2008 for a 3-year term ending December 31, 2011. The City reached agreement with FOP/OLC in 2007 for a 3-year term ending June 30, 2010.

Major City Initiatives

During 2009, the City continued focusing on improving the quality of life and employment opportunities for its residents and taxpayers. The City pursued possible assistance such as federal, state and local grant funds. In 2009 the City received the following Police related grants; DARE, Third Grade Safety Belt, Bulletproof Vest, and D.U.I. Task Force. The City also received grants from Wood County Recycling, Landfill Sponsorship, Natureworks, and Wood County Parks.

During 2009, the City purchased a new ladder Fire Truck. Projects completed included: Lemoyne Road Resurfacing, Brentwood Park retention pond, a salt storage building, and baseball diamonds and a parking lot at Brentwood Park.

Continuing and Future Projects

The City has been awarded a Grant from the OPWC for the Maryland Place Pavement & Drainage Improvements project to be completed in 2010. The Bradner Rd. and Curtice Rd. intersection will also be reconstructed in 2010.

***Letter of Transmittal
For the Year Ended December 31, 2009***

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governments who qualify. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. I believe this, our twelfth Comprehensive Annual Financial Report, meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting and we are submitting it to the GFOA.

Public Disclosure

The publication of this report represents an important achievement in the ability of the City of Northwood to provide significantly enhanced financial information and accountability to the citizens, its elected officials, City Administration and investors. In addition to the citizens of Northwood, the recipients of this report will include city, state and federal officials, schools, libraries, newspapers, investment banking firms, banks and rating agencies. The extensive effort to prepare and distribute this report is indicative of the continued efforts of the City of Northwood to improve its overall financial accounting, management and reporting capabilities.

Acknowledgements

The City of Northwood is proud to be submitting this GAAP financial report utilizing the guidelines recommended by GFOA. This report is the result of continued cooperation, and combined services of the Mayor, City Council, Administrative Officials, City employees, the Wood County Auditor's Office and the Auditor's Division of the State of Ohio.

Sincere appreciation and acknowledgement is extended to Donald J. Schonhardt & Associates, Inc, for their guidance in the preparation of this report.

Respectfully,



Toby A. Schroyer
Finance & Revenue Director

CITY OF NORTHWOOD, OHIO

***List of Principal Officials
For the Year Ended December 31, 2009***

Elected Official

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>
Mark A. Stoner	Mayor	12/31/11
James D. Barton	City Council	12/31/13
David A. Gallaher	City Council	12/31/13
Connie S. Hughes	City Council	12/31/13
Randy Kozina	City Council, President	12/31/11
Edward Schimmel	City Council	12/31/11
Mike Myers	City Council	12/31/13
Dean Edwards	City Council	12/31/11

Administrative Personnel

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>	<u>Surety</u>
Brian Ballenger	Director of Law	Indefinite	
Pat Bacon	City Administrator	Indefinite	\$50,000 Bond
Tom Cairl	Chief of Police	Indefinite	
Tim Romstadt	Chief of Fire	Indefinite	
Craig Meier	Director of Public Service	Indefinite	
Toby Schroyer	Director of Finance	Indefinite	\$50,000 Bond
Paul Gercak	Director of Recreation	Indefinite	
Kimberly Grames	Zoning Inspector	Indefinite	
Laura Schroeder	Clerk of Mayor's Courts	Indefinite	
C. Drew Griffith	Court Magistrate	Indefinite	

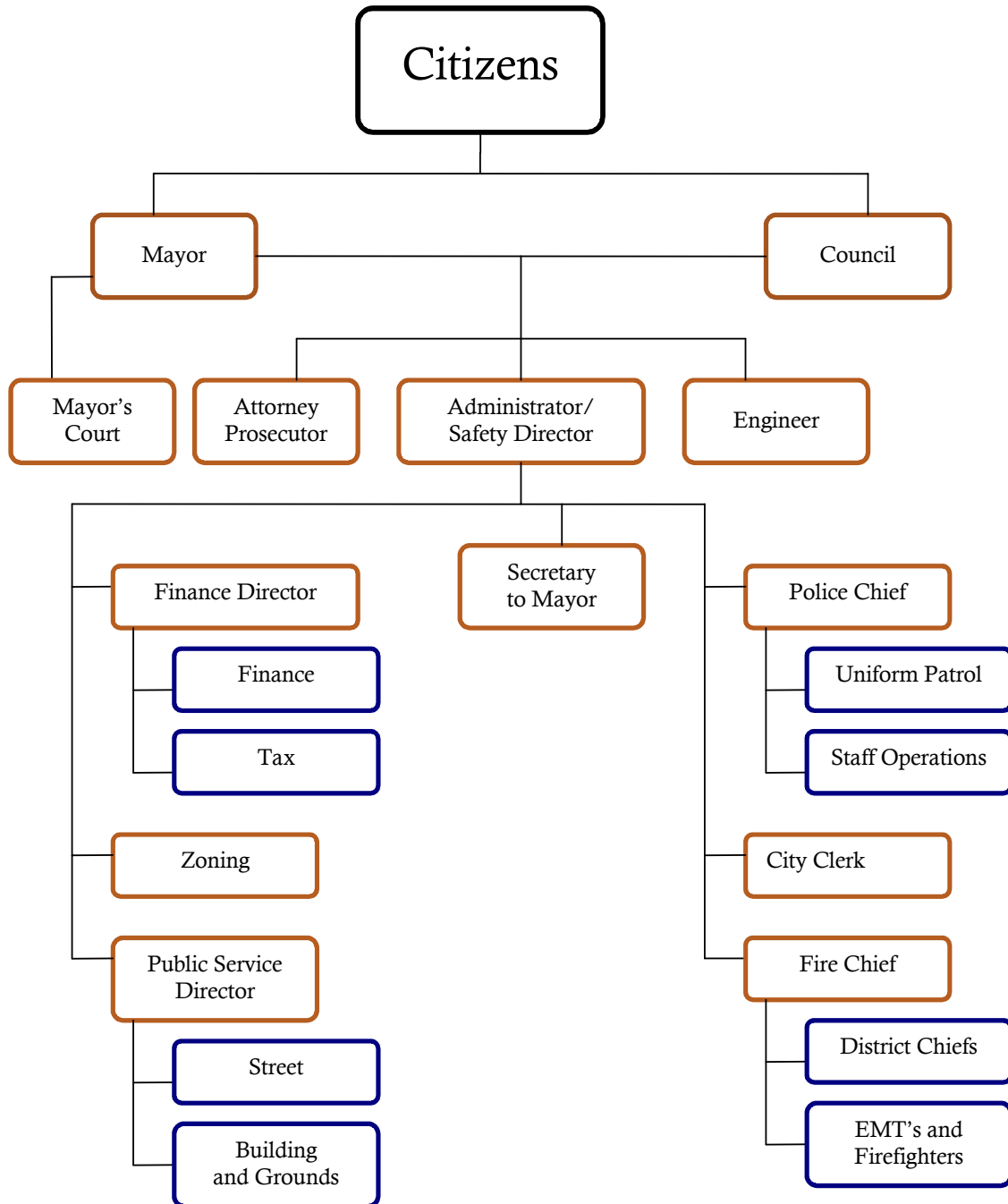
Applies to All Elected Officials

Public officials \$5 million/occurrence, \$7 million aggregate general liability.
Term July 9, 2009 to July 9, 2010

City Address:

City of Northwood
6000 Wales Road
Northwood, Ohio 43619-1480
419-693-9327 FAX 419-693-6705

*City Organizational Chart
For the Year Ended December 31, 2009*



**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Northwood
Ohio**

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

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



President

Executive Director

FINANCIAL SECTION



Unity thru Diversification

Rockefeller Building
614 W Superior Ave Ste 1242
Cleveland OH 44113-1306
Office phone - (216) 575-1630
Fax - (216) 436-2411

Charles E. Harris & Associates, Inc.
Certified Public Accountants

REPORT OF INDEPENDENT ACCOUNTANTS

City of Northwood
Wood County
6000 Wales Road
Northwood, Ohio 43619

To the City Council:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the City of Northwood, Wood County, Ohio, (the City), as of and for the year ended December 31, 2009, 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 an opinion on these basic financial statements based on our audit.

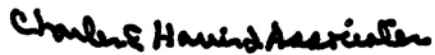
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Northwood, Ohio, as of December 31, 2009, and the changes in financial position and the budgetary comparisons for the General Fund and the CHIP Home Fund for the year ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a report dated June 4, 2010 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, 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 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund statements, budgetary schedules, capital asset schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, capital asset schedules and budgetary schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express not opinion on them.

A handwritten signature in black ink that reads "Charles E. Harris" followed by a stylized flourish.

Charles E. Harris & Associates, Inc.

June 4, 2010

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

FINANCIAL HIGHLIGHTS

Key financial highlights for 2009 are as follows:

- ❑ In total, net assets increased \$978,337, which represents a 10% increase from 2008.
- ❑ General revenues accounted for \$4.6 million in revenue or 72% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for 28% of total revenues of \$6.3 million.
- ❑ The City had \$6.2 million in expenses related to governmental activities; only \$1.7 million of these expenses were offset by program specific charges for services, grants or contributions.
- ❑ Among major funds, the general fund had \$4.2 million in revenues and \$4.7 million in expenditures. The general fund's fund balance decreased \$527,537 to \$459,201.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

These statements are as follows:

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

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

Government-wide Statements

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

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

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

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

- Governmental Activities – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City has no business-type activities.

Fund Financial Statements

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

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

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a comparison of the City's net assets between 2009 and 2008:

	Governmental Activities	
	2009	2008
Current and other assets	\$5,639,811	\$6,485,718
Capital assets, Net	8,620,755	7,609,945
Total assets	14,260,566	14,095,663
Long-term debt outstanding	3,203,710	4,058,420
Other liabilities	642,082	600,806
Total liabilities	3,845,792	4,659,226
Net assets		
Invested in capital assets, net of related debt	8,091,560	6,116,752
Restricted	4,027,308	4,308,532
Unrestricted	(1,704,094)	(988,847)
Total net assets	\$10,414,774	\$9,436,437

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***Management's Discussion and Analysis
For the Year Ended December 31, 2009***

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2009 and 2008:

	Governmental Activities	
	2009	2008
Revenues		
Program revenues:		
Charges for Services and Sales	\$885,479	\$859,914
Operating Grants and Contributions	630,584	380,473
Capital Grants and Contributions	241,714	34,912
General revenues:		
Property Taxes	331,711	360,753
Municipal Income Taxes	3,667,625	4,195,332
Other Local Taxes	47,714	48,851
Grants and Entitlements not Restricted to Specific Programs	501,639	785,185
Investment Earnings	17,024	138,404
Miscellaneous	0	94,557
Total revenues	<u>6,323,490</u>	<u>6,898,381</u>
Program Expenses		
Security of Persons and Property	2,933,171	2,926,916
Public Health and Welfare Services	8,975	8,164
Leisure Time Activities	68,744	82,278
Community Environment	345,967	201,995
Basic Utility Services	530,276	200,738
Transportation	652,731	873,865
General Government	1,648,872	2,250,336
Interest and Fiscal Charges	36,024	77,672
Total expenses	<u>6,224,760</u>	<u>6,621,964</u>
Excess (deficiency) before Transfers	98,730	276,417
Special Item: Transfer of Debt	<u>879,607</u>	<u>0</u>
Total Change in Net Assets	978,337	276,417
Beginning Net Assets	<u>9,436,437</u>	<u>9,160,020</u>
Ending Net Assets	<u>\$10,414,774</u>	<u>\$9,436,437</u>

**Management's Discussion and Analysis
For the Year Ended December 31, 2009**

Unaudited

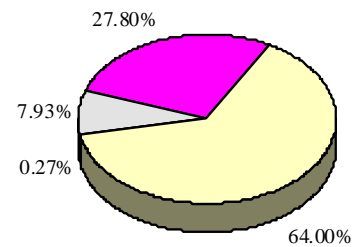
Governmental Activities

Net assets of the City's governmental activities increased by \$978,337. This was due primarily to a transfer of two OWDA loans, in the amount of \$879,607, from the City to the Northwest Water and Sewer District during 2009.

The City also receives an income tax, which is based on 1.5% of all salaries, wages, commissions and other compensation earned from residents living within the City and from nonresidents for work done or services performed or rendered in the City. Residents who work outside the City and are subject to a municipal income tax receive a 100% credit against the income tax liability due to Northwood.

Property taxes and income taxes made up 5.2% and 58% respectively of revenues for governmental activities for the City in fiscal year 2009. The City's reliance upon tax revenues is demonstrated by the following graph indicating 64% of total revenues from general tax revenues:

Revenue Sources	2009	Percent of Total
General Shared Revenues	\$501,639	7.93%
Program Revenues	1,757,777	27.80%
General Tax Revenues	4,047,050	64.00%
General Other	17,024	0.27%
Total Revenue	\$6,323,490	100.00%



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$4,214,226, which is a decrease from last year's balance of \$4,947,739. The schedule below indicates the fund balance and the total change in fund balance by major and nonmajor fund as of December 31, 2009 and 2008:

	Fund Balance December 31, 2009	Fund Balance December 31, 2008	Increase (Decrease)
General	\$459,201	\$986,738	(\$527,537)
CHIP Home	(72,291)	(3,181)	(69,110)
General Obligation Debt Retirement	297,464	211,210	86,254
Capital Improvement	1,534,106	1,711,723	(177,617)
Capital Replacement	968,513	793,416	175,097
Other Governmental	1,027,233	1,247,833	(220,600)
Total	\$4,214,226	\$4,947,739	(\$733,513)

CITY OF NORTHWOOD, OHIO

***Management's Discussion and Analysis
For the Year Ended December 31, 2009***

Unaudited

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

	2009	2008	Increase
	<u>Revenues</u>	<u>Revenues</u>	<u>(Decrease)</u>
Property Taxes	\$275,638	\$258,146	\$17,492
Municipal Income Tax	2,583,305	2,934,919	(351,614)
Other Local Taxes	29,592	32,023	(2,431)
Intergovernmental Revenue	722,620	880,088	(157,468)
Charges for Services	103,540	65,931	37,609
Licenses and Permits	125,290	141,787	(16,497)
Investment Earnings	36,390	103,496	(67,106)
Special Assessments	54,442	54,702	(260)
Fines & Forfeitures	172,299	118,459	53,840
Donations	95	1,882	(1,787)
All Other Revenue	62,140	41,877	20,263
Total	<u>\$4,165,351</u>	<u>\$4,633,310</u>	<u>(\$467,959)</u>

General Fund revenues in 2009 decreased slightly compared to revenues in fiscal year 2008. The most significant factors contributing to this decrease were a decrease in municipal income tax collected, a decrease in investment earnings, and a decrease in estate and inheritance taxes compared to 2008.

	2009	2008	Increase
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
Security of Persons and Property	\$2,757,681	\$2,794,468	(\$36,787)
Public Health and Welfare Services	8,975	8,164	811
Leisure Time Activities	65,645	71,334	(5,689)
Community Development	90,503	175,164	(84,661)
Transportation	223,788	203,849	19,939
General Government	1,547,714	2,124,815	(577,101)
Total	<u>\$4,694,306</u>	<u>\$5,377,794</u>	<u>(\$683,488)</u>

General Fund expenditures decreased by \$683,488 or 12.7% from the prior year mostly due to an income tax refund of \$490,342 to Norplas Industries, Inc. for estimated tax payments previously submitted when no tax was due that occurred during 2008.

The CHIP Home Fund balance decreased by \$69,110 in 2009 due to the increase in monies dispersed for home improvements during 2009.

The General Obligation Debt Retirement Fund balance increased by \$86,254 in 2009 due to the decrease in principal and interest payments compared to 2008.

The Capital Improvement Fund balance decreased by \$177,617 to \$1,534,106 in 2009. This decrease was due to increased expenditures in 2009.

The Capital Replacement Fund balance increased by \$175,097 to \$968,513 in 2009. This increase was due to decreased expenditures in 2009.

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

For the General Fund, final budget basis revenue of \$5.3 million did not change over the original budget estimates of \$5.3 million. The General Fund had an adequate fund balance to cover expenditures.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2009 the City had \$8,620,755 net of accumulated depreciation invested in land, improvements, infrastructure, buildings and machinery and equipment. The following table shows fiscal year 2009 and 2008 balances:

	Governmental Activities		Increase (Decrease)
	2009	2008	
Land	\$407,945	\$407,945	\$0
Construction in Progress	0	0	0
Land Improvements	33,100	33,100	0
Buildings and Improvements	3,963,944	3,752,549	211,395
Machinery and Equipment	1,024,494	812,887	211,607
Vehicles	2,609,288	1,896,863	712,425
Infrastructure	4,018,302	3,866,423	151,879
Less: Accumulated Depreciation	<u>(3,436,318)</u>	<u>(3,159,822)</u>	<u>(276,496)</u>
Totals	<u>\$8,620,755</u>	<u>\$7,609,945</u>	<u>\$1,010,810</u>

The primary increase occurred in vehicles. This increase is the result of a purchase of a ladder fire truck.

As of December 31, 2009, the City had contractual commitments of \$199,475. This is related to outstanding road projects. Additional information on the City's capital assets can be found in Note 9.

Debt

The following table summarizes the City's debt outstanding as of December 31, 2009 and 2008:

	<u>2009</u>	<u>2008</u>
Governmental Activities:		
General Obligation Bonds	\$2,640,000	\$2,715,000
Ohio Public Works Commission	89,195	98,585
Ohio Water Development Authority	0	879,607
Compensated Absences	474,515	365,228
Totals	<u>\$3,203,710</u>	<u>\$4,058,420</u>

State statutes limit the amount of unvoted general obligation debt the City may issue. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions. The actual aggregate amount of the City's unvoted debt, when added to that of other political subdivisions within the respective counties in which Northwood lies, is limited to 11.5 mills. At December 31, 2009, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 13.

ECONOMIC FACTORS

The City's original budget for 2009 utilized conservative revenue estimates with limited increases in base operating costs. Original General Fund revenues were projected to be 16.1% more than the actual receipts for 2009. This difference was due mainly to lower income tax receipts and investment earnings.

General Fund expenditures were originally budgeted at 6.0% more than 2009 actual expenditures. Department requests were reduced from original submissions and only those items that management and City Council determined necessary were appropriated. Personnel cuts were also made in 2009.

City Council continues to pursue new revenue sources, while reviewing the possibility of increasing existing sources, in addition to a continued review of reducing expenditures. A close watch of current economic conditions is ongoing to determine if increased revenues, or further reductions in expenditures, are necessary in order to maintain fiscal stability.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Finance Department by calling 419-693-9328 or writing to City of Northwood Finance Department, 6000 Wales Road, Northwood, Ohio 43619.

CITY OF NORTHWOOD, OHIO

Statement of Net Assets
December 31, 2009

	Governmental Activities
Assets:	
Cash and Cash Equivalents	\$ 3,720,473
Receivables:	
Taxes	821,186
Accounts	376,110
Intergovernmental	494,741
Special Assessments	151,187
Inventory of Supplies at Cost	48,772
Prepaid Items	27,342
Capital Assets:	
Capital Assets Not Being Depreciated	407,945
Capital Assets Being Depreciated, Net	8,212,810
Total Assets	14,260,566
Liabilities:	
Accounts Payable	106,849
Accrued Wages and Benefits	251,728
Intergovernmental Payable	1,711
Claims Payable	164
Unearned Revenue	265,423
Accrued Interest Payable	16,207
Long-Term Liabilities:	
Due Within One Year	249,714
Due in More Than One Year	2,953,996
Total Liabilities	3,845,792
Net Assets:	
Invested in Capital Assets, Net of Related Debt	8,091,560
Restricted For:	
Capital Projects	2,707,539
Debt Service	421,578
Street Construction, Maintenance and Repair	485,572
Water/Sewer Maintenance and Repair	307,860
Other Purposes	104,759
Unrestricted (Deficit)	(1,704,094)
Total Net Assets	\$ 10,414,774

See accompanying notes to the basic financial statements

CITY OF NORTHWOOD, OHIO

**Statement of Activities
For the Year Ended December 31, 2009**

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Governmental Activities
Governmental Activities:					
Current:					
Security of Persons and Property	\$ 2,933,171	\$ 226,894	\$ 121,695	\$ 160,000	\$ (2,424,582)
Public Health and Welfare Services	8,975	0	0	0	(8,975)
Leisure Time Activities	68,744	4,755	0	9,630	(54,359)
Community Environment	345,967	15,663	169,224	27,783	(133,297)
Basic Utility Services	530,276	243,580	0	0	(286,696)
Transportation	652,731	35,578	339,665	44,301	(233,187)
General Government	1,648,872	359,009	0	0	(1,289,863)
Interest and Fiscal Charges	36,024	0	0	0	(36,024)
Total Governmental Activities	\$ 6,224,760	\$ 885,479	\$ 630,584	\$ 241,714	(4,466,983)
General Revenues					
Property Taxes					331,711
Municipal Income Taxes					3,667,625
Other Local Taxes					47,714
Grants and Entitlements not Restricted to Specific Programs					501,639
Investment Earnings					17,024
Total General Revenues					4,565,713
Special Item: Transfer of Debt					879,607
Change in Net Assets					978,337
Net Assets Beginning of Year					9,436,437
Net Assets End of Year					\$ 10,414,774

See accompanying notes to the basic financial statements

CITY OF NORTHWOOD, OHIO

**Balance Sheet
Governmental Funds
December 31, 2009**

	General	CHIP Home	General Obligation Debt Retirement	Capital Improvement
Assets:				
Cash and Cash Equivalents	\$ 278,077	\$ 96,784	\$ 297,464	\$ 1,220,425
Receivables:				
Taxes	623,583	0	43,392	97,861
Accounts	238,922	0	0	1,051
Intergovernmental	269,164	0	46,945	33,273
Special Assessments	80,650	0	53,233	17,304
Interfund Loans Receivables	0	0	0	200,000
Inventory of Supplies, at Cost	5,275	0	0	0
Prepaid Items	27,342	0	0	0
Total Assets	\$ 1,523,013	\$ 96,784	\$ 441,034	\$ 1,569,914
Liabilities:				
Accounts Payable	\$ 36,121	\$ 69,075	\$ 0	\$ 331
Accrued Wages and Benefits Payable	249,173	0	0	0
Intergovernmental Payable	1,711	0	0	0
Claims Payable	164	0	0	0
Interfund Loans Payable	0	100,000	0	0
Deferred Revenue	776,643	0	143,570	35,477
Total Liabilities	1,063,812	169,075	143,570	35,808
Fund Balances:				
Reserved for Encumbrances	0	0	0	126,291
Reserved for Prepaid Items	27,342	0	0	0
Reserved for Supplies Inventory	5,275	0	0	0
Reserved for Interfund Loans Receivable	0	0	0	200,000
Undesignated/Unreserved in:				
General Fund	426,584	0	0	0
Special Revenue Funds	0	(72,291)	0	0
Debt Service Fund	0	0	297,464	0
Capital Projects Funds	0	0	0	1,207,815
Total Fund Balances	459,201	(72,291)	297,464	1,534,106
Total Liabilities and Fund Balances	\$ 1,523,013	\$ 96,784	\$ 441,034	\$ 1,569,914

See accompanying notes to the basic financial statements

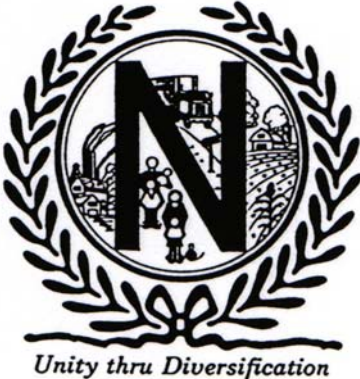
CITY OF NORTHWOOD, OHIO

Capital Replacement	Other Governmental Funds	Total Governmental Funds
\$ 927,173	\$ 900,550	\$ 3,720,473
48,931	7,419	821,186
0	136,137	376,110
0	145,359	494,741
0	0	151,187
0	0	200,000
0	43,497	48,772
0	0	27,342
<u>\$ 976,104</u>	<u>\$ 1,232,962</u>	<u>\$ 5,839,811</u>
\$ 0	\$ 1,322	\$ 106,849
0	2,555	251,728
0	0	1,711
0	0	164
0	100,000	200,000
7,591	101,852	1,065,133
<u>7,591</u>	<u>205,729</u>	<u>1,625,585</u>
0	73,184	199,475
0	0	27,342
0	43,497	48,772
0	0	200,000
0	0	426,584
0	880,284	807,993
0	0	297,464
968,513	30,268	2,206,596
<u>968,513</u>	<u>1,027,233</u>	<u>4,214,226</u>
<u>\$ 976,104</u>	<u>\$ 1,232,962</u>	<u>\$ 5,839,811</u>

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2009***

Total Governmental Fund Balances	\$ 4,214,226
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	8,620,755
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	799,710
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(3,219,917)</u>
<i>Net Assets of Governmental Activities</i>	<u><u>\$ 10,414,774</u></u>

See accompanying notes to the basic financial statements



CITY OF NORTHWOOD, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2009**

	General	CHIP Home	General Obligation Debt Retirement	Capital Improvement
Revenues:				
Property Taxes	\$ 275,638	\$ 0	\$ 85,569	\$ 0
Municipal Income Tax	2,583,305	0	0	738,088
Other Local Taxes	29,592	0	0	0
Intergovernmental Revenues	722,620	77,224	4,695	143,866
Charges for Services	103,540	0	0	0
Licenses and Permits	125,290	0	0	0
Investment Earnings	36,390	0	0	0
Special Assessments	54,442	0	0	35,578
Fines and Forfeitures	172,299	0	0	32,893
Donations	95	0	0	46,477
All Other Revenue	62,140	0	0	25,283
Total Revenue	4,165,351	77,224	90,264	1,022,185
Expenditures:				
Current:				
Security of Persons and Property	2,757,681	0	0	0
Public Health and Welfare Services	8,975	0	0	0
Leisure Time Activities	65,645	0	0	0
Community Environment	90,503	146,334	0	0
Basic Utility Services	0	0	0	0
Transportation	223,788	0	0	0
General Government	1,547,714	0	0	0
Capital Outlay	0	0	0	1,097,802
Debt Service:				
Principal Retirement	0	0	84,390	0
Interest & Fiscal Charges	0	0	21,620	0
Total Expenditures	4,694,306	146,334	106,010	1,097,802
Excess (Deficiency) of Revenues Over Expenditures	(528,955)	(69,110)	(15,746)	(75,617)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	0	0	102,000	0
Transfers Out	0	0	0	(102,000)
Total Other Financing Sources (Uses)	0	0	102,000	(102,000)
Net Change in Fund Balances	(528,955)	(69,110)	86,254	(177,617)
Fund Balances at Beginning of Year	986,738	(3,181)	211,210	1,711,723
Increase in Inventory Reserve	1,418	0	0	0
Fund Balances End of Year	\$ 459,201	\$ (72,291)	\$ 297,464	\$ 1,534,106

See accompanying notes to the basic financial statements

CITY OF NORTHWOOD, OHIO

Capital Replacement	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 0	\$ 361,207
369,043	0	3,690,436
0	18,122	47,714
0	429,063	1,377,468
0	243,580	347,120
0	15,312	140,602
0	4,042	40,432
0	0	90,020
0	26,370	231,562
0	0	46,572
0	0	87,423
<u>369,043</u>	<u>736,489</u>	<u>6,460,556</u>
0	5,607	2,763,288
0	0	8,975
0	0	65,645
0	106,885	343,722
0	521,738	521,738
0	295,689	519,477
0	10,576	1,558,290
196,146	44,976	1,338,924
0	0	84,390
0	0	21,620
<u>196,146</u>	<u>985,471</u>	<u>7,226,069</u>
172,897	(248,982)	(765,513)
2,200	0	2,200
0	0	102,000
0	0	(102,000)
<u>2,200</u>	<u>0</u>	<u>2,200</u>
175,097	(248,982)	(763,313)
793,416	1,247,833	4,947,739
0	28,382	29,800
<u>\$ 968,513</u>	<u>\$ 1,027,233</u>	<u>\$ 4,214,226</u>

CITY OF NORTHWOOD, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For the Year Ended December 31, 2009***

Net Change in Fund Balances - Total Governmental Funds \$ (763,313)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	1,010,810
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(139,267)
The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net assets. In addition, repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	84,390
During the year, the City transferred two OWDA loans to the Northwestern Water and Sewer District per a signed agreement.	879,607
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(14,403)
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	(79,487)
<i>Change in Net Assets of Governmental Activities</i>	<u><u>\$ 978,337</u></u>

See accompanying notes to the basic financial statements

CITY OF NORTHWOOD, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 282,000	\$ 282,000	\$ 275,638	\$ (6,362)
Municipal Income Tax	3,200,000	3,200,000	2,615,532	(584,468)
Other Local Taxes	50,000	50,000	27,327	(22,673)
Intergovernmental Revenue	1,103,500	1,063,500	814,518	(248,982)
Charges for Services	86,000	102,000	88,858	(13,142)
Licenses and Permits	178,000	162,000	122,923	(39,077)
Special Assessments	69,800	69,800	54,442	(15,358)
Investment Earnings	150,000	150,000	36,390	(113,610)
Fines and Forfeitures	146,000	186,000	172,299	(13,701)
Donations	2,000	2,000	95	(1,905)
All Other Revenues	77,700	77,700	65,608	(12,092)
Total Revenues	<u>5,345,000</u>	<u>5,345,000</u>	<u>4,273,630</u>	<u>(1,071,370)</u>
Expenditures:				
Current:				
Security of Persons and Property	2,895,000	2,895,000	2,723,305	171,695
Public Health and Welfare Services	9,000	9,000	8,975	25
Leisure Time Activities	78,500	78,500	65,551	12,949
Community Environment	150,000	163,557	104,315	59,242
Transportation	326,000	326,000	221,322	104,678
General Government	1,694,500	1,694,500	1,530,764	163,736
Total Expenditures	<u>5,153,000</u>	<u>5,166,557</u>	<u>4,654,232</u>	<u>512,325</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	192,000	178,443	(380,602)	(559,045)
Fund Balance at Beginning of Year	645,122	645,122	645,122	0
Prior Year Encumbrances	13,557	13,557	13,557	0
Fund Balance at End of Year	<u>\$ 850,679</u>	<u>\$ 837,122</u>	<u>\$ 278,077</u>	<u>\$ (559,045)</u>

See accompanying notes to the basic financial statements

CITY OF NORTHWOOD, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue – CHIP Home Fund
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 416,000	\$ 416,000	\$ 77,224	\$ (338,776)
Total Revenues	<u>416,000</u>	<u>416,000</u>	<u>77,224</u>	<u>(338,776)</u>
Expenditures:				
Current:				
Community Environment	416,000	416,000	77,259	338,741
Total Expenditures	<u>416,000</u>	<u>416,000</u>	<u>77,259</u>	<u>338,741</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(35)	(35)
Fund Balance at Beginning of Year	96,819	96,819	96,819	0
Fund Balance at End of Year	<u>\$ 96,819</u>	<u>\$ 96,819</u>	<u>\$ 96,784</u>	<u>\$ (35)</u>

See accompanying notes to the basic financial statements

CITY OF NORTHWOOD, OHIO

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2009***

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	<u>\$ 75</u>
Total Assets	<u>75</u>
Liabilities:	
Due to Others	<u>75</u>
Total Liabilities	<u>\$ 75</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Northwood, Ohio (the "City") is a charter municipal corporation operating under the charter and the laws of the State of Ohio. Northwood became a City on January 1, 1982. The City operates under a council/mayor form of government. Legislative power is vested in a seven-member council, including the President, each elected to four-year terms. The Mayor is elected to a four-year term and is the chief executive officer of the City. The Administrator is appointed by the Mayor with Council approval and handles the operational activities of the City's departments. All other City officials are appointed by the Mayor with Council approval.

The accompanying basic financial statements of the City present the financial position of the various fund types and the results of operations of the various fund types. The financial statements are presented as of December 31, 2009 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

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

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, which includes the following services: police protection, fire protection, ambulance transport, parks and recreation and street maintenance and repair, as well as a staff to provide administrative support (i.e., payroll processing, accounts payable and revenue collection) to the service providers.

B. Basis of Presentation - Fund Accounting

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Governmental Funds

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

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

Community Housing Improvement Program (CHIP) Home Fund - This fund is used to account for financial resources used by the City to undertake rehabilitation of homes, down payment assistance and general administration costs for residents of the City.

General Obligation Debt Retirement Fund - This fund is used to account for the accumulation of resources for and the payment of, principal and interest on general obligation debt.

Capital Improvement Fund - This fund is used to account for 20% of the City's income tax collections which is used for capital projects financing or related capital expenditures attributable to various capital improvements.

Capital Replacement Fund - This fund is used to account for 10% of the City's income tax collections which are designated for planned replacement of major capital items for various departments within the City.

The other governmental funds of the City account for grants and other resources whose use is restricted to a particular purpose.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations or other governments and therefore not available to support the City's own programs. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on a full accrual basis of accounting. The City has one agency fund. This fund is used to account for monies received by the City in situations where the City's role is purely custodial in nature. The only agency fund is the Mayor's Court Fund, which accounts for monies that flow through the municipal court office.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. The City has no activities considered business-type activities.

Interfund receivables and payables between governmental funds have been eliminated in the government-wide Statement of Net Assets. These eliminations minimize the duplicating effect on assets and liabilities within the governmental activities total column; however, the interfund services provided and used are not eliminated in the process of consolidation.

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the City.

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures in the accounts and reported in the financial statements, and relates to the timing of the measurements made. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

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

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, and state levied locally shared taxes (including motor vehicle license fees and local government assistance). Other revenue, including licenses, permits, certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues, is recorded as revenue when received in cash because it is generally not measurable until received.

The accrual basis of accounting is utilized for reporting purposes for the government-wide financial statements. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

Special assessment installments including related accrued interest, which are measurable but not available at December 31, are recorded as deferred revenue. Property taxes measurable as of December 31, 2009, but which are not intended to finance 2009 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenue as further described in Note 5.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is by the object level within each fund. Budgetary control is maintained by not permitting expenditures to exceed appropriations at the object level within each fund without the approval of City Council. Budgetary modifications above the object level by fund may only be made by ordinance of the City Council.

1. Tax Budget

The City Finance Director submits an annual tax budget for the following fiscal year to City Council by July 15 for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the first and final amended official certificate of estimated resources issued during 2009.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, object level, and may be modified during the year by ordinance of the City Council. Total fund appropriations may not exceed the current estimated resources as certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--General Fund" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying basic financial statements.

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

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

	Net Change In Fund Balance	
	General Fund	CHIP Home Fund
GAAP Basis (as reported)	(\$528,955)	(\$69,110)
Increase (Decrease):		
Accrued Revenues at December 31, 2009 received during 2010	(435,676)	(100,000)
Accrued Revenues at December 31, 2008 received during 2009	543,955	100,000
Accrued Expenditures at December 31, 2009 paid during 2010	287,169	69,075
Accrued Expenditures at December 31, 2008 paid during 2009	(287,624)	0
2008 Prepays for 2009	67,871	0
2009 Prepays for 2010	(27,342)	0
Outstanding Encumbrances	0	0
Budget Basis	<u>(\$380,602)</u>	<u>(\$35)</u>

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits. The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. See Note 4, "Pooled Cash, Cash Equivalents and Investments."

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution, the Ohio Revised Code and local ordinances. Interest revenue credited to the general fund during fiscal year 2009 amounted to \$36,390, which includes \$33,670 assigned from other City funds. In accordance with GASB Statement No. 31, "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*", the City records all its investments at fair value except for nonparticipating investment contracts (repurchase agreements) which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 4, "Pooled Cash, Cash Equivalents and Investments."

H. Inventory

Inventories are stated at cost (first-in, first-out). The costs of inventory items are recorded as expenditures in the governmental funds when purchased.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2009, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

J. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$15,000.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements. Infrastructure acquired prior to the implementation of GASB Statement No. 34, "*Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*", has not been reported. Only additions to infrastructure since the implementation of GASB Statement No. 34, "*Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*", have been reported.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation (Continued)

2. Depreciation

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

<u>Description</u>	<u>Estimated Lives (in years)</u>
Buildings & Improvements	15 - 40
Machinery, Equipment, Furniture and Fixtures	5-10
Vehicles	5
Infrastructure	50

K. Long-Term Obligations

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

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	General Bond Retirement Fund
Ohio Public Works Commission Loan	General Bond Retirement Fund
Compensated Absences	General Fund

L. Compensated Absences

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences (Continued)

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

M. Net Assets

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

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

N. Pensions

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

O. Interfund Activity

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

P. Reservations of Fund Balance

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Estimates

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

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. There was one special item during the fiscal year 2009. This special item was the transfer of two OWDA loans to the Northwestern Water and Sewer District per a signed agreement. See Note 17, "Special Item."

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

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

Delinquent Income Tax Revenue	\$75,906
Delinquent Property Tax Revenue	53,409
Shared Revenues	328,967
Charges for Services	190,241
Special Assessment Revenue	151,187
	<hr/>
	\$799,710

Long-Term liabilities not reported in the funds:

General Obligation Bonds Payable	(\$2,640,000)
Ohio Public Works Commission Loan	(89,195)
Accrued Interest on Long-Term Debt	(16,207)
Compensated Absences Payable	(474,515)
	<hr/>
	(\$3,219,917)

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

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

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

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

Capital Outlay	\$1,430,033
Depreciation Expense	<u>(419,223)</u>
	\$1,010,810

Governmental revenues not reported in the funds:

Decrease in Delinquent Income Tax Revenue	(\$22,811)
Decrease in Delinquent Property Tax	(29,496)
Decrease in Shared Revenue	(42,834)
Decrease in Interest Revenue	(23,409)
Decrease in Charges for Services	(10,014)
Decrease in Special Assessment Revenue	<u>(10,703)</u>
	(\$139,267)

Expenses not requiring the use of current financial resources:

Increase in Compensated Absences Payable	(\$109,287)
Increase in supplies inventory	<u>29,800</u>
	(\$79,487)

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

A. Fund Deficit

The fund deficit at December 31, 2009 of \$72,291 in the CHIP HOME Fund (special revenue fund) was created by the recognition of expenditures on the modified accrual basis, which are greater than expenditures on a budgetary basis. A deficit does not exist under the budgetary basis of accounting. The general fund provides transfers when cash is required, not when accruals occur.

B. Fiscal Officer Compliance

The Finance Director did not encumber all expenditures at the point when the contract was entered into or when orders for goods or services were incurred contrary to Ohio Revised Code Section 5705.41 (D). The City is working to remedy this situation in the future.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Appropriations Exceeding Estimated Resources

The following fund had actual receipts below estimated receipts, in which the deficiency reduced the estimated resources below the level of appropriations contrary to Ohio Revised Code Section 5705.36 (A) (4):

	<u>Amount</u>
General Fund	(\$1,071,370)
<u>Special Revenue Funds</u>	
CHIP Home Fund	(338,776)
Sanitary Sewer Operation and Maintenance Fund	(28,103)
Water Maintenance-Homecraft Fund	(25,000)
CHIP Ohio Housing Trust Fund	(37,135)

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of a majority of individual funds are combined to form a pool of cash and investments. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents." Ohio law requires the classification of funds held by the City into three categories.

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

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

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

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

A. Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is to place deposits with major local banks. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities. The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Collateral permitted by Chapter 135 of the ORC is limited to obligations of the United States and its agencies, bonds of any state, and bonds and other obligations of any country, municipal corporation or other legally constituted authority of the State of Ohio, or any instrumentality of such county, municipal corporation or other authority. Such collateral, as permitted by Chapter 135 of the ORC is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

At year end the carrying amount of the City's deposits was \$3,719,848 and the bank balance was \$3,743,130. In addition, the City had \$700 petty cash on hand. Federal depository insurance covered \$250,000 of the bank balance and \$3,493,130 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by	
the pledging institution's trust department not in the City's name	<u>\$3,493,130</u>
Total Balance	<u><u>\$3,493,130</u></u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The City adheres to the Ohio Revised Code’s five year policy.

Credit Risk – The City’s investment policy addresses credit risk by limiting investments to the safest types of securities, pre-qualifying financial institutions, brokers, intermediaries and financial advisors and by diversifying the investment portfolio so that potential losses on individual securities do not exceed income generated from the remaining portfolio.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City has no investment policy dealing with custodial credit risk beyond the requirements of State statute which prohibit payment for investments prior to the delivery of the securities representing the investments to the treasurer or qualified trustee.

Concentration of Credit Risk – The City places no limit on the amount the City may invest in one issuer.

NOTE 5 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2009 were levied after October 1, 2008 on assessed values as of January 1, 2008, the lien date. Assessed values were established by the County Auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made in the third year following reappraisal. The last revaluation was completed in 2006. Real property taxes are payable annually or semi-annually. The first payment is due January 20, with the remainder payable by June 20.

Tangible personal property tax revenues received in 2009 (other than public utility property) represent the collection of 2009 taxes. Tangible personal property taxes received in 2009 were levied after October 1, 2008, on the true value as of January 1, 2008. In prior years, tangible personal property assessments were twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. Tangible personal property tax is being phased out. This percentage was reduced to 6.25% in 2008 and zero for 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 5 – TAXES (Continued)

A. Property Taxes (Continued)

House Bill No. 66 was signed into law on June 30, 2005. House Bill No.66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2006-2010, the City will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

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

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

The full tax rate for all City operations for the year ended December 31, 2009 was \$1.60 per \$1,000 of assessed value. The assessed value upon which the 2009 tax receipts were based was \$143,367,100. This amount constitutes \$140,514,000 in real property assessed value and \$2,853,100 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .16% (1.60 mills) of assessed value.

B. Income Tax

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed.

Employers within the City are required to withhold income tax on employees compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 6 - RECEIVABLES

Receivables at December 31, 2009 consisted of taxes, special assessments, accounts receivable and intergovernmental receivables.

NOTE 7 - TRANSFERS

Following is a summary of transfers in and out for all funds for 2009:

	<u>Transfers In:</u>
	General
	Obligation
	Debt Retirement
	Fund
<u>Transfers Out:</u>	
Capital Improvement Fund	<u>\$102,000</u>
	<u>\$102,000</u>

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

NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at December 31, 2009 consist of the following individual fund receivables and payables:

	<u>Interfund Loan</u>	
<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
Capital Improvement Fund	\$200,000	\$0
CHIP Home Fund	0	100,000
Other Governmental Funds	0	100,000
Totals	<u>\$200,000</u>	<u>\$200,000</u>

The above internal balances are related to the Community Housing Improvement Program (CHIP) a federal program whereby the City pays to help residents make improvements to their home and properties and is in turn reimbursed by the federal government through federal grant monies.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 9 – CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2009:

Historical Cost:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
Capital assets not being depreciated:				
Land	\$407,945	\$0	\$0	\$407,945
Capital assets being depreciated:				
Land Improvements	33,100	0	0	33,100
Buildings and Improvements	3,752,549	211,395	0	3,963,944
Machinery and Equipment	812,887	313,834	(102,227)	1,024,494
Vehicles	1,896,863	752,925	(40,500)	2,609,288
Infrastructure	3,866,423	151,879	0	4,018,302
	<u>10,361,822</u>	<u>1,430,033</u>	<u>(142,727)</u>	<u>11,649,128</u>
Total Cost	<u>\$10,769,767</u>	<u>\$1,430,033</u>	<u>(\$142,727)</u>	<u>\$12,057,073</u>

Accumulated Depreciation:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
Land Improvements	(\$33,100)	\$0	\$0	(\$33,100)
Buildings and Improvements	(1,239,612)	(80,550)	0	(1,320,162)
Machinery and Equipment	(534,989)	(57,445)	102,227	(490,207)
Vehicles	(1,113,204)	(175,057)	40,500	(1,247,761)
Infrastructure	(238,917)	(106,171)	0	(345,088)
Total Depreciation	<u>(\$3,159,822)</u>	<u>(\$419,223) *</u>	<u>\$142,727</u>	<u>(\$3,436,318)</u>

Net Value:

	<u>\$7,609,945</u>	<u>\$8,620,755</u>
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* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$140,134
Leisure Time Activities	16,011
Community Environment	2,143
Basic Utility Services	13,521
Transportation	156,225
General Government	91,189
Total Depreciation Expense	<u>\$419,223</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 10 – DEFINED BENEFIT PENSION PLANS

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

A. Ohio Public Employees Retirement System (“OPERS”)

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

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by OPERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The ORC provides statutory authority for employee and employer contributions. For 2009, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2009 employer contribution rate for local government employer units was 14.00%, of covered payroll which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2009, from January 1 through March 31, 2009 7.0% of annual covered salary was the portion used to fund pension obligations, and from April 1 through December 31, 2009 8.5% of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City’s required contributions for pension obligations to OPERS for the years ending December 31, 2009, 2008, and 2007 were \$186,540, \$198,315 and \$189,394, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2009, 12.75% of annual covered salary for police and 17.25% of annual covered salary for firefighters, respectively, were the portions used to fund pension obligations. The City's contributions for pension obligations to the OP&F Fund for the years ending December 31, 2009, 2008, and 2007 were \$236,269, \$225,247 and \$228,681 for police and \$15,639, \$15,217 and \$14,704 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 11 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (“OPERS”)

Plan Description – 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 health care plan, which includes a medical plan, prescription drug program and Medicare Part B Premium reimbursement, to qualifying member of both the Traditional Pension and the Combined Plans. Members of the Member Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

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

The ORC 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 ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2009, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. For 2009, the employer contribution allocated to the health care plan was 7.0% of covered payroll from January 1 through March 31, 2009 and 5.5% from April 1 through December 31, 2009. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2009, 2008, and 2007 were \$108,260, \$99,157 and \$75,211, respectively, which were equal to the required contributions for each year.

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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2009, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City’s contributions for health care to the OP&F for the years ending December 31, 2009, 2008, and 2007 were \$81,785, \$77,970 and \$79,159 for police and \$4,398, \$4,280 and \$4,135 for firefighters, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 12 - COMPENSATED ABSENCES

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

The costs of vacation and sick leave benefits are recorded as they are earned. Employees earn vacation leave at varying rates based upon length of service. Sick leave is earned at various rates as defined by City policy and union contracts. Employees are paid for 100 percent of earned, unused vacation leave upon termination. Any employee with more than ten years of full-time service with the City who elects to retire is entitled to receive one-fourth of the value of their accumulated unused sick leave up to a maximum of thirty to forty-five days.

At December 31, 2009, the City's accumulated, unpaid compensated absences amounted to \$474,515, which has been recorded as a liability of the Governmental Activities.

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CITY OF NORTHWOOD, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 13 - LONG-TERM DEBT

Long-term debt of the City at December 31, 2009 is as follows:

	Issue Date	Original Issue Amount	Balance December 31, 2008	Issued	(Retired)	Balance December 31, 2009	Amounts Due Within One Year
Governmental Activities:							
General Obligation Bonds:							
4.20% Fire Station Improvement	2005	\$800,000	\$515,000	\$0	(\$75,000)	\$440,000	\$80,000
8.00% TIF Improvement	2007	2,200,000	2,200,000	0	0	2,200,000	0
Total General Obligation Bonds			2,715,000	0	(75,000)	2,640,000	80,000
Ohio Public Works Commission Loan:							
0.00% Wales Road Pavement & Storm Drainage	1999	187,790	98,585	0	(9,390)	89,195	9,390
Ohio Water Development Authority (OWDA) Loans:							
5.88% Oregon Road Water Line	1997	830,174	614,852	0	(614,852)	0	0
5.66% Oregon Road Trunk Water Main Phase II	1998	360,006	264,755	0	(264,755)	0	0
Total OWDA Loans			879,607	0	(879,607)	0	0
Compensated Absences			365,228	474,515	(365,228)	474,515	160,324
Total Governmental Activities Long-Term Debt			\$4,058,420	\$474,515	(\$1,329,225)	\$3,203,710	\$249,714

During 2009, two OWDA Loans totaling \$879,607 were transferred from the City of Northwood to the Northwestern Water and Sewer District per a signed agreement.

The City's future long-term obligation funding requirements, including principal and interest payments as of December 31, 2009, follow:

Years	General Obligation Bonds		OPWC Loan	
	Principal	Interest	Principal	Interest
2010	\$80,000	\$194,480	\$9,390	\$0
2011	85,000	191,120	9,389	0
2012	115,000	188,032	9,389	0
2013	115,000	181,770	9,389	0
2014	125,000	175,990	9,389	0
2015-2019	185,000	821,658	42,249	0
2020-2024	275,000	734,802	0	0
2025-2029	405,000	604,315	0	0
2030-2034	585,000	415,429	0	0
2035-2038	670,000	138,914	0	0
Totals	\$2,640,000	\$3,646,510	\$89,195	\$0

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 14 - CONSTRUCTION COMMITMENTS

As of December 31, 2009 the City had the following commitments with respect to capital projects:

<u>Project</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
Brentwood Park Expansion - Phase III	\$9,579	April 2010
Maryland Place Pavement & Utilities Imp.	189,896	August 2010
Total	<u>\$199,475</u>	

NOTE 15 - 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; and natural disasters. The City purchases insurance coverage to provide employee health benefits and pays unemployment claims to the State of Ohio as incurred.

The City contracted with Brooks Insurance Agency from January 1, 2009 through July 8, 2009 and with Wells Fargo from July 9, 2009 through December 31, 2009 for various insurance coverages, as follows:

<u>Type of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
Auto Fleet Liability/Physical Damage	\$5,000,000	\$250/500
Law Enforcement Liability	\$5,000,000	\$5,000
General Liability	\$5,000,000	\$1,000
Stop Gap Liability	\$5,000,000	\$1,000
Real and Personal Property	\$6,750,361	\$1,000
Emergency Medical Services Liability	\$5,000,000	\$5,000
Inland Marine Equipment	\$1,446,009	\$1,000
Boiler and Machinery Property Damage	\$5,000,000	\$1,000
Demolition/Increased Cost-Construction	\$500,000	\$1,000
Public Officials Liability	\$5,000,000	\$5,000
Valuable Papers/EDP/Account Receivable	\$250,000	\$1,000
Extra Expense/Building Ordinance or Law	\$500,000	\$1,000
Employee Benefit Liability	\$5,000,000	\$1,000

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 15 - RISK MANAGEMENT (Continued)

The City provides a self-funded dental insurance program for its employees which is funded through the general fund. GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," as amended by GASB Statement No. 30 "Risk Management Omnibus," requires that a liability for claims be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the claims liability amount in fiscal 2009 were:

<u>Fiscal Year</u>	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at Year End</u>
2007	\$464	\$34,822	(\$35,159)	\$127
2008	127	42,920	(42,423)	624
2009	624	38,444	(38,904)	164

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

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

NOTE 16 - CONTINGENCIES

The City is a party to various legal proceeding, which seek damages or injunctive relief generally incidental to its operations and pending projects. The City's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect on the financial condition of the City.

The City has received several federal and state grants for specific purposes, which are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to grantor agencies for expenditures disallowed under the terms of the grant. Based upon prior experience, City management believes such disallowances, if any, will be immaterial.

NOTE 17 – SPECIAL ITEM

During 2009, two OWDA Loans totaling \$879,607 were transferred from the City of Northwood to the Northwestern Water and Sewer District per a signed agreement.



*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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

Nonmajor Governmental Funds

Special Revenue Funds

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

Street Construction, Maintenance and Repair Fund

To account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance and repair of dedicated streets.

Motor Vehicle License Tax Fund

To account for county-levied motor vehicle registration fees designated for street construction, maintenance and repair.

State Highway Improvement Fund

To account for that portion of the state gasoline tax and motor vehicle registration fees designated for street maintenance and repair of state highways within the City.

Northwood Waste/Environmental Fund

To account for the portion of disposal fees designated by City Ordinance to be used for monitoring and related expenses associated with a privately owned and operated solid waste disposal site located within the City.

Drug Fine Fund

To account for proceeds from mandatory drug fines disbursed for law enforcement purposes.

Special Law Enforcement Fund

To account for proceeds received from the sale of property confiscated/forfeited during criminal related arrests. Expenditures are to be used solely for law enforcement purposes.

Enforcement and Education Fund

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

Computerized Research Fund

To account for the acquisition, improvement, replacement and repair of the computerized research system of the Mayor's Court.

(Continued)

Special Revenue Funds

Community Housing Improvement Program (CHIP)

Community Development Block Grant (CDBG) Fund

To account for financial resources used by the City to undertake home/building repair, planning and implementation cost, the fair housing program and general administration costs for residents of the City.

Water Fund

To account for water related fees and surcharges used for maintenance and repair of waterlines within the City.

Sanitary Sewer Operation, Maintenance and Repair Fund

To account for user charges collected by the City of Toledo for Northwood to be used for maintenance and repair of sanitary sewers. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Keep Northwood Beautiful Fund

To account for donations used to promote Northwood Clean-Up Day and for a recycling program.

Water Maintenance - Homecraft Fund

To account for water related fees used for construction, maintenance and repair of waterlines within the Homecraft area of the City.

Community Housing Improvement Program (CHIP)

Ohio Housing Trust (OHTF) Fund

To account for financial resources used by the City to undertake home/building repair, planning and implementation cost, the fair housing program and general administration costs for residents of the City.

(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Capital Projects Funds

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities.

Recreation Parks Combined Fund

To account for funds received from tax on new residential and mobile homes to be used for the development, maintenance and operation of public owned recreational facilities.

CITY OF NORTHWOOD, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2009**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Cash and Cash Equivalents	\$ 870,282	\$ 30,268	\$ 900,550
Receivables:			
Taxes	7,419	0	7,419
Accounts	136,137	0	136,137
Intergovernmental	145,359	0	145,359
Inventory of Supplies, at Cost	43,497	0	43,497
Total Assets	<u>\$ 1,202,694</u>	<u>\$ 30,268</u>	<u>\$ 1,232,962</u>
Liabilities:			
Accounts Payable	\$ 1,322	\$ 0	\$ 1,322
Accrued Wages and Benefits Payable	2,555	0	2,555
Interfund Loans Payable	100,000	0	100,000
Deferred Revenue	101,852	0	101,852
Total Liabilities	<u>205,729</u>	<u>0</u>	<u>205,729</u>
Fund Balances:			
Reserved for Encumbrances	73,184	0	73,184
Reserved for Supplies Inventory	43,497	0	43,497
Undesignated/Unreserved in:			
Special Revenue Funds	880,284	0	880,284
Capital Projects Funds	0	30,268	30,268
Total Fund Balances	<u>996,965</u>	<u>30,268</u>	<u>1,027,233</u>
Total Liabilities and Fund Balances	<u>\$ 1,202,694</u>	<u>\$ 30,268</u>	<u>\$ 1,232,962</u>

CITY OF NORTHWOOD, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2009***

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Other Local Taxes	\$ 16,122	\$ 2,000	\$ 18,122
Intergovernmental Revenues	419,925	9,138	429,063
Charges for Services	243,580	0	243,580
Licenses and Permits	15,312	0	15,312
Investment Earnings	4,042	0	4,042
Fines and Forfeitures	26,370	0	26,370
Total Revenue	725,351	11,138	736,489
Expenditures:			
Current:			
Security of Persons and Property	5,607	0	5,607
Community Environment	106,885	0	106,885
Basic Utility Services	521,738	0	521,738
Transportation	295,689	0	295,689
General Government	10,576	0	10,576
Capital Outlay	0	44,976	44,976
Total Expenditures	940,495	44,976	985,471
Excess (Deficiency) of Revenues Over Expenditures	(215,144)	(33,838)	(248,982)
Fund Balances at Beginning of Year	1,183,727	64,106	1,247,833
Increase in Inventory Reserve	28,382	0	28,382
Fund Balances End of Year	\$ 996,965	\$ 30,268	\$ 1,027,233

CITY OF NORTHWOOD, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009**

	Street Construction, Maintenance and Repair	Motor Vehicle License Tax	State Highway Improvement	Northwood Waste / Environmental	Drug Fine
Assets:					
Cash and Cash Equivalents	\$ 309,548	\$ 7,892	\$ 24,163	\$ 2,957	\$ 3,886
Receivables:					
Taxes	0	7,419	0	0	0
Accounts	0	0	0	1,265	0
Intergovernmental	134,457	0	10,902	0	0
Inventory of Supplies, at Cost	43,497	0	0	0	0
Total Assets	\$ 487,502	\$ 15,311	\$ 35,065	\$ 4,222	\$ 3,886
Liabilities:					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	1,930	0	196	180	0
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	89,638	4,946	7,268	0	0
Total Liabilities	91,568	4,946	7,464	180	0
Fund Balances:					
Reserved for Encumbrances	0	0	0	0	0
Reserved for Supplies Inventory	43,497	0	0	0	0
Undesignated/Unreserved	352,437	10,365	27,601	4,042	3,886
Total Fund Balances	395,934	10,365	27,601	4,042	3,886
Total Liabilities and Fund Balances	\$ 487,502	\$ 15,311	\$ 35,065	\$ 4,222	\$ 3,886

CITY OF NORTHWOOD, OHIO

Special Law Enforcement	Enforcement and Education	Computerized Research	CHIP CDBG	Water	Keep Northwood Beautiful
\$ 10,206	\$ 5,046	\$ 19,496	\$ 102,774	\$ 308,019	\$ 76,295
0	0	0	0	0	0
0	0	0	0	129,747	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 10,206</u>	<u>\$ 5,046</u>	<u>\$ 19,496</u>	<u>\$ 102,774</u>	<u>\$ 437,766</u>	<u>\$ 76,295</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,322	\$ 0
0	0	0	0	249	0
0	0	0	100,000	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>100,000</u>	<u>1,571</u>	<u>0</u>
0	0	0	0	73,184	0
0	0	0	0	0	0
<u>10,206</u>	<u>5,046</u>	<u>19,496</u>	<u>2,774</u>	<u>363,011</u>	<u>76,295</u>
<u>10,206</u>	<u>5,046</u>	<u>19,496</u>	<u>2,774</u>	<u>436,195</u>	<u>76,295</u>
<u>\$ 10,206</u>	<u>\$ 5,046</u>	<u>\$ 19,496</u>	<u>\$ 102,774</u>	<u>\$ 437,766</u>	<u>\$ 76,295</u>

(Continued)

CITY OF NORTHWOOD, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009**

	Water Maintenance - Homecraft	Total Nonmajor Special Revenue Funds
Assets:		
Cash and Cash Equivalents	\$ 0	\$ 870,282
Receivables:		
Taxes	0	7,419
Accounts	5,125	136,137
Intergovernmental	0	145,359
Inventory of Supplies, at Cost	0	43,497
Total Assets	<u>\$ 5,125</u>	<u>\$ 1,202,694</u>
Liabilities:		
Accounts Payable	\$ 0	\$ 1,322
Accrued Wages and Benefits Payable	0	2,555
Interfund Loans Payable	0	100,000
Deferred Revenue	0	101,852
Total Liabilities	<u>0</u>	<u>205,729</u>
Fund Balances:		
Reserved for Encumbrances	0	73,184
Reserved for Supplies Inventory	0	43,497
Undesignated/Unreserved	5,125	880,284
Total Fund Balances	<u>5,125</u>	<u>996,965</u>
Total Liabilities and Fund Balances	<u>\$ 5,125</u>	<u>\$ 1,202,694</u>



CITY OF NORTHWOOD, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	Street Construction, Maintenance and Repair	Motor Vehicle License Tax	State Highway Improvement	Northwood Waste / Environmental	Drug Fine
Revenues:					
Other Local Taxes	\$ 0	\$ 16,122	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	303,332	0	24,593	0	0
Charges for Services	0	0	0	0	0
Licenses and Permits	0	0	0	15,312	0
Investment Earnings	2,130	404	404	404	0
Fines and Forfeitures	0	0	0	0	1,589
Total Revenue	305,462	16,526	24,997	15,716	1,589
Expenditures:					
Current:					
Security of Persons and Property	0	0	0	0	326
Community Environment	0	0	0	20,356	0
Basic Utility Services	0	0	0	0	0
Transportation	252,218	16,824	26,647	0	0
General Government	0	0	0	0	0
Total Expenditures	252,218	16,824	26,647	20,356	326
Excess (Deficiency) of Revenues Over Expenditures	53,244	(298)	(1,650)	(4,640)	1,263
Fund Balances at Beginning of Year	314,308	10,663	29,251	8,682	2,623
Increase in Inventory Reserve	28,382	0	0	0	0
Fund Balances End of Year	\$ 395,934	\$ 10,365	\$ 27,601	\$ 4,042	\$ 3,886

CITY OF NORTHWOOD, OHIO

Special Law Enforcement	Enforcement and Education	Computerized Research	CHIP CDBG	Water	Sanitary Sewer Operation, Maintenance and Repair
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	23,664	0	0
0	0	0	0	243,580	0
0	0	0	0	0	0
404	0	0	0	0	296
<u>4,576</u>	<u>1,114</u>	<u>19,091</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>4,980</u>	<u>1,114</u>	<u>19,091</u>	<u>23,664</u>	<u>243,580</u>	<u>296</u>
5,281	0	0	0	0	0
0	0	0	23,664	0	0
0	0	0	0	149,280	321,897
0	0	0	0	0	0
<u>0</u>	<u>1,220</u>	<u>9,356</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>5,281</u>	<u>1,220</u>	<u>9,356</u>	<u>23,664</u>	<u>149,280</u>	<u>321,897</u>
(301)	(106)	9,735	0	94,300	(321,601)
10,507	5,152	9,761	2,774	341,895	321,601
0	0	0	0	0	0
<u>\$ 10,206</u>	<u>\$ 5,046</u>	<u>\$ 19,496</u>	<u>\$ 2,774</u>	<u>\$ 436,195</u>	<u>\$ 0</u>

(Continued)

CITY OF NORTHWOOD, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	Keep Northwood Beautiful	Water Maintenance - Homecraft	CHIP OHTF	Total Nonmajor Special Revenue Funds
Revenues:				
Other Local Taxes	\$ 0	\$ 0	\$ 0	\$ 16,122
Intergovernmental Revenues	5,471	0	62,865	419,925
Charges for Services	0	0	0	243,580
Licenses and Permits	0	0	0	15,312
Investment Earnings	0	0	0	4,042
Fines and Forfeitures	0	0	0	26,370
Total Revenue	<u>5,471</u>	<u>0</u>	<u>62,865</u>	<u>725,351</u>
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	5,607
Community Environment	0	0	62,865	106,885
Basic Utility Services	0	50,561	0	521,738
Transportation	0	0	0	295,689
General Government	0	0	0	10,576
Total Expenditures	<u>0</u>	<u>50,561</u>	<u>62,865</u>	<u>940,495</u>
Excess (Deficiency) of Revenues Over Expenditures	5,471	(50,561)	0	(215,144)
Fund Balances at Beginning of Year	70,824	55,686	0	1,183,727
Increase in Inventory Reserve	0	0	0	28,382
Fund Balances End of Year	<u>\$ 76,295</u>	<u>\$ 5,125</u>	<u>\$ 0</u>	<u>\$ 996,965</u>



CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major General Fund
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 282,000	\$ 282,000	\$ 275,638	\$ (6,362)
Municipal Income Taxes	3,200,000	3,200,000	2,615,532	(584,468)
Other Local Taxes	50,000	50,000	27,327	(22,673)
Intergovernmental Revenues	1,103,500	1,063,500	814,518	(248,982)
Charges for Services	86,000	102,000	88,858	(13,142)
Licenses and Permits	178,000	162,000	122,923	(39,077)
Investment Earnings	150,000	150,000	36,390	(113,610)
Special Assessments	69,800	69,800	54,442	(15,358)
Fines and Forfeitures	146,000	186,000	172,299	(13,701)
Donations	2,000	2,000	95	(1,905)
All Other Revenues	77,700	77,700	65,608	(12,092)
Total Revenues	<u>5,345,000</u>	<u>5,345,000</u>	<u>4,273,630</u>	<u>(1,071,370)</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	1,857,000	1,857,000	1,773,944	83,056
Materials and Supplies	89,000	80,000	73,216	6,784
Contractual Services	49,000	58,000	50,082	7,918
Other Expenditures	5,000	5,000	3,617	1,383
Total Police Department	<u>2,000,000</u>	<u>2,000,000</u>	<u>1,900,859</u>	<u>99,141</u>
Fire Department:				
Personal Services	396,200	394,200	382,846	11,354
Materials and Supplies	70,800	67,300	63,735	3,565
Contractual Services	28,000	33,500	27,196	6,304
Total Fire Department	<u>495,000</u>	<u>495,000</u>	<u>473,777</u>	<u>21,223</u>
Civil Defense:				
Contractual Services	3,000	3,000	2,736	264

(Continued)

CITY OF NORTHWOOD, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major General Fund
For the Year Ended December 31, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Police and Fire Communications:				
Personal Services	377,100	377,100	329,270	47,830
Materials and Supplies	4,600	4,100	2,377	1,723
Contractual Services	7,300	7,800	6,880	920
Total Police and Fire Communications	<u>389,000</u>	<u>389,000</u>	<u>338,527</u>	<u>50,473</u>
Street Lighting:				
Contractual Services	4,000	4,000	3,429	571
Railroad Lighting:				
Contractual Services	4,000	4,000	3,977	23
Total Security of Persons and Property	<u>2,895,000</u>	<u>2,895,000</u>	<u>2,723,305</u>	<u>171,695</u>
Public Health and Welfare Services:				
County Board of Health:				
Contractual Services	9,000	9,000	8,975	25
Total Public Health and Welfare Services	<u>9,000</u>	<u>9,000</u>	<u>8,975</u>	<u>25</u>
Leisure Time Activities:				
Parks and Playgrounds:				
Materials and Supplies	8,000	6,000	4,996	1,004
Contractual Services	25,000	25,000	23,437	1,563
Capital Outlay	4,000	6,000	5,138	862
Total Parks and Playgrounds	<u>37,000</u>	<u>37,000</u>	<u>33,571</u>	<u>3,429</u>
Recreation:				
Materials and Supplies	2,000	2,000	227	1,773
Contractual Services	4,000	4,000	3,400	600
Total Recreation	<u>6,000</u>	<u>6,000</u>	<u>3,627</u>	<u>2,373</u>
Baseball Programs:				
Personal Services	7,200	7,200	7,041	159
Materials and Supplies	13,000	13,000	10,523	2,477
Contractual Services	12,600	12,500	8,109	4,391
Other Expenditures	200	300	180	120
Total Baseball Programs	<u>33,000</u>	<u>33,000</u>	<u>25,853</u>	<u>7,147</u>

(Continued)

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major General Fund
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Special Events:				
Materials and Supplies	2,500	2,500	2,500	0
Total Leisure Time Activities	<u>78,500</u>	<u>78,500</u>	<u>65,551</u>	<u>12,949</u>
Community Environment:				
Planning and Zoning:				
Personal Services	92,200	92,200	46,998	45,202
Materials and Supplies	3,700	3,700	1,911	1,789
Contractual Services	1,100	1,100	620	480
Total Planning and Zoning	<u>97,000</u>	<u>97,000</u>	<u>49,529</u>	<u>47,471</u>
Weed Control and Tree Care:				
Personal Services	31,000	31,000	23,962	7,038
Materials and Supplies	1,200	1,900	1,417	483
Contractual Services	9,800	8,800	6,859	1,941
Capital Outlay	1,000	1,300	1,100	200
Total Weed Control and Tree Care	<u>43,000</u>	<u>43,000</u>	<u>33,338</u>	<u>9,662</u>
Economic Development:				
Materials and Supplies	10,000	23,557	21,448	2,109
Total Community Environment	<u>150,000</u>	<u>163,557</u>	<u>104,315</u>	<u>59,242</u>
Transportation:				
Street Maintenance and Repair:				
Personal Services	276,300	276,300	195,732	80,568
Materials and Supplies	46,100	46,100	23,703	22,397
Contractual Services	3,600	3,600	1,887	1,713
Total Transportation	<u>326,000</u>	<u>326,000</u>	<u>221,322</u>	<u>104,678</u>
General Government:				
Mayor:				
Personal Services	20,200	20,200	14,072	6,128
Materials and Supplies	1,900	1,900	599	1,301
Contractual Services	1,900	1,900	1,637	263
Total Mayor	<u>24,000</u>	<u>24,000</u>	<u>16,308</u>	<u>7,692</u>

(Continued)

CITY OF NORTHWOOD, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major General Fund
For the Year Ended December 31, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Finance Director:				
Personal Services	313,700	313,700	285,420	28,280
Materials and Supplies	6,000	6,000	5,026	974
Contractual Services	12,300	16,300	15,572	728
Total Finance Director	332,000	336,000	306,018	29,982
City Administrator:				
Personal Services	155,500	156,000	149,408	6,592
Materials and Supplies	3,300	2,800	2,360	440
Contractual Services	1,200	1,200	1,100	100
Total City Administrator	160,000	160,000	152,868	7,132
Legal Administration:				
Personal Services	10,600	11,500	10,174	1,326
Materials and Supplies	3,000	3,000	2,643	357
Contractual Services	40,400	39,500	35,234	4,266
Total Legal Administration	54,000	54,000	48,051	5,949
City Cars:				
Materials and Supplies	1,000	1,000	17	983
City Council:				
Personal Services	58,000	58,000	57,039	961
Materials and Supplies	3,000	3,000	120	2,880
Contractual Services	1,000	1,000	156	844
Total City Council	62,000	62,000	57,315	4,685
City Clerk:				
Personal Services	64,800	64,800	61,363	3,437
Materials and Supplies	900	900	278	622
Contractual Services	5,300	5,300	447	4,853
Total City Clerk	71,000	71,000	62,088	8,912
Mayor's Court:				
Personal Services	225,500	218,800	212,935	5,865
Materials and Supplies	18,800	24,800	23,012	1,788
Contractual Services	16,700	17,400	15,805	1,595
Total Mayor's Court	261,000	261,000	251,752	9,248

(Continued)

CITY OF NORTHWOOD, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major General Fund
For the Year Ended December 31, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Civil Service Commission:				
Personal Services	1,900	1,900	1,478	422
Materials and Supplies	600	600	75	525
Contractual Services	5,500	5,500	160	5,340
Total Civil Service Commission	<u>8,000</u>	<u>8,000</u>	<u>1,713</u>	<u>6,287</u>
Buildings and Grounds:				
Personal Services	113,200	114,300	110,716	3,584
Materials and Supplies	12,600	11,000	10,511	489
Contractual Services	21,700	22,200	21,845	355
Other Expenditures	500	500	454	46
Total Buildings and Grounds	<u>148,000</u>	<u>148,000</u>	<u>143,526</u>	<u>4,474</u>
General Miscellaneous:				
Contractual Services	29,000	29,000	22,092	6,908
Special Assessments:				
Personal Services	800	800	170	630
Contractual Services	66,800	69,700	64,116	5,584
Capital Outlay	4,900	2,000	0	2,000
Total Special Assessments	<u>72,500</u>	<u>72,500</u>	<u>64,286</u>	<u>8,214</u>
General Administrative:				
Personal Services	7,000	8,000	5,865	2,135
Materials and Supplies	9,600	11,600	10,329	1,271
Contractual Services	283,400	280,400	241,607	38,793
Other Expenditures	172,000	168,000	146,929	21,071
Total General Administrative	<u>472,000</u>	<u>468,000</u>	<u>404,730</u>	<u>63,270</u>
Total General Government	<u>1,694,500</u>	<u>1,694,500</u>	<u>1,530,764</u>	<u>163,736</u>
Total Expenditures	<u>5,153,000</u>	<u>5,166,557</u>	<u>4,654,232</u>	<u>512,325</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	192,000	178,443	(380,602)	(559,045)
Fund Balance at Beginning of Year	645,122	645,122	645,122	0
Prior Year Encumbrances	13,557	13,557	13,557	0
Fund Balance at End of Year	<u>\$ 850,679</u>	<u>\$ 837,122</u>	<u>\$ 278,077</u>	<u>\$ (559,045)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund
For the Year Ended December 31, 2009**

	CHIP HOME FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 416,000	\$ 416,000	\$ 77,224	\$ (338,776)
Total Revenues	<u>416,000</u>	<u>416,000</u>	<u>77,224</u>	<u>(338,776)</u>
Expenditures:				
Community Environment:				
Capital Outlay	<u>416,000</u>	<u>416,000</u>	<u>77,259</u>	<u>338,741</u>
Total Expenditures	<u>416,000</u>	<u>416,000</u>	<u>77,259</u>	<u>338,741</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(35)	(35)
Fund Balance at Beginning of Year	<u>96,819</u>	<u>96,819</u>	<u>96,819</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 96,819</u>	<u>\$ 96,819</u>	<u>\$ 96,784</u>	<u>\$ (35)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Debt Service Fund
For the Year Ended December 31, 2009**

GENERAL OBLIGATION DEBT RETIREMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 90,000	\$ 90,000	\$ 85,569	\$ (4,431)
Intergovernmental Revenues	5,000	5,000	4,695	(305)
Total Revenues	<u>95,000</u>	<u>95,000</u>	<u>90,264</u>	<u>(4,736)</u>
Expenditures:				
Debt Service:				
Principal Retirement	125,400	122,150	84,390	37,760
Interest and Fiscal Charges	73,600	73,600	21,620	51,980
Total Expenditures	<u>199,000</u>	<u>195,750</u>	<u>106,010</u>	<u>89,740</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(104,000)	(100,750)	(15,746)	85,004
Other Financing Sources (Uses):				
Transfers In	194,000	194,000	102,000	(92,000)
Total Other Financing Sources (Uses)	<u>194,000</u>	<u>194,000</u>	<u>102,000</u>	<u>(92,000)</u>
Net Change in Fund Balance	90,000	93,250	86,254	(6,996)
Fund Balance at Beginning of Year	211,210	211,210	211,210	0
Fund Balance at End of Year	<u>\$ 301,210</u>	<u>\$ 304,460</u>	<u>\$ 297,464</u>	<u>\$ (6,996)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Capital Projects Fund
For the Year Ended December 31, 2009**

CAPITAL IMPROVEMENT MUNICIPAL TAX FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Taxes	\$ 950,000	\$ 818,000	\$ 747,295	\$ (70,705)
Intergovernmental Revenues	5,000	165,000	160,000	(5,000)
Special Assessments	55,000	48,000	35,578	(12,422)
Fines and Forfeitures	50,000	50,000	36,507	(13,493)
Donations	10,000	50,000	46,477	(3,523)
All Other Revenues	20,000	27,000	25,283	(1,717)
Total Revenues	<u>1,090,000</u>	<u>1,158,000</u>	<u>1,051,140</u>	<u>(106,860)</u>
Expenditures:				
Capital Outlay:				
Security of Persons and Property	750,000	750,000	750,000	0
Leisure Time Activities	10,000	210,000	188,960	21,040
Transportation	1,123,200	931,876	216,232	715,644
General Government	50,800	137,617	124,958	12,659
Total Expenditures	<u>1,934,000</u>	<u>2,029,493</u>	<u>1,280,150</u>	<u>749,343</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(844,000)	(871,493)	(229,010)	642,483
Other Financing Sources (Uses):				
Transfers Out	<u>(102,000)</u>	<u>(102,000)</u>	<u>(102,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(102,000)</u>	<u>(102,000)</u>	<u>(102,000)</u>	<u>0</u>
Net Change In Fund Balance	(946,000)	(973,493)	(331,010)	642,483
Fund Balance at Beginning of Year	1,329,651	1,329,651	1,329,651	0
Prior Year Encumbrances	95,493	95,493	95,493	0
Fund Balance at End of Year	<u>\$ 479,144</u>	<u>\$ 451,651</u>	<u>\$ 1,094,134</u>	<u>\$ 642,483</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Capital Projects Fund
For the Year Ended December 31, 2009**

	CAPITAL REPLACEMENT FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Municipal Income Taxes	\$ 475,000	\$ 475,000	\$ 373,647	\$ (101,353)
Total Revenues	<u>475,000</u>	<u>475,000</u>	<u>373,647</u>	<u>(101,353)</u>
Expenditures:				
Capital Outlay	<u>400,000</u>	<u>400,000</u>	<u>196,852</u>	<u>203,148</u>
Total Expenditures	<u>400,000</u>	<u>400,000</u>	<u>196,852</u>	<u>203,148</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	75,000	75,000	176,795	101,795
Other Financing Sources (Uses):				
Sale of Capital Assets	<u>10,000</u>	<u>10,000</u>	<u>2,200</u>	<u>(7,800)</u>
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>10,000</u>	<u>2,200</u>	<u>(7,800)</u>
Net Change in Fund Balance	85,000	85,000	178,995	93,995
Fund Balance at Beginning of Year	<u>748,178</u>	<u>748,178</u>	<u>748,178</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 833,178</u>	<u>\$ 833,178</u>	<u>\$ 927,173</u>	<u>\$ 93,995</u>

CITY OF NORTHWOOD, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 320,000	\$ 320,000	\$ 305,282	\$ (14,718)
Investment Earnings	10,000	10,000	2,130	(7,870)
Total Revenues	<u>330,000</u>	<u>330,000</u>	<u>307,412</u>	<u>(22,588)</u>
Expenditures:				
Transportation:				
Street Maintenance and Repair:				
Personal Services	120,000	120,000	111,152	8,848
Materials and Supplies	10,000	10,000	4,290	5,710
Total Street Maintenance and Repair	<u>130,000</u>	<u>130,000</u>	<u>115,442</u>	<u>14,558</u>
Snow and Ice Removal:				
Personal Services	14,000	20,000	13,653	6,347
Materials and Supplies	110,000	108,000	90,415	17,585
Contractual Services	15,000	11,000	9,771	1,229
Total Snow and Ice Removal	<u>139,000</u>	<u>139,000</u>	<u>113,839</u>	<u>25,161</u>
Traffic Signals and Signs:				
Personal Services	10,000	14,800	14,521	279
Materials and Supplies	4,000	4,000	2,130	1,870
Contractual Services	12,000	7,200	6,344	856
Total Traffic Signals and Signs	<u>26,000</u>	<u>26,000</u>	<u>22,995</u>	<u>3,005</u>
Total Expenditures	<u>295,000</u>	<u>295,000</u>	<u>252,276</u>	<u>42,724</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	35,000	35,000	55,136	20,136
Fund Balance at Beginning of Year	254,412	254,412	254,412	0
Fund Balance at End of Year	<u>\$ 289,412</u>	<u>\$ 289,412</u>	<u>\$ 309,548</u>	<u>\$ 20,136</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Other Local Taxes	\$ 18,000	\$ 18,000	\$ 16,204	\$ (1,796)
Investment Earnings	2,000	2,000	404	(1,596)
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>16,608</u>	<u>(3,392)</u>
Expenditures:				
Transportation:				
Contractual Services	<u>20,000</u>	<u>20,000</u>	<u>16,824</u>	<u>3,176</u>
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>16,824</u>	<u>3,176</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(216)	(216)
Fund Balance at Beginning of Year	<u>8,108</u>	<u>8,108</u>	<u>8,108</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 8,108</u>	<u>\$ 8,108</u>	<u>\$ 7,892</u>	<u>\$ (216)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

STATE HIGHWAY IMPROVEMENT FUND				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 28,000	\$ 28,000	\$ 24,752	\$ (3,248)
Investment Earnings	2,000	2,000	404	(1,596)
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>25,156</u>	<u>(4,844)</u>
Expenditures:				
Transportation:				
Street Maintenance and Repair:				
Personal Services	12,000	12,000	10,742	1,258
Snow and Ice Removal:				
Materials and Supplies	16,000	16,000	15,190	810
Traffic Signals and Signs:				
Contractual Services	<u>2,000</u>	<u>2,000</u>	<u>881</u>	<u>1,119</u>
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>26,813</u>	<u>3,187</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(1,657)	(1,657)
Fund Balance at Beginning of Year	25,820	25,820	25,820	0
Fund Balance at End of Year	<u>\$ 25,820</u>	<u>\$ 25,820</u>	<u>\$ 24,163</u>	<u>\$ (1,657)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

NORTHWOOD WASTE/ENVIRONMENTAL FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Licenses and Permits	\$ 20,000	\$ 20,000	\$ 15,189	\$ (4,811)
Investment Earnings	2,000	2,000	404	(1,596)
Total Revenues	<u>22,000</u>	<u>22,000</u>	<u>15,593</u>	<u>(6,407)</u>
Expenditures:				
Community Environment:				
Personal Services	22,000	22,000	20,405	1,595
Total Expenditures	<u>22,000</u>	<u>22,000</u>	<u>20,405</u>	<u>1,595</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(4,812)	(4,812)
Fund Balance at Beginning of Year	<u>7,769</u>	<u>7,769</u>	<u>7,769</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 7,769</u>	<u>\$ 7,769</u>	<u>\$ 2,957</u>	<u>\$ (4,812)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	DRUG FINE FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Fines and Forfeitures	\$ 2,000	\$ 2,000	\$ 1,589	\$ (411)
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>1,589</u>	<u>(411)</u>
Expenditures:				
Security of Persons and Property:				
Capital Outlay	<u>3,000</u>	<u>3,000</u>	<u>326</u>	<u>2,674</u>
Total Expenditures	<u>3,000</u>	<u>3,000</u>	<u>326</u>	<u>2,674</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,000)	(1,000)	1,263	2,263
Fund Balance at Beginning of Year	<u>2,623</u>	<u>2,623</u>	<u>2,623</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,623</u>	<u>\$ 1,623</u>	<u>\$ 3,886</u>	<u>\$ 2,263</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$ 3,000	\$ 3,000	\$ 404	\$ (2,596)
Fines and Forfeitures	5,000	5,000	4,576	(424)
Total Revenues	<u>8,000</u>	<u>8,000</u>	<u>4,980</u>	<u>(3,020)</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	1,000	1,000	281	719
Contractual Services	2,000	0	0	0
Capital Outlay	3,000	5,000	5,000	0
Total Expenditures	<u>6,000</u>	<u>6,000</u>	<u>5,281</u>	<u>719</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,000	2,000	(301)	(2,301)
Fund Balance at Beginning of Year	<u>10,507</u>	<u>10,507</u>	<u>10,507</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 12,507</u>	<u>\$ 12,507</u>	<u>\$ 10,206</u>	<u>\$ (2,301)</u>

CITY OF NORTHWOOD, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 2,000	\$ 2,000	\$ 1,114	\$ (886)
Total Revenues	<u>2,000</u>	<u>2,000</u>	<u>1,114</u>	<u>(886)</u>
Expenditures:				
General Government:				
Materials and Supplies	<u>5,000</u>	<u>5,000</u>	<u>1,220</u>	<u>3,780</u>
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>1,220</u>	<u>3,780</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,000)	(3,000)	(106)	2,894
Fund Balance at Beginning of Year	<u>5,152</u>	<u>5,152</u>	<u>5,152</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,152</u>	<u>\$ 2,152</u>	<u>\$ 5,046</u>	<u>\$ 2,894</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

COMPUTERIZED RESEARCH FUND				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 16,000	\$ 20,000	\$ 19,091	\$ (909)
Total Revenues	<u>16,000</u>	<u>20,000</u>	<u>19,091</u>	<u>(909)</u>
Expenditures:				
General Government:				
Capital Outlay	10,000	10,000	9,356	644
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>9,356</u>	<u>644</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,000	10,000	9,735	(265)
Fund Balance at Beginning of Year	9,761	9,761	9,761	0
Fund Balance at End of Year	<u>\$ 15,761</u>	<u>\$ 19,761</u>	<u>\$ 19,496</u>	<u>\$ (265)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	CHIP CDBG FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 28,500	\$ 28,500	\$ 23,664	\$ (4,836)
Total Revenues	<u>28,500</u>	<u>28,500</u>	<u>23,664</u>	<u>(4,836)</u>
Expenditures:				
Community Environment:				
Capital Outlay	<u>28,500</u>	<u>28,500</u>	<u>23,664</u>	<u>4,836</u>
Total Expenditures	<u>28,500</u>	<u>28,500</u>	<u>23,664</u>	<u>4,836</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>102,774</u>	<u>102,774</u>	<u>102,774</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 102,774</u>	<u>\$ 102,774</u>	<u>\$ 102,774</u>	<u>\$ 0</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	WATER FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Charges for Services	\$ 370,000	\$ 366,750	\$ 203,865	\$ (162,885)
Total Revenues	<u>370,000</u>	<u>366,750</u>	<u>203,865</u>	<u>(162,885)</u>
Expenditures:				
Basic Utility Services:				
Personal Services	21,000	21,000	17,611	3,389
Contractual Services	19,000	19,000	8,672	10,328
Capital Outlay	<u>268,000</u>	<u>268,000</u>	<u>195,777</u>	<u>72,223</u>
Total Expenditures	<u>308,000</u>	<u>308,000</u>	<u>222,060</u>	<u>85,940</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	62,000	58,750	(18,195)	(76,945)
Fund Balance at Beginning of Year	<u>253,030</u>	<u>253,030</u>	<u>253,030</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 315,030</u>	<u>\$ 311,780</u>	<u>\$ 234,835</u>	<u>\$ (76,945)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 30,000	\$ 30,876	\$ 4,477	\$ (26,399)
Investment Earnings	2,000	2,000	296	(1,704)
Total Revenues	<u>32,000</u>	<u>32,876</u>	<u>4,773</u>	<u>(28,103)</u>
Expenditures:				
Basic Utility Services:				
Personal Services	13,000	13,000	0	13,000
Materials and Supplies	2,000	2,000	0	2,000
Capital Outlay	15,000	335,000	321,897	13,103
Total Expenditures	<u>30,000</u>	<u>350,000</u>	<u>321,897</u>	<u>28,103</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,000	(317,124)	(317,124)	0
Fund Balance at Beginning of Year	317,124	317,124	317,124	0
Fund Balance at End of Year	<u>\$ 319,124</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

KEEP NORTHWOOD BEAUTIFUL FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 6,000	\$ 6,000	\$ 5,471	\$ (529)
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>5,471</u>	<u>(529)</u>
Expenditures:				
Community Environment:				
Materials and Supplies	4,000	4,000	0	4,000
Capital Outlay	<u>1,000</u>	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,000	1,000	5,471	4,471
Fund Balance at Beginning of Year	<u>70,824</u>	<u>70,824</u>	<u>70,824</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 71,824</u></u>	<u><u>\$ 71,824</u></u>	<u><u>\$ 76,295</u></u>	<u><u>\$ 4,471</u></u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

WATER MAINTENANCE - HOMECRAFT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Charges for Services	\$ 25,000	\$ 25,000	\$ 0	\$ (25,000)
Total Revenues	<u>25,000</u>	<u>25,000</u>	<u>0</u>	<u>(25,000)</u>
Expenditures:				
Basic Utility Services:				
Personal Services	8,000	8,000	0	8,000
Capital Outlay	17,000	67,000	50,561	16,439
Total Expenditures	<u>25,000</u>	<u>75,000</u>	<u>50,561</u>	<u>24,439</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(50,000)	(50,561)	(561)
Fund Balance at Beginning of Year	50,561	50,561	50,561	0
Fund Balance at End of Year	<u>\$ 50,561</u>	<u>\$ 561</u>	<u>\$ 0</u>	<u>\$ (561)</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 100,000	\$ 100,000	\$ 62,865	\$ (37,135)
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>62,865</u>	<u>(37,135)</u>
Expenditures:				
Community Environment:				
Capital Outlay	<u>100,000</u>	<u>100,000</u>	<u>62,865</u>	<u>37,135</u>
Total Expenditures	<u>100,000</u>	<u>100,000</u>	<u>62,865</u>	<u>37,135</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF NORTHWOOD, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Other Local Taxes	\$ 3,500	\$ 3,500	\$ 2,000	\$ (1,500)
Intergovernmental Revenues	9,500	9,500	9,138	(362)
Total Revenues	<u>13,000</u>	<u>13,000</u>	<u>11,138</u>	<u>(1,862)</u>
Expenditures:				
Capital Outlay	65,000	65,000	44,976	20,024
Total Expenditures	<u>65,000</u>	<u>65,000</u>	<u>44,976</u>	<u>20,024</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,000)	(52,000)	(33,838)	18,162
Fund Balance at Beginning of Year	64,106	64,106	64,106	0
Fund Balance at End of Year	<u>\$ 12,106</u>	<u>\$ 12,106</u>	<u>\$ 30,268</u>	<u>\$ 18,162</u>

Fiduciary Fund

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

Agency Fund

Mayor's Court Fund

To account for the collection and distribution of court fines and forfeitures.

CITY OF NORTHWOOD, OHIO

***Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2009***

	Balance December 31, 2008	Additions	Deductions	Balance December 31, 2009
<u>Mayor's Court Fund</u>				
Cash and Cash Equivalents	\$1,550	\$263,816	(\$265,291)	\$75
Total Assets	<u>\$1,550</u>	<u>\$263,816</u>	<u>(\$265,291)</u>	<u>\$75</u>
Liabilities:				
Due to Others	\$1,550	\$263,816	(\$265,291)	\$75
Total Liabilities	<u>\$1,550</u>	<u>\$263,816</u>	<u>(\$265,291)</u>	<u>\$75</u>

*CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS*

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
December 31, 2009***

<u>Capital Assets:</u>	
Land	\$407,945
Land Improvements	33,100
Buildings and Improvements	3,963,944
Machinery, Equipment, Furniture and Fixtures	1,024,494
Vehicles	2,609,288
Infrastructure	<u>4,018,302</u>
Total Capital Assets	<u><u>\$12,057,073</u></u>

<u>Investment in Capital Assets from:</u>	
General Fund	\$94,914
Special Revenue Funds	1,610,172
Capital Projects Funds	<u>10,351,987</u>
Total Capital Assets	<u><u>\$12,057,073</u></u>

CITY OF NORTHWOOD, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
December 31, 2009***

<u>Function and Activity</u>	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings and Improvements</u>	<u>Machinery, Equipment, Furniture and Fixtures</u>
<u>General Government:</u>				
Finance	\$0	\$0	\$0	\$16,814
Administration	0	0	0	0
Public Land and Buildings	407,945	33,100	3,963,944	77,580
Total	407,945	33,100	3,963,944	94,394
<u>Security of Persons and Property:</u>				
Police	0	0	0	162,803
Fire	0	0	0	246,337
Total	0	0	0	409,140
<u>Transportation:</u>				
Street	0	0	0	211,418
<u>Basic Utility Services:</u>				
Storms, Sewers and Drains	0	0	0	0
<u>Leisure Time Activities:</u>				
Parks	0	0	0	261,812
<u>Community Environment:</u>				
Brush Pickup	0	0	0	47,730
Total Capital Assets	<u>\$407,945</u>	<u>\$33,100</u>	<u>\$3,963,944</u>	<u>\$1,024,494</u>

CITY OF NORTHWOOD, OHIO

<u>Vehicles</u>	<u>Infrastructure</u>	<u>Total</u>
\$0	\$0	\$16,814
18,724	0	18,724
80,047	24,500	4,587,116
<u>98,771</u>	<u>24,500</u>	<u>4,622,654</u>
285,705	0	448,508
1,541,263	0	1,787,600
<u>1,826,968</u>	<u>0</u>	<u>2,236,108</u>
683,549	2,864,519	3,759,486
0	1,003,546	1,003,546
0	125,737	387,549
<u>0</u>	<u>0</u>	<u>47,730</u>
<u><u>\$2,609,288</u></u>	<u><u>\$4,018,302</u></u>	<u><u>\$12,057,073</u></u>

CITY OF NORTHWOOD, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes by Function and Activity
For Year Ended December 31, 2009***

<u>Function and Activity</u>	<u>December 31, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2009</u>
<u>General Government:</u>				
Finance	\$16,814	\$0	\$0	\$16,814
Administration	18,724	0	0	18,724
Public Land and Buildings	4,375,721	211,395	0	4,587,116
Total	4,411,259	211,395	0	4,622,654
<u>Security of Persons and Property:</u>				
Police	448,508	0	0	448,508
Fire	1,075,175	752,925	(40,500)	1,787,600
Total	1,523,683	752,925	(40,500)	2,236,108
<u>Transportation:</u>				
Street	3,676,879	184,834	(102,227)	3,759,486
<u>Basic Utility Services:</u>				
Storms, Sewers and Drains	925,330	78,216	0	1,003,546
<u>Leisure Time Activities:</u>				
Parks	184,886	202,663	0	387,549
<u>Community Environment:</u>				
Brush Pickup	47,730	0	0	47,730
Total Capital Assets	\$10,769,767	\$1,430,033	(\$142,727)	\$12,057,073

STATISTICAL SECTION



Unity thru Diversification

STATISTICAL TABLES

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.

Contents

Financial Trends	S 2 – S 9
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
Revenue Capacity	S 10 – S 13
These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue sources, the property tax and the income tax.	
Debt Capacity	S 14 – S 21
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.	
Economic and Demographic Information	S 22 – S 25
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 26 – S 31
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.	

City of Northwood

*Net Assets by Component
Last Six Years
(accrual basis of accounting)*

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$2,709,009	\$3,280,125	\$4,761,018	\$5,587,177
Restricted	2,561,935	3,530,758	3,558,021	3,867,539
Unrestricted	1,091,942	1,513,704	1,504,770	(294,696)
Total Governmental Activities Net Assets	<u>\$6,362,886</u>	<u>\$8,324,587</u>	<u>\$9,823,809</u>	<u>\$9,160,020</u>
Primary Government:				
Invested in Capital Assets, Net of Related Debt	\$2,709,009	\$3,280,125	\$4,761,018	\$5,587,177
Restricted	2,561,935	3,530,758	3,558,021	3,867,539
Unrestricted	1,091,942	1,513,704	1,504,770	(294,696)
Total Primary Government Net Assets	<u>\$6,362,886</u>	<u>\$8,324,587</u>	<u>\$9,823,809</u>	<u>\$9,160,020</u>

Source: Finance Director's Office

City of Northwood

<u>2008</u>	<u>2009</u>
\$6,116,752	\$8,091,560
4,308,532	4,027,308
(988,847)	(1,704,094)
<u>\$9,436,437</u>	<u>\$10,414,774</u>

\$6,116,752	\$8,091,560
4,308,532	4,027,308
(988,847)	(1,704,094)
<u>\$9,436,437</u>	<u>\$10,414,774</u>

City of Northwood

*Changes in Net Assets
Last Six Years
(accrual basis of accounting)*

	2004	2005	2006	2007
Expenses				
Governmental Activities:				
Security of Persons and Property	\$2,687,303	\$2,945,787	\$2,774,120	\$2,891,340
Public Health and Welfare Services	7,919	6,976	7,256	7,869
Leisure Time Activities	83,270	88,266	81,343	98,108
Community Environment	454,832	335,915	271,984	582,567
Basic Utility Services	628,619	60,161	344,234	416,410
Transportation	481,056	678,071	559,877	3,152,393
General Government	1,456,201	1,448,482	1,526,552	1,765,444
Interest and Fiscal Charges	71,983	161,557	43,463	73,790
<i>Total Primary Government Expenses</i>	<u>\$5,871,183</u>	<u>\$5,725,215</u>	<u>\$5,608,829</u>	<u>\$8,987,921</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$254,143	\$172,994	\$102,273	\$312,025
Leisure Time Activities	8,622	14,705	9,290	7,980
Community Environment	24,189	31,198	21,355	91,830
Basic Utility Services	378,804	467,475	423,974	359,903
Transportation	43,905	0	13,628	32,915
General Government	507,680	635,778	477,342	382,156
Operating Grants and Contributions	564,483	438,046	483,324	810,546
Capital Grants and Contributions	215,488	117,445	263,996	96,445
<i>Total Governmental Activities Program Revenues</i>	<u>1,997,314</u>	<u>1,877,641</u>	<u>1,795,182</u>	<u>2,093,800</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes	313,017	322,209	289,354	349,006
Municipal Income Taxes	4,062,903	4,062,435	4,222,764	4,378,660
Other Local Taxes	76,183	76,855	73,800	61,285
Grants and Entitlements not				
Restricted to Specific Programs	349,931	1,132,148	471,649	1,156,122
Investment Earnings	33,322	131,126	180,924	217,168
Miscellaneous	163,296	84,502	74,378	68,091
<i>Total Primary Government</i>	<u>4,998,652</u>	<u>5,809,275</u>	<u>5,312,869</u>	<u>6,230,332</u>
Special Item: Transfer of Debt	\$0	\$0	\$0	\$0
Change in Net Assets	<u>\$1,124,783</u>	<u>\$1,961,701</u>	<u>\$1,499,222</u>	<u>(\$663,789)</u>

Source: Finance Director's Office

City of Northwood

<u>2008</u>	<u>2009</u>
\$2,926,916	\$2,933,171
8,164	8,975
82,278	68,744
201,995	345,967
200,738	530,276
873,865	652,731
2,250,336	1,648,872
77,672	36,024
<u>\$6,621,964</u>	<u>\$6,224,760</u>

\$189,662	\$226,894
2,995	4,755
17,262	15,663
295,004	243,580
24,103	35,578
330,888	359,009
380,473	630,584
34,912	241,714
<u>1,275,299</u>	<u>1,757,777</u>

360,753	331,711
4,195,332	3,667,625
48,851	47,714
785,185	501,639
138,404	17,024
94,557	0
<u>5,623,082</u>	<u>4,565,713</u>
<u>\$0</u>	<u>\$879,607</u>
<u>\$276,417</u>	<u>\$978,337</u>

City of Northwood

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2000	2001	2002	2003
General Fund				
Reserved	\$45,985	\$44,759	\$78,250	\$72,369
Unreserved	491,096	616,503	464,882	466,752
<i>Total General Fund</i>	<u>537,081</u>	<u>661,262</u>	<u>543,132</u>	<u>539,121</u>
All Other Governmental Funds				
Reserved	106,800	209,498	74,116	64,771
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	530,518	546,349	669,820	883,911
Debt Service Funds	0	0	0	0
Capital Projects Funds	(387,004)	(109,427)	292,325	990,530
Total All Other Governmental Funds	<u>250,314</u>	<u>646,420</u>	<u>1,036,261</u>	<u>1,939,212</u>
<i>Total Governmental Funds</i>	<u><u>\$787,395</u></u>	<u><u>\$1,307,682</u></u>	<u><u>\$1,579,393</u></u>	<u><u>\$2,478,333</u></u>

Source: Finance Director's Office

City of Northwood

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$67,303	\$79,110	\$79,646	\$71,392	\$71,728	\$32,617
<u>590,583</u>	<u>989,091</u>	<u>1,238,679</u>	<u>1,659,957</u>	<u>915,010</u>	<u>426,584</u>
<u>657,886</u>	<u>1,068,201</u>	<u>1,318,325</u>	<u>1,731,349</u>	<u>986,738</u>	<u>459,201</u>
137,056	397,302	266,399	215,849	217,603	442,972
461,813	944,798	1,070,624	1,112,965	1,162,943	807,993
0	0	26,487	125,182	211,210	297,464
<u>1,339,196</u>	<u>1,638,569</u>	<u>1,810,665</u>	<u>2,043,330</u>	<u>2,369,245</u>	<u>2,206,596</u>
<u>1,938,065</u>	<u>2,980,669</u>	<u>3,174,175</u>	<u>3,497,326</u>	<u>3,961,001</u>	<u>3,755,025</u>
<u>\$2,595,951</u>	<u>\$4,048,870</u>	<u>\$4,492,500</u>	<u>\$5,228,675</u>	<u>\$4,947,739</u>	<u>\$4,214,226</u>

City of Northwood

Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2000	2001	2002	2003
Revenues:				
Taxes	\$3,395,940	\$3,428,408	\$3,760,756	\$4,358,846
Intergovernmental Revenues	1,566,188	1,210,778	1,050,188	1,069,965
Charges for Services	205,864	103,350	143,954	315,978
Licenses, Permits and Fees	231,595	357,962	426,867	320,173
Investment Earnings	119,399	79,602	51,373	29,889
Special Assessments	81,469	80,034	83,753	78,894
Fines and Forfeitures	208,583	193,317	202,845	160,275
Donations	426,236	5,312	4,644	2,550
All Other Revenue	51,061	75,444	95,870	54,185
Total Revenue	6,286,335	5,534,207	5,820,250	6,390,755
Expenditures:				
Current:				
Security of Persons and Property	2,120,072	2,149,659	2,217,835	2,387,311
Public Health and Welfare Services	6,002	6,325	7,937	7,923
Leisure Time Activities	95,045	75,303	79,701	77,602
Community Environment	119,711	146,698	162,908	163,911
Basic Utility Services	61,485	48,769	48,460	81,488
Transportation	407,742	406,330	429,463	487,007
General Government	1,139,537	1,233,798	1,257,868	1,281,256
Capital Outlay	2,308,269	1,036,862	1,045,270	847,258
Debt Service:				
Principal Retirement	134,236	180,306	198,747	82,866
Interest and Fiscal Charges	130,695	125,222	100,787	80,752
Total Expenditures	6,522,794	5,409,272	5,548,976	5,497,374
Excess (Deficiency) of Revenues Over Expenditures	(236,459)	124,935	271,274	893,381

City of Northwood

2004	2005	2006	2007	2008	2009
\$4,314,284	\$4,470,044	\$4,752,120	\$4,760,809	\$4,584,503	\$4,099,357
1,257,237	1,609,116	1,435,315	2,115,238	1,279,354	1,377,468
356,852	389,794	425,805	467,096	366,060	347,120
442,158	350,593	206,052	213,636	159,152	140,602
36,055	109,416	213,501	217,168	114,996	40,432
100,731	116,337	113,540	112,938	78,805	90,020
183,732	480,941	347,983	215,554	184,004	231,562
12,260	16,287	2,925	142,250	9,329	46,572
125,768	84,135	72,294	89,977	75,859	87,423
<u>6,829,077</u>	<u>7,626,663</u>	<u>7,569,535</u>	<u>8,334,666</u>	<u>6,852,062</u>	<u>6,460,556</u>
2,471,232	2,680,788	2,669,816	2,754,757	2,799,260	2,763,288
7,919	6,976	7,256	7,869	8,164	8,975
76,855	75,929	72,183	87,164	71,334	65,645
446,489	325,469	264,879	574,272	198,281	343,722
628,619	51,834	338,972	405,668	188,488	521,738
454,210	511,382	466,844	519,115	530,824	519,477
1,368,328	1,333,162	1,463,430	1,679,704	2,144,392	1,558,290
1,102,567	1,777,387	1,633,065	3,568,027	998,686	1,338,924
86,888	111,556	108,426	120,405	122,498	84,390
71,983	100,724	92,658	83,363	77,934	21,620
<u>6,715,090</u>	<u>6,975,207</u>	<u>7,117,529</u>	<u>9,800,344</u>	<u>7,139,861</u>	<u>7,226,069</u>
113,987	651,456	452,006	(1,465,678)	(287,799)	(765,513)

(Continued)

City of Northwood

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Other Financing Sources (Uses):				
Sale of Capital Assets	12,876	3,232	5,185	8,000
General Obligation Bonds Issued	0	0	0	0
Transfers In	1,020,384	627,681	411,410	324,000
Transfers Out	<u>(1,020,384)</u>	<u>(627,681)</u>	<u>(411,410)</u>	<u>(324,000)</u>
Total Other Financing Sources (Uses)	<u>12,876</u>	<u>3,232</u>	<u>5,185</u>	<u>8,000</u>
Net Change in Fund Balance	<u><u>(\$223,583)</u></u>	<u><u>\$128,167</u></u>	<u><u>\$276,459</u></u>	<u><u>\$901,381</u></u>
Debt Service as a Percentage of Noncapital Expenditures	4.32%	6.66%	5.66%	3.16%

Source: Finance Director's Office

City of Northwood

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
9,100	0	0	500	5,210	2,200
0	800,000	0	2,200,000	0	0
229,000	289,000	364,000	294,000	197,000	102,000
<u>(229,000)</u>	<u>(289,000)</u>	<u>(364,000)</u>	<u>(294,000)</u>	<u>(197,000)</u>	<u>(102,000)</u>
<u>9,100</u>	<u>800,000</u>	<u>0</u>	<u>2,200,500</u>	<u>5,210</u>	<u>2,200</u>
<u>\$123,087</u>	<u>\$1,451,456</u>	<u>\$452,006</u>	<u>\$734,822</u>	<u>(\$282,589)</u>	<u>(\$763,313)</u>
2.83%	4.14%	3.71%	2.34%	3.16%	1.83%

City of Northwood

Income Tax Revenues by Source, Governmental Funds Last Ten Years

Tax year	2000	2001	2002	2003	2004
Income Tax Rate	1.50%	1.50%	1.50%	1.50%	1.50%
Total Tax Collected	\$3,243,746	\$3,345,682	\$3,571,190	\$4,046,253	\$4,127,618
Income Tax Receipts					
Withholding Accounts	2,619,656	2,768,936	2,941,091	3,169,189	3,148,326
Percentage	80.7%	82.8%	82.4%	78.3%	76.3%
Business Accounts	371,890	305,272	358,442	602,134	694,875
Percentage	11.5%	9.1%	10.0%	14.9%	16.8%
Residential Accounts	252,199	271,474	271,658	274,931	284,416
Percentage	7.8%	8.1%	7.6%	6.8%	6.9%

Source: City Income Tax Department

City of Northwood

2005	2006	2007	2008	2009
1.50%	1.50%	1.50%	1.50%	1.50%
\$4,304,522	\$4,478,459	\$4,433,918	\$4,292,624	\$3,736,474
3,271,490	3,398,217	3,540,483	3,480,120	3,020,380
76.0%	75.9%	79.9%	81.1%	80.8%
764,568	808,377	626,095	423,309	382,160
17.8%	18.1%	14.1%	9.9%	10.2%
268,463	271,865	267,340	389,195	333,934
6.2%	6.0%	5.9%	9.0%	8.8%



City of Northwood

Income Tax Collections Current Year and Three Years Ago

Calendar Year 2009				
	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
Top Ten	10	0.50%	\$3,083,701	3.49%
All Others	1,984	99.50%	85,150,704	96.51%
Total	1,994	100.00%	\$88,234,405	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Northwood	\$522,081
Taxes Credited to Other Municipalities	801,435
	\$1,323,516

Calendar Year 2006				
	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
Top Ten	10	0.62%	\$3,251,434	4.46%
All Others	1,601	99.38%	69,664,510	95.54%
Total	1,611	100.00%	\$72,915,943	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Northwood	\$444,075
Taxes Credited to Other Municipalities	649,664
	\$1,093,739

Source: City Income Tax Department

Information is not available in this format prior to 2006.

City of Northwood

Ratio of Outstanding Debt By Type Last Ten Years

	2000	2001	2002	2003
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$225,000	\$115,000	\$0	\$0
General Obligation Bonds Payable (TIF Supported)	0	0	0	0
OPWC Loan Payable	178,400	169,010	154,925	145,535
OWDA Loans Payable	1,126,741	1,106,213	1,079,062	1,050,332
Capital Leases	174,743	134,355	91,844	47,098
Total Primary Government	<u>\$1,704,884</u>	<u>\$1,524,578</u>	<u>\$1,325,831</u>	<u>\$1,242,965</u>
Population ⁽²⁾				
City of Northwood	5,471	5,484	5,484	5,484
Outstanding Debt Per Capita	\$312	\$278	\$242	\$227
Income ⁽³⁾				
Personal (in thousands)	149,610	149,061	151,836	159,031
Percentage of Personal Income	1.14%	1.02%	0.87%	0.78%

Sources:

- (1) Finance Director's Office
- (2) US Bureau of Census, Population Division
- (3) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation

City of Northwood

2004	2005	2006	2007	2008	2009
\$0	\$730,000	\$665,000	\$590,000	\$515,000	\$440,000
0	0	0	2,200,000	2,200,000	2,200,000
136,145	126,755	117,365	107,975	98,585	89,195
1,019,932	987,766	953,730	917,715	879,607	0
0	0	0	0	0	0
<u>\$1,156,077</u>	<u>\$1,844,521</u>	<u>\$1,736,095</u>	<u>\$3,815,690</u>	<u>\$3,693,192</u>	<u>\$2,729,195</u>
5,484	5,493	5,493	5,493	5,493	5,493
\$211	\$336	\$316	\$695	\$672	\$497
161,635	166,811	179,319	188,289	191,063	191,063
0.72%	1.11%	0.97%	2.03%	1.93%	1.43%

City of Northwood

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2000	2001	2002	2003
Population ⁽¹⁾	5,471	5,484	5,484	5,484
Assessed Value ⁽²⁾	\$130,617,313	\$130,325,470	\$139,227,495	\$138,941,800
General Bonded Debt ⁽³⁾				
General Obligation Bonds	\$225,000	\$115,000	\$0	\$0
Resources Available to Pay Principal ⁽⁴⁾	\$31,023	\$59,646	\$48,818	\$43,481
Net General Bonded Debt	\$193,977	\$55,354	\$0	\$0
Ratio of Net Bonded Debt to Assessed Value	0.15%	0.04%	0.00%	0.00%
Net Bonded Debt per Capita	\$35.46	\$10.09	\$0.00	\$0.00

Source:

(1) U.S. Bureau of Census of Population

(2) Wood County Auditor

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

(4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

City of Northwood

2004	2005	2006	2007	2008	2009
5,484	5,493	5,493	5,493	5,493	5,493
\$141,109,588	\$153,781,028	\$149,509,617	\$139,923,694	\$143,367,100	\$144,898,810
\$0	\$730,000	\$665,000	\$2,790,000	\$2,715,000	\$2,640,000
\$71,677	\$56,239	\$26,487	\$125,182	\$211,210	\$297,464
\$0	\$673,761	\$638,513	\$2,664,818	\$2,503,790	\$2,342,536
0.00%	0.44%	0.43%	1.90%	1.75%	1.62%
\$0.00	\$122.66	\$116.24	\$485.13	\$455.81	\$426.46



City of Northwood

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2009*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Northwood</u>	<u>Amount Applicable to the City of Northwood</u>
Direct:			
City of Northwood	\$2,640,000	100.00%	\$2,640,000
Overlapping:			
Northwood School District	897,599	100.00%	897,599
Wood County	3,938,416	5.00%	<u>196,921</u>
		Subtotal	<u>1,094,520</u>
		Total	<u><u>\$3,734,520</u></u>

Source: Wood County

Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

City of Northwood

Debt Limitations Last Ten Years

Collection Year	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Total Debt				
Net Assessed Valuation	\$130,617,313	\$130,325,470	\$139,227,495	\$138,941,800
Legal Debt Limitation (%) ⁽¹⁾	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) ⁽¹⁾	13,714,818	13,684,174	14,618,887	14,588,889
City Debt Outstanding	1,025,000	815,000	600,000	400,000
Less: Applicable Debt Service Fund Amounts ⁽²⁾	<u>(31,023)</u>	<u>(59,646)</u>	<u>(48,818)</u>	<u>(43,481)</u>
Net Indebtedness Subject to Limitation	<u>993,977</u>	<u>755,354</u>	<u>551,182</u>	<u>356,519</u>
Overall Legal Debt Margin	<u>\$12,720,841</u>	<u>\$12,928,820</u>	<u>\$14,067,705</u>	<u>\$14,232,370</u>
Unvoted Debt				
Net Assessed Valuation	\$130,617,313	\$130,325,470	\$139,227,495	\$138,941,800
Legal Debt Limitation (%) ⁽¹⁾	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) ⁽¹⁾	7,183,952	7,167,901	7,657,512	7,641,799
City Debt Outstanding	1,025,000	815,000	600,000	400,000
Less: Applicable Debt Service Fund Amounts ⁽²⁾	<u>(31,023)</u>	<u>(59,646)</u>	<u>(48,818)</u>	<u>(43,481)</u>
Net Indebtedness Subject to Limitation	<u>993,977</u>	<u>755,354</u>	<u>551,182</u>	<u>356,519</u>
Overall Legal Debt Margin	<u>\$6,189,975</u>	<u>\$6,412,547</u>	<u>\$7,106,330</u>	<u>\$7,285,280</u>

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

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.
Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: Finance Director's Office

City of Northwood

2004	2005	2006	2007	2008	2009
\$141,109,588	\$153,781,028	\$149,509,617	\$139,923,694	\$143,367,100	\$144,898,810
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
14,816,507	16,147,008	15,698,510	14,691,988	15,053,546	15,214,375
300,000	930,000	665,000	2,790,000	2,715,000	2,640,000
(71,677)	(56,239)	(26,487)	(125,182)	(211,210)	(297,464)
228,323	873,761	638,513	2,664,818	2,503,790	2,342,536
\$14,588,184	\$15,273,247	\$15,059,997	\$12,027,170	\$12,549,756	\$12,871,839

\$141,109,588	\$153,781,028	\$149,509,617	\$139,923,694	\$143,367,100	\$144,898,810
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
7,761,027	8,457,957	8,223,029	7,695,803	7,885,191	7,969,435
300,000	930,000	665,000	2,790,000	2,715,000	2,640,000
(71,677)	(56,239)	(26,487)	(125,182)	(211,210)	(297,464)
228,323	873,761	638,513	2,664,818	2,503,790	2,342,536
\$7,532,704	\$7,584,196	\$7,584,516	\$5,030,985	\$5,381,401	\$5,626,899

City of Northwood

Demographic and Economic Statistics Last Ten Years

Calendar Year	2000	2001	2002	2003	2004
Population (1)					
City of Northwood	5,471	5,484	5,484	5,484	5,484
Wood County	121,065	121,065	121,065	121,065	121,065
Income (2) (a)					
Total Personal (in thousands)	149,610	149,061	151,836	159,031	161,635
Per Capita	27,346	27,181	27,687	28,999	29,474
Unemployment Rate (3)					
Federal	4.2%	3.8%	4.8%	5.8%	6.0%
State	4.3%	3.7%	4.3%	5.7%	6.1%
Wood County	3.2%	3.5%	4.8%	5.4%	5.6%
Civilian Work Force Estimates (3)					
State	5,900,400	5,857,000	5,828,000	5,915,000	5,875,300
Wood County	67,700	68,400	67,600	68,000	66,800

Sources:

- (1) Ohio Department of Job and Family Services - Estimate
- (2) US Department of Commerce, Bureau of Economic Analysis information is only available through 2008 for the presentation of 2009 statistics, the City is using the latest information available.
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation
- (3) State Department of Labor Statistics

City of Northwood

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
5,493	5,493	5,493	5,493	5,493
123,929	123,929	123,929	123,929	123,929
166,811	179,319	188,289	191,063	191,063
30,368	32,645	34,278	34,783	34,783
5.5%	5.0%	4.6%	5.8%	9.3%
6.0%	5.9%	5.6%	6.5%	10.3%
5.6%	5.2%	5.4%	6.9%	11.2%
5,900,400	5,971,500	5,976,500	5,986,400	5,970,000
67,000	68,400	68,600	68,600	68,600



City of Northwood

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2009	
		Number of Employees	Rank
TNS Inc.	Research	475	1
Norplas Industries	Automotive Parts	464	2
North American Science Association	Medical Equipment Testing	225	3
Hoover Universal	Automotive Parts	217	4
Interstate Brands	Bakery Distribution Center	205	5
Andersons	Retail	156	6
Northwood Board of Education	Education	122	7
Malcolm Meats	Meat Processing	105	8
Pilkington	Glass Manufacturing	103	9
Federal Express	Package Delivery	100	10
Total		<u>2,172</u>	

Employer	Nature of Business	2000	
		Number of Employees	Rank
NFO Worldwide Inc.	Market Research	947	1
Norplas Industries, Inc.	Automotive	658	2
Andersons, Inc.	Retail	313	3
Northwood Local Board of Education	Education	260	4
Owens Community College	College	241	5
Advance Engineering Co.	Engineering	225	6
Sears Roebuck & Company	Retail	214	7
Johnson Controls, Inc.	Manufacturing	211	8
Hirzel Canning Co.	Cannery	207	9
Malcom Meat Company	Meat	174	10
Total		<u>3,450</u>	

Source: City Income Tax Department

City of Northwood

Full Time Equivalent Employees by Function Last Ten Years

	2000	2001	2002	2003	2004	2005
Governmental Activities						
General Government						
Finance	5.00	5.00	5.00	5.00	5.00	5.00
Legal/Court	2.00	2.00	3.00	3.00	3.50	3.50
Administration	2.00	2.00	2.00	2.00	2.00	2.00
Maintenance	2.50	2.50	2.50	2.50	2.50	2.50
Security of Persons and Property						
Police	24.25	23.25	23.00	23.00	23.00	24.00
Dispatch	6.00	6.00	6.00	6.00	6.00	6.00
Fire	2.00	2.00	2.00	2.00	2.00	2.00
Fire - Volunteers	48.00	41.00	41.00	45.00	50.00	53.00
Transportation						
Street	8.00	8.00	8.00	8.00	8.00	8.00
Leisure Time Activities						
Recreation/Seniors	0.50	0.50	0.50	0.50	0.50	0.50
Community Environment						
Service	1.00	1.00	1.50	1.50	1.50	1.50
<i>Total Employees</i>	<u>101.25</u>	<u>93.25</u>	<u>94.50</u>	<u>98.50</u>	<u>104.00</u>	<u>108.00</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: Finance Director's Office

City of Northwood

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
5.00	5.00	5.00	4.00
3.50	3.50	3.50	2.50
2.00	2.00	2.00	1.00
2.50	2.50	2.50	2.50
24.00	24.00	24.00	23.00
6.00	6.00	6.00	5.00
2.00	2.00	2.00	1.00
45.00	46.00	46.00	43.00
8.00	7.00	7.00	6.00
0.50	0.50	0.50	0.50
1.50	1.50	1.50	1.00
<u>100.00</u>	<u>100.00</u>	<u>100.00</u>	<u>89.50</u>

City of Northwood

Operating Indicators by Function Last Ten Years

	2000	2001	2002	2003	2004	2005
Governmental Activities						
General Government						
Court						
Number of Criminal Cases	247	313	375	375	359	286
Number of Traffic Cases	2,410	2,405	2,501	1,969	1,932	1,832
Number of Open Cases	n/a	n/a	n/a	n/a	166	221
Permits						
Residential Zoning Permits	279	390	363	242	265	289
Commercial Zoning Permits	83	68	92	63	73	92
Industrial Zoning Permits	15	15	22	10	32	20
Security of Persons and Property						
Police						
Criminal/Juvenile Arrests	676	676	816	728	642	519
Traffic Citations Issued	1,983	2,428	2,562	1,907	1,672	1,527
Parking Tickets Written	62	62	194	265	286	229
Number of Calls Answered	5,109	7,404	10,440	10,172	10,633	10,601
Fire						
Number of Calls Answered	862	761	911	922	849	804
Number of Inspections	215	475	260	266	200	122

Source: Finance Director's Office

n/a = not available

City of Northwood

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
379	310	296	215
1,853	1,559	1,457	2,067
302	133	162	140
270	275	253	217
57	123	93	22
31	17	17	11
571	444	454	406
1,728	1,530	1,398	2,101
122	103	158	72
10,094	8,925	8,938	9,311
751	834	822	N/A
111	166	262	N/A

City of Northwood

Capital Asset Statistics by Function Last Ten Years

	2000	2001	2002	2003	2004
Governmental Activities					
General Government					
Public Land and Buildings					
Land (acres)	118	118	118	118	118
Buildings	5	5	5	5	5
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Vehicles	12	12	12	12	12
Fire					
Stations	1	1	1	1	1
Vehicles	12	12	12	12	12
Transportation					
Streets					
Streets (lane miles)	41	41	41	41	41
Intersections with Traffic Signals	16	16	16	16	16
Vehicles	9	9	9	9	9
Leisure Time Activities					
Recreation					
Park Areas (acres)	78	78	78	78	78
Shelter Houses	2	2	2	2	2
Parks	3	3	3	3	3
Playgrounds	2	2	2	2	2
Tennis Courts	4	4	4	4	4
Baseball/Softball Diamonds	2	2	2	2	2
Soccer Fields	0	0	0	0	0

Source: Finance Director's Office

City of Northwood

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
118	118	118	118	118
6	6	6	6	6
1	1	1	1	1
12	12	16	16	14
1	1	2	2	2
12	12	14	13	14
41	41	41	41	41
16	16	16	16	16
9	9	10	10	10
78	78	83	83	83
2	2	2	2	2
3	3	4	4	4
2	2	2	2	2
4	4	4	4	4
2	2	2	2	4
2	2	2	2	2





Mary Taylor, CPA
Auditor of State

CITY OF NORTHWOOD

WOOD 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
NOVEMBER 4, 2010**