



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

City of Brooklyn, Ohio

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

City of Brooklyn
Cuyahoga County
7619 Memphis Avenue
Brooklyn, Ohio 44144

To the Members of City Council:

We have audited the financial statements of the City of Brooklyn, Cuyahoga County, Ohio (City) as of and for the year ended December 31, 1999, and have issued our report thereon dated June 6, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on 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 such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the City in a separate letter dated June 6, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 6, 2000.

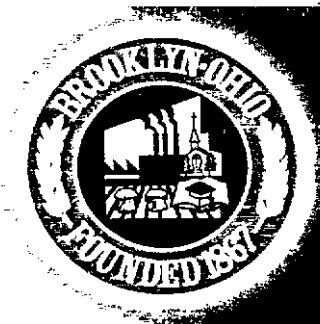
This report is intended for the information and use of the audit committee, management, and City Council and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is fluid and cursive, with a large loop at the end.

Jim Petro
Auditor of State

June 6, 2000

City of Brooklyn, Ohio



Comprehensive Annual Financial Report

For The Year Ended December 31, 1999

Introductory Section

City of Brooklyn, Ohio

Comprehensive Annual Financial Report

For The Year Ended

December 31, 1999

Prepared By

Office of the Director of Finance

Vincent C. Dodeci

Director of Finance

City of Brooklyn, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 1999
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Mayor
Kenneth E. Patton

The City of
Brooklyn • Ohio
FOUNDED 1867

Council
John E. Frey
Thomas E. Coyne
Gregory L. Frey
Rita M. Brown
Kathleen M. Pucci
Colleen Coyne-Gallagher
Richard H. Barbier

June 6, 2000

City Council and
Citizens of Brooklyn
Brooklyn, Ohio 44144-2197

We are pleased to submit to you the City of Brooklyn's eleventh Comprehensive Annual Financial Report (CAFR) prepared by Mayor Patton and the City Finance Office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data as presented is accurate in all material respects and that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included. This report will provide the taxpayers of the City of Brooklyn with comprehensive financial data to inform them of the City of Brooklyn's financial status. Copies will be made available to major corporate taxpayers, the Brooklyn Branch of the Cuyahoga County Public Library, financial rating services and other interested parties.

The Comprehensive Annual Financial Report is presented in three sections as follows:

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, Organizational Chart of the City, a list of the City's principal officials and department heads, and the GFOA Certificate of Achievement.
2. The Financial Section, which begins with the Report of Independent Accountants and includes the General Purpose Financial Statements and Notes which provide an overview of the City's financial position and operating results, and the Combining Statements and Schedules of the Individual Funds and Account Groups that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section, which presents various tables reflecting social and economic information, financial trends and the fiscal capacity of the City of Brooklyn.

REPORTING ENTITY

The City has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the City for financial reporting purposes, management has considered all agencies, departments and organizations making up the City of Brooklyn (the Primary Government) and its potential component units.



The Brooklyn City School District and the Brooklyn Library have not been included in the accompanying financial statements because the City is not financially accountable for either entity and neither entity is fiscally dependent on the City.

The Southwest Council of Governments and the Parma Community General Hospital Association are reported as jointly governed organizations.

City of Brooklyn

A small community adjacent to the City of Cleveland on three sides and the City of Parma on the fourth, Brooklyn is approximately six miles from downtown Cleveland. Founded by German immigrants in 1818, Brooklyn Township was set apart from Cleveland Township, which is now known as "Old Brooklyn."

On August 5, 1867, Brooklyn Village became incorporated, eventually becoming a chartered home rule City on January 1, 1952. According to the latest population figures, Brooklyn has 11,774 residents.

Operating under the Mayor/Council form of government, the citizens of Brooklyn elect a mayor and seven council members who serve at-large. Terms for both the Mayor and Council are four years. As the chief executive officer for the City, the Mayor is responsible for the supervision and administration of the City's affairs and exercises control over all departments and divisions. The Mayor may introduce and make recommendations on legislation and has full veto powers.

As a result of changes to the City Charter (November 1999), the Council President chairs Council Meetings. The positions of "Magistrate", "Prosecutor" and "President Pro-Tem", which were originally established by Ordinance, were also added to the Charter this past fall.

The Mayor is also responsible for the preparation and submission of the annual estimate of receipts and expenditures, and of appropriation measures. He also is the chief peace officer and keeps Council advised of the City's financial condition. Directors of Law, Finance, Public Safety, Public Service, the Police Chief, Fire Chief and Recreation Commissioner serve at the pleasure of the Mayor and report directly to him. Brooklyn also maintains a certified Building Department with a full-time Chief Building Official as its head.

The City provides a full range of municipal services, including full-time police, fire and emergency medical services, senior citizen programs, recreation programs, income tax collection, street maintenance and repair, residential refuse collection and disposal, curbside recycling, building, planning and zoning, as well as other administrative functions.

ECONOMIC CONDITION AND OUTLOOK

Traditionally, the City of Brooklyn has always encouraged growth and development of its thriving industrial and commercial base and takes pride in the exceptional working relationships that have been forged between the City Administration, business and industry. Thanks to a targeted economic development program, which has included expansion of the retail, commercial and industrial sectors, the City's financial condition is excellent, and both income and property tax revenue have increased.

The following commercial construction projects were completed in 1999. Extended Stay America Hotel, Schlotzsky's Deli, Steak n' Shake Restaurant, TGI Friday's Restaurant, which are located at Cascade

Crossing and employs 245 people. The Mr. Gasket Company building on American Road, a 54,000 square foot office and factory, underwent major renovation in 1999.

The Lowe's 163,000 square foot home improvement store at Ridgepark Square, American Greetings 37,000 square foot AG.COM on American Road, and Giant Eagle 85,000 square foot grocery store at Biddulph Plaza will be complete by summer of 2000.

The value of new construction, additions, and alterations, according to building permit records for 1999, was \$34,309,721, which reflects an increase of over 200 percent from 1998. This includes \$11,500,000 for the Carematrix project on Idlewood Drive. In 1999, 854 permits (building, plumbing, electrical, and HVAC) were issued generating \$110,197 in fees. There were 564 contractor registrations issued in the amount of \$28,200. There were 324 miscellaneous permits (demolition, signs, street opening, obstruction, etc.) issued generating \$58,195. An additional amount of \$1,414 in miscellaneous fees (zoning books, maps, meetings, etc.) was also collected. In 1999, the Building Department collected \$169,807 in total revenue, an increase of \$84,555 or 100 percent from 1998.

Four new single-family homes were completed in 1999 on Pepper Ridge, Saybrook Drive, Sunset Oval, and Traymore Avenue.

Inspections conducted by Building Department officials during 1999 were as follows: 218 residential inspections; 258 commercial inspections; 57 residential electrical inspections, and 95 commercial electrical inspections. In addition, department officials conducted 48 residential consultations and 29 commercial consultations; performed 122 property maintenance inspections, 135 property maintenance re-inspections; and issued 33 citations to Brooklyn Mayor's Court.

The three percent assessment to the Ohio Board of Building Standards (Department of Commerce) levied on all commercial work, totaled \$3,024 for 1999.

Neff and Associates continues as the City of Brooklyn's Class Two Certified Plans Examiner, examining commercial building plans as required by the Ohio Board of Building Standards. Clients paid fees totaling \$77,066 directly to the firm during 1999.

Considerable home improvements were made to the City's housing stock during 1999 with the following being the most popular: concrete, asphalt, and masonry work; roofing; siding, decks, and fences; new garage construction, and renovation of existing structures; glass block window installation; and replacement of existing windows. The number and dollar value of these types of permits is indicative of strong reinvestment in existing housing and is a positive testament to the City's aggressive property maintenance efforts.

Thanks to the City's location along Interstate 480, retail outlets on Ridge and Brookpark Roads continue to enjoy solid business. Retail expansion along these major corridors is anticipated during the coming years.

Area merchants made generous donations that enabled Brooklyn's D.A.R.E. (Drug Abuse Resistance Education) Program to reach 1,000 students who participated in this program.

MAJOR INITIATIVES

City crews processed 5,003 tons of solid waste, recyclables, white goods and construction/demolition materials. Over 17 percent of the total solid waste was recycled. The municipal landfill processed 4,202

tons of solid waste in 250 days of operation with a daily average of 17 tons. The City landfill is the lone remaining municipally owned and operated landfill in Cuyahoga County. While other municipalities pay over \$30/ton to have their solid waste hauled out of the County, Brooklyn's tipping fee to the Ohio Environmental Protection Agency (OEPA) is \$1.75/ton and \$1 to Cuyahoga County.

The City entered into a 30-month agreement with Environmental Management Consulting, Inc. (EMC) to conduct its Groundwater Monitoring Program of the Sanitary Landfill at a cost not to exceed \$35,569. The cost of supplemental well samples conducted by EMC throughout the year, as required by Ohio Environmental Protection Agency regulations, totaled \$7,657. The leachate collection system at the landfill monitored more than 304 cubic feet into the Northeast Ohio Regional Sewer District sanitary system during 1999 at a cost of \$7,120.

A closure and post closure reserve within the General Fund continued to be maintained through the Key Trust Company of Ohio according to the Ohio EPA's instructions. As of December 31, 1999, the fair value of the trust is \$2,112,315.

The Cuyahoga County Board of Health made weekly inspections at the site and monitored all landfill operations. The Ohio EPA also made several inspections and found the site to be in full compliance with all regulations governing landfill operations.

The Recycling Department processed 688 tons of recyclable material (steel, aluminum, glass, plastic and newspaper) in 1999 and generated \$11,371 in revenue. This was an increase of \$239 or 2% over 1998. The service garage recycled 132 tires, 58 batteries, and 450 gallons of motor oil. Additionally, 53.28 tons of construction/demolition material was diverted from going to the landfill. The City's recycling efforts diverted 14% of solid waste from the landfill.

Mandatory curbside recycling, separate collection of white goods and diversion of construction and demolition materials from the landfill resulted in a total of 688 tons of solid waste being kept from entering the landfill waste stream. This diversion means that 40 days of landfill space was saved for future use.

The short and long-term benefits of recycling to our environment continue to be a major focus of the Recycling Department. The department received a 2000 Recycle, Ohio! Grant of \$20,000. The City of Brooklyn will purchase new recycling containers, to replace worn recycling collection equipment in the City's Curbside Recycling Program. This project is to be completed by September of 2000. Local match to this grant totals \$10,000.

City crews planted 125 trees and 155 seedlings, pruned over 606 trees and removed 66 trees at an overall cost of \$177,883. Also included in this cost are wood/leaf residual processing, labor and administrative costs, stump removal, fertilization/fungicide applications, equipment and repairs, mulch, and various memberships and conference fees.

For its diligent arbor efforts, Brooklyn was honored as Tree City USA for the 16th consecutive year. The National Arbor Day Foundation in cooperation with U. S. Department of Agriculture Forest Service and the National Association of State Foresters sponsors this award.

There were many projects that were undertaken during 1999 to improve the streets in the City of Brooklyn. Konstruction King, Inc., through the engineering coordination with C. W. Courtney Company, completed many projects for the City of Brooklyn. Some of these projects include the concrete repairs and resurfacing of the following streets: Applecreek Drive, Bentwood Drive, Century Circle, Forestedge Drive, Glencoe

Avenue, Ira Avenue, Richard Drive, Roadan Road, Shady Lane, South Amber Drive, Southwood Drive, and Summer Lane. The total cost for the above mentioned projects amounted to \$880,384. Specialized Construction, through the engineering coordination with C. W. Courtney Company, completed joint cleaning and type two crack filling for Traymore and Idlewood Streets for a project cost of \$5,400. The Service Department purchased six trucks totaling \$232,544. The Honeywell energy conservation facility improvement project has been completed. The total cost amounted to \$1,400,171.

The City of Brooklyn has been awarded a total of \$421,875 in grant assistance for various projects for 1999. Along with these grant awards, the City has been actively working with Northeast Ohio Area-wide Coordinating Agency and Ohio Department of Transportation for future funding of various roads for a total of approximately \$1,170,000 in State funding and \$7,076,000 in Federal funding. These outside funding sources will allow the City to spend local revenues on local public safety and infrastructure needs.

The Brooklyn Recreation Department continued their commitment of protecting and preserving the park system through the Master Plan for total renovation of the City's Memorial Park.

A Nature Works Grant for \$150,000 from the Ohio Department of Natural Resources was matched by the City of Brooklyn's \$200,000 to finance the \$350,000 Memorial Park Phase III Project. The project bid was awarded to Choice Construction at \$319,835.

Located within 9.07 acres of Brooklyn Memorial Park, the upper level was developed with "Backyard Fun" theme. The Backyard area is intended to revive tennis and basketball, and intensify participation in volleyball, in-line skating, deck hockey, soccer, shuffleboard and golf. The Grand Opening for the Backyard Fun facilities was held in August. At its annual conference, the Ohio Department of Natural Resources awarded its highest honor of Outstanding Park Renovation to the recreation department for Phase III.

Another Ohio Department of Natural Resources grant in the amount of \$198,875 matched by the City of Brooklyn's \$199,625 provided funding for the \$398,500 Phase IV Nature Trail Project entitled "A Walk in the Park." The bid of \$166,240 was awarded to the Vasco Asphalt Company for construction of the "Walk In The Park." Awarding the bid for landscaping will complete Phase IV of the project.

The Trail is handicap accessible and provides athletic challenges for walkers, in-line skaters, joggers, cyclists, and skateboard enthusiasts. Two rest areas along the path provide a natural setting to enjoy nature. Children of all ages can enjoy two creative play structure locations along Stickney Creek. The addition of security cameras overlooking the nature trail increases public safety. Located throughout the 26.05 acres of lower Memorial Park, the project features a North and South trail.

The addition of Phase III and Phase IV compliment the Recreation Department's goal of recreational activities that promote fitness and fun. Other major improvements to the park system included repainting of the gazebo and replacement of benches at the Commons located on the corner of Ridge and Biddulph Roads.

Brock Memorial Playground located at Vandalia Avenue and Ridge Road was reconditioned. The existing mulch was removed and replaced by a wood carpet fiber play surface. All existing playground components were painted and safety mats were installed under each piece of equipment to upgrade the safe play environment. In October, new playground components were installed which includes a tire bouncer, motorcycle bouncer and an airplane bouncer.

Fence repairs were made at the Upper Memorial Baseball Field, Brooklyn Recreation Center's Fenway Park and Wrigley Field. All diamond fences and the fence west of the Recreation Center parallel to Brookway Lane were then repainted.

Northcoast Paving resurfaced the Memorial Park Road at a cost of \$62,669 in October. Kelcorp was awarded a bid for \$137,882 in December for the Stickney Creek GABION Wall Project, designed to protect the natural landscape from erosion.

Pavilion permits for Memorial Park's Grande, Old Stone and South Creek pavilions generated \$5,500 in total revenue for 128 paid permits.

Meetings were held in February and May with residents and playground committee members for the Marquardt Playground Renovation Project in an effort to prioritize project components. The contract was awarded to F. Buddie Construction at a cost of \$532,190 in November.

The skating rink was host to the Greater Cleveland High School Hockey League Baron Cup I and Baron Cup II Tournaments and the Ohio High School Athletic Association Sectional, District and State Tournaments. Summer Ice provided figure skaters with a seven-week skating school in June and July as well as a series of hockey schools held in August. These events generate additional revenues for our city.

Renovations at the ice rink included replacement of the front sidewalk by Fabrizi Construction at the cost of \$7,700 and renovation of the boiler by Witwer Air Service at a cost of \$5,500.

As a member of the Suburban Summer Swim League, the Brooklyn Barracuda Swim Team hosted two dual meets in July as well as the League Championship in August at our Natatorium.

PUBLIC SAFETY

The Brooklyn Police Department responded to 12,664 complaints in 1999 and issued 2,702 citations and 1,667 parking tickets that included 262 handicap violations. The majority of complaints were property complaints, theft and damage to property, motor vehicle accidents and disorderly conduct.

The City purchased four new police cruisers through the State Cooperative Purchasing Program and continued to upgrade equipment and training of officers.

Our jail housed 845 prisoners in 1999, 655 males and 190 females. Mayor's Court generated \$497,753 through fines and waivers for the City. Sixty-six juvenile filings were made in 1999 with Cuyahoga Juvenile Court.

Our third D.A.R.E. (Drug Abuse Resistance Education) Program included 180 students from both our public and private schools. As part of our Community Policing Program, two Bicycle Units patrolled City streets during the summer months in an effort to interact with our residents and their concerns.

Our Police Department is continuing in its efforts to improve the quality of service to the community through education and training and will continue to strive for even better service through perseverance and hard work.

The Brooklyn Fire Department responded to 668 fire calls and 1,330 emergency medical calls, for a total of 1,998 emergency responses in the year 1999. The entire department received specialized training in

Confined Space Entry and Confined Space Rescue. The Fire Prevention Bureau remained very active in the area of public education in the schools by conducting Fire and Tornado Safety Drills, and bringing the Fire Safety House and 911 Simulator to all elementary schools in the City. Four firefighters were added bringing the Department's manpower to 32 members. The Department also graduated two new paramedics.

In 1999 the Fire Department took delivery of a 1999 Horton Emergency Medical Service vehicle at a cost of \$139,614. In addition, Engine Three received refurbishing of mechanical, body work and paint at a cost of \$38,995. Two Life-Pak automated external defibrillators were purchased for use at the Senior and Recreation Centers. These units will allow trained staff at both facilities to begin early defibrillation in the event of a cardiac arrest. This will be done in the first minute or two, prior to the arrival of the fire department.

During 1999, the Fire Department generated \$156,912 in revenue from ambulance billing. The Fire Department performs the billing process completely.

The Brooklyn Senior Center experienced a growth in 1999 with 29,510 people signing-in at the Center for a variety of programs and activities geared to making the later years healthy, active and rewarding. These programs are offered for a \$5 fee per program per year. Registration numbers for these programs are as follows: 1,027 for snow removal and 323 for grass cutting.

Meals-on-wheels delivered 618 meals to residents that have been recently discharged from area hospitals or nursing homes. The 14-passenger senior van transported 7,282 seniors to doctor's offices, hospitals and grocery stores and the senior center. The City purchased a 1999 Ford El-Dorado Bus at the cost of \$49,454, which holds 19 passengers.

Health screenings for blood pressure, cholesterol, blood sugar, glaucoma, flu shots, prostate, mammograms, skin cancer and vascular conditions were conducted at the senior center throughout 1999. A bereavement support group and a program for the Alzheimer Association were also started.

A diversified menu of recreational activities also plays an integral part in the center's daily operations. Some of these activities include art classes, country line dancing, bingo, bocce ball, cards, ceramics, choral group, knitting, exercise, films, dinner dances, weekly luncheons, speakers, pool tournaments, ping pong, quilting, toile painting and bus trips. This year the Center also sponsored tours of local residential holiday lighting displays.

A monthly newsletter continues to keep seniors informed of events and programs for the month ahead.

FINANCIAL INFORMATION

Internal Accounting

In the preparation of its annual report, the City utilizes the modified accrual basis of accounting for governmental and agency funds. When using the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. This timing enables management to improve the quality of its decision making process by providing more consistent, comparable information regarding the current and past operations and financial position of the City.

Development of the City's accounting system includes consideration of internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefit likely to be derived from its implementation, and (2) the valuation of costs and benefits requires estimates and judgments by management.

The Director of Finance is responsible for evaluating the City's internal control methods and for developing procedures to enhance internal control. He is further responsible for working closely with auditors to ensure the City's internal controls are followed and adapted to any recommendations from the Auditor of State's Local Government Services or from the Audit division.

Budgetary Control

Budgetary control is maintained by an encumbrance of purchase amounts prior to the release of purchase orders to vendors (receivable and accounts payable operations are fully computerized). These improvements have measurably streamlined departmental tasks and allow the Mayor and finance Director to better analyze financial trends and comparisons.

The City utilizes a cash accounting system throughout the year. The Mayor and department heads approve every purchase order, and the Director of Finance attests that monies are available for payment of the expenditures on every purchase order prior to its release to a vendor. The Mayor is responsible for the preparation and submission of the annual estimate of receipts and expenditures (tax budget) and of appropriation measures and keeps Council fully advised of the financial condition and needs of the City. Council is provided with monthly cash reports.

The City adopts a temporary appropriation spending measure on or before January 1 of each year for the period January 1 through December 31, and is amended, if necessary, throughout the year. All disbursements and transfers of cash between funds require appropriation authority. Appropriations are controlled by line items within department and fund.

General Government Function

The schedule on page xiv represents a summary of the General, Special Revenue, Debt Service and Capital Projects funds' revenues for the years ended December 31, 1998 and 1999 and the amount and percentages of increases (decreases) in relation to the prior year's revenues.

Governmental revenues for 1999 realized an increase of \$200,807 or 1.22 percent over the prior year. Revenues for 1999 totaled \$16,657,957 compared with \$16,457,150 in 1998.

Revenues generated from taxes increased \$616,786 for a total of \$12,800,765 compared to \$12,183,979 in 1998. An increase in new business located in the City resulting in an increase in payroll taxes is responsible for this 5.06% percent increase.

The decrease in "Other" revenues, \$345,586, in 1999 reflects the refund from the Bureau of Workers' Compensation received in 1998.

The City also realized a 3.66 percent increase in revenues derived from interest. A total of \$326,242 was the amount of interest earned in 1999 as a result of efforts to keep the maximum available cash invested.

Intergovernmental revenues decreased \$124,379 in 1999 for a total of \$1,607,493 compared to \$1,731,872 in 1998. This decrease was caused by a decrease in the amount of Inheritance Tax received from 1998 to 1999.

Fines, Licenses and Permits totaled \$639,315 in 1999 compared to \$582,282 in 1998 for an increase of \$57,033 or 9.79 percent. An increase in revenues generated from mayor's court fines and an increase in the number of building permits issued in 1999 were responsible for the increase.

Income tax collections for 1999 totaled \$10,829,840 as compared with \$10,291,422, for an increase of \$538,418 or 5.23%. This increase can be attributed to healthy employment levels in the City's business sector along with moderate business growth. Income tax refunds for 1999 totaled \$162,357 as compared with \$157,064 in 1998.

Revenues for Charges for Service in 1999 were \$854,820 or 1.16 percent less than in 1998 due to a decrease in revenue from leisure time activities, ambulance service charges, construction deposits and street opening and obstruction permits.

Rent revenues remained constant with \$55,452 being collected in 1999.

The schedule on page xv represents a summary of the General, Special Revenue, Debt Service and Capital Projects funds expenditures for the years ended December 31, 1999 and 1998, and the amount and percentage of increases and decreases in relation to the prior year's expenditures.

Capital Outlay expenditures decreased in 1999 compared to 1998 by \$1,343,160. This decrease reflects the one time charge in 1998 of \$1,400,171 for the Honeywell Energy Conservation Project.

Community Environment expenditures accounted for 9.96 percent of the total 1999 expenditures with \$1,582,706 in 1999 being spent compared with \$1,329,777 in 1998.

Increased expenditures for Security of Persons and Property, (8.96 percent); resulted from the third year of an annual 4.00 percent pay increment for the City's union and non-union full-time personnel. Transportation increased 23.99 percent as a result of increased expenditures for street construction, maintenance and repair. Basic Utility Services decreased by \$60,935 or 3.26 percent, the result of decreased utility cost.

A \$58,531 increase was realized in expenditures related to Principal Retirement for Debt Service. This was the result of the City refinancing debt and the issuance of \$4,400,000 in General Obligation Bonds and payment of more principal on that debt.

Interest and Fiscal Charges related to Debt Service decreased in 1999 due to fewer debt payments and less interest.

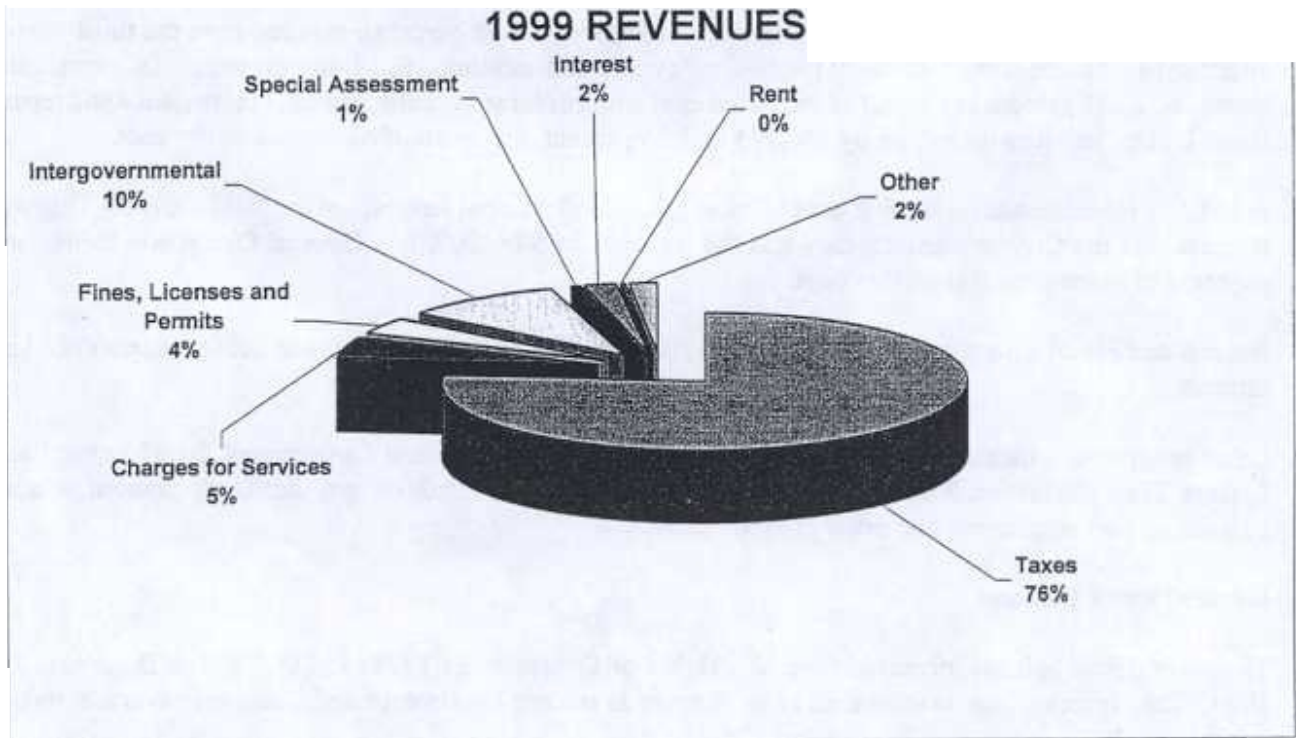
Other programs, which realized expenditure increases, were the General Government, 32.07 percent and Leisure Time Activities, 3.04 percent. These increases are the result of pay increases granted to non-bargaining unit employees and other program costs.

General Fund Balance

The general fund balance increased from \$3,931,886 on December 31, 1998 to \$4,000,890 on December 31, 1999. This increase can be attributed to an increase in income tax revenue and a decrease in transfers out to other funds.

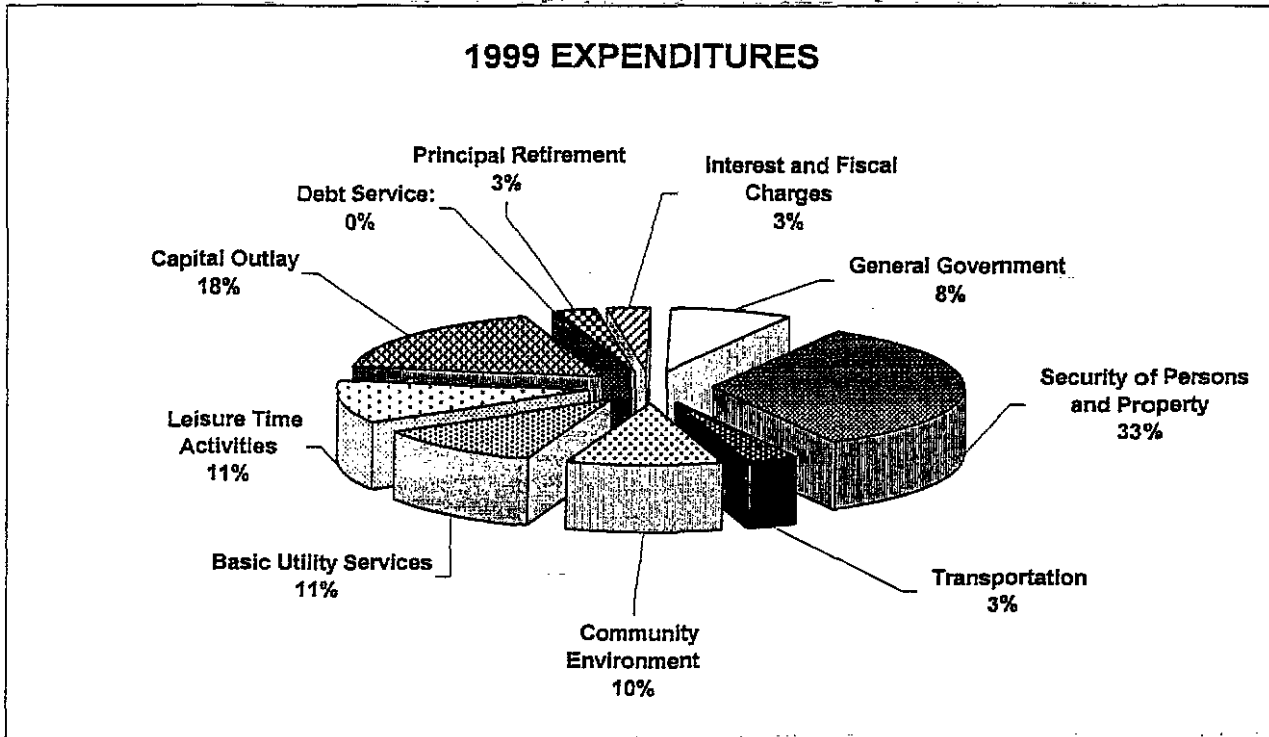
1999 REVENUES

Revenues:	1998 Amount	1999 Amount	Percent Of Total	Change	Percent Change
Taxes	\$ 12,183,979	\$ 12,800,765	76.84%	\$ 616,786	5.06%
Charges for Services	\$ 864,833	\$ 854,820	5.13%	\$ (10,013)	-1.16%
Fines, Licenses and Permits	\$ 582,282	\$ 639,315	3.84%	\$ 57,033	9.79%
Intergovernmental	\$ 1,731,872	\$ 1,607,493	9.65%	\$ (124,379)	-7.18%
Special Assessment	\$ 103,077	\$ 98,085	0.59%	\$ (4,992)	-4.84%
Interest	\$ 314,734	\$ 326,242	1.96%	\$ 11,508	3.66%
Rent	\$ 55,002	\$ 55,452	0.33%	\$ 450	0.82%
Other	\$ 621,371	\$ 275,785	1.66%	\$ (345,586)	-55.62%
Total Revenues	\$ 16,457,150	\$ 16,657,957	100.00%	\$ 200,807	1.22%



1999 EXPENDITURES

Expenditures:	1998 Amount	1999 Amount	Percent Of Total	Change	Percent Change
Current:					
General Government	\$ 952,117	\$ 1,257,501	7.91%	\$ 305,384	32.07%
Security of Persons and Property	\$ 4,927,882	\$ 5,369,536	33.78%	\$ 441,654	8.96%
Transportation	\$ 415,122	\$ 514,698	3.24%	\$ 99,576	23.99%
Community Environment	\$ 1,329,777	\$ 1,582,706	9.96%	\$ 252,929	19.02%
Basic Utility Services	\$ 1,868,029	\$ 1,807,094	11.37%	\$ (60,935)	-3.26%
Leisure Time Activities	\$ 1,673,353	\$ 1,724,163	10.85%	\$ 50,810	3.04%
Capital Outlay	\$ 4,134,110	\$ 2,790,950	17.56%	\$ (1,343,160)	-32.49%
Debt Service:					
Principal Retirement	\$ 381,806	\$ 420,337	2.64%	\$ 58,531	16.18%
Interest and Fiscal Charges	\$ 486,476	\$ 430,252	2.71%	\$ (56,224)	-11.56%
Total Expenditures	\$ 16,148,672	\$ 15,897,237	100.00%	\$ (251,435)	-1.56%



DEBT ADMINISTRATION

In 1999, the City refunded \$3,945,000 in general obligation bonds, retired \$60,000 in special assessment bonds, \$54,970 in OPWC loans, and \$114,660 for the Honeywell loan. The amount outstanding for general obligation refunding bonds is \$4,207,806, \$370,000 for special assessment bonds, \$852,035, for OPWC loans, and \$1,307,729 for the Honeywell loan for the Energy Conservation project. The City's legal debt margin within the overall limitation was \$29,855,822, and the unvoted legal debt margin was \$12,090,929.

At December 31, 1999, the City had \$3,225,000 in outstanding general obligation one-year notes for various capital improvements.

The City maintains an "A2" credit from Moody's Investors Service, Inc. All bonds of the City are backed by its full faith and credit. On March 1, 1999, the City refunded the outstanding various purpose improvement bonds, series 1992, dated June 1, 1992, in advance of their stated maturity dates. Because of this advance bond refunding, Moody's Investors Service, Inc. raised the City's bond rating to "Aaa" in 1999.

The City expects that its aggressive debt reduction initiatives will enable greater fund allocation to facilities and infrastructure repair and allow these improvements to be paid in cash rather than with borrowed money.

CHARTER TAX RATE LIMITATION

Article VIII, Section 2, of the City Charter relates to the limitation on the rate at which Council may levy property taxes without a vote of the people. It provides that the maximum total property tax rate that may be levied without a vote of the electors for all City purposes is twelve mills. Within that twelve-mill maximum, the City is first required to levy any amount necessary to provide for debt service on all notes and bonds of the City outstanding from time to time, and issued without a vote of the electors. After provisions have been made for the payment of debt service, whether from this unvoted property tax or from other sources, the Charter provides that an amount shall be levied each year sufficient to provide the amounts and for police and firefighters pensions, the City may levy up to six mills for current operating expenses from the remaining amount within the twelve-mill limit. In addition to the twelve mills, Article VIII, Section 2 permits the Council, in its discretion, to levy up to one mill for street lighting purposes without a vote of the people. Therefore, the total which may be levied without a vote of the people, is thirteen mills, subject to the restrictions above.

CASH MANAGEMENT

The City adheres strictly to the regulations set forth in the Ohio Revised Code to ensure the safety of its investments. All deposits are made under contracts with local banking institutions.

A majority of the City's deposits are collateralized by pooled collateral. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least one hundred and ten percent (110%) of the public funds on deposit. Trustees, including the Federal Reserve Bank and designated third party trustees of the financial institutions, hold the collateral.

RISK MANAGEMENT

The City of Brooklyn has a personal service contract with the Municipal Insurance Alliance Agency of Ohio for risk management and has the Edward H. Sutton Insurance as the City's insurance agent. In 1999 insurance premiums were \$82,091.

The City carries a \$3,000,000 comprehensive general liability insurance policy with no deductible and \$9,000,000 umbrella over its comprehensive general liability, business auto, employee benefits liability, wrongful acts liability, and law enforcement liability insurance policies. Other coverage carried by the City includes building/contents, boiler and machinery, scheduled properties, public officials bonds, public officials' liability, and fire department malpractice liability.

A \$50,000.00 blanket bond covers all employees of the City of Brooklyn, while certain individuals in policy-making roles are covered by separate, higher limit bond coverage. City safety forces are covered by separate liability coverage.

The City pays the Ohio Bureau of Workers' Compensation System (OBWC) a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. In 1999, the City paid \$294,178 to the OBWC.

FIXED ASSETS

The fixed assets of the City are used in the performance of general governmental functions. As of December 31, 1999, the general fixed assets of the City amounted to \$32,329,675. Amounts represent either actual or estimated historical costs of the assets. See the appropriate schedules for analysis of fixed assets by function and type.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government of Finance Officers Association of the United States and Canada (GFOA) annually awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Brooklyn, Ohio, for its Comprehensive Annual Financial Reports for the fiscal years ended December 31, 1989 through 1998.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, which conforms to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting, and its award represents a significant accomplishment by a government and its management.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the requirements and standards of the Certificate of Achievement Program. Thus, we are submitting the 1999 Comprehensive Annual Report to the GFOA for award consideration.

INDEPENDENT AUDIT

State statutes require the City to be subjected to an annual examination by an independent auditor. Independent Auditor Jim Petro, Auditor of State, was selected to render an opinion on the City's financial statements as of December 31, 1998. The Report of Independent Accountants on the general-purpose financial statements is included in the financial section of this report.

AWARDS

Tree City USA

Brooklyn received its 16th consecutive Tree City U.S.A. award for the year ended December 31, 1999. This prestigious award from the National Arbor Day Association presented through the Ohio Department of Natural Resources recognizes the City for its annual program of tree planting and maintenance.

ACKNOWLEDGMENTS

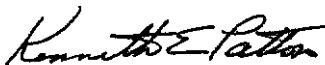
The publication of this report significantly increases the accountability of the City of Brooklyn to the taxpayers. The preparation of a Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of personnel from the Finance and Mayor's Offices, as well as key employees and department heads from the various departments. All employees have our sincere appreciation for their contributions made in the preparation of this report.

A special note of appreciation is expressed to both the Local Government Services and Audit Divisions of State Auditor Jim Petro's Office for their assistance with this financial report.

Our special thanks to Mr. Mark Podolak of Trinity Design & Consultants for his talented and creative design of our 1999 Comprehensive Annual Financial Report cover.

Without the positive leadership and cooperation exhibited by the Administration and Council, preparation of this report would not have been possible. A special thanks goes to Brooklyn residents and taxpayers for entrusting us with the administration of their local government.

Respectfully Submitted,

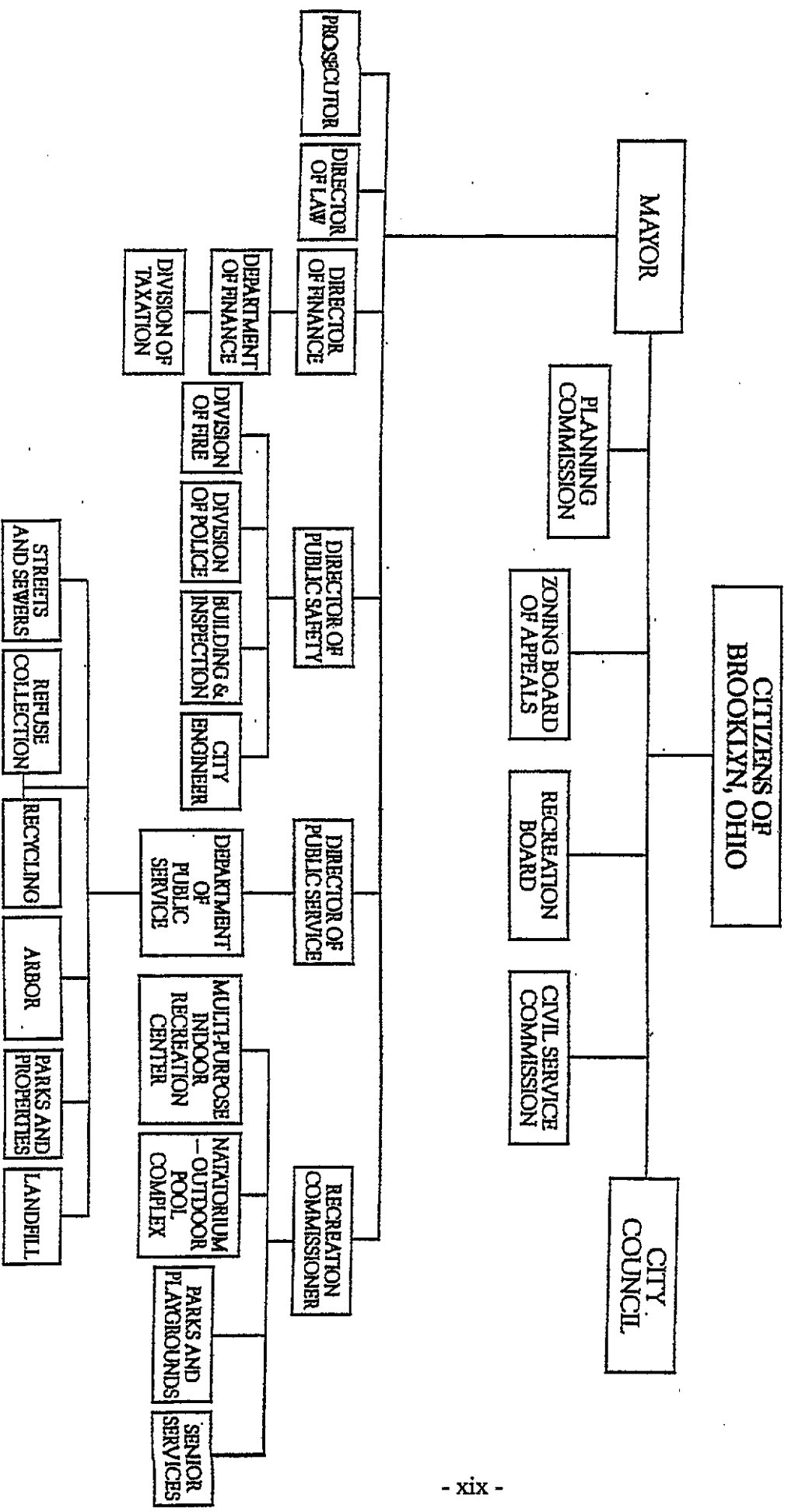


Kenneth E. Patton
Mayor



Vincent C. Dodeci
Director of Finance

CITY OF BROOKLYN, OHIO ORGANIZATION CHART



CITY OF BROOKLYN, OHIO

Principal Officials

Mayor	Kenneth E. Patton
Council President	John E. Frey
Council-At-Large	Gregory L. Frey
Council-At-Large	Thomas E. Coyne
Council-At-Large	Rita M. Brown
Council-At-Large	Kathleen M. Pucci
Council-At-Large	Colleen B. Gallagher
Council-At-Large	Richard H. Balbier
Director of Law	Thomas O. Shaper
Magistrate	Ronald Balbier
Prosecutor	Marisa A. Marniella
Director of Public Safety	Kenneth E. Patton
Director of Public Service	Robert A. Kappler
Director of Finance	Vincent C. Dodeci
Recreation Commissioner	Alfred M. Sforzo
Chief Building Official	Thomas J. Ockington
City Engineer	C.W. Courtney Company
Police Chief	Jack T. Murphy
Fire Chief	Daniel W. Smetana

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Brooklyn,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1998

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.



Cory Brueck
President

Jeffrey L. Esler
Executive Director

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Financial Section



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

City of Brooklyn
Cuyahoga County
7619 Memphis Avenue
Brooklyn, Ohio 44144

To the Members of City Council:

We have audited the accompanying general-purpose financial statements of the City of Brooklyn, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Brooklyn, Cuyahoga County, Ohio, as of December 31, 1999, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2000 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the statistical section of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro", with a large loop at the end of the signature.

Jim Petro
Auditor of State

June 6, 2000

General Purpose Financial Statements

City of Brooklyn, Ohio
 Combined Balance Sheet
 All Fund Types and Account Groups
 December 31, 1999

	Governmental Fund		
	General	Special Revenue	Debt Service
Assets and Other Debits			
Assets			
Equity in Pooled Cash and Cash Equivalents	\$1,296,736	\$1,394,520	\$23,090
Cash and Cash Equivalents:			
with Fiscal and Escrow Agents	0	16,490	0
in Segregated Accounts	0	0	0
Receivables:			
Taxes	1,602,083	702,670	327,123
Accounts	20,273	0	0
Interfund	352,875	59,306	0
Special Assessments	0	0	510,038
Accrued Interest	4,119	0	0
Due from Other Funds	31,708	610	0
Due from Other Governments	18,944	26,295	0
Materials and Supplies			
Inventory	47,331	59,640	0
Prepaid Items	60,558	0	0
Restricted Assets:			
Cash and Cash Equivalents with a Trustee	2,012,346	0	0
Investments with a Trustee	99,969	0	0
Fixed Assets	0	0	0
Other Debits			
Amount Available in Debt Service			
Fund for Retirement of General			
Obligation Bonds	0	0	0
Amount to be Provided from			
General Government Resources	0	0	0
Total Assets and Other Debits	\$5,546,942	\$2,259,531	\$860,251

Types	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Capital Projects	Agency			
\$1,842,235	\$81,599	\$0	\$0	\$4,638,180
10,222	0	0	0	26,712
0	50,152	0	0	50,152
283,071	0	0	0	2,914,947
0	0	0	0	20,273
131,456	0	0	0	543,637
0	0	0	0	510,038
0	0	0	0	4,119
0	0	0	0	32,318
0	0	0	0	45,239
0	0	0	0	106,971
0	0	0	0	60,558
0	0	0	0	2,012,346
0	0	0	0	99,969
0	0	32,329,675	0	32,329,675
0	0	0	24,547	24,547
0	0	0	14,245,240	14,245,240
<u>\$2,266,984</u>	<u>\$131,751</u>	<u>\$32,329,675</u>	<u>\$14,269,787</u>	<u>\$57,664,921</u> (continued)

City of Brooklyn, Ohio
Combined Balance Sheet
All Fund Types and Account Groups (continued)
December 31, 1999

	Governmental Fund		
	General	Special Revenue	Debt Service
<i>Liabilities, Fund Equity and Other Credits</i>			
<i>Liabilities</i>			
Accounts Payable	\$115,625	\$23,792	\$0
Interfund Payable	0	285,456	0
Accrued Wages	246,194	4,715	0
Compensated Absences Payable	85,306	0	0
Retainage Payable	0	16,490	0
Due to Other Funds	0	0	0
Due to Other Governments	349,407	5,170	0
Deferred Revenue	749,520	699,610	835,704
Undistributed Monies	0	0	0
Deposits Held and Due to Others	0	0	0
Accrued Interest Payable	0	0	0
Notes Payable	0	0	0
Honeywell Loan Payable	0	0	0
Landfill Closure and Postclosure Care	0	0	0
Police Pension Liability	0	0	0
OPWC Loans Payable	0	0	0
General Obligation Bonds Payable	0	0	0
Special Assessment Debt with Governmental Commitment	0	0	0
<i>Total Liabilities</i>	1,546,052	1,035,233	835,704
<i>Fund Equity and Other Credits</i>			
Investment in General Fixed Assets	0	0	0
Fund Balance (Deficit):			
Reserved for Encumbrances	224,589	238,697	0
Reserved for Inventory	47,331	59,640	0
Reserved for Landfill Closure and Postclosure Care	2,112,315	0	0
Unreserved, Undesignated	1,616,655	925,961	24,547
<i>Total Fund Equity (Deficit) and Other Credits</i>	4,000,890	1,224,298	24,547
<i>Total Liabilities, Fund Equity and Other Credits</i>	\$5,546,942	\$2,259,531	\$860,251

See accompanying notes to the general purpose financial statements

Types	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Capital Projects	Agency			
\$146,214	\$0	\$0	\$0	\$285,631
258,181	0	0	0	543,637
0	0	0	0	250,909
0	0	0	967,308	1,052,614
10,222	0	0	0	26,712
0	32,318	0	0	32,318
0	2,803	0	265,402	622,782
0	0	0	0	2,284,834
0	15,149	0	0	15,149
0	81,481	0	0	81,481
75,456	0	0	0	75,456
3,225,000	0	0	0	3,225,000
0	0	0	1,307,729	1,307,729
0	0	0	6,240,393	6,240,393
0	0	0	59,114	59,114
0	0	0	852,035	852,035
0	0	0	4,207,806	4,207,806
0	0	0	370,000	370,000
<u>3,715,073</u>	<u>131,751</u>	<u>0</u>	<u>14,269,787</u>	<u>21,533,600</u>
0	0	32,329,675	0	32,329,675
681,894	0	0	0	1,145,180
0	0	0	0	106,971
0	0	0	0	2,112,315
(2,129,983)	0	0	0	437,180
<u>(1,448,089)</u>	<u>0</u>	<u>32,329,675</u>	<u>0</u>	<u>36,131,321</u>
<u>\$2,266,984</u>	<u>\$131,751</u>	<u>\$32,329,675</u>	<u>\$14,269,787</u>	<u>\$57,664,921</u>

City of Brooklyn, Ohio
*Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
All Governmental Fund Types
For the Year Ended December 31, 1999*

	<u>General</u>	<u>Special Revenue</u>
Revenues		
Municipal Income Tax	\$7,904,206	\$0
Property and Other Taxes	954,738	688,385
Charges for Services	854,820	0
Fines, Licenses and Permits	626,383	12,932
Intergovernmental	874,972	552,788
Special Assessments	0	0
Interest	284,608	13,694
Rent	55,452	0
Other	161,118	2,681
<i>Total Revenues</i>	<u>11,716,297</u>	<u>1,270,480</u>
Expenditures		
Current:		
General Government	1,247,688	9,813
Security of Persons and Property	4,517,054	852,482
Transportation	205,855	308,843
Community Environment	1,118,372	464,334
Basic Utility Services	1,655,063	152,031
Leisure Time Activities	1,724,163	0
Capital Outlay	0	30,414
Debt Service:		
Principal Retirement	0	707
Interest and Fiscal Charges	0	2,535
Bond Issuance Costs	0	0
<i>Total Expenditures</i>	<u>10,468,195</u>	<u>1,821,159</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,248,102</u>	<u>(550,679)</u>
Other Financing Sources (Uses)		
Proceeds of Refunding Bonds	0	0
Payment to Refunded Bond Escrow Agent	0	0
Operating Transfers In	0	513,331
Operating Transfers Out	(1,153,752)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(1,153,752)</u>	<u>513,331</u>
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	94,350	(37,348)
<i>Fund Balances (Deficit) Beginning of Year</i>	3,931,886	1,216,506
Increase (Decrease) in Reserve for Inventory	(25,346)	45,140
<i>Fund Balances (Deficit) End of Year</i>	<u>\$4,000,890</u>	<u>\$1,224,298</u>

See accompanying notes to the general purpose financial statements

Debt Service	Capital Projects	Totals (Memorandum Only)
\$0	\$2,925,634	\$10,829,840
327,802	0	1,970,925
0	0	854,820
0	0	639,315
29,733	150,000	1,607,493
89,900	8,185	98,085
0	27,940	326,242
0	0	55,452
8,300	103,686	275,785
<u>455,735</u>	<u>3,215,445</u>	<u>16,657,957</u>
0	0	1,257,501
0	0	5,369,536
0	0	514,698
0	0	1,582,706
0	0	1,807,094
0	0	1,724,163
0	2,760,536	2,790,950
304,970	114,660	420,337
156,578	181,448	340,561
89,691	0	89,691
<u>551,239</u>	<u>3,056,644</u>	<u>15,897,237</u>
<u>(95,504)</u>	<u>158,801</u>	<u>760,720</u>
4,397,806	0	4,397,806
(4,308,115)	0	(4,308,115)
8,537	1,240,836	1,762,704
0	(608,952)	(1,762,704)
<u>98,228</u>	<u>631,884</u>	<u>89,691</u>
2,724	790,685	850,411
21,823	(2,238,774)	2,931,441
0	0	19,794
<u>\$24,547</u>	<u>(\$1,448,089)</u>	<u>\$3,801,646</u>

City of Brooklyn, Ohio
*Combined Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
All Governmental Fund Types
For The Year Ended December 31, 1999*

	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
Revenues			
Municipal Income Tax	\$7,789,904	\$7,750,103	(\$39,801)
Property and Other Taxes	1,031,797	957,878	(73,919)
Charges for Services	959,205	846,387	(112,818)
Fines, Licenses and Permits	702,980	625,702	(77,278)
Intergovernmental	1,059,052	902,811	(156,241)
Special Assessments	0	0	0
Interest	342,812	290,065	(52,747)
Rent	60,000	55,452	(4,548)
Other	176,600	161,118	(15,482)
Total Revenues	12,122,350	11,589,516	(532,834)
Expenditures			
Current:			
General Government	1,766,685	1,211,954	554,731
Security of Persons and Property	4,974,328	4,522,428	451,900
Transportation	350,000	192,756	157,244
Community Environment	3,500,008	1,232,385	2,267,623
Basic Utility Services	1,874,000	1,711,505	162,495
Leisure Time Activities	2,225,800	1,793,814	431,986
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	14,690,821	10,664,842	4,025,979
Excess of Revenues Over (Under) Expenditures	(2,568,471)	924,674	3,493,145
Other Financing Sources (Uses)			
Proceeds of Bonds	0	0	0
Proceeds of Notes	0	0	0
Advances In	151,386	151,386	0
Advances Out	0	(502,875)	(502,875)
Payment to Refunded Bond Escrow Agent	0	0	0
Operating Transfers In	0	0	0
Operating Transfers Out	(1,194,000)	(1,153,752)	40,248
Total Other Financing Sources (Uses)	(1,042,614)	(1,505,241)	(462,627)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,611,085)	(580,567)	3,030,518
Fund Balances Beginning of Year	3,370,912	3,370,912	0
Prior Year Encumbrances Appropriated	269,487	269,487	0
Fund Balances End of Year	\$29,314	\$3,059,832	\$3,030,518

Special Revenue Funds			Debt Service Fund		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$0	\$0	\$0
685,325	688,385	3,060	326,346	327,802	1,456
0	0	0	0	0	0
12,714	13,082	368	0	0	0
975,208	551,117	(424,091)	29,743	29,743	0
0	0	0	89,900	89,900	0
17,007	16,632	(375)	0	0	0
0	0	0	0	0	0
2,707	2,681	(26)	8,300	8,300	0
<u>1,692,961</u>	<u>1,271,897</u>	<u>(421,064)</u>	<u>454,289</u>	<u>455,745</u>	<u>1,456</u>
30,057	11,198	18,859	0	0	0
1,103,360	1,055,657	47,703	0	0	0
602,416	345,834	256,582	0	0	0
1,019,900	480,327	539,573	0	0	0
318,499	167,660	150,839	0	0	0
0	0	0	0	0	0
72,457	30,414	42,043	0	0	0
0	0	0	4,329,970	4,329,970	0
0	0	0	407,269	407,269	0
<u>3,146,689</u>	<u>2,091,090</u>	<u>1,055,599</u>	<u>4,737,239</u>	<u>4,737,239</u>	<u>0</u>
<u>(1,453,728)</u>	<u>(819,193)</u>	<u>634,535</u>	<u>(4,282,950)</u>	<u>(4,281,494)</u>	<u>1,456</u>
0	0	0	4,397,806	4,397,806	0
0	0	0	0	0	0
0	154,000	154,000	0	0	0
0	(92,930)	(92,930)	0	0	0
0	0	0	(4,308,115)	(4,308,115)	0
184,000	513,331	329,331	4,222,022	4,194,537	(27,485)
0	0	0	0	0	0
<u>184,000</u>	<u>574,401</u>	<u>390,401</u>	<u>4,311,713</u>	<u>4,284,228</u>	<u>(27,485)</u>
<u>(1,269,728)</u>	<u>(244,792)</u>	<u>1,024,936</u>	<u>28,763</u>	<u>2,734</u>	<u>(26,029)</u>
1,203,512	1,203,512	0	20,356	20,356	0
189,801	189,801	0	0	0	0
<u>\$123,585</u>	<u>\$1,148,521</u>	<u>\$1,024,936</u>	<u>\$49,119</u>	<u>\$23,090</u>	<u>(\$26,029)</u>

(continued)

City of Brooklyn, Ohio
*Combined Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
All Governmental Fund Types (continued)
For The Year Ended December 31, 1999*

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal Income Tax	\$2,900,000	\$2,896,185	(\$3,815)
Property and Other Taxes	0	0	0
Charges for Services	0	0	0
Fines, Licenses and Permits	0	0	0
Intergovernmental	348,875	150,000	(198,875)
Special Assessments	8,185	8,185	0
Interest	27,350	27,940	590
Rent	0	0	0
Other	98,539	103,686	5,147
<i>Total Revenues</i>	<u>3,382,949</u>	<u>3,185,996</u>	<u>(196,953)</u>
Expenditures			
Current:			
General Government	0	0	0
Security of Persons and Property	0	0	0
Transportation	0	0	0
Community Environment	0	0	0
Basic Utility Services	0	0	0
Leisure Time Activities	0	0	0
Capital Outlay	4,697,378	3,888,658	808,720
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>4,697,378</u>	<u>3,888,658</u>	<u>808,720</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,314,429)</u>	<u>(702,662)</u>	<u>611,767</u>
Other Financing Sources (Uses)			
Proceeds of Bonds	0	0	0
Proceeds of Notes	3,225,000	3,225,000	0
Advances In	163,694	440,419	276,725
Advances Out	0	(150,000)	(150,000)
Payment to Refunded Bond Escrow Agent	0	0	0
Operating Transfers In	1,241,615	1,240,836	(779)
Operating Transfers Out	(4,822,437)	(4,794,952)	27,485
<i>Total Other Financing Sources (Uses)</i>	<u>(192,128)</u>	<u>(38,697)</u>	<u>153,431</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(1,506,557)</u>	<u>(741,359)</u>	<u>765,198</u>
<i>Fund Balances Beginning of Year</i>	1,069,452	1,069,452	0
<i>Prior Year Encumbrances Appropriated</i>	<u>696,256</u>	<u>696,256</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>\$259,151</u>	<u>\$1,024,349</u>	<u>\$765,198</u>

See accompanying notes to the general purpose financial statements

Totals (Memorandum Only)

Revised Budget	Actual	Variance Favorable (Unfavorable)
\$10,689,904	\$10,646,288	(\$43,616)
2,043,468	1,974,065	(69,403)
959,205	846,387	(112,818)
715,694	638,784	(76,910)
2,412,878	1,633,671	(779,207)
98,085	98,085	0
387,169	334,637	(52,532)
60,000	55,452	(4,548)
286,146	275,785	(10,361)
<u>17,652,549</u>	<u>16,503,154</u>	<u>(1,149,395)</u>
1,796,742	1,223,152	- 573,590
6,077,688	5,578,085	499,603
952,416	538,590	413,826
4,519,908	1,712,712	2,807,196
2,192,499	1,879,165	313,334
2,225,800	1,793,814	431,986
4,769,835	3,919,072	850,763
4,329,970	4,329,970	0
407,269	407,269	0
<u>27,272,127</u>	<u>21,381,829</u>	<u>5,890,298</u>
<u>(9,619,578)</u>	<u>(4,878,675)</u>	<u>4,740,903</u>
4,397,806	4,397,806	0
3,225,000	3,225,000	0
315,080	745,805	430,725
0	(745,805)	(745,805)
(4,308,115)	(4,308,115)	0
5,647,637	5,948,704	301,067
(6,016,437)	(5,948,704)	67,733
<u>3,260,971</u>	<u>3,314,691</u>	<u>53,720</u>
(6,358,607)	(1,563,984)	4,794,623
5,664,232	5,664,232	0
1,155,544	1,155,544	0
<u>\$461,169</u>	<u>\$5,255,792</u>	<u>\$4,794,623</u>

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

Note 1 - Description of the City and Reporting Entity

The City of Brooklyn (the "City") is a charter municipal corporation established and operated under the laws of the State of Ohio. A charter was first adopted by the electorate at a general election held in 1951. The current charter provides for a council-mayor form of government. Elected officials include seven council members and a mayor.

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Brooklyn, this includes: a mayor's court, police and fire protection, emergency medical, recreation (including parks), planning, zoning, street maintenance and repair, refuse collection, recycling and general administrative services.

The Brooklyn Mayor's Court has been included in the City's financial statements as an agency fund. The mayor is an elected official who has a fiduciary responsibility for the collection and distribution of the court fees and fines.

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

The City is associated with the Southwest Council of Governments and the Parma Community General Hospital Association which are jointly governed organizations. These organizations are presented in Note 17 to the combined financial statements.

Note 2 - Summary of Significant Accounting Policies

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Basis of Presentation - Fund Accounting

The City uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain City functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

For financial statement presentation purposes, the various funds of the City are grouped into the following generic fund types under the broad fund categories: governmental and fiduciary.

Governmental Fund Types Governmental funds are those through which most governmental functions of the City 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 following are the City's governmental fund types:

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

Special Revenue Funds These funds are established 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.

Debt Service Fund This fund is used to account for the accumulation of financial resources for, and the payment of general and special assessment long-term debt principal, interest and related cost.

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

Fiduciary Fund Types Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City only utilizes agency funds. These funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Account Groups To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group This account group accounts for all general fixed assets of the City.

General Long-Term Obligations Account Group This account group accounts for all unmatured long-term indebtedness of the City.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

B. Measurement Focus and Basis of Accounting

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. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

All governmental fund types and agency funds are accounted for using the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. Measurable means the amount of the transaction can be determined, and available means collectible within the current year or soon enough thereafter to be used to pay liabilities of the current year. The available period for the City is thirty-one days after year end.

In applying the susceptible to accrual concept, under the modified accrual basis, the following revenue sources are deemed both measurable and available: income taxes, interest on investments, and state levied locally shared taxes (including motor vehicle license fees, gasoline taxes, and local government assistance). Other revenues, including licenses, permits, certain charges for services and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Current and delinquent property taxes measurable as of December 31, 1999, whose availability is indeterminate and which are not intended to finance the current period obligations, have been recorded as deferred revenue. Levied special assessments are measurable and have been recorded as a receivable. Since all assessments are due outside of the available period, the entire amount has been deferred.

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

C. 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. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the object level within each department. Budgetary modifications may only be made by resolution of the City Council at the legal level of control.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Tax Budget During the first Council meeting in July, the Mayor presents the annual operating budget for the following fiscal year to City Council 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.

Estimated Resources The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation ordinance. On or about January 1, the certificate of estimated resources is amended to include unencumbered fund balances at December 31 of the preceding year. The certificate may be further amended during the year if the finance director determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amount reported on the budgetary statements reflects the amounts in the final amended official certificate of estimated resources issued during 1999.

Appropriations A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the fund, department and object level. The appropriation ordinance may be amended during the year as new information becomes available. Total fund appropriations may not exceed current estimated resources, as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year only by an ordinance of Council. During the year, several supplemental appropriation measures were passed. None, however, were significant in amount. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

Encumbrances As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balances for subsequent-year expenditures for governmental funds.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

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

D. Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the combined balance sheet.

During 1999, investments were limited to United States Treasury Bills and the Victory United States Government Obligations Money Market Fund, which are reported at fair value and repurchase agreements, reported at cost. During the year, all investments of the City had a maturity of two years or less.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 1999 amounted to \$284,608, which includes \$204,918 assigned from other City funds.

The City has segregated bank accounts for monies held separate from the City's central bank accounts. These interest bearing depository accounts are presented in the combined balance sheet as "cash and cash equivalents in segregated accounts" or as "cash and cash equivalents with fiscal and escrow agents" since they are not required to be deposited into the City treasury.

The City utilizes a trust to hold monies set aside for Landfill Closure and Postclosure Care cost. The balances in these accounts are represented on the balance sheet as "restricted assets—cash and cash equivalents with a trustee" and "restricted assets—investment with a trustee."

For purposes of presentation on the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments not purchased from the pool with an initial maturity of more than three months are reported as investments.

E. Interfund Assets and Liabilities

Receivables and payables resulting from transactions between funds for services provided or goods received and agency fund assets due to operating funds are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables."

F. Inventory

Inventory is stated at cost for governmental funds on a first-in, first-out basis. The costs of inventory items are recorded as expenditures in the governmental funds when purchased.

G. Restricted Assets

Amounts held in trust and legally restricted for future expenditures relating to the landfill closure costs are classified as restricted assets

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount and reflecting the expenditure in the year in which it was consumed.

I. Fixed Assets and Depreciation

General fixed assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized (recorded and accounted for) in the general fixed assets account group. Infrastructure fixed assets such as streets, storm sewers and drains, and traffic signals and signs are not capitalized by the City and are not reported as part of the general fixed assets account group.

Fixed asset values were initially determined at December 31, 1987, assigning original acquisition costs when such information was available. In cases where information supporting original costs was not practicably determinable, estimated historical costs were developed. For certain fixed assets, the estimates were calculated by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at estimated fair market value on the date donated.

The City has elected not to record depreciation in the general fixed assets account group.

J. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all eligible employees with more than one year of service.

Sick leave benefits are accrued as a liability using the termination method. An accrual for sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the City's past experience of making termination payments.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group.

K. Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions are

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current expendable available financial resources. Payments made more than thirty-one days after year end are generally considered not to have been paid with current available financial resources. Landfill closure and postclosure care, long-term loans and bonds are recognized as a liability of the general long-term obligations account group until due.

Under Ohio law, a debt retirement fund may be created and used for the payment of all debt principal and interest. Generally accepted accounting principles require the allocation of the debt liability amount to the *capital projects funds and the general long term obligations account group, with principal and interest payments on short-term notes being recorded in the fund which received the note proceeds and on matured general long term debt being reported in the debt service fund.* To comply with GAAP reporting requirements, the City's debt retirement fund has been split among the appropriate funds and the account group. Debt service fund resources used to pay both principal and interest have also been allocated accordingly.

L. Fund Equity

Reservations of fund balances are established to identify the existence of assets that, because of their non-monetary nature or lack of liquidity, represent financial resources not available for current appropriation or expenditures, including amounts legally segregated for a specific future use. Fund balances are reserved for encumbrances, inventory and landfill closure and postclosure care.

M. Intergovernmental Revenues

In governmental funds, grants awarded on a non-reimbursement basis, shared revenues and entitlements are recorded as due from other governments and revenues when measurable and available. Reimbursable grants are recorded as receivables and revenues when the related expenditures are made.

N. Interfund Transactions

During the normal course of operations, the City has transactions between funds. Quasi-external transactions are accounted for as revenues and expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

O. Estimates

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

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

P. Memorandum Only - Total Columns

Totals columns on the general purpose financial statements are captioned "Totals (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Note 3 - Restatement of Prior Year's Fund Balance

The general long-term obligations account group total liabilities increased from \$13,876,239 to \$13,926,192 as of December 31, 1998, due to an understatement of the Honeywell loan payable.

Note 4 - Budgetary Basis Of Accounting

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis as provided by law is based upon accounting for transactions on a basis of cash receipts, disbursements and encumbrances.

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with state statute.

The major differences between the budget basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures for all funds (budget) rather than as a reservation of fund balance for governmental fund types (GAAP).
4. Short-term note proceeds and note principal retirement for governmental funds are operating transactions (budget) as opposed to balance sheet transactions (GAAP).
5. State statute permits short-term note principal and interest to be repaid from the debt service fund (budget) as opposed to the fund that received the proceeds (GAAP). Debt service fund resources used to pay both principal and interest have been allocated accordingly.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements on a fund type basis:

**Excess of Revenues and Other Financing Sources
Over Expenditures and Other Financing Uses
All Governmental Fund Types**

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
GAAP Basis	\$94,350	(\$37,348)	\$2,724	\$790,685
Net Adjustment for				
Revenue Accruals	(132,688)	1,417	10	131,762
Fair Value Adjustment for Investments	5,907	0	0	0
Advance In	151,386	154,000	0	440,419
Note Proceeds	0	0	0	3,225,000
Net Adjustment for				
Expenditure Accruals	146,665	(7,442)	0	(346,565)
Advance Out	(502,875)	(92,930)	0	(150,000)
Transfer Out	0	0	4,186,000	(4,186,000)
Principal Retirement	0	0	(4,025,000)	0
Interest and Fiscal Charges	0	0	(161,000)	181,448
Encumbrances	(343,312)	(262,489)	0	(828,108)
Budget Basis	<u>(\$580,567)</u>	<u>(\$244,792)</u>	<u>\$2,734</u>	<u>(\$741,359)</u>

Note 5 - Fund Deficits

The following funds had deficit fund balances at December 31, 1999:

Special Revenue Funds:	
Recycling and Litter	\$4,000
D.A.R.E.	1,086
Capital Projects Funds:	
ODNR Nature Works	22,992
Street and Sidewalk Repair	586,995
Tiedeman Road	1,324,258

The special revenue funds listed above and the ODNR capital projects fund had a deficit fund balance because of the application of generally accepted accounting principles. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

The Street and Sidewalk Repair and the Tiedeman Road capital projects fund deficits are the result of the issuance of short-term bond anticipation notes which are used to finance the project until bonds are issued. Once bonds are issued and the liability is reported in the general long-term obligations account group rather than in the fund, the deficit fund balances will be eliminated.

Note 6 - Deposits and Investments

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

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

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement exceeds the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligation of the State of Ohio;

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and,
6. The State Treasurer's investment pool (STAROhio).

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements."

Deposits At year-end, the carrying amount of the City's deposits was \$1,897,264 and the bank balance was \$2,058,806. Of the bank balance:

1. \$241,915 was covered by federal depository insurance.
2. \$1,816,891 was uncollateralized and uninsured. Although the securities were held by the pledging financial institutions trust department or agent in the City's name and all State statutory requirements for the investment of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

Investments The City's investments are required to be categorized to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name. The Victory United States Government Obligations Money Market Fund and the Money Market Mutual Fund are unclassified since they are not evidenced by securities that exist in physical or book entry form.

	Category 3	Carrying Value	Fair Value
U.S. Treasury Bills	\$94,062	\$99,969	\$99,969
Repurchase Agreements	1,609,000	1,609,000	1,609,000
Money Market Mutual Fund		1,423,792	1,423,792
Victory U.S. Government Obligations Money Market Fund		1,797,334	1,797,334
Total	\$1,703,062	\$4,930,095	\$4,930,095

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

A reconciliation between the classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents	Investments
GASB Statement No. 9	\$6,727,390	\$99,969
Repurchase Agreements	(1,609,000)	1,609,000
Money Market Mutual Fund	(1,423,792)	1,423,792
Victory U.S. Government Obligations Money Market Fund	(1,797,334)	1,797,334
GASB Statement No. 3	<u>\$1,897,264</u>	<u>\$4,930,095</u>

Note 7 - Receivables

Receivables at December 31, 1999, consisted of taxes, accounts, interfund activity, special assessments, accrued interest and monies due from other governments. All receivables are considered fully collectible.

A. Property Taxes

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Property tax revenue received during 1999 for real and public property taxes represents collections of 1998 taxes. Property tax payments received during 1999 for tangible personal property (other than public utility property) is for 1999 taxes.

1999 real property taxes are levied after October 1, 1999, on the assessed value as of January 1, 1999, the lien date. Assessed values are established by State law at 35 percent of true value. 1999 real property taxes are collected in and intended to finance 2000.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 1999 public utility property taxes became a lien December 31, 1998, are levied after October 1, 1999, and are collected in 2000 with real property taxes.

1999 tangible personal property taxes are levied after October 1, 1998, on the values as of December 31, 1998. Collections are made in 1999. Tangible personal property assessments are 25 percent of true value.

The full tax rate for all City operations for the year ended December 31, 1999, was \$5.40 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 1999 property tax receipts were based as follows:

Real Estate:	
Residential/Agricultural	\$124,540,400
Other Real Estate	125,617,720
Total Real Estate	<u>250,158,120</u>
Tangible Personal Property:	
Public Utility	32,288,580
General Tangible Personal Property	72,851,158
Total Personal Property	<u>105,139,738</u>
Total Assessed Value	<u>\$355,297,858</u>

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

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

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable at September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Brooklyn. The County Auditor periodically remits to the City its portion of the taxes. Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 1999. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 1999 operations. The receivable is offset by deferred revenue.

B. Due from Other Governments

A summary of amounts due from other governments:

	Amount
General Fund:	
Workers' Compensation Reimbursement	\$2,800
Shared Tax	16,144
<i>Total General Fund</i>	18,944
Special Revenue Funds:	
Permissive Tax	2,309
Shared Tax	12,191
License Tax	5,608
Gasoline Tax	6,187
<i>Total Special Revenue Funds</i>	26,295
<i>Total Due from Other Governments</i>	\$45,239

C. Income Taxes

The City levies a municipal income tax of two percent on substantially all income earned within the City; in addition, residents are required to pay tax on income earned outside of the City. The City allows a credit of one hundred percent for income tax paid to another municipality, not to exceed two percent of taxable income.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. By City Ordinance, effective January 1, 1997, seventy-five percent of the annual income tax proceeds were credited to the general fund and twenty-five percent to the capital improvement capital projects fund. Also, by the same City Ordinance, fifty percent of gross income tax receipts collected from the Plain Dealer Printing and Distributing Center were credited to the Tiedeman Road capital projects fund.

Note 8 - Fixed Assets

A summary of changes in general fixed assets at December 31, 1999, were as follows:

	Balance 1/01/99	Additions	Deductions	Balance 12/31/99
Land	\$2,611,037	\$0	\$0	\$2,611,037
Buildings	13,734,830	0	0	13,734,830
Improvements Other than Buildings	8,084,014	474,533	0	8,558,547
Machinery and Equipment	2,402,943	359,707	7,600	2,755,050
Furniture and Fixtures	418,969	41,356	0	460,325
Vehicles	3,057,479	455,872	202,555	3,310,796
Construction in Progress	106,231	1,190,733	397,874	899,090
Total	\$30,415,503	\$2,522,201	\$608,029	\$32,329,675

Note 9 - Interfund Assets and Liabilities

At December 31, 1999, the interfund receivable/payable consisted of the following:

Fund	Receivable	Payable
General	\$352,875	\$0
Special Revenue Funds:		
Community Development Block Grant	59,306	281,456
Recycling	0	4,000
Total Special Revenue Funds	59,306	285,456
Capital Projects Fund:		
Capital Improvements	131,456	59,306
ODNR Nature Works	0	198,875
Total Capital Projects Funds	131,456	258,181
Total	\$543,637	\$543,637

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

The due from other funds/due to other funds consisted of:

Fund	Due From	Due To
General Fund	\$31,708	\$0
Special Revenue Fund:		
Court Computer	610	0
Agency Fund:		
Mayor's Court	0	32,318
Total	<u>\$32,318</u>	<u>\$32,318</u>

Note 10 - Risk Management

The City of Brooklyn is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disaster. During 1999, the City contracted through the Municipal Insurance Alliance Agency of Ohio for various types of insurance as follows:

Company	Type	Coverage
Gulf Insurance	Blanket Property, & Contents, Replacement Cost	\$19,744,131
	Earthquake Coverage	500,000
	General Liability	3,000,000
	Automobile Liability	35,000
	Umbrella Liability	9,000,000
	Public Officials Liability	1,000,000
	Police Professional Liability	1,000,000
	Inland Marine	2,542,535
	Crime Coverage	5,000
	Employee Dishonesty	50,000
Gulf Insurance	Steam Boiler	10,000,000
	Machinery	150,000
Great American Insurance	Public Officials Bond	50,000

The City carries commercial insurance coverages for all risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there were no significant reductions in coverage from the prior year.

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

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

Note 11 - Long-Term Obligations

Changes in long-term obligations of the City during 1999 are as follows:

	Balance 12/31/98	Additions	Deductions	Balance 12/31/99
General Long-Term Obligations:				
1992 6.22% \$4,825,000				
General Obligation Bonds	\$3,945,000	\$0	\$3,945,000	\$0
1999 Various \$4,440,000				
Refunding Bonds	0	4,397,806	190,000	4,207,806
1994 4.15% \$645,000				
Special Assessment Bonds	430,000	0	60,000	370,000
1992 0% \$1,099,400 OPWC Loan	907,005	0	54,970	852,035
1998 5.27% \$1,400,171 Honeywell Loan	1,422,389	0	114,660	1,307,729
Police Pension \$70,770 (Note 15)	59,821	0	707	59,114
Landfill (Note 12)	5,920,854	319,539	0	6,240,393
Due to Other Governments	266,374	265,402	266,374	265,402
Compensated Absences	974,749	55,449	62,890	967,308
Total General Long-Term Obligations	\$13,926,192	\$5,038,196	\$4,694,601	\$14,269,787

General obligation bonds are the direct obligation of the City and will be paid from the debt service fund using property tax revenues. Special assessment bonds will be paid from special assessment proceeds levied against benefitted property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City. The Ohio Public Works Commission (OPWC) Loans will be paid by revenues transferred from the general fund. The Honeywell loan will be paid by income tax revenues from the capital improvements capital projects fund. The police pension liability will be paid from levied taxes in the police pension special revenue fund. The landfill will be paid for using the four and one half percent of the income taxes to the general fund which is designated for landfill closure and postclosure care. The due to other governments represents police pension obligations paid outside the available period and will be paid from the fund from which the person is paid. Compensated absences and the pension obligation will be paid by the fund from which the employee's salary is paid.

On March 18, 1999, the City issued \$4,440,000 in general obligation bonds with interest rates varying from 3.30 percent to 4.45 percent. Proceeds were used to refund \$3,945,000 of the outstanding 1992 various purpose bonds.

The bonds were sold at a discount of \$42,194. Proceeds of \$4,308,115 (after discount, underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded 1992 various purpose bonds. As a result, \$3,945,000 of these bonds are considered defeased and the liability for these bonds has been removed from the general long-term obligations account group.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

The City decreased its total debt service payments by \$130,450 as a result of the advance refunding. The City also incurred an economic gain (difference between the present values of the old and new debt services payments) of \$124,222.

The City's overall legal debt margin was \$29,855,822 at December 31, 1999. The unvoted legal debt margin was \$12,090,929. Principal and interest requirements to retire the long-term general obligations as of December 31, 1999, are as follows:

	General Obligation Bonds	Special Assessment Bonds	OPWC	Honeywell Loan	Police Pension	Totals
2000	\$424,505	\$86,551	\$54,970	\$186,876	\$3,242	\$756,144
2001	425,580	87,909	54,970	186,876	3,242	758,577
2002	421,305	88,905	54,970	186,876	3,242	755,298
2003	431,585	84,450	54,970	186,876	3,242	761,123
2004	425,855	90,100	54,970	186,876	3,242	761,043
2005-2009	2,158,875	0	274,850	700,771	16,210	3,150,706
2010-2014	1,300,898	0	274,850	0	16,210	1,591,958
2015-2019	0	0	27,485	0	16,210	43,695
2020-2035	0	0	0	0	50,108	50,108
Totals	\$5,588,603	\$437,915	\$852,035	\$1,635,151	\$114,948	\$8,628,652

Industrial Development Revenue Bonds

The City has issued industrial development revenue bonds in the aggregate outstanding principal amount of \$1,125,000 at December 31, 1999 for facilities used by private corporations. The City is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore they have been excluded from the City's debt presentation. There has not been and is not any condition of default under the bonds or the related financing documents.

Note 12 - Landfill Closure and Postclosure Care

State and federal laws and regulations require the City to place a final cover on its Sanitary Landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The \$6,240,393 reported as landfill closure and postclosure care liability at December 31, 1999, represents the cumulative amount reported to date based on the use of 81.56 percent of the estimated capacity of the landfill. The City will recognize the remaining estimated cost of closure and postclosure care of \$1,391,738 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 1999. The City expects to close the landfill in the year 2013. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

The City is required by state and federal laws and regulations to make annual contributions to a trust to finance landfill closure and postclosure care. The City is in compliance with these requirements and made its first contribution in 1995. These are reported as restricted assets on the balance sheet as "cash and cash equivalents with a trustee" and "investments with a trustee." The City expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by future tax revenues.

Note 13 - Note Debt

The City's note activity, including amounts outstanding, interest rates and the capital projects fund in which the note liability is reported is as follows:

	Outstanding 12/31/98	Additions	Reductions	Outstanding 12/31/99
Capital Improvements Fund				
1998 4.00%	\$450,000	\$0	\$450,000	\$0
1999 7.00%	0	425,000	0	425,000
1996 4.00%	700,000	0	700,000	0
1999 7.00%	0	700,000	0	700,000
1998 4.00%	200,000	0	200,000	0
1998 4.00%	300,000	0	300,000	0
Total Capital Improvements Fund	1,650,000	1,125,000	1,650,000	1,125,000
Street and Sidewalk Repair Fund				
1998 4.00%	600,000	0	600,000	0
1999 7.00%	0	575,000	0	575,000
Total Street and Sidewalk Repair Fund	600,000	575,000	600,000	575,000
Tiedeman Road Fund				
1998 4.00%	1,775,000	0	1,775,000	0
1999 7.00%	0	1,525,000	0	1,525,000
Total Tiedeman Road Fund	1,775,000	1,525,000	1,775,000	1,525,000
Total Notes	\$4,025,000	\$3,225,000	\$4,025,000	\$3,225,000

All of the notes are backed by the full faith and credit of the City of Brooklyn and mature within one year. The note liability is reflected in the fund which received the proceeds. The capital improvement, street and sidewalk repair, and Tiedeman Road notes were sold at a premium of \$2,833, \$1,457 and \$3,804, respectively.

The notes are generally issued in anticipation of long-term bond financing and are refinanced until such bonds are issued.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

Note 14 - Compensated Absences

The criteria for determining vacation and sick leave liabilities are derived from negotiated agreements and State laws. Employees earn ten to thirty days of vacation per year, depending upon length of service. Earned vacation time is paid upon termination of employment.

Employees earn sick leave at different rates depending upon type of employment. Sick leave accrual is continuous, without limit. Upon retirement or death, an employee can be paid a maximum of fifty percent of accumulated, unused sick leave.

As of December 31, 1999, the liability for unpaid compensated absences was \$1,052,614 for the entire City.

Note 15 - Defined Benefit Pension Plans

A. Public Employees Retirement System

All City full-time employees, other than non-administrative full-time uniformed Police officers and Firemen, participate in the Public Employees Retirement System of Ohio (PERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. PERS provides basic retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. PERS issues a stand-alone financial report which may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations and the City is required to contribute 9.35 percent. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to PERS for the years ended December 31, 1999, 1998, and 1997 were \$298,492, \$284,934, and \$247,659 respectively. The full amount has been contributed for 1998 and 1997. 77.54 percent has been contributed for 1999 with the remainder being reported as a liability within the general long-term obligations account group.

B. Police and Firemen's Disability and Pension Fund

The City contributes to the Police and Firemen's Disability and Pension Fund of Ohio (PFDPF), a cost-sharing multiple employer public employee retirement system administered by PFDPF's Board of Trustees. PFDPF provides retirement benefits and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and by Chapter 742 of the Ohio Revised Code. PFDPF issues a publicly available financial report that includes financial information and required supplementary information. That report may be obtained by writing to the Police and Firemen's Disability and Pension Fund of Ohio, 140 East Town Street, Columbus, Ohio 43215.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 12.50 percent for police and 17 percent for firefighters. For 1998 the City contributions were 13 percent for the police and 17.5 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the Fund for police and firefighters were \$206,338 and \$276,810 for the year ended December 31, 1999, \$199,613 and \$264,007 for 1998, and \$195,848 and \$241,674 for 1997. The full amount has been contributed for 1998 and 1997. 75.79 percent and 76.89 percent, respectively, have been contributed for 1999 with the remainder being reported as a liability within the general long-term obligations account group.

In addition to the current contribution, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and firefighters in 1967. As of December 31, 1999, the unfunded liability of the City was \$59,114 payable in semiannual payments through the year 2035. This is an accounting liability of the City which will not vary. The liability is reported in the general long-term obligations account group.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the Public Employees Retirement System or the Police and Firemen's Disability and Pension Fund are covered by Social Security. As of December 31, 1998, the City's volunteer firefighters are covered by Social Security. The City's liability is 6.2 percent of wages paid.

Note 16 - Postemployment Benefits

A. Public Employees Retirement System

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 1999 employer contribution rate was 13.55 percent of covered payroll; 4.2 percent was the portion that was used to fund health care.

Benefits are funded on a pay-as-you-go basis. OPEB are financed through employer contributions and investment earnings. The contributions allocated to retiree health care and Medicare, along with investment income on allocated assets and periodic adjustments in health care provisions, are expected to be sufficient to sustain the program indefinitely. During 1999, OPEB expenditures made by PERS were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9,870,285,641. At December 31, 1999, the total number of benefit recipients eligible for OPEB through PERS was 118,062. The City's actual contributions for 1999 which were used to fund OPEB were \$134,082.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

During 1997, PERS adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1998, employer contributions, equal to 4.2 percent of member covered payroll, are used to fund health care expenses. Under prior method, accrued liabilities and normal cost rates were determined for retiree health coverage.

B. Police and Firemen's Disability and Pension Fund

The Police and Firemen's Disability and Pension Fund (PFDPF) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Police and Firemen's Disability and Pension Fund's board of trustees to provide health care coverage and states that health care cost paid from the Police and Firemen's Disability and Pension Fund shall be included in the employers' contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7 percent of covered payroll is applied to the postemployment health care program during 1999. For 1999, the percent used to fund healthcare was 6.5 percent. This allocation will be raised to 7.25 percent in 2000. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

The City's actual contributions for 1999 that were used to fund postemployment benefits were \$115,549 for police and \$113,981 for fire. PFDPF's total health care expenses for the year ended December 31, 1998, (the latest information available) were \$78,596,790 which was net of member contributions of \$5,331,515. The number of PFDPF participants eligible to receive health care benefits as of December 31, 1998, was 11,424 for police and 9,186 for firefighters.

Note 17 - Jointly Governed Organizations

A. Southwest Council of Governments

The Southwest Council of Governments helps foster cooperation between municipalities in areas effecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the sixteen participating entities. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. In 1999, the City contributed \$4,500 which represented 5.34 percent of total contributions.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

The Council has established two subsidiary organizations, the Hazardous Material Response Team ("HAZ MAT") which provides hazardous material protection and assistance and the Southwest Enforcement Bureau which provides extra assistance to cities in the form of a Special Weapons and Tactics Team ("SWAT Team"). The Council's financial statements may be obtained by contacting the Southwest Council of Governments, Parma Heights, Ohio.

B. Parma Community General Hospital Association

The Parma Community General Hospital Association is a not for profit adult care hospital controlled by a Board of Trustees which is composed of Mayoral appointees from the Cities of Brooklyn, North Royalton, Parma, Parma Heights, Seven Hills, and Brooklyn Heights. Each City has two representatives on the Board other than Parma, which has six. The operations, maintenance and management of the hospital is the exclusive charge of the Parma Community General Hospital Association. The City's degree of control is limited to its appointment to the Board of Trustees.

Additions to the hospital have been financed by the issuance of hospital revenue bonds. The bonds are backed solely by the revenues of the hospital. The Cities have no responsibility for the payment of bonds, nor is there any ongoing financial interest or responsibility by the City to the hospital.

Because there is no ongoing equity interest, there is no requirement to disclose the investment in the jointly governed organization in the general fixed assets account group. The City of Brooklyn has made no contributions to the hospital during the year. The hospital's financial statements may be obtained by contacting the Parma Community General Hospital, Parma, Ohio.

Note 18 - Contingencies

A. Grants

The City received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 1999.

B. Litigation

The City is a party to legal proceedings seeking damages. The City management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

City of Brooklyn, Ohio
Notes to the General Purpose Financial Statements
For the Year Ended December 31, 1999

Note 19 - Contractual Commitments

The City had the following contractual commitments outstanding at December 31, 1999:

Project	Contractor	Amount Remaining on Contract
Park	F. Buddie Construction	\$532,190
Park	GSI	3,735
Marquadt Park	GSI	21,119
Landfill	URS Greiner Woodward & Clyde	31,865
Nature Trail	Vasco Asphalt	7,722
Total Contractual Commitments		<u>\$596,631</u>

**COMBINING, INDIVIDUAL FUND AND
ACCOUNT GROUP STATEMENTS
AND SCHEDULES**

GENERAL FUND

To account for real estate taxes, income tax revenue and resources traditionally associated with general governmental operations that are not required to be accounted for by another fund.

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal Income Tax	\$7,789,904	\$7,750,103	(\$39,801)
Property and Other Taxes	1,031,797	957,878	(73,919)
Charges for Services	959,205	846,387	(112,818)
Fines, Licenses and Permits	702,980	625,702	(77,278)
Intergovernmental	1,059,052	902,811	(156,241)
Interest	342,812	290,065	(52,747)
Rent	60,000	55,452	(4,548)
Other	176,600	161,118	(15,482)
Total Revenues	12,122,350	11,589,516	(532,834)
Expenditures			
Current:			
General Government:			
Legislative and Executive:			
Income Tax:			
Personal Services	162,522	118,852	43,670
Materials and Supplies	30,000	13,246	16,754
Contractual Services	11,000	767	10,233
Capital Outlay	7,000	105	6,895
Total Income Tax	210,522	132,970	77,552
Council:			
Personal Services	85,200	82,157	3,043
Materials and Supplies	5,000	2,525	2,475
Contractual Services	26,000	629	25,371
Total Council	116,200	85,311	30,889
Mayor:			
Personal Services	222,979	156,534	66,445
Materials and Supplies	10,000	4,621	5,379
Contractual Services	19,200	17,906	1,294
Capital Outlay	6,000	3,335	2,665
Total Mayor	\$258,179	\$182,396	\$75,783

(continued)

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Legal:			
Personal Services	\$114,026	\$105,710	\$8,316
Materials and Supplies	1,000	134	866
Contractual Services	60,000	39,485	20,515
Total Legal	175,026	145,329	29,697
Finance:			
Personal Services	281,887	212,528	69,359
Materials and Supplies	13,500	9,118	4,382
Contractual Services	41,255	30,022	11,233
Capital Outlay	10,000	2,427	7,573
Total Finance	346,642	254,095	92,547
Civil Service:			
Personal Services	11,424	9,082	2,342
Materials and Supplies	5,000	46	4,954
Contractual Services	10,000	4,047	5,953
Total Civil Service	26,424	13,175	13,249
Engineering:			
Contractual Services	105,000	91,397	13,603
Miscellaneous:			
Capital Outlay	458,192	271,279	186,913
Contractual Services	70,500	36,002	34,498
Total Miscellaneous	528,692	307,281	221,411
Total General Government	\$1,766,685	\$1,211,954	\$554,731

(continued)

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Security of Persons and Property:			
Public Safety:			
Personal Services	\$2,279,723	\$2,127,291	\$152,432
Materials and Supplies	105,000	94,573	10,427
Contractual Services	153,000	110,748	42,252
Capital Outlay	15,000	2,357	12,643
Total Public Safety	<u>2,552,723</u>	<u>2,334,969</u>	<u>217,754</u>
Fire Department:			
Personal Services	2,171,605	2,053,598	118,007
Materials and Supplies	60,000	38,031	21,969
Contractual Services	100,000	55,710	44,290
Capital Outlay	90,000	40,120	49,880
Total Fire Department	<u>2,421,605</u>	<u>2,187,459</u>	<u>234,146</u>
Total Security of Persons and Property	<u>4,974,328</u>	<u>4,522,428</u>	<u>451,900</u>
Transportation:			
Garage:			
Personal Services	50,000	32,114	17,886
Capital Outlay	300,000	160,642	139,358
Total Transportation	<u>350,000</u>	<u>192,756</u>	<u>157,244</u>
Community Environment:			
Public Lands and Buildings:			
Personal Services	94,790	84,315	10,475
Materials and Supplies	26,000	22,234	3,766
Contractual Services	665,000	656,444	8,556
Capital Outlay	8,000	3,819	4,181
Total Public Lands and Buildings	<u>\$793,790</u>	<u>\$766,812</u>	<u>\$26,978</u>

(continued)

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Public Service:			
Personal Services	\$90,905	\$80,194	\$10,711
Materials and Supplies	5,000	2,403	2,597
Contractual Services	1,000	212	788
Total Public Service	96,905	82,809	14,096
Building Department:			
Personal Services	241,005	173,830	67,175
Materials and Supplies	12,000	10,650	1,350
Contractual Services	14,000	12,530	1,470
Total Building Department	267,005	197,010	69,995
Recycling:			
Personal Services	185,000	164,633	20,367
Contractual Services	50,500	21,121	29,379
Total Recycling	235,500	185,754	49,746
Landfill:			
Contractual Services	2,106,808	0	2,106,808
Total Community Environment	3,500,008	1,232,385	2,267,623
Basic Utility Services:			
Garage:			
Personal Services	1,648,000	1,511,801	136,199
Materials and Supplies	95,000	87,576	7,424
Contractual Services	96,000	82,209	13,791
Capital Outlay	35,000	29,919	5,081
Total Basic Utility Services	\$1,874,000	\$1,711,505	\$162,495

(continued)

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Leisure Time Activities:			
Recreation Center:			
Personal Services	\$510,500	\$423,701	\$86,799
Materials and Supplies	90,000	59,839	30,161
Contractual Services	147,000	76,526	70,474
Capital Outlay	26,000	10,830	15,170
Total Recreation Center	773,500	570,896	202,604
Indoor/Outdoor Pool:			
Personal Services	396,500	351,490	45,010
Materials and Supplies	117,000	83,777	33,223
Contractual Services	112,500	89,012	23,488
Capital Outlay	15,000	14,826	174
Total Indoor/Outdoor Pool	641,000	539,105	101,895
Parks:			
Personal Services	350,100	324,256	25,844
Materials and Supplies	66,500	54,374	12,126
Contractual Services	35,000	27,207	7,793
Capital Outlay	110,000	81,680	28,320
Total Parks	561,600	487,517	74,083
Senior Services:			
Personal Services	150,700	127,369	23,331
Materials and Supplies	62,000	41,387	20,613
Contractual Services	37,000	27,540	9,460
Total Senior Services	249,700	196,296	53,404
Total Leisure Time Activities	2,225,800	1,793,814	431,986
Total Expenditures	14,690,821	10,664,842	4,025,979
Excess of Revenues Over (Under) Expenditures	(\$2,568,471)	\$924,674	\$3,493,145 (continued)

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Sources (Uses)			
Advances In	\$151,386	\$151,386	\$0
Advances Out	0	(502,875)	(502,875)
Operating Transfers Out	(1,194,000)	(1,153,752)	40,248
<i>Total Other Financing Sources (Uses)</i>	<u>(1,042,614)</u>	<u>(1,505,241)</u>	<u>(462,627)</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(3,611,085)	(580,567)	3,030,518
<i>Fund Balance Beginning of Year</i>	3,370,912	3,370,912	0
Prior Year Encumbrances Appropriated	269,487	269,487	0
<i>Fund Balance End of Year</i>	<u>\$29,314</u>	<u>\$3,059,832</u>	<u>\$3,030,518</u>

SPECIAL REVENUE FUNDS

Special revenue funds are established to account for the proceeds of specific revenue sources (other than for major capital projects) that are restricted by law or administrative action to expenditures for specified purposes.

Community Development Block Grant Fund To account for revenues received from the federal government and expenditures as prescribed under the Community Development Block Grant Program.

Fire Pension Fund To account for property taxes collected to pay the City's share of fire pension benefits.

Law Enforcement Fund To account for monies received from fines from convictions related to drug cases used for the education of the community.

Mandatory Drug Law Fund To account for monies received from drug fines and forfeited bonds to be used only for drug investigations.

Motor Vehicle License Tax Fund To account for the City's share of the motor vehicle license tax levied by the County.

Police Pension Fund To account for property taxes collected to pay the City's share of police pension benefits.

Recycling and Litter Fund To account for monies received from the State to be used for litter prevention and the recycling program in the City.

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

Street Lighting Fund To account for property taxes levied to pay for street lighting expenditures within the City.

Street Maintenance and Repair Fund To account for the portion of the State gasoline tax and motor vehicle registration fees designated for maintenance and repair of designated streets within the City and for the maintenance and operations of the street department.

D.A.R.E Fund To account for monies used to educate the public regarding drug abuse and drug abuse prevention.

Underground Storage Tank Fund To account for monies transferred for potential expenditures related to the City's underground storage tanks.

Court Computer Fund To account for monies received from fines to be used for the maintenance of computers.

Groeger Trust Fund To account for the interest received from investments of an independent trust used for the benefit of the Brooklyn Senior Center.

COPS Fast Fund To account for monies received from the Federal government under the Federal COPS Programs to be used to establish or expand community policing programs.

City of Brooklyn, Ohio
Combining Balance Sheet
All Special Revenue Funds
December 31, 1999

	Community Development Block Grant	Fire Pension	Law Enforcement
Assets			
Equity in Pooled Cash and Cash Equivalents	\$624,686	\$94,640	\$9,522
Cash and Cash Equivalents with Fiscal and Escrow Agents	16,490	0	0
Receivables:			
Taxes	0	301,241	0
Interfund	59,306	0	0
Due from Other Funds	0	0	0
Due from Other Governments	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$700,482</u>	<u>\$395,881</u>	<u>\$9,522</u>
Liabilities			
Accounts Payable	\$0	\$0	\$0
Interfund Payable	281,456	0	0
Accrued Wages	0	0	0
Retainage Payable	16,490	0	0
Due to Other Governments	0	0	0
Deferred Revenue	0	299,930	0
<i>Total Liabilities</i>	<u>297,946</u>	<u>299,930</u>	<u>0</u>
Fund Equity			
Fund Balance (Deficit):			
Reserved for Encumbrances	32,483	93,330	0
Reserved for Inventory	0	0	0
Unreserved, Undesignated	370,053	2,621	9,522
<i>Total Fund Equity (Deficit)</i>	<u>402,536</u>	<u>95,951</u>	<u>9,522</u>
<i>Total Liabilities and Fund Equity</i>	<u>\$700,482</u>	<u>\$395,881</u>	<u>\$9,522</u>

<u>Mandatory Drug Law</u>	<u>Motor Vehicle License Tax</u>	<u>Police Pension</u>	<u>Recycling and Litter</u>	<u>State Highway</u>
\$8,538	\$38,172	\$122,949	\$0	\$44,374
0	0	0	0	0
0	0	234,298	0	0
0	0	0	0	0
0	0	0	0	0
0	2,309	0	0	1,799
0	29,820	0	0	0
<u>\$8,538</u>	<u>\$70,301</u>	<u>\$357,247</u>	<u>\$0</u>	<u>\$46,173</u>
\$0	\$2,088	\$0	\$0	\$0
0	0	0	4,000	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	233,278	0	0
<u>0</u>	<u>2,088</u>	<u>233,278</u>	<u>4,000</u>	<u>0</u>
0	0	93,929	0	0
0	29,820	0	0	0
8,538	38,393	30,040	(4,000)	46,173
<u>8,538</u>	<u>68,213</u>	<u>123,969</u>	<u>(4,000)</u>	<u>46,173</u>
<u>\$8,538</u>	<u>\$70,301</u>	<u>\$357,247</u>	<u>\$0</u>	<u>\$46,173</u>

(continued)

City of Brooklyn
Combining Balance Sheet
All Special Revenue Funds (continued)
December 31, 1999

	<u>Street Lighting</u>	<u>Street Maintenance and Repair</u>	<u>D.A.R.E</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$121,694	\$211,636	\$1,150
Cash and Cash Equivalents			
with Fiscal and Escrow Agents	0	0	0
Receivables:			
Taxes	167,131	0	0
Interfund	0	0	0
Due from Other Funds	0	0	0
Due from Other Governments	0	22,187	0
Materials and Supplies Inventory	0	29,820	0
	<u> </u>	<u> </u>	<u> </u>
<i>Total Assets</i>	<u>\$288,825</u>	<u>\$263,643</u>	<u>\$1,150</u>
Liabilities			
Accounts Payable	\$12,671	\$9,033	\$0
Interfund Payable	0	0	0
Accrued Wages	0	3,713	1,002
Retainage Payable	0	0	0
Due to Other Governments	0	3,936	1,234
Deferred Revenue	166,402	0	0
	<u> </u>	<u> </u>	<u> </u>
<i>Total Liabilities</i>	<u>179,073</u>	<u>16,682</u>	<u>2,236</u>
Fund Equity			
Fund Balance (Deficit):			
Reserved for Encumbrances	2,970	13,346	1,254
Reserved for Inventory	0	29,820	0
Unreserved, Undesignated	106,782	203,795	(2,340)
	<u> </u>	<u> </u>	<u> </u>
<i>Total Fund Equity (Deficit)</i>	<u>109,752</u>	<u>246,961</u>	<u>(1,086)</u>
	<u> </u>	<u> </u>	<u> </u>
<i>Total Liabilities and Fund Equity</i>	<u>\$288,825</u>	<u>\$263,643</u>	<u>\$1,150</u>

<u>Underground Storage Tank</u>	<u>Court Computer</u>	<u>Groeger Trust</u>	<u>Totals</u>
\$55,000	\$20,244	\$41,915	\$1,394,520
0	0	0	16,490
0	0	0	702,670
0	0	0	59,306
0	610	0	610
0	0	0	26,295
0	0	0	59,640
<u>\$55,000</u>	<u>\$20,854</u>	<u>\$41,915</u>	<u>\$2,259,531</u>
\$0	\$0	\$0	\$23,792
0	0	0	285,456
0	0	0	4,715
0	0	0	16,490
0	0	0	5,170
0	0	0	699,610
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,035,233</u>
0	1,385	0	238,697
0	0	0	59,640
55,000	19,469	41,915	925,961
<u>55,000</u>	<u>20,854</u>	<u>41,915</u>	<u>1,224,298</u>
<u>\$55,000</u>	<u>\$20,854</u>	<u>\$41,915</u>	<u>\$2,259,531</u>

City of Brooklyn, Ohio
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended December 31, 1999*

	Community Development Block Grant	Fire Pension	Law Enforcement
Revenues			
Property and Other Taxes	\$0	\$294,876	\$0
Fines, Licenses and Permits	0	0	363
Intergovernmental	59,056	26,905	0
Interest	0	0	0
Other	0	0	0
<i>Total Revenues</i>	<u>59,056</u>	<u>321,781</u>	<u>363</u>
Expenditures			
Current:			
General Government	0	0	0
Security of Persons and Property	0	386,802	1,340
Transportation	0	0	0
Community Environment	458,334	0	0
Basic Utility Services	0	0	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>458,334</u>	<u>386,802</u>	<u>1,340</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(399,278)	(65,021)	(977)
Other Financing Sources			
Operating Transfers In	<u>353,800</u>	<u>70,696</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(45,478)	5,675	(977)
<i>Fund Balances (Deficit) Beginning of Year</i>	448,014	90,276	10,499
Increase in Reserve for Inventory	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$402,536</u>	<u>\$95,951</u>	<u>\$9,522</u>

<u>Mandatory Drug Law</u>	<u>Motor Vehicle License Tax</u>	<u>Police Pension</u>	<u>Recycling and Litter</u>	<u>State Highway</u>
\$0	\$0	\$229,608	\$0	\$0
2,584	0	0	0	0
0	28,275	20,666	1,386	24,961
0	1,465	0	0	1,558
0	0	0	0	0
<u>2,584</u>	<u>29,740</u>	<u>250,274</u>	<u>1,386</u>	<u>26,519</u>
0	0	0	0	0
0	0	292,058	0	0
0	24,870	0	0	6,029
0	0	0	6,000	0
0	0	0	0	0
0	0	0	0	0
0	0	707	0	0
0	0	2,535	0	0
<u>0</u>	<u>24,870</u>	<u>295,300</u>	<u>6,000</u>	<u>6,029</u>
2,584	4,870	(45,026)	(4,614)	20,490
0	0	0	2,000	0
2,584	4,870	(45,026)	(2,614)	20,490
5,954	33,773	168,995	(1,386)	25,683
0	29,570	0	0	0
<u>\$8,538</u>	<u>\$68,213</u>	<u>\$123,969</u>	<u>(\$4,000)</u>	<u>\$46,173</u>

(continued)

City of Brooklyn, Ohio
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds (continued)
For the Year Ended December 31, 1999*

	Street Lighting	Street Maintenance and Repair	D.A.R.E
Revenues			
Property and Other Taxes	\$163,901	\$0	\$0
Fines, Licenses and Permits	0	0	0
Intergovernmental	14,867	307,861	9,305
Interest	0	8,859	0
Other	0	2,525	0
<i>Total Revenues</i>	<u>178,768</u>	<u>319,245</u>	<u>9,305</u>
Expenditures			
Current:			
General Government	0	0	0
Security of Persons and Property	0	0	36,115
Transportation	0	277,944	0
Community Environment	0	0	0
Basic Utility Services	152,031	0	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>152,031</u>	<u>277,944</u>	<u>36,115</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	26,737	41,301	(26,810)
Other Financing Sources			
Operating Transfers In	0	0	18,000
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	26,737	41,301	(8,810)
<i>Fund Balances (Deficit) Beginning of Year</i>	83,015	190,090	7,724
Increase (Decrease) in Reserve for Inventory	0	15,570	0
<i>Fund Balances (Deficit) End of Year</i>	<u>\$109,752</u>	<u>\$246,961</u>	<u>(\$1,086)</u>

Underground Storage Tank	Court Computer	Groeger Trust	COPS Fast	Totals
\$0	\$0	\$0	\$0	\$688,385
0	9,985	0	0	12,932
0	0	0	59,506	552,788
0	0	1,812	0	13,694
0	0	156	0	2,681
0	9,985	1,968	59,506	1,270,480
0	9,813	0	0	9,813
0	0	0	136,167	852,482
0	0	0	0	308,843
0	0	0	0	464,334
0	0	0	0	152,031
0	0	30,414	0	30,414
0	0	0	0	707
0	0	0	0	2,535
0	9,813	30,414	136,167	1,821,159
0	172	(28,446)	(76,661)	(550,679)
0	0	0	68,835	513,331
0	172	(28,446)	(7,826)	(37,348)
55,000	20,682	70,361	7,826	1,216,506
0	0	0	0	45,140
\$55,000	\$20,854	\$41,915	\$0	\$1,224,298

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Community Development Block Grant Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$485,007	\$59,056	(425,951)
Expenditures			
Current:			
Community Environment:			
Community Development Block Grant:			
Contractual Services	92,520	84,618	7,902
Capital Outlay	921,380	389,709	531,671
<i>Total Expenditures</i>	1,013,900	474,327	539,573
<i>Excess of Revenues Under Expenditures</i>	(528,893)	(415,271)	113,622
Other Financing Sources (Uses)			
Advances In	0	150,000	150,000
Advances Out	0	(91,544)	(91,544)
Operating Transfers In	0	353,800	353,800
<i>Total Other Sources (Uses)</i>	0	412,256	412,256
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(528,893)	(3,015)	525,878
<i>Fund Balance Beginning of Year</i>	605,317	605,317	0
<i>Prior Year Encumbrances Appropriated</i>	6,391	6,391	0
<i>Fund Balance End of Year</i>	\$82,815	\$608,693	\$525,878

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Pension Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and Other Taxes	\$293,564	\$294,876	\$1,312
Intergovernmental	26,768	26,768	0
<i>Total Revenues</i>	320,332	321,644	1,312
Expenditures			
Current:			
Security of Persons and Property:			
Fire Pension:			
Personal Services	480,509	480,132	377
<i>Excess of Revenues</i> <i>Under Expenditures</i>	(160,177)	(158,488)	1,689
Other Financing Sources			
Operating Transfers In	80,000	70,696	(9,304)
<i>Excess of Revenues and Other Financing</i> <i>Sources Under Expenditures</i>	(80,177)	(87,792)	(7,615)
<i>Fund Balance Beginning of Year</i>	2,970	2,970	0
Prior Year Encumbrances Appropriated	86,132	86,132	0
<i>Fund Balance End of Year</i>	\$8,925	\$1,310	(\$7,615)

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Law Enforcement Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines, Licenses and Permits	\$958	\$458	(\$500)
Expenditures			
Current:			
Security of Persons and Property:			
Police:			
Materials and Supplies	6,781	1,340	5,441
Enforcement and Education:			
Contractual Services	4,581	0	4,581
<i>Total Expenditures</i>	<u>11,362</u>	<u>1,340</u>	<u>10,022</u>
<i>Excess of Revenues Under Expenditures</i>	(10,404)	(882)	9,522
<i>Fund Balance Beginning of Year</i>	<u>10,404</u>	<u>10,404</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$9,522</u>	<u>\$9,522</u>

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Mandatory Drug Law Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines, Licenses and Permits	\$1,716	\$2,584	\$868
Expenditures			
Current:			
Security of Persons and Property:			
Mandatory Drug Law:			
Materials and Supplies	1,716	0	1,716
Capital Outlay	5,953	0	5,953
<i>Total Expenditures</i>	7,669	0	7,669
<i>Excess of Revenues Over (Under) Expenditures</i>	(5,953)	2,584	8,537
<i>Fund Balance Beginning of Year</i>	5,954	5,954	0
<i>Fund Balance End of Year</i>	\$1	\$8,538	\$8,537

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle License Tax Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$28,000	\$27,694	(\$306)
Interest	1,630	1,465	(165)
<i>Total Revenues</i>	<u>29,630</u>	<u>29,159</u>	<u>(471)</u>
Expenditures			
Current:			
Transportation:			
Motor Vehicle License Tax:			
Materials and Supplies	62,130	33,658	28,472
Contractual Services	8,083	0	8,083
<i>Total Expenditures</i>	<u>70,213</u>	<u>33,658</u>	<u>36,555</u>
<i>Excess of Revenues Under Expenditures</i>	(40,583)	(4,499)	36,084
<i>Fund Balance Beginning of Year</i>	31,795	31,795	0
Prior Year Encumbrances Appropriated	8,788	8,788	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$36,084</u>	<u>\$36,084</u>

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Pension Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and Other Taxes	\$228,588	\$229,608	\$1,020
Intergovernmental	20,820	20,820	0
<i>Total Revenues</i>	249,408	250,428	1,020
Expenditures			
Current:			
Security of Persons and Property:			
Police:			
Personal Services	408,803	389,229	19,574
<i>Excess of Revenues Under Expenditures</i>	(159,395)	(138,801)	20,594
Other Financing Sources			
Transfers In	5,000	0	(5,000)
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(154,395)	(138,801)	15,594
<i>Fund Balance Beginning of Year</i>	103,182	103,182	0
Prior Year Encumbrances Appropriated	64,639	64,639	0
<i>Fund Balance End of Year</i>	\$13,426	\$29,020	\$15,594

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Recycling and Litter Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$5,386	\$1,386	(\$4,000)
Expenditures			
Current:			
Community Environment: Recycling and Litter: Materials and Supplies	6,000	6,000	0
<i>Excess of Revenues Under Expenditures</i>	(614)	(4,614)	(4,000)
Other Financing Sources (Uses)			
Advances In	0	4,000	4,000
Advances Out	0	(1,386)	(1,386)
Operating Transfer In	2,000	2,000	0
<i>Total Other Finances Sources (Uses)</i>	2,000	4,614	2,614
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	1,386	0	(1,386)
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$1,386	\$0	(\$1,386)

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$24,522	\$24,878	\$356
Interest	1,500	1,558	58
<i>Total Revenues</i>	<u>26,022</u>	<u>26,436</u>	<u>414</u>
Expenditures			
Current:			
Transportation:			
Garage:			
Personal Services	18,800	0	18,800
Materials and Supplies	31,055	14,817	16,238
Capital Outlay	8,400	0	8,400
<i>Total Expenditures</i>	<u>58,255</u>	<u>14,817</u>	<u>43,438</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(32,233)	11,619	43,852
<i>Fund Balance Beginning of Year</i>	23,966	23,966	0
Prior Year Encumbrances Appropriated	8,789	8,789	0
<i>Fund Balance End of Year</i>	<u>\$522</u>	<u>\$44,374</u>	<u>\$43,852</u>

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Street Lighting Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and Other Taxes	\$163,173	\$163,901	\$728
Intergovernmental	14,871	14,871	0
<i>Total Revenues</i>	<u>178,044</u>	<u>178,772</u>	<u>728</u>
Expenditures			
Current:			
Basic Utility Services:			
Street Lighting:			
Contractual Services	253,499	167,660	85,839
Other	10,000	0	10,000
<i>Total Expenditures</i>	<u>263,499</u>	<u>167,660</u>	<u>95,839</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(85,455)	11,112	96,567
<i>Fund Balance Beginning of Year</i>	<u>94,941</u>	<u>94,941</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$9,486</u>	<u>\$106,053</u>	<u>\$96,567</u>

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Street Maintenance and Repair Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$301,023	\$306,833	\$5,810
Interest	9,000	8,859	(141)
Other	2,550	2,525	(25)
<i>Total Revenues</i>	<u>312,573</u>	<u>318,217</u>	<u>5,644</u>
Expenditures			
Current:			
Transportation:			
Street Maintenance and Repair:			
Personal Services	130,859	103,074	27,785
Materials and Supplies	216,692	148,544	68,148
Contractual Services	44,000	28,964	15,036
Capital Outlay	82,397	16,777	65,620
<i>Total Expenditures</i>	<u>473,948</u>	<u>297,359</u>	<u>176,589</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(161,375)	20,858	182,233
<i>Fund Balance Beginning of Year</i>	160,540	160,540	0
Prior Year Encumbrances Appropriated	7,859	7,859	0
<i>Fund Balance End of Year</i>	<u>\$7,024</u>	<u>\$189,257</u>	<u>\$182,233</u>

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
D.A.R.E. Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$9,305	\$9,305	\$0
Expenditures			
Current:			
Security of Persons and Property:			
Police:			
Personal Services	46,931	37,035	9,896
<i>Excess of Revenues</i>			
<i>Under Expenditures</i>	(37,626)	(27,730)	9,896
Other Financing Sources			
Operating Transfers In	28,000	18,000	(10,000)
<i>Excess of Revenues and Other Financing</i>			
<i>Sources Under Expenditures</i>	(9,626)	(9,730)	(104)
<i>Fund Balance Beginning of Year</i>	8,496	8,496	0
Prior Year Encumbrances Appropriated	1,130	1,130	0
<i>Fund Balance (Deficit) End of Year</i>	\$0	(\$104)	(\$104)

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Underground Storage Tank Fund
 For the Year Ended December 31, 1999*

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues	\$0	\$0	\$0
Expenditures			
Current:			
Basic Utility Services:			
Underground Storage Tank:			
Contractual Services	<u>55,000</u>	<u>0</u>	<u>55,000</u>
<i>Excess of Revenues Under Expenditures</i>	(55,000)	0	55,000
<i>Fund Balance Beginning of Year</i>	<u>55,000</u>	<u>55,000</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$55,000</u>	<u>\$55,000</u>

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
Court Computer Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Fines, Licenses and Permits	\$10,040	\$10,040	\$0
Expenditures			
Current:			
General Government:			
Courts:			
Materials and Supplies	5,000	141	4,859
Contractual Services	6,000	0	6,000
Capital Outlay	19,057	11,057	8,000
<i>Total Expenditures</i>	30,057	11,198	18,859
<i>Excess of Revenues Under Expenditures</i>	(20,017)	(1,158)	18,859
<i>Fund Balance Beginning of Year</i>	20,017	20,017	0
<i>Fund Balance End of Year</i>	\$0	\$18,859	\$18,859

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 Groeger Trust Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$4,877	\$4,750	(\$127)
Other	157	156	(1)
<i>Total Revenues</i>	5,034	4,906	(128)
Expenditures			
Capital Outlay	72,457	30,414	42,043
<i>Excess of Revenues Under Expenditures</i>	(67,423)	(25,508)	41,915
<i>Fund Balance Beginning of Year</i>	67,423	67,423	0
<i>Fund Balance End of Year</i>	\$0	\$41,915	\$41,915

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 COPS Fast Fund
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$59,506	\$59,506	\$0
Expenditures			
Current:			
Security of Persons and Property:			
Federal COPS Program:			
Personal Services	148,086	147,921	165
<i>Excess of Revenues Under Expenditures</i>	(88,580)	(88,415)	165
Other Financing Sources			
Operating Transfers In	69,000	68,835	(165)
<i>Excess of Revenues and Other Financing Sources Under Expenditures</i>	(19,580)	(19,580)	0
<i>Fund Balance Beginning of Year</i>	13,507	13,507	0
Prior Year Encumbrances Appropriated	6,073	6,073	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Special Revenue Funds
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Property and Other Taxes	\$685,325	\$688,385	\$3,060
Fines, Licenses and Permits	12,714	13,082	368
Intergovernmental	975,208	551,117	(424,091)
Interest	17,007	16,632	(375)
Other	2,707	2,681	(26)
<i>Total Revenues</i>	<u>1,692,961</u>	<u>1,271,897</u>	<u>(421,064)</u>
Expenditures			
Current:			
General Government:			
Court Computer Fund	30,057	11,198	18,859
Security of Persons and Property:			
Fire Pension Fund	480,509	480,132	377
Law Enforcement Fund	11,362	1,340	10,022
Mandatory Drug Law Fund	7,669	0	7,669
Police Pension Fund	408,803	389,229	19,574
D.A.R.E. Fund	46,931	37,035	9,896
COPS Fast Fund	148,086	147,921	165
Total Security of Persons and Property	<u>1,103,360</u>	<u>1,055,657</u>	<u>47,703</u>
Transportation:			
Motor Vehicle License Tax Fund	70,213	33,658	36,555
State Highway Fund	58,255	14,817	43,438
Street Maintenance and Repair Fund	473,948	297,359	176,589
Total Transportation	<u>\$602,416</u>	<u>\$345,834</u>	<u>\$256,582</u>

(continued)

City of Brooklyn, Ohio
*Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Special Revenue Funds (continued)
 For the Year Ended December 31, 1999*

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Community Environment:			
Community Development Block Grant Fund	\$1,013,900	\$474,327	\$539,573
Recycling and Litter Fund	6,000	6,000	0
Total Community Environment	1,019,900	480,327	539,573
Basic Utility Services:			
Street Lighting Fund	263,499	167,660	95,839
Underground Storage Tank Fund	55,000	0	55,000
Total Basic Utility Services	318,499	167,660	150,839
Capital Outlay			
Groeger Trust Fund	72,457	30,414	42,043
Total Expenditures	3,146,689	2,091,090	1,055,599
<i>Excess of Revenues Under Expenditures</i>	<i>(1,453,728)</i>	<i>(819,193)</i>	<i>634,535</i>
Other Financing Sources (Uses)			
Advances In	0	154,000	154,000
Advances Out	0	(92,930)	(92,930)
Operating Transfers In	184,000	513,331	329,331
Total Other Financing Sources (Uses)	184,000	574,401	390,401
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<i>(1,269,728)</i>	<i>(244,792)</i>	<i>1,024,936</i>
Fund Balances Beginning of Year	1,203,512	1,203,512	0
Prior Year Encumbrances Appropriated	189,801	189,801	0
Fund Balances End of Year	\$123,585	\$1,148,521	\$1,024,936

DEBT SERVICE FUND

The debt service fund is used to account for the accumulation of resources for, and the payment of, general long term debt principal and interest and related costs. Since there is only one debt service fund and the level of budgetary control is not greater than that presented in the combined financial statements, no additional financial statements are presented.

General Obligation Bond Retirement Fund To account for the accumulation of resources to pay principal and interest on general obligation and special assessment debt.

CAPITAL PROJECTS FUNDS

To account for financial resources to be used for the acquisition or construction of major capital facilities.

Capital Improvements Fund To account for twenty percent of income tax revenue and general fund transfers expended for various capital projects of the City.

ODNR Nature Works Fund To account for grant monies received from the Ohio Department of Natural Resources and general fund transfers expended for renovation of Memorial Park.

Street and Sidewalk Repair Fund To account for note proceeds for improvements of the City's streets and sidewalks.

Tiedeman Road Fund To account for note proceeds for the widening and improvement of Tiedeman Road.

City of Brooklyn, Ohio
Combining Balance Sheet
All Capital Projects Funds
December 31, 1999

	Capital Improvements	ODNR Nature Works
Assets		
Equity in Pooled Cash and Cash Equivalents	\$1,422,286	\$182,068
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	10,222
Receivables:		
Taxes	283,071	0
Interfund	131,456	0
	<u>\$1,836,813</u>	<u>\$192,290</u>
<i>Total Assets</i>		
Liabilities		
Accounts Payable	\$140,029	\$6,185
Interfund Payable	59,306	198,875
Retainage Payable	0	10,222
Accrued Interest Payable	26,322	0
Notes Payable	1,125,000	0
	<u>1,350,657</u>	<u>215,282</u>
<i>Total Liabilities</i>		
Fund Equity		
Fund Balance (Deficit):		
Reserved for Encumbrances	669,194	12,700
Unreserved, Undesignated	(183,038)	(35,692)
	<u>486,156</u>	<u>(22,992)</u>
<i>Total Fund Equity (Deficit)</i>		
	<u>\$1,836,813</u>	<u>\$192,290</u>
<i>Total Liabilities and Fund Equity</i>		

Street and Sidewalk Repair	Tiedeman Road	Totals
\$1,458	\$236,423	\$1,842,235
0	0	10,222
0	0	283,071
0	0	131,456
<u>\$1,458</u>	<u>\$236,423</u>	<u>\$2,266,984</u>
\$0	\$0	\$146,214
0	0	258,181
0	0	10,222
13,453	35,681	75,456
575,000	1,525,000	3,225,000
<u>588,453</u>	<u>1,560,681</u>	<u>3,715,073</u>
0	0	681,894
(586,995)	(1,324,258)	(2,129,983)
<u>(586,995)</u>	<u>(1,324,258)</u>	<u>(1,448,089)</u>
<u>\$1,458</u>	<u>\$236,423</u>	<u>\$2,266,984</u>

City of Brooklyn, Ohio
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
For the Year Ended December 31, 1999*

	Capital Improvements	ODNR Nature Works
Revenues		
Municipal Income Tax	\$2,647,553	\$0
Intergovernmental	0	150,000
Special Assessments	8,185	0
Interest	7,791	11,036
Other	97,075	1,350
<i>Total Revenues</i>	<i>2,760,604</i>	<i>162,386</i>
Expenditures		
Capital Outlay	2,120,281	640,255
Debt Service:		
Principal Retirement	114,660	0
Interest and Fiscal Charges	69,772	0
<i>Total Expenditures</i>	<i>2,304,713</i>	<i>640,255</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>455,891</i>	<i>(477,869)</i>
Other Financing Sources (Uses)		
Operating Transfers In	880,000	199,625
Operating Transfers Out	(608,952)	0
<i>Total Other Financing Sources (Uses)</i>	<i>271,048</i>	<i>199,625</i>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<i>726,939</i>	<i>(278,244)</i>
<i>Fund Balances (Deficit) Beginning of Year</i>	<i>(240,783)</i>	<i>255,252</i>
<i>Fund Balances (Deficit) End of Year</i>	<i>\$486,156</i>	<i>(\$22,992)</i>

Street and Sidewalk Repair	Tiedeman Road	Totals
\$0	\$278,081	\$2,925,634
0	0	150,000
0	0	8,185
0	9,113	27,940
1,457	3,804	103,686
1,457	290,998	3,215,445
0	0	2,760,536
0	0	114,660
29,253	82,423	181,448
29,253	82,423	3,056,644
(27,796)	208,575	158,801
46,990	114,221	1,240,836
0	0	(608,952)
46,990	114,221	631,884
19,194	322,796	790,685
(606,189)	(1,647,054)	(2,238,774)
(\$586,995)	(\$1,324,258)	(\$1,448,089)

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvements Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal Income Tax	\$2,600,000	\$2,596,185	(\$3,815)
Special Assessment	8,185	8,185	0
Interest	7,400	7,791	391
Other	91,928	97,075	5,147
<i>Total Revenues</i>	<u>2,707,513</u>	<u>2,709,236</u>	<u>1,723</u>
Expenditures			
Capital Outlay:			
Capital Improvements:			
Capital Outlay	<u>3,848,006</u>	<u>3,198,435</u>	<u>649,571</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	<u>(1,140,493)</u>	<u>(489,199)</u>	<u>651,294</u>
Other Financing Sources (Uses)			
Proceeds of Notes	1,125,000	1,125,000	0
Advances In	163,694	91,544	(72,150)
Operating Transfers In	880,000	880,000	0
Operating Transfers Out	<u>(2,352,437)</u>	<u>(2,324,952)</u>	<u>27,485</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(183,743)</u>	<u>(228,408)</u>	<u>(44,665)</u>
<i>Excess of Revenues and Other</i> <i>Financing Sources Under</i> <i>Expenditures and Other Financing Uses</i>	<u>(1,324,236)</u>	<u>(717,607)</u>	<u>606,629</u>
<i>Fund Balance Beginning of Year</i>	728,974	728,974	0
Prior Year Encumbrances Appropriated	<u>601,696</u>	<u>601,696</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$6,434</u>	<u>\$613,063</u>	<u>\$606,629</u>

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
ODNR Nature Works Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$348,875	\$150,000	(\$198,875)
Interest	11,650	11,036	(614)
Other	1,350	1,350	0
<i>Total Revenues</i>	<u>361,875</u>	<u>162,386</u>	<u>(199,489)</u>
Expenditures			
Capital Outlay:			
ODNR Nature Works:			
Capital Outlay	849,372	690,223	159,149
<i>Excess of Revenues Under Expenditures</i>	<u>(487,497)</u>	<u>(527,837)</u>	<u>(40,340)</u>
Other Financing Sources (Uses)			
Advances In	0	348,875	348,875
Advances Out	0	(150,000)	(150,000)
Operating Transfers In	199,625	199,625	0
<i>Total Other Financing Sources (Uses)</i>	<u>199,625</u>	<u>398,500</u>	<u>198,875</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(287,872)</u>	<u>(129,337)</u>	<u>158,535</u>
<i>Fund Balance Beginning of Year</i>	208,182	208,182	0
Prior Year Encumbrances Appropriated	94,560	94,560	0
<i>Fund Balance End of Year</i>	<u>\$14,870</u>	<u>\$173,405</u>	<u>\$158,535</u>

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street and Sidewalk Repair Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Other	\$1,457	\$1,457	\$0
Expenditures	0	0	0
<i>Excess of Revenues Over Expenditures</i>	1,457	1,457	0
Other Financing Sources (Uses)			
Proceeds of Notes	575,000	575,000	0
Operating Transfers In	46,990	46,990	0
Operating Transfers Out	(624,000)	(624,000)	0
<i>Total Other Financing Sources (Uses)</i>	(2,010)	(2,010)	0
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(553)	(553)	0
<i>Fund Balance Beginning of Year</i>	2,011	2,011	0
<i>Fund Balance End of Year</i>	\$1,458	\$1,458	\$0

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Tiedeman Road Fund
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal Income Tax	\$300,000	\$300,000	\$0
Interest	8,300	9,113	813
Other	3,804	3,804	0
<i>Total Revenues</i>	312,104	312,917	813
Expenditures	0	0	0
<i>Excess of Revenues Over Expenditures</i>	312,104	312,917	813
Other Financing Sources (Uses)			
Proceeds of Notes	1,525,000	1,525,000	0
Operating Transfers In	115,000	114,221	(779)
Operating Transfers Out	(1,846,000)	(1,846,000)	0
<i>Total Other Financing Sources (Uses)</i>	(206,000)	(206,779)	(779)
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	106,104	106,138	34
<i>Fund Balance Beginning of Year</i>	130,285	130,285	0
<i>Fund Balance End of Year</i>	\$236,389	\$236,423	\$34

City of Brooklyn, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
All Capital Projects Funds
For the Year Ended December 31, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Municipal Income Tax	\$2,900,000	\$2,896,185	(\$3,815)
Intergovernmental	348,875	150,000	(198,875)
Special Assessments	8,185	8,185	0
Interest	27,350	27,940	590
Other	98,539	103,686	5,147
<i>Total Revenues</i>	<u>3,382,949</u>	<u>3,185,996</u>	<u>(196,953)</u>
Expenditures			
Capital Outlay:			
Capital Improvements Fund	3,848,006	3,198,435	649,571
ODNR Nature Works Fund	849,372	690,223	159,149
<i>Total Expenditures</i>	<u>4,697,378</u>	<u>3,888,658</u>	<u>808,720</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,314,429)</u>	<u>(702,662)</u>	<u>611,767</u>
Other Financing Sources (Uses)			
Proceeds of Notes	3,225,000	3,225,000	0
Advances In	163,694	440,419	276,725
Advances Out	0	(150,000)	(150,000)
Operating Transfers In	1,241,615	1,240,836	(779)
Operating Transfers Out	(4,822,437)	(4,794,952)	27,485
<i>Total Other Financing Sources (Uses)</i>	<u>(192,128)</u>	<u>(38,697)</u>	<u>153,431</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(1,506,557)</u>	<u>(741,359)</u>	<u>765,198</u>
<i>Fund Balances Beginning of Year</i>	1,069,452	1,069,452	0
Prior Year Encumbrances Appropriated	696,256	696,256	0
<i>Fund Balances End of Year</i>	<u>\$259,151</u>	<u>\$1,024,349</u>	<u>\$765,198</u>

FIDUCIARY FUNDS

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

AGENCY FUNDS

These funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

Mayor's Court Fund To account for the activities within the mayor's court.

Required Deposits Fund To account for deposits made by citizens, contractors or vendors held by the City to ensure compliance with various City ordinances.

Building Assessment Fees Fund This fund was established in accordance with Senate Bill 359 that states that all political subdivisions that collect fees for acceptance and approval of plans for commercial and industrial building must collect and remit a monthly fee to the State on behalf of the Ohio Board of Building Standards.

City of Brooklyn, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 1999

	Balance 1/1/99	Additions	Reductions	Balance 12/31/99
Mayor's Court				
Assets				
Cash and Cash Equivalents in Segregated Accounts	\$52,584	\$707,660	\$710,092	\$50,152
Liabilities				
Due to Other Funds	\$29,965	\$2,353	\$0	\$32,318
Due to Other Governments	6,935	0	4,250	2,685
Undistributed Monies	15,684	705,307	705,842	15,149
Total Liabilities	\$52,584	\$707,660	\$710,092	\$50,152

Required Deposits

Assets				
Equity in Pooled Cash and Cash Equivalents	\$74,221	\$33,485	\$26,225	\$81,481
Liabilities				
Deposits Held and Due to Others	\$74,221	\$33,485	\$26,225	\$81,481

Building Assessment Fees

Assets				
Equity in Pooled Cash and Cash Equivalents	\$56	\$3,024	\$2,962	\$118
Liabilities				
Due to Other Governments	\$56	\$3,024	\$2,962	\$118

(continued)

City of Brooklyn, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (continued)
For the Year Ended December 31, 1999

	Balance 1/1/99	Additions	Reductions	Balance 12/31/99
Totals - All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$74,277	\$36,509	\$29,187	\$81,599
Cash and Cash Equivalents in Segregated Accounts	52,584	707,660	710,092	50,152
Total Assets	\$126,861	\$744,169	\$739,279	\$131,751
Liabilities				
Due to Other Funds	\$29,965	\$2,353	\$0	\$32,318
Due to Other Governments	6,991	3,024	7,212	2,803
Undistributed Monies	15,684	705,307	705,842	15,149
Deposits Held and Due to Others	74,221	33,485	26,225	81,481
	\$126,861	\$744,169	\$739,279	\$131,751

GENERAL FIXED ASSETS ACCOUNT GROUP

The general fixed assets account group is used to account for all land, buildings, improvements other than buildings, machinery and equipment, furniture and fixtures, and vehicles.

City of Brooklyn, Ohio
Schedule of General Fixed Assets
By Source
December 31, 1999

General Fixed Assets	
Land	\$2,611,037
Buildings	13,734,830
Improvements Other Than Buildings	8,558,547
Machinery and Equipment	2,755,050
Furniture and Fixtures	460,325
Vehicles	3,310,796
Construction in Progress	899,090
	<hr/>
<i>Total General Fixed Assets</i>	<i>\$32,329,675</i>
	<hr/>
Investment in General Fixed Assets	
Prior to December 31, 1987	\$10,247,977
General Fund	1,282,582
Special Revenue Funds	558,099
Capital Projects Funds	19,763,012
Confiscation/Forfeiture	31,472
Donations (Land for Library)	446,533
	<hr/>
<i>Total General Fixed Assets</i>	<i>\$32,329,675</i>
	<hr/>

City of Brooklyn, Ohio
Schedule of Changes in General Fixed Assets
By Function
For the Year Ended December 31, 1999

	General Fixed Assets 1/1/99	Additions	Deductions	General Fixed Assets 12/31/99
General Government				
Council	\$8,538	\$0	\$0	\$8,538
Mayor	57,475	13,811	0	71,286
Finance	46,923	1,418	0	48,341
Civil Service	1,470	1,830	0	3,300
Service Garage	0	151,097	0	151,097
Buildings and Lands	4,048,622	622,021	0	4,670,643
<i>Total General Government</i>	<u>4,163,028</u>	<u>790,177</u>	<u>0</u>	<u>4,953,205</u>
Security of Persons and Property				
Police Department	493,943	104,619	(51,225)	547,337
Fire Department	1,713,908	46,022	(17,160)	1,742,770
<i>Total Security of Persons and Property</i>	<u>2,207,851</u>	<u>150,641</u>	<u>(68,385)</u>	<u>2,290,107</u>
Transportation				
Service Department	951,760	191,671	(7,600)	1,135,831
Community Environment				
Service Garage	182,977	2,806	0	185,783
Library	3,462,310	0	0	3,462,310
Building\Service Department	54,289	1,539	0	55,828
<i>Total Community Environment</i>	<u>3,699,576</u>	<u>4,345</u>	<u>0</u>	<u>3,703,921</u>
Basic Utility				
Refuse Collection	6,003,911	0	(134,170)	5,869,741
Recycling	193,099	3,562	0	196,661
<i>Total Basic Utility</i>	<u>6,197,010</u>	<u>3,562</u>	<u>(134,170)</u>	<u>6,066,402</u>
Leisure Time Activities				
Multi-Purpose Center	3,027,009	10,229	0	3,037,238
Parks	2,968,634	104,536	0	3,073,170
Natatorium	5,085,965	16,073	0	5,102,038
Senior Community Center	2,008,439	60,234	0	2,068,673
<i>Total Leisure Time Activities</i>	<u>13,090,047</u>	<u>191,072</u>	<u>0</u>	<u>13,281,119</u>
Construction in Progress	106,231	1,190,733	(397,874)	899,090
<i>Total General Fixed Assets</i>	<u>\$30,415,503</u>	<u>\$2,522,201</u>	<u>(\$608,029)</u>	<u>\$32,329,675</u>

City of Brooklyn, Ohio
Schedule of General Fixed Assets
By Function and Type
December 31, 1999

	Totals	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Furniture and Fixtures	Vehicles
General Government							
Council	\$8,538	\$0	\$0	\$0	\$8,538	\$0	\$0
Mayor	71,286	0	0	0	54,658	3,362	13,266
Finance	48,341	0	0	0	48,341	0	0
Civil Service	3,300	0	0	0	3,300	0	0
Service Garage	151,097	0	0	0	151,097	0	0
Buildings and Lands	4,670,643	518,880	2,388,159	923,217	520,003	174,114	146,270
<i>Total General Government</i>	<i>4,953,205</i>	<i>518,880</i>	<i>2,388,159</i>	<i>923,217</i>	<i>785,937</i>	<i>177,476</i>	<i>159,536</i>
Security of Persons and Property							
Police Department	547,337	0	0	0	217,731	0	329,606
Fire Department	1,742,770	0	0	119,865	269,516	0	1,353,389
<i>Total Security of Persons and Property</i>	<i>2,290,107</i>	<i>0</i>	<i>0</i>	<i>119,865</i>	<i>487,247</i>	<i>0</i>	<i>1,682,995</i>
Transportation							
Service Department	1,135,831	13,878	77,500	404,438	108,492	0	531,523
Community Environment							
Service Garage	185,783	0	0	0	185,783	0	0
Library	3,462,310	250,800	3,184,879	0	3,984	22,647	0
Building\Service Department	55,828	0	0	0	29,339	0	26,489
<i>Total Community Environment</i>	<i>3,703,921</i>	<i>250,800</i>	<i>3,184,879</i>	<i>0</i>	<i>219,106</i>	<i>22,647</i>	<i>26,489</i>
Basic Utility							
Refuse Collection	5,869,741	24,113	644,892	4,129,515	430,641	0	640,580
Recycling	196,661	0	0	0	75,717	0	120,944
<i>Total Basic Utility</i>	<i>6,066,402</i>	<i>24,113</i>	<i>644,892</i>	<i>4,129,515</i>	<i>506,358</i>	<i>0</i>	<i>761,524</i>
Leisure Time Activities							
Multi-Purpose Center	3,037,238	230,775	1,969,496	428,769	276,751	100,095	31,352
Parks	3,073,170	865,706	82,188	1,757,538	215,306	134,901	17,531
Natatorium	5,102,038	445,985	3,934,526	596,473	109,023	16,031	0
Senior Community Center	2,068,673	260,900	1,453,190	198,732	46,830	9,175	99,846
<i>Total Leisure Time Activities</i>	<i>13,281,119</i>	<i>1,803,366</i>	<i>7,439,400</i>	<i>2,981,512</i>	<i>647,910</i>	<i>260,202</i>	<i>148,729</i>
Construction in Progress	899,090	0	0	0	0	0	0
Total General Fixed Assets	\$32,329,675	\$2,611,037	\$13,734,830	\$8,558,547	\$2,755,050	\$460,325	\$3,310,796

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Statistical Section

City of Brooklyn, Ohio
General Fund Expenditures by Function
Last Ten Years

Year	General Government	Security of Persons and Property	Transportation	Community Environment	Basic Utility Services	Leisure Time Activities	Capital Outlay	Debt Service	Total
1999	\$1,247,688	\$4,517,054	\$205,855	\$1,118,372	\$1,655,063	\$1,724,163	\$0	\$0	\$10,468,195
1998	949,312	4,059,687	115,397	1,072,429	1,717,031	1,673,353	0	0	9,587,209
1997	1,027,956	3,954,969	154,459	800,904	1,638,609	1,787,422	0	0	9,364,319
1996	962,574	3,904,239	221,122	737,378	1,550,268	1,660,200	12,355	42,021	9,090,157
1995	1,034,509	3,747,031	186,877	723,173	1,510,813	1,530,327	0	56,028	8,788,758
1994	1,082,341	3,630,872	16,553	717,056	1,532,447	1,532,241	0	56,028	8,567,538
1993	1,091,146	3,492,578	35,681	646,348	1,452,173	1,513,164	0	55,027	8,286,117
1992	1,008,149	3,675,374	38,446	709,000	1,197,723	1,488,573	0	56,027	8,173,292
1991	1,026,500	3,567,637	110,125	543,207	1,439,421	1,411,700	226,209	14,006	8,338,805
1990	1,030,865	3,120,986	129,533	408,265	1,193,850	1,237,432	0	0	7,120,931

Source: City Financial Records

City of Brooklyn, Ohio
General Fund Revenues By Source
Last Ten Years

Year	Taxes	Charges for Services	Fines, Licenses and Permits	Inter-Governmental	Interest	Rent and Other	Total
1999	\$8,858,944	\$854,820	\$626,383	\$874,972	\$284,608	\$216,570	\$11,716,297
1998	8,462,727	861,648	565,746	921,345	244,862	626,892	11,683,220
1997	7,848,835	892,169	546,739	789,292	218,455	123,939	10,419,429
1996	7,496,161	863,650	413,260	1,111,143	227,497	88,811	10,200,522
1995	7,477,931	763,567	275,418	710,984	257,487	98,770	9,584,157
1994	7,329,139	813,717	325,476	652,135	234,169	110,477	9,465,113
1993	6,802,236	691,390	336,440	703,926	239,472	112,804	8,886,268
1992	6,048,688	723,020	217,270	591,522	250,566	110,889	7,941,955
1991	5,846,750	517,069	241,001	565,812	315,210	78,935	7,564,777
1990	5,800,928	452,040	221,833	474,476	308,464	97,256	7,354,997

Source: City Financial Records

City of Brooklyn, Ohio
Property Tax Levies and Collections (1)
Last Ten Years

Collection Year	Current Tax Levy (2)	Current Tax Collections (2)	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes (3)	Percent of Outstanding Delinquent Taxes to Current Tax Levy
1999	\$1,490,848	\$1,469,088	98.54 %	\$48,664	\$1,517,752	101.80 %	\$50,560	3.39 %
1998	1,456,512	1,435,508	98.56	21,910	1,457,418	100.06	74,433	5.11
1997	1,424,790	1,336,244	93.79	12,556	1,348,800	94.66	41,543	2.92
1996	1,413,607	1,362,146	96.36	9,654	1,371,800	97.04	70,328	4.96
1995	1,396,635	1,378,207	98.68	12,000	1,390,207	99.54	45,659	3.27
1994	1,171,419	1,151,489	98.30	18,691	1,170,180	99.89	28,628	2.44
1993	1,090,304	1,068,330	97.98	24,824	1,093,154	100.26	28,508	2.61
1992	1,120,292	1,049,184	93.65	8,248	1,057,432	94.39	45,129	4.03
1991	991,960	944,542	95.22	9,398	953,940	96.17	38,845	3.92
1990	1,001,058	940,791	93.98	15,320	956,111	95.51	25,950	2.59

Source: Cuyahoga County, Ohio; County Auditor

- (1) Information for Real and Public Utility Only
- (2) State Reimbursements of Rollback and Homestead Exemptions are included
- (3) Penalties and interest are included, since by Ohio law they become part of tax obligation as assessment occurs

City of Brooklyn, Ohio
Assessed Valuation and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Real Property		Public Utility Property		Tangible Personal Property		Totals		
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio
1999	\$250,158,120	\$714,737,486	\$32,288,580	\$35,025,534	\$72,851,158	\$291,404,632	\$355,297,858	\$1,041,167,652	34%
1998	239,814,090	685,183,114	32,734,230	37,198,091	78,470,390	313,881,560	351,018,800	1,036,262,765	34
1997	235,266,210	672,189,171	33,266,860	37,803,250	81,459,237	325,836,948	349,092,307	1,035,829,369	34
1996	229,560,670	655,887,629	33,152,460	37,673,250	79,736,096	318,944,384	342,449,226	1,012,505,263	34
1995	224,075,970	640,217,057	34,815,390	39,562,943	74,590,629	298,362,516	333,481,989	978,142,516	34
1994	184,001,820	525,719,486	32,927,670	37,417,807	49,587,402	198,349,608	266,516,892	761,486,901	35
1993	168,415,620	481,187,486	33,492,830	38,060,034	45,022,549	180,090,196	246,930,999	699,337,716	35
1992	166,519,430	475,769,800	31,097,440	35,338,000	44,860,723	172,541,242	242,477,593	683,649,042	35
1991	143,176,630	409,076,086	29,513,870	33,538,489	43,021,467	159,338,767	215,711,967	601,953,342	36
1990	143,122,030	408,920,086	29,310,430	33,307,307	42,568,968	152,032,029	215,001,428	594,259,422	36

Source: Cuyahoga County, Ohio; County Auditor

Estimated actual value is calculated by dividing the assessed value by the assessment percentage. The percentages for 1999 were 35 percent for real property, 88 percent for public utility tangible and 25 percent for tangible personal.

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

Collection Year	City of Brooklyn				Total City	Brooklyn City School District	Cuyahoga County	Total Direct and Overlapping Governments
	General Fund	Special Revenue Funds	Debt Service Fund					
1999	\$2.30	\$2.10	\$1.00	\$5.40	\$40.00	\$16.70	\$62.10	
1998	2.30	2.10	1.00	5.40	39.80	18.00	63.20	
1997	2.30	2.10	1.00	5.40	39.90	18.00	63.30	
1996	2.30	2.10	1.00	5.40	40.20	18.00	63.60	
1995	2.30	2.10	1.00	5.40	41.10	18.20	64.70	
1994	2.30	2.10	1.00	5.40	39.70	17.80	62.90	
1993	3.30	1.10	1.00	5.40	39.70	17.80	62.90	
1992	3.30	1.10	0.00	4.40	39.70	17.80	61.90	
1991	3.30	1.10	0.00	4.40	39.70	17.80	61.90	
1990	3.30	1.10	0.00	4.40	34.10	16.30	54.80	

Source: Cuyahoga County, Ohio; County Auditor

City of Brooklyn, Ohio
Special Assessment
Billings and Collections
Last Five Years (1)

Collection Year	Total Billed	Amount Collected	Percent Collected
1999	\$98,076	\$98,085	100.01%
1998	96,864	95,422	98.51
1997	90,410	88,966	98.40
1996	83,122	98,008	117.91
1995	87,688	80,446	91.74

Source: Cuyahoga County, Ohio; County Auditor

(1) Prior to 1995 the City had no special assessment debt.

Collections represent amounts for bonded debt only.

City of Brooklyn, Ohio
*Ratio of General Bonded Debt to Assessed Value and
 Net Bonded Debt Per Capita
 Last Eight Years (1)*

Year	Population (2)	Assessed Value (3)	Gross General Bonded Debt	Debt Service Monies Available	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net General Bonded Debt Per Capita
1999	11,774	\$355,297,858	\$4,207,806	\$24,547	\$4,183,259	1.16 %	\$351
1998	11,774	351,018,800	3,945,000	21,823	3,923,177	1.12	335
1997	11,774	349,992,307	4,115,000	21,267	4,093,733	1.17	348
1996	11,774	342,449,226	4,275,000	6,685	4,268,315	1.25	363
1995	11,706	333,481,989	4,425,000	8,432	4,416,568	1.32	377
1994	11,706	266,516,892	4,570,000	19,595	4,550,405	1.71	389
1993	11,706	246,930,999	4,700,000	5,431	4,694,569	1.90	401
1992	11,706	242,477,593	4,825,000	59	4,824,941	1.99	412

(1) Prior to 1992 the City had no bonded debt

Sources: (2) U.S. Census Bureau
 (3) Cuyahoga County, Ohio; County Auditor

City of Brooklyn, Ohio
*Ratio of Annual Debt Service Expenditures for
 General Bonded Debt to Total General Fund Expenditures
 Last Eight Years (1)*

Year	Debt Service Expenditures			Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
	Principal	Interest and Fiscal Charges	Total Debt Service		
1999	\$190,000	\$131,832	321,832	\$10,468,195	3.07 %
1998	170,000	255,174	425,174	9,587,209	4.43
1997	160,000	255,175	415,175	9,364,319	4.43
1996	150,000	274,085	424,085	9,090,157	4.67
1995	145,000	282,930	427,930	8,788,758	4.87
1994	130,000	290,860	420,860	8,567,538	4.91
1993	125,000	298,484	423,484	8,286,117	5.11
1992	0	152,189	152,189	8,173,292	1.86

(1) Prior to 1992 the City had no bonded debt

Source: Cuyahoga County, Ohio; County Auditor

City of Brooklyn, Ohio
Computation of Direct and Overlapping Debt
December 31, 1999

	<u>General Tax Supported Debt Outstanding</u>	<u>Overlapping Percentage Applicable to Brooklyn (1)</u>	<u>Amount Applicable to Brooklyn</u>
City of Brooklyn	\$4,207,806	100.00 %	\$4,207,806
Cuyahoga County	269,083,366	1.38	3,713,350
Regional Transit Authority	101,865,000	1.38	<u>1,405,737</u>
			<u>\$9,326,893</u>

Source: Cuyahoga County, Ohio; County Auditor

(1) Overlapping percentages were calculated by dividing each overlapping subdivision's assessed valuation within the City by the subdivision's total assessed valuation.

City of Brooklyn, Ohio
Computation of Legal Debt Margin
 December 31, 1999

Assessed Valuation		<u>\$355,297,858</u>
Overall Debt Limitation 10.5% of Assessed Valuation		\$37,306,275
Gross Indebtedness (Total Voted and Unvoted Debt)		
Refunding Bonds	4,250,000	
Special Assessment Bonds	370,000	
Honeywell Loan	1,307,729	
Bond Anticipation Notes	3,225,000	
OPWC Loans	<u>852,035</u>	
<i>Total</i>	10,004,764	
Exemptions:		
Special Assessment Bonds	370,000	
Honeywell Loan	1,307,729	
OPWC Loans	<u>852,035</u>	
<i>Total</i>	2,529,764	
Debt Within 10.5% Limitation	7,475,000	
Less: Amount Available in Debt Service Fund	<u>24,547</u>	
Net Debt Within 10.5% Limitation		<u>7,450,453</u>
Overall Debt Margin Within 10.5% Limitation		<u>\$29,855,822</u>
Unvoted Debt Limitation - 5.5% of Assessed Valuation		\$19,541,382
Gross indebtedness authorized by Council	10,004,764	
Less: Debt Outside Limitation:		
Special Assessments	370,000	
Honeywell Loan	1,307,729	
OPWC Loans	<u>852,035</u>	
<i>Total</i>	2,529,764	
Debt Within 5.5% Limitation	7,475,000	
Less: Amount Available in Debt Service Fund	<u>24,547</u>	
Net Debt Within 5.5% Limitation		<u>7,450,453</u>
Legal Debt Margin Within 5.5% Limitation		<u>\$12,090,929</u>
Source: Cuyahoga County Auditor and City Financial Records		

City of Brooklyn, Ohio
Construction, Bank Deposits and Property Value
Last Ten Years

Year	Number of Building Permits (1)	Dollar Value of Building Permits Issued (1)	Bank Deposits (2) (In Thousands)	Estimated Property Value (3)
1999	854	\$34,309,721	\$57,816,942	\$1,041,167,652
1998	705	10,725,085	58,904,596	1,036,262,765
1997	824	21,213,356	53,941,971 (A)	1,035,829,369
1996	810	23,476,122	27,068,211	1,012,505,263
1995	687	8,580,906	22,458,573	978,142,516
1994	693	18,934,205	20,885,453	761,486,901
1993	431	28,071,370	14,802,135	699,337,716
1992	364	28,399,084	19,379,280	683,649,042
1991	232	20,358,325	18,392,243	601,953,342
1990	200	6,795,400	18,395,994	594,259,422

Source: (1) Brooklyn Building Department
(2) Federal Reserve Bank of Cleveland
(3) Cuyohaga County Auditor's Office

(A) Large increase in deposits due to Key Bank becoming a single
Charter in 1997.

City of Brooklyn, Ohio
Ten Largest Real Property Taxpayers
December 31, 1999

Taxpayer	Real Property Assessed Valuation	Percentage of Total Real Property Assessed Valuation
Plain Dealer Publishing Company	\$25,968,600	10.38 %
Ameritrust	8,255,790	3.30
American Greeting Corporation	6,219,500	2.46
Ridge Park Square LLC	5,626,990	2.25
Westbrook Apartments Company	5,027,400	2.01
Troy CMBS Property LLC	4,621,160	1.85
Terraces at Northridge LTD	3,617,990	1.45
Milton Cohen, Trustee	2,613,350	1.04
Weston Property Investments	2,389,280	0.95
Northcliff Shopping Center	2,324,780	0.93
Total Top Ten Taxpayers	<u>\$66,664,840</u>	<u>26.61 %</u>
Total City Valuation	<u>\$250,158,120</u>	

Source: Cuyahoga, Ohio; County Auditor

City of Brooklyn, Ohio
Ten Largest Public Utility and Tangible Personal Property Taxpayers
 December 31, 1999

Taxpayer	Public Utility and Personal Property Assessed Valuation	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$28,431,540	27.04 %
Plain Dealer Publishing Company	17,645,700	16.78
American Greetings Corporation	5,728,310	5.45
Arrow International, Incorporated	3,107,320	2.96
Mr. Gasket, Incorporated	3,008,150	2.86
Ferragon Corporation	2,944,290	2.80
Minotte Cleveland Corporation	2,435,660	2.32
Mail Well Corporation	2,407,725	2.29
Dillard's	2,092,130	1.99
Hugo Boss Fashions, Incorporated	2,064,609	1.96
Total Top Ten Taxpayers	\$69,865,434	66.45 %
Public Utility Property	\$32,288,580	
Tangible Personal Property	72,851,158	
Total City Valuation	\$105,139,738	

Source: Cuyahoga, Ohio; County Auditor

City of Brooklyn, Ohio
Demographic Statistics
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate Cuyahoga County (3)</u>
1999	11,774	1,417	4.5 %
1998	11,774	1,349	4.5
1997	11,774	1,383	4.5
1996	11,774	1,301	5.0
1995	11,706	1,301	4.7
1994	11,706	1,256	5.8
1993	11,706	1,279	6.8
1992	11,706	1,290	6.6
1991	11,706	1,245	5.5
1990	11,706	1,274	4.4

- Sources:
- (1) Even years from U.S. Census Bureau
Remainder estimated by City
 - (2) Brooklyn City School District Board of Education
 - (3) Ohio Bureau of Employment Services
Labor Market Information Services

City of Brooklyn, Ohio

Miscellaneous Statistics

December 31, 1999

Government:	Date of Incorporation	January 1, 1952
	Form of Government:	Charter - Mayor/Council
Population:	11,774	
Area:	4.5 square miles	
City Statistics:	Streets - 33 miles of paved streets	
Highways:	Interstate 480 and Interstate 71	
Police Protection:	One Police Complex	
	Uniformed Personnel:	
	Chief	1
	Sergeants	5
	Detectives	2
	Motorcycle Officers	2
	Patrolmen	24
	Support Personnel	39
Fire Protection:	One Fire Complex:	
	Uniformed Personnel:	
	Chief	1
	Lieutenants	1
	Lieutenants-Paramedics	4
	Firefighter-Paramedics	22
	Firefighter-Inspectors	0
	Paramedic-Inspectors	0
	Firefighters	4
	Support Personnel	10
Other City		
Departments:	Elected	8
	Appointed	9
	Full-Time	52
	Part-Time	70
	Seasonal	68
Public Transit:	Greater Cleveland Regional Transit Authority	

(continued)

City of Brooklyn, Ohio
Miscellaneous Statistics (continued)
 December 31, 1999

Airport: Cleveland Hopkins International Airport
 (within 10 minutes driving distance)

Urban Center: Downtown Cleveland
 (within 10 minutes driving distance)

Shopping Areas: Five retail areas located within municipal boundaries.
 Approximately 10 minutes to downtown retail center.
 Parmatown and Great Northern Malls; 10 to 15 minutes away.
 Three home improvement stores within municipal boundaries.

Cable Television: Americast

Hospitals: Deaconess Hospital
 Parma Community General Hospital
 MetroHealth Center
 Kaiser Permanente

Education:

Brooklyn High School	9-12	34 Classrooms
Brooklyn Middle School	6-8	17 Classrooms
Brookridge Elementary	3-5	17 Classrooms
Roadoan Elementary	K-2	16 Classrooms
St. Thomas More Elementary School	K-8	19 Classrooms
Heritage Christian Baptist School	K-12	28 Classrooms

Libraries: Cuyahoga County Public Library
 Brooklyn Branch

Recreation: One Natatorium and Outdoor Swim Complex
 One Multi-Purpose Indoor Recreation Center
 Two Commons (Park) Areas
 Three Picnic Pavilions
 One Memorial Park
 Three Playgrounds
 One Playground with Integrated Learning Centers - Pre-school/School Age
 Four Baseball Diamonds
 Two Basketball Courts
 Four Tennis Courts
 One Press Box/Concessions
 One Community Senior-Center
 Two Bocci Ball Courts
 Two Horseshoe Pits
 One Volleyball Sand Court
 Two Nature Trails (North/South)
 One In-Line Skating Facility



STATE OF OHIO
OFFICE OF THE AUDITOR

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CITY OF BROOKLYN

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 13, 2000