

**CITY OF SANDUSKY  
ERIE COUNTY**

**SINGLE AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 1999**



**JIM PETRO**  
**AUDITOR OF STATE**  

---

**STATE OF OHIO**



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**CITY OF SANDUSKY  
SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 1999**

<b>FEDERAL GRANTOR</b> <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<b>UNITED STATES DEPARTMENT OF HOUSING AND DEVELOPMENT:</b>			
<i>Passed Through Ohio Department of Development:</i>			
<i>Community Development Block Grant - Small Cities Program</i>	A-F-94-172	14.228	\$2,412
	A-T-95-172	14.228	68,891
	A-F-97-172	14.228	132,309
	A-E-97-172	14.228	175,120
	A-F-98-172	14.228	188,000
			<hr/>
Total Department of Housing and Urban Development			566,732
<b>FEDERAL HIGHWAY ADMINISTRATION:</b>			
<i>Passed Through Ohio Department of Transportation:</i>			
Highway Planning and Construction Grant	TEA-F971 (79)	20.205	403,221
	TEA-F972 (89)	20.205	520,245
	G990655	20.205	297,886
			<hr/>
Total Federal Highway Administration			1,221,352
<b>UNITED STATES DEPARTMENT OF JUSTICE:</b>			
COPS Grant	95-DM-BX-0116	16.710	85,788
COPS MORE Grant	96-CM-WX-0479	16.710	23,747
COPS MORE 96 Grant	97-CM-WX-1039	16.710	133,078
COPS Problem Solving	97-PR-WX-0386	16.710	120,951
Universal Hiring Grant	98-UM-WX-1519	16.710	17,622
			<hr/>
Total COPS Grants			381,186
Local Law Enforcement Block Grant	97-LB-VX-2619	16.592	16,485
			<hr/>
Total Department of Justice			397,671
<b>FEDERAL TRANSIT ADMINISTRATION</b>			
Mass Transportation Grant		20.509	221,552
			<hr/>
<b>TOTAL FEDERAL AWARDS EXPENDITURES</b>			<b><u><u>\$2,407,307</u></u></b>

*The accompanying notes to this schedule are an integral part of this schedule.*

**CITY OF SANDUSKY  
NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FISCAL YEAR ENDED DECEMBER 31, 1999**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Expenditures (the Schedule) summarizes activity of the City's federal award programs. The schedule has been prepared on the cash basis of accounting.

**NOTE B - DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT**

The City administers loan programs with funds provided by the U. S. Department of Housing and Urban Development (HUD) through the Ohio Department of Development. The loans are provided through the Community Development Block Grant Program (CFDA 14.228) for the purposes of rental housing rehabilitation and economic development. The initial loans of these funds are recorded as a disbursement on the accompanying Schedule of Federal Awards Expenditures. Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule. Loan agreements provide for equipment or other assets to be used as collateral for the loans. As of December 31, 1999, the total amount of loans outstanding, before allowances for uncollectibles, was \$1,576,287.

**NOTE C - MATCHING REQUIREMENTS**

Certain Federal programs require that the City contribute non-Federal funds (matching funds) to support the Federally-funded programs. The City has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.



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

City of Sandusky  
Erie County  
222 Meigs Street  
Sandusky, Ohio 44870-2837

To the City Commission:

We have audited the financial statements of the City of Sandusky, Erie County, Ohio, (the City) as of and for the year ended December 31, 1999, and have issued our report thereon dated June 23, 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 23, 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 23, 2000.

This report is intended for the information and use of management, the City Commission, federal awarding agencies, and pass-through entities, 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", with a large, stylized loop at the end.

**Jim Petro**  
Auditor of State

June 23, 2000





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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO THE MAJOR FEDERAL PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

City of Sandusky  
Erie County  
222 Meigs Street  
Sandusky, Ohio 44870-2837

To the City Commission:

**Compliance**

We have audited the compliance of the City of Sandusky, Erie County, Ohio, (the City) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 1999. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 1999. We noted an instance of noncompliance that does not require inclusion in this report that we have reported to the management of the City in a separate letter dated June 23, 2000.

### **Internal Control Over Compliance**

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 compliance and its operation that we consider to be material weaknesses.

### **Schedule of Federal Awards Expenditures**

We have audited the general-purpose financial statements of the City of Sandusky as of and for the year ended December 31, 1999, and have issued our report thereon dated June 23, 2000. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is 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 stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

This report is intended for the information and use of management, the City Commission, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



**Jim Petro**  
Auditor of State

June 23, 2000

**CITY OF SANDUSKY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 1999**

**1. SUMMARY OF AUDITOR'S RESULTS**

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weakness conditions reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	Highway Planning and Construction CFDA # 20.205  Community Oriented Policing Services CFDA # 16.710
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	No

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

None.

**3. SCHEDULE OF FINDINGS FOR FEDERAL AWARDS**

None.

**CITY OF SANDUSKY  
 SCHEDULE OF PRIOR AUDIT FINDINGS  
 OMB CIRCULAR A -133 § .315 (b)  
 DECEMBER 31, 1999**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b>Explain:</b>
1998-20522-001	Notification to the Finance Department for grants being administered by outside departments.	Yes	Finding No Longer Valid, client has implemented procedures for departments to report federal information to Finance.



# COMPREHENSIVE ANNUAL FINANCIAL REPORT

*For the year ended December 31, 1999*



# CITY OF SANDUSKY, OHIO

## COMPREHENSIVE

### ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 1999

Prepared By:

Department of Finance

Edward A. Widman  
Finance Director

Patricia R. Smith  
Office Manager

Carol A. Roth  
Secretary

Lisa A. Hoffman  
Senior Accounting Clerk II

Carolyn S. Meyer  
Senior Accounting Clerk II





**CITY OF SANDUSKY**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

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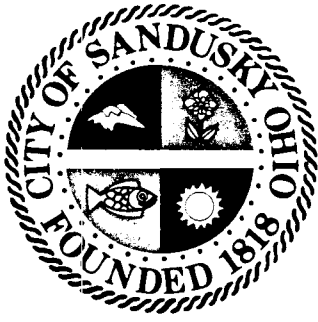
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DEPARTMENT OF FINANCE  
DIVISION OF FINANCE & AUDITS  
EDWARD A. WIDMAN, Finance Director

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SANDUSKY, OHIO 44870  
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June 23, 2000

To the City Commission and Citizens of Sandusky,

The Comprehensive Annual Financial Report of the City of Sandusky for the year ended December 31, 1999, is herewith submitted. The 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; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included.

This report is divided into three sections: The Introductory Section contains the table of contents, the letter of transmittal, the Certificate of Achievement for Excellence in Financial Reporting awarded for the 1998 City of Sandusky Comprehensive Annual Financial Report, the City's organizational chart, and a list of elected and appointed officials. The Financial Section includes the general purpose financial statements, the notes to the financial statements, combining statements by fund type, and other statements and schedules that provide detailed information to the general purpose financial statements. The Statistical Section includes tables of unaudited data depicting the financial history of the City and other pertinent facts, generally presented on a multi-year basis.

### **City Background**

The City of Sandusky is ideally located. Sandusky Bay on Lake Erie is larger than any of Ohio's inland lakes and in conjunction with Lake Erie provides a wide spectrum of recreational activities to the citizens as well as to travelers. Sandusky is the largest city in Erie County and is the county seat. Major east-west transportation arteries are available to vehicles and trains, north-south highways are excellent for vehicular traffic, and a local airport provides access to small commercial planes.

The City of Sandusky is a home rule municipal corporation under the laws of the State of Ohio and, as such, operates under its own Charter adopted in 1914. The City operates under the City Commission - City Manager form of government. The seven City Commissioners are elected at-large and serve four year terms. The president of the City Commission serves as the Ex-Officio Mayor. The City Manager, Finance Director, Law Director, and Clerk of Commission are appointed by, and serve at the pleasure of, the City Commission.

## **Reporting Entity**

The 1999 Comprehensive Annual Financial Report (CAFR) includes all funds, departments, boards, and agencies which compose the City's reporting entity. The primary government consists of all funds and departments which provide various services including police and fire protection, planning, zoning, street maintenance, public transit, floral parks, recreation, forestry, cemetery, water filtration treatment plant and distribution systems, water pollution control treatment plant and sewer collector systems, and general government services.

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 influence significantly the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. There were no component units of the City of Sandusky in 1999.

The City of Sandusky is a member of the Buckeye Ohio Risk Management Agency (BORMA), a public entity shared risk pool for health insurance coverage and property, crime, and liability insurance coverage. The BORMA pool consists of thirteen cities for health insurance and six cities for property, crime, and liability insurance.

## **Internal Control and Financial Reporting**

In developing and evaluating the City's accounting system, consideration is given to the accuracy of internal accounting controls. Internal accounting controls are designed to provide reasonable assurance regarding:

1. The safeguarding of assets against loss from unauthorized use or disposition; and
2. The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. Cost of controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of costs and benefits requires estimates and judgements by management.

All internal control evaluations occur within the above framework. We believe the City's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Consistent with the above mentioned safeguarding of assets, all employees of the City of Sandusky are covered by a blanket bond, in the amount of \$1 million.

Budgetary control is maintained by City ordinance. Internal control provides for audit at the levels of personal services, travel and transportation, contractual services, materials and supplies, and capital outlay. Each department is responsible for requisitioning materials. The budget is audited by the City Manager prior to issuing the purchase order. The Finance Director audits the purchase order, via computer control, prior to signing the purchase order.

For recording purposes, the City maintains a cash accounting system as historically required by the State of Ohio. For reporting purposes, the City includes in this report all funds, departments, boards, and agencies that are controlled by, or dependent upon, the City's legislative body.

### Governmental Operations

The following summary schedule identifies the revenues for governmental functions which include the general, special revenue, debt service, and capital projects funds:

Revenue Sources	1999 Amount	Percent of Total	1998 Amount	Percent of Total	1997 Amount	Percent of Total
Property Taxes	\$1,999,129	8.37%	\$1,523,369	6.30%	\$1,400,162	7.53%
Other Local Taxes	3,493,101	14.63	3,420,412	14.14	2,807,588	15.09
Municipal Income Taxes	7,018,275	29.40	6,943,669	28.70	6,449,070	34.67
Special Assessments	811,449	3.40	661,217	2.73	539,703	2.90
Intergovernmental	5,102,313	21.37	6,306,993	26.07	3,568,865	19.19
Charges for Services	1,402,865	5.88	1,230,854	5.09	1,054,287	5.67
Fees, Licenses, and Permits	622,330	2.60	551,840	2.28	665,962	3.58
Fines and Forfeitures	872,419	3.65	789,367	3.26	750,310	4.03
Interest	1,059,212	4.44	1,172,590	4.85	966,021	5.20
Other	1,494,063	6.26	1,592,346	6.58	397,853	2.14
<b>Total Revenues</b>	<b>\$23,875,156</b>	<b>100.00%</b>	<b>\$24,192,657</b>	<b>100.00%</b>	<b>\$18,599,821</b>	<b>100.00%</b>

In 1999, like 1998, revenues were influenced by several grants and one-time revenue sources, which supplemented favorable revenue increases in taxes. Property tax increases reflect the impact of a voter approved property tax levy to renovate and improve the Sandusky Library. The library is a not-for profit library association that used the City of Sandusky's authority to receive property taxes, in the amount of approximately \$488,000. Intergovernmental sources includes various grants that totaled over \$2.8 million in 1999. However, the comparable amount for 1998 was over \$3.4 million. Several capital projects received these grant funds in 1999 including Dorn Community Complex, Boat Launch Ramp, Remington Avenue, Streetscape, and Amtrak Improvements. Due to an increase in assessed street improvements, special assessments increased in 1999. Increases in taxes and other sources of funding appear to be increasing near inflation levels.

The following summary schedule identifies the expenditures for general governmental functions which include the general, special revenue, debt service, and capital projects funds:

Function	1999 Amount	Percent of Total	1998 Amount	Percent of Total	1997 Amount	Percent of Total
Security of Persons and Property	\$7,927,614	30.78%	\$7,361,784	27.79%	\$7,059,645	35.73%
Public Health	258,835	1.00	280,211	1.06	391,894	1.98
Leisure Time Activities	619,518	2.41	606,572	2.29	808,060	4.10
Community Environment	2,847,660	11.06	1,888,166	7.13	2,008,903	10.17
Transportation	2,175,015	8.45	1,929,043	7.28	1,566,152	7.93
General Government	3,462,839	13.45	3,267,417	12.33	3,351,429	16.97
Other	42,637	0.16	61,232	0.23	59,532	0.30
Capital Outlay	7,426,232	28.84	9,561,279	36.08	3,700,153	18.73
Debt Service:						
Principal Retirement	372,637	1.45	1,065,848	4.02	440,096	2.23
Interest and Fiscal Charges	618,101	2.40	471,471	1.79	367,534	1.86
<b>Total Expenditures</b>	<b>\$25,751,088</b>	<b>100.00%</b>	<b>\$26,493,023</b>	<b>100.00%</b>	<b>\$19,753,398</b>	<b>100.00%</b>



The major impact on expenditures mirrored the revenues, namely capital related and grant activities. The City had several projects which materialized in 1998, and continued into 1999. Besides the grant funding and donations for projects, the City issued bonds or notes to finance the City's share of the projects. Some of the City's major projects include: Jackson Street Pier (\$431,000), Sandusky Streetscape (\$545,000), and City Complex Relocation (\$1.238 million).

### **Enterprise Funds**

The City's enterprise funds consist of the Water fund and the Sewer fund. The focus of enterprise funds is cost of service measurement or capital maintenance. The following schedule demonstrates return on net fixed assets and return on equity.

	Water			Sewer		
	1999	1998	1997	1999	1998	1997
Construction in Progress	\$779,032	\$239,438	\$226,075	\$3,079,938	\$1,844,656	\$1,215,204
Net Fixed Assets (excluding Construction in Progress)	4,819,155	4,692,364	4,731,839	6,388,671	6,410,312	4,177,079
Total Equity	6,238,228	5,631,329	5,046,566	5,432,050	5,672,163	4,619,278
Net Income (Loss)	606,899	584,763	310,406	(878,439)	586,217	(465,448)
Return on Net Fixed Assets	12.59%	12.46%	6.56%	(13.75%)	9.14%	(11.14%)
Return on Equity	9.73%	10.38%	6.15%	(16.17%)	10.33%	(10.08%)

In 1997, the City conducted a water/sewer rate study using the services of Jones & Henry Engineers, Inc. The net result of the study included scheduled rate increases for both water and sewer service. The scheduled increases based on commodity charges over the three year period are: July 1998, water 18% and sewer 14%, 1999 sewer 8%, and 2000 sewer 8%. During 2000, the City will once again be reviewing the water and sewer rates to determine which adjustments are needed for the next three year cycle from 2001 to 2003.

### **Fiduciary Funds**

Fiduciary funds account for assets held by the City of Sandusky in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The City's only fiduciary funds are agency funds.

### **Debt Administration**

The current outstanding debt consists of the following:

	Bonds	Notes
Governmental	\$390,000	\$7,994,200
Enterprise	2,471,000	2,374,300
Special Assessments	2,954,758	2,640,000

The City of Sandusky has maintained an A2 rating from Moody's Investors Service on recent bond issues.

Under state statutes, the City's debt limitation is 10.5 percent of the total assessed property valuation. As of December 31, 1999, the City's net debt of \$8,050,164 was well below the legal limit of \$42,562,869. A complete discussion of the City's outstanding debt is provided in Notes 16, 17, and 18 to the combined financial statements.

### **Management/Employee Relations**

The City negotiates with three bargaining units: American Federation of State, County, and Municipal Employees Local No. 1519, the Fraternal Order of Police - Lodge No. 17, and the International Association of Fire Fighters - Local No. 327. In 1998, new contracts with all three bargaining units had been approved by the respective unions and the City Commission. Interest Based Bargaining was successfully implemented during this round of bargaining. These agreements expire December 31, 2000. The City has begun preparations for collective bargaining for the fall of 2000.

### **General Fixed Assets**

The general fixed assets of the City are those fixed assets used in the performance of general governmental functions, excluding the fixed assets recorded in the enterprise funds (water and sewer). As of December 31, 1999, the general fixed assets of the City totaled \$26,821,463. This amount represents either actual cost or estimated historical cost of the assets.

### **Cash Management**

During the year ended December 31, 1999, the City's cash resources, temporarily idle during the year, were invested in certificates of deposit with local depositories, U.S. Treasury and government securities, and Star Ohio. Long-term investments include bonds of the City of Sandusky and range from one year to twenty years and carry interest rates from 4.62 percent to 10 percent.

As of December 31, 1999, the City's total available cash resources were divided between deposits and investments (bank balances of the deposits and the carrying amounts of investments) as follows:

Cash	\$3,266	0.02%
Deposits	2,658,954	11.87
U. S. Treasury Notes	2,958,733	13.21
U.S. Government Securities	13,849,797	61.84
City of Sandusky Bonds	285,390	1.27
Star Ohio	2,639,575	11.79
	<hr/>	<hr/>
Total	<u>\$22,395,715</u>	<u>100.00%</u>

### **Risk Management**

The City participates in the Buckeye Ohio Risk Management Agency (BORMA), a public entity shared risk pool. The City insures all risk through BORMA and maintains a variety of coverages. Some of the principal coverages include property, crime, and liability insurance. A more detailed description of the City's risk management may be found in Note 20 to the general purpose financial statements.

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.

## **Accounting and Audit**

All operations of the City of Sandusky are audited by the Auditor of State of Ohio. Technical assistance in the preparation of this report has been provided by the Local Government Services Division, Auditor of State's Office.

## **Economic Condition and Outlook**

The City has a unique position as a tourist center due to the City's location on Sandusky Bay, with over 22 miles of shoreline within the City limits and the location of Cedar Point within the City. Several years ago, the City enhanced its shoreline by entering into a development agreement with a private developer in order to implement improvements to the City's Battery Park Marina and adjacent park. These improvements included not only the marina and park, but also a restaurant and a breakwall. Battery Park is now a successful commercial operation, which has further enhanced the use of the City's waterfront. Further improvements to the City's waterfront include Shoreline Park, which consists of shore protection, bridges, sidewalks, parking, a gazebo, playground equipment, landscaping, and lighting as well as the 1.7 mile Bayfront Corridor; a linear park linking major attractions located on the City's central waterfront with a continuous walkway. In 1998, the City received a very generous donation (over \$1 million), from a long time Sandusky benefactor, to develop a plaza at the foot of Columbus Avenue as part of the Bayfront Corridor development; that project is underway and construction is expected to be completed in 2000. All of these waterfront improvements are part of the Port Development Plan adopted by the City Commission in 1991 and updated in 1996.

Along with the Battery Park Marina, there are other marinas which have been developed over the last decade, including a \$5 million, 700 slip marina created from idle industrial space and a 210 slip marina complex completed by a local legal firm, which also erected a waterfront office center on that site. There are over 4,000 slips available in the Sandusky Bay area, with anticipated demand for several thousand more.

The City is also served by a number of ferry boat lines which transport passengers and automobiles to certain islands in Lake Erie as well as offering day long cruises to those islands for tourists. The City is also served by a Canadian ferry boat line which provides ferry services to Canada, and the City is a significant port of entry to Canada.

Cedar Point, a 364-acre amusement and theme park, is located on a peninsula extending into Lake Erie from the City. Developed as a resort area in 1870, Cedar Point is open daily from mid-May to mid-September, attracting in excess of 3 million visitors each season to its numerous rides and attractions. Cedar Point also includes an RV area, marina, restaurants, one of which is open year-round, and two hotels with a combined capacity of almost 750 beds which are open during Cedar Point's season. A water park attraction with a separate entrance is included at the park as well as "Challenge Park", with miniature golf, bungee jumping, and grand prix racing. Cedar Point employs 3,700 seasonal employees, primarily college students, and approximately 400 year-round employees.

Significant capital expenditures on new attractions are made year after year by Cedar Point. These expenditures totaled over \$85,000,000 during the last five years. A new roller coaster known as "Millennium Force" is scheduled for operation in 2000. According to published reports, Millennium Force will be Cedar Point's 14th roller coaster, reportedly more than anywhere in the world, and will be the world's tallest (310 feet) and fastest (92 mph). The admission tax and the hotel/motel tax generated from Cedar Point provides a significant amount of revenue for the City's General fund.

The City continues to aggressively pursue economic growth through a number of initiatives. One of the City's most important economic development functions is supporting the retention and expansion of existing businesses. The last couple of years have included the construction and completion of three buildings in the City's new Bayside Business Park by R. S. Business Machines, Ned's Upholstery, and R. B. Manufacturing Co. The City is working with other existing and new businesses interested in locating at this attractive business park.

Three major manufacturers expanded operations in the last two years. Whirley of Ohio, Sandusky Plastics Division, undertook a \$9 million expansion which is expected to create between 75 to 100 new jobs over a three year period. R. B. Manufacturing Co. also undertook a \$2.5 million expansion which is expected to generate 25 new jobs. Sandusky International invested \$3.2 million in new machinery and equipment at their existing plant.

The Streetscape Project in the City's Central Business District has been completed. This project, coupled with the completion of the City's Downtown Revitalization Program, has resulted in major improvements to the infrastructure of the Central Business District and to several private buildings located in that area.

Several major private developers have expressed an interest in recent years in renovating historic buildings in the City's Downtown/Waterfront Revitalization Area. In November 1999, the City acquired the Chesapeake Building, a vacated industrial building on the central waterfront, and plans to seek proposals from developers for an adaptive reuse development of the property. The City is also working closely with local developers who are interested in renovating additional historic buildings in the Central Business District.

The renovation of the building at which the Amtrak station is located has been completed. The service contractor for the Sandusky Transit System also occupies that building. A tourist shuttle service is expected to be provided by the Sandusky Transit System from this location, linking rail passengers with local tourist destinations. Amtrak is currently providing daytime service to Chicago and Philadelphia from the station, as well as service to New York and Boston.

Greater Erie County Marketing Group, Inc. (GEM) provides economic development assistance to the City under an economic development administrative service contract. GEM's corporation, the GEM Community Urban Redevelopment Corporation, has provided support and assistance for historic renovation projects in the Downtown/Waterfront Revitalization Area. GEM has also provided assistance to over one hundred businesses or individuals in the City regarding the City's economic development programs.

The City has established many programs to encourage economic development, including the Sandusky Enterprise Zone Program and the Sandusky Revolving Loan Program. The City has successfully negotiated with new and existing businesses to help them locate or expand within the City, using these and State of Ohio development tools. In 1998, the City established the Economic Development Incentives Review Committee to provide a strong structure for dealing with City incentives. The City also continues to develop neighborhood improvement projects that add to the quality of life for residents and also provide economic development benefits by visually improving areas within the community. The City has maintained its Labor Surplus Area Designation and its Impacted City Certification by the State Department of Development. These designations help the City provide additional economic development tools for use with manufacturing and commercial development projects.

## **Major Initiatives**

In 1996, the City of Sandusky and the Erie County Commissioners approved the Wastewater General Plan. This document outlined how the City of Sandusky would handle the needs for improvements in wastewater treatment for the next 40 years. The Wastewater General Plan was also the basis for resolving concerns raised by the Ohio EPA. Several significant components of the Wastewater General Plan were initiated in 1999 and will continue for several years. These improvements will result in improvements of approximately \$20 million.

In 1998, the City of Sandusky approved the Water Master Plan. Similar to the Wasterwater General Plan, the Water Master Plan addresses the needs of the City's water treatment plant and water distribution system. Expenses should equal the magnitude of the wastewater costs. The City has started to proceed with the improvements required by the Water Master Plan.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded for the eighth time a Certificate of Achievement for Excellence in Financial Reporting to the City of Sandusky, Ohio, for its Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

## **Acknowledgments**

The employees of the City are dedicated to serving the citizens of Sandusky within the best of their capabilities. We wish to take this opportunity to thank the City Commission for its continuing support and to thank our department heads and staff for their diligent efforts to keep Sandusky financially sound and a special place in which to live and work.

Special thanks to the staff of the Department of Finance who have spent so many hours on the preparation of this report. Without their efforts, this report would not have been possible.



Edward A. Widman,  
Finance Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Sandusky,  
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.

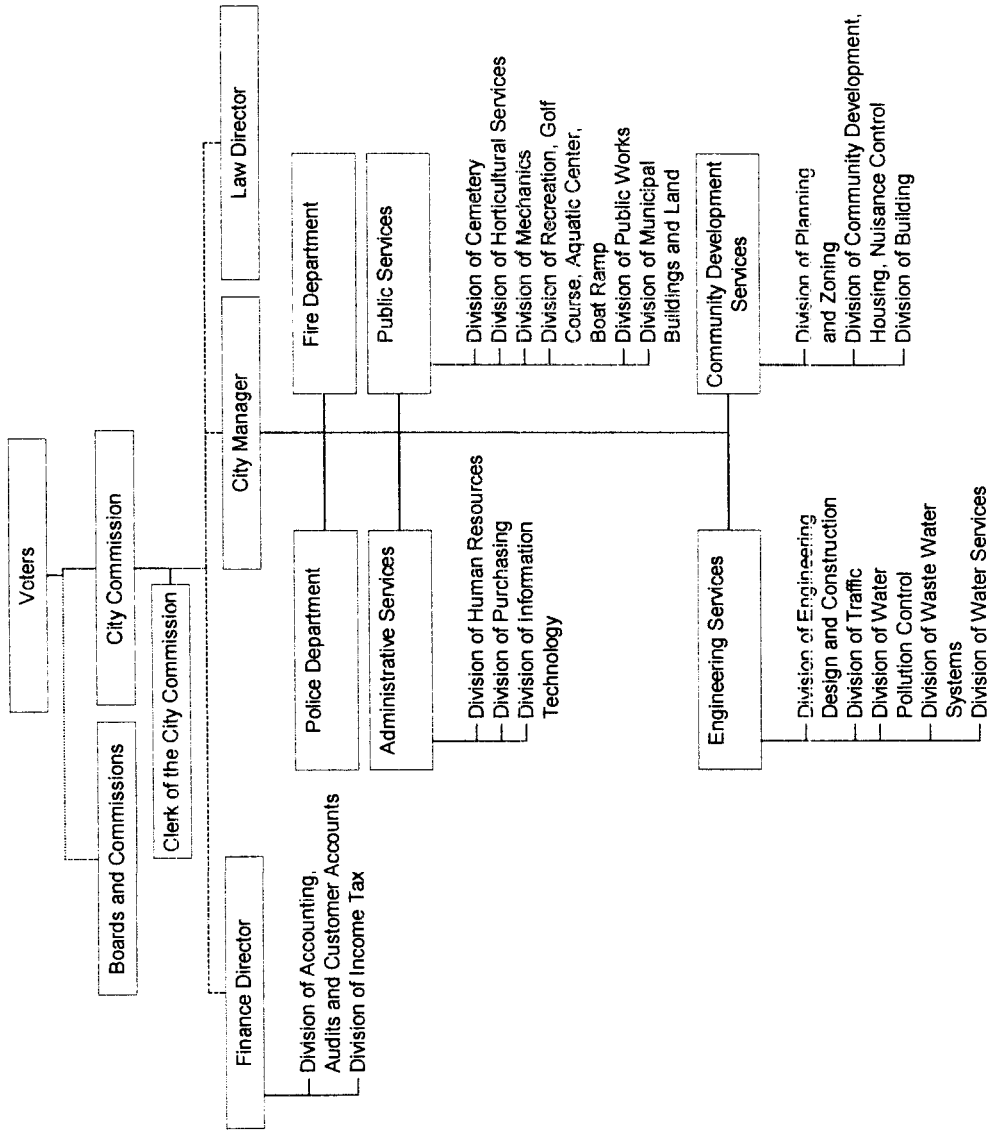


*Cary Brubaker*  
President

*Jeffrey L. Esser*  
Executive Director

# City of Sandusky

## Organizational Chart



CITY OF SANDUSKY, OHIO

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ELECTED OFFICIALS

December 31, 1999

CITY COMMISSION

Leroy J. Silvani  
President/Ex-Officio Mayor  
Term Expires 12-31-99  
First took office 01-01-92

Frank M. Valli  
Vice-President  
Term Expires 12-31-99  
First took office 01-01-99

Suanne N. Brown  
Term Expires 12-31-01  
First took office 01-01-98

Edward L. Feick  
Term Expires 12-31-01  
First took office 01-01-98

John S. Fenton  
Term Expires 12-31-99  
First took office 01-01-96

Michael J. Kresser  
Term Expires 12-31-01  
First took office 01-01-86

Al Mason  
Term Expires 12-31-99  
First took office 01-01-96

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APPOINTED OFFICIALS

December 31, 1999

CITY MANAGER

Gerald A. Lechner

FINANCE DIRECTOR

Edward A. Widman

LAW DIRECTOR

Donald C. Icsman

CLERK OF COMMISSION

B. Joyce Brown





STATE OF OHIO  
OFFICE OF THE AUDITOR  

---

JIM PETRO, AUDITOR OF STATE

One Government Center  
Room 1420  
Toledo, Ohio 43604-2246  
Telephone 419-245-2811  
800-443-9276  
Facsimile 419-245-2484  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

## REPORT OF INDEPENDENT ACCOUNTANTS

City of Sandusky  
Erie County  
222 Meigs Street  
Sandusky, Ohio 44870-2837

To the Commissioners:

We have audited the accompanying general-purpose financial statements of the City of Sandusky, Erie 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 Sandusky, Erie County, as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund type 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 23, 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, stylized loop at the end.

**Jim Petro**  
Auditor of State

June 23, 2000

## GENERAL PURPOSE FINANCIAL STATEMENTS

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The general purpose financial statements of the City include the basic combined financial statements, presented by fund type and account group, and notes to the financial statements that are essential to the fair presentation of financial position and results of operations, and cash flows of the enterprise funds.

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

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and Other Debits</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$3,506,223	\$4,684,740	\$2,122,856	\$7,940,776
Receivables:				
Property and Other Local Taxes	1,439,424	260,742	465,982	0
Municipal Income Taxes	1,963,784	0	138,295	110,636
Special Assessments	8,829	0	3,409,403	276,995
Accounts	433,924	0	0	0
Interfund	0	525	0	0
Notes (net of allowance for uncollectibles)	0	1,553,119	0	0
Accrued Interest	200,768	34,005	0	8,030
Due from Other Governments	734,521	253,080	0	57,586
Materials and Supplies Inventory	139,957	16,704	0	0
Prepaid Items	83,038	9,045	0	42
Fixed Assets (net, where applicable, of accumulated depreciation)	0	0	0	0
<u>Other Debits</u>				
Amount to be Provided from General Governmental Resources	0	0	0	0
Amount to be Provided for Retirement of Special Assessment Debt	0	0	0	0
Amount Available in Debt Service Fund for Retirement of General Obligation Debt	0	0	0	0
Amount Available in Debt Service Fund for Retirement of Special Assessment Debt	0	0	0	0
<b>Total Assets and Other Debits</b>	<b>\$8,510,468</b>	<b>\$6,811,960</b>	<b>\$6,136,536</b>	<b>\$8,394,065</b>

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
		General Fixed Assets	General Long - Term Obligations	
Enterprise	Agency			
\$3,979,479	\$161,641	\$0	\$0	\$22,395,715
0	0	0	0	2,166,148
0	0	0	0	2,212,715
0	0	0	0	3,695,227
466,634	0	0	0	900,558
0	0	0	0	525
0	0	0	0	1,553,119
0	0	0	0	242,803
171,993	0	0	0	1,217,180
364,971	0	0	0	521,632
34,263	0	0	0	126,388
15,066,796	0	26,821,463	0	41,888,259
0	0	0	2,989,983	2,989,983
0	0	0	2,559,579	2,559,579
0	0	0	834,036	834,036
0	0	0	395,179	395,179
<u>\$20,084,136</u>	<u>\$161,641</u>	<u>\$26,821,463</u>	<u>\$6,778,777</u>	<u>\$83,699,046</u>

(continued)

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

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Liabilities, Fund Equity, and Other Credits</u>				
<u>Liabilities</u>				
Accounts Payable	\$91,685	\$153,519	\$1,183	\$41,379
Contracts Payable	0	0	0	1,129,025
Accrued Wages Payable	157,394	15,636	0	725
Retainage Payable	0	0	0	193,227
Interfund Payable	525	0	0	0
Due to Other Governments	34,328	5,934	0	384
Deferred Revenue	2,477,332	227,062	3,928,467	319,461
Undistributed Assets	0	0	0	0
Notes Payable	0	10,200	965,000	9,659,000
Accrued Interest Payable	0	40	12,671	127,954
Loan Payable	0	0	0	500,000
Compensated Absences Payable	9,841	943	0	404
Police and Fire Pension Liability	0	0	0	0
OWDA Loans Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Special Assessment Debt with Governmental Commitment	0	0	0	0
<b>Total Liabilities</b>	<b>2,771,105</b>	<b>413,334</b>	<b>4,907,321</b>	<b>11,971,559</b>
<u>Fund Equity and Other Credits</u>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings:				
Unreserved	0	0	0	0
Fund Balance:				
Reserved:				
Reserved for Notes Receivable	0	1,553,119	0	0
Reserved for Inventory	139,957	16,704	0	0
Reserved for Encumbrances	117,077	137,519	0	6,029,686
Unreserved (Deficit)	5,482,329	4,691,284	1,229,215	(9,607,180)
<b>Total Fund Equity (Deficit) and Other Credits</b>	<b>5,739,363</b>	<b>6,398,626</b>	<b>1,229,215</b>	<b>(3,577,494)</b>
<b>Total Liabilities, Fund Equity, and Other Credits</b>	<b>\$8,510,468</b>	<b>\$6,811,960</b>	<b>\$6,136,536</b>	<b>\$8,394,065</b>

See Accompanying Notes to the General Purpose Financial Statements

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
		General Fixed Assets	General Long - Term Obligations	
Enterprise	Agency			
\$118,154	\$0	\$0	\$0	\$405,920
319,429	0	0	0	1,448,454
45,117	0	0	0	218,872
86,805	0	0	0	280,032
0	0	0	0	525
119,343	0	0	480,652	640,641
0	0	0	0	6,952,322
0	161,641	0	0	161,641
2,374,300	0	0	0	13,008,500
64,361	0	0	0	205,026
0	0	0	0	500,000
364,870	0	0	1,076,044	1,452,102
0	0	0	1,700,941	1,700,941
2,450,479	0	0	176,382	2,626,861
2,471,000	0	0	390,000	2,861,000
0	0	0	2,954,758	2,954,758
<u>8,413,858</u>	<u>161,641</u>	<u>0</u>	<u>6,778,777</u>	<u>35,417,595</u>
0	0	26,821,463	0	26,821,463
3,078,191	0	0	0	3,078,191
8,592,087	0	0	0	8,592,087
0	0	0	0	1,553,119
0	0	0	0	156,661
0	0	0	0	6,284,282
0	0	0	0	1,795,648
<u>11,670,278</u>	<u>0</u>	<u>26,821,463</u>	<u>0</u>	<u>48,281,451</u>
<u>\$20,084,136</u>	<u>\$161,641</u>	<u>\$26,821,463</u>	<u>\$6,778,777</u>	<u>\$83,699,046</u>

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

	General	Special Revenue	Debt Service	Capital Projects	(Memorandum Only)
<u>Revenues</u>					
Property Taxes	\$1,324,289	\$217,688	\$12,921	\$444,231	\$1,999,129
Other Local Taxes	2,998,981	494,120	0	0	3,493,101
Municipal Income Taxes	6,265,999	0	0	752,276	7,018,275
Special Assessments	0	0	406,780	404,669	811,449
Intergovernmental	2,088,095	2,100,143	30,613	883,462	5,102,313
Charges for Services	242,742	780,881	0	379,242	1,402,865
Fees, Licenses, and Permits	534,553	56,342	0	31,435	622,330
Fines and Forfeitures	809,360	63,059	0	0	872,419
Interest	710,789	161,355	0	187,068	1,059,212
Other	605,548	47,234	797	840,484	1,494,063
<b>Total Revenues</b>	<b>15,580,356</b>	<b>3,920,822</b>	<b>451,111</b>	<b>3,922,867</b>	<b>23,875,156</b>
<u>Expenditures</u>					
Current:					
Security of Persons and Property	6,608,010	1,319,604	0	0	7,927,614
Public Health	247,228	11,607	0	0	258,835
Leisure Time Activities	0	619,518	0	0	619,518
Community Environment	1,678,013	1,169,647	0	0	2,847,660
Transportation	223	2,174,792	0	0	2,175,015
General Government	3,462,839	0	0	0	3,462,839
Other	0	42,637	0	0	42,637
Capital Outlay	0	0	0	7,426,232	7,426,232
Debt Service:					
Principal Retirement	0	20,399	352,238	0	372,637
Interest and Fiscal Charges	0	73,715	229,799	314,587	618,101
<b>Total Expenditures</b>	<b>11,996,313</b>	<b>5,431,919</b>	<b>582,037</b>	<b>7,740,819</b>	<b>25,751,088</b>
Excess of Revenues Over (Under) Expenditures	3,584,043	(1,511,097)	(130,926)	(3,817,952)	(1,875,932)
<u>Other Financing Sources (Uses)</u>					
Sale of Fixed Assets	17,255	12,800	0	0	30,055
Proceeds of Bonds	0	0	0	780,000	780,000
Operating Transfers - In	97,158	1,874,088	45,088	5,920,551	7,936,885
Operating Transfers - Out	(3,118,954)	(809,298)	0	(3,184,698)	(7,112,950)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,004,541)</b>	<b>1,077,590</b>	<b>45,088</b>	<b>3,515,853</b>	<b>1,633,990</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	579,502	(433,507)	(85,838)	(302,099)	(241,942)
Fund Balances (Deficit) at Beginning of Year	5,119,919	6,838,134	1,315,053	(3,275,395)	9,997,711
Increase (Decrease) in Reserve for Inventory	39,942	(6,001)	0	0	33,941
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$5,739,363</b>	<b>\$6,398,626</b>	<b>\$1,229,215</b>	<b>(\$3,577,494)</b>	<b>\$9,789,710</b>

See Accompanying Notes to the General Purpose Financial Statements



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

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>						
Property Taxes	\$1,330,715	\$1,324,289	(\$6,426)	\$214,226	\$217,688	\$3,462
Other Local Taxes	3,069,000	2,960,836	(108,164)	533,030	496,040	(36,990)
Municipal Income Taxes	6,251,979	6,360,454	108,475	0	0	0
Special Assessments	0	0	0	0	0	0
Intergovernmental	1,694,440	1,726,336	31,896	1,911,029	1,924,717	13,688
Charges for Services	186,700	211,561	24,861	840,502	787,779	(52,723)
Fees, Licenses, and Permits	488,208	518,623	30,415	49,200	57,785	8,585
Fines and Forfeitures	818,900	799,389	(19,511)	54,178	59,383	5,205
Interest	903,532	802,382	(101,150)	280,192	144,397	(135,795)
Other	315,675	197,884	(117,791)	66,990	143,947	76,957
<b>Total Revenues</b>	<b>15,059,149</b>	<b>14,901,754</b>	<b>(157,395)</b>	<b>3,949,347</b>	<b>3,831,736</b>	<b>(117,611)</b>
<b>Expenditures</b>						
Current:						
Security of Persons and Property	7,000,444	6,783,965	216,479	1,454,816	1,453,345	1,471
Public Health	265,761	253,028	12,733	72,649	11,607	61,042
Leisure Time Activities	0	0	0	665,936	635,080	30,856
Community Environment	1,740,619	1,722,218	18,401	1,236,322	1,371,858	(135,534)
Transportation	3,223	223	3,000	2,333,787	2,228,631	105,156
General Government	3,789,422	3,574,633	214,789	0	0	0
Other	0	0	0	75,978	54,646	21,332
Capital Outlay	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
<b>Total Expenditures</b>	<b>12,799,469</b>	<b>12,334,067</b>	<b>465,402</b>	<b>5,839,490</b>	<b>5,755,167</b>	<b>84,323</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>2,259,680</b>	<b>2,567,687</b>	<b>308,007</b>	<b>(1,890,143)</b>	<b>(1,923,431)</b>	<b>(33,288)</b>
<b>Other Financing Sources (Uses)</b>						
Other Financing Sources	400,526	398,178	(2,348)	31,572	46,726	15,154
Sale of Fixed Assets	0	17,255	17,255	0	12,800	12,800
Proceeds of Notes	0	0	0	0	0	0
Proceeds of Bonds	0	0	0	0	0	0
Proceeds of Loan	0	0	0	0	0	0
Operating Transfers - In	97,158	97,158	0	1,964,390	1,874,088	(90,302)
Operating Transfers - Out	(3,327,636)	(3,118,954)	208,682	(810,643)	(809,298)	1,345
<b>Total Other Financing Sources (Uses)</b>	<b>(2,829,952)</b>	<b>(2,606,363)</b>	<b>223,589</b>	<b>1,185,319</b>	<b>1,124,316</b>	<b>(61,003)</b>
<b>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>(570,272)</b>	<b>(38,676)</b>	<b>531,596</b>	<b>(704,824)</b>	<b>(799,115)</b>	<b>(94,291)</b>
<b>Fund Balances</b>						
at Beginning of Year	3,219,427	3,219,427	0	4,958,712	4,958,712	0
Prior Years Encumbrances Appropriated	218,918	218,918	0	318,035	318,035	0
<b>Fund Balances at End of Year</b>	<b>\$2,868,073</b>	<b>\$3,399,669</b>	<b>\$531,596</b>	<b>\$4,571,923</b>	<b>\$4,477,632</b>	<b>(\$94,291)</b>

(continued)

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

	Debt Service Funds			Capital Projects Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>						
Property Taxes	\$456,981	\$457,152	\$171	\$0	\$0	\$0
Other Local Taxes	0	0	0	0	0	0
Municipal Income Taxes	415,567	424,582	9,015	332,453	339,666	7,213
Special Assessments	419,173	406,780	(12,393)	856,275	404,669	(451,606)
Intergovernmental	30,596	30,613	17	1,348,303	1,403,707	55,404
Charges for Services	0	0	0	246,734	379,242	132,508
Fees, Licenses, and Permits	0	0	0	25,000	30,779	5,779
Fines and Forfeitures	0	0	0	0	0	0
Interest	0	0	0	133,970	246,327	112,357
Other	0	654	654	338,002	339,307	1,305
<b>Total Revenues</b>	<b>1,322,317</b>	<b>1,319,781</b>	<b>(2,536)</b>	<b>3,280,737</b>	<b>3,143,697</b>	<b>(137,040)</b>
<u>Expenditures</u>						
Current:						
Security of Persons and Property	0	0	0	33,403	33,402	1
Public Health	0	0	0	0	0	0
Leisure Time Activities	0	0	0	17,324	16,546	778
Community Environment	0	0	0	279,120	271,329	7,791
Transportation	0	0	0	152,580	144,781	7,799
General Government	0	0	0	182,519	34,563	147,956
Other	0	0	0	0	0	0
Capital Outlay	0	0	0	13,380,172	13,314,524	65,648
Debt Service:						
Principal Retirement	1,168,548	1,168,545	3	4,950,700	4,950,700	0
Interest and Fiscal Charges	232,052	216,821	15,231	207,968	207,966	2
<b>Total Expenditures</b>	<b>1,400,600</b>	<b>1,385,366</b>	<b>15,234</b>	<b>19,203,786</b>	<b>18,973,811</b>	<b>229,975</b>
Excess of Revenues Over (Under) Expenditures	(78,283)	(65,585)	12,698	(15,923,049)	(15,830,114)	92,935
<u>Other Financing Sources (Uses)</u>						
Other Financing Sources	0	143	143	486,415	445,963	(40,452)
Sale of Fixed Assets	0	0	0	0	0	0
Proceeds of Notes	957,627	965,000	7,373	8,615,700	9,196,700	581,000
Proceeds of Bonds	0	0	0	780,000	780,000	0
Proceeds of Loan	0	0	0	500,000	500,000	0
Operating Transfers - In	109	109	0	5,235,827	5,136,177	(99,650)
Operating Transfers - Out	0	0	0	(3,442,142)	(3,184,698)	257,444
<b>Total Other Financing Sources (Uses)</b>	<b>957,736</b>	<b>965,252</b>	<b>7,516</b>	<b>12,175,800</b>	<b>12,874,142</b>	<b>698,342</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	879,453	899,667	20,214	(3,747,249)	(2,955,972)	791,277
<u>Fund Balances</u>						
at Beginning of Year	1,223,189	1,223,189	0	2,298,152	2,298,152	0
Prior Years Encumbrances Appropriated	0	0	0	1,805,809	1,805,809	0
<b>Fund Balances at End of Year</b>	<b>\$2,102,642</b>	<b>\$2,122,856</b>	<b>\$20,214</b>	<b>\$356,712</b>	<b>\$1,147,989</b>	<b>\$791,277</b>

See Accompanying Notes to the General Purpose Financial Statements

Total (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)
\$2,001,922	\$1,999,129	(\$2,793)
3,602,030	3,456,876	(145,154)
6,999,999	7,124,702	124,703
1,275,448	811,449	(463,999)
4,984,368	5,085,373	101,005
1,273,936	1,378,582	104,646
562,408	607,187	44,779
873,078	858,772	(14,306)
1,317,694	1,193,106	(124,588)
720,667	681,792	(38,875)
<u>23,611,550</u>	<u>23,196,968</u>	<u>(414,582)</u>
8,488,663	8,270,712	217,951
338,410	264,635	73,775
683,260	651,626	31,634
3,256,063	3,365,405	(109,342)
2,489,590	2,373,635	115,955
3,971,941	3,609,196	362,745
75,978	54,646	21,332
13,380,172	13,314,524	65,648
6,119,248	6,119,245	3
440,020	424,787	15,233
<u>39,243,345</u>	<u>38,448,411</u>	<u>794,934</u>
<u>(15,631,795)</u>	<u>(15,251,443)</u>	<u>380,352</u>
918,513	891,010	(27,503)
0	30,055	30,055
9,573,327	10,161,700	588,373
780,000	780,000	0
500,000	500,000	0
7,297,484	7,107,532	(189,952)
<u>(7,580,421)</u>	<u>(7,112,950)</u>	<u>467,471</u>
<u>11,488,903</u>	<u>12,357,347</u>	<u>868,444</u>
(4,142,892)	(2,894,096)	1,248,796
11,699,480	11,699,480	0
<u>2,342,762</u>	<u>2,342,762</u>	<u>0</u>
<u>\$9,899,350</u>	<u>\$11,148,146</u>	<u>\$1,248,796</u>

City of Sandusky  
 Combined Statement of Revenues, Expenses,  
 and Changes in Fund Equity  
 All Enterprise Funds  
 For the Year Ended December 31, 1999

<u>Operating Revenues</u>	
Charges for Services	\$6,957,175
Other Operating Revenues	91,630
	7,048,805
Total Operating Revenues	7,048,805
<u>Operating Expenses</u>	
Personal Services	3,138,552
Travel and Transportation	17,942
Contractual Services	1,384,407
Materials and Supplies	941,810
Depreciation	653,897
Other Operating Expenses	20,094
	6,156,702
Total Operating Expenses	6,156,702
Operating Income	892,103
<u>Non-Operating Revenues (Expenses)</u>	
Gain on Disposal of Fixed Assets	3,660
Interest Income	375
Interest Expense	(343,743)
	(339,708)
Total Non-Operating Revenues (Expenses)	(339,708)
Income Before Operating Transfers	552,395
Operating Transfers - In	45,671
Operating Transfers - Out	(869,606)
	(271,540)
Net Loss	(271,540)
Depreciation on Fixed Assets Acquired by Contributed Capital	197,476
Retained Earnings at Beginning of Year	8,666,151
Retained Earnings at End of Year	8,592,087
Contributed Capital at Beginning of Year	2,637,341
Contributed from Other Funds	638,326
Depreciation on Fixed Assets Acquired by Contributed Capital	(197,476)
	3,078,191
Contributed Capital at End of Year	3,078,191
Total Fund Equity at End of Year	\$11,670,278

See Accompanying Notes to the General Purpose Financial Statements

City of Sandusky  
 Combined Statement of Revenues, Expenses,  
 and Changes in Fund Balances  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 All Enterprise Funds  
 For the Year Ended December 31, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$7,028,718	\$6,936,410	(\$92,308)
Proceeds of Notes	2,374,300	2,374,300	0
Proceeds of OWDA Loans	6,025,202	2,263,236	(3,761,966)
Sale of Fixed Assets	0	6,332	6,332
Interest Income	0	375	375
Other	46,917	91,630	44,713
<b>Total Revenues</b>	<b>15,475,137</b>	<b>11,672,283</b>	<b>(3,802,854)</b>
<u>Expenses</u>			
Personal Services	3,232,838	3,190,469	42,369
Travel and Transportation	35,255	18,736	16,519
Contractual Services	1,531,225	1,490,677	40,548
Materials and Supplies	698,815	618,254	80,561
Other	30,099	20,094	10,005
Capital Outlay	5,812,917	5,793,054	19,863
Debt Service:			
Principal Retirement	4,969,489	4,969,489	0
Interest and Fiscal Charges	425,032	425,029	3
<b>Total Expenses</b>	<b>16,735,670</b>	<b>16,525,802</b>	<b>209,868</b>
Excess of Revenues Under Expenses	(1,260,533)	(4,853,519)	(3,592,986)
Operating Transfers - In	109,727	109,727	0
Operating Transfers - Out	(104,309)	(104,309)	0
Excess of Revenues Under Expenses and Transfers	(1,255,115)	(4,848,101)	(3,592,986)
Fund Balances at Beginning of Year	3,728,380	3,728,380	0
Prior Year Encumbrances Appropriated	1,314,299	1,314,299	0
<b>Fund Balances at End of Year</b>	<b>\$3,787,564</b>	<b>\$194,578</b>	<b>(\$3,592,986)</b>

See Accompanying Notes to the General Purpose Financial Statements

City of Sandusky  
 Combined Statement of Cash Flows  
 All Enterprise Funds  
 For the Year Ended December 31, 1999

Increases (Decreases) in Cash and Cash Equivalents

Cash Flows from Operating Activities

Cash Received from Customers	\$6,936,410
Cash Payments for Personal Services	(3,189,528)
Cash Payments for Contractual Services	(1,400,358)
Cash Payments to Suppliers	(838,134)
Cash Received from Other Revenues	91,630
Cash Payments for Other Expenses	(20,094)

Net Cash Provided by Operating Activities 1,579,926

Cash Flows from Noncapital Financing Activities

Operating Transfers - In	109,727
Operating Transfers - Out	(118,002)

Net Cash Used for Noncapital Financing Activities (8,275)

Cash Flows from Capital and Related Financing Activities

Principal Paid on Bond Anticipation Notes	(4,579,300)
Principal Paid on OWDA Loans	(87,496)
Principal Paid on General Obligation Bonds	(289,000)
Interest Paid on Bond Anticipation Notes	(181,341)
Interest Paid on OWDA Loans	(30,628)
Interest Paid on General Obligation Bonds	(213,060)
Proceeds of Notes	2,374,300
Proceeds of OWDA Loans	2,263,236
Sale of Fixed Assets	6,332
Acquisition of Fixed Assets	(1,898,269)

Net Cash Used for Capital and Related Financing Activities (2,635,226)

Cash Flows from Investing Activities

Interest Income	375
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Net Decrease in Cash and Cash Equivalents (1,063,200)

Cash and Cash Equivalents at Beginning of Year 5,042,679

Cash and Cash Equivalents at End of Year \$3,979,479

Reconciliation of Operating Income to  
 Net Cash Provided by Operating Activities

Operating Income \$892,103

Adjustments to Reconcile Operating Income to  
 Net Cash Provided by Operating Activities

Depreciation	653,897
Changes in Assets and Liabilities	
Decrease in Accounts Receivable	151,228
Increase in Due from Other Governments	(171,993)
Decrease in Materials and Supplies Inventory	21,067
Increase in Prepaid Items	(4,630)
Increase in Accounts Payable	17,943
Increase in Contracts Payable	89,165
Increase in Accrued Wages Payable	7,055
Decrease in Retainage Payable	(16,201)
Decrease in Due to Other Governments	(53,826)
Decrease in Compensated Absences Payable	(5,882)

Net Cash Provided by Operating Activities \$1,579,926

Noncash Capital Transactions

In 1999, fixed assets were constructed in the Special Assessment Improvement capital projects fund, in the amount of \$638,326, and donated to the Sewer enterprise fund. These fixed assets were capitalized and recorded as contributed capital in the Sewer enterprise fund.

See Accompanying Notes to the General Purpose Financial Statements

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

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**NOTE 1 - DESCRIPTION OF THE CITY OF SANDUSKY AND THE REPORTING ENTITY**

**A. The City**

The City of Sandusky is a Charter Municipal Corporation founded in 1818, with the charter adopted by the electors on July 28, 1914. The City may exercise all powers of home rule granted under Article XVIII, Section 3, of the Ohio Constitution, not in conflict with applicable general laws of Ohio.

The City operates under a part-time seven member commission and full-time city manager form of government. Services provided include police, fire, ambulance, municipal court, engineering, planning and zoning, street maintenance and repair, public transit, parks and recreation programs (including the first wave action pool in Ohio and a municipal golf course), cemetery, water filtration, wastewater treatment, and general administrative services. Except for water and sewer, major utilities are provided by private entities.

**B. Reporting Entity**

A reporting entity is composed of the primary government, component units, and other organizations that are included to ensure 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 Sandusky, this includes the Sandusky Municipal Court and all departments and activities that are directly operated by the elected City officials.

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 influence significantly the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. There were no component units of the City of Sandusky in 1999.

The City of Sandusky is associated with the Buckeye Ohio Risk Management Agency (BORMA), a public entity shared risk pool. This organization is presented in Note 22 to the general purpose financial statements.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles (GAAP) for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. The City also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its enterprise funds provided they do not conflict with or contradict GASB pronouncements.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

**A. 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 separate fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related 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 available expendable 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 of governmental, proprietary, 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 (except those accounted for in the enterprise funds) are accounted for through governmental funds. The measurement focus is upon determination of financial position and changes in financial position. The following are the City's governmental fund types:

**General Fund**

The General fund is the general operating fund of the City. It 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**

The special revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) whose use is restricted. The uses and limitations of each special revenue fund are specified by City ordinances or federal and state statutes.

**Debt Service Funds**

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

**Capital Projects Funds**

The capital projects funds are used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by the enterprise funds).



**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Proprietary Fund Type

Proprietary funds are used to account for the City's ongoing activities which are similar to those found in the private sector. The measurement focus is upon determination of net income, financial position, and cash flows. The following is the City's proprietary fund type:

Enterprise Funds

The enterprise funds are used to account for the City's water and sewer operations. These funds are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Fund Type

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 governments, and/or other funds. The City's fiduciary funds are agency funds, which are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

Account Groups

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

General Fixed Assets Account Group

The general fixed assets account group is used to account for all fixed assets of the City, except those accounted for in the enterprise funds. These assets do not represent financial resources available for expenditure.

General Long-Term Obligations Account Group

The general long-term obligations account group is used to account for all unmatured long-term obligations of the City, except those accounted for in the enterprise funds.

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.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

All enterprise funds are accounted for using a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Operating statements of these funds present increases (e.g., revenues) and decreases (e.g., expenses) in net total 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.

The modified accrual basis of accounting is followed for the governmental fund types and agency funds. 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. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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 withheld by employers, intergovernmental revenues (including motor vehicle license fees, gasoline tax, and local government assistance), reimbursements due from federally funded projects for which corresponding expenditures have been made, charges for current services, fines and forfeitures, and earnings on investments. Other revenues, including income taxes other than those withheld by employers, fees, licenses, and permits, and other revenues are recorded as revenue when received in cash because they are generally not measurable until actually received.

The City reports deferred revenues 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. Property taxes measurable as of December 31, 1999, and delinquent property taxes, whose availability is indeterminable and which are not intended to finance 1999 operations, have been recorded as deferred revenue. Special assessments are also recorded as deferred revenue because they do not meet the availability criteria.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general and special assessment long-term obligations are recorded as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year. The costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available expendable resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The enterprise funds are reported using the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred. Unbilled service charges receivable are recognized as revenue at year end.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

C. Budgetary Process

An annual budget is prepared by the City Manager for all funds of the City, in accordance with the provisions of the City Charter, as well as the Ohio Revised Code, and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the certificate of estimated resources and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, legally are required to be budgeted and appropriated.

Estimated Resources

The County Budget Commission reviews the City's estimated revenues and determines if there is a need to levy all or part of previously authorized taxes. The County Budget 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 estimated beginning of year fund balance and projected revenue of each fund. Prior to December 31, the City must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include the actual unencumbered fund balances from the preceding year. The certificate of estimated resources may be further amended during the year if the Finance Director determines that revenue to be collected will be greater than or less than prior estimates and the County Budget Commission finds the revised estimates to be reasonable. The amounts set forth in the financial statements represent estimates from the final amended official certificate of estimated resources issued during 1999.

Appropriations

A temporary appropriations ordinance to control the level of expenditures for all funds may be passed on or about January 1 of each year, for the period January 1 to March 31. An annual appropriations ordinance must be passed by April 1 of each year, for the period January 1 to December 31. Appropriations may not exceed estimated resources as established in the amended official certificate of estimated resources. The allocation of appropriations among departments within the General fund, or at the fund level for all other funds, may be modified during the year only with City Commission approval. Several supplemental appropriations ordinances were legally enacted by the City Commission during the year. The budget figures which appear in the statements of budgetary comparisons represent the appropriated budget amounts and all supplemental appropriations.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Budgeted Level of Expenditures

Administrative control is maintained through the establishment of detailed line-item budgets. Expenditures plus encumbrances may not legally exceed appropriations at the level of appropriation adopted by the City Commission. Appropriations are made by the City Commission at the fund and department level in the General fund and at the fund level for all other funds, the legal levels of budgetary control, and may not be expended for purposes other than those designated in the appropriations ordinance without legislative authority by the City Commission. The appropriations set by the City Commission must remain fixed unless amended by the City Commission according to the City's charter. More detailed appropriation allocations may be made by the Finance Director as long as the allocations are within the City Commission's appropriated amount. For presentation in the general purpose financial statements, the City has elected to present budget versus actual data at the same level of detail as displayed in the operating statements presented in accordance with generally accepted accounting principals, which, except for the General fund exceeds the legal level of budgetary control.

Encumbrances

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are encumbered and 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. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balance for subsequent-year expenditures for governmental fund types and reported in the notes to the financial statements for the enterprise funds.

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 appropriation. Encumbered appropriations are carried forward to the succeeding year and are not reappropriated.

D. Cash and Investments

To improve cash management, cash received by the City is pooled and invested. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the combined balance sheet.

Investments are reported at fair value, except for non-negotiable certificates of deposit which are reported at cost. Fair value is based on quoted market prices. STAR Ohio is an investment pool, managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 1999.

Following the City Charter and Ohio statues, the City has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General fund during 1999 was \$710,789, which includes \$426,689 assigned from other City funds.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with a maturity of three months or less at the time they are purchased by the City are considered to be cash equivalents.

City of Sandusky  
Notes to the General Purpose Financial Statements  
For the Year Ended December 31, 1999  
(continued)

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

E. Notes Receivable

Notes receivable represent the right to receive repayment for certain loans made by the City. The loans are based upon written agreements between the City and the various loan recipients.

F. Materials and Supplies Inventory

Inventory in the governmental fund types is stated at cost while inventory in the enterprise funds is stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The costs of inventory items are recorded as expenditures in the governmental fund types when purchased and as expenses in the enterprise funds when used. Reported materials and supplies inventory is equally offset by a fund balance reserve in the governmental fund types which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

G. 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 by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

H. Fixed Assets

The fixed asset values were initially determined by assigning original acquisition costs when such information was available. In cases where information supporting original costs was not available, estimated historical costs were used. Donated fixed assets are capitalized at fair market value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements which extend the useful life or increase the capacity or operating efficiency of the asset are capitalized at cost.

General Fixed Assets

General fixed assets (fixed assets used in governmental fund type operations) are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental fund types, and the related assets are reported in the general fixed assets account group at historical cost or estimated historical cost. Assets in the general fixed assets account group are not depreciated.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized or reported as these assets are immovable and of value only to the City.

Enterprise Fund Fixed Assets

Fixed assets reflected in the enterprise funds are stated at historical cost or estimated historical cost and are updated for the cost of additions and reductions during the year. Distribution systems donated by developers prior to 1987 are not included in fixed assets since values were not available.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Depreciation is calculated on a straight-line basis over the following estimated useful lives:

<u>Asset Category</u>	<u>Estimated Lives</u>
Buildings	15-45 years
Improvements Other Than Buildings	7-50 years
Utility Plant in Service	15-45 years
Utility Lines in Service	50 years
Equipment	5-20 years

Capitalization of Interest

Interest is capitalized on enterprise fund assets acquired with tax-exempt debt. The City's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project from the date of borrowing until completion of the project and the interest earned from the temporary investment of the debt proceeds over the same period. Capitalized interest is amortized on a straight-line basis over the estimated useful life of the asset. For 1999, there were no capitalized interest costs incurred on enterprise fund construction projects.

I. Interfund Assets/Liabilities

Short-term interfund loans are classified as "Interfund Receivables/Payables".

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 City 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 employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits specified in the City's union contracts or administrative ordinance. The City records a liability for accumulated unused sick leave for all employees with ten or more years of service with the City or any employee who is age fifty or older.

For governmental fund types, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable 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. For the enterprise funds, the entire amount of compensated absences is reported as a fund liability.

City of Sandusky  
Notes to the General Purpose Financial Statements  
For the Year Ended December 31, 1999  
(continued)

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

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, contractually required pension contributions and compensated absences that will be paid from governmental funds are reported as liabilities in the general long-term obligations account group to the extent that they will not be paid with current available expendable resources. Payments made more than thirty-one days after year end are considered not to have used current available expendable resources. The police and fire pension liability, OWDA loans, general obligation bonds, and special assessment debt are reported as liabilities in the general long-term obligations account group until due. Long-term debt and other obligations financed by the enterprise funds are reported as liabilities in the appropriate enterprise fund.

Under Ohio law, a debt service 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 among the appropriate funds and the general long-term obligations account group, with principal and interest payments on matured general long-term debt being reported in the debt service fund. To comply with GAAP reporting requirements, the City's debt service funds have been split among the appropriate funds and the general long-term obligations account group. Debt service fund resources used to pay both principal and interest have also been allocated accordingly.

L. Contributed Capital

Contributed capital represents contributions made by the City, other governments, and donations by developers. These assets are recorded at their fair market value on the date contributed and are not subject to repayment.

To determine the amount of contributed capital initially recorded, the City performed a review of financial data in the enterprise funds. Items were recorded as contributed capital as identified from this review; all other fund equity amounts pertaining to the enterprise funds have been classified as retained earnings. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at year end.

M. Reserves of Fund Equity

The City records reservations for portions of fund balance that are segregated for specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves have been established for notes receivable, inventory, and encumbrances.

City of Sandusky  
Notes to the General Purpose Financial Statements  
For the Year Ended December 31, 1999  
(continued)

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

N. Intergovernmental Revenues

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

O. Interfund Transactions

Quasi-external transactions are accounted for as revenues and expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

P. Estimates

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

Q. Memorandum Only - Total Columns on Combined Financial Statements

Total columns on the combined statements overview are captioned "Total (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 - ACCOUNTABILITY AND COMPLIANCE**

A. Accountability

The deficit in the Public Transit special revenue fund, in the amount of \$35,950, was created by the application of generally accepted accounting principles. The General fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

The deficits in the Capital Projects and Special Assessment Improvement capital projects funds, in the amounts of \$2,363,462 and \$1,583,643, respectively, were caused by the requirement to report the bond anticipation notes in the fund receiving the note proceeds. These deficits will be alleviated when the bonds are issued or when the notes are paid.



**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE** (continued)

**E. Compliance**

The State Grants special revenue fund had expenditures plus encumbrances in excess of appropriations, in the amount of \$135,534, for the year ended December 31, 1999.

**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position, results of operations, and changes in fund balances/retained earnings on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Governmental Fund Types and the Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Enterprise Funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types (GAAP basis). Material encumbrances are disclosed in the notes for the enterprise funds (GAAP basis).
4. Under Ohio law, debt transactions may be recorded in a debt service fund (budget basis) as opposed to allocating the payments to the fund in which the proceeds were recorded (GAAP basis).
5. For the enterprise funds, the acquisition and construction of fixed assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING** (continued)

Adjustments necessary to convert the results of operations for the year on GAAP to the budget basis are as follows:

	Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses All Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis	\$579,502	(\$433,507)	(\$85,838)	(\$302,099)
<u>Increases (Decreases) Due To</u>				
Revenue Accruals:				
Accrued 1998, Received in Cash 1999	1,942,276	132,517	91,864	641,741
Accrued 1999, Not Yet Received in Cash	(2,303,393)	(321,290)	(85,213)	(133,786)
Expenditure Accruals:				
Accrued 1998, Paid in Cash 1999	(465,802)	(141,054)	0	(877,873)
Accrued 1999, Not Yet Paid in Cash	293,248	176,672	13,854	1,390,568
Cash Adjustments:				
Unrecorded Activity 1998	42,789	6,796	0	29,706
Unrecorded Activity 1999	37,904	10,204	0	79,028
Notes Receivable				
New Loans	0	(144,325)	0	0
Repayments	0	133,439	0	0
Changes in Prepaid Items	(20,742)	(1,255)	0	(42)
Proceeds of Notes	0	0	965,000	9,196,700
Proceeds of Loan	0	0	0	500,000
Note Principal Retirement	0	0	(830,000)	(5,024,800)
Excess (Deficiency) of Revenues Over (Under) Expenditures into Financial Statement Fund Types	0	0	830,000	(1,583,300)
Encumbrances Outstanding at Year End (Budget Basis)	(144,458)	(217,312)	0	(6,871,815)
Budget Basis	<u>(\$38,676)</u>	<u>(\$799,115)</u>	<u>\$899,667</u>	<u>(\$2,955,972)</u>

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
(continued)

**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING** (continued)

Net Loss/Excess of Revenues Under Expenses and Transfers  
All Enterprise Funds

GAAP Basis	(\$271,540)
<u>Increases (Decreases) Due To</u>	
Revenue Accruals:	
Accrued 1998, Received in Cash 1999	617,862
Accrued 1999, Not Yet Received in Cash	(638,627)
Expense Accruals:	
Accrued 1998, Paid in Cash 1999	(995,745)
Accrued 1999, Not Yet Paid in Cash	1,015,073
Cash Adjustments:	
Unrecorded Activity 1999	252
Materials and Supplies Inventory	21,067
Changes in Prepaid Items	(4,630)
Depreciation Expense	653,897
Sale of Fixed Assets	6,332
Gain on Disposal of Fixed Assets	(3,660)
Acquisition of Fixed Assets	(1,898,269)
Proceeds of Notes	2,374,300
Proceeds of OWDA Loans	2,263,236
Debt Principal Retirement	(4,955,796)
Excess of Revenues Over Expenses into Financial Statement Fund Types	753,300
Encumbrances Outstanding at Year End (Budget Basis)	(3,785,153)
Budget Basis	<u><u>(\$4,848,101)</u></u>

**NOTE 5 - 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.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 5 - DEPOSITS AND INVESTMENTS** (continued)

Inactive deposits are public deposits the City Commission 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 bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio); and

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 5 - DEPOSITS AND INVESTMENTS** (continued)

7. Certain bankers' acceptances and commercial paper notes in an amount not to exceed 25 percent of interim monies available for investment at any one time. Bankers' acceptances must mature in two hundred seventy days or less and must be eligible for purchase by the federal reserve system. Commercial paper must be issued by a corporation incorporated under the laws of the United States or any state and must be rated in the highest category by two nationally recognized rating agencies.

The City may also invest any monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this State, as to which there is no default of principal, interest, or coupons; and
3. Obligations of the City.

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

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

At year end, the City had \$3,266 in undeposited cash on hand which is included on the combined balance sheet of the City as part of "Equity in Pooled Cash and Cash Equivalents".

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements".

At year end, the carrying amount of the City's deposits was \$2,658,954 and the bank balance was \$3,744,282. Of the bank balance, \$495,678 was covered by the federal depository insurance, \$1,176,334 was secured by collateral in the City's name held by the Citizens Banking Company, \$1,900,000 was insured by surety company bonds, and \$172,270 was uninsured and uncollateralized. Although all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
(continued)

**NOTE 5 - DEPOSITS AND INVESTMENTS** (continued)

The City's investments are 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 for which the securities are held by the City or the City's agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities 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. STAR Ohio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

	Category 1	Fair Value
U.S. Treasury Notes	\$2,958,733	\$2,958,733
Federal National Mortgage Association Notes	5,299,030	5,299,030
Federal Farm Credit Bank Notes	1,740,079	1,740,079
Federal Home Loan Bank Notes	3,835,485	3,835,485
Federal Home Loan Mortgage Corporation Notes	2,975,203	2,975,203
City of Sandusky Bonds	285,390	285,390
	<u>\$17,093,920</u>	17,093,920
STAR Ohio		2,639,575
		<u>\$19,733,495</u>

The classification of cash and cash equivalents and investments on the combined financial statements is based on the criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting". A reconciliation between the classification of cash and cash equivalents and investments on the combined financial statements and the classification of deposits and investments according to GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$22,395,715	\$0
Cash on Hand	(3,266)	0
Investments:		
U.S. Treasury Notes	(2,958,733)	2,958,733
Federal National Mortgage Association Notes	(5,299,030)	5,299,030
Federal Farm Credit Bank Notes	(1,740,079)	1,740,079
Federal Home Loan Bank Notes	(3,835,485)	3,835,485
Federal Home Loan Mortgage Corporation Notes	(2,975,203)	2,975,203
City of Sandusky Bonds	(285,390)	285,390
STAR Ohio	(2,639,575)	2,639,575
GASB Statement No. 3	<u>\$2,658,954</u>	<u>\$19,733,495</u>

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 6 - PROPERTY TAXES**

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Real property tax revenues received in 1999 represent the collection of 1998 taxes. For 1999, real property taxes were levied after October 1, 1999, on the assessed values as of January 1, 1999, the lien date. These taxes will be collected in and are intended to finance 2000 operations. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 1996. Real property taxes are payable annually or semiannually. 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.

Public utility real and tangible personal property taxes were levied after October 1, 1999, on the assessed values as of December 31, 1998, the lien date. Public utility real property is assessed at 35 percent of true value; tangible personal property is currently assessed at varying percentages of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

Tangible personal property tax revenues received in 1999 (other than public utility property) represent the collection of 1999 taxes. For 1999, tangible personal property taxes were levied after October 1, 1998, on the true value as of December 31, 1998, the lien date. Tangible personal property is currently assessed at 25 percent of true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. The first payment is due April 30, with the remainder payable by September 20.

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

Accrued property taxes receivable represents delinquent taxes outstanding and real, public utility, and tangible personal property taxes which were 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 and are not intended to finance 1999 operations.

The full tax rate for all City operations the year ended December 31, 1999, was \$5.51 per \$1,000 of assessed value. The assessed values of real, public utility, and tangible personal property upon which 1999 property tax receipts were based are as follows:

Category	Amount
Real Property	\$318,326,290
Public Utility Property	22,875,100
Tangible Personal Property	64,159,264
Total Assessed Value	\$405,360,654

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 7 - MUNICIPAL INCOME TAXES**

The City levies and collects an income tax of 1 percent based on all income earned within the City as well as on incomes of residents earned outside the City. Residents of the City are granted a credit of ½ percent for taxes paid to other Ohio municipalities. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually.

Effective January 1, 1994, income taxes are allocated as follows: 88.75 percent to the General fund for general operations of the City; 6.25 percent to the General Bond Retirement debt service fund to be used for the retirement of general obligation debt; and 5 percent to the Capital Improvement capital projects fund to be used for the capital improvement program.

**NOTE 8 - RECEIVABLES**

Receivables at December 31, 1999, consisted of taxes; special assessments (including delinquent special assessments, in the amount of \$479,567); accounts (billings for user charged services, including unbilled utility services); interfund; notes; accrued interest; and intergovernmental receivables arising from grants, entitlements, and shared revenues. All receivables are considered fully collectible, except for notes receivable.

A summary of the principal items of intergovernmental receivables follows:

	Amount
General Fund	
Estate Tax	\$573,980
Fines and Forfeitures	50,273
Local Government	48,571
Local Government Revenue Assistance	17,432
Liquor Permits	153
Compliance and Immobilization Fees	370
DARE Grant	8,170
Erie County	35,572
Total General Fund	734,521
Special Revenue Funds	
Street Maintenance	
Gasoline Tax	40,522
Motor Vehicle License Tax	10,991
Permissive Motor Vehicle License Tax	369
Total Street Maintenance	51,882
State Highway	
Gasoline Tax	3,286
Motor Vehicle License Tax	891
Total State Highway	4,177

(continued)



**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 8 - RECEIVABLES** (continued)

	Amount
Special Revenue Funds (continued)	
Public Transit	
<i>Mass Transit Grant</i>	\$15,874
State Grants	
Housing Grant	175,345
Indigent Drivers Alcohol	
Fees, Licenses, and Permits	1,245
Enforcement and Education	
Fines and Forfeitures	1,996
Court Computerization	
Fees, Licenses, and Permits	2,561
Total Special Revenue Funds	253,080
Capital Projects Funds	
Capital Improvement	
Nature Works Grant	14,278
Capital Projects	
Community Development Block Grant	40,936
Fees, Licenses, and Permits	2,372
Total Capital Projects	43,308
Total Capital Projects Funds	57,586
Enterprise Funds	
Water	
Erie County	111,284
Sewer	
Erie County	60,709
Total Enterprise Funds	171,993
Total All Funds	\$1,217,180

By statute, local property taxes have been reduced 10 percent, with additional reductions for the elderly and the disabled. The amount of these reductions, estimated to be approximately \$266,525, will be paid to the City by the State of Ohio in the latter part of 2000.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 9 - NOTES RECEIVABLE**

A summary of the changes in notes receivable during 1999 follows:

	Balance December 31, 1998	New Loans	Repayments	Balance December 31, 1999
Special Revenue Fund				
State Grants				
CDBG	\$364,401	\$0	\$45,240	\$319,161
Revolving Loans	279,633	0	55,874	223,759
ICRO - Enterprise Loans	13,561	0	350	13,211
Rehabilitation Revolving Loans	907,806	144,325	31,975	1,020,156
	<u>\$1,565,401</u>	<u>\$144,325</u>	<u>\$133,439</u>	<u>1,576,287</u>
Less: Allowance for Uncollectible Accounts				<u>23,168</u>
				<u><u>\$1,553,119</u></u>

**NOTE 10 - FIXED ASSETS**

**A. General Fixed Assets**

A summary of the changes in general fixed assets during 1999 is as follows:

	Balance December 31, 1998	Additions	Reductions	Balance December 31, 1999
Land	\$3,281,670	\$0	\$0	\$3,281,670
Buildings	6,628,609	1,028,266	0	7,656,875
Improvements Other Than Buildings	5,192,300	572,447	0	5,764,747
Furniture, Fixtures, and Equipment	6,591,908	923,363	261,228	7,254,043
Construction in Progress	894,993	2,047,235	78,100	2,864,128
Total General Fixed Assets	<u>\$22,589,480</u>	<u>\$4,571,311</u>	<u>\$339,328</u>	<u>\$26,821,463</u>

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 10 - FIXED ASSETS** (continued)

**B. Enterprise Fund Fixed Assets**

A summary of the enterprise funds' fixed assets at December 31, 1999, follows:

	Water	Sewer	Total Enterprise Funds
Land	\$24,888	\$297,992	\$322,880
Buildings	4,051,585	10,164,334	14,215,919
Improvements Other Than Buildings	3,230,664	120,031	3,350,695
Utility Plant in Service	692,125	848,963	1,541,088
Utility Lines in Service	5,940,313	6,511,885	12,452,198
Equipment	903,286	1,057,845	1,961,131
Construction in Progress	779,032	3,079,938	3,858,970
<b>Total</b>	<b>15,621,893</b>	<b>22,080,988</b>	<b>37,702,881</b>
Less: Accumulated Depreciation	10,023,706	12,612,379	22,636,085
<b>Total Fixed Assets Net of Accumulated Depreciation</b>	<b>\$5,598,187</b>	<b>\$9,468,609</b>	<b>\$15,066,796</b>

**NOTE 11 - INTERFUND ASSETS/LIABILITIES**

At December 31, 1999, the Park Donations special revenue fund had an interfund receivable and the General fund had an interfund payable, in the amount of \$525.

**NOTE 12 - CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS**

The City has several outstanding contracts for professional services. The following amounts remain on these contracts as of December 31, 1999:

Fund Type	Remaining Commitment
General Fund	\$32,898
Special Revenue Funds	92,085
Capital Projects Funds	6,843,418
Enterprise Funds	3,643,148
<b>Total</b>	<b>\$10,611,549</b>

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 13 - DEFINED BENEFIT PENSION PLANS**

**A. Public Employees Retirement System**

The City contributes to the Public Employees Retirement System of Ohio (the "System"), a cost-sharing multiple employer defined benefit pension plan administered by the Public Employees Retirement Board. The System 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. The System issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to 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 13.55 percent; 9.35 percent was the portion used to fund pension obligations. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's contributions to the System for the years ended December 31, 1999, 1998, and 1997, were \$604,393, \$580,638, and \$476,807, respectively; 69.15 percent has been contributed for 1999 and 100 percent has been contributed for 1998 and 1997. The unpaid contribution for 1999, in the amount of \$186,471, is recorded as a liability within the respective funds and 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 (the "Fund"), a cost-sharing multiple employer defined benefit pension plan administered by the Fund's Board of Trustees. The Fund provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by the Ohio State Legislature and by Chapter 742 of the Ohio Revised Code. The Fund issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the Police and Firemen's Disability and Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 19.5 percent for police (12.5 percent was the portion used to fund pension obligations); and 24 percent for firefighters (17 percent was the portion used to fund pension obligations). Contributions are authorized by State statute. The City's contributions to the Fund for the years ended December 31, 1999, 1998, and 1997, were \$759,438, \$786,095, and \$712,771, respectively; 72.57 percent has been contributed for 1999 and 100 percent has been contributed for 1998 and 1997. The unpaid contribution for 1999, in the amount of \$208,320, is recorded as a liability within the respective funds and the general long-term obligations account group.

City of Sandusky  
Notes to the General Purpose Financial Statements  
For the Year Ended December 31, 1999  
(continued)

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**NOTE 14 - POSTEMPLOYMENT BENEFITS**

**A. Public Employees Retirement System**

The Public Employees Retirement System of Ohio (the "System") 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 (OPB) as described in GASB Statement No. 12, "Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Governmental Employers". A portion of each employer's contribution to the System is set aside for the funding of postretirement health care based on authority granted by State statute. The employer contribution rate was 13.55 percent of covered payroll; 4.2 percent was the portion used to fund health care for 1999.

Benefits are funded on a pay-as-you-go-basis. OPB are financed through employer contributions and investment earnings. The contributions allocated to retiree health care, 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, OPB expenditures made by the System were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPB payments were \$9,870,285,641. At December 31, 1999, the total number of benefit recipients eligible for OPB through the System was 118,062. The City's actual contributions for 1999 which were used to fund OPB were \$271,492.

**B. Police and Firemen's Disability and Pension Fund**

The Police and Firemen's Disability and Pension Fund of Ohio (the "Fund") 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 of eighteen, whether or not the child is attending school, or under the age of twenty-two if attending school full-time or on a two-thirds 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 Fund's Board of Trustees to provide health care coverage and states that health care costs paid from the Fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution rate was 19.5 percent of covered payroll and the firefighter employer contribution rate was 24 percent; 7 percent was the portion used to fund health care for 1999. 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 number of participants eligible to receive health care benefits as of December 31, 1998, was 11,424 for police and 9,186 for firefighters. The City's actual contributions for 1999 that were used to fund postemployment benefits were \$189,533 for police and \$173,348 for fire. The Fund's total health care expenses for the year ended December 31, 1998, (the latest information available), were \$78,596,790.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 15 - COMPENSATED ABSENCES**

The criteria for determining vacation and sick leave components is derived from negotiated agreements and state laws.

City employees earn vacation at varying rates depending on length of service. Current policy credits vacation leave on the employee's anniversary date. Vacation leave must be used within a twelve month period or it is forfeited. Employees are paid for 100 percent of accumulated unused vacation leave upon termination.

Sick leave is earned at various rates as defined by City policy and union contracts. Any employee with ten years of service with the City who elects to retire is entitled to receive 30 percent of the value of their accumulated unused sick leave up to the maximum number of hours as follows:

	<u>AFCSME</u>	<u>IFA</u>	<u>FOP</u>	<u>Administration</u>
40 hours/week	600	600	600	600
Sick hours 2,001 - 2,499	0	Additional 10%	0	Additional 10%
Sick hours 2,500 - 2,999	0	Additional 20%	0	Additional 20%
Sick hours over 3,000	0	Additional 30%	0	Additional 30%
52 hours/week	n/a	720	n/a	n/a
Sick hours 2,401 - 2,999	n/a	Additional 10%	n/a	n/a
Sick hours 3,000 - 3,499	n/a	Additional 20%	n/a	n/a
Sick hours over 3,500	n/a	Additional 30%	n/a	n/a

The City also provides for a provision of sick leave payoff in case of death.

**NOTE 16 - NOTES PAYABLE**

The City's note transactions for the year ended December 31, 1999, were as follows:

	<u>Interest Rate</u>	<u>Balance December 31, 1998</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance December 31, 1999</u>
<u>Bond Anticipation Notes</u>					
Special Revenue Fund					
1997 Various Improvement Notes	4.60%	\$13,600	\$0	\$3,400	\$10,200
Debt Service Fund					
1999 Various Improvement Notes	3.87	0	165,000	0	165,000
1999 Various Improvement Notes	4.13	0	800,000	0	800,000
Total Debt Service Fund		0	965,000	0	965,000

(continued)

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 16 - NOTES PAYABLE** (continued)

	Interest Rate	Balance December 31, 1998	Issued	Retired	Balance December 31, 1999
<b>Capital Projects Funds</b>					
Fire Apparatus	4.55%	\$300,000	\$0	\$60,000	\$240,000
1997 Various Improvement Notes	4.60	296,400	0	74,100	222,300
1998 Various Improvement Notes	4.13	2,553,300	0	2,553,300	0
1998 Various Improvement Notes	4.13	120,700	0	120,700	0
1998 Various Improvement Notes	3.87	266,000	0	266,000	0
1998 Various Improvement Notes	3.87	564,000	0	564,000	0
1999 Various Improvement Notes	3.87	0	5,000,000	0	5,000,000
1999 Various Improvement Notes	3.87	0	120,700	0	120,700
Fire Station	4.35	0	236,000	0	236,000
Schade/Mylander	4.35	0	200,000	0	200,000
City Complex Improvement	4.50	0	1,000,000	0	1,000,000
<b>Total Capital Projects Funds</b>		<b>4,100,400</b>	<b>6,556,700</b>	<b>3,638,100</b>	<b>7,019,000</b>
<b>Enterprise Funds</b>					
1998 Various Improvement Notes	4.13	3,526,000	0	3,526,000	0
1998 Various Improvement Notes	3.87	300,000	0	300,000	0
1999 Various Improvement Notes	3.87	0	2,114,300	0	2,114,300
1999 Various Improvement Notes	4.125	0	260,000	0	260,000
<b>Total Enterprise Funds</b>		<b>3,826,000</b>	<b>2,374,300</b>	<b>3,826,000</b>	<b>2,374,300</b>
<b>Total Bond Anticipation Notes</b>		<b>7,940,000</b>	<b>9,896,000</b>	<b>7,467,500</b>	<b>10,368,500</b>
<b>Special Assessment Notes</b>					
<b>Capital Projects Fund</b>					
1998 Various Improvement Notes	3.87	2,970,000	0	2,970,000	0
1999 Various Improvement Notes	4.125	0	2,640,000	0	2,640,000
<b>Total Special Assessment Notes</b>		<b>2,970,000</b>	<b>2,640,000</b>	<b>2,970,000</b>	<b>2,640,000</b>
<b>Total Notes Payable</b>		<b>\$10,910,000</b>	<b>\$12,536,000</b>	<b>\$10,437,500</b>	<b>\$13,008,500</b>

According to Ohio law, notes can be issued in anticipation of bond proceeds, special assessment bond proceeds and levies, or for up to 50 percent of anticipated revenue collections. The liability for all notes is presented in the fund receiving the proceeds.

The City has issued bond anticipation notes with a maturity of one year which will be reissued until paid in full or until bonds are issued. The special assessment notes are backed by the full faith and credit of the City of Sandusky. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 17 - LOAN PAYABLE**

On August 9, 1999, the City executed a loan agreement with the Greater Erie County Marketing Group and the Dorn Foundation, in the amount of \$500,000, for the purchase of the Chesapeake Building. The City has agreed to sell the property to a redeveloper for renovation, redevelopment, and the creation of employment opportunities. The loan is interest free and payable on or before January 31, 2001. The repayment shall be made from the proceeds from the sale of the property or from other nontax revenues.

**NOTE 18 - LONG-TERM OBLIGATIONS**

The City's long-term obligations activity for the year ended December 31, 1999, was as follows:

	Interest Rate	Balance December 31, 1998	Issued	Retired	Balance December 31, 1999
<u>General Long-Term Obligations</u>					
General Obligation Bonds					
1992 Judgement	5.39%	\$420,000	\$0	\$30,000	\$390,000
Other General Long-Term Obligations					
Due to Other Governments		458,909	480,652	458,909	480,652
Compensated Absences Payable		1,112,446	0	36,402	1,076,044
Police and Fire Pension Liability		1,721,340	0	20,399	1,700,941
OWDA Loans Payable	12.00	212,730	0	36,348	176,382
Special Assessment Debt with Governmental Commitment	4.87- 13.00	2,460,648	780,000	285,890	2,954,758
Total Other General Long-Term Obligations		5,966,073	1,260,652	837,948	6,388,777
Total General Long-Term Obligations		6,386,073	1,260,652	867,948	6,778,777
<u>Enterprise Fund Long-Term Obligations</u>					
General Obligation Bonds					
1986 Waterworks Improvement	7.38	960,000	0	120,000	840,000
1991 Water Meter Improvement	6.38	135,000	0	45,000	90,000
1991 Waterworks Improvement	6.57	1,040,000	0	80,000	960,000
1992 Water Pollution Control	5.39	625,000	0	44,000	581,000
Total General Obligation Bonds		2,760,000	0	289,000	2,471,000
OWDA Loans					
Water	12.00	212,730	122,583	36,348	298,965
Sewer	3.20	62,009	2,140,653	51,148	2,151,514
Total OWDA Loans		274,739	2,263,236	87,496	2,450,479
Other Long-Term Obligations					
Compensated Absences Payable		370,752	0	7,737	363,015
Total Enterprise Fund Long-Term Obligations		3,405,491	2,263,236	384,233	5,284,494
Total Long-Term Obligations		\$9,791,564	\$3,523,888	\$1,252,181	\$12,063,271



**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 18 - LONG-TERM OBLIGATIONS** (continued)

General Obligation Bonds

General obligation bonds consist of bonds issued in 1992 related to a judgement against the City. The bonds will be paid from General fund revenues.

Due to Other Governments

The due to other governments liability, representing the City's contractually required pension contributions, will be paid from the fund from which the employees' salaries are paid.

Compensated Absences Payable

Compensated absences are presented at net because it is not practical to determine the actual increases and decreases. The compensated absences liability will be paid from the fund from which the employees' salaries are paid.

Police and Fire Pension Liability

The City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and fire personnel in 1967. The liability is payable semiannually from the Fire Pension and Police Pension special revenue funds.

OWDA Loans Payable

The City entered into agreements with the Ohio Water Development Authority for loans for the construction of the Cedar Point Chaussee water line, improvements and replacement of the Cedar Point lift station, construction of a disinfection facility, and for the preliminary and rehabilitation phases of the combined sewer overflow improvements. OWDA loans will be paid from special assessments and from resources of the water and sewer enterprise funds.

Special Assessment Debt with Governmental Commitment

The special assessment bonds are backed by the full faith and credit of the City of Sandusky. In the event that an assessed property owner fails to make payments or insufficient amounts are assessed to fund the debt, the City will be required to pay the related debt.

Enterprise General Obligation Bonds

The enterprise general obligation bonds are liabilities of the Water and Sewer enterprise funds and pledge their respective revenues for repayment. The bonds also pledge the full faith and credit and taxing ability of the City in the event that the enterprise funds' revenues are not sufficient to meet the principal and interest requirements.

The City's legal debt margin was \$34,512,705 at December 31, 1999.

The Cedar Point lift station, construction of the disinfection facility, and the rehabilitation phases of the combined sewer overflow improvements projects funded by OWDA loans have not been completed. An amortization schedule for the repayment of the loans will not be available until the projects are completed and therefore are not included in the following schedule.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 18 - LONG-TERM OBLIGATIONS** (continued)

Principal and interest requirements to retire general long-term obligations outstanding at December 31, 1999, were as follows:

Year	General Obligation Bonds	Police and Fire Pension Liability	OWDA Loans	Special Asses:ment Debt	Total
2000	\$51,225	\$93,502	\$66,237	\$485,949	\$696,913
2001	49,725	93,502	64,056	420,681	627,964
2002	48,225	93,502	64,056	389,045	594,828
2003	46,725	93,502	32,028	338,899	511,154
2004	45,165	93,502	0	312,520	451,187
2005-2009	263,460	467,510	0	1,213,094	1,944,064
2010-2035	100,350	2,376,304	0	996,111	3,472,765
	<u>\$604,875</u>	<u>\$3,311,324</u>	<u>\$226,377</u>	<u>\$4,156,299</u>	<u>\$8,298,875</u>

Principal and interest requirements to retire the long-term obligations outstanding at December 31, 1999, from the enterprise funds were as follows:

Year	1986 Waterworks Improvement	1991 Water Meter Improvement	1991 Water Works Improvement	1992 Water Pollution Control	OWDA Loans	Total
2000	\$181,950	\$50,737	\$143,480	\$75,588	\$77,722	\$529,477
2001	173,100	47,869	138,380	73,387	64,056	496,792
2002	164,250	0	133,280	73,188	64,056	434,774
2003	155,400	0	128,180	71,887	32,028	387,495
2004	146,550	0	123,080	69,444	0	339,074
2005-2009	266,550	0	535,160	294,737	0	1,096,447
2010-2012	0	0	176,280	148,697	0	324,977
	<u>\$1,087,800</u>	<u>\$98,606</u>	<u>\$1,377,840</u>	<u>\$806,928</u>	<u>\$237,862</u>	<u>\$3,609,036</u>

Bonds payable at December 31, 1999, were comprised of the following issues:

Bonds	Term	Percent	Original Issue	Outstanding 12/31/99
<u>General Long-Term Obligations Account Group</u>				
General Obligation Bonds				
1992 Judgement	1993-2012	5.39%	<u>\$600,000</u>	<u>\$390,000</u>
Special Assessment Bonds				
1980 PP Sewer Improvement	1981-2000	8.75	55,260	3,000
1982 PP Sidewalk Improvement	1983-2002	13.00	141,260	22,000
1983 PP Water Improvement	1984-2003	9.50	11,710	2,342

(continued)

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 18 - LONG-TERM OBLIGATIONS** (continued)

Bonds	Term	Percent	Original Issue	Outstanding 12/31/99
1985 PP Water Improvement	1986-2005	9.50%	\$10,645	\$3,194
1985 PP Water Improvement	1986-2005	9.00	11,720	3,516
1986 PP Street Improvement	1987-2006	7.38	135,688	51,000
1987 Anderson Street	1988-2007	7.00	10,835	4,333
1988 PP Street	1989-2008	7.00	18,500	8,325
1989 PP Street	1989-2009	7.75	136,640	70,000
1990 Sidewalk	1990-2000	6.85	304,450	30,000
1990 Street	1990-2010	7.40	87,675	51,000
1991 PP Water	1991-2011	6.50	7,690	1,538
1991 PP Water	1991-2011	6.75	13,800	8,280
1992 PP St. Clair Street	1993-2012	5.39	197,400	129,800
1992 PP Sidewalk 1990	1993-2001	5.39	162,000	36,000
1992 PP First Street	1993-2011	5.39	81,650	52,200
1992 PP Water	1993-2011	5.39	69,250	44,400
1992 PP Sidewalk 1991	1993-2002	5.39	253,700	76,600
1995 PP McDonough Street	1995-2015	5.23	2,963	2,339
1995 PP Sidewalk 1992	1995-2003	5.23	120,962	60,482
1995 PP Sidewalk 1993	1995-2005	5.23	122,750	73,650
1995 PP Sidewalk 1994	1995-2005	5.23	149,514	89,710
1995 PP Street	1995-2014	5.23	120,974	95,506
1995 PP Dutch Street	1995-2013	5.23	35,512	27,620
1995 Streetscape	1995-2005	5.23	4,648	2,790
1995 Filmore	1995-2014	5.23	247,677	232,902
1996 Perry Street	1996-2016	5.72	40,000	34,000
1996 Sidewalk 1995	1996-2006	5.72	166,400	116,480
1996 Shoreline Walkway	1996-2006	5.72	13,600	9,521
1996 Perry Street - City Port	1996-2016	5.72	350,000	320,000
1997 Polk Street Improvement	1997-2016	6.00	53,980	48,600
1997 Sidewalk	1997-2007	5.50	175,770	140,630
1998 Sidewalk	1998-2008	4.87	201,000	181,000
1998 PP Street	1998-2008	4.87	48,894	46,597
1998 PP Street	1998-2008	4.87	31,000	29,544
1998 PP Street	1998-2008	4.87	69,106	65,859
1999 Sidewalk	1999-2009	5.50	227,000	227,000
1999 Winnebago	1999-2019	5.50	81,000	81,000
1999 Wilbert	1999-2019	5.50	143,000	143,000
1999 Streetscape	1999-2019	5.50	329,000	329,000
			4,444,623	2,954,758

(continued)

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 18 - LONG-TERM OBLIGATIONS** (continued)

Bonds	Term	Percent	Original Issue	Outstanding 12/31/99
<u>Enterprise Funds</u>				
General Obligation Bonds				
Water				
1986 Waterworks Improvement	1987-2006	7.38%	\$2,400,000	\$840,000
1991 Water Meter Improvement	1992-2001	6.38	135,000	27,000
1991 Waterworks Improvement	1992-2011	6.57	1,570,000	960,000
			4,105,000	1,827,000
Sewer				
1991 Water Meter Improvement	1992-2001	6.38	315,000	63,000
1992 Water Pollution Control	1993-2012	5.39	885,000	581,000
			1,200,000	644,000
			\$10,349,623	\$5,815,758

**NOTE 19 - OPERATING LEASE**

Battery Park Marina

In February 1985, the City leased to Sandusky Bay Investment Company, Limited, 32.9 acres of land and water for operating and maintaining a park, parking areas, and marina. The basic lease term is for forty years, and the lessee has the option to renew for two additional ten year periods. The lessee is also required to make annual deposits of \$10,000 into a fund held by the City, which is to be used at the discretion of the lessee for routine structural repairs to the marina breakwall, restaurant, and other major repairs as may be needed from time to time. At the termination of the lease, any funds remaining in this account shall be used by the City for structural repairs and maintenance of Battery Park.

The general fixed assets account group includes the City's investment of \$1,948,680 for land and improvements, \$91,576 for floating docks, and \$4,000 for a picnic shelter. The leaseholder's improvements are not recorded in the general fixed assets account group.

For 1999, the City received payments, in the amount of \$15,000. Future annual lease payments to be received are as follows:

Year	Annual Lease Payment	Total Lease for Period
2000-2004	\$20,000	\$100,000
2005-2009	25,000	125,000
2010-2014	25,000	125,000
2015-2024	30,000	300,000
Total minimum future rentals		\$650,000

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 19 - OPERATING LEASE** (continued)

Beginning in 2000, Sandusky Bay Investment Company, Limited is required to pay additional rents to the City if net income is reported for that year. The additional rent will be a percentage of gross income calculated at the following percentages:

	Percentage of Gross Income
2000-2004	.025%
2005-2009	.05
2010-2014	1.0
2015-2024	2.0

**NOTE 20 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City participates in the Buckeye Ohio Risk Management Agency (BORMA), a public entity shared risk pool among of several cities in Northern Ohio. The City pays monthly premiums for health care coverage for its employees and for property, crime, and liability insurance. BORMA is responsible for the management and operation of the programs. Member cities agree to share in the coverage of losses and pay all premiums necessary for the specified insurance coverages provided under the respective programs. Member cities are subject to supplemental assessments of up to 25 percent of the premiums paid for health insurance during that year and in an amount equal to the annual premiums for property, crime, and liability insurance in the event of deficiencies. Upon withdrawal from BORMA, a participant is responsible for the payment of all liabilities accruing as a result of withdrawal from the respective programs.

During 1999, the City contracted with Buckeye Ohio Risk Management Agency (BORMA) for the following coverages and deductibles:

Type of Coverage	Coverage	Deductible
Property (building and contents)	\$221,000,000	\$1,000
Earthquake	10,000,000	1,000
Flood	10,000,000	1,000
Mobile Equipment, Valuable Papers	various	1,000
General Liability	1,000,000 occurrence 3,000,000 aggregate	1,000
Employee Benefit Liability	1,000,000	1,000
Ohio Stop Gap	1,000,000	1,000
Law Enforcement Professional Liability	1,000,000	0
Employee Dishonesty	1,000,000	1,000
Computer Fraud	1,000,000	1,000

(continued)

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 20 - RISK MANAGEMENT** (continued)

Type of Coverage	Coverage	Deductible
Money and Securities	\$1,000,000	\$1,000
Depositors Forgery	1,000,000	1,000
Auto Fleet Liability	1,000,000	0
Auto Uninsured-Underinsured	1,000,000	0
Boiler and Machinery	50,000,000	1,000 to 15,000
Public Official Liability	1,000,000 occurrence 1,000,000 aggregate	0 0
Umbrella Liability	9,000,000 occurrence 9,000,000 aggregate	0 0

There has been no significant reduction in insurance coverage from 1998, and no insurance settlement has exceeded insurance coverage during the last three years.

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

**NOTE 21 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The City maintains two enterprise funds which are intended to be self-supported through user fees charged for services provided to consumers for water and sewer services. Financial segment information as of and for the year ended December 31, 1999, was as follows:

	Water	Sewer	Total Enterprise Funds
Operating Revenues	\$3,280,565	\$3,768,240	\$7,048,805
Depreciation Expense	241,834	412,063	653,897
Operating Income	785,141	106,962	892,103
Operating Transfers - In	7,403	38,268	45,671
Operating Transfers - Out	7,994	861,612	869,606
Net Income (Loss)	606,899	(878,439)	(271,540)
Current Capital Contributions Contributed from Other Funds	0	638,326	638,326
Fixed Assets			
Additions	909,704	1,626,891	2,536,595
Reductions	25,085	8,532	33,617
Net Working Capital	2,675,809	(1,133,027)	1,542,782

(continued)

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

**NOTE 21 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS** (continued)

	<u>Water</u>	<u>Sewer</u>	<u>Total Enterprise Funds</u>
Bonds and Other Long-Term Obligations			
Compensated Absences Payable	\$168,636	\$194,379	\$363,015
OWDA Loans Payable	253,632	2,140,653	2,394,285
General Obligation Bonds Payable	1,613,500	568,500	2,182,000
Total Assets	8,990,579	11,093,557	20,084,136
Total Equity	6,238,228	5,432,050	11,670,278
Encumbrances Outstanding at Year End (Budget Basis)	596,262	3,188,891	3,785,153

**NOTE 22 - PUBLIC ENTITY SHARED RISK POOL**

The Buckeye Ohio Risk Management Agency (BORMA) is a public entity shared risk pool among several cities in Northern Ohio. BORMA was formed as an Ohio not-for-profit corporation and operates a health insurance program and a property, crime, and liability insurance program. Each member appoints one person to represent the City on the Board of Directors for a term of one year for participation in the health insurance program and three years for participation in the property, crime, and liability insurance program. Each member city's control over the budgeting and financing of BORMA is limited to its voting authority and any representation it may have on the Board of Directors.

Participation in BORMA is by written application subject to the approval of the Board of Directors and the payment of premiums. Member cities must remain members for cycles of three years. A member may withdraw from a program by giving a forty day notice prior to the beginning of the next cycle. BORMA does not have any outstanding debt obligations as of December 31, 1999. Financial information may be obtained from Arthur J. Gallagher & Co., Crown Centre Building, 5005 Rockside Road, 10th Floor, Cleveland, Ohio 44131-2157.

**NOTE 23 - CONTINGENT LIABILITIES**

**A. Litigation**

The City of Sandusky is a party to several legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects. The City management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material adverse effect, if any, on the financial condition of the City.

**City of Sandusky**  
**Notes to the General Purpose Financial Statements**  
**For the Year Ended December 31, 1999**  
**(continued)**

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**NOTE 23 - CONTINGENT LIABILITIES** (continued)

**B. Federal and State Grants**

For the period January 1, 1999, to December 31, 1999, the City received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowances, if any, would be immaterial.

**NOTE 24 -SUBSEQUENT EVENTS**

The City of Sandusky and the Sandusky Library Association, an Ohio not-for-profit corporation, have agreed to enter into a contractual arrangement whereby the City will issue bonds, in the amount of \$7.2 million, for library construction and renovations. On November 3, 1998, the City of Sandusky placed a tax levy on the ballot and it was approved by the voters. The contractual agreement between the City and the Library Association will be finalized and the bonds will be issued in 2000. As part of the agreement, the City will lease, (for zero rent charges or lease payments) the Library (real property, including the building and improvements) for a period of twenty-five years, or until the bonds are paid off. Upon full payment of the debt, all of the new construction and improvements will become the property of the Sandusky Library Association.

On March 22, 2000, the City issued \$860,000 in bond anticipation notes for renovating the Sandusky Library. The notes have an interest rate of 5.125 percent and mature on September 14, 2000.

On March 29, 2000, the City issued \$2,400,000 in bond anticipation notes for improving the municipal wastewater system. The notes have an interest rate of 4.75 percent and mature on September 14, 2000.

On April 1, 2000, the City issued \$6,000,000 in general obligation bonds for acquiring real estate and the building thereon to house the City's Department of Public Services and other municipal offices. The bonds have an interest rate ranging from 4.35 to 6.25 percent and mature on December 1, 2020.



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



## GENERAL FUND

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### General Fund

To account for all financial resources, except those required to be accounted for in another fund.

City of Sandusky  
General Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$1,330,715	\$1,324,289	(\$6,426)
Other Local Taxes	3,069,000	2,960,836	(108,164)
Municipal Income Taxes	6,251,979	6,360,454	108,475
Intergovernmental	1,694,440	1,726,336	31,896
Charges for Services	186,700	211,561	24,861
Fees, Licenses, and Permits	488,208	518,623	30,415
Fines and Forfeitures	818,900	799,389	(19,511)
Interest	903,532	802,382	(101,150)
Other	315,675	197,884	(117,791)
<b>Total Revenues</b>	<b>15,059,149</b>	<b>14,901,754</b>	<b>(157,395)</b>
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Police Patrol	2,869,314	2,825,752	43,562
Police Records	443,669	425,492	18,177
Police Reserve	103,839	82,705	21,134
Police Marine Patrol	55,050	51,746	3,304
Police COPS	18,574	18,571	3
Police DARE	7,587	7,584	3
Police Dispatch	34,967	34,965	2
Police Detectives	25,531	25,254	277
Fire Suppression	1,544,021	1,511,496	32,525
Fire Prevention	1,370,226	1,329,345	40,881
Fire Communications	17,565	14,940	2,625
Fire Rescue	27,795	21,423	6,372
Fire Hazardous Materials	30,966	20,239	10,727
Fire EMS	338,340	301,549	36,791
Street Lighting	113,000	112,904	96
<b>Total Security of Persons and Property</b>	<b>7,000,444</b>	<b>6,783,965</b>	<b>216,479</b>
Public Health			
County Health District	2,000	0	2,000
Oakland Cemetery	263,761	253,028	10,733
<b>Total Public Health</b>	<b>265,761</b>	<b>253,028</b>	<b>12,733</b>
Community Environment			
Community Development Planning	205,557	202,562	2,995
Community Development Housing	307,612	306,798	814
City Wide Economic Development	64,043	63,482	561
Community Development Building Division	205,092	199,302	5,790
Horticulture Services	958,315	950,074	8,241
<b>Total Community Environment</b>	<b>1,740,619</b>	<b>1,722,218</b>	<b>18,401</b>
Transportation			
Jackson Street Pier	3,223	223	3,000

(continued)

City of Sandusky  
General Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
General Government			
City Manager	\$65,284	\$63,030	\$2,254
Personnel Labor Relations	112,928	111,904	1,024
Information Services	44,865	42,928	1,937
Purchasing	56,673	52,670	4,003
Finance	203,479	196,178	7,301
Income Tax	249,312	242,039	7,273
Data Processing	82,261	74,021	8,240
Law Director	216,373	216,029	344
Law Prosecution	35,697	35,325	372
City Commission	31,940	31,348	592
City Commission Clerk	68,646	66,156	2,490
Municipal Court	298,106	290,742	7,364
Court - Criminal	437,822	427,894	9,928
Civil Service Commission	44,176	42,298	1,878
Municipal Buildings and Lands	314,233	306,314	7,919
Engineering	330,567	295,615	34,952
Traffic and Electrical Maintenance	66,705	49,842	16,863
Mechanic	427,089	370,078	57,011
Administrative Support	703,266	660,222	43,044
<b>Total General Government</b>	<b>3,789,422</b>	<b>3,574,633</b>	<b>214,789</b>
<b>Total Expenditures</b>	<b>12,799,469</b>	<b>12,334,067</b>	<b>465,402</b>
Excess of Revenues Over Expenditures	2,259,680	2,567,687	308,007
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	400,526	398,178	(2,348)
Sale of Fixed Assets	0	17,255	17,255
Operating Transfers - In	97,158	97,158	0
Operating Transfers - Out	(3,327,636)	(3,118,954)	208,682
<b>Total Other Financing Sources (Uses)</b>	<b>(2,829,952)</b>	<b>(2,606,363)</b>	<b>223,589</b>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(570,272)	(38,676)	531,596
Fund Balance at Beginning of Year	3,219,427	3,219,427	0
Prior Year Encumbrances Appropriated	218,918	218,918	0
<b>Fund Balance at End of Year</b>	<b>\$2,868,073</b>	<b>\$3,399,669</b>	<b>\$531,596</b>

## SPECIAL REVENUE FUNDS

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Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) whose use is restricted.

### Street Maintenance Fund

To account for state-levied and state-controlled gasoline tax and motor vehicle license fees remitted to the City by state formula and the special \$5 license fee the City is permitted to impose by virtue of Ohio Law. Monies are used for street maintenance and repairs.

### State Highway Fund

To account for 7.5 percent of the state-levied and state-controlled gasoline tax and motor vehicle license fees remitted to the City by state formula. Monies are used for maintenance and repairs of state highways within the City. State highways represent approximately 10 percent of the roads inside the City limits.

### Public Transit Fund

To account for monies received from the federal and state government under the Section 18 Program and from users of the public transit system. Monies are used for operations of the public transit system.

### Parks and Recreational Fund

To account for monies collected at the municipal golf course and swimming pool; plant rentals from the greenhouse; and transfers from the General fund (primarily for the parks and greenhouse). Monies are used for operation of the parks, greenhouse, and recreational facilities.

### Fire Pension Fund

To account for monies received from property taxes and transfers from the General fund for payment of both the current pension contribution and the long-term accounting liability.

### Police Pension Fund

To account for monies received from property taxes and transfers from the General fund for payment of both the current pension contribution and the long-term accounting liability.

### State Grants Fund

To account for monies received from the state government under the community development block grant program and the revolving loan program, as well as several other state grants.

### Federal Grants Fund

To account for monies received from the federal government for the community oriented police grant (COPS).

(continued)

SPECIAL REVENUE FUNDS  
(continued)

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Indigent Drivers Alcohol Fund

To account for monies received under Ohio Revised Code Sections 4511.191(M) and 4507.99(B)(4). This fund provides for payment of the cost for treatment, at a certified alcohol and drug addiction program, of a person convicted of a violation of Ohio Revised Code Section 4511.19 or a similar municipal ordinance.

Enforcement and Education Fund

To account for monies received under Ohio Revised Code Section 4511.99. This fund is used by the police department to pay the costs it incurs in enforcing Ohio Revised Code Section 4511.19 or a similar municipal ordinance, and in educating the public on laws governing the operation of a motor vehicle while under the influence of alcohol.

Court Computerization Fund

To account for fines collected by the municipal court under Ohio Revised Code Section 1901.26. This fund is used for computerization of the clerk of court's office.

Indigent Telephone Fund

To account for monies received under Ohio Revised Code Section 2929.23. This fund provides for payment of the costs of providing house detention for eligible indigent offenders.

Municipal Probation Fund

To account for monies received under Ohio Revised Code Section 737.41. This fund provides for payment of the costs of the municipal probation department.

General Trust Fund

To account for contraband forfeitures and various monies donated to the City.

Park Donations Fund

To account for donations from the Fred G. Epple Estate.

Cemetery Donations Fund

To account for charges for burials and donations.

City of Sandusky  
Special Revenue Funds

Combining Balance Sheet  
December 31, 1999

	<u>Street Maintenance</u>	<u>State Highway</u>	<u>Public Transit</u>	<u>Parks and Recreational</u>	<u>Fire Pension</u>
<u>Assets</u>					
Equity in Pooled Cash and Cash Equivalents	\$319,119	\$4,177	\$13,740	\$3,408	\$0
Receivables:					
Property and Other Local Taxes	33,680	0	0	0	113,531
Interfund	0	0	0	0	0
Notes (net of allowance for uncollectibles)	0	0	0	0	0
Accrued Interest	0	0	0	0	0
Due from Other Governments	51,882	4,177	15,874	0	0
Materials and Supplies Inventory	12,060	0	0	4,644	0
Prepaid Items	9,045	0	0	0	0
<b>Total Assets</b>	<b><u>\$425,786</u></b>	<b><u>\$8,354</u></b>	<b><u>\$29,614</u></b>	<b><u>\$8,052</u></b>	<b><u>\$113,531</u></b>
<u>Liabilities and Fund Equity</u>					
<u>Liabilities</u>					
Accounts Payable	\$7,089	\$66	\$64,506	\$2,989	\$0
Accrued Wages Payable	10,874	1,943	0	2,819	0
Due to Other Governments	2,642	390	1,058	1,285	0
Deferred Revenue	0	0	0	0	113,531
Notes Payable	0	0	0	0	0
Accrued Interest Payable	0	0	0	0	0
Compensated Absences Payable	624	71	0	248	0
<b>Total Liabilities</b>	<b><u>21,229</u></b>	<b><u>2,470</u></b>	<b><u>65,564</u></b>	<b><u>7,341</u></b>	<b><u>113,531</u></b>
<u>Fund Equity</u>					
Fund Balance:					
Reserved:					
Reserved for Notes Receivable	0	0	0	0	0
Reserved for Inventory	12,060	0	0	4,644	0
Reserved for Encumbrances	14,745	1,171	11,435	1,139	0
Unreserved (Deficit)	377,752	4,713	(47,385)	(5,072)	0
<b>Total Fund Equity (Deficit)</b>	<b><u>404,557</u></b>	<b><u>5,884</u></b>	<b><u>(35,950)</u></b>	<b><u>711</u></b>	<b><u>0</u></b>
<b>Total Liabilities and Fund Equity</b>	<b><u>\$425,786</u></b>	<b><u>\$8,354</u></b>	<b><u>\$29,614</u></b>	<b><u>\$8,052</u></b>	<b><u>\$113,531</u></b>



<u>Police Pension</u>	<u>State Grants</u>	<u>Federal Grants</u>	<u>Indigent Drivers Alcohol</u>	<u>Enforcement and Education</u>	<u>Court Computerization</u>	<u>Indigent Telephone</u>
\$0	\$608,426	\$2,641,131	\$87,950	\$61,667	\$50,289	\$20,683
113,531	0	0	0	0	0	0
0	0	0	0	0	0	0
0	1,553,119	0	0	0	0	0
0	0	26,628	0	0	0	0
0	175,345	0	1,245	1,996	2,561	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$113,531</u>	<u>\$2,336,890</u>	<u>\$2,667,759</u>	<u>\$89,195</u>	<u>\$63,663</u>	<u>\$52,850</u>	<u>\$20,683</u>
\$0	\$32,758	\$29,007	\$3,670	\$0	\$1,080	\$0
0	0	0	0	0	0	0
0	217	54	0	0	0	0
113,531	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>113,531</u>	<u>32,975</u>	<u>29,061</u>	<u>3,670</u>	<u>0</u>	<u>1,080</u>	<u>0</u>
0	1,553,119	0	0	0	0	0
0	0	0	0	0	0	0
0	58,247	32,609	2,998	0	6,886	4,250
0	692,549	2,606,089	82,527	63,663	44,884	16,433
0	2,303,915	2,638,698	85,525	63,663	51,770	20,683
<u>\$113,531</u>	<u>\$2,336,890</u>	<u>\$2,667,759</u>	<u>\$89,195</u>	<u>\$63,663</u>	<u>\$52,850</u>	<u>\$20,683</u>

(continued)

City of Sandusky  
Special Revenue Funds

Combining Balance Sheet  
December 31, 1999  
(continued)

	Municipal Probation	General Trust	Park Donations	Cemetery Donations	Total
<u>Assets</u>					
Equity in Pooled Cash and Cash Equivalents	\$49,296	\$109,092	\$110,910	\$604,852	\$4,684,740
Receivables:					
Property and Other Local Taxes	0	0	0	0	260,742
Interfund	0	0	525	0	525
Notes (net of allowance for uncollectibles)	0	0	0	0	1,553,119
Accrued Interest	0	0	22	7,355	34,005
Due from Other Governments	0	0	0	0	253,080
Materials and Supplies Inventory	0	0	0	0	16,704
Prepaid Items	0	0	0	0	9,045
<b>Total Assets</b>	<b>\$49,296</b>	<b>\$109,092</b>	<b>\$111,457</b>	<b>\$612,207</b>	<b>\$6,811,960</b>
<u>Liabilities and Fund Equity</u>					
<u>Liabilities</u>					
Accounts Payable	\$0	\$12,354	\$0	\$0	\$153,519
Accrued Wages Payable	0	0	0	0	15,636
Due to Other Governments	0	288	0	0	5,934
Deferred Revenue	0	0	0	0	227,062
Notes Payable	0	0	0	10,200	10,200
Accrued Interest Payable	0	0	0	40	40
Compensated Absences Payable	0	0	0	0	943
<b>Total Liabilities</b>	<b>0</b>	<b>12,642</b>	<b>0</b>	<b>10,240</b>	<b>413,334</b>
<u>Fund Equity</u>					
Fund Balance:					
Reserved:					
Reserved for Notes Receivable	0	0	0	0	1,553,119
Reserved for Inventory	0	0	0	0	16,704
Reserved for Encumbrances	257	3,782	0	0	137,519
Unreserved (Deficit)	49,039	92,668	111,457	601,967	4,691,284
<b>Total Fund Equity (Deficit)</b>	<b>49,296</b>	<b>96,450</b>	<b>111,457</b>	<b>601,967</b>	<b>6,398,626</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$49,296</b>	<b>\$109,092</b>	<b>\$111,457</b>	<b>\$612,207</b>	<b>\$6,811,960</b>

City of Sandusky  
Special Revenue Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended December 31, 1999

	Street Maintenance	State Highway	Public Transit	Parks and Recreational	Fire Pension
<u>Revenues</u>					
Property Taxes	\$0	\$0	\$0	\$0	\$108,844
Other Local Taxes	494,120	0	0	0	0
Intergovernmental	712,738	57,788	311,792	0	15,278
Charges for Services	0	0	418,743	347,568	0
Fees, Licenses, and Permits	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	0
Interest	3,812	23	0	0	0
Other	7,181	1,454	25	16,777	0
<b>Total Revenues</b>	<b>1,217,851</b>	<b>59,265</b>	<b>730,560</b>	<b>364,345</b>	<b>124,122</b>
<u>Expenditures</u>					
Current:					
Security of Persons and Property	0	0	0	0	581,734
Public Health	0	0	0	0	0
Leisure Time Activities	0	0	0	619,518	0
Community Environment	0	0	0	0	0
Transportation	1,180,909	167,362	826,521	0	0
Other	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	11,702
Interest and Fiscal Charges	0	0	0	0	41,937
<b>Total Expenditures</b>	<b>1,180,909</b>	<b>167,362</b>	<b>826,521</b>	<b>619,518</b>	<b>635,373</b>
Excess of Revenues Over (Under) Expenditures	36,942	(108,097)	(95,961)	(255,173)	(511,251)
<u>Other Financing Sources (Uses)</u>					
Sale of Fixed Assets	0	0	0	0	0
Operating Transfers - In	467,057	99,663	54,584	266,661	511,251
Operating Transfers - Out	(455,794)	0	(97,158)	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>11,263</b>	<b>99,663</b>	<b>(42,574)</b>	<b>266,661</b>	<b>511,251</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	48,205	(8,434)	(138,535)	11,488	0
Fund Balances (Deficit) at Beginning of Year	363,239	14,318	102,585	(11,663)	0
Increase (Decrease) in Reserve for Inventory	(6,887)	0	0	886	0
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$404,557</b>	<b>\$5,884</b>	<b>(\$35,950)</b>	<b>\$711</b>	<b>\$0</b>

(continued)

City of Sandusky  
Special Revenue Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended December 31, 1999  
(continued)

	Police Pension	State Grants	Federal Grants	Indigent Drivers Alcohol	Enforcement and Education
<u>Revenues</u>					
Property Taxes	\$108,844	\$0	\$0	\$0	\$0
Other Local Taxes	0	0	0	0	0
Intergovernmental	15,278	796,641	190,628	0	0
Charges for Services	0	0	0	0	0
Fees, Licenses, and Permits	0	0	0	23,456	0
Fines and Forfeitures	0	0	0	0	15,354
Interest	0	48,324	85,541	0	0
Other	0	5,567	0	0	0
<b>Total Revenues</b>	<b>124,122</b>	<b>850,532</b>	<b>276,169</b>	<b>23,456</b>	<b>15,354</b>
<u>Expenditures</u>					
Current:					
Security of Persons and Property	437,752	0	281,939	0	0
Public Health	0	0	0	0	0
Leisure Time Activities	0	0	0	0	0
Community Environment	0	1,169,647	0	0	0
Transportation	0	0	0	0	0
Other	0	0	0	24,055	0
Debt Service:					
Principal Retirement	8,697	0	0	0	0
Interest and Fiscal Charges	31,166	0	0	0	0
<b>Total Expenditures</b>	<b>477,615</b>	<b>1,169,647</b>	<b>281,939</b>	<b>24,055</b>	<b>0</b>
Excess of Revenues Over (Under) Expenditures	(353,493)	(319,115)	(5,770)	(599)	15,354
<u>Other Financing Sources (Uses)</u>					
Sale of Fixed Assets	0	0	0	0	0
Operating Transfers - In	353,493	0	118,379	0	0
Operating Transfers - Out	0	0	(256,346)	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>353,493</b>	<b>0</b>	<b>(137,967)</b>	<b>0</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	(319,115)	(143,737)	(599)	15,354
Fund Balances (Deficit) at Beginning of Year	0	2,623,030	2,782,435	86,124	48,309
Increase (Decrease) in Reserve for Inventory	0	0	0	0	0
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$0</b>	<b>\$2,303,915</b>	<b>\$2,638,698</b>	<b>\$85,525</b>	<b>\$63,663</b>

<u>Court Computerization</u>	<u>Indigent Telephone</u>	<u>Municipal Probation</u>	<u>General Trust</u>	<u>Park Donations</u>	<u>Cemetery Donations</u>	<u>Total</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$217,688
0	0	0	0	0	0	494,120
0	0	0	0	0	0	2,100,143
0	0	0	0	0	14,570	780,881
0	7,829	25,057	0	0	0	56,342
26,646	0	0	21,059	0	0	63,059
0	0	0	0	504	23,151	161,355
0	0	119	5,398	0	10,713	47,234
<u>26,646</u>	<u>7,829</u>	<u>25,176</u>	<u>26,457</u>	<u>504</u>	<u>48,434</u>	<u>3,920,822</u>
0	0	0	18,179	0	0	1,319,604
0	0	0	0	0	11,607	11,607
0	0	0	0	0	0	619,518
0	0	0	0	0	0	1,169,647
0	0	0	0	0	0	2,174,792
11,079	650	6,853	0	0	0	42,637
0	0	0	0	0	0	20,399
0	0	0	0	0	612	73,715
<u>11,079</u>	<u>650</u>	<u>6,853</u>	<u>18,179</u>	<u>0</u>	<u>12,219</u>	<u>5,431,919</u>
<u>15,567</u>	<u>7,179</u>	<u>18,323</u>	<u>8,278</u>	<u>504</u>	<u>36,215</u>	<u>(1,511,097)</u>
0	0	0	12,800	0	0	12,800
0	0	0	0	0	3,000	1,874,088
0	0	0	0	0	0	(809,298)
<u>0</u>	<u>0</u>	<u>0</u>	<u>12,800</u>	<u>0</u>	<u>3,000</u>	<u>1,077,590</u>
15,567	7,179	18,323	21,078	504	39,215	(433,507)
36,203	13,504	30,973	75,372	110,953	562,752	6,838,134
0	0	0	0	0	0	(6,001)
<u>\$51,770</u>	<u>\$20,683</u>	<u>\$49,296</u>	<u>\$96,450</u>	<u>\$111,457</u>	<u>\$601,967</u>	<u>\$6,398,626</u>

City of Sandusky  
Street Maintenance Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Other Local Taxes	\$533,030	\$496,040	(\$36,990)
Intergovernmental	695,000	717,099	22,099
Interest	3,500	3,929	429
<b>Total Revenues</b>	<b>1,231,530</b>	<b>1,217,068</b>	<b>(14,462)</b>
<u>Expenditures</u>			
Current:			
Transportation			
Street Resurfacing	48,000	0	48,000
Public Works	936,129	931,064	5,065
Traffic and Electrical Maintenance	191,849	191,779	70
Street Cleaning, Snow, and Ice Removal	63,580	63,575	5
Administrative Support	40,672	39,921	751
<b>Total Expenditures</b>	<b>1,280,230</b>	<b>1,226,339</b>	<b>53,891</b>
Excess of Revenues Under Expenditures	(48,700)	(9,271)	39,429
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	0	7,181	7,181
Operating Transfers - In	467,057	467,057	0
Operating Transfers - Out	(457,139)	(455,794)	1,345
<b>Total Other Financing Sources (Uses)</b>	<b>9,918</b>	<b>18,444</b>	<b>8,526</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(38,782)	9,173	47,955
Fund Balance at Beginning of Year	204,849	204,849	0
Prior Year Encumbrances Appropriated	88,780	88,780	0
<b>Fund Balance at End of Year</b>	<b>\$254,847</b>	<b>\$302,802</b>	<b>\$47,955</b>

City of Sandusky  
State Highway Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$57,149	\$58,142	\$993
Interest	23	23	0
Other	0	672	672
Total Revenues	<u>57,172</u>	<u>58,837</u>	<u>1,665</u>
<u>Expenditures</u>			
Current:			
Transportation			
Public Works	55	55	0
Traffic and Electrical Maintenance	107,069	107,065	4
State Highway Maintenance and Repair	63,179	62,875	304
Total Expenditures	<u>170,303</u>	<u>169,995</u>	<u>308</u>
Excess of Revenues Under Expenditures	<u>(113,131)</u>	<u>(111,158)</u>	<u>1,973</u>
<u>Other Financing Sources</u>			
Other Financing Sources	782	782	0
Operating Transfers - In	99,663	99,663	0
Total Other Financing Sources	<u>100,445</u>	<u>100,445</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures	(12,686)	(10,713)	1,973
Fund Balance at Beginning of Year	12,388	12,388	0
Prior Year Encumbrances Appropriated	<u>1,331</u>	<u>1,331</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,033</u></u>	<u><u>\$3,006</u></u>	<u><u>\$1,973</u></u>

City of Sandusky  
Public Transit Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$306,128	\$306,996	\$868
Charges for Services	482,472	425,691	(56,781)
Total Revenues	788,600	732,687	(55,913)
<u>Expenditures</u>			
Current:			
Transportation			
Public Transit System	883,254	832,297	50,957
Excess of Revenues Under Expenditures	(94,654)	(99,610)	(4,956)
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	0	25	25
Operating Transfers - In	206,326	54,584	(151,742)
Operating Transfers - Out	(97,158)	(97,158)	0
Total Other Financing Sources (Uses)	109,168	(42,549)	(151,717)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	14,514	(142,159)	(156,673)
Fund Balance at Beginning of Year	18,129	18,129	0
Prior Year Encumbrances Appropriated	124,296	124,296	0
Fund Balance at End of Year	\$156,939	\$266	(\$156,673)



City of Sandusky  
Parks and Recreational Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$342,900	\$347,518	\$4,618
Other	8,200	10,013	1,813
Total Revenues	<u>351,100</u>	<u>357,531</u>	<u>6,431</u>
<u>Expenditures</u>			
Current:			
Leisure Time Activities			
Aquatic Center	150,749	142,226	8,523
Mills Creek Golf Course	240,046	230,901	9,145
Recreation	229,062	221,894	7,168
Boat Launch Ramp	28,885	27,180	1,705
Administrative Support	16,194	12,729	3,465
Total Expenditures	<u>664,936</u>	<u>634,930</u>	<u>30,006</u>
Excess of Revenues Under Expenditures	<u>(313,836)</u>	<u>(277,399)</u>	<u>36,437</u>
<u>Other Financing Sources</u>			
Other Financing Sources	0	6,764	6,764
Operating Transfers - In	315,042	266,661	(48,381)
Total Other Financing Sources	<u>315,042</u>	<u>273,425</u>	<u>(41,617)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	1,206	(3,974)	(5,180)
Fund Balance at Beginning of Year	36	36	0
Prior Year Encumbrances Appropriated	<u>3,938</u>	<u>3,938</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$5,180</u></u>	<u><u>\$0</u></u>	<u><u>(\$5,180)</u></u>

City of Sandusky  
Fire Pension Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$107,113	\$108,844	\$1,731
Intergovernmental	13,392	15,278	1,886
Total Revenues	<u>120,505</u>	<u>124,122</u>	<u>3,617</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Fire Pension	<u>635,373</u>	<u>635,373</u>	<u>0</u>
Excess of Revenues Under Expenditures	(514,868)	(511,251)	3,617
<u>Other Financing Sources</u>			
Operating Transfers - In	<u>514,868</u>	<u>511,251</u>	<u>(3,617)</u>
Excess of Revenues and Other Financing Sources Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

City of Sandusky  
Police Pension Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$107,113	\$108,844	\$1,731
Intergovernmental	13,392	15,278	1,886
Total Revenues	<u>120,505</u>	<u>124,122</u>	<u>3,617</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Police Pension	478,939	477,615	1,324
Excess of Revenues Under Expenditures	(358,434)	(353,493)	4,941
<u>Other Financing Sources</u>			
Operating Transfers - In	358,434	353,493	(4,941)
Excess of Revenues and Other Financing Sources Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

City of Sandusky  
State Grants Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$629,240	\$621,296	(\$7,944)
Interest	86,693	50,021	(36,672)
Other	58,069	128,104	70,035
Total Revenues	<u>774,002</u>	<u>799,421</u>	<u>25,419</u>
<u>Expenditures</u>			
Current:			
Community Environment			
COPS Problem Solving	120,951	120,951	0
COPS MR-97	2,014	0	2,014
Universal Hiring Grant	17,622	17,622	0
A-F-97-172 CDBG 97-98	144,797	132,309	12,488
A-T-95-172-1 CDBG 95-96	68,892	68,890	2
A-F-94-172 CDBG 94-95	2,413	2,412	1
Local Law Enforcement Block Grant 97	78,474	78,474	0
Naturework Grant 98	100	100	0
A-F-97-172 CDBP 97-98	4,775	175,120	(170,345)
A-F-98-172 CDBP 97-99	38,005	188,000	(149,995)
Court Security Grant	10,880	10,880	0
Revolving Loan Rehabilitation	686,324	417,248	269,076
Revolving Loan Economic Development	11,965	110,743	(98,778)
DRC Probation Grant	49,112	49,109	3
Total Expenditures	<u>1,236,324</u>	<u>1,371,858</u>	<u>(135,534)</u>
Excess of Revenues Under Expenditures	(462,322)	(572,437)	(110,115)
<u>Other Financing Sources</u>			
Other Financing Sources	<u>20,902</u>	<u>20,902</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures	(441,420)	(551,535)	(110,115)
Fund Balance at Beginning of Year	1,000,113	1,000,113	0
Prior Year Encumbrances Appropriated	<u>68,881</u>	<u>68,881</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$627,574</u></u>	<u><u>\$517,459</u></u>	<u><u>(\$110,115)</u></u>

City of Sandusky  
Federal Grants Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$190,628	\$190,628	\$0
Interest	155,079	62,477	(92,602)
Total Revenues	<u>345,707</u>	<u>253,105</u>	<u>(92,602)</u>
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Police Cops Phase I	85,788	85,788	0
Police Cops More 97	208,053	208,053	0
Police Cops More	23,807	23,807	0
Total Expenditures	<u>317,648</u>	<u>317,648</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>28,059</u>	<u>(64,543)</u>	<u>(92,602)</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	0	118,379	118,379
Operating Transfers - Out	(256,346)	(256,346)	0
Total Other Financing Sources (Uses)	<u>(256,346)</u>	<u>(137,967)</u>	<u>118,379</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>(228,287)</u>	<u>(202,510)</u>	<u>25,777</u>
Fund Balance at Beginning of Year	2,772,886	2,772,886	0
Prior Year Encumbrances Appropriated	<u>12,713</u>	<u>12,713</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,557,312</u></u>	<u><u>\$2,583,089</u></u>	<u><u>\$25,777</u></u>

City of Sandusky  
Indigent Drivers Alcohol Special Revenue Fund

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

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$6,100	\$0	(\$6,100)
Fees, Licenses, and Permits	<u>14,500</u>	<u>23,050</u>	<u>8,550</u>
Total Revenues	<u>20,600</u>	<u>23,050</u>	<u>2,450</u>
<u>Expenditures</u>			
Current:			
Other			
Indigent Drivers Alcohol	<u>28,658</u>	<u>23,383</u>	<u>5,275</u>
Excess of Revenues Under Expenditures	(8,058)	(333)	7,725
Fund Balance at Beginning of Year	82,515	82,515	0
Prior Year Encumbrances Appropriated	<u>2,770</u>	<u>2,770</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$77,227</u></u>	<u><u>\$84,952</u></u>	<u><u>\$7,725</u></u>

City of Sandusky  
Enforcement and Education Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Fines and Forfeitures	\$13,200	\$14,239	\$1,039
<u>Expenditures</u>	0	0	0
Excess of Revenues Over Expenditures	13,200	14,239	1,039
Fund Balance at Beginning of Year	47,428	47,428	0
Fund Balance at End of Year	<u>\$60,628</u>	<u>\$61,667</u>	<u>\$1,039</u>

City of Sandusky  
Court Computerization Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Fines and Forfeitures	\$21,200	\$24,085	\$2,885
<u>Expenditures</u>			
Current:			
Other			
Court Computerization	25,087	18,329	6,758
Excess of Revenues Over (Under) Expenditures	(3,887)	5,756	9,643
Fund Balance at Beginning of Year	26,636	26,636	0
Prior Year Encumbrances Appropriated	9,931	9,931	0
Fund Balance at End of Year	<u>\$32,680</u>	<u>\$42,323</u>	<u>\$9,643</u>



City of Sandusky  
Indigent Telephone Special Revenue Fund

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

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Fees, Licenses, and Permits	<u>\$10,200</u>	<u>\$8,204</u>	<u>(\$1,996)</u>
<u>Expenditures</u>			
Current:			
Other			
Indigent Telephone	<u>9,900</u>	<u>4,900</u>	<u>5,000</u>
Excess of Revenues Over Expenditures	300	3,304	3,004
Fund Balance at Beginning of Year	<u>13,129</u>	<u>13,129</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$13,429</u></u>	<u><u>\$16,433</u></u>	<u><u>\$3,004</u></u>

City of Sandusky  
Municipal Probation Special Revenue Fund

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

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Fees, Licenses, and Permits	<u>\$24,500</u>	<u>\$26,531</u>	<u>\$2,031</u>
<u>Expenditures</u>			
Current:			
Other			
Municipal Probation	<u>11,333</u>	<u>8,034</u>	<u>3,299</u>
Excess of Revenues Over Expenditures	13,167	18,497	5,330
<u>Other Financing Sources</u>			
Other Financing Sources	<u>0</u>	<u>119</u>	<u>119</u>
Excess of Revenues and Other Financing Sources Over Expenditures	13,167	18,616	5,449
Fund Balance at Beginning of Year	30,066	30,066	0
Prior Year Encumbrances Appropriated	<u>357</u>	<u>357</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$43,590</u></u>	<u><u>\$49,039</u></u>	<u><u>\$5,449</u></u>

City of Sandusky  
General Trust Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Fines and Forfeitures	\$19,778	\$21,059	\$1,281
Other	515	5,158	4,643
Total Revenues	20,293	26,217	5,924
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Police Patrol	200	200	0
Contraband Trust	19,250	19,202	48
Police DARE	3,000	2,901	99
Police SRT	406	406	0
Total Security of Persons and Property	22,856	22,709	147
Leisure Time Activities Green Trust	1,000	150	850
Total Expenditures	23,856	22,859	997
Excess of Revenues Over (Under) Expenditures	(3,563)	3,358	6,921
<u>Other Financing Sources</u>			
Other Financing Sources	0	240	240
Sale of Fixed Assets	0	12,800	12,800
Total Other Financing Sources	0	13,040	13,040
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(3,563)	16,398	19,961
Fund Balance at Beginning of Year	74,045	74,045	0
Prior Year Encumbrances Appropriated	2,513	2,513	0
Fund Balance at End of Year	\$72,995	\$92,956	\$19,961

City of Sandusky  
Park Donations Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Interest	\$2,530	\$0	(\$2,530)
<u>Expenditures</u>			
Current:			
Other			
Fred Epple Trust	1,000	0	1,000
Excess of Revenues Over Expenditures	1,530	0	(1,530)
Fund Balance at Beginning of Year	108,743	108,743	0
Prior Year Encumbrances Appropriated	2,167	2,167	0
Fund Balance at End of Year	<u>\$112,440</u>	<u>\$110,910</u>	<u>(\$1,530)</u>

City of Sandusky  
Cemetery Donations Special Revenue Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$15,130	\$14,570	(\$560)
Interest	32,367	27,947	(4,420)
Other	206	0	(206)
Total Revenues	<u>47,703</u>	<u>42,517</u>	<u>(5,186)</u>
<u>Expenditures</u>			
Current:			
Public Health			
Oakland Cemetery	10,349	3,638	6,711
Chapel Restoration	3,105	794	2,311
Garden Mausoleum	6,727	1,909	4,818
Perpetual Care	13,455	1,837	11,618
Special Care	17,595	3,429	14,166
Memorial Paintings	2,070	0	2,070
Mausoleum	18,314	0	18,314
Dorn Endowment	1,034	0	1,034
Total Public Health	<u>72,649</u>	<u>11,607</u>	<u>61,042</u>
Excess of Revenues Over (Under) Expenditures	<u>(24,946)</u>	<u>30,910</u>	<u>55,856</u>
<u>Other Financing Sources</u>			
Other Financing Sources	9,888	10,713	825
Operating Transfers - In	3,000	3,000	0
Total Other Financing Sources	<u>12,888</u>	<u>13,713</u>	<u>825</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(12,058)	44,623	56,681
Fund Balance at Beginning of Year	567,749	567,749	0
Prior Year Encumbrances Appropriated	<u>358</u>	<u>358</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$556,049</u></u>	<u><u>\$612,730</u></u>	<u><u>\$56,681</u></u>

City of Sandusky  
Total - Special Revenue Funds

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$214,226	\$217,688	\$3,462
Other Local Taxes	533,030	496,040	(36,990)
Intergovernmental	1,911,029	1,924,717	13,688
Charges for Services	840,502	787,779	(52,723)
Fees, Licenses, and Permits	49,200	57,785	8,585
Fines and Forfeitures	54,178	59,383	5,205
Interest	280,192	144,397	(135,795)
Other	66,990	143,947	76,957
<b>Total Revenues</b>	<b>3,949,347</b>	<b>3,831,736</b>	<b>(117,611)</b>
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Fire Pension	635,373	635,373	0
Police Pension	478,939	477,615	1,324
Police Cops Phase I	85,788	85,788	0
Police Cops More 97	208,053	208,053	0
Police Cops More	23,807	23,807	0
Police Patrol	200	200	0
Contraband Trust	19,250	19,202	48
Police DARE	3,000	2,901	99
Police SRT	406	406	0
<b>Total Security of Persons and Property</b>	<b>1,454,816</b>	<b>1,453,345</b>	<b>1,471</b>
Public Health			
Oakland Cemetery	10,349	3,638	6,711
Chapel Restoration	3,105	794	2,311
Garden Mausoleum	6,727	1,909	4,818
Perpetual Care	13,455	1,837	11,618
Special Care	17,595	3,429	14,166
Memorial Paintings	2,070	0	2,070
Mausoleum	18,314	0	18,314
Dorn Endowment	1,034	0	1,034
<b>Total Public Health</b>	<b>72,649</b>	<b>11,607</b>	<b>61,042</b>
Leisure Time Activities			
Aquatic Center	150,749	142,226	8,523
Mills Creek Golf Course	240,046	230,901	9,145
Recreation	229,062	221,894	7,168
Boat Launch Ramp	28,885	27,180	1,705
Administrative Support	16,194	12,729	3,465
Green Trust	1,000	150	850
<b>Total Leisure Time Activities</b>	<b>665,936</b>	<b>635,080</b>	<b>30,856</b>

(continued)

City of Sandusky  
Total - Special Revenue Funds

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

	Budget	Actual	Variance Favorable (Unfavorable)
<b>Community Environment</b>			
COPS Problem Solving	\$120,951	\$120,951	\$0
COPS MR-97	2,014	0	2,014
Universal Hiring Grant	17,622	17,622	0
A-F-97-172 CDBG 97-98	144,797	132,309	12,488
A-T-95-172-1 CDBG 95-96	68,892	68,890	2
A-F-94-172 CDBG 94-95	2,413	2,412	1
Local Law Enforcement Block Grant 97	78,474	78,474	0
Naturework Grant 98	100	100	0
A-F-97-172 CDBP 97-98	4,775	175,120	(170,345)
A-F-98-172 CDBP 97-99	38,005	188,000	(149,995)
Court Security Grant	10,880	10,880	0
Revolving Loan Rehabilitation	686,324	417,248	269,076
Revolving Loan Economic Development	11,965	110,743	(98,778)
DRC Probation Grant	49,112	49,109	3
<b>Total Community Environment</b>	<b>1,236,324</b>	<b>1,371,858</b>	<b>(135,534)</b>
<b>Transportation</b>			
Street Resurfacing	48,000	0	48,000
Public Works	936,184	931,119	5,065
Traffic and Electrical Maintenance	298,918	298,844	74
Street Cleaning, Snow, and Ice Removal	63,580	63,575	5
Administrative Support	40,672	39,921	751
State Highway Maintenance and Repair	63,179	62,875	304
Public Transit System	883,254	832,297	50,957
<b>Total Transportation</b>	<b>2,333,787</b>	<b>2,228,631</b>	<b>105,156</b>
<b>Other</b>			
Indigent Drivers Alcohol	28,658	23,383	5,275
Court Computerization	25,087	18,329	6,758
Indigent Telephone	9,900	4,900	5,000
Municipal Probation	11,333	8,034	3,299
Fred Epple Trust	1,000	0	1,000
<b>Total Other</b>	<b>75,978</b>	<b>54,646</b>	<b>21,332</b>
<b>Total Expenditures</b>	<b>5,839,490</b>	<b>5,755,167</b>	<b>84,323</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(1,890,143)</b>	<b>(1,923,431)</b>	<b>(33,288)</b>
<b>Other Financing Sources (Uses)</b>			
Other Financing Sources	31,572	46,726	15,154
Sale of Fixed Assets	0	12,800	12,800
Operating Transfers - In	1,964,390	1,874,088	(90,302)
Operating Transfers - Out	(810,643)	(809,298)	1,345
<b>Total Other Financing Sources (Uses)</b>	<b>1,185,319</b>	<b>1,124,316</b>	<b>(61,003)</b>

(continued)

City of Sandusky  
Total - Special Revenue Funds

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

	Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(\$704,824)	(\$799,115)	(\$94,291)
Fund Balance at Beginning of Year	4,958,712	4,958,712	0
Prior Year Encumbrances Appropriated	318,035	318,035	0
Fund Balance at End of Year	\$4,571,923	\$4,477,632	(\$94,291)



## DEBT SERVICE FUNDS

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Debt Service funds are used to account for the accumulation of resources for, and the payment of, general and special assessment long-term obligation principal, interest, and related costs.

### General Bond Retirement Fund

To account for resources that are used for the payment of principal, interest, and fiscal charges on general obligation debt.

### Special Assessment Bond Retirement Fund

To account for special assessment monies received for the payment of principal, interest, and fiscal charges on special assessment debt.

City of Sandusky  
Debt Service Funds

Combining Balance Sheet  
December 31, 1999

	<u>General Bond Retirement</u>	<u>Special Assessment Bond Retirement</u>	<u>Total</u>
<u>Assets</u>			
Equity in Pooled Cash and Cash Equivalents	\$1,726,494	\$396,362	\$2,122,856
<u>Receivables:</u>			
Property Taxes	465,982	0	465,982
Municipal Income Taxes	138,295	0	138,295
Special Assessments	<u>0</u>	<u>3,409,403</u>	<u>3,409,403</u>
Total Assets	<u>\$2,330,771</u>	<u>\$3,805,765</u>	<u>\$6,136,536</u>
<u>Liabilities and Fund Equity</u>			
<u>Liabilities</u>			
Accounts Payable	\$0	\$1,183	\$1,183
Deferred Revenue	519,064	3,409,403	3,928,467
Notes Payable	965,000	0	965,000
Accrued Interest Payable	<u>12,671</u>	<u>0</u>	<u>12,671</u>
Total Liabilities	<u>1,496,735</u>	<u>3,410,586</u>	<u>4,907,321</u>
<u>Fund Equity</u>			
Fund Balance: Unreserved	<u>834,036</u>	<u>395,179</u>	<u>1,229,215</u>
Total Liabilities and Fund Equity	<u>\$2,330,771</u>	<u>\$3,805,765</u>	<u>\$6,136,536</u>

City of Sandusky  
Debt Service Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended December 31, 1999

	General Bond Retirement	Special Assessment Bond Retirement	Total
<u>Revenues</u>			
Property Taxes	\$12,921	\$0	\$12,921
Special Assessments	0	406,780	406,780
Intergovernmental	30,613	0	30,613
Other	797	0	797
<b>Total Revenues</b>	<b>44,331</b>	<b>406,780</b>	<b>451,111</b>
<u>Expenditures</u>			
Debt Service:			
Principal Retirement	30,000	322,238	352,238
Interest and Fiscal Charges	53,777	176,022	229,799
<b>Total Expenditures</b>	<b>83,777</b>	<b>498,260</b>	<b>582,037</b>
Excess of Revenues Under Expenditures	(39,446)	(91,480)	(130,926)
<u>Other Financing Sources</u>			
Operating Transfers - In	0	45,088	45,088
Excess of Revenues and Other Financing Sources Under Expenditures	(39,446)	(46,392)	(85,838)
Fund Balance at Beginning of Year	873,482	441,571	1,315,053
Fund Balance at End of Year	<b>\$834,036</b>	<b>\$395,179</b>	<b>\$1,229,215</b>

City of Sandusky  
General Bond Retirement Debt Service Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$456,981	\$457,152	\$171
Municipal Income Taxes	415,567	424,582	9,015
Intergovernmental	30,596	30,613	17
Other	0	654	654
Total Revenues	<u>903,144</u>	<u>913,001</u>	<u>9,857</u>
<u>Expenditures</u>			
Debt Service:			
Principal Retirement	860,000	860,000	0
Interest and Fiscal Charges	81,600	73,268	8,332
Total Expenditures	<u>941,600</u>	<u>933,268</u>	<u>8,332</u>
Excess of Revenues Under Expenditures	<u>(38,456)</u>	<u>(20,267)</u>	<u>18,189</u>
<u>Other Financing Sources</u>			
Other Financing Sources	0	143	143
Proceeds of Notes	957,627	965,000	7,373
Total Other Financing Sources	<u>957,627</u>	<u>965,143</u>	<u>7,516</u>
Excess of Revenues and Other Financing Sources Over Expenditures	919,171	944,876	25,705
Fund Balance at Beginning of Year	<u>781,618</u>	<u>781,618</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,700,789</u></u>	<u><u>\$1,726,494</u></u>	<u><u>\$25,705</u></u>

City of Sandusky  
Special Assessment Bond Retirement Debt Service Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Special Assessments	\$419,173	\$406,780	(\$12,393)
<u>Expenditures</u>			
Debt Service:			
Principal Retirement	308,548	308,545	3
Interest and Fiscal Charges	150,452	143,553	6,899
Total Expenditures	459,000	452,098	6,902
Excess of Revenues Under Expenditures	(39,827)	(45,318)	(5,491)
<u>Other Financing Sources</u>			
Operating Transfers - In	109	109	0
Excess of Revenues and Other Financing Sources Under Expenditures	(39,718)	(45,209)	(5,491)
Fund Balance at Beginning of Year	441,571	441,571	0
Fund Balance at End of Year	\$401,853	\$396,362	(\$5,491)

City of Sandusky  
Total - Debt Service Funds

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$456,981	\$457,152	\$171
Municipal Income Taxes	415,567	424,582	9,015
Special Assessments	419,173	406,780	(12,393)
Intergovernmental	30,596	30,613	17
Other	0	654	654
Total Revenues	<u>1,322,317</u>	<u>1,319,781</u>	<u>(2,536)</u>
<u>Expenditures</u>			
Debt Service:			
Principal Retirement	1,168,548	1,168,545	3
Interest and Fiscal Charges	232,052	216,821	15,231
Total Expenditures	<u>1,400,600</u>	<u>1,385,366</u>	<u>15,234</u>
Excess of Revenues Under Expenditures	<u>(78,283)</u>	<u>(65,585)</u>	<u>12,698</u>
<u>Other Financing Sources</u>			
Other Financing Sources	0	143	143
Proceeds of Notes	957,627	965,000	7,373
Operating Transfers - In	109	109	0
Total Other Financing Sources	<u>957,736</u>	<u>965,252</u>	<u>7,516</u>
Excess of Revenues and Other Financing Sources Over Expenditures	879,453	899,667	20,214
Fund Balance at Beginning of Year	<u>1,223,189</u>	<u>1,223,189</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,102,642</u></u>	<u><u>\$2,122,856</u></u>	<u><u>\$20,214</u></u>

## CAPITAL PROJECTS FUNDS

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Capital Projects funds are used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by the enterprise funds.)

### Capital Improvement Fund

To account for tax revenues and transfers used for capital improvements.

### Capital Projects Fund

To account for monies received from construction grants, proceeds of notes and loans, donations, and transfers used for capital projects.

### Redevelopment Tax Increment Fund

To account for payments collected in lieu of taxes.

### Special Assessment Improvement Fund

To finance and account for the construction of improvements or provision of services which are to be paid for, wholly or in part, from special assessments levied against the benefitted property owners.

City of Sandusky  
Capital Projects Funds

Combining Balance Sheet  
December 31, 1999

	Capital Improvement	Capital Projects	Redevelopment Tax Increment	Special Assessment Improvement	Total
<u>Assets</u>					
Equity in Pooled Cash and Cash Equivalents	\$286,645	\$7,492,264	\$518	\$161,349	\$7,940,776
Receivables:					
Municipal Income Taxes	110,636	0	0	0	110,636
Special Assessments	0	0	0	276,995	276,995
Accrued Interest	0	8,030	0	0	8,030
Due from Other Governments	14,278	43,308	0	0	57,586
Prepaid Items	0	42	0	0	42
<b>Total Assets</b>	<b>\$411,559</b>	<b>\$7,543,644</b>	<b>\$518</b>	<b>\$438,344</b>	<b>\$8,394,065</b>
<u>Liabilities and Fund Equity</u>					
<u>Liabilities</u>					
Accounts Payable	\$0	\$41,344	\$0	\$35	\$41,379
Contracts Payable	0	1,065,340	0	63,685	1,129,025
Accrued Wages Payable	0	0	0	725	725
Retainage Payable	0	177,866	0	15,361	193,227
Due to Other Governments	0	176	0	208	384
Deferred Revenue	42,466	0	0	276,995	319,461
Notes Payable	0	8,015,300	0	1,643,700	9,659,000
Accrued Interest Payable	0	107,080	0	20,874	127,954
Loan Payable	0	500,000	0	0	500,000
Compensated Absences Payable	0	0	0	404	404
<b>Total Liabilities</b>	<b>42,466</b>	<b>9,907,106</b>	<b>0</b>	<b>2,021,987</b>	<b>11,971,559</b>
<u>Fund Equity</u>					
Fund Balance:					
Reserved:					
Reserved for Encumbrances	0	5,998,331	0	31,355	6,029,686
Unreserved (Deficit)	369,093	(8,361,793)	518	(1,614,998)	(9,607,180)
<b>Total Fund Equity (Deficit)</b>	<b>369,093</b>	<b>(2,363,462)</b>	<b>518</b>	<b>(1,583,643)</b>	<b>(3,577,494)</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$411,559</b>	<b>\$7,543,644</b>	<b>\$518</b>	<b>\$438,344</b>	<b>\$8,394,065</b>



City of Sandusky  
Capital Projects Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Year Ended December 31, 1999

	<u>Capital Improvement</u>	<u>Capital Projects</u>	<u>Redevelopment Tax Increment</u>	<u>Special Assessment Improvement</u>	<u>Total</u>
<u>Revenues</u>					
Property Taxes	\$0	\$444,231	\$0	\$0	\$444,231
Municipal Income Taxes	334,345	417,931	0	0	752,276
Special Assessments	0	0	0	404,669	404,669
Intergovernmental	0	883,462	0	0	883,462
Charges for Services	0	297,387	0	81,855	379,242
Fees, Licenses, and Permits	0	31,435	0	0	31,435
Interest	42,904	136,953	0	7,211	187,068
Other	137,383	680,459	0	22,642	840,484
<b>Total Revenues</b>	<u>514,632</u>	<u>2,891,858</u>	<u>0</u>	<u>516,377</u>	<u>3,922,867</u>
<u>Expenditures</u>					
Current:					
Security of Persons and Property	\$0	\$0	\$0	\$0	\$0
Leisure Time Activities	0	0	0	0	0
Community Environment	0	0	0	0	0
Transportation	0	0	0	0	0
General Government	0	0	0	0	0
Capital Outlay	0	6,476,397	0	949,835	7,426,232
Debt Service:					
Interest and Fiscal Charges	0	209,678	0	104,909	314,587
<b>Total Expenditures</b>	<u>0</u>	<u>6,686,075</u>	<u>0</u>	<u>1,054,744</u>	<u>7,740,819</u>
Excess of Revenues Over (Under) Expenditures	<u>514,632</u>	<u>(3,794,217)</u>	<u>0</u>	<u>(538,367)</u>	<u>(3,817,952)</u>
<u>Other Financing Sources (Uses)</u>					
Proceeds of Bonds	0	0	0	780,000	780,000
Operating Transfers - In	1,809,605	3,927,779	0	183,167	5,920,551
Operating Transfers - Out	(2,692,558)	(284,454)	0	(207,686)	(3,184,698)
<b>Total Other Financing Sources (Uses)</b>	<u>(882,953)</u>	<u>3,643,325</u>	<u>0</u>	<u>755,481</u>	<u>3,515,853</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(368,321)</u>	<u>(150,892)</u>	<u>0</u>	<u>217,114</u>	<u>(302,099)</u>
Fund Balances (Deficit) at Beginning of Year	<u>737,414</u>	<u>(2,212,570)</u>	<u>518</u>	<u>(1,800,757)</u>	<u>(3,275,395)</u>
<b>Fund Balances (Deficit) at End of Year</b>	<u>\$369,093</u>	<u>(\$2,363,462)</u>	<u>\$518</u>	<u>(\$1,583,643)</u>	<u>(\$3,577,494)</u>

City of Sandusky  
Capital Improvement Capital Projects Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Municipal Income Taxes	\$332,453	\$339,666	\$7,213
Interest	100,000	118,379	18,379
<b>Total Revenues</b>	<b>432,453</b>	<b>458,045</b>	<b>25,592</b>
<u>Expenditures</u>			
	0	0	0
Excess of Revenues Over Expenditures	432,453	458,045	25,592
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	123,105	123,105	0
Operating Transfers - In	1,809,605	1,809,605	0
Operating Transfers - Out	(2,950,000)	(2,692,558)	257,442
<b>Total Other Financing Sources (Uses)</b>	<b>(1,017,290)</b>	<b>(759,848)</b>	<b>257,442</b>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(584,837)	(301,803)	283,034
Fund Balance at Beginning of Year	588,448	588,448	0
<b>Fund Balance at End of Year</b>	<b>\$3,611</b>	<b>\$286,645</b>	<b>\$283,034</b>

City of Sandusky  
Capital Projects Capital Projects Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$828,058	\$883,462	\$55,404
Charges for Services	164,762	297,387	132,625
Fees, Licenses, and Permits	25,000	30,779	5,779
Interest	28,522	120,737	92,215
Other	337,101	338,033	932
<b>Total Revenues</b>	<b>1,383,443</b>	<b>1,670,398</b>	<b>286,955</b>
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Fire	33,403	33,402	1
Leisure Time Activities			
Dorn Community Complex	12,005	12,005	0
Shoreline Park Improvement	397	396	1
Mills Creek Golf Course	210	210	0
Recreation	56	55	1
Boat Launch Ramp	704	703	1
West Battery Launch	952	952	0
Green Trust	3,000	2,225	775
<b>Total Leisure Time Activities</b>	<b>17,324</b>	<b>16,546</b>	<b>778</b>
Community Environment			
City Wide Economic Development	26,227	25,427	800
Remove Unsafe Buildings	324	324	0
Schade/Mylander Plaza	2,237	2,237	0
Downtown Revitalization	152,262	152,261	1
<b>Total Community Environment</b>	<b>181,050</b>	<b>180,249</b>	<b>801</b>
Transportation			
Columbus Avenue Microresurfacing	17	17	0
Columbus Avenue Underpass	2,485	2,429	56
Milan/Columbus Guardrail	382	193	189
West End Grade Separation	16,375	16,375	0
Lane Street Improvements	846	845	1
Street Resurfacing 1997	2,766	2,691	75
Issue II 1999 Resurfacing	1,175	1,174	1
Issue II 1997 Resurfacing	7,919	7,918	1
5th Street Reconstruction	9	9	0
Downtown Streetscape	165	164	1
Butler Street Ramp	18,568	18,568	0
Jackson Street Pier	2,741	3,169	(428)
Polk/Phase II	253	252	1
Remington	15,030	7,757	7,273
Hancock Street Parking Lot	60	4,124	(4,064)
<b>Total Transportation</b>	<b>68,791</b>	<b>65,685</b>	<b>3,106</b>

(continued)

City of Sandusky  
Capital Projects Capital Projects Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<b>General Government</b>			
Engineering	\$4,700	\$4,700	\$0
Amtrak Station	5,565	5,563	2
Court/Law Renovation	876	876	0
Amtrak Vehicle Storage	275	275	0
City Complex Relocation	15,212	15,199	13
Administrative Support	150,374	3,000	147,374
Other	5,517	4,950	567
<b>Total General Government</b>	<u>182,519</u>	<u>34,563</u>	<u>147,956</u>
<b>Capital Outlay</b>	<u>11,967,567</u>	<u>11,915,277</u>	<u>52,290</u>
<b>Debt Service:</b>			
Principal Retirement	1,860,000	1,860,000	0
Interest and Fiscal Charges	87,900	87,900	0
<b>Total Debt Service</b>	<u>1,947,900</u>	<u>1,947,900</u>	<u>0</u>
<b>Total Expenditures</b>	<u>14,398,554</u>	<u>14,193,622</u>	<u>204,932</u>
Excess of Revenues Under Expenditures	<u>(13,015,111)</u>	<u>(12,523,224)</u>	<u>491,887</u>
<b>Other Financing Sources (Uses)</b>			
Other Financing Sources	342,282	301,490	(40,792)
Proceeds of Notes	7,428,000	7,553,000	125,000
Proceeds of Loan	500,000	500,000	0
Operating Transfers - In	3,243,055	3,143,405	(99,650)
Operating Transfers - Out	(284,456)	(284,454)	2
<b>Total Other Financing Sources (Uses)</b>	<u>11,228,881</u>	<u>11,213,441</u>	<u>(15,440)</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>(1,786,230)</u>	<u>(1,309,783)</u>	<u>476,447</u>
Fund Balance at Beginning of Year	1,132,966	1,132,966	0
Prior Year Encumbrances Appropriated	<u>907,649</u>	<u>907,649</u>	<u>0</u>
<b>Fund Balance at End of Year</b>	<u><u>\$254,385</u></u>	<u><u>\$730,832</u></u>	<u><u>\$476,447</u></u>

City of Sandusky  
 Redevelopment Tax Increment Capital Projects Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>	\$0	\$0	\$0
<u>Expenditures</u>	0	0	0
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	518	518	0
Fund Balance at End of Year	\$518	\$518	\$0

City of Sandusky  
Special Assessment Improvement Capital Projects Fund

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Special Assessments	\$856,275	\$404,669	(\$451,606)
Intergovernmental	520,245	520,245	0
Charges for Services	81,972	81,855	(117)
Interest	5,448	7,211	1,763
Other	901	1,274	373
<b>Total Revenues</b>	<b>1,464,841</b>	<b>1,015,254</b>	<b>(449,587)</b>
<u>Expenditures</u>			
Current:			
Community Environment			
Remove Unsafe Buildings	89,665	87,889	1,776
Nuisance Removal	8,405	3,191	5,214
<b>Total Community Environment</b>	<b>98,070</b>	<b>91,080</b>	<b>6,990</b>
Transportation			
Sandusky Streetscape	4,830	4,829	1
Remington	1,130	1,130	0
Campbell Park/Conrail	549	549	0
Wilbert Street II	1,066	1,064	2
Sidewalk-Curb-Gutter-1998	6,140	6,139	1
Sidewalk-Curb-Gutter-1999	67,113	62,425	4,688
Winnebago	2,261	2,260	1
Columbus Street Sidewalk	700	700	0
<b>Total Transportation</b>	<b>83,789</b>	<b>79,096</b>	<b>4,693</b>
<b>Capital Outlay</b>	<b>1,412,605</b>	<b>1,399,247</b>	<b>13,358</b>
Debt Service:			
Principal Retirement	3,090,700	3,090,700	0
Interest and Fiscal Charges	120,068	120,066	2
<b>Total Debt Service</b>	<b>3,210,768</b>	<b>3,210,766</b>	<b>2</b>
<b>Total Expenditures</b>	<b>4,805,232</b>	<b>4,780,189</b>	<b>25,043</b>
Excess of Revenues Under Expenditures	(3,340,391)	(3,764,935)	(424,544)
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	21,028	21,368	340
Proceeds of Bonds	780,000	780,000	0
Proceeds of Notes	1,187,700	1,643,700	456,000
Operating Transfers - In	183,167	183,167	0
Operating Transfers - Out	(207,686)	(207,686)	0
<b>Total Other Financing Sources (Uses)</b>	<b>1,964,209</b>	<b>2,420,549</b>	<b>456,340</b>

(continued)

City of Sandusky  
Special Assessment Improvement Capital Projects Fund

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

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(\$1,376,182)	(\$1,344,386)	\$31,796
Fund Balance at Beginning of Year	576,220	576,220	0
Prior Year Encumbrances Appropriated	<u>898,160</u>	<u>898,160</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$98,198</u></u>	<u><u>\$129,994</u></u>	<u><u>\$31,796</u></u>

City of Sandusky  
Total - Capital Projects Funds

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

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Municipal Income Taxes	\$332,453	\$339,666	\$7,213
Special Assessments	856,275	404,669	(451,606)
Intergovernmental	1,348,303	1,403,707	55,404
Charges for Services	246,734	379,242	132,508
Fees, Licenses, and Permits	25,000	30,779	5,779
Interest	133,970	246,327	112,357
Other	338,002	339,307	1,305
<b>Total Revenues</b>	<b>3,280,737</b>	<b>3,143,697</b>	<b>(137,040)</b>
<u>Expenditures</u>			
Current:			
Security of Persons and Property			
Fire	33,403	33,402	1
Leisure Time Activities			
Dorn Community Complex	12,005	12,005	0
Shoreline Park Improvement	397	396	1
Mills Creek Golf Course	210	210	0
Recreation	56	55	1
Boat Launch Ramp	704	703	1
West Battery Launch	952	952	0
Green Trust	3,000	2,225	775
<b>Total Leisure Time Activities</b>	<b>17,324</b>	<b>16,546</b>	<b>778</b>
Community Environment			
City Wide Economic Development	26,227	25,427	800
Remove Unsafe Buildings	89,989	88,213	1,776
Schade/Mylander Plaza	2,237	2,237	0
Downtown Revitalization	152,262	152,261	1
Nuisance Removal	8,405	3,191	5,214
<b>Total Community Environment</b>	<b>279,120</b>	<b>271,329</b>	<b>7,791</b>
Transportation			
Columbus Avenue Microresurfacing	17	17	0
Columbus Avenue Underpass	2,485	2,429	56
Milan/Columbus Guardrail	382	193	189
West End Grade Separation	16,375	16,375	0
Lane Street Improvements	846	845	1
Street Resurfacing 1997	2,766	2,691	75
Issue II 1999 Resurfacing	1,175	1,174	1
Issue II 1997 Resurfacing	7,919	7,918	1
5th Street Reconstruction	9	9	0
Downtown Streetscape	165	164	1
Butler Street Ramp	18,568	18,568	0
Jackson Street Pier	2,741	3,169	(428)
Polk/Phase II	253	252	1
Remington	16,160	8,887	7,273
Hancock Street Parking Lot	60	4,124	(4,064)

(continued)



City of Sandusky  
Total - Capital Projects Funds

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

	Budget	Actual	Variance Favorable (Unfavorable)
Transportation (continued)			
Sandusky Streetscape	\$4,830	\$4,829	\$1
Campbell Park/Conrail	549	549	0
Wilbert St II	1,066	1,064	2
Sidewalk-Curb-Gutter-1998	6,140	6,139	1
Sidewalk-Curb-Gutter-1999	67,113	62,425	4,688
Winnebago	2,261	2,260	1
Columbus Street Sidewalk	700	700	0
<b>Total Transportation</b>	<b>152,580</b>	<b>144,781</b>	<b>7,799</b>
General Government			
Engineering	4,700	4,700	0
Amtrak Station	5,565	5,563	2
Court/Law Renovation	876	876	0
Amtrak Vehicle Storage	275	275	0
City Complex Relocation	15,212	15,199	13
Administrative Support	150,374	3,000	147,374
Other	5,517	4,950	567
<b>Total General Government</b>	<b>182,519</b>	<b>34,563</b>	<b>147,956</b>
<b>Capital Outlay</b>	<b>13,380,172</b>	<b>13,314,524</b>	<b>65,648</b>
Debt Service:			
Principal Retirement	4,950,700	4,950,700	0
Interest and Fiscal Charges	207,968	207,966	2
<b>Total Debt Service</b>	<b>5,158,668</b>	<b>5,158,666</b>	<b>2</b>
<b>Total Expenditures</b>	<b>19,203,786</b>	<b>18,973,811</b>	<b>229,975</b>
Excess of Revenues Under Expenditures	(15,923,049)	(15,830,114)	92,935
<u>Other Financing Sources (Uses)</u>			
Other Financing Sources	486,415	445,963	(40,452)
Proceeds of Notes	8,615,700	9,196,700	581,000
Proceeds of Bonds	780,000	780,000	0
Proceeds of Loan	500,000	500,000	0
Operating Transfers - In	5,235,827	5,136,177	(99,650)
Operating Transfers - Out	(3,442,142)	(3,184,698)	257,444
<b>Total Other Financing Sources (Uses)</b>	<b>12,175,800</b>	<b>12,874,142</b>	<b>698,342</b>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(3,747,249)	(2,955,972)	791,277
Fund Balance at Beginning of Year	2,298,152	2,298,152	0
Prior Year Encumbrances Appropriated	1,805,809	1,805,809	0
<b>Fund Balance at End of Year</b>	<b>\$356,712</b>	<b>\$ 1,147,989</b>	<b>\$791,277</b>

## ENTERPRISE FUNDS

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Enterprise funds are used to account for activities that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

### Water Fund

To account for operations of the water distribution system within the City and for the sale of water to Erie County.

### Sewer Fund

To account for operations of the sewer collection system within the City and for the sale of sewer service to Erie County.

City of Sandusky  
Enterprise Funds

Combining Balance Sheet  
December 31, 1999

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Assets</u>			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$2,798,684	\$1,180,795	\$3,979,479
Receivables:			
Accounts	174,520	292,114	466,634
Due from Other Governments	111,284	60,709	171,993
Materials and Supplies Inventory	291,878	73,093	364,971
Prepaid Items	16,026	18,237	34,263
Total Current Assets	<u>3,392,392</u>	<u>1,624,948</u>	<u>5,017,340</u>
Non-Current Assets:			
Fixed Assets (net of accumulated depreciation)	5,598,187	9,468,609	15,066,796
Total Assets	<u>\$8,990,579</u>	<u>\$11,093,557</u>	<u>\$20,084,136</u>
<u>Liabilities</u>			
Current Liabilities:			
Accounts Payable	\$39,888	\$78,266	\$118,154
Contracts Payable	55,923	263,506	319,429
Accrued Wages Payable	21,563	23,554	45,117
Retainage Payable	13,157	73,648	86,805
Due to Other Governments	50,175	69,168	119,343
Notes Payable	260,000	2,114,300	2,374,300
Accrued Interest Payable	16,102	48,259	64,361
Compensated Absences Payable	942	913	1,855
OWDA Loans Payable	45,333	10,861	56,194
General Obligation Bonds Payable	213,500	75,500	289,000
Total Current Liabilities	<u>716,583</u>	<u>2,757,975</u>	<u>3,474,558</u>
Non-Current Liabilities:			
Compensated Absences Payable	168,636	194,379	363,015
OWDA Loans Payable	253,632	2,140,553	2,394,285
General Obligation Bonds Payable	1,613,500	568,500	2,182,000
Total Non-Current Liabilities	<u>2,035,768</u>	<u>2,903,532</u>	<u>4,939,300</u>
Total Liabilities	<u>2,752,351</u>	<u>5,661,507</u>	<u>8,413,858</u>
<u>Fund Equity</u>			
Contributed Capital:			
Contributed from Property Taxes	0	148,561	148,561
Contributed from Special Assessments	326,916	541,319	868,235
Contributed from Intergovernmental Sources	188,719	810,317	998,736
Contributed from Other Funds	16,636	977,964	994,600
Contributed from Developers	20,965	47,394	68,059
Retained Earnings	5,684,992	2,907,395	8,592,087
Total Fund Equity	<u>6,238,228</u>	<u>5,432,350</u>	<u>11,670,278</u>
Total Liabilities and Fund Equity	<u>\$8,990,579</u>	<u>\$11,093,557</u>	<u>\$20,084,136</u>

City of Sandusky  
Enterprise Funds

Combining Statement of Revenues, Expenses,  
and Changes in Fund Equity  
For the Year Ended December 31, 1999

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Operating Revenues</u>			
Charges for Services	\$3,236,702	\$3,720,473	\$6,957,175
Other Operating Revenues	43,863	47,767	91,630
Total Operating Revenues	<u>3,280,565</u>	<u>3,768,240</u>	<u>7,048,805</u>
<u>Operating Expenses</u>			
Personal Services	1,469,712	1,668,840	3,138,552
Travel and Transportation	10,430	7,512	17,942
Contractual Services	509,906	874,501	1,384,407
Materials and Supplies	261,674	680,136	941,810
Depreciation	241,834	412,063	653,897
Other Operating Expenses	1,868	18,226	20,094
Total Operating Expenses	<u>2,495,424</u>	<u>3,661,278</u>	<u>6,156,702</u>
Operating Income	<u>785,141</u>	<u>106,962</u>	<u>892,103</u>
<u>Non-Operating Revenues (Expenses)</u>			
Gain on Disposal of Fixed Assets	2,265	1,395	3,660
Interest Income	127	248	375
Interest Expense	(180,043)	(163,700)	(343,743)
Total Non-Operating Revenues (Expenses)	<u>(177,651)</u>	<u>(162,057)</u>	<u>(339,708)</u>
Income (Loss) Before Operating Transfers	607,490	(55,095)	552,395
Operating Transfers - In	7,403	38,268	45,671
Operating Transfers - Out	(7,994)	(861,612)	(869,606)
Net Income (Loss)	606,899	(878,439)	(271,540)
Depreciation on Fixed Assets Acquired by Contributed Capital	19,110	178,366	197,476
Retained Earnings at Beginning of Year	<u>5,058,983</u>	<u>3,607,168</u>	<u>8,666,151</u>
Retained Earnings at End of Year	<u>5,684,992</u>	<u>2,907,095</u>	<u>8,592,087</u>
Contributed Capital at Beginning of Year	572,346	2,064,995	2,637,341
Contributed from Other Funds	0	638,326	638,326
Depreciation on Fixed Assets Acquired by Contributed Capital	(19,110)	(178,366)	(197,476)
Contributed Capital at End of Year	<u>553,236</u>	<u>2,524,955</u>	<u>3,078,191</u>
Total Fund Equity at End of Year	<u>\$6,238,228</u>	<u>\$5,432,050</u>	<u>\$11,670,278</u>

City of Sandusky  
Water Enterprise Fund

Schedule of Revenues, Expenses,  
and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended December 31, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$3,451,676	\$3,240,628	(\$211,048)
Proceeds of Notes	260,000	260,000	0
Proceeds of OWDA Loans	668,520	122,583	(545,937)
Sale of Fixed Assets	0	3,750	3,750
Interest Income	0	127	127
Other	25,000	43,863	18,863
<b>Total Revenues</b>	<b>4,405,196</b>	<b>3,670,951</b>	<b>(734,245)</b>
<u>Expenses</u>			
<u>Personal Services</u>			
Water Office	84,666	83,178	1,488
Waterworks Filtration	671,917	670,092	1,825
Waterworks Distribution	469,270	461,460	7,810
Administrative Support	281,830	280,524	1,306
<b>Total Personal Services</b>	<b>1,507,683</b>	<b>1,495,254</b>	<b>12,429</b>
<u>Travel and Transportation</u>			
Water Office	983	393	590
Waterworks Filtration	5,180	4,291	889
Waterworks Distribution	4,831	3,886	945
Administrative Support	5,359	2,532	2,827
<b>Total Travel and Transportation</b>	<b>16,353</b>	<b>11,102</b>	<b>5,251</b>
<u>Contractual Services</u>			
Water Office	23,392	23,270	122
Waterworks Filtration	375,929	375,377	552
Waterworks Distribution	68,045	66,959	1,086
Administrative Support	85,744	76,117	9,627
<b>Total Contractual Services</b>	<b>553,110</b>	<b>541,723</b>	<b>11,387</b>
<u>Materials and Supplies</u>			
Water Office	3,441	2,552	889
Waterworks Filtration	246,311	233,720	12,591
Waterworks Distribution	113,349	95,209	18,140
Administrative Support	24,002	15,612	8,390
<b>Total Materials and Supplies</b>	<b>387,103</b>	<b>347,093</b>	<b>40,010</b>
<u>Other</u>			
Administrative Support	10,771	1,868	8,903

(continued)

City of Sandusky  
Water Enterprise Fund

Schedule of Revenues, Expenses,  
and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended December 31, 1999  
(continued)

	Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay			
Water Office	\$8,989	\$8,989	\$0
Waterworks Filtration	350,549	330,700	19,849
Waterworks Distribution	979,291	979,291	0
Administrative Support	19,812	19,810	2
Total Capital Outlay	<u>1,358,641</u>	<u>1,338,790</u>	<u>19,851</u>
Debt Service:			
Principal Retirement	540,848	540,848	0
Interest and Fiscal Charges	179,001	179,001	0
Total Debt Service	<u>719,849</u>	<u>719,849</u>	<u>0</u>
Total Expenses	<u>4,553,510</u>	<u>4,455,679</u>	<u>97,831</u>
Excess of Revenues Under Expenses	(148,314)	(784,728)	(636,414)
Operating Transfers - In	7,403	7,403	0
Operating Transfers - Out	(72,050)	(72,050)	0
Excess of Revenues Under Expenses and Transfers	(212,961)	(849,375)	(636,414)
Fund Balance at Beginning of Year	2,484,157	2,484,157	0
Prior Year Encumbrances Appropriated	<u>567,766</u>	<u>567,766</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$2,838,962</u></u>	<u><u>\$2,202,548</u></u>	<u><u>(\$636,414)</u></u>

City of Sandusky  
Sewer Enterprise Fund

Schedule of Revenues, Expenses,  
and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended December 31, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$3,577,042	\$3,695,782	\$118,740
Proceeds of Notes	2,114,300	2,114,300	0
Proceeds of OWDA Loans	5,356,682	2,140,653	(3,216,029)
Sale of Fixed Assets	0	2,582	2,582
Interest Income	0	248	248
Other	21,917	47,767	25,850
<b>Total Revenues</b>	<b>11,069,941</b>	<b>8,001,332</b>	<b>(3,068,609)</b>
<u>Expenses</u>			
<u>Personal Services</u>			
Sewer Office	85,486	83,145	2,341
Water Pollution Control	843,065	824,673	18,392
Sewer Maintenance	482,065	475,300	6,765
Administrative Support	314,539	312,097	2,442
<b>Total Personal Services</b>	<b>1,725,155</b>	<b>1,695,215</b>	<b>29,940</b>
<u>Travel and Transportation</u>			
Sewer Office	983	393	590
Water Pollution Control	9,530	3,460	6,070
Sewer Maintenance	3,021	1,239	1,782
Administrative Support	5,368	2,542	2,826
<b>Total Travel and Transportation</b>	<b>18,902</b>	<b>7,634</b>	<b>11,268</b>
<u>Contractual Services</u>			
Sewer Office	23,388	23,267	121
Water Pollution Control	692,687	689,762	2,925
Sewer Maintenance	94,684	83,187	11,497
Administrative Support	167,356	152,738	14,618
<b>Total Contractual Services</b>	<b>978,115</b>	<b>948,954</b>	<b>29,161</b>
<u>Materials and Supplies</u>			
Sewer Office	3,441	2,591	850
Water Pollution Control	194,933	172,083	22,850
Sewer Maintenance	84,536	79,494	5,042
Administrative Support	28,802	16,993	11,809
<b>Total Materials and Supplies</b>	<b>311,712</b>	<b>271,161</b>	<b>40,551</b>
<u>Other</u>			
Administrative Support	19,328	18,226	1,102
<u>Capital Outlay</u>			
Sewer Office	26,139	26,139	0
Water Pollution Control	3,212,412	3,212,410	2
Sewer Maintenance	1,188,928	1,188,918	10
Administrative Support	26,797	26,797	0
<b>Total Capital Outlay</b>	<b>4,454,276</b>	<b>4,454,264</b>	<b>12</b>

City of Sandusky  
Sewer Enterprise Fund

Schedule of Revenues, Expenses,  
and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended December 31, 1999  
(continued)

	Budget	Actual	Variance Favorable (Unfavorable)
Debt Service:			
Principal Retirement	\$4,428,641	\$4,428,641	\$0
Interest and Fiscal Charges	246,031	246,028	3
Total Debt Service	4,674,672	4,674,669	3
Total Expenses	12,182,160	12,070,123	112,037
Excess of Revenues Under Expenses	(1,112,219)	(4,068,791)	(2,956,572)
Operating Transfers - In	102,324	102,324	0
Operating Transfers - Out	(32,259)	(32,259)	0
Excess of Revenues Under Expenses and Transfers	(1,042,154)	(3,998,726)	(2,956,572)
Fund Balance at Beginning of Year	1,244,223	1,244,223	0
Prior Year Encumbrances Appropriated	746,533	746,533	0
Fund Balance (Deficit) at End of Year	<u>\$948,602</u>	<u>(\$2,007,970)</u>	<u>(\$2,956,572)</u>



City of Sandusky  
Total - Enterprise Funds

Schedule of Revenues, Expenses,  
and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended December 31, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Charges for Services	\$7,028,718	\$6,936,410	(\$92,308)
Proceeds of Notes	2,374,300	2,374,300	0
Proceeds of OWDA Loans	6,025,202	2,263,236	(3,761,966)
Sale of Fixed Assets	0	6,332	6,332
Interest Income	0	375	375
Other	46,917	91,630	44,713
<b>Total Revenues</b>	<b>15,475,137</b>	<b>11,672,283</b>	<b>(3,802,854)</b>
<u>Expenses</u>			
<u>Personal Services</u>			
Water Office	84,666	83,178	1,488
Waterworks Filtration	671,917	670,092	1,825
Waterworks Distribution	469,270	461,460	7,810
Sewer Office	85,486	83,145	2,341
Water Pollution Control	843,065	824,673	18,392
Sewer Maintenance	482,065	475,300	6,765
Administrative Support	596,369	592,621	3,748
<b>Total Personal Services</b>	<b>3,232,838</b>	<b>3,190,469</b>	<b>42,369</b>
<u>Travel and Transportation</u>			
Water Office	983	393	590
Waterworks Filtration	5,180	4,291	889
Waterworks Distribution	4,831	3,886	945
Sewer Office	983	393	590
Water Pollution Control	9,530	3,460	6,070
Sewer Maintenance	3,021	1,239	1,782
Administrative Support	10,727	5,074	5,653
<b>Total Travel and Transportation</b>	<b>35,255</b>	<b>18,736</b>	<b>16,519</b>
<u>Contractual Services</u>			
Water Office	23,392	23,270	122
Waterworks Filtration	375,929	375,377	552
Waterworks Distribution	68,045	66,959	1,086
Sewer Office	23,388	23,267	121
Water Pollution Control	692,687	689,762	2,925
Sewer Maintenance	94,684	83,187	11,497
Administrative Support	253,100	228,855	24,245
<b>Total Contractual Services</b>	<b>1,531,225</b>	<b>1,490,677</b>	<b>40,548</b>

(continued)

City of Sandusky  
Total - Enterprise Funds

Schedule of Revenues, Expenses,  
and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the Year Ended December 31, 1999  
(continued)

	Budget	Actual	Variance Favorable (Unfavorable)
Materials and Supplies			
Water Office	\$3,441	\$2,552	\$889
Waterworks Filtration	246,311	233,720	12,591
Waterworks Distribution	113,349	95,209	18,140
Sewer Office	3,441	2,591	850
Water Pollution Control	194,933	172,083	22,850
Sewer Maintenance	84,536	79,494	5,042
Administrative Support	52,804	32,605	20,199
Total Materials and Supplies	698,815	618,254	80,561
Other			
Administrative Support	30,099	20,094	10,005
Capital Outlay			
Water Office	8,989	8,989	0
Waterworks Filtration	350,549	330,700	19,849
Waterworks Distribution	979,291	979,291	0
Sewer Office	26,139	26,139	0
Water Pollution Control	3,212,412	3,212,410	2
Sewer Maintenance	1,188,928	1,188,918	10
Administrative Support	46,609	46,607	2
Total Capital Outlay	5,812,917	5,793,054	19,863
Debt Service:			
Principal Retirement	4,969,489	4,969,489	0
Interest and Fiscal Charges	425,032	425,029	3
Total Debt Service	5,394,521	5,394,518	3
Total Expenses	16,735,670	16,525,802	209,868
Excess of Revenues Under Expenses	(1,260,533)	(4,853,519)	(3,592,986)
Operating Transfers - In	109,727	109,727	0
Operating Transfers - Out	(104,309)	(104,309)	0
Excess of Revenues Under Expenses and Transfers	(1,255,115)	(4,848,101)	(3,592,986)
Fund Balance at Beginning of Year	3,728,380	3,728,380	0
Prior Year Encumbrances Appropriated	1,314,299	1,314,299	0
Fund Balance at End of Year	\$3,787,564	\$194,578	(\$3,592,986)

City of Sandusky  
Enterprise Funds

Combining Statement of Cash Flows  
For the Year Ended December 31, 1999

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Increases (Decreases) in Cash and Cash Equivalents			
<u>Cash Flows from Operating Activities</u>			
Cash Received from Customers	\$3,240,628	\$3,695,782	\$6,936,410
Cash Payments for Personal Services	(1,494,794)	(1,694,734)	(3,189,528)
Cash Payments for Contractual Services	(507,657)	(892,701)	(1,400,358)
Cash Payments to Suppliers	(225,671)	(612,463)	(838,134)
Cash Received from Other Revenues	43,863	47,767	91,630
Cash Payments for Other Expenses	(1,868)	(18,226)	(20,094)
Net Cash Provided by Operating Activities	<u>1,054,501</u>	<u>525,425</u>	<u>1,579,926</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Operating Transfers - In	7,403	102,324	109,727
Operating Transfers - Out	(72,050)	(45,952)	(118,002)
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(64,647)</u>	<u>56,372</u>	<u>(8,275)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Principal Paid on Bond Anticipation Notes	(300,000)	(4,279,300)	(4,579,300)
Principal Paid on OWDA Loans	(27,348)	(60,148)	(87,496)
Principal Paid on General Obligation Bonds	(213,500)	(75,500)	(289,000)
Interest Paid on Bond Anticipation Notes	(11,625)	(169,716)	(181,341)
Interest Paid on OWDA Loans	(27,708)	(2,920)	(30,628)
Interest Paid on General Obligation Bonds	(139,668)	(73,392)	(213,060)
Proceeds of Notes	260,000	2,114,300	2,374,300
Proceeds of OWDA Loans	122,583	2,140,653	2,263,236
Sale of Fixed Assets	3,750	2,582	6,332
Acquisition of Fixed Assets	(909,704)	(988,565)	(1,898,269)
Net Cash Used for Capital and Related Financing Activities	<u>(1,243,220)</u>	<u>(1,392,006)</u>	<u>(2,635,226)</u>
<u>Cash Flows from Investing Activities</u>			
Interest Income	127	248	375
Net Decrease in Cash and Cash Equivalents	(253,239)	(809,961)	(1,063,200)
Cash and Cash Equivalents at Beginning of Year	<u>3,051,923</u>	<u>1,990,756</u>	<u>5,042,679</u>
Cash and Cash Equivalents at End of Year	<u>\$2,798,684</u>	<u>\$1,180,795</u>	<u>\$3,979,479</u>

(continued)

City of Sandusky  
Enterprise Funds

Combining Statement of Cash Flows  
For the Year Ended December 31, 1999  
(continued)

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u>			
Operating Income	\$785,141	\$106,962	\$892,103
<u>Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities</u>			
Depreciation	241,834	412,063	653,897
Changes in Assets and Liabilities:			
Decrease in Accounts Receivable	115,210	36,018	151,228
Increase in Due from Other Governments	(111,284)	(60,709)	(171,993)
Decrease in Materials and Supplies Inventory	13,923	7,144	21,067
Increase in Prepaid Items	(2,088)	(2,542)	(4,630)
Increase in Accounts Payable	13,969	3,974	17,943
Increase in Contracts Payable	10,963	78,202	89,165
Increase in Accrued Wages Payable	3,400	3,655	7,055
Increase (Decrease) in Retainage Payable	12,693	(28,894)	(16,201)
Decrease in Due to Other Governments	(25,315)	(28,511)	(53,826)
Decrease in Compensated Absences Payable	(3,945)	(1,937)	(5,882)
Net Cash Provided by Operating Activities	<u>\$1,054,501</u>	<u>\$525,425</u>	<u>\$1,579,926</u>

Noncash Capital Transactions

In 1999, fixed assets were constructed in the Special Assessment Improvement capital projects fund, in the amount of \$638,326, and donated to the Sewer enterprise fund. These fixed assets were capitalized and recorded as contributed capital in the Sewer enterprise fund.

## AGENCY FUNDS

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Agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

### State Patrol Transfer Fund

To account for monies deposited with the municipal court pending disposition to the City of Sandusky and the Erie County Law Library.

### Guaranteed Deposits Fund

To account for monies deposited by contractors to guarantee the satisfactory completion of a job or project. These monies are returned to the depositor or used to pay any charges after the job or project has been accepted by the engineering department.

### Sandusky Municipal Court Fund

To account for bonds and other monies deposited with the municipal court pending final disposition of the various cases.

### BSF Assessment Fund

To account for monies received and distributed pursuant to Ohio Revised Code Sections 3781.102 and 5705.09(F) regarding the building standards fee assessment.

### Income Tax Garnishment Fund

To account for monies deposited by the City for garnishing the wages of delinquent income tax accounts. These monies include both uncashed \$1 garnishment checks and the amount available for garnishment checks.

### Employee Series E Bonds Fund

To account for monies deposited from payroll deductions for the purchase of Series E Bonds for individuals as requested.

### Police Temporary Deposit Fund

To account for monies for which the police department has temporary custody due to drug law enforcement or contraband. This money is held on deposit until the court requests the funds.

City of Sandusky  
Agency Funds

Combing Balance Sheet  
December 31, 1999

	<u>State Patrol Transfer</u>	<u>Guaranteed Deposits</u>	<u>Sandusky Municipal Court</u>	<u>Income Tax Garnishment</u>
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	<u>\$1,093</u>	<u>\$33,909</u>	<u>\$104,610</u>	<u>\$497</u>
Total Assets	<u><u>\$1,093</u></u>	<u><u>\$33,909</u></u>	<u><u>\$104,610</u></u>	<u><u>\$497</u></u>
<u>Liabilities</u>				
Undistributed Assets	<u>\$1,093</u>	<u>\$33,909</u>	<u>\$104,610</u>	<u>\$497</u>
Total Liabilities	<u><u>\$1,093</u></u>	<u><u>\$33,909</u></u>	<u><u>\$104,610</u></u>	<u><u>\$497</u></u>

<u>Employee Series E Bonds</u>	<u>Police Temporary Deposit</u>	<u>Total</u>
<u>\$277</u>	<u>\$21,255</u>	<u>\$161,641</u>
<u><u>\$277</u></u>	<u><u>\$21,255</u></u>	<u><u>\$161,641</u></u>
<u>\$277</u>	<u>\$21,255</u>	<u>\$161,641</u>
<u><u>\$277</u></u>	<u><u>\$21,255</u></u>	<u><u>\$161,641</u></u>

City of Sandusky  
Agency Funds

Combining Statement of Changes in Assets and Liabilities  
For the Year Ended December 31, 1999

	Balance December 31, 1998	Additions	Reductions	Balance December 31, 1999
<u>State Patrol Transfer</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$35,677	\$34,584	\$1,093
<u>Liabilities</u>				
Undistributed Assets	\$0	\$35,677	\$34,584	\$1,093
<u>Guaranteed Deposits</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$23,420	\$10,589	\$100	\$33,909
<u>Liabilities</u>				
Undistributed Assets	\$23,420	\$10,589	\$100	\$33,909
<u>Sandusky Municipal Court</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$100,554	\$2,830,290	\$2,826,234	\$104,610
<u>Liabilities</u>				
Undistributed Assets	\$100,554	\$2,830,290	\$2,826,234	\$104,610
<u>BSF Assessment</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$144	\$2,373	\$2,517	\$0
<u>Liabilities</u>				
Undistributed Assets	\$144	\$2,373	\$2,517	\$0
<u>Income Tax Garnishment</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$196	\$3,100	\$2,799	\$497
<u>Liabilities</u>				
Undistributed Assets	\$196	\$3,100	\$2,799	\$497
<u>Employee Series E Bonds</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$155	\$17,347	\$17,225	\$277
<u>Liabilities</u>				
Undistributed Assets	\$155	\$17,347	\$17,225	\$277

(continued)



City of Sandusky  
Agency Funds

Combining Statement of Changes in Assets and Liabilities  
For the Year Ended December 31, 1999  
(continued)

	Balance December 31, 1998	Additions	Reductions	Balance December 31, 1999
<u>Police Temporary Deposit</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$20,911	\$3,618	\$3,274	\$21,255
<u>Liabilities</u>				
Undistributed Assets	\$20,911	\$3,618	\$3,274	\$21,255
<u>Total - All Funds</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$145,380	\$2,902,994	\$2,886,733	\$161,641
Total Assets	\$145,380	\$2,902,994	\$2,886,733	\$161,641
<u>Liabilities</u>				
Undistributed Assets	\$145,380	\$2,902,994	\$2,886,733	\$161,641
Total Liabilities	\$145,380	\$2,902,994	\$2,886,733	\$161,641

GENERAL FIXED ASSETS  
ACCOUNT GROUP

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The General Fixed Assets Account Group is used to account for all fixed assets of the City, except those accounted for in the enterprise funds.

City of Sandusky  
Schedule of General Fixed Assets  
by Program and Department  
December 31, 1999

Program/Department	Total	Land	Buildings	Improvement Other Than Buildings	Furniture, Fixtures, and Equipment	Construction in Progress
<b>Security of Persons and Property</b>						
Administrative	\$911,419	\$14,268	\$477,444	\$11,400	\$396,450	\$11,857
Police	993,469	0	0	2,326	991,143	0
Fire	1,811,503	0	15,595	4,920	1,790,988	0
Traffic Control	273,668	0	0	132,756	140,912	0
<b>Total Security of Persons and Property</b>	<b>3,990,059</b>	<b>14,268</b>	<b>493,039</b>	<b>151,402</b>	<b>3,319,493</b>	<b>11,857</b>
<b>Public Health</b>						
Administrative	733,386	32,189	299,883	322,655	14,346	64,313
Oakland Cemetery	378,389	0	47,200	22,949	308,240	0
<b>Total Public Health</b>	<b>1,111,775</b>	<b>32,189</b>	<b>347,083</b>	<b>345,604</b>	<b>322,586</b>	<b>64,313</b>
<b>Leisure Time Activities</b>						
Administrative	5,769,503	1,144,030	1,953,529	2,653,945	17,999	0
Parks and Greenhouse	76,733	0	12,358	18,798	45,577	0
Dorn Community Complex	135,800	0	0	135,800	0	0
Aquatic Center	46,995	0	3,817	8,658	34,520	0
Mills Creek Golf Course	303,239	0	28,580	4,618	208,997	61,044
Recreation	498,260	0	0	142,771	320,070	35,419
Boat Launch Ramp	256,609	0	0	248,979	0	7,630
<b>Total Leisure Time Activities</b>	<b>7,087,139</b>	<b>1,144,030</b>	<b>1,998,284</b>	<b>3,213,565</b>	<b>627,163</b>	<b>104,093</b>
<b>Community Environment</b>						
Administrative	950,820	759,874	1,822	128,424	60,700	0
Planning	126,686	19,500	0	0	107,186	0
Schade/Mylander Plaza	95,463	0	0	0	0	95,463
Forestry	267,670	0	0	0	267,670	0
Horticulture Services	246,033	0	0	26,100	219,933	0
<b>Total Community Environment</b>	<b>1,686,672</b>	<b>779,374</b>	<b>1,822</b>	<b>154,524</b>	<b>655,489</b>	<b>95,463</b>
<b>Transportation</b>						
Administrative	2,374,303	892,444	167,953	1,313,906	0	0
Street Maintenance	1,053,608	0	0	0	1,053,608	0
Street Cleaning	19,967	0	0	0	19,967	0
Public Transit	3,786	0	0	0	3,786	0
Butler Street Ramp	57,085	57,085	0	0	0	0
Jackson Street Pier	427,908	0	0	0	0	427,908
Hancock Street Parking Lot	1,078	0	0	0	0	1,078
Winnebago Street	19,169	0	0	0	0	19,169
<b>Total Transportation</b>	<b>3,956,904</b>	<b>949,529</b>	<b>167,953</b>	<b>1,313,906</b>	<b>1,077,361</b>	<b>448,155</b>
<b>General Government</b>						
Administrative	6,704,356	339,829	4,627,537	361,412	115,235	1,260,343
City Manager	90,234	0	0	32,376	57,858	0
Personnel Labor Relations	1,478	0	0	0	1,478	0
Purchasing	3,273	0	0	0	3,273	0
Finance	57,793	0	0	0	57,793	0
Income Tax	47,061	0	0	0	47,061	0
Data Processing	100,518	0	0	0	100,518	0
Law Director	20,850	0	0	0	20,850	0
City Commission	11,133	0	0	0	11,133	0
Municipal Court	57,534	0	0	0	57,534	0
Municipal Buildings and Lands	154,587	0	0	137,683	16,899	0
Grounds Maintenance	331,416	22,451	21,157	25,180	262,628	0
Engineering	347,014	0	0	29,086	308,728	9,200
Traffic and Electrical Maintenance	97,596	0	0	0	97,596	0
Mechanic	93,367	0	0	0	93,367	0
Court/Law Renovation	948	0	0	0	0	948
Amtrack Vehicle Storage	869,756	0	0	0	0	869,756
<b>Total General Government</b>	<b>8,988,914</b>	<b>362,280</b>	<b>4,648,694</b>	<b>585,742</b>	<b>1,251,951</b>	<b>2,140,247</b>
<b>Total General Fixed Assets</b>	<b>\$26,821,463</b>	<b>\$3,281,670</b>	<b>\$7,656,875</b>	<b>\$5,764,747</b>	<b>\$7,254,043</b>	<b>\$2,864,128</b>

City of Sandusky  
Schedule of Changes in General Fixed Assets  
by Program and Department  
For the Year Ended December 31, 1999

Program/Department	Balance December 31, 1998	Additions	Reductions	Balance December 31, 1999
<b>Security of Persons and Property</b>				
Administrative	\$874,099	\$37,320	\$0	\$911,419
Police	955,700	78,250	40,481	993,469
Fire	1,745,563	67,639	1,699	1,811,503
Traffic Control	160,864	112,804	0	273,668
<b>Total Security of Persons and Property</b>	<b>3,736,226</b>	<b>296,013</b>	<b>42,180</b>	<b>3,990,059</b>
<b>Public Health</b>				
Administrative	733,386	0	0	733,386
Oakland Cemetery	343,956	34,433	0	378,389
<b>Total Public Health</b>	<b>1,077,342</b>	<b>34,433</b>	<b>0</b>	<b>1,111,775</b>
<b>Leisure Time Activities</b>				
Administrative	5,748,877	20,626	0	5,769,503
Parks and Greenhouse	75,418	1,315	0	76,733
Dom Community Complex	0	135,800	0	135,800
Aquatic Center	47,459	0	464	46,995
Mills Creek Golf Course	232,780	83,454	12,995	303,239
Recreation	422,604	75,656	0	498,260
Boat Launch Ramp	11,466	245,143	0	256,609
<b>Total Leisure Time Activities</b>	<b>6,538,604</b>	<b>561,994</b>	<b>13,459</b>	<b>7,087,139</b>
<b>Community Environment</b>				
Administrative	911,599	39,221	0	950,820
Planning	128,176	0	1,490	126,686
Schade/Mylander Plaza	0	95,463	0	95,463
Forestry	267,670	0	0	267,670
Horticulture Services	40,282	205,751	0	246,033
<b>Total Community Environment</b>	<b>1,347,727</b>	<b>340,435</b>	<b>1,490</b>	<b>1,686,672</b>
<b>Transportation</b>				
Administrative	2,374,303	0	0	2,374,303
Street Maintenance	1,014,356	171,472	132,220	1,053,608
Street Cleaning	19,967	0	0	19,967
Public Transit	0	3,786	0	3,786
Butler Street Ramp	57,085	0	0	57,085
Jackson Street Pier	0	427,908	0	427,908
Hancock Street Parking Lot	0	1,078	0	1,078
Sandusky Streetscape	78,100	0	78,100	0
Winnebago Street	19,169	0	0	19,169
<b>Total Transportation</b>	<b>3,562,980</b>	<b>604,244</b>	<b>210,320</b>	<b>3,956,904</b>
<b>General Government</b>				
Administrative	4,403,251	2,301,105	0	6,704,356
City Manager	107,055	16,490	33,311	90,234
Personnel Labor Relations	0	1,478	0	1,478
Purchasing	3,273	0	0	3,273
Finance	55,963	1,830	0	57,793
Income Tax	40,295	6,766	0	47,061
Data Processing	68,022	32,496	0	100,518
Law Director	21,883	646	1,679	20,850
City Commission	12,623	0	1,490	11,133
Municipal Court	92,758	0	35,224	57,534
Municipal Buildings and Lands	145,699	8,888	0	154,587
Grounds Maintenance	331,416	0	0	331,416
Engineering	334,101	13,088	175	347,014
Traffic and Electrical Maintenance	14,274	83,322	0	97,596
Mechanic	92,898	469	0	93,367
Court/Law Renovation	948	0	0	948
Amtrack Vehicle Storage	602,142	267,614	0	869,756
<b>Total General Government</b>	<b>6,326,601</b>	<b>2,734,192</b>	<b>71,879</b>	<b>8,988,914</b>
<b>Total General Fixed Assets</b>	<b>\$22,589,480</b>	<b>\$4,571,311</b>	<b>\$339,328</b>	<b>\$26,821,463</b>

City of Sandusky  
 Schedule of General Fixed Assets by Source  
 December 31, 1998

	Amounts
<u>General Fixed Assets</u>	
Land	\$3,281,670
Buildings	7,656,875
Improvements Other Than Buildings	5,764,747
Furniture, Fixtures, and Equipment	7,254,043
Construction in Progress	2,864,128
Total General Fixed Assets	\$26,821,463
<u>Investment in General Fixed Assets From</u>	
General Fund Revenues	\$6,088,228
Special Revenue Fund Revenues	8,422,501
State and Federal Grants	2,152,689
Donated Assets	38,138
Bond or Note Debt	10,119,907
Total Investment in General Fixed Assets	\$26,821,463

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City of Sandusky  
 Governmental Fund Type Expenditures by Program  
 Last Ten Years

Year	Security of Persons and Property	Public Health	Leisure Time Activities	Community Environment	Transportation	General Government	Other	Capital Outlay	Debt Service	Total
1990	\$6,221,904	\$1,241,243	\$473,814	\$620,785	\$108,313	\$2,402,083	\$0	\$2,621,535	\$350,267	\$14,039,944
1991	5,465,264	1,233,741	536,701	624,969	965,581	2,742,412	550	2,631,356	399,976	14,600,550
1992	5,696,874	482,649	573,422	640,437	1,048,700	3,326,014	0	1,402,109	411,907	13,582,112
1993	6,002,453	310,374	577,063	800,603	1,157,094	2,841,671	238	2,115,834	514,298	14,319,628
1994	6,294,997	338,042	584,691	935,575	1,435,737	3,223,556	1,442	2,019,450	498,829	15,332,319
1995	6,724,044	355,436	712,284	1,177,649	1,546,568	2,882,161	14,876	3,379,297	574,556	17,366,871
1996	6,962,467	363,946	796,013	1,062,791	1,599,905	3,168,214	21,746	3,081,333	712,297	17,768,712
1997	7,059,645	391,894	808,060	2,008,903	1,566,152	3,351,429	59,532	3,700,153	807,630	19,753,398
1998	7,361,784	280,211	606,572	1,888,166	1,929,043	3,267,417	61,232	9,561,279	1,537,319	26,493,023
1999	7,927,614	258,835	619,518	2,847,660	2,175,015	3,462,839	42,637	7,426,232	990,738	25,751,088

Source: City Records

City of Sandusky  
 Governmental Fund Type Revenues by Source  
 Last Ten Years

Year	Property Taxes		Municipal Income Taxes		Special Assessments	Inter-Governmental	Charges for Services	Fees, Licenses, and Permits	Fines and Forfeitures	Interest	Other		Total
	Property Taxes	Other Local Taxes	Municipal Income Taxes	Other									
1990	\$1,127,854	\$1,997,824	\$4,912,881	\$467,743	\$2,555,339	\$363,304	\$262,890	\$582,664	\$619,150	\$1,057,241	\$13,946,890		
1991	1,042,995	2,192,522	4,884,478	541,443	2,039,991	416,546	273,341	545,734	504,093	976,114	13,417,257		
1992	1,240,901	2,318,490	5,114,024	614,685	1,780,189	378,547	278,602	504,108	370,173	311,398	12,911,117		
1993	1,209,396	2,486,361	5,373,553	564,575	2,923,719	458,060	310,594	560,960	357,752	144,649	14,389,619		
1994	1,265,333	2,916,429	5,861,338	660,780	2,670,604	762,489	338,952	588,561	417,326	97,291	15,579,103		
1995	1,176,602	3,227,828	6,178,675	572,037	2,585,948	1,004,248	379,847	670,704	535,102	271,817	16,602,808		
1996	1,391,016	3,262,141	6,447,444	615,175	3,042,267	1,113,477	415,787	728,144	593,904	251,707	17,861,062		
1997	1,400,162	2,807,588	6,449,070	539,703	3,568,865	1,054,287	665,962	750,310	966,021	397,853	18,599,821		
1998	1,523,369	3,420,412	6,943,669	661,217	6,306,993	1,230,854	551,840	789,367	1,172,590	1,592,346	24,192,657		
1999	1,999,129	3,493,101	7,018,275	811,449	5,102,313	1,402,865	622,330	872,419	1,059,212	1,494,063	23,875,156		

Source: City Records



City of Sandusky  
Real Property Tax Levies and Collections  
Last Ten Years

<u>Collection Year</u>	<u>Net Tax Levy</u>	<u>Current Collections</u>	<u>Percentage of Current Collections to Net Tax Levy</u>	<u>Delinquent Charges</u>	<u>Delinquent Collections</u>	<u>Total Collections</u>	<u>Percentage of Total Collections to Net Tax Levy</u>
1990	\$978,736	\$968,727	98.98%	\$54,669	\$35,761	\$1,004,488	102.63%
1991	970,282	996,711	102.72	44,749	10,611	1,007,322	103.82
1992	1,090,752	1,078,893	98.91	32,548	43,061	1,121,954	102.86
1993	1,088,566	1,078,833	99.11	40,082	41,548	1,120,381	102.92
1994	1,091,149	1,115,407	102.22	47,851	37,772	1,153,179	105.68
1995	1,234,568	1,133,710	91.83	45,180	38,914	1,172,624	94.98
1996	1,213,738	1,140,376	93.96	58,779	40,025	1,180,401	97.25
1997	1,245,757	1,151,578	92.44	51,312	40,464	1,192,042	95.69
1998	1,358,402	1,249,264	91.97	41,665	80,126	1,329,390	97.86
1999	1,883,592	1,812,916	96.25	141,835	74,586	1,887,502	100.21

Source: Erie County Auditor

City of Sandusky  
Assessed and Estimated Actual  
Value of Taxable Property  
Last Ten Years

Collection Year	Assessed Valuations				Estimated Actual Value
	Real	Public Utility	Tangible	Total	
1990	\$214,242,280	\$24,588,520	\$54,431,951	\$293,262,751	\$837,993,574
1991	237,982,950	23,970,110	56,079,749	318,032,809	953,333,465
1992	239,617,470	25,026,790	55,860,713	320,504,973	993,565,410
1993	242,401,870	26,211,960	52,267,043	320,880,873	1,042,862,800
1994	275,371,410	52,812,280	26,472,300	354,655,990	1,043,556,890
1995	274,800,730	24,356,850	56,443,305	355,600,885	1,080,509,160
1996	282,715,850	24,170,500	60,473,494	367,359,844	1,118,712,119
1997	311,447,790	28,747,840	61,487,103	401,682,733	1,172,681,618
1998	317,091,140	24,844,230	64,355,718	406,291,088	1,191,629,636
1999	318,326,290	22,875,100	64,159,264	405,360,654	1,166,166,661

Source: Erie County Auditor

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

Year	Assessed Valuation	Assessed to Market Ratio	City				Total City	School	County	Total
			General	Fire Pension	Police Pension	Bond Levy				
1990	\$293,262,751	35%	\$3.65	\$0.30	\$0.30	\$0.00	\$4.25	\$57.35	\$7.20	\$68.80
1991	318,032,809	35	3.65	0.30	0.30	0.00	4.25	56.95	7.20	68.40
1992	320,504,973	35	3.65	0.30	0.30	0.00	4.25	57.70	8.00	69.95
1993	320,881,872	50	3.65	0.30	0.30	0.00	4.25	63.10	8.00	75.35
1994	354,655,990	50	3.65	0.30	0.30	0.00	4.25	63.10	8.00	75.35
1995	355,600,885	35	3.65	0.30	0.30	0.00	4.25	63.10	7.80	75.15
1996	367,359,844	35	3.65	0.30	0.30	0.00	4.25	63.10	7.80	75.15
1997	401,682,733	35	3.65	0.30	0.30	0.00	4.25	67.20	8.30	79.75
1998	406,291,088	35	3.65	0.30	0.30	0.00	4.25	66.84	8.30	79.39
1999	405,360,654	35	3.65	0.30	0.30	1.26	5.51	66.84	8.30	80.65

Source: Erie County Auditor

City of Sandusky  
Principal Taxpayers  
December 31, 1999

Taxpayer	Type of Business	Total Assessed Valuation	Percent of Total City Assessed Valuation
Cedar Point, Inc.	Theme Park	\$44,860,915	11.07%
Ohio Edison Company	Electric Utility	11,377,220	2.81
Sandusky International	Central Fugal Castings	8,669,160	2.14
Sandusky Limited	Port Facilities	5,207,440	1.29
Columbia Gas	Gas Utility	5,174,580	1.28
Whirley of Ohio	Thermaformed Container	4,759,160	1.17
Ameritech	Communications	4,356,330	1.07
Norfolk & Southern Railroad	Railroad	4,147,820	1.02
S & S Realty	Realty	3,454,770	0.85
US Tsubaki	Chain	3,089,690	0.76
<b>Total Top Ten Taxpayers</b>		<b>\$95,097,085</b>	<b>23.46%</b>
<b>Total City</b>		<b>\$405,360,654</b>	

Source: Erie County Auditor

City of Sandusky  
Special Assessment Levies and Collections  
Last Ten Years

Collection Year	Current Assessment Levied	Total Assessments Collected (1)	Percentage of Collections to Amount Levied	Accumulated Delinquencies (2)
1990	\$363,367	\$311,239	85.65%	\$66,138
1991	453,896	363,260	80.03	104,779
1992	490,706	366,516	74.69	138,159
1993	460,832	423,870	91.98	194,591
1994	468,771	434,653	92.72	232,509
1995	474,115	435,287	91.81	270,517
1996	473,211	455,131	96.18	304,881
1997	463,391	446,180	96.29	333,797
1998	499,722	400,633	80.17	458,718
1999	494,836	449,241	90.79	530,898

Source: Erie County Auditor

(1) Includes only those amounts billed and collected by the County.

(2) Includes penalties and interest, if applicable.

City of Sandusky  
 Legal Debt Margin  
 December 31, 1999

Total Assessed Valuation		\$405,360,654
Overall Debt Limitation - 10.5% of Assessed Valuation		42,562,869
Gross Indebtedness	21,951,119	
Less Debt Outside Limitation:		
Bond Anticipation Notes	2,374,300	
Special Assessment Notes	2,640,000	
OWDA Loans	2,626,861	
General Obligation Bonds	2,471,000	
Special Assessment Bonds	<u>2,954,758</u>	
Net Indebtedness	8,884,200	
Less: General Bond Retirement Fund Balance	834,036	
Net Debt Margin Within 10.5% Limitation		<u>8,050,164</u>
Legal Debt Margin Within 10.5% Limitation		<u><u>\$34,512,705</u></u>

Unvoted Debt Limitation - 5.5% of Assessed Valuation		\$22,294,836
Gross Indebtedness	21,951,119	
Less Debt Outside Limitation:		
Bond Anticipation Notes	2,374,300	
Special Assessment Notes	2,640,000	
OWDA Loans	2,626,861	
General Obligation Bonds	2,471,000	
Special Assessment Bonds	<u>2,954,758</u>	
Net Indebtedness	8,884,200	
Less: General Bond Retirement Fund Balance	834,036	
Net Debt Margin Within 5.5% Limitation		<u>8,050,164</u>
Legal Debt Margin Within 5.5% Limitation		<u><u>\$14,244,672</u></u>

City of Sandusky  
 Ratio of Net General Obligation Bonded Debt to  
 Assessed Value and Net General Bonded Debt Per Capita  
 Last Ten Years

Year	Population	Assessed Value	Gross Bonded Debt (1)	Debt Service Monies Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1990	29,764	\$293,262,751	\$0	\$0	\$0	0.00%	\$0.00
1991	29,764	318,032,809	0	0	0	0.00	0.00
1992	29,764	320,504,973	600,000	0	600,000	0.19	20.16
1993	29,764	320,880,873	570,000	0	570,000	0.18	19.15
1994	29,764	354,655,990	1,420,000	0	1,420,000	0.40	47.71
1995	29,764	355,600,885	1,390,000	0	1,390,000	0.39	46.70
1996	29,764	367,359,844	1,272,000	1,192,743	79,257	0.02	2.66
1997	29,764	401,682,733	1,154,000	1,293,346	0	0.00	0.00
1998	29,764	406,291,088	420,000	873,482	0	0.00	0.00
1999	29,764	405,360,654	390,000	834,036	0	0.00	0.00

Source: Erie County Auditor

(1) Gross bonded debt equals the outstanding principal at year end on general obligation bonds payable.

City of Sandusky  
Ratio of Annual Debt Service for  
General Bonded Debt to Total Governmental Expenditures  
Last Ten Years

Year	Debt Service for General Obligation Debt			Governmental Expenditures	Ratio
	Principal	Interest	Total		
1990	\$0	\$0	\$0	\$14,039,944	0.00%
1991	0	0	0	14,600,550	0.00
1992	0	0	0	13,582,112	0.00
1993	30,000	31,725	61,725	14,319,628	0.43
1994	30,000	30,225	60,225	15,332,319	0.39
1995	30,000	28,725	58,725	17,365,871	0.34
1996	118,000	75,625	193,625	17,768,712	1.09
1997	118,000	69,285	187,285	19,753,398	0.95
1998	734,000	49,812	783,812	26,493,023	2.96
1999	30,000	22,725	52,725	25,751,088	0.20

Source: City Records



City of Sandusky  
 Computation of Direct and Overlapping Debt  
 December 31, 1999

	<u>Assessed Valuation</u>	<u>General Obligation Debt (1)</u>	<u>Percent Applicable to City of Sandusky (2)</u>	<u>Amount Applicable to City of Sandusky</u>
City of Sandusky	\$405,360,654	\$21,951,119	100.00%	\$21,951,119
Erie County	1,492,722,550	33,627,500	6.17	2,074,817
Sandusky City School District	405,360,654	2,461,744	0.00	0

Source: City Records and Erie County Auditor

(1) Includes all debt which is backed by "the full faith and credit" of the entity.

(2) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the political subdivision. The valuations used were for the 1998 tax year.

City of Sandusky  
 General Obligation - Revenue Supported - Bond Coverage  
 Water Enterprise Fund  
 Last Ten Years

Year	Gross Revenues	Operating Expenses (1)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1990	\$2,070,262	\$1,754,745	\$315,517	\$220,000	\$190,950	\$410,950	0.77
1991	2,706,163	1,941,480	764,683	220,000	262,720	482,720	1.58
1992	2,449,694	1,869,351	580,343	340,000	306,401	646,401	0.90
1993	2,774,464	1,957,749	816,715	308,500	249,482	557,982	1.46
1994	2,730,640	1,970,324	760,316	308,500	228,240	536,740	1.42
1995	2,942,055	2,111,940	830,115	308,500	206,998	515,498	1.61
1996	2,909,367	1,992,100	917,267	208,500	185,756	394,256	2.33
1997	3,008,504	2,381,713	626,791	208,500	170,057	378,557	1.66
1998	3,300,455	2,488,304	812,151	213,500	156,772	370,272	2.19
1999	3,280,565	2,495,424	785,141	213,500	139,668	353,168	2.22

Source: City Records

(1) Includes depreciation expense, excludes interest and fiscal charges.

City of Sandusky  
 General Obligation - Revenue Supported - Bond Coverage  
 Sewer Enterprise Fund  
 Last Ten Years

Year	Gross Revenues	Operating Expenses (1)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1990	\$1,821,875	\$2,162,605	(\$340,730)	\$0	\$0	\$0	N/A
1991	2,429,682	2,183,837	245,845	0	0	0	N/A
1992	2,101,572	2,280,906	(179,334)	0	0	0	N/A
1993	2,297,413	2,393,550	(96,137)	71,500	64,861	136,361	(0.71)
1994	2,460,773	2,667,729	(206,956)	74,500	60,853	135,353	(1.53)
1995	3,270,434	2,987,459	282,975	75,500	63,101	138,601	2.04
1996	3,178,778	2,754,656	424,122	75,500	52,436	127,936	3.32
1997	3,175,594	3,406,244	(230,650)	71,807	47,878	119,685	(1.93)
1998	3,372,058	3,172,342	199,716	75,500	44,019	119,519	1.67
1999	3,768,240	3,661,278	106,962	75,500	73,392	148,892	0.72

Source: City Records

(1) Includes depreciation expense, excludes interest and fiscal charges.

City of Sandusky  
Demographic Statistics  
1960 - 1990

<u>Year</u>	<u>Population</u>	<u>Dwelling Units</u>	<u>Occupied Dwelling Units Households</u>	<u>Persons Per Household</u>	<u>Owner Occupied Units</u>	<u>Median Family Income</u>
1960	31,989	7,291	7,016	4.56	3,783	\$6,526
1970 (1)	32,674	11,803	10,867	3.01	6,742	8,915
1980 (2)	31,360	13,169	11,932	2.62	7,328	16,046
1990	29,764	13,416	12,059	2.58	6,931	N/A

Source: City of Sandusky Department of Planning and Development and U.S. Bureau of the Census

(1) 1968 Figures

(2) 1979 Figures

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

Year	Total Real Property Value	Commercial Construction (1)		Residential Construction (1)		Bank Deposits (2)
		Number of Units	Value	Number of Units	Value	
1990	\$214,242,280	111	\$23,580,205	324	\$2,822,661	\$375,925,000
1991	237,982,950	98	12,062,253	268	2,583,237	388,629,000
1992	239,617,470	60	8,031,112	446	3,886,818	389,745,000
1993	242,401,870	104	11,382,543	700	4,909,685	246,542,000
1994	275,371,410	64	20,704,623	566	4,661,266	246,960,000
1995	274,800,730	96	13,438,185	584	4,602,110	245,973,000
1996	282,715,850	112	13,828,609	605	4,917,967	245,161,000
1997	311,447,790	135	10,170,285	574	4,874,666	268,944,000
1998	317,091,140	102	26,848,146	425	5,124,026	288,494,000
1999	318,326,290	109	34,400,988	491	7,184,258	283,288,000

(1) Source: Building Inspector

(2) Source: Federal Deposit Insurance Corporation and Federal Savings and Loan Insurance Corporation.  
Total Deposits for Erie County.

City of Sandusky  
Income Tax Collections  
1968-1999

Income Tax Rate 1 Percent

Year	General Fund	Street Maintenance Fund	General Bond Retirement Fund	Capital Improvement Fund	Total Collections (1)
1968	60.00%	0.00%	0.00%	40.00%	\$873,898
1969	60.00	0.00	0.00	40.00	1,354,131
1970	60.00	0.00	0.00	40.00	1,456,024
1971	60.00	0.00	0.00	40.00	1,507,636
1972	60.00	0.00	0.00	40.00	1,636,918
1973	60.00	0.00	0.00	40.00	1,812,152
1974	60.00	0.00	0.00	40.00	2,068,399
1975	70.00	0.00	0.00	30.00	2,156,669
1976	70.00	0.00	0.00	30.00	2,186,367
1977	70.00	0.00	0.00	30.00	2,456,051
1978	70.00	0.00	0.00	30.00	2,820,951
1979	70.00	0.00	0.00	30.00	3,145,229
1980	70.00	0.00	0.00	30.00	3,160,968
1981	80.00	0.00	0.00	20.00	3,108,138
1982	80.00	0.00	0.00	20.00	3,096,968
1983	90.00	0.00	0.00	10.00	3,398,780
1984	80.00	0.00	0.00	20.00	3,289,881
1985	80.00	5.00	0.00	15.00	3,618,895
1986	80.00	5.00	6.25	8.75	3,590,649
1987	91.75	0.00	6.25	2.00	4,009,896
1988	91.75	0.00	6.25	2.00	4,542,402
1989	91.75	0.00	6.25	2.00	4,607,716
1990	88.75	0.00	6.25	5.00	4,912,882
1991	88.75	0.00	6.25	5.00	4,884,478
1992	88.75	0.00	6.25	5.00	4,943,999
1993	88.75	0.00	6.25	5.00	5,373,553
1994	88.75	0.00	6.25	5.00	5,861,337
1995	88.75	0.00	6.25	5.00	6,167,312
1996	88.75	0.00	6.25	5.00	6,447,444
1997	88.75	0.00	6.25	5.00	6,449,070
1998	88.75	0.00	6.25	5.00	6,943,669
1999	88.75	0.00	6.25	5.00	7,018,275

Source: City Records

(1) 1969 - 1984 cash basis; 1985 - 1999 GAAP basis.

City of Sandusky  
Sources of Tax and Tax Related Revenue by Fund (Cash Basis)  
Last Ten Years

	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999
General Property Tax	\$1,085,022	\$853,793	\$1,055,892	\$1,038,658	\$1,072,846	\$1,176,085	\$1,194,868	\$1,202,492	\$1,308,325	\$1,324,289
Hotel-Motel Tax	344,937	427,106	429,743	488,451	483,944	582,213	636,354	625,442	705,265	777,578
Inheritance Tax	454,753	419,217	271,608	407,280	384,738	274,399	446,171	438,411	389,928	452,572
Beer and Liquor	57,362	59,917	57,874	54,248	54,490	53,062	48,168	60,388	55,841	58,185
LGF: County	473,802	449,716	373,038	467,298	450,605	529,720	573,739	609,444	629,303	708,860
LGF: State	85,341	88,000	84,807	87,328	940,178	102,117	88,671	122,665	130,085	133,162
Municipal Income Tax	4,329,407	4,378,630	4,498,123	4,606,315	4,933,504	5,536,142	5,685,585	5,828,389	6,130,550	6,151,719
Admissions Tax	1,328,851	1,419,159	1,494,448	1,667,568	1,932,767	1,985,876	2,102,163	1,973,704	2,221,205	2,181,680
Cigarette Tax	0	2,132	0	0	0	1,824	0	1,486	4,572	1,556
State Homestead/Rollback	109,442	110,062	120,316	119,556	119,437	132,996	137,647	138,056	150,742	172,538
<b>Total General Fund</b>	<b>8,268,917</b>	<b>8,207,732</b>	<b>8,385,849</b>	<b>8,936,702</b>	<b>10,372,509</b>	<b>10,394,434</b>	<b>10,913,366</b>	<b>11,000,477</b>	<b>11,725,816</b>	<b>11,962,139</b>
MVR: Local	113,379	119,284	118,533	119,588	120,178	120,954	122,767	128,926	160,223	124,010
MVR: State	194,540	199,887	197,310	203,327	202,387	199,772	205,790	203,055	207,747	218,360
Gas Tax	410,943	421,328	437,953	445,048	473,119	469,576	489,010	484,145	486,957	498,739
MVR: Local-2nd	210,657	238,561	237,890	343,510	360,522	362,861	368,300	355,127	331,427	372,030
<b>Total Street Maintenance Special Revenue Fund</b>	<b>929,519</b>	<b>979,060</b>	<b>991,686</b>	<b>1,111,473</b>	<b>1,156,206</b>	<b>1,153,163</b>	<b>1,185,867</b>	<b>1,171,253</b>	<b>1,186,354</b>	<b>1,213,139</b>
Property Tax	78,606	80,345	85,912	85,369	87,997	96,655	98,074	98,835	107,522	108,844
State Homestead/Rollback	8,995	9,046	9,889	9,827	9,817	10,931	11,313	11,347	13,579	15,278
<b>Total Fire Pension Special Revenue Fund</b>	<b>87,601</b>	<b>89,391</b>	<b>95,801</b>	<b>95,196</b>	<b>97,814</b>	<b>107,586</b>	<b>109,387</b>	<b>110,182</b>	<b>121,101</b>	<b>124,122</b>
Property Tax	78,606	80,345	85,912	85,369	87,997	96,655	98,074	98,835	107,522	108,844
State Homestead/Rollback	8,995	9,046	9,889	9,827	9,817	10,931	11,313	11,347	13,578	15,278
<b>Total Police Pension Special Revenue Fund</b>	<b>87,601</b>	<b>89,391</b>	<b>95,801</b>	<b>95,196</b>	<b>97,814</b>	<b>107,586</b>	<b>109,387</b>	<b>110,182</b>	<b>121,100</b>	<b>124,122</b>
<b>General Bond Retirement Debt Service Fund</b>	<b>295,952</b>	<b>298,081</b>	<b>300,673</b>	<b>304,784</b>	<b>329,235</b>	<b>372,138</b>	<b>377,673</b>	<b>378,887</b>	<b>404,559</b>	<b>912,347</b>
<b>Capital Improvement Capital Projects Fund</b>	<b>236,761</b>	<b>238,465</b>	<b>240,538</b>	<b>245,371</b>	<b>263,388</b>	<b>297,709</b>	<b>302,138</b>	<b>310,154</b>	<b>323,146</b>	<b>339,666</b>
<b>Total for All Fund Types</b>	<b>\$9,906,351</b>	<b>\$9,902,120</b>	<b>\$10,110,348</b>	<b>\$10,788,722</b>	<b>\$12,316,966</b>	<b>\$12,432,616</b>	<b>\$12,997,818</b>	<b>\$13,081,135</b>	<b>\$13,882,076</b>	<b>\$14,675,535</b>

Source: City Records

City of Sandusky  
Miscellaneous Statistics  
December 31, 1999

Date of Incorporation:	1818	Recreation and Culture:
Form of Government:	City Commission-City Manager	Parks and Playgrounds (233.26 acres)
Area:	14.9 sq. mi. (land 9.1, water 5.8)	Municipal Golf Course (9 holes)
Location:	Situated on Sandusky Bay, Lake Erie, midway between Cleveland and Toledo	Municipal Boat Ramp
Climatology:	Temperature 49.0 degrees, Rainfall 45.03 (avg)	Country Club, Yacht Club, and Sailing Club
Miles of Streets:	101.79 paved, 5.69 unpaved	Private Marinas
Homes:	12,059	Fishing, Hunting, Swimming, and Boating
Churches:	50, 36 denominations	Cedar Point Amusement Park
<i>Financial Institutions:</i>		Surf's Up Wave Action Pool
Banks	5	Theaters (2)
Savings and Loans	1	Industrial
Fire Protection:		73 Establishments
Number of Stations	3	14,400 Wage Earners
Number of Firemen and Officers	57	Port
Number of Fire Hydrants	915	Major Coal Loading Docks
Police Protection:		Port of Entry U.S. Immigration Service, Passport and Customs Office
Number of Stations	1	Public Utilities
Number of Policemen and Officers	55	Ohio Edison Company
Hospitals	2, Total 502 beds, 29 bassinets	Columbia Gas Company of Ohio
Education:		Water Supply
Public		Capacity of filtration plant 18 million gal.
Elementary Schools	8	Water Supply - Lake Erie
Middle Schools	2	Water Pollution Control
Secondary Schools	<u>1</u>	Capacity of plant 25 million gal.
Total	11	Transportation
Enrollment		Griffing Sandusky Airport
Elementary Schools	2,381	Freight - Conrail
Middle Schools	707	Norfolk & Southern Railroad
Secondary Schools	<u>1,313</u>	Greyhound Bus Lines
Total Enrollment	4,401	Boat Ferry Service
Communication:		Airplane Service
Newspapers		21 Trucking Lines
Sandusky Register	Circulation - 24,000	Passenger Service (freight and auto)
Morning Journal	Circulation - 50,000	Amtrak
Radio Stations		Canada - Pelee Island Streamer
WLEC 1450 AM	35 mile radius	Lake Erie Islands - Neuman Boat Lines, Goodtime I, and Island Rocket
WCPZ 102.7 FM	50 mile radius	
Television Stations		
Register Cable News Ch 41 (T.W. Teleproductions)		
Showtime, HBO, and Movie Channels available		





STATE OF OHIO  
OFFICE OF THE AUDITOR

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**CITY OF SANDUSKY**

**ERIE COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
AUGUST 22, 2000**