



**Auditor of State  
Betty Montgomery**



CITY OF BRUNSWICK  
MEDINA COUNTY

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**Auditor of State  
Betty Montgomery**

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

City of Brunswick  
Medina County  
4095 Center Road  
Brunswick, Ohio 44212

To the City Council

We have audited the financial statements of the City of Brunswick, Medina County, Ohio, (the City) as of and for the year ended December 31, 2002, and have issued our report thereon dated July 15, 2003 wherein we noted the City implemented Governmental Accounting Standards Board Statement 34. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**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 report dated July 15, 2003.

**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.

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

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

**Betty Montgomery**  
Auditor of State

July 15, 2003

# **City of Brunswick, Ohio**

## **Comprehensive Annual Financial Report**

*For the Year Ended December 31, 2002*

Issued by:

City of Brunswick  
Department of Finance

William M. White  
Acting Finance Director





## **Introductory Section**



**City of Brunswick, Ohio**  
*Comprehensive Annual Financial Report*  
*For the Year Ended December 31, 2002*  
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MAYOR  
DALE STRASSER  
  
CITY MANAGER  
ROBERT A. ZIENKOWSKI

# CITY OF BRUNSWICK

COUNCIL  
MARK ABOOD  
JOE P. DELSANTER  
SUSAN L. HAMBLEY  
JOHN ROCHA  
JOSEPH F. SALZGEBER  
TIM SMITH  
DAVID B. WADSWORTH

July 15, 2003

Members of City Council and  
Citizens of Brunswick:

The Comprehensive Annual Financial Report (CAFR) of the City of Brunswick for the year ended December 31, 2002, is hereby submitted. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data as presented is accurate in all material respects and that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included. **We make special note of the fact that this report is the City's advance and initial implementation of the GASB Statement 34 reporting model.**

This report will provide the taxpayers of Brunswick with comprehensive financial data in a format which will enable them to gain an understanding of the City of Brunswick's financial status. Copies will be made available upon request and kept in the Finance office for any persons interested.

The comprehensive annual financial report is presented in three sections:

1. The Introductory Section, which contains a Table of Contents, the Letter of Transmittal, the GFOA Certificate of Achievement, a list of the City's principal officials, and an organizational chart.
2. The Financial Section, which contains the Independent Accountants' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and notes that provide an overview of the City's financial position and operating results, and also includes Combining Statements for nonmajor funds and other Schedules that provide detailed information relative to the Basic Financial Statements.
3. The Statistical Section, which presents various tables reflecting social and economic information, financial trends and the fiscal capacity of the City of Brunswick.

## Reporting Entity

The City has reviewed its reporting entity definition in order to ensure compliance conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." For financial reporting purposes, management has considered all funds that comprise the primary government and all agencies, boards and organizations for which the City is financially accountable and its potential component units. The City is financially accountable for an organization if the organization is fiscally dependent on the City or if the City appoints a majority of the organization's governing board and (1) is



**4095 CENTER ROAD - BRUNSWICK, OHIO 44212**

CITY HALL PHONE: (330) 225-9144 - FAX: (330) 273-8023 - POLICE & FIRE PHONE: (330) 225-9111 - FAX: (330) 225-6002 - <http://www.brunswick.oh.us>

able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the City. The ability to impose its will on the organization exists if the City can either remove members of the governing board at will, modify or approve the organization's budget, modify or approve rates or fees, modify or overrule decisions of the organization's governing body, or appoint, hire, reassign or dismiss persons responsible for management of the organization's day-to-day activities. A financial benefit exists if the City is legally entitled to or can otherwise access the organization's assets. A financial burden exists if the City is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization, or if the City is obligated in some manner for the debt of the organization. No component units have been included in the City's reporting entity.

Brunswick City School District and Brunswick Community Library, have not been included in the accompanying financial statements. Neither board is appointed by the City, nor are they fiscally dependent on the City.

Under the provisions of the Ohio Revised Code Chapter 1905, the Municipal Corporation shall provide the office, salaries and a corporate seal for the Mayor's Court. The operations of this office and its related expenses and salaries are budgeted and accounted for in the general fund. The Court's revenue has no bearing on the amount budgeted for expenses and salaries.

The City is associated with the *Ohio Telecommunications Network Council*, the *Southwest Council of Governments*, and the *Northeast Ohio Public Energy Council*, as jointly governed organizations. These are presented in Note 18 of the notes to the basic financial statements.

## **The City of Brunswick**

The City of Brunswick is located in north-central Ohio, within the boundaries of Medina County, and is 12.6 square miles in area. The City is fortunate to have I-71 as a major artery running through its eastern half. Additionally, the City is only 26 miles from Cleveland.

With the adoption of the Charter in 1975, the City changed from a part-time Mayor-Council form of government to a part-time Council and full-time City Manager form of government.

The City elects a part-time Mayor whose responsibilities include ceremonial and judicial functions. Council consists of seven elected members who engage a City Manager as the chief administrator of the City. The City Manager is responsible for hiring directors for each of the following departments: Law, Finance, Safety, Service, Recreation and Community Development.

**City Services** The City provides police protection, fire protection, emergency medical services, refuse collection, street maintenance, public improvements, and general administration services for all its citizens. Water and sewer services are provided by Cleveland and Medina, respectively, and except for refuse collection, the private sector provides other major utilities for the City. The City contracts for the collection of refuse and bills residents quarterly.

Brunswick operates a Mayor's Court under the provisions of the Ohio Revised Code. The court hears all traffic and first to fourth misdemeanor charges. In the case of a "not guilty" plea, the cases are transferred to the Municipal Court in Medina.

The City has over 300 acres of land set aside for parks and open spaces. Included in this land are four community parks and eight neighborhood parks. The City's community parks are intended to serve the needs of the entire public without concentration on location. On the other hand, and to ensure that the entire public has a park available, the City offers eight neighborhood parks intended to focus on the needs of specific neighborhoods within one mile. In addition, the City currently has "open space" parks that are undeveloped by design to offer a 100 percent natural park without any constructed park apparatuses. These parks also exist in order to protect specific areas from future construction, such as wetlands. The

City also owns four park sites that are currently awaiting future development plans. Of these parks, South Park is awaiting final grant approval from *Land and Water Conservation Fund*. The grant funding was denied in 2003 and has forced the City to look into other areas of financing in order to move forward with development.

The City of Brunswick also operates a Community Recreation Center serving residents as a fitness center, community center, recreational program center and social center for public use, which includes the operation center for the local senior citizen population. The Community Recreation Center offers a full range of recreational and social activities for people of all ages and abilities. The current membership is approximately 7,800 allowing members full use of the facility for open recreation and fitness opportunities. Membership is not required to enroll in programs or attend meetings and social events. The Community Recreation Center offers a Community Concert Series hosting up to fifteen concerts, plays and speakers throughout the year.

The recently created position of Information Technology Administrator was designed to supervise, administer and design the development, procurement, installation and maintenance of the City's computer and telecommunications system. In addition, this position was designed to use technology to improve productivity and the flow of information. The Administrator will supervise the Fiber Optic Network throughout the City, which is to be operational later in 2003. The network will connect the City, the Brunswick City Schools, Brunswick Hills and two County buildings. In addition, this network will allow the use of e-mail and the sharing of vital information between the different government agencies. The Administrator is updating the City's web site towards a more interactive and real-time web site to allow citizens access to information. Currently e-mail addresses, Council Minutes, Brunswick History, Brunswick Community Recreation Center's brochure, and a "what's new" site are available at [www.brunswick.oh.us](http://www.brunswick.oh.us). Additional goals of the Administrator will be to move the City to an electronic format for most of Council's functions, which includes agendas, minutes and the Building Department files.

## **Economic Condition and Outlook**

The year 2002 saw a continuation of challenging economic conditions as businesses everywhere were struggling to maintain. Economically for the second year in a row, 2002 presented the Country, the State and the City of Brunswick with a serious reality check as all struggled with a sagging national economy. New building and expansion projects dropped substantially from our banner year in 2000. Commercial and industrial development hit its lowest dollar level of investment since 1991 and even new housing starts fell to pre-1991 levels.

Having reported that, in 2002 and into 2003, the City has shifted philosophies to a service oriented atmosphere to help shift the local economy back upwards. The Council and administration have begun to develop creative ways of opening dialog between the business owners and the City. Such communications will allow the businesses to voice their opinions and allow the City to respond and work with those opinions. The City Council and administration have teamed up with the City Chamber of Commerce and will look to create additional mediums for businesses to interact with the City. The goal will be to maintain the businesses that are already here by creating a mutually positive working relationship as well as to attract new business by promoting the City as a wonderful place to actually do business.

One project in particular that shows the mutual working relationships being developed is the corridor plan that will "re-face" the business fronts along the City's main arteries of Center Road (SR 303) and Pearl Road (SR 42). The engineering for this project will begin in 2003. In conjunction with the new development's beginning in the Brunswick Lake project, this plan will help to give Brunswick businesses the look and feel of a home-town shopping city. This is just one of several business-related projects that the City is currently and actively working on. The City Council and administration will do its best to assure local businesses that Brunswick is a great place to do business.



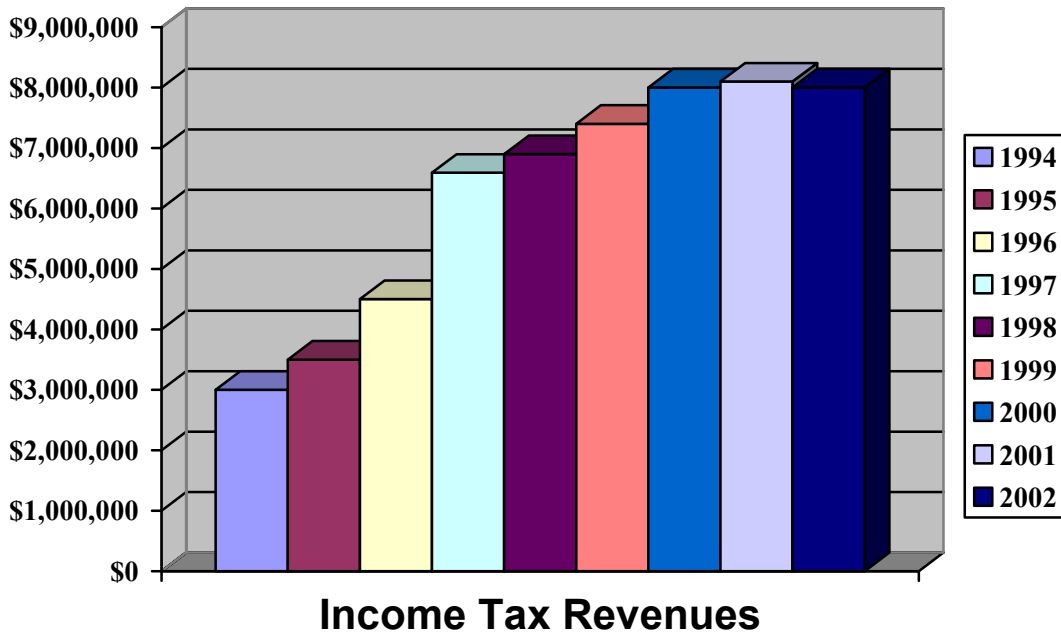
2002 saw the start of the development of the last 20-acres in the Nationwide Industrial Park and the start of a new facility for *All Construction Services* as the first project in this new industrial development. Significant expansions were started for *Pacific Tool and Die*, *IMT Triplewood* and *CarQuest* in the Nationwide and Geis Industrial Parks while smaller projects were begun for *Lighthouse Products* in the Nationwide Industrial Park and the *Gladish Multi-Tenant* facility in the Forest City Park.

New commercial facilities were started for *Family Video* after the completion of the Maxwell Drive extension. Vacancies were filled by *Arabica Coffee House* in Shenandoah Square, *East Coast Frozen Custard* closed on the former East of Chicago Pizza building on Pearl Road and will be opening in the spring of 2003, and *Tobacco Town* purchased and re-opened the long vacant former Pearl Road Taco Bell building. *Tastes of Pompeii* re-opened the former Pizza King building as a sit down Italian restaurant on Pearl Road. The vacant former Pizza Hut building was redesigned and re-opened in the spring as a *Paulies Hot Dog Restaurant*. Significant expansions were started for *Legacy Ford*, *Dollar General* at the K-Mart Plaza, *Adelphia Cable* in Laurel Square Shopping Center, *Cingular Wireless* in the Metropolitan Bank building, the *Midas Muffler* building and *Papa's Ice Cream & Hot Dogs*. The former Pearl Road McDonalds building was finally sold in mid-year to a local dentist but to date no renovation plans have been submitted to the Building Department. The former Big Boy Restaurant at K-Mart plaza was sold to *BP Oil* for a new super station and convenience store and their plans for the new facility were conditionally approved by the Planning Commission but to date no work has begun. Across the street on Center Road, the vacated Caroline's Restaurant was re-opened as *Mi-Mi's Restaurant* and appears to be doing well.

The management at Hickory Ridge Plaza re-leased the vacated Regal Cinema unit to new ownership who re-opened the 8-screen complex as *Hickory Ridge Cinema 8*. Laurel Square added tenants to most of the vacant in-line units with the addition of *D&K Store* and *Great Freight Outlet*. *Brunswick Furniture* opened their second location in the Master Pizza Plaza and *Children's Orchard* opened another location in Brunswick Market Center. *FirstMerit* completed their attractive new facility at the square.

Statistically, the commercial/industrial building activity in Brunswick during 2002 was \$8.83 million in total building activity and represented a 40 percent decrease from last year. The number of new single family home starts was 129, a 47 percent decrease from last year and well behind the 305 starts of 1998.

Another indicator of the City's economic condition is City income tax collections. The following graph, based on the modified accrual revenue figures, illustrates the steady growth in tax receipts the City has experienced over the past nine years with a leveling out period during these times of a slowing economy. Based on approved development in the Brunswick Lake area as well as several new housing developments beginning in 2003 such as the Rosewood development, the City's income tax base will continue to be solid.



During the 1990's the population grew 18.3 percent, and the family income has continued to increase as the children of the population boom have become wage earners. During the past decade, 1,927 new homes and over 760 apartment suites were built to accommodate this population. For 2000 through 2002 an additional 599 single family and 250 apartments have been added to the community.

The City's income tax base is made up of a good mix between residential (family) incomes, business incomes and business withholdings. In 2002, the biggest contributor in income tax monies was the family incomes, contributing \$4,238,000 which represents 50.5 percent of total collections. The other major portion of the City's income tax is the business withholdings, which represent 42.9 percent. Those two categories have historically increased from year to year with 2002 being the exception, where they were flat. The remaining 6.6 percent represents the net income collections from the businesses. Given the recent and well documented slowing economy, the City is in a good position given these distributions. With the smallest contributor being the most reactive to the economy, the City's tax base should continue to stay at current levels.

At February 2003, Medina County's unemployment rate was at 6.7 percent and was slightly above the State's 6.6 percent and the national average of 6.4 percent.

The expansion of the City's economic base during the past decade presented many challenges. However, the current economic situations have created new, more challenging scenarios. In order to maintain and expand the present high level of service, the City continually explores new and creative methods of obtaining additional financial resources and/or looks to create services through better management of its current resources.

To aid in growth and expansion, the Office of Economic Development (OED) was established in 1992. This office serves as the business development information center for the City. The OED builds, defines, and represents the City to qualifying industrial and commercial interest in the locations of assets of Brunswick to attract new investment in the community and encourage those already located here to expand and grow within the City. The ultimate objective of the OED is to increase the tax base of the commercial and industrial sectors and thereby generate increased wage, property and tangible tax revenue for the City and for the public school system.

## Major Initiatives

As mentioned, the City of Brunswick had taken a bold move to purchase 144 acres of land on Center Road (State Route 303). The City has approved the final plan and design presented by *Zeremba Brunswick Associates* to develop a mixed use complex to serve Brunswick's need for a community focal point, gathering place and town center. Construction began in the spring of 2003.

**Current Projects** The City has many projects in various states of development. Plans are currently being developed by a Council/administration committee to present proposals for expansion of our existing park system to ultimately have an extensive connective park system within the City. The long-range goal is to accomplish this, while preserving as many of the natural amenities as possible.

The Boston Road Project is planned to upgrade Boston Road to a three lane concrete roadway with curbing, sidewalks and storm sewers. The City anticipates securing approximately 50 percent in federal funding for the right of ways required on Boston Road. Three governments, the City of Strongsville, County of Medina, and the City of Brunswick are required to provide the remaining 50 percent of the total cost of the right of way acquisitions.

North Carpenter Road engineering is near completion for an upgrade to a full concrete roadway, curb and gutter, storm sewers and sidewalks. We anticipate construction of the three major intersections along North Carpenter Road, at Center Road, at Grafton Road, and at Boston Road to have three lanes.

The widening of Interstate 71 began in 2001 and is still in progress. This project involves widening the interstate to three lanes between Boston Road and State Route 303. In addition to the third lane, plans are near completion for the construction of a new northbound entrance ramp from State Route 303 and Interstate 71. Installation of this ramp will improve traffic flow and the safety of this intersection by allowing westbound traffic on State Route 303 to access I-71 without having to cross traffic on Route 303. The estimated cost for this ramp is \$1,000,000. The State of Ohio will contribute \$400,000, Medina County \$200,000 and the City of Brunswick \$400,000 toward the ramp construction. State Issue II funds are being considered for a portion of the City's share. If construction estimates for the ramp exceed the one million budget figure, the City of Brunswick has the option to not perform the ramp and will purchase the plans from the State of Ohio for possible future construction. The City does not anticipate borrowing funds for this project. The project should be completed in 2003.

The City has started a beautification program to enhance the aesthetic appearance of the I-71 major thoroughfare. The City has hired an engineering consultant firm for the designing of this area and will be submitting applications to the Northeast Ohio Areawide Coordinating Agency (NOACA) requesting federal funds for this project. Upon completion of the I-71 widening project, these coordinating agencies will begin this process. The anticipated date will not be until late 2003/early 2004.

The Applewood Storm Sewer project was segmented into five phases, the first and second segments are complete, engineering and property acquisition has been finalized and construction started in the spring of 2002 for the third segment. The construction for the fourth segment is anticipated to start in 2003. The City received 50 percent funding from State Issue II money for the construction of the first three phases. All the storm sewer projects are being constructed without assessing the benefited property owners.

The Historical Farm House has been renovated to accurately reflect an early 1900 facade and the inside has been restored to its original character. This house now serves as a historical museum for the public and a meeting place for the Brunswick Historical Society. Of the 32 acre historical homestead, only four acres will be the historical site, the remaining 28 acres will be developed for a community park to include three softball fields, three multipurpose turf fields for soccer, football or lacrosse, three basketball courts and a neighborhood park site to serve the "Old Presidential Neighborhood", plus walking trails, parking areas and landscaping.

Since the grand opening and dedication ceremony held July 4, 2000, the City has accomplished the restoration of the 150 year old barn to historical architecturally correct standards. The barn is used for small receptions and presentations. The City has constructed a parking lot next to the museum for tourists. Currently the City is in the process of restoring the Blacksmith Operation of the Farm. The City has been fortunate in using Community Development Block grant (CDBG) funds to pay for the restoration of these buildings.

The City has completed a city-wide trail system of trails linking parks, schools and other public areas. Several linkages are in place through agreements with developers and City owned properties. The backbone of the plan is a major trail running through the City from the north to the south. Additional plans to connect area within the City with the east and west are being considered. This master plan enables the City to work with developers, homeowner groups and schools to ensure the trail areas are plotted as development occurs.

The installation of the first "talking traffic signal" for the visually impaired during the summer of 2001 at State Route 303 and Warren Drive was the first of many changes to the traffic signal control system within the City. We are in the process of developing budget requests for the entire traffic signal system control upgrade. The City plans to use CDBG funding to upgrade signals in the near future.

The City acquired additional property adjacent to the Service Garage property for the purpose of materials storage.

Our residents are provided with written, visual and audio information concerning the City's daily operations. The City mails a quarterly Community Newsletter to each address in the City. We also have an audio kiosk system which allows a telephone caller to secure information about City operations after normal business hours, a voice mail system for all City hall phones and an interactive web site.

The City of Brunswick's transit system (BTA) began July 1, 1988, with a fleet of four buses. Since that time both the hours and days of operation and the routes were expanded to accommodate more neighborhoods with increased ridership. During 1994, BTA came into full compliance with the Americans With Disabilities Act, equipping all buses for handicapped accessibility.

The transit system operates under Section 9 Formula funding which provides reimbursements of expenditures for capital outlay on an 80 percent federal and 10 percent state basis, and provides reimbursement of administrative and daily operation costs on a 50 percent federal and 15 percent state basis. The remaining 10 percent of capital outlay and 25 percent of administrative and daily operation costs are borne by the City using fare box receipts and 1.75 percent of net monthly income tax collections.

In 2002, the City purchased two additional transit buses. These state-of-the-art buses will accommodate all handicapped riders by actually lowering to pick them up! This technology will eliminate the need for the elevators which historically broke down often and were expensive to maintain. The purchase price for the two new buses was \$404,408. The City applied for and was approved for federal grants of \$320,000 and State grants of \$80,000. In addition, the current agreement the City has with the Regional Transit Authority (RTA) will allow us to bill the remaining balance to them at a 90 percent reimbursement. In total, the City expects to pay \$441 for these two, brand-new, state-of-the-art buses. The buses were delivered in May of 2003.

Established in 1985, the Brunswick Office of Cable Television has always addressed the cable television related concerns of our residents and has been working to develop the use of the Government and Educational Access Channels. Channel B52 celebrated 17 years of service to the community this year. The Brunswick City School district hired full time staff members to develop and implement programs for the School Access Channel 50.

**Future Projects** The City's plan for a second interstate access point on Boston Road, which will be located between the City of Brunswick and the City of Strongsville, has been submitted to the Northeastern Ohio Area Coordinating Agency (NOACA). The planning, engineering and construction of the interchange is expected to take a minimum of five to seven years.

Eleven years have passed since the last addition to Brunswick City Hall. A review of the existing space, utilization and future needs requirement has been conducted. The preliminary recommendations with architectural plans for additions to City Hall have been presented to Council. Another option to be presented is the purchase of a new City Hall building located at the Brunswick Lake development. The City has saved money each year for this project and at December 31, 2002 the balance is \$638,509.

Center Road Storm Sewer Project involves the replacement of an inadequate storm sewer on Center Road adjacent to the Brunswick Heights development. Construction costs for this project are \$40,000 with local and CDBG funds.

Laurel Road West Phase III Project will involve concrete pavement, storm sewers, water mains and sidewalks. The City will assess the prospective developers for this project in 2003.

The engineering for the Waterline South of Center Project started in the spring of 2002 for replacement of inadequate water mains south of Center Road between Andrea and Princeton Drives. In 2003, the City plans to borrow the necessary funds to complete the replacement project for all the waterlines and rectify the water problems that have existed in this area for far too long. The anticipated total cost of this project is \$2,081,449.

The City administration is currently looking into a joint fire station project with surrounding communities. This joint project will help to better serve the residents in the southeast areas of Brunswick as well as those residents in the nearby surrounding communities. The City is in the initial stages of developing proposals that will show a mutually beneficial station with a fair, yet economical method of operating and equipping this station. Currently the City has over \$2 million dollars set-aside for the prospect of building a new fire station. The City Council and Administration will look at ways of using these funds to not only renovate and equip our two existing stations, but to begin funding for this new projected station.

The Fire Department is looking into utilizing their own billing system for fire and EMS calls. Currently, the City contracts with Great Lakes Billing Associates at a cost of 9.3 percent of collections. In 2002, the cost of the contract was \$29,419 with overall collections at \$315,254. The Fire Department will look to rework the current billing amount as well as eliminate ALL RESIDENTIAL billings. The Department will only bill primary and secondary insurance providers once. The City will look to expand these services to surrounding communities in the future for an additional revenue stream to the fire department operation.

## **ACCOUNTING SYSTEM AND BUDGETARY CONTROL**

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

**Budgetary Control** The budgetary process is prescribed by provision of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the

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, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the fund level. Any budgetary modifications at this level may only be made by ordinance of the City Council.

The City's computerized financial system maintains budgetary control through its purchase order/encumbrance feature. The purchase order, required before making a purchase, creates the encumbrance against the current budget. Purchase orders which result in an overrun of budget are not released until additional appropriations are made available through Council ordinance. This procedure is followed when money is available to allow an increase in appropriations. If no money is available, the purchase order is canceled.

The City Manager and the Finance Director continually monitor the encumbrances and expenditures against the budget appropriations and against the County Auditor's certificate of estimated resources. Using the budget prepared by the City the preceding July and including carry-over balances less carry-over encumbrances at year end, the County Auditor arrives at and issues the certificate of estimated resources for the City. Ohio Law prohibits total fund appropriations from exceeding the amount by fund on the County Auditor's Certificate.

***Internal Accounting and Reporting Control*** As part of its continuing commitment to excellence in financial reporting, the City utilizes a computerized financial accounting and reporting system. Enhancements to the present internal accounting controls and procedures are continually evaluated by the City Manager and the Finance Director. They oversee the appropriateness of internal control, develop procedures to enhance internal control, and consult with outside auditors to ensure that the City remains at a sound financial level of operation.

The City has built internal accounting controls into its financial accounting, budgeting and reporting system to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss resulting from unauthorized use or disposition; and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The internal accounting controls built into the City's system were developed using the concept of reasonable assurance. This concept recognizes that the cost of a control should not exceed the benefit likely to be derived from its implementation, and that the evaluation of costs and benefits should require estimates and judgments by management. We believe that the internal accounting controls adequately safeguard the City's assets and provide reasonable assurance of proper recording and reporting of financial transactions.

***Financial Condition*** This is the first year the City has prepared financial statements following GASB Statement 34. "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." GASB 34 creates new basic financial statements for reporting on the City's financial activities as follows:

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

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

***Statements of budgetary comparisons*** These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this reporting model, management is responsible for preparing a Management Discussion and Analysis of the City. This discussion follows the independent accountants' report, providing an assessment of the City finances for 2002.

## **Cash Management**

The City adheres to the regulations set forth in the Ohio Revised Code to ensure the safety of its investments. All deposits are made under contracts with local banking institutions and with the State Treasurer's Investment Pool (STAROhio). Cash temporarily idle during the year is invested in demand deposits, certificates of deposit, FNMA's, FHLB's, repurchase agreements and STAROhio. The average weighted yield to maturity on the investment portfolio was approximately 1.86 percent. On a full accrual basis, the City earned interest revenue of \$647,790 on all investments and deposits for the year ended December 31, 2002.

A majority of the City's deposits are collateralized by pooled collateral. By law, financial institutions may establish a collateral pool to cover all public funds deposited. The market value of the pooled collateral must equal 105 percent of the public funds on deposit. The collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

## **Risk Management**

In order to improve Brunswick's insurance risk, the City conferred with several consultants for advice. Coupled with the insurance market softening, these consultants have enabled the City to keep premiums at a reduced rate. To further reduce premiums, driving records of employees who drive for the City are monitored; the police are required to take defensive driving courses and domestic violence training, and the City requires ongoing training for its firefighters and emergency medical technicians. The City holds general liability and automobile coverage of \$1,000,000 per occurrence and carries liability umbrella coverage of \$10,000,000 in addition to health coverage, executive and officer coverage and faithful performance bonds on all employees.

The City provides health care for its employees and their dependents through Medical Mutual of Ohio. It also provides life insurance and accidental death and dismemberment insurance to its employees through Group Life Insurance. The option to select an HMO instead is provided to the employees and premiums are paid by the City.

## **Independent Audit**

The financial statements and financial controls of the City of Brunswick as of December 31, 2002, have been audited and an opinion rendered by the independent auditor Betty Montgomery, Auditor of State's Office. The Independent Accountant's Report is included in the financial section of this report.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to a governmental unit that publishes an easily readable and efficiently organized Comprehensive Annual Financial Report which conforms to program standards. Such a report must satisfy both generally accepted accounting principal and applicable legal requirements.

The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting and its award represents a significant accomplishment by a government and its management. GFOA awarded a Certificate of Achievement to the City of Brunswick for its CAFR for the year ended December 31, 2001. A copy of this certificate is contained within this report. This is the nineteenth award the City has received.

A Certificate of Achievement is valid for a period of one year. The City of Brunswick believes the 2002 Comprehensive Annual Financial Report conforms to the Certificate of Achievement Program requirements and standards, and has submitted it to GFOA for consideration.

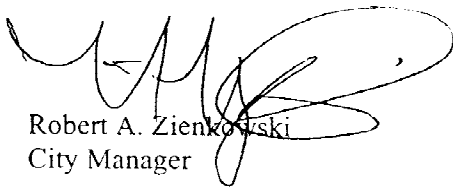
### **Acknowledgements**

The employees of the City of Brunswick are dedicated to serve its citizens. The preparation of a report of this scope depends upon the dedication of many employees, but especially to the employees in the Department of Finance who have worked on various parts of this project and to Local Government Services for their assistance and guidance in the preparation of this report.


In addition, we would like to thank Brunswick City Council, whose leadership and encouragement, made the preparation of this report possible.

We would like to take this opportunity to thank the residents and taxpayers of the City of Brunswick for entrusting us with the administration of their local government.

Respectfully submitted,



Robert A. Zienkowski  
City Manager



William M. White  
Acting Director of Finance



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Brunswick,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2001

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.



*William Patrick Galt*  
President

*Jeffrey R. Emmer*  
Executive Director

**City of Brunswick, Ohio**

*City Officials*

*Mayor*

Michael Hanes, Sr.

*Council Members*

Susan L. Hambley ..... Kathleen M. Malinak  
Tom Miller ..... John R. Rocha  
Joseph F. Salzeber ..... Dale Strasser  
David B. Wadsworth

*City Manager*

William Schuchart

*Finance Director and Tax Administrator*

Jeanne M. Zerga \*\*

*Parks and Recreation Director*

William Flecher

*Law Director*

Timothy T. Reid

*Community Development Director*

Sidney Welch

*Safety Director*

Vacant for 2002

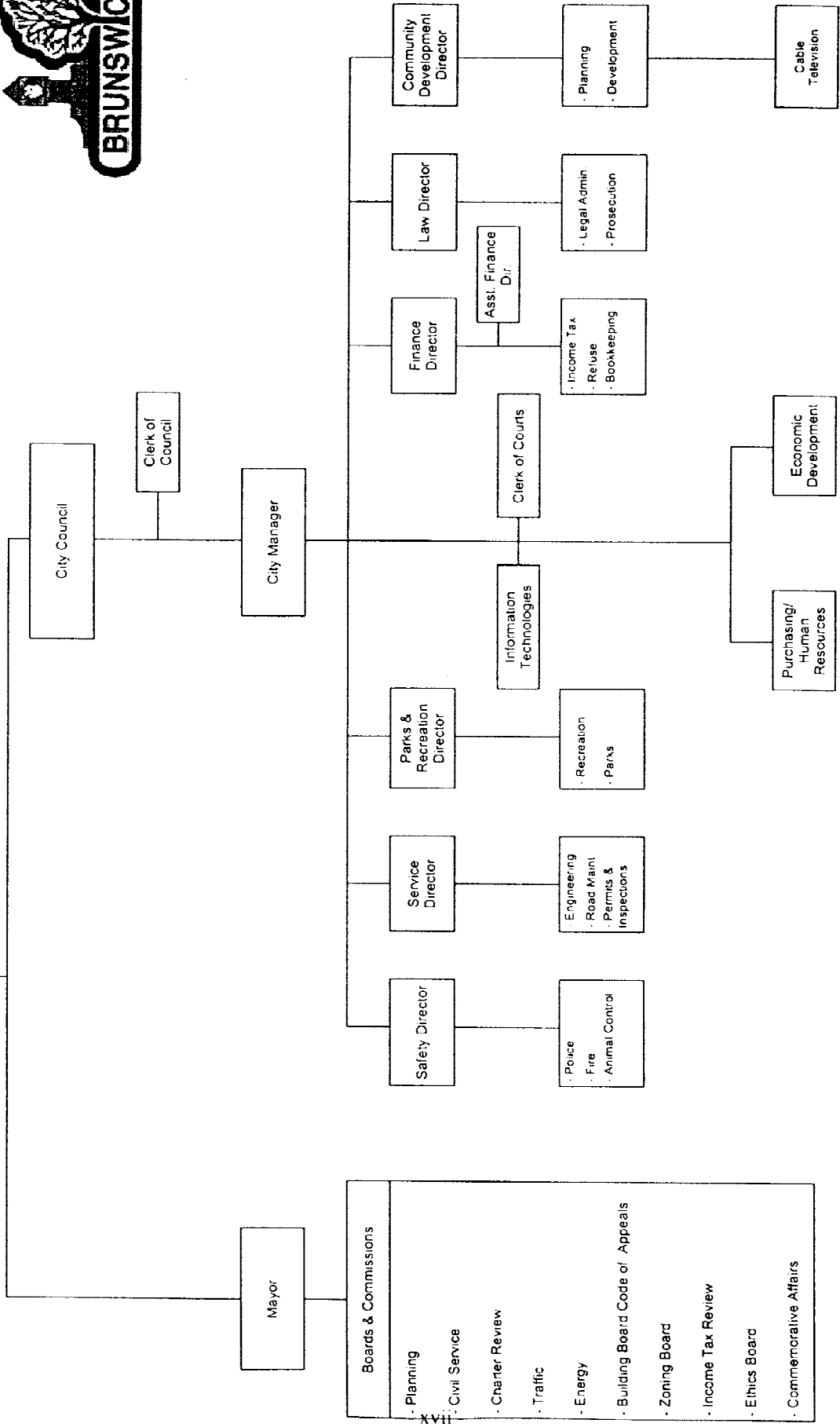
*Service Director*

Vacant for 2002

\*\* Jeanne M. Zerga left the office of Director of Finance and Tax Administrator on February 12, 2003. William M. White has been appointed Acting Finance Director.



Citizens of Brunswick



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## **Financial Section**





## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT

City of Brunswick  
Medina County  
4095 Center Road  
Brunswick, Ohio 44212

To the City Council:

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Brunswick, Medina County, Ohio, (the City) as of and for the year ended December 31, 2002, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Brunswick, Medina County, as of December 31, 2002, and the respective changes in financial position and the cash flows, where applicable, and the respective budgetary comparison for the General, Fire Department, and Street Maintenance and Repair Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, during the year ended December 31, 2002, the City implemented a new financial reporting model, as required by the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements- and Management's Discussion and Analysis- for State and Local Governments*.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 15, 2003 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. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

111 Second St., NW / Fourth Floor / Canton, OH 44702  
Telephone: (330) 438-0617 (800) 443-9272 Fax: (330) 471-0001  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information the Governmental Accounting Standards Board requires. We applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to form opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund statements and schedules and statistical tables are presented for additional analysis and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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

**Betty Montgomery**  
Auditor of State

July 15, 2003



**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2002*  
*Unaudited*

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The management's discussion and analysis of the City of Brunswick's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2002. The intent of this discussion and analyses is to look at the City's financial performance as a whole; readers should also review the transmittal letter and the basic financial statements to enhance their understanding of the City's financial performance.

### **Financial Highlights**

Key financial highlights for 2002 are:

- City income tax totaled \$8,394,582 in governmental activities. City income tax revenue continues to increase at a similar pace with the cost of living increases. However, in the future years, the City anticipates a significant percentage increase due to major commercial and residential development.
- Total assets decreased by \$963,894 over 2001, or 1.23 percent.
- Total net assets decreased by \$865,942 over 2001, or 1.34 percent.
- Total capital assets decreased by \$409,308 over 2001, or .85 percent.
- Total outstanding long-term liabilities decreased by \$1,267,270 over 2001, or 12.01 percent.

### **Using This Comprehensive Annual Financial Report (CAFR)**

This annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the City of Brunswick as a financial whole or as an entire operating entity. The statements proceed to provide an increasingly detailed look at our specific financial condition.

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

### **Reporting the City of Brunswick as a Whole**

#### ***Statement of Net Assets and Statement of Activities***

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did the City do financially during 2002?" The *Statement of Net Assets* and the *Statement of Activities* answer this question. These statements include all assets and liabilities using the accrual basis of

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2002*  
*Unaudited*

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accounting similar to the accounting method used by the private sector. The basis of this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the City's net assets and the changes in those assets. The changes in net assets are important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of the City's capital assets will also need to be evaluated.

The *Statement of Net Assets* and the *Statement of Activities* are divided into the following categories:

- Assets
- Liabilities
- Net Assets (Assets minus Liabilities)
- Program Revenue and Expenses
- General Revenues
- Net Assets Beginning of Year and Year's End

## **Reporting the City of Brunswick's Most Significant Funds**

### ***Fund Financial Statements***

The presentation of the City's major funds begins on page 18. Fund financial reports provide detailed information about the City's major funds based on the restrictions on the use of monies. The City has established many funds which account for the multitude of services, facilities and infrastructure provided to our residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Brunswick, the major funds are the general, fire department, street repair and maintenance, special assessment bond retirement, Brunswick Lake construction and refuse.

### ***Government Funds***

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

### ***Proprietary Funds***

Proprietary funds (the refuse fund) have historically operated as enterprise funds using the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in the statements for the City as a whole.

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
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*Unaudited*

**The City as a Whole**

The *Statement of Net Assets* looks at the City as a whole. Table I provides a summary of the City's net assets for 2002 compared to 2001.

**Table 1**  
**Net Assets**

	Governmental Activities		Business-Type Activities		Total	
	2002	2001	2002	2001	2002	2001
Current and Other Assets	\$28,720,311	\$29,292,026	\$738,300	\$721,171	\$29,458,611	\$30,013,197
Capital Assets, Net	47,737,131	48,143,949	17,425	19,915	47,754,556	48,163,864
<i>Total Assets</i>	<u>76,457,442</u>	<u>77,435,975</u>	<u>755,725</u>	<u>741,086</u>	<u>77,213,167</u>	<u>78,177,061</u>
<b>Liabilities</b>						
Current and Other Liabilities	3,970,503	2,804,173	120,557	117,569	4,091,060	2,921,742
Long-Term Liabilities:						
Due Within One Year	1,016,396	946,193	0	0	1,016,396	946,193
Due in More than One Year	8,267,761	9,602,834	1,428	3,828	8,269,189	9,606,662
<i>Total Liabilities</i>	<u>13,254,660</u>	<u>13,353,200</u>	<u>121,985</u>	<u>121,397</u>	<u>13,376,645</u>	<u>13,474,597</u>
<b>Net Assets</b>						
Invested in Capital Assets, Net of Related Debt	38,716,583	38,257,685	17,425	19,915	38,734,008	38,277,600
Restricted:						
Capital Projects	7,383,528	8,198,147	0	0	7,383,528	8,198,147
Debt Service	2,932,542	3,158,426	0	0	2,932,542	3,158,426
Other Purposes	6,338,339	6,500,075	0	0	6,338,339	6,500,075
Unrestricted	7,831,790	7,968,442	616,315	599,774	8,448,105	8,568,216
<i>Total Net Assets</i>	<u>\$63,202,782</u>	<u>\$64,082,775</u>	<u>\$633,740</u>	<u>\$619,689</u>	<u>\$63,836,522</u>	<u>\$64,702,464</u>

Total assets decreased by \$963,894 from 2001 to 2002. The decrease was due mainly to a large drop in cash available at the end of the year compared to the end of the year for 2001. Also, it is due to the application of depreciation on the governmental capital assets for the new reporting model, which offset the additions of new vehicles for the police, fire and maintenance departments, equipment, various road and sewer line improvements.

Total liabilities decreased by \$97,952, mainly due to a decrease in the long-term debt obligations as the principal is being paid and no new debt has been acquired, which offset the large increases in contracts payable and intergovernmental payable related to outstanding current obligations.

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
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*Unaudited*

Total net assets decreased \$865,942 with governmental net assets comprising \$879,993 and business-type activities comprising (\$14,051) of that amount. The contributing factors to this decrease were that current assets decreased mainly due to the drop in ending cash, capital assets decreased due to the recognition of depreciation for governmental funds, current liabilities increased due to the large number of contracts outstanding at year-end.

Table 2 shows the changes in net assets for the year ended December 31, 2002. Since this is the first year the City has prepared financial statements implementing GASB Statement 34, revenue and expense comparisons to 2001 are not available. In future years, when prior-year information is available, a comparative analysis of government-wide data will be presented.

**Table 2**  
**Changes in Net Assets**

	Governmental Activities <u>2002</u>	Business-Type Activities <u>2002</u>	Total <u>2002</u>
<b>Revenues</b>			
<i>Program Revenues:</i>			
Charges for Services and Sales	\$4,171,761	\$1,515,591	\$5,687,352
Operating Grants and Contributions	2,543,075	0	2,543,075
Capital Grants	755,058	0	755,058
<i>Total Program Revenues</i>	<u>7,469,894</u>	<u>1,515,591</u>	<u>8,985,485</u>
<i>General Revenues:</i>			
Property Taxes	1,838,865	0	1,838,865
Income Tax	8,394,582	0	8,394,582
Grants and Entitlements	379,161	0	379,161
Interest	647,790	0	647,790
Other	129,896	160	130,056
<i>Total General Revenues</i>	<u>11,390,294</u>	<u>160</u>	<u>11,390,454</u>
<i>Total Revenues</i>	<u>18,860,188</u>	<u>1,515,751</u>	<u>20,375,939</u>
<i>Program Expenses:</i>			
General Government	3,413,240	0	3,413,240
Security of Persons and Property	8,332,909	0	8,332,909
Transportation	4,199,350	0	4,199,350
Community Environment	1,080,047	0	1,080,047
Public Health Services	162,306	0	162,306
Leisure Time Activities	2,121,542	0	2,121,542
Refuse	0	1,501,700	1,501,700
Interest and Fiscal Charges	430,787	0	430,787
<i>Total Program Expenses</i>	<u>19,740,181</u>	<u>1,501,700</u>	<u>21,241,881</u>
Decrease in Net Assets	<u>(\$879,993)</u>	<u>\$14,051</u>	<u>(\$865,942)</u>

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
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*Unaudited*

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***Governmental Activities***

The overall financial strength of the City is stable despite the ongoing economic concerns throughout the City and the country as a whole.

Several revenue sources fund the City's governmental activities with City income tax being the largest contribution. The income tax rate of one percent was established by City Ordinance No. 6-68, passed April 8, 1968. The Income Tax Ordinance was amended on July 24, 1995 requiring proposed tax rate changes be submitted to the electors of the City for approval or rejection. On November 7, 1995 the electors approved the proposed .35 percent increase for the purpose of expanding the City's safety forces. The income tax revenue amount for 2002 was \$8,394,582. General revenues from property taxes and local government funds are also significant revenue generators. The City monitors its sources of revenue very closely for any changes or fluctuations.

The City has enjoyed a steady increase in income tax collections from 1994 through 2001. These increases slowed significantly in 2002 due largely to a sagging economy. The City has developed strong cash reserves to allow for these slowing income tax revenues. This will provide an assurance to the residents of our community that the City will continue to maintain the highest level of public safety, recreation and street and sewer infrastructures. The City of Brunswick continues to be very aggressive in collecting delinquent income tax and is continuously exploring creative methods of collecting these delinquencies.

The City has a strong economic development program which supports the outstanding growth and income tax revenues. The number of businesses; being either industrial or commercial, large or small, provide the City with an income tax base that can sustain the loss of any major tax paying entity and still be able to meet the financial needs of the City. City income tax revenues of \$8,394,582 were distributed to the following funds by the council approved ordinance: General Fund (36.20 percent), Fire Department (29.75 percent), Brunswick Transit Authority (1.25 percent), Parks Department (6.00 percent), Street Repair and Maintenance (13.00 percent), General Obligation Debt Retirement (.40 percent) and Police Levy Fund (13.40 percent).

Total governmental activities revenues for 2002 were \$18,860,188. Income tax made up 44.51 percent of total revenues for governmental activities for the City. Charges for services accounted for 22.12 percent, operating grants and contributions accounted for 13.48 percent, property taxes accounted for 9.75 percent, and the remaining 10.14 percent consisted of capital grants and contributions, grants and entitlements, investments, miscellaneous revenues and transfers. Charges for services represents receipts from the mayor's court, cable franchise fees, building permits, park development and fees, recreation center fees, emergency rescue fees, county health fees, contractor registration, retention fees, and rental fees.

Total expenses for 2002 were \$19,740,181. Security of persons and property represents the highest program expense at \$8,332,909 or 42.21 percent, followed by transportation expenses at \$4,199,350 or 21.27 percent and general government expenses at \$3,413,240 or 17.29 percent. These three, being the major City expense categories, cover the City's police department, fire department, City administration departments and street repair and maintenance including transit operations. The next two categories are leisure time activities and community environment that represent 10.75 percent and 5.47 percent, respectively, of the 2002 City expenses. Public health services, public works, and interest and fiscal charges make up the remaining 3.01 percent of expenses.

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
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*Unaudited*

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The Police Department is very efficient and continues to operate within its operating budget. The department has a pension levy that is utilized to allow for greater portions of their operating budget to go towards the purchases of cutting-edge software and other police equipment. The Police Department is funded primarily from revenues generated through the City's income tax and is operated within the general fund.

In 2002, the Fire Department continues to operate as a full-time Fire Department and is funded with income tax collections and rescue billing collections. The department currently employs 24 full-time firefighters/EMT personnel. The Department is headed up by a full-time chief and a full-time captain. Currently, the Fire Department participates in the City's capital replacement program. The program provides for the continuous replacement of fire vehicles and safety equipment.

Transportation costs of \$4,199,350 or 21.27 percent of the 2002 program expenses were used for the maintenance and repairs to the City's roads and infrastructure as well as to operate the City's Brunswick Transit Alternative (BTA). The City paid for these projects primarily from the City's motor vehicle license tax, permissive motor vehicle license charge and gasoline taxes in addition to 13.0 percent of the City's income tax. The City takes great pride in maintaining its streets in above average condition and continues to set aside money towards future capital improvements within the street maintenance and repair fund as well as the capital replacement fund. In 2002 the State routes of 303 and 42 were resurfaced by the State at no additional cost to the City. In assessing roads and potential future infrastructure projects, the City has always applied for State Issue II monies when applicable as well as searched for joint projects with surrounding communities and the County.

As mentioned, the City operates its own public transit system. Currently, the City has contracted with Buckeye Transit as our transport provider. Buckeye Transit's relationship with the City is to operate, maintain and manage the transit system within the agreed upon guidelines set forth in the contract. As a result of the City's BTA system, a large portion of expenses needed to operate such a fund is reimbursable through the Regional Transit Authority (RTA) and Northeast Ohio Areawide Coordinating Agency (NOACA). 2002 reimbursements totaled \$189,208 and the total operating expenses were \$276,226. Finally, the City applied for and was awarded grants totaling \$480,000 for the purchase of two new transit buses. The buses were delivered in May, 2003.

Table 3 presents a summary for governmental and business-type activities, the total cost of services and the net cost of providing these services. Comparison to 2001 has not been made since they are not available.

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2002*  
*Unaudited*

**Table 3**  
**Cost of Services**

	Governmental Activities		Business-Type Activities		Total	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
	2002	2002	2002	2002	2002	2002
General Government	\$3,413,240	(\$1,454,285)	\$0	\$0	\$3,413,240	(\$1,454,285)
Security of Persons and Property	8,332,909	(6,920,579)	0	0	8,332,909	(6,920,579)
Transportation	4,199,350	(2,277,733)	0	0	4,199,350	(2,277,733)
Community Environment	1,080,047	(405,206)	0	0	1,080,047	(405,206)
Public Health Services	162,306	92,441	0	0	162,306	92,441
Leisure Time Activities	2,121,542	(874,138)	0	0	2,121,542	(874,138)
Refuse Operations	0	0	1,501,700	13,891	1,501,700	13,891
Interest and Fiscal Charges	430,787	(430,787)	0	0	430,787	(430,787)
<i>Total Cost of Services</i>	<u>\$19,740,181</u>	<u>(\$12,270,287)</u>	<u>\$1,501,700</u>	<u>\$13,891</u>	<u>\$21,241,881</u>	<u>(\$12,256,396)</u>

The only departments that received enough revenues to cover their operations for the year was the waterworks improvement special revenue fund which is classified under public health services and the refuse business-type fund. All other departments rely on the property taxes and income taxes that are part of the general revenues of the City to cover their yearly expenses.

**The City's Funds**

The City of Brunswick uses fund accounting as mandated by governmental legal requirements. The importance of accounting and reporting using this method is to demonstrate compliance with these finance related requirements.

**Governmental Funds**

Information about the City's governmental funds begins on page 18. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$18,234,480 and expenditures of \$20,168,142. The most significant fund is the general fund with a year-end balance of \$6,899,771, which included an unreserved fund balance of \$3,828,248, compared to annual expenditures of \$7,717,128. While revenues exceeded expenditures by \$569,203, that plus a portion of the prior year fund balance for a total of \$1,036,791, was transferred to other funds. These transferred funds enabled the City to fund the I-71 North Ramp project, the Maxwell/Hadcock project, the Fireside Culvert Project, the Recreation Center's Summer Concert Series project, service long-term debt, reduce the cost of short-term debt and fund capital improvements.

The City focuses on its governmental funds in order to paint a financial picture on activities as they provide information on how the City did over a period of one year as well as where the City's funds stood at December 31, 2002. The information provided is useful to determine what the City's spendable balances are. One balance in particular that the City has focused on maintaining is the unreserved fund

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2002*  
*Unaudited*

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balances that demonstrate the City's solid cash reserves. At December 31, 2002 the City's combined ending cash and cash equivalent balance was \$16,016,695. Along those same lines, the City's 2002 ending combined governmental fund balance is \$18,909,716. Of this balance, \$8,877,258 is classified as unreserved fund balances whose use is limited as to how they may be spent. The remaining \$3,828,248 is spent at the discretion of Council. The reserved portions are not spendable because they are committed to satisfy the following: 1.) carry-forward purchase order encumbrances (\$342,794), 2.) unclaimed funds (\$228,218), 3.) repayment of revolving loans (\$95,030), 4.) repayment of past cash advance (\$2,642,000), 5.) current City assets being held for the specific purpose of reselling them (\$2,730,275), and 6.) monies designated for insurance payments (\$165,893).

***Business-Type Funds***

As mentioned earlier, the City's lone business-type activity is the refuse fund. Total assets increased by \$14,639 from 2001 to 2002. Ending cash balance increased 8.0 percent from \$529,931 in 2001 to \$572,358 in 2002, while accounts receivable decreased 13.2 percent from \$191,240 to \$165,942.

Charges for services decreased by \$22,622 from 2001 to 2002. The decrease is a result of a large amount of delinquencies outstanding collected during 2001 and not in 2002. Although, there was an increase of revenues based on the City's current quarterly refuse collections bill of \$36.36 per account, this translates into an estimated 247 additional refuse accounts. This increase in accounts shows a very positive sign that the City is continuing to grow with new homes being built. The refuse collection billing is a very accurate indicator to the progress of new housing developments and as such, the administration pays close attention to the increases.

***General Fund Budgeting Highlights***

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the general fund. During the course of 2002, the City amended its general fund budget several times for a total increase in estimated revenues of \$125,573. At the direction of Council, all capital projects and requests for capital type purchases must be reviewed and approved individually by Council. Recommendations and requests for budget changes are referred to the Finance Committee of City Council for review, after which they are sent to Council work session for presentation before going to the formal Council meeting for ordinance enactment on the change. Although the City's legal level of control is at the fund level which allows interdepartmental budget changes that modify line items within departments within the same fund, the City policy is to have *all* appropriation changes approved by Council.

The general fund supports many major activities such as the police department, building and planning departments as well as the legislative and most executive activities. Some major capital projects are funded with general fund dollars. By Ordinance, these funds are transferred from the general fund to capital project funds where the revenue and expenditures for the capital improvement are tracked and monitored. For the general fund, the original budgeted revenues were \$8,459,548 and the final budgeted amount was \$8,585,121. Of this \$125,573 difference, most was due to smaller income tax collections and interest revenues than anticipated. Although the original appropriations were gradually increased during the year, the City continued to maintain a respectable level of liquidity in the general fund by maintaining unrestricted cash at year end of 45.7 percent of those revenues.



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**Capital Assets and Debt Administration**

*Capital Assets*

**Table 4**  
**Capital Assets**  
**(Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total	
	2002	2001	2002	2001	2002	2001
Land	\$7,367,596	\$7,367,596	\$0	\$0	\$7,367,596	\$7,367,596
Land Improvements	8,700	4,958	0	0	8,700	4,958
Buildings and Improvements	7,477,463	7,786,907	0	0	7,477,463	7,786,907
Equipment and Machinery	2,661,397	2,852,467	11,436	12,728	2,672,833	2,865,195
Furniture and Fixtures	240,962	231,265	0	0	240,962	231,265
Vehicles	0	0	5,989	7,187	5,989	7,187
Infrastructure						
Roads	9,280,833	9,201,643	0	0	9,280,833	9,201,643
Sidewalks	792,632	783,155	0	0	792,632	783,155
Storm Sewers	10,265,894	10,264,174	0	0	10,265,894	10,264,174
Waterlines	7,833,527	7,787,419	0	0	7,833,527	7,787,419
Bridges	223,011	230,134	0	0	223,011	230,134
Culverts	1,585,116	1,634,231	0	0	1,585,116	1,634,231
Totals	<u>\$47,737,131</u>	<u>\$48,143,949</u>	<u>\$17,425</u>	<u>\$19,915</u>	<u>\$47,754,556</u>	<u>\$48,163,864</u>

Total governmental capital assets for the City of Brunswick as of December 31, 2002 were \$47,737,131. The most significant decreases in capital assets came in the area of buildings and improvements and equipment and machinery by \$309,444 and \$191,070, respectively, due to depreciation and disposal of outdated equipment. For additional information see Note 8 to the basic financial statements.

City Council is committed along with the Administration to maintain its capital assets at a condition acceptable to provide the best possible service for all residents. The City currently charges its residents a waterline maintenance fee for the repairs and installations of new or damaged City waterlines/storm sewer lines. The City collected \$157,043 in 2002. Of these funds, \$1,186 was used to repair damaged fire hydrants and \$100,000 was transferred to replace waterlines on the south side of Center Road.

The City has purchased 144 acres of land for the Brunswick Lake project. City Council is in the process of selling the remaining land to developers by the end of 2003 and began construction of the Brunswick Town Center Project in the spring of 2003. City Council and the Administration are committed to making sure that this development defines the City as one of the premier City's in northern Ohio.

The Administration continues to seek grants for infrastructure projects as well as improving City facilities and services. In 2002, the City collected \$275,058 from various governmental grants in order to complete the Maxwell/Hadcock road extension project as well as re-pave North Carpenter and Boston Roads, and begin the Applewood storm sewer phase III installation process. An additional \$480,000 in grants was used to purchase two new buses. The City expects to continue to apply for and receive CDBG money to help fund various qualifying projects in the future.

**City of Brunswick, Ohio**  
*Management's Discussion and Analysis*  
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***Debt***

On December 31, 2002, the City of Brunswick had \$9,020,548 in general obligation bonds, special assessment bonds, industrial development bonds and OPWC loan outstanding. Of this, \$3,752,085 represents obligations backed by the full faith and credit of the government. Of this amount, voter-approved Recreation Center Refunding Bonds has an outstanding principal balance of \$2,765,000. Additionally, \$1,958,463 represents special assessment obligations being paid by the benefiting property owners. The City also has outstanding Brunswick Lake industrial development bonds of \$3,260,000. Table 5 summarizes bonds and loans outstanding as of December 31, 2002. There are no outstanding business-type obligations.

**Table 5**  
**Outstanding Debt at Year End**

	Governmental Activities	
	2002	2001
General Obligation Bonds	\$3,752,085	\$4,126,903
Special Assessment Bonds	1,958,463	2,084,361
Brunswick Lake Industrial Development Bonds	3,260,000	3,615,000
OPWC Loan	50,000	60,000
Totals	\$9,020,548	\$9,886,264

The general obligation bonds include the City Hall Expansion Bonds - a \$935,000 bond which the City is repaying with City funds. Other general obligation bonds include: Hadcock Road Improvement - \$18,000 and Center Road Improvement - \$34,085. The bond obligations are paid from monies transferred from the general fund into the debt service funds. Brunswick Lake Industrial Bonds have an outstanding balance of \$3,260,000 and will be repaid from the proceeds of the land sale as stipulated on the bond documents. As mentioned, the City is in the process of selling enough parcels of that property in 2003 to completely satisfy the bond obligations.

The special assessment bonds consist of Laurel Road, Center Road, Cross Creek, Carpenter Road, Laurel Road West Waterline, Grafton Road and South Industrial improvements. Principal and interest for these bonds are paid from the collection of special assessments by the Medina County Auditor.

The Ohio Public Works Commission loan represents an interest free loan obtained to finance the Pricton/Andrea Storm Sewer Project. This loan will be paid down in 2003.

The City's overall legal ten and one-half percent debt limitation (voted and unvoted) on December 31, 2002 was \$64,873,788. The aggregate outstanding debt after issuance of bonds subject to the ten and one-half percent limitation is \$3,155,364. The difference of \$61,718,424 between the maximum issuable amount and the outstanding amount represents the aggregate principal amount of additional voted and unvoted nonexempt debt which the City may issue without exceeding the ten and one-half percent limitation. For additional information see Note 11 to the basic financial statements.

**City of Brunswick, Ohio**  
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**Current Financial Related Activities**

The City of Brunswick is financially strong. Over the past eight years the City has enjoyed strong growth in revenues as a result of new industrial, commercial and residential development. The City is ideally situated on Interstate 71, approximately twenty minutes from Cleveland, Ohio and approximately 10 minutes from Cleveland Hopkins International Airport. Interstate 71 is intersected by State Route 303 and provides as a perfect separation for industrial development east of Interstate 71 and commercial and residential development west of Interstate 71. Since its construction, the City enjoys two industrial parks on the east side of Interstate 71 that are virtually full and prosperous. The economic development of the City has led to a strong healthy community that has a bond rating of A1 by Moody's.

The City has approved the master plan presented by the Zeremba Group for the development of the 144 acres of the Brunswick Lake property located on the south side of Center Road, approximately one mile from Interstate 71. The master plan includes the development of the City's Town Center which will feature an open air market with a downtown feel to it. Additionally, the first phase of development will include the construction of Home Depot and Giant Eagle. Future phases will include the construction of residential housing and additional commercial development with tenants to be named later.

The City Council works extremely hard at keeping the City's debt obligations low. We plan finances so that we can pay cash for many of the facility improvements and acquisitions, and continue to pay cash for all equipment and other major purchases necessary to maintain our level of services. We live within our means and plan ahead knowing that responsible leadership commands that we observe the budget and expend less than the revenues we receive. We have currently started the much anticipated Brunswick Lake Project by selling land, which the proceeds will be used to pay off our current Industrial Development Bond balance of \$3,260,000, and seeing development start at the site. As a result of the conservatism of the City's administrators, we have expanded our services but yet have kept the size of our work force to a level where we believe we meet the needs of our residents.

The City of Brunswick has committed itself to financial excellence and has a history of doing just that. The City has received the Government Finance Officers Award Certificate of Achievement for Excellence since 1982 (with the exception of 1986). The City of Brunswick also continues to be proactive in financial reporting and accountability by submitting this CAFR with the adopted GASB 34 requirements one year prior to the GASB's reporting deadline. Our commitment to our residents has always been one of full disclosure of the financial position of the City.

**Contacting the City's Finance Department**

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the city's finances and show the City's accountability for all money it receives, spends or invests. If you have any questions about this report or need financial information contact the Acting Director of Finance, Bill White, 4095 Center Road Brunswick, Ohio 44212, telephone (330) 225-9144, or the website at [www.brunswick.oh.us](http://www.brunswick.oh.us).

## Basic Financial Statements

**City of Brunswick**  
*Statement of Net Assets*  
*December 31, 2002*

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$16,016,695	\$572,358	\$16,589,053
Cash and Cash Equivalents:			
In Segregated Accounts	449,216	0	449,216
With Fiscal Agents	647	0	647
Investments	42,549	0	42,549
Accounts Receivable	82,784	165,942	248,726
Accrued Interest Receivable	110,939	0	110,939
Intergovernmental Receivable	1,157,322	0	1,157,322
Materials and Supplies Inventory	90,038	0	90,038
Taxes Receivable	5,986,353	0	5,986,353
Special Assessment Receivable	1,958,463	0	1,958,463
Loans Receivable	95,030	0	95,030
Assets Held for Resale	2,730,275	0	2,730,275
Nondepreciable Capital Assets	7,367,596	0	7,367,596
Depreciable Capital Assets	40,369,535	17,425	40,386,960
<i>Total Assets</i>	<u>76,457,442</u>	<u>755,725</u>	<u>77,213,167</u>
<b>Liabilities</b>			
Accounts Payable	51,442	115,231	166,673
Contracts Payable	614,135	0	614,135
Accrued Wages and Benefits	264,118	728	264,846
Retainage Payable	47,542	0	47,542
Deferred Revenue	1,855,169	0	1,855,169
Intergovernmental Payable	692,891	2,539	695,430
Vacation Benefits Payable	394,634	2,059	396,693
Matured Compensated Absences Payable	16,315	0	16,315
Matured Interest Payable	647	0	647
Accrued Interest Payable	33,610	0	33,610
Long-Term Liabilities:			
Due Within One Year	1,016,396	0	1,016,396
Due in More Than One Year	8,267,761	1,428	8,269,189
<i>Total Liabilities</i>	<u>13,254,660</u>	<u>121,985</u>	<u>13,376,645</u>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	38,716,583	17,425	38,734,008
Restricted for:			
Capital Projects	7,383,528	0	7,383,528
Debt Service	2,932,542	0	2,932,542
Other Purposes	6,338,339	0	6,338,339
Unrestricted	7,831,790	616,315	8,448,105
<i>Total Net Assets</i>	<u>\$63,202,782</u>	<u>\$633,740</u>	<u>\$63,836,522</u>

See accompanying notes to the basic financial statements

**City of Brunswick**  
*Statement of Activities*  
For the Year Ended December 31, 2002

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities</b>				
General Government	\$3,413,240	\$681,105	\$1,271,722	\$6,128
Security of Persons and Property	8,332,909	1,308,574	103,756	0
Transportation	4,199,350	155,822	1,155,398	610,397
Community Environment	1,080,047	629,830	3,211	41,800
Public Health Services	162,306	157,114	900	96,733
Leisure Time Activities	2,121,542	1,239,316	8,088	0
Interest and Fiscal Charges	430,787	0	0	0
<i>Total Governmental Activities</i>	19,740,181	4,171,761	2,543,075	755,058
<b>Business-Type Activity</b>				
Refuse	1,501,700	1,515,591	0	0
<i>Totals</i>	<u>\$21,241,881</u>	<u>\$5,687,352</u>	<u>\$2,543,075</u>	<u>\$755,058</u>

**General Revenues**

Property Taxes Levied for:

General Purposes

Debt Service

Income Taxes Levied for:

General Purposes

Debt Service

Other Purposes

Grants and Entitlements not Restricted  
to Specific Programs

Interest

Other

*Total General Revenues*

Change in Net Assets

*Net Assets Beginning of Year*  
(Restated See Note 3)

*Net Assets End of Year*

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
(\$1,454,285)	\$0	(1,454,285)
(6,920,579)	0	(6,920,579)
(2,277,733)	0	(2,277,733)
(405,206)	0	(405,206)
92,441	0	92,441
(874,138)	0	(874,138)
(430,787)	0	(430,787)
(12,270,287)	0	(12,270,287)
0	13,891	13,891
(12,270,287)	13,891	(12,256,396)
1,392,360	0	1,392,360
446,505	0	446,505
3,203,791	0	3,203,791
32,545	0	32,545
5,158,246	0	5,158,246
379,161	0	379,161
647,790	0	647,790
129,896	160	130,056
11,390,294	160	11,390,454
(879,993)	14,051	(865,942)
64,082,775	619,689	64,702,464
\$63,202,782	\$633,740	\$63,836,522

**City of Brunswick**

*Balance Sheet*

*Governmental Funds*

*December 31, 2002*

	<u>General</u>	<u>Fire Department</u>	<u>Street Repair and Maintenance</u>	<u>Special Assessment Bond Retirement</u>	<u>Brunswick Lake Construction</u>
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$3,928,320	\$217,500	\$565,730	\$363,036	\$86,083
Cash and Cash Equivalents: in Segregated Accounts	3,151	0	0	0	0
With Fiscal Agents	0	0	0	647	0
Investments	0	0	0	0	0
Receivables:					
Taxes	2,993,330	1,216,742	531,686	0	0
Accounts	11,926	0	0	0	0
Interfund	3,103,000	0	0	0	0
Intergovernmental	365,564	4,745	538,962	0	0
Accrued Interest	110,939	0	0	0	0
Special Assessments	0	0	0	1,958,463	0
Loans	0	0	0	0	0
Materials and Supplies Inventory	21,371	1,520	55,747	0	0
Assets Held for Resale	0	0	0	0	2,730,275
<i>Total Assets</i>	<u>\$10,537,601</u>	<u>\$1,440,507</u>	<u>\$1,692,125</u>	<u>\$2,322,146</u>	<u>\$2,816,358</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$17,866	\$4,687	\$4,050	\$0	\$17,100
Contracts Payable	33,045	0	0	0	7,352
Accrued Wages and Benefits	172,113	42,279	22,295	0	0
Intergovernmental Payable	185,741	119,202	15,387	0	0
Retainage Payable	0	0	0	0	0
Matured Compensated Absences Payable	16,315	0	0	0	0
Interfund Payable	0	0	0	0	2,957,000
Deferred Revenue	3,212,750	1,011,297	904,858	1,958,463	0
Matured Interest Payable	0	0	0	647	0
<i>Total Liabilities</i>	<u>3,637,830</u>	<u>1,177,465</u>	<u>946,590</u>	<u>1,959,110</u>	<u>2,981,452</u>
<b>Fund Balances (Deficit)</b>					
Reserved for Encumbrances	35,412	12,993	16,104	0	0
Reserved for Unclaimed Money	228,218	0	0	0	0
Reserved for Loans	0	0	0	0	0
Reserved for Interfund	2,642,000	0	0	0	0
Reserved for Assets Held for Resale	0	0	0	0	2,730,275
Unreserved:					
Designated for Insurance	165,893	0	0	0	0
Unreserved, Undesignated, Reported in:					
General Fund	3,828,248	0	0	0	0
Special Revenue Funds	0	250,049	729,431	0	0
Debt Service Fund	0	0	0	363,036	0
Capital Projects Funds	0	0	0	0	(2,895,369)
<i>Total Fund Balances (Deficit)</i>	<u>6,899,771</u>	<u>263,042</u>	<u>745,535</u>	<u>363,036</u>	<u>(165,094)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$10,537,601</u>	<u>\$1,440,507</u>	<u>\$1,692,125</u>	<u>\$2,322,146</u>	<u>\$2,816,358</u>

See accompanying notes to the basic financial statements



**City of Brunswick**  
*Reconciliation of Total Governmental Fund Balances to  
Net Assets of Governmental Activities  
December 31, 2002*

Other Governmental Funds	Total Governmental Funds		
		<b>Total Governmental Funds Balances</b>	<b>\$18,909,716</b>
		<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
\$10,856,026	\$16,016,695	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	47,737,131
446,065	449,216	Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
0	647	Delinquent Property Taxes	41,295
42,549	42,549	Income Tax	3,386,182
		Special Assessments	1,958,463
1,244,595	5,986,353	Grants	1,050,767
70,858	82,784	Charges for Services	62,755
0	3,103,000	Interest	<u>118,234</u>
248,051	1,157,322		
0	110,939	Total	6,617,696
0	1,958,463	Intergovernmental payable includes contractually required pension contributions not expected to be paid with expendable available financial resources and therefore not reported in the funds.	(349,360)
95,030	95,030		
11,400	90,038	In the statement of activities interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	
0	2,730,275	Accrued Interest Payable	(33,610)
<u>\$13,014,574</u>	<u>\$31,823,311</u>	Vacation benefits payable is a contractually required benefit not expected to be paid with expendable available financial resources and therefore not reported in the funds.	
		Vacation Benefits Payable	(394,634)
\$7,739	\$51,442	Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:	
573,738	614,135	General Obligation Bonds	(3,752,085)
27,431	264,118	Special Assessment Bonds	(1,958,463)
23,201	343,531	Industrial Revenue Bonds	(3,260,000)
47,542	47,542	OPWC Loan	(50,000)
0	16,315	Compensated Absences	<u>(263,609)</u>
146,000	3,103,000		
1,385,497	8,472,865	Total	<u>(9,284,157)</u>
0	647	<i>Net Assets of Governmental Activities</i>	<u><u>\$63,202,782</u></u>
<u>2,211,148</u>	<u>12,913,595</u>		
278,285	342,794		
0	228,218		
95,030	95,030		
0	2,642,000		
0	2,730,275		
0	165,893		
0	3,828,248		
2,748,353	3,727,833		
596,721	959,757		
<u>7,085,037</u>	<u>4,189,668</u>		
<u>10,803,426</u>	<u>18,909,716</u>		
<u><u>\$13,014,574</u></u>	<u><u>\$31,823,311</u></u>		

**City of Brunswick**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Year Ended December 31, 2002*

	General	Fire Department	Street Repair and Maintenance	Special Assessment Bond Retirement	Brunswick Lake Construction
<b>Revenues</b>					
Property and Other Taxes	\$1,445,954	\$0	\$0	\$0	\$0
Municipal Income Tax	3,038,285	2,284,454	998,249	0	0
Charges for Services	1,082,364	315,255	0	0	0
Permissive Motor Vehicle License Tax	0	0	137,326	0	0
Special Assessments	0	0	0	125,898	0
Licenses, Permits and Fees	376,029	0	0	0	0
Fines and Forfeitures	482,509	0	0	0	0
Intergovernmental	1,419,005	17,553	875,534	0	0
Sales	0	0	0	0	0
Interest	339,414	0	0	114,338	3,939
Other	102,771	947	7,914	0	0
<i>Total Revenues</i>	<u>8,286,331</u>	<u>2,618,209</u>	<u>2,019,023</u>	<u>240,236</u>	<u>3,939</u>
<b>Expenditures</b>					
Current:					
General Government	3,230,290	0	0	3,666	0
Security of Persons and Property	3,463,642	2,822,044	0	0	0
Transportation	0	0	1,911,583	0	0
Community Environment	789,934	0	0	0	0
Public Health Services	5,982	0	0	0	0
Leisure Time Activities	227,280	0	0	0	0
Capital Outlay	0	0	0	0	157,083
Debt Service:					
Principal Retirement	0	0	10,000	125,898	355,000
Interest and Fiscal Charges	0	0	0	122,819	72,804
<i>Total Expenditures</i>	<u>7,717,128</u>	<u>2,822,044</u>	<u>1,921,583</u>	<u>252,383</u>	<u>584,887</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>569,203</u>	<u>(203,835)</u>	<u>97,440</u>	<u>(12,147)</u>	<u>(580,948)</u>
<b>Other Financing Sources (Uses)</b>					
Transfers In	0	0	10,440	0	0
Transfers Out	(1,036,791)	(190,000)	(102,215)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(1,036,791)</u>	<u>(190,000)</u>	<u>(91,775)</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(467,588)	(393,835)	5,665	(12,147)	(580,948)
<i>Fund Balances Beginning of Year (Restated See Note 3)</i>	<u>7,367,359</u>	<u>656,877</u>	<u>739,870</u>	<u>375,183</u>	<u>415,854</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$6,899,771</u>	<u>\$263,042</u>	<u>\$745,535</u>	<u>\$363,036</u>	<u>(\$165,094)</u>

See accompanying notes to the basic financial statements

**City of Brunswick**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Year Ended December 31, 2002*

Other Governmental Funds	Total Governmental Funds		
		<b>Net Change in Fund Balances -Total Governmental Funds</b>	<b>(\$1,933,662)</b>
		<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
		Governmental funds report capital outlays as expenditures.	
		However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	
\$469,880	\$1,915,834	Capital Asset Additions	2,060,336
1,616,395	7,937,383	Current Year Depreciation	<u>(2,412,493)</u>
1,189,224	2,586,843	Total	(352,157)
250,598	387,924		
0	125,898		
285,965	661,994		
47,007	529,516		
1,095,281	3,407,373		
22,263	22,263		
71,865	529,556		
18,264	129,896		
<u>5,066,742</u>	<u>18,234,480</u>		
		Governmental Funds only report the disposal of fixed assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	
			(54,661)
		Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
41,411	3,275,367	Delinquent Property Taxes	(76,969)
1,047,766	7,333,452	Income Tax	457,199
354,951	2,266,534	Special Assessment	(125,898)
183,263	973,197	Grants	275,949
111,691	117,673	Charges for Services	(22,807)
1,670,618	1,897,898	Interest	<u>118,234</u>
2,854,556	3,011,639	Total	625,708
374,818	865,716	Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	
<u>231,043</u>	<u>426,666</u>		865,716
<u>6,870,117</u>	<u>20,168,142</u>		
		In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	
<u>(1,803,375)</u>	<u>(1,933,662)</u>	Accrued Interest	(4,121)
		Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
1,711,679	1,722,119	Compensated Absences	16,759
<u>(393,113)</u>	<u>(1,722,119)</u>	Vacation Benefits Payable	(12,239)
1,318,566	0	Pension Obligations	<u>(31,336)</u>
(484,809)	(1,933,662)	Total	<u>(26,816)</u>
<u>11,288,235</u>	<u>20,843,378</u>		
<u>\$10,803,426</u>	<u>\$18,909,716</u>	<i>Change in Net Assets of Governmental Activities</i>	<u><u>(\$879,993)</u></u>

**City of Brunswick, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property and Other Taxes	\$1,558,200	\$1,493,912	\$1,445,954	(\$47,958)
Municipal Income Taxes	3,294,434	3,103,031	3,036,510	(66,521)
Charges for Services	710,340	1,106,710	1,082,364	(24,346)
Licenses, Permits and Fees	445,460	435,050	376,029	(59,021)
Fines and Forfeitures	445,409	435,000	479,358	44,358
Intergovernmental	1,551,772	1,515,508	1,425,005	(90,503)
Interest	390,117	381,000	385,237	4,237
Other	63,816	114,910	102,771	(12,139)
<i>Total Revenues</i>	8,459,548	8,585,121	8,333,228	(251,893)
<b>Expenditures</b>				
Current:				
General Government	3,438,916	3,453,926	3,239,590	214,336
Security of Persons and Property	3,295,714	3,589,924	3,381,873	208,051
Community Environment	921,726	869,203	771,305	97,898
Public Health Services	10,900	8,100	5,982	2,118
Leisure Time Activities	201,673	239,709	226,726	12,983
<i>Total Expenditures</i>	7,868,929	8,160,862	7,625,476	535,386
<i>Excess of Revenues Over Expenditures</i>	590,619	424,259	707,752	283,493
<b>Other Financing Uses</b>				
Advances Out	(114,000)	(321,000)	(321,000)	0
Transfers Out	(1,530,779)	(1,128,784)	(1,036,791)	91,993
<i>Total Other Financing Uses</i>	(1,644,779)	(1,449,784)	(1,357,791)	91,993
<i>Net Change in Fund Balance</i>	(1,054,160)	(1,025,525)	(650,039)	375,486
<i>Fund Balance Beginning of Year</i>	4,341,310	4,341,310	4,341,310	0
Prior Year Encumbrances Appropriated	120,098	120,098	120,098	0
<i>Fund Balance End of Year</i>	\$3,407,248	\$3,435,883	\$3,811,369	\$375,486

See accompanying notes to the basic financial statements

**City of Brunswick, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fire Department Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Tax	\$2,371,149	\$2,277,735	\$2,282,995	\$5,260
Charges for Services	333,124	320,000	315,255	(4,745)
Intergovernmental	17,421	16,735	16,716	(19)
Other	1,041	1,000	947	(53)
<i>Total Revenues</i>	2,722,735	2,615,470	2,615,913	443
<b>Expenditures</b>				
Current:				
Security of Persons and Property	2,694,997	2,859,596	2,757,962	101,634
<i>Excess of Revenues Over (Under) Expenditures</i>	27,738	(244,126)	(142,049)	102,077
<b>Other Financing Uses</b>				
Transfers Out	(190,000)	(190,000)	(190,000)	0
<i>Net Change in Fund Balance</i>	(162,262)	(434,126)	(332,049)	102,077
<i>Fund Balance Beginning of Year</i>	442,242	442,242	442,242	0
Prior Year Encumbrances Appropriated	91,278	91,278	91,278	0
<i>Fund Balance End of Year</i>	<u>\$371,258</u>	<u>\$99,394</u>	<u>\$201,471</u>	<u>\$102,077</u>

See accompanying notes to the basic financial statements

**City of Brunswick, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Street Repair and Maintenance Fund*  
*For the Year Ended December 31, 2002*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Municipal Income Tax	\$1,005,075	\$997,650	\$997,611	(\$39)
Permissive Motor Vehicle License Tax	161,178	160,000	148,149	(11,851)
Intergovernmental	905,682	899,060	862,336	(36,724)
Other	10,275	10,200	7,914	(2,286)
<i>Total Revenues</i>	<u>2,082,210</u>	<u>2,066,910</u>	<u>2,016,010</u>	<u>(50,900)</u>
<b>Expenditures</b>				
Current:				
Transportation	2,001,412	2,005,872	1,920,943	84,929
Debt Service:				
Principal Retirement	10,000	10,000	10,000	0
<i>Total Expenditures</i>	<u>2,011,412</u>	<u>2,015,872</u>	<u>1,930,943</u>	<u>84,929</u>
<i>Excess of Revenues Over Expenditures</i>	<u>70,798</u>	<u>51,038</u>	<u>85,067</u>	<u>34,029</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	10,440	10,440	10,440	0
Transfers Out	(102,215)	(102,215)	(102,215)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(91,775)</u>	<u>(91,775)</u>	<u>(91,775)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(20,977)	(40,737)	(6,708)	34,029
<i>Fund Balance Beginning of Year</i>	551,566	551,566	551,566	0
Prior Year Encumbrances Appropriated	3,231	3,231	3,231	0
<i>Fund Balance End of Year</i>	<u>\$533,820</u>	<u>\$514,060</u>	<u>\$548,089</u>	<u>\$34,029</u>

See accompanying notes to the basic financial statements

**City of Brunswick**  
*Statement of Fund Net Assets*  
*Proprietary Fund*  
*December 31, 2002*

	Refuse
<b>Assets</b>	
<i>Current Assets</i>	
Equity in Pooled Cash and Cash Equivalents	\$572,358
Accounts Receivable	165,942
Total Current Assets	738,300
<i>Noncurrent Assets</i>	
Depreciable Capital Assets, Net	17,425
<i>Total Assets</i>	755,725
<b>Liabilities</b>	
<i>Current Liabilities</i>	
Accounts Payable	115,231
Accrued Wages and Benefits	728
Intergovernmental Payable	2,539
Vacation Benefits Payable	2,059
<i>Total Current Liabilities</i>	120,557
<i>Long-Term Liabilities</i>	
Compensated Absences Payable	1,428
<i>Total Liabilities</i>	121,985
<b>Net Assets</b>	
Invested in Capital Assets	17,425
Unrestricted	616,315
<i>Total Net Assets</i>	\$633,740

See accompanying notes to the basic financial statements

**City of Brunswick**  
*Statement of Revenues, Expenses  
and Changes in Fund Net Assets  
Proprietary Fund  
For the Year Ended December 31, 2002*

	Refuse
<b>Operating Revenues</b>	
Charges for Services	\$1,515,591
Other	160
	1,515,751
<i>Total Operating Revenues</i>	<i>1,515,751</i>
<b>Operating Expenses</b>	
Salaries and Wages	74,778
Fringe Benefits	23,695
Purchased Services	1,397,182
Materials and Supplies	2,160
Depreciation	3,885
	1,501,700
<i>Total Operating Expenses</i>	<i>1,501,700</i>
<i>Operating Income</i>	<i>14,051</i>
<i>Net Assets Beginning of Year (Restated, See Note 3)</i>	<i>619,689</i>
<i>Net Assets End of Year</i>	<i>\$633,740</i>

See accompanying notes to the basic financial statements



**City of Brunswick**  
*Statement of Cash Flows*  
*Proprietary Fund*  
For the Year Ended December 31, 2002

	Refuse
<b><i>Increase (Decrease) in Cash and Cash Equivalents</i></b>	
<b>Cash Flows from Operating Activities</b>	
Cash Received From Customers	\$1,540,889
Cash Payments to Suppliers for Goods and Services	(1,397,269)
Cash Payments for Employee Services	(76,425)
Cash Payments for Employee Benefits	(23,533)
Other Operating Revenues	160
<i>Net Cash Provided by Operating Activities</i>	43,822
<b>Cash Flows From Capital and Related Financing Activities</b>	
Payments for Capital Acquisitions	(1,395)
<i>Net Increase in Cash and Cash Equivalents</i>	42,427
Cash and Cash Equivalents Beginning of Year	529,931
Cash and Cash Equivalents End of Year	\$572,358
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>	
<i>Operating Income</i>	\$14,051
Adjustment:	
Depreciation	3,885
<i>Decrease in Assets:</i>	
Accounts Receivable	25,298
<i>Increase/(Decrease) in Liabilities:</i>	
Accounts Payable	2,073
Accrued Wages and Benefits	122
Vacation Benefits Payable	(201)
Compensated Absences Payable	(140)
Intergovernmental Payable	(1,266)
<i>Total Adjustments</i>	29,771
<i>Net Cash Provided by Operating Activities</i>	\$43,822

See accompanying notes to the basic financial statements

**City of Brunswick**  
*Statement of Fiduciary Assets and Liabilities*  
*Agency Funds*  
*December 31, 2002*

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**Assets**

Equity in Pooled Cash and Cash Equivalents	\$393,298
Cash and Cash Equivalents in Segregated Accounts	<u>392,376</u>
	<u><u>\$785,674</u></u>

**Liabilities**

Undistributed Assets	<u><u>\$785,674</u></u>
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See accompanying notes to the basic financial statements

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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**Note 1 - Description of the City and Reporting Entity**

The City of Brunswick (the "City") is a charter municipal corporation, incorporated under the laws of the State of Ohio. The City operates under a part-time Council and full-time City Manager form of government. The Mayor and Council are elected.

***Reporting Entity***

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Brunswick, this includes the departments that provide the following services: police and fire protection, emergency medical, parks and recreation, planning, zoning, street maintenance and repair, refuse collection and general administrative 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 significantly influence the programs or services performed or provided by the organization; or 2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City authorizes the issuance of debt or levying of taxes, or determining the budget. The City has no component units.

The City participated in the Ohio Telecommunications Network Council, Southwest Council of Governments and Northeast Ohio Public Energy Council as jointly governed organizations. Additional information is included in Note 18.

**Note 2 - Summary of Significant Accounting Policies**

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

***A. Basis of Presentation***

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

***Government-wide Financial Statements*** The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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

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

***B. Fund Accounting***

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

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

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

***Fire Department Special Revenue Fund*** The fire department fund accounts for income tax proceeds received to pay for the expenses related to fire protection in the City.

***Street Repair and Maintenance Special Revenue Fund*** The street repair and maintenance fund accounts for State gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City as required by the Ohio Revised Code.

***Special Assessment Bond Retirement Debt Service Fund*** The special assessment bond retirement fund accounts for the collection of special assessments levied against benefited properties for the payment of special assessment bonds and the related interest.

***Brunswick Lake Construction Capital Projects Fund*** The Brunswick Lake construction fund accounts for the purchase and improvements to the Brunswick Lake site financed by the proceeds of bonds and advances from the general fund.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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

**Proprietary Funds** Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service. The City's only proprietary fund is as follows:

**Enterprise Fund** Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The City has one major enterprise fund.

**Refuse Fund** The refuse fund accounts for the garbage collection services offered by the City to its residents.

**Fiduciary Funds** Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's only fiduciary funds are agency funds. The agency funds are used for performance bonds, collection and distribution of State monies, to accumulate employee contributions for future child care and health services and for expenditures for the local softball teams.

### **C. Measurement Focus**

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

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

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

### **D. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting; proprietary and fiduciary funds also use the accrual basis of accounting. Government funds

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

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

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income tax, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), interest, fines and forfeitures, grants and fees.

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

Property taxes for which there is an enforceable legal claim as of December 31, 2002, but which were levied to finance year 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before eligibility requirements are met are also recorded as deferred revenue.

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

**Expenses/Expenditures** On the accrual basis of accounting, expenses are recognized when they are incurred.

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

**E. Budgetary Process**

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations ordinance is Council's authorization to spend

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of budgetary control has been established by City Council at the fund level for all funds. Budgetary modifications may only be made by resolution of the City Council at the legal level of control. The Finance Director has been authorized to allocate appropriations to the department and object level within each fund. Budgetary statements are presented beyond the legal level of control for informational purposes only.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended official certificate of estimated resources issued during 2002.

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

***F. Cash and Cash Equivalents***

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through City records. Interest in the pool is presented as "equity in pooled cash and cash equivalents".

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

The City utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented as "cash and cash equivalents with fiscal agents" and represents deposits or short-term investments in certificates of deposit.

Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating repurchase agreements, which are reported at cost.

During 2002, investments were limited to certificates of deposit, overnight repurchase agreements, Federal Home Loan Mortgage Corporation (FHLMC) Notes, Federal Home Loan Mortgage Bank (FHLMB) Notes, manuscript bonds and State Treasury Asset Reserve of Ohio (STAROhio).

"Investments" on the balance sheet represents a manuscript bond issued by the City and purchased by the debt service fund.

STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2002.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
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Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue is distributed to the general fund, debt service funds and certain capital projects funds. Interest revenue credited to the general fund during 2002 amounted to \$339,414, which includes \$159,358 assigned from other City funds.

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

***G. Inventory***

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies.

***H. Assets Held for Resale***

Assets held for resale represent land purchased by the City which will be sold for development purposes. This amount is offset by a fund balance reserve on the governmental fund financial statements.

***I. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31, 2002, 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.

***J. Capital Assets***

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are valued at their fair market values as of the date received. The City maintains a capitalization threshold of one hundred and fifty dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of an asset or materially extend an asset's life are not.

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



**City of Brunswick, Ohio**  
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Description	Estimated Lives
Land	N/A
Building and Improvements	5 - 50 years
Machinery and Equipment	3 - 25 years
Furniture and Fixtures	7 - 10 years
Vehicles	5 years
Infrastructure	10 - 99 years

The City’s infrastructure consists of roads, sidewalks, storm sewers, water lines, bridges and culverts.

***K. Interfund Balances***

On the fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “interfund receivables/payables”. Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. Interfund balance amounts are eliminated in the statement of net assets.

***L. 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. Since the City’s policy limits the accrual of vacation time to one year from the employee’s anniversary date, the outstanding liability is recorded as a “vacation benefits payable” on the statement of net assets.

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 termination policy.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported as a fund liability. In the proprietary fund, the entire amount of compensated absence liability is reported as a fund liability.

***M. Accrued Liabilities and Long-Term Obligations***

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

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
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In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims, compensated absences and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and long-term loans are recognized as a liability on the governmental fund financial statements when due.

***N. Fund Balance Reserves***

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Fund balance reserves have been established for encumbrances, unclaimed monies, interfund, loans receivable and assets held for resale. Under Ohio law, unclaimed monies are not available for appropriation until they have remained unclaimed for five years. Designations represent tentative plans for future use of financial resources. The general fund has a designation for future rate increases for health insurance.

***O. Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the City, these revenues are charges for services for refuse collection programs. Operating expenses are necessary costs incurred to provide the service for the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

***P. Interfund Activity***

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

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

***Q. Net Assets***

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include the operations of the fire department, street repair and maintenance department, police department, Brunswick Transit Authority, cable t.v., parks, and revolving loan programs.

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

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
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***R. Extraordinary and Special Items***

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence.

***S. Estimates***

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

**Note 3 – Change in Accounting Principles and Restatement of Prior Year Fund Balances**

***A. Change in Accounting Principles***

For 2002, the City has implemented GASB Statement No. 34, “Basic Financial Statements and Management’s Discussion and Analysis – for State and Local Governments”, GASB Statement No. 37, “Basic Financial Statements and Management’s Discussion and Analysis for State and Local Governments: Omnibus”, GASB Statement No. 38, “Certain Financial Statement Note Disclosures” and GASB Interpretation No. 6, “Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements.”

GASB 34 creates new basic financial statements for reporting on the City’s financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column.

The beginning net asset amount for governmental activities reflects the change in fund balance for governmental funds at December 31, 2001, caused by the conversion to the accrual basis of accounting.

GASB Statement No. 37 clarifies certain provisions of Statement No. 34, including the required content of the MD&A, the classification of program revenues and the criteria for determining major funds. GASB Statement No. 38 modifies, establishes and rescinds certain financial statement note disclosures.

GASB Interpretation No. 6 clarifies the application of standards for modified accrual recognition of certain liabilities and expenditures in areas where differences have arisen, or potentially could arise, in interpretation and practice.

***B. Restatement of Prior Year Fund Balance***

The implementation of these changes, the reclassification of the portion of compensated absences which represented the vacation time outstanding to vacation benefits payable and the correction of an error had the following effects on fund balance/equity of the major and nonmajor funds of the City as they were previously reported. The transition from governmental fund balance to net assets of the governmental activities is also presented.

**City of Brunswick, Ohio**  
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	<u>Refuse</u>
Fund Equity, December 31, 2001	\$598,844
Correction of Error:	
Accumulated Depreciation	18,734
Deferred Contributed Capital	2,111
Business-type Activities Net Assets, December 31, 2001	<u>\$619,689</u>

	General	Fire Department	Street Maintenance and Repair	Special Assessment Bond
Fund Balances, December 31, 2001	\$7,363,590	\$656,714	\$738,984	\$375,183
Implementation of GASB Interpretation No. 6	3,769	163	886	0
Adjusted Fund Balance, December 31, 2001	<u>\$7,367,359</u>	<u>\$656,877</u>	<u>\$739,870</u>	<u>\$375,183</u>

(continued)

	Brunswick Lake Construction	Nonmajor	Totals
Fund Balances, December 31, 2001	\$415,854	\$11,287,683	\$20,838,008
Implementation of GASB Interpretation No. 6	0	552	5,370
Adjusted Fund Balance, December 31, 2001	<u>\$415,854</u>	<u>\$11,288,235</u>	20,843,378

GASB 34 Adjustments:		
Capital Assets		48,143,949
Long-term Deferred Assets		5,991,988
Debt Obligations		(9,886,264)
Long-term Liabilities		(280,368)
Vacation Benefits		(382,395)
Pension Obligations		(318,024)
Accrued Interest Payable		(29,489)
Governmental Activities Net Assets, December 31, 2001		<u>\$64,082,775</u>

**City of Brunswick, Ohio**  
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**Note 4 – Fund Deficits and Legal Compliance**

**A. Fund Deficits**

The community recreation center special revenue fund and the Brunswick Lake construction capital projects fund had deficit fund balances of \$12,858 and \$165,094, respectively. The deficit fund balances are due to the recognition of accrued liabilities.

The general fund is liable for any deficit balance and provides operating transfers when cash is required, not when accruals occur.

**B. Legal Compliance**

The Sanitary Storm Sewer Capital Projects fund had total original appropriations of \$852,161 in excess of estimated original resources plus carryover of \$725,348 resulting in a (\$126,813) violation of section 5705.39, Ohio Revised Code. Appropriations will be monitored more closely and the certifications from the County will be reviewed for accuracy in order to eliminate the budgetary violations in the future.

Contrary to Ohio Revised Code sections 5705.14, 5705.15 and 5705.16, interfund transfers from the fire department, street repair and maintenance and nonmajor funds were made without approval of the tax commissioner and the Court of Common Pleas of the County.

**Note 5 - Budgetary Basis of Accounting**

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Investments are reported at fair value (GAAP) rather than cost (budget).

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

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Net Change in Fund Balance			
	General	Fire Department	Street Maintenance and Repair
GAAP Basis	(\$467,588)	(\$393,835)	\$5,665
Net Adjustment for Revenue Accruals	(615,577)	(2,296)	(3,013)
Beginning Change in Fair Value of Investments	(20,265)		
Ending Change in Fair Value of Investments	37,199	0	0
Net Adjustment for Expenditure Accruals	826,095	80,111	8,281
Advances Out	(321,000)	0	0
Adjustments for Encumbrances	(88,903)	(16,029)	(17,641)
Budget Basis	(\$650,039)	(\$332,049)	(\$6,708)

**Note 6 - Deposits and Investments**

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

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

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan

**City of Brunswick, Ohio**  
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Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
6. The State Treasurer's investment pool (STAROhio).

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. Historically, the City has not purchased these types of investments or issued these types of notes. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity.

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

**Cash on Hand** At year end, the City had \$1,850 in petty cash on hand which is included on the financial statements of the City as part of "equity in pooled cash and cash equivalents" and "cash and cash equivalents in segregated accounts."

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."

**Deposits** At year end, the carrying amount of the City's deposits was \$6,398,536 and the bank balance was \$6,472,710 of the bank balance:

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1. \$767,859 was covered by federal depository insurance;
2. \$5,704,851 was uninsured and uncollateralized. Although all 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.

**Investments** The City's investments are required to be categorized to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments which are held by the counterparty, or by its trust department or agent but not in the City's name. STAROhio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

	Category		Carrying Amount	Fair Value
	1	3		
Federal Home Loan Mortgage Corporation Notes		\$998,923	\$998,923	\$998,923
Federal Home Loan Bank Notes		3,213,900	3,213,900	3,213,900
Investment in Brunswick City Manuscript Bond	\$42,549	0	42,549	42,549
STAROhio	0	0	7,211,381	7,211,381
<b>Total Investments</b>	<u>\$42,549</u>	<u>\$4,212,823</u>	<u>\$11,466,753</u>	<u>\$11,466,753</u>

The classification of cash and cash equivalents, and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. Cash and cash equivalents are defined as investments with an original maturity of three months or less. Reconciliation between the classification of cash and investments on the basic financial statements and the classifications per GASB Statement No. 3, is as follows:

	Cash and Cash Equivalents/ Deposits	Investments
GASB Statement No. 9	\$17,824,590	\$42,549
Investments:		
Federal Home Loan Mortgage Corporation Notes	(998,923)	998,923
Federal Home Loan Mortgage Bank Notes	(3,213,900)	3,213,900
STAROhio	(7,211,381)	7,211,381
Cash on Hand	(1,850)	0
GASB Statement No. 3	<u>\$6,398,536</u>	<u>\$11,466,753</u>



**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
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**Note 7 - Receivables**

Receivables at December 31, 2002, consisted primarily of municipal income taxes, property and other taxes, special assessments, intergovernmental receivables arising from grants, entitlements and shared revenues, interest, loans (community development block grant monies loaned to local businesses), and accounts (billings for user charged services).

No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant.

Special assessments expected to be collected in more than one year amount to \$1,832,564 in the special assessment bond retirement fund. The amount of delinquent special assessments outstanding at year-end is \$272,824.

**A. Property Taxes**

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2002 for real and public utility property taxes represents collections of 2001 taxes. Property tax payments received during 2002 for tangible personal property (other than public utility property) are for 2002 taxes.

2002 real property taxes are levied after October 1, 2002, on the assessed value as of January 1, 2002, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2002 real property taxes are collected in and intended to finance 2003.

Public utility real and tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2002 public utility property taxes became a lien December 31, 2001, are levied after October 1, 2002, and are collected in 2003 with real property taxes.

2002 tangible personal property taxes are levied after October 1, 2001, on the value as of December 31, 2001. Collections are made in 2002. Tangible personal property assessments are 25 percent of true value for capital assets and 24 percent for inventories.

The full tax rate for all City operations for the year ended December 31, 2002, was \$3.35 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2002 property tax receipts were based are as follows:

	<u>Assessed Value</u>
Real Estate	\$569,430,520
Public Utility Property	9,703,390
Tangible Personal	<u>38,711,687</u>
Total Assessed Value	<u><u>\$617,845,597</u></u>

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

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
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Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable at September 20.

The Medina County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Brunswick. The County Auditor periodically remits to the City its portion of the taxes. Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2002 and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been offset by deferred revenue since current taxes were not levied to finance 2002 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and a revenue while on the modified accrual basis the revenue is deferred.

***B. Income Tax***

The City levies a municipal income tax of 1.35 percent on salaries, wages, commissions and other compensation, and net profits earned within the City as well as incomes of residents earned outside of the City. Residents of the City are granted a credit up to three-fourths of one percent for taxes paid to other municipalities.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. By City ordinance, income tax proceeds for 2002, after income tax department expenditures, are credited to the following funds: 36.20 percent to the general fund, 29.75 percent to the fire special revenue fund, 13.00 percent to the street repair and maintenance special revenue fund, 13.40 percent to the police special revenue fund, 1.25 percent to the Brunswick Transit Alternative special revenue fund, 6.00 percent to the parks special revenue fund and 0.40 percent to the general obligation bond retirement debt service fund.

***C. Intergovernmental Receivables***

A summary of the governmental activities principal items of intergovernmental receivables follows:

	<u>Amounts</u>
Gasoline Tax	\$326,757
Permissive Motor Vehicle License Tax	226,017
Estate Tax	188,457
Motor Vehicle License Registration	165,597
Homestead and Rollback	116,175
Local Government	74,529
Fines, Licenses and Fees	50,078
Grants	<u>9,712</u>
Total	<u><u>\$1,157,322</u></u>

**City of Brunswick, Ohio**  
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**Note 8 - Capital Assets**

Capital asset activity for the year ended December 31, 2002, was as follows:

	Balance 12/31/01	Additions	Deletions	Balance 12/31/02
<b>Governmental Activities</b>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$7,367,596	\$0	\$0	\$7,367,596
<i>Capital Assets, being depreciated:</i>				
Land Improvements	5,543	4,074	0	9,617
Buildings and Improvements	12,082,261	48,567	(36,895)	12,093,933
Equipment and Machinery	7,717,979	887,901	(207,402)	8,398,478
Furniture and Fixtures	364,429	42,672	(2,707)	404,394
Infrastructure				
Roads	11,484,439	389,161	0	11,873,600
Sidewalks	974,440	35,787	0	1,010,227
Storm Sewers	12,692,717	344,423	0	13,037,140
Waterlines	9,690,474	307,751	0	9,998,225
Bridges	263,823	0	0	263,823
Culverts	1,821,670	0	0	1,821,670
<i>Total Capital Assets, being depreciated</i>	<u>57,097,775</u>	<u>2,060,336</u>	<u>(247,004)</u>	<u>58,911,107</u>
Less Accumulated Depreciation:				
Land Improvements	(585)	(332)	0	(917)
Buildings and Improvements	(4,295,354)	(343,120)	22,004	(4,616,470)
Equipment and Machinery	(4,865,512)	(1,040,219)	168,650	(5,737,081)
Furniture and Fixtures	(133,164)	(31,957)	1,689	(163,432)
Infrastructure				
Roads	(2,282,796)	(309,971)	0	(2,592,767)
Sidewalks	(191,285)	(26,310)	0	(217,595)
Storm Sewers	(2,428,543)	(342,703)	0	(2,771,246)
Waterlines	(1,903,055)	(261,643)	0	(2,164,698)
Bridges	(33,689)	(7,123)	0	(40,812)
Culverts	(187,439)	(49,115)	0	(236,554)
Total Accumulation Depreciation	<u>(16,321,422)</u>	<u>(2,412,493) *</u>	<u>192,343</u>	<u>(18,541,572)</u>
Total Capital Assets being depreciated, net	<u>40,776,353</u>	<u>(352,157)</u>	<u>(54,661)</u>	<u>40,369,535</u>
Governmental Activities Capital Assets, Net	<u>\$48,143,949</u>	<u>(\$352,157)</u>	<u>(\$54,661)</u>	<u>\$47,737,131</u>

**City of Brunswick, Ohio**  
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	Balance 12/31/01	Additions	Deletions	Balance 12/31/02
<b>Business-Type Activities</b>				
<i>Capital Assets, being depreciated:</i>				
Equipment	\$41,247	\$1,395	\$0	\$42,642
Furniture and Fixtures	1,811	0	0	1,811
Vehicles	17,968	0	0	17,968
<i>Total Capital Assets, being depreciated</i>	<u>61,026</u>	<u>1,395</u>	<u>0</u>	<u>62,421</u>
Less Accumulated Depreciation:				
Equipment	(28,519)	(2,687)	0	(31,206)
Furniture and Fixtures	(1,811)	0	0	(1,811)
Vehicles	(10,781)	(1,198)	0	(11,979)
Total Accumulation Depreciation	<u>(41,111)</u>	<u>(3,885)</u>	<u>0</u>	<u>(44,996)</u>
Business-Type Activities Capital Assets, Net	<u>\$19,915</u>	<u>(\$2,490)</u>	<u>\$0</u>	<u>\$17,425</u>

\* Depreciation expense was charged to governmental functions as follows:

General Government	\$209,662
Security of Persons and Property	557,306
Transportation	1,323,615
Community Environment	82,589
Public Health Services	43,029
Leisure Time Activities	<u>196,292</u>
Total Depreciation Expense	<u>\$2,412,493</u>

**Note 9 – Contractual Commitments**

As of December 31, 2002, the City had the following contractual commitments:

Project	Amount Remaining on Contract
I-71 and 303 Interchange Northbound On-Ramp	\$332,000
Applewood Storm Sewer	110,289
Boston Road	93,324
Francis, Oakleigh, Ashleigh and Briarleigh	32,045
Waterlines South of Center	13,200
I-71 and 303 Interchange Beautification	<u>12,447</u>
Total	<u>\$593,305</u>

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

**Note 10 - Contingencies**

**A. Grants**

The City received financial assistance from federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2002.

**B. Litigation**

Several claims and lawsuits are pending against the City. The amount of the liability, if any, cannot be reasonably estimated at this time. However, in the opinion of management, any such claims and lawsuits will not have a material adverse effect on the overall financial position of the City at December 31, 2002.

**Note 11 - Long-Term Obligations**

The original issue date, interest rate, original issuance and maturity date for each of the City's bonds follows:

	<u>Original Issue Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>	<u>Date of Maturity</u>
<i>General Obligation Bonds</i>				
Community Recreation Center	1998	4.75 to 6.00 %	\$3,050,000	December 1, 2010
Hadcock Road Improvement	1985	9.25	308,000	December 1, 2003
Center Road Improvement	1987	6.75	126,810	December 1, 2007
City Hall Expansion	1992	3.00 to 6.10	1,450,000	December 1, 2012
<i>Industrial Development Bonds</i>				
Brunswick Lake	1998	4.00 to 8.00	4,000,000	December 1, 2008
<i>Special Assessment Bonds</i>				
Laurel Road Improvement	1984	10.37	415,700	December 1, 2004
Center Road Improvement	1987	6.75	152,190	December 1, 2007
Cross Creek Improvement	1992	6.09	670,000	December 1, 2012
Carpenter Road Improvement	1992	6.09	75,000	December 1, 2012
Laurel Road West Waterline	1994	5.25 to 9.50	315,000	December 1, 2014
Grafton Road Improvement	1997	5.68	56,300	December 1, 2018
S. Industrial Improvement	1999	3.90 to 5.63	1,230,000	December 1, 2019
OPWC Loan	1998	0.00	100,000	December 1, 2007

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
For the Year Ended December, 31, 2002

A schedule of changes in bonds and other long-term obligations of the City during 2002 follows:

	Amounts Outstanding 12/31/01	Additions	Reductions	Amounts Outstanding 12/31/02	Amounts Due in One Year
<i>General Obligation Bonds:</i>					
<i>Voted:</i>					
Community Recreation Center Refunding Bonds	\$3,050,000	\$0	(\$285,000)	\$2,765,000	\$295,000
<i>Unvoted:</i>					
Hadcock Road Improvement	36,000	0	(18,000)	18,000	18,000
Center Road Improvement	40,903	0	(6,818)	34,085	6,818
City Hall Expansion	1,000,000	0	(65,000)	935,000	70,000
<i>Total General Obligation Bonds</i>	<u>4,126,903</u>	<u>0</u>	<u>(374,818)</u>	<u>3,752,085</u>	<u>389,818</u>
<i>Industrial Development Bonds:</i>					
Brunswick Lake	3,615,000	0	(355,000)	3,260,000	430,000
<i>Special Assessment Bonds:</i>					
Laurel Road Improvement	75,000	0	(25,000)	50,000	25,000
Center Road Improvement	49,095	0	(8,182)	40,913	8,182
Cross Creek Improvement	463,000	0	(37,000)	426,000	36,000
Carpenter Road Improvement	52,000	0	(3,000)	49,000	4,000
Laurel Road West Waterline	245,000	0	(10,000)	235,000	10,000
Grafton Road Improvement	45,266	0	(2,716)	42,550	2,717
S. Industrial Improvement	1,155,000	0	(40,000)	1,115,000	40,000
<i>Total Special Assessment Bonds</i>	<u>2,084,361</u>	<u>0</u>	<u>(125,898)</u>	<u>1,958,463</u>	<u>125,899</u>
Compensated Absences	280,368	40,871	(57,630)	263,609	60,679
OPWC Loan 0%	60,000	0	(10,000)	50,000	10,000
<i>Total Governmental Long-Term Liabilities</i>	<u>\$10,166,632</u>	<u>\$40,871</u>	<u>(\$923,346)</u>	<u>\$9,284,157</u>	<u>\$1,016,396</u>
<i>Business-Type Activities:</i>					
Compensated Absences	<u>\$1,568</u>	<u>\$610</u>	<u>(\$750)</u>	<u>\$1,428</u>	<u>\$0</u>

General obligation bonds will be paid from taxes receipted in the debt service fund. The industrial development bonds are not backed by the full faith and credit of the City and will be paid from monies received from selling the land held for resale. The special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

Compensated absences will be paid from the general fund, the fire department, street repair and maintenance, waterworks improvement, cable t.v., parks and recreational center special revenue funds and the refuse enterprise fund which are the fund the employees' salaries are paid. The OPWC loan will be paid with income tax proceeds in the street repair and maintenance special revenue fund.

As of December 31, 2002, the outstanding Industrial Revenue Bonds principal amount payable was \$3,260,000 with an original issue amount of \$4,000,000.

As parcels of land are sold to developers, businesses and individuals, advance principal payments are required at the time of the sale.

The City's overall debt margin was \$61,718,424 and the unvoted legal debt margin was \$30,826,144 at December 31, 2002. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2002, are as follows:

	General Obligation Bonds		Special Assessment Bonds		OPWC	Total	
	Principal	Interest	Principal	Interest	Loan	Principal	Interest
2003	\$389,818	\$211,647	\$125,899	\$114,934	\$10,000	\$525,717	\$326,581
2004	391,816	191,479	135,899	106,737	10,000	537,715	298,216
2005	421,817	171,869	110,900	97,956	10,000	542,717	269,825
2006	416,817	150,696	115,900	91,633	10,000	542,717	242,329
2007	436,817	129,655	125,900	85,035	10,000	572,717	214,690
2008-2012	1,695,000	247,710	693,585	313,504	0	2,388,585	561,214
2013-2017	0	0	458,885	129,471	0	458,885	129,471
2018-2019	0	0	191,495	16,313	0	191,495	16,313
<b>Total</b>	<b>\$3,752,085</b>	<b>\$1,103,056</b>	<b>\$1,958,463</b>	<b>\$955,583</b>	<b>\$50,000</b>	<b>\$5,760,548</b>	<b>\$2,058,639</b>

**Note 12 – Conduit Debt Obligations**

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

The City has served as the issuer of industrial development bonds for Fogg-Brunswick Center Limited Partnership in 1985, and for Kinder-Care Learning Centers, Inc. in 1988, in the amounts of \$2,550,000, and \$425,000, respectively. The proceeds were used to acquire, construct, improve and equip facilities. Payments are made by the companies to the trustees, First National Bank of Ohio, Akron, Ohio, and Regions Bank, Montgomery, Alabama, respectively, in an amount equal to the debt principal and interest payments. The trustee then makes the principal and interest payments on the bonds. These bonds do not constitute a general obligation, debt or bonded indebtedness of the City. Neither the full faith and credit or taxing power of the City is pledged to make repayment. The principal outstanding at December 31, 2002, was \$1,603,375, and \$425,000 respectively; no payments were received from Kinder-Care during the year. The bonds fully mature in 2008.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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**Note 13 - Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City has insurance coverage with Factory Mutual Insurance Company who provides the boiler coverage. The City's coverage for general liability, bodily injury and property damage to others, with Clarendon National Insurance Company, is limited to \$1,000,000 per occurrence and has a \$2,000,000 aggregate limit per year. In addition, there is an excess umbrella coverage of \$10,000,000 for all liability coverage.

Errors and omissions for public officials and police professional liability are \$1,000,000 per occurrence and \$2,000,000 aggregate per year with an \$8,000 deductible. Vehicles are covered for \$1,000,000 per each occurrence, no aggregate, with a \$100 deductible for comprehensive, \$250 deductible for collision, and a \$500 deductible for all fire vehicles.

Comprehensive crime is covered at \$100,000 for money and securities. The boiler is covered at \$10,000,000 with a \$1,000 deductible and Electronic Data Processing coverage is \$946,214 with a \$500 deductible.

Coverage for the City's buildings, furniture, fixtures, and contents has a limit of \$17,233,333 with a \$1,000 deductible. Inland marine coverage for all City property that moves has a limit of \$1,049,190 with a \$250 deductible.

Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

The City participates in the Ohio Municipal League Group Rating Plan (OML) for workers' compensation. The intent of the OML is to achieve the benefit of a reduced premium for the participants, foster safer working environments and foster cost-effective claims management skills by virtue of its grouping and representation with other participants in the OML. The workers' compensation experience of the participating cities is calculated as one experience and a common premium rate is applied to all cities in the OML. Each participant pays its workers' compensation premium to the State based on the rate for the OML rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings of the OML. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the OML. Participation in the OML is limited to cities that can meet the OML's selection criteria. The firm of Gates McDonald & Company provides administrative, cost control and actuarial services to the OML.

**Note 14 - Defined Benefit Pension Plans**

**A. Ohio Public Employees Retirement System (OPERS)**

All full-time employees, other than non-administrative full-time police officers and firefighters, participate in the Ohio Public Employees Retirement System of Ohio (OPERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. OPERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The authority to establish and amend benefits is provided by



**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report which may be obtained by writing to the Ohio 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. The 2002 employer pension contribution rate for the City was 8.55 percent of covered payroll, decreased from 9.25 percent in 2001. Contributions are authorized by State statute. The City's required contributions to OPERS for pension obligations for the years ended December 31, 2002, 2001, and 2000 were \$345,888, \$351,278, and \$386,317, respectively. The full amount has been contributed for 2001 and 2000. 77.0 percent has been contributed for 2002, with the remainder being presented as "intergovernmental payable" in the governmental activities column on the statement of net assets.

***B. Ohio Police and Fire Pension Fund***

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

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 11.75 percent for police and 16.25 percent for firefighters. For 2001, the City contributions were 12 percent for police and 16.5 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the OP&F for pension obligations for police and firefighters were \$245,412, and \$213,537 for the year ended December 31, 2002, \$213,972 and \$227,515 for the year ended December 31, 2001, and \$320,937 and \$150,414 for the year ended December 31, 2000. The full amount has been contributed for 2001 and 2000. 76.87 percent and 74.05 percent, respectively, have been contributed for 2002, with the remainder being presented as "intergovernmental payable" in the governmental activities column on the statement of net assets.

**Note 15 - Postemployment Benefits**

***A. Ohio Public Employees Retirement System***

The Ohio Public Employees Retirement System of Ohio (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in GASB Statement No. 12. A portion of each employer's contribution to OPERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 2002 employer contribution rate was 13.55 percent of covered payroll; 5.0 percent was the portion that was used to fund health care for 2002. For 2001, the contribution rate was 13.55 percent of covered payroll; 4.30 percent was the portion that was used to fund health care.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2001, include a rate of return on investments of 8.0 percent, an annual increase in active employee total payroll of 4.0 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.0 percent annually.

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

The number of active contributing participants was 402,041. The City's actual contributions for 2002 which were used to fund postemployment benefits were \$202,274. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2001, (the latest information available) were \$11.6 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$16.4 billion and \$4.8 billion, respectively.

***B. Ohio Police and Fire Pension Fund***

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

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund's board of trustees to provide health care coverage and states that health care costs paid from the Ohio Police and Fire Pension 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 is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.75 percent of covered payroll was applied to the postemployment health care program during 2002. For 2001 the percent used to fund healthcare was 7.5 percent. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

The City's actual contributions for 2002 that were used to fund postemployment benefits were \$161,867 for police and \$101,841 for fire. The OP&F's total health care expense for the year ended December 31, 2001, (the latest information available) was \$122,289,771, which was net of member contributions of \$6,874,699. The number of OP&F participants eligible to receive health care benefits as of December 31, 2001, was 13,174 for police and 10,239 for firefighters.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

**Note 16 - Other Employee Benefits**

**A. Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Employees earn two to six weeks of vacation per year, depending upon length of service. Vacation accumulation is limited to one year. All accumulated unused vacation time is paid upon termination of employment. Employees may only accrue one year of vacation time. Outstanding unused vacation is reflected as vacation benefits payable on the statement of net assets.

Employees earn sick leave at the rate of 1.25 days per month of service. Sick leave accumulation is unlimited, but upon retirement or death, an employee can be paid twenty-five percent to a maximum of thirty days of accumulated, unused sick leave.

**B. Health and Life Insurance**

The City provides health insurance through Medical Mutual to its employees. It also provides life insurance and accidental death and dismemberment insurance to its employees through Group Life Insurance. The option to select an HMO from Kaiser Permanente is provided to the employees and premiums are paid by the City.

**Note 17 - Interfund Transfers and Balances**

**A. Transfers**

Transfers are primarily from the general fund to various funds within the City. Income tax revenues are collected in the general fund and then transferred to the funds. The Fire Department and Street Maintenance and Repair funds transferred monies to the equipment replacement fund for various equipment purchases.

	<b>Transfer From</b>			Street Repair and Maintenance	Nonmajor	Totals
	<u>General</u>	<u>Fire Department</u>	<u>Fire</u>			
<b>Transfer To</b>						
<i>Governmental Activities</i>						
Street Repair and Maintenance	\$7,000	\$0	\$0	\$3,440	\$10,440	
Nonmajor Funds	<u>1,029,791</u>	<u>190,000</u>	<u>102,215</u>	<u>389,673</u>	<u>1,711,679</u>	
<b>Total</b>	<u><u>\$1,036,791</u></u>	<u><u>\$190,000</u></u>	<u><u>\$102,215</u></u>	<u><u>\$393,113</u></u>	<u><u>\$1,722,119</u></u>	

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

**B. Balances**

Interfund receivables and payables are due to the timing of the receipt of grant monies by the nonmajor funds and due to the land held for resale for a industrial complex by the Brunswick Lake construction fund and originally paid for by the general fund. All interfund balances will be repaid within one year. Interfund balances at December 31, 2002, consist of the following:

	Interfund Activity 12/31/02	
	Receivables	Payables
<b>MAJOR FUNDS</b>		
General Fund	\$3,103,000	\$0
<i>Capital Projects Fund:</i>		
Brunswick Lake Construction	0	2,957,000
<b><i>Total Major Funds</i></b>	<b>3,103,000</b>	<b>2,957,000</b>
<b>NONMAJOR FUNDS</b>		
<i>Capital Projects Funds:</i>		
Community Development Block Grant	0	83,000
Road Improvement	0	63,000
<b><i>Total Nonmajor Funds</i></b>	<b>0</b>	<b>146,000</b>
<b>Total All Funds</b>	<b>\$3,103,000</b>	<b>\$3,103,000</b>

**Note 18 - Jointly Governed Organizations**

**A. Ohio Telecommunications Network Council**

The City participates in the Ohio Telecommunications Network Council (Council), a regional council of governments formed under Chapter 167 of the Ohio Revised Code. The Council is governed by its membership, including six cities and villages. Each member's control over the operations of the Council is limited to its representation on the board. Currently, the Council is undertaking a joint program for the establishment and operation of a fiber optics telecommunications system. The membership approves its own budget and oversees accounting and finance related activities. During 2002, no contributions were made by the City of Brunswick. Financial information can be obtained by contacting the City of Bedford, 5661 Perkins Road, Bedford, Ohio 44146.

**City of Brunswick, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December, 31, 2002*

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***B. Southwest Council of Governments***

The Southwest Council of Governments helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions, and regional development. The board is comprised of one member from each of the sixteen participating entities. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting, and designating management. Budgets are adopted by the board. Each city's degree of control is limited to its representation on the board. In 2002, the City contributed \$7,500 which represents 5.25 percent of total contributions.

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

***C. Northeast Ohio Public Energy Council***

The City is a member of The Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of 92 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. The City of Brunswick did not contribute to NOPEC during 2002. Financial information can be obtained by contacting Dan DiLiberto, Board Chairman, 1615 Clark Avenue, Cleveland, Ohio 44109.

**Note 19 – Subsequent Event**

On April 15, 2003, the City issued \$1,410,000 in capital improvement refunding bonds with interest rates varying between 4.00 and 5.75 percent; \$935,000 for the refunding of the city hall expansion bonds from 1992, \$426,000 for the refunding of the Cross Creek improvement bonds from 1992 and \$49,000 for the refunding of the Carpenter Road improvement bonds from 1992.

## Combining Statements and Individual Fund Schedules

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### *Combining Statements – Nonmajor Funds*

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#### *Nonmajor Special Revenue Funds*

To account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes.

***Court Computerization Fund*** To account for court fees and fines used to purchase supplies for the mayor's court.

***Police Fund*** To account for income tax proceeds which pays a portion of police department salaries.

***Drug Enforcement Fund*** To account for County shared revenues which help support Medway, a drug enforcement operation.

***State Highway Fund*** Required by the Ohio Revised Code to account for State gasoline tax and motor vehicle registration fees designated for maintenance of State highways within the City.

***Law Enforcement Fund*** To account for monies received from the sale or disposition of seized contraband. Expenditures from this fund are made for law enforcement purposes.

***Brunswick Transit Alternative Fund*** To account for federal monies, user charges and income tax monies used for the operation of a bus transit system in the City.

***Waterworks Improvement Fund*** To account for waterline maintenance fees.

***Cable T.V. Fund*** To account for cable franchise fees used for providing local programming.

***Parks Fund*** To account for income tax monies used for the operation of the City's parks.

***Enforcement and Education Fund*** To account for fines imposed under Section 4511.99 (A) of the Ohio Revised Code. These monies are used to pay costs incurred in enforcing Section 4511.19 of the Ohio Revised Code, and to educate the public about the laws against and the dangers of operating a motor vehicle while under the influence of alcohol.

***Community Recreation Center Fund*** To account for membership fees, program fees, and general fund subsidies used to operate the Rec-Center.

***Revolving Loan Fund*** To account for loans made by the City to local businesses and the subsequent repayment of these loans. Budgetary data for the revolving loan special revenue fund is not reported because it is not included in the entity for which the "appropriated budget" is adopted nor is separate budgetary information maintained.

(continued)

**Combining Statements – Nonmajor Funds (continued)**

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**Nonmajor Debt Service Fund**

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

**General Obligation Bond Retirement Fund** To account for tax levies that are utilized for the repayment of general obligation bonds of the City.

**Nonmajor Capital Projects Funds**

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Capital projects funds account for the acquisition, construction or improvement of capital facilities other than those financed by proprietary funds.

**Community Development Block Grant Fund** To account for grant monies used for various capital projects of the City.

**Bus Garage Construction Fund** To account for the construction of the bus garage financed with monies received from the State.

**Fire Station Construction Fund** To account for the construction of the fire station financed by taxes.

**Service Garage Construction Fund** To account for the construction of the service garage financed by tax monies.

**Capital Projects Fund** To account for the various capital projects of the City financed by tax monies.

**Traffic Control Equipment Fund** To account for transfers from the street maintenance and repair special revenue fund and from the state highway special revenue fund for the purchase of traffic control equipment.

**Park Development Fund** To account for the acquisition and development of various City Parks.

**City Hall Expansion Fund** To account for the expansion of City Hall.

**Capital Replacement Fund** To account for transfers from various other funds of the City to provide for the future replacement of equipment.

**Road Improvement Fund** To account for transfers and grant monies used for improvements to various City roads.

**Boston/Carpenter Fund** To account for grant monies used for improvements to the Boston/Carpenter intersection.

**Sanitary Storm Sewer Fund** To account for transfers and grant monies used for improvements to various City storm sewers.

**Waterline South Center Fund** To account for transfers and grant monies used for improvements to waterline on South Center Road.

**City of Brunswick**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*December 31, 2002*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$2,326,013	\$551,357	\$7,978,656	\$10,856,026
Cash and Cash Equivalents in				
Segregated Accounts	409,338	0	36,727	446,065
Investments	0	42,549	0	42,549
Receivables:				
Taxes	844,561	400,034	0	1,244,595
Accounts	70,858	0	0	70,858
Intergovernmental	83,719	28,623	135,709	248,051
Loans	95,030	0	0	95,030
Materials and Supplies Inventory	11,400	0	0	11,400
<i>Total Assets</i>	<u>\$3,840,919</u>	<u>\$1,022,563</u>	<u>\$8,151,092</u>	<u>\$13,014,574</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$7,455	\$0	\$284	\$7,739
Contracts Payable	0	0	573,738	573,738
Accrued Wages and Benefits	27,431	0	0	27,431
Intergovernmental Payable	23,201	0	0	23,201
Retainage Payable	0	0	47,542	47,542
Interfund Payable	0	0	146,000	146,000
Deferred Revenue	839,695	425,842	119,960	1,385,497
<i>Total Liabilities</i>	<u>897,782</u>	<u>425,842</u>	<u>887,524</u>	<u>2,211,148</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	99,754	0	178,531	278,285
Reserved for Loans	95,030	0	0	95,030
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	2,748,353	0	0	2,748,353
Debt Service Fund	0	596,721	0	596,721
Capital Projects Funds	0	0	7,085,037	7,085,037
<i>Total Fund Balances</i>	<u>2,943,137</u>	<u>596,721</u>	<u>7,263,568</u>	<u>10,803,426</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$3,840,919</u>	<u>\$1,022,563</u>	<u>\$8,151,092</u>	<u>\$13,014,574</u>



**City of Brunswick**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Year Ended December 31, 2002*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Property and Other Taxes	\$0	\$469,880	\$0	\$469,880
Municipal Income Tax	1,585,679	30,716	0	1,616,395
Charges for Services	1,189,224	0	0	1,189,224
Permissive Motor Vehicle License Tax	11,135	0	239,463	250,598
Licenses, Permits and Fees	203,205	0	82,760	285,965
Fines and Forfeitures	47,007	0	0	47,007
Intergovernmental	315,263	6,128	773,890	1,095,281
Sales	22,263	0	0	22,263
Interest	16,113	16,103	39,649	71,865
Other	4,939	0	13,325	18,264
<i>Total Revenues</i>	<u>3,394,828</u>	<u>522,827</u>	<u>1,149,087</u>	<u>5,066,742</u>
<b>Expenditures</b>				
Current:				
General Government	33,650	7,761	0	41,411
Security of Persons and Property	1,047,766	0	0	1,047,766
Transportation	354,951	0	0	354,951
Community Environment	183,263	0	0	183,263
Public Health Services	111,691	0	0	111,691
Leisure Time Activities	1,670,618	0	0	1,670,618
Capital Outlay	0	0	2,854,556	2,854,556
Debt Service:				
Principal Retirement	0	374,818	0	374,818
Interest and Fiscal Charges	0	231,043	0	231,043
<i>Total Expenditures</i>	<u>3,401,939</u>	<u>613,622</u>	<u>2,854,556</u>	<u>6,870,117</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(7,111)</u>	<u>(90,795)</u>	<u>(1,705,469)</u>	<u>(1,803,375)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	192,263	0	1,519,416	1,711,679
Transfers Out	(199,333)	0	(193,780)	(393,113)
<b>Total Other Financing Sources (Uses)</b>	<u>(7,070)</u>	<u>0</u>	<u>1,325,636</u>	<u>1,318,566</u>
<i>Net Change in Fund Balances</i>	(14,181)	(90,795)	(379,833)	(484,809)
<i>Fund Balances Beginning of Year</i>	<u>2,957,318</u>	<u>687,516</u>	<u>7,643,401</u>	<u>11,288,235</u>
<i>Fund Balances End of Year</i>	<u><u>\$2,943,137</u></u>	<u><u>\$596,721</u></u>	<u><u>\$7,263,568</u></u>	<u><u>\$10,803,426</u></u>

**City of Brunswick**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*December 31, 2002*

	<u>Court Computerization</u>	<u>Police</u>	<u>Drug Enforcement</u>	<u>State Highway</u>	<u>Law Enforcement</u>
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$55,038	\$68,468	\$0	\$27,593	\$26,192
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Receivables:					
Taxes	0	548,045	0	0	0
Accounts	0	0	0	0	0
Intergovernmental	0	0	0	43,700	0
Loans	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0
<i>Total Assets</i>	<u>\$55,038</u>	<u>\$616,513</u>	<u>\$0</u>	<u>\$71,293</u>	<u>\$26,192</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$23	\$0	\$0	\$55	\$0
Accrued Wages and Benefits	0	0	0	0	0
Intergovernmental Payable	120	0	0	0	0
Deferred Revenue	0	453,748	0	37,675	0
<i>Total Liabilities</i>	<u>143</u>	<u>453,748</u>	<u>0</u>	<u>37,730</u>	<u>0</u>
<b>Fund Balances:</b>					
Reserved for Encumbrances	0	0	32,668	0	0
Reserved for Loans	0	0	0	0	0
Unreserved, Undesignated (Deficit)	54,895	162,765	(32,668)	33,563	26,192
<i>Total Fund Balances (Deficit)</i>	<u>54,895</u>	<u>162,765</u>	<u>0</u>	<u>33,563</u>	<u>26,192</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$55,038</u>	<u>\$616,513</u>	<u>\$0</u>	<u>\$71,293</u>	<u>\$26,192</u>

Brunswick Transit Alternative	Waterworks Improvement	Cable TV	Parks	Enforcement and Education	Community Recreation Center	Revolving Loan	Total Nonmajor Special Revenue Funds
\$157,582	\$280,611	\$1,459,181	\$212,301	\$28,275	\$10,772	\$0	\$2,326,013
0	0	0	0	0	0	409,338	409,338
51,123	0	0	245,393	0	0	0	844,561
0	13,102	55,256	0	0	2,500	0	70,858
40,019	0	0	0	0	0	0	83,719
0	0	0	0	0	0	95,030	95,030
0	0	0	8,688	0	2,712	0	11,400
<u>\$248,724</u>	<u>\$293,713</u>	<u>\$1,514,437</u>	<u>\$466,382</u>	<u>\$28,275</u>	<u>\$15,984</u>	<u>\$504,368</u>	<u>\$3,840,919</u>
\$361	\$62	\$155	\$725	\$0	\$6,074	\$0	\$7,455
0	613	3,475	10,043	0	13,300	0	27,431
5,719	1,138	1,573	5,183	0	9,468	0	23,201
82,346	7,499	55,256	203,171	0	0	0	839,695
<u>88,426</u>	<u>9,312</u>	<u>60,459</u>	<u>219,122</u>	<u>0</u>	<u>28,842</u>	<u>0</u>	<u>897,782</u>
19,041	240	45,986	1,318	0	501	0	99,754
0	0	0	0	0	0	95,030	95,030
141,257	284,161	1,407,992	245,942	28,275	(13,359)	409,338	2,748,353
<u>160,298</u>	<u>284,401</u>	<u>1,453,978</u>	<u>247,260</u>	<u>28,275</u>	<u>(12,858)</u>	<u>504,368</u>	<u>2,943,137</u>
<u>\$248,724</u>	<u>\$293,713</u>	<u>\$1,514,437</u>	<u>\$466,382</u>	<u>\$28,275</u>	<u>\$15,984</u>	<u>\$504,368</u>	<u>\$3,840,919</u>

**City of Brunswick**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Year Ended December 31, 2002*

	<u>Court Computerization</u>	<u>Police</u>	<u>Drug Enforcement</u>	<u>State Highway</u>	<u>Law Enforcement</u>
<b>Revenues</b>					
Municipal Income Tax	\$0	\$1,028,964	\$0	\$0	\$0
Charges for Services	0	0	0	0	0
Permissive Motor Vehicle License Tax	0	0	0	11,135	0
Licenses, Permits and Fees	0	0	0	0	0
Fines and Forfeitures	41,870	0	0	0	708
Intergovernmental	0	0	51,128	70,661	0
Sales	0	0	0	0	0
Interest	0	0	0	0	0
Other	0	0	0	0	0
<i>Total Revenues</i>	<u>41,870</u>	<u>1,028,964</u>	<u>51,128</u>	<u>81,796</u>	<u>708</u>
<b>Expenditures</b>					
Current:					
General Government	33,650	0	0	0	0
Security of Persons and Property	0	996,638	51,128	0	0
Transportation	0	0	0	78,725	0
Community Environment	0	0	0	0	0
Public Health Services	0	0	0	0	0
Leisure Time Activities	0	0	0	0	0
<i>Total Expenditures</i>	<u>33,650</u>	<u>996,638</u>	<u>51,128</u>	<u>78,725</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>8,220</u>	<u>32,326</u>	<u>0</u>	<u>3,071</u>	<u>708</u>
<b>Other Financing Sources (Uses)</b>					
Transfers In	0	0	0	10,038	0
Transfers Out	(666)	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>(666)</u>	<u>0</u>	<u>0</u>	<u>10,038</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	7,554	32,326	0	13,109	708
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>47,341</u>	<u>130,439</u>	<u>0</u>	<u>20,454</u>	<u>25,484</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$54,895</u>	<u>\$162,765</u>	<u>\$0</u>	<u>\$33,563</u>	<u>\$26,192</u>

Brunswick Transit Alternative	Waterworks Improvement	Cable TV	Parks	Enforcement and Education	Community Recreation Center	Revolving Loan	Total Nonmajor Special Revenue Funds
\$95,985	\$0	\$0	\$460,730	\$0	\$0	\$0	\$1,585,679
7,361	157,043	0	1,605	0	1,023,215	0	1,189,224
0	0	0	0	0	0	0	11,135
0	0	203,205	0	0	0	0	203,205
0	0	0	0	4,429	0	0	47,007
189,208	23	0	1,448	0	2,795	0	315,263
0	0	0	0	0	22,263	0	22,263
0	0	0	0	0	0	16,113	16,113
0	0	415	1,129	0	3,395	0	4,939
<u>292,554</u>	<u>157,066</u>	<u>203,620</u>	<u>464,912</u>	<u>4,429</u>	<u>1,051,668</u>	<u>16,113</u>	<u>3,394,828</u>
0	0	0	0	0	0	0	33,650
0	0	0	0	0	0	0	1,047,766
276,226	0	0	0	0	0	0	354,951
0	0	183,163	0	0	0	100	183,263
0	111,691	0	0	0	0	0	111,691
0	0	0	494,834	0	1,175,784	0	1,670,618
<u>276,226</u>	<u>111,691</u>	<u>183,163</u>	<u>494,834</u>	<u>0</u>	<u>1,175,784</u>	<u>100</u>	<u>3,401,939</u>
<u>16,328</u>	<u>45,375</u>	<u>20,457</u>	<u>(29,922)</u>	<u>4,429</u>	<u>(124,116)</u>	<u>16,013</u>	<u>(7,111)</u>
3,740	0	0	0	0	178,485	0	192,263
<u>(8,870)</u>	<u>(101,600)</u>	<u>(25,480)</u>	<u>(33,026)</u>	<u>0</u>	<u>(29,691)</u>	<u>0</u>	<u>(199,333)</u>
<u>(5,130)</u>	<u>(101,600)</u>	<u>(25,480)</u>	<u>(33,026)</u>	<u>0</u>	<u>148,794</u>	<u>0</u>	<u>(7,070)</u>
11,198	(56,225)	(5,023)	(62,948)	4,429	24,678	16,013	(14,181)
<u>149,100</u>	<u>340,626</u>	<u>1,459,001</u>	<u>310,208</u>	<u>23,846</u>	<u>(37,536)</u>	<u>488,355</u>	<u>2,957,318</u>
<u>\$160,298</u>	<u>\$284,401</u>	<u>\$1,453,978</u>	<u>\$247,260</u>	<u>\$28,275</u>	<u>(\$12,858)</u>	<u>\$504,368</u>	<u>\$2,943,137</u>

**City of Brunswick**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*December 31, 2002*

	Community Development Block Grant	Fire Station Construction	Capital Projects	Traffic Control Equipment	Park Development
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$84,950	\$2,226,887	\$141,529	\$227,753	\$839,083
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0	0
Intergovernmental Receivable	0	0	135,709	0	0
<i>Total Assets</i>	<u>\$84,950</u>	<u>\$2,226,887</u>	<u>\$277,238</u>	<u>\$227,753</u>	<u>\$839,083</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$0	\$0	\$0	\$154	\$130
Contracts Payable	0	0	0	0	0
Retainage Payable	0	0	0	0	10,815
Interfund Payable	83,000	0	0	0	0
Deferred Revenue	0	0	119,960	0	0
<i>Total Liabilities</i>	<u>83,000</u>	<u>0</u>	<u>119,960</u>	<u>154</u>	<u>10,945</u>
<b>Fund Balances</b>					
Reserved for Encumbrances	146,312	0	0	0	9,050
Unreserved, Undesignated (Deficit)	(144,362)	2,226,887	157,278	227,599	819,088
<i>Total Fund Balances</i>	<u>1,950</u>	<u>2,226,887</u>	<u>157,278</u>	<u>227,599</u>	<u>828,138</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$84,950</u>	<u>\$2,226,887</u>	<u>\$277,238</u>	<u>\$227,753</u>	<u>\$839,083</u>

<u>City Hall Expansion</u>	<u>Capital Replacement</u>	<u>Road Improvement</u>	<u>Boston/ Carpenter</u>	<u>Sanitary Storm Sewer</u>	<u>Waterline South Center</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$638,509	\$2,659,924	\$781,107	\$5,005	\$348,709	\$25,200	\$7,978,656
0	0	3,985	0	32,742	0	36,727
0	0	0	0	0	0	135,709
<u>\$638,509</u>	<u>\$2,659,924</u>	<u>\$785,092</u>	<u>\$5,005</u>	<u>\$381,451</u>	<u>\$25,200</u>	<u>\$8,151,092</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$284
0	0	442,855	5,005	112,678	13,200	573,738
0	0	3,985	0	32,742	0	47,542
0	0	63,000	0	0	0	146,000
0	0	0	0	0	0	119,960
0	0	509,840	5,005	145,420	13,200	887,524
0	22,719	0	0	450	0	178,531
638,509	2,637,205	275,252	0	235,581	12,000	7,085,037
638,509	2,659,924	275,252	0	236,031	12,000	7,263,568
<u>\$638,509</u>	<u>\$2,659,924</u>	<u>\$785,092</u>	<u>\$5,005</u>	<u>\$381,451</u>	<u>\$25,200</u>	<u>\$8,151,092</u>

**City of Brunswick**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Year Ended December 31, 2002*

	Community Development Block Grant	Bus Garage Construction	Fire Station Construction	Service Garage Construction	Capital Projects	Traffic Control Equipment
<b>Revenues</b>						
Permissive Motor Vehicle License Tax	\$0	\$0	\$0	\$0	\$239,463	\$0
Licenses, Permits and Fees	0	0	0	0	0	0
Intergovernmental	41,800	0	0	0	0	0
Interest	0	0	39,649	0	0	0
Other	0	0	0	0	0	0
<i>Total Revenues</i>	41,800	0	39,649	0	239,463	0
<b>Expenditures</b>						
Capital Outlay	85,133	0	27,800	19,390	693	154
<i>Excess of Revenues Over (Under) Expenditures</i>	(43,333)	0	11,849	(19,390)	238,770	(154)
<b>Other Financing Sources (Uses)</b>						
Transfers In	10,000	0	0	0	0	24,000
Transfers Out	0	(3,740)	0	(3,440)	(177,500)	(9,100)
<b>Total Other Financing Sources (Uses)</b>	10,000	(3,740)	0	(3,440)	(177,500)	14,900
<i>Net Change in Fund Balances</i>	(33,333)	(3,740)	11,849	(22,830)	61,270	14,746
<i>Fund Balances Beginning of Year</i>	35,283	3,740	2,215,038	22,830	96,008	212,853
<i>Fund Balances End of Year</i>	<u>\$1,950</u>	<u>\$0</u>	<u>\$2,226,887</u>	<u>\$0</u>	<u>\$157,278</u>	<u>\$227,599</u>



<u>Park Development</u>	<u>City Hall Expansion</u>	<u>Capital Replacement</u>	<u>Road Improvement</u>	<u>Boston/ Carpenter</u>	<u>Sanitary Storm Sewer</u>	<u>Waterline South Center</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$239,463
82,760	0	0	0	0	0	0	82,760
0	0	0	635,357	0	96,733	0	773,890
0	0	0	0	0	0	0	39,649
1,000	0	11,575	210	0	540	0	13,325
83,760	0	11,575	635,567	0	97,273	0	1,149,087
49,145	5,984	391,095	1,841,170	9,100	336,892	88,000	2,854,556
34,615	(5,984)	(379,520)	(1,205,603)	(9,100)	(239,619)	(88,000)	(1,705,469)
0	0	740,616	458,200	9,100	177,500	100,000	1,519,416
0	0	0	0	0	0	0	(193,780)
0	0	740,616	458,200	9,100	177,500	100,000	1,325,636
34,615	(5,984)	361,096	(747,403)	0	(62,119)	12,000	(379,833)
793,523	644,493	2,298,828	1,022,655	0	298,150	0	7,643,401
<u>\$828,138</u>	<u>\$638,509</u>	<u>\$2,659,924</u>	<u>\$275,252</u>	<u>\$0</u>	<u>\$236,031</u>	<u>\$12,000</u>	<u>\$7,263,568</u>

## Fiduciary Funds

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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 following is the City's fiduciary fund type:

### Agency Funds

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

***Performance Bond Fund*** To account for monies posted for grade bonds. These monies are returned after final approval by the City.

***Family Violence Fund*** To account for grant monies received for the Committee Against Family Violence. The City's role, as directed by the Committee, is limited to that of custodian of funds.

***Recreational Programs Fund*** To account for purchases of supplies and equipment for local softball teams.

***Flex Spending Fund*** To account for monies withheld from employees' paychecks for future child care and health services purchased by the employee.

***Twelve Step Recovery Fund*** To account for grant monies received for the Twelve Step Recovery Program. The City's role, as directed by the Program, is limited to that of custodian of funds.

**City of Brunswick**  
*Combining Statement of Assets and Liabilities*  
*Agency Funds*  
*December 31, 2002*

	Performance Bond	Family Violence	Recreational Programs
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$388,559	\$3,307	\$1,030
Cash and Cash Equivalents in Segregated Accounts	<u>392,376</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$780,935</u></u>	<u><u>\$3,307</u></u>	<u><u>\$1,030</u></u>
<b>Liabilities</b>			
Undistributed Assets	<u><u>\$780,935</u></u>	<u><u>\$3,307</u></u>	<u><u>\$1,030</u></u>

(continued)

**City of Brunswick**  
*Combining Statement of Assets and Liabilities*  
*Agency Funds (continued)*  
*December 31, 2002*

	Flex Spending	Twelve Step Recovery	Total
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$295	\$107	\$393,298
Cash and Cash Equivalents in Segregated Accounts	0	0	392,376
<i>Total Assets</i>	<u>\$295</u>	<u>\$107</u>	<u>\$785,674</u>
<b>Liabilities</b>			
Undistributed Assets	<u>\$295</u>	<u>\$107</u>	<u>\$785,674</u>

**City of Brunswick**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds*  
*For the Year Ended December 31, 2002*

	Beginning Balance 12/31/01	Additions	Deductions	Ending Balance 12/31/02
<b><i>Performance Bond</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$518,390	\$224,709	\$354,540	\$388,559
Cash and Cash Equivalents in Segregated Accounts	287,006	105,370	0	392,376
<i>Total Assets</i>	<u>\$805,396</u>	<u>\$330,079</u>	<u>\$354,540</u>	<u>\$780,935</u>
<b>Liabilities</b>				
Undistributed Assets	<u>\$805,396</u>	<u>\$330,079</u>	<u>\$354,540</u>	<u>\$780,935</u>
 <b><i>Family Violence</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$5,600	\$0	\$2,293	\$3,307
<b>Liabilities</b>				
Undistributed Assets	<u>\$5,600</u>	<u>\$0</u>	<u>\$2,293</u>	<u>\$3,307</u>
 <b><i>Recreational Programs</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,030	\$0	\$0	\$1,030
<b>Liabilities</b>				
Undistributed Assets	<u>\$1,030</u>	<u>\$0</u>	<u>\$0</u>	<u>\$1,030</u>
 <b><i>Flex Spending</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$906	\$7,564	\$8,175	\$295
<b>Liabilities</b>				
Undistributed Assets	<u>\$906</u>	<u>\$7,564</u>	<u>\$8,175</u>	<u>\$295</u>

(continued)

**City of Brunswick**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds (continued)*  
*For the Year Ended December 31, 2002*

	Beginning Balance 12/31/01	Additions	Deductions	Ending Balance 12/31/02
<b><i>Twelve Step Recovery</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$14,670	\$14,563	\$107
<b>Liabilities</b>				
Undistributed Assets	\$0	\$14,670	\$14,563	\$107
<b><i>Total - All Agency Funds</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$525,926	\$246,943	\$379,571	\$393,298
Cash and Cash Equivalents in Segregated Accounts	287,006	105,370	0	392,376
<b><i>Total Assets</i></b>	<b>\$812,932</b>	<b>\$352,313</b>	<b>\$379,571</b>	<b>\$785,674</b>
<b>Liabilities</b>				
Undistributed Assets	\$812,932	\$352,313	\$379,571	\$785,674

**Individual Fund Schedules of Revenues, Expenditures/Expenses  
and Changes in Fund Balances/Equity -  
Budget (Non-GAAP Basis) and Actual**

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property and Other Taxes	\$1,558,200	\$1,493,912	\$1,445,954	(\$47,958)
Municipal Income Taxes	3,294,434	3,103,031	3,036,510	(66,521)
Charges for Services	710,340	1,106,710	1,082,364	(24,346)
Licenses, Permits and Fees	445,460	435,050	376,029	(59,021)
Fines and Forfeitures	445,409	435,000	479,358	44,358
Intergovernmental	1,551,772	1,515,508	1,425,005	(90,503)
Interest	390,117	381,000	385,237	4,237
Other	63,816	114,910	102,771	(12,139)
<i>Total Revenues</i>	8,459,548	8,585,121	8,333,228	(251,893)
<b>Expenditures</b>				
Current:				
General Government:				
City Manager:				
Salaries and Wages	123,600	179,654	176,145	3,509
Fringe Benefits	61,683	95,079	92,817	2,262
Purchased Services	5,700	33,700	30,374	3,326
Materials and Supplies	1,750	2,750	2,462	288
Capital Outlay	6,000	6,000	1,792	4,208
<i>Total City Manager</i>	198,733	317,183	303,590	13,593
City Council:				
Salaries and Wages	123,705	121,905	119,875	2,030
Fringe Benefits	67,202	79,876	74,507	5,369
Purchased Services	4,500	3,500	2,185	1,315
Materials and Supplies	6,500	6,500	3,212	3,288
Capital Outlay	8,000	17,000	12,444	4,556
<i>Total City Council</i>	209,907	228,781	212,223	16,558
Mayor's Court:				
Salaries and Wages	45,746	45,446	45,418	28
Fringe Benefits	20,099	24,838	24,824	14
Purchased Services	15,750	21,482	21,482	0
Materials and Supplies	3,250	3,268	2,913	355
Capital Outlay	1,927	3,330	3,330	0
<i>Total Mayor's Court</i>	\$86,772	\$98,364	\$97,967	\$397

(continued)



**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Finance Office:				
Salaries and Wages	\$209,487	\$208,087	\$206,836	\$1,251
Fringe Benefits	96,885	112,941	112,103	838
Purchased Services	11,000	10,500	7,809	2,691
Materials and Supplies	7,377	7,577	6,749	828
Capital Outlay	5,000	5,000	749	4,251
Total Finance Office	329,749	344,105	334,246	9,859
Service Administration:				
Salaries and Wages	112,620	109,370	106,311	3,059
Fringe Benefits	53,029	60,489	59,201	1,288
Purchased Services	3,700	3,200	1,342	1,858
Materials and Supplies	1,250	2,450	1,351	1,099
Capital Outlay	8,000	8,000	257	7,743
Total Service Administration	178,599	183,509	168,462	15,047
Income Tax:				
Salaries and Wages	145,781	146,081	144,628	1,453
Fringe Benefits	101,020	116,824	116,371	453
Purchased Services	21,900	21,600	20,055	1,545
Materials and Supplies	20,949	20,899	20,493	406
Capital Outlay	5,000	5,000	1,776	3,224
Total Income Tax	294,650	310,404	303,323	7,081
Law Director:				
Salaries and Wages	126,832	123,982	122,365	1,617
Fringe Benefits	56,094	66,285	64,461	1,824
Purchased Services	41,100	31,000	18,602	12,398
Materials and Supplies	3,050	2,650	1,214	1,436
Capital Outlay	2,000	2,000	64	1,936
Total Law Director	229,076	225,917	206,706	19,211
Engineer:				
Salaries and Wages	63,100	63,100	62,787	313
Fringe Benefits	31,712	36,821	35,593	1,228
Purchased Services	110,550	106,000	89,502	16,498
Materials and Supplies	3,500	3,200	1,611	1,589
Capital Outlay	14,000	14,000	717	13,283
Total Engineer	\$222,862	\$223,121	\$190,210	\$32,911

(continued)

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Purchasing and Human Relations:</b>				
Salaries and Wages	\$57,656	\$56,156	\$55,121	\$1,035
Fringe Benefits	25,567	31,021	30,335	686
Purchased Services	1,450	800	289	511
Materials and Supplies	1,599	1,899	1,327	572
Capital Outlay	1,600	1,600	511	1,089
<b>Total Purchasing and Human Relations</b>	<b>87,872</b>	<b>91,476</b>	<b>87,583</b>	<b>3,893</b>
<b>Information Systems:</b>				
Salaries and Wages	93,350	63,400	62,548	852
Fringe Benefits	38,701	32,937	31,373	1,564
Purchased Services	700	4,590	4,439	151
Materials and Supplies	2,000	2,000	836	1,164
Capital Outlay	8,119	8,119	3,290	4,829
<b>Total Information Systems</b>	<b>142,870</b>	<b>111,046</b>	<b>102,486</b>	<b>8,560</b>
<b>Land and Buildings:</b>				
Salaries and Wages	24,310	24,310	24,310	0
Fringe Benefits	9,674	12,705	12,574	131
Purchased Services	33,000	33,000	31,670	1,330
Materials and Supplies	5,160	8,460	7,973	487
Capital Outlay	84,700	30,700	16,403	14,297
<b>Total Land and Buildings</b>	<b>156,844</b>	<b>109,175</b>	<b>92,930</b>	<b>16,245</b>
<b>Board and Commissions:</b>				
Salaries and Wages	9,450	10,400	9,701	699
Fringe Benefits	3,073	4,411	4,239	172
Purchased Services	7,700	12,600	11,904	696
Materials and Supplies	21,725	21,425	14,933	6,492
Capital Outlay	1,050	1,050	32	1,018
<b>Total Board and Commissions</b>	<b>42,998</b>	<b>49,886</b>	<b>40,809</b>	<b>9,077</b>
<b>Elections:</b>				
Purchased Services	\$0	\$10,375	\$10,374	\$1

(continued)

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Administrative Support:				
Fringe Benefits	\$726,824	\$781,774	\$772,577	\$9,197
Purchased Services	391,660	331,310	292,795	38,515
Materials and Supplies	25,500	23,500	15,494	8,006
Capital Outlay	109,000	9,000	3,165	5,835
Other	5,000	5,000	4,650	350
Total Administrative Support	1,257,984	1,150,584	1,088,681	61,903
Total General Government	3,438,916	3,453,926	3,239,590	214,336
Security of Persons and Property:				
Police:				
Salaries and Wages	1,647,800	1,688,900	1,601,477	87,423
Fringe Benefits	1,062,803	1,310,835	1,264,289	46,546
Purchased Services	198,592	213,303	182,528	30,775
Materials and Supplies	55,716	38,916	27,888	11,028
Capital Outlay	280,511	228,511	211,914	16,597
Total Police	3,245,422	3,480,465	3,288,096	192,369
Animal Control:				
Salaries and Wages	35,000	33,800	27,455	6,345
Fringe Benefits	10,942	13,109	11,396	1,713
Purchased Services	2,100	2,700	2,375	325
Materials and Supplies	2,250	3,350	3,169	181
Total Animal Control	50,292	52,959	44,395	8,564
Street Lighting:				
Purchased Services	0	56,500	49,382	7,118
Total Security of Persons and Property	3,295,714	3,589,924	3,381,873	208,051
Community Environment:				
Planning and Zoning:				
Salaries and Wages	69,505	66,605	65,510	1,095
Fringe Benefits	32,254	37,800	37,275	525
Purchased Services	32,900	31,450	3,808	27,642
Materials and Supplies	14,900	16,500	12,422	4,078
Capital Outlay	4,120	4,300	421	3,879
Total Planning and Zoning	\$153,679	\$156,655	\$119,436	\$37,219

(continued)

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Building:				
Salaries and Wages	\$363,350	\$346,550	\$341,358	\$5,192
Fringe Benefits	152,956	180,629	179,425	1,204
Purchased Services	123,624	53,624	29,495	24,129
Materials and Supplies	9,099	8,599	6,555	2,044
Capital Outlay	25,000	25,000	8,024	16,976
<b>Total Building</b>	<b>674,029</b>	<b>614,402</b>	<b>564,857</b>	<b>49,545</b>
Economic Development:				
Salaries and Wages	51,610	51,820	51,683	137
Fringe Benefits	27,408	32,626	32,319	307
Purchased Services	6,000	4,900	2,431	2,469
Materials and Supplies	1,000	800	322	478
Capital Outlay	8,000	8,000	257	7,743
<b>Total Economic Development</b>	<b>94,018</b>	<b>98,146</b>	<b>87,012</b>	<b>11,134</b>
<b>Total Community Environment</b>	<b>921,726</b>	<b>869,203</b>	<b>771,305</b>	<b>97,898</b>
Public Health Services:				
Cemetery:				
Purchased Services	10,700	8,000	5,982	2,018
Materials and Supplies	200	100	0	100
<b>Total Public Health Services</b>	<b>10,900</b>	<b>8,100</b>	<b>5,982</b>	<b>2,118</b>
Leisure Time Activities:				
Recreation Center:				
Salaries and Wages	63,975	63,875	63,701	174
Fringe Benefits	31,204	37,472	37,441	31
Purchased Services	1,100	1,100	405	695
Materials and Supplies	550	450	134	316
Capital Outlay	2,000	2,000	64	1,936
<b>Total Recreation Center</b>	<b>\$98,829</b>	<b>\$104,897</b>	<b>\$101,745</b>	<b>\$3,152</b>

(continued)

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Senior Citizens:				
Salaries and Wages	\$22,000	\$25,500	\$24,495	\$1,005
Fringe Benefits	77,844	106,312	98,954	7,358
Purchased Services	800	800	408	392
Materials and Supplies	1,200	1,200	927	273
Capital Outlay	1,000	1,000	197	803
<b>Total Senior Citizens</b>	<b>102,844</b>	<b>134,812</b>	<b>124,981</b>	<b>9,831</b>
<b>Total Leisure Time Activities</b>	<b>201,673</b>	<b>239,709</b>	<b>226,726</b>	<b>12,983</b>
<i>Total Expenditures</i>	<i>7,868,929</i>	<i>8,160,862</i>	<i>7,625,476</i>	<i>535,386</i>
<i>Excess of Revenues Over Expenditures</i>	<i>590,619</i>	<i>424,259</i>	<i>707,752</i>	<i>283,493</i>
<b>Other Financing Uses</b>				
Advances Out	(114,000)	(321,000)	(321,000)	0
Transfers Out	(1,530,779)	(1,128,784)	(1,036,791)	91,993
<b>Total Other Financing Uses</b>	<b>(1,644,779)</b>	<b>(1,449,784)</b>	<b>(1,357,791)</b>	<b>91,993</b>
<i>Net Change in Fund Balance</i>	<i>(1,054,160)</i>	<i>(1,025,525)</i>	<i>(650,039)</i>	<i>375,486</i>
<i>Fund Balance Beginning of Year</i>	<i>4,341,310</i>	<i>4,341,310</i>	<i>4,341,310</i>	<i>0</i>
Prior Year Encumbrances Appropriated	120,098	120,098	120,098	0
<i>Fund Balance End of Year</i>	<i>\$3,407,248</i>	<i>\$3,435,883</i>	<i>\$3,811,369</i>	<i>\$375,486</i>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fire Department Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues</b>				
Municipal Income Tax	\$2,371,149	\$2,277,735	\$2,282,995	\$5,260
Charges for Services	333,124	320,000	315,255	(4,745)
Intergovernmental	17,421	16,735	16,716	(19)
Other	1,041	1,000	947	(53)
<i>Total Revenues</i>	<u>2,722,735</u>	<u>2,615,470</u>	<u>2,615,913</u>	<u>443</u>
<b>Expenditures</b>				
Current:				
Security of Persons and Property				
Fire Department:				
Salaries and Wages	1,541,792	1,619,912	1,614,299	5,613
Fringe Benefits	693,297	781,096	737,190	43,906
Purchased Services	177,297	220,777	202,800	17,977
Materials and Supplies	45,465	32,065	25,493	6,572
Capital Outlay	237,146	205,746	178,180	27,566
<i>Total Expenditures</i>	<u>2,694,997</u>	<u>2,859,596</u>	<u>2,757,962</u>	<u>101,634</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	27,738	(244,126)	(142,049)	102,077
<b>Other Financing Uses</b>				
Transfers Out	(190,000)	(190,000)	(190,000)	0
<i>Net Change in Fund Balance</i>	(162,262)	(434,126)	(332,049)	102,077
<i>Fund Balance Beginning of Year</i>	442,242	442,242	442,242	0
Prior Year Encumbrances Appropriated	91,278	91,278	91,278	0
<i>Fund Balance End of Year</i>	<u>\$371,258</u>	<u>\$99,394</u>	<u>\$201,471</u>	<u>\$102,077</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Street Repair and Maintenance Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Tax	\$1,005,075	\$997,650	\$997,611	(\$39)
Permissive Motor Vehicle License Tax	161,178	160,000	148,149	(11,851)
Intergovernmental	905,682	899,060	862,336	(36,724)
Other	10,275	10,200	7,914	(2,286)
<i>Total Revenues</i>	<u>2,082,210</u>	<u>2,066,910</u>	<u>2,016,010</u>	<u>(50,900)</u>
<b>Expenditures</b>				
Current:				
Transportation:				
Street Department:				
Salaries and Wages	779,903	746,313	736,481	9,832
Fringe Benefits	344,038	348,338	341,071	7,267
Purchased Services	624,640	575,790	545,385	30,405
Materials and Supplies	181,701	207,301	189,901	17,400
Capital Outlay	71,130	128,130	108,105	20,025
Total Transportation	<u>2,001,412</u>	<u>2,005,872</u>	<u>1,920,943</u>	<u>84,929</u>
Debt Service:				
Principal Retirement	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
<i>Total Expenditures</i>	<u>2,011,412</u>	<u>2,015,872</u>	<u>1,930,943</u>	<u>84,929</u>
<i>Excess of Revenues Over Expenditures</i>	<u>70,798</u>	<u>51,038</u>	<u>85,067</u>	<u>34,029</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	10,440	10,440	10,440	0
Transfers Out	<u>(102,215)</u>	<u>(102,215)</u>	<u>(102,215)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(91,775)</u>	<u>(91,775)</u>	<u>(91,775)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(20,977)	(40,737)	(6,708)	34,029
<i>Fund Balance Beginning of Year</i>	551,566	551,566	551,566	0
Prior Year Encumbrances Appropriated	<u>3,231</u>	<u>3,231</u>	<u>3,231</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$533,820</u>	<u>\$514,060</u>	<u>\$548,089</u>	<u>\$34,029</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Special Assessment Bond Retirement Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Special Assessments	\$130,800	\$125,957	\$125,898	(\$59)
Interest	115,383	115,533	114,338	(1,195)
<i>Total Revenues</i>	<u>246,183</u>	<u>241,490</u>	<u>240,236</u>	<u>(1,254)</u>
<b>Expenditures</b>				
Current:				
General Government				
Purchased Services	6,560	7,080	3,666	3,414
Debt Service:				
Principal Retirement - Laurel	25,000	25,000	25,000	0
Principal Retirement - Center	8,183	8,183	8,182	1
Principal Retirement - Crosscreek	37,000	37,000	37,000	0
Principal Retirement - Carpenter	3,000	3,000	3,000	0
Principal Retirement - Lwest Waterline	10,000	10,000	10,000	0
Principal Retirement - Grafton III	2,716	2,716	2,716	0
Principal Retirement - South Industrial Park	40,000	40,000	40,000	0
Total Principal Retirement	<u>125,899</u>	<u>125,899</u>	<u>125,898</u>	<u>1</u>
Interest and Fiscal Charges - Laurel	7,782	7,782	7,781	1
Interest and Fiscal Charges - Center	3,314	3,314	3,314	0
Interest and Fiscal Charges - Crosscreek	28,345	28,345	28,345	0
Interest and Fiscal Charges - Carpenter	3,190	3,190	3,190	0
Interest and Fiscal Charges - Lwest Waterline	15,178	15,178	15,178	0
Interest and Fiscal Charges - Grafton III	2,487	2,487	2,487	0
Interest and Fiscal Charges - South Industrial Park	62,524	62,524	62,524	0
Total Interest and Fiscal Charges	<u>122,820</u>	<u>122,820</u>	<u>122,819</u>	<u>1</u>
Total Debt Service	<u>248,719</u>	<u>248,719</u>	<u>248,717</u>	<u>2</u>
<i>Total Expenditures</i>	<u>255,279</u>	<u>255,799</u>	<u>252,383</u>	<u>3,416</u>
<i>Net Change in Fund Balance</i>	(9,096)	(14,309)	(12,147)	2,162
<i>Fund Balance Beginning of Year</i>	<u>375,183</u>	<u>375,183</u>	<u>375,183</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$366,087</u>	<u>\$360,874</u>	<u>\$363,036</u>	<u>\$2,162</u>



**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Brunswick Lake Construction Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest	\$102,000	\$12,000	\$3,939	(\$8,061)
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	3,890,870	1,653,870	214,302	1,439,568
Debt Service:				
Principal Retirement	3,615,000	355,000	355,000	0
Interest and Fiscal Charges	90,000	73,000	72,804	196
Total Debt Service	3,705,000	428,000	427,804	196
<i>Total Expenditures</i>	7,595,870	2,081,870	642,106	1,439,764
<i>Excess of Revenues</i>				
<i>    Under Expenditures</i>	(7,493,870)	(2,069,870)	(638,167)	1,431,703
<b>Other Financing Sources</b>				
Sale of Capital Assets	4,600,000	1,450,000	0	(1,450,000)
Advances In	315,000	315,000	315,000	0
Transfers In	3,325,000	0	0	0
<i>Total Other Financing Sources</i>	8,240,000	1,765,000	315,000	(1,450,000)
<i>Net Change in Fund Balance</i>	746,130	(304,870)	(323,167)	(18,297)
<i>Fund Balance Beginning of Year</i>	321,028	321,028	321,028	0
Prior Year Encumbrances Appropriated	80,870	80,870	80,870	0
<i>Fund Balance End of Year</i>	\$1,148,028	\$97,028	\$78,731	(\$18,297)

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Refuse Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for Services	\$1,581,000	\$1,586,330	\$1,540,889	(\$45,441)
Other	400	165	160	(5)
<i>Total Revenues</i>	1,581,400	1,586,495	1,541,049	(45,446)
<b>Expenses</b>				
Salaries and Wages	64,394	80,394	76,425	3,969
Fringe Benefits	25,190	26,340	23,533	2,807
Purchased Services	1,389,035	1,402,235	1,395,109	7,126
Materials and Supplies	3,580	3,580	2,752	828
Capital Outlay	39,950	19,950	1,083	18,867
<i>Total Expenses</i>	1,522,149	1,532,499	1,498,902	33,597
<i>Net Change in Fund Equity</i>	59,251	53,996	42,147	(11,849)
<i>Fund Equity Beginning of Year</i>	529,651	529,651	529,651	0
Prior Year Encumbrances Appropriated	280	280	280	0
<i>Fund Equity End of Year</i>	\$589,182	\$583,927	\$572,078	(\$11,849)

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Court Computerization Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and Forfeitures	\$35,000	\$37,200	\$41,870	\$4,670
<b>Expenditures</b>				
Current:				
General Government:				
Court Computerization:				
Salaries and Wages	24,040	24,540	24,363	177
Fringe Benefits	6,632	6,432	5,991	441
Purchased Services	3,600	3,600	2,793	807
Materials and Supplies	500	500	500	0
Capital Outlay	4,000	4,000	279	3,721
<i>Total Expenditures</i>	38,772	39,072	33,926	5,146
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,772)	(1,872)	7,944	9,816
<b>Other Financing Uses</b>				
Transfers Out	(666)	(666)	(666)	0
<i>Net Change in Fund Balance</i>	(4,438)	(2,538)	7,278	9,816
<i>Fund Balance Beginning of Year</i>	47,760	47,760	47,760	0
<i>Fund Balance End of Year</i>	\$43,322	\$45,222	\$55,038	\$9,816

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Police Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Tax	\$1,059,300	\$1,029,300	\$1,028,307	(\$993)
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Police:				
Salaries and Wages	1,081,000	1,051,000	996,638	54,362
<i>Net Change in Fund Balance</i>	(21,700)	(21,700)	31,669	53,369
<i>Fund Balance Beginning of Year</i>	36,799	36,799	36,799	0
<i>Fund Balance End of Year</i>	<u>\$15,099</u>	<u>\$15,099</u>	<u>\$68,468</u>	<u>\$53,369</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Drug Enforcement Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$85,000	\$85,000	\$51,128	(\$33,872)
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Drug Enforcement:				
Purchased Services	85,000	85,000	83,816	1,184
<i>Net Change in Fund Balance</i>	0	0	(32,688)	(32,688)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>(\$32,688)</u>	<u>(\$32,688)</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*State Highway Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Permissive Motor Vehicle License Tax	\$17,218	\$14,000	\$12,012	(\$1,988)
Intergovernmental	89,782	73,000	69,591	(3,409)
<i>Total Revenues</i>	<u>107,000</u>	<u>87,000</u>	<u>81,603</u>	<u>(5,397)</u>
<b>Expenditures</b>				
Current:				
Transportation:				
State Highway:				
Salaries and Wages	24,232	24,232	24,232	0
Fringe Benefits	36,315	51,815	44,240	7,575
Purchased Services	30,000	30,000	11,695	18,305
<i>Total Expenditures</i>	<u>90,547</u>	<u>106,047</u>	<u>80,167</u>	<u>25,880</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>16,453</u>	<u>(19,047)</u>	<u>1,436</u>	<u>20,483</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	15,000	15,000	10,038	(4,962)
Transfers Out	(25,000)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(10,000)</u>	<u>15,000</u>	<u>10,038</u>	<u>(4,962)</u>
<i>Net Change in Fund Balance</i>	6,453	(4,047)	11,474	15,521
<i>Fund Balance Beginning of Year</i>	15,425	15,425	15,425	0
Prior Year Encumbrances Appropriated	695	695	695	0
<i>Fund Balance End of Year</i>	<u>\$22,573</u>	<u>\$12,073</u>	<u>\$27,594</u>	<u>\$15,521</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Law Enforcement Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and Forfeitures	\$5,000	\$2,000	\$708	(\$1,292)
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Law Enforcement:				
Purchased Services	1,000	1,000	0	1,000
Capital Outlay	1,000	1,000	0	1,000
<i>Total Expenditures</i>	2,000	2,000	0	2,000
<i>Excess of Revenues Over Expenditures</i>	3,000	0	708	708
<b>Other Financing Uses</b>				
Transfers Out	(2,000)	(500)	0	500
<i>Net Change in Fund Balance</i>	1,000	(500)	708	1,208
<i>Fund Balance Beginning of Year</i>	25,484	25,484	25,484	0
<i>Fund Balance End of Year</i>	\$26,484	\$24,984	\$26,192	\$1,208

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Brunswick Transit Alternative Fund*  
*For the Year Ended December 31, 2002*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Municipal Income Tax	\$224,012	\$95,799	\$95,924	\$125
Charges for Services	17,160	7,500	7,361	(139)
Intergovernmental	451,888	197,500	189,208	(8,292)
<i>Total Revenues</i>	<u>693,060</u>	<u>300,799</u>	<u>292,493</u>	<u>(8,306)</u>
<b>Expenditures</b>				
Current:				
Transportation:				
Brunswick Transit Alternative:				
Salaries and Wages	16,145	16,145	16,143	2
Fringe Benefits	4,607	4,607	4,607	0
Purchased Services	280,672	296,070	292,837	3,233
Materials and Supplies	2,280	2,282	1,496	786
Capital Outlay	395,000	5,000	0	5,000
<i>Total Expenditures</i>	<u>698,704</u>	<u>324,104</u>	<u>315,083</u>	<u>9,021</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	<u>(5,644)</u>	<u>(23,305)</u>	<u>(22,590)</u>	<u>715</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	3,740	3,740	3,740	0
Transfers Out	(8,870)	(8,870)	(8,870)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(5,130)</u>	<u>(5,130)</u>	<u>(5,130)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(10,774)	(28,435)	(27,720)	715
<i>Fund Balance Beginning of Year</i>	142,099	142,099	142,099	0
Prior Year Encumbrances Appropriated	<u>18,272</u>	<u>18,272</u>	<u>18,272</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$149,597</u>	<u>\$131,936</u>	<u>\$132,651</u>	<u>\$715</u>



**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Waterworks Improvement Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for Services	\$150,000	\$185,600	\$158,307	(\$27,293)
Intergovernmental	0	30	23	(7)
<i>Total Revenues</i>	<u>150,000</u>	<u>185,630</u>	<u>158,330</u>	<u>(27,300)</u>
<b>Expenditures</b>				
Current:				
Public Works:				
Waterworks Improvement:				
Salaries and Wages	41,400	37,900	36,491	1,409
Fringe Benefits	21,628	18,028	15,957	2,071
Purchased Services	65,380	64,380	57,239	7,141
Materials and Supplies	2,560	2,060	1,193	867
Capital Outlay	30,000	11,500	0	11,500
<i>Total Expenditures</i>	<u>160,968</u>	<u>133,868</u>	<u>110,880</u>	<u>22,988</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(10,968)	51,762	47,450	(4,312)
<b>Other Financing Uses</b>				
Transfers Out	(101,600)	(101,600)	(101,600)	0
<i>Net Change in Fund Balance</i>	(112,568)	(49,838)	(54,150)	(4,312)
<i>Fund Balance Beginning of Year</i>	334,200	334,200	334,200	0
Prior Year Encumbrances Appropriated	280	280	280	0
<i>Fund Balance End of Year</i>	<u>\$221,912</u>	<u>\$284,642</u>	<u>\$280,330</u>	<u>(\$4,312)</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Cable TV Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Licenses, Permits and Fees	\$306,510	\$260,150	\$257,712	(\$2,438)
Other	490	416	415	(1)
<i>Total Revenues</i>	307,000	260,566	258,127	(2,439)
<b>Expenditures</b>				
Current:				
Community Environment:				
Cable TV:				
Salaries and Wages	147,300	102,300	89,331	12,969
Fringe Benefits	53,521	39,221	32,857	6,364
Purchased Services	13,500	9,250	7,218	2,032
Materials and Supplies	6,030	6,030	5,265	765
Capital Outlay	325,244	325,244	93,804	231,440
<i>Total Expenditures</i>	545,595	482,045	228,475	253,570
<i>Excess of Revenues Over (Under) Expenditures</i>	(238,595)	(221,479)	29,652	251,131
<b>Other Financing Uses</b>				
Transfers Out	(25,480)	(25,480)	(25,480)	0
<i>Net Change in Fund Balance</i>	(264,075)	(246,959)	4,172	251,131
<i>Fund Balance Beginning of Year</i>	1,407,459	1,407,459	1,407,459	0
Prior Year Encumbrances Appropriated	1,524	1,524	1,524	0
<i>Fund Balance End of Year</i>	\$1,144,908	\$1,162,024	\$1,413,155	\$251,131

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Parks Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Tax	\$472,445	\$464,300	\$460,436	(\$3,864)
Charges for Services	2,035	2,000	1,605	(395)
Intergovernmental	1,497	1,471	1,448	(23)
Other	1,323	1,300	1,129	(171)
<i>Total Revenues</i>	<u>477,300</u>	<u>469,071</u>	<u>464,618</u>	<u>(4,453)</u>
<b>Expenditures</b>				
Current:				
Leisure Time Activities:				
Parks:				
Salaries and Wages	244,218	255,418	244,696	10,722
Fringe Benefits	115,018	121,318	119,303	2,015
Purchased Services	65,200	83,300	73,332	9,968
Materials and Supplies	23,493	33,693	28,815	4,878
Capital Outlay	41,106	101,106	30,040	71,066
<i>Total Expenditures</i>	<u>489,035</u>	<u>594,835</u>	<u>496,186</u>	<u>98,649</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(11,735)	(125,764)	(31,568)	94,196
<b>Other Financing Uses</b>				
Transfers Out	(33,026)	(33,026)	(33,026)	0
<i>Net Change in Fund Balance</i>	(44,761)	(158,790)	(64,594)	94,196
<i>Fund Balance Beginning of Year</i>	251,595	251,595	251,595	0
Prior Year Encumbrances Appropriated	23,949	23,949	23,949	0
<i>Fund Balance End of Year</i>	<u>\$230,783</u>	<u>\$116,754</u>	<u>\$210,950</u>	<u>\$94,196</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Enforcement and Education Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and Forfeitures	\$5,000	\$5,000	\$4,429	(\$571)
<b>Expenditures</b>				
Current:				
Security of Persons and Property:				
Enforcement and Education:				
Capital Outlay	11,000	11,000	0	11,000
<i>Net Change in Fund Balance</i>	(6,000)	(6,000)	4,429	10,429
<i>Fund Balance Beginning of Year</i>	23,846	23,846	23,846	0
<i>Fund Balance End of Year</i>	<u>\$17,846</u>	<u>\$17,846</u>	<u>\$28,275</u>	<u>\$10,429</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Community Recreation Center Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for Services	\$1,108,289	\$1,028,600	\$1,020,715	(\$7,885)
Intergovernmental	3,065	2,845	2,795	(50)
Sales	25,536	23,700	22,263	(1,437)
Other	4,310	4,400	3,395	(1,005)
<i>Total Revenues</i>	<u>1,141,200</u>	<u>1,059,545</u>	<u>1,049,168</u>	<u>(10,377)</u>
<b>Expenditures</b>				
Current:				
Leisure Time Activities:				
Community Recreation:				
Salaries and Wages	453,001	487,451	480,447	7,004
Fringe Benefits	141,412	159,472	157,902	1,570
Purchased Services	467,776	478,726	433,811	44,915
Materials and Supplies	83,838	92,138	82,846	9,292
Capital Outlay	11,000	88,985	84,346	4,639
<i>Total Expenditures</i>	<u>1,157,027</u>	<u>1,306,772</u>	<u>1,239,352</u>	<u>67,420</u>
<i>Excess of Revenues</i>				
<i>  Under Expenditures</i>	<u>(15,827)</u>	<u>(247,227)</u>	<u>(190,184)</u>	<u>57,043</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	248,485	178,485	(70,000)
Transfers Out	(29,691)	(29,691)	(29,691)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(29,691)</u>	<u>218,794</u>	<u>148,794</u>	<u>(70,000)</u>
<i>Net Change in Fund Balance</i>	<u>(45,518)</u>	<u>(28,433)</u>	<u>(41,390)</u>	<u>(12,957)</u>
<i>Fund Balance Beginning of Year</i>	1,161	1,161	1,161	0
Prior Year Encumbrances Appropriated	45,323	45,323	45,323	0
<i>Fund Balance End of Year</i>	<u>\$966</u>	<u>\$18,051</u>	<u>\$5,094</u>	<u>(\$12,957)</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Bond Retirement Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property and Other Taxes	\$449,500	\$469,880	\$469,880	\$0
Municipal Income Taxes	44,592	30,000	30,696	696
Intergovernmental	9,109	6,128	6,128	0
Interest	22,891	15,400	16,103	703
<i>Total Revenues</i>	526,092	521,408	522,807	1,399
<b>Expenditures</b>				
Current:				
General Government				
Purchased Services	10,700	10,700	9,680	1,020
Debt Service:				
Principal Retirement - Community Recreation Center	285,000	285,000	285,000	0
Principal Retirement - Hadcock Road Improvement	18,000	18,000	18,000	0
Principal Retirement - Center Road Improvement	6,818	6,818	6,818	0
Principal Retirement - City Hall	65,000	65,000	65,000	0
Total Principal Retirement	374,818	374,818	374,818	0
Interest and Fiscal Charges - Community Recreation Center	163,625	163,625	163,625	0
Interest and Fiscal Charges - Hadcock Road Improvement	4,898	4,898	4,897	1
Interest and Fiscal Charges - Center Road Improvement	1,194	1,194	1,194	0
Interest and Fiscal Charges - City Hall	61,328	61,328	61,327	1
Total Interest and Fiscal Charges	231,045	231,045	231,043	2
Total Debt Service	605,863	605,863	605,861	2
<i>Total Expenditures</i>	616,563	616,563	615,541	1,022
<i>Net Change in Fund Balance</i>	(90,471)	(95,155)	(92,734)	2,421
<i>Fund Balance Beginning of Year</i>	686,640	686,640	686,640	0
<i>Fund Balance End of Year</i>	\$596,169	\$591,485	\$593,906	\$2,421

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Community Development Block Grant Fund*  
*For the Year Ended December 31, 2002*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$204,500	\$103,800	\$41,800	(\$62,000)
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	<u>338,015</u>	<u>236,995</u>	<u>236,994</u>	<u>1</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(133,515)	(133,195)	(195,194)	(61,999)
<b>Other Financing Sources</b>				
Transfers In	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(123,515)	(123,195)	(185,194)	(61,999)
<i>Fund Balance Beginning of Year</i>	47,118	47,118	47,118	0
Prior Year Encumbrances Appropriated	<u>76,715</u>	<u>76,715</u>	<u>76,715</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$318</u>	<u>\$638</u>	<u>(\$61,361)</u>	<u>(\$61,999)</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Bus Garage Construction Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
<b>Other Financing Uses</b>				
Transfers Out	0	(3,740)	(3,740)	0
<i>Net Change in Fund Balance</i>	0	(3,740)	(3,740)	0
<i>Fund Balance Beginning of Year</i>	3,740	3,740	3,740	0
<i>Fund Balance End of Year</i>	<u>\$3,740</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>



**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fire Station Construction Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest	\$315,000	\$37,000	\$39,649	\$2,649
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	1,139,523	189,523	27,800	161,723
<i>Net Change in Fund Balance</i>	(824,523)	(152,523)	11,849	164,372
<i>Fund Balance Beginning of Year</i>	2,095,515	2,095,515	2,095,515	0
Prior Year Encumbrances Appropriated	119,523	119,523	119,523	0
<i>Fund Balance End of Year</i>	<u>\$1,390,515</u>	<u>\$2,062,515</u>	<u>\$2,226,887</u>	<u>\$164,372</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Service Garage Construction Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest	\$675	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	23,505	19,390	19,390	0
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(22,830)	(19,390)	(19,390)	0
<b>Other Financing Uses</b>				
Transfers Out	0	(3,440)	(3,440)	0
<i>Net Change in Fund Balance</i>	(22,830)	(22,830)	(22,830)	0
<i>Fund Balance Beginning of Year</i>	5,952	5,952	5,952	0
Prior Year Encumbrances Appropriated	16,878	16,878	16,878	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Capital Projects Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Permissive Motor Vehicle License Tax	\$250,000	\$250,000	\$241,264	(\$8,736)
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	1,000	1,000	995	5
<i>Excess of Revenues Over Expenditures</i>	249,000	249,000	240,269	(8,731)
<b>Other Financing Uses</b>				
Transfers Out	(237,500)	(237,500)	(177,500)	60,000
<i>Net Change in Fund Balance</i>	11,500	11,500	62,769	51,269
<i>Fund Balance Beginning of Year</i>	78,760	78,760	78,760	0
<i>Fund Balance End of Year</i>	<u>\$90,260</u>	<u>\$90,260</u>	<u>\$141,529</u>	<u>\$51,269</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Traffic Control Equipment Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	100,000	20,000	0	20,000
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(100,000)	(20,000)	0	20,000
<b>Other Financing Sources (Uses)</b>				
Transfers In	49,000	24,000	24,000	0
Transfers Out	0	(9,100)	(9,100)	0
<i>Total Other Financing Sources (Uses)</i>	49,000	14,900	14,900	0
<i>Net Change in Fund Balance</i>	(51,000)	(5,100)	14,900	20,000
<i>Fund Balance Beginning of Year</i>	212,853	212,853	212,853	0
<i>Fund Balance End of Year</i>	<u>\$161,853</u>	<u>\$207,753</u>	<u>\$227,753</u>	<u>\$20,000</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Park Development Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Licenses, Permits and Fees	\$626,000	\$90,300	\$82,760	(\$7,540)
Other	0	1,000	1,000	0
<i>Total Revenues</i>	626,000	91,300	83,760	(7,540)
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	1,171,596	136,596	47,380	89,216
<i>Net Change in Fund Balance</i>	(545,596)	(45,296)	36,380	81,676
<i>Fund Balance Beginning of Year</i>	783,927	783,927	783,927	0
Prior Year Encumbrances Appropriated	9,596	9,596	9,596	0
<i>Fund Balance End of Year</i>	<u>\$247,927</u>	<u>\$748,227</u>	<u>\$829,903</u>	<u>\$81,676</u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*City Hall Expansion Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	653,058	103,058	7,049	96,009
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(653,058)	(103,058)	(7,049)	96,009
<b>Other Financing Sources</b>				
Transfers In	500,000	0	0	0
<i>Net Change in Fund Balance</i>	(153,058)	(103,058)	(7,049)	96,009
<i>Fund Balance Beginning of Year</i>	642,500	642,500	642,500	0
Prior Year Encumbrances Appropriated	3,058	3,058	3,058	0
<i>Fund Balance End of Year</i>	\$492,500	\$542,500	\$638,509	\$96,009

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Capital Replacement Fund*  
*For the Year Ended December 31, 2002*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Other	\$0	\$12,000	\$11,575	(\$425)
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	<u>429,839</u>	<u>659,839</u>	<u>413,814</u>	<u>246,025</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(429,839)	(647,839)	(402,239)	245,600
<b>Other Financing Sources</b>				
Transfers In	<u>740,616</u>	<u>740,616</u>	<u>740,616</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	310,777	92,777	338,377	245,600
<i>Fund Balance Beginning of Year</i>	2,294,089	2,294,089	2,294,089	0
Prior Year Encumbrances Appropriated	<u>4,739</u>	<u>4,739</u>	<u>4,739</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,609,605</u></u>	<u><u>\$2,391,605</u></u>	<u><u>\$2,637,205</u></u>	<u><u>\$245,600</u></u>

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Road Improvement Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$2,265,000	\$1,035,500	\$635,357	(\$400,143)
Other	500	500	210	(290)
<i>Total Revenues</i>	2,265,500	1,036,000	635,567	(400,433)
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	2,781,252	2,104,153	1,859,376	244,777
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(515,752)	(1,068,153)	(1,223,809)	(155,656)
<b>Other Financing Sources</b>				
Advances In	6,000	6,000	6,000	0
Transfers In	428,200	476,200	458,200	(18,000)
<i>Total Other Financing Sources</i>	434,200	482,200	464,200	(18,000)
<i>Net Change in Fund Balance</i>	(81,552)	(585,953)	(759,609)	(173,656)
<i>Fund Balance Beginning of Year</i>	399,744	399,744	399,744	0
Prior Year Encumbrances Appropriated	701,652	701,652	701,652	0
<i>Fund Balance End of Year</i>	<u>\$1,019,844</u>	<u>\$515,443</u>	<u>\$341,787</u>	<u>(\$173,656)</u>



**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Boston/Carpenter Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	9,100	9,100	9,100	0
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(9,100)	(9,100)	(9,100)	0
<b>Other Financing Sources</b>				
Transfers In	9,100	9,100	9,100	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Sanitary Storm Sewer Fund*  
*For the Year Ended December 31, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$227,637	\$180,888	\$98,149	(\$82,739)
Other	550	550	540	(10)
<i>Total Revenues</i>	228,187	181,438	98,689	(82,749)
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	852,161	344,161	327,077	17,084
<i>Excess of Revenues</i> <i>Under Expenditures</i>	(623,974)	(162,723)	(228,388)	(65,665)
<b>Other Financing Sources</b>				
Transfers In	177,500	177,500	177,500	0
<i>Net Change in Fund Balance</i>	(446,474)	14,777	(50,888)	(65,665)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	319,661	319,661	319,661	0
<i>Fund Balance (Deficit) End of Year</i>	(\$126,813)	\$334,438	\$268,773	(\$65,665)

**City of Brunswick, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Waterline South Center Fund*  
*For the Year Ended December 31, 2002*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	<u>100,000</u>	<u>100,000</u>	<u>88,000</u>	<u>12,000</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(100,000)	(100,000)	(88,000)	12,000
<b>Other Financing Sources</b>				
Transfers In	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	12,000	12,000
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$12,000</u></u>	<u><u>\$12,000</u></u>

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## **Statistical Section**

The following statistical tables reflect social and economic data, financial trends, and fiscal capacity of the City.

**City of Brunswick**  
*General Governmental Revenues by Source  
and Expenditures by Function (1)*  
Last Ten Years

	2002	2001	2000	1999
<b>Revenues</b>				
Taxes	\$9,853,217	\$9,437,572	\$9,143,684	\$8,570,404
Charges for Services	2,586,843	1,558,635	1,506,997	1,429,831
Permissive Motor Vehicle License Tax	387,924	410,286	397,306	387,016
Special Assessments	125,898	286,691	428,196	268,354
Licenses, Permits and Fees	661,994	2,006,113	900,832	865,456
Fines and Forfeitures	529,516	518,478	620,207	498,272
Intergovernmental	3,407,373	3,255,417	3,156,262	3,172,834
Sales	22,263	27,071	27,852	34,610
Interest	529,556	798,594	1,127,177	703,104
Donations	0	500	0	0
Other	129,896	60,462	228,408	141,515
<b>Total</b>	<b>\$18,234,480</b>	<b>\$18,359,819</b>	<b>\$17,536,921</b>	<b>\$16,071,396</b>
<b>Expenditures</b>				
Current:				
General Government	\$3,275,367	\$4,171,678	\$2,735,766	\$2,195,371
Security of Persons and Property	7,333,452	6,137,473	5,116,511	4,556,861
Transportation	2,266,534	2,056,940	2,028,411	2,047,688
Community Environment	973,197	868,139	773,283	790,137
Public Health Services	117,673	112,813	107,726	105,083
Leisure Time Activities	1,897,898	1,705,517	1,493,797	1,410,081
Capital Outlay	3,011,639	1,894,324	1,171,758	1,383,501
Debt Service	1,292,382	1,391,589	1,217,302	1,120,798
<b>Total</b>	<b>\$20,168,142</b>	<b>\$18,338,473</b>	<b>\$14,644,554</b>	<b>\$13,609,520</b>

Source: City Financial Records

(1) Includes General, Special Revenue, Capital Projects and Debt Service Funds. Modified Accrual Basis.

Information for governmental activities will be provided when enough years are available for comparison.

1998	1997	1996	1995	1994	1993
\$8,036,966	\$7,639,588	\$6,626,551	\$5,489,459	\$5,108,097	\$4,839,506
1,202,170	1,248,655	1,146,885	1,082,171	1,060,570	870,525
352,351	334,930	290,517	240,665	223,946	212,170
212,728	343,674	279,683	317,367	368,159	348,674
935,516	748,956	686,454	639,659	585,669	454,342
481,459	485,742	481,458	309,771	363,493	383,314
3,715,751	3,829,592	3,037,268	2,495,805	2,685,904	2,642,893
50,887	38,470	48,582	98,103	109,959	109,844
714,832	549,585	407,076	372,656	267,560	212,147
0	0	0	0	370	500
406,541	109,434	196,040	153,524	90,054	136,032
<u>\$16,109,201</u>	<u>\$15,328,626</u>	<u>\$13,200,514</u>	<u>\$11,199,180</u>	<u>\$10,863,781</u>	<u>\$10,209,947</u>
\$2,279,025	\$1,963,227	\$2,085,024	\$1,920,726	\$1,759,081	\$1,647,755
4,333,618	3,764,522	3,594,321	3,088,478	2,845,947	2,455,243
1,762,026	1,886,056	1,854,871	1,606,096	1,794,388	1,636,699
869,300	573,017	612,803	577,084	563,863	446,796
85,615	79,420	79,232	76,752	57,762	45,766
1,349,203	1,293,582	1,269,554	1,214,755	1,228,819	1,124,759
5,647,025	1,767,664	1,472,259	710,649	1,418,784	1,219,213
1,213,679	971,665	1,021,341	1,152,774	1,152,310	1,168,309
<u>\$17,539,491</u>	<u>\$12,299,153</u>	<u>\$11,989,405</u>	<u>\$10,347,314</u>	<u>\$10,820,954</u>	<u>\$9,744,540</u>

**City of Brunswick, Ohio**  
*Assessed and Estimated Actual Value of Taxable Property*  
*Last Ten Years*

Year (1)	Real Property		Public Utility Property	
	Assessed Value	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value (2)
2002	\$569,430,520	\$1,626,944,343	\$9,703,390	\$11,026,580
2001	480,559,280	1,373,026,514	13,837,630	15,724,580
2000	467,679,330	1,336,226,657	13,803,680	15,686,000
1999	441,882,770	1,262,522,200	15,722,480	17,866,455
1998	414,182,320	1,183,378,057	14,460,450	16,432,330
1997	396,115,700	1,131,759,143	16,259,590	18,476,807
1996	381,223,180	1,089,209,086	16,363,670	18,595,080
1995	297,435,380	849,815,371	17,659,080	20,067,136
1994	278,125,210	794,643,457	16,996,630	19,314,352
1993	270,178,730	771,939,229	16,816,040	19,109,136

Source: Medina County, Ohio; County Auditor

(1) The year represents collection year.

(2) This amount is calculated based on the following percentages:

Real property is assessed at thirty-five percent of actual value.

Public utility is assessed at eighty-eight percent of actual value.

Tangible personal is assessed at twenty-five percent of true value for capital assets and twenty-four percent of true value for inventory.



Tangible Personal Property		Total		
Assessed Value	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value	Ratio
\$38,711,687	\$154,846,748	\$617,845,597	\$1,792,817,671	34.46 %
34,705,810	138,823,240	529,102,720	1,527,574,334	34.64
28,055,480	112,221,920	509,538,490	1,464,134,577	34.80
25,769,480	103,077,920	483,374,730	1,383,466,575	34.94
23,801,975	95,207,900	452,444,745	1,295,018,287	34.94
22,628,700	90,514,800	435,003,990	1,240,750,750	35.06
19,473,447	77,893,788	417,060,297	1,185,697,954	35.17
17,042,770	68,171,080	332,137,230	938,053,587	35.41
15,663,148	62,652,592	310,784,988	876,610,401	35.45
15,718,475	62,873,900	302,713,245	853,922,265	35.45

**City of Brunswick, Ohio**  
*Real Property Tax Levies And Collections*  
*Last Ten Years*

<u>Year</u>	<u>Total Tax Levy (1)</u>	<u>Current Collections</u>	<u>Percent Collected</u>	<u>Delinquent Collections</u>
2002	\$2,015,896	\$1,881,416	93.33 %	\$44,610
2001	1,770,180	1,669,218	94.30	38,413
2000	1,709,265	1,659,674	97.10	39,727
1999	1,670,254	1,629,239	97.54	50,275
1998	1,658,848	1,611,546	97.15	38,451
1997	1,760,843	1,705,881	96.88	46,639
1996	2,624,087	2,406,884	91.72	67,470
1995	2,265,108	2,233,632	98.61	44,845
1994	2,368,128	2,172,436	91.74	59,236
1993	2,220,749	2,158,981	97.22	29,900

Source: Medina County, Ohio; County Auditor

- (1) Includes homestead/rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.
- (2) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

<u>Total Collections</u>	<u>Percent of Total Collections To Tax Levy</u>	<u>Outstanding Delinquent Taxes (2)</u>	<u>Percent of Delinquent Taxes to Tax Levy</u>
\$1,926,026	95.54 %	\$44,813	2.22 %
1,707,631	96.47	42,170	2.38
1,699,401	99.42	38,971	2.28
1,679,514	100.55	40,707	2.44
1,649,997	99.47	43,057	2.60
1,752,520	99.53	43,566	2.47
2,474,354	94.29	52,684	2.01
2,278,477	100.59	68,505	3.02
2,231,672	94.24	256,926	10.85
2,188,881	98.56	120,470	5.42

**City of Brunswick, Ohio**  
*Tangible Personal Property Tax Collections*  
*Last Ten Years*

<u>Year</u>	<u>Amount</u>
2002	\$143,042
2001	121,543
2000	110,881
1999	103,631
1998	99,387
1997	100,160
1996	188,244
1995	175,110
1994	155,864
1993	143,837

Source: Medina County, Ohio; County Auditor

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

Year	City of Brunswick	Medina County	Brunswick City Schools	Medina County Joint Vocational School	Medina County Library	Park District	Total
2002	\$3.35	\$8.06	\$61.92	\$3.05	\$1.25	\$0.50	\$78.13
2001	3.45	8.19	63.24	3.05	1.25	0.50	79.68
2000	3.55	8.20	63.24	3.05	1.25	0.50	79.79
1999	3.65	7.92	63.77	3.05	1.25	0.50	80.14
1998	3.87	7.95	64.52	3.05	1.25	0.50	81.14
1997	4.27	7.97	65.67	3.05	1.25	0.50	82.71
1996	8.27	7.98	65.67	3.05	1.25	0.50	86.72
1995	8.77	8.09	68.34	3.05	1.25	0.50	90.00
1994	9.02	8.10	61.30	3.05	1.25	0.50	83.22
1993	9.22	8.12	61.65	3.05	1.25	0.50	83.79

Source: Medina County, Ohio; County Auditor

**City of Brunswick, Ohio**  
*Special Assessments Collections (1)*  
*Last Ten Years*

Year	Current Assessments Due	Delinquent Assessments Due	Total Assessments Due	Current Collections (3)	Delinquent Collections
2002	\$325,316	\$73,406	\$398,722	\$96,265	\$29,633
2001	383,520	68,415	451,935	260,109	26,582
2000	383,834	125,114	508,948	366,583	31,307
1999	302,502	109,800	412,302	223,334	41,775
1998	311,154	62,851	374,005	198,221	13,927
1997	317,866	70,873	388,739	221,553	29,052
1996	315,967	56,754	372,721	241,939	26,250
1995	306,252	51,149	357,401	301,652	15,715
1994	354,487	58,360	412,847	281,026	23,423
1993	351,398	45,506	396,904	290,947	16,655

Source: Medina County, Ohio; County Auditor

(1) Includes special assessments collected by the County for the retirement of debt.

(2) This column represents payments received for all future assessments.

(3) Prior to 2002, special assessments included both principal and interest.

<u>Paid in Full (2)</u>	<u>Total Assessments Collected</u>	<u>Ratio of Collections to Amount Due</u>	<u>Total Outstanding Assessments</u>
\$0	\$125,898	32 %	\$1,958,463
0	286,691	63	2,811,938
0	397,890	78	3,098,629
3,245	268,354	65	3,510,580
580	212,728	57	1,720,195
12,294	262,899	68	1,932,923
11,494	279,683	75	2,139,522
0	317,367	89	2,419,205
15,002	319,451	77	2,736,571
1,072	308,674	78	2,485,656

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

Year	Property Value (2)	Residential		Commercial (1)	
		Number of Units	Value	Number of Units	Value
2002	\$617,845,597	138	\$20,632,075	10	\$3,479,500
2001	529,102,720	244	33,483,486	6	1,923,390
2000	509,538,490	227	31,844,663	29	14,423,200
1999	483,374,730	270	46,940,508	19	10,820,131
1998	452,444,745	310	51,842,393	19	6,435,600
1997	435,003,990	255	37,682,439	12	8,282,140
1996	417,060,297	276	43,797,645	11	4,918,100
1995	332,137,230	222	35,407,401	11	4,637,000
1994	310,784,988	218	30,888,811	27	6,685,800
1993	302,713,245	133	18,814,631	11	3,567,800

Sources: City building permits reports  
Federal Reserve Bank of Cleveland

(1) Number of units include new construction only

(2) Represents total assessed value

(3) Decrease from prior years is due to changes in banking headquarters



<u>Industrial (1)</u>		<u>Domestic Bank Deposits in the County (in thousands)</u>
<u>Number of Units</u>	<u>Value</u>	
1	\$1,000,000	\$230,397
3	2,640,000	191,217
7	10,842,200	151,846
4	4,258,685	129,769
3	2,555,000	90,782
3	2,125,000	75,228
8	2,548,845	384,267
7	5,344,000	379,546
4	1,925,000	277,756
5	1,600,000	351,929

**City of Brunswick, Ohio**  
*Ratio of Net General Bonded Debt to Assessed  
Value and Net Bonded Debt Per Capita  
Last Ten Years*

<u>Year</u>	<u>Population</u>	<u>Net General Obligation Bonded Debt</u>	<u>Assessed Value</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net General Obligation Bonded Debt Per Capita</u>
2002	34,094	\$3,155,364	\$617,845,597	0.51 %	\$92.55
2001	34,094	3,439,387	529,102,720	0.65	100.88
2000	33,388	3,745,923	509,538,490	0.74	112.19
1999	32,000	4,120,493	483,374,730	0.85	128.77
1998	31,980	4,494,247	452,444,745	0.99	140.53
1997	31,880	4,862,680	435,003,990	1.12	152.53
1996	31,554	5,358,708	417,060,297	1.28	169.83
1995	31,337	5,685,415	332,137,230	1.71	181.43
1994	30,545	6,001,587	310,784,988	1.93	196.48
1993	28,235	6,355,557	302,713,245	2.10	225.09

Source: Medina County, Ohio; County Auditor

**City of Brunswick, Ohio**  
*Ratio of Annual Debt Service Expenditures for  
 General Bonded Debt to Total Governmental Expenditures  
 Last Ten Years*

Year	Principal	Interest	Total Debt Service	Total Governmental Expenditures	Ratio of Debt Service To Total Governmental Expenditures
2002	\$374,818	\$231,043	\$605,861	\$20,168,142	3.00 %
2001	324,818	253,059	577,877	18,338,473	3.15
2000	369,818	277,850	647,668	14,644,554	4.42
1999	349,818	322,847	672,665	13,609,520	4.94
1998	334,363	269,855	604,218	17,539,491	3.44
1997	318,909	402,850	721,759	12,299,153	5.87
1996	333,909	427,609	761,518	11,989,405	6.35
1995	366,765	451,179	817,944	10,347,314	7.90
1994	351,765	473,474	825,239	10,820,954	7.63
1993	336,765	494,480	831,245	9,744,540	8.53

Source: City financial records

**City of Brunswick, Ohio**  
*Computation of Direct and Overlapping General Obligation Bonded Debt*  
*December 31, 2002*

	<u>General Obligation Debt Outstanding</u>	<u>Percentage Applicable to City (1)</u>	<u>Amount Applicable to City of Brunswick</u>
<i>Direct:</i>			
City of Brunswick	<u>\$3,752,085</u>	100.00 %	<u>\$3,752,085</u>
<i>Overlapping:</i>			
Medina County	14,760,000	17.10	2,523,960
Brunswick City Schools	<u>21,095,000</u>	77.38	<u>16,323,311</u>
Total Overlapping Debt	<u>35,855,000</u>		<u>18,847,271</u>
Total Direct and Overlapping	<u><u>\$39,607,085</u></u>		<u><u>\$22,599,356</u></u>

Source: Medina County, Ohio; County Auditor

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the assessed valuation of the political subdivision.

**City of Brunswick, Ohio**  
*Computation of Legal Debt Margin*  
*December 31, 2002*

Total Assessed Property Value	<u><u>\$617,845,597</u></u>
Overall Debt Limitation (10 1/2% of Assessed Valuation)	<u>\$64,873,788</u>
Gross Indebtedness:	
General Obligation Bonds	3,752,085
Special Assessment Bonds	1,958,463
OPWC Loan	50,000
Industrial Development Bonds - Brunswick Lake	<u>3,260,000</u>
Total Gross Indebtedness	<u>9,020,548</u>
Less: Special Assessments Bonds	(1,958,463)
OPWC Loan	(50,000)
Industrial Development Bonds Brunswick Lake	(3,260,000)
Debt Service Fund Balance	<u>(596,721)</u>
Net Debt Within 10 1/2% Limitations	<u>3,155,364</u>
Legal Debt Margin Within 10 1/2% Limitations	<u><u>\$61,718,424</u></u>
Unvoted Debt Limitation (5 1/2% of Assessed Valuation)	<u>\$33,981,508</u>
Gross Indebtedness	9,020,548
Less: Special Assessments Bonds	(1,958,463)
OPWC Loan	(50,000)
Industrial Development Bonds Brunswick Lake	(3,260,000)
Debt Service Fund Balance	<u>(596,721)</u>
Net Debt Within 5 1/2% Limitations	<u>3,155,364</u>
Legal Debt Margin Within 5 1/2% Limitations	<u><u>\$30,826,144</u></u>

Source: Medina County, Ohio; County Auditor

**City of Brunswick, Ohio**  
*Principal Taxpayers*  
*Real and Public Utility Property Tax*  
*December 31, 2002*

Taxpayer	Real and Public Utility Property Tax Assessed Value	Percent of Total Assessed Value
Verizon North Incorporated	\$4,879,840	0.84 %
Cross Creek Limited Partnership	4,286,330	0.74
Arc Brunswick Limited, Liability Company	3,352,210	0.58
Clearbrooke Limited Partnership	3,162,550	0.55
Kimco Brunswick Associates	3,137,490	0.54
Laurel Hill Development	3,135,250	0.54
Interstate Properties	2,693,550	0.47
Ohio Edison Company	2,314,170	0.40
Highland Square Limited	1,994,620	0.34
Village in the Park	1,960,360	0.34
Totals	<u>\$30,916,370</u>	<u>5.34 %</u>
Total Real and Public Utility Property Tax Assessed Value	<u>\$579,133,910</u>	

Source: Medina County, Ohio; County Auditor

**City of Brunswick, Ohio**  
*Principal Taxpayers - Tangible Personal Property Tax*  
*December 31, 2002*

Taxpayer	Tangible Personal Property Assessed Value	Percent of Total Assessed Value
Bohler Uddeholm Corporation	\$2,541,580	6.57 %
Brunswick Auto Mart	2,258,000	5.83
General Parts, Inc.	1,951,510	5.04
Mullinax Lincoln-Mercury, Inc.	1,385,180	3.58
Legacy Ford, Inc.	1,362,690	3.52
Southeastern Equipment Company, Inc.	1,220,930	3.15
Tops Market LLC	1,154,540	2.98
Recreational Products, Inc.	1,000,480	2.58
KTIN Acquisition, Inc.	933,570	2.41
Great Lakes Companies, Inc.	717,870	1.85
Totals	<u>\$14,526,350</u>	<u>37.52 %</u>
Total Tangible Personal Property Assessed Valuation	<u>\$38,711,687</u>	

Source: Medina County, Ohio; County Auditor

**City of Brunswick, Ohio**

*Demographic Statistics*

*Last Six Censuses*

<u>Year</u>	<u>Population</u>	<u>Occupied Households</u>	<u>Total Dwelling Units</u>	<u>Persons Per Household</u>	<u>Median Income</u>
2000	33,388	N/A	N/A	N/A	N/A
1990	28,220	9,032	9,444	3.09	\$36,808
1980	28,104	8,008	8,327	3.42	28,122
1970	15,852	3,775	3,844	4.15	11,746
1960	11,725	2,805	2,863	4.17	6,967
1950	2,460	N/A	N/A	N/A	N/A

N/A - Information not available

Source: U.S. Bureau of the Census



**City of Brunswick, Ohio**

*Miscellaneous Statistics*

*December 31, 2002*

Date of Incorporation	October 12, 1960
Form of Government	Council/City Manager
Area	12.6 Square Miles
Miles of Streets	130
Number of Traffic Lights	21
Fire Protection:	
Number of Stations	2
Number of Firefighters and Officers:	
Part-Time	13
Full-Time	24
Police Protection:	
Number of Stations	1
Number of Police Officers	40
Rescue Service:	
Number of Stations	2
Number of Rescue Personnel	38
Building Permits Issued:	
(Including Additions to Previously Constructed Buildings)	214
Recreation and Culture:	
Number of Parks	16
Area (acres)	273.4
Community Rec-Center (complete with indoor pool, whirlpool, sauna, indoor track, weight room, fitness center, gym, craft center and floating dance floor.)	1
Number of Libraries	1
Volumes	50,000
Employees:	
Full Time	148
Part Time	112

Source: City Records





**Auditor of State  
Betty Montgomery**

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**CITY OF BRUNSWICK**

**MEDINA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
SEPTEMBER 30, 2003**