



**CITY OF NORTH RIDGEVILLE
LORAIN COUNTY**

REGULAR AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2008



Mary Taylor, CPA
Auditor of State

CITY OF NORTH RIDGEVILLE
LORAIN COUNTY

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Mary Taylor, CPA

Auditor of State

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

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

To the Members of Council:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Ridgeville, Lorain County, Ohio, (the City) as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 19, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the City's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City's internal control over financial reporting.

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

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

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

We noted certain matters that we reported to the City's management in a separate letter dated June 19, 2009.

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Compliance and Other Matters

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

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

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

June 19, 2009

City of North Ridgeville, Ohio



**Comprehensive Annual Financial Report
For the Year Ended December 31, 2008**

CITY OF NORTH RIDGEVILLE, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2008

Prepared By:
Office of the Auditor

Chris S. Costin, CPA, CGFM
Auditor

Teresa A. Machovina
Deputy Auditor

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THE CITY OF NORTH RIDGEVILLE

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Auditor's Office



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

We are pleased to submit this Comprehensive Annual Financial Report (CAFR) of the City of North Ridgeville, Ohio for its fiscal year ended December 31, 2008. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation including all disclosures rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Independent Audit

The City's financial statements for the year ended December 31, 2008 were examined by independent auditor Mary Taylor, CPA, Auditor of State of Ohio. The Independent Accountants' Report on the basic financial statements is included in the Financial Section of this report.

Reporting Entity

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

CITY PROFILE

The City

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

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

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

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

The City owns and operates five parks covering 95 acres and provides recreational facilities including basketball, volleyball and tennis courts, baseball / softball fields, soccer fields, picnic areas and a stocked fishing lake. The City owns another 64 acres for future use. In addition, the City is within the Lorain County Metropolitan Park District, created to preserve natural resources and provide park and recreation facilities within the County. The Park District's Sandy Ridge Reservation, which is located within the City, consists of a 310 acre wildlife preservation with small ponds, a trail complete with information signs, observation mound, playground, educational center and picnic area.

City Government

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

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

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

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

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

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

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

CITY ECONOMIC CONDITION

Economic Condition and Outlook

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

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

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

Five separate industrial parks are under development in the City. The largest of these is Taylor Woods Industrial Park, which includes facilities of Invacare Corp. (a manufacturer of wheelchairs), Beckett Gas, Inc. (a manufacturer of gas burners), and Beckett Air, Inc. (a manufacturer of blower parts). The newest of these is Bliss Industrial Park, which includes JBC Technology Incorporated (a manufacturer of seals and gaskets) and Zannoni Foods (a food manufacturer). Building permits were issued in 2008 for new commercial buildings with an estimated value of \$ 910,500 and commercial improvements of \$ 1,668,268. The City expects commercial development to expand as the result of its infrastructure improvements completed in recent years, access to interstate highways and close proximity to Cleveland Hopkins International Airport. In addition, development of an independently owned sports complex in 2009 is anticipated to attract restaurants and motels to the southeast quadrant of the City. This complex will include outdoor sports fields featuring local and national tournaments, and an indoor sports facility.

Residential development continues within the City, although not the torrid pace of 2005. In various stages of planning and construction in the western half of the City are two planned community developments: Waterbury, a 640 acre development representing approximately 2,000 residential units, and Meadow Lakes, a 570 acre development representing approximately 1,900 residential units. Other developments in the western area include the subdivisions of Avalon, Hampton Place, Hartford Oval, Stone Creek, Cypress Station and Timber Ridge, which together, represent approximately 950 homes. Elsewhere in the City, Ridgefield Homes, an upscale development represents approximately 1,000 homes, about two-thirds complete. Several other smaller subdivisions remain under development throughout the City. The City's Building Department reflects approximately 3,800 residential units projected to be constructed within the various developments. Building permits were issued in 2008 for new residential units with an estimated value of \$ 36,661,856.

The estimated value of building permits issued by the City in 2008 and 2007 amounted to \$ 39,664,520 and \$ 48,029,743, respectively.

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

Major Initiatives

Police Department

The Police Department provides basic and enhanced law enforcement services to this growing community with a compliment of fifty-three officers and civilian staff. Police services include directed patrol, selective traffic patrol, bicycle patrol, K-9 units, a highly skilled detective bureau, and training staff. The department participates with other law enforcement agencies to combat drugs as a member of the Lorain County Drug Task Force, to secure national borders as part of the Lorain County Anti-terrorism Task Force and the Department of Homeland Security's Northern Border Initiative, and to confront special threats as a member of the Lorain County Bomb Squad. The department maintains its Police Resources Enhancing School Security Program (PRESS), which involves officers visiting schools daily to interact with students and staff to provide a more secure and enhanced educational environment. In 2008, the department responded to over 42,000 calls for service and assistance. For 2009, the department will be adding a motorcycle unit.

Fire Department

The Fire Department provides advanced life-support paramedic ambulances and fire protection on a twenty-four hour basis with a staff of thirty-seven including thirty-six fire suppression personnel, of whom thirty are state certified paramedics. Included also are the Chief, two assistant Chiefs, and a civilian administrative secretary. The department maintains a dive rescue team, fire investigator, and is a member of the Lorain County Hazardous Materials Team and the Lorain County Technical Rescue Team. The department maintains an aggressive fire prevention program that educates students, conducts fire safety inspections and provides CPR classes to its residents. In 2008, the department responded to 1,998 medical emergencies and 600 fire calls. The department is a member of WESTCOM, a regional dispatch center, which provides mutual aid emergency support services to the City from various surrounding cities. In 2008, the department took delivery of a new paramedic ambulance. For 2009, the department is studying relocation from its main station to two separate areas of the City to enhance response time.

Building Department

The Building Department staffs six full-time building inspectors and two secretaries under the direction of the Chief Building Official. The City continues to maintain an ISO (Insurance Service Office) rating of #4 for residential and commercial property owners. During 2008, building permits were issued for 253 residential dwellings and 5 commercial buildings, compared to 289 and 7, respectively, in 2007.

Engineering Department

The Engineering Department consists of eight full-time staff. In 2008, the department's services included engineering review services for 13 larger scale projects. Seven new residential subdivisions have been reviewed to provide a total of 1504 residential lots receiving preliminary or final approval at various locations throughout the City. Recently, the department completed development of its Geographic Information System for the City's infrastructure systems including, storm sewer, sanitary sewer, waterways, contouring, zoning and soil conditions, which system is updated and enhanced on a continuous basis.

Utilities Department

The Utilities Department serviced over 11,500 water, sewer and sanitation accounts in 2008 with its office staff of five full-time employees and three part-time meter readers. Water meters are read by radio wave portable interrogators. In 2008, the City contracted for the replacement of the current meter read system with the latest, state of the art "automatic meter reading" system which, in addition to providing contemporaneous "read" information transmitted directly to the utility department computers, will identify potential water leaks, broken and vandalized meters, greatly enhancing customer service. The replacement project was funded by the issuance of \$ 3,250,000 of bonds in 2008 and is anticipated to be completed in 2009.

French Creek Wastewater Treatment Plant

The City's French Creek Wastewater Treatment Plant services the City, the City of Avon and the Village of Sheffield. The plant's staff consists of twenty-two full-time employees. In 2004, the City completed expansion and upgrade of the plant, which increased its capacity by fifty percent to 11.25 MGD. The land and plant facilities were originally designed to accommodate a 26 MGD treatment facility to be constructed in four phases, as the served communities continue to grow.

Parks and Recreation

The Parks and Recreation Department provides affordable programs and services for residents that include leisure activities, special events, cultural enrichment and education. The City's park system includes South Central park, a 30 acre woodland park with a fishing lake; Shady Drive Complex, a 37 acre baseball/softball complex; Frontier Park, a 13 acre football complex; and Root Road Soccer Complex, a 12 acre soccer complex. Former Cleveland Indians 1980 American League "Rookie of the Year" Joe Charboneau continues to supervise the City's youth baseball and softball programs. Future plans include construction of an indoor facility with batting cages and workout areas.

Office of Older Adults

The North Ridgeville Senior Center (Office of Older Adults) provides transportation and supportive services for the City's seniors and nutritional meals to homebound seniors through its Meals-on-Wheels program for the City and surrounding townships. Other services provided included transportation services, recreational shows, periodic outings and other activities. The Senior Center provides a "CareCall" program, an automated telephone service to communicate with seniors and other needy citizens on a daily basis. Year 2008 witnessed the introduction of a Snow Plowing Program for seniors in the community, whereby, with the co-operation of the local Veterans of Foreign Wars chapter, qualified seniors received snow removal services at little or no cost..

Financial Information

Internal Control

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that 1) the cost of a control should not exceed the benefits likely to be derived, and 2) the valuation of costs and benefits requires estimates and judgments by management. We believe that the City's system of internal control is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

Basis of Accounting

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

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

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

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

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

Budgetary Controls

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

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

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

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

Debt Administration

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

Cash Management

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

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

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

Risk Management

The City is exposed to various risks of loss related to torts; theft, damage to or destruction of assets; errors and omissions; employee injuries; and natural disasters. By maintaining comprehensive insurance coverage with private carriers, the City has addressed these various types of risk.

AWARDS AND ACKNOWLEDGEMENTS**GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of North Ridgeville, Ohio for its comprehensive annual financial report for the fiscal year ended December 31, 2007. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

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

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

Respectfully submitted,



Chris S. Costin, CPA, CGFM
City Auditor
June 19, 2009

City of North Ridgeville, Ohio
Principal City Officials
December 31, 2008

Elected Officials

Mayor
Council member, At-Large, President
Council member, At-Large
Council member, At-Large
Council member, Ward 1, President Pro-Tem
Council member, Ward 2
Council member, Ward 3
Council member, Ward 4

G. David Gillock
Bernadine R. Butkowski
Kevin Corcoran
Ray E. McLaughlin III
Nancy J. Buescher
Dennis J. Boose
Richard W. Jaenke
Robert W. Olesen

Appointed Officials and Department Heads

Safety-Service Director
Law Director / Prosecutor
Engineer
Treasurer
Auditor
Deputy Auditor
Income Tax Administrator
Police Chief
Fire Chief
Service Department Superintendent
Chief Building Official
Parks and Recreation Director
Older Adult Services Director
Computer Service Supervisor
Utilities Department Director
French Creek Plant Superintendent
Maintenance and Grounds Supervisor
Mayor's Court Magistrate
Clerk of Mayor's Court
Clerk of Council
Chief Deputy Clerk of Council

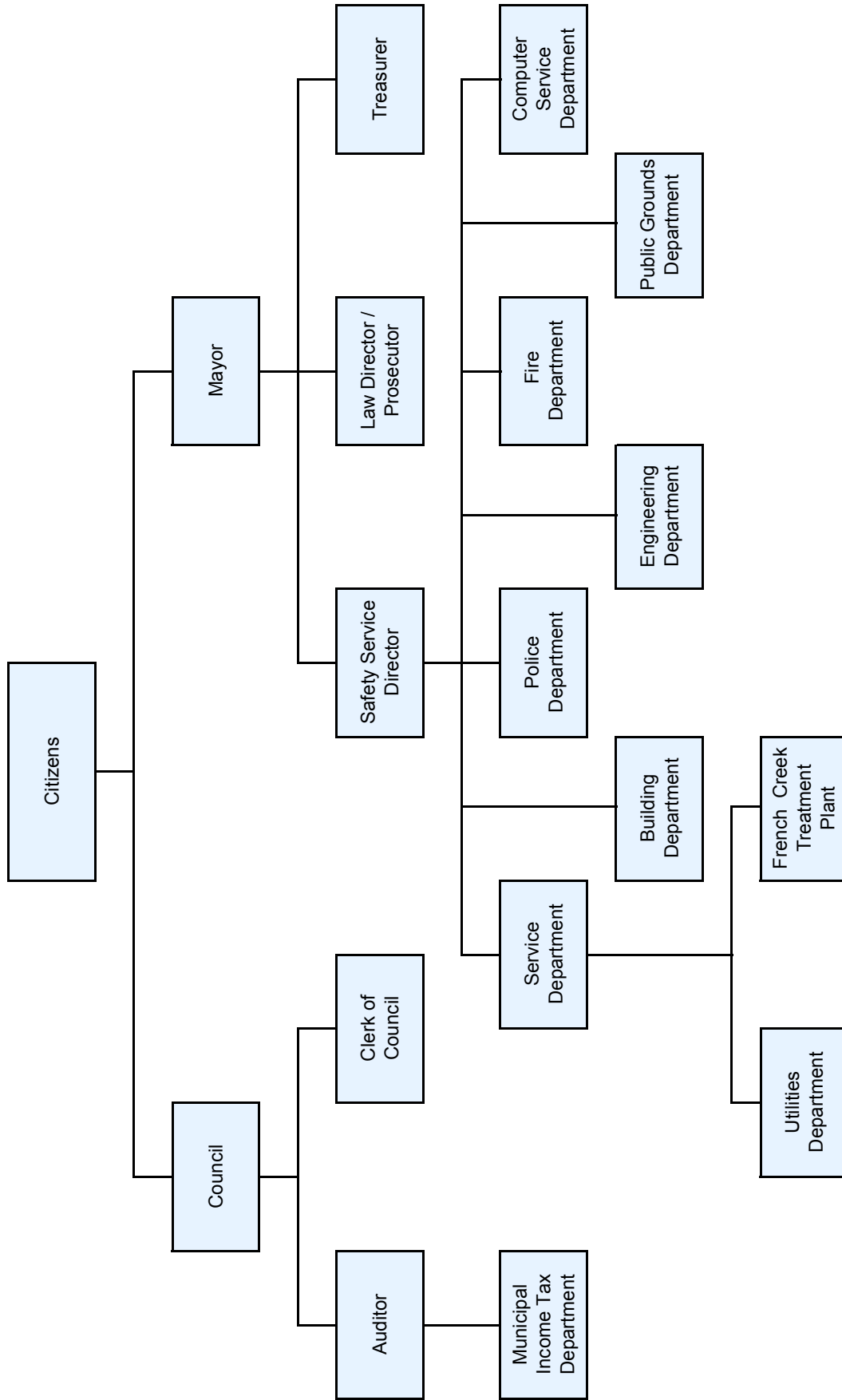
Dennis L. Johnson
Andrew J. Crites, ESQ.
Larry Griffith, P.E.
Anthony L. Hatmaker
Chris S. Costin, CPA, CGFM
Teresa A. Machovina
Laverne Porowski
Richard D. Thomas
Richard E. Miller
Chris Rangus
Guy M. Fursdon, C.B.O.
James D. Spaulding
Rita M. Price
Rita Taylor
James E. Whitlock
Donald D. Daley
Gary M. Teel
Renee Zafarana, L.P.A.
Diana G. Graham
Vincent T. Farrell
Paula D. Cope, CMC

Chairmen, Boards and Commissions

Civil Service Commission
Parks and Recreation Commission
Planning Commission
Fair Housing Board
Income Tax Board of Review
Zoning Board of Appeals

James P. Yost
Frank Vacha
James Hurst
Anthony L. Hatmaker
Margaret Knight
Shawn Kimble

City of North Ridgeville, Ohio Organization Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of North Ridgeville
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2007

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President

Executive Director



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

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

To The Members of Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Ridgeville, Lorain County, Ohio, (the City), as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Ridgeville, Lorain County, Ohio, as of December 31, 2008, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund and Income Tax Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2009, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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We conducted our audit to opine 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 provides additional information and are not a required part of the basic financial statements. We subjected the combining and individual 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 cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

June 19, 2009

CITY OF NORTH RIDGEVILLE, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
UNAUDITED

Management's discussion and analysis (MD&A) of the City of North Ridgeville's financial performance presents a narrative overview and analysis of the City's financial activities for the year ended December 31, 2008. The intent of the discussion and analysis is to present the City's financial performance as a whole. Readers are encouraged to consider this information in conjunction with the basic financial statements and notes to the basic financial statements for an enhanced understanding of the City's financial performance.

Financial Highlights

The City's economic growth was negatively impacted in 2008 by the current recession. Overall, the City's financial condition has remained relatively stable although net assets decreased. Favorably, following completion of the City's wastewater treatment facility expansion in 2004 and installation of westside sanitary sewer trunkline in 2003, residential new construction in the community has continued, resulting in additional annual revenues to the City. These revenues have included municipal income taxes, licenses and fees, charges for services, tap-in fees and developer contributions. Residential new construction in 2008 has continued, albeit at a slower pace than previous years.

Key financial highlights for 2008 were as follows.

Total net assets (decreased) by (\$ 722,173) to \$ 136,989,990 at December 31, 2008. Total assets increased by \$ 7,180,613 to \$ 185,193,271, while total liabilities increased by \$ 7,902,786 to \$ 48,203,281 at December 31, 2008. Net assets of Governmental activities (decreased) by (\$ 1,097,460) or (1.5%) to \$ 69,076,610 while Business-type activities increased by \$ 375,287 or .6% to \$ 67,913,380 at year-end December 31, 2008.

Total revenues (decreased) by (\$ 3,652,714) or (9.4%) from year 2007 to \$ 35,409,707 in 2008, while total program expenses increased by \$ 2,312,950 or 6.8% to \$ 36,131,880, resulting in a (decrease) in net assets of (\$ 722,173) in 2008, compared to an increase of \$ 5,243,491 in 2007.

Overview of Financial Statements

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

Government-wide Financial Statements

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

CITY OF NORTH RIDGEVILLE, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
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Fund Financial Statements

The governmental fund financial statements, listed in the table of contents, focus on the City's most significant, or major funds. The City's major governmental funds are the General Fund, Income Tax Fund and Capital Projects Fund. The remaining non-major funds are combined and reflected in one single column. Governmental fund financial statements focus on near-term inflows and outflows of spendable resources and on balances of spendable resources that are available at year-end. This information can be useful in determining what financial resources are available to finance the City's activities. A *Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities* for the year ended December 31, 2008 is presented. The City, similar to other local governments, uses fund accounting to ensure and demonstrate finance related legal requirements.

Fund Categories

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

Governmental funds

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

Proprietary funds

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

Fiduciary funds

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

Notes to the Basic Financial Statements

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

Other Information

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

CITY OF NORTH RIDGEVILLE, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
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The City of North Ridgeville as a Whole

Analysis of Net Assets

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

Net Assets

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Assets						
Current and other assets	\$ 23,530,806	\$ 24,108,542	\$ 23,854,266	\$ 18,819,373	\$ 47,385,072	\$ 42,927,915
Capital assets, net	<u>64,253,791</u>	<u>64,125,004</u>	<u>73,554,408</u>	<u>70,959,739</u>	<u>137,808,199</u>	<u>135,084,743</u>
Total assets	<u>87,784,597</u>	<u>88,233,546</u>	<u>97,408,674</u>	<u>89,779,112</u>	<u>185,193,271</u>	<u>178,012,658</u>
Liabilities						
Current liabilities	7,550,568	7,478,129	1,045,168	430,439	8,595,736	7,908,568
Long-term liabilities	<u>11,157,419</u>	<u>10,581,347</u>	<u>28,450,126</u>	<u>21,810,580</u>	<u>39,607,545</u>	<u>32,391,927</u>
Total liabilities	<u>18,707,987</u>	<u>18,059,476</u>	<u>29,495,294</u>	<u>22,241,019</u>	<u>48,203,281</u>	<u>40,300,495</u>
Net assets						
Invested in capital assets, net of related debt	57,741,872	56,744,157	50,892,182	49,678,959	108,634,054	106,423,116
Restricted	5,741,588	5,789,465	-	-	5,741,588	5,789,465
Unrestricted	<u>5,593,150</u>	<u>7,640,448</u>	<u>17,021,198</u>	<u>17,859,134</u>	<u>22,614,348</u>	<u>25,499,582</u>
Total net assets	<u>\$ 69,076,610</u>	<u>\$ 70,174,070</u>	<u>\$ 67,913,380</u>	<u>\$ 67,538,093</u>	<u>\$ 136,989,990</u>	<u>\$ 137,712,163</u>

Total assets increased by \$ 7,180,613 to \$ 185,193,271 in 2008. Investment in capital assets (land, construction in progress, buildings and improvements, machinery and equipment and infrastructure, net of depreciation) less any debt related to acquire those assets still outstanding represents the largest portion of net assets. Capital assets are used to provide services to the City's citizens, however, are not available for future spending. Total capital assets, net of depreciation and amortization, increased by \$ 2,723,456 to \$ 137,808,199 in 2008. New additions to capital assets included \$ 3,581,219 of developer contributions of infrastructure related to residential real estate development. The City expended \$ 269,808 for land and buildings, \$ 3,809,644 for construction in process, \$ 1,768,486 for equipment and vehicles, and \$ 2,112,152 for infrastructure in 2008 in addition to developer infrastructure contributions added. Depreciation and amortization of capital assets amounted to \$ 6,643,381 and \$ 57,922, respectively. Current and other assets increased by \$ 4,457,157 to \$ 47,385,072 of which equity in pooled cash and equivalents increased by \$ 4,395,063 in part related to unspent bond proceeds at year-end, and due from other governments increased by \$ 365,494. These increases were offset most notably by decreases in special assessments receivable of \$ 226,700 and accounts receivable of \$ 88,600. Total liabilities increased by \$ 7,902,786 to \$ 48,203,281 resulting primarily from issuance of long-term debt to finance capital asset acquisitions. Total net assets (decreased) by (\$ 722,173) or (.5%) to \$ 136,989,990, comprised of (\$ 1,097,460) or (1.5%) (decrease) in Governmental activities and \$ 375,287 or .4% increase in Business-type activities. Overall, the City's financial condition remained relatively stable in 2008 although net assets decreased.

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

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

Change in Net Assets

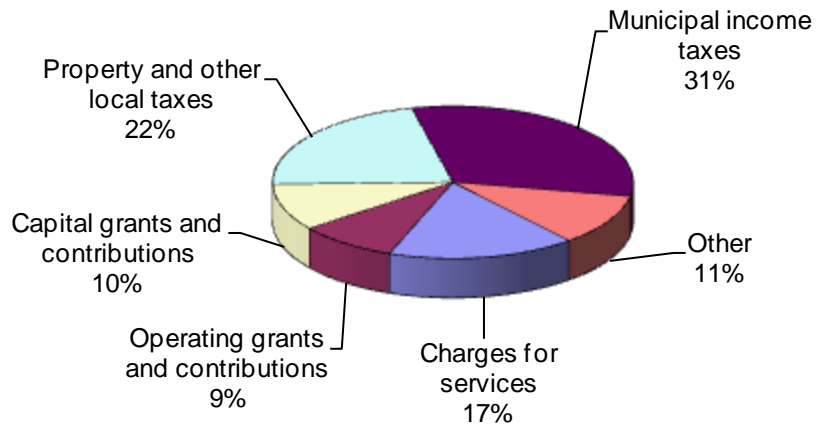
	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues						
Program revenues						
Charges for services	\$ 4,048,865	\$ 4,331,285	\$ 7,646,282	\$ 7,617,728	\$ 11,695,147	\$ 11,949,013
Operating grants and contributions	2,084,047	2,741,773	-	-	2,084,047	2,741,773
Capital grants and contributions	2,378,816	5,512,773	3,004,039	3,003,730	5,382,855	8,516,503
Total program revenues	<u>8,511,728</u>	<u>12,585,831</u>	<u>10,650,321</u>	<u>10,621,458</u>	<u>19,162,049</u>	<u>23,207,289</u>
General revenues						
Property and other local taxes	5,345,345	5,428,764	-	-	5,345,345	5,428,764
Municipal income taxes	7,846,955	7,414,000	-	-	7,846,955	7,414,000
Grants and entitlements	2,208,505	1,370,833	-	-	2,208,505	1,370,833
Other	379,060	877,798	467,793	763,737	846,853	1,641,535
Total general revenues	<u>15,779,865</u>	<u>15,091,395</u>	<u>467,793</u>	<u>763,737</u>	<u>16,247,658</u>	<u>15,855,132</u>
Total revenues	<u>24,291,593</u>	<u>27,677,226</u>	<u>11,118,114</u>	<u>11,385,195</u>	<u>35,409,707</u>	<u>39,062,421</u>
Program expenses						
Security of persons and property	10,480,106	9,516,878	-	-	10,480,106	9,516,878
Public health and welfare	419,527	386,746	-	-	419,527	386,746
Leisure time activities	437,223	384,355	-	-	437,223	384,355
Community environment	1,573,541	1,439,878	-	-	1,573,541	1,439,878
Transportation	6,388,903	5,596,613	-	-	6,388,903	5,596,613
General government	5,747,511	6,536,677	-	-	5,747,511	6,536,677
Interest	342,242	306,226	-	-	342,242	306,226
Water	-	-	3,666,817	3,191,223	3,666,817	3,191,223
Sewer	-	-	7,076,010	6,460,334	7,076,010	6,460,334
Total program expenses	<u>25,389,053</u>	<u>24,167,373</u>	<u>10,742,827</u>	<u>9,651,557</u>	<u>36,131,880</u>	<u>33,818,930</u>
Increase (decrease) in net assets	(1,097,460)	3,509,853	375,287	1,733,638	(722,173)	5,243,491
Net assets, beginning of year	<u>70,174,070</u>	<u>66,664,217</u>	<u>67,538,093</u>	<u>65,804,455</u>	<u>137,712,163</u>	<u>132,468,672</u>
Net assets, end of year	<u>\$ 69,076,610</u>	<u>\$ 70,174,070</u>	<u>\$ 67,913,380</u>	<u>\$ 67,538,093</u>	<u>\$ 136,989,990</u>	<u>\$ 137,712,163</u>

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

Revenues by source of governmental activities for 2008 were comprised of:

Revenues by Source, Governmental Activities



Revenues

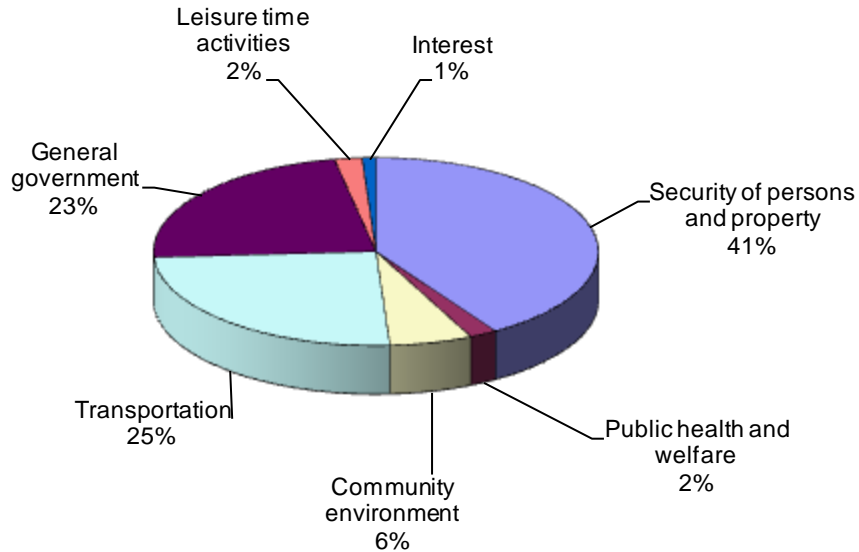
Total general revenues increased by \$ 688,470 or .4% in 2008. Municipal income taxes of \$ 7,846,955 represented the largest portion of general revenues and 32% of total revenues in 2008, followed by property and other local taxes which represented 22% of total revenues in 2008. Municipal income taxes increased by \$ 432,955 or 6%, while property and other taxes (decreased) by (\$ 83,419) or (2%) in 2008.

Total program revenues (decreased) by (\$ 4,074,103) or (32%) in 2008 from 2007. Capital grants and contributions comprised (\$ 3,133,957) of the (decrease), primarily resulting from a decrease of developer infrastructure contributions. Developer contributions of infrastructure in recent years, consisting primarily of road systems, amounted to \$ 2,073,655 in 2008, \$ 5,231,564 in 2007, and \$ 12,294,015 in 2006, reflecting the declining new housing market.

CITY OF NORTH RIDGEVILLE, OHIO
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Program expenses of governmental activities for 2008 were comprised of:

Program Expenses, Governmental Activities



Program expenses

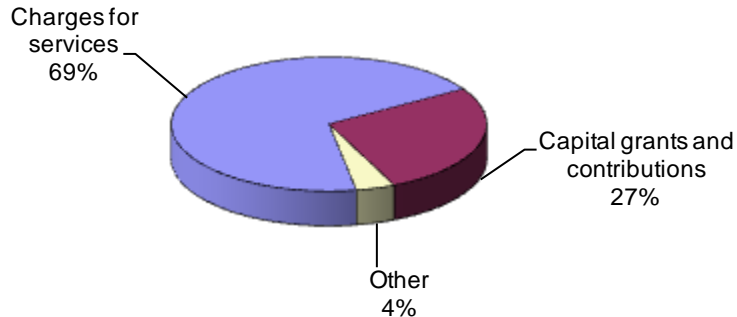
Program expenses amounted to \$ 25,389,053 in 2008, of which \$ 8,511,728 was supported by program revenue. Security of persons and property, which includes police, fire and paramedic services, in 2008, represented \$ 10,480,106 or 41% of total program expenses. Transportation, which includes street maintenance, snow removal and storm channel maintenance, represented \$ 6,388,903 or 25% of program expenses. General government, which includes legislative and administrative services of council, mayor, law, finance and computer services departments, utilities and maintenance of buildings represented \$ 5,747,511 or 23% of program expenses. Community environment represented \$ 1,573,541 or 6% of program expenses and included refuse collection and community development. Leisure time activities, which includes recreation activities and maintenance of the City's park system, represented \$ 437,223 or 2% of total program expenses. Public health and welfare, which includes senior citizen programs, payments to the County health department and cemetery maintenance, represented \$ 419,527 or 2% of total program expenses in 2008. Program expenses, in total were \$ 1,221,680 or 5% higher in 2008 than 2007. The most significant changes in expenses incurred in 2008 occurred in Security of persons and property, Transportation, and General government. Security of persons and property increased by \$ 963,228 or 10%, due primarily to contractual inflationary increases and a full year of expense resulting from addition of three paramedics hired in late 2007. Transportation increased by \$ 792,290 or 14% due primarily to higher contractual inflationary increases and increased cost of road maintenance. General government expenses were \$ 789,166 lower in 2008, due in part to loss on disposal of assets realized in prior year, reduction in allocated health care costs from the Self-insurance Internal service fund, and reduction of controllable expenses.

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

Revenues by source for business-type activities for 2008 were comprised of:

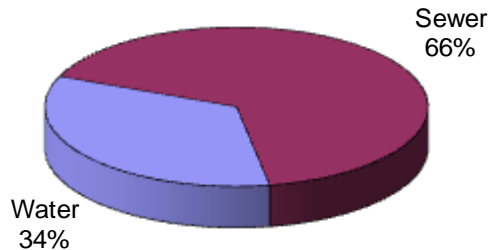
Revenues by Source, Business-type Activities



Revenues

Program revenues represented 96% of total revenues for business-type activities in 2008. Charges for services of \$ 7,646,282 represented 69% of total revenues while capital grants and contributions represented 27%. Developer contributions of \$ 1,507,564 and tap-in fees of \$ 1,489,759 comprised the majority of capital grants and contributions total of \$ 3,004,039 in 2008. Other general revenues of \$ 467,793 represented the remaining 4% of total revenues, comprised primarily of interest income.

Expenses, Business-type Activities



Expenses

Water operations expenses amounted to \$ 3,666,817 or 34% and sanitary sewer operations expenses amounted to \$ 7,076,010 or 66% of total program expenses for business-type activities in 2008. Both water operations and sanitary sewer operations have historically been self-supporting through user fees and charges. Water is purchased from three sources. The City's wastewater treatment facility services the City and two other communities. In 2008, the federal Environmental Protection Agency downgraded the classification of the treatment plant sludge resulting in a significant increase in removal cost necessitating a user rate increase in early 2009 to offset that ongoing increased cost.

CITY OF NORTH RIDGEVILLE, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
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The City's Funds

The City's governmental funds financial information begins at page 18. As reflected on the *Balance Sheet*, total governmental assets increased slightly by \$ 48,821 or .2%, while total governmental liabilities increased by \$ 57,179 or .4%, resulting in an increase in governmental total fund balances of \$ 106,000 or 1.2% to \$ 9,008,822 at year-end 2008. As reflected on the *Statement of Revenues, Expenditures and Changes in Fund Balances*, total governmental funds revenues (decreased) by (\$ 205,446) or (.9%) in 2008, while total expenditures increased by \$ 3,429,961 or 15%. Total other financing sources increased by \$ 1,186,857, which included bond proceeds of \$ 3,905,000 in 2008. Increases in Property and other taxes, Municipal income taxes, Intergovernmental, and Charges for services were offset by decreases in Fines, licenses and permits related to the slumping new housing market, Interest resulting from lower interest rates, and Miscellaneous income. The City's major funds in 2008 consisted of the General Fund, Income Tax Fund and Capital Projects Fund. General Fund revenues were \$ 495,686 or 11% lower in 2008 than 2007. Of that amount, intergovernmental revenue was \$ 127,608 lower, and fines, licenses and permits \$ 298,535 lower than 2007. General fund total expenditures were reduced by \$ 112,819 or 1%. Other financing sources comprised of transfers-in from the City's income tax fund were \$ 595,000 or 10% higher than 2007. Accordingly, the General Fund balance increased by \$ 254,490 or 19% to \$ 1,561,548 at year-end 2008. The Income Tax (Special Revenue) Fund collects the City's one percent municipal income tax and, after payment of the department's expenses and taxpayer refunds, transfers available monies ratably to the General Fund and Capital Projects Fund, at the discretion of City Council. Transfers made in 2008 were allocated 85% to the General Fund and 15% to the Capital Projects Fund. Municipal income tax total revenues increased by \$ 187,886, or 2% to \$ 7,932,235 in 2008. Income tax collections increased by \$275,155, which is attributable to recent years housing growth. Income tax revenues exceeded expenditures by \$ 7,448,700 in 2008 versus \$ 7,306,552 in 2007. The Income Tax Fund balance (decreased) by (\$ 151,300) to \$ 3,221,281 at year-end 2008 due to increased transfers-out of \$ 7,600,000 in 2008, up from \$ 6,900,000 in 2007.

The City's proprietary funds information begins at page 24. Drinking water operations are reflected in the Water Fund. Water Fund net assets (decreased) by (\$ 18,904) to \$ 18,072,404 at year-end 2008. Charges for services included an 8½ percent water rate increase in early 2008 to offset the increased cost of water operations. Water consumption decreased by 4% in 2008. Water operating revenues increased by \$ 25,228 or .8% in 2008. Capital contributions were \$ 612,028 in 2008, consisting primarily of developers contributions of waterlines infrastructure and tap-in fees, which amounted to \$ 341,148 or 36% less than in 2007. Sanitary sewer operations are reflected in the Sewer Fund. The City's wastewater treatment facility services the City, the City of Avon and Village of Sheffield. Sewer fund net assets increased by \$ 521,510 to \$ 49,804,733 at year-end 2008. Charges for services included a 4 percent sewer rate increase in early 2008 to offset the increased cost of sewer operations. Sewer operating revenues increased only slightly by \$ 3,326 or .0% in 2008, due to reduced volume billed, which billing is generally based on water usage. Capital contributions were \$ 2,392,011 in 2008, comprised primarily of developer contributions of sewer system infrastructure and tap-in fees, which amounted to \$ 341,457 or 17% higher than 2007. The City's water and sewer operations have historically been self-sufficient.

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Budgetary Highlights

The City prepares its budget in accordance with Ohio law on the basis of cash receipts, disbursements and encumbrances. The City's original budget and amendments are enacted by City Council upon recommendation of Council's Finance Committee. Budgetary expenditure modifications at the legal level of control may only be made by ordinance of City Council. The City's final budget differs from the original budget due to various amendments during the year to reflect changes in unanticipated revenue receipts and/or amended appropriations. Revised budgeted receipts and amended appropriations were adopted in 2008 primarily for additional capital outlay funded by a bond issue and personnel expense revisions.

The General Fund is the City's most significant budgeted fund. Original budgeted receipts (excluding other sources) for the General Fund were \$ 4,013,001. Final budgeted receipts were unchanged. The City actually received \$ 4,271,018. Actual receipts were greater than estimated primarily due to higher Intergovernmental shared taxes and Miscellaneous. Original budget revenue is conservatively estimated. Actual transfers-in of \$ 6,460,000 from the Income Tax (Special Revenue) Fund were higher than originally budgeted. Original budgeted appropriations (excluding other uses) were \$ 11,461,971 and final amended appropriations were \$ 11,544,222. The City actually expended \$ 10,507,729, which was \$ 1,036,493 less than originally appropriated. The City historically spends less than appropriated. In 2008 actual expenditures were 91% of final appropriations. Amended appropriations provided for certain unanticipated overtime and employee termination payments. Other financing sources (uses) included advances-in of \$ 127,851 from the Federal Grants (Special Revenue) Fund representing repayment of prior year advances, and advances-out of \$ 215,000 to the Federal Grants (Special Revenue) Fund. These advances provide funds needed to expend under federal cost-reimbursement grants.

Capital Assets

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

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$ 914,309	\$ 723,980	\$ 786,184	\$ 786,184	\$ 1,700,493	\$ 1,510,164
Construction in progress	496,260	624,509	1,765,294	664,473	2,261,554	1,288,982
Buildings and improvements	2,991,216	3,009,152	266,778	278,501	3,257,994	3,287,653
Equipment and vehicles	3,097,330	2,778,270	8,169,861	7,913,301	11,267,191	10,691,571
Infrastructure	56,754,676	56,989,093	60,905,965	60,381,297	117,660,641	117,370,390
Intangible assets	-	-	1,660,326	645,226	1,660,326	645,226
	<u>\$ 64,253,791</u>	<u>\$ 64,125,004</u>	<u>\$ 73,554,408</u>	<u>\$ 70,668,982</u>	<u>\$ 137,808,199</u>	<u>\$ 134,793,986</u>

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

The City's total capital assets, net of depreciation amounted to \$ 137,808,199 at December 31, 2008, which was \$ 3,014,213 higher than the previous year, since additions exceeded depreciation. Capital assets, net of depreciation under governmental activities increased by \$ 128,787 in 2008, which included \$ 2,073,655 from developers' contributions of infrastructure of road systems. Business-type capital assets, net of depreciation increased by \$ 2,885,426 to \$ 73,554,408, which additions included \$ 1,507,564 of developers' contributions of waterlines and sewer lines infrastructure. Total depreciation and amortization increased by \$ 388,315 or 6% to \$ 6,701,303 in 2008 from \$ 6,312,988 in 2007.

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

CITY OF NORTH RIDGEVILLE, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
UNAUDITED

Debt

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

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Notes payable	\$ -	\$ 2,630,000	\$ -	\$ 1,200,000	\$ -	\$ 3,830,000
Water rights ETL-2 loan	-	-	782,265	-	782,265	-
OPWC loans	795,919	800,847	97,184	105,635	893,103	906,482
OWDA loan	-	-	2,161,777	2,285,145	2,161,777	2,285,145
General obligation bonds	6,635,000	3,736,000	22,510,000	15,270,000	29,145,000	19,006,000
Special assessment bonds	190,000	214,000	2,335,000	2,420,000	2,525,000	2,634,000
Leave benefits	3,536,500	3,200,500	563,900	529,800	4,100,400	3,730,300
	<u>\$ 11,157,419</u>	<u>\$ 10,581,347</u>	<u>\$ 28,450,126</u>	<u>\$ 21,810,580</u>	<u>\$ 39,607,545</u>	<u>\$ 32,391,927</u>

As of December 31, 2008, the City had \$ 39,607,527 of total debt outstanding, of which \$ 3,292,174 is due within one year. Total debt outstanding increased by \$ 7,215,600 in 2008.

The general obligation bonds outstanding at year-end 2008 include various purposes consisting of road improvements, service garage addition, waterlines and sanitary sewer improvements. Sources for the debt service payments include property tax collections, general revenues of the City, and water and sewer operations, as applicable. The special assessment bonds were for infrastructure improvements, which debt service is repaid from collections from property owners. The City's general obligation bonds and special assessment bonds mature in various increments through 2028. The OWDA loan financed an elevated water storage tank, which debt is repaid from water system revenues. The OPWC loans consist of several zero percent interest loans with twenty year terms, used primarily for road reconstruction which are repaid from the City's capital projects and street funds, and a sewer line reconstruction which is repaid from sanitary sewer system revenues. The water rights ETL-2 loan consists of the cost of water rights, to purchase a specified amount of drinking water, financed over 258 months with an average

In October 2008, Moody's Investors Service affirmed the City's general obligation long-term rating of A-1 in connection with the issuance of \$ 12,000,000 of general obligation capital improvement and equipment bonds in November 2008. The A-1 rating applied to the general obligation long-term bonded debt outstanding at that date in addition to the new Series 2008 issue.

The State of Ohio statute limits the amount of general obligation debt, including both voted and unvoted debt, but excluding certain exempt debt, that may be issued to 10 ½ % of the total tax valuation of all property within the City. The City's overall debt limitation at December 31, 2008 was \$ 75,767,702 against which \$ 5,860,000 of debt has been issued, leaving significant additional debt capacity within the debt limitation, in the amount of \$ 69,907,702.

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

CITY OF NORTH RIDGEVILLE, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
UNAUDITED

Economic Factors and Next Year's Budget

During the years 2003 through 2005, the City reduced budgetary appropriations over controllable expenses and deferred non-critical capital equipment expenditures in reaction to the economic slowdown which occurred after "9/11." As result of City staff's co-operation during this period of belt-tightening, the City maintained its financial stability while City services were not significantly affected. As a result of increased 2006 revenues resulting from property tax increases and passage of various replacement tax levies, the City's 2006 appropriations returned to a normal level and additional monies were expended for vehicles and equipment to catch up on its replacement program. In year 2007, in anticipation of a slowdown in the housing markets, the City conservatively reduced its projected revenues related to new construction, which included building department revenues, impact fees and tap-in fees, affecting various funds. In 2008, the City continued its conservative projection of anticipated revenues and reduced controllable expenses and postponed certain capital equipment acquisitions. However, to take advantage of the favorable construction rates resulting from the ailing economy, certain construction projects were initiated that were funded in major part by the issuance of long-term debt, to be ultimately repaid from water and sewer revenues and general revenues of the City from expected future revenue growth.

As the result of infrastructure improvements in recent years, including upgrade and expansion of the City's waste water treatment plant and construction of an interceptor trunk sewer to serve the western portion of the City, new housing construction has remained relatively steady in recent years following a phenomenal year of activity in 2005. The City's total assessed valuation increased by 3% or \$ 24,383,002 to \$ 721,597,166 in 2008 (2009 collection year), following a 4% or \$ 25,424,298 increase to \$ 697,214,164 in 2007 (2008 collection year). Building permits were issued in 2008 with an estimated value of \$ 39,664,526 compared to \$ 48,000,000 in 2007. The value of recent new construction in the City has more than offset declining market values.

While the City continues to use a conservative economic forecast for revenue growth and a zero-based approach to expenditure appropriations for 2009, the economic outlook remains positive. A modest increase in revenues from new housing construction is expected in year 2009. Municipal income taxes are anticipated to increase slightly, as result of the continuation of recent residential and commercial growth within the City. Property taxes collections are expected to remain relatively consistent with the prior year. Water and sewer rates were increased in early 2009 to offset the increasing cost of operations. The City's management anticipates additional water and sewer rate increases over the next few years to offset the rising cost of operations. Development of an independently owned sports complex in 2009 is anticipated to attract restaurants and motels to the southeast quadrant of the City.

Overall, revenue increases are anticipated to offset contractual labor cost and other operating cost increases in 2009. In early 2009, the voters passed a paramedic replacement levy which is expected to add an additional \$250,000 annually, beginning in 2010.

Request for Information

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

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CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF NET ASSETS

DECEMBER 31, 2008

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in pooled cash and equivalents	\$ 9,534,570	\$ 18,598,023	\$ 28,132,593
Accounts receivable	377,500	1,087,000	1,464,500
Due from other governments	1,796,479	524,500	2,320,979
Internal balances	(36,243)	36,243	-
Inventories and supplies	-	140,200	140,200
Prepaid and deferred expenses	61,600	16,400	78,000
Income taxes receivable	5,444,700	-	5,444,700
Taxes receivable - property and other	5,794,000	-	5,794,000
Special assessments receivable	209,400	3,451,900	3,661,300
Claims advance deposit	348,800	-	348,800
Capital assets			
Nondepreciable capital assets	1,410,569	2,551,478	3,962,047
Depreciable capital assets, net	62,843,222	69,342,604	132,185,826
Intangible assets, net	-	1,660,326	1,660,326
Total assets	87,784,597	97,408,674	185,193,271
Liabilities			
Accounts and contracts payable	429,762	761,614	1,191,376
Accrued salaries, wages and benefits	285,221	61,451	346,672
Accrued interest payable	31,100	108,400	139,500
Claims payable	335,000	-	335,000
Due to other governments	718,458	113,703	832,161
Unearned revenue	5,751,027	-	5,751,027
Long-term liabilities			
Due within one year	1,637,477	1,654,697	3,292,174
Due in more than one year	9,519,942	26,795,429	36,315,371
Total liabilities	18,707,987	29,495,294	48,203,281
Net assets			
Invested in capital assets, net of related debt	57,741,872	50,892,182	108,634,054
Restricted for:			
Debt service	400,846	-	400,846
Capital projects	1,383,619	-	1,383,619
Highway and streets	2,032,226	-	2,032,226
Public safety	1,024,150	-	1,024,150
Recreation	232,749	-	232,749
Community environment	418,908	-	418,908
Other purposes	249,090	-	249,090
Unrestricted	5,593,150	17,021,198	22,614,348
Total net assets	\$ 69,076,610	\$ 67,913,380	\$ 136,989,990

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2008

Functions/Programs	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants Interest and Contributions	Capital Grants and Contributions
Governmental activities:				
Security of persons and property	\$ 10,480,106	\$ 1,171,193	\$ 6,491	\$ 12,599
Public health and welfare	419,527	26,360	31,545	-
Leisure time activities	437,223	209,039	-	-
Community environment	1,573,541	438,324	265,862	-
Transportation	6,388,903	145,633	1,671,285	2,333,655
General government	5,747,511	2,058,316	108,864	32,562
Interest	342,242	-	-	-
Total governmental activities	25,389,053	4,048,865	2,084,047	2,378,816
Business-type activities:				
Water	3,666,817	2,876,563	-	612,028
Sewer	7,076,010	4,769,719	-	2,392,011
Total business-type activities	10,742,827	7,646,282	-	3,004,039
Total	\$ 36,131,880	\$ 11,695,147	\$ 2,084,047	\$ 5,382,855

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

Change in net assets

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

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Assets

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ (9,289,823)	\$ -	\$ (9,289,823)
(361,622)	-	(361,622)
(228,184)	-	(228,184)
(869,355)	-	(869,355)
(2,238,330)	-	(2,238,330)
(3,547,769)	-	(3,547,769)
<u>(342,242)</u>	<u>-</u>	<u>(342,242)</u>
<u>(16,877,325)</u>	<u>-</u>	<u>(16,877,325)</u>
-	(178,226)	(178,226)
-	85,720	85,720
-	<u>(92,506)</u>	<u>(92,506)</u>
<u>(16,877,325)</u>	<u>(92,506)</u>	<u>(16,969,831)</u>
1,035,226	-	1,035,226
240,493	-	240,493
4,069,626	-	4,069,626
7,846,955	-	7,846,955
2,208,505	-	2,208,505
339,232	467,793	807,025
<u>39,828</u>	<u>-</u>	<u>39,828</u>
<u>15,779,865</u>	<u>467,793</u>	<u>16,247,658</u>
(1,097,460)	375,287	(722,173)
<u>70,174,070</u>	<u>67,538,093</u>	<u>137,712,163</u>
<u>\$ 69,076,610</u>	<u>\$ 67,913,380</u>	<u>\$ 136,989,990</u>

CITY OF NORTH RIDGEVILLE, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS

DECEMBER 31, 2008

	General	Income Tax	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets					
Equity in pooled cash and equivalents	\$ 1,819,578	\$ 2,438,631	\$ 1,493,186	\$ 3,286,458	\$ 9,037,853
Income taxes receivable	-	5,444,700	-	-	5,444,700
Taxes receivable - property and other	1,151,100	-	-	4,642,900	5,794,000
Special assessments receivable	-	-	-	209,400	209,400
Due from other governments	565,630	-	-	1,230,849	1,796,479
Accounts receivable and other	53,500	7,400	-	316,600	377,500
Interfund receivables	136,211	-	-	-	136,211
Prepaid items	61,600	-	-	-	61,600
Total assets	\$ 3,787,619	\$ 7,890,731	\$ 1,493,186	\$ 9,686,207	\$ 22,857,743
Liabilities and fund balances					
Liabilities					
Accounts and contracts payable	\$ 49,338	\$ 5,108	\$ 109,567	\$ 109,778	\$ 273,791
Accrued wages and benefits	174,289	3,870	-	107,062	285,221
Due to other governments	310,914	6,472	-	401,072	718,458
Interfund payables	-	-	-	136,211	136,211
Deferred revenue	1,691,530	4,654,000	-	6,089,710	12,435,240
Total liabilities	2,226,071	4,669,450	109,567	6,843,833	13,848,921
Fund balances					
Reserved for encumbrances	40,237	-	1,257,691	89,986	1,387,914
Reserved for prepaid items	61,600	-	-	-	61,600
Unreserved, reported in					
General Fund	1,459,711	-	-	-	1,459,711
Special Revenue Funds	-	3,221,281	-	2,517,081	5,738,362
Debt Service Funds	-	-	-	235,307	235,307
Capital Projects Funds	-	-	125,928	-	125,928
Total fund balances	1,561,548	3,221,281	1,383,619	2,842,374	9,008,822
Total liabilities and fund balances	\$ 3,787,619	\$ 7,890,731	\$ 1,493,186	\$ 9,686,207	\$ 22,857,743

See accompanying notes to the basic financial statements

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

DECEMBER 31, 2008

Total governmental funds balances	\$	9,008,822
Amount reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.		64,253,791
Other long- term assets are not available to pay for current period expenditures and therefore are deferred in the funds:		
Property and other local taxes	250,873	
Municipal income tax	4,654,000	
Intergovernmental	1,509,040	
Special assessments	190,000	
Miscellaneous	80,300	
Total		6,684,213
In the statement of activities, interest is accrued on outstanding long-term obligations, whereas in governmental funds, an interest expenditure is reported when due.		(31,100)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Loans payable	(795,919)	
Bonds payable	(6,825,000)	
Compensated absences	(3,536,500)	
		(11,157,419)
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		
Net assets		354,546
Internal balances		(36,243)
Net assets of governmental activities	\$	69,076,610

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

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

FOR THE YEAR ENDED DECEMBER 31, 2008

	General	Income Tax	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues					
Property and other local taxes	\$ 1,049,115	\$ -	\$ -	\$ 4,387,611	\$ 5,436,726
Municipal income taxes	-	7,831,255	-	-	7,831,255
Intergovernmental	1,290,806	-	-	3,234,345	4,525,151
Special assessments	-	-	-	34,417	34,417
Charges for services	-	-	-	2,238,452	2,238,452
Fines, licenses and permits	1,019,910	-	-	99,648	1,119,558
Interest	41,189	99,951	52,241	118,337	311,718
Miscellaneous	612,623	1,029	6	220,608	834,266
Total revenues	4,013,643	7,932,235	52,247	10,333,418	22,331,543
Expenditures					
Current					
Security of persons and property	5,235,490	-	-	4,545,789	9,781,279
Public health and welfare	347,887	-	-	33,852	381,739
Leisure time activities	230,114	-	-	256,586	486,700
Community environment	1,555,401	-	-	18,140	1,573,541
Transportation	-	-	-	2,533,352	2,533,352
General government	2,850,261	483,535	-	2,227,814	5,561,610
Capital outlay	-	-	1,615,852	310,000	1,925,852
Debt service					
Principal	-	-	2,926,579	638,349	3,564,928
Interest and fiscal charges	-	-	271,784	99,758	371,542
Total expenditures	10,219,153	483,535	4,814,215	10,663,640	26,180,543
Excess (deficiency) of revenues over expenditures	(6,205,510)	7,448,700	(4,761,968)	(330,222)	(3,849,000)
Other financing sources (uses)					
Transfers in	6,460,000	-	1,140,000	-	7,600,000
Transfers out	-	(7,600,000)	-	-	(7,600,000)
Issuance of notes	-	-	-	50,000	50,000
Bond proceeds	-	-	3,905,000	-	3,905,000
Total other financing sources (uses)	6,460,000	(7,600,000)	5,045,000	50,000	3,955,000
Net change in fund balances	254,490	(151,300)	283,032	(280,222)	106,000
Fund balances, beginning of year	1,307,058	3,372,581	1,100,587	3,122,596	8,902,822
Fund balances, end of year	\$ 1,561,548	\$ 3,221,281	\$ 1,383,619	\$ 2,842,374	\$ 9,008,822

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2008

Net change in fund balances - total governmental funds			\$	106,000
Amounts reported for governmental activities in the statement of activities are different because:				
Governmental funds report capital outlays as expenditures. However in the statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded net capital outlay in the current period.				
	Capital outlay, net	4,537,472		
	Depreciation expense	<u>(4,408,685)</u>		128,787
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds				
	Municipal income tax	15,700		
	Property and other local taxes	(91,381)		
	Miscellaneous	(114,000)		
	Special assessments	(24,000)		
	Intergovernmental	<u>59,963</u>		(153,718)
Debt proceeds are an other financing source in the funds, but increase long-term liabilities in the Statement of Net Assets				
				(3,955,000)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.				
	Note principal paid	2,480,000		
	Loan principal paid	54,928		
	Bond principal paid	<u>1,030,000</u>		3,564,928
In the statement of activities, interest is accrued on outstanding debt, whereas in governmental funds, an interest expenditure is reported when due.				
				29,300
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.				
	Compensated absences			(336,000)
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the entity-wide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among governmental activities.				
	Change in net assets	(609,076)		
	Internal balances	<u>127,319</u>		(481,757)
Change in net assets of governmental activities			\$	<u><u>(1,097,460)</u></u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

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

FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,179,519	\$ 1,108,819	\$ 1,049,115	\$ (59,704)
Intergovernmental revenue	1,123,965	1,194,665	1,293,581	98,916
Fines, licenses, and permits	1,047,000	1,047,000	1,020,310	(26,690)
Interest	40,000	40,000	35,889	(4,111)
Miscellaneous	622,517	622,517	872,123	249,606
Total revenues	<u>4,013,001</u>	<u>4,013,001</u>	<u>4,271,018</u>	<u>258,017</u>
Expenditures				
Current				
Security of persons and property	5,940,666	5,910,166	5,552,433	357,733
Public health and welfare	342,556	354,110	347,715	6,395
Leisure time activities	233,496	233,296	229,694	3,602
Community development	1,602,444	1,633,623	1,556,611	77,012
General government	3,342,809	3,413,027	2,821,276	591,751
Total expenditures	<u>11,461,971</u>	<u>11,544,222</u>	<u>10,507,729</u>	<u>1,036,493</u>
Excess (deficiency) of revenues over expenditures	<u>(7,448,970)</u>	<u>(7,531,221)</u>	<u>(6,236,711)</u>	<u>1,294,510</u>
Other financing sources (uses)				
Transfers-in	6,035,000	6,460,000	6,460,000	-
Advances-in	127,000	127,000	127,851	851
Advances-out	<u>(150,000)</u>	<u>(221,800)</u>	<u>(215,000)</u>	<u>6,800</u>
Total other financing sources (uses)	<u>6,012,000</u>	<u>6,365,200</u>	<u>6,372,851</u>	<u>7,651</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(1,436,970)</u>	<u>(1,166,021)</u>	<u>136,140</u>	<u>1,302,161</u>
Prior year encumbrances	195,610	195,610	195,610	-
Fund balances, beginning of year	<u>1,396,582</u>	<u>1,396,579</u>	<u>1,396,579</u>	<u>-</u>
Fund balances, end of year	<u>\$ 155,222</u>	<u>\$ 426,168</u>	<u>\$ 1,728,329</u>	<u>\$ 1,302,161</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

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

FOR THE YEAR ENDED DECEMBER 31, 2008

	Income Tax Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 7,500,000	\$ 7,550,000	\$ 7,792,455	\$ 242,455
Interest	148,000	98,000	92,551	(5,449)
Miscellaneous	2,000	2,000	1,029	(971)
Total revenues	<u>7,650,000</u>	<u>7,650,000</u>	<u>7,886,035</u>	<u>236,035</u>
Expenditures				
Current				
General government				
Personal services	196,150	198,490	196,951	1,539
Materials and supplies	94,673	97,173	56,462	40,711
Contractual services	29,456	17,936	8,651	9,285
Capital outlay	9,000	9,000	4,109	4,891
Other	<u>219,550</u>	<u>268,970</u>	<u>218,076</u>	<u>50,894</u>
Total expenditures	<u>548,829</u>	<u>591,569</u>	<u>484,249</u>	<u>107,320</u>
Excess (deficiency) of revenues over expenditures	<u>7,101,171</u>	<u>7,058,431</u>	<u>7,401,786</u>	<u>343,355</u>
Other financing sources (uses)				
Transfers-out	<u>(7,100,000)</u>	<u>(7,600,000)</u>	<u>(7,600,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(7,100,000)</u>	<u>(7,600,000)</u>	<u>(7,600,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	1,171	(541,569)	(198,214)	343,355
Prior year encumbrances	3,380	3,380	3,380	-
Fund balances, beginning of year	<u>2,628,155</u>	<u>2,628,155</u>	<u>2,628,155</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,632,706</u>	<u>\$ 2,089,966</u>	<u>\$ 2,433,321</u>	<u>\$ 343,355</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF FUND NET ASSETS -
PROPRIETARY FUNDS

DECEMBER 31, 2008

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Assets				
Current assets				
Equity in pooled cash and equivalents	\$ 6,292,356	\$ 12,305,667	\$ 18,598,023	\$ 496,717
Accounts receivable and other	359,000	728,000	1,087,000	-
Due from other governments	-	524,500	524,500	-
Inventories and supplies	124,100	16,100	140,200	-
Prepaid and deferred expenses	3,900	12,500	16,400	-
Total current assets	<u>6,779,356</u>	<u>13,586,767</u>	<u>20,366,123</u>	<u>496,717</u>
Noncurrent assets				
Nondepreciable capital assets	387,531	2,163,947	2,551,478	-
Depreciable capital assets	17,915,293	51,427,311	69,342,604	-
Intangible assets	1,660,326	-	1,660,326	-
Special assessments receivable	-	3,451,900	3,451,900	-
Claims advance deposit	-	-	-	348,800
Total noncurrent assets	<u>19,963,150</u>	<u>57,043,158</u>	<u>77,006,308</u>	<u>348,800</u>
Total assets	<u>26,742,506</u>	<u>70,629,925</u>	<u>97,372,431</u>	<u>845,517</u>
Liabilities				
Current				
Accounts and contracts payable	101,638	659,976	761,614	155,971
Accrued salaries, wages, and benefits	20,256	41,195	61,451	-
Claims payable	-	-	-	335,000
Accrued interest payable	27,700	80,700	108,400	-
Due to other governments	30,866	82,837	113,703	-
Loans payable	152,546	8,451	160,997	-
General obligation bonds payable	435,000	890,000	1,325,000	-
Special assessment bonds payable	-	90,000	90,000	-
Accrued leave benefits	26,300	52,400	78,700	-
Total current liabilities	<u>794,306</u>	<u>1,905,559</u>	<u>2,699,865</u>	<u>490,971</u>
Long-term liabilities				
Loans payable	2,791,496	88,733	2,880,229	-
General obligation bonds payable	4,910,000	16,275,000	21,185,000	-
Special assessment bonds payable	-	2,245,000	2,245,000	-
Accrued leave benefits	174,300	310,900	485,200	-
Total long-term liabilities	<u>7,875,796</u>	<u>18,919,633</u>	<u>26,795,429</u>	<u>-</u>
Total liabilities	<u>8,670,102</u>	<u>20,825,192</u>	<u>29,495,294</u>	<u>490,971</u>
Net assets				
Invested in capital assets, net of related debt	14,742,108	36,150,074	50,892,182	-
Unrestricted	3,330,296	13,654,659	16,984,955	354,546
Total net assets	<u>\$ 18,072,404</u>	<u>\$ 49,804,733</u>	<u>67,877,137</u>	<u>\$ 354,546</u>

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

	36,243
Net assets business type activities	<u>\$ 67,913,380</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

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

FOR THE YEAR ENDED DECEMBER 31, 2008

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Operating revenues				
Charges for services	\$ 2,790,729	\$ 4,751,773	\$ 7,542,502	\$ 1,636,540
Miscellaneous	85,834	17,946	103,780	-
Total operating revenues	<u>2,876,563</u>	<u>4,769,719</u>	<u>7,646,282</u>	<u>1,636,540</u>
Operating expenses				
Personal services	946,071	1,854,539	2,800,610	-
Contractual services	73,933	1,014,837	1,088,770	-
Supplies and materials	1,661,694	308,811	1,970,505	-
Other operating	85,566	1,208,678	1,294,244	2,273,130
Depreciation	526,285	1,708,411	2,234,696	-
Amortization	57,922	-	57,922	-
Total operating expenses	<u>3,351,471</u>	<u>6,095,276</u>	<u>9,446,747</u>	<u>2,273,130</u>
Operating income (loss)	<u>(474,908)</u>	<u>(1,325,557)</u>	<u>(1,800,465)</u>	<u>(636,590)</u>
Nonoperating revenues (expenses)				
Interest income	122,399	345,394	467,793	27,514
Loss on disposal of capital assets	-	(15,950)	(15,950)	-
Interest and fiscal charges	(278,423)	(874,388)	(1,152,811)	-
Total nonoperating revenues (expenses)	<u>(156,024)</u>	<u>(544,944)</u>	<u>(700,968)</u>	<u>27,514</u>
Income before contributions and transfers	<u>(630,932)</u>	<u>(1,870,501)</u>	<u>(2,501,433)</u>	<u>(609,076)</u>
Capital contributions	<u>612,028</u>	<u>2,392,011</u>	<u>3,004,039</u>	<u>-</u>
	<u>612,028</u>	<u>2,392,011</u>	<u>3,004,039</u>	<u>-</u>
Change in net assets	(18,904)	521,510	502,606	(609,076)
Net assets, beginning of year	<u>18,091,308</u>	<u>49,283,223</u>		<u>963,622</u>
Net assets, end of year	<u>\$ 18,072,404</u>	<u>\$ 49,804,733</u>		<u>\$ 354,546</u>

Some amounts reported for business-type activities in the statement of activities are different because

a portion of the net expense of the internal service fund is reported with business-type activities: (127,319)
Change in net assets business type activities \$ 375,287

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2008

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ 2,853,729	\$ 4,797,173	\$ 7,650,902	\$ 1,636,540
Cash payments to suppliers for materials and supplies	(1,539,188)	(606,526)	(2,145,714)	-
Cash payments for employee services and benefits	(922,721)	(1,804,636)	(2,727,357)	-
Cash payments for contractual services	(72,342)	(906,344)	(978,686)	(2,413,381)
Other operating revenues	85,834	17,946	103,780	-
Other operating expenses	(86,310)	(551,833)	(638,143)	-
Net cash provided by (used in) operating activities	<u>319,002</u>	<u>945,780</u>	<u>1,264,782</u>	<u>(776,841)</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(993,778)	(1,619,630)	(2,613,408)	-
Tap-in fees	185,879	965,480	1,151,359	-
Issuance of notes	1,815,000	2,795,000	4,610,000	-
Bond proceeds	4,725,000	3,370,000	8,095,000	-
Special assessments	-	198,216	198,216	-
Note principal paid	(3,015,000)	(2,795,000)	(5,810,000)	-
Loan principal paid - OPWC	-	(8,451)	(8,451)	-
Loan principal paid - OWDA	(216,709)	-	(216,709)	-
Bond principal paid	(110,000)	(830,000)	(940,000)	-
Interest paid	(183,682)	(855,188)	(1,038,870)	-
Net cash provided by capital and related financing activities	<u>2,206,710</u>	<u>1,220,427</u>	<u>3,427,137</u>	<u>-</u>
Cash flows from investing activities:				
Interest	<u>113,199</u>	<u>323,594</u>	<u>436,793</u>	<u>27,514</u>
Net cash provided by investing activities	<u>113,199</u>	<u>323,594</u>	<u>436,793</u>	<u>27,514</u>
Net increase (decrease) in cash and cash equivalents	2,638,911	2,489,801	5,128,712	(749,327)
Cash and cash equivalents, beginning of year	<u>3,653,445</u>	<u>9,815,866</u>	<u>13,469,311</u>	<u>1,246,044</u>
Cash and cash equivalents, end of year	<u>\$ 6,292,356</u>	<u>\$ 12,305,667</u>	<u>\$ 18,598,023</u>	<u>\$ 496,717</u>
Noncash transactions:				
Contributions of capital assets from contractors, consisting of infrastructure	<u>\$ 426,149</u>	<u>\$ 1,081,415</u>	<u>\$ 1,507,564</u>	<u>\$ -</u>
Acquisition of intangible assets with issuance of loan payable	<u>\$ 782,265</u>	<u>\$ -</u>	<u>\$ 782,265</u>	<u>\$ -</u>

(Continued)

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO

STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2008

(Concluded)

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Reconciliation of operating income to net cash provided by operating activities:				
Operating (loss)	\$ (474,908)	\$ (1,325,557)	\$ (1,800,465)	\$ (636,590)
Adjustments:				
Depreciation	526,285	1,708,411	2,234,696	-
Amortization	57,922	-	57,922	-
Changes in net assets (increase) decrease and liabilities increase (decrease)				
Accounts receivable and other	63,000	(35,100)	27,900	-
Due from other governments	-	80,500	80,500	-
Inventories and supplies	27,600	7,300	34,900	-
Prepaid and deferred expenses	(900)	2,000	1,100	-
Claims advance deposit	-	-	-	(82,600)
Accounts and contracts payable	96,653	439,923	536,576	27,349
Accrued salaries, wages, and benefits	7,294	12,108	19,402	-
Claims payable	-	-	-	(85,000)
Due to other governments	6,756	31,395	38,151	-
Accrued leave benefits	9,300	24,800	34,100	-
Net cash provided by (used in) operating activities	<u>\$ 319,002</u>	<u>\$ 945,780</u>	<u>\$ 1,264,782</u>	<u>\$ (776,841)</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
DECEMBER 31, 2008

	<u>Agency Funds</u>
Assets	
Equity in pooled cash and equivalents	<u>\$ 676,972</u>
Liabilities	
Accounts and contracts payable	\$ 1,386
Due to others	<u>675,586</u>
Total liabilities	<u>\$ 676,972</u>

See accompanying notes to the basic financial statements.

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 1 DESCRIPTION OF THE CITY AND REPORTING ENTITY

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

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

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

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

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. BASIS OF PRESENTATION

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

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

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

Fund Financial Statements

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

B. FUND ACCOUNTING

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

Governmental Funds

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. FUND ACCOUNTING (continued)

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

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

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

Proprietary Funds

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

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

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

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

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

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City has no trust funds. Agency funds are purely custodial in nature (assets equal liabilities) and thus do not involve measurement of results of operations. The City's agency funds account for building permit fees collected on behalf of the State, certain activities of the senior citizens center, mayor court bail bond collections, and deposits from citizens, contractors and developers.

C. MEASUREMENT FOCUS

Government-wide Financial Statements

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. MEASUREMENT FOCUS (continued)

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

Fund Financial Statements

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

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

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

D. BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. BASIS OF ACCOUNTING (continued)

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

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

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of December 31, 2007, but which were levied to finance subsequent year operations, have been recorded as deferred revenue. Special assessments not received within the available period, and grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

E. BUDGETARY PROCESS

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BUDGETARY PROCESS (continued)

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

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

F. CASH AND CASH EQUIVALENTS

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

G. INVESTMENTS

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

During the year, the City invested funds in the State Treasury Assets Reserve (STAR Ohio). STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within Ohio to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of The Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2008.

H. INVENTORIES

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

I. PREPAID AND DEFERRED EXPENSES

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

J. CAPITAL ASSETS

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

CITY OF NORTH RIDGEVILLE, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2008

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. CAPITAL ASSETS (continued)

Capital assets are recorded at cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of twenty-five hundred dollars. The City's infrastructure consists of streets, bridges, culverts, curbs, sidewalks, storm sewers, and water and sanitary sewer systems. Improvements are capitalized, whereas the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

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

K. INTERFUND BALANCES

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

L. UNPAID COMPENSATED ABSENCES

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit.

M. ACCRUED LIABILITIES AND LONG-TERM LIABILITIES

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

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. FUND BALANCE RESERVES

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Accordingly, encumbrances, inventories, accounts and notes receivable, and prepaid items are recorded as a reservation of fund balance, as applicable.

O. NET ASSETS

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

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

P. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services primarily for water and sanitary sewer services and self-insurance program. Operating expenses are necessary costs incurred to provide the goods or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

Q. CONTRIBUTIONS OF CAPITAL

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

R. INTERFUND ACTIVITY

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

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds.

S. EXTRAORDINARY AND SPECIAL ITEMS

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the current year.

T. USE OF ESTIMATES

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 3 CHANGE IN ACCOUNTING PRINCIPLES

A. CHANGE IN ACCOUNTING PRINCIPLE

For 2008, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions", GASB Statement No. 48, "Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues", GASB Statement No. 49, "Accounting and Financial Reporting for Pollution Remediation Obligations", and GASB Statement No. 50, "Pension Disclosures".

GASB Statement No. 45 improves the relevance and usefulness of financial reporting by requiring systematic, accrual-basis measurement and recognition of OPEB costs over a period that approximates employees' years of service and providing information about actuarial accrued liabilities associated with OPEB and whether and to what extent progress is being made in funding a plan. The implementation of this statement did not result in any change in the City's financial statements.

GASB Statement No. 48 addresses how to account for the exchange of an interest in expected cash flows from collecting specific receivables or specific future revenues for immediate cash payments. The statement established criteria used to determine whether the transaction should be recorded as revenue or as a liability (a sale or a collateralized borrowing). The implementation of this statement did not result in any change in the City's financial statements.

GASB Statement No. 49 enhances the usefulness and comparability of pollution remediation obligation information reported by state and local governments by setting uniform standards requiring more timely and complete reporting of those obligations and by requiring all governments to account for pollution remediation obligations in the same manner. The implementation of this statement did not result in any change in the City's financial statements.

GASB Statement No. 50 requires employers contributing to defined benefit pension plans to include the legal or contractual maximum contribution rates in the notes to the financial statements. The implementation of this statement did not result in any change in the City's financial statements.

NOTE 4 COMPLIANCE AND ACCOUNTABILITY

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

Special Revenue Funds	
Police Levy	\$ 76,408
Police Pension	\$ 69,952
Fire Levy	\$ 35,613
Fire Pension	\$ 79,965

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

CITY OF NORTH RIDGEVILLE, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2008

NOTE 5 BUDGETARY BASIS OF ACCOUNTING

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

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

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

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

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

Net Change in Fund Balance		
	General Fund	Income Tax Fund
Budget basis	\$ 136,140	\$ (198,214)
Adjustments, increase (decrease)		
Revenue accruals	(385,226)	46,200
Expenditure accruals	503,576	714
GAAP basis, as reported	\$ 254,490	\$ (151,300)

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 6 POOLED CASH AND EQUIVALENTS, DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

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

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

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

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

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

Interim monies may be invested in the following securities:

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

CITY OF NORTH RIDGEVILLE, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2008

NOTE 6 - DEPOSITS AND INVESTMENTS (continued)

A. LEGAL REQUIREMENTS (continued)

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

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

B. DEPOSITS AND CASH ON HAND

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City does not have a deposit policy for custodial credit risk. At fiscal year-end, the carrying amount of the City's deposits was \$ 17,661,805 and the bank balance was \$ 18,722,855. Of the bank balance, \$ 15,077,813 was covered by federal depository insurance and \$ 3,645,042 by collateral held by third party trustees in accordance with the Ohio Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions, which amount is considered uncollateralized as defined by the Government Accounting Standards Board.

Cash on hand at December 31, 2008 amounted to \$ 2,625.

C. INVESTMENTS

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2008, the City had the following investments:

	Maturities	Fair Value
State Treasurer's investment pool	n/a	\$ 11,145,135

D. INTEREST RATE RISK

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

E. CREDIT RISK

The City follows the Ohio Revised Code that limits its investment choices, as discussed in Note 6 A above. As of December 31, 2008, the City's investments in StarOhio were rated AAA by Standard & Poor's.

F. CONCENTRATION OF CREDIT RISK

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

CITY OF NORTH RIDGEVILLE, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2008

NOTE 7 RECEIVABLES

Receivables at December 31, 2008, consisted primarily of municipal income taxes, property and other taxes, intergovernmental receivables arising from entitlements, shared revenues, special assessments, accrued interest on investments, and accounts (billings for utility service).

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

Special assessments expected to be collected in more than one year amount to \$ 209,400 in the Special Assessment Bond Retirement Fund and \$ 3,451,900 in the Sewer Fund.

A. PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2008 for real and public utility property taxes represents collections of the 2007 taxes. Property tax payments received during 2008 for tangible personal property (other than public utility property) is for 2008 taxes.

2008 real property taxes are levied after October 1, 2008, on the assessed value as of January 1, 2008, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2008 real property taxes are collected in and intended to finance 2008.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2008 public utility property taxes became a lien December 31, 2007, are levied after October 1, 2008, and are collected in 2008 with real property taxes.

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

The full tax rate for all City operations for the collection year ended December 31, 2008 was \$ 11.95 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2008 property tax receipts were based are as follows:

	2008 Collection Year
Property valuation consisted of:	
Real property	\$ 682,070,410
Public utility property	9,167,490
Tangible personal property	5,976,264
Total valuation	\$ 697,214,164

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 7 RECEIVABLES (continued)

A. PROPERTY TAXES (continued)

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

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

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of North Ridgeville. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2008 and for which there is an enforceable legal claim. In the General Fund, Street Levy, Police Levy, Police Pension, Fire Levy, Fire Pension, and Paramedic Levy (Special Revenue) Funds and General Obligation Bond Retirement (Debt Service) Fund, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2008 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

B. INCOME TAXES

The City levies an income tax of 1% on substantially all income earned within the City. In addition, residents are required to pay City income tax on income earned outside the City with a certain credit for income taxes paid to other municipalities. This tax is collected and administered by the City. Employers within the City are required to withhold income tax on employee compensation and remit at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated taxes at least quarterly and file a final return annually. At December 31, 2008 the Income Tax Fund balance amounted to \$ 3,221,281.

C. INTERGOVERNMENTAL RECEIVABLES

A summary of the principal items of intergovernmental receivables follows:

	Amount
Governmental Activities	
Local government assistance	\$ 382,400
Gasoline tax	559,500
Permissive tax	244,700
Homestead and rollback	307,550
Estate tax	98,500
Commercial activities tax	129,590
Miscellaneous	1,400
CDBG	68,008
Title III Grant	4,831
Total governmental activities	1,796,479
Business-type Activities	
Sanitary sewer charges	524,500
Total business-type activities	524,500
Total	\$ 2,320,979

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 8 CAPITAL AND INTANGIBLE ASSETS

A summary of changes in capital assets during 2008 follows:

	Balance January 1	Additions	Disposals	Balance December 31
<u>Governmental activities</u>				
Capital assets, not being depreciated				
Land	\$ 723,980	\$ 190,329	\$ -	\$ 914,309
Construction in progress	624,509	1,256,356	1,384,605	496,260
Total capital assets, not being depreciated	<u>1,348,489</u>	<u>1,446,685</u>	<u>1,384,605</u>	<u>1,410,569</u>
Capital assets, being depreciated				
Buildings and improvements	4,640,230	79,479	-	4,719,709
Equipment and vehicles	7,832,026	943,248	149,926	8,625,348
Infrastructure	84,731,203	3,498,458	-	88,229,661
Total capital assets, being depreciated	<u>97,203,459</u>	<u>4,521,185</u>	<u>149,926</u>	<u>101,574,718</u>
Less accumulated depreciation				
Buildings and improvements	1,631,078	97,415	-	1,728,493
Equipment and vehicles	5,053,756	578,395	104,133	5,528,018
Infrastructure	27,742,110	3,732,875	-	31,474,985
Total accumulated depreciation	<u>34,426,944</u>	<u>4,408,685</u>	<u>104,133</u>	<u>38,731,496</u>
Total capital assets, being depreciated, net	<u>62,776,515</u>	<u>112,500</u>	<u>45,793</u>	<u>62,843,222</u>
Total governmental capital assets, net	<u>\$ 64,125,004</u>	<u>\$ 1,559,185</u>	<u>\$ 1,430,398</u>	<u>\$ 64,253,791</u>
<u>Business-type activities</u>				
Capital assets, not being depreciated				
Land	\$ 786,184	\$ -	\$ -	\$ 786,184
Construction in progress	664,473	2,553,288	1,452,467	1,765,294
Total capital assets, not being depreciated	<u>1,450,657</u>	<u>2,553,288</u>	<u>1,452,467</u>	<u>2,551,478</u>
Capital assets, being depreciated				
Buildings and improvements	445,127	-	-	445,127
Equipment and vehicles	10,881,674	825,238	68,358	11,638,554
Infrastructure	80,033,589	2,194,913	-	82,228,502
Total capital assets, being depreciated	<u>91,360,390</u>	<u>3,020,151</u>	<u>68,358</u>	<u>94,312,183</u>
Less accumulated depreciation				
Buildings and improvements	166,626	11,723	-	178,349
Equipment and vehicles	2,968,373	552,728	52,408	3,468,693
Infrastructure	19,652,292	1,670,245	-	21,322,537
Total accumulated depreciation	<u>22,787,291</u>	<u>2,234,696</u>	<u>52,408</u>	<u>24,969,579</u>
Total capital assets, being depreciated, net	<u>68,573,099</u>	<u>785,455</u>	<u>15,950</u>	<u>69,342,604</u>
Total business-type capital assets, net	<u>\$ 70,023,756</u>	<u>\$ 3,338,743</u>	<u>\$ 1,468,417</u>	<u>\$ 71,894,082</u>

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 8 CAPITAL AND INTANGIBLE ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Security of persons and property	\$ 326,720
Public health and welfare	26,966
Leisure time activities	36,563
Transportation	3,922,239
General government	96,197
	\$ 4,408,685

Intangible assets at December 31, 2008 consisted of:

<u>Business-type activities</u>	Balance January 1	Additions	Disposals	Balance December 31
Intangible assets				
Waterway rights	\$ 1,581,209	\$ 782,265	\$ -	\$ 2,363,474
Less accumulated amortization	645,226	57,922	-	703,148
Total intangible assets, net	\$ 935,983	\$ 724,343	\$ -	\$ 1,660,326

The City entered into agreements in 1993 and 2008 for the right to purchase specified amounts of drinking water. The cost of these water rights is amortized ratably on a straight line basis over 30 -50 years.

NOTE 9 NOTES PAYABLE

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

	Balance 12/31/07	Additions	Repayments	Balance 12/31/08
Governmental activities				
Capital Improvements				
2007, 4.00% street improvements	\$ 945,000	\$ -	\$ 945,000	\$ -
2007, 3.95% various purpose	1,685,000	-	1,685,000	-
2008, 2.5% various purpose	-	4,185,000	4,185,000	-
Business-type activities				
Water				
2007, 4.00% waterlines	700,000	-	700,000	-
2007, 3.95% waterlines	500,000	-	500,000	-
2008, 2.5% various purpose		4,610,000	4,610,000	
	\$ 3,830,000	\$ 8,795,000	\$ 12,625,000	\$ -

The various purpose bond anticipation notes issued in 2008 in the amount of \$ 8,795,000 consisted of street improvements - \$ 3,445,000, building acquisition - \$ 300,000, equipment acquisition - \$ 440,000, waterline improvements - \$ 1,815,000, and sewerline improvements - \$ 2,795,000.

Of the above Capital Improvements notes reflected under Governmental activities, \$ 2,480,000 are long-term.

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 10 LONG-TERM DEBT

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

<u>Debt Issue</u>	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
<u>Governmental activities</u>				
General obligation bonds				
French Creek acquisition	1986	2008	8.13%	\$ 6,180,000
Various purpose	2001	2011	3.85 - 4.90%	1,620,000
Refunding	2003	2013	3.25 - 4.00%	1,532,000
Various purpose	2006	2026	4.00 - 5.00%	2,516,000
Land acquisition	2008	2013	3.00 - 5.30%	135,000
Equipment acquisition	2008	2018	3.00 - 5.30%	450,000
Various purpose	2008	2023	3.00 - 5.30%	1,940,000
Various purpose	2008	2028	3.00 - 5.30%	1,380,000
Special assessment bonds				
Refunding	2003	2015	3.25 - 4.00%	333,000
Bond anticipation note	2007	2008	4.00%	945,000
Bond anticipation note	2007	2008	3.95%	1,685,000
Ohio Public Works loan	1999	2019	0.00%	143,604
Ohio Public Works loan	2000	2020	0.00%	160,029
Ohio Public Works loan	2000	2020	0.00%	176,121
Ohio Public Works loan	2001	2021	0.00%	69,587
Ohio Public Works loan	2002	2024	0.00%	123,377
Ohio Public Works loan	2003	2023	0.00%	112,684
Ohio Public Works loan	2007	2027	0.00%	115,200
Ohio Public Works loan	2007	2027	0.00%	172,943
Ohio Public Works loan	2008	2028	0.00%	50,000
<u>Business-type activities</u>				
General obligation bonds				
Sanitary sewer	2001	2021	3.85 - 4.90%	6,180,000
Refunding - sewer	2003	2013	3.25 - 4.00%	2,165,000
Refunding - water	2003	2013	3.25 - 4.00%	1,260,000
Various purpose	2006	2026	4.00 - 5.00%	8,800,682
Water system	2008	2018	3.00 - 5.30%	3,500,000
Water system	2008	2028	3.00 - 5.30%	1,225,000
Sewerlines	2008	2028	3.00 - 5.30%	3,370,000
Special assessment bonds	2006	2026	4.00 - 5.00%	2,498,318
Bond anticipation note	2007	2008	4.00%	700,000
Bond anticipation note	2007	2008	3.95%	500,000
Ohio Public Works loan	2000	2020	0.00%	169,017
Ohio Water Development Authority loan	2002	2022	4.14%	2,831,547
Water rights ETL-2 loan	2008	2030	3.79%	782,265

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 10 LONG-TERM DEBT (continued)

Changes in the City's long-term obligations during 2008 were as follows:

	Outstanding 12/31/07	Additions	Reductions	Outstanding 12/31/08	Due In One Year
<u>Governmental activities</u>					
General obligation bonds					
Sewage system acquisition (1986)					
8.125% through 2008	\$ 285,000	\$ -	\$ 285,000	\$ -	\$ -
Various purpose (2001)					
Varying % through 2021	535,000	-	210,000	325,000	210,000
Various purpose (2003)					
Varying % through 2013	746,000	-	156,000	590,000	150,000
Various purpose (2006)					
Varying % through 2026	2,170,000	-	355,000	1,815,000	375,000
Land acquisition (2008)					
Varying % through 2013	-	135,000	-	135,000	25,000
Equipment acquisition (2008)					
Varying % through 2018	-	450,000	-	450,000	35,000
Various purpose (2008)					
Varying % through 2023	-	1,940,000	-	1,940,000	95,000
Various purpose (2008)					
Varying % through 2028	-	1,380,000	-	1,380,000	45,000
Total general obligation bonds	<u>3,736,000</u>	<u>3,905,000</u>	<u>1,006,000</u>	<u>6,635,000</u>	<u>935,000</u>
Special assessment bonds					
with governmental commitment					
Improvements (2003)					
Varying % through 2015	214,000	-	24,000	190,000	25,000
	<u>214,000</u>	<u>-</u>	<u>24,000</u>	<u>190,000</u>	<u>25,000</u>
Notes payable					
	2,480,000	-	2,480,000	-	-
OPWC loans					
	800,847	50,000	54,928	795,919	56,177
Accrued leave benefits					
	<u>3,200,500</u>	<u>869,900</u>	<u>533,900</u>	<u>3,536,500</u>	<u>621,300</u>
Total governmental activities	<u>\$ 10,431,347</u>	<u>\$ 4,824,900</u>	<u>\$ 4,098,828</u>	<u>\$ 11,157,419</u>	<u>\$ 1,637,477</u>

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 10 LONG-TERM DEBT (continued)

	Outstanding 12/31/07	Additions	Reductions	Outstanding 12/31/08	Due In One Year
<u>Business-type activities</u>					
General obligation bonds					
Waterline refunding (2003)					
Varying % through 2013	\$ 730,000	\$ -	\$ 110,000	\$ 620,000	\$ 115,000
Sewer improvements (2001)					
Varying % through 2021	4,775,000	-	255,000	4,520,000	265,000
Sewer refunding (2003)					
Varying % through 2013	1,255,000	-	190,000	1,065,000	210,000
Various purpose (2006)					
Varying % through 2026	8,510,000	-	300,000	8,210,000	315,000
Water system improvements (2008)					
Varying % through 2018	-	3,500,000	-	3,500,000	285,000
Water system improvements (2008)					
Varying % through 2028	-	1,225,000	-	1,225,000	35,000
Sewer improvements (2008)					
Varying % through 2028	-	3,370,000	-	3,370,000	100,000
	<u>15,270,000</u>	<u>8,095,000</u>	<u>855,000</u>	<u>22,510,000</u>	<u>1,325,000</u>
Special assessment bonds					
with governmental commitment					
Improvements (2006)					
Varying % through 2026	2,420,000	-	85,000	2,335,000	90,000
	<u>2,420,000</u>	<u>-</u>	<u>85,000</u>	<u>2,335,000</u>	<u>90,000</u>
OPWC loans	105,635	-	8,451	97,184	8,451
OWDA loan	2,285,145	-	123,368	2,161,777	128,528
Water rights ETL-2 loan	-	782,265	-	782,265	24,018
Accrued leave benefits	529,800	103,800	69,700	563,900	78,700
Total business-type activities	<u>\$ 20,610,580</u>	<u>\$ 8,981,065</u>	<u>\$ 1,141,519</u>	<u>\$ 28,450,126</u>	<u>\$ 1,654,697</u>

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

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

Water rights ETL-2 loan payments are paid from the Water Fund.

Accrued leave benefits will be paid from the funds from which employees' wages are paid.

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 10 LONG-TERM DEBT (continued)

The City's overall legal debt margin was \$ 75,767,702 at December 31, 2008.

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2008, excluding accrued leave benefits, are as follows:

Year	Governmental Activities			
	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2009	\$ 935,000	\$ 296,274	\$ 25,000	\$ 6,974
2010	750,000	252,077	25,000	6,037
2011	700,000	224,326	25,000	5,225
2012	465,000	197,252	25,000	4,350
2013	475,000	179,032	30,000	3,450
2014-2018	1,665,000	642,469	60,000	3,555
2019-2023	1,165,000	318,134	-	-
2024-2028	480,000	77,704	-	-
	<u>\$ 6,635,000</u>	<u>\$ 2,187,268</u>	<u>\$ 190,000</u>	<u>\$ 29,591</u>

Year	Governmental Activities		
	OPWC loans	Total	Total
	Principal	Principal	Interest
2009	\$ 56,177	\$ 1,016,177	\$ 303,248
2010	56,176	831,176	258,114
2011	56,176	781,176	229,551
2012	56,176	546,176	201,602
2013	56,176	561,176	182,482
2014-2018	280,888	2,005,888	646,024
2019-2023	163,425	1,328,425	318,134
2024-2028	70,725	550,725	77,704
	<u>\$ 795,919</u>	<u>\$ 7,620,919</u>	<u>\$ 2,216,859</u>

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 10 LONG-TERM DEBT (continued)

Year	Business-Type Activities				
	General Obligation Bonds		Special Assessment Bonds		OPWC Loans
	Principal	Interest	Principal	Interest	Principal
2009	\$ 1,325,000	\$ 1,014,709	\$ 90,000	\$ 102,714	\$ 8,451
2010	1,380,000	947,742	90,000	99,114	8,451
2011	1,435,000	897,242	95,000	95,514	8,451
2012	1,485,000	842,403	100,000	91,714	8,451
2013	1,545,000	783,783	105,000	87,714	8,451
2014-2018	6,765,000	3,038,356	590,000	368,902	42,255
2019-2023	5,125,000	1,536,570	735,000	223,353	12,674
2024-2028	3,450,000	429,903	530,000	48,375	-
2029-2030	-	-	-	-	-
	<u>\$ 22,510,000</u>	<u>\$ 9,490,708</u>	<u>\$ 2,335,000</u>	<u>\$ 1,117,400</u>	<u>\$ 97,184</u>

Year	Business-Type Activities					
	OWDA Loan		Water Rights ETL-2 Loan		Total	Total
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 128,528	\$ 88,181	\$ 24,018	\$ 29,241	\$ 1,575,997	\$ 1,234,845
2010	133,904	82,805	24,944	28,315	1,637,299	1,157,976
2011	139,505	77,204	25,906	27,353	1,703,862	1,097,313
2012	145,340	71,369	26,906	26,353	1,765,697	1,031,839
2013	151,420	65,289	27,944	25,315	1,837,815	962,101
2014-2018	857,571	225,973	156,744	109,551	8,411,570	3,742,782
2019-2023	605,509	44,618	189,401	76,894	6,667,584	1,881,435
2024-2028	-	-	228,862	37,433	4,208,862	515,711
2029-2030	-	-	77,540	2,348	77,540	2,348
	<u>\$ 2,161,777</u>	<u>\$ 655,439</u>	<u>\$ 782,265</u>	<u>\$ 362,803</u>	<u>\$ 27,886,226</u>	<u>\$ 11,626,350</u>

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM

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

1. The Traditional Pension Plan—a cost sharing, multiple-employer defined benefit pension plan.
2. The Member-Directed Plan—a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings.
3. The Combined Plan—a cost sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377. The Ohio Revised Code provides statutory authority for member and employer contributions. For 2007, member and employer contribution rates were consistent across all three plans. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan.

The 2008 member contribution rates were 10.0% for members in state and local classifications. Public safety and law enforcement members contributed 10.1%. The 2008 employer contribution rate for state and local employers was 14.00% of covered payroll. For both the law enforcement and public safety divisions, the employer contribution rate for 2008 was 17.40%.

The City's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2008, 2007 and 2006 were \$ 457,100, \$ 508,600, and \$ 522,600, respectively. For 2008 \$ 374,700 (82%) has been contributed. The balance was subsequently contributed in 2009. The full amount has been contributed for 2007 and 2006.

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 11 - DEFINED BENEFIT PENSION PLANS (continued)

B. OHIO POLICE AND FIRE PENSION FUND

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to OP&F for police and firefighters pensions, respectively, were \$ 325,100 and \$ 428,700 for the year ended December 31, 2008, \$ 307,800 and \$ 390,800 for the year ended December 31, 2007, and \$ 276,500 and \$ 341,600 for the year ended December 31, 2006. The full amount has been contributed for 2007 and 2006. For 2008, \$ 200,200 (62%) and \$ 292,300 (68%) has been contributed for police and firefighters pensions, respectively. The balance was subsequently paid in 2009.

NOTE 12 - POSTEMPLOYMENT BENEFITS

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM

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

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

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

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 12 – POSTEMPLOYMENT BENEFITS (continued)

A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (continued)

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2008, state employers and local employers contributed at a rate of 14.00% of covered payroll, and public safety and law enforcement employer units contributed at 17.40%. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14% of covered payroll for state and local employer units, and 18.1% of covered payroll for law and public safety employer units. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. For 2008, the employer contribution allocated to the health care plan was 7.0% of covered payroll. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions to fund postemployment benefits for the years ended December 31, 2008, 2007, and 2006 were \$ 228,500, \$ 202,000, and \$ 255,700 respectively. For 2008 \$ 187,400 (82%) has been contributed. The balance was subsequently contributed in 2009. The full amount has been contributed for 2007 and 2006.

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

B. OHIO POLICE AND FIRE PENSION FUND

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

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

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 12 – POSTEMPLOYMENT BENEFITS (continued)

B. OHIO POLICE AND FIRE PENSION FUND (continued)

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

OP&F maintains funds for healthcare in two separate accounts. One for health care benefits under IRS Code Section 115 trust and one for Medicare Part B reimbursements administered as an Internal Revenue Code 401(h) account both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F board of trustees. The board of trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2008, the employer contribution allocated to the healthcare plan was 6.75% of covered payroll. The amount of employer contributions allocated to the healthcare plan each year is subject to the trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401h.

The OP&F board of trustees also is authorized to establish requirements for contributions to the healthcare plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions to OP&F for the years ended December 31, 2008, 2007, and 2006 were \$ 753,800, \$ 698,600 and \$ 618,100, respectively, of which \$ 233,000, \$ 216,300 and \$ 345,100 respectively, was allocated to the healthcare plan.

NOTE 13 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. There have not been any significant reductions in insurance coverage from coverage in the prior year and the amounts of settlements have not exceeded coverage for any of the prior three years.

The City has insurance coverage through the Municipal Insurance Alliance of Ohio with the U.S. Specialty Insurance Company. This coverage includes general liability including personal and advertising injury in the amount of \$1 million per occurrence and \$3 million aggregate, business automobile liability in the amount of \$1 million combined single limit, employee benefits liability in the amount of \$1 million each employee limit and \$3 million aggregate limit, stop gap liability in the amount of \$1 million, public official liability in the amount of \$1 million annual aggregate limit, law enforcement liability in the amount of \$1 million annual aggregate limit, and commercial umbrella coverage in the amount of \$10 million each occurrence and \$ 10 million general aggregate limit. Various deductibles apply. The City also has in force building and personal property casualty coverage with the same insurer in the amount of \$43,233,499 with additional flood and earthquake coverage in the amount of \$1 million for any one flood and \$1 million annual aggregate and \$1 million for any one earthquake and \$1 million annual aggregate, electronic data processing systems coverage in the amount of \$500,000, and crime coverage for forgery or alteration of \$50 thousand, theft and destruction of \$50 thousand and public employee dishonesty of \$100 thousand per loss. Various deductibles apply.

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 13 RISK MANAGEMENT (continued)

In order to minimize the annual cost of medical insurance, the City has established a medical self-insurance fund for City employees and their covered dependents. This program is administered with the use of an outside third-party administrator. At December 31, 2008, self-insurance was in effect for losses up to \$ 75,000 per participant. Excess losses are insured by a private insurance company. At year-end, self-insurance was in effect with an annual aggregate liability limit of approximately \$ 2,305,000 and an aggregate terminal liability of approximately \$ 328,163. At December 31, 2008 the self-insurance total net assets amounted to \$ 354,546 and cash held in reserve by the insurer for future claims payment amounted to \$ 348,800.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Changes in the balance of claims liability during the years ended December 31, 2008 and 2007 are as follows. Incurred claims and claims payments are not segregated between events related to the current year and events related to prior years due to the impracticability of obtaining such information by separate period.

	2008	2007
Unpaid claims, beginning of year	\$ 420,000	\$ 189,000
Incurred claims	1,905,665	1,650,844
Claims payment	(1,990,665)	(1,419,844)
Unpaid claims, end of year	\$ 335,000	\$ 420,000

NOTE 14 FEDERAL GRANTS AND ENTITLEMENTS

For the year ended December 31, 2008, the City recognized federal grants and entitlements revenue of \$ 317,700. These programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2008.

NOTE 15 CONTINGENCIES

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

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

CITY OF NORTH RIDGEVILLE, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2008

NOTE 16 CONTRACTUAL COMMITMENTS

As of December 31, 2008 the City had contractual commitments as follows:

Project	Project's Estimated Cost	Outstanding Commitments
Road projects	\$ 1,693,000	\$ 1,514,500
Water projects	3,450,000	3,096,400
Sewer projects	3,275,000	3,083,600
	\$ 8,418,000	\$ 7,694,500

The cost of the above projects has been financed by issuance of bonds in October 2008, except for \$ 875,000 of sewer projects which is being paid from sewer revenues. Future bond debt service will be repaid from a voted street tax levy and water and sewer revenues, as applicable.

NOTE 17 INTERFUND BALANCES AND TRANSFERS

At December 31, 2008 interfund balances consisted of \$ 136,211 due to the General Fund from the Federal Grants Fund (Special Revenue Fund). The General Fund advanced monies to the Federal Grants Fund which will be repaid upon collection of grant proceeds.

Interfund transfers for the year ended December 31, 2008 consisted of the following:

Transferred to:	Transferred from: Income Tax Fund
General Fund	\$ 6,460,000
Capital Projects Fund	1,140,000
	\$ 7,600,000

The City collects its 1% municipal income tax (see Note 7B.) in the Income Tax Fund (Special Revenue Fund) and makes transfers throughout the year to the General Fund and Capital Projects Fund in accordance with a pro rata allocation determined by City Council. Monies are transferred to the General Obligation Bond Retirement Fund from various funds for payment of bonded debt.

NOTE 18 JOINTLY GOVERNED ORGANIZATIONS

A. LORAIN COUNTY GENERAL HEALTH DISTRICT

The Lorain County General Health District, a jointly governed organization, provides health care services to the citizens within the Health District. The Health District is governed by the Board of Health which represents the area served by the Health District and oversees the operation of the Health District. The Board of Health members are appointed to staggered four year terms. One member is appointed by the City of North Ridgeville, one member is jointly appointed by the Cities of Avon and Sheffield Lake and one member is appointed jointly by the Cities of Amherst and Oberlin. The remaining four members are appointed by the various mayors of villages, chairmen of the township trustees and the County Commissioners. The City contributed \$ 96,554 during 2008 for the operation of the Health District. Financial information can be obtained by contacting the Health Commissioner, 9880 S. Murray Ridge Road, Elyria, Ohio 44035.

CITY OF NORTH RIDGEVILLE, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 18 JOINTLY GOVERNED ORGANIZATIONS (continued)

B. NORTHEAST OHIO PUBLIC ENERGY COUNCIL

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

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

C. JOINT ECONOMIC DEVELOPMENT ZONE AGREEMENT

In 2008, the City adopted a joint economic development zone agreement (JEDZ) with the City of Avon, Ohio, together with several other cities (Parties), pursuant to Ohio Revised Code Section 715.69. The purpose of the agreement is to stimulate economic growth within the JEDZ and to reimburse the Parties to the JEDZ for a portion of the lost tax revenue for certain businesses that relocate to the JEDZ from the Parties' cities. The JEDZ will consist of approximately 791 acres in the City of Avon at an intersection to be developed on Interstate 90 and Nagel Road. The City's contribution to the JEDZ is its agreement to support and advocate for County, State and/or Federal funding for this project. The City has no financial commitment to the project and has no other economic benefit.

NOTE 19 SUBSEQUENT EVENTS

In April 2009, the City issued \$ 1,750,000 of bond anticipation notes for the cost of infrastructure consisting of waterline extension, sanitary sewer extension and roadway in connection with the private development of a sports complex. The City's portion of the future debt service, approximately one half, will be repaid from a voted street levy and water and sewer revenues, as applicable, and the property owner's portion, approximately one half, will be paid from special assessment collections.

In May 2009, the City issued \$ 275,000 of bond anticipation notes to pay for the cost of acquiring motor vehicles and equipment for the police department. The future debt service will be paid from a voted police levy.

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

NONMAJOR SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

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

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

Local Law Enforcement Assistance Fund – Accounts for reimbursements for continuing professional training programs for peace officers from the State Law Enforcement Assistance Fund.

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

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

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

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

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

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

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

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

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

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

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

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

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

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

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

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

NONMAJOR DEBT SERVICE FUNDS

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

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

NONMAJOR CAPITAL PROJECTS FUND

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

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

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

DECEMBER 31, 2008

	Nonmajor Special Revenue	Nonmajor Debt Service	Nonmajor Capital Projects	Totals
Assets				
Equity in pooled cash	\$ 3,051,151	\$ 235,307	\$ -	\$ 3,286,458
Taxes receivable - property and other	4,636,300	6,600	-	4,642,900
Special assessments receivable	-	209,400	-	209,400
Due from other governments	1,230,849	-	-	1,230,849
Accounts receivable and other	316,600	-	-	316,600
Total assets	\$ 9,234,900	\$ 451,307	\$ -	\$ 9,686,207
Liabilities and fund balances				
Liabilities				
Accounts and contracts payable	\$ 109,778	\$ -	\$ -	\$ 109,778
Accrued wages and benefits	107,062	-	-	107,062
Due to other governments	401,072	-	-	401,072
Due to other funds	136,211	-	-	136,211
Deferred revenue	5,873,710	216,000	-	6,089,710
Total liabilities	6,627,833	216,000	-	6,843,833
Fund balances				
Reserved for encumbrances	89,986	-	-	89,986
Unreserved, reported in				
Special Revenue Funds	2,517,081	-	-	2,517,081
Debt Service Funds	-	235,307	-	235,307
Total fund balances	2,607,067	235,307	-	2,842,374
Total liabilities and fund balances	\$ 9,234,900	\$ 451,307	\$ -	\$ 9,686,207

CITY OF NORTH RIDGEVILLE, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Nonmajor Special Revenue	Nonmajor Debt Service	Nonmajor Capital Projects	Totals
Revenues				
Property and other local taxes	\$ 4,141,214	\$ 246,397	\$ -	\$ 4,387,611
Intergovernmental	2,950,931	23,414	260,000	3,234,345
Special assessments	-	34,417	-	34,417
Charges for services	2,238,452	-	-	2,238,452
Fines, licenses and permits	99,648	-	-	99,648
Interest	105,363	12,974	-	118,337
Miscellaneous	220,608	-	-	220,608
Total revenues	9,756,216	317,202	260,000	10,333,418
Expenditures				
Current				
Security of persons and property	4,545,789	-	-	4,545,789
Public health and welfare	33,852	-	-	33,852
Leisure time activities	256,586	-	-	256,586
Community development	18,140	-	-	18,140
Transportation	2,533,352	-	-	2,533,352
General government	2,222,698	5,116	-	2,227,814
Capital outlay	-	-	310,000	310,000
Debt service				
Principal	274,349	364,000	-	638,349
Interest and fiscal charges	31,659	68,099	-	99,758
Total expenditures	9,916,425	437,215	310,000	10,663,640
Excess (deficiency) of revenues over expenditures	(160,209)	(120,013)	(50,000)	(330,222)
Other financing sources (uses)				
Issuance of notes	-	-	50,000	50,000
Total other financing sources (uses)	-	-	50,000	50,000
Excess (deficiency) of revenues over expenditures and other sources (uses)	(160,209)	(120,013)	-	(280,222)
Fund balances, beginning of year	2,767,276	355,320	-	3,122,596
Fund balances, end of year	\$ 2,607,067	\$ 235,307	\$ -	\$ 2,842,374

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

DECEMBER 31, 2008

	<u>SCMR</u>	<u>State Highway</u>	<u>Motor Vehicle License Tax</u>	<u>Street Levy</u>	<u>Surface Drainage</u>
<u>Assets</u>					
Equity in pooled cash	\$ 189,180	\$ 51,654	\$ 140,505	\$ 806,776	\$ 196,681
Taxes receivable - property and other	-	-	-	1,076,900	-
Due from other governments	542,500	53,200	208,500	83,118	-
Accounts receivable and other	-	-	-	-	-
Total assets	<u>\$ 731,680</u>	<u>\$ 104,854</u>	<u>\$ 349,005</u>	<u>\$ 1,966,794</u>	<u>\$ 196,681</u>
<u>Liabilities</u>					
Accounts and contracts payable	\$ 1,032	\$ -	\$ 10,519	\$ 14,550	\$ 3,800
Accrued salaries, wages, and benefits	24,856	-	-	-	1,812
Due to other governments	40,676	-	-	-	2,981
Due to other funds	-	-	-	-	-
Deferred revenue	445,300	45,400	172,300	1,160,018	-
Total liabilities	<u>511,864</u>	<u>45,400</u>	<u>182,819</u>	<u>1,174,568</u>	<u>8,593</u>
<u>Fund balances</u>					
Reserved for encumbrances	25,566	-	5,979	9,786	2,520
Unreserved	194,250	59,454	160,207	782,440	185,568
Total fund balances	<u>219,816</u>	<u>59,454</u>	<u>166,186</u>	<u>792,226</u>	<u>188,088</u>
Total liabilities and fund balances	<u>\$ 731,680</u>	<u>\$ 104,854</u>	<u>\$ 349,005</u>	<u>\$ 1,966,794</u>	<u>\$ 196,681</u>

<u>Police Levy</u>	<u>Police Pension</u>	<u>Law Enforcement Trust</u>	<u>Local Law Enforcement Assistance</u>	<u>Drug Law Enforcement Trust</u>	<u>DUI Enforcement and Education Trust</u>	<u>Clerk of Courts Computer Service</u>	<u>Court Computerization</u>
\$ 8,672	\$ 4,390	\$ 6,447	\$ 3,940	\$ 4,253	\$ 17,881	\$ 84,257	\$ 117,945
1,105,300	203,200	-	-	-	-	-	-
83,970	14,688	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$1,197,942</u>	<u>\$ 222,278</u>	<u>\$ 6,447</u>	<u>\$ 3,940</u>	<u>\$ 4,253</u>	<u>\$ 17,881</u>	<u>\$ 84,257</u>	<u>\$ 117,945</u>
\$ -	\$ -	\$ 178	\$ -	\$ -	\$ -	\$ -	\$ -
30,772	-	-	-	-	-	-	-
54,308	74,342	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,189,270	217,888	-	-	-	-	-	-
<u>1,274,350</u>	<u>292,230</u>	<u>178</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	62	-	-	500	-	-
(76,408)	(69,952)	6,207	3,940	4,253	17,381	84,257	117,945
(76,408)	(69,952)	6,269	3,940	4,253	17,881	84,257	117,945
<u>\$1,197,942</u>	<u>\$ 222,278</u>	<u>\$ 6,447</u>	<u>\$ 3,940</u>	<u>\$ 4,253</u>	<u>\$ 17,881</u>	<u>\$ 84,257</u>	<u>\$ 117,945</u>

(Continued)

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

DECEMBER 31, 2008

(Concluded)

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State Grants
<u>Assets</u>					
Equity in pooled cash	\$ 41,748	\$ 13,719	\$ 259,176	\$ 409,478	\$ 83,398
Taxes receivable - property and other	1,076,900	203,200	970,800	-	-
Due from other governments	83,118	14,688	74,228	-	-
Accounts receivable and other	-	-	-	-	-
Total assets	<u>\$ 1,201,766</u>	<u>\$ 231,607</u>	<u>\$ 1,304,204</u>	<u>\$ 409,478</u>	<u>\$ 83,398</u>
<u>Liabilities</u>					
Accounts and contracts payable	\$ -	\$ -	\$ 650	\$ 42,096	\$ 200
Accrued salaries, wages, and benefits	19,026	-	21,926	6,360	-
Due to other governments	58,335	93,684	57,264	14,747	1,454
Due to other funds	-	-	-	-	-
Deferred revenue	1,160,018	217,888	1,045,028	-	-
Total liabilities	<u>1,237,379</u>	<u>311,572</u>	<u>1,124,868</u>	<u>63,203</u>	<u>1,654</u>
<u>Fund balances</u>					
Reserved for encumbrances	-	-	907	-	200
Unreserved	(35,613)	(79,965)	178,429	346,275	81,544
Total fund balances	<u>(35,613)</u>	<u>(79,965)</u>	<u>179,336</u>	<u>346,275</u>	<u>81,744</u>
Total liabilities and fund balances	<u>\$ 1,201,766</u>	<u>\$ 231,607</u>	<u>\$ 1,304,204</u>	<u>\$ 409,478</u>	<u>\$ 83,398</u>

Federal Grants	Cemetery	Park and Recreation Trust	Park and Recreation Improvement	Senior Citizens Title III	Solid Waste Management	Totals
\$ 121,659	\$ 139,089	\$ 83,637	\$ 149,297	\$ 4,654	\$ 112,715	\$ 3,051,151
-	-	-	-	-	-	4,636,300
68,008	-	-	-	4,831	-	1,230,849
188,500	-	-	-	-	128,100	316,600
<u>\$ 378,167</u>	<u>\$ 139,089</u>	<u>\$ 83,637</u>	<u>\$ 149,297</u>	<u>\$ 9,485</u>	<u>\$ 240,815</u>	<u>\$ 9,234,900</u>
\$ 33,490	\$ -	\$ 185	\$ -	\$ -	\$ 3,078	\$ 109,778
-	-	-	-	783	1,527	107,062
-	-	-	-	411	2,870	401,072
136,211	-	-	-	-	-	136,211
188,500	-	-	-	-	32,100	5,873,710
<u>358,201</u>	<u>-</u>	<u>185</u>	<u>-</u>	<u>1,194</u>	<u>39,575</u>	<u>6,627,833</u>
19,966	-	-	24,500	-	-	89,986
-	139,089	83,452	124,797	8,291	201,240	2,517,081
19,966	139,089	83,452	149,297	8,291	201,240	2,607,067
<u>\$ 378,167</u>	<u>\$ 139,089</u>	<u>\$ 83,637</u>	<u>\$ 149,297</u>	<u>\$ 9,485</u>	<u>\$ 240,815</u>	<u>\$ 9,234,900</u>

CITY OF NORTH RIDGEVILLE, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>SCMR</u>	<u>State Highway</u>	<u>Motor Vehicle License Tax</u>	<u>Street Levy</u>	<u>Surface Drainage</u>
Revenues					
Property and other local taxes	\$ -	\$ -	\$ -	\$ 962,369	\$ -
Intergovernmental revenue	1,135,213	111,951	423,821	200,494	-
Charges for services	-	-	-	-	-
Fines, licenses, and permits	-	-	-	-	-
Interest	7,079	1,702	3,519	27,175	6,616
Miscellaneous	17,644	-	9,624	-	145,633
Total revenues	<u>1,159,936</u>	<u>113,653</u>	<u>436,964</u>	<u>1,190,038</u>	<u>152,249</u>
Expenditures					
Current					
Security of persons and property	-	-	-	-	-
Public health and welfare	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Community development	-	-	-	-	-
Transportation	1,325,956	119,718	392,486	693,922	1,105
General government	-	-	-	-	205,695
Debt service					
Principal	-	-	6,169	261,000	7,180
Interest and fiscal charges	-	-	-	31,659	-
Total expenditures	<u>1,325,956</u>	<u>119,718</u>	<u>398,655</u>	<u>986,581</u>	<u>213,980</u>
Excess (deficiency) of revenues over expenditures	(166,020)	(6,065)	38,309	203,457	(61,731)
Fund balances, beginning of year	<u>385,836</u>	<u>65,519</u>	<u>127,877</u>	<u>588,769</u>	<u>249,819</u>
Fund balances, end of year	<u>\$ 219,816</u>	<u>\$ 59,454</u>	<u>\$ 166,186</u>	<u>\$ 792,226</u>	<u>\$ 188,088</u>

<u>Police Levy</u>	<u>Police Pension</u>	<u>Law Enforcement Trust</u>	<u>Local Law Enforcement Assistance</u>	<u>Drug Law Enforcement Trust</u>	<u>DUI Enforcement and Education Trust</u>	<u>Clerk of Courts Computer Service</u>	<u>Court Computerization</u>
\$ 987,695	\$ 180,673	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
203,589	35,643	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	3,382	16,049	-	13,467
3,197	300	213	100	259	519	1,814	3,003
-	-	4,185	5,820	-	-	31,426	-
<u>1,194,481</u>	<u>216,616</u>	<u>4,398</u>	<u>5,920</u>	<u>3,641</u>	<u>16,568</u>	<u>33,240</u>	<u>16,470</u>
1,244,066	200,727	5,253	1,980	11,322	17,209	2,842	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,244,066</u>	<u>200,727</u>	<u>5,253</u>	<u>1,980</u>	<u>11,322</u>	<u>17,209</u>	<u>2,842</u>	<u>-</u>
(49,585)	15,889	(855)	3,940	(7,681)	(641)	30,398	16,470
<u>(26,823)</u>	<u>(85,841)</u>	<u>7,124</u>	<u>-</u>	<u>11,934</u>	<u>18,522</u>	<u>53,859</u>	<u>101,475</u>
<u>\$ (76,408)</u>	<u>\$ (69,952)</u>	<u>\$ 6,269</u>	<u>\$ 3,940</u>	<u>\$ 4,253</u>	<u>\$ 17,881</u>	<u>\$ 84,257</u>	<u>\$ 117,945</u>

(Continued)

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

FOR THE YEAR ENDED DECEMBER 31, 2008

(Concluded)

	Fire Levy	Fire Pension	Paramedic Levy	Ambulance	State Grants
Revenues					
Property and other local taxes	\$ 962,369	\$ 180,672	\$ 867,436	\$ -	\$ -
Intergovernmental revenue	200,493	35,643	180,173	-	108,864
Charges for services	-	-	-	509,414	-
Fines, licenses, and permits	-	-	-	-	-
Interest	3,072	922	7,881	15,491	-
Miscellaneous	3,707	-	1,332	58	-
Total revenues	<u>1,169,641</u>	<u>217,237</u>	<u>1,056,822</u>	<u>524,963</u>	<u>108,864</u>
Expenditures					
Current					
Security of persons and property	1,120,012	248,690	1,003,623	672,425	-
Public health and welfare	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Community development	-	-	-	-	-
Transportation	-	-	-	-	-
General government	-	-	-	-	118,373
Debt service					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>1,120,012</u>	<u>248,690</u>	<u>1,003,623</u>	<u>672,425</u>	<u>118,373</u>
Excess (deficiency) of revenues over expenditures	49,629	(31,453)	53,199	(147,462)	(9,509)
Fund balances, beginning of year	<u>(85,242)</u>	<u>(48,512)</u>	<u>126,137</u>	<u>493,737</u>	<u>91,253</u>
Fund balances, end of year	<u>\$ (35,613)</u>	<u>\$ (79,965)</u>	<u>\$ 179,336</u>	<u>\$ 346,275</u>	<u>\$ 81,744</u>

<u>Federal Grants</u>	<u>Cemetery</u>	<u>Park and Recreation Trust</u>	<u>Park and Recreation Improvement</u>	<u>Senior Citizens Title III</u>	<u>Solid Waste Management</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,141,214
283,502	-	-	-	31,545	-	2,950,931
-	25,425	142,169	-	-	1,561,444	2,238,452
-	-	-	66,750	-	-	99,648
5,496	3,476	2,808	5,388	57	5,276	105,363
-	935	120	-	-	124	220,608
<u>288,998</u>	<u>29,836</u>	<u>145,097</u>	<u>72,138</u>	<u>31,602</u>	<u>1,566,844</u>	<u>9,756,216</u>
17,640	-	-	-	-	-	4,545,789
-	5,536	-	-	28,316	-	33,852
-	-	148,757	107,829	-	-	256,586
18,140	-	-	-	-	-	18,140
-	-	-	-	165	-	2,533,352
267,619	-	-	-	-	1,631,011	2,222,698
-	-	-	-	-	-	274,349
-	-	-	-	-	-	31,659
<u>303,399</u>	<u>5,536</u>	<u>148,757</u>	<u>107,829</u>	<u>28,481</u>	<u>1,631,011</u>	<u>9,916,425</u>
(14,401)	24,300	(3,660)	(35,691)	3,121	(64,167)	(160,209)
<u>34,367</u>	<u>114,789</u>	<u>87,112</u>	<u>184,988</u>	<u>5,170</u>	<u>265,407</u>	<u>2,767,276</u>
<u>\$ 19,966</u>	<u>\$ 139,089</u>	<u>\$ 83,452</u>	<u>\$ 149,297</u>	<u>\$ 8,291</u>	<u>\$ 201,240</u>	<u>\$ 2,607,067</u>

CITY OF NORTH RIDGEVILLE, OHIO

COMBINING BALANCE SHEET -
NONMAJOR DEBT SERVICE FUNDS

DECEMBER 31, 2008

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
Assets			
Equity in pooled cash and equivalents	\$ 107,648	\$ 127,659	\$ 235,307
Taxes receivable - property and other	6,600	-	6,600
Special assessments receivable	-	209,400	209,400
Total assets	<u>\$ 114,248</u>	<u>\$ 337,059</u>	<u>\$ 451,307</u>
Liabilities			
Deferred revenue	\$ 6,600	\$ 209,400	\$ 216,000
Total liabilities	<u>6,600</u>	<u>209,400</u>	<u>216,000</u>
Fund balance			
Reserved for debt service	<u>107,648</u>	<u>127,659</u>	<u>235,307</u>
Total fund balance	<u>107,648</u>	<u>127,659</u>	<u>235,307</u>
Total liabilities and fund balance	<u>\$ 114,248</u>	<u>\$ 337,059</u>	<u>\$ 451,307</u>

CITY OF NORTH RIDGEVILLE, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES -
 NONMAJOR DEBT SERVICE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
Revenues			
Property and other local taxes	\$ 246,397	\$ -	\$ 246,397
Intergovernmental	23,414	-	23,414
Special assessments	-	34,417	34,417
Interest	9,173	3,801	12,974
Total revenues	<u>278,984</u>	<u>38,218</u>	<u>317,202</u>
Expenditures			
Current			
General government	3,626	1,490	5,116
Debt service			
Bond principal	340,000	24,000	364,000
Interest and fiscal charges	60,525	7,574	68,099
Total expenditures	<u>404,151</u>	<u>33,064</u>	<u>437,215</u>
Excess of revenues over expenditures	(125,167)	5,154	(120,013)
Fund balance, beginning of year	<u>232,815</u>	<u>122,505</u>	<u>355,320</u>
Fund balance, end of year	<u>\$ 107,648</u>	<u>\$ 127,659</u>	<u>\$ 235,307</u>

CITY OF NORTH RIDGEVILLE, OHIO
BALANCE SHEET -
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2008

	Issue II
Assets	
Equity in pooled cash and equivalents	\$ -
Total assets	\$ -
Liabilities	
Accounts and contracts payable	\$ -
Total liabilities	-
Fund balances	
Reserved for encumbrances	-
Unreserved	-
Total fund balances	-
Total liabilities and fund balances	\$ -

CITY OF NORTH RIDGEVILLE, OHIO
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Issue II
Revenue	
Intergovernmental	\$ 260,000
Total revenue	260,000
Expenditures	
Capital outlay	310,000
Total expenditures	310,000
Excess (deficiency) of revenue over expenditures	(50,000)
Other financing sources (uses)	
Note proceeds	50,000
Total other financing sources (uses)	50,000
Excess (deficiency) of revenues over expenditures and other sources (uses)	-
Fund balances, beginning of year	-
Fund balances, end of year	\$ -

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COMBINING STATEMENTS - AGENCY FUNDS

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

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

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

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

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

CITY OF NORTH RIDGEVILLE, OHIO
 COMBINING STATEMENT OF ASSETS AND LIABILITIES -
 AGENCY FUNDS
 DECEMBER 31, 2008

	Board of Building Standards	Senior Citizens Multi-Trust	Mayor's Court Bail Trust
Assets			
Equity in pooled cash and equivalents	\$ 106	\$ 8,782	\$ 2,861
Liabilities			
Accounts and contracts payable	\$ 106	\$ 302	\$ -
Due to others	-	8,480	2,861
Total liabilities	\$ 106	\$ 8,782	\$ 2,861

Trust Miscellaneous	Total
\$ 665,223	\$ 676,972
\$ 978	\$ 1,386
664,245	675,586
\$ 665,223	\$ 676,972

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

FOR THE YEAR ENDED DECEMBER 31, 2008

	Beginning Balance 1/1/2008	Additions	Reductions	Ending Balance 12/31/2008
Board of Building Standards				
Assets				
Equity in pooled cash and equivalents	\$ 737	\$ 2,667	\$ 3,298	\$ 106
Liabilities				
Accounts and contracts payable	\$ 737	\$ 2,667	\$ 3,298	\$ 106
Total liabilities	\$ 737	\$ 2,667	\$ 3,298	\$ 106
Senior Citizens Multi-Trust				
Assets				
Equity in pooled cash and equivalents	\$ 10,118	\$ 69,447	\$ 70,783	\$ 8,782
Liabilities				
Accounts and contracts payable	\$ 352	\$ 302	\$ 352	\$ 302
Due to others	9,766	69,145	70,431	8,480
Total liabilities	\$ 10,118	\$ 69,447	\$ 70,783	\$ 8,782
Mayor's Court Bail Trust				
Assets				
Equity in pooled cash and equivalents	\$ 2,991	\$ 29,195	\$ 29,325	\$ 2,861
Liabilities				
Due to others	\$ 2,991	29,195	29,325	\$ 2,861
Total liabilities	\$ 2,991	\$ 29,195	\$ 29,325	\$ 2,861
Trust Miscellaneous				
Assets				
Equity in pooled cash and equivalents	\$ 988,372	\$ 1,659,450	\$ 1,982,599	\$ 665,223
Liabilities				
Accounts and contracts payable	\$ 30	\$ 978	\$ 30	\$ 978
Due to others	988,342	1,658,472	1,982,569	664,245
Total liabilities	\$ 988,372	\$ 1,659,450	\$ 1,982,599	\$ 665,223

(Continued)

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

FOR THE YEAR ENDED DECEMBER 31, 2008

	(Concluded)			
Total All Agency Funds	Beginning Balance 1/1/2008	Additions	Reductions	Ending Balance 12/31/2008
Assets				
Equity in pooled cash and equivalents	<u>\$ 1,002,218</u>	<u>\$ 1,760,759</u>	<u>\$ 2,086,005</u>	<u>\$ 676,972</u>
Liabilities				
Accounts and contracts payable	\$ 1,119	\$ 3,947	\$ 3,680	\$ 1,386
Due to others	<u>1,001,099</u>	<u>1,756,812</u>	<u>2,082,325</u>	<u>675,586</u>
Total liabilities	<u>\$ 1,002,218</u>	<u>\$ 1,760,759</u>	<u>\$ 2,086,005</u>	<u>\$ 676,972</u>

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

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,179,519	\$ 1,108,819	\$ 1,049,115	\$ (59,704)
Intergovernmental revenue	1,123,965	1,194,665	1,293,581	98,916
Fines, licenses, and permits	1,047,000	1,047,000	1,020,310	(26,690)
Interest	40,000	40,000	35,889	(4,111)
Miscellaneous	622,517	622,517	872,123	249,606
Total revenues	<u>4,013,001</u>	<u>4,013,001</u>	<u>4,271,018</u>	<u>258,017</u>
Expenditures				
Current				
Security of persons and property				
Police				
Personal services	3,354,185	3,340,806	3,189,144	151,662
Materials and supplies	330,271	306,960	262,176	44,784
Contractual services	58,484	58,404	43,353	15,051
Other	106,042	109,312	92,418	16,894
Total police	<u>3,848,982</u>	<u>3,815,482</u>	<u>3,587,091</u>	<u>228,391</u>
Humane officer				
Personal services	87,540	88,540	86,146	2,394
Materials and supplies	2,700	2,700	2,446	254
Total humane officer	<u>90,240</u>	<u>91,240</u>	<u>88,592</u>	<u>2,648</u>
Fire				
Personal services	1,280,940	1,282,940	1,235,499	47,441
Materials and supplies	208,333	208,083	158,075	50,008
Contractual services	44,004	44,254	35,754	8,500
Total fire	<u>1,533,277</u>	<u>1,535,277</u>	<u>1,429,328</u>	<u>105,949</u>
Mayor's court				
Personal services	219,160	215,570	206,618	8,952
Materials and supplies	14,500	8,630	7,381	1,249
Other	122,740	132,200	127,369	4,831
Total fire	<u>356,400</u>	<u>356,400</u>	<u>341,368</u>	<u>15,032</u>
Street lighting				
Materials and supplies	111,767	111,767	106,054	5,713
Total street lighting	<u>111,767</u>	<u>111,767</u>	<u>106,054</u>	<u>5,713</u>
Total security of persons and property	<u>5,940,666</u>	<u>5,910,166</u>	<u>5,552,433</u>	<u>357,733</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Public health and welfare				
General government				
Other	\$ 85,000	\$ 96,554	\$ 96,554	\$ -
Total general government	85,000	96,554	96,554	-
Senior citizens				
Personal services	216,463	216,483	213,277	3,206
Materials and supplies	25,393	25,023	24,213	810
Contractual services	8,000	8,350	8,349	1
Capital outlay	7,700	7,700	5,322	2,378
Total senior citizens	257,556	257,556	251,161	6,395
Total public health and welfare	342,556	354,110	347,715	6,395
Leisure time activities				
Park and recreation				
Personal services	173,280	173,150	172,753	397
Materials and supplies	26,230	20,720	17,928	2,792
Contractual services	2,500	2,500	2,403	97
Other	31,486	36,926	36,610	316
Total leisure time activities	233,496	233,296	229,694	3,602
Community development				
Building				
Personal services	607,700	615,980	615,126	854
Materials and supplies	36,464	15,993	10,420	5,573
Contractual services	143,091	143,091	119,839	23,252
Capital outlay	-	12,080	5,363	6,717
Other	111,354	119,444	103,644	15,800
Total building	898,609	906,588	854,392	52,196
Engineer				
Personal services	636,450	659,750	646,952	12,798
Materials and supplies	21,617	21,007	16,150	4,857
Contractual services	37,750	37,750	33,223	4,527
Capital outlay	5,000	5,000	3,183	1,817
Other	3,018	3,528	2,711	817
Total engineer	703,835	727,035	702,219	24,816
Total community development	1,602,444	1,633,623	1,556,611	77,012

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
General government				
Council				
Personal services	\$ 245,910	\$ 246,000	\$ 239,377	\$ 6,623
Materials and supplies	7,059	7,969	4,996	2,973
Capital outlay	3,569	3,569	3,569	-
Other	22,440	21,440	9,502	11,938
Total council	<u>278,978</u>	<u>278,978</u>	<u>257,444</u>	<u>21,534</u>
Mayor				
Personal services	185,700	185,900	185,673	227
Materials and supplies	7,895	7,645	3,782	3,863
Capital outlay	6,598	7,148	6,558	590
Other	7,098	6,798	3,409	3,389
Total mayor	<u>207,291</u>	<u>207,491</u>	<u>199,422</u>	<u>8,069</u>
Finance				
Personal services	493,920	494,510	494,143	367
Materials and supplies	11,730	11,120	10,933	187
Contractual services	8,500	8,500	7,730	770
Capital outlay	3,850	3,660	2,361	1,299
Other	2,000	2,210	1,669	541
Total finance	<u>520,000</u>	<u>520,000</u>	<u>516,836</u>	<u>3,164</u>
Law director				
Personal services	280,760	280,760	275,475	5,285
Materials and supplies	3,000	3,500	2,593	907
Contractual services	103,688	103,688	61,170	42,518
Other	6,247	5,747	4,386	1,361
Total law director	<u>393,695</u>	<u>393,695</u>	<u>343,624</u>	<u>50,071</u>
Computer services				
Personal services	153,820	153,820	149,501	4,319
Materials and supplies	70,938	70,938	47,816	23,122
Contractual services	62,679	62,679	35,227	27,452
Capital outlay	49,945	49,945	30,634	19,311
Other	9,833	9,833	4,474	5,359
Total computer services	<u>347,215</u>	<u>347,215</u>	<u>267,652</u>	<u>79,563</u>
Safety service director				
Personal services	158,040	158,040	157,881	159
Materials and supplies	2,220	2,221	1,118	1,103
Contractual services	1,500	1,500	996	504
Capital outlay	21,014	21,012	20,620	392
Other	1,000	1,000	220	780
Total safety service director	<u>183,774</u>	<u>183,773</u>	<u>180,835</u>	<u>2,938</u>
Civil services				
Personal services	9,440	9,440	9,429	11
Materials and supplies	59,205	59,205	6,363	52,842
Contractual services	500	500	-	500
Other	3,890	3,890	2,509	1,381
Total civil service	<u>73,035</u>	<u>73,035</u>	<u>18,301</u>	<u>54,734</u>

(Continued)

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
General government				
Personal services	\$ 43,860	\$ 48,560	\$ 48,180	\$ 380
Materials and supplies	47,970	10,970	4,827	6,143
Contractual services	224,860	229,770	123,292	106,478
Capital outlay	11,500	11,500	8,984	2,516
Other	538,157	629,666	393,325	236,341
Total general government	<u>866,347</u>	<u>930,466</u>	<u>578,608</u>	<u>351,858</u>
Public grounds/cemetery				
Personal services	377,466	383,866	367,617	16,249
Materials and supplies	81,468	81,094	78,205	2,889
Contractual services	6,040	5,914	5,883	31
Other	7,500	7,500	6,849	651
Total public grounds/cemetery	<u>472,474</u>	<u>478,374</u>	<u>458,554</u>	<u>19,820</u>
Total general government	<u>3,342,809</u>	<u>3,413,027</u>	<u>2,821,276</u>	<u>591,751</u>
Total expenditures	<u>11,461,971</u>	<u>11,544,222</u>	<u>10,507,729</u>	<u>1,036,493</u>
Excess (deficiency) of revenues over expenditures	<u>(7,448,970)</u>	<u>(7,531,221)</u>	<u>(6,236,711)</u>	<u>1,294,510</u>
Other financing sources (uses)				
Transfers-in	6,035,000	6,460,000	6,460,000	-
Advances-in	127,000	127,000	127,851	851
Advances-out	(150,000)	(221,800)	(215,000)	6,800
Total other financing sources (uses)	<u>6,012,000</u>	<u>6,365,200</u>	<u>6,372,851</u>	<u>7,651</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(1,436,970)</u>	<u>(1,166,021)</u>	136,140	1,302,161
Prior year encumbrances	195,610	195,610	195,610	-
Fund balances, beginning of year	<u>1,396,582</u>	<u>1,396,579</u>	<u>1,396,579</u>	<u>-</u>
Fund balances, end of year	<u>\$ 155,222</u>	<u>\$ 426,168</u>	<u>\$ 1,728,329</u>	<u>\$ 1,302,161</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Income Tax Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 7,500,000	\$ 7,550,000	\$ 7,792,455	\$ 242,455
Interest	148,000	98,000	92,551	(5,449)
Miscellaneous	2,000	2,000	1,029	(971)
Total revenues	<u>7,650,000</u>	<u>7,650,000</u>	<u>7,886,035</u>	<u>236,035</u>
Expenditures				
Current				
General government				
Personal services	196,150	198,490	196,951	1,539
Materials and supplies	94,673	97,173	56,462	40,711
Contractual services	29,456	17,936	8,651	9,285
Capital outlay	9,000	9,000	4,109	4,891
Other	219,550	268,970	218,076	50,894
Total expenditures	<u>548,829</u>	<u>591,569</u>	<u>484,249</u>	<u>107,320</u>
Excess (deficiency) of revenues over expenditures	<u>7,101,171</u>	<u>7,058,431</u>	<u>7,401,786</u>	<u>343,355</u>
Other financing sources (uses)				
Transfers-out	(7,100,000)	(7,600,000)	(7,600,000)	-
Total other financing sources (uses)	<u>(7,100,000)</u>	<u>(7,600,000)</u>	<u>(7,600,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	1,171	(541,569)	(198,214)	343,355
Prior year encumbrances	3,380	3,380	3,380	-
Fund balances, beginning of year	<u>2,628,155</u>	<u>2,628,155</u>	<u>2,628,155</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,632,706</u>	<u>\$ 2,089,966</u>	<u>\$ 2,433,321</u>	<u>\$ 343,355</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Capital Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 11,600	\$ 39,000	\$ 52,241	\$ 13,241
Miscellaneous	-	-	6	6
Total revenues	<u>11,600</u>	<u>39,000</u>	<u>52,247</u>	<u>13,247</u>
Expenditures				
Capital outlay	1,422,549	2,970,707	2,879,843	90,864
Debt service				
Principal	3,166,712	7,261,586	7,261,579	7
Interest and fiscal charges	70,500	280,413	280,412	1
Total expenditures	<u>4,659,761</u>	<u>10,512,706</u>	<u>10,421,834</u>	<u>90,872</u>
Excess (deficiency) of revenues over expenditures	<u>(4,648,161)</u>	<u>(10,473,706)</u>	<u>(10,369,587)</u>	<u>104,119</u>
Other financing sources (uses)				
Transfers-in	1,065,000	1,140,000	1,140,000	-
Note proceeds	2,398,400	4,185,000	4,185,000	-
Bond proceeds	-	3,911,229	3,911,229	-
Total other financing sources (uses)	<u>3,463,400</u>	<u>9,236,229</u>	<u>9,236,229</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	<u>(1,184,761)</u>	<u>(1,237,477)</u>	<u>(1,133,358)</u>	<u>104,119</u>
Prior year encumbrances	811,229	811,229	811,229	-
Fund balances, beginning of year	<u>448,057</u>	<u>448,057</u>	<u>448,057</u>	<u>-</u>
Fund balances, end of year	<u>\$ 74,525</u>	<u>\$ 21,809</u>	<u>\$ 125,928</u>	<u>\$ 104,119</u>

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

	Water Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 2,588,200	\$ 2,629,600	\$ 2,853,729	\$ 224,129
Tap in fees	128,800	168,100	185,879	17,779
Miscellaneous	73,000	81,600	85,834	4,234
Interest income	98,885	102,897	113,199	10,302
Total revenues	<u>2,888,885</u>	<u>2,982,197</u>	<u>3,238,641</u>	<u>256,444</u>
Expenses				
Personal services	964,923	978,133	922,675	55,458
Materials and supplies	615,895	609,805	323,659	286,146
Contractual services	196,175	183,124	74,530	108,594
Capital outlay	991,677	4,453,577	4,156,151	297,426
Other non-operating expenses	1,516,884	1,501,884	1,373,244	128,640
Debt service				
OWDA principal	3,800	216,714	216,714	-
Note principal	1,200,000	3,015,000	3,015,000	-
Bond principal	110,000	110,000	110,000	-
Interest and fiscal charges	69,370	209,062	183,682	25,380
Total expenditures	<u>5,668,724</u>	<u>11,277,299</u>	<u>10,375,655</u>	<u>901,644</u>
Excess (deficiency) of revenues over expenses	<u>(2,779,839)</u>	<u>(8,295,102)</u>	<u>(7,137,014)</u>	<u>1,158,088</u>
Other financing sources (uses)				
Note proceeds	1,196,300	1,815,000	1,815,000	-
Bond proceeds	-	4,725,000	4,725,000	-
Total other financing sources (uses)	<u>1,196,300</u>	<u>6,540,000</u>	<u>6,540,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(1,583,539)</u>	<u>(1,755,102)</u>	<u>(597,014)</u>	<u>1,158,088</u>
Prior year encumbrances	186,510	186,510	186,510	-
Fund balances, beginning of year	<u>3,466,635</u>	<u>3,466,635</u>	<u>3,466,635</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,069,606</u>	<u>\$ 1,898,043</u>	<u>\$ 3,056,131</u>	<u>\$ 1,158,088</u>

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

	Sewer Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 4,055,000	\$ 4,232,300	\$ 4,539,257	\$ 306,957
Special assessments	102,210	197,710	198,216	506
Tap in fees	750,000	900,000	965,480	65,480
Miscellaneous	75,060	3,200	17,946	14,746
Interest income	523,844	313,404	323,594	10,190
Total revenues	<u>5,506,114</u>	<u>5,646,614</u>	<u>6,044,493</u>	<u>397,879</u>
Expenses				
Personal services	1,884,970	1,888,470	1,804,870	83,600
Materials and supplies	907,053	962,762	482,793	479,969
Contractual services	2,445,326	2,624,536	2,318,474	306,062
Capital outlay	3,483,242	6,977,562	5,265,889	1,711,673
Other	1,220,822	1,199,067	633,903	565,164
Debt service				
Note principal	8,451	2,803,451	2,803,451	-
Bond principal	1,462,372	830,000	830,000	-
Interest and fiscal charges	106,114	847,468	847,423	45
Total expenditures	<u>11,518,350</u>	<u>18,133,316</u>	<u>14,986,803</u>	<u>3,146,513</u>
Excess (deficiency) of revenues over expenses	<u>(6,012,236)</u>	<u>(12,486,702)</u>	<u>(8,942,310)</u>	<u>3,544,392</u>
Other financing sources (uses)				
Note proceeds	-	2,795,000	2,795,000	-
Bond proceeds	-	3,361,000	3,370,000	9,000
Total other financing sources (uses)	<u>-</u>	<u>6,156,000</u>	<u>6,165,000</u>	<u>9,000</u>
Excess (deficiency) of revenues over expenses and other financing sources (uses)	<u>(6,012,236)</u>	<u>(6,330,702)</u>	<u>(2,777,310)</u>	<u>3,553,392</u>
Prior year encumbrances	948,883	948,883	948,883	-
Fund balances, beginning of year	<u>8,866,883</u>	<u>8,866,883</u>	<u>8,866,883</u>	<u>-</u>
Fund balances, end of year	<u>\$ 3,803,530</u>	<u>\$ 3,485,064</u>	<u>\$ 7,038,456</u>	<u>\$ 3,553,392</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Street Construction, Maintenance and Repair Fund (SCMR)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 1,059,000	\$ 1,071,900	\$ 1,136,213	\$ 64,313
Interest	20,000	7,100	7,079	(21)
Miscellaneous	13,000	13,000	17,644	4,644
Total revenues	<u>1,092,000</u>	<u>1,092,000</u>	<u>1,160,936</u>	<u>68,936</u>
Expenditures				
Current				
Transportation				
Streets				
Personal services	1,255,040	1,255,040	1,186,470	68,570
Materials and supplies	26,409	42,909	36,721	6,188
Contractual services	15,000	-	-	-
Other	1,500	-	-	-
Traffic signals				
Materials and supplies	123,207	123,207	105,518	17,689
Total expenditures	<u>1,421,156</u>	<u>1,421,156</u>	<u>1,328,709</u>	<u>92,447</u>
Excess (deficiency) of revenues over expenditures	(329,156)	(329,156)	(167,773)	161,383
Prior year encumbrances	55,916	55,916	55,916	-
Fund balances, beginning of year	<u>274,438</u>	<u>274,438</u>	<u>274,438</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,198</u>	<u>\$ 1,198</u>	<u>\$ 162,581</u>	<u>\$ 161,383</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	State Highway Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 86,000	\$ 87,500	\$ 112,051	\$ 24,551
Interest	3,000	1,500	1,702	202
Total revenues	<u>89,000</u>	<u>89,000</u>	<u>113,753</u>	<u>24,753</u>
Expenditures				
Current				
Transportation				
Materials and supplies	120,000	120,000	118,691	1,309
Contractual services	25,000	25,000	1,027	23,973
Total expenditures	<u>145,000</u>	<u>145,000</u>	<u>119,718</u>	<u>25,282</u>
Excess (deficiency) of revenues over expenditures	(56,000)	(56,000)	(5,965)	50,035
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>57,619</u>	<u>57,619</u>	<u>57,619</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,619</u>	<u>\$ 1,619</u>	<u>\$ 51,654</u>	<u>\$ 50,035</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Motor Vehicle License Tax Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 413,200	\$ 418,200	\$ 421,721	\$ 3,521
Interest	9,000	3,500	3,519	19
Miscellaneous	6,000	6,500	9,624	3,124
Total revenues	<u>428,200</u>	<u>428,200</u>	<u>434,864</u>	<u>6,664</u>
Expenditures				
Current				
Transportation				
Personal services	570	570	319	251
Materials and supplies	275,667	290,177	213,455	76,722
Contractual services	69,673	66,253	58,400	7,853
Capital outlay	30,900	28,100	28,092	8
Other	153,962	145,672	121,255	24,417
Debt service				
Principal	6,200	6,200	6,169	31
Total expenditures	<u>536,972</u>	<u>536,972</u>	<u>427,690</u>	<u>109,282</u>
Excess (deficiency) of revenues over expenditures	(108,772)	(108,772)	7,174	115,946
Prior year encumbrances	61,522	61,522	61,522	-
Fund balances, beginning of year	55,312	55,312	55,312	-
Fund balances, end of year	<u>\$ 8,062</u>	<u>\$ 8,062</u>	<u>\$ 124,008</u>	<u>\$ 115,946</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Street Levy Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,419	\$ 1,219	\$ 1,250	\$ 31
Intergovernmental revenue	1,151,439	1,151,639	1,161,613	9,974
Interest	31,700	31,700	27,175	(4,525)
Total revenues	<u>1,184,558</u>	<u>1,184,558</u>	<u>1,190,038</u>	<u>5,480</u>
Expenditures				
Current				
Transportation				
Materials and supplies	474,000	402,041	288,646	113,395
Contractual services	15,950	66,650	48,083	18,567
Capital outlay	900,494	971,754	468,601	503,153
Debt service				
Principal	294,390	261,000	261,000	-
Interest and fiscal charges	-	33,390	31,659	1,731
Total expenditures	<u>1,684,834</u>	<u>1,734,835</u>	<u>1,097,989</u>	<u>636,846</u>
Excess (deficiency) of revenues over expenditures	(500,276)	(550,277)	92,049	642,326
Prior year encumbrances	208,269	208,269	208,269	-
Fund balances, beginning of year	<u>482,122</u>	<u>482,122</u>	<u>482,122</u>	<u>-</u>
Fund balances, end of year	<u>\$ 190,115</u>	<u>\$ 140,114</u>	<u>\$ 782,440</u>	<u>\$ 642,326</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Surface Drainage Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 18,000	\$ 6,500	\$ 6,616	\$ 116
Miscellaneous	143,200	140,700	145,633	4,933
Total revenues	<u>161,200</u>	<u>147,200</u>	<u>152,249</u>	<u>5,049</u>
Expenditures				
Current				
Basic utility services				
Personal services	85,020	85,020	84,203	817
Materials and supplies	113,082	116,482	47,767	68,715
Contractual services	134,604	133,844	70,544	63,300
Capital outlay	-	500	500	-
Other	64,940	61,800	19,781	42,019
Debt service				
Principal	7,200	7,200	7,180	20
Total expenditures	<u>404,846</u>	<u>404,846</u>	<u>229,975</u>	<u>174,871</u>
Excess (deficiency) of revenues over expenditures	(243,646)	(257,646)	(77,726)	179,920
Prior year encumbrances	84,226	84,226	84,226	-
Fund balances, beginning of year	<u>183,861</u>	<u>183,861</u>	<u>183,861</u>	<u>-</u>
Fund balances, end of year	<u>\$ 24,441</u>	<u>\$ 10,441</u>	<u>\$ 190,361</u>	<u>\$ 179,920</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Police Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,115,395	\$ 982,395	\$ 987,695	\$ 5,300
Intergovernmental revenue	65,889	198,889	203,589	4,700
Interest	7,800	7,800	3,197	(4,603)
Total revenues	<u>1,189,084</u>	<u>1,189,084</u>	<u>1,194,481</u>	<u>5,397</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,199,730	1,199,680	1,197,486	2,194
Contractual services	16,750	17,065	17,064	1
Total expenditures	<u>1,216,480</u>	<u>1,216,745</u>	<u>1,214,550</u>	<u>2,195</u>
Excess (deficiency) of revenues over expenditures	(27,396)	(27,661)	(20,069)	7,592
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>28,741</u>	<u>28,741</u>	<u>28,741</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,345</u>	<u>\$ 1,080</u>	<u>\$ 8,672</u>	<u>\$ 7,592</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Police Pension Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 204,621	\$ 179,491	\$ 180,673	\$ 1,182
Intergovernmental revenue	10,136	35,266	35,643	377
Interest	600	600	300	(300)
Total revenues	<u>215,357</u>	<u>215,357</u>	<u>216,616</u>	<u>1,259</u>
Expenditures				
Current				
Security of persons and property				
Personal services	212,000	212,000	211,294	706
Contractual services	3,300	3,300	3,091	209
Total expenditures	<u>215,300</u>	<u>215,300</u>	<u>214,385</u>	<u>915</u>
Excess (deficiency) of revenues over expenditures	57	57	2,231	2,174
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>2,159</u>	<u>2,159</u>	<u>2,159</u>	<u>-</u>
Fund balances, end of year	<u>\$ 2,216</u>	<u>\$ 2,216</u>	<u>\$ 4,390</u>	<u>\$ 2,174</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Law Enforcement Trust Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 500	\$ 150	\$ 213	\$ 63
Miscellaneous	4,500	4,150	4,185	35
Total revenues	<u>5,000</u>	<u>4,300</u>	<u>4,398</u>	<u>98</u>
Expenditures				
Current				
Security of persons and property				
Personal services	2,000	2,000	1,100	900
Materials and supplies	5,122	5,122	4,336	786
Total expenditures	<u>7,122</u>	<u>7,122</u>	<u>5,436</u>	<u>1,686</u>
Excess (deficiency) of revenues over expenditures	(2,122)	(2,822)	(1,038)	1,784
Prior year encumbrances	122	122	122	-
Fund balances, beginning of year	<u>7,124</u>	<u>7,124</u>	<u>7,124</u>	<u>-</u>
Fund balances, end of year	<u>\$ 5,124</u>	<u>\$ 4,424</u>	<u>\$ 6,208</u>	<u>\$ 1,784</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Local Law Enforcement Assistance Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 200	\$ 100	\$ 100	\$ -
Miscellaneous	9,800	5,800	5,820	20
Total revenues	<u>10,000</u>	<u>5,900</u>	<u>5,920</u>	<u>20</u>
Expenditures				
Current				
Security of persons and property				
Personal services	-	5,000	1,980	3,020
Other	10,000	-	-	-
Total expenditures	<u>10,000</u>	<u>5,000</u>	<u>1,980</u>	<u>3,020</u>
Excess (deficiency) of revenues over expenditures	-	900	3,940	3,040
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 900</u>	<u>\$ 3,940</u>	<u>\$ 3,040</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Drug Law Enforcement Trust Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 4,200	\$ 2,950	\$ 3,382	\$ 432
Interest	800	250	259	9
Total revenues	<u>5,000</u>	<u>3,200</u>	<u>3,641</u>	<u>441</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	10,550	7,595	7,452	143
Other	<u>1,500</u>	<u>4,455</u>	<u>3,977</u>	<u>478</u>
Total expenditures	<u>12,050</u>	<u>12,050</u>	<u>11,429</u>	<u>621</u>
Excess (deficiency) of revenues over expenditures	(7,050)	(8,850)	(7,788)	1,062
Prior year encumbrances	250	250	250	-
Fund balances, beginning of year	<u>11,791</u>	<u>11,791</u>	<u>11,791</u>	<u>-</u>
Fund balances, end of year	<u>\$ 4,991</u>	<u>\$ 3,191</u>	<u>\$ 4,253</u>	<u>\$ 1,062</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	DUI Enforcement and Education Trust Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 9,100	\$ 14,600	\$ 16,049	\$ 1,449
Interest	900	400	519	119
Total revenues	10,000	15,000	16,568	1,568
Expenditures				
Current				
Security of persons and property				
Materials and supplies	20,000	20,000	17,709	2,291
Total expenditures	20,000	20,000	17,709	2,291
Excess (deficiency) of revenues over expenditures	(10,000)	(5,000)	(1,141)	3,859
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	18,522	18,522	18,522	-
Fund balances, end of year	\$ 8,522	\$ 13,522	\$ 17,381	\$ 3,859

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Clerk of Courts Computer Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 2,300	\$ 1,700	\$ 1,814	\$ 114
Miscellaneous	22,700	29,700	31,426	1,726
Total revenues	<u>25,000</u>	<u>31,400</u>	<u>33,240</u>	<u>1,840</u>
Expenditures				
Current				
Security of persons and property				
Materials and supplies	3,000	3,000	2,842	158
Capital outlay	37,000	37,000	-	37,000
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>2,842</u>	<u>37,158</u>
Excess (deficiency) of revenues over expenditures	(15,000)	(8,600)	30,398	38,998
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>53,859</u>	<u>53,859</u>	<u>53,859</u>	<u>-</u>
Fund balances, end of year	<u>\$ 38,859</u>	<u>\$ 45,259</u>	<u>\$ 84,257</u>	<u>\$ 38,998</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Court Computerization Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 11,000	\$ 11,000	\$ 14,035	\$ 3,035
Interest	4,000	4,000	5,200	1,200
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>19,235</u>	<u>4,235</u>
Expenditures				
General government				
Capital outlay	5,000	5,000	3,968	1,032
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>3,968</u>	<u>1,032</u>
Excess (deficiency) of revenues over expenditures	10,000	10,000	15,267	5,267
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>101,475</u>	<u>101,475</u>	<u>101,475</u>	<u>-</u>
Fund balances, end of year	<u><u>\$ 111,475</u></u>	<u><u>\$ 111,475</u></u>	<u><u>\$ 116,742</u></u>	<u><u>\$ 5,267</u></u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Fire Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 1,086,795	\$ 953,595	\$ 962,369	\$ 8,774
Intergovernmental revenue	66,063	199,263	200,493	1,230
Interest	6,600	3,100	3,072	(28)
Miscellaneous	-	3,500	3,707	207
Total revenues	<u>1,159,458</u>	<u>1,159,458</u>	<u>1,169,641</u>	<u>10,183</u>
Expenditures				
Current				
Security of persons and property				
Personal services	1,129,180	1,132,130	1,127,467	4,663
Contractual services	16,350	16,650	16,644	6
Total expenditures	<u>1,145,530</u>	<u>1,148,780</u>	<u>1,144,111</u>	<u>4,669</u>
Excess (deficiency) of revenues over expenditures	13,928	10,678	25,530	14,852
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>16,218</u>	<u>16,218</u>	<u>16,218</u>	<u>-</u>
Fund balances, end of year	<u>\$ 30,146</u>	<u>\$ 26,896</u>	<u>\$ 41,748</u>	<u>\$ 14,852</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Fire Pension Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 204,621	\$ 179,501	\$ 180,672	\$ 1,171
Intergovernmental revenue	10,136	35,256	35,643	387
Interest	600	600	922	322
Total revenues	<u>215,357</u>	<u>215,357</u>	<u>217,237</u>	<u>1,880</u>
Expenditures				
Current				
Security of persons and property				
Personal services	206,000	206,000	205,489	511
Contractual services	3,500	3,500	3,091	409
Total expenditures	<u>209,500</u>	<u>209,500</u>	<u>208,580</u>	<u>920</u>
Excess (deficiency) of revenues over expenditures	5,857	5,857	8,657	2,800
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>5,062</u>	<u>5,062</u>	<u>5,062</u>	<u>-</u>
Fund balances, end of year	<u>\$ 10,919</u>	<u>\$ 10,919</u>	<u>\$ 13,719</u>	<u>\$ 2,800</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Paramedic Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 978,926	\$ 858,826	\$ 867,436	\$ 8,610
Intergovernmental revenue	59,130	179,230	180,173	943
Interest	7,000	6,000	7,881	1,881
Miscellaneous	-	1,000	1,332	332
Total revenues	<u>1,045,056</u>	<u>1,045,056</u>	<u>1,056,822</u>	<u>11,766</u>
Expenditures				
Current				
Security of persons and property				
Personal services	956,810	967,180	927,325	39,855
Materials and supplies	36,007	35,297	26,688	8,609
Contractual services	14,800	17,010	16,002	1,008
Other	29,680	30,180	25,126	5,054
Total expenditures	<u>1,037,297</u>	<u>1,049,667</u>	<u>995,141</u>	<u>54,526</u>
Excess (deficiency) of revenues over expenditures	7,759	(4,611)	61,681	66,292
Prior year encumbrances	7,337	7,337	7,337	-
Fund balances, beginning of year	<u>188,601</u>	<u>188,601</u>	<u>188,601</u>	<u>-</u>
Fund balances, end of year	<u>\$ 203,697</u>	<u>\$ 191,327</u>	<u>\$ 257,619</u>	<u>\$ 66,292</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Ambulance Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 489,900	\$ 485,450	\$ 509,414	\$ 23,964
Interest	10,000	14,500	15,491	991
Miscellaneous	100	50	58	8
Total revenues	<u>500,000</u>	<u>500,000</u>	<u>524,963</u>	<u>24,963</u>
Expenditures				
Current				
Security of persons and property				
Personal services	224,010	224,010	199,077	24,933
Materials and supplies	26,340	32,940	28,663	4,277
Contractual services	266,664	277,114	245,953	31,161
Capital outlay	195,000	195,000	185,549	9,451
Other	10,160	11,110	10,300	810
Total expenditures	<u>722,174</u>	<u>740,174</u>	<u>669,542</u>	<u>70,632</u>
Excess (deficiency) of revenues over expenditures	(222,174)	(240,174)	(144,579)	95,595
Prior year encumbrances	25,204	25,204	25,204	-
Fund balances, beginning of year	<u>486,897</u>	<u>486,897</u>	<u>486,897</u>	<u>-</u>
Fund balances, end of year	<u>\$ 289,927</u>	<u>\$ 271,927</u>	<u>\$ 367,522</u>	<u>\$ 95,595</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	State Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 107,000	\$ 107,000	\$ 117,729	\$ 10,729
Total revenues	<u>107,000</u>	<u>107,000</u>	<u>117,729</u>	<u>10,729</u>
Expenditures				
Current				
General government				
Contractual services	136,080	136,580	135,373	1,207
Total expenditures	<u>136,080</u>	<u>136,580</u>	<u>135,373</u>	<u>1,207</u>
Excess (deficiency) of revenues over expenditures	(29,080)	(29,580)	(17,644)	11,936
Prior year encumbrances	26,000	26,000	26,000	-
Fund balances, beginning of year	<u>74,842</u>	<u>74,842</u>	<u>74,842</u>	<u>-</u>
Fund balances, end of year	<u><u>\$ 71,762</u></u>	<u><u>\$ 71,262</u></u>	<u><u>\$ 83,198</u></u>	<u><u>\$ 11,936</u></u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Federal Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 353,000	\$ 199,780	\$ 199,798	\$ 18
Interest	5,000	5,480	5,496	16
Total revenues	<u>358,000</u>	<u>205,260</u>	<u>205,294</u>	<u>34</u>
Expenditures				
Current				
Community development				
Contractual services	418,657	388,157	384,019	4,138
Total expenditures	<u>418,657</u>	<u>388,157</u>	<u>384,019</u>	<u>4,138</u>
Excess (deficiency) of revenues over expenditures	<u>(60,657)</u>	<u>(182,897)</u>	<u>(178,725)</u>	<u>4,172</u>
Other financing sources (uses)				
Advances-in	100,000	215,000	215,000	-
Advances-out	(127,900)	(127,900)	(127,851)	(49)
Total other financing sources (uses)	<u>(27,900)</u>	<u>87,100</u>	<u>87,149</u>	<u>(49)</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	(88,557)	(95,797)	(91,576)	4,123
Prior year encumbrances	55,658	55,658	55,658	-
Fund balances, beginning of year	<u>41,177</u>	<u>41,177</u>	<u>41,177</u>	<u>-</u>
Fund balances, end of year	<u>\$ 8,278</u>	<u>\$ 1,038</u>	<u>\$ 5,259</u>	<u>\$ 4,123</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Cemetery Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 14,565	\$ 16,700	\$ 25,425	\$ 8,725
Interest	5,000	3,300	3,476	176
Miscellaneous	435	-	935	935
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>29,836</u>	<u>9,836</u>
Expenditures				
Current				
Public health and welfare				
Materials and supplies	5,600	5,600	4,576	1,024
Capital outlay	1,000	1,000	960	40
Other	10,300	20,300	-	20,300
Total expenditures	<u>16,900</u>	<u>26,900</u>	<u>5,536</u>	<u>21,364</u>
Excess (deficiency) of revenues over expenditures	3,100	(6,900)	24,300	31,200
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>114,789</u>	<u>114,789</u>	<u>114,789</u>	<u>-</u>
Fund balances, end of year	<u>\$ 117,889</u>	<u>\$ 107,889</u>	<u>\$ 139,089</u>	<u>\$ 31,200</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Park and Recreation Trust Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 115,000	\$ 127,000	\$ 142,169	\$ 15,169
Interest	5,000	5,000	2,808	(2,192)
Miscellaneous	-	-	120	120
Total revenues	<u>120,000</u>	<u>132,000</u>	<u>145,097</u>	<u>13,097</u>
Expenditures				
Current				
Leisure time activities				
Personal services	1,800	3,780	2,037	1,743
Contractual services	39,500	54,820	39,367	15,453
Other	108,152	128,162	107,354	20,808
Total expenditures	<u>149,452</u>	<u>186,762</u>	<u>148,758</u>	<u>38,004</u>
Excess (deficiency) of revenues over expenditures	(29,452)	(54,762)	(3,661)	51,101
Prior year encumbrances	652	652	652	-
Fund balances, beginning of year	<u>86,360</u>	<u>86,360</u>	<u>86,360</u>	<u>-</u>
Fund balances, end of year	<u>\$ 57,560</u>	<u>\$ 32,250</u>	<u>\$ 83,351</u>	<u>\$ 51,101</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Park and Recreation Improvement Fund			Variance w ith Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Fines, licenses, and permits	\$ 56,000	\$ 63,000	\$ 66,750	\$ 3,750
Interest	14,000	5,700	5,388	(312)
Total revenues	<u>70,000</u>	<u>68,700</u>	<u>72,138</u>	<u>3,438</u>
Expenditures				
Current				
Leisure time activity				
Capital outlay	80,306	170,426	132,885	37,541
Other	-	500	500	-
Total expenditures	<u>80,306</u>	<u>170,926</u>	<u>133,385</u>	<u>37,541</u>
Excess (deficiency) of revenues over expenditures	(10,306)	(102,226)	(61,247)	40,979
Prior year encumbrances	5,306	5,306	5,306	-
Fund balances, beginning of year	<u>180,738</u>	<u>180,738</u>	<u>180,738</u>	<u>-</u>
Fund balances, end of year	<u>\$ 175,738</u>	<u>\$ 83,818</u>	<u>\$ 124,797</u>	<u>\$ 40,979</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Senior Citizens Title III Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 32,548	\$ 28,098	\$ 29,068	\$ 970
Interest	200	50	57	7
Total revenues	<u>32,748</u>	<u>28,148</u>	<u>29,125</u>	<u>977</u>
Expenditures				
Current				
Public health and welfare				
Personal services	32,960	31,560	28,254	3,306
Total expenditures	<u>32,960</u>	<u>31,560</u>	<u>28,254</u>	<u>3,306</u>
Excess (deficiency) of revenues over expenditures	(212)	(3,412)	871	4,283
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	<u>3,783</u>	<u>3,783</u>	<u>3,783</u>	<u>-</u>
Fund balances, end of year	<u>\$ 3,571</u>	<u>\$ 371</u>	<u>\$ 4,654</u>	<u>\$ 4,283</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Solid Waste Management Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 1,525,000	\$ 1,475,000	\$ 1,559,444	\$ 84,444
Interest	5,000	5,000	5,276	276
Miscellaneous	-	-	124	124
Total revenues	<u>1,530,000</u>	<u>1,480,000</u>	<u>1,564,844</u>	<u>84,844</u>
Expenditures				
Current				
Basic utility services				
Personal services	85,020	86,020	84,407	1,613
Materials and supplies	38,319	38,179	27,125	11,054
Contractual services	1,515,273	1,485,413	1,479,259	6,154
Other	44,756	44,756	39,336	5,420
Total expenditures	<u>1,683,368</u>	<u>1,654,368</u>	<u>1,630,127</u>	<u>24,241</u>
Excess (deficiency) of revenues over expenditures	(153,368)	(174,368)	(65,283)	109,085
Prior year encumbrances	1,649	1,649	1,649	-
Fund balance, beginning of year	<u>174,269</u>	<u>174,269</u>	<u>174,269</u>	<u>-</u>
Fund balance, end of year	<u>\$ 22,550</u>	<u>\$ 1,550</u>	<u>\$ 110,635</u>	<u>\$ 109,085</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Obligation Bond Retirement Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Local taxes	\$ 232,797	\$ 211,397	\$ 216,112	\$ 4,715
Intergovernmental revenue	1,434	23,134	23,414	280
Special assessments	15,150	15,150	30,285	15,135
Interest	32,653	25,050	9,173	(15,877)
Total revenues	<u>282,034</u>	<u>274,731</u>	<u>278,984</u>	<u>4,253</u>
Expenditures				
Debt service				
Principal	340,000	340,000	340,000	-
Interest and fiscal charges	50,240	65,237	64,151	1,086
Total expenditures	<u>390,240</u>	<u>405,237</u>	<u>404,151</u>	<u>1,086</u>
Excess (deficiency) of revenues over expenditures	(108,206)	(130,506)	(125,167)	5,339
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	<u>232,815</u>	<u>232,815</u>	<u>232,815</u>	-
Fund balances, end of year	<u>\$ 124,609</u>	<u>\$ 102,309</u>	<u>\$ 107,648</u>	<u>\$ 5,339</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Special Assessment Bond Retirement Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Special assessments	\$ 25,860	\$ 34,360	\$ 34,417	\$ 57
Interest	5,714	2,214	3,801	1,587
Total revenues	<u>31,574</u>	<u>36,574</u>	<u>38,218</u>	<u>1,644</u>
Expenditures				
Debt service				
Principal	24,000	24,000	24,000	-
Interest and fiscal charges	9,080	9,580	9,064	516
Total expenditures	<u>33,080</u>	<u>33,580</u>	<u>33,064</u>	<u>516</u>
Excess (deficiency) of revenues over expenditures	(1,506)	2,994	5,154	2,160
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	<u>122,505</u>	<u>122,505</u>	<u>122,505</u>	<u>-</u>
Fund balances, end of year	<u>\$ 120,999</u>	<u>\$ 125,499</u>	<u>\$ 127,659</u>	<u>\$ 2,160</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Issue II Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental revenue	\$ 260,000	\$ 260,000	\$ 260,000	\$ -
Total revenues	<u>260,000</u>	<u>260,000</u>	<u>260,000</u>	<u>-</u>
Expenditures				
Capital outlay	310,000	310,000	310,000	-
Total expenditures	<u>310,000</u>	<u>310,000</u>	<u>310,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Other financing sources (uses)				
Note proceeds	50,000	50,000	50,000	-
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	-	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF NORTH RIDGEVILLE, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2008

	Self-Insurance Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 1,560,000	\$ 1,603,000	\$ 1,636,540	\$ 33,540
Interest income	70,000	27,000	27,514	514
Total revenues	<u>1,630,000</u>	<u>1,630,000</u>	<u>1,664,054</u>	<u>34,054</u>
Expenses				
Other operating expenses	<u>1,928,722</u>	<u>2,800,722</u>	<u>2,569,352</u>	<u>231,370</u>
Total expenses	<u>1,928,722</u>	<u>2,800,722</u>	<u>2,569,352</u>	<u>231,370</u>
Excess (deficiency) of revenues over expenses	(298,722)	(1,170,722)	(905,298)	265,424
Prior year encumbrances	128,623	128,623	128,623	-
Fund balances, beginning of year	<u>1,117,421</u>	<u>1,117,421</u>	<u>1,117,421</u>	<u>-</u>
Fund balances, end of year	<u>\$ 947,322</u>	<u>\$ 75,322</u>	<u>\$ 340,746</u>	<u>\$ 265,424</u>

STATISTICAL SECTION

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

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

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

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

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental activities						
Invested in capital assets, net of related debt	\$ 57,741,872	\$ 56,744,157	\$ 53,758,265	\$ 42,063,301	\$ 35,374,469	\$ 35,918,266
Restricted	5,741,588	5,789,465	4,285,461	4,442,278	3,585,061	3,721,616
Unrestricted	<u>5,593,150</u>	<u>7,640,448</u>	<u>8,620,491</u>	<u>5,891,450</u>	<u>4,650,578</u>	<u>3,336,131</u>
Total governmental activities net assets	<u>\$ 69,076,610</u>	<u>\$ 70,174,070</u>	<u>\$ 66,664,217</u>	<u>\$ 52,397,029</u>	<u>\$ 43,610,108</u>	<u>\$ 42,976,013</u>
Business-type activities						
Invested in capital assets, net of related debt	\$ 50,892,182	\$ 49,678,959	\$ 48,614,828	\$ 42,496,786	\$ 37,810,231	\$ 36,852,258
Unrestricted	<u>17,021,198</u>	<u>17,859,134</u>	<u>17,189,627</u>	<u>13,386,101</u>	<u>12,473,264</u>	<u>11,405,636</u>
Total governmental activities net assets	<u>\$ 67,913,380</u>	<u>\$ 67,538,093</u>	<u>\$ 65,804,455</u>	<u>\$ 55,882,887</u>	<u>\$ 50,283,495</u>	<u>\$ 48,257,894</u>
Primary government						
Invested in capital assets, net of related debt	\$ 108,634,054	\$ 106,423,116	\$ 102,373,093	\$ 84,560,087	\$ 73,184,700	\$ 72,770,524
Restricted	5,741,588	5,789,465	4,285,461	4,442,278	3,585,061	3,721,616
Unrestricted	<u>22,614,348</u>	<u>25,499,582</u>	<u>25,810,118</u>	<u>19,277,551</u>	<u>17,123,842</u>	<u>14,741,767</u>
Total primary government net assets	<u>\$ 136,989,990</u>	<u>\$ 137,712,163</u>	<u>\$ 132,468,672</u>	<u>\$ 108,279,916</u>	<u>\$ 93,893,603</u>	<u>\$ 91,233,907</u>

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.
 Years 2004 and 2003 have been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

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

	2008	2007	2006	2005	2004	2003
Expenses						
Governmental activities						
Security of persons and property	\$ 10,480,106	\$ 9,516,878	\$ 8,370,466	\$ 7,738,519	\$ 7,131,439	\$ 7,582,912
Public health and welfare	419,527	386,746	359,493	327,045	308,054	322,691
Leisure time activities	437,223	384,355	370,128	333,742	367,623	361,321
Community environment	1,573,541	1,439,878	1,384,079	1,208,247	1,184,649	1,162,529
Transportation	6,388,903	5,596,613	4,557,368	4,516,848	4,662,454	7,186,175
General government	5,747,511	6,536,677	5,387,099	4,657,496	4,258,749	3,780,449
Interest	342,242	306,226	350,841	115,712	216,487	421,020
Other operating	-	-	-	-	91,786	-
Total governmental activities expenses	25,389,053	24,167,373	20,779,474	18,897,609	18,221,241	20,817,097
Business-type activities						
Water	3,666,817	3,191,223	3,037,610	2,828,087	2,692,597	2,674,856
Sewer	7,076,010	6,460,334	6,235,660	5,280,013	5,228,421	4,371,621
Total business-type activities expenses	10,742,827	9,651,557	9,273,270	8,108,100	7,921,018	7,046,477
Total primary government expenses	\$ 36,131,880	\$ 33,818,930	\$ 30,052,744	\$ 27,005,709	\$ 26,142,259	\$ 27,863,574
Program Revenues						
Governmental activities						
Charges for services						
Security of persons and property	\$ 1,171,193	\$ 1,162,188	\$ 343,127	\$ 862,359	\$ 156,765	\$ 368,446
Public health and welfare	26,360	17,175	46,300	22,240	22,539	28,965
Leisure time activities	209,039	207,239	195,385	239,182	214,191	193,242
Community environment	438,324	532,004	732,977	908,381	682,472	669,590
Transportation	145,633	187,366	234,274	355,950	966,005	228,378
General government	2,058,316	2,225,313	2,064,207	1,432,699	1,440,833	1,725,486
Operating grants and contributions	2,084,047	2,741,773	2,283,095	2,228,487	1,661,075	344,822
Capital grants and contributions	2,378,816	5,512,773	13,670,417	8,418,961	1,707,417	6,477,132
Total governmental activities program revenues	8,511,728	12,585,831	19,569,782	14,468,259	6,851,297	10,036,061
Business-type activities						
Charges for services						
Water	2,876,563	2,851,335	2,712,571	2,897,841	2,377,185	2,242,054
Sewer	4,769,719	4,766,393	4,148,040	4,322,741	3,727,977	3,448,258
Capital grants and contributions	3,004,039	3,003,730	11,545,108	5,956,054	3,606,568	6,846,291
Total business-type program revenues	10,650,321	10,621,458	18,405,719	13,176,636	9,711,730	12,536,603
Total primary government program revenues	\$ 19,162,049	\$ 23,207,289	\$ 37,975,501	\$ 27,644,895	\$ 16,563,027	\$ 22,572,664

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003. Years 2004 and 2003 have been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

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

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Net (expense) / revenue						
Governmental activities	\$ (16,877,325)	\$ (11,581,542)	\$ (1,209,692)	\$ (4,429,350)	\$ (11,369,944)	\$ (10,781,036)
Business-type activities	(92,506)	969,901	9,132,449	5,068,536	1,790,712	5,490,126
Total primary government net (expense) revenue	<u>(16,969,831)</u>	<u>(10,611,641)</u>	<u>7,922,757</u>	<u>639,186</u>	<u>(9,579,232)</u>	<u>(5,290,910)</u>
General revenues and other changes in net assets						
Governmental activities						
Taxes						
Property taxes	5,345,345	5,428,764	5,836,564	4,487,783	3,853,427	3,661,533
Municipal income taxes	7,846,955	7,414,000	7,820,157	7,553,084	6,769,677	6,055,356
Unrestricted grants and entitlements	2,208,505	1,370,833	1,262,355	805,251	1,314,266	2,135,898
Investment earnings	339,232	606,740	476,316	220,114	66,669	158,160
Miscellaneous	39,828	271,058	81,488	150,039	-	17,349
Total governmental activities	<u>15,779,865</u>	<u>15,091,395</u>	<u>15,476,880</u>	<u>13,216,271</u>	<u>12,004,039</u>	<u>12,028,296</u>
Business-type activities						
Investment earnings	467,793	763,737	789,119	509,592	233,774	149,702
Miscellaneous	-	-	-	21,264	1,115	-
Total business-type activities	<u>467,793</u>	<u>763,737</u>	<u>789,119</u>	<u>530,856</u>	<u>234,889</u>	<u>149,702</u>
Change in net assets						
Governmental activities	(1,097,460)	3,509,853	14,267,188	8,786,921	634,095	1,247,260
Business-type activities	375,287	1,733,638	9,921,568	5,599,392	2,025,601	5,639,828
Total primary government	<u>\$ (722,173)</u>	<u>\$ 5,243,491</u>	<u>\$ 24,188,756</u>	<u>\$ 14,386,313</u>	<u>\$ 2,659,696</u>	<u>\$ 6,887,088</u>

Notes: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.
Years 2004 and 2003 have been restated to reflect the effects of prior period adjustments recorded in 2005 and 2004.

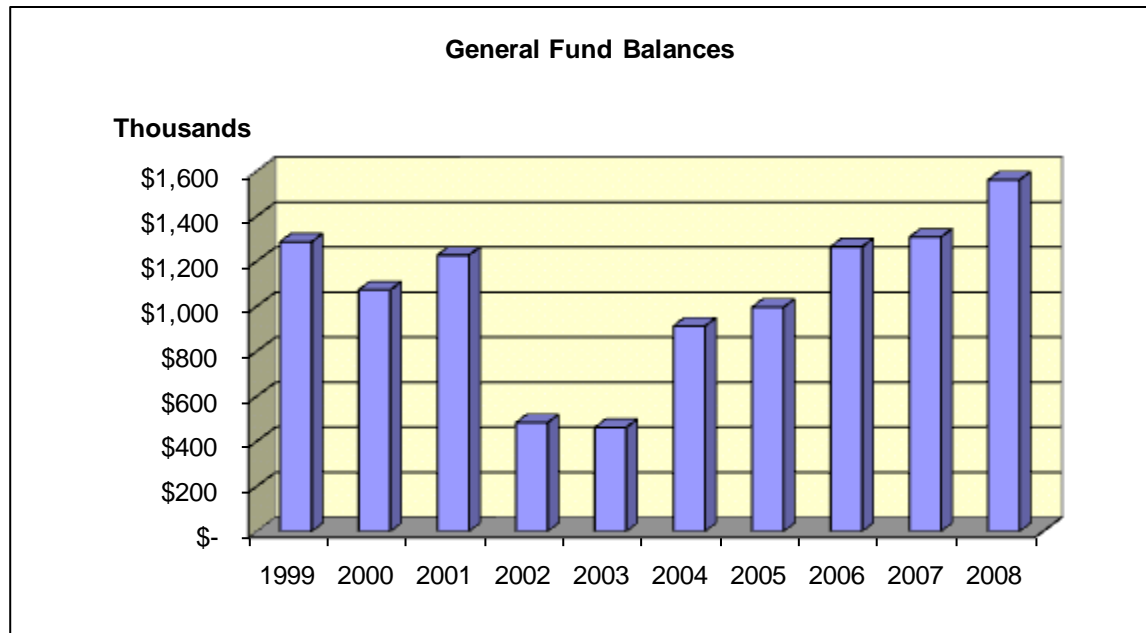
City of North Ridgeville, Ohio
Program Revenues by Function / Program
Last Six Years
(Accrual Basis of Accounting)

Function / program	2008	2007	2006	2005	2004	2003
Governmental activities						
Security of persons and property	\$ 1,190,283	\$ 1,756,233	\$ 824,129	\$ 919,120	\$ 163,550	\$ 368,446
Public health and welfare	57,905	50,341	122,541	122,017	22,539	61,468
Leisure time activities	209,039	217,239	210,635	260,432	214,191	193,242
Community environment	704,186	812,869	974,345	1,191,056	682,472	669,590
Transportation	4,150,573	7,418,615	15,254,364	10,412,894	3,724,165	6,615,510
General government	2,199,742	2,330,534	2,183,768	1,562,740	2,044,380	2,127,805
Total governmental activities	8,511,728	12,585,831	19,569,782	14,468,259	6,851,297	10,036,061
Business-type activities						
Water	3,488,591	3,804,511	4,916,004	4,871,313	3,646,274	3,964,173
Sewer	7,161,730	6,816,947	13,489,715	8,305,323	6,065,456	8,572,430
Total business-type activities	10,650,321	10,621,458	18,405,719	13,176,636	9,711,730	12,536,603
Total primary government	\$ 19,162,049	\$ 23,207,289	\$ 37,975,501	\$ 27,644,895	\$ 16,563,027	\$ 22,572,664

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

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

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
General Fund										
Reserved	\$ 463,552	\$ 187,828	\$ 341,046	\$ 180,941	\$ 212,814	\$ 140,677	\$ 166,015	\$ 91,059	\$ 240,687	\$ 162,045
Unreserved	1,097,996	1,119,230	923,655	815,181	699,322	320,729	317,379	1,136,126	832,131	1,124,148
Total general fund	\$ 1,561,548	\$ 1,307,058	\$ 1,264,701	\$ 996,122	\$ 912,136	\$ 461,406	\$ 483,394	\$ 1,227,185	\$ 1,072,818	\$ 1,286,193
All Other Governmental Funds										
Reserved	\$ 1,594,856	\$ 1,164,915	\$ 364,948	\$ 210,522	\$ 546,831	\$ 235,177	\$ 344,536	\$ 611,904	\$ 341,210	\$ 110,780
Unreserved, reported in										
Special revenue funds	4,939,999	5,779,872	5,081,969	4,406,893	3,061,846	3,012,263	2,452,331	2,175,918	2,603,044	2,771,603
Debt service funds	235,307	355,320	380,859	366,452	397,025	895,364	545,363	712,426	807,849	901,484
Capital projects funds	677,112	295,657	(744,205)	(1,625,747)	(545,039)	57,368	856,775	523,935	(898,802)	(422,943)
Total all other governmental funds	\$ 7,447,274	\$ 7,595,764	\$ 5,083,571	\$ 3,358,120	\$ 3,460,663	\$ 4,200,172	\$ 4,199,005	\$ 4,024,183	\$ 2,853,301	\$ 3,360,924



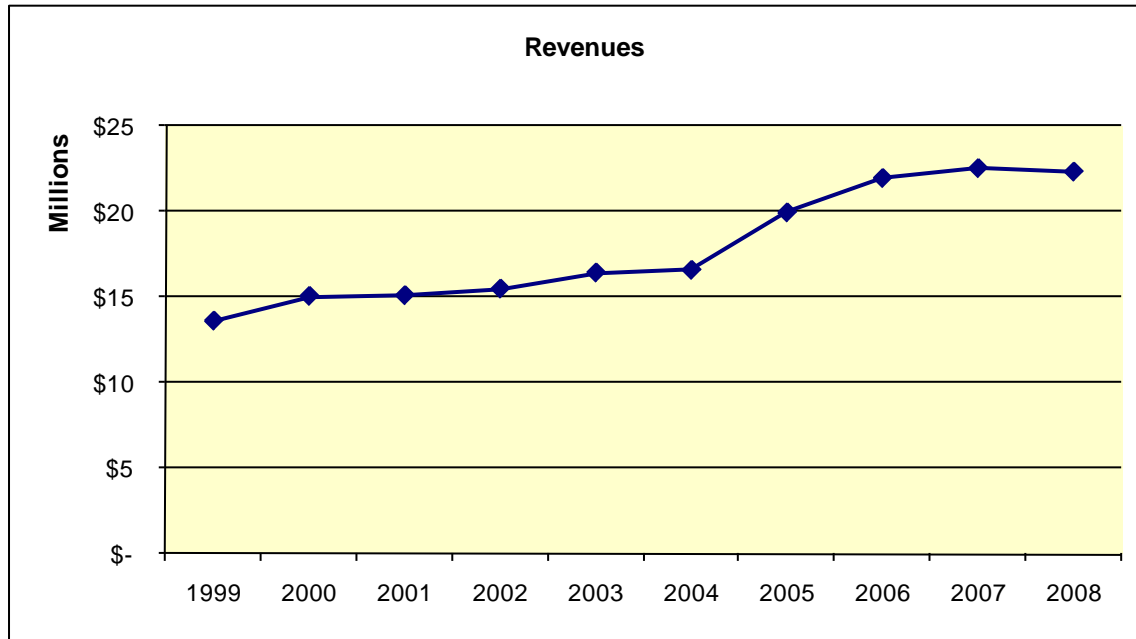
City of North Ridgeville, Ohio
 Governmental Fund Type – Revenues by Source
 Last Ten Years
 (Modified Accrual Basis of Accounting)

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Local taxes										
Municipal income tax	\$ 7,831,255	\$ 7,556,100	\$ 7,425,057	\$ 7,130,884	\$ 6,435,424	\$ 6,318,509	\$ 5,799,809	\$ 5,688,555	\$ 5,542,099	\$ 5,229,189
Property and other taxes	5,436,726	5,416,244	5,824,766	4,297,023	3,865,599	3,667,785	3,555,501	3,561,941	2,959,718	2,998,551
Intergovernmental	4,525,151	4,397,154	4,568,749	4,296,452	2,846,164	2,794,602	3,248,324	2,890,916	3,534,267	2,511,602
Special assessments	34,417	34,786	32,843	36,703	45,789	235,000	57,629	59,505	69,604	105,379
Charges for services	2,238,452	2,148,785	1,647,512	1,562,487	1,476,481	1,483,023	1,349,268	1,258,698	1,233,816	1,224,433
Fines, licenses and permits	1,119,558	1,422,928	918,930	1,243,039	987,145	888,946	775,086	592,736	652,034	600,401
Interest	311,718	547,648	429,930	205,070	67,111	130,797	109,283	270,802	390,169	331,036
Miscellaneous	834,266	1,013,344	1,111,073	1,185,464	883,304	936,088	621,453	810,949	710,102	650,306
	<u>\$ 22,331,543</u>	<u>\$ 22,536,989</u>	<u>\$21,958,860</u>	<u>\$19,957,122</u>	<u>\$16,607,017</u>	<u>\$16,454,750</u>	<u>\$15,516,353</u>	<u>\$15,134,102</u>	<u>\$15,091,809</u>	<u>\$13,650,897</u>

Table includes all Governmental Funds

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

Source: City financial records

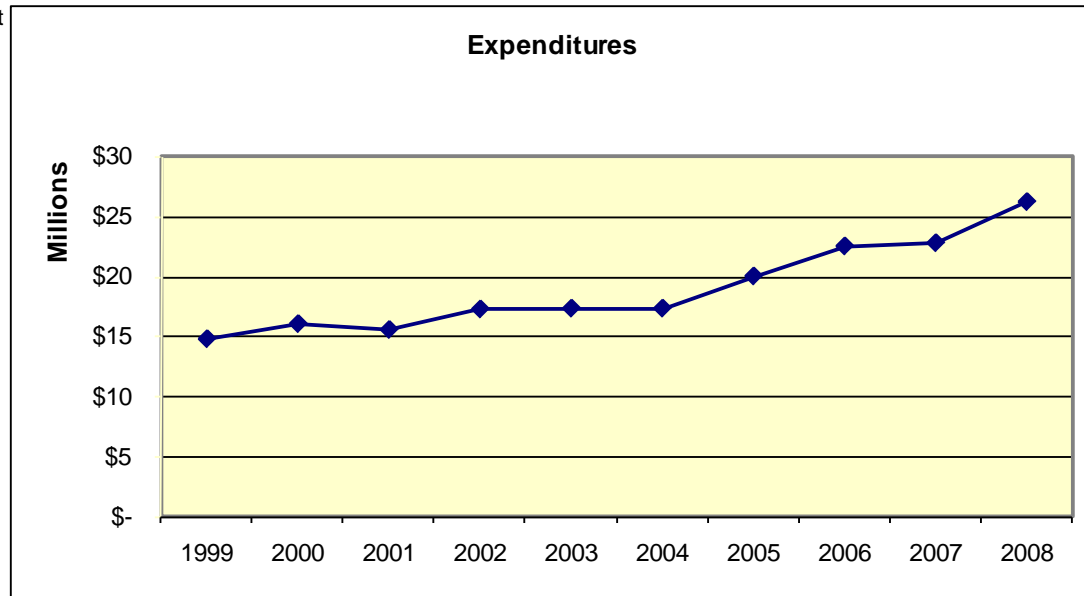


City of North Ridgeville, Ohio
 Governmental Fund Type – Expenditures by Function
 Last Ten Years
 (Modified Accrual Basis of Accounting)

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Current										
Security of persons and property	\$ 9,781,279	\$ 9,300,795	\$ 8,498,652	\$ 7,905,210	\$ 6,989,755	\$ 6,912,480	\$ 6,634,658	\$ 6,515,098	\$ 6,094,752	\$ 5,426,526
Public health and welfare	381,739	363,761	350,511	325,223	296,422	287,622	109,703	83,983	117,926	106,724
Leisure time activities	486,700	501,847	361,135	301,098	335,089	330,359	264,472	377,159	446,836	382,651
Community environment (1)	1,573,541	1,445,378	1,542,750	1,244,413	1,204,651	1,103,637	-	-	-	-
Transportation	2,533,352	2,580,163	3,166,563	3,188,942	1,874,993	2,119,863	1,832,069	1,876,313	1,499,137	1,390,157
General government	5,561,610	5,744,122	5,282,896	4,831,549	4,103,322	4,004,255	5,570,510	4,880,029	4,760,871	4,059,622
Capital outlay	1,925,852	1,511,396	2,248,312	943,131	635,548	394,446	1,696,169	871,442	1,713,481	2,026,801
Debt service										
Principal	3,564,928	1,039,594	684,269	1,056,000	1,623,987	1,706,789	771,485	523,522	957,028	916,658
Interest and fiscal charges	<u>371,542</u>	<u>263,526</u>	<u>345,742</u>	<u>180,113</u>	<u>228,029</u>	<u>431,120</u>	<u>344,466</u>	<u>383,214</u>	<u>410,911</u>	<u>434,267</u>
	<u>\$26,180,543</u>	<u>\$22,750,582</u>	<u>\$22,480,830</u>	<u>\$19,975,679</u>	<u>\$17,291,796</u>	<u>\$17,290,571</u>	<u>\$17,223,532</u>	<u>\$15,510,760</u>	<u>\$16,000,942</u>	<u>\$14,743,406</u>
Debt service as a percentage of noncapital expenditures (2)	<u>22.23%</u>	<u>9.47%</u>	<u>21.68%</u>	<u>13.48%</u>	<u>14.12%</u>	<u>25.56%</u>	<u>N/AV</u>	<u>N/AV</u>	<u>N/AV</u>	<u>N/AV</u>

(1) Included in General government in years previous to 2003.
 (2) Comparable data prior to implementation of GASB Statement Table includes all Governmental Funds
 N/AV - not available

Source: City financial records



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

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Excess of revenues over (under) expenditures	\$ (3,849,000)	\$ (213,593)	\$ (521,970)	\$ (18,557)	\$ (684,779)	\$ (835,821)	\$ (1,707,179)	\$ (376,658)	\$ (909,133)	\$ (1,092,509)
Other financing sources (uses)										
Transfers in	7,600,000	7,732,021	7,122,244	6,362,495	6,542,922	6,895,605	6,119,176	6,551,057	6,239,344	5,768,731
Transfers out	(7,600,000)	(7,732,021)	(7,122,244)	(6,362,495)	(6,542,922)	(6,895,605)	(6,119,176)	(6,551,057)	(6,239,344)	(5,768,731)
Loan proceeds	-	-	-	-	-	-	6,103	81,907	188,135	303,632
Capital lease proceeds	-	-	-	-	-	-	207,107	-	-	-
Issuance of notes	50,000	2,768,143	-	-	396,000	900,000	925,000	-	-	-
Issuance of bonds	3,905,000	-	2,516,000	-	-	-	-	1,620,000	-	-
Issuance of bonds, refunding	-	-	-	-	-	1,865,000	-	-	-	-
Payment to refund bonds escrow	-	-	-	-	-	(1,950,000)	-	-	-	-
	<u>3,955,000</u>	<u>2,768,143</u>	<u>2,516,000</u>	<u>-</u>	<u>396,000</u>	<u>815,000</u>	<u>1,138,210</u>	<u>1,701,907</u>	<u>188,135</u>	<u>303,632</u>
Net change in fund balances	<u>\$ 106,000</u>	<u>\$ 2,554,550</u>	<u>\$ 1,994,030</u>	<u>\$ (18,557)</u>	<u>\$ (288,779)</u>	<u>\$ (20,821)</u>	<u>\$ (568,969)</u>	<u>\$ 1,325,249</u>	<u>\$ (720,998)</u>	<u>\$ (788,877)</u>

Table includes all Governmental Funds

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

Source: City financial records

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

Collection Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Total Direct Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
2008	\$ 682,070,410	\$ 1,948,772,600	\$ 9,167,490	NAV	\$ 5,976,264 (1)	\$ 95,620,224	\$ 697,214,164	NAV	12.95
2007	647,273,940	1,849,354,115	12,382,300	NAV	12,133,626 (1)	97,069,008	671,789,866	NAV	13.06
2006	556,194,190	1,589,126,257	12,533,180	NAV	18,804,216 (1)	81,757,461	587,531,586	NAV	13.36
2005	516,494,650	1,475,699,000	13,397,310	NAV	27,187,114	118,204,843	557,079,074	NAV	13.56
2004	479,530,600	1,370,087,429	13,468,230	NAV	25,708,440	111,775,827	518,707,270	NAV	13.36
2003	424,231,620	1,212,090,343	14,077,580	NAV	29,101,850	126,529,783	467,411,050	NAV	13.41
2002	403,689,230	1,153,397,800	13,502,700 (2)	NAV	29,496,480	128,245,565	446,688,410	NAV	13.41
2001	388,264,140	1,109,326,114	16,757,650 (2)	19,042,784	25,822,240	103,288,960	430,844,030	1,231,657,858	13.56
2000	333,488,470	952,824,200	17,870,720	20,307,636	25,230,804	100,923,216	376,589,994	1,074,055,052	13.71
1999	320,654,700	916,156,286	17,245,160	19,596,773	23,960,770	95,843,080	361,860,630	1,031,596,139	13.25

Source: County Auditor, Lorain County, Ohio

Estimated actual value is calculated by dividing the assessed value by assessment percentage. The percentages for 2008 were 35% for real property, 35% for public utility real, various % for public utility tangible and 6.25% for tangible personal. Because percentages vary for public utility tangible personal property since 2002, estimated actual value of public utility property and total property, is not readily available.

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

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

NAV - not available

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

Collection Year	City of North Ridgeville						North Ridgeville City School District	Lorain County	Lorain County Joint Vocational School	Total Direct and Overlapping Governments	
	General Fund		Special Revenue Funds	Debt Service Fund	Agency Fund (1)	Total Direct Tax Rate					
2008	1.70	(2)	8.10	0.24	2.91	(3)	12.95	42.28	13.39	2.45	71.07
2007	1.70	(2)	8.10	0.35	2.91	(3)	13.06	42.62	13.49	2.45	71.62
2006	1.70	(2)	8.10	0.65	2.91	(3)	13.36	43.92	13.49	2.45	73.22
2005	1.70	(2)	8.30	0.65	2.91	(3)	13.56	44.04	13.19	2.45	73.24
2004	1.70	(2)	8.55	0.65	2.46	(3)	13.36	44.79	12.89	2.45	73.49
2003	1.42		8.83	0.70	2.46	(3)	13.41	46.47	12.89	2.45	75.22
2002	1.42		8.83	0.70	2.46	(3)	13.41	46.47	12.89	2.45	75.22
2001	1.42		8.83	0.85	2.46	(3)	13.56	47.25	10.79	2.45	74.05
2000	1.42		8.83	1.00	2.46	(3)	13.71	48.95	10.79	2.45	75.90
1999	1.42		9.83	1.00	1.00		13.25	49.44	10.79	2.45	75.93

Source: County Auditor, Lorain County, Ohio

- (1) Includes 1.00 remitted by the County Auditor directly to the Lorain County Board of Health.
- (2) Includes .28 for health previously included with Special revenue funds.
- (3) Includes 1.91 in 2005 and later years, and 1.46 in 2000 through 2004 collected and remitted to the Lorain Public Library System.

City of North Ridgeville, Ohio
Principal Taxpayers – Real Property Taxpayers
As of December 31, 2008 and December 31, 2000 (1)

December 31, 2008			
<u>Taxpayer</u>	<u>Nature of Business</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Ohio Edison Co. (a)	Electric utility	\$ 5,222,450	0.72%
FJD Properties LLC	Residential land developer	3,552,090	0.49%
Pulte Homes of Ohio LLC	Residential construction	2,870,950	0.40%
Bob Schmitt Homes, Inc.	Residential developer	2,523,740	0.35%
Rini Realty Company	Commercial retail property	2,201,790	0.31%
Valore Properties, Inc.	Commerical developer	1,948,770	0.27%
Sugar Chestnut LLC	Residential development	1,900,850	0.26%
Invacare Corporation	Manufacturer	1,822,110	0.25%
R. W. Beckett Corporation	Manufacturer	1,798,700	0.25%
Lake Ridge Holding, Inc.	Education	1,420,830	0.20%

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

Source: County Auditor, Lorain County, Ohio

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

(a) Subsidiary of First Energy Corp.

City of North Ridgeville, Ohio
Principal Taxpayers – Tangible Personal Property Taxpayers
As of December 31, 2008 and December 31, 2000 (1)

December 31, 2008			
Taxpayer	Nature of Business	Assessed Valuation (2)	% of Total Assessed Valuation
Windstream Ohio, Inc.	Communications	\$ 1,054,740	0.15%
Morris Pontiac GMC, Inc.	Automobile dealer	557,360	0.08%
Beckett Gas, Inc.	Manufacturer	531,410	0.07%
R. W. Beckett Corporation	Manufacturer	353,660	0.05%
Beckett Air, Inc.	Manufacturer	275,350	0.04%
Riser Foods Company	Retail grocery	267,060	0.04%
Norlake Manufacturing Company	Manufacturer	216,470	0.03%
C. Native Exchange I, LLC	Cable services	178,250	0.02%
New Par	Cellular communications	153,240	0.02%
Invacare Corporation	Manufacturer	149,220	0.02%

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

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

Source: County Auditor, Lorain County, Ohio

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

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

City of North Ridgeville, Ohio
Principal Taxpayers – Public Utility
As of December 31, 2008 and December 31, 2000 (1)

December 31, 2008			
<u>Taxpayer</u>	<u>Nature of Business</u>	<u>Assessed Valuation (2)</u>	<u>% of Total Assessed Valuation</u>
Ohio Edison Company (a)	Electric	\$ 5,061,020	0.70%
Columbia Gas of Ohio Inc.	Natural gas	1,213,620	0.17%
Cleveland Electric Illuminating Company (a)	Electric	1,179,160	0.16%
Columbia Gas Transmission	Natural gas	869,470	0.12%
American Transmission Systems, Inc. (a)	Electric	826,670	0.11%
Norfolk Southern Railroad	Railroad	299,100	0.04%

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

Source: County Auditor, Lorain County, Ohio

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

(2) Assessed valuation at December 31, 2008 reflects the phase-out of the taxation of public utility tangible personal property through tax year 2010.

(a) Subsidiary of First Energy Corp.

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

<u>Collection Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Total Collections to Current Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Outstanding Delinquent Taxes to Current Tax Levy</u>
2008	\$ 6,104,669	\$ 5,908,865	96.8%	\$ 175,465	\$ 6,084,330	99.7%	\$ 299,019	4.9%
2007	5,925,618	5,730,229	96.7%	170,252	5,900,481	99.6%	286,280	4.8%
2006	5,849,709	5,672,994	97.0%	142,129	5,815,123	99.4%	256,930	4.4%
2005	4,074,073	3,963,648	97.3%	105,337	4,068,985	99.9%	236,931	5.8%
2004	3,559,024	3,456,740	97.1%	102,848	3,559,588	100.0%	150,257	4.2%
2003	3,334,550	3,325,229	99.7%	15,137	3,340,366	100.2%	24,049	0.7%
2002	3,200,669	3,117,059	97.4%	93,570	3,210,629	100.3%	93,570	2.9%
2001	3,189,437	3,102,778	97.3%	85,616	3,188,394	100.0%	129,772	4.1%
2000	2,737,492	2,639,713	96.4%	59,563	2,699,276	98.6%	143,521	5.2%
1999	2,655,232	2,586,839	97.4%	55,518	2,642,357	99.5%	104,178	3.9%

Source: County Auditor, Lorain County, Ohio

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

Collection Year	Total Taxes Collected	From Individuals		From Withholding		From Net Profits	
		\$	%	\$	%	\$	%
2008	\$ 7,792,580	\$ 4,800,969	61.6%	\$ 2,617,135	33.6%	\$ 374,476	4.8%
2007	7,501,200	4,544,205	60.6%	2,533,997	33.8%	422,998	5.6%
2006	7,502,057	4,455,220	59.4%	2,547,098	34.0%	499,739	6.7%
2005	7,001,723	4,076,610	58.2%	2,423,650	34.6%	501,463	7.2%
2004	6,327,109	3,686,983	58.3%	2,168,591	34.3%	471,535	7.5%
2003	5,950,794	3,561,746	59.9%	2,113,574	35.5%	275,474	4.6%
2002	5,801,869	3,481,237	60.0%	2,053,852	35.4%	266,780	4.6%
2001	5,688,337	3,378,305	59.4%	2,014,192	35.4%	295,840	5.2%
2000	5,542,715	3,289,543	59.3%	1,920,700	34.7%	332,472	6.0%
1999	5,228,202	3,163,154	60.5%	1,752,715	33.5%	312,333	6.0%

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

Source: City Income Tax Department

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

Fiscal Year	Governmental Activities					Total Governmental Activities
	Bond Anticipation Notes	General Obligation Bonds	Special Assessment Bonds	Ohio Public Works Loans	Capital Lease	
2008	\$ -	\$ 6,635,000	\$ 190,000	\$ 795,919	\$ -	\$ 7,620,919
2007	2,630,000	3,736,000	214,000	800,847	-	7,380,847
2006	1,300,000	4,708,000	238,000	556,298	-	6,802,298
2005	1,730,000	2,812,000	263,000	595,567	-	5,400,567
2004	1,211,000	3,447,000	288,000	634,837	-	5,580,837
2003	900,000	4,077,000	313,000	667,937	68,987	6,026,924
2002	925,000	4,590,000	520,000	577,662	215,776	6,828,438
2001	-	5,160,000	545,000	599,026	157,687	6,461,713
2000	1,200,000	3,940,000	570,000	542,846	230,482	6,483,328
1999	600,000	4,770,000	604,000	303,632	299,522	6,577,154

Fiscal Year	Business-type Activities							Total Business-type Activities	Total Primary Government	Percentage of Personal Income (a)	Amount Per Capita (a)
	Bond Anticipation Notes	General Obligation Bonds	Special Assessment Bonds	Mortgage Revenue	Ohio Public Works Loans	Ohio Water Development Authority Loan	Water Rights ETL-2 Loan				
2008	\$ -	\$ 22,510,000	\$ 2,335,000	\$ -	\$ 97,184	\$ 2,161,777	\$ 782,265	\$ 27,886,226	\$ 35,507,145	6.92%	\$ 1,590
2007	1,200,000	15,270,000	2,420,000	-	105,635	2,285,145	-	21,280,780	28,661,627	5.59%	1,283
2006	-	16,105,682	2,498,318	-	114,086	2,403,560	-	21,121,646	27,923,944	5.44%	1,250
2005	13,825,000	7,835,000	-	-	122,537	2,517,220	-	24,299,757	29,700,324	5.79%	1,330
2004	16,984,000	8,360,000	-	-	130,988	2,626,317	-	28,101,305	33,682,142	6.56%	1,508
2003	6,495,000	8,870,000	-	-	139,439	2,731,034	-	18,235,473	24,262,397	4.73%	1,086
2002	5,920,000	9,170,000	-	-	147,890	2,834,422	-	18,072,312	24,900,750	4.85%	1,115
2001	5,910,000	9,560,000	-	-	156,341	2,928,024	-	18,554,365	25,016,078	4.88%	1,120
2000	8,400,000	3,640,000	-	115,000	164,791	-	-	12,319,791	18,803,119	3.66%	842
1999	7,670,000	3,840,000	-	235,000	-	-	-	11,745,000	18,322,154	5.93%	850

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

Source: City financial records.

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

Year	Gross Debt Value (1)	Debt Service Funds Available	Debt Payable From Enterprise Revenues	Net Bonded Debt	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Bonded Debt Per capita
2008	\$ 29,145,000	\$ 107,649	\$22,510,000	\$ 6,527,351	\$ 697,214,164	22,338	0.94%	\$ 292
2007	19,006,000	141,325	15,270,000	3,594,675	671,789,866	22,338	0.54%	161
2006	20,813,682	223,329	16,105,682	4,484,671	587,531,586	22,338	0.76%	201
2005	10,647,000	196,350	7,835,000	2,615,650	557,079,074	22,338	0.47%	117
2004	11,807,000	223,517	8,360,000	3,223,483	518,707,270	22,338	0.62%	144
2003	12,947,000	801,478	8,870,000	3,275,522	467,411,050	22,338	0.70%	147
2002	13,760,000	450,827	9,170,000	4,139,173	446,688,410	22,338	0.93%	185
2001	14,720,000	617,958	9,560,000	4,542,042	430,844,030	22,338	1.05%	203
2000	7,580,000	718,734	3,640,000	3,221,266	376,589,994	22,338	0.86%	144
1999	8,610,000	820,366	3,840,000	3,949,634	361,860,630	21,564	1.09%	183

(1) Amount excludes special assessment bonds and revenue bonds

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

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

City of North Ridgeville, Ohio
Direct and Overlapping Governmental Activities Debt
December 31, 2008

	General Tax Supported Debt Outstanding	Overlapping Percentage Applicable to City (1)	Amount Applicable to City	Amount Per Capita (2)	% of City's Current Assessed Valuation (3)
City of North Ridgeville	\$ 5,867,714	100.00%	\$ 5,867,714	\$ 262.68	0.81%
Lorain County (4)	\$ 39,061,683	9.99%	\$ 3,902,262	\$ 174.69	0.54%
North Ridgeville City Schools (5)	\$ 2,086,157	100.00%	\$ 2,086,157	\$ 93.39	0.29%
	<u>\$ 47,015,554</u>		<u>\$ 11,856,133</u>	<u>\$ 530.76</u>	<u>1.64%</u>

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

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

(3) The City's assessed valuation was \$ 721,597,166 for collection year 2009 and \$ 697,214,164 for collection year 2008.

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

(5) Source: North Ridgeville Board of Education

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

(Amounts in thousands)

	2008	2007	2006	2005	2004	2003	2002	2001
Assessed value (assessment year)	\$ 721,597	\$ 697,214	\$ 671,790	\$ 587,532	\$ 557,079	\$ 518,707	\$ 446,688	\$ 430,844
Legal Debt Margin:								
Debt limitation - 10.5 percent of assessed value	\$ 75,767	\$ 73,207	\$ 70,538	\$ 61,691	\$ 58,493	\$ 54,464	\$ 46,902	\$ 45,239
Debt applicable to limitation								
General obligation bonds	29,145	19,006	20,814	10,647	11,807	12,947	13,760	14,720
Special assessment bonds	2,525	2,634	2,736	263	288	313	520	545
Revenue bonds	-	-	-	-	-	-	-	-
Bond anticipation notes	-	3,830	1,300	15,555	18,195	7,395	6,845	5,910
Gross indebtedness								
Total Voted and Unvoted Debt	31,670	25,470	24,850	26,465	30,290	20,655	21,125	21,175
Less: Debt outside limitations								
Self-supporting GO Water	5,345	1,930	840	945	1,050	1,155	1,185	1,265
Self-supporting GO Sewer	17,165	14,540	15,266	16,533	20,066	9,551	9,821	10,131
Special assessment	2,517	2,623	2,727	4,435	4,505	4,460	4,604	4,619
Tax increment financing	775	815	870	900	590	800	800	-
Water revenue	-	-	-	-	-	-	-	-
Total Debt Outside Limitations	25,802	19,908	19,703	22,813	26,211	15,966	16,410	16,015
Total nonexempt debt	5,868	5,562	5,147	3,652	4,079	4,689	4,715	5,160
Less: Amount available in debt service fund to pay debt applicable to limitation	-	142	223	196	224	801	451	619
Net debt within 10.5% limitation	5,868	5,420	4,924	3,456	3,855	3,888	4,264	4,541
Debt leeway within 10.5% limitation	\$ 69,899	\$ 67,787	\$ 65,614	\$ 58,235	\$ 54,638	\$ 50,576	\$ 42,638	\$ 40,698
<hr/>								
Unvoted debt limitation - 5.5% of assessed valuation								
Debt limitation: 5.5% of assessed value	\$ 39,687	\$ 38,347	\$ 36,948	\$ 32,314	\$ 30,639	\$ 28,529	\$ 24,568	\$ 23,696
Gross indebtedness authorized by City Council	31,670	25,470	24,850	26,465	30,290	20,655	21,125	21,175
Less: Debt outside limitations	25,802	19,908	19,702	22,813	26,211	15,966	16,409	16,015
Voted debt	-	285	570	855	1,140	1,420	1,700	1,980
	25,802	20,193	20,272	23,668	27,351	17,386	18,109	17,995
Debt within 5.5% limitation	5,868	5,277	4,578	2,797	2,939	3,269	3,016	3,180
Less: Amount available in debt service fund to pay debt applicable to limitation	-	-	-	-	31	-	-	-
Net debt within 5.5% limitation	5,868	5,277	4,578	2,797	2,908	3,269	3,016	3,180
Debt leeway within 5.5% unvoted debt limitation	\$ 33,819	\$ 33,070	\$ 32,370	\$ 29,517	\$ 27,731	\$ 25,260	\$ 21,552	\$ 20,516

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

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

	Governmental Activities				Business-type Activities			
	Special Assessment Revenue	Debt Service		Coverage Ratio	Special Assessment Revenue	Debt Service		Coverage Ratio
		Principal	Interest			Principal (2)	Interest	
2008	\$ 34,417	\$ 24,000	\$ 7,574	1.09	\$ 198,216	\$ 85,000	\$ 106,114	1.04
2007	34,786	24,000	8,814	1.06	193,010	78,318	109,246	1.03
2006	32,843	25,000	8,614	0.98	-	-	29,739	-
2005	36,703	25,000	9,115	1.08	-	-	-	-
2004	45,789	25,000	9,490	1.33	-	-	-	-
2003	55,590	20,000	29,755	1.12	-	-	-	-
2002	57,629	25,000	30,105	1.05	-	-	-	-
2001	59,505	25,000	31,255	1.06	-	-	-	-
2000	69,604	34,000	33,211	1.04	-	-	-	-

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

Source: City Financial Records

City of North Ridgeville, Ohio
Demographic Statistics
Last Ten Years

Year	Population (1)	Per Capita Income (1)	Personal Income	School Enrollment (2)	Unemployment Rate (3)		
					Metro Area	State	Country
2008	22,338	\$ 22,971	\$ 513,126,198	3,630	6.6%	6.5%	5.8%
2007	22,338	22,971	513,126,198	3,564	5.9%	5.6%	4.6%
2006	22,338	22,971	513,126,198	3,566	5.8%	5.5%	4.6%
2005	22,338	22,971	513,126,198	3,433	5.8%	5.9%	5.1%
2004	22,338	22,971	513,126,198	3,403	5.8%	6.2%	5.5%
2003	22,338	22,971	513,126,198	3,343	7.3%	6.2%	6.0%
2002	22,338	22,971	513,126,198	3,251	7.1%	5.7%	5.8%
2001	22,338	22,971	513,126,198	3,175	5.6%	4.4%	4.7%
2000	22,338	22,971	513,126,198	3,167	5.4%	4.0%	4.0%
1999	21,564	14,331	309,033,684	3,153	5.0%	4.3%	4.2%

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

(2) North Ridgeville Board of Education

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

City of North Ridgeville, Ohio
Principal Employers
December 31, 2008 and December 31, 2000 (1)

December 31, 2008			
<u>Employer</u>	<u>Nature of Activity or Business</u>	<u>Approximate Number of Employees (2)</u>	<u>Percent of Total</u>
North Ridgeville City School District	Public education	490	3.3%
Invacare Corporation	Manufacturer of wheelchairs	370	2.5%
Beckett Gas, Inc.	Manufacturer of gas burners	230	1.6%
R. W. Beckett Corporation	Manufacturer of oil burners	210	1.4%
City of North Ridgeville, Ohio	Municipal government	210	1.4%
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	200	1.4%
Northridge Health Center	Skilled nursing home facility	200	1.4%
Beckett Air, Inc.	Manufacturer of blower wheels	140	1.0%
Estes Express Lines	Freight carrier	140	1.0%
Riser Foods Company	Retail grocery	115	0.8%
Total of all employees within the city		14,700	

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

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

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

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

(2) Approximate number of employees within the City.

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

Function	Full-time-Equivalent Employees as of December 31,									
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
Security of persons and property										
Police department	51	50	48	45	45	45	46	45	45	43
Fire department	37	37	34	33	33	33	32	33	33	33
Mayor's court	3	3	3	2	3	3	3	3	3	3
Public health and welfare										
Public grounds maintenance	7	7	7	6	5	5	6	5 (a)	2	2
Senior center	6	6	6	5	5	4	6	6	5	5
Leisure time activities										
Parks and recreation	3	3	3	3	3	3	3	3 (a)	8	7
Transportation										
Street department	19	20	18	18	17	17	18	18	18	16
General government:										
Council	6	6	6	6	6	6	6	6	6	6
Mayor	2	2	2	2	2	2	2	2	2	2
Safety service	2	2	2	2	2	2	2	2	2	2
Legal	3	3	3	3	3	3	3	3	3	3
Finance	6	6	6	6	6	5	5	5	6	6
Income tax	3	3	3	3	3	3	3	3	3	3
Computer services	2	2	2	2	2	2	2	2	2	2
Building	8	8	8	7	7	7	7	6	6	6
Engineering	8	7	7	7	6	6	5	6	6	5
Other	2	3	1	1	-	-	-	-	-	-
Sewer										
Treatment Plant	22	20	19	19	19	19	20	21	19	17
Operations	7	7	7	7	7	7	7	7	7	7
Water										
	<u>14</u>	<u>14</u>	<u>13</u>	<u>14</u>	<u>12</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>12</u>
Total	<u><u>211</u></u>	<u><u>209</u></u>	<u><u>198</u></u>	<u><u>191</u></u>	<u><u>186</u></u>	<u><u>185</u></u>	<u><u>189</u></u>	<u><u>189</u></u>	<u><u>189</u></u>	<u><u>180</u></u>

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

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

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

Function/Program	2008	2007	2006	2005	2004	2003	2002
Police							
Dispatch, calls for service	46,048	42,231	35,810	32,051	31,869	31,827	31,822
Physical arrests	5,743	5,522	5,138	5,992	5,264	5,580	5,927
Persons incarcerated	653	667	675	825	667	654	685
Average daily population	3.4	3.6	3.3	4.0	3.3	2.8	2.7
Traffic accidents	586	602	580	609	719	634	604
Parking citations	214	461	264	210	157	274	245
Animal warden, calls for service	807	1,270	1,387	1,422	1,368	873	1,167
Fire / EMS							
Emergency responses - EMS	1,998	2,122	1,985	1,878	1,684	1,700	1,600
Persons treated	2,004	2,134	2,044	1,935	1,826	1,790	1,672
Emergency responses - fire	600	544	512	504	505	491	419
Fires extinguished	58	63	76	84	76	93	74
Building fires extinguished	15	12	14	23	16	13	13
Building department							
Building permits issued	1,792	2,886	2,128	2,174	2,131	1,929	1,829
Number of inspections	10,190	10,835	12,829	14,524	12,252	9,993	8,945
Estimated value of construction (thousands of dollars)							
Residential - new	\$ 30,552	\$ 36,662	\$ 47,907	\$ 72,072	\$ 61,497	\$ 50,864	\$ 48,457
Residential - other	\$ 6,534	\$ 5,752	\$ 6,915	\$ 6,469	\$ 6,374	\$ 6,015	\$ 5,278
Commercial - new	\$ 911	\$ 2,631	\$ 8,023	\$ 3,630	\$ 5,113	\$ 4,488	\$ 10,055
Commercial - other	\$ 1,668	\$ 2,985	\$ 3,850	\$ 3,353	\$ 2,432	\$ 4,539	\$ 1,716
Total	<u>\$ 39,665</u>	<u>\$ 48,030</u>	<u>\$ 66,695</u>	<u>\$ 85,524</u>	<u>\$ 75,416</u>	<u>\$ 65,906</u>	<u>\$ 65,506</u>
Engineering department							
Construction plan review - hours	309	481	561	615	412	170	N/AV
Residential lots approved	245	488	1,103	997	963	864	N/AV

N/AV - not available

(Continued)

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

Function/Program	2008	2007	2006	2005	2004	2003	2002
Municipal income tax							
Returns filed - individuals	14,387	13,465	13,109	12,897	12,049	11,543	11,425
Returns filed - other	2,149	2,031	1,986	1,956	1,781	1,651	1,452
Park and recreation							
Program participants	7,424	5,558	4,615	3,623	3,502	3,906	3,007
Office of Older Adults							
Meals-on-Wheels, meals served	10,590	11,041	10,636	7,682	8,734	NAV	NAV
Activities, participants	9,731	7,443	6,749	4,879	4,673	NAV	NAV
Transportation, riders	3,089	2,339	2,684	2,221	2,536	NAV	NAV
Water							
New connections	302	300	450	456	528	411	339
Average daily consumption (thousands of gallons)	2,657	2,209	2,051	2,118	1,917	1,852	1,888
Water suppliers	3	3	3	3	3	3	3
Water main breaks	-	30	23	20	24	38	65
Wastewater							
Average daily flow treated (thousands of gallons)	4,108 (a)	4,979 (a)	5,762	5,593	4,979	4,391	4,258
Average daily flow treated from North Ridgeville City (thousands of gallons)	2,683 (a)	2,815 (a)	2,963	2,939	2,753	2,702	2,333
New taps - City	302	305	448	550	545	416	392

Source: Various City departments

(1) Information prior to 2002 is not available.

NAV - not available

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

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

Function/Program	2008	2007	2006	2005	2004	2003	2002
Police							
Police stations	1	1	1	1	1	1	1
Vehicles	44	44	44	41	38	43	43
Fire / EMS							
Fire / EMS stations	2	2	2	2	2	2	2
Fire vehicles	8	8	7	5	6	6	6
EMS vehicles	5	4	4	4	4	4	4
Building department							
Vehicles	7	7	7	6	6	6	6
Engineering department							
Vehicles	5	5	6	5	5	5	5
Transportation							
Streets (lane miles)	294	292	287	264	245	238	228
Storm sew ers (miles)	100	98	92	80	71	66	57
Service vehicles	40	40	37	34	34	35	35
Parks and recreation							
City parks	5	5	5	5	4	4	4
Acreage - parks	159	159	159	159	92	92	92
Buildings	4	3	3	3	3	3	3
Baseball / softball fields	13	13	13	13	13	13	13
Football fields	4	4	4	4	4	4	4
Soccer fields	6	6	6	6	6	6	6
City Hall							
City Hall	1	1	1	1	1	1	1
Waterlines (miles)							
Waterlines (miles)	123	121	120	114	106	99	98
Wastewater							
Treatment plant	1	1	1	1	1	1	1
Sew erlines - City (miles)	115	113	112	106	95	91	89

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

Front cover depicts the City's South-Central Park Gazebo.

City of **North Ridgeville, Ohio**

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Mary Taylor, CPA
Auditor of State

CITY OF NORTH RIDGEVILLE

LORAIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 14, 2009**