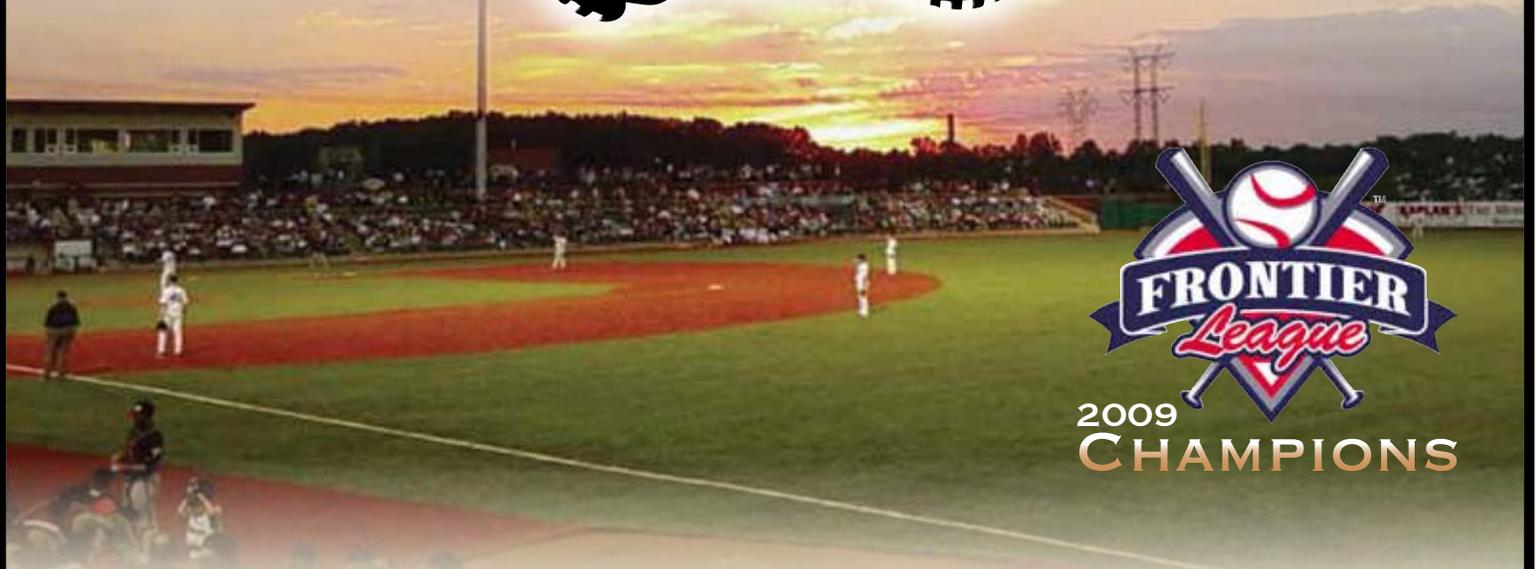


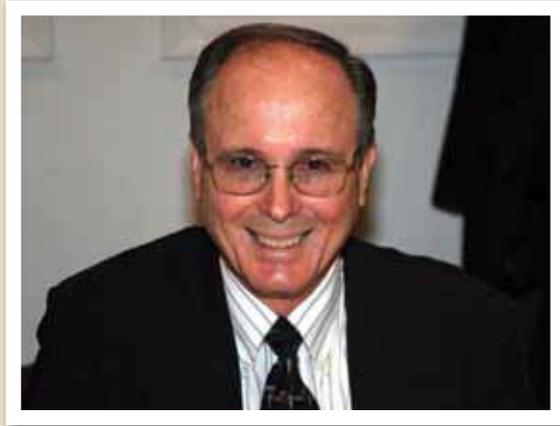
City of Avon



Comprehensive Annual Financial Report

For the fiscal year ended December 31, 2009, for the City of Avon, Ohio

Introduction



James A. Smith
Mayor



Daniel
Urban

Craig
Witherspoon

Clint
Pelfry

Dennis
McBride

Bryan
Jensen

Kevin
Ward

Daniel
Zegarac



Finance Department—Back Row: Barbara Kraus, Francis Sikora,
Randi Simkovich, Jean Payne
Front Row: Virginia Schneider, William Logan, June Mitchell,
Loretta Stockard

City of Avon, Ohio

Comprehensive Annual Financial Report

For The Year Ended December 31, 2009

Prepared by:

Office of the Director of Finance

William D. Logan
Director of Finance

City of Avon, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2009
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CITY OF AVON

36080 CHESTER ROAD • AVON, OHIO 44011-1099 • (440) 937-7800 • FAX (440) 937-7824

June 8, 2010

Members of City Council and
Citizens of Avon
Avon, Ohio 44011-1588

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2009.

This report enables the City to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38, which requires the cities reporting on a GAAP basis to file unaudited basic financial statements with the Auditor of State within 150 days of the fiscal year end. This report is submitted to satisfy that requirement for the year ended December 31, 2009.

Management assumes full responsibility for both the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Under Ohio law, regular audits are required to be performed on all financial related operations of the City. These audits may be done by either the State Auditor's Office or, if the State Auditor permits, an independent public accounting firm. For the year 2009, the City of Avon was audited by the Auditor of State's Office.

Management's discussion and analysis (MD&A) immediately follows the independent accountants' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City of Avon was founded in 1814, incorporated as a village in 1917, and achieved city status in 1961. The City of Avon is located in Lorain County in northeast Ohio, 22 miles west of downtown Cleveland. The City is bounded on the north by the City of Avon Lake, on the east by the City of Westlake, on the west by the Village of Sheffield, and on the south by the City of North Ridgeville. The City covers 20.5 square miles, or a total of 16,000 acres. Avon is between 625 and 700 feet above sea level. The French Creek waterway runs throughout the City's relatively flat topography.

Avon is a Charter Municipal Corporation established and operated under the laws of the State of Ohio. A charter was first adopted by the electorate on May 2, 1961. The charter provides for a Mayor-Council form of government. The elected officials consist of a Mayor and seven council members.

The Mayor is the City's chief executive officer and is elected to a four-year term. The Mayor supervises the administration of all departments and appoints department heads and public members of administrative boards, upon confirmation by Council. As the chief conservator of the peace, he oversees

the enforcement of all laws and ordinances. He also executes all contracts, conveyances, and evidences of indebtedness of the City. A magistrate presides over the mayor's court and reports to the Mayor.

Legislative authority is vested in a seven-member council with four members elected from wards and three elected at large. The four ward members choose an at large member to serve as Council President. Council enacts ordinances and resolutions relating to tax levies, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes. Members of Council are elected to a two-year term.

The City's Service Department works hard to respond to the needs of the residents, providing street maintenance, snow removal and maintenance of City facilities, among other services.

Security is foremost on the minds of our full-time Police Department and Fire Department. Avon takes pride in its low crime rate and rapid response by both police and fire units.

The City provides a full range of other municipal services, including a Mayor's Court, parks and recreation, water and sewer utility, planning, zoning, and building departments, a Senior Center and general administrative services.

A number of major state and county roads traverse the City of Avon, including Interstate 90, Ohio State Routes 83, 254 and 611, and the Ohio Turnpike, which is approximately ten miles from the City. The City of Avon is serviced by two airports, Cleveland Hopkins International Airport, 16 miles east, and Lorain County Regional Airport, 15 miles southwest.

Shopping centers in the City of Avon include Avon Commons, Avon Crossings, French Creek Square, 2100 Place and City Centre, which opened in 2009. In addition, several large shopping centers are located within ten minutes of the City: Avon Lake, two miles; North Ridgeville, six miles, the Promenade and Crocker Park in Westlake, two miles; Great Northern Shopping Center, North Olmsted, ten miles and Midway Mall, Elyria, eight miles. Located within the City are branches of First Merit Bank, Fifth Third Bank, The First Federal Savings and Loan of Lorain, Parkview Federal Savings Bank, National City Bank, Dollar Bank, Lorain National Bank, Key Bank, Third Federal Savings and Loan, Huntington Bank and First Federal of Lakewood.

Located in Avon is the Center for Health and Fitness, a branch of Elyria Memorial Hospital that was built in 1999. It is recognized as the premier medical based facility in Northeast Ohio. The Center has a 24-hour emergency room facility, outpatient testing services, and offers special programming and services, including a cardiac rehab program, integrated weight management and bariatric services, sports therapy and fitness programs. Surrounding Avon, St. John West Shore Hospital in Westlake and Community Health Partners in Lorain are each located within six miles, while the main campus of Elyria Memorial Hospital is within ten miles. Cleveland Clinic's main campus is approximately twenty-five miles from the City. In 2009 the Cleveland Clinic broke ground on a 180,000 square foot family health center/hospital/ambulatory surgery center on the eastern side of the City, which will bring Cleveland Clinic services directly to the citizens of Avon.

Institutions of higher education within Lorain County include Lorain County Community College in Elyria, approximately five miles west of Avon; Southeastern Business College in Lorain, approximately twelve miles west of the City, and Oberlin College in Oberlin, approximately twenty miles southwest of Avon. Both Lorain County Community College and Southeastern Business College are junior colleges (two-year degree programs and/or certificate studies), and Oberlin College is a four-year institution with a fine arts discipline. Lorain County Community College is a public institution while Southeastern Business College and Oberlin College are proprietary schools. Lorain County Community College offers a University Partnership Program where students can coordinate their educational program with a number

of universities including: University of Akron, Ashland University, Cleveland State University, Kent State University, Ohio State University and Youngstown State University.

Economic Conditions and Outlook

Residential growth in 2009 declined slightly from 2008, while commercial growth in 2009 was about one-half of that in 2008. However, the economic outlook is optimistic as the Cleveland Clinic has begun construction of a hospital/surgery center in Avon and Community Health Partners of Lorain has purchased 33 acres of land in Avon.

The number of new single-family home permits for the year 2009 was 115 with a valuation of \$32,853,644 compared to 142 single-family home permits issued the previous year with a valuation of \$36,542,073.

New and existing residential projects continue and expand in various stages including but not limited to: Amberwood, Arlington Estates, Augusta Woods, Arbor Acres, Avenbury Lakes, Bentley Park, Camelot, Concord Village, Cottage Gate, Creekside, Centennial Village, Greenview Estates, Halsted Village, Hawkesbury Lane, Highland Park, Napa Estates, Orchard Trail, Palmer Village, Stonebridge, Stonewheel Estates, Village at Creekside, Vineyard Estates and Willow Creek.

Commercial permits issued in 2009 had a valuation of \$14,968,336, or about 50 percent less than in 2008. These permits include structures either completed or underway at City Centre, Petco, Huntington Bank, an addition to Carroll Manufacturing, the addition of a gymnasium at St. Mary's Catholic Church and other new office space and restaurants.

The assessed valuation of the City of Avon grew steadily from 1998 through 2007, as can be seen in the Statistical Section of this report. Residential values for 2009 increased 3 percent, or a little more than \$17,000,000, as per the Lorain County Auditor's Office Triennial Update. However, total assessed valuation for 2009 (2010 tax collections) is \$754,402,597, about a .6 percent drop from the 2008 assessed valuation of \$758,875,486 (2009 tax collections).

Relevant Financial Policies

The budget must be structurally balanced so that revenues support expenditures. Budgetary appropriations may not exceed estimated resources, with a balanced budget maintained in each fund.

The budget is controlled at the object level within each fund. Council action is not necessary for the transfers of appropriations within an object. The budget may be amended or supplemented at any time during the year upon formal action of Council. Transfers of cash between funds also require City Council authorization.

Major Initiatives

In May, 2009 the City of Avon completed construction on a minor league baseball stadium which is the home of the Lake Erie Crushers, playing in the Frontier League. In their inaugural season the Crushers not only made the league playoffs, but won the championship.

The City of Avon, in conjunction with the Greater Cleveland YMCA, is building the French Creek YMCA on property adjacent to the stadium. This 67,500 square foot facility opened in April, 2010. The

Detroit Road widening project was completed in September, 2009. New waterlines and traffic signalization were installed, in addition to the widening of this major east-west thoroughfare through the City of Avon.

The City's full-time fire department responded to 2,047 emergency calls for the calendar year 2009. They are a highly trained staff of paramedics using state of the art technology. They are cross trained as firefighters with training that exceeds ISO (Insurance Service Office) standards. They are also skilled in several specialty rescue operations, i.e., rope, water, collapse and confined space.

The Avon Fire Department has a number of non-emergency services for our citizens. The department is involved in the File of Life Program. This program allows citizens to obtain a capsule to document and store all medical information in the "frig" for emergency personnel to utilize in case of an emergency. Smoke detectors can be obtained for free at the department and a Lockbox Program has been established with the help of the Avon Senior Citizens Association. The Lockbox Program allows seniors to have a lockbox mounted to their house by fire department personnel with a key to their residence locked inside. A master key to the lockbox is kept in the fire department and the lockbox is only opened in the case of an emergency. Members of the department provide training in CPR, the proper use of fire extinguishers and proper child car seat installation.

In 2009 the Avon Police Department handled 18,228 calls for service. We added four new police officers, bringing our current staffing to 34 police officers. Three part time dispatchers were also added to augment our current full time staff of seven.

The Avon Police Department has joined Code RED. The Code RED system gives City officials the ability to deliver pre-recorded emergency telephone notification / information messages such as, boil – water notices, missing children, missing persons, evacuation notices, utility outages, fires, hostage situations, chemical spills, gas leaks or any other emergency incident where rapid notification is essential. This system is only offered to residents and businesses within the City of Avon and is free of charge.

For residents going out of town, the police department provides a house watch program. Through this program residents can notify the police department when they are going out of town and officers will routinely check their property.

The Avon Senior Center provides programs and activities for anyone 55 and over. The center provides these services, which include educational seminars and health screenings, to serve the approximately 5,000 senior adults in Avon.

The Senior Center multi-purpose room is used for movies, cards, small educational seminars, and the adult health clinic appointments, just to name a few. The craft room allows seniors to participate in classes such as mosaic glass cutting, tole painting and jewelry making. Additionally, the Center has a fully functioning computer lab where seniors can come and check their emails, surf the net, practice what they've learned in between their computer classes, get some pointers from the computer coach and print out work through the network printer.

The Senior Center owns a transit bus and a car, which are used in the center's transportation program to assist seniors and persons with disabilities in the City.

The City of Avon has seven parks totaling over 300 acres. The Parks and Recreation Department offers various adult and youth programs, in addition to working with organizations such as Avon Little League,

the Avon Soccer League Association and the Avon Schools. The City of Avon is building a new concession stand/storage building at the Schwartz Road Park in 2010 and upgrading the restrooms.

Avon Recreation Complex

In November of 2007 the voters of Avon passed a .25 percent income tax for the purpose of building a recreation complex on the western side of the City at the intersection of State Route 611 and Miller Road, a short distance off Interstate 90. As mentioned above, the first phase of the complex will consist of a recreation center and a baseball stadium. The Lake Erie Crushers of the Frontier League began play in the stadium in June, 2009. Additionally, the stadium is used for numerous public events including high school and college baseball games, fireworks displays and other events.

The stadium is owned by the City of Avon; however, the team has financial responsibility for all operational expenses. The Frontier League has signed a 15-year lease agreement with the City of Avon for use of the stadium, with a provision for extensions beyond the original term.

The recreation center is being built in partnership with the Greater Cleveland YMCA, but will be owned by the City. The City's share of the construction cost is estimated at \$8.5 million and the YMCA share is approximately \$5.5 million. In addition to sharing the cost of construction, the YMCA will cover all operational costs and manage all of the programs. Membership will be open to the surrounding area in order to help defray operational costs. The Greater Cleveland YMCA and the City of Avon have entered into a 20-year operating agreement, with a provision for extensions beyond the original term.

The City is responsible for the construction of these facilities, but by partnering with these two organizations that will be responsible for the operations, the City will save significant monies. This will allow for desirable recreational amenities with a significantly lower financial burden on the City.

In addition, there is interest in the surrounding land for various recreational endeavors.

Long-Term Financial Planning

The City issued long-term bonds in May, 2009 for the construction cost of the recreation complex facilities mentioned above, along with the Post Office and the Detroit Road widening project. Revenue to pay the debt service on these bonds includes the additional recreational income tax, lease payments from the Lake Erie Crushers and from the U.S. Postal Service, and Tax Incremental Financing PILOT payments (TIF).

As part of the City's long-term planning, TIF Agreements have been implemented for much of the remaining undeveloped property. The expected future PILOT payments will contribute to infrastructure improvements and to debt service on existing bonds.

The City is working toward the construction of an interchange at Nagle Road and Interstate 90 at the eastern end of the City. This project will be managed by the Ohio Department of Transportation (ODOT) and will be a joint effort between a local developer and the City of Avon. The project was recently put on ODOT's "Fast Trac" list of projects. The total cost of the interchange will approximate \$25,000,000.

The City's financial operations will remain strong due to its historically steady rate of income tax growth, expected future expansion of commercial and industrial employers and a demonstrated track record of sound budgeting and financial management.

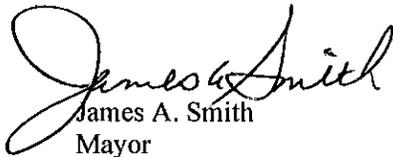
Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to a governmental unit that publishes an easily readable and efficiently organized Comprehensive Annual Financial Report which conforms to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The City of Avon received the Certificate of Achievement for its 2008 Comprehensive Annual Financial Report. A Certificate of Achievement is valid for a period of one year. The City of Avon believes the current report continues to conform to the requirements and standards of the Certificate of Achievement Program and has submitted it to the GFOA to determine its eligibility for another Certificate of Achievement.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department and the supervisors of the other City departments. The preparation of the Comprehensive Annual Financial Report requires a major effort, and we would like to express our appreciation to everyone who assisted and contributed to the presentation of this year's report. Special acknowledgment is extended to the Local Government Services Section of the Office of the Auditor of State for their continued guidance in the preparation of this report.

We are happy to report that the City's financial policies and management, combined with a strong local economy, have enabled Avon to continue to improve its already sound financial condition. In addition, the prospects for continuing this trend are encouraging. Each year we renew our commitment to implement responsible and progressive changes in order to improve our responsiveness to the citizenry and to insure the financial stability of the community. We extend our appreciation to City Council for its continued support and commitment to responsible fiscal reporting.

Respectfully submitted,


James A. Smith
Mayor


William D. Logan
Finance Director

City of Avon, Ohio
Principal Officials
December 31, 2009

Elected Officials:

Mayor.....	James A. Smith
President of Council	Craig Witherspoon
Councilman at Large.....	Dan Zegarac
Councilman at Large.....	Clint Pelfrey
Councilman – Ward I.....	Bryan Jensen
Councilman – Ward II	Dennis McBride
Councilman – Ward III.....	Kevin Ward
Councilman – Ward IV.....	Daniel Urban

Directors:

Director of Law.....	John A. Gasior
Director of Finance	William D. Logan
Director of Public Safety	Robert E. Allen
Director of Public Service	Gerald W. Plas
Director of Parks and Recreation.....	Diane Corrao

Chairmen, Boards and Commissions:

Board of Zoning and Building Appeals.....	Randy Fratianne
Planning Commission.....	Carolyn Witherspoon
Civil Service Commission	Tony Sarraino
Park and Recreation Commission.....	Dan Zegarac

Other Staff Members:

Treasurer.....	Barbara A. Kraus
City Engineer	Robert Knopf
Superintendent of Utilities.....	David A. Conrad
Superintendent of Streets.....	William M. Biro
Secretary to the Mayor.....	Sandra K. Martin
Clerk of Council	Ellen R. Young
Clerk of Court.....	Jill K. Clements
Assistant Director of Finance	June F. Mitchell
Clerk Secretary of Planning Commission and Zoning Board of Appeals	Dorothy A. Bommer
Zoning Enforcement Officer.....	Timothy T. Krugman
Prosecutor	Richard Kray
City Magistrate	Daniel P. Stringer
Chief of Police.....	Paul T. Romond
Police Captain.....	Richard A. Bosley
Chief of Fire.....	Frank Root, III
Assistant Chief of Fire	Timothy L. Golay
Chief Building Inspector.....	Kenneth A. Miller

CITY OF AVON ORGANIZATIONAL CHART

CITIZENS

MAYOR

CITY COUNCIL

TREASURER
CLERK OF COUNCIL
ASST. CLERK OF COUNCIL

DIRECTOR OF PARKS AND REC.
PARKS DEPT.
RECREATION COORDINATOR
COMMUNITY CENTER COORDINATOR

DIRECTOR OF PUBLIC SERVICE
ENGINEERING DEPARTMENT
DIVISION OF UTILITIES
DIVISION OF STREETS

DIRECTOR OF LAW
PROSECUTOR
MAGISTRATE
CLERK OF COURTS
COMMUNITY DEVELOPMENT
PLANNING COORDINATOR
STORM WATER MANAGER
SENIOR CENTER COORDINATOR
ADA COORDINATOR

DIRECTOR OF FINANCE
ASST. DIRECTOR OF FINANCE
GENERAL OFFICE
INCOME TAX
BUDGET/PAYROLL
UTILITY BILLING

APPOINTED BOARDS

PLANNING COMMISSION	PARKS & REC COMMISSION	EQUALIZATION BOARD
TAX INCENTIVE REVIEW COUNCIL	CHARTER REVIEW COMMISSION	ZONING BOARD OF APPEALS
CIVIL SERVICE COMMISSION	ADA GRIEVANCE BOARD	SENIOR CITIZENS ADVISORY COMM
LANDMARKS PRESERVATION	RECORDS COMMISSION	

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Avon
Ohio

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

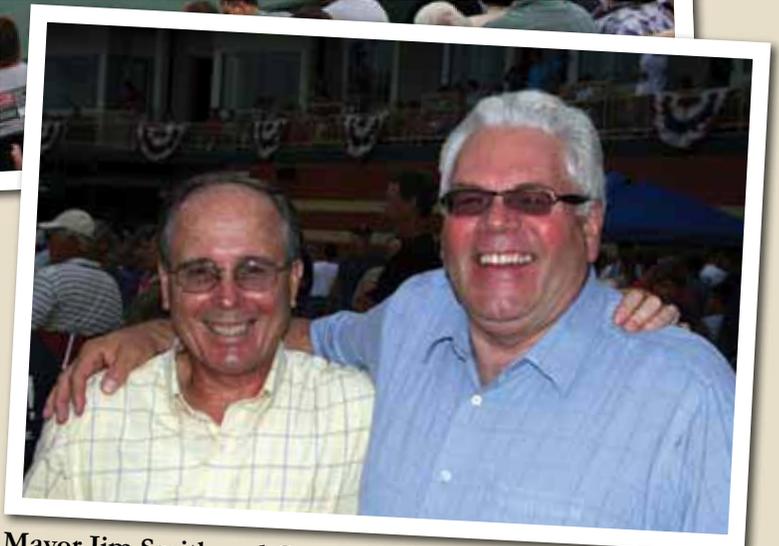
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

Financial



Mayor Jim Smith and Council President Craig Witherspoon



Camden Piazza



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

City of Avon
Lorain County
36080 Chester Road
Avon, Ohio 44011

To the Members of City 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 Avon, Lorain County, Ohio (the City), as of and for the year ended December 31, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express 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 Avon, Lorain County, Ohio, as of December 31, 2009, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund, Fire Department Fund, and Street Construction, Maintenance and Repair Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, the City restated the January 1, 2009 net assets of the Governmental Activities due to an overstatement of payment in lieu of taxes receivable and the Avon Local School District liability.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2010, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts 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.

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

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

Mary Taylor, CPA
Auditor of State

June 8, 2010

City of Avon, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2009
Unaudited

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

Financial Highlights

Key financial highlights for fiscal year 2009 are:

- On June 2, 2009, the baseball stadium, at the corner of Interstate 90 and state Route 611, opened up housing the new Lake Erie Crushers. The stadium is hoped to be an economic driver for the west side of town bringing in new development.
- Income taxes increased on a cash basis due to a rise in cash collections, but decreased overall because of lower receivables.
- During 2009, all union workers saw a wage increase of 3 to 3.5 percent, and nonbargaining worker saw a 4 percent increase.
- On May 13, 2009, the City issued \$5,600,000 in new notes for the recreation center construction project.

Using This Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the City of Avon as a Whole

Statement of Net Assets and Statement of Activities

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did the City do financially during 2009?" The *Statement of Net Assets* and the *Statement of Activities* answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by the private sector. The basis of this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

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

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

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

Reporting the City of Avon's Most Significant Funds

Fund Financial Statements

The presentation of the City's funds begins on page 8. Fund financial statements provide detailed information about the City's major funds based on the restrictions on the use of monies. The City has established many funds which account for the multitude of services, facilities and infrastructure provided to our residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Avon, the major funds are the general, fire department, street construction, maintenance and repair, special assessment bond retirement, recreation center construction, baseball stadium project, recreation complex infrastructure, water and sewer.

Governmental Funds

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

Proprietary Funds

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

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The City of Avon as a Whole

The *Statement of Net Assets* looks at the City as a whole. Table 1 provides a summary of the City's net assets for 2009 compared to 2008.

Table 1
Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and Other Assets	\$29,227,107	\$52,493,716	\$5,019,152	\$4,493,515	\$34,246,259	\$56,987,231
Capital Assets, Net	92,858,314	73,406,418	28,529,694	29,086,224	121,388,008	102,492,642
<i>Total Assets</i>	<u>122,085,421</u>	<u>125,900,134</u>	<u>33,548,846</u>	<u>33,579,739</u>	<u>155,634,267</u>	<u>159,479,873</u>
Current and Other Liabilities	7,374,448	10,126,363	250,433	331,151	7,624,881	10,457,514
Long-Term Liabilities:						
Due Within One Year	1,818,692	1,002,858	331,199	298,136	2,149,891	1,300,994
Due In More Than One Year	53,410,125	55,677,225	1,791,500	1,606,137	55,201,625	57,283,362
<i>Total Liabilities</i>	<u>62,603,265</u>	<u>66,806,446</u>	<u>2,373,132</u>	<u>2,235,424</u>	<u>64,976,397</u>	<u>69,041,870</u>
Invested in Capital Assets, Net of Related Debt	46,612,947	47,659,906	27,616,704	27,306,773	74,229,651	74,966,679
Restricted:						
Capital Projects	1,129,478	0	0	0	1,129,478	0
Debt Service	1,445,051	1,714,977	0	0	1,445,051	1,714,977
Other Purposes	3,514,887	3,742,348	0	0	3,514,887	3,742,348
Unrestricted	6,779,793	5,976,457	3,559,010	3,980,420	10,338,803	9,956,877
<i>Total Net Assets</i>	<u>\$59,482,156</u>	<u>\$59,093,688</u>	<u>\$31,175,714</u>	<u>\$31,287,193</u>	<u>\$90,657,870</u>	<u>\$90,380,881</u>

Total assets decreased during 2009. The decrease was due to fewer notes issued during 2009 than 2008.

Total liabilities decreased during 2009 due to less contracts and notes outstanding for the year.

Total net assets increased during 2009 with a slight increase from the governmental net assets and a small decrease in the business-type activities. The increase in governmental net assets was primarily due to the increased capital assets. The decrease in business-type activities net assets is primarily due to the reduction in capital assets.

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Table 2 shows the changes in net assets for the year ended December 31, 2009.

Table 2
Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues:						
Charges for Services	\$2,092,031	\$1,995,793	\$3,636,841	\$3,466,784	\$5,728,872	\$5,462,577
Operating Grants and Contributions	1,475,770	2,058,973	0	0	1,475,770	2,058,973
Capital Grants and Contributions	1,248,332	0	453,148	1,095,220	1,701,480	1,095,220
Total Program Revenues	4,816,133	4,054,766	4,089,989	4,562,004	8,906,122	8,616,770
General Revenues:						
Property Taxes	4,328,883	3,820,151	0	0	4,328,883	3,820,151
Municipal Income Taxes	9,242,956	9,416,401	0	0	9,242,956	9,416,401
Grants and Entitlements	979,590	1,139,985	0	0	979,590	1,139,985
Investment Earnings	315,399	865,425	7,499	49,163	322,898	914,588
Payment in Lieu of Taxes	668,139	0	0	0	668,139	0
Miscellaneous	1,165,347	185,009	16,746	33,858	1,182,093	218,867
Total General Revenues	16,700,314	15,426,971	24,245	83,021	16,724,559	15,509,992
Total Revenues	21,516,447	19,481,737	4,114,234	4,645,025	25,630,681	24,126,762
Program Expenses						
General Government	3,042,622	2,968,222	0	0	3,042,622	2,968,222
Security of Persons and Property	7,948,875	7,572,725	0	0	7,948,875	7,572,725
Transportation	5,140,893	6,638,018	0	0	5,140,893	6,638,018
Community Environment	1,406,060	1,680,851	0	0	1,406,060	1,680,851
Basic Utility Services	495,523	848,296	0	0	495,523	848,296
Leisure Time Activities	1,130,300	1,217,094	0	0	1,130,300	1,217,094
Interest and Fiscal Charges	1,669,318	1,761,494	0	0	1,669,318	1,761,494
Water	0	0	2,392,503	2,594,517	2,392,503	2,594,517
Sewer	0	0	2,127,598	1,725,241	2,127,598	1,725,241
Total Expenses	20,833,591	22,686,700	4,520,101	4,319,758	25,353,692	27,006,458
Increase (Decrease) in Net Assets						
Before Transfers	682,856	(3,204,963)	(405,867)	325,267	276,989	(2,879,696)
Transfers	(294,388)	(194,150)	294,388	194,150	0	0
Increase (Decrease) in Net Assets	388,468	(3,399,113)	(111,479)	519,417	276,989	(2,879,696)
Net Assets, January 1 (Restated)	59,093,688	62,492,801	31,287,193	30,767,776	90,380,881	93,260,577
Net Assets, December 31	\$59,482,156	\$59,093,688	\$31,175,714	\$31,287,193	\$90,657,870	\$90,380,881

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Program revenues increased slightly due to the rentals on the baseball stadium and post office, and increased contributions due to federal funds received for the Detroit Road widening project. While program revenues provide considerable assistance in the provision of governmental services, the burden of governmental support is met by general revenues such as property taxes, municipal income taxes, and unrestricted grants and entitlements. General revenues increased from the prior year due to increased transfers from agency funds in the amount of \$973,451 from unclaimed funds.

The two largest governmental activities expenses are related to security of persons and property and transportation. Transportation expenses decreased due to the City's completion of its major street maintenance and repair programs, including the widening of Detroit Road.

Program revenues make up a significant portion of the total revenues for business-type activities. Capital grants and contributions decreased from the prior year as a result of the City's decline in growth in both commercial and residential usage.

GOVERNMENTAL ACTIVITIES

Several revenue sources fund the City's governmental activities with City income tax being the largest contribution. The income tax rate of 1 percent was established by City Ordinance No. 371-68, passed February 28, 1968. The Income Tax Ordinance was amended on November 2, 1993 requiring proposed tax rate changes be submitted to the electors of the City for approval or rejection. On November 6, 2002 the electors approved an increase in the income tax rate to 1-1/2 percent from 1 percent and a change in the tax credit for residents having income taxable in another community. In November 2007, the electors approved an increase in the income tax rate to 1-3/4 percent and a change in the tax credit. In 2009, the revenue from income taxes decreased slightly. This decrease mainly reflects a decrease in earned income from the general population of the City.

The City of Avon continues to be very aggressive in collecting delinquent income tax. The City has a strong economic development program which supports the outstanding growth and increasing income tax revenues. The number of businesses, be they industrial or commercial, large or small, provide the City with an income tax base that can sustain the loss of any major tax paying entity and still be able to meet the financial needs of the City.

Charges for services represents receipts from the Mayor's Court, cable television, building permits, park development fees, recreation fees, emergency rescue fees, county health fees, contractor registration, community center fees, retention and rental fees.

The three main governmental activities program expenses for 2009 were security of persons and property expenses, transportation expenses, followed by general government expenses.

Transportation expenses were for the depreciation, maintenance and repairs to the City's roads and infrastructure. The City paid for these projects primarily from the City's general revenues, a part of which is provided by the City income tax. The City takes great pride in maintaining its streets in above average condition and continues to set aside money towards future capital maintenance and repairs.

The Police Department is very efficient and continues to operate within its budget each year. The Police Department is partially funded by a continuous 2 mill levy and also through General Fund transfers of revenues. The department has a 5 year, .50 mill equipment levy that is utilized for capital asset purchases, including vehicles.

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The Fire Department is also very efficient and operates well within its annual budget. The department is fully funded through a .50 per cent income tax that was passed by Avon voters in 2002. Like the Police Department, the Fire Department too has a 5 year, .50 mill equipment levy that is utilized for capital asset purchases, including vehicles and equipment for both the Fire Department and rescue squad. The department continues to upgrade emergency fire and rescue equipment to better serve the community.

Table 3 indicates the total cost of services and the net cost of services for governmental activities. The statement of activities reflects the cost of program services and the charges for services, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2009	2008	2009	2008
General Government	\$3,042,622	\$2,968,222	\$1,507,617	\$1,727,651
Security of Persons and Property	7,948,875	7,572,725	7,796,901	7,307,968
Transportation	5,140,893	6,638,018	2,819,316	5,255,992
Community Environment	1,406,060	1,680,851	894,721	1,047,079
Basic Utility Services	495,523	848,296	475,471	668,077
Leisure Time Activities	1,130,300	1,217,094	854,114	863,673
Interest and Fiscal Charges	1,669,318	1,761,494	1,669,318	1,761,494
Total Cost of Services	\$20,833,591	\$22,686,700	\$16,017,458	\$18,631,934

BUSINESS-TYPE ACTIVITIES

Utility services for water and sewer saw a decrease in capital grants and contributions due to less residential activity of developers.

The City's Funds

Information about the City's governmental funds begins on page 18. These funds are accounted for by using the modified accrual basis of accounting. All governmental funds had total revenues of \$21,870,340 and expenditures of \$80,930,579. The most significant fund is the general fund with a year-end fund balance of \$7,828,172, which included an unreserved fund balance of \$7,677,525 compared to annual expenditures of \$3,215,824. While revenues exceeded expenditures by \$6,549,771, most of the excess was transferred to other City funds. These transferred funds enabled the City to fund street improvements, police operations, service long-term and short-term debt and fund capital improvements. The net change was \$1,329,979.

The fire department has completed its sixth year as a full-time department in its new building. Municipal income tax revenues in the fire department fund of \$3,409,998 exceeded expenditures of \$3,209,381 by \$204,883. The fire department fund balance decreased by \$495,117, due to transfers to the police department fund. The street construction maintenance and repair fund had revenues of \$2,248,776 which exceeded expenditures of \$1,765,781 by \$482,995. This increase was due to the receipt of intergovernmental revenues. The street department constructs, maintains and repairs the various streets of the City. The special assessment bond retirement fund balance decreased \$33,931 due to a decrease in special assessments and interest revenues. The recreation center construction fund, baseball stadium project fund, and recreation complex infrastructure fund balance decreased due to the repayment of notes.

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General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the general fund. During the course of 2009 the City amended its general fund budget for a total decrease in certified revenues in the amount of \$1,665,204. At the direction of Council, all capital projects and requests for capital type purchases must be reviewed and approved individually by Council. Recommendations and requests for budget changes are referred to the Finance Committee of City Council for review, after which they are sent to Council work session for presentation before going to the formal Council meeting for ordinance enactment on the change. The legal level of budgetary control has been established by Council at the department fund, object level for all funds.

The general fund supports many major activities such as the Building and Planning Departments as well as the legislative and most executive activities. Some major capital projects are funded with general fund dollars. By ordinance, these funds are transferred from the general fund to capital project funds where the revenue and expenditures for the capital improvement are tracked and monitored.

For the general fund, the original budgeted revenues were \$10,863,827, and the final budgeted amount was \$9,198,623. Of this \$1,665,204 difference, most was due to decreased charges for services, intergovernmental revenues received, licenses and permits cost adjustments and interest revenue decrease due to less money available to invest and a drastic decline in interest rates. The actual revenues of \$9,775,427 received by the City were \$576,804 more than the final budgeted amount.

Original appropriations of \$11,081,804 were decreased during the year by \$6,483,702 to establish final appropriations of \$4,598,102 for the year. These decreases were due primarily to reductions of General Fund contributions to capital projects. The actual expenditures of \$3,433,792 were \$1,164,310 less than the final budgeted amount. Final expenditures often are less than budget. Budgets for projects are set based on public bidding and engineers' estimates. The City strives to hold down project costs and control contractor expenditures. The result is that most contract/project work is completed under budget. The City takes great pride in project management successes.

The City continued to maintain a respectable level of liquidity in the general fund by maintaining a cash fund balance at year-end of 46.8 percent of total actual revenues received during the year.

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Capital Assets and Debt Administration

Capital Assets

Total capital assets (net of depreciation) for the governmental activities were \$92,858,314, which was an increase from the prior year. The increase was due primarily to the increase in construction in progress for the recreation complex, the completion of the baseball stadium and post office. Total capital assets (net of depreciation) for the business activities decreased slightly due to less additions and less infrastructure acceptance in sanitary sewer lines from developers.

Table 4
Capital Assets
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$3,187,493	\$3,187,493	\$7,580	\$7,580	\$3,195,073	\$3,195,073
Construction in Progress	9,871,952	8,587,085	0	0	9,871,952	8,587,085
Land Improvements	1,115,125	1,175,629	0	0	1,115,125	1,175,629
Buildings and Improvements	28,614,489	13,300,593	1,066,964	1,100,836	29,681,453	14,401,429
Machinery and Equipment	1,969,787	2,170,362	936,482	950,778	2,906,269	3,121,140
Infrastructure						
Park Improvements	891,712	930,335	0	0	891,712	930,335
Streets	27,230,107	25,350,375	0	0	27,230,107	25,350,375
Bridges and Culverts	1,120,108	1,159,691	0	0	1,120,108	1,159,691
Traffic Signals	1,381,745	1,150,936	0	0	1,381,745	1,150,936
Storm Sewer	15,935,978	15,660,353	0	0	15,935,978	15,660,353
Water Lines	1,539,818	733,566	10,392,118	10,792,009	11,931,936	11,525,575
Sewer Lines	0	0	16,126,550	16,235,021	16,126,550	16,235,021
<i>Total Capital Assets</i>	\$92,858,314	\$73,406,418	\$28,529,694	\$29,086,224	\$121,388,008	\$102,492,642

See Note 9 of the Notes to the Basic Financial Statements for additional information on the City's capital assets.

Debt

On December 31, 2009, the City of Avon had governmental debt of \$53,465,478 in bonds, loans and notes outstanding, with \$1,717,932 due within one year. Table 5 summarizes bonds, loans, contractual commitments and notes outstanding.

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Table 5
Outstanding Debt at Year End

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
General Obligation Bonds	\$44,441,334	\$12,251,682	\$490,581	\$557,576	\$44,931,915	\$12,809,258
Special Assessment Bonds	3,208,858	3,449,237	0	0	3,208,858	3,449,237
OPWC Loans	215,286	223,523	0	0	215,286	223,523
OWDA Loans	0	0	425,464	544,006	425,464	544,006
Intergovernmental Payable	0	0	1,074,817	683,979	1,074,817	683,979
Notes Payable	5,600,000	39,120,000	0	0	5,600,000	39,120,000
Total	\$53,465,478	\$55,044,442	\$1,990,862	\$1,785,561	\$55,456,340	\$56,830,003

The general obligation bonds for governmental activities include Just Imagine Drive Paving, North Branch Sewer Avins Ditch, Moore Road Improvement, Veteran's Park, Service Garage, Schneider Court Improvements, All Pro Freight Stadium, YMCA/Recreation Center and related recreation complex infrastructure improvements, and refunding bonds. The governmental activities also including refunding bonds for the 1996 Detroit Road Park, the Library Improvement, Northgate Sewer Improvement and the 1997 New City Hall. These bond obligations are paid from monies transferred from the general fund into the debt service funds. The service garage is currently paid from special revenue funds collected from a property tax levy and gasoline taxes. The business-type activities general obligation bonds are in refunding bonds, payable from the water and sewer funds charges for services.

The special assessment bonds consist of Moore/Formanek Improvements, Route 83 Sewer Improvements, Chester Road Sanitary Sewer, Moore/Chester Road Waterline, Chester Road Waterline East, Avon Road Waterline, North Branch Sewer Avins Ditch, Moore Road Improvement, Mills, Jaycox, Sandy Lane Improvements, Schneider Court Improvements and a various purpose sanitary sewer project. Principal and interest for these bonds are paid from the collection of special assessments by the Lorain County Auditor.

The Ohio Public Works Commission loans represent interest free loans obtained to finance portions of the Center Road Extension and the Jaycox Road/Chester Improvements. These OPWC loans are paid from the bond retirement fund.

The Ohio Water Development loans represent loans obtained to finance sanitary sewer construction. These loans are paid from the customers charges in the sewer proprietary fund.

The City retired \$39,120,000 in general obligation bond anticipation notes and issued \$5,600,000 in new notes with a maturity date of May 12, 2010. The notes issued were for the YMCA/recreation center construction project.

During 1994 and 2009, the City of Avon entered into contractual agreements with the City of Avon Lake for the construction and future maintenance of two water trunk lines that run through Avon and that Avon residents will be able to tap into. The projects were financed mainly by general obligation bonds which were issued by the City of Avon Lake. All proceeds were received by the City of Avon Lake and the City of Avon Lake is responsible for the debt retirement and maintenance. The lines will be a capital asset of the City of Avon Lake. The total amount owed to the City of Avon Lake as of December 31, 2009 is \$1,074,817. This amount has been recorded on Avon's financial statements as a long-term liability in the water enterprise fund.

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The City's overall legal ten and one-half percent debt limitation (voted and unvoted) on December 31, 2009 was \$79,681,926. The aggregate outstanding debt subject to the ten and one-half percent limitation is \$41,738,152. The difference of \$37,943,774 between the maximum issuable amount and the outstanding amount represents the aggregate principal amount of additional voted and unvoted nonexempt debt which the City may issue without exceeding the ten and one-half percent limitation.

See Note 11 of the Notes to the Basic Financial Statements for additional information on the City's outstanding debt obligations.

Current Financial Related Activities

Over the past ten years the City has enjoyed strong growth in revenues as a result of new commercial and industrial development. The City, with the support of the school system, currently has six tax abatement agreements in effect with local companies. Although property taxes have been partially deferred as a result of these abatements, the deferral has been more than offset by the significant increase in income tax collections as a result of the employment in these companies.

The City has also aggressively pursued the use of Tax Incremental Financing (TIF) as an economic development tool. The City currently has eight areas designated as TIF districts. The revenues derived from these districts are used for infrastructure related projects, and the associated debt service.

The City is ideally situated on Interstate 90, approximately twenty minutes from Cleveland, Ohio and Cleveland Hopkins International Airport. Interstate 90 divides the City providing an ideal separation for industrial development north of Interstate 90 and commercial and upscale residential development south of Interstate 90. With development of the industrial sites on the north side, the City's financial condition has been significantly strengthened. Moody's Investor Services has assigned a Aa2 bond rating to the City of Avon, the highest rating a city of this size can have.

The City adopted a master plan for the development, growth and expansion. A master sewer plan is also in place. City Council and the Administration work with the French Creek Development Association to preserve the French Creek District section of the City. Restoration and preservation of the French Creek District centralizes small commercial businesses in the core area of the City. The City takes great pride in its French Creek business district.

The City applies for various grants wherever it is feasible. In 2009, the City received grant monies through the Ohio Department of Transportation and the Federal Highway Administration of \$906,368 to help fund Detroit Road improvements. Also in 2009, the City was awarded a grant of \$162,100 from the Ohio Public Works Commission for traffic signalization improvements along State Route 611. Finally, in 2009 the Ohio Department of Natural Resources awarded the City a \$50,000 grant for reconstruction of the Avon Isle Bridge. The City currently has grant applications in with the Ohio Public Works Commission and the Northeast Ohio Public Energy Council (NOPEC), among certain other agencies.

In 2004, City Council approved a study for a new I-90 interchange. The cost of Phase I of the Interchange Justification Study (IJS) was \$149,000 and was paid from pledges from local industry totaling \$111,200 and \$37,800 from the City. Phase II of the study commenced in November, 2007 when the Northeast Ohio Area Wide Coordinating Agency (NOACA) approved the concept of the interchange. Funding for Phase II has been predominantly through the Richard Jacobs Group, a large commercial developer based in Northeast Ohio. These costs total approximately \$1,800,000. This construction project will be managed by the Ohio Department of Transportation and will be a joint effort between a local developer and the City of Avon. The

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project was recently put on ODOT's "Fast Trac" list of projects. The construction of the interchange is expected to begin in late 2011. The total cost of the interchange will approximate \$25,000,000. The new interchange will allow greater expansion of industrial and commercial development on the eastern side of the City.

The Finance Director, Mayor and City Council work extremely hard at managing debt. Finances are planned so that we can pay cash for many of the facility improvements and acquisitions, and continue to pay cash for all equipment and other major purchases necessary to maintain decent level of services. The annual budget is monitored efficiently and consistently throughout the year. Department Heads review their budgets monthly and spend only for necessary expenses. Over the last ten years the City has expanded their services but has strived to keep the size of its work force at practical levels.

The City of Avon has committed itself to financial excellence. History proves that. The City has received the Government Finance Officers Award Certificate of Achievement for Excellence every year since 1991, the year of our first Comprehensive Annual Financial Report. The City of Avon was one of the first cities in Ohio to report using the Government Accounting Standards Board (GASB) 34 requirements. Our commitment to the residents of Avon has been one of full disclosure of the financial position of the City, and will continue to be.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and show the City's accountability for all money it receives, spends or invests. If you have any questions about this report or need additional information, contact the Finance Department, City of Avon, 36080 Chester Road, Avon, Ohio 44011, telephone 440-937-7806, or at the website at www.cityofavon.com.

Basic Financial Statements

City of Avon, Ohio
Statement of Net Assets
December 31, 2009

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$16,649,249	\$3,098,627	\$19,747,876
Interest Receivable	0	77,783	77,783
Materials and Supplies Inventory	127,587	356,836	484,423
Accounts Receivable	231,245	414,290	645,535
Internal Balances	196,000	(196,000)	0
Intergovernmental Receivable	1,045,221	0	1,045,221
Prepaid Items	47,824	5,000	52,824
Municipal Income Taxes Receivable	2,572,438	0	2,572,438
Property Taxes Receivable	4,843,579	0	4,843,579
Payments in Lieu of Taxes Receivable	262,498	0	262,498
Special Assessments Receivable	3,208,858	183,215	3,392,073
Deferred Charges	42,608	1,079,401	1,122,009
Capital Assets, Non-Depreciable	13,059,445	7,580	13,067,025
Capital Assets, Depreciable, Net	79,798,869	28,522,114	108,320,983
<i>Total Assets</i>	<u>122,085,421</u>	<u>33,548,846</u>	<u>155,634,267</u>
Liabilities			
Accounts Payable	233,292	89,313	322,605
Contracts Payable	1,091,029	0	1,091,029
Accrued Wages and Benefits	402,373	34,527	436,900
Intergovernmental Payable	457,834	26,525	484,359
Deferred Revenue	4,905,697	0	4,905,697
Accrued Interest Payable	248,222	100,068	348,290
Matured Compensated Absences Payable	36,001	0	36,001
Long-Term Liabilities:			
Due Within One Year	1,818,692	331,199	2,149,891
Due In More Than One Year	53,410,125	1,791,500	55,201,625
<i>Total Liabilities</i>	<u>62,603,265</u>	<u>2,373,132</u>	<u>64,976,397</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	46,612,947	27,616,704	74,229,651
Restricted for:			
Capital Projects	1,129,478	0	1,129,478
Debt Service	1,445,051	0	1,445,051
Fire Department	1,297,579	0	1,297,579
Street Construction, Maintenance and Repair	1,368,224	0	1,368,224
Park Development	194,539	0	194,539
Other Purposes	654,545	0	654,545
Unrestricted	6,779,793	3,559,010	10,338,803
<i>Total Net Assets</i>	<u>\$59,482,156</u>	<u>\$31,175,714</u>	<u>\$90,657,870</u>

See accompanying notes to the basic financial statements

City of Avon, Ohio
Statement of Activities
For the Year Ended December 31, 2009

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government	\$3,042,622	\$1,420,788	\$8,810	\$105,407
Security of Persons and Property	7,948,875	1,771	150,203	0
Transportation	5,140,893	0	1,178,652	1,142,925
Community Environment	1,406,060	429,764	81,575	0
Basic Utility Services	495,523	20,052	0	0
Leisure Time Activities	1,130,300	219,656	56,530	0
Interest and Fiscal Charges	1,669,318	0	0	0
<i>Total Governmental Activities</i>	<u>20,833,591</u>	<u>2,092,031</u>	<u>1,475,770</u>	<u>1,248,332</u>
Business-Type Activities				
Water	2,392,503	2,007,943	0	0
Sewer	2,127,598	1,628,898	0	453,148
<i>Total Business-Type Activities</i>	<u>4,520,101</u>	<u>3,636,841</u>	<u>0</u>	<u>453,148</u>
<i>Total</i>	<u><u>\$25,353,692</u></u>	<u><u>\$5,728,872</u></u>	<u><u>\$1,475,770</u></u>	<u><u>\$1,701,480</u></u>

General Revenues

Property Taxes Levied for:

- General Purposes
- Streets
- Police
- Police Pension
- Park Operating
- Library Bond Retirement
- Equipment

Municipal Income Taxes Levied for

- General Purposes
- Fire Department
- Recreation Income Tax

Grants and Entitlements not Restricted
to Specific Programs

- Investment Earnings
- Payment in Lieu of Taxes
- Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year - Restated (Note 3)

Net Assets End of Year

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activity	Total
(\$1,507,617)	\$0	(\$1,507,617)
(7,796,901)	0	(7,796,901)
(2,819,316)	0	(2,819,316)
(894,721)	0	(894,721)
(475,471)	0	(475,471)
(854,114)	0	(854,114)
(1,669,318)	0	(1,669,318)
(16,017,458)	0	(16,017,458)
0	(384,560)	(384,560)
0	(45,552)	(45,552)
0	(430,112)	(430,112)
(16,017,458)	(430,112)	(16,447,570)
1,520,272	0	1,520,272
1,268,806	0	1,268,806
411,556	0	411,556
198,297	0	198,297
297,378	0	297,378
72,822	0	72,822
559,752	0	559,752
4,726,399	0	4,726,399
3,343,630	0	3,343,630
1,172,927	0	1,172,927
979,590	0	979,590
315,399	7,499	322,898
668,139	0	668,139
1,165,347	16,746	1,182,093
16,700,314	24,245	16,724,559
(294,388)	294,388	0
16,405,926	318,633	16,724,559
388,468	(111,479)	276,989
59,093,688	31,287,193	90,380,881
\$59,482,156	\$31,175,714	\$90,657,870

City of Avon, Ohio

Balance Sheet

Governmental Funds

December 31, 2009

	<u>General</u>	<u>Fire Department</u>	<u>Street Construction, Maintenance and Repair</u>	<u>Special Assessment Bond Retirement</u>
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$4,574,765	\$1,032,351	\$994,399	\$361,313
Materials and Supplies Inventory	5,534	6,278	95,793	0
Accounts Receivable	231,245	0	0	0
Interfund Receivable	2,238,374	0	0	0
Intergovernmental Receivable	394,420	0	463,684	0
Prepaid Items	16,824	10,000	5,000	0
Municipal Income Taxes Receivable	1,350,530	900,353	0	0
Property Taxes Receivable	1,689,412	0	1,383,936	0
Payments in Lieu of Taxes Receivable	0	0	0	0
Special Assessments Receivable	0	0	0	3,208,858
<i>Total Assets</i>	<u>\$10,501,104</u>	<u>\$1,948,982</u>	<u>\$2,942,812</u>	<u>\$3,570,171</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$36,487	\$6,543	\$16,530	\$0
Contracts Payable	0	0	0	0
Accrued Wages and Benefits	68,641	109,570	43,862	0
Interfund Payable	0	0	0	0
Intergovernmental Payable	27,478	192,338	31,036	0
Matured Compensated Absences Payable	0	0	0	0
Deferred Revenue	2,540,326	393,557	1,721,281	3,208,858
<i>Total Liabilities</i>	<u>2,672,932</u>	<u>702,008</u>	<u>1,812,709</u>	<u>3,208,858</u>
Fund Balances				
Reserved for Encumbrances	150,647	243	103,411	0
Unreserved:				
Undesignated (Deficit), Reported in:				
General Fund	7,677,525	0	0	0
Special Revenue Funds	0	1,246,731	1,026,692	0
Debt Service Funds	0	0	0	361,313
Capital Projects Funds	0	0	0	0
<i>Total Fund Balances</i>	<u>7,828,172</u>	<u>1,246,974</u>	<u>1,130,103</u>	<u>361,313</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$10,501,104</u>	<u>\$1,948,982</u>	<u>\$2,942,812</u>	<u>\$3,570,171</u>

See accompanying notes to the basic financial statements

<u>Recreation Center Construction</u>	<u>Baseball Stadium Project</u>	<u>Recreation Complex Infrastructure</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$5,136,578	\$8,739	\$1,337,606	\$3,203,498	\$16,649,249
0	0	0	19,982	127,587
0	0	0	0	231,245
0	0	0	99,300	2,337,674
0	0	0	187,117	1,045,221
0	0	0	16,000	47,824
0	0	0	321,555	2,572,438
0	0	0	1,770,231	4,843,579
0	0	0	262,498	262,498
0	0	0	0	3,208,858
<u>\$5,136,578</u>	<u>\$8,739</u>	<u>\$1,337,606</u>	<u>\$5,880,181</u>	<u>\$31,326,173</u>
\$625	\$0	\$0	\$173,107	\$233,292
686,052	0	281,273	123,704	1,091,029
0	0	0	180,300	402,373
1,043,000	614,000	341,400	143,274	2,141,674
0	0	0	206,982	457,834
0	0	0	36,001	36,001
0	0	0	2,333,439	10,197,461
<u>1,729,677</u>	<u>614,000</u>	<u>622,673</u>	<u>3,196,807</u>	<u>14,559,664</u>
2,991,629	0	951,395	535,911	4,733,236
0	0	0	0	7,677,525
0	0	0	526,158	2,799,581
0	0	0	82,503	443,816
415,272	(605,261)	(236,462)	1,538,802	1,112,351
<u>3,406,901</u>	<u>(605,261)</u>	<u>714,933</u>	<u>2,683,374</u>	<u>16,766,509</u>
<u>\$5,136,578</u>	<u>\$8,739</u>	<u>\$1,337,606</u>	<u>\$5,880,181</u>	<u>\$31,326,173</u>

City of Avon, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 December 31, 2009*

Total Governmental Fund Balances	\$16,766,509
 <i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	92,858,314
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Special Assessments	3,208,858
Delinquent Property Taxes	200,420
Fines and Forfeitures	305
Intergovernmental	759,686
Municipal Income Taxes	1,122,495
Total	5,291,764
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(248,222)
Bond issuance costs are considered deferred charges and will be amortized over the life of the bonds on the statement of net assets.	42,608
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
General Obligation Bonds	(44,128,905)
Premium	(378,458)
Refunding	66,029
Special Assessment Bonds	(3,208,858)
OPWC Loans	(215,286)
Notes Payable	(5,600,000)
Compensated Absences	(1,763,339)
Total	(55,228,817)
 <i>Net Assets of Governmental Activities</i>	 <u>\$59,482,156</u>

See accompanying notes to the basic financial statements

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

	General	Fire Department	Street Construction, Maintenance and Repair	Special Assessment Bond Retirement
Revenues				
Property Taxes	\$1,529,321	\$0	\$1,252,274	\$0
Payment in Lieu of Taxes	0	0	0	0
Municipal Income Taxes	4,772,396	3,409,998	0	0
Charges for Services	740,012	0	0	0
Licenses and Permits	598,863	0	0	0
Fines and Forfeitures	109,289	0	0	0
Intergovernmental	993,866	0	988,982	0
Special Assessments	0	0	0	240,379
Interest	71,689	1,297	3,374	168,242
Contributions and Donations	0	0	0	0
Rental	0	0	0	0
Miscellaneous	950,159	2,969	4,146	0
<i>Total Revenues</i>	<u>9,765,595</u>	<u>3,414,264</u>	<u>2,248,776</u>	<u>408,621</u>
Expenditures				
Current:				
General Government	2,269,474	0	0	25,151
Security of Persons and Property	0	3,209,381	0	0
Transportation	0	0	1,765,781	0
Community Environment	946,350	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	0	0	0
Capital Outlay	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	240,379
Interest and Fiscal Charges	0	0	0	177,022
<i>Total Expenditures</i>	<u>3,215,824</u>	<u>3,209,381</u>	<u>1,765,781</u>	<u>442,552</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>6,549,771</u>	<u>204,883</u>	<u>482,995</u>	<u>(33,931)</u>
Other Financing Sources (Uses)				
General Obligation Bonds Issued	0	0	0	0
Notes Issued	0	0	0	0
Premium on General Obligation Bonds Issued	0	0	0	0
Transfers In	251,796	0	0	0
Transfers Out	(5,471,588)	(700,000)	(214,732)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(5,219,792)</u>	<u>(700,000)</u>	<u>(214,732)</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	1,329,979	(495,117)	268,263	(33,931)
<i>Fund Balances</i>				
<i>Beginning of Year</i>	<u>6,498,193</u>	<u>1,742,091</u>	<u>861,840</u>	<u>395,244</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$7,828,172</u>	<u>\$1,246,974</u>	<u>\$1,130,103</u>	<u>\$361,313</u>

See accompanying notes to the basic financial statements

(continued)

City of Avon, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds (continued)
For the Year Ended December 31, 2009

	Recreation Center Construction	Baseball Stadium Project	Recreation Complex Infrastructure	Other Governmental Funds	Total Governmental Funds
Revenues					
Property Taxes	\$0	\$0	\$0	\$1,549,095	\$4,330,690
Payment in Lieu of Taxes	0	0	0	668,139	668,139
Municipal Income Taxes	0	0	0	1,196,365	9,378,759
Charges for Services	0	0	0	163,286	903,298
Licenses and Permits	0	0	0	146,369	745,232
Fines and Forfeitures	0	0	0	5,876	115,165
Intergovernmental	0	0	0	1,690,148	3,672,996
Special Assessments	0	0	0	0	240,379
Interest	46,175	7,977	12,424	4,221	315,399
Contributions and Donations	0	0	0	6,575	6,575
Rentals	0	250,000	0	78,361	328,361
Miscellaneous	14,155	8,340	12,376	173,202	1,165,347
<i>Total Revenues</i>	<u>60,330</u>	<u>266,317</u>	<u>24,800</u>	<u>5,681,637</u>	<u>21,870,340</u>
Expenditures					
Current:					
General Government	0	0	0	529,712	2,824,337
Security of Persons and Property	0	0	0	4,317,164	7,526,545
Transportation	0	0	0	216,422	1,982,203
Community Environment	0	0	0	440,058	1,386,408
Basic Utility Services	0	0	0	14,838	14,838
Leisure Time Activities	0	0	0	986,909	986,909
Capital Outlay	9,656,659	6,406,212	4,146,449	3,557,911	23,767,231
Debt Service:					
Principal Retirement	14,000,000	13,150,000	9,000,000	4,041,978	40,432,357
Interest and Fiscal Charges	166,963	177,458	100,438	1,387,870	2,009,751
<i>Total Expenditures</i>	<u>23,823,622</u>	<u>19,733,670</u>	<u>13,246,887</u>	<u>15,492,862</u>	<u>80,930,579</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(23,763,292)</u>	<u>(19,467,353)</u>	<u>(13,222,087)</u>	<u>(9,811,225)</u>	<u>(59,060,239)</u>
Other Financing Sources (Uses)					
General Obligation Bonds Issued	8,600,000	12,400,000	9,000,000	2,890,000	32,890,000
Notes Issued	5,600,000	0	0	0	5,600,000
Premium on General Obligation Bonds Issued	0	0	0	376,678	376,678
Transfers In	0	965,000	0	7,459,547	8,676,343
Transfers Out	0	(241,263)	0	(2,343,148)	(8,970,731)
<i>Total Other Financing Sources (Uses)</i>	<u>14,200,000</u>	<u>13,123,737</u>	<u>9,000,000</u>	<u>8,383,077</u>	<u>38,572,290</u>
<i>Net Change in Fund Balances</i>	<u>(9,563,292)</u>	<u>(6,343,616)</u>	<u>(4,222,087)</u>	<u>(1,428,148)</u>	<u>(20,487,949)</u>
Fund Balances					
<i>Beginning of Year</i>	<u>12,970,193</u>	<u>5,738,355</u>	<u>4,937,020</u>	<u>4,111,522</u>	<u>37,254,458</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$3,406,901</u>	<u>(\$605,261)</u>	<u>\$714,933</u>	<u>\$2,683,374</u>	<u>\$16,766,509</u>

See accompanying notes to the basic financial statements

City of Avon, Ohio
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2009*

Net Change in Fund Balances - Total Governmental Funds (\$20,487,949)

*Amounts reported for governmental activities in the statements of activities
are different because:*

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital Asset Additions	22,978,237	
Current Year Depreciation	(3,497,902)	
Total	19,480,335	19,480,335

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (28,439)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:

Delinquent Property Taxes	(1,807)	
Fines and Forfeitures	(25)	
Intergovernmental	24,121	
Special Assessments	(240,379)	
Municipal Income Taxes	(135,803)	
Total	(353,893)	(353,893)

Other financing sources in the governmental funds that increase long-term liabilities in the statement of net assets are not reported as revenues in the statement of activities:

General Obligation Bonds Issued	(32,890,000)	
Premium on General Obligation Bonds Issued	(376,678)	
Notes Issued	(5,600,000)	
Total	(38,866,678)	(38,866,678)

Repayment of bond, note and loan principal are expenditures in the governmental funds, but the repayments reduce the long-term liabilities in the statement of net assets: 40,432,357

In the statement of activities, interest is accrued on outstanding bonds, bond issuance costs and bond premium are amortized over the term of the bonds, whereas in governmental funds, an expenditure is reported when bonds are issued:

Accrued Interest	332,693	
Amortization of Bond Issuance Costs	(5,545)	
Amortization of Gain on Refunding	(12,847)	
Amortization of Bond Premium	26,132	
Total	340,433	340,433

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, such as compensated absences. (127,698)

Change in Net Assets of Governmental Activities \$388,468

See accompanying notes to the basic financial statements

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Property Taxes	\$1,807,200	\$1,529,321	\$1,529,321	0
Municipal Income Taxes	4,975,000	4,975,000	4,738,906	(236,094)
Charges for Services	725,000	680,000	716,326	36,326
Licenses and Permits	802,078	588,330	598,863	10,533
Fines and Forfeitures	119,000	127,500	109,289	(18,211)
Intergovernmental	1,696,299	1,016,638	1,023,155	6,517
Interest	560,000	113,500	109,408	(4,092)
Miscellaneous	179,250	168,334	950,159	781,825
<i>Total Revenues</i>	<u>10,863,827</u>	<u>9,198,623</u>	<u>9,775,427</u>	<u>576,804</u>
Expenditures				
Current:				
General Government	7,805,531	3,393,237	2,436,135	957,102
Community Environment	3,276,273	1,204,865	997,657	207,208
<i>Total Expenditures</i>	<u>11,081,804</u>	<u>4,598,102</u>	<u>3,433,792</u>	<u>1,164,310</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(217,977)</u>	<u>4,600,521</u>	<u>6,341,635</u>	<u>1,741,114</u>
Other Financing Sources (Uses)				
OPWC Loan Proceeds	409,875	0	0	0
Advances Out	(285,000)	(285,000)	(285,000)	0
Transfers In	6,517,220	5,272,016	251,796	(5,020,220)
Transfers Out	(5,600,000)	(11,633,867)	(5,471,588)	6,162,279
<i>Total Other Financing Sources (Uses)</i>	<u>1,042,095</u>	<u>(6,646,851)</u>	<u>(5,504,792)</u>	<u>1,142,059</u>
<i>Net Change in Fund Balance</i>	824,118	(2,046,330)	836,843	2,883,173
<i>Fund Balance Beginning of Year</i>	3,537,308	3,537,308	3,537,308	0
Prior Year Encumbrances Appropriated	<u>197,610</u>	<u>197,610</u>	<u>197,610</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,559,036</u></u>	<u><u>\$1,688,588</u></u>	<u><u>\$4,571,761</u></u>	<u><u>\$2,883,173</u></u>

See accompanying notes to the basic financial statements

City of Avon, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Department Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Municipal Income Taxes	\$3,500,000	\$3,500,000	\$3,428,442	(\$71,558)
Interest	0	1,600	963	(637)
Miscellaneous	1,600	4,559	2,969	(1,590)
<i>Total Revenues</i>	3,501,600	3,506,159	3,432,374	(73,785)
Expenditures				
Current:				
Security of Persons and Property	3,419,023	3,423,023	3,253,281	169,742
<i>Excess of Revenues Over Expenditures</i>	82,577	83,136	179,093	95,957
Other Financing Uses				
Transfers Out	(700,000)	(700,000)	(700,000)	0
<i>Net Change in Fund Balance</i>	(617,423)	(616,864)	(520,907)	95,957
<i>Fund Balance Beginning of Year</i>	1,532,061	1,532,061	1,532,061	0
Prior Year Encumbrances Appropriated	15,223	15,223	15,223	0
<i>Fund Balance End of Year</i>	<u>\$929,861</u>	<u>\$930,420</u>	<u>\$1,026,377</u>	<u>\$95,957</u>

See accompanying notes to the basic financial statements

City of Avon, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Property Taxes	\$1,173,000	\$1,252,274	\$1,252,274	\$0
Intergovernmental	882,000	962,499	988,043	25,544
Interest	12,000	12,000	4,852	(7,148)
Miscellaneous	5,000	5,287	4,146	(1,141)
<i>Total Revenues</i>	2,072,000	2,232,060	2,249,315	17,255
Expenditures				
Current:				
Transportation	1,879,719	1,902,739	1,720,011	182,728
<i>Excess of Revenues Over Expenditures</i>	192,281	329,321	529,304	199,983
Other Financing Uses				
Transfers Out	(214,732)	(214,732)	(214,732)	0
<i>Net Change in Fund Balance</i>	(22,451)	114,589	314,572	199,983
<i>Fund Balance Beginning of Year</i>	457,085	457,085	457,085	0
Prior Year Encumbrances Appropriated	110,829	110,829	110,829	0
<i>Fund Balance End of Year</i>	\$545,463	\$682,503	\$882,486	\$199,983

See accompanying notes to the basic financial statements

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City of Avon, Ohio
Statement of Fund Net Assets
Proprietary Funds
December 31, 2009

	Business-Type Activities		
	Water	Sewer	Total
Assets			
<i>Current Assets</i>			
Equity in Pooled Cash and			
Cash Equivalents	\$2,606,418	\$492,209	\$3,098,627
Interest Receivable	0	77,783	77,783
Materials and Supplies Inventory	324,595	32,241	356,836
Accounts Receivable	207,015	207,275	414,290
Prepaid Items	2,500	2,500	5,000
Special Assessments Receivable	183,215	0	183,215
<i>Total Current Assets</i>	<u>3,323,743</u>	<u>812,008</u>	<u>4,135,751</u>
<i>Noncurrent Assets</i>			
Deferred Charges	1,077,109	2,292	1,079,401
Non-Depreciable Capital Assets	0	7,580	7,580
Depreciable Capital Assets, Net	11,563,546	16,958,568	28,522,114
<i>Total Noncurrent Assets</i>	<u>12,640,655</u>	<u>16,968,440</u>	<u>29,609,095</u>
<i>Total Assets</i>	<u>15,964,398</u>	<u>17,780,448</u>	<u>33,744,846</u>
Liabilities			
<i>Current Liabilities</i>			
Accounts Payable	66,977	22,336	89,313
Accrued Wages and Benefits	18,197	16,330	34,527
Intergovernmental Payable	13,378	13,147	26,525
Interfund Payable	196,000	0	196,000
Compensated Absences Payable	5,433	5,433	10,866
Accrued Interest Payable	8,996	91,072	100,068
Intergovernmental Payable - Current	121,485	0	121,485
OWDA Loans - Current	0	123,541	123,541
Bonds Payable - Current	31,500	43,807	75,307
<i>Total Current Liabilities</i>	<u>461,966</u>	<u>315,666</u>	<u>777,632</u>
<i>Long-Term Liabilities</i>			
Compensated Absences Payable	60,485	60,486	120,971
Intergovernmental Payable	953,332	0	953,332
OWDA Loans	0	301,923	301,923
Bonds Payable	59,274	356,000	415,274
<i>Total Long-Term Liabilities</i>	<u>1,073,091</u>	<u>718,409</u>	<u>1,791,500</u>
<i>Total Liabilities</i>	<u>1,535,057</u>	<u>1,034,075</u>	<u>2,569,132</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	11,472,772	16,143,932	27,616,704
Unrestricted	2,956,569	602,441	3,559,010
<i>Total Net Assets</i>	<u>\$14,429,341</u>	<u>\$16,746,373</u>	<u>\$31,175,714</u>

See accompanying notes to the basic financial statements

City of Avon, Ohio
*Statement of Revenues, Expenses
and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2009*

	Business-Type Activities		
	Water	Sewer	Total
Operating Revenues			
Charges for Services	\$2,007,943	\$1,628,898	\$3,636,841
Other	16,579	167	16,746
<i>Total Operating Revenues</i>	<u>2,024,522</u>	<u>1,629,065</u>	<u>3,653,587</u>
Operating Expenses			
Personal Services	436,048	705,187	1,141,235
Materials and Supplies	1,116,240	298,396	1,414,636
Contractual Services	330,703	202,431	533,134
Other Operating Expenses	7,166	320,167	327,333
Depreciation	454,052	567,826	1,021,878
<i>Total Operating Expenses</i>	<u>2,344,209</u>	<u>2,094,007</u>	<u>4,438,216</u>
<i>Operating Loss</i>	<u>(319,687)</u>	<u>(464,942)</u>	<u>(784,629)</u>
Non-Operating Revenues (Expenses)			
Interest	6,823	676	7,499
Interest and Fiscal Charges	(48,294)	(33,591)	(81,885)
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(41,471)</u>	<u>(32,915)</u>	<u>(74,386)</u>
<i>Loss Before Contributions and Transfers</i>	(361,158)	(497,857)	(859,015)
Capital Contributions	0	453,148	453,148
Transfers In	0	309,947	309,947
Transfers Out	(15,559)	0	(15,559)
<i>Change in Net Assets</i>	(376,717)	265,238	(111,479)
<i>Net Assets Beginning of Year</i>	<u>14,806,058</u>	<u>16,481,135</u>	<u>31,287,193</u>
<i>Net Assets End of Year</i>	<u>\$14,429,341</u>	<u>\$16,746,373</u>	<u>\$31,175,714</u>

See accompanying notes to the basic financial statements

City of Avon, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2009

	Business-Type Activities		
	Water	Sewer	Totals
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities			
Cash Received from Customers	\$2,023,649	\$1,281,987	\$3,305,636
Cash Payments to Suppliers for Materials and Supplies	(1,143,409)	(304,035)	(1,447,444)
Cash Payments for Employee Services and Benefits	(433,564)	(702,757)	(1,136,321)
Cash Payments for Contractual Services	(330,035)	(204,284)	(534,319)
Other Operating Revenues	16,579	167	16,746
Other Operating Expenses	(7,166)	(3,449)	(10,615)
<i>Net Cash Provided by Operating Activities</i>	<u>126,054</u>	<u>67,629</u>	<u>193,683</u>
Cash Flows from Noncapital Financing Activities			
Transfers In	0	309,947	309,947
Transfers Out	(15,559)	0	(15,559)
<i>Net Cash Provided by (Used for) Noncapital Financing Activities</i>	<u>(15,559)</u>	<u>309,947</u>	<u>294,388</u>
Cash Flows from Capital and Related Financing Activities			
Acquisition of Capital Assets	(12,242)	(5,000)	(17,242)
Interfund Activity - Bonds	(4,000)	0	(4,000)
Special Assessments	98,266	0	98,266
Principal Paid on GO Bonds	(29,400)	(41,479)	(70,879)
Interest Paid on GO Bonds	(3,815)	(17,523)	(21,338)
Principal Paid on OWDA Loans	0	(118,542)	(118,542)
Interest Paid on OWDA Loans	0	(21,447)	(21,447)
Interest Paid to City of Avon Lake	(40,995)	0	(40,995)
Payments to City of Avon Lake	(73,203)	0	(73,203)
<i>Net Cash Used for Capital and Related Financing Activities</i>	<u>(65,389)</u>	<u>(203,991)</u>	<u>(269,380)</u>
Cash Flows from Investing Activities			
Interest on Investments	6,823	676	7,499
Net Decrease in Cash and Cash Equivalents	51,929	174,261	226,190
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>2,554,489</u>	<u>317,948</u>	<u>2,872,437</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$2,606,418</u>	<u>\$492,209</u>	<u>\$3,098,627</u>

(continued)

City of Avon, Ohio
Statement of Cash Flows
Proprietary Funds (continued)
For the Year Ended December 31, 2009

	Business-Type Activities		
	Water	Sewer	Totals
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities			
Operating Loss	(\$319,687)	(\$464,942)	(\$784,629)
<i>Adjustments:</i>			
Depreciation	454,052	567,826	1,021,878
(Increase) Decrease in Assets:			
Accounts Receivable	15,706	(30,193)	(14,487)
Materials and Supplies Inventory	24,822	1,845	26,667
Prepaid Items	(250)	(250)	(500)
Increase (Decrease) in Liabilities:			
Accounts Payable	(51,073)	(9,087)	(60,160)
Accrued Wages	864	764	1,628
Compensated Absences Payable	6,562	6,563	13,125
Intergovernmental Payable	(4,942)	(4,897)	(9,839)
<i>Total Adjustments</i>	445,741	532,571	978,312
<i>Net Cash Provided by Operating Activities</i>	\$126,054	\$67,629	\$193,683

Noncash Capital Financing Activities

During 2009, the sewer enterprise fund received sewer lines from developers valued at \$453,148.

See accompanying notes to the basic financial statements

City of Avon, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2009

Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$2,444,348</u>
Liabilities	
Deposits Held and Due to Others	\$2,411,525
Intergovernmental Payable	<u>32,823</u>
<i>Total Liabilities</i>	<u><u>\$2,444,348</u></u>

See accompanying notes to the basic financial statements

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Note 1 - Description of City and Reporting Entity

The City of Avon (the City) is a municipal corporation duly organized and existing under the constitution and laws of the State of Ohio. The City may exercise all powers of local self-government and police powers to the extent not in conflict with applicable general laws. Avon was incorporated as a village in 1917 and made a city in May 1961. The City operates under its own charter and is governed by the mayor-council form of government.

The Mayor is the City's chief executive officer and is elected to a four year term. The Mayor supervises the administration of all departments and appoints department heads and public members of administrative boards, upon confirmation by Council. The chief conservator of the peace, he oversees the enforcement of all laws and ordinances and presides over the Mayor's Court. He also executes all contracts, conveyances, and evidences of indebtedness of the City.

The legislative authority is vested in a seven member council with four members elected from the four wards and three members elected at large, serving two year terms. The Council President is determined by the council at large member who receives the most votes in the general election. Council enacts ordinances and resolutions related to tax levies, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes.

Reporting Entity

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, street maintenance and repairs, 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 and the Northeast Ohio Public Energy Council (NOPEC), both jointly governed organizations, as presented in Note 15 and the Lorain County Healthcare Program, a shared risk pool presented in Note 16.

Note 2 - Summary of Significant Accounting Policies

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

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type 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 governmental function or business activity is self-financing or draws from the general revenues of the City.

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

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:

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

Fire Department Special Revenue Fund This fund is used to account for income taxes collected to pay for the cost of operating the City's fire department.

Street Construction, Maintenance and Repair Special Revenue Fund This fund is used to account for property tax revenue and 92.5 percent of the State gasoline tax and motor vehicle registration fees designated for street construction, maintenance and repair of dedicated streets within the City.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Special Assessment Bond Retirement Debt Service Fund This fund is used to account for the accumulation of resources to pay principal and interest on special assessment debt.

Recreation Center Construction Capital Projects Fund This fund accounts for bond proceeds that will be used for the cost of constructing a recreation facility in conjunction with the Greater Cleveland YMCA.

Baseball Stadium Project Capital Projects Fund This fund accounts for bond proceeds that will be used for the cost of constructing a baseball stadium to be used for a minor league baseball team and for public purposes.

Recreation Complex Infrastructure Capital Projects Fund This fund accounts for bond proceeds that will be used for the cost of roadway, water and sewer improvements at the City recreation complex.

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

Proprietary Funds Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service. The City has no internal service funds.

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 This fund is used to account for revenues generated from charges for distribution of water to the residential and commercial users of the City and for the maintenance and construction of water lines.

Sewer Fund This fund is used to account for revenues generated from charges for sanitary sewer services provided to the residential and commercial users of the City and for the maintenance and construction of sewer lines.

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 custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds account for contractor's deposits, taxes distributed to the Lorain Public Library, the collection and distribution of sewer charges for North Ridgeville, subdivision deposits, Avon Lake sanitary sewer trunk fees, monies due to other organizations/entities and Mayor's Court.

Measurement Focus

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

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities 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

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

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 reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of fund net assets. The statement of revenues, expenses and changes in fund net assets present 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.

Basis of Accounting

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

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

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 (See Note 7). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the 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 and motor vehicle license fees), fines, 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, 2009, but which were levied to finance year 2010 operations, have been recorded as deferred revenue. 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.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

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.

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 resolution, 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 resolution 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 at the fund, department, object level for all funds.

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

The appropriation resolution 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 resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

Cash and Cash Equivalents

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

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

During 2009, investments were made in State Treasury Asset Reserve of Ohio (STAROhio), and in federal agency instruments through Fifth Third Securities, Inc.

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2009.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2009 amounted to \$71,689, which includes \$66,563 assigned from other City funds.

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

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Inventory

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2009 are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; 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. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

All 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>
Land Improvements	10 years
Building and Improvements	50 years
Machinery and Equipment	3 - 20 years
Infrastructure	10 - 50 years

The City's infrastructure consists of park improvements (roads, paths, bridges, culverts, water and sewer lines within the park system), streets, bridges and culverts, traffic signals, storm sewers and water lines and includes infrastructure acquired prior to December 31, 1980.

Interfund Balances

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables." 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.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Compensated Absences

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

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

The entire compensated absence liability is reported on the government-wide financial statements.

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employee who has accumulated unpaid leave is paid.

Accrued Liabilities and Long-Term Obligations

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

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

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. As a result, encumbrances are recorded as a reservation of fund balance.

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.

Net assets restricted for other purposes include resources restricted for recycling, highway maintenance, law enforcement, parks, recreation, community activities, contributions to police pension funds and various police programs.

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

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Contributions of Capital

Contributions of capital in the governmental activities and proprietary fund financial statements arise from outside contributions of capital assets, 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.

Internal Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental activities are eliminated on the government-wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

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 and other operating revenue for the water and sewer fund. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

Bond Issuance Costs

Bond issuance costs for underwriting fees and bond insurance for the general obligation bonds are being amortized using the straight-line method over the life of the bonds on the government-wide statements. The straight-line method of amortization is not materially different from the effective-interest method. On the governmental financial statements, issuance costs are reported as an expenditure in the fiscal year in which the bonds are issued. Bond issuance costs are generally paid from bond proceeds.

As permitted by State Statute, the City paid bond issuance costs from the bond proceeds and therefore does not consider that portion of the debt to be capital-related debt. That portion of the debt was offset against the unamortized bond issuance costs which were included in the determination of unrestricted net assets. Reporting both within the same element of net assets prevents one classification from being overstated while another is understated by the same amount.

Bond Premium

On the government-wide financial statements, bond premiums are deferred and amortized for the term of the bonds using the straight-line method. Bond premiums are presented as an increase of the face amount of the bonds payable. On governmental fund statements, bond premiums are received in the year the bonds are issued.

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.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Estimates

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

Note 3 – Change in Accounting Principles and Restatement of Prior Year Net Assets

Change in Accounting Principles

For fiscal year 2009, the City has implemented Governmental Accounting Standard Board (GASB) Statement No. 52, “Land and Other Real Estate Held as Investments by Endowments”, Statement No. 53, “Accounting and Financial Reporting for Derivative Instruments”, Statement No. 55, “The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments”, Statement No. 56, “Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards”, Statement No. 57, “OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans”, and Statement No. 58, “Accounting and Financial Reporting for Chapter 9 Bankruptcies”.

GASB Statement No. 52 establishes consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. It requires endowments to report their land and other real estate investments at fair value. Governments are also required to report the changes in fair value as investment income and to disclose the methods and significant assumptions employed to determine fair value. The implementation of this statement did not result in any change in the City’s financial statements.

GASB Statement No. 53 addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. It requires governments to measure derivative instruments, with the exception of synthetic guaranteed investment contracts that are fully benefit-responsive, at fair value in their economic resources measurement focus financial statements. The implementation of this statement did not result in any change in the City’s financial statements.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB authoritative literature. The GAAP hierarchy consists of the sources of accounting principles used in the preparation of financial statements of state and local governmental entities that are presented in conformity with GAAP, and the framework for selecting those principles. The implementation of this statement did not result in any change in the City’s financial statements.

GASB Statement No. 56 incorporates accounting and financial reporting guidance previously only contained in the American Institute of Certified Public Accountants’ and auditing literature into the GASB’s accounting and financial reporting literature for state and local governments. The statement’s guidance addresses related party transactions, going concern considerations, and subsequent events from the AICPA literature. The implementation of this statement did not result in any change in the City’s financial statements.

GASB Statement No. 57 addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers). The requirements in this Statement will allow more agent employers to use the alternative measurement method to produce actuarially based information for purposes of financial reporting and clarify that OPEB measures reported by agent multiple-employer OPEB plans and their participating employers should be determined at the same minimum frequency and as of a common date to improve the consistency of reporting with regard to funded status and funding progress information. The implementation of this statement did not result in any change in the City’s financial statements.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

GASB Statement No. 58 provides accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The requirements in this Statement will provide more consistent recognition, measurement, display, and disclosure guidance for governments that file for Chapter 9 bankruptcy. The implementation of this statement did not result in any change in the City's financial statements.

Restatement of Prior Year Net Assets

During 2009, it was determined that the payment in lieu of taxes receivable and the Avon Local School District liability were overstated in 2008. This restatement decreased the governmental activities net assets in the amount of \$3,366,950, from \$62,460,638 to \$59,093,688.

Note 4 – Accountability and Legal Compliance

Accountability

At December 31, 2009, the police and the police pension special revenue funds had deficits of \$40,628 and \$125,236, respectively, and the baseball stadium project and I-90 interchange study capital projects funds had deficits of \$605,261 and \$15,449, respectively. These deficits are due to adjustments for accrued liabilities. The general fund is liable for any deficits in these funds and provides operating transfers when cash is required, rather than when accruals occur.

Legal Compliance

Contrary to ORC section 5709.39, the following funds had original appropriations in excess of original estimated resources plus beginning balances:

	Original Revenues Plus Carryover Balances	Original Appropriations	Excess
<i>Major Funds</i>			
Recreation Complex Infrastructure	\$15,344,507	\$15,453,890	\$109,383
<i>Special Revenue Funds</i>			
Park Operating	953,952	960,520	6,568
<i>Debt Service Funds</i>			
General Obligation Bond Retirement	2,404,127	2,815,351	411,224

Contrary to ORC section 5705.39, the police station project fund had final appropriations in excess of final estimated resources plus beginning balances in the amount of \$415.

Contrary to Section 5705.41(B), Ohio Revised Code, the following funds had expenditures plus encumbrances in excess of final appropriations:

	Final Appropriations	Expenditures Plus Encumbrances	Excess
<i>Major Funds</i>			
<i>Sewer</i>			
Other Operating Expense	\$7,500	\$320,167	\$312,667
Principal Retirement	160,021	223,751	63,730
<i>Debt Service Fund</i>			
<i>General Obligation Bond Retirement</i>			
Principal Retirement	933,760	943,215	9,455
Interest and Fiscal Charges	1,222,404	1,227,355	4,951

Management has indicated that appropriations will be closely monitored to ensure no future violations.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

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 transactions on a basis of cash receipts, disbursements, and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the general and the major special revenue funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.
5. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

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

	Net Change in Fund Balance		
	General	Fire Department	Street Construction, Maintenance and Repair
GAAP Basis	\$1,329,979	(\$495,117)	\$268,263
Net Adjustment for Revenue Accruals	(8,838)	18,444	(939)
Unrecorded Cash Beginning of Year	64,045	0	1,799
Unrecorded Cash End of Year	(45,375)	(334)	(321)
Net Adjustment for Expenditure Accruals	(64,339)	(38,260)	157,362
Advances Out	(285,000)	0	0
Encumbrances	(153,629)	(5,640)	(111,592)
Budget Basis	<u>\$836,843</u>	<u>(\$520,907)</u>	<u>\$314,572</u>

Note 6 – Deposits and Investments

The City is a charter City and has adopted an investment policy through City Ordinance. The City has elected to follow the provisions of State statute. State statutes classify monies held by the City into three categories.

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

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

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

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

Interim monies held by the City can be deposited or invested in the following securities:

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

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Investments

All investments are in an internal investment pool. As of December 31, 2009, the City had \$2,209,400 in Federal Home Loan Bank Bonds, which serve as the underlying security for the repurchase agreement which mature daily, and a STAROhio investment with fair value of \$595,461 and an average maturity of 61.2 days.

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the City’s investment policy requires that operating funds be invested primarily in short-term investments maturing within one year from the date of purchase and that the City’s investment portfolio be structured so that the securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk STAROhio carries a rating of AAAM by Standard’s and Poor’s. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The Federal Home Loan Bank Bonds, which serve as the underlying security for the repurchase agreements, carry a rating of AAA by Standard and Poor’s. The City has no investment policy that would further limit its investment choices.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Federal Home Loan Bank Bonds are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty’s trust department or agent. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

Concentration of Credit Risk The City places no limit on the amount it may invest in any one issuer. The following is the City’s allocation as of December 31, 2009:

Investment	Percentage of Investments
Repurchase Agreement:	
Federal Home Loan Bank Bonds	78.77%

Note 7 - Receivables

Receivables at December 31, 2009, consisted primarily of municipal income taxes, property taxes, payment in lieu of taxes, special assessments, intergovernmental receivables arising from entitlements and shared revenues and accounts (billings for user charged services and court fines).

No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables except for special assessments and delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Special assessments expected to be collected in more than one year amount to \$2,959,042 in the special assessment bond retirement fund. The amount of delinquent special assessments outstanding at year-end is \$52,875.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

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 2009 for real and public utility property taxes represents collections of 2008 taxes. Property tax payments received during 2009 for tangible personal property (other than public utility property) are for 2009 taxes.

2009 real property taxes are levied after October 1, 2009 on the assessed value as of January 1, 2009, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2009 real property taxes are collected in and intended to finance 2010.

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

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. 2009 public utility property taxes which become a lien December 31, 2008, are levied after October 1, 2009, and are collected in 2010 with real property taxes.

Tangible personal property tax revenue received during 2009 (other than public utility property tax) represents the collection of 2009 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, furniture and fixtures is no longer levied and collected. Tangible personal property taxes received from telephone companies in 2009 were levied after October 1, 2008, on the value as of December 31, 2008. Payments 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 September 20.

The full tax rate for all City operations for the year ended December 31, 2009 was \$9.26 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2009 property tax receipts were based are as follows:

Real Property	
Residential/Agricultural	\$578,232,900
Commercial Industrial/Public Utility	170,637,860
Public Utility Property	9,597,120
Tangible Personal Property	<u>407,606</u>
Total Valuation	<u><u>\$758,875,486</u></u>

The Lorain County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Avon. 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, 2009 and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2009 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is deferred.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Income Tax

The City levies a municipal income tax of one and three quarters percent on all salaries, wages, commissions and other compensation, and net profits earned within the City as well as on incomes of residents earned outside of the City. In the latter case the City allows a credit of one and one half percent of the taxable income earned in or attributable to the municipality of employment or business activity. One percent is levied for general purposes, one half percent is restricted for safety forces operations, and one quarter percent is used for parks and recreation, including the construction of a recreational complex.

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

The Regional Income Tax Agency administers and collects income taxes for the City. Payments are remitted monthly net of collection fees of three percent. Income tax proceeds are received by the general fund, fire department special revenue fund, and the recreation income tax capital projects fund.

Intergovernmental Receivables

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

	<u>Amount</u>
Local Grants	\$640,495
Homestead and Rollback	253,216
Inheritance Tax	95,590
Electric Deregulation	40,282
Grants	<u>15,638</u>
Total	<u><u>\$1,045,221</u></u>

Payments in Lieu of Taxes Receivables

According to State law, the City has established several tax incremental financing districts within the City under which the City has granted property tax exemptions and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to the City to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if the property had not been declared exempt. The property owners' contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvements have been paid or the agreement expires, whichever occurs first. Future development by these owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners.

Note 8 – Compensated Absences

The criteria for determining the vacation and sick leave liabilities are derived from negotiated agreements and City ordinances. Full-time employees earn 10 to 25 vacation days per year, depending upon length of service. All employees other than police and fire department employees may carry over 80 hours into the following year. Police employees may carry over 40 hours and fire department employees may carry over 120 hours or five tours. In addition, police employees may carry over a maximum of 90 hours of compensatory time and 40 hours of holiday time, fire department employees may accumulate and/or use a maximum of 108 hours of compensatory time per year and unused time can be carried over or paid in December. Accumulated, unused vacation, compensatory time, and holidays are paid upon termination of employment.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

All full-time employees of the City, excluding full-time fire employees, earn sick leave at the rate of 10 hours per month. Full-time fire employees earn 13 hours of sick leave per month. Sick leave accumulation is unlimited. Upon retirement, payment is made for one-half of total sick leave accumulation up to a maximum of 960 hours for all full time employees, excluding full time fire employees, who have a cap of 1,200 hours.

For all employees, excluding full time fire employees, accumulated sick leave in excess of 90 days may be converted to vacation leave at the rate of one sick leave day for one vacation day to a maximum of five days for a calendar year. Full time fire employees who have accumulated more than 2,400 hours may convert up to 104 hours of sick leave to cash at the rate of two hours sick leave to one hour of pay to a maximum of 52 hours of pay per calendar year.

Note 9 – Capital Assets

Capital asset activity for the year ended December 31, 2009, was as follows:

	Balance 12/31/08	Additions	Deletions	Balance 12/31/09
Governmental Activities				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$3,187,493	\$0	\$0	\$3,187,493
Construction in Progress	8,587,085	17,399,905	(16,115,038)	9,871,952
<i>Total Capital Assets, Not Being Depreciated</i>	<u>11,774,578</u>	<u>17,399,905</u>	<u>(16,115,038)</u>	<u>13,059,445</u>
<i>Capital Assets, Being Depreciated:</i>				
Land Improvements	1,490,893	0	0	1,490,893
Buildings and Improvements	14,556,086	15,602,915	0	30,159,001
Machinery and Equipment	4,938,347	254,875	(137,443)	5,055,779
Infrastructure:				
Park Improvements	1,158,693	0	0	1,158,693
Streets	47,370,252	3,940,185	0	51,310,437
Bridges and Culverts	1,439,133	0	0	1,439,133
Traffic Signals	1,680,741	332,833	0	2,013,574
Storm Sewer	19,052,745	756,310	0	19,809,055
Water Lines	733,566	806,252	0	1,539,818
<i>Total Capital Assets, Being Depreciated</i>	<u>92,420,456</u>	<u>21,693,370</u>	<u>(137,443)</u>	<u>113,976,383</u>
Less Accumulated Depreciation:				
Land Improvements	(315,264)	(60,504)	0	(375,768)
Buildings and Improvements	(1,255,493)	(289,019)	0	(1,544,512)
Machinery and Equipment	(2,767,985)	(427,011)	109,004	(3,085,992)
Infrastructure:				
Park Improvements	(228,358)	(38,623)	0	(266,981)
Streets	(22,019,877)	(2,060,453)	0	(24,080,330)
Bridges and Culverts	(279,442)	(39,583)	0	(319,025)
Traffic Signals	(529,805)	(102,024)	0	(631,829)
Storm Sewer	(3,392,392)	(480,685)	0	(3,873,077)
<i>Total Accumulated Depreciation</i>	<u>(30,788,616)</u>	<u>(3,497,902) *</u>	<u>109,004</u>	<u>(34,177,514)</u>
Total Capital Assets, Being Depreciated, Net	<u>61,631,840</u>	<u>18,195,468</u>	<u>(28,439)</u>	<u>79,798,869</u>
Governmental Activities Capital Assets, Net	<u>\$73,406,418</u>	<u>\$35,595,373</u>	<u>(\$16,143,477)</u>	<u>\$92,858,314</u>

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

	Balance 12/31/08	Additions	Deletions	Balance 12/31/09
Business-Type Activities				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$7,580	\$0	\$0	\$7,580
<i>Capital Assets, Being Depreciated:</i>				
Land Improvements	93,196	0	0	93,196
Buildings and Improvements	1,693,594	0	0	1,693,594
Machinery and Equipment	1,098,492	12,200	0	1,110,692
Infrastructure:				
Water Lines	17,000,847	0	0	17,000,847
Sewer Lines	20,813,942	453,148	0	21,267,090
<i>Total Capital Assets, Being Depreciated</i>	<u>40,700,071</u>	<u>465,348</u>	<u>0</u>	<u>41,165,419</u>
Less Accumulated Depreciation:				
Land Improvements	(93,196)	0	0	(93,196)
Buildings and Improvements	(592,758)	(33,872)	0	(626,630)
Machinery and Equipment	(147,714)	(26,496)	0	(174,210)
Infrastructure:				
Water Lines	(6,208,838)	(399,891)	0	(6,608,729)
Sewer Lines	(4,578,921)	(561,619)	0	(5,140,540)
<i>Total Accumulated Depreciation</i>	<u>(11,621,427)</u>	<u>(1,021,878)</u>	<u>0</u>	<u>(12,643,305)</u>
Total Capital Assets, Being Depreciated, Net	<u>29,078,644</u>	<u>(556,530)</u>	<u>0</u>	<u>28,522,114</u>
Business-Type Activities Capital Assets, Net	<u>\$29,086,224</u>	<u>(\$556,530)</u>	<u>\$0</u>	<u>\$28,529,694</u>

During 2009, the City received street improvements from developers valued at \$1,438,677, traffic signals from developers valued at \$102,822, and storm sewer and water improvements from developers valued at \$1,021,115 in governmental funds, the sewer enterprise fund received sewer lines from developers valued at \$453,148.

* Depreciation expense was charged to governmental functions as follows:

General Government	\$198,556
Security of Persons and Property	339,680
Transportation	2,320,295
Community Environment	12,949
Leisure Time Activities	145,737
Basic Utility Services	480,685
Total Depreciation Expense	<u>\$3,497,902</u>

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Note 10 – Contingencies

Grants

The City received financial assistance from federal and state agencies in the form of grants. The disbursements of funds received under 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.

Litigation

The City is a party to legal proceedings seeking damages. The City management, including the Law Director, is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City and that the City has adequate liability insurance coverage to protect itself against any material loss.

Note 11 – Long-Term Obligations

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

<u>Debt Issue</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>	<u>Date of Maturity</u>
<i>General Obligation Bonds:</i>			
Detroit Road Park Refunding - 2006	3.45-4.25 %	\$163,000	December 1, 2016
Library Improvement Refunding - 2006	3.45-4.25	600,000	December 1, 2014
Northgate Sewer Improvement Refunding - 2006	3.45-4.25	271,000	December 1, 2016
New City Hall Refunding - 2006	3.45-4.25	626,000	December 1, 2017
Schneider Court Improvements Serial - 2006	3.45-4.25	111,132	December 1, 2026
Just Imagine Drive - 1997	3.90-5.35	655,000	December 1, 2017
North Branch Sewer Avins Ditch - 1998	4.60-5.20	88,467	December 1, 2018
Moore Road Improvement - 1999	4.40-5.40	110,870	December 1, 2019
Veteran's Park - 2003	1.50-4.70	1,590,000	December 1, 2023
Service Garage Term - 2004	2.00-5.00	2,500,000	December 1, 2024
Water/Sewer Refunding Bonds - 2004	2.00-3.25	114,000	December 1, 2012
Mills, Jaycox, Sandy Lane - 2000	4.5-5.75	242,600	December 1, 2020
Various Purpose Bonds - 2008	3.00-5.25	6,910,000	December 1, 2027
Various Purpose Bonds - 2009A	4.573-5.784	4,190,000	December 1, 2023
Various Purpose Bonds - 2009B	2.00-5.00	28,700,000	December 1, 2038

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Debt Issue	Interest Rate	Original Issue Amount	Date of Maturity
<i>Ohio Public Works Commission Loans:</i>			
Center Road Extension - 2007	0.00 %	\$92,152	December 1, 2017
Jaycox Road/Center Improvements	0.00	145,194	December 1, 2027
<i>Special Assessment Bonds:</i>			
Route 83 Sewer Improvements - 1995	4.20-6.50	520,000	December 1, 2015
Chester Road Sanitary Sewer - 1997	3.90-5.50	974,600	December 1, 2017
Moore/Chester Road Waterline - 1997	3.90-5.50	94,200	December 1, 2017
Chester Road Waterline East - 1997	3.90-5.50	152,200	December 1, 2017
Avon Road Waterline - 1997	3.90-5.50	324,200	December 1, 2017
North Branch Sewer Avins Ditch - 1998	4.60-5.20	281,533	December 1, 2018
Moore Road Improvement - 1999	4.40-5.40	869,130	December 1, 2019
Mills, Jaycox, Sandy Lane - 2000	4.50-5.75	342,400	December 1, 2020
Schneider Court Improvements	3.45-4.25	903,868	December 1, 2026
Various Purpose - 2001	3.95-5.25	590,000	December 1, 2021
<i>Long-term Notes</i>			
Detroit Road Widening - 2008	2.35	1,250,000	May 14, 2009
Post Office Project - 2008	4.25	1,720,000	May 14, 2009
Recreation Construction - 2008	2.35	14,000,000	May 14, 2009
Baseball Stadium Project - 2008	2.35-4.25	13,150,000	May 14, 2009
Recreation Complex - 2008	2.35	9,000,000	May 14, 2009
Recreation Construction - 2009	1.30	5,600,000	May 12, 2010
<i>Ohio Water Development Loans:</i>			
Sanitary Sewer Addition - 1989	7.65	687,406	January 1, 2013
Sanitary Sewer Construction - 1989	2.00	1,536,998	January 1, 2013
<i>Enterprise General Obligation Bonds:</i>			
Water Construction Refunding Bonds - 2004	2.00-3.25	239,400	December 1, 2012
Various Purpose Bonds - 2008	3.00-5.25	330,000	December 1, 2027
Sewer Construction Refunding Bonds - 2004	2.00-3.25	239,400	December 1, 2012

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Changes in bonds and other long-term obligations of the City during 2009 were as follows:

	Principal Outstanding 12/31/08	Additions	Deletions	Principal Outstanding 12/31/09	Due Within One Year
Governmental Activities					
<i>General Obligation Bonds:</i>					
Detroit Road Park Refunding	\$135,000	\$0	\$12,000	\$123,000	\$16,000
Unamortized Premium	146	0	10	136	0
Unamortized Loss on Refunding	(5,942)	0	(764)	(5,178)	0
Library Improvement Refunding	405,000	0	60,000	345,000	70,000
Unamortized Premium	18,550	0	3,114	15,436	0
Unamortized Loss on Refunding	(19,229)	0	(3,139)	(16,090)	0
Northgate Sewer Improvement Refunding	218,000	0	23,000	195,000	27,000
Unamortized Premium	229	0	14	215	0
Unamortized Loss on Refunding	(9,606)	0	(1,188)	(8,418)	0
New City Hall Refunding	557,000	0	55,000	502,000	57,000
Unamortized Loss on Refunding	(26,651)	0	(3,394)	(23,257)	0
Schneider Court Improvements Serial	104,563	0	4,380	100,183	4,380
Unamortized Premium	440	0	25	415	0
Just Imagine Drive	375,000	0	35,000	340,000	35,000
North Branch Sewer Avins Ditch	54,991	0	4,782	50,209	4,782
Moore Road Improvement	74,103	0	5,090	69,013	5,655
Veteran's Park	1,300,000	0	65,000	1,235,000	65,000
Service Garage Term	2,135,000	0	100,000	2,035,000	105,000
Unamortized Premium	8,315	0	519	7,796	0
Water/Sewer Refunding Bonds	48,000	0	11,200	36,800	12,000
Unamortized Premium	232	0	58	174	0
Unamortized Loss on Refunding	(17,448)	0	(4,362)	(13,086)	0
Mills, Jaycox, Sandy Lane	172,100	0	10,368	161,732	10,368
Various Purpose Bonds, 2008	6,723,889	0	252,921	6,470,968	257,693
Various Purpose Bonds, 2009A	0	4,190,000	140,000	4,050,000	215,000
Various Purpose Bonds, 2009B	0	28,700,000	285,000	28,415,000	575,000
Unamortized Premium	0	376,678	22,392	354,286	0
<i>Total General Obligation Bonds</i>	<u>12,251,682</u>	<u>33,266,678</u>	<u>1,077,026</u>	<u>44,441,334</u>	<u>1,459,878</u>
<i>OPWC Loans:</i>					
Center Road Extension	78,329	0	4,607	73,722	4,608
Jaycox Road/Chester Improvements	145,194	0	3,630	141,564	3,630
<i>Total OPWC Loans</i>	<u>\$223,523</u>	<u>\$0</u>	<u>\$8,237</u>	<u>\$215,286</u>	<u>\$8,238</u>

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

	Principal Outstanding 12/31/08	Additions	Deletions	Principal Outstanding 12/31/09	Due Within One Year
Governmental Activities (cont.)					
<i>Special Assessment Bonds:</i>					
Route 83 Sewer Improvements	\$255,000	\$0	\$30,000	\$225,000	\$30,000
Chester Road Sanitary Sewer	570,067	0	50,382	519,685	53,537
Moore/Chester Road Waterline	55,502	0	4,914	50,588	5,220
Chester Road Waterline East	89,504	0	7,911	81,593	8,401
Avon Road Waterline	189,927	0	16,793	173,134	17,842
North Branch Sewer Avins Ditch	175,006	0	15,218	159,788	15,218
Moore Road Improvement	580,895	0	39,909	540,986	44,345
Mills, Jaycox, Sandy Lane	242,899	0	14,632	228,267	14,633
Schneider Court Improvements	850,437	0	35,620	814,817	35,620
Various Purpose	440,000	0	25,000	415,000	25,000
<i>Total Special Assessment Bonds</i>	<u>3,449,237</u>	<u>0</u>	<u>240,379</u>	<u>3,208,858</u>	<u>249,816</u>
<i>Long-Term Notes Payable:</i>					
Detroit Road Widening	1,250,000	0	1,250,000	0	0
Post Office Project	1,720,000	0	1,720,000	0	0
Recreation Construction	14,000,000	5,600,000	14,000,000	5,600,000	0
Baseball Stadium Project	13,150,000	0	13,150,000	0	0
Recreation Complex	9,000,000	0	9,000,000	0	0
<i>Total Long-Term Notes Payable</i>	<u>39,120,000</u>	<u>5,600,000</u>	<u>39,120,000</u>	<u>5,600,000</u>	<u>0</u>
<i>Other Long-Term Obligations:</i>					
Compensated Absences	1,635,641	234,960	107,262	1,763,339	100,760
<i>Total Governmental Activities</i>	<u>\$56,680,083</u>	<u>\$39,101,638</u>	<u>\$40,552,904</u>	<u>\$55,228,817</u>	<u>\$1,818,692</u>

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

	Principal Outstanding 12/31/08	Additions	Deletions	Principal Outstanding 12/31/09	Due Within One Year
Business-Type Activities					
<i>Ohio Water Development Loans:</i>					
Sanitary Sewer Addition	\$335,434	\$0	\$72,017	\$263,417	\$73,457
Sanitary Sewer Construction	208,572	0	46,525	162,047	50,084
<i>Total Ohio Water Development Loans</i>	<u>544,006</u>	<u>0</u>	<u>118,542</u>	<u>425,464</u>	<u>123,541</u>
<i>General Obligation Bonds:</i>					
Water Construction Refunding Bonds	126,000	0	29,400	96,600	31,500
Unamortized Premium	464	0	116	348	0
Unamortized Gain on Refunding	(8,232)	0	(2,058)	(6,174)	0
Various Purpose Bonds 2008	321,112	0	12,079	309,033	12,307
Sewer Construction Refunding Bonds	126,000	0	29,400	96,600	31,500
Unamortized Premium	464	0	116	348	0
Unamortized Gain on Refunding	(8,232)	0	(2,058)	(6,174)	0
<i>Total General Obligation Bonds</i>	<u>557,576</u>	<u>0</u>	<u>66,995</u>	<u>490,581</u>	<u>75,307</u>
<i>Intergovernmental Payable</i>					
Avon Lake Waterline 1994	683,979	0	98,266	585,713	103,640
Avon Lake Waterline 2009	0	489,104	0	489,104	17,845
<i>Total Intergovernmental Payable</i>	<u>683,979</u>	<u>489,104</u>	<u>98,266</u>	<u>1,074,817</u>	<u>121,485</u>
Compensated Absences	118,712	23,573	10,448	131,837	10,866
<i>Total Business-Type Activities</i>	<u>\$1,904,273</u>	<u>\$512,677</u>	<u>\$294,251</u>	<u>\$2,122,699</u>	<u>\$331,199</u>

General obligation bonds, except as listed below, will be paid from the general obligation bond retirement debt service fund. The Veteran's Park general obligation bonds will be paid from the park development special revenue fund. The Library Improvement general obligation bond will be paid from the library bond retirement debt service fund. The Ohio Public Works Commission Loans will be paid from the special assessment bond retirement fund and the general obligation debt service fund. General Obligation Bonds and OWDA loans reported in the enterprise funds will be paid from charges for services revenue in the enterprise funds.

Special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. The general obligation bond retirement fund also contributes a small portion towards the Mills, Jaycox, Sandy Lane special assessment bond payment. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

Special assessment debt and Ohio Public Works Commission loans used to construct business-type capital assets and paid out of governmental activities have been reflected in the "net assets restricted for debt service" section of the statement of net assets.

The City has pledged future revenues to repay the OWDA Loans. The loans are payable solely from revenues generated by the ownership and operation of the sewer utility system and are payable through 2013. Revenues include all revenues received by the sewer utility less all operating expenses other than depreciation expense. Annual principal and interest payments of the loans are expected to require less than 10 percent of total revenues. The total principal and interest remaining to be paid on the loans is \$462,980. Principal and interest paid for the current year were \$139,989.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Bond anticipation notes that were rolled over prior to the issuance of the financial statements and that have a new maturity beyond the end of the year in which the report is issued have been reported as long-term obligations in the government wide statements. The notes are backed by the full faith of the City of Avon and mature on May 12, 2010. The long-term notes will be paid by transfers from the general fund.

Compensated absences will be paid from the general fund, the street construction, maintenance and repair special revenue fund, the police special revenue fund, and the water and sewer enterprise funds.

On May 13, 2009, the City issued \$5,600,000 in governmental general obligation notes with a maturity date of May 12, 2010 and an interest rate of 1.30 percent. The notes were for the YMCA construction project.

On April 23, 2009, the City issued \$4,190,000 and \$28,700,000 in governmental general obligation bonds with maturity dates of December 1, 2023 and December 1, 2038, respectively, and interests rates of 4.573 to 5.784 percent and 2.00 to 5.00 percent, respectively, and retired \$39,120,000 in general obligation notes. The notes were the \$1,250,000 Detroit Road widening, \$14,000,000 YMCA construction, \$13,150,000 stadium project, \$9,000,000 recreation complex infrastructure, and \$1,720,000 post office project.

On March 3, 2008, the City issued \$6,910,000 in governmental general obligation bonds and \$330,000 in business-type general obligation bonds with a maturity date of December 1, 2027 and a variable interest rate of 3.0 to 5.25 percent and retired \$7,240,000 in general obligation notes. The notes retired were the \$4,500,000 police station, the \$1,100,000 State Route 83 extension note, the \$410,000 real estate acquisition note, the \$900,000 french creek bridge and the \$330,000 north branch interceptor sanitary sewer note.

On April 12, 2006, the City issued \$1,660,000 in general obligation refunding bonds and \$1,015,000 in Schneider Court Improvement serial bonds at interest rates varying from 3.4 percent to 4.0 percent. Proceeds were used to refund \$1,565,000 of the outstanding 1996 bonds and 1997 New City Hall Bonds. As a result, \$1,565,000 of these bonds were considered defeased and the liability for the refunded bonds had been removed from the basic financial statements. The amount still outstanding at December 31, 2009 is \$675,000.

The serial bonds for the general obligation refunding bonds were issued for a 20 year period with a final maturity at December 1, 2024. The bonds are being retired from the general obligation bond retirement fund.

On September 15, 2004, the City issued \$570,000 in general obligation refunding bonds and \$2,500,000 in service garage construction term bonds at interest rates varying from 2.0 percent to 5.0 percent. Proceeds were used to refund \$600,000 of the outstanding 1992 water and sewer construction bonds. As a result, \$600,000 of these bonds were considered defeased and the liability for the refunded bonds has been removed from the basic financial statements. The amount still outstanding at December 31, 2009 is \$240,000.

The term bonds for the service garage were issued for an 11 year period with a final maturity at December 1, 2012. The bonds are being retired from the general obligation bond retirement fund.

Optional Redemption The service garage term bonds maturing on and after December 1, 2015 are subject to prior redemption, by and at the sole option of the City, either in whole on any date or in part (in any order of maturity) on any interest payment date on or after December 1, 2014, in integral multiples of \$5,000, at the redemption price of 100 percent of the principal amount redeemed plus, in each case, accrued interest to the redemption date.

Selection of Bonds to be Redeemed If fewer than all of the outstanding bonds are called for redemption at one time, they may be called in any order of their maturities, and, if fewer than all of the bonds of a single maturity are to be redeemed, the selection of such bonds to be redeemed, or portions thereof in the amounts of \$5,000 or any integral multiple thereof, will be made by the bond registrar by lot in such manner as the bond registrar may determine.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Mandatory Sinking Fund Redemption The term bonds maturing on December 1, 2019 are subject to mandatory redemption, pursuant to mandatory sinking fund requirements, at a redemption price of 100 percent of the principal amount redeemed plus interest accrued to the redemption date, on December 1 in each of the years and in the principal amounts set forth below:

<u>Year</u>	<u>Principal Amount to be Redeemed</u>
2015	\$120,000
2016	125,000
2017	130,000
2018	140,000

If retired only by such mandatory redemption prior to their stated maturity, there would remain \$145,000 in principal amount of the bonds maturing on December 1, 2019 to be paid at maturity.

The bonds maturing on December 1, 2024 are subject to mandatory redemption, pursuant to mandatory sinking fund requirements, at a redemption price of 100 percent of the principal amount redeemed plus interest accrued to the redemption date, on December 1 in each of the years and in the principal amounts set forth below:

<u>Year</u>	<u>Principal Amount to be Redeemed</u>
2020	\$150,000
2021	155,000
2022	165,000
2023	170,000

If retired only by such mandatory redemption prior to their stated maturity, there would remain \$180,000 in principal amount of the bonds maturing on December 1, 2024 to be paid at maturity.

The City's overall legal debt margin was \$68,047,598 and an unvoted debt margin of \$30,103,824 at December 31, 2009. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2009 are as follows:

<u>Years</u>	<u>General Obligation Bonds</u>		<u>Special Assessment Bonds</u>		<u>OPWC Loans</u>	<u>Total Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>
2010	\$1,459,878	\$1,909,924	\$249,816	\$164,778	\$8,238	\$1,717,932	\$2,074,702
2011	1,486,723	1,865,616	257,742	151,793	16,475	1,760,940	2,017,409
2012	1,547,405	1,817,709	277,177	138,263	20,106	1,844,688	1,955,972
2013	1,739,924	1,767,538	291,630	123,481	16,475	2,048,029	1,891,019
2014	1,863,303	1,711,283	307,794	107,912	16,475	2,187,572	1,819,195
2015-2019	9,395,335	7,601,680	1,307,629	298,543	68,549	10,771,513	7,900,223
2020-2024	10,245,882	5,460,042	387,944	71,423	36,298	10,670,124	5,531,465
2025-2029	7,755,455	3,016,567	129,126	8,325	32,670	7,917,251	3,024,892
2030-2034	4,355,000	1,662,756	0	0	0	4,355,000	1,662,756
2035-2039	4,280,000	544,268	0	0	0	4,280,000	544,268
Total	\$44,128,905	\$27,357,383	\$3,208,858	\$1,064,518	\$215,286	\$47,553,049	\$28,421,901

City of Avon, Ohio
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For the Year Ended December 31, 2009

Years	OWDA Loans		Revenue Bonds		Avon Lake	
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$123,541	\$17,665	\$63,000	\$6,042	\$121,485	\$62,842
2011	128,842	12,365	63,000	4,152	128,645	55,614
2012	134,470	6,736	67,200	2,186	136,615	47,956
2013	38,611	750	0	0	144,657	39,830
2014	0	0	0	0	153,531	31,208
2015-2019	0	0	0	0	132,402	96,253
2020-2024	0	0	0	0	173,516	54,423
2025-2029	0	0	0	0	83,966	7,210
2030-2034	0	0	0	0	0	0
2035-2039	0	0	0	0	0	0
Total	\$425,464	\$37,516	\$193,200	\$12,380	\$1,074,817	\$395,336

Years	General Obligation Bonds		Total Business-Type Activities	
	Principal	Interest	Principal	Interest
2010	\$12,307	\$13,345	\$320,333	\$99,894
2011	12,535	12,979	333,022	85,110
2012	13,218	12,600	351,503	69,478
2013	13,446	12,204	196,714	52,784
2014	13,902	11,767	167,433	42,975
2015-2019	77,030	51,100	209,432	147,353
2020-2024	96,174	31,339	269,690	85,762
2025-2029	70,421	6,701	154,387	13,911
2030-2034	0	0	0	0
2035-2039	0	0	0	0
Total	\$309,033	\$152,035	\$2,002,514	\$597,267

Avon Lake Contractual Agreements

During 1994, the City of Avon entered into a contractual agreement with the City of Avon Lake for the construction and future maintenance of a water trunk line that runs through Avon and that Avon residents will be able to tap into. The project was financed mainly by general obligation bonds which were issued in 1994 by the City of Avon Lake. All proceeds were received by the City of Avon Lake and the City of Avon Lake is responsible for the debt retirement and maintenance. The line will be a capital asset of the City of Avon Lake. Cost overruns have increased Avon's share of the costs. The total amount owed to the City of Avon Lake as of December 31, 2009 is \$585,713. This amount has been recorded on Avon's books as a long-term liability in the water enterprise fund. The annual interest rate of this obligation ranges from 4.3 percent to 6.5 percent.

A corresponding amount has been recorded as deferred charges in the water enterprise fund. This amount will be amortized over the life of the waterline. In 2009, a payment was made to the City of Avon Lake in the amount of \$98,266; \$25,063 from the special assessment debt service fund and \$73,203 from the enterprise water fund. The current year capital contribution related to this debt is \$25,063.

Of the amount owed to Avon Lake, \$184,465 will be repaid from special assessments levied against property owners. The remainder of the amount owed to the City of Avon Lake will be repaid with water fund revenues.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

During 2009, the City of Avon entered into another contractual agreement with the City of Avon Lake for the construction and future maintenance of a water trunk line that runs through Avon and that Avon residents will be able to tap into. All proceeds were received by the City of Avon Lake and the City of Avon Lake is responsible for the debt retirement and maintenance. The line will be a capital asset of the City of Avon Lake. Cost overruns have increased Avon's share of the costs. The total amount owed to the City of Avon Lake as of December 31, 2009 is \$489,104. This amount has been recorded on Avon's books as a long-term liability in the water enterprise fund. The annual interest rate of this obligation is 5.672 percent. A corresponding amount has been recorded as deferred charges in the water enterprise fund. This amount will be amortized over the life of the waterline.

Note 12 - Risk Management

Property and Liability

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. During 2009, the City negotiated with Curtis Insurance Company for commercial insurance coverage relating to general liability, police professional, public officials, employment practices liability, property, fire, auto and employee bonds and public official bonds.

The cost of the current coverage was \$105,951 for 2009. This coverage includes a \$1,000,000/\$2,000,000 general liability insurance policy, a \$1,000,000 police professional liability policy with a \$5,000 deductible, a \$1,000,000 public officials policy with a \$7,500 deductible, a \$1,000,000 employment practice liability policy with a \$7,500 deductible, a \$38,551,388 blanket building and contents policy, an inland marine coverage of \$2,799,656, a crime coverage blanket bond of \$100,000 all with \$1,000 deductibles, an automobile insurance policy of \$1,000,000 and a \$9,000,000 excess umbrella policy with a \$500 deductible.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there was no significant change in insurance coverage from the prior year.

Workers' Compensation

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

Employee Insurance Benefits

The City participates in the Lorain County Healthcare Program, a shared risk pool (Note 16) to provide insurance benefits for the employees of the City. The Program uses the SuperMed Classic Healthcare Plan with Medical Mutual of Ohio as the administrator to provide insurance coverage which includes health (hospitalization and surgical), prescription drug, dental and vision benefits.

The City pays monthly contributions to the Program, which is used to cover claims and administrative costs and to purchase excess loss insurance for the plan. The Program has entered into an agreement for individual and aggregate excess loss coverage with a commercial insurance carrier. The individual excess loss coverage has been structured to indemnify the program for medical claims paid for an individual in excess of \$10,000 per year, with no individual lifetime maximum. The aggregate excess loss coverage has been structured to indemnify the program for aggregate claims paid in excess of 115 percent of projected claims. In the event that the losses of the Program in any year

City of Avon, Ohio
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exceeds amounts paid to the Program, together with all stop-loss, reinsurance and other coverage then in effect, then the payment of all uncovered losses shall revert to and be the sole obligation of the political subdivision against which the claim was made.

Note 13 – Defined Benefit Pension Plans

Ohio Public Employees Retirement System

Plan Description – The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is 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 and survivor 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 by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions. For the year ended December 31, 2009, members in state and local classifications contributed 10.0 percent of covered payroll while public safety and law enforcement members contributed 10.1 percent.

The City's 2009 contribution rate was 14.0 percent, except for those plan members in law enforcement or public safety, for whom the City's contribution was 17.63 percent of covered payroll. For the period January 1 through March 31, a portion of the City's contribution equal to 7.0 percent of covered payroll was allocated to fund the post-employment health care plan; for the period April 1 through December 31, 2009 this amount was decreased to 5.5 percent. Employer contribution rates are actuarially determined. State statute sets a maximum contribution rate for the City of 14.0 percent, except for public safety and law enforcement, where the maximum employer contribution rate is 18.1 percent.

The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2009, 2008, and 2007 were \$316,646, \$243,678, and \$272,883, respectively; 87.89 percent has been contributed for 2009 and 100 percent for 2008 and 2007. Contributions to the Member-Directed Plan for 2009 were \$9,889 made by the City and \$7,064 made by plan members.

Ohio Police and Fire Pension Fund

Plan Description – 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 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.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Funding Policy – Plan members are required to contribute 10.0 percent of their annual covered salary, while employers are required to contribute 19.5 percent for police officers and 24.0 percent for firefighters. The City’s contributions to OP&F for police and firefighters were \$287,680 and \$329,703 for the year ended December 31, 2009, \$249,848 and \$281,755 for the year ended December 31, 2008, and \$233,921 and \$243,025 for the year ended December 31, 2007. 64.84 percent for police and 65.85 percent for firefighters has been contributed for 2009. The full amount has been contributed for 2008 and 2007.

Note 14 – Postemployment Benefits

Ohio Public Employees Retirement System

Plan Description – Ohio Public Employees Retirement System (OPERS) maintains a cost-sharing multiple-employer defined benefit post-employment health care plan for qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage. The plan includes a medical plan, prescription drug program and Medicare Part B premium reimbursement.

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 Ohio Revised Code permits, but does not require, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The post-employment health care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). State Statute requires that public employers fund post-employment health care through contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post-retirement health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2009, state and local employers contributed at a rate of 14.0 percent of covered payroll, and public safety and law enforcement employers contributed at 17.63 percent. 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. The amount of employer contributions which were allocated to fund post-employment health care was 7.0 percent from January 1 through March 31, 2009, and 5.5 percent from April 1 through December 31, 2009.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment health care plan.

The City’s contributions allocated to fund post-employment health care benefits for the years ended December 31, 2009, 2008, and 2007 were \$204,889, \$243,678, and \$179,744, respectively; 87.89 percent has been contributed for 2009 and 100 percent for 2008 and 2007.

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 on January 1 of each year from 2006

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

to 2008. Rates for law and public safety employers increased over a six year period beginning on January 1, 2006, with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

Ohio Police and Fire Pension Fund

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 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 health care coverage to eligible participants and to establish and amend benefits is 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.

Funding Policy – 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, 19.5 percent and 24.0 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24.0 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS Code Section 115 trust and one for Medicare Part B reimbursements administrated 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, 2009, the employer contribution allocated to the health care plan was 6.75 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment health care benefits for police and firefighters were \$152,301 and \$129,014 for the year ended December 31, 2009, \$164,793 and \$134,375 for the year ended December 31, 2008, and \$154,289 and \$115,904 for the year ended December 31, 2007. 64.84 percent has been contributed for police and 65.85 percent has been contributed for firefighters for 2009. The full amount has been contributed for 2008 and 2007.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Note 15 - Jointly Governed Organizations

Lorain County General Health District

The City participates in the Lorain County General Health District, a jointly governed organization, which provides health 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 five 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 five members are appointed by the various mayors of villages, chairmen of the township trustees and the County Commissioners. The City contributed \$105,049 during 2009 for the operation of the Health District. Financial information can be obtained by contacting the Lorain County General Health District, 9880 S. Murray Ridge Road, Elyria, Ohio, 44035.

Northeast Ohio Public Energy Council

The City is a member of The Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of over 126 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. The City of Avon did not contribute to NOPEC during 2009. Financial information can be obtained by contacting Joseph Migliorini, Board Chairman, 31320 Solon Road, Suite 20 Solon, Ohio 44139 or at the website www.nopecinfo.org.

Note 16 - Shared Risk Pool

The City participates in the Lorain County Healthcare Program, a shared risk pool (Note 12) under the direction of the Lorain County Commissioners, which provides the insurance coverage for all full-time employees who wish to participate in the plan. The Commissioners entered into an agreement with Medical Mutual of Ohio for stop-loss coverage. The pool consists of 19 political subdivisions that pool risk for health (hospitalization and surgical), prescription drug, dental and vision coverage. Financial information can be obtained by contacting the Lorain County Commissioners, 226 Middle Avenue, Elyria, Ohio 44035.

Note 17 - Interfund Transfers and Balances

Interfund Transfers

Transfers are primarily from the general fund to various funds within the City. Income tax revenues are collected in the general fund and then transferred to the police fund to cover daily operating expenses and to cover the cost of street improvement projects within the capital improvements fund. The general fund transferred funds to help finance the various programs accounted for in other special revenue funds and to provide start-up funds for new capital projects funds established by council.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

Transfers are also made to cover the various debt obligations of the City from the general fund and street construction, maintenance and repair special revenue fund to the debt service funds.

During the year, various projects were completed and the balance remaining in the respective funds was transferred to the general fund.

Transfers made during the year ended December 31, 2009 were as follows:

Transfer To	Transfer From						Totals
	General	Fire Department	Street Construction, Maintenance and Repair	Baseball Stadium Project	Water	Nonmajor	
General	\$0	\$0	\$0	\$0	\$15,559	\$236,237	\$251,796
Baseball Stadium Project	965,000	0	0	0	0	0	965,000
Sewer	240,000	0	0	0	0	69,947	309,947
Nonmajor Funds	4,266,588	700,000	214,732	241,263	0	2,036,964	7,459,547
Total	\$5,471,588	\$700,000	\$214,732	\$241,263	\$15,559	\$2,343,148	\$8,986,290

Interfund Balances

On the fund financial statements interfund balances at December 31, 2009 were:

	Receivables		Payable	
	Manuscript Bonds	Advances To Other Funds	Manuscript Bonds	Advances From Other Funds
Major Funds				
General	\$196,000	\$2,042,374	\$0	\$0
Recreation Center Construction	0	0	0	1,043,000
Baseball Stadium Project	0	0	0	614,000
Recreation Complex Infrastructure	0	0	0	341,400
Water	0	0	196,000	0
Nonmajor Capital Project Fund				
Road and Bridge Programs	0	0	0	93,274
1-90 Interchange Study	0	0	0	50,000
Recreation Income Tax	0	99,300	0	0
Total	\$196,000	\$2,141,674	\$196,000	\$2,141,674

As of December 31, 2009, the general fund and the recreation income tax capital projects fund had \$2,238,374 and \$99,300 interfund receivable, respectively. The recreation center construction, baseball stadium project, and the recreation complex infrastructure capital projects funds had a \$1,043,000, \$614,000, and \$341,400, interfund payable, respectively, due to the timing of the receipt of grant monies by the nonmajor funds, and the road and bridge programs capital projects fund and the I-90 interchange study capital projects fund had a \$93,274 and \$50,000 interfund payable, respectively.

The Jaycox Road Watermain Improvement interfund balance of \$196,000 represents a manuscript bond that was issued on September 2, 2008 at 5.10 percent. This bond is due on December 1, 2028 and was used for the purpose of the cost of construction of a watermain extension on Jaycox Road.

City of Avon, Ohio
Notes to Basic Financial Statements
For the Year Ended December 31, 2009

The manuscript bond was issued by the City and purchased by the general fund. The City intends to repay this from the proceeds of special assessments levied against benefited property owners.

During 2007, the City issued manuscript bonds in the amount of \$2,044,674. The sewer replacement and depreciation enterprise fund purchased the bonds as an investment. The north branch sanitary sewer enterprise fund received the debt proceeds which will be used to pay for improvements to the Jaycox Road sewerline. For GAAP reporting purposes these two funds are combined and reported as part of the sewer enterprise fund. The manuscript bonds will be repaid from the collection of future tap-in fees over the next twenty years.

On March 1, 2008 the City refunded \$2,044,674 of manuscript bonds and issued \$1,987,552 in manuscript bonds with a maturity date of December 1, 2027 and at the interest rate of 4.5 percent. Due to the uncertainty of the collection of tap-in fees the annual revenue is not known.

During 2009, the City has pledged tap-in-fees in the amount of \$63,730 to repay \$1,987,552 in Jaycox Road Sewer Line Improvement manuscript bonds. The bonds are payable solely from and to the extent tap-in-fees are received by the City in connection with the improvement for which the bonds were issued and are payable through 2027. Currently; the City is unable to determine the amount of revenue to be collected from tap-in fees because a large portion of the land is undeveloped and it is not known who will purchase the land and when it will be connected to the sewer. Accordingly, because of such unknowns, an accurate debt repayment schedule has not been established.

Note 18 - Contractual Commitments

The recreation center construction project had contractual commitments outstanding at December 31, 2009 in the amount of \$3,677,681.

Note 19 – Operating Leases

During 2008, the City entered into an operating lease with the United States Postal Service, for the period of February 1, 2008 to January 31, 2023, for the rental of the space located at 36225 Detroit Road. The terms of the lease require payment in monthly installments in the amount of \$10,833.

During 2009, the City entered into an operating lease with Avon Baseball L.L.C, for the period of 15 years, to be primarily used for professional baseball events located at the baseball stadium at the corner of Interstate 90 and State Route 611. Avon Baseball L.L.C. is responsible for all operating costs and the City will be responsible for capital item replacements. The terms of the lease require payment in annual installments in the amount of \$250,000.

Note 20 - Subsequent Events

On May 12, 2010, the City issued \$5,675,000 in general obligation bond anticipatory notes with a maturity date of May 11, 2011 and an interest rate of 1.50 percent, and retired \$5,600,000 in general obligation notes.

Combining Statements and Individual Fund Schedules

Combining Statements - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

Recycling Fund - This fund accounts for grant proceeds and miscellaneous revenues used to pay costs related to the development of the City recycling program.

ADA Parking Violations Fund - This fund accounts for fines collected for unauthorized parking in handicapped spaces, to be used for the maintenance of City parks.

State Highway Fund - This fund accounts for 7.5 percent of the State gasoline tax and motor vehicle registration fees designated for maintenance and repair of State highways within the City.

Permissive Tax Fund - This fund accounts for resources received from City and County permissive license fees. The proceeds are used for street lighting and traffic signals.

Police Fund - This fund is used to account for property taxes levied to pay for the cost of operating the City's police department.

Enforcement and Education Fund - This fund accounts for fines which are used to pay for educating the public on the dangers of driving while under the influence of alcohol and the laws governing the operation of a motor vehicle while under the influence of alcohol.

Law Enforcement Fund - This fund accounts for confiscated cash and/or proceeds from the sale of property confiscated during drug related arrests. The proceeds are used for law enforcement.

Police K9 Program Fund - This fund accounts for donations received from businesses and residents to be used for the purchase of a K-9 dog and training.

Police Pension Fund - This fund accounts for property taxes and transfers from the police fund to provide the employer's share of police pension benefits.

Mayor's Court Computer Fund - This fund accounts for fines collected to be used to update court computer systems.

Avon Seniors Fund - This fund accounts for the operations of the Senior Center and the various activities it provides the seniors within the City.

Recreation Fund - This fund accounts for fees received from individuals participating in the recreation programs provided by the City.

Park Operating Fund - This fund accounts for costs associated with the operations and upkeep of the City parks.

Park Development Fund - This fund accounts for fees assessed to anyone building within the City limits, proceeds from the sale of property or donations used to provide for the maintenance of City parks.

Community Center Fund - This fund accounts for fees or donations received for the maintenance of the "Avon-Lion's Community Center."

(continued)

Combining Statements - Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Living Tree Memorial Fund - This fund accounts for donations received for the establishment of a living tree memorial and the costs associated with purchasing and planting the trees.

Drainage Fund - This fund accounts for drainage fees assessed to anyone building within the City limits. The proceeds are used to provide storm sewer maintenance and to correct problems connected with flooding.

Cemetery Fund - This fund accounts for burial fees used to maintain the cemetery.

Nonmajor Debt Service Funds

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

General Obligation Bond Retirement Fund - This fund accounts for transfers in and tax levies that are utilized for the repayment of general obligation debt.

Library Bond Retirement Fund - This fund accounts for the accumulation of property taxes to pay principal and interest on the library general obligation debt.

Tax Incremental Financing Fund - This fund accounts for all payments received in lieu of taxes related to the City TIF agreements. The revenue will be used for City infrastructure debt service or improvements.

Nonmajor Capital Projects Funds

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

Equipment Fund - This fund accounts for monies received from property taxes used for the purchase of equipment for the Police and Fire Departments.

Storm Water Detention Fund - This fund accounts for monies derived from fees generated by new developments used for maintenance of a water detention system.

Road and Bridges Fund - This fund accounts for road and bridge improvements made during the year that include activities such as resurfacing and blacktop upgrades.

Land Purchases Fund - This fund accounts for the costs associated with the purchase and development of land.

Master City Complex Fund - This fund accounts for the costs associated with the planning and construction of a new City complex.

French Creek Restoration Fund - This fund accounts for the costs associated with the improvements at this site.

Sidewalk Programs Fund - This fund accounts for costs associated with the construction and improvement of City sidewalks.

Police Station Project Fund - This fund accounts for note proceeds that will be used for the engineering and architectural design work for the construction of a new police station facility.

(continued)

Combining Statements - Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds (continued)

Post Office Project Fund - This fund accounts for monies that will be used to begin the engineering and architectural design work for the construction of a new post office.

Storm Sewers Fund - This fund accounts for the cost of storm sewer improvements.

I-90 Interchange Study Fund - This fund accounts for the costs associated with traffic and road condition study of the I-90 interchange.

Library Project Fund - This fund accounts for costs associated with a proposed Lorain Public Schools Library in the center of Avon. Since this project was rejected by Avon voters in the November, 2009 general election, the City will return these monies to the general fund after being notified that there are no further costs related to this project.

Stadium Marquee Fund - This fund accounts for advertising revenue from the highway marquee next to the baseball stadium. The revenue will only be used for capital replacement or improvements to the baseball stadium.

Detroit Road Landscaping Fund - This fund accounts for costs associated with the purchase and installation of new landscaping along Detroit Road in the center of Avon.

Recreation Income Tax Fund - This fund accounts for all income tax received that is used to pay for park and recreation improvements, debt service or operations.

City of Avon, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$1,119,216	\$90,740	\$1,993,542	\$3,203,498
Materials and Supplies Inventory	19,982	0	0	19,982
Interfund Receivable	0	0	99,300	99,300
Intergovernmental Receivable	144,035	4,320	38,762	187,117
Prepaid Items	16,000	0	0	16,000
Municipal Income Taxes Receivable	0	0	321,555	321,555
Property Taxes Receivable	1,051,846	84,882	633,503	1,770,231
Payments in Lieu of Taxes Receivable	0	262,498	0	262,498
<i>Total Assets</i>	<u>\$2,351,079</u>	<u>\$442,440</u>	<u>\$3,086,662</u>	<u>\$5,880,181</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$166,680	\$0	\$6,427	\$173,107
Contracts Payable	0	0	123,704	123,704
Accrued Wages and Benefits	180,300	0	0	180,300
Interfund Payable	0	0	143,274	143,274
Intergovernmental Payable	206,982	0	0	206,982
Matured Compensated Absences Payable	36,001	0	0	36,001
Deferred Revenue	1,169,333	351,700	812,406	2,333,439
<i>Total Liabilities</i>	<u>1,759,296</u>	<u>351,700</u>	<u>1,085,811</u>	<u>3,196,807</u>
Fund Balances				
Reserved for Encumbrances	65,625	8,237	462,049	535,911
Unreserved, Undesignated				
Reported in:				
Special Revenue Funds	526,158	0	0	526,158
Debt Service Funds	0	82,503	0	82,503
Capital Projects Funds	0	0	1,538,802	1,538,802
<i>Total Fund Balances</i>	<u>591,783</u>	<u>90,740</u>	<u>2,000,851</u>	<u>2,683,374</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,351,079</u>	<u>\$442,440</u>	<u>\$3,086,662</u>	<u>\$5,880,181</u>

City of Avon, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$912,443	\$73,142	\$563,510	\$1,549,095
Payment in Lieu of Taxes	0	668,139	0	668,139
Municipal Income Taxes	0	0	1,196,365	1,196,365
Charges for Services	73,287	89,866	133	163,286
Licenses and Permits	146,369	0	0	146,369
Fines and Forfeitures	5,876	0	0	5,876
Intergovernmental	434,478	8,639	1,247,031	1,690,148
Interest	1,758	0	2,463	4,221
Contributions and Donations	6,575	0	0	6,575
Rentals	0	0	78,361	78,361
Miscellaneous	74,087	93,358	5,757	173,202
<i>Total Revenues</i>	<u>1,654,873</u>	<u>933,144</u>	<u>3,093,620</u>	<u>5,681,637</u>
Expenditures				
Current:				
General Government	0	529,712	0	529,712
Security of Persons and Property	4,317,164	0	0	4,317,164
Transportation	216,422	0	0	216,422
Community Environment	440,058	0	0	440,058
Basic Utility Services	14,838	0	0	14,838
Leisure Time Activities	948,752	0	38,157	986,909
Capital Outlay	425	0	3,557,486	3,557,911
Debt Service:				
Principal Retirement	77,000	994,978	2,970,000	4,041,978
Interest and Fiscal Charges	62,075	1,276,389	49,406	1,387,870
<i>Total Expenditures</i>	<u>6,076,734</u>	<u>2,801,079</u>	<u>6,615,049</u>	<u>15,492,862</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	<u>(4,421,861)</u>	<u>(1,867,935)</u>	<u>(3,521,429)</u>	<u>(9,811,225)</u>
Other Financing Sources (Uses)				
General Obligation Bonds Issued	0	0	2,890,000	2,890,000
Premium on General Obligation Bonds Issued	0	376,678	0	376,678
Transfers In	4,256,781	1,803,960	1,398,806	7,459,547
Transfers Out	0	(469,947)	(1,873,201)	(2,343,148)
<i>Total Other Financing Sources (Uses)</i>	<u>4,256,781</u>	<u>1,710,691</u>	<u>2,415,605</u>	<u>8,383,077</u>
<i>Net Change in Fund Balances</i>	(165,080)	(157,244)	(1,105,824)	(1,428,148)
<i>Fund Balances Beginning of Year</i>	<u>756,863</u>	<u>247,984</u>	<u>3,106,675</u>	<u>4,111,522</u>
<i>Fund Balances End of Year</i>	<u>\$591,783</u>	<u>\$90,740</u>	<u>\$2,000,851</u>	<u>\$2,683,374</u>

City of Avon, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009

	Recycling	State Highway	Permissive Tax	Police
Assets				
Equity in Pooled Cash and Cash Equivalents	\$176,478	\$161,851	\$30,598	\$188,531
Materials and Supplies Inventory	0	0	0	12,433
Intergovernmental Receivable	0	30,732	48,912	31,143
Prepaid Items	0	0	0	15,000
Property Taxes Receivable	0	0	0	502,422
<i>Total Assets</i>	<u>\$176,478</u>	<u>\$192,583</u>	<u>\$79,510</u>	<u>\$749,529</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$129,299	\$0	\$4,863	\$20,647
Accrued Wages and Benefits	316	0	0	156,790
Intergovernmental Payable	44	0	0	43,154
Matured Compensated Absences Payable	0	0	0	36,001
Deferred Revenue	0	20,488	32,608	533,565
<i>Total Liabilities</i>	<u>129,659</u>	<u>20,488</u>	<u>37,471</u>	<u>790,157</u>
Fund Balances				
Reserved for Encumbrances	213	5,142	0	20,948
Unreserved, Undesignated (Deficit)	46,606	166,953	42,039	(61,576)
<i>Total Fund Balances (Deficit)</i>	<u>46,819</u>	<u>172,095</u>	<u>42,039</u>	<u>(40,628)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$176,478</u>	<u>\$192,583</u>	<u>\$79,510</u>	<u>\$749,529</u>

<u>Enforcement and Education</u>	<u>Law Enforcement</u>	<u>Police K9 Program</u>	<u>Police Pension</u>	<u>Mayor's Court Computer</u>
\$21,394	\$28,308	\$7,271	\$29,464	\$78,202
0	0	0	0	0
188	28	0	13,302	305
0	0	0	0	0
0	0	0	220,359	0
<u>\$21,582</u>	<u>\$28,336</u>	<u>\$7,271</u>	<u>\$263,125</u>	<u>\$78,507</u>
\$0	\$0	\$0	\$0	\$0
0	0	0	0	0
0	0	0	154,700	0
0	0	0	0	0
188	28	0	233,661	305
<u>188</u>	<u>28</u>	<u>0</u>	<u>388,361</u>	<u>305</u>
112	0	0	0	0
<u>21,282</u>	<u>28,308</u>	<u>7,271</u>	<u>(125,236)</u>	<u>78,202</u>
<u>21,394</u>	<u>28,308</u>	<u>7,271</u>	<u>(125,236)</u>	<u>78,202</u>
<u>\$21,582</u>	<u>\$28,336</u>	<u>\$7,271</u>	<u>\$263,125</u>	<u>\$78,507</u>

(continued)

City of Avon, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2007

	Avon Seniors	Recreation	Park Operating
Assets			
Equity in Pooled Cash and			
Cash Equivalents	\$70,199	\$30,245	\$69,696
Materials and Supplies Inventory	581	79	0
Intergovernmental Receivable	0	0	19,425
Prepaid Items	500	0	500
Property Taxes Receivable	0	0	329,065
<i>Total Assets</i>	<u>\$71,280</u>	<u>\$30,324</u>	<u>\$418,686</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$3,186	\$495	\$7,881
Accrued Wages and Benefits	5,016	1,001	16,652
Intergovernmental Payable	1,833	427	6,638
Matured Compensated Absences Payable	0	0	0
Deferred Revenue	0	0	348,490
<i>Total Liabilities</i>	<u>10,035</u>	<u>1,923</u>	<u>379,661</u>
 Fund Balances			
Reserved for Encumbrances	6,489	8,006	17,698
Unreserved, Undesignated (Deficit)	54,756	20,395	21,327
<i>Total Fund Balances (Deficit)</i>	<u>61,245</u>	<u>28,401</u>	<u>39,025</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$71,280</u>	<u>\$30,324</u>	<u>\$418,686</u>

<u>Park Development</u>	<u>Community Center</u>	<u>Living Tree Memorial</u>	<u>Drainage</u>	<u>Cemetery</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$187,984	\$13,416	\$931	\$24,315	\$333	\$1,119,216
6,555	334	0	0	0	19,982
0	0	0	0	0	144,035
0	0	0	0	0	16,000
0	0	0	0	0	1,051,846
<u>\$194,539</u>	<u>\$13,750</u>	<u>\$931</u>	<u>\$24,315</u>	<u>\$333</u>	<u>\$2,351,079</u>
\$0	\$0	\$0	\$309	\$0	\$166,680
0	525	0	0	0	180,300
0	186	0	0	0	206,982
0	0	0	0	0	36,001
0	0	0	0	0	1,169,333
0	711	0	309	0	1,759,296
41	497	0	6,479	0	65,625
194,498	12,542	931	17,527	333	526,158
194,539	13,039	931	24,006	333	591,783
<u>\$194,539</u>	<u>\$13,750</u>	<u>\$931</u>	<u>\$24,315</u>	<u>\$333</u>	<u>\$2,351,079</u>

City of Avon, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009

	Recycling	ADA Parking Violations	State Highway	Permissive Tax
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0
Licenses and Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Intergovernmental	75,000	0	62,148	94,597
Interest	0	0	560	451
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	23,686
<i>Total Revenues</i>	<u>75,000</u>	<u>0</u>	<u>62,708</u>	<u>118,734</u>
Expenditures				
Current:				
Security of Persons and Property	0	0	0	0
Transportation	0	334	40,038	176,050
Community Environment	250,563	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	0	0	0
Capital Outlay	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>250,563</u>	<u>334</u>	<u>40,038</u>	<u>176,050</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(175,563)</u>	<u>(334)</u>	<u>22,670</u>	<u>(57,316)</u>
Other Financing Sources				
Transfers In	<u>152,250</u>	<u>0</u>	<u>0</u>	<u>50,000</u>
<i>Net Change in Fund Balances</i>	<u>(23,313)</u>	<u>(334)</u>	<u>22,670</u>	<u>(7,316)</u>
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>70,132</u>	<u>334</u>	<u>149,425</u>	<u>49,355</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$46,819</u></u>	<u><u>\$0</u></u>	<u><u>\$172,095</u></u>	<u><u>\$42,039</u></u>

Police	Enforcement and Education	Law Enforcement	Police K9 Program	Police Pension	Mayor's Court Computer
\$416,374	\$0	\$0	\$0	\$199,477	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	1,771	0	0	0	4,105
115,252	0	0	0	34,578	0
615	0	0	0	0	0
0	0	0	0	0	0
21,155	7,100	11,436	534	0	0
553,396	8,871	11,436	534	234,055	4,105
3,849,643	11,264	4,974	1,087	450,196	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	425
0	0	0	0	0	0
0	0	0	0	0	0
3,849,643	11,264	4,974	1,087	450,196	425
(3,296,247)	(2,393)	6,462	(553)	(216,141)	3,680
3,100,000	0	0	0	219,999	0
(196,247)	(2,393)	6,462	(553)	3,858	3,680
155,619	23,787	21,846	7,824	(129,094)	74,522
(\$40,628)	\$21,394	\$28,308	\$7,271	(\$125,236)	\$78,202

(continued)

City of Avon, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2008

	Avon Seniors	Recreation	Park Operating	Park Development
Revenues				
Property Taxes	\$0	\$0	\$296,592	\$0
Charges for Services	0	69,921	0	0
Licenses and Permits	0	0	0	146,369
Fines and Forfeitures	0	0	0	0
Intergovernmental	0	0	52,903	0
Interest	0	0	132	0
Contributions and Donations	6,250	0	0	0
Miscellaneous	4,930	250	4,996	0
<i>Total Revenues</i>	<u>11,180</u>	<u>70,171</u>	<u>354,623</u>	<u>146,369</u>
Expenditures				
Current:				
Security of Persons and Property	0	0	0	0
Transportation	0	0	0	0
Community Environment	189,444	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	104,873	822,145	6,590
Capital Outlay	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	77,000
Interest and Fiscal Charges	0	0	0	62,075
<i>Total Expenditures</i>	<u>189,444</u>	<u>104,873</u>	<u>822,145</u>	<u>145,665</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(178,264)</u>	<u>(34,702)</u>	<u>(467,522)</u>	<u>704</u>
Other Financing Sources				
Transfers In	<u>200,000</u>	<u>25,000</u>	<u>420,000</u>	<u>50,532</u>
<i>Net Change in Fund Balances</i>	21,736	(9,702)	(47,522)	51,236
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>39,509</u>	<u>38,103</u>	<u>86,547</u>	<u>143,303</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$61,245</u>	<u>\$28,401</u>	<u>\$39,025</u>	<u>\$194,539</u>

Community Center	Living Tree Memorial	Drainage	Cemetery	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$912,443
3,366	0	0	0	73,287
0	0	0	0	146,369
0	0	0	0	5,876
0	0	0	0	434,478
0	0	0	0	1,758
0	325	0	0	6,575
0	0	0	0	74,087
<u>3,366</u>	<u>325</u>	<u>0</u>	<u>0</u>	<u>1,654,873</u>
0	0	0	0	4,317,164
0	0	0	0	216,422
0	51	0	0	440,058
0	0	14,838	0	14,838
15,144	0	0	0	948,752
0	0	0	0	425
0	0	0	0	77,000
0	0	0	0	62,075
<u>15,144</u>	<u>51</u>	<u>14,838</u>	<u>0</u>	<u>6,076,734</u>
<u>(11,778)</u>	<u>274</u>	<u>(14,838)</u>	<u>0</u>	<u>(4,421,861)</u>
<u>15,000</u>	<u>0</u>	<u>24,000</u>	<u>0</u>	<u>4,256,781</u>
3,222	274	9,162	0	(165,080)
<u>9,817</u>	<u>657</u>	<u>14,844</u>	<u>333</u>	<u>756,863</u>
<u>\$13,039</u>	<u>\$931</u>	<u>\$24,006</u>	<u>\$333</u>	<u>\$591,783</u>

City of Avon, Ohio
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2009

	General Obligation Bond Retirement	Library Bond Retirement	Tax Incremental Financing	Total Nonmajor Debt Service Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$52,292	\$30,450	\$7,998	\$90,740
Intergovernmental Receivable	0	4,320	0	4,320
Property Taxes Receivable	0	84,882	0	84,882
Payments in Lieu of Taxes Receivable	0	0	262,498	262,498
<i>Total Assets</i>	<u>\$52,292</u>	<u>\$119,652</u>	<u>\$270,496</u>	<u>\$442,440</u>
Liabilities and Fund Balances				
Liabilities				
Deferred Revenue	\$0	\$89,202	\$262,498	\$351,700
Fund Balances				
Reserved for Encumbrances	8,237	0	0	8,237
Unreserved, Undesignated	44,055	30,450	7,998	82,503
<i>Total Fund Balances</i>	<u>52,292</u>	<u>30,450</u>	<u>7,998</u>	<u>90,740</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$52,292</u>	<u>\$119,652</u>	<u>\$270,496</u>	<u>\$442,440</u>

City of Avon, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2009

	General Obligation Bond Retirement	Library Bond Retirement	Tax Incremental Financing	Total Nonmajor Debt Service Funds
Revenues				
Property Taxes	\$0	\$73,142	\$0	\$73,142
Payment in Lieu of Taxes	0	0	668,139	668,139
Charges for Services	89,866	0	0	89,866
Intergovernmental	0	8,639	0	8,639
Miscellaneous	93,358	0	0	93,358
<i>Total Revenues</i>	<u>183,224</u>	<u>81,781</u>	<u>668,139</u>	<u>933,144</u>
Expenditures				
Current:				
General Government	127,426	1,167	401,119	529,712
Debt Service:				
Principal Retirement	934,978	60,000	0	994,978
Interest and Fiscal Charges	1,227,355	19,319	29,715	1,276,389
<i>Total Expenditures</i>	<u>2,289,759</u>	<u>80,486</u>	<u>430,834</u>	<u>2,801,079</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,106,535)</u>	<u>1,295</u>	<u>237,305</u>	<u>(1,867,935)</u>
Other Financing Sources (Uses)				
Premium on General Obligation Bonds Issued	376,678	0	0	376,678
Transfers In	1,803,960	0	0	1,803,960
Transfers Out	(69,947)	0	(400,000)	(469,947)
<i>Total Other Financing Sources (Uses)</i>	<u>2,110,691</u>	<u>0</u>	<u>(400,000)</u>	<u>1,710,691</u>
<i>Net Change in Fund Balances</i>	4,156	1,295	(162,695)	(157,244)
<i>Fund Balances Beginning of Year</i>	<u>48,136</u>	<u>29,155</u>	<u>170,693</u>	<u>247,984</u>
<i>Fund Balances End of Year</i>	<u>\$52,292</u>	<u>\$30,450</u>	<u>\$7,998</u>	<u>\$90,740</u>

City of Avon, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2009

	Equipment	Storm Water Detention	Road and Bridges	Land Purchases
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$850,652	\$548	\$901,969	\$1,625
Interfund Receivable	0	0	0	0
Intergovernmental Receivable	38,762	0	0	0
Municipal Income Taxes Receivable	0	0	0	0
Property Taxes Receivable	633,503	0	0	0
<i>Total Assets</i>	<u>\$1,522,917</u>	<u>\$548</u>	<u>\$901,969</u>	<u>\$1,625</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$3,850	\$0	\$0	\$0
Contracts Payable	0	0	123,704	0
Interfund Payable	0	0	93,274	0
Deferred Revenue	672,265	0	0	0
<i>Total Liabilities</i>	<u>676,115</u>	<u>0</u>	<u>216,978</u>	<u>0</u>
Fund Balances				
Reserved for Encumbrances	22,070	0	398,129	0
Unreserved, Undesignated (Deficit)	824,732	548	286,862	1,625
<i>Total Fund Balances</i>	<u>846,802</u>	<u>548</u>	<u>684,991</u>	<u>1,625</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,522,917</u>	<u>\$548</u>	<u>\$901,969</u>	<u>\$1,625</u>

French Creek Restoration	Sidewalk Programs	Post Office Project	Storm Sewers	I-90 Interchange Study	Library Project
\$4,120	\$4,425	\$22,569	\$50,905	\$37,128	\$1,350
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$4,120</u>	<u>\$4,425</u>	<u>\$22,569</u>	<u>\$50,905</u>	<u>\$37,128</u>	<u>\$1,350</u>
\$0	\$0	\$0	\$0	\$2,577	\$0
0	0	0	0	0	0
0	0	0	0	50,000	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>52,577</u>	<u>0</u>
1,362	0	7,064	33,424	0	0
2,758	4,425	15,505	17,481	(15,449)	1,350
<u>4,120</u>	<u>4,425</u>	<u>22,569</u>	<u>50,905</u>	<u>(15,449)</u>	<u>1,350</u>
<u>\$4,120</u>	<u>\$4,425</u>	<u>\$22,569</u>	<u>\$50,905</u>	<u>\$37,128</u>	<u>\$1,350</u>

(continued)

City of Avon, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds (continued)
December 31, 2009

	Stadium Marquee	Detroit Road Landscaping	Recreation Income Tax	Total Nonmajor Capital Projects Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$250	\$25,000	\$93,001	\$1,993,542
Interfund Receivable	0	0	99,300	99,300
Intergovernmental Receivable	0	0	0	38,762
Municipal Income Taxes Receivable	0	0	321,555	321,555
Property Taxes Receivable	0	0	0	633,503
<i>Total Assets</i>	<u>\$250</u>	<u>\$25,000</u>	<u>\$513,856</u>	<u>\$3,086,662</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$0	\$0	\$6,427
Contracts Payable	0	0	0	123,704
Interfund Payable	0	0	0	143,274
Deferred Revenue	0	0	140,141	812,406
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>140,141</u>	<u>1,085,811</u>
Fund Balances				
Reserved for Encumbrances	0	0	0	462,049
Unreserved, Undesignated (Deficit)	250	25,000	373,715	1,538,802
<i>Total Fund Balances</i>	<u>250</u>	<u>25,000</u>	<u>373,715</u>	<u>2,000,851</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$250</u>	<u>\$25,000</u>	<u>\$513,856</u>	<u>\$3,086,662</u>

City of Avon, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009

	Equipment	Storm Water Detention	Road and Bridges
Revenues			
Property Taxes	\$563,510	\$0	\$0
Municipal Income Taxes	0	0	0
Charges for Services	0	133	0
Intergovernmental	104,106	0	1,142,925
Interest	770	0	0
Rentals	0	0	0
Miscellaneous	3,522	0	885
<i>Total Revenues</i>	<u>671,908</u>	<u>133</u>	<u>1,143,810</u>
Expenditures			
Current:			
Leisure Time Activities	0	0	0
Capital Outlay	522,121	35,358	2,945,654
Debt Service:			
Principal Retirement	0	0	1,250,000
Interest and Fiscal Charges	0	0	13,990
<i>Total Expenditures</i>	<u>522,121</u>	<u>35,358</u>	<u>4,209,644</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>149,787</u>	<u>(35,225)</u>	<u>(3,065,834)</u>
Other Financing Sources (Uses)			
General Obligation Bonds Issued	0	0	1,200,000
Transfers In	0	0	1,319,490
Transfers Out	0	0	(236,237)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>2,283,253</u>
<i>Net Change in Fund Balances</i>	149,787	(35,225)	(782,581)
Fund Balances			
<i>Beginning of Year</i>	<u>697,015</u>	<u>35,773</u>	<u>1,467,572</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$846,802</u></u>	<u><u>\$548</u></u>	<u><u>\$684,991</u></u>

(continued)

City of Avon, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds (continued)
For the Year Ended December 31, 2009

	Land Purchases	French Creek Restoration	Sidewalk Programs
Revenues			
Property Taxes	\$0	\$0	\$0
Municipal Income Taxes	0	0	0
Charges for Services	0	0	0
Intergovernmental	0	0	0
Interest	0	0	0
Rentals	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures			
Current:			
Leisure Time Activities	0	0	0
Capital Outlay	9,875	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>9,875</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(9,875)</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
General Obligation Bonds Issued	0	0	0
Transfers In	10,000	0	0
Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>10,000</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	125	0	0
<i>Fund Balances</i>			
<i>Beginning of Year</i>	<u>1,500</u>	<u>4,120</u>	<u>4,425</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$1,625</u></u>	<u><u>\$4,120</u></u>	<u><u>\$4,425</u></u>

Police Station Project	Post Office Project	Storm Sewers	I-90 Interchange Study	Library Project
\$0	\$0	\$0	\$0	\$0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	49	0	0	0
0	78,361	0	0	0
0	1,100	0	0	0
0	79,510	0	0	0
0	0	0	0	0
8,844	10,955	0	16,029	8,650
0	1,720,000	0	0	0
0	35,416	0	0	0
8,844	1,766,371	0	16,029	8,650
(8,844)	(1,686,861)	0	(16,029)	(8,650)
0	1,690,000	0	0	0
0	34,316	0	0	10,000
(31,364)	(67,000)	0	0	0
(31,364)	1,657,316	0	0	10,000
(40,208)	(29,545)	0	(16,029)	1,350
40,208	52,114	50,905	580	0
\$0	\$22,569	\$50,905	(\$15,449)	\$1,350

(continued)

City of Avon, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds (continued)
For the Year Ended December 31, 2009

	Stadium Marquee	Detroit Road Landscaping	Recreation Income Tax	Total Nonmajor Capital Projects Funds
Revenues				
Property Taxes	\$0	\$0	\$0	\$563,510
Municipal Income Taxes	0	0	1,196,365	1,196,365
Charges for Services	0	0	0	133
Intergovernmental	0	0	0	1,247,031
Interest	0	0	1,644	2,463
Rentals	0	0	0	78,361
Miscellaneous	250	0	0	5,757
<i>Total Revenues</i>	<u>250</u>	<u>0</u>	<u>1,198,009</u>	<u>3,093,620</u>
Expenditures				
Current:				
Leisure Time Activities	0	0	38,157	38,157
Capital Outlay	0	0	0	3,557,486
Debt Service:				
Principal Retirement	0	0	0	2,970,000
Interest and Fiscal Charges	0	0	0	49,406
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>38,157</u>	<u>6,615,049</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>250</u>	<u>0</u>	<u>1,159,852</u>	<u>(3,521,429)</u>
Other Financing Sources (Uses)				
General Obligation Bonds Issued	0	0	0	2,890,000
Transfers In	0	25,000	0	1,398,806
Transfers Out	0	0	(1,538,600)	(1,873,201)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>25,000</u>	<u>(1,538,600)</u>	<u>2,415,605</u>
<i>Net Change in Fund Balances</i>	250	25,000	(378,748)	(1,105,824)
<i>Fund Balances</i>				
<i>Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>752,463</u>	<u>3,106,675</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$250</u>	<u>\$25,000</u>	<u>\$373,715</u>	<u>\$2,000,851</u>

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are purely custodial (assets equals liabilities) and thus do not involve measurement of results of operations.

Agency Funds

Deposits Fund – This fund accounts for various deposits held by the City to ensure compliance with various City ordinances. Upon satisfactory completion of the construction projects, deposits are returned.

Lorain Public Library Fund – This fund accounts for resources received from a 1.2 mill levy used to pay for the upkeep of the Lorain Public Library – Avon Branch. These funds are collected and immediately given to the Library.

North Ridgeville Sewer Fund – This fund accounts for the billing and collection of sewer charges that are then distributed to the City of North Ridgeville.

Avon Lake Sanitary Sewer Trunk Fees Fund – This fund accounts for the collection and distribution of tap-in fees for the section of the City that has a contractual agreement with the City of Avon Lake utilities department to discharge sanitary sewer waste.

Subdivisions Fund – This fund accounts for deposits made by developers of the City's subdivisions to ensure compliance with various City ordinances regarding development within the City. Upon satisfactory completion of the subdivisions, the funds are returned to the developer.

Mayor's Court Fund – This fund accounts for the activities within the mayor's court.

City of Avon, Ohio
Combining Statement of Assets and Liabilities
Agency Funds
December 31, 2009

	Deposits	North Ridgeville Sewer	Avon Lake Sanitary Sewer Trunk Fees	Subdivisions	Total
Assets					
Equity in Pooled Cash and Cash Equivalents	\$208,408	\$32,823	\$114,023	\$2,089,094	\$2,444,348
	<u>\$208,408</u>	<u>\$32,823</u>	<u>\$114,023</u>	<u>\$2,089,094</u>	<u>\$2,444,348</u>
Liabilities					
Deposits Held and Due to Others	\$208,408	\$0	\$114,023	\$2,089,094	\$2,411,525
Intergovernmental Payable	0	32,823	0	0	32,823
	<u>0</u>	<u>32,823</u>	<u>0</u>	<u>0</u>	<u>32,823</u>
<i>Total Liabilities</i>	<u>\$208,408</u>	<u>\$32,823</u>	<u>\$114,023</u>	<u>\$2,089,094</u>	<u>\$2,444,348</u>

City of Avon, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2009

	Beginning Balance 12/31/08	Additions	Deductions	Ending Balance 12/31/09
<i>Deposits</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,175,684	\$508,985	\$1,476,261	\$208,408
Liabilities				
Deposits Held and Due to Others	\$1,175,684	\$508,985	\$1,476,261	\$208,408
 <i>Lorain Public Library</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$321	\$463,933	\$464,254	\$0
Liabilities				
Intergovernmental Payable	\$321	\$463,933	\$464,254	\$0
 <i>North Ridgeville Sewer</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$0	\$1,392,444	\$1,359,621	\$32,823
Liabilities				
Intergovernmental Payable	\$0	\$1,392,444	\$1,359,621	\$32,823
 <i>Avon Lake Sanitary Sewer Trunk Fees</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$243,915	\$113,636	\$243,528	\$114,023
Liabilities				
Deposits Held and Due to Others	\$243,915	\$113,636	\$243,528	\$114,023

(continued)

City of Avon, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2009

	Beginning Balance 12/31/08	Additions	Deductions	Ending Balance 12/31/09
<i>Subdivisions</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$2,277,625	\$428,114	\$616,645	\$2,089,094
Liabilities				
Deposits Held and Due to Others	\$2,277,625	\$428,114	\$616,645	\$2,089,094
 <i>Mayor's Court</i>				
Assets				
Cash and Cash Equivalents in Segregated Accounts	\$0	\$181,239	\$181,239	\$0
Liabilities				
Deposits Held and Due to Others	\$0	\$181,239	\$181,239	\$0
 <i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$3,697,545	\$2,907,112	\$4,160,309	\$2,444,348
Cash and Cash Equivalents in Segregated Accounts	0	181,239	181,239	0
<i>Total Assets</i>	\$3,697,545	\$3,088,351	\$4,341,548	\$2,444,348
Liabilities				
Deposits Held and Due to Others	\$3,697,224	\$1,231,974	\$2,517,673	\$2,411,525
Intergovernmental Payable	321	1,856,377	1,823,875	32,823
<i>Total Liabilities</i>	\$3,697,545	\$3,088,351	\$4,341,548	\$2,444,348

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

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Property Taxes	\$1,807,200	\$1,529,321	\$1,529,321	\$0
Municipal Income Taxes	4,975,000	4,975,000	4,738,906	(236,094)
Charges for Services	725,000	680,000	716,326	36,326
Licenses and Permits	802,078	588,330	598,863	10,533
Fines and Forfeitures	119,000	127,500	109,289	(18,211)
Intergovernmental	1,696,299	1,016,638	1,023,155	6,517
Interest	560,000	113,500	109,408	(4,092)
Miscellaneous	179,250	168,334	950,159	781,825
<i>Total Revenues</i>	10,863,827	9,198,623	9,775,427	576,804
Expenditures				
Current:				
General Government:				
Mayor:				
Personal Services	732,195	250,715	216,211	34,504
Materials and Supplies	16,733	5,700	4,941	759
Contractual Services	122,841	131,550	36,274	95,276
<i>Total Mayor</i>	871,769	387,965	257,426	130,539
Finance:				
Personal Services	1,214,999	378,934	359,624	19,310
Materials and Supplies	26,384	30,375	23,740	6,635
Contractual Services	80,774	65,343	48,233	17,110
<i>Total Finance</i>	1,322,157	474,652	431,597	43,055
Treasurer:				
Personal Services	68,776	21,495	20,309	1,186
Materials and Supplies	8,243	2,729	2,629	100
Contractual Services	102	5,163	30	5,133
<i>Total Treasurer</i>	77,121	29,387	22,968	6,419
Law Director:				
Personal Services	450,988	136,418	133,173	3,245
Materials and Supplies	8,361	2,617	2,469	148
Contractual Services	876,771	290,886	258,903	31,983
<i>Total Law Director</i>	\$1,336,120	\$429,921	\$394,545	\$35,376

(continued)

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Council:				
Personal Services	\$481,212	\$156,415	\$142,098	\$14,317
Materials and Supplies	32,822	14,378	12,541	1,837
Contractual Services	48,792	34,990	15,319	19,671
Total Council	562,826	205,783	169,958	35,825
City Hall:				
Personal Services	134,948	43,020	39,849	3,171
Materials and Supplies	150,577	60,575	54,574	6,001
Contractual Services	447,175	180,542	159,704	20,838
Capital Outlay	15,876	29,665	7,565	22,100
Other	114,716	41,674	41,674	0
Total City Hall	863,292	355,476	303,366	52,110
Civil Service:				
Personal Services	14,200	5,275	4,193	1,082
Contractual Services	16,506	8,500	4,874	3,626
Other	0	100	0	100
Total Civil Service	30,706	13,875	9,067	4,808
Records:				
Personal Services	26,492	8,870	7,823	1,047
Contractual Services	152	1,500	45	1,455
Total Records	26,644	10,370	7,868	2,502
Statutory Accounts:				
Contractual Services	1,154,764	812,660	372,417	440,243
Legal:				
Personal Services	11,436	3,495	3,377	118
Materials and Supplies	769	500	227	273
Capital Outlay	0	500	0	500
Total Legal	12,205	4,495	3,604	891
Engineer:				
Contractual Services	\$611,372	\$335,000	\$181,473	\$153,527

(continued)

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Grant Coordinator:				
Contractual Services	\$33,865	\$35,000	\$10,000	\$25,000
Project Coordinator:				
Personal Services	292,626	90,660	86,410	4,250
Materials and Supplies	0	5,078	5,078	0
Contractual Services	103,704	38,195	30,834	7,361
Total Project Coordinator	396,330	133,933	122,322	11,611
Income Tax Department:				
Contractual Services	506,360	164,720	149,524	15,196
Total General Government	7,805,531	3,393,237	2,436,135	957,102
Community Environment:				
Planning Commission:				
Personal Services	511,166	160,568	150,943	9,625
Materials and Supplies	5,848	3,165	2,032	1,133
Contractual Services	6,072	20,104	10,395	9,709
Capital Outlay	14,596	4,310	4,310	0
Other	339	2,000	100	1,900
Total Planning Commission	538,021	190,147	167,780	22,367
Building Inspector:				
Personal Services	2,109,853	703,829	640,446	63,383
Materials and Supplies	84,628	49,475	27,036	22,439
Contractual Services	323,037	167,246	97,214	70,032
Capital Outlay	11,236	23,318	3,318	20,000
Other	2,848	2,500	841	1,659
Total Building Inspector	2,531,602	946,368	768,855	177,513
Safety Director/Zoning Officer:				
Personal Services	205,803	62,950	60,772	2,178
Materials and Supplies	508	150	150	0
Contractual Services	339	5,250	100	5,150
Total Safety Director/Zoning Officer	206,650	68,350	61,022	7,328
Total Community Environment	3,276,273	1,204,865	997,657	207,208
<i>Total Expenditures</i>	<u>\$11,081,804</u>	<u>\$4,598,102</u>	<u>\$3,433,792</u>	<u>\$1,164,310</u>

(continued)

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
<i>Excess of Revenues</i>				
<i>Over (Under) Expenditures</i>	(\$217,977)	\$4,600,521	\$6,341,635	\$1,741,114
Other Financing Sources (Uses)				
OPWC Loan Proceeds	409,875	0	0	0
Advances Out	(285,000)	(285,000)	(285,000)	0
Transfers In	6,517,220	5,272,016	251,796	(5,020,220)
Transfers Out	(5,600,000)	(11,633,867)	(5,471,588)	6,162,279
<i>Total Other Financing Sources (Uses)</i>	1,042,095	(6,646,851)	(5,504,792)	1,142,059
<i>Net Change in Fund Balance</i>	824,118	(2,046,330)	836,843	2,883,173
<i>Fund Balance Beginning of Year</i>	3,537,308	3,537,308	3,537,308	0
Prior Year Encumbrances Appropriated	197,610	197,610	197,610	0
<i>Fund Balance End of Year</i>	\$4,559,036	\$1,688,588	\$4,571,761	\$2,883,173

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Department Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Municipal Income Taxes	\$3,500,000	\$3,500,000	\$3,428,442	(\$71,558)
Interest	0	1,600	963	(637)
Miscellaneous	1,600	4,559	2,969	(1,590)
<i>Total Revenues</i>	<u>3,501,600</u>	<u>3,506,159</u>	<u>3,432,374</u>	<u>(73,785)</u>
Expenditures				
Current:				
Security of Persons and Property:				
Fire Department:				
Personal Services	3,047,668	2,962,460	2,895,004	67,456
Materials and Supplies	111,707	152,934	108,888	44,046
Contractual Services	259,648	307,629	249,389	58,240
<i>Total Expenditures</i>	<u>3,419,023</u>	<u>3,423,023</u>	<u>3,253,281</u>	<u>169,742</u>
<i>Excess of Revenues Over Expenditures</i>	82,577	83,136	179,093	95,957
Other Financing Uses				
Transfers Out	(700,000)	(700,000)	(700,000)	0
<i>Net Change in Fund Balance</i>	(617,423)	(616,864)	(520,907)	95,957
<i>Fund Balance Beginning of Year</i>	1,532,061	1,532,061	1,532,061	0
Prior Year Encumbrances Appropriated	15,223	15,223	15,223	0
<i>Fund Balance End of Year</i>	<u>\$929,861</u>	<u>\$930,420</u>	<u>\$1,026,377</u>	<u>\$95,957</u>

City of Avon, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2009*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Property Taxes	\$1,173,000	\$1,252,274	\$1,252,274	\$0
Intergovernmental	882,000	962,499	988,043	25,544
Interest	12,000	12,000	4,852	(7,148)
Miscellaneous	5,000	5,287	4,146	(1,141)
<i>Total Revenues</i>	<u>2,072,000</u>	<u>2,232,060</u>	<u>2,249,315</u>	<u>17,255</u>
Expenditures				
Current:				
Transportation:				
Street Department:				
Personal Services	1,119,790	995,704	958,171	37,533
Materials and Supplies	572,214	658,620	576,184	82,436
Contractual Services	187,715	237,415	185,656	51,759
Capital Outlay	0	11,000	0	11,000
<i>Total Expenditures</i>	<u>1,879,719</u>	<u>1,902,739</u>	<u>1,720,011</u>	<u>182,728</u>
<i>Excess of Revenues Over Expenditures</i>	192,281	329,321	529,304	199,983
Other Financing Uses				
Transfers Out	(214,732)	(214,732)	(214,732)	0
<i>Net Change in Fund Balance</i>	(22,451)	114,589	314,572	199,983
<i>Fund Balance Beginning of Year</i>	457,085	457,085	457,085	0
Prior Year Encumbrances Appropriated	110,829	110,829	110,829	0
<i>Fund Balance End of Year</i>	<u>\$545,463</u>	<u>\$682,503</u>	<u>\$882,486</u>	<u>\$199,983</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Special Assessments	\$525,083	\$461,937	\$444,717	(\$17,220)
Interest	0	800	526	(274)
<i>Total Revenues</i>	<u>525,083</u>	<u>462,737</u>	<u>445,243</u>	<u>(17,494)</u>
Expenditures				
Current:				
General Government:				
Special Assessment Bond Retirement:				
Contractual Services	28,081	30,000	28,210	1,790
Debt Service:				
Principal Retirement	264,226	269,442	265,442	4,000
Interest and Fiscal Charges	187,716	201,801	188,581	13,220
<i>Total Expenditures</i>	<u>480,023</u>	<u>501,243</u>	<u>482,233</u>	<u>19,010</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	45,060	(38,506)	(36,990)	1,516
Other Financing Uses				
Transfers Out	(17,220)	(17,220)	0	17,220
<i>Net Change in Fund Balance</i>	27,840	(55,726)	(36,990)	18,736
<i>Fund Balance Beginning of Year</i>	<u>398,303</u>	<u>398,303</u>	<u>398,303</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$426,143</u></u>	<u><u>\$342,577</u></u>	<u><u>\$361,313</u></u>	<u><u>\$18,736</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Center Construction Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Interest	\$0	\$60,000	\$59,841	(\$159)
Miscellaneous	0	14,155	14,155	0
<i>Total Revenues</i>	<u>0</u>	<u>74,155</u>	<u>73,996</u>	<u>(159)</u>
Expenditures				
Capital Outlay:				
Recreation Center Construction:				
Capital Outlay	12,757,685	14,146,041	12,792,333	1,353,708
Debt Service:				
Principal Retirement	14,000,000	14,000,000	14,000,000	0
Interest and Fiscal Charges	166,963	166,963	166,963	0
<i>Total Debt Service</i>	<u>14,166,963</u>	<u>14,166,963</u>	<u>14,166,963</u>	<u>0</u>
<i>Total Expenditures</i>	<u>26,924,648</u>	<u>28,313,004</u>	<u>26,959,296</u>	<u>1,353,708</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(26,924,648)</u>	<u>(28,238,849)</u>	<u>(26,885,300)</u>	<u>1,353,549</u>
Other Financing Sources				
Notes Issued	7,161,958	5,600,000	5,600,000	0
Bonds Issued	8,500,000	8,600,000	8,600,000	0
Transfers In	154,500	0	0	0
<i>Total Other Financing Sources</i>	<u>15,816,458</u>	<u>14,200,000</u>	<u>14,200,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(11,108,190)	(14,038,849)	(12,685,300)	1,353,549
<i>Fund Balance Beginning of Year</i>	1,376,929	1,376,929	1,376,929	0
Prior Year Encumbrances Appropriated	12,765,198	12,765,198	12,765,198	0
<i>Fund Balance End of Year</i>	<u>\$3,033,937</u>	<u>\$103,278</u>	<u>\$1,456,827</u>	<u>\$1,353,549</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Baseball Stadium Project Fund
For the Year Ended December 31, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Interest	\$0	\$17,598	\$17,598	\$0
Rental	250,000	250,000	250,000	0
Miscellaneous	0	8,340	8,340	0
<i>Total Revenues</i>	<u>250,000</u>	<u>275,938</u>	<u>275,938</u>	<u>0</u>
Expenditures				
Capital Outlay:				
Baseball Stadium:				
Capital Outlay	8,049,491	8,291,937	8,291,937	0
Debt Service:				
Principal Retirement	12,765,510	13,150,000	13,150,000	0
Interest and Fiscal Charges	172,270	177,458	177,458	0
<i>Total Debt Service</i>	<u>12,937,780</u>	<u>13,327,458</u>	<u>13,327,458</u>	<u>0</u>
<i>Total Expenditures</i>	<u>20,987,271</u>	<u>21,619,395</u>	<u>21,619,395</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(20,737,271)</u>	<u>(21,343,457)</u>	<u>(21,343,457)</u>	<u>0</u>
Other Financing Sources (Uses)				
Bonds Issued	13,150,000	12,400,000	12,400,000	0
Transfers In	174,100	965,000	965,000	0
Transfers Out	(245,000)	(245,000)	(241,263)	3,737
<i>Total Other Financing Sources (Uses)</i>	<u>13,079,100</u>	<u>13,120,000</u>	<u>13,123,737</u>	<u>3,737</u>
<i>Net Change in Fund Balance</i>	(7,658,171)	(8,223,457)	(8,219,720)	3,737
<i>Fund Balance Beginning of Year</i>	820,288	820,288	820,288	0
Prior Year Encumbrances Appropriated	7,408,171	7,408,171	7,408,171	0
<i>Fund Balance End of Year</i>	<u>\$570,288</u>	<u>\$5,002</u>	<u>\$8,739</u>	<u>\$3,737</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Complex Infrastructure Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Interest	\$0	\$18,884	\$19,448	\$564
Miscellaneous	0	12,376	12,376	0
<i>Total Revenues</i>	0	31,260	31,824	564
Expenditures				
Capital Outlay:				
Recreation Complex Infrastructure:				
Capital Outlay	6,353,453	6,411,027	6,316,468	94,559
Debt Service:				
Principal Retirement	9,000,000	9,000,000	9,000,000	0
Interest and Fiscal Charges	100,437	100,438	100,438	0
<i>Total Debt Service</i>	9,100,437	9,100,438	9,100,438	0
<i>Total Expenditures</i>	15,453,890	15,511,465	15,416,906	94,559
<i>Excess of Revenues</i> <i>Under Expenditures</i>	(15,453,890)	(15,480,205)	(15,385,082)	95,123
Other Financing Sources				
Bonds Issued	9,000,000	9,000,000	9,000,000	0
Advances In	99,300	244,300	244,300	0
<i>Total Other Financing Sources</i>	9,099,300	9,244,300	9,244,300	0
<i>Net Change in Fund Balance</i>	(6,354,590)	(6,235,905)	(6,140,782)	95,123
<i>Fund Balance Beginning of Year</i>	145,617	145,617	145,617	0
Prior Year Encumbrances Appropriated	6,099,590	6,099,590	6,099,590	0
<i>Fund Balance (Deficit) End of Year</i>	(\$109,383)	\$9,302	\$104,425	\$95,123

City of Avon, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Water Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Charges for Services	\$1,967,877	\$2,112,835	\$2,023,649	(\$89,186)
Interest	40,000	12,500	11,322	(1,178)
Other	0	54,955	16,579	(38,376)
<i>Total Revenues</i>	2,007,877	2,180,290	2,051,550	(128,740)
Expenses				
Personal Services	564,248	460,857	433,994	26,863
Materials and Supplies	1,435,579	1,440,387	1,162,073	278,314
Contractual Services	316,672	368,358	245,861	122,497
Other	9,326	12,000	7,166	4,834
Capital Outlay	68,406	115,986	30,322	85,664
Debt Service:				
Principal Retirement	146,381	112,478	102,603	9,875
Interest and Fiscal Charges	56,346	45,657	33,251	12,406
<i>Total Expenses</i>	2,596,958	2,555,723	2,015,270	540,453
<i>Excess of Revenues Over (Under) Expenses</i>	(589,081)	(375,433)	36,280	411,713
Transfers Out	0	(15,559)	(15,559)	0
<i>Net Change in Fund Equity</i>	(589,081)	(390,992)	20,721	411,713
<i>Fund Equity Beginning of Year</i>	2,496,775	2,496,775	2,496,775	0
Prior Year Encumbrances Appropriated	52,743	52,743	52,743	0
<i>Fund Equity End of Year</i>	\$1,960,437	\$2,158,526	\$2,570,239	\$411,713

City of Avon, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Charges for Services	\$1,108,000	\$1,273,400	\$1,281,987	\$8,587
Interest	19,000	3,064	848	(2,216)
Other Operating Revenues	0	167	167	0
Proceeds of Notes	3,600,000	0	0	0
<i>Total Revenues</i>	<u>4,727,000</u>	<u>1,276,631</u>	<u>1,283,002</u>	<u>6,371</u>
Expenses				
Personal Services	2,368,481	702,757	702,757	0
Materials and Supplies	1,711,442	311,367	306,902	4,465
Contractual Services	998,900	319,184	179,505	139,679
Other Operating Expenses	19,415	7,500	320,167	(312,667)
Capital Outlay	179,180	100,640	36,546	64,094
Debt Service:				
Principal Retirement	900,773	160,021	223,751	(63,730)
Interest and Fiscal Charges	219,365	40,187	38,970	1,217
<i>Total Expenses</i>	<u>6,397,556</u>	<u>1,641,656</u>	<u>1,808,598</u>	<u>(166,942)</u>
<i>Excess of Revenues Under Expenses</i>	(1,670,556)	(365,025)	(525,596)	(160,571)
Transfers In	1,363,000	392,000	309,947	(82,053)
Transfers Out	0	(155,400)	0	155,400
<i>Net Change in Fund Equity</i>	(307,556)	(128,425)	(215,649)	(87,224)
<i>Fund Equity Beginning of Year</i>	2,582,301	2,582,301	2,582,301	0
Prior Year Encumbrances Appropriated	39,623	39,623	39,623	0
<i>Fund Equity End of Year</i>	<u>\$2,314,368</u>	<u>\$2,493,499</u>	<u>\$2,406,275</u>	<u>(\$87,224)</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recycling Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Intergovernmental	\$72,750	\$75,000	\$75,000	\$0
Expenditures				
Current:				
Community Environment:				
Recycling:				
Personal Services	5,905	6,000	5,991	9
Contractual Services	113,585	115,490	115,453	37
Capital Outlay	0	125,000	120,010	4,990
<i>Total Expenditures</i>	119,490	246,490	241,454	5,036
<i>Excess of Revenues</i> <i>Under Expenditures</i>	(46,740)	(171,490)	(166,454)	5,036
Other Financing Sources				
Transfers In	52,250	152,250	152,250	0
<i>Net Change in Fund Balance</i>	5,510	(19,240)	(14,204)	5,036
<i>Fund Balance Beginning of Year</i>	70,450	70,450	70,450	0
Prior Year Encumbrances Appropriated	10	10	10	0
<i>Fund Balance End of Year</i>	\$75,970	\$51,220	\$56,256	\$5,036

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
ADA Parking Violations Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Transportation:				
ADA Parking Violations:				
Contractual Services	<u>0</u>	<u>334</u>	<u>334</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	(334)	(334)	0
<i>Fund Balance Beginning of Year</i>	<u>334</u>	<u>334</u>	<u>334</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$334</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Intergovernmental	\$57,000	\$57,928	\$62,071	\$4,143
Interest	3,703	3,703	949	(2,754)
<i>Total Revenues</i>	<u>60,703</u>	<u>61,631</u>	<u>63,020</u>	<u>1,389</u>
Expenditures				
Current:				
Transportation:				
State Highway:				
Contractual Services	46,094	46,374	45,236	1,138
Capital Outlay	271	236	236	0
<i>Total Expenditures</i>	<u>46,365</u>	<u>46,610</u>	<u>45,472</u>	<u>1,138</u>
<i>Excess of Revenues Over Expenditures</i>	14,338	15,021	17,548	2,527
<i>Fund Balance Beginning of Year</i>	132,744	132,744	132,744	0
Prior Year Encumbrances Appropriated	<u>6,365</u>	<u>6,365</u>	<u>6,365</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$153,447</u></u>	<u><u>\$154,130</u></u>	<u><u>\$156,657</u></u>	<u><u>\$2,527</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permissive Tax Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Intergovernmental	\$89,640	\$89,640	\$94,082	\$4,442
Interest	1,000	1,000	563	(437)
Miscellaneous	0	25,000	23,686	(1,314)
<i>Total Revenues</i>	<u>90,640</u>	<u>115,640</u>	<u>118,331</u>	<u>2,691</u>
Expenditures				
Current:				
Transportation:				
Permissive Tax:				
Contractual Services	153,659	181,824	176,204	5,620
Capital Outlay	0	1,835	0	1,835
<i>Total Expenditures</i>	<u>153,659</u>	<u>183,659</u>	<u>176,204</u>	<u>7,455</u>
<i>Excess of Revenues Under Expenditures</i>	(63,019)	(68,019)	(57,873)	10,146
Other Financing Sources				
Transfers In	50,000	50,000	50,000	0
<i>Net Change in Fund Balance</i>	(13,019)	(18,019)	(7,873)	10,146
<i>Fund Balance Beginning of Year</i>	34,802	34,802	34,802	0
Prior Year Encumbrances Appropriated	3,659	3,659	3,659	0
<i>Fund Balance End of Year</i>	<u>\$25,442</u>	<u>\$20,442</u>	<u>\$30,588</u>	<u>\$10,146</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Property Taxes	\$474,500	\$416,374	\$416,374	\$0
Intergovernmental	82,705	115,253	115,252	(1)
Interest	0	615	615	0
Miscellaneous	30,315	29,336	21,155	(8,181)
<i>Total Revenues</i>	<u>587,520</u>	<u>561,578</u>	<u>553,396</u>	<u>(8,182)</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Personal Services	3,388,112	3,309,931	3,298,919	11,012
Materials and Supplies	185,564	281,350	192,175	89,175
Contractual Services	364,758	413,478	358,501	54,977
<i>Total Expenditures</i>	<u>3,938,434</u>	<u>4,004,759</u>	<u>3,849,595</u>	<u>155,164</u>
<i>Excess of Revenues Under Expenditures</i>	(3,350,914)	(3,443,181)	(3,296,199)	146,982
Other Financing Sources				
Transfers In	3,100,000	3,100,000	3,100,000	0
<i>Net Change in Fund Balance</i>	(250,914)	(343,181)	(196,199)	146,982
<i>Fund Balance Beginning of Year</i>	289,694	289,694	289,694	0
Prior Year Encumbrances Appropriated	70,884	70,884	70,884	0
<i>Fund Balance End of Year</i>	<u>\$109,664</u>	<u>\$17,397</u>	<u>\$164,379</u>	<u>\$146,982</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Enforcement and Education Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Fines and Forfeitures	\$2,500	\$2,500	\$1,771	(\$729)
Miscellaneous	51,000	11,310	7,100	(4,210)
<i>Total Revenues</i>	53,500	13,810	8,871	(4,939)
Expenditures				
Current:				
Security of Persons and Property:				
Enforcement and Education:				
Contractual Services	20,493	25,493	11,376	14,117
<i>Net Change in Fund Balance</i>	33,007	(11,683)	(2,505)	9,178
<i>Fund Balance Beginning of Year</i>	23,294	23,294	23,294	0
Prior Year Encumbrances Appropriated	493	493	493	0
<i>Fund Balance End of Year</i>	\$56,794	\$12,104	\$21,282	\$9,178

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Miscellaneous	\$0	\$11,277	\$11,436	\$159
Expenditures				
Current:				
Security of Persons and Property:				
Law Enforcement:				
Contractual Services	5,000	5,000	4,974	26
<i>Net Change in Fund Balance</i>	(5,000)	6,277	6,462	185
<i>Fund Balance Beginning of Year</i>	21,846	21,846	21,846	0
<i>Fund Balance End of Year</i>	<u>\$16,846</u>	<u>\$28,123</u>	<u>\$28,308</u>	<u>\$185</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police K9 Program Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Miscellaneous	\$5,000	\$5,000	\$534	(\$4,466)
Expenditures				
Current:				
Security of Persons and Property:				
Enforcement and Education:				
Contractual Services	<u>15,038</u>	<u>6,038</u>	<u>1,087</u>	<u>4,951</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(10,038)	(1,038)	(553)	485
Other Financing Sources				
Transfers In	<u>9,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,038)	(1,038)	(553)	485
<i>Fund Balance Beginning of Year</i>	7,786	7,786	7,786	0
Prior Year Encumbrances Appropriated	<u>38</u>	<u>38</u>	<u>38</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$6,786</u>	<u>\$6,786</u>	<u>\$7,271</u>	<u>\$485</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Pension Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Property Taxes	\$212,000	\$199,477	\$199,477	\$0
Intergovernmental	26,000	34,578	34,578	0
<i>Total Revenues</i>	<u>238,000</u>	<u>234,055</u>	<u>234,055</u>	<u>0</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police Pension:				
Personal Services	429,029	448,800	429,375	19,425
Contractual Services	3,271	3,500	3,274	226
<i>Total Expenditures</i>	<u>432,300</u>	<u>452,300</u>	<u>432,649</u>	<u>19,651</u>
<i>Excess of Revenues Under Expenditures</i>	(194,300)	(218,245)	(198,594)	19,651
Other Financing Sources				
Transfers In	200,000	219,999	219,999	0
<i>Net Change in Fund Balance</i>	5,700	1,754	21,405	19,651
<i>Fund Balance Beginning of Year</i>	<u>8,059</u>	<u>8,059</u>	<u>8,059</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$13,759</u></u>	<u><u>\$9,813</u></u>	<u><u>\$29,464</u></u>	<u><u>\$19,651</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mayor's Court Computer Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Fines and Forfeitures	\$0	\$5,000	\$4,105	(\$895)
Expenditures				
Current:				
Capital Outlay:				
Mayor's Court Computer:				
Capital Outlay	5,795	5,795	425	5,370
<i>Net Change in Fund Balance</i>	(5,795)	(795)	3,680	4,475
<i>Fund Balance Beginning of Year</i>	73,727	73,727	73,727	0
Prior Year Encumbrances Appropriated	795	795	795	0
<i>Fund Balance End of Year</i>	\$68,727	\$73,727	\$78,202	\$4,475

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Avon Seniors Fund
For the Year Ended December 31, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Contributions and Donations	\$0	\$6,250	\$6,250	\$0
Miscellaneous	25,000	5,000	4,930	(70)
<i>Total Revenues</i>	25,000	11,250	11,180	(70)
Expenditures				
Current:				
Community Environment:				
Avon Seniors:				
Personal Services	153,626	114,496	113,926	570
Materials and Supplies	25,538	39,681	24,362	15,319
Contractual Services	33,967	51,298	26,339	24,959
Capital Outlay	43,290	52,446	32,449	19,997
Other	0	1,000	0	1,000
<i>Total Expenditures</i>	256,421	258,921	197,076	61,845
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(231,421)	(247,671)	(185,896)	61,775
Other Financing Sources				
Transfers In	200,000	200,000	200,000	0
<i>Net Change in Fund Balance</i>	(31,421)	(47,671)	14,104	61,775
<i>Fund Balance Beginning of Year</i>	27,402	27,402	27,402	0
Prior Year Encumbrances Appropriated	21,426	21,426	21,426	0
<i>Fund Balance End of Year</i>	\$17,407	\$1,157	\$62,932	\$61,775

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues				
Charges for Services	\$77,800	\$85,355	\$69,921	(\$15,434)
Miscellaneous	0	250	250	0
<i>Total Revenues</i>	<u>77,800</u>	<u>85,605</u>	<u>70,171</u>	<u>(15,434)</u>
Expenditures				
Current:				
Leisure Time Activities:				
Recreation Department:				
Personal Services	43,467	33,857	30,411	3,446
Materials and Supplies	6,137	8,335	8,010	325
Contractual Services	24,810	23,351	18,412	4,939
Other	22	750	15	735
Total Recreation Department	74,436	66,293	56,848	9,445
Adult Volleyball:				
Materials and Supplies	2,064	3,000	1,427	1,573
Men's Basketball:				
Materials and Supplies	720	597	498	99
Youth Basketball:				
Materials and Supplies	29,387	22,583	22,435	148
Little Eagles:				
Materials and Supplies	3,119	7,500	2,172	5,328
Tennis Camp				
Materials and Supplies	3,980	5,000	2,752	2,248
Adult Softball:				
Materials and Supplies	3,515	2,600	2,431	169
Little Scientist:				
Materials and Supplies	2,690	4,000	1,860	2,140
Youth Baseball:				
Materials and Supplies	13,683	15,000	10,462	4,538
Flag Football:				
Materials and Supplies	\$5,349	\$6,000	\$3,699	\$2,301

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund (continued)
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Safety Town:				
Materials and Supplies	\$4,467	\$4,004	\$3,089	\$915
Fishing:				
Materials and Supplies	1,735	1,200	1,200	0
Youth Wrestling:				
Materials and Supplies	0	2,000	0	2,000
Theater:				
Materials and Supplies	3,904	3,000	2,700	300
Youth Soccer:				
Materials and Supplies	36	25	25	0
Little Rackets:				
Materials and Supplies	1,034	1,475	715	760
Kidz Art:				
Materials and Supplies	1,008	4,000	697	3,303
<i>Total Expenditures</i>	<u>151,127</u>	<u>148,277</u>	<u>113,010</u>	<u>35,267</u>
<i>Excess of Revenues Under Expenditures</i>	(73,327)	(62,672)	(42,839)	19,833
Other Financing Sources				
Transfers In	<u>50,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(23,327)	(37,672)	(17,839)	19,833
<i>Fund Balance Beginning of Year</i>	32,516	32,516	32,516	0
Prior Year Encumbrances Appropriated	<u>7,067</u>	<u>7,067</u>	<u>7,067</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$16,256</u></u>	<u><u>\$1,911</u></u>	<u><u>\$21,744</u></u>	<u><u>\$19,833</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Park Operating Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Property Taxes	\$376,125	\$296,592	\$296,592	\$0
Intergovernmental	44,125	52,903	52,903	0
Interest	0	132	132	0
Miscellaneous	0	4,996	4,996	0
<i>Total Revenues</i>	<u>420,250</u>	<u>354,623</u>	<u>354,623</u>	<u>0</u>
Expenditures				
Current:				
Leisure Time Activities:				
Park Operating:				
Personal Services	505,948	452,203	432,272	19,931
Materials and Supplies	112,332	100,881	99,298	1,583
Contractual Services	246,381	244,121	225,250	18,871
Capital Outlay	95,829	83,290	81,821	1,469
Other	30	25	25	0
<i>Total Expenditures</i>	<u>960,520</u>	<u>880,520</u>	<u>838,666</u>	<u>41,854</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(540,270)	(525,897)	(484,043)	41,854
Other Financing Sources				
Transfers In	420,000	420,000	420,000	0
<i>Net Change in Fund Balance</i>	(120,270)	(105,897)	(64,043)	41,854
<i>Fund Balance Beginning of Year</i>	53,867	53,867	53,867	0
Prior Year Encumbrances Appropriated	59,835	59,835	59,835	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$6,568)</u>	<u>\$7,805</u>	<u>\$49,659</u>	<u>\$41,854</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Park Development Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Licenses and Permits	\$155,000	\$140,000	\$146,369	\$6,369
Expenditures				
Current:				
Leisure Time Activities:				
Park Development:				
Contractual Services	500	500	0	500
Capital Outlay	6,886	6,886	6,886	0
Total Leisure Time Activities	7,386	7,386	6,886	500
Debt Service:				
Principal Retirement	77,000	77,000	77,000	0
Interest and Fiscal Charges	62,075	62,075	62,075	0
Total Debt Service	139,075	139,075	139,075	0
<i>Total Expenditures</i>	146,461	146,461	145,961	500
<i>Excess of Revenues Over (Under) Expenditures</i>	8,539	(6,461)	408	6,869
Other Financing Sources				
Transfers In	0	50,532	50,532	0
<i>Net Change in Fund Balance</i>	8,539	44,071	50,940	6,869
<i>Fund Balance Beginning of Year</i>	130,117	130,117	130,117	0
Prior Year Encumbrances Appropriated	6,886	6,886	6,886	0
<i>Fund Balance End of Year</i>	\$145,542	\$181,074	\$187,943	\$6,869

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Center Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Charges for Services	\$3,600	\$3,610	\$3,366	(\$244)
Expenditures				
Current:				
Leisure Time Activities:				
Community Center:				
Personal Services	17,435	16,090	12,581	3,509
Materials and Supplies	819	760	736	24
Contractual Services	2,468	3,931	2,133	1,798
Other	214	155	154	1
<i>Total Expenditures</i>	20,936	20,936	15,604	5,332
<i>Excess of Revenues Under Expenditures</i>	(17,336)	(17,326)	(12,238)	5,088
Other Financing Sources				
Transfers In	15,000	15,000	15,000	0
<i>Net Change in Fund Balance</i>	(2,336)	(2,326)	2,762	5,088
<i>Fund Balance Beginning of Year</i>	8,561	8,561	8,561	0
Prior Year Encumbrances Appropriated	1,596	1,596	1,596	0
<i>Fund Balance End of Year</i>	\$7,821	\$7,831	\$12,919	\$5,088

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Living Tree Memorial Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Contributions and Donations	\$0	\$325	\$325	\$0
Expenditures				
Current:				
Community Environment:				
Living Tree Memorial:				
Contractual Services	0	500	51	449
<i>Net Change in Fund Balance</i>	0	(175)	274	449
<i>Fund Balance Beginning of Year</i>	657	657	657	0
<i>Fund Balance End of Year</i>	\$657	\$482	\$931	\$449

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Drainage Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Basic Utility Services:				
Drainage:				
Materials and Supplies	<u>33,635</u>	<u>33,635</u>	<u>21,830</u>	<u>11,805</u>
<i>Excess of Revenues Under Expenditures</i>	(33,635)	(33,635)	(21,830)	11,805
Other Financing Sources				
Transfers In	<u>24,000</u>	<u>24,000</u>	<u>24,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(9,635)	(9,635)	2,170	11,805
<i>Fund Balance Beginning of Year</i>	6,722	6,722	6,722	0
Prior Year Encumbrances Appropriated	<u>8,635</u>	<u>8,635</u>	<u>8,635</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$5,722</u></u>	<u><u>\$5,722</u></u>	<u><u>\$17,527</u></u>	<u><u>\$11,805</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cemetery Fund
For the Year Ended December 31, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	333	333	333	0
<i>Fund Balance End of Year</i>	<u>\$333</u>	<u>\$333</u>	<u>\$333</u>	<u>\$0</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Charges for Services	\$0	\$0	\$89,866	\$89,866
Miscellaneous	0	539,983	93,358	(446,625)
<i>Total Revenues</i>	<u>0</u>	<u>539,983</u>	<u>183,224</u>	<u>(356,759)</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive:				
Contractual Services	154,008	136,825	127,426	9,399
Debt Service:				
Principal Retirement	1,118,089	933,760	943,215	(9,455)
Interest and Fiscal Charges	1,471,254	1,222,404	1,227,355	(4,951)
<i>Total Expenditures</i>	<u>2,743,351</u>	<u>2,292,989</u>	<u>2,297,996</u>	<u>(5,007)</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	<u>(2,743,351)</u>	<u>(1,753,006)</u>	<u>(2,114,772)</u>	<u>(361,766)</u>
Other Financing Sources (Uses)				
Premium on General Obligation Bonds Issued	0	0	376,678	376,678
Transfers In	2,355,991	1,803,960	1,803,960	0
Transfers Out	(72,000)	(72,000)	(69,947)	2,053
<i>Total Other Financing Sources (Uses)</i>	<u>2,283,991</u>	<u>1,731,960</u>	<u>2,110,691</u>	<u>378,731</u>
<i>Net Change in Fund Balance</i>	(459,360)	(21,046)	(4,081)	16,965
<i>Fund Balance Beginning of Year</i>	<u>48,136</u>	<u>48,136</u>	<u>48,136</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$411,224)</u>	<u>\$27,090</u>	<u>\$44,055</u>	<u>\$16,965</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Library Bond Retirement Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Property Taxes	\$75,015	\$73,142	\$73,142	\$0
Intergovernmental	8,335	8,639	8,639	0
<i>Total Revenues</i>	<u>83,350</u>	<u>81,781</u>	<u>81,781</u>	<u>0</u>
Expenditures				
Current:				
General Government:				
Contractual Services	2,000	2,000	1,167	833
Debt Service:				
Principal Retirement	60,000	60,000	60,000	0
Interest and Fiscal Charges	19,319	19,319	19,319	0
<i>Total Debt Service</i>	<u>79,319</u>	<u>79,319</u>	<u>79,319</u>	<u>0</u>
<i>Total Expenditures</i>	<u>81,319</u>	<u>81,319</u>	<u>80,486</u>	<u>833</u>
<i>Net Change in Fund Balance</i>	2,031	462	1,295	833
<i>Fund Balance Beginning of Year</i>	<u>29,155</u>	<u>29,155</u>	<u>29,155</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$31,186</u></u>	<u><u>\$29,617</u></u>	<u><u>\$30,450</u></u>	<u><u>\$833</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Tax Incremental Financing Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Intergovernmental	\$820,693	\$668,139	\$668,139	0
Expenditures				
Current:				
General Government	410,000	435,191	430,834	4,357
<i>Excess of Revenues Over Expenditures</i>	410,693	232,948	237,305	4,357
Other Financing Uses				
Transfers Out	(400,000)	(400,000)	(400,000)	0
<i>Net Change in Fund Balance</i>	10,693	(167,052)	(162,695)	4,357
<i>Fund Balance Beginning of Year</i>	170,693	170,693	170,693	0
<i>Fund Balance End of Year</i>	<u>\$181,386</u>	<u>\$3,641</u>	<u>\$7,998</u>	<u>\$4,357</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Equipment Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Property Taxes	\$590,800	\$576,278	\$563,510	(\$12,768)
Intergovernmental	77,200	104,771	104,106	(665)
Interest	0	1,125	681	(444)
Miscellaneous	0	3,329	3,522	193
<i>Total Revenues</i>	<u>668,000</u>	<u>685,503</u>	<u>671,819</u>	<u>(13,684)</u>
Expenditures				
Capital Outlay:				
Equipment:				
Contractual Services	10,751	10,220	9,303	917
Capital Outlay	628,113	669,644	569,427	100,217
<i>Total Expenditures</i>	<u>638,864</u>	<u>679,864</u>	<u>578,730</u>	<u>101,134</u>
<i>Net Change in Fund Balance</i>	29,136	5,639	93,089	87,450
<i>Fund Balance Beginning of Year</i>	656,910	656,910	656,910	0
Prior Year Encumbrances Appropriated	<u>74,644</u>	<u>74,644</u>	<u>74,644</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$760,690</u></u>	<u><u>\$737,193</u></u>	<u><u>\$824,643</u></u>	<u><u>\$87,450</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Storm Water Detention Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues				
Charges for Services	\$0	\$133	\$133	\$0
Expenditures				
Capital Outlay:				
Storm Water Detention:				
Contractual Services	2,082	2,087	2,087	0
Other	33,189	33,271	33,271	0
Total Capital Outlay	35,271	35,358	35,358	0
<i>Net Change in Fund Balance</i>	(35,271)	(35,225)	(35,225)	0
<i>Fund Balance Beginning of Year</i>	2,502	2,502	2,502	0
Prior Year Encumbrances Appropriated	33,271	33,271	33,271	0
<i>Fund Balance End of Year</i>	\$502	\$548	\$548	\$0

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Road and Bridges Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Intergovernmental	\$0	\$1,280,908	\$1,142,925	(\$137,983)
Miscellaneous	0	885	885	0
<i>Total Revenues</i>	<u>0</u>	<u>1,281,793</u>	<u>1,143,810</u>	<u>(137,983)</u>
Expenditures				
Capital Outlay:				
Road and Bridge Programs:				
Capital Outlay	2,679,709	4,079,009	3,604,004	475,005
Debt Service:				
Principal Retirement	1,170,404	1,250,000	1,250,000	0
Interest and Fiscal Charges	13,099	18,790	13,990	4,800
<i>Total Debt Service</i>	<u>1,183,503</u>	<u>1,268,790</u>	<u>1,263,990</u>	<u>4,800</u>
<i>Total Expenditures</i>	<u>3,863,212</u>	<u>5,347,799</u>	<u>4,867,994</u>	<u>479,805</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	<u>(3,863,212)</u>	<u>(4,066,006)</u>	<u>(3,724,184)</u>	<u>341,822</u>
Other Financing Sources (Uses)				
General Obligation Bonds Issued	1,250,000	1,200,000	1,200,000	0
Advances In	0	90,000	90,000	0
Transfers In	1,260,200	1,319,490	1,319,490	0
Transfers Out	(236,237)	(236,237)	(236,237)	0
<i>Total Other Financing Sources (Uses)</i>	<u>2,273,963</u>	<u>2,373,253</u>	<u>2,373,253</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,589,249)	(1,692,753)	(1,350,931)	341,822
<i>Fund Balance Beginning of Year</i>	818,704	818,704	818,704	0
Prior Year Encumbrances Appropriated	1,178,989	1,178,989	1,178,989	0
<i>Fund Balance End of Year</i>	<u>\$408,444</u>	<u>\$304,940</u>	<u>\$646,762</u>	<u>\$341,822</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Land Purchases Fund
For the Year Ended December 31, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
Land Purchases:				
Capital Outlay	<u>1,500</u>	<u>11,500</u>	<u>11,375</u>	<u>125</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(1,500)	(11,500)	(11,375)	125
Other Financing Sources				
Transfers In	<u>0</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,500)	(1,500)	(1,375)	125
<i>Fund Balance Beginning of Year</i>	1,500	1,500	1,500	0
Prior Year Encumbrances Appropriated	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,500</u></u>	<u><u>\$1,500</u></u>	<u><u>\$1,625</u></u>	<u><u>\$125</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Master City Complex Fund
For the Year Ended December 31, 2009

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

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
French Creek Restoration Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
French Creek Restoration				
Capital Outlay	<u>1,362</u>	<u>7,754</u>	<u>4,997</u>	<u>2,757</u>
<i>Net Change in Fund Balance</i>	(1,362)	(7,754)	(4,997)	2,757
<i>Fund Balance Beginning of Year</i>	6,392	6,392	6,392	0
Prior Year Encumbrances Appropriated	<u>1,362</u>	<u>1,362</u>	<u>1,362</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$6,392</u></u>	<u><u>\$0</u></u>	<u><u>\$2,757</u></u>	<u><u>\$2,757</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sidewalk Programs Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	4,425	4,425	4,425	0
<i>Fund Balance End of Year</i>	<u>\$4,425</u>	<u>\$4,425</u>	<u>\$4,425</u>	<u>\$0</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Station Project Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Police Station Project				
Capital Outlay	<u>2,077</u>	<u>9,259</u>	<u>8,844</u>	<u>415</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(2,077)	(9,259)	(8,844)	415
Other Financing Uses				
Transfers Out	<u>0</u>	<u>(31,364)</u>	<u>(31,364)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(2,077)	(40,623)	(40,208)	415
<i>Fund Balance Beginning of Year</i>	38,131	38,131	38,131	0
Prior Year Encumbrances Appropriated	<u>2,077</u>	<u>2,077</u>	<u>2,077</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u><u>\$38,131</u></u>	<u><u>(\$415)</u></u>	<u><u>\$0</u></u>	<u><u>\$415</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Post Office Project Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Interest	\$0	\$242	\$242	\$0
Rental	65,000	89,194	78,361	(10,833)
Miscellaneous	0	1,100	1,100	0
<i>Total Revenues</i>	<u>65,000</u>	<u>90,536</u>	<u>79,703</u>	<u>(10,833)</u>
Expenditures				
Capital Outlay:				
Post Office Project:				
Capital Outlay	90,195	101,305	97,349	3,956
Debt Service:				
Principal Retirement	1,718,290	1,720,000	1,720,000	0
Interest and Fiscal Charges	35,381	35,416	35,416	0
<i>Total Debt Service</i>	<u>1,753,671</u>	<u>1,755,416</u>	<u>1,755,416</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,843,866</u>	<u>1,856,721</u>	<u>1,852,765</u>	<u>3,956</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	<u>(1,778,866)</u>	<u>(1,766,185)</u>	<u>(1,773,062)</u>	<u>(6,877)</u>
Other Financing Sources (Uses)				
General Obligation Bonds Issued	1,720,000	1,690,000	1,690,000	0
Transfers In	0	34,316	34,316	0
Transfers Out	(60,000)	(67,000)	(67,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>1,660,000</u>	<u>1,657,316</u>	<u>1,657,316</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(118,866)	(108,869)	(115,746)	(6,877)
<i>Fund Balance Beginning of Year</i>	46,705	46,705	46,705	0
Prior Year Encumbrances Appropriated	84,546	84,546	84,546	0
<i>Fund Balance End of Year</i>	<u>\$12,385</u>	<u>\$22,382</u>	<u>\$15,505</u>	<u>(\$6,877)</u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Storm Sewers Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
Storm Sewers:				
Capital Outlay	<u>163,424</u>	<u>163,424</u>	<u>163,424</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(163,424)	(163,424)	(163,424)	0
<i>Fund Balance Beginning of Year</i>	17,481	17,481	17,481	0
Prior Year Encumbrances Appropriated	<u>163,424</u>	<u>163,424</u>	<u>163,424</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$17,481</u></u>	<u><u>\$17,481</u></u>	<u><u>\$17,481</u></u>	<u><u>\$0</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
I-90 Interchange Study Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
I-90 Interchange:				
Capital Outlay	<u>0</u>	<u>50,000</u>	<u>13,452</u>	<u>36,548</u>
<i>Excess of Revenues Under Expenditures</i>	0	(50,000)	(13,452)	36,548
Other Financing Sources				
Advances In	<u>0</u>	<u>50,000</u>	<u>50,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	36,548	36,548
<i>Fund Balance Beginning of Year</i>	<u>580</u>	<u>580</u>	<u>580</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$580</u></u>	<u><u>\$580</u></u>	<u><u>\$37,128</u></u>	<u><u>\$36,548</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Library Project Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Library Project:				
Capital Outlay	<u>0</u>	<u>10,000</u>	<u>8,650</u>	<u>1,350</u>
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	0	(10,000)	(8,650)	1,350
Other Financing Sources				
Transfers In	<u>0</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	1,350	1,350
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$1,350</u></u>	<u><u>\$1,350</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Stadium Marquee Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Miscellaneous	\$250	\$250	\$250	\$0
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	250	250	250	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$250	\$250	\$250	\$0

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Detroit Road Landscaping Fund
For the Year Ended December 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Detroit Road Lanscaping:				
Capital Outlay	<u>25,000</u>	<u>25,000</u>	<u>0</u>	<u>25,000</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(25,000)	(25,000)	0	25,000
Other Financing Sources				
Transfers In	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	25,000	25,000
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$25,000</u></u>	<u><u>\$25,000</u></u>

City of Avon, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Income Tax Fund
For the Year Ended December 31, 2009

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Revenues				
Municipal Income Taxes	\$1,170,485	\$1,170,485	\$1,202,253	\$31,768
Interest	0	9,000	3,398	(5,602)
<i>Total Revenues</i>	1,170,485	1,179,485	1,205,651	26,166
Expenditures				
Leisure Time Activities:				
Recreation Income Tax				
Contractual Services	38,000	39,800	38,157	1,643
<i>Excess of Revenues Over Expenditures</i>	1,132,485	1,139,685	1,167,494	27,809
Other Financing Uses				
Advances Out	(99,300)	(99,300)	(99,300)	0
Transfers Out	(1,345,400)	(1,538,600)	(1,538,600)	0
<i>Total Other Financing Uses</i>	(1,444,700)	(1,637,900)	(1,637,900)	0
<i>Net Change in Fund Balance</i>	(312,215)	(498,215)	(470,406)	27,809
<i>Fund Balance Beginning of Year</i>	563,377	563,377	563,377	0
<i>Fund Balance End of Year</i>	\$251,162	\$65,162	\$92,971	\$27,809

Statistical



Carriage House Bakery and More



Catherine's Chocolates



French Creek Cabinet Company



Vintage House Café

Statistical Section

This part of the City of Avon, Ohio'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.

<u>Contents</u>	<u>Page(s)</u>
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.	S2-S13
Revenue Capacity These schedules contain information to help the reader assess the city's most significant local revenue source, the property tax, and the municipal income	S14-S25
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.	S26-S32
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the city's financial activities take place.	S33-S35
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the city's financial report relates to the services the city provides and the activities it performs.	S36-S43

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 34 in 2001; schedules presenting government-wide information include information beginning in that year.

City of Avon, Ohio
Net Assets By Component
Last Nine Years
(Accrual Basis of Accounting)

	2009	2008	2007	2006
Governmental Activities				
Invested in Capital Assets	\$46,612,947	\$47,659,906	\$50,184,764	\$50,319,254
Restricted:				
Capital Projects	1,129,478	0	2,474,044	2,213,629
Debt Service	1,445,051	1,714,977	2,255,097	1,407,892
Fire Department	1,297,579	1,876,277	3,369,930	2,613,979
Street Construction, Maintenance and Repair	1,368,224	1,072,610	836,575	734,079
Park Development	194,539	143,303	263,416	418,068
Other Purposes	654,545	650,158	620,767	616,702
Unrestricted	6,779,793	5,976,457	2,488,208	2,805,147
<i>Total Governmental Activities</i>				
<i>Net Assets</i>	59,482,156	59,093,688	62,492,801	61,128,750
Business Type - Activities				
Invested in Capital Assets, Net of Related Debt	27,616,704	27,306,773	25,494,999	24,570,995
Unrestricted	3,559,010	3,980,420	5,272,777	6,414,575
<i>Total Business-Type Activities</i>				
<i>Net Assets</i>	31,175,714	31,287,193	30,767,776	30,985,570
Primary Government				
Invested in Capital Assets, Net of Related Debt	74,229,651	74,966,679	75,679,763	74,890,249
Restricted	6,089,416	5,457,325	9,819,829	8,004,349
Unrestricted	10,338,803	9,956,877	7,760,985	9,219,722
<i>Total Primary Government Net Assets</i>	\$90,657,870	\$90,380,881	\$93,260,577	\$92,114,320

2005	2004	2003	2002	2001
\$48,545,323	\$43,240,483	\$39,981,775	\$33,648,231	\$32,336,070
3,231,787	5,411,319	2,124,737	1,659,080	1,409,760
1,444,688	2,339,940	2,156,992	2,461,360	2,213,739
1,884,793	815,856	2,275,314	0	0
752,640	906,927	1,051,272	0	0
705,205	536,980	630,113	0	0
529,938	451,805	124,131	3,169,282	1,548,768
771,107	(58,200)	745,443	(771,225)	406,337
<u>57,865,481</u>	<u>53,645,110</u>	<u>49,089,777</u>	<u>40,166,728</u>	<u>37,914,674</u>
23,504,509	20,753,823	17,442,509	16,625,219	15,317,633
<u>6,767,325</u>	<u>6,200,193</u>	<u>7,082,882</u>	<u>4,855,375</u>	<u>3,177,746</u>
<u>30,271,834</u>	<u>26,954,016</u>	<u>24,525,391</u>	<u>21,480,594</u>	<u>18,495,379</u>
72,049,832	63,994,306	57,424,284	50,273,450	47,653,703
8,549,051	10,462,827	8,362,559	7,289,722	5,172,267
7,538,432	6,141,993	7,828,325	4,084,150	3,584,083
<u>\$88,137,315</u>	<u>\$80,599,126</u>	<u>\$73,615,168</u>	<u>\$61,647,322</u>	<u>\$56,410,053</u>

City of Avon, Ohio
Changes in Net Assets
Last Nine Years
(Accrual Basis of Accounting)

	2009	2008	2007	2006
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$1,420,788	\$1,109,333	\$2,058,970	\$367,172
Security of Persons and Property	1,771	88,885	11,871	10,213
Transportation	0	0	0	50
Community Environment	429,764	470,431	555,772	1,272,496
Basic Utility Services	20,052	30,219	450	16,828
Leisure Time Activities	219,656	296,925	333,573	365,727
Subtotal - Charges for Services	<u>2,092,031</u>	<u>1,995,793</u>	<u>2,960,636</u>	<u>2,032,486</u>
Operating Grants and Contributions:				
General Government	8,810	131,238	51,326	0
Security of Persons and Property	150,203	175,872	101,026	0
Transportation	1,178,652	1,382,026	1,017,795	991,097
Community Environment	81,575	163,341	70,429	70,429
Basic Utility Services	0	150,000	0	0
Leisure Time Activities	56,530	56,496	20,246	42,815
Subtotal - Operating Grants and Contributions	<u>1,475,770</u>	<u>2,058,973</u>	<u>1,260,822</u>	<u>1,104,341</u>
Capital Grants and Contributions:				
General Government	105,407	0	0	0
Security of Persons and Property	0	0	0	0
Transportation	1,142,925	0	0	1,816,365
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	0	0	0
Subtotal - Capital Grants and Contributions	<u>1,248,332</u>	<u>0</u>	<u>0</u>	<u>1,816,365</u>
<i>Total Governmental Activities Program Revenues</i>	<u>4,816,133</u>	<u>4,054,766</u>	<u>4,221,458</u>	<u>4,953,192</u>
Business-Type Activities:				
Charges for Services:				
Water	2,007,943	2,144,366	2,350,121	2,137,300
Sewer	1,628,898	1,322,418	1,267,601	1,143,598
Subtotal - Charges for Services	<u>3,636,841</u>	<u>3,466,784</u>	<u>3,617,722</u>	<u>3,280,898</u>
Capital Grants and Contributions				
Water	0	507,811	121,800	276,477
Sewer	453,148	587,409	242,036	406,870
Subtotal - Capital Grants and Contributions	<u>453,148</u>	<u>1,095,220</u>	<u>363,836</u>	<u>683,347</u>
<i>Total Business-Type Activities Program Revenues</i>	<u>4,089,989</u>	<u>4,562,004</u>	<u>3,981,558</u>	<u>3,964,245</u>
<i>Total Primary Government Program Revenues</i>	<u>\$8,906,122</u>	<u>\$8,616,770</u>	<u>\$8,203,016</u>	<u>\$8,917,437</u>

2005	2004	2003	2002	2001
\$1,186,202	\$1,343,467	\$1,068,732	\$849,259	\$758,999
10,036	9,223	37,214	350,848	331,987
750	530	20	2,190	0
681,953	839,327	558,460	482,531	556,469
32,247	34,000	52,556	278,824	116,410
454,726	461,048	365,797	317,280	444,769
<u>2,365,914</u>	<u>2,687,595</u>	<u>2,082,779</u>	<u>2,280,932</u>	<u>2,208,634</u>
0	0	0	4,498	119,890
32,081	30,565	17,148	75,756	80,319
860,389	763,940	561,904	494,385	605,767
68,001	100,527	113,505	111,480	146,375
0	0	0	0	30,000
13,893	17,982	2,784	6,000	11,069
<u>974,364</u>	<u>913,014</u>	<u>695,341</u>	<u>692,119</u>	<u>993,420</u>
22,480	0	0	0	0
0	22,078	60,000	0	0
3,988,681	5,163,299	6,709,012	1,302,781	2,466,085
217,267	0	0	0	0
573,019	0	209,514	1,599,316	750,874
0	0	80,000	94,526	0
<u>4,801,447</u>	<u>5,185,377</u>	<u>7,058,526</u>	<u>2,996,623</u>	<u>3,216,959</u>
<u>8,141,725</u>	<u>8,785,986</u>	<u>9,836,646</u>	<u>5,969,674</u>	<u>6,419,013</u>
2,258,379	2,046,470	1,962,762	1,213,560	1,075,991
1,021,487	826,192	769,285	844,518	749,367
<u>3,279,866</u>	<u>2,872,662</u>	<u>2,732,047</u>	<u>2,058,078</u>	<u>1,825,358</u>
1,540,005	1,290,440	612,910	1,157,408	1,474,796
2,012,709	2,243,380	2,712,519	2,747,851	1,235,838
<u>3,552,714</u>	<u>3,533,820</u>	<u>3,325,429</u>	<u>3,905,259</u>	<u>2,710,634</u>
<u>6,832,580</u>	<u>6,406,482</u>	<u>6,057,476</u>	<u>5,963,337</u>	<u>4,535,992</u>
<u>\$14,974,305</u>	<u>\$15,192,468</u>	<u>\$15,894,122</u>	<u>\$11,933,011</u>	<u>\$10,955,005</u>

(continued)

City of Avon, Ohio
Changes in Net Assets (continued)
Last Nine Years
(Accrual Basis of Accounting)

	2009	2008	2007	2006
Expenses				
<i>Governmental Activities:</i>				
General Government	\$3,042,622	\$2,968,222	\$2,269,262	\$2,739,914
Security of Persons and Property	7,948,875	7,572,725	6,789,884	5,739,141
Transportation	5,140,893	6,638,018	4,449,451	3,824,122
Community Environment	1,406,060	1,680,851	1,256,537	1,272,107
Basic Utility Services	495,523	848,296	430,858	419,887
Leisure Time Activities	1,130,300	1,217,094	829,313	1,173,141
Interest and Fiscal Charges	1,669,318	1,761,494	757,830	671,474
<i>Total Governmental Activities Expenses</i>	<u>20,833,591</u>	<u>22,686,700</u>	<u>16,783,135</u>	<u>15,839,786</u>
<i>Business-Type Activities</i>				
Water	2,392,503	2,594,517	2,757,452	1,505,362
Sewer	2,127,598	1,725,241	2,008,071	2,224,019
<i>Total Business-Type Activities Expenses</i>	<u>4,520,101</u>	<u>4,319,758</u>	<u>4,765,523</u>	<u>3,729,381</u>
<i>Total Primary Government Program Expenses</i>	<u>25,353,692</u>	<u>27,006,458</u>	<u>21,548,658</u>	<u>19,569,167</u>
Net (Expense)/Revenue				
Governmental Activities	(16,017,458)	(18,631,934)	(12,561,677)	(10,886,594)
Business-Type Activities	(430,112)	242,246	(783,965)	234,864
<i>Total Primary Government Net Expense</i>	<u>(\$16,447,570)</u>	<u>(\$18,389,688)</u>	<u>(\$13,345,642)</u>	<u>(\$10,651,730)</u>

2005	2004	2003	2002	2001
\$1,919,159	\$1,935,275	\$1,695,377	\$1,510,968	\$1,191,523
5,462,030	4,532,738	3,932,378	4,299,769	2,471,684
5,285,670	4,470,599	3,288,035	3,533,913	3,245,758
1,395,945	1,222,720	1,091,550	940,434	1,427,607
379,953	395,185	22,007	461,515	916,029
811,918	1,052,267	1,131,505	805,698	222,207
619,472	522,343	479,473	511,821	506,281
<u>15,874,147</u>	<u>14,131,127</u>	<u>11,640,325</u>	<u>12,064,118</u>	<u>9,981,089</u>
2,235,003	2,630,729	1,852,642	1,643,370	1,378,699
<u>1,548,860</u>	<u>1,442,009</u>	<u>1,228,483</u>	<u>1,002,289</u>	<u>1,035,805</u>
<u>3,783,863</u>	<u>4,072,738</u>	<u>3,081,125</u>	<u>2,645,659</u>	<u>2,414,504</u>
<u>19,658,010</u>	<u>18,203,865</u>	<u>14,721,450</u>	<u>14,709,777</u>	<u>12,395,593</u>
(7,732,422)	(5,345,141)	(1,803,679)	(6,094,444)	(3,562,076)
<u>3,048,717</u>	<u>2,333,744</u>	<u>2,976,351</u>	<u>3,317,678</u>	<u>2,121,488</u>
<u>(\$4,683,705)</u>	<u>(\$3,011,397)</u>	<u>\$1,172,672</u>	<u>(\$2,776,766)</u>	<u>(\$1,440,588)</u>

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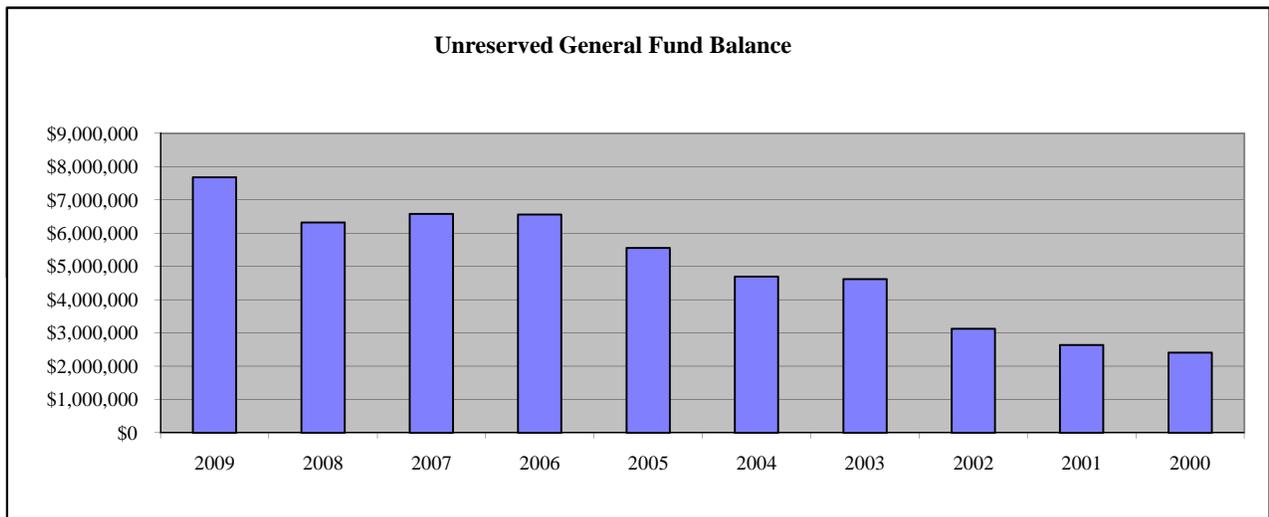
City of Avon, Ohio
Changes in Net Assets (continued)
Last Nine Years
(Accrual Basis of Accounting)

	2009	2008	2007	2006
General Revenues and Other Changes in Net Assets				
Governmental Activities				
Taxes:				
Property and Other Local Taxes Levied For:				
General Purposes	\$1,520,272	\$1,520,015	\$1,543,962	\$1,333,155
Streets	1,268,806	776,504	806,201	788,160
Police	411,556	433,011	464,321	461,994
Police Pension	198,297	198,262	201,386	173,609
Park Operating	297,378	244,631	251,185	244,487
Library Bond Retirement	72,822	71,874	86,093	98,426
Equipment	559,752	575,854	414,954	405,525
Other Purposes	0	0	0	0
Debt Service	0	0	0	0
Capital Projects	0	0	0	0
Municipal Income Taxes levied for:				
General Purposes	4,726,399	4,639,884	4,326,837	4,933,050
Fire Department	3,343,630	3,519,526	3,466,344	3,155,090
Recreation Income Tax	1,172,927	1,256,991	0	0
Grants and Entitlements not Restricted to				
Specific Programs	979,590	1,139,985	940,842	1,257,304
Investment Earnings	315,399	865,425	1,151,966	1,001,612
Payment in Lieu of Taxes	668,139	0	0	0
Gain on Sale of Capital Assets	0	0	0	0
Net Gain on the Loss of Impaired Asset	0	0	0	0
Miscellaneous	1,165,347	185,009	501,637	297,451
<i>Total Governmental Activities</i>	<u>16,700,314</u>	<u>15,426,971</u>	<u>14,155,728</u>	<u>14,149,863</u>
Business-Type Activities				
Investment Earnings	7,499	49,163	261,204	423,066
Miscellaneous	16,746	33,858	74,967	55,806
<i>Total Business-Type Activities</i>	<u>24,245</u>	<u>83,021</u>	<u>336,171</u>	<u>478,872</u>
<i>Total Primary Government General Revenues and Other Changes in Net Assets</i>	<u>16,724,559</u>	<u>15,509,992</u>	<u>14,491,899</u>	<u>14,628,735</u>
Transfers				
Governmental Activities	(294,388)	(194,150)	(230,000)	0
Business-Type Activities	294,388	194,150	230,000	0
Change in Net Assets				
Governmental Activities	388,468	(3,399,113)	1,364,051	3,263,269
Business-Type Activities	(111,479)	519,417	(217,794)	713,736
<i>Total Primary Government Change in Net Assets</i>	<u>\$276,989</u>	<u>(\$2,879,696)</u>	<u>\$1,146,257</u>	<u>\$3,977,005</u>

2005	2004	2003	2002	2001
\$1,217,503	\$1,037,165	\$870,500	\$698,768	\$614,100
725,131	654,620	693,349	0	0
431,013	391,964	0	0	0
153,362	0	0	0	0
222,397	0	0	0	0
85,628	0	0	0	0
372,103	0	0	0	0
0	343,569	660,143	1,133,835	991,071
0	79,395	83,291	84,537	90,642
0	336,020	356,914	244,153	222,803
4,278,546	3,643,042	4,019,591	2,909,788	3,246,032
3,204,104	2,223,953	2,727,351	2,008,383	0
0	0	0	0	0
404,963	507,009	275,722	237,174	115,580
541,233	525,863	291,920	533,541	821,670
0	0	0	0	0
0	0	647,650	0	0
203,748	0	0	0	0
218,412	178,207	96,670	125,650	88,801
12,058,143	9,920,807	10,723,101	7,975,829	6,190,699
109,830	44,133	27,272	25,825	49,777
53,921	30,415	44,801	12,381	58,525
163,751	74,548	72,073	38,206	108,302
12,221,894	9,995,355	10,795,174	8,014,035	6,299,001
18,533	(20,333)	3,627	370,669	369,202
(18,533)	20,333	(3,627)	(370,669)	(369,202)
4,344,254	4,555,333	8,923,049	2,252,054	2,997,825
3,193,935	2,428,625	3,044,797	2,985,215	1,860,588
\$7,538,189	\$6,983,958	\$11,967,846	\$5,237,269	\$4,858,413

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

	2009	2008	2007	2006	2005
General Fund					
Reserved	\$150,647	\$178,261	\$189,529	\$170,059	\$27,802
Unreserved	7,677,525	6,319,932	6,577,416	6,558,172	5,556,819
Total General Fund	7,828,172	6,498,193	6,766,945	6,728,231	5,584,621
All Other Governmental Funds					
Reserved	4,582,589	25,344,685	3,799,554	1,171,829	1,001,146
Unreserved, Undesignated (Deficit), Reported in:					
Special Revenue funds	2,799,581	3,083,916	3,990,801	3,579,484	3,096,126
Debt Service funds	443,816	643,228	531,928	371,855	369,923
Capital Projects funds	1,112,351	1,684,436	(347,899)	986,929	(320,766)
Total All Other Governmental Funds	8,938,337	30,756,265	7,974,384	6,110,097	4,146,429
Total Governmental Funds	\$16,766,509	\$37,254,458	\$14,741,329	\$12,838,328	\$9,731,050



2004	2003	2002	2001	2000
\$47,714	\$31,677	\$67,424	\$34,075	\$48,742
4,692,475	4,618,368	3,123,883	2,643,086	2,754,442
4,740,189	4,650,045	3,191,307	2,677,161	2,803,184
3,468,055	2,721,875	2,379,265	491,796	209,986
2,266,290	3,259,084	961,578	(79,303)	1,055,992
1,239,564	304,992	325,470	136,764	(17,236)
411,653	914,847	40,741	1,658,345	1,387,231
7,385,562	7,200,798	3,707,054	2,207,602	2,635,973
\$12,125,751	\$11,850,843	\$6,898,361	\$4,884,763	\$5,439,157

City of Avon, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	2009	2008	2007	2006
Revenues				
Property Taxes	\$4,330,690	\$3,854,146	\$3,702,610	\$3,451,462
Payment in Lieu of Taxes	668,139	0	0	0
Municipal Income Taxes	9,378,759	9,294,659	7,681,269	7,688,999
Charges for Services	903,298	814,606	832,369	711,413
Licenses and Permits	745,232	974,480	1,068,752	1,268,486
Fines and Forfeitures	115,165	206,707	212,817	183,256
Intergovernmental	3,672,996	3,581,433	2,137,538	2,293,477
Special Assessments	240,379	243,986	227,188	202,342
Interest	315,399	853,783	1,151,966	1,001,612
Contributions and Donations	6,575	40,650	0	0
Rentals	328,361	0	0	0
Miscellaneous	1,165,347	185,009	501,637	297,451
<i>Total Revenues</i>	<u>21,870,340</u>	<u>20,049,459</u>	<u>17,516,146</u>	<u>17,098,498</u>
Expenditures				
Current:				
General Government	2,824,337	2,664,209	2,169,720	2,247,763
Security of Persons and Property	7,526,545	7,134,465	6,268,041	5,513,657
Transportation	1,982,203	1,632,598	1,649,383	1,649,507
Community Environment	1,386,408	1,282,138	1,239,252	1,275,204
Basic Utility Services	14,838	99,491	22,410	24,473
Leisure Time Activities	986,909	1,071,323	1,134,764	1,058,069
Capital Outlay	23,767,231	20,549,738	7,163,756	3,566,729
Debt Service:				
Principal Retirement	40,432,357	7,729,043	1,205,994	575,200
Interest and Fiscal Charges	2,009,751	1,354,369	581,977	575,686
Bond Issuance Costs	0	0	0	59,145
Payment to Refunded Bond Escrow Agent	0	0	0	585
<i>Total Expenditures</i>	<u>80,930,579</u>	<u>43,517,374</u>	<u>21,435,297</u>	<u>16,546,018</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(59,060,239)</u>	<u>(23,467,915)</u>	<u>(3,919,151)</u>	<u>552,480</u>
Other Financing Sources (Uses)				
Current Refunding	0	0	(1,100,000)	0
Sale of Capital Assets	0	0	0	0
Bonds Issued	32,890,000	6,910,000	0	2,675,000
Insurance Recovery	0	0	0	0
Refunding Notes Issued	0	0	0	0
Payment to Refund Notes	0	0	0	0
General Obligation Bonds Issued	0	0	0	0
Refunding Principal	0	0	0	(200,000)
Special Assessment Bonds Issued	0	0	0	0
Notes Issued	5,600,000	39,120,000	6,910,000	1,700,000
Loans Received	0	145,194	242,152	0
Payment to Refunded Bond Escrow Agent	0	0	0	(1,647,760)
Bond Premium	376,678	0	0	27,558
Transfers In	8,676,343	14,475,111	6,912,643	6,110,550
Transfers Out	(8,970,731)	(14,669,261)	(7,142,643)	(6,110,550)
<i>Total Other Financing Sources (Uses)</i>	<u>38,572,290</u>	<u>45,981,044</u>	<u>5,822,152</u>	<u>2,554,798</u>
<i>Net Change in Fund Balances</i>	<u>(\$20,487,949)</u>	<u>\$22,513,129</u>	<u>\$1,903,001</u>	<u>\$3,107,278</u>
Debt Service as a Percentage of Noncapital Expenditures	73.2%	33.8%	11.5%	9.9%

2005	2004	2003	2002	2001	2000
\$3,214,250	\$2,778,596	\$2,671,095	\$2,161,319	\$1,884,810	\$1,671,106
0	0	0	0	0	0
7,437,862	6,434,671	6,181,819	5,148,048	2,639,125	2,321,334
383,550	437,346	516,302	660,046	440,916	384,792
1,640,246	1,913,733	1,282,688	1,301,949	1,450,399	1,159,788
335,448	329,848	277,121	318,937	317,319	173,153
2,117,906	1,350,819	1,270,445	1,130,957	1,396,646	1,657,023
196,332	188,089	184,848	174,939	124,577	423,358
541,233	525,863	291,920	533,541	821,670	504,273
230	1,762	85,775	131,651	36,000	0
0	0	0	0	0	0
218,412	178,207	96,670	125,650	88,801	118,904
16,085,469	14,138,934	12,858,683	11,687,037	9,200,263	8,413,731
1,830,143	1,632,580	1,740,913	1,463,958	1,280,668	1,052,166
5,197,175	4,257,571	3,468,294	2,661,078	2,267,977	1,939,213
1,650,577	1,463,490	1,101,163	947,671	1,032,355	923,213
1,321,262	1,125,113	920,261	910,906	884,742	731,479
19,997	26,022	22,007	33,541	25,722	54,984
609,671	783,976	705,439	775,672	1,631,866	322,900
4,853,222	4,799,799	3,827,534	4,259,083	2,712,234	1,978,321
524,442	404,039	361,333	351,428	357,418	338,382
645,962	574,113	495,534	510,771	520,877	525,031
0	0	0	0	0	0
0	0	0	0	0	0
16,652,451	15,066,703	12,642,478	11,914,108	10,713,859	7,865,689
(566,982)	(927,769)	216,205	(227,071)	(1,513,596)	548,042
0	0	0	0	0	0
0	0	1,097,650	0	0	0
0	0	0	0	0	0
203,748	0	0	0	0	0
200,000	0	0	0	0	0
(2,250,000)	(3,870,000)	(1,870,000)	0	0	0
0	2,614,000	1,590,000	0	0	585,000
0	0	0	0	0	0
0	0	0	0	590,000	0
0	2,600,000	3,870,000	1,870,000	0	0
0	0	45,000	0	0	0
0	(131,990)	0	0	0	0
0	11,000	0	0	0	0
6,125,523	7,088,602	5,604,836	4,748,230	4,357,479	3,168,850
(6,106,990)	(7,108,935)	(5,601,209)	(4,377,561)	(3,988,277)	(2,871,219)
(1,827,719)	1,202,677	4,736,277	2,240,669	959,202	882,631
(\$2,394,701)	\$274,908	\$4,952,482	\$2,013,598	(\$554,394)	\$1,430,673
11.9%	13.6%	30.5%	12.4%	11.0%	14.7%

City of Avon, Ohio
Assessed Valuation and Estimated Actual Values of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2009	\$578,232,900	\$170,637,860	\$2,139,630,743	\$9,597,120	\$10,905,818
2008	560,820,750	173,342,630	2,097,609,657	8,051,870	9,149,852
2007	534,209,880	167,992,780	2,006,293,314	10,155,460	11,540,295
2006	453,889,000	138,900,170	1,693,683,343	10,162,370	11,548,148
2005	408,693,210	115,980,310	1,499,067,200	10,714,700	12,175,795
2004	367,405,730	100,851,970	1,337,879,143	10,960,870	12,455,534
2003	305,013,530	76,136,110	1,088,998,971	10,647,860	12,099,841
2002	272,215,560	61,781,660	954,277,771	11,260,440	12,795,955
2001	246,146,260	50,871,290	848,621,571	15,157,750	17,224,716
2000	206,489,480	36,940,130	695,513,171	18,578,450	21,111,875

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax is 2010).

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Source: Lorain County, Ohio; County Auditor

<u>Tangible Personal Property</u>						
<u>General Business</u>		<u>Total</u>		<u>Ratio</u>	<u>Total Direct Tax Rate</u>	<u>Weighted Average</u>
<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>			
\$407,606	\$3,260,848	\$758,875,486	\$2,153,797,409	35.23 %	\$9.27	\$7.07
11,458,960	91,671,680	753,674,210	2,198,431,189	34.28	9.26	7.10
34,724,120	277,792,960	747,082,240	2,295,626,569	32.54	9.41	6.44
37,150,490	198,135,947	640,102,030	1,903,367,436	33.63	9.47	6.28
34,856,395	151,549,543	570,244,615	1,662,792,538	34.29	9.47	6.85
30,871,010	134,221,783	510,089,580	1,484,556,460	33.20	9.48	6.97
25,843,840	107,682,667	417,641,340	1,208,781,479	34.55	9.35	5.04
20,953,670	87,306,958	366,211,330	1,054,380,684	34.73	9.40	4.93
16,337,140	65,348,560	328,512,440	931,194,847	35.28	9.45	4.44
14,965,300	59,861,200	276,973,360	776,486,246	35.67	9.36	3.79

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

	2009	2008	2007	2006
Unvoted Millage				
Operating	\$2.30000	\$2.30000	\$2.30000	\$2.30000
Police Pension	0.30000	0.30000	0.30000	0.30000
<i>Total Unvoted Millage</i>	<u>2.60000</u>	<u>2.60000</u>	<u>2.60000</u>	<u>2.60000</u>
Voted Millage - by levy				
1994 Bond	0.1100	0.1100	0.1700	0.1700
2002 Fire				
General Business and Public Utility Personal	0.5000	0.5000	0.5000	0.5000
Residential/Agricultural Real	0.3622	0.3627	0.4103	0.4217
Commercial/Industrial and Public Utility Real	0.3187	0.3300	0.3769	0.3985
1996 Library				
General Business and Public Utility Personal	1.2000	1.2000	1.2000	1.2000
Residential/Agricultural Real	0.5403	0.5409	0.6119	0.6289
Commercial/Industrial and Public Utility Real	0.6076	0.6292	0.7186	0.7599
1998 Parks				
General Business and Public Utility Personal	0.0000	0.0000	0.0000	0.0000
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.0000
2003 Park				
General Business and Public Utility Personal	0.0000	0.5000	0.5000	0.5000
Residential/Agricultural Real	0.0000	0.3719	0.4207	0.4324
Commercial/Industrial and Public Utility Real	0.0000	0.3493	0.3989	0.4218
2008 Park & Recreation				
General Business and Public Utility Personal	0.4500	0.0000	0.0000	0.0000
Residential/Agricultural Real	0.4495	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.4345	0.0000	0.0000	0.0000
1984 Police				
General Business and Public Utility Personal	2.0000	2.0000	2.0000	2.0000
Residential/Agricultural Real	0.5323	0.5329	0.6028	0.6195
Commercial/Industrial and Public Utility Real	0.8259	0.8553	0.9768	1.0329
1997 Police				
General Business and Public Utility Personal	0.0000	0.0000	0.5000	0.5000
Residential/Agricultural Real	0.0000	0.0000	0.2630	0.2704
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.2994	0.3166
2007 Police				
General Business and Public Utility Personal	0.5000	0.5000	0.0000	0.0000
Residential/Agricultural Real	0.4957	0.4963	0.0000	0.0000
Commercial/Industrial and Public Utility Real	0.4828	0.5000	0.0000	0.0000
1998 Street Improvement				
General Business and Public Utility Personal	0.0000	2.0000	2.0000	2.0000
Residential/Agricultural Real	0.0000	1.1835	1.3388	1.3760
Commercial/Industrial and Public Utility Real	0.0000	1.0486	1.1976	1.2664
2008 Street Improvement				
General Business and Public Utility Personal	1.9000	0.0000	0.0000	0.0000
Residential/Agricultural Real	1.8979	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	1.8347	0.0000	0.0000	0.0000
1997 Fire				
General Business and Public Utility Personal	0.0000	0.0000	0.0000	0.0000
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial and Public Utility Real	\$0.0000	\$0.0000	\$0.0000	\$0.0000

2005	2004	2003	2002	2001	2000
\$2.30000	\$2.30000	\$2.30000	\$2.30000	\$2.30000	\$2.30000
0.30000	0.30000	0.30000	0.30000	0.30000	0.30000
2.60000	2.60000	2.60000	2.60000	2.60000	2.60000
0.1800	0.2000	0.2500	0.3000	0.2100	0.3500
0.5000	0.5000	0.0000	0.0000	0.0000	0.0000
0.4349	0.4876	0.0000	0.0000	0.0000	0.0000
0.4133	0.4724	0.0000	0.0000	0.0000	0.0000
1.2000	1.2000	1.2000	1.2000	1.2000	1.2000
0.6486	0.7273	0.7458	0.7697	0.8521	0.8764
0.7879	0.9007	0.9533	0.9201	1.1531	1.2000
0.0000	0.0000	0.3500	0.3500	0.3500	0.3500
0.0000	0.0000	0.2855	0.2947	0.3263	0.3355
0.0000	0.0000	0.2780	0.2684	0.3363	0.3500
0.5000	0.3500	0.0000	0.0000	0.0000	0.0000
0.4459	0.2785	0.0000	0.0000	0.0000	0.0000
0.4374	0.2627	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
0.6389	0.7164	0.7346	0.7582	0.8394	0.8633
1.0711	1.2244	1.2959	1.2508	1.5676	1.6313
0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
0.2788	0.3126	0.3206	0.3309	0.3663	0.3767
0.3283	0.3753	0.3972	0.3834	0.4805	0.5000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
1.4191	1.5912	1.6316	1.6840	1.8643	1.9174
1.3132	1.5012	1.5888	1.5335	1.9219	2.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.5000	0.5000	0.5000	0.5000
0.0000	0.0000	0.3206	0.3309	0.3663	0.3767
\$0.0000	\$0.0000	\$0.3972	\$0.3834	\$0.4805	\$0.5000

(continued)

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

	2009	2008	2007	2006
<i>Total Voted Millage by Type of Property</i>				
General Business and Public Utility Personal	\$6.66000	\$6.81000	\$6.87000	\$6.87000
Residential/Agricultural Real	4.38790	3.59816	3.81750	3.91890
Commercial/Industrial and Public Utility Real	4.61421	3.82240	4.13820	4.36610
<i>Total Millage by Type of Property</i>				
General Business and Public Utility Personal	9.26000	9.41000	9.47000	9.47000
Residential/Agricultural Real	6.98790	6.19816	6.41750	6.51890
Commercial/Industrial and Public Utility Real	7.21421	6.42240	6.73820	6.96610

Overlapping Rates by Taxing District

<i>Avon Local School District</i>				
General Business and Public Utility Personal	50.4400	50.4900	43.7000	42.1000
Residential/Agricultural Real	33.1312	33.1825	26.5292	24.9620
Commercial/Industrial and Public Utility Real	33.0539	33.2053	26.4900	24.9555
<i>Lorain County Voted Millage</i>				
General Business and Public Utility Personal	13.3900	13.3900	13.4900	13.1900
Residential/Agricultural Real	10.9380	10.9618	12.1746	10.7597
Commercial/Industrial and Public Utility Real	11.8436	11.9061	12.7798	12.0306
<i>Special Taxing Districts (1)</i>				
General Business and Public Utility Personal	2.4500	2.4500	3.4500	3.4500
Residential/Agricultural Real	2.0000	2.0000	2.6080	2.6148
Commercial/Industrial and Public Utility Real	2.0000	2.0070	2.7675	2.7831

Source: Lorain County Auditor

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. The City's basic property tax rate may be increased only by a majority vote of the City's residents.

The real property tax rates for the voted levies are reduced so that inflationary increases in value do not generate additional revenue.

Overlapping rates are those of local and county governments that apply to property owners within the City.

(1) Health District, Joint Vocational School

2005	2004	2003	2002	2001	2000
\$6.88000	\$6.75000	\$6.80000	\$6.85000	\$6.76000	\$6.90000
4.04620	4.31360	4.28870	4.46840	4.82470	5.09600
4.53120	4.93670	5.16040	5.03960	6.14990	6.53130
9.48000	9.35000	9.40000	9.45000	9.36000	9.50000
6.64620	6.91360	6.88870	7.06840	7.42470	7.69600
7.13120	7.53670	7.76040	7.63960	8.74990	9.13130

37.2200	38.0100	37.0500	37.7500	38.0500	37.4500
20.1200	20.9100	19.9501	20.6500	20.9500	20.3501
20.1200	20.9100	20.4623	20.6501	23.3885	23.4648

12.8900	12.8900	12.8900	10.7900	10.7900	10.7900
10.1212	10.5495	10.6199	8.1030	9.0116	9.0604
11.6676	11.9922	12.0564	9.6901	10.1729	10.1461

3.4500	3.4500	3.4500	3.4500	3.4500	3.4500
2.6222	2.6927	2.6990	2.7047	2.8154	2.8225
2.7967	2.8769	2.9046	2.8944	3.0935	3.1259

City of Avon, Ohio
Property Tax Levies And Collections
Last Ten Years

<u>Collection Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>	<u>Delinquent Tax Collections</u>
2009	\$4,936,187	\$4,675,241	94.71%	\$144,098
2008	4,311,718	3,851,783	89.33	140,881
2007	4,118,715	3,697,890	89.78	127,526
2006	3,550,966	3,495,653	98.44	65,689
2005	3,216,199	3,127,969	97.26	49,128
2004	2,995,687	2,877,724	96.06	60,579
2003	2,486,377	2,431,912	97.81	56,519
2002	2,209,111	2,160,415	97.80	68,527
2001	2,015,612	1,954,837	96.98	54,316
2000	1,785,912	1,742,455	97.57	52,846

Source: Lorain County, Ohio; County Auditor

Note: The County does not identify delinquent collections by the year for which the tax was levied.

(1) State reimbursement of rollback and homestead exemptions are included.

<u>Total Tax Collections (1)</u>	<u>Percent of Total Tax Collections to Current Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes</u>	<u>Percentage of Delinquent Taxes to Total Tax Levy</u>
\$4,819,339	97.63%	\$190,617	3.86%
3,992,664	92.60	268,151	6.22
3,825,416	92.88	309,555	7.52
3,561,342	100.29	121,001	3.41
3,177,097	98.78	129,729	4.03
2,938,303	98.08	137,819	4.60
2,488,431	100.08	66,901	2.69
2,228,942	100.90	62,792	2.84
2,009,153	99.68	74,869	3.71
1,795,301	100.53	60,392	3.38

City of Avon, Ohio
Principal Real Property Taxpayers
Current and Nine Years Ago

<i>2009</i>		
Taxpayer	Real Property Assessed Valuation (1)	Percentage of Total Assessed Valuation
First Interstate Avon, LTD.	\$17,776,050	2.37 %
Henkel Consumer	10,278,290	1.37
Franciscan Communities	7,195,020	0.96
AERC Avon LLC	7,123,310	0.95
Cleveland Electric	6,890,280	0.92
Timberlake Apartments	5,695,910	0.76
Comprehensive Healthcare	4,701,630	0.63
Wal Mart Real Estate	4,701,280	0.63
Chester Properties Ltd	4,565,100	0.61
First Interstate Avon	4,194,480	0.56
Total	\$73,121,350	9.76 %
Total Real Property Assessed Valuation	\$748,870,760	

<i>2000</i>		
Taxpayer	Real Property Assessed Valuation (1)	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$10,047,960	4.13 %
Century Telephone	3,283,970	1.35
Columbia Gas	3,227,100	1.33
Comprehensive Health	2,606,380	1.07
Manco Incorporated	2,044,850	0.84
JS Avon North	1,678,290	0.69
David Kirschenbaum (Good Samaritan)	1,566,750	0.64
Avon Oaks Country Club	1,364,390	0.56
Robert Barto	1,213,750	0.49
Carnegie Residential	1,159,860	0.48
Total	\$28,193,300	11.58 %
Total Real Property Assessed Valuation	\$243,429,610	

Source: Lorain County, Ohio; County Auditor

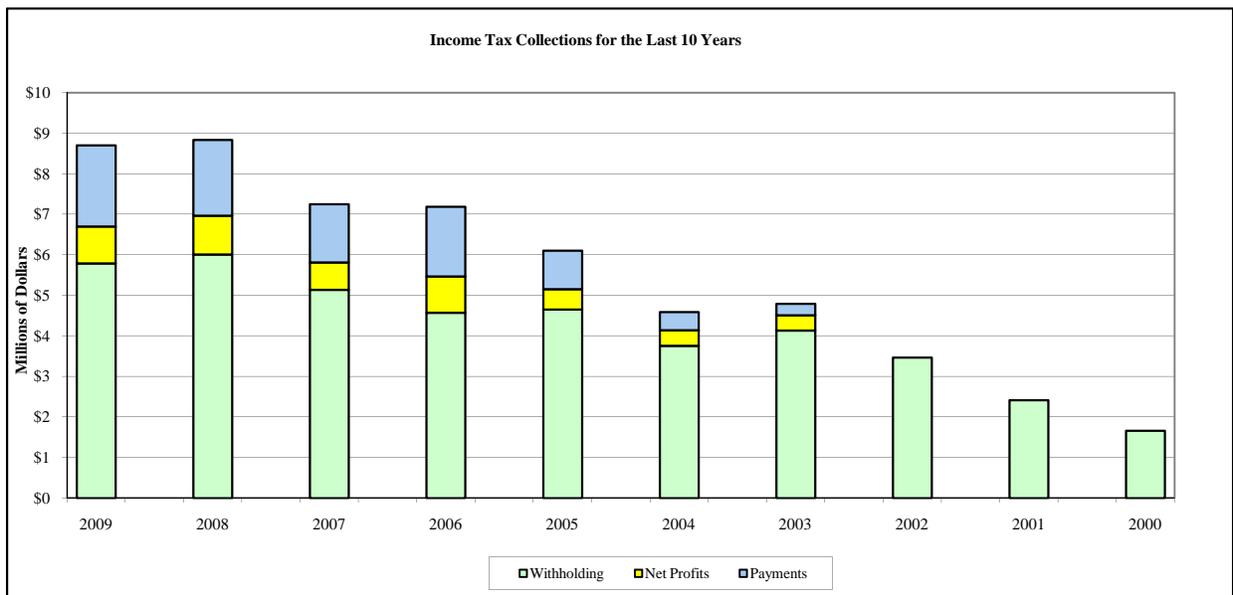
(1) The amounts presented represent the assessed values upon which 2009 and 2000 collections were based.

City of Avon, Ohio
Income Tax Revenue Base and Collections
Last Ten Years

Tax Year	Tax Rate (2)	Total Tax Collected (1)	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individual Payments	Percentage of Taxes from Individual Payments
2009	1.75%	\$9,242,956	\$5,792,561	62.67%	\$940,933	10.18%	\$2,509,463	27.15%
2008	1.75	9,416,401	6,006,449	63.79	845,059	8.97	2,413,019	25.63
2007	1.50	7,793,181	5,139,025	65.94	561,016	7.20	2,093,140	26.86
2006	1.50	8,088,140	4,571,899	61.10	906,897	12.12	2,003,854	26.78
2005	1.50	7,482,650	4,650,467	62.15	960,024	12.83	1,872,159	25.02
2004	1.50	5,866,995	3,754,290	63.99	676,465	11.53	1,436,240	24.48
2003	1.50	6,746,942	4,131,827	61.24	895,994	13.28	1,719,121	25.48
2002	1.50	4,918,171	3,465,835	70.47	504,113	10.25	948,223	19.28
2001	1.00	3,246,032	2,411,802	74.30	385,304	11.87	448,926	13.83
2000	1.00	2,321,334	1,662,539	71.62	378,377	16.30	280,417	12.08

Source: Regional Income Tax Agency data - certain amounts may be estimates - years are tax years. Number of filers does not equal total taxpayers due to taxpayers paying city taxes through employer withholding only without filing requirement.

- (1) 2001 through 2009 are on an Accrual Basis and 2000 is on a Modified Accrual Basis.
- (2) In November 2007, the City of Avon Electors voted to increase the City income tax by .25%. Collection commenced on January 1, 2008.



City of Avon, Ohio

Income Tax Statistics

Last Eight Years (1)

<u>Tax Year</u>	<u>Income Range</u>	<u>Number of Filers</u>	<u>Percent of Filers</u>	<u>Taxable Income</u>	<u>Percent of Taxable Income</u>
2008	\$0 - 24,999	1,739	26.11 %	\$17,229,483	3.09 %
2008	25,000 - 49,999	967	14.52	35,954,446	6.43
2008	50,000 - 74,999	976	14.65	60,897,408	10.90
2008	75,000 - 99,999	776	11.65	67,571,451	12.09
2008	Over 100,000	<u>2,203</u>	33.07	<u>377,157,371</u>	67.49
	Total	<u>6,661</u>		<u>\$558,810,159</u>	
2007	\$0 - 24,999	1,748	28.38 %	\$16,916,794	3.40 %
2007	25,000 - 49,999	1,032	16.75	38,442,879	7.72
2007	50,000 - 74,999	936	15.19	58,398,823	11.72
2007	75,000 - 99,999	777	12.61	67,801,989	13.61
2007	Over 100,000	<u>2,062</u>	33.47	<u>348,394,384</u>	69.94
	Total	<u>6,555</u>		<u>\$529,954,869</u>	
2006	\$0 - 24,999	1,731	28.10 %	\$16,146,506	3.24 %
2006	25,000 - 49,999	924	15.00	34,682,455	6.96
2006	50,000 - 74,999	866	14.06	54,220,032	10.88
2006	75,000 - 99,999	761	12.35	66,550,102	13.36
2006	Over 100,000	<u>1,878</u>	30.49	<u>326,560,796</u>	65.55
	Total	<u>6,160</u>		<u>\$498,159,891</u>	
2005	\$0 - 24,999	1,666	28.43 %	\$15,728,218	3.35 %
2005	25,000 - 49,999	909	15.51	33,990,464	7.23
2005	50,000 - 74,999	882	15.05	55,326,557	11.78
2005	75,000 - 99,999	827	14.11	72,287,420	15.39
2005	Over 100,000	<u>1,577</u>	26.91	<u>292,492,967</u>	62.26
	Total	<u>5,861</u>		<u>\$469,825,626</u>	
2004	\$0 - 24,999	1,636	29.15 %	\$14,815,608	3.91 %
2004	25,000 - 49,999	900	16.03	31,741,150	8.38
2004	50,000 - 74,999	857	15.27	51,278,424	13.53
2004	75,000 - 99,999	795	14.16	66,822,259	17.63
2004	Over 100,000	<u>1,425</u>	25.39	<u>214,276,863</u>	56.55
	Total	<u>5,613</u>		<u>\$378,934,304</u>	

(continued)

City of Avon, Ohio
Income Tax Statistics (continued)
Last Eight Years (1)

Tax Year	Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
2003	\$0 - 24,999	1,535	29.96 %	\$14,383,257	4.33 %
2003	25,000 - 49,999	845	16.49	30,316,444	9.12
2003	50,000 - 74,999	831	16.22	49,714,424	14.95
2003	75,000 - 99,999	741	14.46	62,547,823	18.81
2003	Over 100,000	<u>1,172</u>	22.87	<u>175,541,667</u>	52.79
	Total	<u><u>5,124</u></u>		<u><u>\$332,503,615</u></u>	
2002	\$0 - 24,999	1,394	29.30 %	\$12,651,259	4.27 %
2002	25,000 - 49,999	866	18.20	30,643,037	10.35
2002	50,000 - 74,999	810	17.02	48,550,536	16.39
2002	75,000 - 99,999	677	14.23	57,253,860	19.33
2002	Over 100,000	<u>1,011</u>	21.25	<u>147,086,590</u>	49.66
	Total	<u><u>4,758</u></u>		<u><u>\$296,185,282</u></u>	
2001	\$0 - 24,999	1,265	28.06 %	\$11,227,014	4.07 %
2001	25,000 - 49,999	877	19.45	31,527,108	11.44
2001	50,000 - 74,999	820	18.19	49,029,914	17.79
2001	75,000 - 99,999	635	14.08	53,502,498	19.42
2001	Over 100,000	<u>912</u>	20.23	<u>130,255,254</u>	47.27
	Total	<u><u>4,509</u></u>		<u><u>\$275,541,788</u></u>	

Source: Regional Income Tax Agency data - certain amounts may be estimates - years are tax years. Number of filers does not equal total taxpayers due to taxpayers paying city taxes through employer withholding only without filing requirement.

As of December 31, 2009, year 2009 information has not been compiled.

(1) Information prior to 2001 is not available.

City of Avon, Ohio
Ratios of Outstanding Debt by Type
Last Ten Years

Year	Governmental Activities	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)	Other Governmental Activities Debt			
	General Obligation Bonds			Special Assessment Bonds	OPWC Loans	Capital Leases	Bond Anticipation Notes
2009	\$44,441,334	2.06 %	\$2,468.96	\$3,208,858	\$215,286	\$0	\$5,600,000
2008	12,251,682	0.56	1,068.52	3,449,237	223,523	0	39,120,000
2007	6,717,363	0.29	\$585.85	2,866,244	242,044	0	6,910,000
2006	7,096,708	0.37	\$618.93	3,073,713	13,500	0	1,700,000
2005	6,412,213	0.39	\$559.24	3,263,227	22,500	0	2,873,650
2004	6,565,767	0.44	\$572.63	3,596,389	56,540	0	3,805,000
2003	4,283,189	0.35	\$377.27	3,777,810	90,580	0	3,870,000
2002	2,842,209	0.27	\$250.35	3,955,990	79,713	0	5,300,000
2001	2,984,471	0.32	\$262.88	4,130,929	113,940	0	2,301,000
2000	3,123,320	0.40	\$275.11	3,683,479	148,167	41,792	2,151,000
Business-Type Activities							
Year	General Obligation Bonds	Avon Lake Debt	Bond Anticipation Notes	OWDA Loans	Total Debt (3)	Percentage of Personal Income (2)	Per Capita (2)
2009	\$490,581	\$1,074,817	0	\$425,464	\$55,456,340	10.87 %	\$3,081
2008	557,576	683,979	0	544,006	56,830,003	17.52	4,956
2007	291,378	776,103	730,000	657,830	19,190,962	5.92	1,674
2006	342,096	863,621	0	767,198	13,856,836	4.27	1,209
2005	397,014	946,533	991,350	872,356	15,778,843	4.87	1,379
2004	447,732	1,024,120	1,470,000	973,532	17,939,080	5.53	1,580
2003	504,000	1,099,312	1,400,000	1,071,526	16,096,417	4.96	1,418
2002	541,800	1,169,941	0	1,165,371	15,055,024	4.64	2,052
2001	579,600	1,236,731	0	1,255,837	12,602,508	3.89	1,718
2000	613,200	1,305,504	0	1,343,099	12,409,561	3.83	1,093

Source: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) See S14-15 for taxable property value data.

(2) See S34 for population and personal income data.

(3) Includes general bonded debt, other governmental debt and business-type activities debt.

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City of Avon, Ohio

Legal Debt Margin

Last Ten Years

	2009	2008	2007	2006
Total Assessed Property Value	\$758,875,486	\$753,674,210	\$747,082,240	\$640,102,030
General Bonded Debt Outstanding:				
General Obligation Notes/Bonds	\$44,441,334	\$12,251,682	\$6,780,967	\$7,165,884
General Obligation Revenue Notes/Bonds	193,200	252,000	310,800	365,400
Special Assessment Bonds	3,208,858	3,449,237	2,866,244	3,073,713
Bond Anticipation Notes	5,600,000	39,120,000	6,910,000	2,110,000
Bond Anticipation Notes Enterprise	0	0	1,530,000	1,150,000
OPWC Loans	215,286	223,523	242,044	13,500
OWDA Loans	425,464	544,006	657,830	767,198
Contractual Debt Obligation	1,074,817	683,979	776,103	863,621
Total Gross Indebtedness	55,158,959	56,524,427	20,073,988	15,509,316
Less:				
General Obligation Bonds	(32,970,000)	0	0	0
General Obligation Revenue Notes/Bonds	(193,200)	(252,000)	(310,800)	(365,400)
Special Assessment Bonds	(3,208,858)	(3,449,237)	(2,866,244)	(3,073,713)
Bond Anticipation Notes	(5,600,000)	(39,120,000)	0	0
Bond Anticipation Notes Enterprise	0	0	(1,530,000)	(1,150,000)
OWDA Loans	(425,464)	(544,006)	(657,830)	(767,198)
Contractual Debt Obligation	(1,074,817)	(683,979)	(776,103)	(863,621)
General Obligation Bond Retirement Fund Balance	(52,292)	(48,136)	(168,549)	(26,725)
Total Net Debt Applicable to Debt Limit	11,634,328	12,427,069	13,764,462	9,262,659
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	79,681,926	79,135,792	78,443,635	67,210,713
Legal Debt Margin Within 10 ½ % Limitations	\$68,047,598	\$66,708,723	\$64,679,173	\$57,948,054
Legal Debt Margin as a Percentage of the Debt Limit	85.40%	84.30%	82.45%	86.22%
Unvoted Debt Limitation 5 ½ % of Assessed Valuation	\$41,738,152	\$41,452,082	\$41,089,523	\$35,205,612
Total Gross Indebtedness	55,158,959	56,524,427	20,073,988	15,509,316
Less:				
General Obligation Bonds	(32,970,000)	0	0	0
General Obligation Revenue Notes/Bonds	(193,200)	(252,000)	(310,800)	(365,400)
Special Assessment Bonds	(3,208,858)	(3,449,237)	(2,866,244)	(3,073,713)
Bond Anticipation Notes	(5,600,000)	(39,120,000)	0	0
Bond Anticipation Notes Enterprise	0	0	(1,530,000)	(1,150,000)
OWDA Loans	(425,464)	(544,006)	(657,830)	(767,198)
Contractual Debt Obligation	(1,074,817)	(683,979)	(776,103)	(863,621)
General Obligation Bond Retirement Fund Balance	(52,292)	(48,136)	(168,549)	(26,725)
Net Debt Within 5 ½ % Limitations	11,634,328	12,427,069	13,764,462	9,262,659
Unvoted Legal Debt Margin Within 5 ½ % Limitations	\$30,103,824	\$29,025,013	\$27,325,061	\$25,942,953
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	72.13%	70.02%	66.50%	73.69%

Source: City Financial Records and Prior Year CAFR'S.

2005	2004	2003	2002	2001	2000
<u>\$570,244,615</u>	<u>\$510,089,580</u>	<u>\$417,641,340</u>	<u>\$366,211,330</u>	<u>\$328,512,440</u>	<u>\$276,973,360</u>
\$6,286,816	\$6,565,767	\$4,283,189	\$2,842,209	\$2,984,471	\$3,123,320
424,200	456,000	504,000	541,800	579,600	613,200
3,263,227	3,596,389	3,777,810	3,955,990	4,130,929	3,683,479
2,873,650	3,805,000	3,870,000	5,300,000	2,301,000	2,151,000
991,350	1,470,000	1,400,000	0	0	0
22,500	56,540	90,580	79,713	113,940	148,167
872,356	974,117	1,071,526	1,165,371	1,255,837	1,343,099
946,533	1,024,845	1,099,312	1,169,941	1,236,731	1,305,504
15,680,632	17,948,658	16,096,417	15,055,024	12,602,508	12,367,769
0	0	0	0	0	0
(424,200)	(456,000)	(504,000)	(541,800)	(579,600)	(613,200)
(3,406,724)	(3,596,389)	(3,777,810)	(3,955,990)	(4,130,929)	(3,683,479)
0	0	0	0	0	0
(991,350)	(1,470,000)	(1,400,000)	0	0	0
(872,356)	(974,117)	(1,071,526)	(1,165,371)	(1,255,837)	(1,343,099)
(946,533)	(1,024,120)	(1,099,312)	(1,169,941)	(1,236,731)	(1,305,504)
(23,992)	(95,356)	0	(8,543)	(22,379)	(17,855)
9,015,477	10,332,676	8,243,769	8,213,379	5,377,032	5,404,632
59,875,685	53,559,406	43,852,341	38,452,190	34,493,806	29,082,203
<u>\$50,860,208</u>	<u>\$43,226,730</u>	<u>\$35,608,572</u>	<u>\$30,238,811</u>	<u>\$29,116,774</u>	<u>\$23,677,571</u>
84.94%	80.71%	81.20%	78.64%	84.41%	81.42%
<u>\$31,363,454</u>	<u>\$28,054,927</u>	<u>\$22,970,274</u>	<u>\$20,141,623</u>	<u>\$18,068,184</u>	<u>\$15,233,535</u>
15,680,632	17,948,658	16,096,417	15,055,024	12,602,508	12,367,769
0	0	0	0	0	0
(424,200)	(456,000)	(504,000)	(541,800)	(579,600)	(613,200)
(3,406,724)	(3,596,389)	(3,777,810)	(3,955,990)	(4,130,929)	(3,683,479)
0	0	0	0	0	0
(991,350)	(1,470,000)	(1,400,000)	0	0	0
(872,356)	(974,117)	(1,071,526)	(1,165,371)	(1,255,837)	(1,343,099)
(946,533)	(1,024,845)	(1,099,312)	(1,169,941)	(1,236,731)	(1,305,504)
(23,992)	(95,356)	0	(8,543)	(22,379)	(17,855)
9,015,477	10,331,951	8,243,769	8,213,379	5,377,032	5,404,632
<u>\$22,347,977</u>	<u>\$17,722,976</u>	<u>\$14,726,505</u>	<u>\$11,928,244</u>	<u>\$12,691,152</u>	<u>\$9,828,903</u>
71.25%	63.17%	64.11%	59.22%	70.24%	64.52%

City of Avon, Ohio
Pledged Revenue Coverage - Sewer Fund
Last Ten Years

Year	Sewer Operating Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2009	\$1,629,741	\$1,526,181	\$103,560	\$118,542	\$21,447	\$0.74
2008	1,333,487	1,102,775	230,712	113,824	25,745	1.65
2007	1,405,083	1,496,430	(91,347)	109,368	31,839	(0.65)
2006	1,396,730	1,028,961	367,769	105,158	33,908	2.64
2005	1,098,603	1,007,297	91,306	101,176	37,665	0.66
2004	855,744	921,824	(66,080)	97,409	32,166	(0.51)
2003	788,956	883,600	(94,644)	93,845	45,977	(0.68)
2002	860,163	702,846	157,317	90,466	50,741	1.11
2001	777,044	744,148	32,896	87,262	53,944	0.23
2000	1,088,744	763,511	325,233	84,224	56,982	2.30

(1) Revenues include interest and operating grants.

(2) Operating expenses do not include depreciation.

Source: City Financial Records

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City of Avon, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2009

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to the City of Avon
Direct - City of Avon			
General Obligation Bonds	\$44,441,334	100.00%	\$44,441,334
Special Assessment Bonds	3,208,858	100.00%	3,208,858
OPWC Loans	215,286	100.00%	215,286
<i>Total Direct Debt</i>	<u>47,865,478</u>		<u>47,865,478</u>
Overlapping			
Avon Local School District			
General Obligation Bonds	39,867,415	100.00%	39,867,415
Lorain County			
General Obligation Bonds	<u>24,595,000</u>	10.00%	<u>2,459,500</u>
<i>Total Overlapping Debt</i>	<u>64,462,415</u>		<u>42,326,915</u>
Total	<u><u>\$112,327,893</u></u>		<u><u>\$90,192,393</u></u>

Source: Lorain County, Ohio; County Auditor

(1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.

* \$32,970,000 of the total \$44,441,334 of total outstanding general obligation debt is backed by two revenue sources.

The basic security for the Bonds is the pledge of the City's ability to levy, and its pledge to levy, pursuant to constitutional and statutory requirements, and ad valorem tax on all taxable property in the City, within the ten-mill limitation imposed by Ohio law. In addition, the City has covenanted in the Bond Legislation to appropriate annually, to the extent required, sufficient amounts from municipal income tax revenues to pay principal and interest on the Bonds when due, and to continue to levy and collected the municipal income tax in an amount necessary to meet debt charges on the Bonds.

City of Avon, Ohio
Principal Employers
Current and Four Years Ago (1)

2009		
Employer	Employees	Percentage of Total City Employment
Henkel	545	4.50 %
Avon Board of Education	353	2.91
Parker Hannifin Corp	102	0.84
Our Lady of the Wayside	365	3.01
Willoway Nurseries	275	2.27
Walmart	247	2.04
City of Avon	172	1.42
A.J. Rose Manufacturing Company	168	1.39
Good Samaritan Nursing Home	160	1.32
Costco	140	1.16
Total	2,527	20.86 %
Total Employment within the City	12,116	

2005	
Employer	Employees
Henkel	499
Our Lady of the Wayside Nursing Home	314
Avon Local Schools	300
Willoway Nurseries	212
A.J. Rose Manufacturing Company	219
Walmart	195
Good Samaritan Nursing Home	172
Target	170
Avon Oaks Nursing Home	150
Home Depot	135
Total	2,366
Total Employment within the City	13,153

Source: Number of employees obtained from the W2's
from our Tax Department

(1) Information prior to 2005 is not available

City of Avon, Ohio
Demographic and Economic Statistics
Last Nine Years (1)

<u>Year</u>	<u>Population (2)</u>	<u>Total Personal Income (6)</u>	<u>Personal Income Per Capita</u>	<u>Median Household Income (2)</u>	<u>Median Age (2)</u>
2009	18,000	\$510,012,000	\$28,334	\$66,747	38
2008	11,466	324,877,644	28,334	66,747	38
2007	11,466	324,877,644	28,334	66,747	38
2006	11,466	324,877,644	28,334	66,747	38
2005	11,466	324,877,644	28,334	66,747	38
2004	11,466	324,877,644	28,334	66,747	38
2003	11,353	321,675,902	28,334	66,747	38
2002	11,353	321,675,902	28,334	66,747	38
2001	11,353	321,675,902	28,334	66,747	38
2000	11,353	321,675,902	28,334	66,747	38

(1) Information prior to 2000 is not available.

(2) Source: U. S. Census

(a) Years 2000 through 2008 - 2000 Federal Census; 2009 Estimated

(3) Source: Ohio Department of Education Website: "<http://www.ode.state.oh.us/data/>"

(4) Ohio Department of Job and Family Services

(5) Source: Lorain County Auditor

(6) Computation of per capita personal income multiplied by population

Educational Attainment: Bachelor's Degree or Higher (2)	School Enrollment (3)	Lorain County Unemployment Rate (4)	Average Sales Price of Residential Property (5)	Total Assessed Property Value (5)
32.3%	3,580	9.4%	\$245,000	\$758,875,486
32.3	3,136	7.0	251,011	753,674,210
32.3	3,128	6.2	239,730	747,082,240
32.3	2,988	5.5	213,590	640,102,030
32.3	2,962	5.8	213,590	570,244,615
32.3	2,699	6.3	213,590	510,089,580
32.3	2,474	6.6	121,510	417,641,340
32.3	2,266	6.3	N/A	366,211,330
32.3	1,921	5.8	N/A	328,512,440
32.3	1,747	5.4	N/A	276,973,360

City of Avon, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Seven Years (1)

Function/Program	2009	2008	2007
General Government			
Council	5.00	5.00	5.00
Finance	4.00	4.00	4.00
Finance Director	1.00	1.00	1.00
Law	1.50	1.50	1.50
Administration	2.00	2.00	2.00
Planning	4.50	4.50	4.50
Civil Service	1.50	1.50	1.50
Court	0.50	0.50	0.50
Zoning	3.50	3.50	3.50
Security of Persons and Property			
Police	34.00	30.00	30.00
Police - Dispatchers/Office/Other	10.50	8.00	8.00
Safety Director	0.50	0.50	0.50
Fire	30.00	28.00	28.00
Fire - Dispatchers/Office/Other	1.00	1.00	1.00
Leisure Time Activities			
Recreation and Parks	11.00	9.00	9.00
Community Development			
Building	6.50	9.50	8.50
Transportation			
Service/Street M&R	15.00	13.00	12.50
Basic Utility Services			
Water and Sewer	10.50	11.00	10.50
Totals:	<u>142.50</u>	<u>133.50</u>	<u>131.50</u>

Source: City of Avon, Ohio Payroll Department W2 Audit Listing

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee on staff as of December 31st.

Some employees work in two different departments.

(1) Data prior to 2003 is not available.

2006	2005	2004	2003
4.00	4.00	4.00	4.00
4.00	4.00	4.00	3.50
1.00	1.00	1.00	1.00
0.50	0.50	0.50	0.50
2.00	2.00	2.00	2.00
4.50	4.50	4.00	3.50
1.50	0.00	1.50	1.50
0.50	0.50	0.50	0.50
3.50	3.50	3.50	3.50
28.00	26.00	24.00	22.00
6.00	6.00	6.00	5.00
0.50	0.50	0.50	0.50
25.50	24.50	22.00	22.00
1.00	1.00	1.00	1.00
7.50	7.50	6.50	5.00
10.00	10.00	10.50	10.00
12.00	12.00	12.00	12.00
11.50	11.50	11.50	11.00
123.50	119.00	115.00	108.50

City of Avon, Ohio
Operating Indicators by Function/Program
Last Ten Years (1)

Function/Program	2009	2008	2007	2006
Date of Incorporation as a Village	1917			
Date of Incorporation as a City	1961			
General Government				
<i>Council and Clerk</i>				
Number of Ordinances Passed	132	168	142	151
Number of Resolutions Passed	18	44	41	31
<i>Planning Commission/Zoning Board of Appeals</i>				
Number of Planning Commission docket items	74	121	149	105
Zoning Board of Appeals docket items	20	26	29	37
<i>Finance Department</i>				
Amount of checks written	\$37,724,785	\$30,942,350	\$32,987,641	\$37,732,774
Interest earnings for fiscal year (cash basis)	\$231,386	\$665,519	\$1,181,222	\$1,177,582
Number of Receipts issued	3,658	3,661	3,704	4,090
Number of Budget Adjustments issued	26	44	51	31
Agency Ratings - Moody's Financial Services	Aa2	Aa2	Aa2	Aa2
General Fund Receipts (cash basis in thousands)	\$9,254	\$7,555	\$9,728	\$7,800
General Fund Expenditures (cash basis in thousands)	\$9,029	\$9,887	\$3,334	\$8,600
General Fund Cash Balances including Income Tax (in thousands)	\$3,752	\$3,527	\$5,668	\$5,450
<i>Income Tax Department</i>				
Number of Annual withholding forms processed	11,009	11,066	10,697	10,357
Number of Business net profit forms processed	1,882	1,559	1,437	1,272
Number of Individual forms processed	12,204	8,616	8,205	7,346
Amount of Penalties and Interest Collected	\$88,437	\$63,898	\$61,456	\$60,813
Annual number of balance due/estimated payment forms processed	11,165	9,234	9,926	9,048
Annual number of reconciliations of withholdings processed	1,251	1,215	1,124	1,529
<i>Engineer Contracted Services</i>				
Dollar amount of Construction overseen by Engineer	\$2,471,597	\$7,854,087	\$4,880,288	\$3,997,969
<i>Mayor's Court</i>				
Number of Traffic cases	880	867	2,079	1,508
Number of Criminal cases	44	50	82	77
<i>Civil Service</i>				
Number of police entry tests administered	1	0	0	1
Number of fire entry tests administered	0	1	0	1
Number of police promotional tests administered	0	0	0	2
Number of fire promotional tests administered	0	2	0	2
Number of hires of Police Officers from certified lists	5	0	2	5
Number of hires of Fire/Medics from certified lists	1	0	1	4
Number of promotions from police certified lists	0	0	0	2
Number of promotions from fire certified lists	2	0	2	9
<i>Building Department Indicators</i>				
Single Family Permits Issued	115	142	179	222
Commercial Permits Issued	109	210	249	183
Estimated Value of Construction	\$47,821,980	\$67,973,353	\$84,863,809	\$81,389,840
Number of permits issued (all types)	1,022	1,124	1,269	2,085
Amount of Revenue generated from permits	\$506,654	\$1,281,070	\$1,478,453	\$1,225,686
Number of contractor registrations issued	609	694	1,086	1,096

2005	2004	2003	2002	2001	2000
175	197	265	180	175	193
23	39	46	46	33	46
183	204	238	240	219	220
41	60	57	50	43	45
\$28,632,549	\$27,249,268	\$23,041,609	\$0	n/a	n/a
\$428,468	\$214,154	\$140,428	\$188,577	\$404,313	\$395,751
6,543	6,665	6,111	n/a	n/a	n/a
35	41	42	27	27	16
Aa2	Aa2	Aa2	Aa3	Aa3	A1
\$9,400	\$6,600	\$7,800	\$6,700	\$5,700	\$4,600
\$8,100	\$7,400	\$7,500	\$6,000	\$5,600	\$4,700
\$4,600	\$3,700	\$3,500	\$2,200	\$2,200	\$2,000
9,727	8,931	7,546	6,871	6,490	n/a
1,405	1,072	741	845	901	n/a
7,186	6,698	6,333	5,468	5,415	n/a
\$41,506	\$43,662	\$23,549	\$16,790	\$13,453	n/a
8,742	8,212	8,020	5,320	2,006	n/a
1,315	1,532	693	1,248	391	n/a
\$8,139,674	\$8,754,750	\$8,264,517	\$9,528,967	\$6,268,915	\$7,755,220
1,617	1,572	1,149	1,283	1,756	1,310
92	182	171	148	138	113
0	1	0	1	0	1
0	1	0	0	1	1
2	2	0	0	0	0
2	1	3	2	0	0
1	3	0	0	1	5
2	1	0	0	5	5
4	4	3	n/a	n/a	n/a
2	1	1	n/a	n/a	n/a
350	402	397	397	321	300
316	260	248	161	256	209
\$123,988,313	\$194,077,164	\$123,628,234	\$118,276,888	\$177,630,180	\$117,518,188
2,311	2,471	2,477	1,611	1,622	1,188
\$1,158,571	\$31,397,505	\$877,982	\$941,744	\$1,060,934	\$878,119
1,170	1,075	1,377	1,448	1,025	1,208

(continued)

City of Avon, Ohio
Operating Indicators by Function/Program (continued)
Last Ten Years (1)

Function/Program	2009	2008	2007	2006
Security of Persons and Property				
<i>Police</i>				
Total Calls for Services	18,228	19,119	25,812	25,995
Number of traffic citations issued	1,446	1,267	2,371	1,240
Number of parking citations issued	441	104	637	392
Number of criminal arrests	682	725	638	622
Number of accident reports completed	488	575	545	544
Part 1 Offenses (major offenses)	325	283	385	232
DUI Arrests	67	76	97	193
Prisoners	380	363	484	523
Prisoner meal costs	\$0	\$35	\$60	\$350
Motor Vehicle Accidents	488	575	545	544
Property damage accidents	361	463	422	415
Fatalities from Motor Vehicle Accidents	1	2	1	1
Gasoline costs of fleet	\$64,291	\$83,693	\$62,186	\$52,814
<i>Fire</i>				
EMS Calls	1,557	1,516	1,413	1,341
Ambulance Billing Collections (net)	\$367,927	\$331,076	\$297,996	\$337,213
Fire Calls	490	459	460	466
Fires with Loss	25	22	15	40
Fires with Losses exceeding \$10K	5	0	4	5
Fire Losses	\$719,120	\$571,215	\$319,400	\$328,830
Fire Safety Inspections	608	619	619	454
Number of times Mutual Aid given to Fire and EMS	0	8	8	24
Number of times Mutual Aid received for Fire and EMS	16	4	4	22
Leisure Time Activities				
<i>Recreation</i>				
Recreation Men's and Women's Leagues receipts	\$5,822	\$5,405	\$1,435	\$6,330
Recreation Youth Activities receipts	\$62,899	\$121,872	\$125,794	\$119,491
Transportation				
Street Improvements - asphalt overlay (linear feet)	21,375	6,012	4,000	9,434
Crackseal Coating Program (Miles)	20	20	25	40
Street Repair (Curbs, aprons, berms, asphalt) (hours)	150	150	160	120
Guardrail Repair (hours)	40	40	40	60
Paint Striping (hours)	400	400	400	400
Cold Patch (hours)	400	400	420	360
Snow & Ice Removal overtime hours	350	350	350	312
Tons of snow melting salt purchased (Nov-May - winter season)	5,323	4,700	4,056	4,000
Cost of salt purchased	\$242,204	\$194,854	\$182,556	\$132,345
Water Department				
Water Rates per 1st 6,000 gallons of water used (per thousand)	\$2.33	\$2.33	\$2.33	\$2.33
Average gallons of water billed monthly (in thousands)	63,672	62,494	78,635	101,087
Total Water Collections Annually (Including P&I) (in thousands)	\$1,674	\$1,689	\$1,847	\$1,591
Wastewater Department				
Sewer Rates per 1,000 gallons of water used	\$4.98	\$4.23	\$4.23	\$4.01
Average gallons of sewer billed monthly (in thousands)	41,419	37,227	39,081	67,864
Total Sewer Collections Annually (Including penalties and interest) (in thousands)	\$1,137	\$1,081	\$1,048	\$950
Total North Ridgeville Sewer Collections Annually (in thousands)	\$1,115	\$1,017	\$1,037	\$967

(1) Information for some years is not available

Source: City of Avon Records

2005	2004	2003	2002	2001	2000
20,992	18,640	18,151	18,259	19,573	17,379
2,361	2,012	1,451	1,703	n/a	n/a
58	53	64	69	23	37
608	461	391	542	n/a	n/a
555	526	461	393	455	430
262	254	263	261	208	196
184	138	90	179	107	72
480	336	257	406	130	n/a
\$90	\$170	\$80	\$90	n/a	n/a
555	526	461	393	455	430
428	377	359	n/a	n/a	n/a
1	0	4	n/a	n/a	n/a
\$45,365	\$28,552	\$29,335	\$24,867	\$27,411	n/a
1,204	1,073	1,022	818	661	529
\$29,521	\$67,112	\$83,403	\$181,397	\$213,553	\$253,168
440	371	309	244	263	218
32	17	25	20	28	27
8	4	3	6	4	3
\$916,625	\$793,020	\$298,150	\$370,400	\$181,750	\$164,510
415	532	461	356	303	206
4	10	16	1	4	1
11	13	15	8	2	0
\$3,619	\$8,341	\$3,200	n/a	n/a	n/a
\$89,347	\$68,881	\$22,830	n/a	n/a	n/a
23,420	19,130	11,500	14,050	30,500	15,200
30	30	30	30	25	40
150	180	200	200	200	200
40	40	40	40	40	40
80	80	80	80	80	80
150	150	150	175	175	180
349	523	326	668	521	525
3,900	3,911	4,111	1,825	3,789	2,287
\$119,965	\$104,855	\$111,533	\$55,734	\$83,640	\$57,002
\$2.33	\$2.33	\$2.33	\$2.33	\$2.33	\$2.33
40,400	47,500	43,800	46,100	39,500	32,400
\$1,600	\$1,300	\$1,200	\$1,100	\$900	\$900
\$4.01	\$4.01	\$4.01	\$4.01	\$4.01	\$4.01
26,400	27,600	24,300	23,800	20,900	17,300
\$900	\$750	\$700	\$650	\$600	\$500
\$900	\$750	\$700	\$600	\$450	\$400

City of Avon, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years

Function/Program	2009	2008	2007	2006
General Government				
Inspection Vehicles	8	9	9	9
Security of Persons and Property				
Police				
Stations	1	1	1	1
Vehicles	34	27	27	27
Fire				
Stations	1	1	1	1
Vehicles	15	16	16	16
Leisure Time Activities				
Recreation				
Number of Parks	7	7	6	6
Number of Ice Rinks	1	1	1	3
Number of Skateboarding Areas	1	1	1	1
Number of Baseball Diamonds	12	11	11	11
Number of Tot Lots	4	4	3	3
Number of Soccer Fields	14	14	14	10
Vehicles	10	6	6	5
Transportation				
Service				
Buildings	1	1	1	1
Service Vehicles	17	16	16	16
Streets (miles)	132.00	120.00	120.00	120.00
Water and Sewer				
Buildings	9	9	9	9
Water Lines (miles)	113.58	111.55	108.38	106.5
Sanitary Sewers (miles)	92.97	91.34	89.06	84.5
Vehicles	9	9	9	8

Source: City of Avon Records

2005	2004	2003	2002	2001	2000
9	8	8	5	5	4
1	1	1	1	1	1
24	18	14	12	11	9
1	1	1	1	2	2
15	15	13	13	11	11
6	6	6	5	5	5
3	3	3	2	2	2
1	1	0	0	0	0
11	11	11	7	7	7
3	3	3	2	2	2
10	10	8	5	5	5
5	4	3	3	3	3
1	1	1	1	1	1
14	12	11	11	10	9
120.00	94.18	120.00	120.00	120.00	120.00
9	8	8	8	7	7
106.50	101.00	88.00	90.00	88.00	79.00
84.50	79.00	63.00	66.00	63.00	56.00
8	6	5	5	4	4

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CITY OF AVON, OHIO

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AVON, OHIO 44011
440-937-7800

JAMES A. SMITH, MAYOR
