

**CITY OF LAKEWOOD
CUYAHOGA COUNTY, OHIO**

SINGLE AUDIT REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2013**

James G. Zupka, CPA, Inc.
Certified Public Accountants



Dave Yost • Auditor of State

Members of City Council
City of Lakewood
12650 Detroit Avenue
Lakewood, Ohio 44107

We have reviewed the *Independent Auditor's Report* of the City of Lakewood, Cuyahoga County, prepared by James G. Zupka, CPA, Inc., for the audit period January 1, 2013 through December 31, 2013. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Lakewood is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

June 25, 2014

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**CITY OF LAKEWOOD, OHIO
SINGLE AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 2013**

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JAMES G. ZUPKA, C.P.A., INC.

Certified Public Accountants

5240 East 98th Street

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Ohio Society of Certified Public Accountants

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
*GOVERNMENT AUDITING STANDARDS***

To the Members of City Council and
Members of the Audit Committee
City of Lakewood, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lakewood, Cuyahoga County, Ohio (the City), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City of Lakewood, Ohio's basic financial statements, and have issued our report thereon dated April 28, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Lakewood, Ohio's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Lakewood, Ohio's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Lakewood, Ohio's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Lakewood, Ohio's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Lakewood, Ohio's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Lakewood, Ohio's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James G. Zupka, CPA, President

Digitally signed by James G. Zupka, CPA,
President
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o=James G. Zupka, CPA, Inc., ou=Accounting,
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Date: 2014.06.09 16:21:58 -0400

James G. Zupka, CPA, Inc.
Certified Public Accountants

April 28, 2014

JAMES G. ZUPKA, C.P.A., INC.

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**REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133**

To the Members of City Council and
Members of the Audit Committee
City of Lakewood, Ohio

Report on Compliance for Each Major Federal Program

We have audited the City of Lakewood, Cuyahoga County, Ohio's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City of Lakewood, Cuyahoga County, Ohio's major federal programs for the year ended December 31, 2013. The City of Lakewood, Ohio's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Lakewood, Ohio's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Lakewood, Ohio's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Lakewood, Ohio's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Lakewood, Ohio, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2013.

Report on Internal Control Over Compliance

Management of the City of Lakewood, Ohio, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Lakewood, Ohio's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Lakewood, Ohio's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lakewood, Ohio, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City of Lakewood, Ohio's basic financial statements. We issued our report thereon dated April 28, 2014, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

James G. Zupka
CPA, President

Digitally signed by James G. Zupka, CPA,
President
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James G. Zupka, CPA, Inc.
Certified Public Accountants

April 28, 2014

**CITY OF LAKEWOOD
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 2013**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Entity Number	Expenditures
<u>U.S. Department of Housing and Urban Development</u>			
<i><u>Direct Programs</u></i>			
Community Development Block Grant Cluster			
Community Development Block Grant	14.218	B-10-MC-39-0007	* \$ 2,010,706
Total Community Development Block Grant Cluster			<u>2,010,706</u>
Emergency Shelter Grant	14.231	S-10-MC-39-0007	<u>218,701</u>
Total Direct Programs			<u>2,229,407</u>
<i><u>Passed Through Cuyahoga County Housing Consortium</u></i>			
HOME Investment Partnerships Program Grant	14.239	CE-0400-354-01	* <u>433,900</u>
<i><u>Passed Through Ohio Department of Development</u></i>			
Neighborhood Stabilization Program Grant	14.228	A-Z-08-282-1	* <u>413,953</u>
Total Passed Through Programs			<u>847,853</u>
Total U.S. Department of Housing and Urban Development			<u>3,077,260</u>
<u>U.S. Department of Justice</u>			
<i><u>Direct Program</u></i>			
JLEO-Joint Law Enforcement Operations-Overtime Reimbursement	16.111	n/a	<u>17,017</u>
Total U. S. Department of Justice			<u>17,017</u>
<u>U.S. Federal Emergency Management Agency</u>			
<i><u>Direct Program</u></i>			
Federal Emergency Management Agency Equipment Grant	97.044	EMW-2013-FFS-001	148,587
Federal Emergency Management Agency Equipment Grant	97.044	EMW-2011-FO-08043	26,712
Federal Emergency Management Agency Equipment Grant	97.044	EMW-2008-FO-07739	<u>3,724</u>
Total U.S. Department of Federal Emergency Management Agency			<u>179,023</u>
<u>U.S. Department of Health and Human Services</u>			
<i><u>Passed Through Western Reserve Area Agency on Aging</u></i>			
Special Programs for the Aging - Title III	93.044	n/a	<u>76,948</u>
Medical Assistance Program (Passport Services)	93.778	n/a	<u>45,142</u>
Total U.S. Department of Health and Human Services			<u>122,090</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 3,395,390</u>

* Includes program income.

See notes to the Schedule of Expenditures of Federal Awards.

**CITY OF LAKEWOOD
CUYAHOGA COUNTY, OHIO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013**

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 2: SUBRECIPIENTS

The City passes through certain federal assistance received from the U.S. Department of Housing and Urban Development (HUD) to other governments or not-for-profit agencies (subrecipients). As described above in Note 1, the City records expenditures of federal monies to subrecipients when paid in cash.

The subrecipient agencies have certain compliance responsibilities related to administering these federal programs. Under OMB Circular A-133, the City is responsible for monitoring subrecipients to help assure that federal awards are used for authorized purposes in compliance with laws, regulations, and the provisions of contracts or grant agreements, and that performance goals are achieved.

NOTE 3: MATCHING REQUIREMENTS

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

NOTE 4: U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT AND HOME PROGRAM GRANTS

The City has established a revolving loan program to provide low-interest loans to persons from low to moderate income households to rehabilitate their homes. The U.S. Department of Housing and Urban Development (HUD) grants monies for these loans directly to the City. The initial loan of these monies is recorded as a disbursement on the accompanying Schedule. Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on this Schedule. These loans are collateralized by mortgages on the property. At December 31, 2013, the gross amount of loans outstanding under this program is \$1,543,683. The Emergency Shelter Grant and the Homelessness Prevention and Rapid Re-Housing Program Grant are directly received by the City. HUD's HOME Program grant is passed through the Cuyahoga County Housing Authority Consortium.

**CITY OF LAKEWOOD
CUYAHOGA COUNTY, OHIO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013
(CONTINUED)**

NOTE 5: U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES AND SPECIAL PROGRAMS FOR THE AGING

The U.S. Department of Health and Human Services grants are passed through the Western Reserve Area Agency on Aging.

NOTE 6: FOOD DISTRIBUTION

The U.S. Department of Health and Human Services allocated \$76,948 to the City for the Congregate Meal Program and the Home Delivered Meal Program, and these funds were passed through the Western Reserve Area Agency on Aging. Meals received from the Western Reserve Area Agency on Aging are valued at \$4.17 for the Congregate Meal Program per meal served and \$4.33 for the Home Delivered Meal Program per meal served. For the year ended December 31, 2013, the City served 15,558 and 24,224 meals through the City's Office on Aging Congregate Meal Program and Home Delivered Meal Program, respectively.

**CITY OF LAKEWOOD, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 & .505
DECEMBER 31, 2013**

1. SUMMARY OF AUDITOR'S RESULTS

2013(i)	Type of Financial Statement Opinion	Unmodified
2013(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2013(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
2013(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2013(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2013(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2013(v)	Type of Major Programs' Compliance Opinions	Unmodified
2013(vi)	Are there any reportable findings under .510(a)?	No
2013(vii)	Major Programs (list): Community Development Block Grant - CFDA #14.218 Neighborhood Stabilization Program - CFDA #14.228	
2013(viii)	Dollar Threshold: A/B Programs	Type A: \$300,000 Type B: All Others
2013(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

**CITY OF LAKEWOOD, OHIO
STATUS OF PRIOR FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2013**

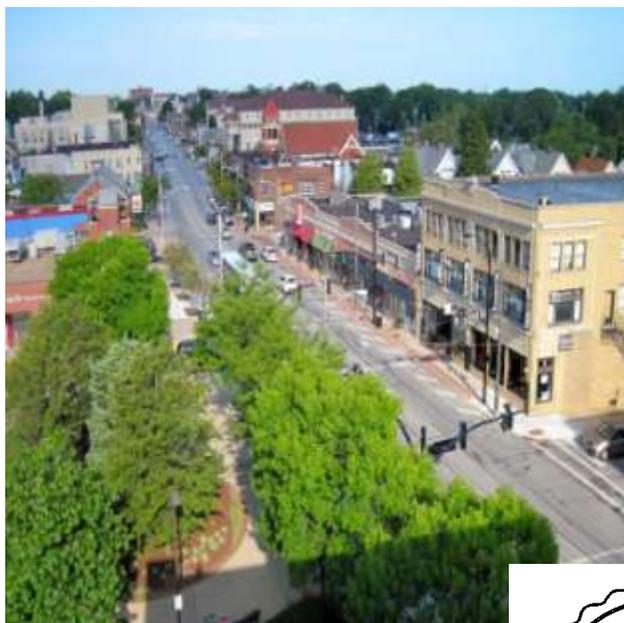
The prior audit report, as of December 31, 2012, included no citations or instances of noncompliance. Management letter recommendations have been corrected, repeated, or procedures instituted to prevent occurrences in this audit period.

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City of Lakewood, Ohio

Comprehensive Annual Financial Report

For the Year Ending December 31, 2013



CITY OF LAKEWOOD, OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

DECEMBER 31, 2013

Issued by:

City of Lakewood
Department of Finance

Jennifer R. Pae, Finance Director
Keith D. Schuster, CPA, Assistant Finance Director
John Hribar, Accounting Manager

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INTRODUCTORY SECTION

City of Lakewood, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2013
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Comprehensive Annual Financial Report
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Jennifer R. Pae
Director of Finance

April 28, 2014

Dear Members of Council,
and the Citizens of the City of Lakewood:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Lakewood (the “City”) for the year ended December 31, 2013.

This report enables the City to comply with Ohio Administrative Code Section 117-2-03(B), which requires reporting on a Generally Accepted Accounting Principles (GAAP) basis, and Ohio Revised Code Section 117.38, which requires the cities reporting on a GAAP basis to file unaudited General Purpose External Financial Statements with the Auditor of State within 150 days of year end.

The City, and more specifically the Department of Finance, assumes responsibility for the accuracy, completeness, and reliability of presentation based upon a comprehensive framework of internal control that has been 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.

The independent public accounting firm of James G. Zupka, C.P.A., Inc., has issued an unmodified (“clean”) opinion on the City of Lakewood’s financial statements for the year ended December 31, 2013. The Independent Auditor’s Report is located at the front of the financial section of this report.

The Management’s Discussion and Analysis (MD&A) immediately follows the Independent Auditor’s Report, and provides a narrative introduction, overview, and analysis of the Basic Financial Statements. The MD&A complements this letter of transmittal, which should be read in conjunction with it.

City of Lakewood’s Profile

The City, located in northeast Ohio on the shores of Lake Erie and five miles west of downtown Cleveland, is primarily a residential community covering 5.66 square miles. The City’s population according to the 2010 Federal Census was 52,131. The City enjoys close proximity to major cultural, educational and medical facilities in Northeast Ohio, as well as ease of access to many interstate highways and Cleveland Hopkins International Airport, which makes it a desirable location for residents and commercial enterprise.

The City was incorporated in 1911. The City operates and is governed by the laws of the State of Ohio and its own charter that provides for a mayor-council form of government. The City’s chief executive and administrative officer is the Mayor, who is elected to a four-year term and serves in a full-time capacity. Legislative authority is vested in a seven member council, which consists of three at-large and four ward representatives. Council members are elected to four-year terms. All members of Council serve in a part-time capacity. The Lakewood Municipal Court provides judicial services for the City.

Established by charter, the municipal government consists of six departments. A director, who is appointed by and reports directly to the Mayor, heads each department. All directors work closely with the Mayor to provide quality services to the citizens of the City.

The Law Department, under the direction of the City's Law Director, functions as the attorney for the City and its officials by providing legal advice to the Mayor, City Council and all departments. The Law Department represents the City in all court proceedings and before any administrative body. The Law Department prepares legislation, contracts, and all legal documents to ensure all business of the City is conducted in a proper and legal manner.

The Finance Department performs the following administrative functions: financial reporting, general accounting, including accounts receivable and accounts payable, payroll, purchasing, debt issuance, cash management, risk management, income tax collection, utility billing, vital statistics, and computer information services.

The Department of Public Works is responsible for the administrative control and supervision of eight divisions -- Parks and Public Property, Streets and Forestry, Fleet Management, Water and Wastewater Collection, Wastewater Treatment, Refuse and Recycling, Engineering and Winterhurst Ice Rink.

The Department of Public Safety consists of the Division of Police, the Division of Fire and the Division of Housing and Building. The Mayor serves as the ex-officio Director of Public Safety and appoints the chiefs of the Divisions of Police and Fire. The chiefs have exclusive control of assignment of duties and stationing of all other officers and employees of their respective divisions. The Division of Building and Housing is under the Department of Public Safety, but is overseen by the Director of Planning and Development.

The Department of Planning and Development coordinates long-range planning, zoning, and economic development for the City as well as administers the federal Community Development Block Grant Funds awarded to the City by the U.S. Department of Housing and Urban Development. The Department works directly with the Lakewood Planning Commission, the Board of Zoning Appeals, the Board of Building Standards/Architectural Board of Review and Sign Review Board, the Lakewood Heritage Advisory Board, and the Citizens Advisory Committee.

The Department of Human Services provides a continuum of responsive programs and services that enhance and promote the health and well-being of individuals, families, and the community. The department is comprised of the Aging, Youth, and Early Childhood divisions.

Local Economy

The City has fared well compared to its peer cities despite a challenging national and regional economy. The City's population density, cost of living and access to regional resources buttress the local economy.

Employment

The City's 2013 unemployment rate was 5.8 percent, compared to the Cuyahoga County rate of 7.3 percent. Throughout the year, all Cuyahoga County communities experienced unemployment trends that decreased from the previous year. Trends continue to suggest that unemployment rates will hold steady or slightly decrease in 2014. The City benefitted from new retail and office assets that yielded job retention and expansion in 2013 that will carry forward into 2014. The City's largest employers continue to remain steady and show modest job growth. Since most of the City's homeowners work outside the City, the regional economy has the largest impact on household income.

Retail

The City's retail occupancy increased in 2013 for the sixth year in a row, in stark contrast to regional and national trends with Detroit Avenue holding occupancy at more than 90 percent and Madison Avenue the City's over 85 percent. The City's population density and lower rents provided a value option for retail growth in addition to the readily available service retail workforce. As Detroit and Madison Avenues continue to see new investors and expansion of existing businesses, the City expects that retail occupancy will continue to trend upward in 2014.

Two key high-visibility and vacant commercial properties were redeveloped in 2013. A former grocery store that had been vacant since 2006 was developed as a new GetGo mart and gas station. Additionally, the former Ganley Dealership vacant since 2011 was redeveloped as a new 25,000 SF Drug Mart, providing important grocery and pharmacy options to an under-served section of the community. These two developments totaled more than \$5MM in new construction and further benefited the community by cleaning up both of these brownfield sites.

In 2013, more than 20 new retailers and restaurants either opened or undertook a major expansion and renovation, including: El Carnicero, Humble Wine Bar, Cotton Linens, Stem Homemade Soap, Campbell's Popcorn, GV Art & Design, Barrio, Bob Evans, Taco Bell, Cardboard Helicopter and Birdtown Crossfit. Also in 2013, 18 local businesses were supported by the City's storefront renovation grant of \$30,000 used to leverage public dollars to further enhance these significant private investments.

Commercial Office and Industrial

Lakewood is also experiencing new growth in its fledgling tech sector. Companies are relocating or starting up in what is proving to be a fertile entrepreneurial environment and a good location for talent attraction. For example, firms such as Onix Networking relocated to Lakewood in 2011 with 40 employees and have grown to almost 80 at the end of last year. Additionally, 65,000 SF of light industrial space at the former Hinckley Lighting facility was purchased by Tempest, a commercial refrigeration company and brought 25 new engineering and production jobs in 2013.

Residential

Clifton Pointe townhomes began construction in July 2012 and completed construction on all 17 units in September 2013, with 15 of the units having already been sold. Clifton Pointe Phase II is under construction and will be complete in the Fall of 2014 and will add 5 more units to the development. All of the units in Phase II are currently under contract. The two phases combined represent approximately \$9MM in new residential construction.

The City's proactive code enforcement efforts, Housing Forward, identified 1,741 properties in need of significant repair as of March 2012. The resurvey of those same properties in November 2013 showed that 1,291 had been significantly improved and were now in compliance with City regulations. The remaining 450 properties have all been cited and are working with the City on making the necessary repairs in 2014.

Major Initiatives

The City of Lakewood spent considerable time in 2013 asking two questions:

- Where are we today?
- Where do we want to go?

During the first half of the year, the City's Planning and Development Department, in cooperation with the City Planning Commission and City Council, finalized the Lakewood Community Vision.

This update of the 1993 Community Vision is based on resident input that began at the first community meeting in May 2012, and more than 130 residents and community leaders participated in the update process that was finalized by the Planning Commission on April 4, 2013.

It is import to note that the City of Lakewood is just one important player in the Community Vision, which is an expression of where we stand as a community and where we hope to be in the future. It is motivated by the idea that if we articulate where we are trying to go and then write it down, the likelihood of success increases significantly.

As a living document, it is to be used and updated frequently by all members of the community including, but not limited to, residents, local government, non-profits, institutions and businesses. The document can be viewed at: <http://www.onelakewood.com/Development/CommunityVision.aspx>

In June, 2013 a group of approximately 30 City employees representing front line workers and management from a cross-section of all departments met to undergo a facilitated self-evaluation of the organization, i.e. the City of Lakewood as a workplace.

The SOAR to Strategic Excellence™ identified strengths, opportunities and comments in the following areas:

- Strategy & Vision
- Organization & Culture
- Accounting & Finance
- Responsiveness & Execution

Although the City was found to be performing reasonably well as an organization, the following opportunities for improvement were identified:

- An organizational Vision and Strategic Plan needed to be developed (apart from the Community Vision)
- Vision and Strategic Plan should guide goal-setting and decision-making
- Tighten focus and align decision-making with Strategic Plan
- Create Action Plans to support Strategic Plan goals
- Prioritize Strategic Plan and link goals to budget resources annually

Upon the recommendations of the SOAR report, the City Administration began the process to create an organizational Vision and Strategic Plan beginning in the summer of 2013 through meetings with department directors, then division managers and staff, with a draft *City of Lakewood 2014 and Beyond Strategic Plan* introduced to City Council on October 7, 2013.

The following reflects the Vision, Mission, Values, Focus, and Goals. The Objectives, Strategies, Plans and Actions for each Goal can be found in the Strategic Plan Document.

Vision *What the City Wants to Be / Achieve*

A Unique Destination to Live, Work, Play and Grow for Generations to Come.

Mission *Defines the City's Purpose / Describes Why It Exists*

Deliver exceptional essential services and promote a high quality of life for residents, visitors and businesses.

Values *Beliefs that Are Shared Among the Stakeholders of an Organization*

- We constantly challenge the status quo.
- We lead collaboratively.
- We make sustainable investments.
- We exhibit personal integrity in every decision.

Focus *What Should We Be Investing in Terms of Time, Energy and Resources?*

- Economic Development
- Vibrant Neighborhood
- Safe and Secure City
- Sound Governance

Goals *Broad, Intangible, Abstract Desired State*

Economic Development

- Grow and Diversify Lakewood's Economic Base
- Improve and Maintain Infrastructure and Enhance Connectivity
- Improve the Visual Impression of the Community

Vibrant Neighborhoods

- Build Volunteer Capacity
- Build Strong Families
- Focus on the City's Role as Collaborator, Advocate, Assessor and Convener of Human Services as identified in the Human Services Summit
- Preserve and Enhance Neighborhood Quality
- Provide Inviting Public Spaces

Safe and Secure City

- Continue to Aggressively Protect Our Citizens and Their Property
- Identify Solutions to Automobile Speeding Behavior
- Communicate and Share Safety Information Amongst Neighbors
- Prepare and Train for Unexpected Events (weather, accidents, disasters, etc.)

Sound Governance

- Adopt a Sustainable Budget
- Encourage and Promote a Culture of Continuous Improvement
- Improve Fiscal Viability
- Improve Stewardship of Assets
- Inspire Strong Relationships
- Leverage Technology to Improve Performance
- Maintain and Support an Educated and Trained Workforce
- Provide Exceptional Customer Service
- Set the Standard for Environmental Stewardship

Long-Term Financial Planning

In addition to the City's Community Vision and the 2014 and Beyond Strategic Plan, according to Article VIII, Section 3 of the City of Lakewood Second Amended Charter, the Director of Finance shall annually prepare and submit to the Mayor and Council a recommended five-year financial plan for the City's operating and capital needs. The Director's recommended financial plan shall be prepared after consultation with the Mayor and heads of other City departments affected thereby. Such recommended financial plan shall be advisory only and need not be followed in the adoption of the City's tax budget, annual, temporary or supplemental appropriation measures or ordinances, resolutions or other actions concerning capital programs or permanent improvements.

The City also utilizes long-term planning for the future of capital projects. A five-year capital plan is updated annually, which lists all capital projects by year, as well as expected funding sources. The funding sources are reconciled to estimated balances and revenues to ensure that proper resources will be available for the project when a contract is signed.

Recognition, Awards and Acknowledgements

Recognition: Once again, Scene Magazine named Lakewood as the Best Suburb in their Best of Cleveland April 11, 2013 article.

"It's the suburb that most readily disavows the term "suburb". Lakewood, which combines the best elements of inner-ring amenities, historic architecture, lakeshore life and wet-your-whistle availabilities, is a terrific city. Known in some circles as the City of Houses and/or the City of Trees, Lakewood offers the best of both. Its homes are honing in on 100 years of mostly vibrancy (just pardon the slanting floors) and the city is taking great care to ensure another century of residential resiliency. As an overview, the city works hard to promote the best sides of residential and commercial life and the two often intermingle along Detroit Avenue's main corridor. If you haven't visited downtown Lakewood lately, do yourself a favor and check out what's brewing over there."

Awards: The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Lakewood for its Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2012. This was the 32nd consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized CAFR. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of only one year. The Finance Department believes the current CAFR continues to meet the Certificate of Achievement Program's requirements, and is submitting it to the GFOA for determination of eligibility for another certificate.

Acknowledgements: This Comprehensive Annual Financial Report was prepared by the Finance Department with the dedicated services of its entire staff, as well as with support of numerous departments throughout the City. In addition, we would like to thank the members of City Council for their continuing support toward the preparation of this report.

On behalf of the City, we want to personally thank our auditors from the firm of James G. Zupka, CPA, Inc. We would also like to thank the auditor's staff for their efforts and professional conduct throughout the audit engagement.

Respectfully submitted,



Michael P. Summers
Mayor



Jennifer R. Pae
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Lakewood
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CBO

City of Lakewood, Ohio

Elected Officials

December 31, 2013

Mayor..... Michael Summers

Municipal Court Judge..... Patrick Carroll

City Council At Large..... Ryan Nowlin

City Council At Large..... Brian Powers, Council President

City Council At Large..... Monique Smith

City Council by Wards:

Ward 1..... David Anderson

Ward 2..... Thomas Bullock

Ward 3..... Shawn Juris

Ward 4..... Mary Louise Madigan

City of Lakewood, Ohio

Appointed Officials

December 31, 2013

Office of Council

Clerk of Council..... Mary Hagan

Municipal Court

Clerk of Court Terri O'Neill

Magistrates.....David Briggs, Jerome Dowling, and Regis McGann

Department of Law

Director of Law Kevin Butler

Department of Finance

Director of Finance Jennifer R. Pae

Department of Public Works

Director of Public Works Joseph Beno

Department of Public Safety

Chief of Fire..... Scott Gilman

Chief of Police Timothy Malley

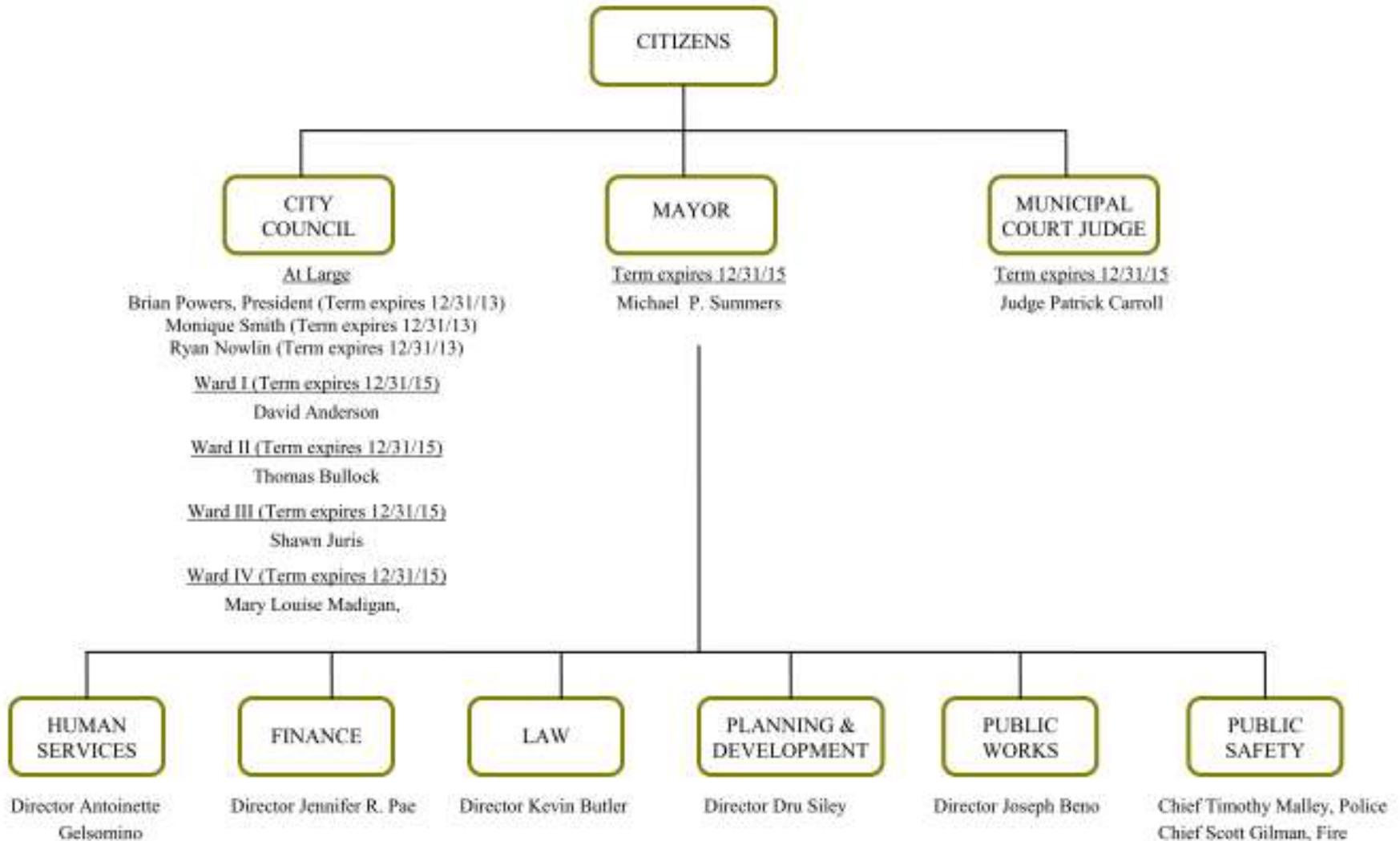
Department of Human Services

Director of Human Services.....Antoinette Gelsomino

Department of Planning and Community Development

Director of Planning and DevelopmentDru Siley

City of Lakewood, Ohio
Organizational Chart
December 31, 2013



FINANCIAL SECTION

JAMES G. ZUPKA, C.P.A., INC.

Certified Public Accountants

5240 East 98th Street

Garfield Hts., Ohio 44125

Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of City Council and
Members of the Audit Committee
City of Lakewood, Ohio

The Honorable David Yost
Auditor of State
State of Ohio

Report on the Financial Statements

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 Lakewood, Cuyahoga County, Ohio (the City), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

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 Lakewood, Ohio, as of December 31, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund, the Police and Fire Pension Fund, and the Community Development Block Grant Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Lakewood, Ohio's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2014, on our consideration of the City of Lakewood, Ohio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Lakewood, Ohio's internal control over financial reporting and compliance.



James G. Zupka, CPA, Inc.
Certified Public Accountants

April 28, 2014

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City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

The discussion and analysis of the City of Lakewood's (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2013. 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 2013 are as follows:

- Overall, governmental activities revenues of \$58,359,404 exceeded the expenses which came in at \$47,638,045 resulting in an increase in net position by \$12,236,067 for the year 2013. The total governmental activities' net position was \$70,840,924 compared to \$58,604,857 in the previous year.
- Overall, business-type activities revenues of \$21,902,930 exceeded the expenses which came in at \$15,850,086 resulting in an increase in net position by \$4,538,136 for the year 2013. The total business-type activities' net position was \$64,245,363 compared to \$59,707,227 in the previous year.
- The City issued bond anticipation notes during 2013 to rollover of the 2012 bond anticipation notes, and additional resources for roadway improvements to eighteen streets, traffic design improvements to Madison Avenue, various park improvements, construction of a new salt dome, and Port of Lakewood improvements.
- The City is committed to providing the Citizens of Lakewood with the highest quality of services while maintaining efficiency and cost effectiveness. The City actively pursues grants to offset costs of providing services and to offer new programs.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector businesses. The Statement of Net Position 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 represented in total in one column.

City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

The Statement of Net Position presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the residual being reported as net position. Over time, increases or decreases in net position serve as useful indicators of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

The governmental activities of the City include general government, security of persons and property, public health services, transportation, community environment, basic utility services, and leisure time activities. The City's business-type activities include Water, Sewer, Parking Facilities, and Winterhurst Ice Rink. The City also has hospitalization and workers' compensation internal service funds.

The government-wide financial statements can be found starting on page 19 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All City funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information is useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains various individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Police and Fire Pension Fund, Community Development Block Grant Fund and Debt Service Fund; all of which are considered to be major funds. Data from the other non-major governmental funds are combined into a single fund, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

The City adopts an annual appropriated budget for each of its governmental funds. A budgetary comparison schedule (non-GAAP basis) has been provided for each major and non-major fund to demonstrate budgetary compliance.

Proprietary Funds. The City maintains six proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Sewer (which includes the Wastewater Treatment Plant), Parking Facilities and Winterhurst Ice Rink. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its hospitalization and workers' compensation. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer funds, both of which are considered to be major funds of the City. Data from the other two non-major enterprise funds are combined into a single fund, aggregated presentation. Individual fund data for each of these non-major proprietary funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 29-32 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 33 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 34-77 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain other information that the City believes readers will find useful. After the notes to the financial statements, the combining statements referred to earlier in connection with non-major governmental and proprietary funds are presented, as well as individual detailed budgetary comparisons for non-major funds. This information can be found on pages 79-154 of the report.

Government-Wide Financial Analysis

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 we do financially during 2013?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting 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.

City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

These two statements report the City's net position and the changes in net position. The change in net position is important because it tells the reader whether the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of the City's capital assets will also need to be evaluated. The Statement of Net Position and the Statement of Activities are divided into the following categories:

- Assets
- Deferred Outflows of Resources
- Liabilities
- Deferred Inflows of Resources
- Net Position (Assets and Deferred Outflows of Resources minus Liabilities and Deferred Inflows of Resources)
- Program Revenues and Expenses
- General Revenues
- Net Position Beginning of Year and Year End

The City of Lakewood as a Whole

Recall that the Statement of Net Position looks at the City as a whole. The following provides a summary of the City's net position for 2013 compared to 2012.

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
ASSETS						
Current and other assets	\$59,936,680	\$48,624,829	\$18,068,271	\$15,848,340	\$78,004,951	\$64,473,169
Capital assets, net	71,187,091	70,549,959	82,878,580	82,455,262	154,065,671	153,005,221
Total Assets	131,123,771	119,174,788	100,946,851	98,303,602	232,070,622	217,478,390
DEFERRED OUTFLOWS OF RESOURCES						
Deferral on Refunding	396,137	421,222	92,551	62,778	488,688	484,000
LIABILITIES						
Current and other liabilities	3,085,339	3,522,647	1,191,635	1,551,840	4,276,974	5,074,487
Long-term liabilities:						
Due within one year	12,154,220	9,597,216	2,482,613	2,336,506	14,636,833	11,933,722
Due in more than one year	33,888,161	36,309,284	31,685,064	33,336,924	65,573,225	69,646,208
Total Liabilities	49,127,720	49,429,147	35,359,312	37,225,270	84,487,032	86,654,417
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	11,035,311	11,039,908	1,434,727	1,433,883	12,470,038	12,473,791
Payments in Lieu of Taxes	515,953	522,098	0	0	515,953	522,098
Total Deferred Inflows of Resources	11,551,264	11,562,006	1,434,727	1,433,883	12,985,991	12,995,889
NET POSITION						
Net Investment in						
Capital Assets	36,587,631	35,009,349	49,781,404	47,805,599	86,369,035	82,814,948
Restricted	8,595,431	7,843,281	1,173,015	1,172,216	9,768,446	9,015,497
Unrestricted	25,657,862	15,752,227	13,290,944	10,729,412	38,948,806	26,481,639
Total Net Position	\$70,840,924	\$58,604,857	\$64,245,363	\$59,707,227	\$135,086,287	\$118,312,084

City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$135,086,287 at the close of 2013.

The largest portion of the City's total net position (64 percent) reflects investments in capital assets (e.g. land, buildings, infrastructure, machinery and equipment), less any related debt to acquire those assets that is still outstanding along with any related deferred outflows/inflows of resources. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Total assets increased by \$14,592,232 from 2012 to 2013, while the City's total liabilities decreased by \$2,167,385. Total net position increased \$16,774,203 with governmental activities comprising \$12,236,067 and business-type activities comprising \$4,538,136 of that amount.

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City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for the current year compared to prior year.

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
REVENUES						
Program Revenues:						
Charges for services	\$7,592,738	\$7,809,647	\$19,805,223	\$19,466,653	\$27,397,961	\$27,276,300
Operating grants and contributions	6,100,590	4,875,099	0	0	6,100,590	4,875,099
Capital grants and contributions	209,364	215,246	128,720	566,385	338,084	781,631
Total Program Revenues	13,902,692	12,899,992	19,933,943	20,033,038	33,836,635	32,933,030
General Revenues:						
Property taxes	11,706,098	12,150,476	1,519,408	1,581,775	13,225,506	13,732,251
Municipal income taxes	21,122,681	20,628,523	0	0	21,122,681	20,628,523
Payments in lieu of taxes	467,984	401,767	0	0	467,984	401,767
Grants and entitlements	10,929,532	5,646,551	219,013	229,477	11,148,545	5,876,028
Investment income	13,857	6,758	5,055	2,029	18,912	8,787
All other revenues	216,560	741,624	225,511	98,515	442,071	840,139
Total General Revenues	44,456,712	39,575,699	1,968,987	1,911,796	46,425,699	41,487,495
Total Revenues	58,359,404	52,475,691	21,902,930	21,944,834	80,262,334	74,420,525
EXPENSES						
Program Expenses:						
Security of persons and property:						
Police and Others	12,670,338	11,844,579	0	0	12,670,338	11,844,579
Fire	10,099,908	9,936,091	0	0	10,099,908	9,936,091
Public health services	1,866,759	1,940,130	0	0	1,866,759	1,940,130
Leisure time activities	2,121,447	1,786,849	0	0	2,121,447	1,786,849
Community environment	4,910,641	4,773,590	0	0	4,910,641	4,773,590
Basic utility services	3,383,635	3,274,630	0	0	3,383,635	3,274,630
Transportation	2,605,700	2,536,751	0	0	2,605,700	2,536,751
General government	8,498,246	9,204,662	0	0	8,498,246	9,204,662
Interest and fiscal charges	1,481,371	1,632,156	0	0	1,481,371	1,632,156
Water	0	0	9,059,160	10,283,462	9,059,160	10,283,462
Sewer	0	0	6,061,044	5,674,713	6,061,044	5,674,713
Parking Facilities	0	0	300,332	392,765	300,332	392,765
Winterhurst Ice Rink	0	0	429,550	525,941	429,550	525,941
Total Expenses	47,638,045	46,929,438	15,850,086	16,876,881	63,488,131	63,806,319
Change in Net Position before Transfers	10,721,359	5,546,253	6,052,844	5,067,953	16,774,203	10,614,206
Transfers	1,514,708	1,182,550	(1,514,708)	(1,182,550)	0	0
Change in Net Position	12,236,067	6,728,803	4,538,136	3,885,403	16,774,203	10,614,206
Net Position - Beginning of Year	58,604,857	51,876,054	59,707,227	55,821,824	118,312,084	107,697,878
Net Position - End of Year	\$70,840,924	\$58,604,857	\$64,245,363	\$59,707,227	\$135,086,287	\$118,312,084

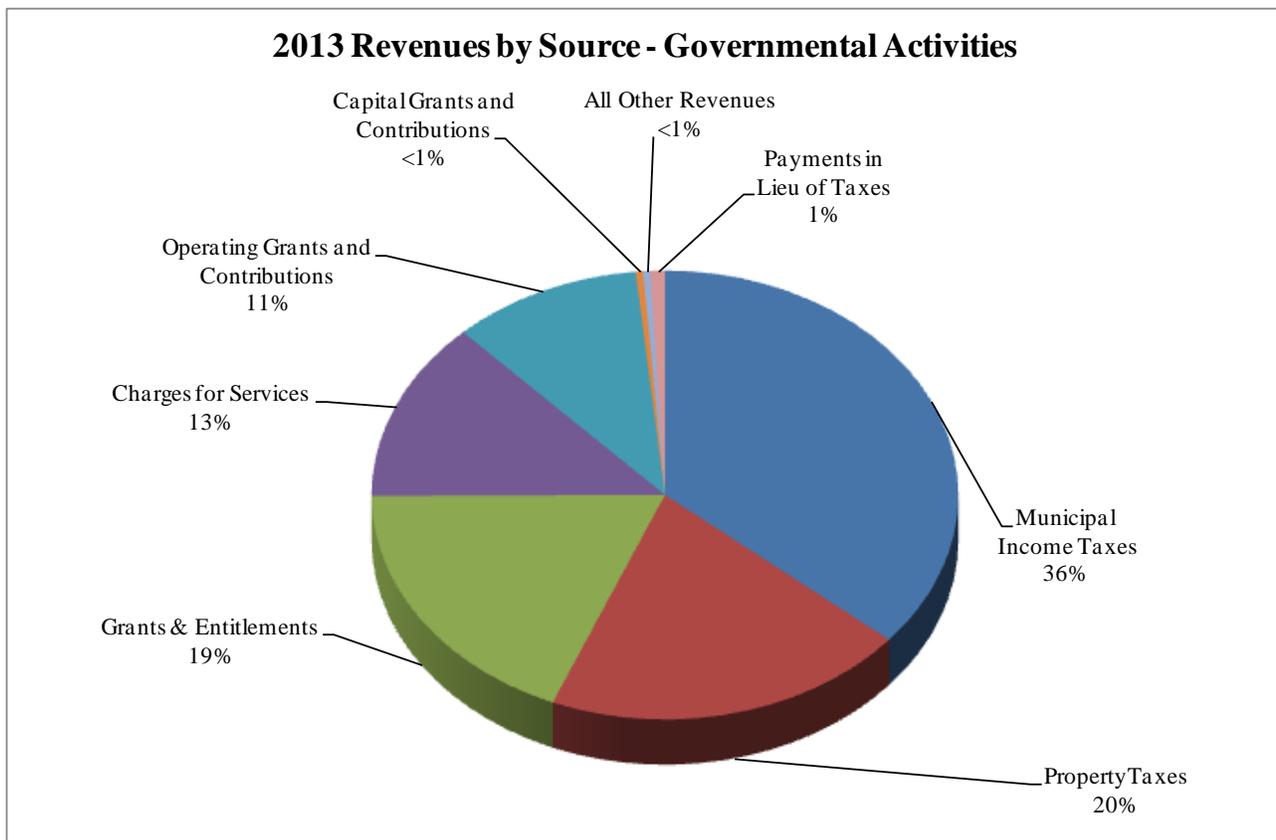
Governmental Activities

Several types of revenues fund the City's governmental activities, with the City's municipal income tax being the biggest contributor. The income tax rate was 1.5 percent in 2013. Both residents and non-residents who work inside the City are subject to the income tax.

City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
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However, residents of the City are granted a credit for income taxes paid to other municipalities to a maximum of one-half of one percent of income earned outside the City. The income tax revenue for 2013 was \$21,122,681. Of the \$58,359,404 in total governmental revenues, income tax accounts for 36 percent of that total. Property taxes and payment in lieu of taxes of \$12,174,082 account for 21 percent of total revenues. Operating grants and contributions, and general revenues from grants and entitlements account for 29 percent of total revenues, and charges for services, capital grants and contributions, investment income and other revenue make up the remaining 14 percent.

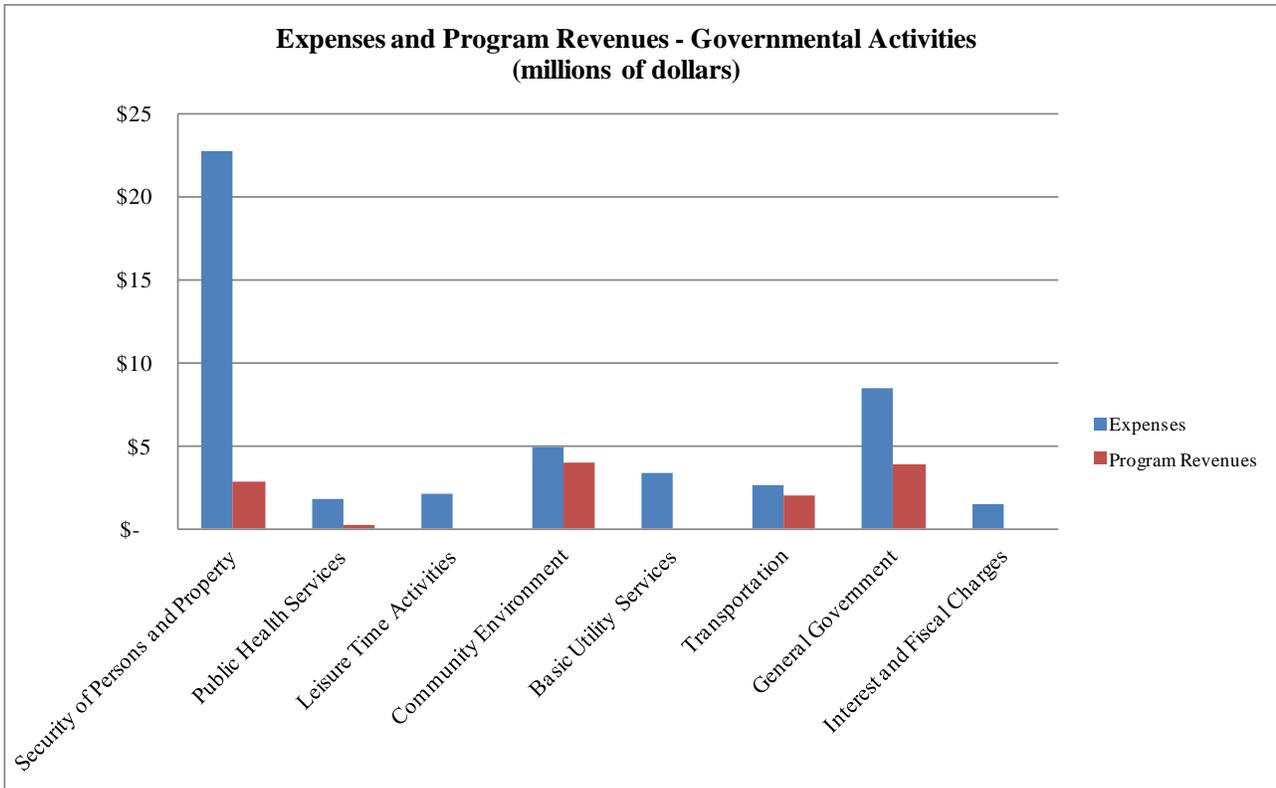
General revenues from grants and entitlements, such as local government funds, are also revenue generators. The City monitors its sources of revenues very closely for fluctuations, especially income tax.



During the year the City realized a change in several revenue sources. Grants and entitlements experienced the largest increase of \$5,282,981, which was due to the recognition of the settlement of a significant estate tax within in the City. All other revenues experienced the largest decrease of \$525,064, which was due to monies reimbursed in 2012 from NOPEC for energy improvements. Property taxes experienced a decrease of \$444,378 due to a reduction in assessed value of real property. Operating grants and contributions increased \$1,225,491 due to an increase in grant revenue from the CDBG, NSP, and Family to Family grants.

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Total expenses of governmental activities for 2013 were \$47,638,045. The largest program function for the City relates to Security of Persons and Property, which includes the Police and Fire departments. Total Security of Persons and Property accounted for program expenses of \$22,770,246, which is 48 percent of the program expenses for governmental activities. General Government is the next largest program expense at 18 percent, followed by Community Environment expenses of 10 percent.

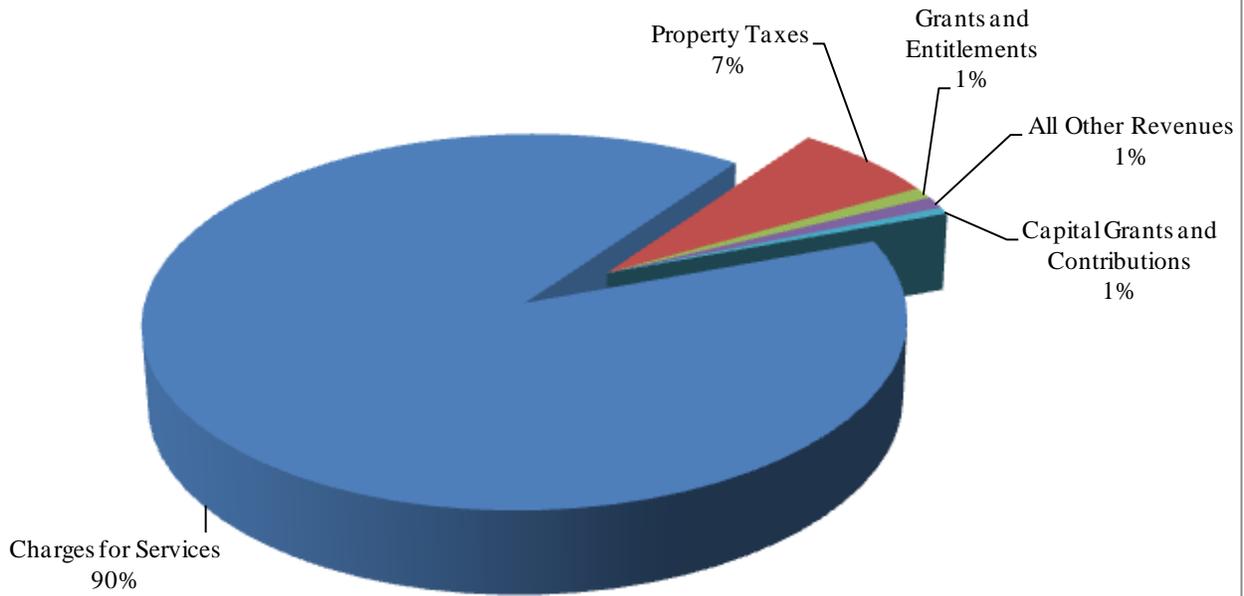


Business-Type Activities

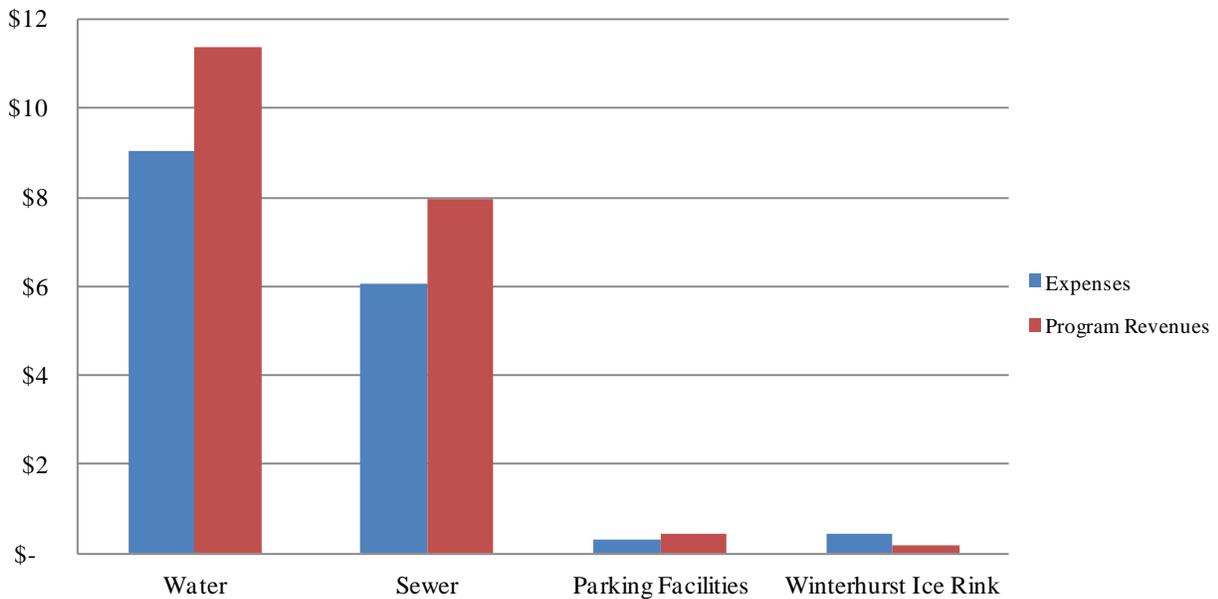
Business-type activities increased the City's net position by \$4,538,136. The increase is due primarily to increased charges for services from an increase in water and sewer rates coupled with decreases in expenses when compared to 2012. Total expenses of business-type activities were \$15,850,086, with the Water Department comprising 57 percent of that amount followed by the Sewer Department at 38 percent.

City of Lakewood, Ohio
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2013 Revenues by Source - Business-type Activities



Expenses and Program Revenues - Business-type Activities
(millions of dollars)



City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance serves as a useful measure of a government's net resource available for spending at the end of the fiscal year. Information about the City's governmental funds begins on page 22. These funds are accounted for using the modified accrual basis of accounting.

As of December 31, 2013, the City's governmental funds reported combined ending fund balances of \$26,614,272 a \$9,901,697 increase from 2012. Of that amount, \$13,702,824 constitutes unassigned fund balances, which are available for spending at the government's discretion. The remainder of fund balance is classified as nonspendable, restricted, committed or assigned to indicate that it is not available for new spending and will be used for loans and to liquidate contracts and purchases of the prior period.

The General Fund had total revenues of \$41,336,569 and expenditures of \$32,802,009 (not including other financing sources and uses) leaving an increase in fund balance after other financing sources and uses of \$8,336,868. This increase is primarily due to increased revenues in the areas of income taxes and intergovernmental revenues coupled with lower expenditures as the result of cost cutting measures implemented coupled with the City's efforts to maintain expenditures below revenues.

The General Fund is the chief operating fund of the City. At the end of the current year, the unassigned fund balance of the General Fund was \$13,722,092, while the total fund balance reached \$18,028,154. As a measure of the General Fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 39 percent of total General Fund expenditures (including other financing uses), while total fund balance represents 51 percent of that same amount.

The Police and Fire Pension Fund had total revenues of \$2,825,857 and expenditures of \$2,773,438 with a net change in fund balance after other financing uses of (\$403,769). The decrease is due to other financing uses caused total expenditures to exceed total revenues for the year.

The Community Development Block Grant Fund had total revenues of \$1,888,907 and expenditures of \$1,993,259 with a net change in fund balance of (\$104,352). The decrease was mainly due to the City recognizing more expenditures than the grant revenues recorded during 2013.

The Debt Service Fund had total revenues of \$3,285,266, expenditures of \$7,181,412, and a net change in fund balance after other financing sources and uses of \$799,316. The fund balance's increase was due to the City's efforts to total revenues exceeding total expenditures during 2013. The Debt Service Fund pays for the principal and interest payments on the City's general debt obligations.

City of Lakewood, Ohio
Management's Discussion and Analysis
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Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of all enterprise funds at the end of the year amounted to \$13,290,944. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary 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 2013, the City amended its General Fund budget on various occasions. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for Ordinance enactment on the change. The legal level of budgetary control is at the object level (i.e. personnel costs). Adjustments to the budget can only be made within a department and then within each category. The General Fund supports many of our major activities such as the Police, Fire and Refuse departments, as well as most legislative and executive activities. The General Fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

For the General Fund, original and final budgeted revenues were \$33,213,117. Actual revenues were \$35,648,022. The main differences between budgeted and actual revenues are property taxes, income taxes, intergovernmental revenue, and fines and forfeitures. Due to economic factors during the year, property taxes, income taxes, intergovernmental revenues and charges for services increased in 2013. Original General Fund budgeted expenditures were \$33,217,231 and the final amended budget was \$37,749,686. Actual General Fund expenditures were \$36,911,357 or \$838,329 less than budgeted due to operating expenditures less than estimated in all programs of the General Fund. The City's ending unencumbered cash balance in the General Fund of \$5,666,378 was \$3,273,234 above the final budgeted amount of \$2,393,144.

Capital Assets and Debt Administration

Capital Assets - The City's investment in capital assets for governmental and business-type activities as of December 31, 2013, amounts to \$154,065,671 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, land improvements, furniture and equipment, vehicles, roads, traffic signals, sidewalks, curbing, water lines, and sewer lines.

City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$6,139,702	\$6,139,702	\$78,140	\$78,140	\$6,217,842	\$6,217,842
Construction in progress	1,687,277	2,402,934	1,475,916	2,543,140	3,163,193	4,946,074
Total Non-Depreciable	7,826,979	8,542,636	1,554,056	2,621,280	9,381,035	11,163,916
Land improvements	2,428,165	2,370,201	832,900	876,488	3,261,065	3,246,689
Buildings and improvements	10,728,983	10,699,729	12,082,499	12,301,827	22,811,482	23,001,556
Furniture and equipment	1,793,152	1,886,854	3,859,599	3,674,117	5,652,751	5,560,971
Vehicles	6,933,185	7,115,179	1,827,131	1,721,108	8,760,316	8,836,287
Infrastructure:						
Roads	34,640,018	34,170,267	0	0	34,640,018	34,170,267
Traffic Signals	3,691,503	2,578,372	0	0	3,691,503	2,578,372
Sidewalks	2,239,409	2,268,366	0	0	2,239,409	2,268,366
Curbing	905,697	918,355	0	0	905,697	918,355
Water Lines	0	0	39,448,060	38,261,304	39,448,060	38,261,304
Sewer Lines	0	0	23,274,335	22,999,138	23,274,335	22,999,138
Total Depreciable, Net of Depreciation	63,360,112	62,007,323	81,324,524	79,833,982	144,684,636	141,841,305
Total Capital Assets, Net of Depreciation	\$71,187,091	\$70,549,959	\$82,878,580	\$82,455,262	\$154,065,671	\$153,005,221

The total increase in the City's capital assets for the current fiscal year was \$1,060,450, a \$637,132 increase for governmental activities and a \$423,318 increase for business-type activities. The most significant increase in capital assets came in the infrastructure of traffic signals in the governmental activities. The most significant increase in capital assets came in the infrastructure of water lines in the business-type activities.

See Note 10 of the Basic Financial Statements for additional information on the City's capital assets.

Debt – As of December 31, 2013, the City had \$73,804,378 in bonds, notes, loans, and capital leases outstanding. Of this amount, \$12,305,222 is due within one year.

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
General Obligation Notes - Long-term	\$6,214,028	\$3,956,143	\$0	\$0	\$6,214,028	\$3,956,143
General Obligation Notes - Short-term	228,000	0	0	0	228,000	0
General Obligation Bonds	27,467,700	29,866,203	6,596,126	7,216,092	34,063,826	37,082,295
Revenue Bonds	0	0	21,535,898	22,443,126	21,535,898	22,443,126
OPWC Loan	154,000	184,800	2,743,324	3,091,039	2,897,324	3,275,839
OWDA Loans	0	0	0	16,382	0	16,382
Capital Leases	5,943,223	6,015,960	2,922,079	2,541,600	8,865,302	8,557,560
Total Outstanding Debt	\$40,006,951	\$40,023,106	\$33,797,427	\$35,308,239	\$73,804,378	\$75,331,345

General Obligation Notes represent unvoted general obligation bond anticipation notes payable from ad valorem property taxes.

The General Obligation Bonds outstanding are comprised of unvoted general obligation bonds of the City payable from ad valorem property taxes.

City of Lakewood, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
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Revenue Bonds outstanding are payable from the revenues derived from the Water and Sewer funds.

The Ohio Public Works Commission Loans are paid semi-annually from the Water, Sewer and Bond Retirement funds.

The Ohio Water Development Authority Loan is paid semi-annually from the Sewer Fund.

The City's overall legal debt margin was \$58,041,660 at December 31, 2013.

See Notes 12 and 13 of the Basic Financial Statements for additional information on the City's debt.

Current Financial Related Activities

The City's elected and appointed officials have made it a priority to submit and pass a "structurally" balanced General Fund budget since 2008. This reverses the decades-long trend of using the year-end fund balance to make up the projected expenditures versus revenue gap. This has been done by reducing expenditures namely through the reduction of nearly 200 full and part-time positions throughout all City divisions beginning in 2008, as well as through scaling back benefits and salary increases for non-union employees and as negotiated with all of the City's seven collective bargaining units. By controlling expenditures within its projected revenues, the City has been able to grow its reserves without increasing taxes while the General Fund revenues decreased or remained flat.

In 2011, the City updated its Financial Policies and Guidelines document. These financial policies guide the City through everyday fiscal matters, and in short and long-term budgetary planning. They provide guidelines for evaluating both current activities and proposals for future programs. The document was developed by the City administration and the Audit Committee, and then reviewed and approved by City Council. It will be reviewed and updated as needed during 2014.

The City has committed itself to financial excellence, which is proven with the Aa2 bond rating by Moody's Investor Service, as well as being a recipient of the Government Finance Officers Association's Certificate of Achievement for Excellence in Financial Reporting for the past 32 years.

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 accountability for all money it receives, spends, or invests. If you have any questions about this report or need financial information, contact the Director of Finance, Jennifer R. Pae, 12650 Detroit Ave., Lakewood, Ohio 44107, telephone (216) 529-6092, e-mail jennifer.pae@lakewoodoh.net, or visit the City's website at www.onelakewood.com.

Basic Financial Statements

City of Lakewood, Ohio
Statement of Net Position
For the Year Ended December 31, 2013

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$18,843,615	\$11,132,104	\$29,975,719
Cash and Cash Equivalents:			
In Segregated Accounts	420,934	18,230	439,164
With Fiscal Agents	558,931	607,700	1,166,631
Held by Trustee	0	1,173,015	1,173,015
Materials and Supplies Inventory	511,860	319,271	831,131
Accounts Receivable	875,210	3,455,030	4,330,240
Less: Allowance for Doubtful Accounts	0	(73,795)	(73,795)
Accrued Interest Receivable	2,189	737	2,926
Intergovernmental Receivable	10,311,189	143,460	10,454,649
Internal Balances	231,141	(231,141)	0
Prepaid Items	280,144	0	280,144
Municipal Income Taxes Receivable	13,198,919	0	13,198,919
Property Taxes Receivable	11,728,299	1,523,660	13,251,959
Special Assessments Receivable	109,456	0	109,456
Payments in Lieu of Taxes Receivable	559,808	0	559,808
Loans Receivable	1,543,683	0	1,543,683
Assets Held for Resale	761,302	0	761,302
Nondepreciable Capital Assets	7,826,979	1,554,056	9,381,035
Depreciable Capital Assets	63,360,112	81,324,524	144,684,636
Total Assets	131,123,771	100,946,851	232,070,622
DEFERRED OUTFLOWS OF RESOURCES			
Deferral on Refunding	396,137	92,551	488,688
Total Deferred Outflows of Resources	396,137	92,551	488,688
LIABILITIES			
Accounts Payable	958,154	912,010	1,870,164
Accrued Wages and Benefits	1,089,473	123,601	1,213,074
Intergovernmental Payable	589,787	33,121	622,908
Accrued Interest Payable	185,494	104,673	290,167
Retainage Payable	34,431	18,230	52,661
Notes Payable	228,000	0	228,000
Long-term Liabilities:			
Due within one year	12,154,220	2,482,613	14,636,833
Due in more than one year	33,888,161	31,685,064	65,573,225
Total Liabilities	49,127,720	35,359,312	84,487,032
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	11,035,311	1,434,727	12,470,038
Payments in Lieu of Taxes	515,953	0	515,953
Total Deferred Inflows of Resources	11,551,264	1,434,727	12,985,991
NET POSITION			
Net Investment in Capital Assets	36,587,631	49,781,404	86,369,035
Restricted for:			
Capital Projects	981,966	0	981,966
Debt Service	1,993,423	977,430	2,970,853
Replacement and Improvement	0	195,585	195,585
Streets and Highways	1,254,332	0	1,254,332
Community Development	2,088,688	0	2,088,688
Indigent Drivers Alcohol Treatment	172,291	0	172,291
Other Purposes	2,104,731	0	2,104,731
Unrestricted	25,657,862	13,290,944	38,948,806
Total Net Position	\$70,840,924	\$64,245,363	\$135,086,287

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
Statement of Activities
For the Year Ended December 31, 2013

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
Security of Persons and Property:				
Police and Others	\$12,670,338	\$41,793	\$6,946	\$0
Fire	10,099,908	2,375,131	427,779	0
Public Health Services	1,866,759	86,254	111,763	79,548
Leisure Time Activities	2,121,447	0	0	0
Community Environment	4,910,641	344,561	3,660,106	23,311
Basic Utility Services	3,383,635	0	0	0
Transportation	2,605,700	48,369	1,890,684	106,505
General Government	8,498,246	4,696,630	3,312	0
Interest and Fiscal Charges	1,481,371	0	0	0
Total Governmental activities	47,638,045	7,592,738	6,100,590	209,364
Business-type activities:				
Water	9,059,160	11,273,817	0	84,724
Sewer	6,061,044	7,924,286	0	43,996
Parking Facilities	300,332	425,848	0	0
Winterhurst Ice Rink	429,550	181,272	0	0
Total Business-type activities	15,850,086	19,805,223	0	128,720
Total Primary Government	\$63,488,131	\$27,397,961	\$6,100,590	\$338,084

General Revenues:

Property Taxes levied for:

 General Purposes

 Debt Service Purpose

 Police and Fire Pension

 Sewer

Municipal Income Taxes levied for:

 General Purposes

Payments in Lieu of Taxes

Grants & Entitlements not restricted to specific programs

Investment Income

All Other Revenues

Transfers

 Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning of Year

Net Position - End of Year

The notes to the basic financial statements are an integral part of this statement

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-type Activities	Total
(\$12,621,599)	\$0	(\$12,621,599)
(7,296,998)	0	(7,296,998)
(1,589,194)	0	(1,589,194)
(2,121,447)	0	(2,121,447)
(882,663)	0	(882,663)
(3,383,635)	0	(3,383,635)
(560,142)	0	(560,142)
(3,798,304)	0	(3,798,304)
(1,481,371)	0	(1,481,371)
<u>(33,735,353)</u>	<u>0</u>	<u>(33,735,353)</u>
0	2,299,381	2,299,381
0	1,907,238	1,907,238
0	125,516	125,516
0	(248,278)	(248,278)
<u>0</u>	<u>4,083,857</u>	<u>4,083,857</u>
<u>(33,735,353)</u>	<u>4,083,857</u>	<u>(29,651,496)</u>
6,560,213	0	6,560,213
2,654,186	0	2,654,186
2,491,699	0	2,491,699
0	1,519,408	1,519,408
21,122,681	0	21,122,681
467,984	0	467,984
10,929,532	219,013	11,148,545
13,857	5,055	18,912
216,560	225,511	442,071
1,514,708	(1,514,708)	0
<u>45,971,420</u>	<u>454,279</u>	<u>46,425,699</u>
12,236,067	4,538,136	16,774,203
<u>58,604,857</u>	<u>59,707,227</u>	<u>118,312,084</u>
<u>\$70,840,924</u>	<u>\$64,245,363</u>	<u>\$135,086,287</u>

City of Lakewood, Ohio
Balance Sheet
Governmental Funds
December 31, 2013

	General	Police and Fire Pension	Community Development Block Grant	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$8,795,137	\$838,620	\$208,363	\$1,626,152	\$4,025,757	\$15,494,029
Cash and Cash Equivalents:						
In Segregated Accounts	254,191	0	4,336	0	162,407	420,934
With Fiscal Agents	558,931	0	0	0	0	558,931
Materials and Supplies Inventory	398,640	0	0	0	113,220	511,860
Accrued Interest Receivable	1,988	0	0	191	10	2,189
Accounts Receivable	285,528	0	0	0	589,682	875,210
Interfund Receivable	343,000	0	0	0	0	343,000
Intergovernmental Receivable	8,865,735	163,076	51,249	172,569	1,058,560	10,311,189
Prepaid Items	278,458	0	1,686	0	0	280,144
Municipal Income Taxes Receivable	13,198,919	0	0	0	0	13,198,919
Property Taxes Receivable	6,577,362	2,498,658	0	2,652,279	0	11,728,299
Special Assessments Receivable	83,975	0	0	0	25,481	109,456
Payments in Lieu of Taxes Receivable	0	0	0	0	559,808	559,808
Loans Receivable	0	0	1,543,683	0	0	1,543,683
Assets Held for Resale	500,000	0	0	0	261,302	761,302
Total Assets	\$40,141,864	\$3,500,354	\$1,809,317	\$4,451,191	\$6,796,227	\$56,698,953
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$569,451	\$0	\$160,931	\$0	\$208,608	\$938,990
Accrued Wages and Benefits	934,100	0	16,899	0	138,474	1,089,473
Intergovernmental Payable	133,124	360,008	4,566	0	34,888	532,586
Retainage Payable	0	0	4,336	0	30,095	34,431
Interfund Payable	306,040	0	1,884	0	194,725	502,649
Notes Payable	0	0	0	228,000	0	228,000
Total Liabilities	1,942,715	360,008	188,616	228,000	606,790	3,326,129
Deferred Inflows of Resources:						
Property Taxes and Payments in Lieu of Taxes	6,203,955	2,352,938	0	2,491,226	503,145	11,551,264
Unavailable Revenue - Delinquent Property Taxes and Payments in Lieu of Taxes	373,407	141,593	0	149,795	56,663	721,458
Unavailable Revenue - Income Taxes	10,760,643	0	0	0	0	10,760,643
Unavailable Revenue - Other	2,832,990	167,203	0	183,827	541,167	3,725,187
Total Deferred Inflows of Resources	20,170,995	2,661,734	0	2,824,848	1,100,975	26,758,552
Fund Balances:						
Nonspendable	1,177,098	0	1,686	0	113,220	1,292,004
Restricted	0	478,612	1,619,015	1,398,343	4,025,923	7,521,893
Committed	0	0	0	0	968,587	968,587
Assigned	3,128,964	0	0	0	0	3,128,964
Unassigned (Deficit)	13,722,092	0	0	0	(19,268)	13,702,824
Total Fund Balances	18,028,154	478,612	1,620,701	1,398,343	5,088,462	26,614,272
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$40,141,864	\$3,500,354	\$1,809,317	\$4,451,191	\$6,796,227	\$56,698,953

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2013*

Total Governmental Funds Balance \$26,614,272

*Amounts reported for Governmental Activities in the Statement of Net Position
 are different because:*

Capital Assets used in Governmental Activities are not financial resources
 and, therefore, are not reported in the funds 71,187,091

Other long-term assets are not available to pay for current-period expenditures
 and, therefore, are unavailable revenues in the funds:

Delinquent property taxes	\$664,795	
Delinquent payments in lieu of taxes	56,663	
Municipal income taxes	10,760,643	
Special assessments	109,456	
Intergovernmental	<u>3,615,731</u>	
Total		15,207,288

In the Statement of Activities, interest is accrued on outstanding
 bonds, whereas in Governmental funds, an interest expenditure
 is reported when due. (185,494)

Internal Service funds are used by management to charge the costs
 of certain activities, such as insurance to individual funds. The assets
 and liabilities of the Internal Service funds are included in Governmental
 Activities in the Statement of Net Position.

Net position	3,141,760	
Claims payable	<u>522,251</u>	
Total		3,664,011

Long-term liabilities, including bonds payable, are not due and payable in the
 current period and therefore are not reported in the funds:

Long-term notes payable	(6,202,000)	
General obligation bonds	(27,215,410)	
Unamortized debt premiums	(264,318)	
Deferrals on refunding	396,137	
OPWC loans	(154,000)	
Capital leases	(5,943,223)	
Claims payable	(522,251)	
Compensated absences	<u>(5,741,179)</u>	
Total		<u>(45,646,244)</u>

Net Position of Governmental Activities \$70,840,924

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	General	Police	Community	Debt	Other	Total
		and Fire	Development		Governmental	
		Pension	Block	Service	Funds	Governmental
			Grant			Funds
REVENUES						
Property Taxes	\$6,529,200	\$2,479,939	\$0	\$2,641,745	\$0	\$11,650,884
Municipal Income Taxes	20,119,636	0	0	0	0	20,119,636
Payments in Lieu of Taxes	0	0	0	0	483,679	483,679
Intergovernmental	9,234,479	345,918	1,888,907	631,980	3,802,771	15,904,055
Interest	12,682	0	0	1,160	15	13,857
Fees, Licenses, and Permits	1,962,750	0	0	0	0	1,962,750
Fines and Forfeitures	1,473,655	0	0	0	221,427	1,695,082
Charges for Services	1,351,497	0	0	0	2,479,653	3,831,150
Contributions and Donations	499,900	0	0	0	75,790	575,690
Special Assessments	0	0	0	0	31,511	31,511
All Other Revenues	152,770	0	0	10,381	162,865	326,016
Total Revenues	41,336,569	2,825,857	1,888,907	3,285,266	7,257,711	56,594,310
EXPENDITURES						
Security of Persons and Property:						
Police and Other	10,391,452	1,435,279	0	0	129,180	11,955,911
Fire	6,079,206	1,338,159	0	0	1,938,227	9,355,592
Public Health Services	455,673	0	0	0	1,300,270	1,755,943
Leisure Time Activities	1,752,496	0	0	0	15,673	1,768,169
Community Environment	1,658,376	0	1,993,259	0	1,178,072	4,829,707
Basic Utility Services	2,930,645	0	0	0	35,893	2,966,538
Transportation	0	0	0	0	1,880,557	1,880,557
General Government	7,778,005	0	0	0	251,513	8,029,518
Capital Outlay	483,248	0	0	0	1,963,330	2,446,578
Debt Service:						
Principal Retirement	1,067,687	0	0	6,105,108	285,017	7,457,812
Interest and Fiscal Charges	205,221	0	0	1,058,103	224,067	1,487,391
Bond Issuance Costs	0	0	0	18,201	0	18,201
Total Expenditures	32,802,009	2,773,438	1,993,259	7,181,412	9,201,799	53,951,917
Excess of Revenues (Under) Expenditures	8,534,560	52,419	(104,352)	(3,896,146)	(1,944,088)	2,642,393
OTHER FINANCING SOURCES (USES)						
Sale of Capital Assets	0	0	0	0	11,656	11,656
Inception of Capital Lease	824,901	0	0	0	220,066	1,044,967
Bond Anticipation Notes Issued	0	0	0	3,720,000	2,482,000	6,202,000
Premium on Debt Issuance	0	0	0	41,474	0	41,474
Transfers In	1,422,908	0	0	2,470,140	680,000	4,573,048
Transfers Out	(2,445,501)	(456,188)	0	(1,536,152)	(176,000)	(4,613,841)
Total Other Financing Sources (Uses)	(197,692)	(456,188)	0	4,695,462	3,217,722	7,259,304
Net Change in Fund Balances	8,336,868	(403,769)	(104,352)	799,316	1,273,634	9,901,697
Fund Balances - Beginning of Year	9,691,286	882,381	1,725,053	599,027	3,814,828	16,712,575
Fund Balances - End of Year	\$18,028,154	\$478,612	\$1,620,701	\$1,398,343	\$5,088,462	\$26,614,272

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, 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, 2013*

Net Change in Fund Balances-Total Governmental Funds \$9,901,697

*Amounts reported for Governmental Activities in the Statement of Activities
are different because:*

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

Capital Outlay	\$3,052,851	
Depreciation	(2,387,365)	
Total		665,486

In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets. (28,354)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Delinquent property taxes	55,214	
Delinquent payments in lieu of taxes	(15,695)	
Municipal income taxes	1,003,045	
Special assessments	40,216	
Intergovernmental	682,314	
Total		1,765,094

Other financing sources in the Governmental funds increase long-term liabilities in the Statement of Net Position. These sources were attributed to the inception of capital leases and the issuance of Bond Anticipation Notes and the respective premiums issued. (7,288,441)

Repayment of principal on capital leases, bonds, and loans are expenditures in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 7,457,812

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in Governmental funds.

Compensated absences	(255,262)	
Accrued interest on bonds	(25,478)	
Amortization of bond premiums	74,784	
Amortization of loss on refunding	(25,085)	
Total		(231,041)

Internal Service funds are used by management to charge costs to certain activities, such as insurance to individual funds. The net revenue (expense) of Internal Service funds are reported in the Governmental Activities. (6,186)

Change in Net Position of Governmental Activities \$12,236,067

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
*Statement of Revenues, Expenditures and Changes in Fund Balances –
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013*

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Property Taxes	\$6,169,153	\$6,169,153	\$6,529,200	\$360,047
Municipal Income Taxes	18,707,602	18,707,602	20,196,474	1,488,872
Charges for Services	1,326,186	1,326,186	1,361,423	35,237
Licenses, Permits and Fees	1,964,397	1,964,397	1,962,750	(1,647)
Fines and Forfeitures	1,631,970	1,631,970	1,448,148	(183,822)
Intergovernmental	2,789,374	2,789,374	3,440,358	650,984
Interest	5,931	5,931	10,899	4,968
Miscellaneous	118,504	118,504	148,770	30,266
<i>Total Revenues</i>	<u>32,713,117</u>	<u>32,713,117</u>	<u>35,098,022</u>	<u>2,384,905</u>
Expenditures				
Current:				
General Government	8,174,161	10,357,551	10,116,562	240,989
Security of Persons and Property	16,767,983	16,713,418	16,403,540	309,878
Public Health Services	598,621	485,303	462,077	23,226
Community Environment	1,841,359	2,681,454	2,581,135	100,319
Basic Utility Services	3,009,305	2,940,039	2,883,494	56,545
Leisure Time Activities	1,885,304	1,812,920	1,736,048	76,872
<i>Total Expenditures</i>	<u>32,276,733</u>	<u>34,990,685</u>	<u>34,182,856</u>	<u>807,829</u>
<i>Excess of Revenues Over Expenditures</i>	<u>436,384</u>	<u>(2,277,568)</u>	<u>915,166</u>	<u>3,192,734</u>
Other Financing Sources (Uses)				
Advances In	400,000	400,000	400,000	0
Advances Out	0	(313,500)	(283,000)	30,500
Transfers In	100,000	100,000	150,000	50,000
Transfers Out	(940,498)	(2,445,501)	(2,445,501)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(440,498)</u>	<u>(2,259,001)</u>	<u>(2,178,501)</u>	<u>80,500</u>
<i>Net Change in Fund Balance</i>	(4,114)	(4,536,569)	(1,263,335)	3,273,234
<i>Fund Balance Beginning of Year</i>	4,992,651	4,992,651	4,992,651	0
<i>Prior Year Encumbrances Appropriated</i>	1,937,062	1,937,062	1,937,062	0
<i>Fund Balance End of Year</i>	<u>\$6,925,599</u>	<u>\$2,393,144</u>	<u>\$5,666,378</u>	<u>\$3,273,234</u>

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
*Statement of Revenues, Expenditures and Changes in Fund Balances –
 Budget (Non-GAAP Basis) and Actual
 Police and Fire Pension Fund
 For the Year Ended December 31, 2013*

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Property Taxes	\$2,339,286	\$2,339,286	\$2,479,939	\$140,653
Intergovernmental	377,945	377,945	345,918	(32,027)
<i>Total Revenues</i>	<u>2,717,231</u>	<u>2,717,231</u>	<u>2,825,857</u>	<u>108,626</u>
Expenditures				
Current:				
Security of Persons and Property:	2,708,230	2,770,000	3,169,280	(399,280)
<i>Excess of Revenues Over Expenditures</i>	9,001	(52,769)	(343,423)	(290,654)
Other Financing Uses				
Transfers Out	(458,588)	(460,000)	(456,188)	3,812
<i>Net Change in Fund Balance</i>	(449,587)	(512,769)	(799,611)	(286,842)
<i>Fund Balance Beginning of Year</i>	<u>1,638,231</u>	<u>1,638,231</u>	<u>1,638,231</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,188,644</u></u>	<u><u>\$1,125,462</u></u>	<u><u>\$838,620</u></u>	<u><u>(\$286,842)</u></u>

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio

*Statement of Revenues, Expenditures and Changes in Fund Balances –
Budget (Non-GAAP Basis) and Actual
Community Development Block Grant Fund
For the Year Ended December 31, 2013*

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$2,337,360	\$2,337,360	\$2,358,411	\$21,051
Expenditures				
Current:				
Community Environment:	2,281,609	2,040,290	2,008,213	32,077
<i>Excess of Revenues Over (Under) Expenditures</i>	55,751	297,070	350,198	53,128
Other Financing Sources				
Advances In	212,000	212,000	0	(212,000)
Advances Out	(250,000)	(200,000)	(200,000)	0
<i>Total Other Financing Uses</i>	(38,000)	12,000	(200,000)	(212,000)
<i>Net Change in Fund Balance</i>	17,751	309,070	150,198	(158,872)
<i>Fund Balance Beginning of Year</i>	62,501	62,501	62,501	0
<i>Fund Balance End of Year</i>	\$80,252	\$371,571	\$212,699	(\$158,872)

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
Statement of Net Position
Proprietary Funds
December 31, 2013

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Water Fund	Sewer Fund	Nonmajor Funds	Total	Internal Service Funds
ASSETS					
Current Assets:					
Equity in Pooled Cash and Cash Equivalents	\$5,833,033	\$4,989,378	\$309,693	\$11,132,104	\$3,349,586
Cash and Cash Equivalents:					
In Segregated Accounts	0	12,378	5,852	18,230	0
With Fiscal Agents	409,158	198,542	0	607,700	0
Materials and Supplies Inventory	14,327	214,392	90,552	319,271	0
Accrued Interest Receivable	737	0	0	737	0
Accounts Receivable	1,839,593	1,364,925	250,512	3,455,030	0
Less: Allowance for Doubtful Accounts	(42,482)	(31,313)	0	(73,795)	0
Interfund Receivable	0	0	0	0	390,790
Intergovernmental Receivable	0	143,460	0	143,460	0
Property Taxes Receivable	0	1,523,660	0	1,523,660	0
Total Current Assets	8,054,366	8,415,422	656,609	17,126,397	3,740,376
Noncurrent Assets:					
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	699,836	473,179	0	1,173,015	0
Capital Assets:					
Land	0	1,010	77,130	78,140	0
Construction in Progress	245,678	1,050,801	179,437	1,475,916	0
Depreciable Assets, Net of Depreciation	40,992,630	35,207,584	5,124,310	81,324,524	0
Total Noncurrent Assets	41,938,144	36,732,574	5,380,877	84,051,595	0
Total Assets	49,992,510	45,147,996	6,037,486	101,177,992	3,740,376
DEFERRED OUTFLOWS OF RESOURCES					
Deferral on Refunding	0	60,793	31,758	92,551	0
Total Deferred Outflows of Resources	0	60,793	31,758	92,551	0
LIABILITIES					
Current Liabilities:					
Accounts Payable	578,333	182,220	151,457	912,010	19,164
Accrued Wages and Benefits	34,364	85,084	4,153	123,601	0
Retainage Payable	0	12,378	5,852	18,230	0
Intergovernmental Payable	9,294	22,474	1,353	33,121	57,201
Interfund Payable	12,241	32,016	186,884	231,141	0
Compensated Absences Payable	27,464	102,447	16,821	146,732	0
Accrued Interest Payable	40,363	61,892	2,418	104,673	0
Claims Payable	0	0	0	0	390,790
General Obligation Bonds Payable	0	508,111	119,977	628,088	0
Revenue Bonds Payable	512,252	445,000	0	957,252	0
OPWC Loans Payable	313,229	34,486	0	347,715	0
Capital Leases Payable	130,594	148,192	124,040	402,826	0
Total Current Liabilities	1,658,134	1,634,300	612,955	3,905,389	467,155
Noncurrent Liabilities:					
Compensated Absences Payable	57,506	165,529	483	223,518	0
Claims Payable	0	0	0	0	131,461
General Obligation Bonds Payable	0	5,330,297	637,741	5,968,038	0
Revenue Bonds Payable	9,530,828	11,047,818	0	20,578,646	0
OPWC Loans Payable	2,162,758	232,851	0	2,395,609	0
Capital Leases Payable	1,097,209	926,973	495,071	2,519,253	0
Total Noncurrent Liabilities	12,848,301	17,703,468	1,133,295	31,685,064	131,461
Total Liabilities	14,506,435	19,337,768	1,746,250	35,590,453	598,616
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	0	1,434,727	0	1,434,727	0
Total Deferred Inflows of Resources	0	1,434,727	0	1,434,727	0
NET POSITION					
Net Investment in Capital Assets	27,900,596	17,845,002	4,035,806	49,781,404	0
Restricted for:					
Debt Service	504,251	473,179	0	977,430	0
Replacement and Improvement	195,585	0	0	195,585	0
Unrestricted	6,885,643	6,118,113	287,188	13,290,944	3,141,760
Total Net Position	\$35,486,075	\$24,436,294	\$4,322,994	\$64,245,363	\$3,141,760

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2013

	Business-Type Activities - Enterprise Funds				Governmental
	Water Fund	Sewer Fund	Nonmajor Funds	Total	Activities Internal Service Funds
OPERATING REVENUES					
Charges for Services	\$11,170,120	\$7,848,630	\$607,120	\$19,625,870	\$3,170,440
Miscellaneous	27,957	120,272	77,282	225,511	769,726
Total Operating Revenues	11,198,077	7,968,902	684,402	19,851,381	3,940,166
OPERATING EXPENSES					
Salaries	1,013,968	2,411,174	167,363	3,592,505	0
Property Taxes	0	0	105,841	105,841	0
Materials and Supplies	244,369	433,394	0	677,763	0
Utilities	39,139	287,812	269,918	596,869	0
Contractual Services	131,294	693,636	495	825,425	120,949
Purchased Water	6,353,886	0	0	6,353,886	0
Depreciation	575,641	856,151	111,088	1,542,880	0
Claims	0	0	0	0	5,380,904
Other	192,915	645,381	22,781	861,077	0
Total Operating Expense	8,551,212	5,327,548	677,486	14,556,246	5,501,853
Operating Income (Loss)	2,646,865	2,641,354	6,916	5,295,135	(1,561,687)
NONOPERATING REVENUES (EXPENSES)					
Interest	4,891	164	0	5,055	0
Interest and Fiscal Charges	(507,948)	(733,496)	(52,396)	(1,293,840)	0
Property Taxes	0	1,519,408	0	1,519,408	0
Intergovernmental	0	219,013	0	219,013	0
Special Assessments	103,697	75,656	0	179,353	0
Total Nonoperating Revenues (Expenses)	(399,360)	1,080,745	(52,396)	628,989	0
Capital Contributions from Grants	84,724	43,996	0	128,720	0
Transfers In	0	0	263,244	263,244	1,555,501
Transfers Out	(15,252)	(1,678,200)	(84,500)	(1,777,952)	0
Change in Net Position	2,316,977	2,087,895	133,264	4,538,136	(6,186)
Net Position - Beginning of Year	33,169,098	22,348,399	4,189,730	59,707,227	3,147,946
Net Position - End of Year	\$35,486,075	\$24,436,294	\$4,322,994	\$64,245,363	\$3,141,760

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013

	Business-Type Activities - Enterprise Funds				Governmental
	Water Fund	Sewer Fund	Nonmajor Funds	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Charges for Services	\$11,125,539	\$7,756,361	\$763,022	\$19,644,922	\$3,064,272
Cash Received from Other Operating Sources	27,957	120,272	77,282	225,511	769,726
Cash Payments for Employee Services and Benefits	(1,030,422)	(2,399,539)	(172,325)	(3,602,286)	0
Cash Payments for Goods and Services	(6,780,400)	(1,351,269)	(435,791)	(8,567,460)	(186,698)
Cash Payments for Claims	0	0	0	0	(5,256,130)
Cash Payments for Other Operating Expenses	(447,248)	(645,381)	(22,781)	(1,115,410)	0
Net Cash Provided by (Used in) Operating Activities	<u>2,895,426</u>	<u>3,480,444</u>	<u>209,407</u>	<u>6,585,277</u>	<u>(1,608,830)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Intergovernmental Revenue	0	222,924	0	222,924	0
Property Taxes	0	1,512,237	0	1,512,237	0
Special Assessments	92,167	63,361	0	155,528	0
Advances In	0	0	125,000	125,000	0
Advances Out	0	0	(160,000)	(160,000)	0
Transfers In	0	0	263,244	263,244	1,555,501
Transfers Out	(15,252)	(1,678,200)	(84,500)	(1,777,952)	0
Net Cash Provided by Noncapital Financing Activities	<u>76,915</u>	<u>120,322</u>	<u>143,744</u>	<u>340,981</u>	<u>1,555,501</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital Grants Received	84,724	0	0	84,724	0
Principal Paid on Debt	(918,718)	(1,148,925)	(244,414)	(2,312,057)	0
Interest Paid on Debt	(507,218)	(742,455)	(56,080)	(1,305,753)	0
Payments for Capital Acquisitions	(559,116)	(451,523)	(198,388)	(1,209,027)	0
OPWC Loan issued	19,674	0	0	19,674	0
Net Cash (Used in) Capital and Related Financing Activities	<u>(1,880,654)</u>	<u>(2,342,903)</u>	<u>(498,882)</u>	<u>(4,722,439)</u>	<u>0</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on Investments	4,154	164	0	4,318	0
Net Cash Provided by Investing Activities	<u>4,154</u>	<u>164</u>	<u>0</u>	<u>4,318</u>	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,095,841	1,258,027	(145,731)	2,208,137	(53,329)
Cash and Cash Equivalents - Beginning of Year	5,437,028	4,216,908	461,276	10,115,212	3,402,915
Cash and Cash Equivalents - End of Year	<u><u>\$6,532,869</u></u>	<u><u>\$5,474,935</u></u>	<u><u>\$315,545</u></u>	<u><u>\$12,323,349</u></u>	<u><u>\$3,349,586</u></u>

(Continued)

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
Statement of Cash Flows
Proprietary Funds (continued)
For the Year Ended December 31, 2013

	<u>Business-Type Activities - Enterprise Funds</u>				<u>Governmental</u>
	<u>Water</u>	<u>Sewer</u>	<u>Nonmajor</u>	<u>Total</u>	<u>Internal</u>
	<u>Fund</u>	<u>Fund</u>	<u>Funds</u>	<u>Total</u>	<u>Service</u>
	<u>Fund</u>	<u>Fund</u>	<u>Funds</u>	<u>Total</u>	<u>Funds</u>
RECONCILIATION OF OPERATING INCOME (LOSS)					
TO NET CASH PROVIDED BY (USED IN)					
OPERATING ACTIVITIES					
Operating Income (Loss)	\$2,646,865	\$2,641,354	\$6,916	\$5,295,135	(\$1,561,687)
Adjustments:					
Depreciation	575,641	856,151	111,088	1,542,880	0
(Increase) Decrease in Assets:					
Accounts Receivable	(44,581)	(92,269)	155,902	19,052	0
Interfund Receivable	0	0	0	0	(106,168)
Materials and Supplies Inventory	12,137	115,208	(50,852)	76,493	0
Increase (Decrease) in Liabilities:					
Accounts Payable	(278,182)	(51,635)	(8,685)	(338,502)	(37,188)
Accrued Wages and Benefits	3,585	5,493	(1,635)	7,443	0
Compensated Absences Payable	(18,072)	7,923	(2,771)	(12,920)	0
Interfund Payable	2,931	8,740	554	12,225	0
Intergovernmental Payable	(4,898)	(10,521)	(1,110)	(16,529)	(28,561)
Claims Payable	0	0	0	0	124,774
Net Cash Provided by (Used In) Operating Activities	<u>\$2,895,426</u>	<u>\$3,480,444</u>	<u>\$209,407</u>	<u>\$6,585,277</u>	<u>(\$1,608,830)</u>
<u>Schedule of Noncash Investing, Capital, and Financing Activities:</u>					
Intergovernmental receivable related to 2013	\$0	\$43,996	\$0	\$43,996	\$0

The notes to the basic financial statements are an integral part of this statement

City of Lakewood, Ohio
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2013

	<u>Agency Funds</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$1,187,355</u>
Liabilities	
Deposits Held and Due to Others	<u>\$1,187,355</u>

The notes to the basic financial statements are an integral part of this statement

Notes to the Basic Financial Statements

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Note 1 – Description of the City and Reporting Entity

The City of Lakewood (the "City") was incorporated and chartered in 1911. The City operates under an elected Mayor/Council administrative/legislative form of government and provides the following services as authorized by its charter: public safety (police and fire protection), sanitation, planning and zoning, public improvements, culture and recreation, municipal court and general administration services. In addition, the City owns and operates several business-type activities including a water system, a local sewer system, an ice rink facility, and parking facilities.

Reporting Entity

The reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the City.

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; 3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; 4) or the City is obligated for the debt of the organization. Component units may also include organizations for which the City authorizes the issuance of debt or levying of taxes, or determining the budget. The City has no component units.

The City is associated with the West Shore Council of Governments, a jointly governed organization. Additional information is included in Note 19.

The following entities are excluded from the accompanying financial statements: Lakewood City School District, Lakewood Public Library, and Lakewood Hospital Association.

Note 2 - Summary of Significant Accounting Policies

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

A. Basis of Presentation

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

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

Government-wide Financial Statements - The statement of net position 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. As a general rule, the activity of the internal service fund is eliminated to avoid “doubling up” revenues and expenses. An exception to this general rule is that interfund services provided and used are not eliminated in the process of consolidation. The statements distinguish between those activities of the City that are governmental and those that are considered business-type.

The statement of net position 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 for 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 program or business-type 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. The internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The City reports 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 deferred outflows of resources compared to liabilities and deferred inflows of resources is reported as fund balance. The following are the City’s major governmental funds:

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

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

Police and Fire Pension Fund - The Police and Fire Pension Fund accounts for and reports restricted property taxes levied for the partial payments of the current and accrued liability for police and firemen disability and pension.

Community Development Block Grant Fund - The Community Development Block Grant Fund accounts for and reports revenues received from the federal government restricted for costs prescribed under the Community Development Block Grant program.

Debt Service Fund - The Debt Service Fund accounts for and reports restricted property taxes levied for the payment of principal and interest on general long-term obligations.

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

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds are classified as either enterprise or internal service.

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The City has two major Enterprise funds.

Water Fund: The Water Fund accounts for the provision of water distribution to the residential and commercial users of the City.

Sewer Fund: The Sewer Fund accounts for the sanitary sewer services to the residential and commercial users of the City.

The other enterprise funds are used to account for off-street parking services and to account for the operations of the City's ice rink facility.

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

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. 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 fund accounts for deposits.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

C. Measurement Focus

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

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 deferred outflows of resources along with current liabilities and deferred inflows of resources generally are included on the Balance Sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include 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 deferred outflows of resources along with all liabilities and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The Statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting; proprietary 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 outflows/inflows of resources, 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.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (see Note 8). 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 tax), fines and forfeitures, interest, grants and entitlements, and fees.

Deferred Outflows/Inflows of Resources - In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources include a deferral on refunding reported in the government-wide statement of net position. A deferral on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes and unavailable revenues. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance year 2014 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes (\$664,795) and payment in lieu of taxes (\$56,663), income taxes (\$10,760,643), intergovernmental grants and entitlements (\$3,615,731), and special assessments (\$109,456). These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

E. 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. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents".

Cash held for the City by a bank for the payment of debt principal and interest as they come due and to purchase capital assets from a capital lease is included on the financial statements as "cash and cash equivalents with fiscal agents".

The City utilizes a trustee to hold monies set aside for replacement and improvement, debt service and unspent bond proceeds under the provisions of the bond indenture. The balances in these accounts are presented on the statement of fund net position as, "cash and cash equivalents held by trustee."

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

The City has invested in the State Treasury Asset Reserve of Ohio (STAROhio) and money market mutual funds during 2013. 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 net asset value per share which is the price the investment could be sold for on December 31, 2013.

Interest earnings are allocated to City funds according to State statutes, City Charter, grant requirements or debt related restrictions. Interest revenue is distributed to the General Fund, Federal Forfeiture Fund, Debt Service Fund, Water Fund and Sewer Fund. Interest revenue credited to the General Fund during 2013 amounted to \$12,682 that includes \$5,389 assigned from other City funds.

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

F. Restricted Assets

Amounts held by trustees that are legally restricted for replacement and improvement, debt service and unspent bond proceeds per the applicable bond covenants are reported as restricted assets.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

G. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental funds when consumed. Inventories of the proprietary funds are expensed when used.

Inventory consists of expendable supplies held for consumption.

H. Assets Held for Resale

Assets held for resale represents assets consisting of homes purchased and repaired which will be resold through Planning and Development.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2013, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

J. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position 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 position 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 an asset or materially extend an asset's life are not. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

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

Description	Estimated Lives
Land Improvements	25 years
Buildings and Improvements	75 years
Furniture and Equipment	10 - 20 years
Vehicles	15 years
Infrastructure	40 - 100 years

The City's infrastructure consists of roads, traffic signals, sidewalks, curbing, water lines and sewer lines, and includes infrastructure acquired prior to December 31, 1980.

K. 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 Position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

L. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future (those employees who will be eligible to receive termination payments in the next ten years). The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits specified in the City's termination policy.

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employees who have accumulated unpaid leave are paid. For proprietary funds, the entire amount of compensated absences is reported as a fund liability.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

M. Accrued Liabilities and Long-term Obligations

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

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, compensated absences, and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and long-term loans are recognized as a liability on the governmental fund financial statements when due.

N. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amounts of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

Restricted Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (City ordinances).

Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party, such as citizens, public interest groups, or the judiciary, to use resources created by enabling legislation only for the purposes specified by the legislation.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

Committed The committed fund balance classification includes amounts that can be used only for specific purposes imposed by formal action (ordinance) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance, typically the finance director, or by State Statute.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

O. Net Position

Net Position is the residual amount when comparing assets and deferred outflows of resources to liabilities and deferred inflows of resources. The net investment in capital assets component of net position 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. The restricted component of net position is reported when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position that is restricted for other purposes includes police and fire pensions, Lakewood Hospital, litter control, juvenile programs, and an emergency shelter program. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted components of net position are available.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

P. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services such as water, wastewater treatment, parking, ice rink and self insurance programs. Operating expenses are necessary costs incurred to provide the service for the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

Q. Contributions of Capital

Contributions of capital in governmental 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.

R. Interfund 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.

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 expenditure/expenses to the funds that initially paid for them are not presented on the financial statements.

S. Bond Premium

On the government-wide financial statement, bond premiums are deferred and amortized over the term of the bonds using the straight line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are received in the year the bonds are issued.

T. Gain/Loss on Refunding

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt (the gain/loss on refunding) is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old debt or the life of the new debt, whichever is shorter, using the effective interest method.

U. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2013.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 2 - Summary of Significant Accounting Policies (Continued)

V. 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.

W. 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 ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the personal service and other object level within each department and fund. Budgetary modifications may only be made by ordinance of the City Council at the legal level of control.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during 2013.

The appropriation ordinance is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation 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.

Note 3 – Changes in Accounting Principles

Changes in Accounting Principles

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2012 and have been implemented by the City.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 3 – Changes in Accounting Principles

GASB Statement No. 66, *Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62*. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2012 and have been implemented by the City.

Note 4 – Compliance and Accountability

A. Compliance

Contrary to Ohio Revised Code Section 5705.41(B), the following fund had actual expenditures in excess of final appropriations at the legal level of budgetary control:

	Final Appropriations	Actual Expenditures	Variance
<u>Police and Fire Pension Fund</u>			
Security of Persons and Property:			
Fringe Benefits - Police	\$1,410,000	\$1,612,423	(\$202,423)
Fringe Benefits - Fire	1,360,000	1,556,857	(196,857)

Management has indicated that appropriations and corresponding expenditures will be closely monitored to ensure no future violations occur.

B. Accountability

Fund balances at December 31, 2013 included the following individual fund deficits:

	Deficit
Nonmajor Governmental Funds:	
Emergency Shelter Grant	\$ 19,268

The General Fund is liable for any deficits in this fund and provides transfers when cash is required not when accruals occur. The deficit fund balance presented above resulted from adjustments for accrued liabilities in accordance with generally accepted accounting principles (GAAP).

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

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 basis), 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 Balance - Budget (Non-GAAP Basis) and Actual presented for the General Fund 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:

- Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- Encumbrances are treated as expenditures (budget basis) rather than as a part of restricted, committed, and assigned fund balances (GAAP basis);
- Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis); and
- The Community Festival Fund is included in the General Fund (GAAP basis), but has a separate legally adopted budget (budget basis).

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

	<u>General</u>	<u>Police and Fire Pension</u>	<u>Community Development Block Grant</u>
Net Change in Fund Balance - GAAP Basis	\$8,336,868	(\$403,769)	(\$104,352)
Net Adjustment:			
Revenue Accruals	(8,170,971)	0	469,504
Advances In	400,000	0	0
Expenditure Accruals	1,580,029	(395,842)	(14,954)
Advances Out	(283,000)	0	(200,000)
Funds with Separate Legally Adopted Budgets:			
Community Festival	58	0	0
Outstanding Encumbrances	(3,126,319)	0	0
Net Change in Fund Balance - Budgetary Basis	<u>(\$1,263,335)</u>	<u>(\$799,611)</u>	<u>\$150,198</u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 6 – Fund Balance

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Police and Fire Pension	Community Development Block Grant	Debt Service	Other Governmental Funds	Total
<i>Nonspendable</i>						
Prepaid Items	\$278,458	\$0	\$1,686	\$0	\$0	\$280,144
Materials and Supplies Inventory	398,640	0	0	0	113,220	511,860
Assets held for Resale	500,000	0	0	0	0	500,000
<i>Total Nonspendable</i>	<u>1,177,098</u>	<u>0</u>	<u>1,686</u>	<u>0</u>	<u>113,220</u>	<u>1,292,004</u>
<i>Restricted for</i>						
Streets and Highway Improvements	0	0	0	0	817,732	817,732
Police and Fire Pension	0	478,612	0	0	0	478,612
Community Development	0	0	1,619,015	0	0	1,619,015
Senior Programs	0	0	0	0	26,211	26,211
Law Enforcement	0	0	0	0	246,680	246,680
Lakewood Municipal Court	0	0	0	0	486,345	486,345
HOME Investment Program	0	0	0	0	28,410	28,410
Energy Efficiency Grants	0	0	0	0	50,213	50,213
Family to Family	0	0	0	0	21,273	21,273
FEMA	0	0	0	0	2,781	2,781
Homeless Prevention	0	0	0	0	155	155
Neighborhood Stabilization	0	0	0	0	466,868	466,868
Litter Control Projects	0	0	0	0	5,709	5,709
Debt Service Payments	0	0	0	1,398,343	117,435	1,515,778
Capital Improvements	0	0	0	0	1,756,111	1,756,111
<i>Total Restricted</i>	<u>0</u>	<u>478,612</u>	<u>1,619,015</u>	<u>1,398,343</u>	<u>4,025,923</u>	<u>7,521,893</u>
<i>Committed to</i>						
Lakewood Hospital Operations	0	0	0	0	891,625	891,625
Other Purposes	0	0	0	0	76,962	76,962
<i>Total Committed</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>968,587</u>	<u>968,587</u>
<i>Assigned to</i>						
Community Festival Projects	2,645	0	0	0	0	2,645
Purchases on Order	3,126,319	0	0	0	0	3,126,319
<i>Total Assigned</i>	<u>3,128,964</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,128,964</u>
<i>Unassigned (Deficit)</i>	<u>13,722,092</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(19,268)</u>	<u>13,702,824</u>
Total Fund Balances	<u><u>\$18,028,154</u></u>	<u><u>\$478,612</u></u>	<u><u>\$1,620,701</u></u>	<u><u>\$1,398,343</u></u>	<u><u>\$5,088,462</u></u>	<u><u>\$26,614,272</u></u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 7 - 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 determined to be necessary to meet current demands upon the City treasury. Active monies must be maintained either as cash in the City Treasury, in commercial accounts payable or withdraw able on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that City 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 will be needed before the end of the current period of designation for 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 may be deposited or invested in the following securities:

1. United States Treasury notes, bills, bonds, or other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or 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 2 percent and be marked to market daily, and that the term of the agreement must not exceed 30 days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) and (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;
6. The State Treasury Asset Reserve of Ohio (STAR Ohio);

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 7 - Deposits and Investments (Continued)

7. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts; and
8. Certain bankers acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed twenty five percent of the interim monies available for the investment at any one time.

The City may also invest any monies not required to be used for a period of 6 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, to which there is no default of principal, interest, or coupons;
3. Obligations of the City.

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within 5 years from the date of purchase, unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity.

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

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

Deposits

Custodial Credit Risk: Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in possession of an outside party. At year end, \$8,690,472 of the City's bank balance of \$24,568,818 was uninsured but collateralized. Although the securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 7 - Deposits and Investments (Continued)

The City has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or protected by eligible securities pledged to and deposited either with the City or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Investments

Investments are reported at fair value. As of December 31, 2013, the City had investments in STAROhio with a fair value of \$6,694,402 with a weighted average maturity of 53 days and investments in various municipal bond securities with a total fair value of \$1,151,164 and had maturities of less than three years. In addition, investments held in money market mutual funds with a trustee and fiscal agent had fair values of \$1,173,015 and \$1,166,631, respectively. Both money market mutual funds had an average maturity of less than one year.

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 five years from the date of purchase and that the City's investment portfolio be structured so that 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. To date, no investments have been purchased with a life greater than five years.

Credit Risk: STAROhio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The highest credit rating of the municipal bond securities was AAA by Standard & Poor's and the lowest credit rating was A- by Standard & Poor's. The credit ratings for the two money market mutual funds were AAAM by Standard & Poor's. The City has no investment policy that addresses credit risk.

Note 8 - Receivables

Receivables at December 31, 2013, consisted primarily of accounts (billings for user charged services), intergovernmental receivables arising from grants, entitlements and shared revenues, municipal income taxes, property taxes, loans (Community Development Block Grant monies loaned to local businesses), special assessments and interfunds. All receivables, except property taxes, special assessments and loans, are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year. All receivables, except utility accounts receivable, are deemed collectible in full. Utility accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

Allowance for doubtful accounts has been recorded at \$42,482 in the Water Fund and \$31,313 in the Sewer Fund.

Loans receivable to be collected in more than one-year amount to \$1,543,683 in the Community Development Block Grant Fund.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 8 – Receivables (Continued)

Special assessments expected to be collected in more than one-year amount to \$109,456 in the various governmental funds. The amount of delinquent special assessments outstanding at December 31, 2013 was \$84,996.

A. Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2013 for real and public utility property taxes represents collections of 2012 taxes.

2013 real property taxes are levied after October 1, 2013 on the assessed value as of January 1, 2013, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2013 real property taxes are collected in and intended to finance 2014 operations.

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 can 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. 2013 public utility property taxes which became a lien December 31, 2012, are levied after October 1, 2013, and are collected in 2014 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2013, was \$17.40 per \$1,000 of assessed value. The assessed values of real property, public utility tangible property upon which 2013 property tax receipts were based, are as follows:

Category	Assessed Value
Real Estate:	
Residential and Agricultural	\$ 685,183,640
Commercial/Industrial/Public Utility	154,358,840
Public Utility	13,754,200
Total Assessed Value	\$ 853,296,680

The Cuyahoga County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Lakewood. The County Fiscal Officer periodically remits to the City its portion of the taxes. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies, which are measurable as of December 31, 2013, and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been deferred since current taxes were not levied to finance 2013 operations, and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the accrual basis, collectible delinquent property taxes have been recorded as revenue while on the modified accrual basis the revenue has been deferred.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 8 – Receivables (Continued)

B. Income Tax

The City levies a municipal income tax at a rate of 1.50 percent. The City's income tax is levied upon the net income of corporations and other business entities and on wages, salaries, and other personal service compensation earned by residents of the City and non-residents working within the City. Residents of the City are granted credit for income taxes paid to other municipalities to a maximum of one-half of one percent of income earned outside the City. Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City at least quarterly. Corporations and other self-employed individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually with the City.

C. Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

	Amount
Governmental Activities:	
Estate Tax	\$ 7,695,894
Homestead and Rollback	765,825
Local Government	724,869
Gasoline Tax	655,763
Federal Grant Reimbursements	204,628
Motor Vehicle License Registration	123,948
State Grant Reimbursements	59,013
County Grant Reimbursements	44,388
Permissive Motor Vehicle License Tax	22,819
Liquor Permit/Cigarette/Hotel Taxes	10,834
Lakewood Board of Education	1,927
Other	1,281
<i>Total Governmental Activities</i>	10,311,189
Business-Type Activities:	
Homestead and Rollback	99,464
State Grant Reimbursements	43,996
<i>Total Business-Type Activities</i>	143,460
<i>Total Entity-wide</i>	\$ 10,454,649

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 8 – Receivables (Continued)

D. Payments in Lieu of Taxes

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 improvement have been paid or the agreement expires, whichever occurs first. Future development by these or others may result in subsequent agreement to make payment in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners.

Note 9 - Contingencies

A. Grants

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

B. Litigation

Several claims and lawsuits are pending against the City. The amount of the liability, if any, cannot be reasonably estimated at this time. However, in the opinion of management, any such claims and lawsuits will not have a material adverse effect on the overall financial position of the City at December 31, 2013.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 10 - Capital Assets

Capital asset activity for the year ended December 31, 2013, was as follows:

	Balance December 31, 2012	Additions	Deletions	Balance December 31, 2013
Governmental Activities				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$6,139,702	\$0	\$0	\$6,139,702
Construction in Progress	2,402,934	2,370,344	(3,086,001)	1,687,277
<i>Total Capital Assets, Not Being Depreciated</i>	<u>8,542,636</u>	<u>2,370,344</u>	<u>(3,086,001)</u>	<u>7,826,979</u>
<i>Buildings</i>				
<i>Capital Assets, Being Depreciated:</i>				
Land Improvements	4,899,891	198,769	0	5,098,660
Buildings	16,476,236	248,091	0	16,724,327
Furniture and Fixtures	4,437,486	122,860	(6,633)	4,553,713
Vehicles	14,520,475	565,555	(51,491)	15,034,539
<i>Infrastructure:</i>				
Roads	46,652,933	1,393,598	0	48,046,531
Traffic Signals	5,032,140	1,239,635	0	6,271,775
Sidewalks	3,368,867	0	0	3,368,867
Curbing	1,434,304	0	0	1,434,304
<i>Total Capital Assets, Being Depreciated</i>	<u>96,822,332</u>	<u>3,768,508</u>	<u>(58,124)</u>	<u>100,532,716</u>
<i>Less Accumulated Depreciation:</i>				
Land Improvements	(2,529,690)	(140,805)	0	(2,670,495)
Buildings	(5,776,507)	(218,837)	0	(5,995,344)
Furniture and Fixtures	(2,550,632)	(175,765)	2,836	(2,723,561)
Vehicles	(7,405,296)	(759,992)	26,934	(8,138,354)
<i>Infrastructure:</i>				
Roads	(12,482,666)	(923,847)	0	(13,406,513)
Traffic Signals	(2,453,768)	(126,504)	0	(2,580,272)
Sidewalks	(1,100,501)	(28,957)	0	(1,129,458)
Curbing	(515,949)	(12,658)	0	(528,607)
<i>Total Accumulated Depreciation</i>	<u>(34,815,009)</u>	<u>(2,387,365)</u> *	<u>29,770</u>	<u>(37,172,604)</u>
Total Capital Assets, Being Depreciated, Net	<u>62,007,323</u>	<u>1,381,143</u>	<u>(28,354)</u>	<u>63,360,112</u>
Governmental Activities Capital Assets, Net	<u>\$70,549,959</u>	<u>\$3,751,487</u>	<u>(\$3,114,355)</u>	<u>\$71,187,091</u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 10 - Capital Assets (Continued)

	Balance December 31, 2012	Additions	Deletions	Balance December 31, 2013
Business-Type Activities				
<i>Capital Assets, Not Being Depreciated:</i>				
Land	\$78,140	\$0	\$0	\$78,140
Construction in Progress	2,543,140	1,562,626	(2,629,850)	1,475,916
<i>Total Capital Assets, Not Being Depreciated</i>	<u>2,621,280</u>	<u>1,562,626</u>	<u>(2,629,850)</u>	<u>1,554,056</u>
<i>Capital Assets, Being Depreciated:</i>				
Land Improvements	2,025,447	0	0	2,025,447
Buildings	17,886,113	6,219	0	17,892,332
Furniture and Fixtures	9,265,225	488,477	0	9,753,702
Vehicles	2,885,661	267,546	0	3,153,207
Infrastructure:				
Water Lines	52,652,819	1,700,498	0	54,353,317
Sewer Lines	30,214,232	570,682	0	30,784,914
<i>Total Capital Assets, Being Depreciated</i>	<u>114,929,497</u>	<u>3,033,422</u>	<u>0</u>	<u>117,962,919</u>
Less Accumulated Depreciation:				
Land Improvements	(1,148,959)	(43,588)	0	(1,192,547)
Buildings	(5,584,286)	(225,547)	0	(5,809,833)
Furniture and Fixtures	(5,591,108)	(302,995)	0	(5,894,103)
Vehicles	(1,164,553)	(161,523)	0	(1,326,076)
Infrastructure:				
Water Lines	(14,391,515)	(513,742)	0	(14,905,257)
Sewer Lines	(7,215,094)	(295,485)	0	(7,510,579)
<i>Total Accumulated Depreciation</i>	<u>(35,095,515)</u>	<u>(1,542,880)*</u>	<u>0</u>	<u>(36,638,395)</u>
Total Capital Assets, Being Depreciated, Net	<u>79,833,982</u>	<u>1,490,542</u>	<u>0</u>	<u>81,324,524</u>
Business-Type Activities Capital Assets, Net	<u><u>\$82,455,262</u></u>	<u><u>\$3,053,168</u></u>	<u><u>(\$2,629,850)</u></u>	<u><u>\$82,878,580</u></u>

* Depreciation expense was charged to governmental and business-type functions as follows:

Governmental Activities		Business-Type Activities	
Security of Persons and Property - Police	\$132,280	Water Fund	\$575,641
Security of Persons and Property - Fire	261,044	Sewer Fund	856,151
Public Health Services	26,378	Parking Facilities Fund	26,144
Leisure Time Activities	275,139	Winterhurst Ice Rink Fund	84,944
Community Environment	7,902	Total Depreciation Expense	<u>\$1,542,880</u>
Basic Utility Services	263,630		
Transportation	1,244,300		
General Government	176,692		
Total Depreciation Expense	<u>\$2,387,365</u>		

The beginning balances of the business-type activities were reclassified. There were no changes to the total beginning capital assets, net.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 11 – Conduit Debt Obligations

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

In 1983 and 1989, the City issued Hospital Improvement Revenue Bonds for the purpose of providing funds to pay the cost of Lakewood Hospital facility improvements. In 1989, the City also issued Hospital Improvement Refunding Bonds to advance refund the Hospital Improvement Bonds, Series 1983. On November 13, 2003, the City issued \$27,570,000 Hospital Revenue Bonds, Series 2003 to advance refund the 1989 Series. As of December 31, 2013, the aggregate principal amount of conduit debt obligation outstanding for Lakewood Hospital was \$7,945,000.

On October 23, 2000, the City issued Educational Facilities Revenue Bonds for the purpose of providing funds to pay costs of acquiring and constructing additional facilities for St. Edward High School. The aggregate principal amount of conduit debt obligations for St. Edward High School was \$10,800,000. As of December 31, 2013, the aggregate principal amount of conduit debt obligation outstanding for St. Edward High School was \$8,745,000. These bonds do not constitute a debt or pledge of the full faith and credit of the City and, therefore, are not reported in the financial statements.

Note 12- Short-Term Obligations

The original issue date, interest rate, original issuance amount and maturity date for the City’s short-term obligations follows:

	Balance December 31, 2012	Additions	Deletions	Balance December 31, 2013
<i>Governmental Activities</i>				
Notes Payable				
2013 Various Purpose - 1.00%	\$0	\$228,000	\$0	\$228,000
<i>Total Short-Term Obligations</i>	<u>\$0</u>	<u>\$228,000</u>	<u>\$0</u>	<u>\$228,000</u>

On April 16, 2013, the City issued \$6,430,000 in various purpose and refunding bond anticipation notes at 1.0 percent that will mature April 15, 2014. \$3,948,000 of the proceeds was used to retire previously issued notes. \$228,000 of these notes is considered short-term and the remaining \$6,202,000 is considered long-term.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13- Long-Term Obligations

The original issue date, interest rate, original issuance amount and maturity date for each of the City's long-term obligations follows:

	Original Issue Date	Interest Rate	Original Issue Amount	Date of Maturity
Governmental Activities				
<i>Notes</i>				
Various Purpose	2012	1.25%	3,948,000	April 17, 2013
Various Purpose	2012	1.125%	2,000,000	April 17, 2013
Various Purpose	2013	1.000%	6,202,000	April 15, 2014
General Obligation Bonds				
Various Purpose Refunding-1995	2005	3.00-5.00%	7,335,000	December 1, 2025
Various Purpose	2005	3.00-5.00%	6,095,637	December 1, 2025
Various Purpose Refunding-2005	2007	4.00-5.25%	10,520,000	December 1, 2026
Various Purpose Refunding-2011	2011	2.00-5.00%	3,075,268	December 1, 2028
Various Purpose	2011	2.00-5.00%	7,770,000	December 1, 2028
Various Purpose Refunding-2012	2012	2.00-5.00%	3,097,660	December 1, 2023
Tax Increment Financing				
Rockport Square Development	2004	4.40-5.95%	4,265,000	July 1, 2024
Vedda Printing	2005	3.00-5.00%	400,000	December 1, 2025
OPWC Loan				
Forest and Clifton Road	1999	0%	616,000	December 1, 2019
Business-Type Activities				
Revenue Bonds				
<i>Water</i>				
Water Main Improvements	1995	4.40-6.60%	\$2,850,000	December 1, 2020
Water Main Improvements	2005	3.00-5.00%	609,829	December 1, 2025
Water Main Improvements	2006	4.00-4.50%	10,285,000	December 1, 2031
<i>Sewer</i>				
Sewer Construction	2006	4.00-4.50%	14,320,000	December 1, 2031
General Obligation Bonds				
<i>Sewer</i>				
Sewer Construction	2005	3.00-5.00%	3,811,430	December 1, 2025
Sewer Construction	2005	3.00-5.00%	2,145,000	December 1, 2025
Sewer Construction Refunding	2012	2.00%	2,347,340	December 1, 2023
<i>Winterhurst</i>				
Winterhurst Recreational Facility	2005	3.00-5.00%	203,276	December 1, 2025
Winterhurst Recreational Facility Refunding	2011	2.00-5.00%	929,732	December 1, 2028
<i>Parking</i>				
Meter Replacement	2007	4.00-5.25%	355,000	December 1, 2026
OPWC Loans				
<i>Water</i>				
Water Main Replacements	1999	0%	1,248,464	December 1, 2019
Water Main Replacements	2001	0%	1,944,012	December 1, 2021
Water Main Replacements	2003	0%	994,614	July 1, 2023
Water Main Replacements	2003	0%	1,592,840	July 1, 2023
Belle Avenue Improvements	2003	0%	484,637	December 1, 2023
Water Main Replacements	2013	0%	19,674	December 1, 2013
<i>Sewer</i>				
West Clifton Storm Sewer Rehab.	2000	0%	115,101	December 1, 2020
Edgewater Drive-Sewer Separation	2002	0%	604,258	December 1, 2022
OWDA Loan				
<i>Sewer</i>				
Lakewood Avenue	2002	4.30%	445,810	July 1, 2013

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13- Long-Term Obligations (Continued)

	Balance December 31, 2012	Additions	Deletions	Balance December 31, 2013	Amount Due in One Year
<i>Governmental Activities</i>					
Notes Payable					
Various Purpose-2012	\$3,948,000	\$0	\$3,948,000	\$0	\$0
Various Purpose - 2013	0	6,202,000	0	6,202,000	6,202,000
Unamortized Premium	8,143	41,474	37,589	12,028	0
<i>Total Notes Payable</i>	<u>3,956,143</u>	<u>6,243,474</u>	<u>3,985,589</u>	<u>6,214,028</u>	<u>6,202,000</u>
General Obligation Bonds					
Various Purpose Refunding-2005	2,130,000	0	685,000	1,445,000	705,000
Unamortized Premium	40,684	0	16,833	23,851	0
Various Purpose-2005	2,611,467	0	343,753	2,267,714	361,083
Unamortized Premium	45,010	0	3,625	41,385	0
Various Purpose Refunding-2007	8,590,000	0	685,000	7,905,000	710,000
Unamortized Premium	40,592	0	2,899	37,693	0
Rockport Square Development-2004	3,530,000	0	215,000	3,315,000	225,000
Unamortized Premium	18,535	0	1,536	16,999	0
Vedda Printing-2005	295,000	0	20,000	275,000	20,000
Unamortized Premium	461	0	37	424	0
Various Purpose-2011	7,760,000	0	5,000	7,755,000	5,000
Unamortized Premium	5,016	0	1,003	4,013	0
Various Purpose Refunding-2011	1,562,590	0	299,464	1,263,126	284,107
Unamortized Premium	48,963	0	3,060	45,903	0
Various Purpose Refunding-2012	3,097,661	0	108,091	2,989,570	119,469
Unamortized Premium	90,224	0	8,202	82,022	0
<i>Total General Obligation Bonds</i>	<u>29,866,203</u>	<u>0</u>	<u>2,398,503</u>	<u>27,467,700</u>	<u>2,429,659</u>
Other Long-Term Obligations					
OPWC Loan-Forest and Clifton Road-1999	184,800	0	30,800	154,000	30,800
Claims Payable	397,477	5,380,904	5,256,130	522,251	390,790
Compensated Absences Payable	5,485,917	2,181,119	1,925,857	5,741,179	2,022,089
Capital Lease Payable	6,015,960	1,044,967	1,117,704	5,943,223	1,078,882
<i>Total Other Long-Term Obligations</i>	<u>12,084,154</u>	<u>8,606,990</u>	<u>8,330,491</u>	<u>12,360,653</u>	<u>3,522,561</u>
<i>Total Governmental Activities</i>	<u>\$45,906,500</u>	<u>\$14,850,464</u>	<u>\$14,714,583</u>	<u>\$46,042,381</u>	<u>\$12,154,220</u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13- Long-Term Obligations (Continued)

	Balance December 31, 2012	Additions	Deletions	Balance December 31, 2013	Amount Due in One Year
<i>Business-Type Activities</i>					
Revenue Bonds					
<i>Water</i>					
Water Main Improvements-1995	\$1,545,000	\$0	\$155,000	\$1,390,000	\$165,000
Water Main Improvements-2005	447,209	0	26,359	420,850	27,252
Unamortized Premium	350	0	29	321	0
Water Main Improvements-2006	8,610,000	0	305,000	8,305,000	320,000
Unamortized Discount	(93,074)	0	(5,031)	(88,043)	0
Unamortized Premium	15,805	0	853	14,952	0
<i>Sewer</i>					
Sewer Construction-2006	12,010,000	0	430,000	11,580,000	445,000
Unamortized Discount	(129,802)	0	(7,016)	(122,786)	0
Unamortized Premium	37,638	0	2,034	35,604	0
<i>Total Revenue Bonds</i>	<u>22,443,126</u>	<u>0</u>	<u>907,228</u>	<u>21,535,898</u>	<u>957,252</u>
General Obligation Bonds					
<i>Sewer</i>					
Sewer Construction Refunding-1998	660,000	0	210,000	450,000	220,000
Unamortized Premium	12,464	0	5,156	7,308	0
Sewer Construction-2005	3,242,256	0	191,101	3,051,155	197,580
Unamortized Premium	2,567	0	207	2,360	0
Sewer Construction Refunding Bonds- 2012	2,347,339		81,909	2,265,430	90,531
Unamortized Premium	68,370		6,215	62,155	0
<i>Winterhurst</i>					
Recreational Facility Bonds -2005	149,069	0	8,786	140,283	9,084
Unamortized Premium	114	0	10	104	0
Recreational Facility Refunding Bonds- 2011	472,410	0	90,536	381,874	85,893
Unamortized Premium	14,803	0	925	13,878	0
<i>Parking</i>					
Meter Replacement-2007	245,000	0	25,000	220,000	25,000
Unamortized Premium	1,700	0	121	1,579	0
<i>Total General Obligation Bonds</i>	<u>\$7,216,092</u>	<u>\$0</u>	<u>\$619,966</u>	<u>\$6,596,126</u>	<u>\$628,088</u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13- Long-Term Obligations (Continued)

	Balance December 31, 2012	Additions	Deletions	Balance December 31, 2013	Amount Due in One Year
OPWC Loans					
<i>Water Fund</i>					
Water Main Repl. -1999	\$374,534	\$0	\$62,423	\$312,111	\$62,423
Water Main Repl. -2001	777,603	0	97,201	680,402	97,201
Water Main Repl. -2003	522,171	0	49,731	472,440	49,731
Water Main Repl. -2003	836,242	0	79,642	756,600	79,642
Belle Avenue Impr. -2003	278,666	0	24,232	254,434	24,232
Water Main Repl. -2013	0	19,674	19,674	0	0
<i>Sewer</i>					
West Clifton Storm Sewer Rehabilitation-2000	29,907	0	4,273	25,634	4,273
Edgewater Drive-Sewer Separation-2002	271,916	0	30,213	241,703	30,213
Total OPWC Loans	3,091,039	19,674	367,389	2,743,324	347,715
Other Long-Term Obligations					
<i>OWDA Loan-</i>					
Lakewood Avenue-2002	16,382	0	16,382	0	0
Compensated Absences Payable	365,191	129,914	124,855	370,250	146,732
Capital Leases Payable	2,541,600	747,679	367,200	2,922,079	402,826
Total Other Long-Term Obligations	2,923,173	877,593	508,437	3,292,329	549,558
Total Business-Type Activities	\$35,673,430	\$897,267	\$2,403,020	\$34,167,677	\$2,482,613

Governmental Activities

General Obligation Bonds For governmental activities, general obligation bonds will be retired from the Debt Service and TIF Bond Retirement Debt Service Funds using general property tax and payments in lieu of taxes revenue.

On May 26, 2005, the City issued \$7,335,000 in general obligation refunding bonds at interest rates varying from 3.00 percent to 5.00 percent. Proceeds were used to refund \$6,735,000 of the outstanding 1995 various purpose general obligation bonds.

The bonds were sold at a premium of \$219,898. Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded bonds. As a result, \$6,735,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the basic financial statements. As of December 31, 2013, \$1,445,000 of the defeased debt remained outstanding.

On May 30, 2007, the City issued \$10,875,000 in general obligation bonds, \$10,520,000 of which was related to governmental activities, to refund notes and a portion of the 2005 various purpose general obligation bonds in order to take advantage of lower interest rates. The bonds were issued for twenty years, with final maturity at December 1, 2026. The bonds will be retired from the Debt Service Fund. The proceeds were used to refund a portion of the 2005 various purpose and bond anticipation notes.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13 - Long-Term Obligations (Continued)

The bonds were sold at a premium of \$57,987. Net proceeds of \$4,844,725 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the various bonds. As a result, \$4,495,000 of these bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the City's financial statements.

On August 1, 2004, the City issued \$4,265,000 in general obligation bonds for the Rockport Square development project. These bonds will be paid through tax increment financing where the payments in lieu of taxes (PILOTS) generated will pay the debt service payments. In the event that insufficient funds are collected, the shortfall will be the responsibility of the developer, per the master agreement.

On May 26, 2005, the City issued \$400,000 in General Obligation Bonds for the Vedda Printing Development project. These bonds will be paid through tax increment financing where the payments in lieu of taxes (PILOTS) generated will pay the debt service payments.

On February 9, 2011, the City issued general obligation bonds, in the amount of \$12,320,000, to refund bonds previously issued in fiscal years 1998 and 2003 for various purposes in the amount of \$4,320,000 and to pay off the \$7,770,000 2010 various purpose notes. The bonds were issued with interest rates varying from 2 percent to 5 percent. The bonds were issued for a seventeen year period with final maturity on December 1, 2028. The bonds will be retired through the Debt Service, Water and Winterhurst Funds.

The bonds were sold at a premium of \$87,222. Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 1998 Various Purpose bonds. As a result, \$4,445,100 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the City's financial statements. The amount still outstanding at December 31, 2013 is \$1,645,000.

The City issued a \$1,948,000 various purpose bond anticipation note on April 21, 2011 at 1.50 percent that matured April 19, 2012. The proceeds were used for street and traffic signal improvements. This bond anticipation note was retired through the City's issuances of \$7,973,000 various purpose and refunding bond anticipation notes on April 18, 2012 at 1.125 percent that matured on October 18, 2012. A portion of the notes were used retire the \$1,948,000 notes and the remainder was used to refund previously issued Various Purpose 2003 bonds, \$3,427,889 in governmental activities and \$2,597,111 in business-type activities. All of the notes were considered long-term.

The refunding portion of the bond anticipation notes were sold at a premium of \$21,750. Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 2003 Various Purpose bonds. As a result, \$6,025,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the City's financial statements. The amount was called on May 18, 2012 and therefore are no longer outstanding at December 31, 2013 is \$5,255,000.

On April 16, 2013, the City issued \$6,430,000 in various purpose and refunding bond anticipation notes at 1.0 percent that will mature April 15, 2014. \$3,948,000 of the proceeds was used to retire previously issued notes. \$6,202,000 of these notes are considered long term and the remaining \$228,000 is considered short term.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13 - Long-Term Obligations (Continued)

The City issued \$5,445,000 in various purpose bonds on October 17, 2012 at 2.00 percent. These bonds were issued to retire the \$6,025,000 refunding bond anticipation notes which matured on October 18, 2012. The bonds were issued for an eleven year period with final maturity on December 1, 2023. The bonds will be retired from the City's Debt Service and Sewer Funds, \$3,097,661 and \$2,347,339, respectively.

Other Long-Term Obligations Compensated absences will be paid from the General Fund, Streets and Highway, Community Development Block Grant, Office on Aging, and Lakewood Hospital Special Revenue Funds, and the Water, Sewer, and Parking Facilities Enterprise Funds.

Business-Type Activities

The revenue bonds, general obligation bonds, OPWC loans, and the OWDA loan reported in the Enterprise Funds will be paid from revenues derived by the City from water, sewer and ice rink user charges. The OPWC and OWDA loans reported in the Enterprise funds are not general obligation and are not backed by the full faith and credit of the City.

In 1995, the City issued \$2,850,000 in Water Main Improvement Revenue Bonds with interest rates varying from 4.40 percent to 6.60 percent. Proceeds were used to improve the City's water mains. The revenue bonds included serial bonds. Restricted assets for debt service relating to the water main improvement revenue bonds held with a trustee at December 31, 2013, were \$122,799. At December 31, 2013, \$1,390,000 of the debt remained outstanding.

On December 12, 2002, the City issued \$4,025,000 in Water Revenue Refunding Bonds to advance refund and defease the series 1991 Water Revenue Bonds of \$2,845,000 and pay a portion (\$880,000) of the Series 2002 Bond Anticipation Notes. The net proceeds were used to purchase direct obligations of the U.S. government. Those securities were deposited in an irrevocable trust with an escrow agent. As of December 31, 2013, none of the defeased debt remained outstanding.

The bonds maturing on or after July 1, 2001 are subject to redemption at the sole option of the City, either in whole on any date, or in part on any interest payment date on or after July 1, 2001, in multiples of \$5,000, at 100 percent of the redemption price plus accrued interest as of July 1, 2004 and thereafter. Restricted assets relating to the Refunding Water Revenue Bonds held with trustee at December 31, 2013, were \$195,590 for replacement and improvement and \$44,101 for debt service.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13 - Long-Term Obligations (Continued)

In 2006, the City issued \$10,285,000 in Water Main Improvement Revenue Bonds with interest rates varying from 4.00 percent to 4.50 percent to improve the City's water mains. The Revenue Bonds included Serial Bonds. Issuance included a premium of \$21,352 and discount of \$124,937. Restricted assets relating to the Water Main Improvement Revenue Bonds held with trustee at December 31, 2013, were \$337,365 restricted for debt service.

In 2006, the City issued \$14,320,000 in Sewer and Wastewater Improvement Revenue Bonds with interest rates varying from 4.00 percent to 4.50 percent to improve the City's sewer mains. The Revenue Bonds included Serial Bonds. Issuance included a premium of \$50,527 and discount of \$174,240. Restricted assets relating to the Sewer Main Improvement Revenue Bonds held with trustee at December 31, 2013, were \$473,189 restricted for debt service.

On May 26, 2005, the City issued \$1,945,000 in Sewer Construction Refunding Bonds at interest rates varying from 3.00 percent to 5.00 percent. Proceeds were used to refund \$2,040,000 of the outstanding 1995 various purpose general obligation bonds.

The City has pledged future revenues to repay revenue bonds and OPWC loans in the Water Fund. The debt is payable solely from net revenues and is payable through 2031. Annual principal and interest payments on the bonds and loans are expected to require less than 60 percent of net revenues and less than 16 percent of total revenues. The total principal and interest remaining to be paid on the bonds and loans is \$16,932,540. Principal and interest paid for the current year were \$1,298,275, total net revenues were \$3,331,094, and total revenues were \$11,306,665.

The City has pledged future revenues to repay the revenue bonds and OWDA and OPWC loans in the Sewer Fund. The debt is payable solely from net revenues and is payable through 2031. Annual principal and interest payments on the debt is expected to require less than 4 percent of net revenues and less than 1.00 percent of total revenues. The total principal and interest remaining to be paid on the debt is \$17,245,334. Principal and interest paid for the current year were \$996,828, total net revenues were \$3,792,338, and total revenues were \$8,263,735.

The City's overall legal debt margin was \$58,041,660 at December 31, 2013.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 13 - Long-Term Obligations (Continued)

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2013, are as follows:

	Governmental Activities				
	<u>General Obligation Bonds</u>		<u>OPWC Loans</u>	<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>
2014	\$2,429,659	\$1,143,279	\$30,800	\$2,460,459	\$1,143,279
2015	2,551,362	1,039,077	30,800	2,582,162	1,039,077
2016	1,894,521	926,721	30,800	1,925,321	926,721
2017	1,882,707	856,101	30,800	1,913,507	856,101
2018	2,172,874	785,892	30,800	2,203,674	785,892
2019-2023	10,586,714	2,619,981	0	10,586,714	2,619,981
2024-2028	5,697,573	733,343	0	5,697,573	733,343
	<u>\$27,215,410</u>	<u>\$8,104,394</u>	<u>\$154,000</u>	<u>\$27,369,410</u>	<u>\$8,104,394</u>

	Business Type Activities						
	<u>Revenue Bonds</u>		<u>General Obligation Bonds</u>		<u>OPWC Loans</u>	<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>
2014	\$957,252	\$955,236	\$628,088	\$223,898	\$347,715	\$1,933,055	\$1,179,134
2015	999,040	913,621	659,599	197,821	347,714	2,006,353	1,111,442
2016	1,040,380	870,131	600,099	169,706	347,714	1,988,193	1,039,837
2017	1,086,273	825,093	611,020	151,564	347,714	2,045,007	976,657
2018	1,137,614	778,035	529,513	132,992	347,714	2,014,841	911,027
2019-2023	5,709,959	3,124,938	2,833,327	411,020	992,650	9,535,936	3,535,958
2024-2028	6,320,332	1,865,736	647,096	42,836	12,103	6,979,531	1,908,572
2029-2031	4,445,000	405,900	0	0	0	4,445,000	405,900
	<u>\$21,695,850</u>	<u>\$9,738,690</u>	<u>\$6,508,742</u>	<u>\$1,329,837</u>	<u>\$2,743,324</u>	<u>\$30,947,916</u>	<u>\$11,068,527</u>

Note 14 – Leases

A. Capital Leases

In 2013, the City entered into a lease for the acquisition of vehicles and water meters for various City departments. In prior years, the City entered into leases for the acquisition of police cruisers, fire vehicles, forestry vehicles, computer hardware, copier equipment, and building HVAC improvements. The assets of such agreement are recorded in the Governmental Activities and Business-Type Activities as shown on the Statement of Net Position. The following is a schedule of the future minimum lease payments for capital leases and the present value of net minimum lease payments as of December 31, 2013:

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 14 – Leases (Continued)

	Governmental Activities	Business-Type Activities
Building and Improvements	\$2,100,000	\$1,200,000
Equipment Machinery and Furniture	319,076	176,859
Vehicles	5,909,433	1,188,820
Total Capital Leases, being depreciated	8,328,509	2,565,679
Less Accumulated Depreciation		
Building and Improvements	1,260,000	720,000
Equipment Machinery and Furniture	191,446	106,115
Vehicles	2,757,861	502,591
Total Accumulated Depreciation	4,209,307	1,328,706
Capital Leases, Net	\$4,119,202	\$1,236,973
	Governmental Activities	Business-Type Activities
2014	\$1,263,201	\$486,995
2015	1,241,217	489,954
2016	1,187,224	489,288
2017	1,150,118	489,453
2018	846,855	401,430
2019-2023	851,624	916,404
Total minimum lease payments	6,540,239	3,273,524
Less: amount representing interest	(597,016)	(351,445)
Total	\$5,943,223	\$2,922,079

B. Operating Leases

In 1997, the City renegotiated its lease agreement with the Lakewood Hospital Association (LHA) for its use of real and personal property owned by the City for the purpose of operating a hospital. Under the terms of the lease, the City will receive amounts ranging from \$1 million to \$1.225 million commencing in 1997 and continuing through 2026. Upon expiration of the lease term or the termination of this lease, LHA will surrender the leased property to the City.

Note 15 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City's coverage for general liability, bodily injury and property damage to others, with Government Underwriter's Association Insurance Company is limited to \$1,000,000 per occurrence and has a \$2,000,000 aggregate limit per year. In addition, there is excess umbrella coverage of \$10,000,000 per occurrence, which has a \$10,000,000 aggregate limit per year.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 15 - Risk Management (Continued)

Errors and omissions for public officials and police professional liability are \$1,000,000 per occurrence, and have a \$2,000,000 annual aggregate. Vehicles are covered for \$1,000,000 per each occurrence, no aggregate, with a \$5,000 deductible for comprehensive, \$5,000 deductible for collision.

The boiler and machinery is covered at \$116,277,232 with a \$10,000 deductible for all property.

Coverage for the City's buildings, furniture, fixtures, and contents has a limit of \$116,277,232, with a \$10,000 deductible. Inland marine coverage for all City property that moves has coverage of \$4,807,796 with a \$500 deductible and EDP equipment is covered at \$1,327,867 with a \$500 deductible.

Network Risk Insurance Policy covers Cyber liability at \$1,000,000 annual aggregate, with a \$5,000 deductible.

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

The City maintains the Hospitalization Internal Service Fund to finance the cost of employee hospitalization and medical claims on a cost reimbursement basis. The City offers two plans to its employees that are funded through a third party administrator. Under these plans the third party administrator processes claims on behalf of the employees and bills the City for the amount of actual claims plus administrative costs. The City is liable for claims up to \$1,000,000. A specific excess loss coverage (stop loss) insurance policy covers claims in excess of \$1,000,000 per year.

At December 31, 2013, \$378,000 was accrued for hospitalization and medical claims, representing an estimate of the amount to be paid for claims that have been incurred but not reported based on the requirements of GASB Statement No. 30, which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to the issuance of the financial statements and the amount of the loss can be reasonably estimated. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the balances of claims liabilities during the past two years are as follows:

	2013	2012
Estimated claims payable January 1	\$264,031	\$408,994
Plus: Current year claims	5,050,220	4,532,754
Less: Claim payments	(4,936,251)	(4,677,717)
Estimated claims payable December 31	\$378,000	\$264,031

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 15 - Risk Management (Continued)

Historically, under the Ohio Workers' Compensation System for public employer taxing districts, there have been two types of rating plans: base rating and experience rating. Ohio laws were subsequently amended to include an additional plan called retrospective rating, which is offered to Ohio employers who meet the eligibility standards. Under the terms of the State of Ohio's retrospective rating plan, an employer initially pays a fraction of the premium (the minimum premium) it would pay as an experience-rated risk. As costs for the employer's injured workers' claims are incurred, the employer must reimburse the State for those costs, subject to the plans individual claim cost limitation and the employer's premium limitation.

During 1991, the City applied for and was accepted into the State of Ohio's Retrospective Rating Plan. The City has established a Workers' Compensation Self-Insurance Fund (an Internal Service Fund) to account for and pay workers' compensation claims from accumulated assets of the fund. The City's retrospective rating plan provides for an aggregate stop loss limit on premiums of 200 percent of the employer's normal premium in the year the claim occurred and a \$300,000 limit per individual claim.

As of March 1, 2006, the City became self insured as an alternate method of funding workers' compensation. The City contracts with a third party administrator, who in turn, processes all the claims.

At December 31, 2013, \$144,251 has been accrued for workers' compensation claims. The claims represent estimates of amounts to be paid for reported claims and incurred but not reported claims. It is calculated using trends in actual claims experience based on the requirements of GASB Statement No. 30, which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to the issuance of the financial statements and the amount of the loss can be reasonably estimated. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the balance of claims liabilities during the past two years are as follows:

	<u>2013</u>	<u>2012</u>
Estimated claims payable January 1	\$133,446	\$369,264
Plus: Current year claims	330,684	279,313
Less: Claim payments	<u>(319,879)</u>	<u>(515,131)</u>
Estimated claims payable December 31	<u>\$144,251</u>	<u>\$133,446</u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 16 - Defined Benefit Pension Plans

A. Ohio Public Employees Retirement System

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 member and (vested) employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to, but less than, the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by visiting www.opers.org/investments/cafr.shtml, by writing to OPERS, 277 E. Town Street, Columbus, OH 43215-4642, or by calling (614) 222-5601 or (800) 222-7377.

The Ohio Revised Code provides statutory authority for member and employer contributions. For the year ended December 31, 2013, the members of all three plans were required to contribute 10.00 percent of their annual covered salaries. The City's contribution rate was 14.00 percent of covered payroll. The pension allocation for the Traditional and Combined Plans was 13.00 percent during calendar year 2013. The City's required pension contributions for the Traditional Pension and Combined Plans for the years ended December 31, 2013, 2012, and 2011 were \$1,825,696, \$1,448,627, and \$1,564,435, respectively; 91.86 percent has been contributed for 2013, and 100.00 percent has been contributed for 2012 and 2011.

B. Ohio Police and Fire Pension Fund

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

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 16 - Defined Benefit Pension Plans (Continued)

B. Ohio Police and Fire Pension Fund (Continued)

From January 1, 2013 thru July 1, 2013, Plan members were required to contribute 10.00 percent of their annual covered salary. From July 2, 2013 thru December 31, 2013, Plan members were required to contribute 10.75 percent of their annual covered salary. Throughout 2013, the City is required to contribute 19.50 percent and 24.0 percent for police officers and firefighters, respectively.

The portion of the City's contributions to fund pension obligations from January 1, 2013 thru May 31, 2013, for both police officers and firefighters was 14.81 percent and 19.31 percent, respectively. The portion of the City's contributions to fund pension obligations from June 1, 2013 thru December 31, 2013 for both police officers and firefighters was 16.65 percent and 21.15 percent, respectively. The City's contributions for pension obligations to the OP&F for police and firefighters were \$1,102,164 and \$1,085,702 for the year ended December 31, 2013, \$896,221 and \$936,402 for the year ended December 31, 2012, and \$921,634 and \$959,008 for the year ended December 31, 2011, respectively. 91.44 percent has been contributed for police and 92.65 percent has been contributed for firefighters for 2013. The full amount has been contributed for 2012 and 2011.

Note 17 – Post-Employment Benefits

A. Ohio Public Employees Retirement System

Plan Description - The Ohio Public Employees Retirement System (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; and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program, and Medicare Part B premium reimbursement, to qualifying members of 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.

In order to qualify for post-employment health care coverage, age and service retirees under the Traditional Pension and Combined Plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 45.

The Ohio Revised Code permits, but does not mandate, OPERS to provide the OPEB Plan to its eligible members and beneficiaries. Authority to establish and amend the OPEB Plan is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by visiting www.opers.org/investments/cafr.shtml, by writing to OPERS, 277 E. Town Street, Columbus, OH 43215-4642, or by calling (614) 222-5601 or (800) 222-7377.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 17 – Post-Employment Benefits (Continued)

A. Ohio Public Employees Retirement System (Continued)

Funding Policy - The Ohio Revised Code provides the statutory authority requiring public employers to fund post-retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care coverage. The 2013 local government employer contribution rate was 14.00 percent of covered payroll. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14.00 percent of covered payroll for local government employers. Active members do not make contributions to the OPEB Plan.

OPERS' Post-employment Health Care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 1.00 percent during calendar year 2013. The portion of employer contributions allocated to health care for members in the Combined Plan was 1.00 percent during calendar year 2013. Effective January 1, 2014, the portion of employer contributions allocated to health care was raised to 2.00 percent for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The City's actual employer contributions for December 31, 2013, 2012 and 2011 which were used to fund post-employment benefits were \$140,438, \$579,518, and \$625,774, respectively; 91.86 percent has been contributed for 2013, and 100.00 percent has been contributed for 2012 and 2011.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4.00 percent of the employer contributions toward the health care fund after the end of the transition period.

B. 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 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 statutory survivor benefit 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.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 17 – Post-Employment Benefits (Continued)

B. Ohio Police and Fire Pension Fund (Continued)

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 E. Town Street, Columbus, OH 43215-5164. That report is also available on OP&F's website at www.op-f.org.

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, 19.50 percent and 24.00 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50 percent of covered payroll for police employer units and 24.00 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 administered as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 Trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was 4.69 percent of covered payroll from January 1, 2013 thru May 31, 2013 and 2.85 percent of covered payroll from June 1, 2013 thru December 31, 2013. 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 the 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 \$246,029 and \$188,052 for the year ended December 31, 2013, \$474,683 and \$366,614 for the year ended December 31, 2012, and \$487,924 and \$375,264 for the year ended December 31, 2011, respectively. 91.44 percent has been contributed for police and 92.65 percent has been contributed for firefighters for 2013. The full amount has been contributed for 2012 and 2011.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 18 - Other Employee Benefits

A. Compensated Absences

City employees generally earn vacation and sick leave ranging from two to five weeks and fourteen to twenty-five days per year, respectively, based on length of service or hours worked for sick time. Vacation and sick leave accumulate on an hourly basis and are fully vested when earned. Accumulated vacation leave and accumulated sick days cannot exceed 50 or 120 days, respectively, at the end of any year. However, employees convert to cash, on a three-to-one basis, sick days accumulated in excess of 120 days. Twenty-five percent of unused sick leave plus any accumulated vacation leave is paid at termination, retirement or death.

In addition, employees of the City accumulate compensatory time for a portion of overtime hours worked based upon time and a half for police and fire department employees, and time and a half for other union employees. Employees are entitled to receive payments for their accumulated hours upon retirement or other termination from the City's payroll. Police and fire department employees can receive, on a quarterly basis for police and a semi-annual basis for fire, payments for portions of overtime accumulated, upon written request to the respective department Chief.

Fire Department personnel required to work a holiday are granted, at a later time, an eight or twenty-four hour off-duty period. All members may accumulate up to fourteen 24-hour holidays which would be paid at their hourly rate at the time of retirement or termination. Members have the option of receiving a payment of up to 144 holiday hours in lieu of time off. Payment for these hours is received in January of the following year. Police Department personnel who are required to work a holiday are granted a day off at a later time. Members have the option of receiving a payment of up to 120 holiday hours in lieu of time off. Payment for these hours is received in January of the following year.

B. Health and Life Insurance

City employees may choose between two health insurance providers. Medical Mutual serves as the third party administrator for the self-insured medical and health coverage to City employees. Kaiser Permanente is a traditionally funded HMO. For those employees choosing Kaiser Permanente, the monthly insurance premiums are paid by the City and partly by the employees. Minnesota Life Insurance Company provides life insurance and accidental death and dismemberment insurance to the City's employees.

Note 19 - Jointly Governed Organization

The West Shore Council of Governments helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The Board of Directors is comprised of one member from each of the six participating municipalities. The Board of Directors exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the Board of Directors. In 2013, the City contributed \$93,800.

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 20 – Construction Contractual and Other Commitments

A. Construction Contractual Commitments

The following were significant contractual commitments outstanding at December 31, 2013.

<u>Project</u>	<u>Contract Amount</u>	<u>Amount Paid</u>	<u>Amount Remaining</u>
Madison Ave. Signal Project	\$800,000	\$210,192	\$589,808
Waterline Improvements	400,000	16,428	383,572
Wastewater Improvements	7,104,500	886,459	6,218,041
Totals	<u>\$8,304,500</u>	<u>\$1,113,079</u>	<u>\$7,191,421</u>

B. Other Commitments

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year-end are components of fund balance for subsequent year expenditures and may be reported as part of restricted, committed, or assigned classifications of fund balance. As of December 31, 2013, the City's commitments for encumbrances in the governmental funds were as follows:

	<u>Encumbrances Outstanding</u>
Major Fund:	
General	<u>\$ 3,126,319</u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 21 – Interfund Transfers and Balances

A. Transfers

The General Fund transfers to the major and nonmajor governmental funds and to proprietary funds were made to provide additional resources for current operations. The transfers from General Fund, Police and Fire Pension Fund, Street and Highway Fund, Lakewood Hospital Fund, Water Fund, Sewer Fund, Parking Fund and Winterhurst Fund were to cover debt payments.

TRANSFERS IN	TRANSFERS OUT							Total Entity-wide
	Governmental activities				Business-Type Activities			
	Major Funds			Other Governmental Funds	Major Funds		Other Enterprise Funds	
	General	Police and Fire Pension	Debt Service		Water	Sewer		
<i>Governmental Activities</i>								
<u>Major Funds:</u>								
General	\$0	\$0	\$1,272,908	\$150,000	\$0	\$0	\$0	\$1,422,908
Debt Service	210,000	456,188	0	26,000	15,252	1,678,200	84,500	2,470,140
<u>Nonmajor Funds:</u>								
Office on Aging	680,000	0	0	0	0	0	0	680,000
Total Governmental Activities	890,000	456,188	1,272,908	176,000	15,252	1,678,200	84,500	4,573,048
<i>Business-Type Activities</i>								
<u>Nonmajor Funds:</u>								
Winterhurst	0	0	263,244	0	0	0	0	263,244
<i>Internal Service Funds</i>								
Hospitalization	1,317,649	0	0	0	0	0	0	1,317,649
Workers' Compensation	237,852	0	0	0	0	0	0	237,852
Total Entity-wide	<u>\$2,445,501</u>	<u>\$456,188</u>	<u>\$1,536,152</u>	<u>\$176,000</u>	<u>\$15,252</u>	<u>\$1,678,200</u>	<u>\$84,500</u>	<u>\$6,391,793</u>

City of Lakewood, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013
(Continued)

Note 21 – Interfund Transfers and Balances (Continued)

B. Interfund Receivables and Payables

Interfund receivables and payables are due to the timing of the receipt of grant monies by the major and nonmajor funds and short-term advances from the General Fund. It is also to cover those funds that owe the Hospitalization Fund and Workers' Compensation Fund for monthly premiums. All interfund balances will be repaid within one year. Interfund balances at December 31, 2013, consist of the following:

Interfund Payable	Interfund Receivable			
	General	Workers' Compensation	Hospitalization	Total
Governmental Funds				
Major Funds:				
General	\$0	\$10,016	\$296,024	\$306,040
Community Development Block Grant	0	62	1,822	1,884
Nonmajor Funds:				
Street and Highway	0	431	12,752	13,183
Office on Aging	0	339	10,019	10,358
Lakewood Hospital	0	432	12,752	13,184
Emergency Shelter Grant	5,000	0	0	5,000
Help-to-Others	15,000	0	0	15,000
FEMA	138,000	0	0	138,000
<i>Total Governmental Funds</i>	<u>158,000</u>	<u>11,280</u>	<u>333,369</u>	<u>502,649</u>
Proprietary Funds				
Major Funds:				
Water	0	400	11,841	12,241
Sewer	0	1,048	30,968	32,016
Nonmajor Funds:				
Parking Facilities	0	62	1,822	1,884
Winterhurst	185,000	0	0	185,000
<i>Total Proprietary Funds</i>	<u>185,000</u>	<u>1,510</u>	<u>44,631</u>	<u>231,141</u>
Total	<u><u>\$343,000</u></u>	<u><u>\$12,790</u></u>	<u><u>\$378,000</u></u>	<u><u>\$733,790</u></u>

Note 22 - Subsequent Event

On April 14, 2014, the City issued \$12,892,000 in various purpose bond anticipation notes at an annual interest rate of 1.0 percent that will mature on April 10, 2015. \$6,202,000 of the proceeds was used to retire the outstanding 2013 various purposes bond anticipation notes, and \$6,690,000 of the proceeds were used to provide resources for future capital improvement projects.



Combining Statements

Fund Descriptions – Nonmajor Governmental Funds

Non-Major Special Revenue Funds

Special Revenue funds are established to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. A description of the City's special revenue funds follows:

Street and Highway Fund	To account for and report restricted State gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City as required by the Ohio Revised Code.
Office on Aging Fund	To account for and report grants received from the Ohio Department of Aging restricted for the various programs assisting the senior citizens in the City.
Lakewood Hospital Fund	To account for and report ambulance service fees committed to providing emergency medical services (paramedic), lease payments received from Lakewood Hospital Association and various licenses, permits and fees.
Energy Efficiency Block Grant Fund	To account for and report grants received from United States Department of Energy restricted for costs associated with energy savings in municipal buildings.
Homeless Prevention Fund	To account for and report received from the Department of Development restricted for providing individuals with financial assistance and services.
Neighborhood Stabilization Fund	To account for and report grants received from the United States Department of Housing and Urban Development (HUD) restricted for assisting communities in purchasing for demolition or rehab housing structures in the City.
FEMA Fund	To account for and report grants received from the Federal government restricted to provide safety programs for the City and reimbursements in 2013 for Super Storm Sandy (federal declaration in October 2012).
Litter Control Grant Fund	To account for and report grants received from Ohio Department of Natural Resources restricted to assist with community cleanup and litter enforcement projects within the City.
Law and Drug Enforcement Trust Fund	To account for and report seized in the commitment of a felony and awarded to the City. Restricted for the purchases of equipment for use in the Police Department.
Federal Forfeiture Fund	To account for and report federal forfeitures restricted for specific law enforcement purposes.

Fund Descriptions – Nonmajor Governmental Funds

Indigent Drivers Alcohol Treatment Fund	To account for and report fines from persons convicted of “Driving while under the influence of alcohol (D.U.I.)” that are restricted for the rehabilitation of D.U.I. indigent citizens.
Enforcement and Education Fund	To account for and report fines imposed by the Courts which are used for programs aimed at further education and enforcement of D.U.I. laws, restricted for education and enforcement of D.U.I. laws.
Political Subdivision Fund	To account for and report fines imposed by the Courts which are restricted cost related to housing the D.U.I offender.
Computer Research and Maintenance Fund	To account for and report fines imposed by the Courts which are restricted to provide computerized research services and maintenance of the Court’s computer system.
Court Special Projects Fund	To account for and report fines imposed by the Courts which are restricted for Special Projects of the Lakewood Municipal Court.
Court Probation Services Fund	To account for and report fines imposed by the Courts which are restricted used for the operations of the Probation Department of the Lakewood Municipal Court.
Indigent Drivers Interlock and Alcohol Monitoring Fund (IDIAM)	To account for and report State grants received and restricted to cover costs of immobilizing or disabling devices for indigent defendants.
Emergency Shelter Grant Fund	To account for and report grants received from the United States Department of Housing and Urban Development (HUD) and restricted to funds the renovation, rehabilitation or conversion of buildings for use as emergency shelters for the homeless.
HOME Investment Program Fund	To account for and report grants from the United States Department of Housing and Urban Development (HUD) restricted to help first-time homebuyers with low and moderate income to purchase a new home.
Help-to-Others Fund	To account for and report camp registrations fees and donations committed to fund a youth program that promotes volunteerism.
Juvenile Diversion Fund	To account for and report grants received from Cuyahoga County restricted to establish or expand community policing programs.

Fund Descriptions – Nonmajor Governmental Funds

Family to Family Fund To account for and report grants received from Cuyahoga County restricted to fund wrap around services targeting identified at-risk youth and families.

Community Festival Fund To account for and report donations used for various community activities held during the year. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or committed revenue source.

Nonmajor Debt Service Fund

Debt Service funds are established to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest and to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. A description of the City's debt service fund follows:

Tax Increment Financing (TIF)
Bond Retirement Fund To account for and report all restricted tax increment financing activities.

Non-Major Capital Project Funds

Capital Project funds are established to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. A description of the City's capital project funds follows:

Permanent Capital Improvement Fund To account for and report note proceeds restricted for acquisition of equipment and the construction of general capital assets of the City.

Tax Increment Financing (TIF)
Capital Improvement Fund To account for and report bond proceeds and all payment made to the developers of Rockport and Vedda Printing restricted for TIF activities.

City Park Improvement Fund To account for and report donations committed to the improvement of the City Park.

City of Lakewood, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$2,107,696	\$113,955	\$1,804,106	\$4,025,757
Cash and Cash Equivalents:				
In Segregated Accounts	137,855	0	24,552	162,407
Materials and Supplies Inventory	113,220	0	0	113,220
Accrued Interest Receivable	10	0	0	10
Accounts Receivable	545,330	44,352	0	589,682
Intergovernmental Receivable	999,547	0	59,013	1,058,560
Special Assessments Receivable	25,481	0	0	25,481
Payments in Lieu of Taxes Receivable	0	559,808	0	559,808
Assets Held for Resale	261,302	0	0	261,302
Total Assets	<u>\$4,190,441</u>	<u>\$718,115</u>	<u>\$1,887,671</u>	<u>\$6,796,227</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$131,583	\$40,872	\$36,153	\$208,608
Accrued Wages and Benefits	138,474	0	0	138,474
Intergovernmental Payable	34,888	0	0	34,888
Retainage Payable	5,543	0	24,552	30,095
Interfund Payable	194,725	0	0	194,725
Total Liabilities	<u>505,213</u>	<u>40,872</u>	<u>60,705</u>	<u>606,790</u>
Deferred Inflows of Resources:				
Property Taxes and Payments in Lieu of Taxes	0	503,145	0	503,145
Unavailable Revenue - Delinquent Payments in Lieu of Taxes	0	56,663	0	56,663
Unavailable Revenue - Other	541,167	0	0	541,167
Total Deferred Inflows of Resources	<u>541,167</u>	<u>559,808</u>	<u>0</u>	<u>1,100,975</u>
Fund Balances:				
Nonspendable	113,220	0	0	113,220
Restricted	2,152,377	117,435	1,756,111	4,025,923
Committed	897,732	0	70,855	968,587
Unassigned (Deficit)	(19,268)	0	0	(19,268)
Total Fund Balance	<u>3,144,061</u>	<u>117,435</u>	<u>1,826,966</u>	<u>5,088,462</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$4,190,441</u>	<u>\$718,115</u>	<u>\$1,887,671</u>	<u>\$6,796,227</u>

City of Lakewood, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Payments in Lieu of Taxes	\$0	\$483,679	\$0	\$483,679
Intergovernmental	3,676,131	32,276	94,364	3,802,771
Interest	15	0	0	15
Fines and Forfeitures	221,427	0	0	221,427
Charges for Services	2,479,653	0	0	2,479,653
Contributions and Donations	75,790	0	0	75,790
Special Assessments	31,511	0	0	31,511
All Other Revenues	126,789	11,710	24,366	162,865
Total Revenues	<u>6,611,316</u>	<u>527,665</u>	<u>118,730</u>	<u>7,257,711</u>
EXPENDITURES				
Security of Persons and Property:				
Police	129,180	0	0	129,180
Fire	1,938,227	0	0	1,938,227
Public Health Services	1,300,270	0	0	1,300,270
Leisure Time Activities	15,673	0	0	15,673
Community Environment	1,178,072	0	0	1,178,072
Basic Utility Services	35,893	0	0	35,893
Transportation	1,880,557	0	0	1,880,557
General Government	187,720	63,793	0	251,513
Capital Outlay	220,066	0	1,743,264	1,963,330
Debt Service:				
Principal Retirement	50,017	235,000	0	285,017
Interest and Fiscal Charges	12,800	211,267	0	224,067
Total Expenditures	<u>6,948,475</u>	<u>510,060</u>	<u>1,743,264</u>	<u>9,201,799</u>
Excess of Revenues Over (Under) Expenditures	<u>(337,159)</u>	<u>17,605</u>	<u>(1,624,534)</u>	<u>(1,944,088)</u>
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	11,656	0	0	11,656
Inception of Capital Lease	220,066	0	0	220,066
Bond Anticipation Notes Issued	0	0	2,482,000	2,482,000
Transfer In	680,000	0	0	680,000
Transfer Out	(176,000)	0	0	(176,000)
Total Other Financing Sources (Uses)	<u>735,722</u>	<u>0</u>	<u>2,482,000</u>	<u>3,217,722</u>
Net Change in Fund Balances	398,563	17,605	857,466	1,273,634
Fund Balances - Beginning of Year	2,745,498	99,830	969,500	3,814,828
Fund Balances - End of Year	<u>\$3,144,061</u>	<u>\$117,435</u>	<u>\$1,826,966</u>	<u>\$5,088,462</u>

City of Lakewood, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Street and Highway	Litter Control Grant	Law and Drug Enforcement Trust	Federal Forfeiture	Indigent Drivers Alcohol Treatment
ASSETS					
Equity in Pooled Cash and Cash Equivalents	\$661,761	\$5,709	\$162,210	\$9,280	\$171,647
Cash and Cash Equivalents:					
In Segregated Accounts	5,543	0	0	0	0
Materials and Supplies Inventory	113,220	0	0	0	0
Accrued Interest Receivable	0	0	0	10	0
Accounts Receivable	0	0	619	0	644
Intergovernmental Receivable	802,530	0	0	0	0
Special Assessments Receivable	8,500	0	0	0	0
Assets held for Resale	0	0	0	0	0
Total Assets	\$1,591,554	\$5,709	\$162,829	\$9,290	\$172,291
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$60,700	\$0	\$180	\$0	\$0
Accrued Wages and Benefits	44,352	0	0	0	0
Intergovernmental Payable	12,638	0	0	0	0
Retainage Payable	5,543	0	0	0	0
Interfund Payable	13,183	0	0	0	0
Total Liabilities	136,416	0	180	0	0
Deferred Inflows of Resources:					
Unavailable Revenue - Other	524,186	0	0	0	0
Total Deferred Inflows of Resources	524,186	0	0	0	0
Fund Balances:					
Nonspendable	113,220	0	0	0	0
Restricted	817,732	5,709	162,649	9,290	172,291
Committed	0	0	0	0	0
Unassigned (Deficit)	0	0	0	0	0
Total Fund Balances (Deficit)	930,952	5,709	162,649	9,290	172,291
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$1,591,554	\$5,709	\$162,829	\$9,290	\$172,291

(Continued)

City of Lakewood, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2013

	Enforcement and Education	Political Subdivision	Computer Research and Maintenance	Court Special Projects
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$44,301	\$16,018	\$30,654	\$206,783
Cash and Cash Equivalents:				
In Segregated Accounts	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
Accrued Interest Receivable	0	0	0	0
Accounts Receivable	275	0	2,395	10,086
Intergovernmental Receivable	0	0	0	0
Special Assessments Receivable	0	0	0	0
Assets held for Resale	0	0	0	0
Total Assets	\$44,576	\$16,018	\$33,049	\$216,869
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$0	\$0	\$5,558	\$14,259
Accrued Wages and Benefits	0	0	0	1,402
Intergovernmental Payable	0	0	0	370
Retainage Payable	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	0	0	5,558	16,031
Deferred Inflows of Resources:				
Unavailable Revenue - Other	0	0	0	0
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	44,576	16,018	27,491	200,838
Committed	0	0	0	0
Unassigned (Deficit)	0	0	0	0
Total Fund Balances (Deficit)	44,576	16,018	27,491	200,838
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$44,576	\$16,018	\$33,049	\$216,869

<u>Court Probation Services</u>	<u>Indigent Drivers Interlock and Alcohol Monitoring</u>	<u>Emergency Shelter Grant</u>	<u>HOME Investment Program</u>	<u>Energy Efficiency Block Grant</u>	<u>Neighborhood Stabilization</u>	<u>Homeless Prevention</u>	<u>Office on Aging</u>
\$20,030	\$64,070	\$4,400	\$15,673	\$50,213	\$205,975	\$155	\$67,093
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
3,083	1,389	0	0	0	0	0	0
0	0	0	14,000	0	0	0	14,179
0	0	0	0	0	0	0	0
0	0	0	0	0	261,302	0	0
<u>\$23,113</u>	<u>\$65,459</u>	<u>\$4,400</u>	<u>\$29,673</u>	<u>\$50,213</u>	<u>\$467,277</u>	<u>\$155</u>	<u>\$81,272</u>
\$591	\$0	\$18,668	\$1,263	\$0	\$409	\$0	\$11,840
1,790	0	0	0	0	0	0	25,918
466	0	0	0	0	0	0	6,945
0	0	0	0	0	0	0	0
0	0	5,000	0	0	0	0	10,358
<u>2,847</u>	<u>0</u>	<u>23,668</u>	<u>1,263</u>	<u>0</u>	<u>409</u>	<u>0</u>	<u>55,061</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0	0	0
20,266	65,459	0	28,410	50,213	466,868	155	26,211
0	0	0	0	0	0	0	0
0	0	(19,268)	0	0	0	0	0
<u>20,266</u>	<u>65,459</u>	<u>(19,268)</u>	<u>28,410</u>	<u>50,213</u>	<u>466,868</u>	<u>155</u>	<u>26,211</u>
<u>\$23,113</u>	<u>\$65,459</u>	<u>\$4,400</u>	<u>\$29,673</u>	<u>\$50,213</u>	<u>\$467,277</u>	<u>\$155</u>	<u>\$81,272</u>

(Continued)

City of Lakewood, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2013

	Lakewood Hospital	Help-to- Others	Juvenile Diversion	Family to Family	FEMA	Total Nonmajor Special Revenue Funds
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$328,369	\$21,182	\$10,849	\$9,743	\$1,581	\$2,107,696
Cash and Cash Equivalents:						
In Segregated Accounts	132,312	0	0	0	0	137,855
Materials and Supplies Inventory	0	0	0	0	0	113,220
Accrued Interest Receivable	0	0	0	0	0	10
Accounts Receivable	526,839	0	0	0	0	545,330
Intergovernmental Receivable	0	0	4,049	25,589	139,200	999,547
Special Assessments Receivable	16,981	0	0	0	0	25,481
Assets held for Resale	0	0	0	0	0	261,302
Total Assets	\$1,004,501	\$21,182	\$14,898	\$35,332	\$140,781	\$4,190,441
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$16,839	\$75	\$0	\$1,201	\$0	\$131,583
Accrued Wages and Benefits	54,765	0	493	9,754	0	138,474
Intergovernmental Payable	11,107	0	258	3,104	0	34,888
Retainage Payable	0	0	0	0	0	5,543
Interfund Payable	13,184	15,000	0	0	138,000	194,725
Total Liabilities	95,895	15,075	751	14,059	138,000	505,213
Deferred Inflows of Resources:						
Unavailable Revenue - Other	16,981	0	0	0	0	541,167
Total Deferred Inflows of Resources	16,981	0	0	0	0	541,167
Fund Balances:						
Nonspendable	0	0	0	0	0	113,220
Restricted	0	0	14,147	21,273	2,781	2,152,377
Committed	891,625	6,107	0	0	0	897,732
Unassigned (Deficit)	0	0	0	0	0	(19,268)
Total Fund Balances (Deficit)	891,625	6,107	14,147	21,273	2,781	3,144,061
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$1,004,501	\$21,182	\$14,898	\$35,332	\$140,781	\$4,190,441

City of Lakewood, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	Street and Highway	Litter Control Grant	Law and Drug Enforcement Trust	Federal Forfeiture	Indigent Drivers Alcohol Treatment
REVENUES					
Intergovernmental	\$1,893,249	\$1,488	\$0	\$3,946	\$3,312
Interest	0	0	0	15	0
Fines and Forfeitures	0	0	8,281	0	8,810
Charges for Services	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Special Assessments	12,141	0	0	0	0
All Other Revenues	63,101	0	36,044	0	0
Total Revenues	1,968,491	1,488	44,325	3,961	12,122
EXPENDITURES					
Security of Persons and Property					
Police and Other	0	0	78,022	3,011	0
Fire	0	0	0	0	0
Public Health Services	0	0	0	0	0
Leisure Time Activities	0	0	0	0	0
Community Environment	0	2,077	0	0	0
Basic Utility Services	0	0	0	0	0
Transportation	1,823,010	0	0	0	0
General Government	0	0	0	0	999
Capital Outlay	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	1,823,010	2,077	78,022	3,011	999
Excess of Revenues Over (Under) Expenditures	145,481	(589)	(33,697)	950	11,123
OTHER FINANCING SOURCES					
Sale of Capital Assets	0	0	11,656	0	0
Inception of Capital Lease	0	0	0	0	0
Transfers In	0	0	0	0	0
Transfers Out	(24,800)	0	0	0	0
Total Other Financing Sources	(24,800)	0	11,656	0	0
Net Change in Fund Balances	120,681	(589)	(22,041)	950	11,123
Fund Balances - Beginning of Year	810,271	6,298	184,690	8,340	161,168
Fund Balances - End of Year	\$930,952	\$5,709	\$162,649	\$9,290	\$172,291

(Continued)

City of Lakewood, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2013

	Enforcement and Education	Political Subdivision	Computer Research and Maintenance	Court Special Projects	Court Probation Services
REVENUES					
Intergovernmental	\$3,000	\$0	\$0	\$0	\$0
Interest	0	0	0	0	0
Fines and Forfeitures	3,788	927	29,831	122,604	32,830
Charges for Services	0	0	0	0	0
Contributions and Donations	0	0	0	0	0
Special Assessments	0	0	0	0	0
All Other Revenues	2,000	0	0	0	0
Total Revenues	8,788	927	29,831	122,604	32,830
EXPENDITURES					
Security of Persons and Property					
Police and Other	25,840	0	0	0	0
Fire	0	0	0	0	0
Public Health Services	0	0	0	0	0
Leisure Time Activities	0	0	0	0	0
Community Environment	0	0	0	0	0
Basic Utility Services	0	0	0	0	0
Transportation	0	0	0	0	0
General Government	0	0	42,887	91,503	29,460
Capital Outlay	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	25,840	0	42,887	91,503	29,460
Excess of Revenues Over (Under) Expenditures	(17,052)	927	(13,056)	31,101	3,370
OTHER FINANCING SOURCES					
Sale of Capital Assets	0	0	0	0	0
Inception of Capital Lease	0	0	0	0	0
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	(150,000)	0
Total Other Financing Sources	0	0	0	(150,000)	0
Net Change in Fund Balances	(17,052)	927	(13,056)	(118,899)	3,370
Fund Balances - Beginning of Year, Restated	61,628	15,091	40,547	319,737	16,896
Fund Balances - End of Year	\$44,576	\$16,018	\$27,491	\$200,838	\$20,266

Indigent Drivers Interlock and Alcohol Monitoring	Emergency Shelter Grant	HOME Investment Program	Energy Efficiency Block Grant	Neighborhood Stabilization	Homeless Prevention	Office on Aging
\$0	\$218,478	\$449,597	\$0	\$199,710	\$0	\$94,840
0	0	0	0	0	0	0
14,356	0	0	0	0	0	0
0	0	0	0	0	0	90,012
0	0	0	0	0	0	75,790
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>14,356</u>	<u>218,478</u>	<u>449,597</u>	<u>0</u>	<u>199,710</u>	<u>0</u>	<u>260,642</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	900,119
0	0	0	0	0	0	0
0	218,116	420,813	0	62,114	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
0	0	0	0	0	0	0
<u>0</u>	<u>218,116</u>	<u>420,813</u>	<u>0</u>	<u>62,114</u>	<u>0</u>	<u>900,119</u>
<u>14,356</u>	<u>362</u>	<u>28,784</u>	<u>0</u>	<u>137,596</u>	<u>0</u>	<u>(639,477)</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	680,000
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>680,000</u>
<u>14,356</u>	<u>362</u>	<u>28,784</u>	<u>0</u>	<u>137,596</u>	<u>0</u>	<u>40,523</u>
<u>51,103</u>	<u>(19,630)</u>	<u>(374)</u>	<u>50,213</u>	<u>329,272</u>	<u>155</u>	<u>(14,312)</u>
<u>\$65,459</u>	<u>(\$19,268)</u>	<u>\$28,410</u>	<u>\$50,213</u>	<u>\$466,868</u>	<u>\$155</u>	<u>\$26,211</u>

(Continued)

City of Lakewood, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2013

	Lakewood Hospital	Help-to- Others	Juvenile Diversion	Family to Family	FEMA	Total Nonmajor Special Revenue Funds
REVENUES						
Intergovernmental	\$0	\$0	\$35,861	\$344,871	\$427,779	\$3,676,131
Interest	0	0	0	0	0	15
Fines and Forfeitures	0	0	0	0	0	221,427
Charges for Services	2,375,131	14,510	0	0	0	2,479,653
Contributions and Donations	0	0	0	0	0	75,790
Special Assessments	19,370	0	0	0	0	31,511
All Other Revenues	4,350	18,279	3,015	0	0	126,789
Total Revenues	<u>2,398,851</u>	<u>32,789</u>	<u>38,876</u>	<u>344,871</u>	<u>427,779</u>	<u>6,611,316</u>
EXPENDITURES						
Security of Persons and Property						
Police and Other	0	0	0	0	22,307	129,180
Fire	1,729,138	0	0	0	209,089	1,938,227
Public Health Services	400,151	0	0	0	0	1,300,270
Leisure Time Activities	0	0	0	0	15,673	15,673
Community Environment	0	32,784	36,088	344,462	61,618	1,178,072
Basic Utility Services	0	0	0	0	35,893	35,893
Transportation	0	0	0	0	57,547	1,880,557
General Government	0	0	0	0	22,871	187,720
Capital Outlay	220,066	0	0	0	0	220,066
Debt Service:						
Principal Retirement	50,017	0	0	0	0	50,017
Interest and Fiscal Charges	12,800	0	0	0	0	12,800
Total Expenditures	<u>2,412,172</u>	<u>32,784</u>	<u>36,088</u>	<u>344,462</u>	<u>424,998</u>	<u>6,948,475</u>
Excess of Revenues Over (Under) Expenditures	<u>(13,321)</u>	<u>5</u>	<u>2,788</u>	<u>409</u>	<u>2,781</u>	<u>(337,159)</u>
OTHER FINANCING SOURCES						
Sale of Capital Assets	0	0	0	0	0	11,656
Inception of Capital Lease	220,066	0	0	0	0	220,066
Transfers In	0	0	0	0	0	680,000
Transfers Out	(1,200)	0	0	0	0	(176,000)
Total Other Financing Sources	<u>218,866</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>735,722</u>
Net Change in Fund Balances	205,545	5	2,788	409	2,781	398,563
Fund Balances - Beginning of Year	686,080	6,102	11,359	20,864	0	2,745,498
Fund Balances - End of Year	<u>\$891,625</u>	<u>\$6,107</u>	<u>\$14,147</u>	<u>\$21,273</u>	<u>\$2,781</u>	<u>\$3,144,061</u>

City of Lakewood, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2013

	Permanent Capital Improvement	City Park Improvement	Tax Increment Financing Capital Improvement	Total Nonmajor Capital Projects Funds
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$1,504,466	\$76,429	\$223,211	\$1,804,106
Cash and Cash Equivalents:				
In Segregated Accounts	2,124	710	21,718	24,552
Intergovernmental Receivable	59,013	0	0	59,013
Total Assets	<u>\$1,565,603</u>	<u>\$77,139</u>	<u>\$244,929</u>	<u>\$1,887,671</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$30,579	\$5,574	\$0	\$36,153
Retainage Payable	2,124	710	21,718	24,552
Total Liabilities	<u>32,703</u>	<u>6,284</u>	<u>21,718</u>	<u>60,705</u>
Fund Balances:				
Restricted	1,532,900	0	223,211	1,756,111
Committed	0	70,855	0	70,855
Total Fund Balances	<u>1,532,900</u>	<u>70,855</u>	<u>223,211</u>	<u>1,826,966</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$1,565,603</u>	<u>\$77,139</u>	<u>\$244,929</u>	<u>\$1,887,671</u>

City of Lakewood, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013

	Permanent Capital Improvement	City Park Improvement	Tax Increment Financing Capital Improvement	Total Nonmajor Capital Projects Funds
REVENUES				
Intergovernmental	\$94,364	\$0	\$0	\$94,364
All Other Revenues	10,000	14,366	0	24,366
Total Revenues	<u>104,364</u>	<u>14,366</u>	<u>0</u>	<u>118,730</u>
EXPENDITURES				
Capital Outlay	1,705,768	37,496	0	1,743,264
Total Expenditures	<u>1,705,768</u>	<u>37,496</u>	<u>0</u>	<u>1,743,264</u>
Excess of Revenues (Under) Expenditures	<u>(1,601,404)</u>	<u>(23,130)</u>	<u>0</u>	<u>(1,624,534)</u>
OTHER FINANCING SOURCES				
Bond Anticipation Notes Issued	2,482,000	0	0	2,482,000
Total Other Financing Sources	<u>2,482,000</u>	<u>0</u>	<u>0</u>	<u>2,482,000</u>
Net Change in Fund Balances	880,596	(23,130)	0	857,466
Fund Balances - Beginning of Year	652,304	93,985	223,211	969,500
Fund Balances - End of Year	<u>\$1,532,900</u>	<u>\$70,855</u>	<u>\$223,211</u>	<u>\$1,826,966</u>

Fund Descriptions – Nonmajor Proprietary Funds

Nonmajor Enterprise Funds

Enterprise Funds are established to account for operations that are financed by user charges for goods or services provided primarily to the general public.

Parking Facilities Fund	To account for and report the off-street parking services provided by the City.
Winterhurst Ice Rink Fund	To account for and report the revenues and costs of operating the municipal ice rink facility.

Internal Service Funds

Internal Service Funds are established to account for the financing of significant goods or services provided by one department or agency to other departments or agencies of the City, or other governments on a cost reimbursement basis.

Hospitalization Fund	To account for and report the premiums charged to City funds and the payments incurred for claims.
Workers' Compensation Fund	To account for and report workers' compensation costs incurred under the State's retrospectively rated workers' compensation program.

City of Lakewood, Ohio
Combining Statement of Net Position
Nonmajor Enterprise Funds
December 31, 2013

	Parking Facilities	Winterhurst Ice Rink	Total Nonmajor Enterprise Funds
ASSETS			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$277,016	\$32,677	\$309,693
Cash and Cash Equivalents:			
In Segregated Accounts	5,852	0	5,852
Materials and Supplies Inventory	90,552	0	90,552
Accounts Receivable	0	250,512	250,512
Total Current Assets	373,420	283,189	656,609
Noncurrent Assets:			
Capital Assets:			
Land	77,120	10	77,130
Construction in Progress	179,437	0	179,437
Depreciable Capital Assets, Net of Depreciation	395,632	4,728,678	5,124,310
Total Noncurrent Assets	652,189	4,728,688	5,380,877
Total Assets	1,025,609	5,011,877	6,037,486
DEFERRED OUTFLOWS OF RESOURCES			
Deferral on Refunding	0	31,758	31,758
Total Deferred Outflows of Resources	0	31,758	31,758
LIABILITIES			
Current Liabilities:			
Accounts Payable	55,127	96,330	151,457
Accrued Wages	4,153	0	4,153
Retainage Payable	5,852	0	5,852
Intergovernmental Payable	1,353	0	1,353
Interfund Payable	1,884	185,000	186,884
Compensated Absences Payable	16,821	0	16,821
Accrued Interest Payable	799	1,619	2,418
General Obligation Bonds Payable	25,000	94,977	119,977
Capital Leases Payable	1,269	122,771	124,040
Total Current Liabilities	112,258	500,697	612,955
Noncurrent Liabilities:			
Compensated Absences Payable	483	0	483
General Obligation Bonds Payable	196,579	441,162	637,741
Capital Leases Payable	10,411	484,660	495,071
Total Noncurrent Liabilities	207,473	925,822	1,133,295
Total Liabilities	319,731	1,426,519	1,746,250
NET POSITION			
Net Investment in Capital Assets	418,930	3,616,876	4,035,806
Unrestricted	286,948	240	287,188
Total Net Position	\$705,878	\$3,617,116	\$4,322,994

City of Lakewood, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Nonmajor Enterprise Funds
For the Year Ended December 31, 2013

	Parking Facilities	Winterhurst Ice Rink	Total Nonmajor Enterprise Funds
OPERATING REVENUES			
Charges for Services	\$425,848	\$181,272	\$607,120
Miscellaneous	0	77,282	77,282
Total Operating Revenues	425,848	258,554	684,402
OPERATING EXPENSES			
Salaries	167,363	0	167,363
Property Taxes	48,688	57,153	105,841
Utilities	25,253	244,665	269,918
Contractual Services	495	0	495
Depreciation	26,144	84,944	111,088
Other	22,781	0	22,781
Total Operating Expense	290,724	386,762	677,486
Operating Income (Loss)	135,124	(128,208)	6,916
NONOPERATING REVENUES (EXPENSES)			
Interest and Fiscal Charges	(9,608)	(42,788)	(52,396)
Total Nonoperating Revenues (Expenses)	(9,608)	(42,788)	(52,396)
Transfers In	0	263,244	263,244
(Transfers Out)	(4,500)	(80,000)	(84,500)
Change in Net Position	121,016	12,248	133,264
Net Position - Beginning of Year	584,862	3,604,868	4,189,730
Net Position - End of Year	\$705,878	\$3,617,116	\$4,322,994

City of Lakewood, Ohio
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended December 31, 2013

	Parking Facilities	Winterhurst Ice Rink	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$425,848	\$337,174	\$763,022
Cash Received from Other Operating Sources	0	77,282	77,282
Cash Payments for Employee Services and Benefits	(172,325)	0	(172,325)
Cash Payments for Goods and Services	(122,484)	(313,307)	(435,791)
Cash Payments for Other Operating Expenses	(22,781)	0	(22,781)
Net Cash Provided by Operating Activities	<u>108,258</u>	<u>101,149</u>	<u>209,407</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Advances In	0	125,000	125,000
Advances Out	0	(160,000)	(160,000)
Transfers In	0	263,244	263,244
Transfers Out	(4,500)	(80,000)	(84,500)
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>(4,500)</u>	<u>148,244</u>	<u>143,744</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal Paid on Debt	(27,569)	(216,845)	(244,414)
Interest Paid on Debt	(9,681)	(46,399)	(56,080)
Payments for Capital Acquisitions	(198,388)	0	(198,388)
Net Cash Used in Capital and Related Financing Activities	<u>(235,638)</u>	<u>(263,244)</u>	<u>(498,882)</u>
Net Decrease in Cash and Cash Equivalents	(131,880)	(13,851)	(145,731)
Cash and Cash Equivalents - Beginning of Year	414,748	46,528	461,276
Cash and Cash Equivalents - End of Year	<u><u>\$282,868</u></u>	<u><u>\$32,677</u></u>	<u><u>\$315,545</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$135,124	(\$128,208)	\$6,916
Adjustments:			
Depreciation	26,144	84,944	111,088
(Increase) Decrease in Assets:			
Accounts Receivable	0	155,902	155,902
Materials and Supplies Inventory	(50,852)	0	(50,852)
Increase (Decrease) in Liabilities:			
Accounts Payable	2,804	(11,489)	(8,685)
Accrued Wages and Benefits	(1,635)	0	(1,635)
Compensated Absences Payable	(2,771)	0	(2,771)
Interfund Payable	554	0	554
Intergovernmental Payable	(1,110)	0	(1,110)
Net Cash Provided by Operating Activities	<u><u>\$108,258</u></u>	<u><u>\$101,149</u></u>	<u><u>\$209,407</u></u>

City of Lakewood, Ohio
Combining Statement of Net Position
Nonmajor Internal Service Funds
December 31, 2013

	<u>Hospitalization</u>	<u>Workers' Compensation</u>	<u>Total Nonmajor Internal Service Funds</u>
ASSETS			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$2,645,235	\$704,351	\$3,349,586
Interfund Receivable	378,000	12,790	390,790
Total Assets	<u>3,023,235</u>	<u>717,141</u>	<u>3,740,376</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	19,164	0	19,164
Intergovernmental Payable	0	57,201	57,201
Claims Payable	378,000	12,790	390,790
Total Current Liabilities	<u>397,164</u>	<u>69,991</u>	<u>467,155</u>
Noncurrent Liabilities:			
Claims Payable	0	131,461	131,461
Total Liabilities	<u>397,164</u>	<u>201,452</u>	<u>598,616</u>
NET POSITION			
Unrestricted	2,626,071	515,689	3,141,760
Total Net Position	<u>\$2,626,071</u>	<u>\$515,689</u>	<u>\$3,141,760</u>

City of Lakewood, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Nonmajor Internal Service Funds
For the Year Ended December 31, 2013

	<u>Hospitalization</u>	<u>Workers' Compensation</u>	<u>Total Nonmajor Internal Service Funds</u>
OPERATING REVENUES			
Charges for Services	\$2,913,269	\$257,171	\$3,170,440
Miscellaneous	765,643	4,083	769,726
Total Operating Revenues	<u>3,678,912</u>	<u>261,254</u>	<u>3,940,166</u>
OPERATING EXPENSES			
Contractual Services	20,360	100,589	120,949
Claims	5,050,220	330,684	5,380,904
Total Operating Expense	<u>5,070,580</u>	<u>431,273</u>	<u>5,501,853</u>
Operating (Loss)	<u>(1,391,668)</u>	<u>(170,019)</u>	<u>(1,561,687)</u>
Transfers In	<u>1,317,649</u>	<u>237,852</u>	<u>1,555,501</u>
Change in Net Position	(74,019)	67,833	(6,186)
Net Position - Beginning of Year	<u>2,700,090</u>	<u>447,856</u>	<u>3,147,946</u>
Net Position - End of Year	<u><u>\$2,626,071</u></u>	<u><u>\$515,689</u></u>	<u><u>\$3,141,760</u></u>

City of Lakewood, Ohio
Combining Statement of Cash Flows
Nonmajor Internal Service Funds
For the Year Ended December 31, 2013

	<u>Hospitalization</u>	<u>Workers'</u> <u>Compensation</u>	<u>Total</u> <u>Nonmajor</u> <u>Internal</u> <u>Service</u> <u>Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers and Users	\$2,799,300	\$264,972	\$3,064,272
Other Cash Receipts	765,643	4,083	769,726
Cash Payments for Goods and Services	(57,548)	(129,150)	(186,698)
Cash Payments for Claims	(4,936,251)	(319,879)	(5,256,130)
Net Cash Used in Operating Activities	<u>(1,428,856)</u>	<u>(179,974)</u>	<u>(1,608,830)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers In	1,317,649	237,852	1,555,501
Net Cash Provided by Noncapital Financing Activities	<u>1,317,649</u>	<u>237,852</u>	<u>1,555,501</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(111,207)	57,878	(53,329)
Cash and Cash Equivalents - Beginning of Year	2,756,442	646,473	3,402,915
Cash and Cash Equivalents - End of Year	<u><u>\$2,645,235</u></u>	<u><u>\$704,351</u></u>	<u><u>\$3,349,586</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH USED IN OPERATING ACTIVITIES			
Operating (Loss)	(\$1,391,668)	(\$170,019)	(\$1,561,687)
Adjustments:			
(Increase) Decrease in Assets:			
Interfund Receivable	(113,969)	7,801	(106,168)
Increase (Decrease) in Liabilities:			
Accounts Payable	(37,188)	0	(37,188)
Intergovernmental Payable	0	(28,561)	(28,561)
Claims Payable	113,969	10,805	124,774
Net Cash Used in Operating Activities	<u><u>(\$1,428,856)</u></u>	<u><u>(\$179,974)</u></u>	<u><u>(\$1,608,830)</u></u>

Fund Descriptions – Fiduciary Funds

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. 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

To hold and report funds received from a contractor, developer, or individual to ensure compliance with the ordinances of the City of Lakewood.

City of Lakewood, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2013

	<u>Balance</u> <u>12/31/2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2013</u>
Deposits				
Assets				
Equity in Pooled Cash and Cash Equivalents	<u>\$1,146,816</u>	<u>\$31,400,366</u>	<u>\$31,359,827</u>	<u>\$1,187,355</u>
Liabilities				
Deposits Held and Due to Others	<u>\$1,146,816</u>	<u>\$31,400,366</u>	<u>\$31,359,827</u>	<u>\$1,187,355</u>

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

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$6,169,153	\$6,529,200	\$360,047
Municipal Income Taxes	18,707,602	20,196,474	1,488,872
Charges for Services	1,326,186	1,361,423	35,237
Licenses, Permits and Fees	1,964,397	1,962,750	(1,647)
Fines and Forfeitures	1,631,970	1,448,148	(183,822)
Intergovernmental	2,789,374	3,440,358	650,984
Interest	5,931	10,899	4,968
Miscellaneous	118,504	148,770	30,266
<i>Total Revenues</i>	<u>32,713,117</u>	<u>35,098,022</u>	<u>2,384,905</u>
Expenditures			
Current:			
General Government:			
Council			
Salaries	123,563	122,614	949
Fringe Benefits	25,413	25,237	176
Professional Services	9,625	9,241	384
Communications	400	383	17
Materials and Supplies	275	244	31
Other	1,850	1,850	0
Total Council	<u>161,126</u>	<u>159,569</u>	<u>1,557</u>
Municipal Court			
Salaries	946,050	889,764	56,286
Fringe Benefits	152,467	131,488	20,979
Travel and Transportation	2,150	1,760	390
Professional Services	58,852	38,921	19,931
Communications	44,500	37,830	6,670
Materials and Supplies	22,150	15,370	6,780
Other	21,648	15,729	5,919
Total Municipal Court	<u>1,247,817</u>	<u>1,130,862</u>	<u>116,955</u>

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Civil Service			
Salaries	\$55,565	\$55,070	\$495
Fringe Benefits	15,139	15,013	126
Professional Services	15,449	15,448	1
Communications	570	542	28
Materials and Supplies	70	66	4
Other	50	3	47
Total Civil Service	<u>86,843</u>	<u>86,142</u>	<u>701</u>
Mayor's Office			
Salaries	169,150	168,806	344
Fringe Benefits	45,976	45,657	319
Professional Services	6,635	6,620	15
Communications	1,825	1,710	115
Materials and Supplies	1,975	1,709	266
Other	758	637	121
Total Mayor's Office	<u>226,319</u>	<u>225,139</u>	<u>1,180</u>
Human Resources			
Salaries	168,130	166,749	1,381
Fringe Benefits	44,736	44,639	97
Professional Services	22,090	21,248	842
Communications	1,325	1,192	133
Materials and Supplies	3,455	3,375	80
Other	1,950	1,895	55
Total Human Resources	<u>241,686</u>	<u>239,098</u>	<u>2,588</u>

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Community Relations			
Salaries	\$54,541	\$53,749	\$792
Fringe Benefits	16,930	16,705	225
Professional Services	4,225	4,194	31
Communications	3,950	3,267	683
Contractual Services	5,000	5,000	0
Materials and Supplies	1,075	1,158	(83)
Other	815	669	146
Total Community Relations	86,536	84,742	1,794
Public Works Administration			
Salaries	41,198	32,452	8,746
Fringe Benefits	30,952	30,278	674
Travel and Transportation	700	578	122
Professional Services	2,100	1,889	211
Communications	1,550	1,382	168
Materials and Supplies	1,370	1,093	277
Other	925	676	249
Total Public Works Administration	78,795	68,348	10,447
Buildings and Facilities			
Salaries	85,719	85,718	1
Fringe Benefits	13,246	13,243	3
Total Buildings and Facilities	98,965	98,961	4

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Fleet Management			
Salaries	\$516,216	\$515,043	\$1,173
Fringe Benefits	168,060	166,558	1,502
Travel and Transportation	550	274	276
Professional Services	12,300	12,269	31
Communications	1,610	1,425	185
Contractual Services	17,501	15,699	1,802
Materials and Supplies	485,325	478,465	6,860
Other	16,665	14,944	1,721
Total Fleet Management	1,218,227	1,204,677	13,550
Engineering			
Salaries	148,039	141,847	6,192
Fringe Benefits	47,717	46,074	1,643
Travel and Transportation	375	182	193
Professional Services	2,000	1,244	756
Communications	1,450	1,282	168
Contractual Services	44,000	37,820	6,180
Materials and Supplies	1,575	1,216	359
Other	3,250	2,750	500
Total Engineering	248,406	232,415	15,991
Finance			
Salaries	366,300	361,982	4,318
Fringe Benefits	114,198	113,004	1,194
Travel and Transportation	475	195	280
Professional Services	64,713	51,255	13,458
Communications	4,750	4,072	678
Contractual Services	2,500	1,693	807
Materials and Supplies	2,500	2,281	219
Other	2,844	2,718	126
Total Finance	558,280	537,200	21,080

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Income Tax			
Salaries	\$354,139	\$354,036	\$103
Fringe Benefits	95,189	94,169	1,020
Travel and Transportation	715	562	153
Professional Services	60,030	53,617	6,413
Communications	60,800	59,089	1,711
Contractual Services	1,850	1,631	219
Materials and Supplies	5,375	4,361	1,014
Refunds	425,000	421,410	3,590
Other	79,926	77,224	2,702
Total Income Tax	1,083,024	1,066,099	16,925
Information Systems			
Salaries	236,038	235,164	874
Fringe Benefits	68,906	68,208	698
Professional Services	26,450	26,441	9
Communications	14,010	13,937	73
Contractual Services	123,342	122,752	590
Materials and Supplies	48,225	47,911	314
Capital Outlay	755,193	755,088	105
Other	222,750	222,684	66
Total Information Systems	1,494,914	1,492,185	2,729
General Administration			
Salaries	88,439	88,388	51
Fringe Benefits	43,280	33,630	9,650
Professional Services	87,429	87,320	109
Communications	725	664	61
Materials and Supplies	2,325	1,825	500
Insurance	735,000	734,741	259
Other	2,104,693	2,103,942	751
Total General Administration	3,061,891	3,050,510	11,381

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Law			
Salaries	\$323,050	\$321,116	\$1,934
Fringe Benefits	76,559	75,776	783
Travel and Transportation	463	362	101
Professional Services	47,300	27,372	19,928
Communications	2,300	1,869	431
Materials and Supplies	14,700	13,870	830
Other	350	250	100
Total Law	<u>464,722</u>	<u>440,615</u>	<u>24,107</u>
<i>Total General Government</i>	<u>10,357,551</u>	<u>10,116,562</u>	<u>240,989</u>
Security of Persons and Property:			
Police			
Salaries	7,468,814	7,351,822	116,992
Fringe Benefits	876,616	874,340	2,276
Professional Services	23,455	22,443	1,012
Communications	82,775	81,502	1,273
Contractual Services	106,716	105,761	955
Materials and Supplies	243,603	234,489	9,114
Capital Outlay	16,184	16,184	0
Other	48,092	46,232	1,860
Total Police	<u>8,866,255</u>	<u>8,732,773</u>	<u>133,482</u>
Police Communications			
Salaries	536,691	530,471	6,220
Fringe Benefits	162,129	160,434	1,695
Professional Services	1,500	1,268	232
Other	17,963	17,917	46
Total Police Communications	<u>718,283</u>	<u>710,090</u>	<u>8,193</u>

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
School Guards			
Salaries	\$142,000	\$138,242	\$3,758
Fringe Benefits	25,350	23,691	1,659
Other	550	0	550
Total School Guards	<u>167,900</u>	<u>161,933</u>	<u>5,967</u>
Fire			
Salaries	5,328,391	5,215,442	112,949
Fringe Benefits	601,448	599,838	1,610
Travel and Transportation	1,675	1,616	59
Professional Services	17,500	16,846	654
Communications	25,450	24,538	912
Contractual Services	21,360	19,886	1,474
Materials and Supplies	88,325	68,048	20,277
Capital Outlay	13,605	13,604	1
Other	94,097	77,549	16,548
Total Fire	<u>6,191,851</u>	<u>6,037,367</u>	<u>154,484</u>
Street Lighting			
Other	<u>583,000</u>	<u>578,993</u>	<u>4,007</u>
Animal Control			
Salaries	124,104	123,118	986
Fringe Benefits	45,275	44,629	646
Communications	1,100	1,066	34
Contractual Services	1,400	1,193	207
Materials and Supplies	4,275	3,779	496
Other	9,975	8,599	1,376
Total Animal Control	<u>186,129</u>	<u>182,384</u>	<u>3,745</u>
<i>Total Security of Persons and Property</i>	<u>16,713,418</u>	<u>16,403,540</u>	<u>309,878</u>

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public Health Services:			
Support of Prisoners			
Salaries	\$82,451	\$75,600	\$6,851
Fringe Benefits	22,323	21,109	1,214
Professional Services	43,000	37,658	5,342
Contractual Services	126,250	123,804	2,446
Materials and Supplies	35,750	31,003	4,747
Other	1,500	300	1,200
Total Support of Prisoners	<u>311,274</u>	<u>289,474</u>	<u>21,800</u>
Human Services Administration			
Salaries	136,314	135,989	325
Fringe Benefits	36,080	35,143	937
Communications	625	569	56
Materials and Supplies	185	126	59
Other	825	776	49
Total Human Services Administration	<u>174,029</u>	<u>172,603</u>	<u>1,426</u>
<i>Total Public Health Services</i>	<u>485,303</u>	<u>462,077</u>	<u>23,226</u>
Community Environment:			
Housing and Building			
Salaries	579,485	577,043	2,442
Fringe Benefits	194,825	193,502	1,323
Travel and Transportation	1,100	404	696
Professional Services	29,900	15,677	14,223
Communications	11,750	10,872	878
Materials and Supplies	3,527	2,564	963
Other	18,200	15,507	2,693
Total Housing and Building	<u>838,787</u>	<u>815,569</u>	<u>23,218</u>

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Forestry			
Salaries	\$195,961	\$167,251	\$28,710
Fringe Benefits	67,761	67,104	657
Professional Services	850	804	46
Communications	400	297	103
Materials and Supplies	18,115	15,519	2,596
Capital Outlay	95,175	60,043	35,132
Total Forestry	<u>378,262</u>	<u>311,018</u>	<u>67,244</u>
Child Care			
Salaries	17,954	17,370	584
Fringe Benefits	9,207	9,081	126
Communications	500	416	84
Materials and Supplies	770	655	115
Total Child Care	<u>28,431</u>	<u>27,522</u>	<u>909</u>
Youth			
Salaries	92,028	88,296	3,732
Fringe Benefits	58,116	57,098	1,018
Communications	2,000	2,042	(42)
Materials and Supplies	1,475	1,099	376
Other	8,850	7,192	1,658
Total Youth	<u>162,469</u>	<u>155,727</u>	<u>6,742</u>

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Planning and Development			
Salaries	\$169,231	\$167,835	\$1,396
Fringe Benefits	34,229	33,569	660
Travel and Transportation	30	28	2
Professional Services	7,683	7,681	2
Communications	3,475	3,451	24
Contractual Services	50	33	17
Materials and Supplies	1,375	1,339	36
Other	1,057,432	1,057,363	69
Total Planning and Development	1,273,505	1,271,299	2,206
<i>Total Community Environment</i>	<i>2,681,454</i>	<i>2,581,135</i>	<i>100,319</i>
Basic Utility Services:			
Refuse and Recycling			
Salaries	1,444,488	1,427,219	17,269
Fringe Benefits	499,257	494,061	5,196
Communications	9,500	9,280	220
Contractual Services	723,750	722,433	1,317
Materials and Supplies	211,050	186,078	24,972
Other	51,994	44,423	7,571
Total Basic Utility Services	2,940,039	2,883,494	56,545
Leisure Time Activities:			
Parks			
Salaries	882,848	869,441	13,407
Fringe Benefits	284,004	281,774	2,230
Professional Services	3,100	3,005	95
Communications	12,790	12,467	323
Contractual Services	87,000	76,176	10,824
Materials and Supplies	216,117	192,503	23,614
Capital Outlay	97,000	95,283	1,717
Other	194,618	171,603	23,015
Total Parks	1,777,477	1,702,252	75,225

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Band Concerts			
Salaries	\$4,325	\$4,324	\$1
Fringe Benefits	665	663	2
Professional Services	10,128	10,127	1
Total Band Concerts	15,118	15,114	4
Museums			
Contractual Services	1,371	1,370	1
Other	4,900	4,021	879
Total Museums	6,271	5,391	880
July 4th Festival			
Salaries	4,995	4,994	1
Fringe Benefits	759	758	1
Materials and Supplies	1,500	1,500	0
Total July 4th Festival	7,254	7,252	2
Tennis Courts			
Other	6,800	6,039	761
Total Leisure Time Activities	1,812,920	1,736,048	76,872
Total Expenditures	34,990,685	34,182,856	807,829
Excess of Revenues Over Expenditures	(2,277,568)	915,166	3,192,734

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses)			
Advances In	\$400,000	\$400,000	\$0
Advances Out	(313,500)	(283,000)	30,500
Transfers In	100,000	150,000	50,000
Transfers Out	(2,445,501)	(2,445,501)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(2,259,001)</u>	<u>(2,178,501)</u>	<u>80,500</u>
<i>Net Change in Fund Balance</i>	(4,536,569)	(1,263,335)	3,273,234
<i>Fund Balance Beginning of Year</i>	4,992,651	4,992,651	0
<i>Prior Year Encumbrances Appropriated</i>	1,937,062	1,937,062	0
<i>Fund Balance End of Year</i>	<u><u>\$2,393,144</u></u>	<u><u>\$5,666,378</u></u>	<u><u>\$3,273,234</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Police and Fire Pension Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$2,339,286	\$2,479,939	\$140,653
Intergovernmental	377,945	345,918	(32,027)
<i>Total Revenues</i>	<u>2,717,231</u>	<u>2,825,857</u>	<u>108,626</u>
Expenditures			
Current:			
Security of Persons and Property:			
Fringe Benefits - Police	1,410,000	1,612,423	(202,423)
Fringe Benefits - Fire	1,360,000	1,556,857	(196,857)
<i>Total Expenditures</i>	<u>2,770,000</u>	<u>3,169,280</u>	<u>(399,280)</u>
<i>Excess of Revenues Over Expenditures</i>	(52,769)	(343,423)	(290,654)
Other Financing Uses			
Transfers Out	(460,000)	(456,188)	3,812
<i>Net Change in Fund Balance</i>	(512,769)	(799,611)	(286,842)
<i>Fund Balance Beginning of Year</i>	<u>1,638,231</u>	<u>1,638,231</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,125,462</u></u>	<u><u>\$838,620</u></u>	<u><u>(\$286,842)</u></u>

City of Lakewood, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Community Development Block Grant Fund
For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$2,337,360	\$2,358,411	\$21,051
Expenditures			
Current:			
Community Environment:			
Salaries	375,479	370,925	4,554
Fringe Benefits	113,454	111,175	2,279
Travel and Transportation	2,075	1,823	252
Professional Services	25,050	19,110	5,940
Communications	2,400	2,135	265
Contractual Services	1,173,393	1,158,878	14,515
Materials and Supplies	1,120	968	152
Capital Outlay	156,180	152,799	3,381
Other	191,139	190,400	739
<i>Total Expenditures</i>	<u>2,040,290</u>	<u>2,008,213</u>	<u>32,077</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	297,070	350,198	53,128
Other Financing Sources (Uses)			
Advances In	212,000	0	(212,000)
Advances Out	(200,000)	(200,000)	0
<i>Total Other Financing Sources (Uses)</i>	12,000	(200,000)	(212,000)
<i>Net Change in Fund Balance</i>	309,070	150,198	(158,872)
<i>Fund Balance Beginning of Year</i>	<u>62,501</u>	<u>62,501</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$371,571</u></u>	<u><u>\$212,699</u></u>	<u><u>(\$158,872)</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Debt Service Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$2,474,793	\$2,641,745	\$166,952
Intergovernmental	424,652	631,980	207,328
Interest	489	989	500
Miscellaneous	0	10,382	10,382
<i>Total Revenues</i>	<u>2,899,934</u>	<u>3,285,096</u>	<u>385,162</u>
Expenditures			
Current:			
Debt Service:			
Principal Retirement	7,386,023	7,386,022	1
Interest and Fiscal Charges	1,310,650	1,310,649	1
Bond Issuance Costs	20,894	20,894	0
<i>Total Expenditures</i>	<u>8,717,567</u>	<u>8,717,565</u>	<u>2</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(5,817,633)</u>	<u>(5,432,469)</u>	<u>385,164</u>
Other Financing Sources			
General Obligation Notes Issued	3,948,000	3,948,000	0
Premium on General Obligation Notes Issued	0	41,473	41,473
Transfers In	2,461,082	2,470,140	9,058
<i>Total Other Financing Sources</i>	<u>6,409,082</u>	<u>6,459,613</u>	<u>50,531</u>
<i>Net Change in Fund Balance</i>	591,449	1,027,144	435,695
<i>Fund Balance Beginning of Year</i>	599,028	599,028	0
<i>Fund Balance End of Year</i>	<u>\$1,190,477</u>	<u>\$1,626,172</u>	<u>\$435,695</u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Water Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$10,863,774	\$11,125,539	\$261,765
Intergovernmental	0	104,398	104,398
Interest	1,439	4,230	2,791
Special Assessments	101,814	92,167	(9,647)
Miscellaneous	0	27,957	27,957
<i>Total Revenues</i>	<u>10,967,027</u>	<u>11,354,291</u>	<u>387,264</u>
Expenses			
Salaries	785,708	785,039	669
Fringe Benefits	246,063	245,383	680
Professional Services	102,575	91,879	10,696
Communications	89,450	82,742	6,708
Contractual Services	6,376	6,361	15
Materials and Supplies	162,237	157,705	4,532
Capital Outlay	515,723	509,699	6,024
Purchased Water	6,450,880	6,450,862	18
Utilities	42,611	40,268	2,343
Other	465,203	447,248	17,955
Debt Service:			
Principal Retirement	919,903	918,717	1,186
Interest and Fiscal Charges	509,000	507,219	1,781
<i>Total Expenses</i>	<u>10,295,729</u>	<u>10,243,122</u>	<u>52,607</u>
<i>Excess of Revenues Under Expenses before Transfers</i>	671,298	1,111,169	439,871
Transfers Out	(15,252)	(15,252)	0
<i>Net Change in Fund Equity</i>	656,046	1,095,917	439,871
<i>Fund Equity Beginning of Year</i>	<u>5,437,028</u>	<u>5,437,028</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$6,093,074</u></u>	<u><u>\$6,532,945</u></u>	<u><u>\$439,871</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Sewer Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$1,426,393	\$1,512,237	\$85,844
Intergovernmental	196,918	222,924	26,006
Charges for Services	7,673,028	7,756,361	83,333
Special Assessments	50,388	63,361	12,973
Interest	16	164	148
Miscellaneous	151,219	120,272	(30,947)
<i>Total Revenues</i>	<u>9,497,962</u>	<u>9,675,319</u>	<u>177,357</u>
Expenses			
Salaries	1,817,705	1,808,512	9,193
Fringe Benefits	593,551	589,879	3,672
Travel and Transportation	1,462	1,148	314
Professional Services	180,677	170,484	10,193
Communications	8,020	7,686	334
Contractual Services	559,964	553,544	6,420
Materials and Supplies	340,100	291,657	48,443
Capital Outlay	515,000	487,571	27,429
Utilities	319,000	291,850	27,150
Other	648,502	646,593	1,909
Debt Service:			
Principal Retirement	1,113,344	1,111,408	1,936
Interest and Fiscal Charges	785,503	778,760	6,743
<i>Total Expenses</i>	<u>6,882,828</u>	<u>6,739,092</u>	<u>143,736</u>
<i>Excess of Revenues Over Expenses before Transfers</i>	2,615,134	2,936,227	321,093
Transfers Out	<u>(1,678,200)</u>	<u>(1,678,200)</u>	<u>0</u>
<i>Net Change in Fund Equity</i>	936,934	1,258,027	321,093
<i>Fund Equity Beginning of Year</i>	<u>4,216,908</u>	<u>4,216,908</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$5,153,842</u></u>	<u><u>\$5,474,935</u></u>	<u><u>\$321,093</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Street and Highway Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$1,856,075	\$1,885,603	\$29,528
Special Assessments	13,500	12,141	(1,359)
Miscellaneous	196,632	63,101	(133,531)
<i>Total Revenues</i>	<u>2,066,207</u>	<u>1,960,845</u>	<u>(105,362)</u>
Expenditures			
Current:			
Transportation:			
Public Works:			
Salaries	910,103	886,869	23,234
Fringe Benefits	280,436	279,990	446
Professional Services	1,273	347	926
Communications	9,827	9,597	230
Contractual Services	99,550	90,444	9,106
Materials and Supplies	294,433	251,545	42,888
Capital Outlay	222,198	215,767	6,431
Other	39,100	38,447	653
<i>Total Expenditures</i>	<u>1,856,920</u>	<u>1,773,006</u>	<u>83,914</u>
<i>Excess of Revenues Under Expenditures</i>	209,287	187,839	(21,448)
Other Financing Uses			
Transfers Out	(25,000)	(24,800)	200
<i>Net Change in Fund Balance</i>	184,287	163,039	(21,248)
<i>Fund Balance Beginning of Year</i>	<u>504,265</u>	<u>504,265</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$688,552</u></u>	<u><u>\$667,304</u></u>	<u><u>(\$21,248)</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Office on Aging Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$125,000	\$90,012	(\$34,988)
Intergovernmental	125,000	99,573	(25,427)
Contributions and Donations	85,000	80,648	(4,352)
<i>Total Revenues</i>	<u>335,000</u>	<u>270,233</u>	<u>(64,767)</u>
Expenditures			
Current:			
Public Health Services:			
Office on Aging:			
Salaries	587,126	585,187	1,939
Fringe Benefits	188,368	186,435	1,933
Professional Services	1,586	1,586	0
Communications	17,350	16,873	477
Contractual Services	10,550	10,212	338
Materials and Supplies	60,450	57,291	3,159
Capital Outlay	6,780	6,780	0
Other	39,880	36,914	2,966
<i>Total Expenditures</i>	<u>912,090</u>	<u>901,278</u>	<u>10,812</u>
<i>Excess of Revenues Under Expenditures</i>	(577,090)	(631,045)	(53,955)
Other Financing Sources			
Transfers In	600,000	680,000	80,000
<i>Net Change in Fund Balance</i>	22,910	48,955	26,045
<i>Fund Balance Beginning of Year</i>	<u>18,138</u>	<u>18,138</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$41,048</u></u>	<u><u>\$67,093</u></u>	<u><u>\$26,045</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Lakewood Hospital Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$2,267,787	\$2,381,632	\$113,845
Special Assessments	20,649	19,370	(1,279)
Intergovernmental	2,978	0	(2,978)
Miscellaneous	1,500	4,350	2,850
<i>Total Revenues</i>	<u>2,292,914</u>	<u>2,405,352</u>	<u>112,438</u>
Expenditures			
Current:			
Security of Persons and Property:			
Fire:			
Salaries	1,225,905	1,195,338	30,567
Fringe Benefits	274,080	270,642	3,438
Professional Services	93,800	84,287	9,513
Communications	4,375	4,215	160
Materials and Supplies	58,575	55,146	3,429
Capital Outlay	122,000	121,993	7
Other	19,050	15,937	3,113
<i>Total Security of Persons and Property</i>	<u>1,797,785</u>	<u>1,747,558</u>	<u>50,227</u>
Public Health Services:			
Health:			
Salaries	145,620	142,887	2,733
Fringe Benefits	46,252	46,235	17
Communications	1,250	1,079	171
Contractual Services	201,684	201,583	101
Materials and Supplies	1,700	29	1,671
Other	8,265	7,587	678
<i>Total Public Health Services</i>	<u>404,771</u>	<u>399,400</u>	<u>5,371</u>

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Lakewood Hospital Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Debt Service:			
Principal Retirement	\$50,019	\$50,017	\$2
Interest and Fiscal Charges	12,801	12,800	1
<i>Total Debt Service</i>	<u>62,820</u>	<u>62,817</u>	<u>3</u>
<i>Total Expenditures</i>	<u>2,265,376</u>	<u>2,209,775</u>	<u>55,601</u>
<i>Excess of Revenues Over Expenditures</i>	27,538	195,577	168,039
Other Financing Uses			
Transfers Out	(1,200)	(1,200)	0
<i>Net Change in Fund Balance</i>	26,338	194,377	168,039
<i>Fund Balance Beginning of Year</i>	<u>266,304</u>	<u>266,304</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$292,642</u></u>	<u><u>\$460,681</u></u>	<u><u>\$168,039</u></u>

City of Lakewood, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Energy Efficiency Block Grant Fund
For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues	\$0	\$0	\$0
Expenditures	<u> 0</u>	<u> 0</u>	<u> 0</u>
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	<u> 50,213</u>	<u> 50,213</u>	<u> 0</u>
<i>Fund Balance End of Year</i>	<u> \$50,213</u>	<u> \$50,213</u>	<u> \$0</u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Homeless Prevention Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	155	155	0
<i>Fund Balance End of Year</i>	\$155	\$155	\$0

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Neighborhood Stabilization Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$300,000	\$415,065	\$115,065
Expenditures			
Current:			
Community Environment:			
Planning and Development:			
Contractual Services	415,010	413,954	1,056
<i>Net Change in Fund Balance</i>	(115,010)	1,111	116,121
<i>Fund Balance Beginning of Year</i>	204,864	204,864	0
<i>Fund Balance End of Year</i>	\$89,854	\$205,975	\$116,121

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 FEMA Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$428,000	\$288,579	(\$139,421)
Expenditures			
Current:			
Security of Persons and Property:			
Police:			
Salaries	17,722	17,722	0
Materials and Supplies	4,585	4,585	0
Total Police	22,307	22,307	0
Fire:			
Salaries	18,621	18,621	0
Materials and Supplies	11,445	11,445	0
Capital Outlay	179,024	179,023	1
Total Fire	209,090	209,089	1
<i>Total Security of Persons and Property</i>	231,397	231,396	1
Leisure Time Activities:			
Parks:			
Salaries	9,429	9,429	0
Materials and Supplies	6,244	6,244	0
<i>Total Leisure Time Activities</i>	15,673	15,673	0
Community Environment:			
Forestry:			
Salaries	28,169	28,169	0
Materials and Supplies	33,449	33,449	0
<i>Total Community Environment</i>	61,618	61,618	0

(continued)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 FEMA Fund
 For the Year Ended December 31, 2013
 (Continued)*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Basic Utility Services:			
Refuse and Recycling:			
Salaries	13,994	13,994	0
Materials and Supplies	21,899	21,899	0
<i>Total Basic Utility Services</i>	<u>35,893</u>	<u>35,893</u>	<u>0</u>
Transportation:			
Public Works:			
Salaries	23,231	23,231	0
Materials and Supplies	34,316	34,316	0
<i>Total Transportation</i>	<u>57,547</u>	<u>57,547</u>	<u>0</u>
General Government:			
General Administration:			
Salaries	8,426	8,426	0
Materials and Supplies	14,445	14,445	0
<i>Total General Government</i>	<u>22,871</u>	<u>22,871</u>	<u>0</u>
<i>Total Expenditures</i>	<u>424,999</u>	<u>424,998</u>	<u>1</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	3,001	(136,419)	(139,420)
Other Financing Sources			
Advances In	0	138,000	138,000
<i>Net Change in Fund Balance</i>	3,001	1,581	(1,420)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,001</u></u>	<u><u>\$1,581</u></u>	<u><u>(\$1,420)</u></u>

City of Lakewood, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Litter Control Grant Fund
For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$2,500	\$1,488	(\$1,012)
Expenditures			
Current:			
Community Environment:			
Refuse:			
Other	2,078	2,077	1
<i>Net Change in Fund Balance</i>	422	(589)	(1,011)
<i>Fund Balance Beginning of Year</i>	6,298	6,298	0
<i>Fund Balance End of Year</i>	\$6,720	\$5,709	(\$1,011)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Law and Drug Enforcement Trust Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$90,026	\$0	(\$90,026)
Fines and Forfeitures	14,737	8,869	(5,868)
Miscellaneous	0	39,990	39,990
<i>Total Revenues</i>	<u>104,763</u>	<u>48,859</u>	<u>(55,904)</u>
Expenditures			
Current:			
Security of Persons and Property:			
Police:			
Salaries	7,000	4,807	2,193
Fringe Benefits	150	95	55
Travel and Transportation	7,650	6,469	1,181
Professional Services	82,250	52,528	29,722
Contractual Services	550	520	30
Materials and Supplies	10,000	6,552	3,448
Capital Outlay	10,000	7,425	2,575
Other	22,500	7,676	14,824
<i>Total Expenditures</i>	<u>140,100</u>	<u>86,072</u>	<u>54,028</u>
<i>Excess of Revenue Under Expenditures</i>	(35,337)	(37,213)	(1,876)
Other Financing Sources			
Sale of Capital Assets	50,405	11,656	(38,749)
<i>Net Change in Fund Balance</i>	15,068	(25,557)	(40,625)
<i>Fund Balance Beginning of Year</i>	<u>187,767</u>	<u>187,767</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$202,835</u></u>	<u><u>\$162,210</u></u>	<u><u>(\$40,625)</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Federal Forfeiture Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$0	\$3,946	\$3,946
Interest	2	6	4
<i>Total Revenues</i>	<u>2</u>	<u>3,952</u>	<u>3,950</u>
Expenditures			
Current:			
Security of Persons and Property:			
Police:			
Capital Outlay	5,000	3,011	1,989
<i>Net Change in Fund Balance</i>	(4,998)	941	5,939
<i>Fund Balance Beginning of Year</i>	<u>8,340</u>	<u>8,340</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,342</u></u>	<u><u>\$9,281</u></u>	<u><u>\$5,939</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Indigent Drivers Alcohol Treatment Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$10,213	\$8,651	(\$1,562)
Intergovernmental	6,579	3,312	(3,267)
<i>Total Revenues</i>	<u>16,792</u>	<u>11,963</u>	<u>(4,829)</u>
Expenditures			
Current:			
General Government:			
Municipal Court:			
Professional Services	1,000	999	1
Materials and Supplies	1,500	0	1,500
<i>Total Expenditures</i>	<u>2,500</u>	<u>999</u>	<u>1,501</u>
<i>Net Change in Fund Balance</i>	14,292	10,964	(3,328)
<i>Fund Balance Beginning of Year</i>	<u>160,683</u>	<u>160,683</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$174,975</u></u>	<u><u>\$171,647</u></u>	<u><u>(\$3,328)</u></u>

City of Lakewood, 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, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$4,295	\$3,683	(\$612)
Intergovernmental	0	3,000	3,000
Miscellaneous	500	2,000	1,500
<i>Total Revenues</i>	<u>4,795</u>	<u>8,683</u>	<u>3,888</u>
Expenditures			
Current:			
Security of Persons and Property:			
Police:			
Materials and Supplies	13,000	11,619	1,381
Capital Outlay	15,000	14,221	779
<i>Total Expenditures</i>	<u>28,000</u>	<u>25,840</u>	<u>2,160</u>
<i>Net Change in Fund Balance</i>	(23,205)	(17,157)	6,048
<i>Fund Balance Beginning of Year</i>	<u>61,458</u>	<u>61,458</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$38,253</u></u>	<u><u>\$44,301</u></u>	<u><u>\$6,048</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Political Subdivision Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$939	\$927	(\$12)
Expenditures			
Current:			
General Government:			
Municipal Court:			
Professional Services	1,000	0	1,000
<i>Net Change in Fund Balance</i>	(61)	927	988
<i>Fund Balance Beginning of Year</i>	15,091	15,091	0
<i>Fund Balance End of Year</i>	\$15,030	\$16,018	\$988

City of Lakewood, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Computer Research and Maintenance Fund
For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$36,222	\$29,809	(\$6,413)
Expenditures			
Current:			
General Government:			
Municipal Court:			
Professional Services	37,780	36,988	792
Contractual Services	856	856	0
Materials and Supplies	11,364	0	11,364
<i>Total Expenditures</i>	50,000	37,844	12,156
<i>Net Change in Fund Balance</i>	(13,778)	(8,035)	5,743
<i>Fund Balance Beginning of Year</i>	38,689	38,689	0
<i>Fund Balance End of Year</i>	\$24,911	\$30,654	\$5,743

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Court Special Projects Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$146,852	\$121,555	(\$25,297)
Expenditures			
Current:			
General Government:			
Municipal Court:			
Salaries	9,991	8,809	1,182
Fringe Benefits	1,384	1,361	23
Contractual Services	80,000	61,922	18,078
Materials and Supplies	10,000	3,400	6,600
<i>Total Expenditures</i>	101,375	75,492	25,883
<i>Excess of Revenues Over Expenditures</i>	45,477	46,063	586
Other Financing Uses			
Transfers Out	(150,000)	(150,000)	0
<i>Net Change in Fund Balance</i>	(104,523)	(103,937)	586
<i>Fund Balance Beginning of Year</i>	310,720	310,720	0
<i>Fund Balance End of Year</i>	\$206,197	\$206,783	\$586

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Court Probation Services Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$33,448	\$31,471	(\$1,977)
Expenditures			
Current:			
General Government:			
Municipal Court:			
Salaries	25,000	20,790	4,210
Fringe Benefits	3,850	3,211	639
Travel and Transportation	150	101	49
Professional Services	8,750	6,820	1,930
Materials and Supplies	100	0	100
<i>Total Expenditures</i>	37,850	30,922	6,928
<i>Net Change in Fund Balance</i>	(4,402)	549	4,951
<i>Fund Balance Beginning of Year</i>	19,481	19,481	0
<i>Fund Balance End of Year</i>	\$15,079	\$20,030	\$4,951

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Indigent Drivers Interlock and Alcohol Monitoring Fund (IDIAM)
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	\$16,607	\$13,655	(\$2,952)
Expenditures			
Current:			
General Government:			
Municipal Court:			
Professional Services	13,000	0	13,000
<i>Net Change in Fund Balance</i>	3,607	13,655	10,048
<i>Fund Balance Beginning of Year</i>	50,415	50,415	0
<i>Fund Balance End of Year</i>	\$54,022	\$64,070	\$10,048

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Emergency Shelter Grant Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$211,000	\$218,478	\$7,478
Expenditures			
Current:			
Community Environment:			
Planning and Development:			
Salaries	4,800	4,566	234
Fringe Benefits	750	726	24
Contractual Services	214,528	213,409	1,119
<i>Total Expenditures</i>	220,078	218,701	1,377
<i>Excess of Revenues Over (Under) Expenditures</i>	(9,078)	(223)	8,855
Other Financing Sources (Uses)			
Advances In	10,000	5,000	5,000
Advances Out	(5,000)	(5,000)	0
<i>Total Other Financing Sources (Uses)</i>	5,000	0	5,000
<i>Net Change in Fund Balance</i>	(4,078)	(223)	3,855
<i>Fund Balance Beginning of Year</i>	4,623	4,623	0
<i>Fund Balance End of Year</i>	\$545	\$4,400	\$3,855

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 HOME Investment Program Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$531,500	\$435,597	(\$95,903)
Expenditures			
Current:			
Community Environment:			
Planning and Development:			
Professional Services	500	464	36
Other	434,350	433,436	914
<i>Total Expenditures</i>	434,850	433,900	950
<i>Net Change in Fund Balance</i>	96,650	1,697	(94,953)
<i>Fund Balance Beginning of Year</i>	13,976	13,976	0
<i>Fund Balance End of Year</i>	\$110,626	\$15,673	(\$94,953)

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Help-to-Others Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$14,885	\$14,510	(\$375)
Miscellaneous	21,000	18,279	(2,721)
<i>Total Revenues</i>	<u>35,885</u>	<u>32,789</u>	<u>(3,096)</u>
Expenditures			
Current:			
Community Environment:			
Youth:			
Salaries	24,001	24,000	1
Fringe Benefits	3,708	3,708	0
Professional Services	25	23	2
Communications	575	557	18
Materials and Supplies	4,250	4,186	64
Other	396	315	81
<i>Total Expenditures</i>	<u>32,955</u>	<u>32,789</u>	<u>166</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	2,930	0	(2,930)
Other Financing Sources			
Advances In	0	15,000	(15,000)
<i>Net Change in Fund Balance</i>	2,930	15,000	12,070
<i>Fund Balance Beginning of Year</i>	<u>6,182</u>	<u>6,182</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$9,112</u></u>	<u><u>\$21,182</u></u>	<u><u>\$12,070</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Juvenile Diversion Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$39,000	\$35,895	(\$3,105)
Miscellaneous	4,565	3,015	(1,550)
<i>Total Revenues</i>	<u>43,565</u>	<u>38,910</u>	<u>(4,655)</u>
Expenditures			
Current:			
Community Environment:			
Youth Services:			
Salaries	30,100	29,860	240
Fringe Benefits	4,675	4,657	18
Professional Services	2,739	2,739	0
<i>Total Expenditures</i>	<u>37,514</u>	<u>37,256</u>	<u>258</u>
<i>Net Change in Fund Balance</i>	6,051	1,654	(4,397)
<i>Fund Balance Beginning of Year</i>	<u>9,195</u>	<u>9,195</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$15,246</u></u>	<u><u>\$10,849</u></u>	<u><u>(\$4,397)</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Family to Family Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$385,000	\$385,405	\$405
Expenditures			
Current:			
Community Environment:			
Child Care:			
Salaries	259,150	255,174	3,976
Fringe Benefits	44,487	44,112	375
Travel and Transportation	375	210	165
Professional Services	13,376	13,149	227
Communications	2,150	2,005	145
Contractual Services	875	753	122
Materials and Supplies	19,300	18,016	1,284
Other	14,600	13,912	688
<i>Total Expenditures</i>	354,313	347,331	6,982
 <i>Excess of Revenues Over Expenditures</i>	 30,687	 38,074	 7,387
Other Financing Uses			
Advances Out	(35,000)	(35,000)	0
<i>Net Change in Fund Balance</i>	(4,313)	3,074	7,387
<i>Fund Balance Beginning of Year</i>	6,669	6,669	0
<i>Fund Balance End of Year</i>	\$2,356	\$9,743	\$7,387

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Community Festival Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Miscellaneous	\$4,000	\$4,000	\$0
Expenditures			
Current:			
General Government:			
Mayor's Office:			
Salaries	3,500	3,500	0
Fringe Benefits	558	558	0
<i>Total Expenditures</i>	4,058	4,058	0
<i>Net Change in Fund Balance</i>	(58)	(58)	0
<i>Fund Balance Beginning of Year</i>	2,703	2,703	0
<i>Fund Balance End of Year</i>	\$2,645	\$2,645	\$0

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 TIF Bond Retirement Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Payments in Lieu of Taxes	\$379,614	\$483,679	\$104,065
Intergovernmental	97,852	32,276	(65,576)
<i>Total Revenues</i>	<u>477,466</u>	<u>515,955</u>	<u>38,489</u>
Expenditures			
Current:			
General Government:			
Other	22,922	22,921	1
Debt Service:			
Principal Retirement	235,000	235,000	0
Interest and Fiscal Charges	212,000	211,267	733
<i>Total Expenditures</i>	<u>469,922</u>	<u>469,188</u>	<u>734</u>
<i>Net Change in Fund Balance</i>	7,544	46,767	39,223
<i>Fund Balance Beginning of Year</i>	<u>67,188</u>	<u>67,188</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$74,732</u></u>	<u><u>\$113,955</u></u>	<u><u>\$39,223</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Permanent Capital Improvement Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$0	\$35,351	\$35,351
Miscellaneous	0	10,000	10,000
<i>Total Revenues</i>	<u>0</u>	<u>45,351</u>	<u>45,351</u>
Expenditures			
Current:			
General Government:			
Capital Outlay	<u>290,627</u>	<u>290,627</u>	<u>0</u>
Basic Utility Services			
Capital Outlay	<u>40,974</u>	<u>40,973</u>	<u>1</u>
Transportation			
Capital Outlay	<u>1,572,863</u>	<u>1,572,496</u>	<u>367</u>
Leisure Time Activities			
Capital Outlay	<u>1,000</u>	<u>940</u>	<u>60</u>
<i>Total Expenditures</i>	<u>1,905,464</u>	<u>1,905,036</u>	<u>428</u>
<i>Excess of Revenues Under Expenditures</i>	(1,905,464)	(1,859,685)	45,779
Other Financing Sources			
General Obligation Notes Issued	<u>2,300,000</u>	<u>2,482,000</u>	<u>182,000</u>
<i>Net Change in Fund Balance</i>	394,536	622,315	227,779
<i>Fund Balance Beginning of Year</i>	<u>884,275</u>	<u>884,275</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,278,811</u></u>	<u><u>\$1,506,590</u></u>	<u><u>\$227,779</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 TIF Capital Improvement Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	244,929	244,929	0
<i>Fund Balance End of Year</i>	\$244,929	\$244,929	\$0

City of Lakewood, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 City Park Improvement Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Miscellaneous	\$8,077	\$14,366	\$6,289
Expenditures			
Current:			
Leisure Time Activities:			
Capital Outlay	38,441	31,212	7,229
<i>Net Change in Fund Balance</i>	(30,364)	(16,846)	13,518
<i>Fund Balance Beginning of Year</i>	93,985	93,985	0
<i>Fund Balance End of Year</i>	\$63,621	\$77,139	\$13,518

City of Lakewood, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Parking Facilities Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$428,310	\$425,848	(\$2,462)
Miscellaneous	718	0	(718)
<i>Total Revenues</i>	<u>429,028</u>	<u>425,848</u>	<u>(3,180)</u>
Expenses			
Salaries	133,052	133,049	3
Fringe Benefits	39,528	39,276	252
Communications	700	600	100
Contractual Services	1,000	495	505
Materials and Supplies	17,675	14,715	2,960
Capital Outlay	220,000	206,542	13,458
Utilities	26,000	25,060	940
Property Taxes	44,806	44,806	0
Other	51,492	51,435	57
Debt Service:			
Principal Retirement	27,700	27,448	252
Interest and Fiscal Charges	9,925	9,802	123
<i>Total Expenses</i>	<u>571,878</u>	<u>553,228</u>	<u>18,650</u>
<i>Excess of Revenues Over (Under) Expenses before Transfers</i>	(142,850)	(127,380)	15,470
Transfers Out	(4,500)	(4,500)	0
<i>Net Change in Fund Equity</i>	(147,350)	(131,880)	15,470
<i>Fund Equity Beginning of Year</i>	<u>414,748</u>	<u>414,748</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$267,398</u></u>	<u><u>\$282,868</u></u>	<u><u>\$15,470</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Winterhurst Ice Rink Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$330,420	\$337,174	\$6,754
Miscellaneous	75,000	77,282	2,282
<i>Total Revenues</i>	<u>405,420</u>	<u>414,456</u>	<u>9,036</u>
Expenses			
Property Taxes	65,406	65,405	1
Utilities	253,008	247,902	5,106
<i>Total Expenses</i>	<u>318,414</u>	<u>313,307</u>	<u>5,107</u>
<i>Excess of Revenues Over Expenses before Advances and Transfers</i>	87,006	101,149	14,143
Advances In	150,000	125,000	(25,000)
Advances Out	(160,000)	(160,000)	0
Transfer Out	(80,000)	(80,000)	0
<i>Total Other Financing Sources(Uses)</i>	<u>(90,000)</u>	<u>(115,000)</u>	<u>(25,000)</u>
<i>Net Change in Fund Equity</i>	(2,994)	(13,851)	(10,857)
<i>Fund Equity Beginning of Year</i>	<u>46,528</u>	<u>46,528</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$43,534</u></u>	<u><u>\$32,677</u></u>	<u><u>(\$10,857)</u></u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Hospitalization Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$2,400,000	\$2,799,300	\$399,300
Miscellaneous	750,000	765,643	15,643
<i>Total Revenues</i>	<u>3,150,000</u>	<u>3,564,943</u>	<u>414,943</u>
Expenses			
Professional Services	59,000	57,548	1,452
Claims	5,385,000	4,936,251	448,749
<i>Total Expenses</i>	<u>5,444,000</u>	<u>4,993,799</u>	<u>450,201</u>
<i>Excess of Revenues Under Expenses before Transfers</i>	(2,294,000)	(1,428,856)	865,144
Transfers In	117,647	1,317,649	1,200,002
<i>Net Change in Fund Equity</i>	(2,176,353)	(111,207)	2,065,146
<i>Fund Equity Beginning of Year</i>	2,756,442	2,756,442	0
<i>Fund Equity End of Year</i>	<u>\$580,089</u>	<u>\$2,645,235</u>	<u>\$2,065,146</u>

City of Lakewood, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Workers' Compensation Fund
 For the Year Ended December 31, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	\$275,000	\$264,972	(\$10,028)
Miscellaneous	4,000	4,083	83
<i>Total Revenues</i>	<u>279,000</u>	<u>269,055</u>	<u>(9,945)</u>
Expenses			
Professional Services	33,000	31,405	1,595
Workers' Compensation Premium	97,745	97,745	0
Workers' Compensation Claims	338,982	319,879	19,103
<i>Total Expenses</i>	<u>469,727</u>	<u>449,029</u>	<u>20,698</u>
<i>Excess of Revenues Over (Under) Expenses before Transfers</i>	(190,727)	(179,974)	10,753
Transfers In	12,850	237,852	225,002
<i>Net Change in Fund Equity</i>	(177,877)	57,878	235,755
<i>Fund Equity Beginning of Year</i>	<u>646,473</u>	<u>646,473</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$468,596</u></u>	<u><u>\$704,351</u></u>	<u><u>\$235,755</u></u>

STATISTICAL SECTION

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City of Lakewood, Ohio

Statistical Section

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

<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 sources, property taxes and municipal income taxes.	S14 – S20
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.	S21 – S29
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.	S30 – S31
Operating Information These schedules contain service 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.	S32 – S39

Sources: Unless otherwise noted, the information in these schedules is derived from the basic financial statements for the relevant year.

City of Lakewood, Ohio

*Net Position by Component
Accrual Basis of Accounting
Last Ten Years*

	<u>2013</u>	<u>2012</u>	<u>2011 Restated</u>
Governmental Activities			
Net Investment in Capital Assets	\$36,587,631	\$35,009,349	\$32,219,436
Restricted:			
Capital Projects	981,966	969,500	737,334
Debt Service	1,993,423	975,150	194,209
Other Purposes	5,620,042	5,898,631	5,130,754
Unrestricted	<u>25,657,862</u>	<u>15,752,227</u>	<u>13,594,321</u>
<i>Total Governmental Activities Net Position</i>	<u>70,840,924</u>	<u>58,604,857</u>	<u>51,876,054</u>
Business - Type Activities			
Net Investment in Capital Assets	49,781,404	47,805,599	43,819,639
Restricted for Debt Service	977,430	976,717	1,090,028
Restricted for Replacement and Improvement	195,585	195,499	195,493
Unrestricted	<u>13,290,944</u>	<u>10,729,412</u>	<u>10,716,664</u>
<i>Total Business-Type Activities Net Position</i>	<u>64,245,363</u>	<u>59,707,227</u>	<u>55,821,824</u>
Primary Government			
Net Investment in Capital Assets	86,369,035	82,814,948	76,039,075
Restricted	9,768,446	9,015,497	7,347,818
Unrestricted	<u>38,948,806</u>	<u>26,481,639</u>	<u>24,310,985</u>
<i>Total Primary Government Net Position</i>	<u>\$135,086,287</u>	<u>\$118,312,084</u>	<u>\$107,697,878</u>

Table 1

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$29,616,097	\$26,631,390	\$19,375,518	\$17,864,648	\$16,735,176	\$15,964,667	\$17,763,254
948,539	1,656,877	3,187,407	3,092,758	5,935,384	4,895,203	165,163
1,038,625	658,864	679,404	1,543,403	587,899	1,128,628	1,621,445
6,279,579	5,316,658	4,237,737	4,660,608	5,108,771	5,388,015	5,322,703
<u>8,184,766</u>	<u>5,461,402</u>	<u>6,764,033</u>	<u>2,938,295</u>	<u>4,117,183</u>	<u>6,551,993</u>	<u>7,853,008</u>
<u>46,067,606</u>	<u>39,725,191</u>	<u>34,244,099</u>	<u>30,099,712</u>	<u>32,484,413</u>	<u>33,928,506</u>	<u>32,725,573</u>
43,114,193	41,950,480	41,695,569	37,309,591	34,117,056	25,918,138	29,906,268
1,328,713	1,214,966	1,194,934	1,109,163	923,400	0	0
195,474	193,550	195,417	193,550	186,270	561,240	551,039
<u>9,163,854</u>	<u>8,486,802</u>	<u>7,668,213</u>	<u>5,422,785</u>	<u>7,311,753</u>	<u>15,625,642</u>	<u>10,302,691</u>
<u>53,802,234</u>	<u>51,845,798</u>	<u>50,754,133</u>	<u>44,035,089</u>	<u>42,538,479</u>	<u>42,105,020</u>	<u>40,759,998</u>
72,730,290	65,317,220	61,071,087	55,174,239	50,852,232	41,882,805	47,669,522
9,790,930	7,823,235	9,494,899	10,599,482	12,741,724	11,973,086	7,660,350
<u>17,348,620</u>	<u>18,430,534</u>	<u>14,432,246</u>	<u>8,361,080</u>	<u>11,428,936</u>	<u>22,177,635</u>	<u>18,155,699</u>
<u>\$99,869,840</u>	<u>\$91,570,989</u>	<u>\$84,998,232</u>	<u>\$74,134,801</u>	<u>\$75,022,892</u>	<u>\$76,033,526</u>	<u>\$73,485,571</u>

City of Lakewood, Ohio

Changes in Net Position Accrual Basis of Accounting Last Ten Years

	2013	2012	2011	2010
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$4,696,630	\$3,933,477	\$3,024,201	\$2,529,470
Security of Persons and Property				
Police	41,793	233,865	257,705	265,127
Fire	2,375,131	2,346,537	2,263,974	2,233,515
Public Health Services	86,254	103,489	293,641	248,489
Transportation	48,369	219,863	4,360	28,395
Community Environment	344,561	972,416	1,642,224	1,895,118
Basic Utility Services	0	0	0	0
Leisure Time Activities	0	0	0	0
Subtotal - Charges for Services	<u>7,592,738</u>	<u>7,809,647</u>	<u>7,486,105</u>	<u>7,200,114</u>
Operating Grants and Contributions:				
General Government	3,312	0	765,886	612,272
Security of Persons and Property				
Police	6,946	30,417	432,224	449,353
Fire	427,779	0	900	3,350
Public Health Services	111,763	46,779	217,458	246,649
Transportation	1,890,684	1,874,122	1,833,219	2,012,270
Leisure Time Activities	0	99,639	0	0
Community Environment	3,660,106	2,824,142	3,081,636	4,718,408
Subtotal - Operating Grants and Contributions	<u>6,100,590</u>	<u>4,875,099</u>	<u>6,331,323</u>	<u>8,042,302</u>
Capital Grants and Contributions:				
Security of Persons and Property - Fire	0	91,166	0	0
Public Health Services	79,548	0	0	0
Community Environment	23,311	48,690	0	0
Transportation	106,505	75,390	0	0
	<u>209,364</u>	<u>215,246</u>	<u>0</u>	<u>0</u>
<i>Total Governmental Activities Program Revenues</i>	<u>13,902,692</u>	<u>12,899,992</u>	<u>13,817,428</u>	<u>15,242,416</u>
Business-Type Activities:				
Charges for Services:				
Water	11,273,817	11,209,329	10,683,491	10,759,734
Sewer	7,924,286	7,422,740	6,573,925	6,157,686
Parking Facilities	425,848	462,300	456,607	434,510
Winterhurst Ice Rink	181,272	372,284	343,061	563,499
Congregate Living	0	0	0	0
Subtotal - Charges for Services	<u>19,805,223</u>	<u>19,466,653</u>	<u>18,057,084</u>	<u>17,915,429</u>
Operating Grants and Contributions:				
Water	0	0	0	0
Sewer	0	0	246,194	283,595
Subtotal - Operating Grants and Contributions	<u>0</u>	<u>0</u>	<u>246,194</u>	<u>283,595</u>
Capital Grants and Contributions:				
Water	84,724	566,385	80,560	0
Sewer	43,996	0	25,536	0
Winterhurst Ice Rink	0	0	0	0
Subtotal - Capital Grants and Contributions	<u>128,720</u>	<u>566,385</u>	<u>106,096</u>	<u>0</u>
<i>Total Business-Type Activities Program Revenues</i>	<u>19,933,943</u>	<u>20,033,038</u>	<u>18,409,374</u>	<u>18,199,024</u>
<i>Total Primary Government Program Revenues</i>	<u>\$33,836,635</u>	<u>\$32,933,030</u>	<u>\$32,226,802</u>	<u>\$33,441,440</u>

Table 2

2009	2008	2007	2006	2005	2004
\$4,187,825	\$4,235,783	\$4,228,572	\$2,881,832	\$2,785,961	\$2,778,441
245,685	242,444	214,450	177,258	126,981	60,864
2,291,431	2,147,823	2,249,911	2,233,708	2,170,604	2,181,841
251,665	318,737	335,613	3,600	3,600	2,003
0	0	0	0	0	0
11,120	10,680	10,500	1,796,475	1,068,342	860,495
0	0	0	0	0	13,181
0	0	0	0	0	20,470
<u>6,987,726</u>	<u>6,955,467</u>	<u>7,039,046</u>	<u>7,092,873</u>	<u>6,155,488</u>	<u>5,917,295</u>
495,082	474,840	0	0	0	0
449,920	472,948	18,653	3,575	12,542	15,169
52,013	0	0	337,710	357,124	133,687
270,604	493,394	468,559	833,675	685,267	68,250
1,118,195	1,950,418	1,927,847	2,050,027	1,899,723	1,802,541
0	0	0	0	0	0
4,421,399	3,039,646	4,300,068	3,320,754	3,748,255	2,977,498
<u>6,807,213</u>	<u>6,431,246</u>	<u>6,715,127</u>	<u>6,545,741</u>	<u>6,702,911</u>	<u>4,997,145</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	584,601	3,579	0
0	0	0	584,601	3,579	0
<u>13,794,939</u>	<u>13,386,713</u>	<u>13,754,173</u>	<u>14,223,215</u>	<u>12,861,978</u>	<u>10,914,440</u>
9,456,618	10,298,731	10,143,589	8,395,321	8,661,772	8,494,114
5,545,675	5,947,043	5,184,560	4,107,108	4,318,539	3,779,202
404,180	332,999	292,127	290,561	294,385	290,229
371,631	427,031	793,387	686,619	725,506	714,895
0	0	0	0	0	5,594
<u>15,778,104</u>	<u>17,005,804</u>	<u>16,413,663</u>	<u>13,479,609</u>	<u>14,000,202</u>	<u>13,284,034</u>
416,013	74,859	1,044,113	0	0	0
272,358	152,949	310,993	0	0	0
<u>688,371</u>	<u>227,808</u>	<u>1,355,106</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	2,000,000	0	0	0	0
0	2,000,000	0	0	0	0
<u>16,466,475</u>	<u>19,233,612</u>	<u>17,768,769</u>	<u>13,479,609</u>	<u>14,000,202</u>	<u>13,284,034</u>
<u>\$30,261,414</u>	<u>\$32,620,325</u>	<u>\$31,522,942</u>	<u>\$27,702,824</u>	<u>\$26,862,180</u>	<u>\$24,198,474</u>

(continued)

City of Lakewood, Ohio

Changes in Net Position (continued)
Accrual Basis of Accounting
Last Ten Years

	2013	2012	2011	2010
Expenses				
Governmental Activities:				
General Government	\$8,498,246	\$9,204,662	\$7,529,571	\$8,423,969
Security of Persons and Property				
Police	12,670,338	11,844,579	11,617,633	12,272,317
Fire	10,099,908	9,936,091	9,426,271	9,526,516
Public Health Services	1,866,759	1,940,130	2,136,807	2,383,427
Transportation	2,605,700	2,536,751	1,948,825	3,092,325
Community Environment	4,910,641	4,773,590	5,804,830	6,819,791
Basic Utility Services	3,383,635	3,274,630	3,393,665	3,472,641
Leisure Time Activities	2,121,447	1,786,849	3,222,378	1,831,789
Interest and Fiscal Charges	1,481,371	1,632,156	1,835,631	1,788,103
<i>Total Governmental Activities Expenses</i>	<u>47,638,045</u>	<u>46,929,438</u>	<u>46,915,611</u>	<u>49,610,878</u>
Business-Type Activities				
Water	9,059,160	10,283,462	9,652,083	9,665,155
Sewer	6,061,044	5,674,713	5,896,702	6,012,674
Parking Facilities	300,332	392,765	349,501	386,946
Winterhurst Ice Rink	429,550	525,941	571,530	736,397
Congregate Living	0	0	0	0
<i>Total Business-Type Activities Expenses</i>	<u>15,850,086</u>	<u>16,876,881</u>	<u>16,469,816</u>	<u>16,801,172</u>
<i>Total Primary Government Expenses</i>	<u>63,488,131</u>	<u>63,806,319</u>	<u>63,385,427</u>	<u>66,412,050</u>
Net (Expense)/Revenue				
Governmental Activities	(33,735,353)	(34,029,446)	(33,098,183)	(34,368,462)
Business-Type Activities	<u>4,083,857</u>	<u>3,156,157</u>	<u>1,939,558</u>	<u>1,397,852</u>
<i>Total Primary Government Net Expense</i>	<u>(\$29,651,496)</u>	<u>(\$30,873,289)</u>	<u>(\$31,158,625)</u>	<u>(\$32,970,610)</u>

Table 2

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$7,675,451	\$7,620,762	\$9,599,299	\$8,110,235	\$7,851,426	\$7,759,070
12,754,885	12,371,712	12,035,903	11,907,585	10,686,045	10,811,935
10,131,056	10,289,314	11,028,498	10,241,053	9,949,694	9,374,854
2,505,999	3,280,667	4,211,759	4,784,768	4,310,861	4,361,672
2,866,754	2,969,914	3,480,710	2,655,600	2,880,797	2,971,847
6,474,889	5,622,461	6,798,564	6,628,671	6,417,757	8,478,583
3,998,734	4,700,773	5,450,051	5,026,300	4,340,798	4,470,994
1,839,517	2,020,450	2,159,191	1,955,303	2,097,492	2,158,300
2,127,913	2,064,970	1,898,099	1,936,679	1,781,467	1,565,095
<u>50,375,198</u>	<u>50,941,023</u>	<u>56,662,074</u>	<u>53,246,194</u>	<u>50,316,337</u>	<u>51,952,350</u>
9,038,465	9,289,887	9,612,007	8,403,497	8,539,662	8,252,561
5,751,453	6,585,346	7,606,437	5,734,921	5,022,961	4,669,597
253,274	305,295	419,733	482,642	300,901	325,724
552,929	740,804	732,973	1,257,948	969,391	969,745
0	0	0	0	64,297	4,853
<u>15,596,121</u>	<u>16,921,332</u>	<u>18,371,150</u>	<u>15,879,008</u>	<u>14,897,212</u>	<u>14,222,480</u>
<u>65,971,319</u>	<u>67,862,355</u>	<u>75,033,224</u>	<u>69,125,202</u>	<u>65,213,549</u>	<u>66,174,830</u>
(36,580,259)	(37,554,310)	(42,907,901)	(39,022,979)	(37,454,359)	(41,037,910)
870,354	2,312,280	(602,381)	(2,399,399)	(897,010)	(938,446)
<u>(\$35,709,905)</u>	<u>(\$35,242,030)</u>	<u>(\$43,510,282)</u>	<u>(\$41,422,378)</u>	<u>(\$38,351,369)</u>	<u>(\$41,976,356)</u>

(continued)

City of Lakewood, Ohio

Changes in Net Position (continued)

Accrual Basis of Accounting

Last Ten Years

	2013	2012	2011	2010
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	\$6,560,213	\$6,807,497	\$6,581,357	\$6,857,844
Police and Fire Pension	2,491,699	2,589,594	2,608,762	2,608,762
Debt Service	2,654,186	2,753,385	2,784,378	2,784,378
Payments in Lieu of Taxes	467,984	401,767	355,641	341,399
Municipal Income Taxes levied for:				
General Purposes	21,122,681	20,628,523	19,474,728	19,686,732
Grants and Entitlements not Restricted to				
Specific Programs	10,929,532	5,646,551	5,997,696	6,727,090
Investment Income	13,857	6,758	8,792	68,060
Gain from Sale of Capital Assets-Gov	0	130,124	25,308	0
Miscellaneous	216,560	611,500	713,582	436,670
<i>Total Governmental Activities</i>	<u>44,456,712</u>	<u>39,575,699</u>	<u>38,550,244</u>	<u>39,510,935</u>
Business-Type Activities				
Property Taxes Levied For:				
Sewer	1,519,408	1,581,775	1,556,497	1,590,695
Grants and Entitlements not Restricted to				
Specific Programs	219,013	229,477	0	0
Gain on Sale of Capital Assets	0	0	0	0
Investment Income	5,055	2,029	2,474	16,338
Miscellaneous	225,511	98,515	162,210	78,032
<i>Total Business-Type Activities</i>	<u>1,968,987</u>	<u>1,911,796</u>	<u>1,721,181</u>	<u>1,685,065</u>
<i>Total Primary Government General Revenues and Other Changes in Net Position</i>	<u>46,425,699</u>	<u>41,487,495</u>	<u>40,271,425</u>	<u>41,196,000</u>
Transfers				
Governmental Activities	1,514,708	1,182,550	1,041,754	1,073,981
Business-Type Activities	<u>(1,514,708)</u>	<u>(1,182,550)</u>	<u>(1,041,754)</u>	<u>(1,073,981)</u>
Restatements				
Governmental Activities	0	0	(685,367)	125,961
Business-Type Activities	0	0	(599,395)	(52,500)
<i>Total Restatements Activities</i>	<u>0</u>	<u>0</u>	<u>(1,284,762)</u>	<u>73,461</u>
Change in Net Position				
Governmental Activities	12,236,067	6,728,803	5,209,053	6,342,415
Business-Type Activities	<u>4,538,136</u>	<u>3,885,403</u>	<u>2,019,590</u>	<u>1,956,436</u>
<i>Total Primary Government Change in Net Position</i>	<u>\$16,774,203</u>	<u>\$10,614,206</u>	<u>\$7,228,643</u>	<u>\$8,298,851</u>

Table 2

2009	2008	2007	2006	2005	2004
\$7,404,532	\$7,464,079	\$7,676,479	\$6,880,029	\$6,982,259	\$6,984,616
2,810,315	2,823,756	2,911,150	2,613,672	2,589,687	2,644,603
2,973,092	2,987,313	3,079,771	2,765,061	2,590,336	2,788,706
308,520	340,341	368,523	241,589	241,480	100,617
19,314,348	19,348,017	18,246,523	16,955,457	16,537,268	17,064,294
6,345,651	5,668,748	6,482,563	6,729,258	7,713,363	7,085,654
214,275	533,257	1,130,083	1,479,546	830,725	396,491
0	0	0	0	0	0
606,457	550,472	295,266	364,274	246,757	402,279
<u>39,977,190</u>	<u>39,715,983</u>	<u>40,190,358</u>	<u>38,028,886</u>	<u>37,731,875</u>	<u>37,467,260</u>
1,712,714	1,724,040	1,775,081	1,593,691	1,579,441	1,612,757
0	0	0	205,895	212,063	203,039
0	0	0	0	180,250	0
58,952	237,593	636,665	565,729	230,974	92,690
533,806	51,808	20,087	17,543	2,113	26,408
<u>2,305,472</u>	<u>2,013,441</u>	<u>2,431,833</u>	<u>2,382,858</u>	<u>2,204,841</u>	<u>1,934,894</u>
42,282,662	41,729,424	42,622,191	40,411,744	39,936,716	39,402,154
2,084,161	534,752	332,842	(450,000)	(37,191)	(505,000)
<u>(2,084,161)</u>	<u>(534,752)</u>	<u>(332,842)</u>	<u>450,000</u>	<u>37,191</u>	<u>505,000</u>
0	1,447,962	0	0	962,608	0
0	2,928,075	0	0	0	0
<u>0</u>	<u>4,376,037</u>	<u>0</u>	<u>0</u>	<u>962,608</u>	<u>0</u>
5,481,092	4,144,387	(2,384,701)	(1,444,093)	1,202,933	(4,075,650)
1,091,665	6,719,044	1,496,610	433,459	1,345,022	1,501,448
<u>\$6,572,757</u>	<u>\$10,863,431</u>	<u>(\$888,091)</u>	<u>(\$1,010,634)</u>	<u>\$2,547,955</u>	<u>(\$2,574,202)</u>

City of Lakewood, Ohio

*Fund Balances, Governmental Funds
Modified Accrual Basis of Accounting
Last Ten Years*

	2013	2012	2011	2010
General Fund				
Reserved	\$0	\$0	\$0	\$0
Unreserved	0	0	0	0
Nonspendable	1,177,098	646,379	631,634	647,847
Assigned	3,128,964	1,943,879	1,103,061	950,918
Unassigned	13,722,092	7,101,028	7,168,275	4,966,043
Total General Fund	18,028,154	9,691,286	8,902,970	6,564,808
All Other Governmental Funds				
Reserved	0	0	0	0
Unreserved, Undesignated (Deficit), Reported in:				
Special Revenue Funds	0	0	0	0
Debt Service Funds	0	0	0	0
Capital Projects Funds	0	0	0	0
Nonspendable	114,906	200,891	170,573	187,494
Restricted	7,521,893	6,115,764	5,865,238	7,043,077
Committed	968,587	786,167	853,414	663,681
Unassigned (Deficit)	(19,268)	(81,533)	(31,316)	(158,907)
Total All Other Governmental Funds	8,586,118	7,021,289	6,857,909	7,735,345
Total Governmental Funds	\$26,614,272	\$16,712,575	\$15,760,879	\$14,300,153

Note: During 2011, the City implemented GASB 54.

Table 3

2009	2008	2007	2006	2005	2004
\$1,156,884	\$11,114	\$69,864	\$94,715	\$294,921	\$124,134
3,642,880	5,489,730	1,986,309	3,212,313	3,724,852	3,713,592
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>4,799,764</u>	<u>5,500,844</u>	<u>2,056,173</u>	<u>3,307,028</u>	<u>4,019,773</u>	<u>3,837,726</u>
2,294,622	3,131,139	3,823,391	3,237,102	3,771,588	6,034,201
2,957,115	733,201	1,773,409	2,514,850	2,489,614	1,371,018
1,282,628	343,522	1,698,091	685,942	1,245,313	1,519,878
1,467,157	4,386,784	1,906,203	4,457,614	3,283,734	2,806,361
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>8,001,522</u>	<u>8,594,646</u>	<u>9,201,094</u>	<u>10,895,508</u>	<u>10,790,249</u>	<u>11,731,458</u>
<u>\$12,801,286</u>	<u>\$14,095,490</u>	<u>\$11,257,267</u>	<u>\$14,202,536</u>	<u>\$14,810,022</u>	<u>\$15,569,184</u>

City of Lakewood, Ohio

Changes in Fund Balances, Governmental Funds Modified Accrual Basis of Accounting Last Ten Years

	2013	2012	2011	2010	2009
Revenues					
Property Taxes	\$11,650,884	\$12,041,251	\$12,041,503	\$12,301,006	\$13,194,723
Payments in Lieu of Taxes	483,679	379,614	328,790	341,399	308,520
Municipal Income Taxes	20,119,636	19,542,235	18,766,179	17,850,439	18,355,581
Charges for Services	3,831,150	3,396,958	4,036,644	3,578,550	3,598,946
Fees, Licenses, and Permits	1,962,750	2,351,660	1,630,554	1,886,868	1,823,254
Fines and Forfeitures	1,695,082	1,811,478	1,814,547	1,690,587	1,592,897
Intergovernmental	15,904,055	10,383,636	11,984,530	14,727,449	13,197,654
Special Assessments	31,511	75,390	4,360	47,459	24,642
Interest	13,857	6,758	8,792	68,060	214,275
Contributions and Miscellaneous	901,706	936,797	824,613	544,005	724,928
<i>Total Revenues</i>	<u>56,594,310</u>	<u>50,925,777</u>	<u>51,440,512</u>	<u>53,035,822</u>	<u>53,035,420</u>
Expenditures					
Current:					
General Government	8,029,518	9,147,337	7,691,955	8,149,714	7,875,387
Security of Persons and Property					
Police and Other	11,955,911	12,000,737	12,223,002	12,069,033	12,220,039
Fire	9,355,592	9,299,325	9,197,428	9,282,338	9,662,410
Public Health Services	1,755,943	1,914,502	2,268,579	2,281,603	2,428,498
Transportation	1,880,557	1,768,040	2,151,849	1,867,759	1,704,157
Community Environment	4,829,707	4,559,327	6,084,834	6,727,225	6,250,805
Basic Utilities Services	2,966,538	3,012,214	3,331,914	3,150,020	3,699,636
Leisure Time Activities	1,768,169	1,510,669	1,732,556	1,542,088	1,513,654
Capital Outlay	2,446,578	3,870,084	3,022,809	760,521	6,842,067
Debt Service:					
Principal Retirement	7,457,812	11,002,721	11,686,748	11,949,421	4,087,490
Interest and Fiscal Charges	1,487,391	1,536,273	1,734,982	1,830,823	2,085,801
Bond Issuance Costs	18,201	81,512	114,820	0	0
<i>Total Expenditures</i>	<u>53,951,917</u>	<u>59,702,741</u>	<u>61,241,476</u>	<u>59,610,545</u>	<u>58,369,944</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,642,393</u>	<u>(8,776,964)</u>	<u>(9,800,964)</u>	<u>(6,574,723)</u>	<u>(5,334,524)</u>
Other Financing Sources (Uses)					
General Obligation Bonds Issued	0	0	10,845,268	0	0
Refunding Bonds Issued	0	3,097,661	0	0	0
Bond Anticipation Notes	6,202,000	5,896,000	1,948,000	7,771,000	7,771,000
Refunding Bond Anticipation Notes	0	3,427,889	0	0	0
Premium on Debt Issuance	41,474	137,491	62,105	0	0
Sale of Capital Assets	11,656	130,124	25,308	0	0
Inception of Capital Lease	1,044,967	974,285	1,487,326	0	2,175,159
Current Refunding	0	0	0	0	(7,771,000)
Payment to Refunded Bond Escrow Agent	0	(3,497,340)	(3,048,069)	0	0
Transfers In	4,573,048	4,286,718	2,777,968	4,000,770	13,561,547
Transfers Out	(4,613,841)	(4,724,168)	(2,836,216)	(4,118,272)	(11,696,386)
<i>Total Other Financing Sources (Uses)</i>	<u>7,259,304</u>	<u>9,728,660</u>	<u>11,261,690</u>	<u>7,653,498</u>	<u>4,040,320</u>
<i>Restatements</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>\$9,901,697</u>	<u>\$951,696</u>	<u>\$1,460,726</u>	<u>\$1,078,775</u>	<u>(\$1,294,204)</u>
Debt Service as a Percentage of Noncapital Expenditures	17.4%	22.4%	23.9%	23.1%	11.7%

Table 4

2008	2007	2006	2005	2004
\$13,257,834	\$13,502,272	\$12,316,987	\$12,388,236	\$12,388,112
340,341	368,523	241,589	241,480	100,617
18,480,218	18,143,485	17,080,608	17,785,152	16,842,902
3,033,174	3,494,517	3,597,914	3,479,982	3,432,921
1,971,510	2,035,413	1,930,932	1,159,966	939,434
1,710,782	1,458,771	1,535,840	1,385,746	1,478,391
11,824,139	13,239,249	13,184,935	13,989,782	12,359,013
240,001	123,219	105,230	91,836	84,302
533,257	1,130,083	1,479,546	830,725	396,491
817,733	381,542	752,522	510,219	402,279
<u>52,208,989</u>	<u>53,877,074</u>	<u>52,226,103</u>	<u>51,863,124</u>	<u>48,424,462</u>
7,930,675	8,607,515	7,261,972	7,215,127	7,601,675
12,139,328	11,678,468	11,484,234	10,598,682	10,662,735
10,088,610	10,567,772	10,080,039	9,573,450	9,304,473
3,352,685	4,089,118	4,501,420	4,258,873	4,286,363
1,980,543	2,617,950	1,770,566	2,057,427	2,175,057
5,669,977	6,787,327	6,619,518	6,359,746	5,656,644
4,466,994	5,089,792	4,661,348	4,094,876	4,328,373
1,733,290	1,944,398	1,809,858	1,912,849	1,962,346
5,280,879	4,525,704	3,838,417	6,132,047	5,422,606
8,637,976	11,230,978	2,905,047	9,353,547	5,652,579
2,057,441	1,924,401	1,794,537	1,738,257	1,505,688
0	300,690	0	225,403	306,388
<u>63,338,398</u>	<u>69,364,113</u>	<u>56,726,956</u>	<u>63,520,284</u>	<u>58,864,927</u>
(11,129,409)	(15,487,039)	(4,500,853)	(11,657,160)	(10,440,465)
0	10,520,000	0	6,495,637	4,265,000
0	0	0	7,335,000	0
7,771,000	5,374,000	8,311,000	4,228,000	7,064,800
0	0	0	0	0
0	57,987	5,367	241,575	30,823
0	0	0	5,500	7,592
4,110,632	1,375,314	0	10,137	0
0	0	(3,973,000)	0	0
0	(4,844,725)	0	(7,380,660)	0
3,077,261	3,631,000	1,969,098	3,970,791	2,620,130
(2,786,509)	(3,571,806)	(2,419,098)	(4,007,982)	(3,125,130)
<u>12,172,384</u>	<u>12,541,770</u>	<u>3,893,367</u>	<u>10,897,998</u>	<u>10,863,215</u>
1,795,248	0	0	0	213,371
<u>\$2,838,223</u>	<u>(\$2,945,269)</u>	<u>(\$607,486)</u>	<u>(\$759,162)</u>	<u>\$636,121</u>
18.5%	20.2%	9.3%	18.6%	13.0%

City of Lakewood, Ohio

Assessed Valuations and Estimated Actual Values of Taxable Property

Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value			Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU	Estimated Actual Value	Assessed Value	Estimated Actual Value
2013	\$685,183,640	\$154,358,840	\$2,398,692,800	\$13,754,200	\$15,629,773
2012	721,599,290	163,222,160	2,528,061,286	12,758,240	14,498,000
2011	727,775,410	166,733,970	2,555,741,086	12,400,630	14,091,625
2010	728,076,240	167,461,630	2,558,679,629	12,391,260	14,080,977
2009	779,592,560	179,148,740	2,739,260,857	10,241,580	11,638,159
2008	781,245,420	179,298,480	2,744,411,143	9,869,670	11,215,534
2007	786,898,880	168,582,420	2,729,946,571	14,577,400	16,565,227
2006	706,658,210	156,111,470	2,465,056,229	15,069,300	17,124,205
2005	707,459,690	154,201,870	2,461,890,171	16,590,000	18,852,273
2004	707,280,760	154,003,840	2,460,813,143	16,857,265	19,155,983

Real Property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

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 12.50 for 2007, 6.25 percent for 2008 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 interexchange 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). During 2011, the City did not include an assessed value for general business tangible personal property.

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. The 10 percent rollback for commercial/industrial property was eliminated in 2006.

Source: Cuyahoga County, Ohio; Fiscal Officer

Table 5

Tangible Personal Property		Total		Ratio	Tax Rate per \$1,000 of Assessed Value
General Business		Assessed	Estimated		
Assessed Value	Estimated Actual Value	Value	Value		
\$0	\$0	\$853,296,680	\$2,414,322,573	35.34 %	\$17.40
0	0	897,579,690	2,542,559,286	35.30	17.40
0	0	906,910,010	2,569,832,711	35.29	17.40
0	0	907,929,130	2,572,760,606	35.29	17.40
3,507,600	28,060,800	972,490,480	2,778,959,816	34.99	17.40
12,438,513	66,338,736	982,852,083	2,821,965,413	34.83	17.40
15,903,081	84,816,432	985,961,781	2,831,328,230	34.82	17.40
21,872,491	116,653,285	899,711,471	2,598,833,719	34.62	17.40
23,673,865	102,929,848	901,925,425	2,583,672,292	34.91	17.40
26,670,819	111,128,413	904,812,684	2,591,097,539	34.92	17.40

City of Lakewood, Ohio

Property Tax Rates – Direct and Overlapping Governments (Per \$1,000 of Assessed Valuation)

Last Ten Years

	2013	2012	2011	2010	2009
Charter Millage					
Sinking Fund	\$3.4700	\$3.4700	\$3.4700	\$3.4700	\$3.4700
1976 Charter/Current Expenses	8.6500	8.6500	8.6500	8.6500	8.6500
1976 Charter/Fire	1.6800	1.6800	1.6800	1.6800	1.6800
1976 Charter/Police	1.6000	1.6000	1.6000	1.6000	1.6000
1976 Charter/Sewer	2.0000	2.0000	2.0000	2.0000	2.0000
Total Charter Millage	\$17.4000	\$17.4000	\$17.4000	\$17.4000	\$17.4000
Overlapping Rates by Taxing District					
Lakewood City School District					
Residential/Agricultural Real	\$66.5450	\$58.5508	\$56.6894	\$56.4019	\$48.8809
Commercial/Industrial and Public Utility Real	80.9159	72.8585	70.3761	69.8953	62.3184
General Business and Public Utility Personal	123.2300	115.4000	115.4000	115.4000	107.9000
Cuyahoga County Council (1)					
Residential/Agricultural Real	17.2639	16.4335	16.3035	16.3660	15.8789
Commercial/Industrial and Public Utility Real	17.1291	16.1672	15.9138	15.9620	15.5327
General Business and Public Utility Personal	17.2800	16.4500	16.4500	16.5500	16.2500
Special Taxing Districts (2)					
Residential/Agricultural Real	4.6000	4.3544	4.1938	4.1657	4.1608
Commercial/Industrial and Public Utility Real	5.5100	4.5847	4.3906	4.3529	4.3492
General Business and Public Utility Personal	6.2500	5.3500	5.3500	5.3500	5.3500

Source: Cuyahoga County, Ohio; Fiscal Officer

Note:

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.

Charter millage is consistently applied to all types of property as opposed to the voted levies of the overlapping taxing districts.

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

Voted levies of overlapping governments are adjusted so that inflationary increases in value do not generate additional real property taxes.

(1) Includes Cuyahoga Community College District and Cleveland-Cuyahoga County Port Authority

(2) Includes Lakewood Public Library and Cleveland Metropolitan Park District

Table 6

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$3.4700	\$3.4700	\$3.4700	\$3.4700	\$3.4700
8.6500	8.6500	8.6500	8.6500	8.6500
1.6800	1.6800	1.6800	1.6800	1.6800
1.6000	1.6000	1.6000	1.6000	1.6000
2.0000	2.0000	2.0000	2.0000	2.0000
<u>\$17.4000</u>	<u>\$17.4000</u>	<u>\$17.4000</u>	<u>\$17.4000</u>	<u>\$17.4000</u>
\$45.9650	\$45.5754	\$49.5692	\$49.5065	\$43.6947
61.3095	60.4273	65.9849	65.6697	59.6364
107.2000	106.9000	107.4000	107.4000	101.6000
15.1504	15.1210	14.1728	13.4245	13.4429
15.4894	14.3558	15.2977	14.6624	14.7364
16.2500	16.3500	16.4500	16.4500	16.4500
3.8697	3.8656	4.2827	4.2776	3.5972
4.3243	4.2874	4.7054	4.6776	4.1416
5.3500	5.3500	5.3500	5.3500	5.0500

City of Lakewood, Ohio

Property Tax Levies and Collections

Last Ten Years

Table 7

Collection Year	Current Tax Levy (2)	Current Tax Collections (2)	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy	Accumulated Outstanding Delinquent Taxes (3)	Percentage of Delinquent Taxes To Total Tax Levy
2013	\$15,366,857	\$14,631,052	95.21 %	\$751,131	\$15,382,183	100.10 %	\$998,640	6.50 %
2012	16,076,676	15,291,655	95.12	688,402	15,980,057	99.40	1,224,804	7.62
2011	16,135,708	15,259,060	94.57	565,338	15,824,398	98.07	1,244,407	7.71
2010	16,154,477	15,383,763	95.23	641,045	16,024,808	99.20	1,214,467	7.52
2009	17,211,840	16,061,636	93.32	697,562	16,759,198	97.37	1,285,160	7.47
2008	17,327,947	16,331,350	94.25	723,290	17,054,640	98.42	1,275,020	7.36
2007	17,346,544	16,547,580	95.39	687,163	17,234,743	99.36	1,122,078	6.47
2006	16,052,661	15,078,364	93.93	510,427	15,588,791	97.11	937,196	5.84
2005	16,053,584	15,305,464	95.34	581,629	15,887,093	98.96	564,880	3.52
2004	16,101,736	15,281,644	94.91	513,548	15,795,192	98.10	820,139	5.09

Source: Cuyahoga County, Ohio; Fiscal Officer

- (1) Information for Real and Public Utility only
- (2) State Reimbursements of Rollback and Homestead Exemptions are Included. Current Tax Levy and Current Tax Collections include delinquent amounts.
- (3) Penalties and Interest are included, since by Ohio law they become part of tax obligation as assessment occurs.

Note: The County is aware of the requirement to report delinquent tax collections by levy year rather than by collection year. The County's current computer system tracks levy amounts by either current levy or delinquent levy. Once amounts become part of the delinquent levy, the ability to track information by levy year is lost. The County is looking at options to provide this information in the future.

City of Lakewood, Ohio

Principal Taxpayers – Real Estate Tax

2013 and 2004

Table 8

Taxpayer	2013	
	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$11,443,000	1.36 %
Lakewood Senior Campus	3,481,430	0.41
14600 Detroit Avenue	3,397,300	0.40
Castlewood Association	2,067,460	0.25
Lakewood Senior Citizens Inc.	2,066,970	0.25
Marine Towers	2,014,360	0.24
Fame-Midamco Co LLC	1,839,120	0.22
Shoreham Apartments	1,833,480	0.22
Lakewood Association L.P.	1,819,790	0.22
Lake Shore Associates	1,729,490	0.21
Total	\$31,692,400	3.78 %
Total Real Property Assessed Valuation	\$839,542,480	
Taxpayer	2004	
	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$7,007,540	0.81 %
Ohio Bell Telephone Company	5,599,240	0.65
Lakewood Operating Associates	2,309,130	0.27
Lakewood Senior Citizens, Inc.	2,231,010	0.26
Marine Towers	2,096,990	0.24
Castlewood Association	1,994,760	0.23
Fame-Midamco Company	1,720,990	0.20
Lakewood Heath Care	1,690,860	0.20
Lakewood Association L.P.	1,641,230	0.19
Lakeshore Associates	1,596,360	0.19
Total	\$27,888,110	3.24 %
Total Real Property Assessed Valuation	\$861,284,600	

Source: Cuyahoga County, Ohio; Fiscal Officer

City of Lakewood, Ohio

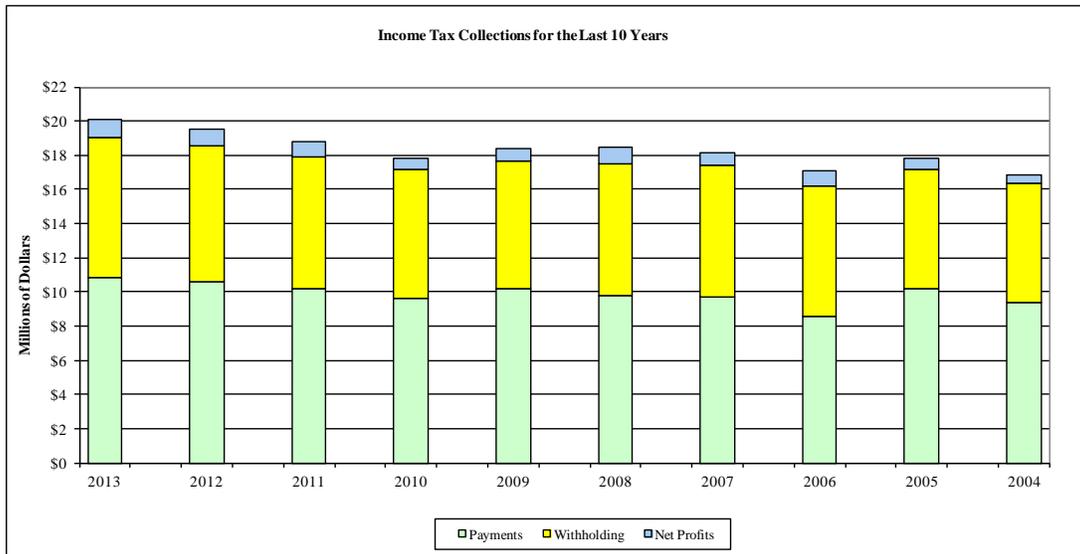
Income Tax Revenue Base and Collections (Cash Basis)

Last Ten Years

Table 9

Tax Year	Tax Rate	Total Tax Collected (1)	Taxes From Individual Payments	Percentage of Taxes From Individual Payments	Taxes From Withholding	Percentage of Taxes From Withholding	Taxes From Net Profits	Percentage of Taxes From Net Profits
2013	1.50%	\$20,119,636	\$10,877,178	54.06%	\$8,175,944	40.64%	\$1,066,514	5.30%
2012	1.50	19,542,235	10,574,337	54.11	8,008,136	40.98	959,762	4.91
2011	1.50	18,766,179	10,191,507	54.31	7,696,981	41.02	877,691	4.67
2010	1.50	17,850,439	9,656,284	54.10	7,484,885	41.93	709,270	3.97
2009	1.50	18,355,581	10,199,250	55.56	7,422,370	40.44	733,961	4.00
2008	1.50	18,480,218	9,814,844	53.11	7,691,467	41.62	973,907	5.27
2007	1.50	18,143,485	9,719,464	53.57	7,676,509	42.31	747,512	4.12
2006	1.50	17,080,608	8,529,917	49.94	7,650,455	44.79	900,236	5.27
2005	1.50	17,785,152	10,153,562	57.09	7,038,931	39.58	592,659	3.33
2004	1.50	16,842,902	9,351,723	55.52	7,037,400	41.78	453,779	2.69

- (1) Modified Accrual Basis
- (2) The City is statutorily prohibited from presenting individual taxpayer information.
- (3) The City's basic income tax rate may only be increased by a majority vote of City residents.



City of Lakewood, Ohio

Ratio of Outstanding Debt by Type

Last Ten Years

Table 10

Year	Governmental Activities	Business Activities	Less: Amounts Restricted to Repaying Principal	Net General Bonded Debt	Net Debt as a Percentage of Estimated Taxable Value of Property (1)	Net General Bonded Debt Per Capita (2)	Other Governmental Activities Debt			
	General Obligation Bonds	General Obligation Bonds					Special Assessment Bonds	OPWC Loans	Capital Leases	Bond Anticipation Notes
2013	\$27,071,563	\$6,503,575	(\$2,970,853)	\$30,604,285	1.27 %	\$587.06	\$0	\$154,000	\$5,943,223	\$6,442,028
2012	29,444,981	7,153,314	(1,951,867)	34,646,428	1.36	664.60	0	184,800	6,015,960	3,956,143
2011	32,266,849	8,224,427	(1,284,237)	39,207,039	1.53	752.09	0	215,600	6,122,214	1,948,000
2010	27,304,917	9,222,488	(2,367,338)	34,160,067	1.33	655.27	0	246,400	5,574,518	7,771,000
2009	30,278,657	10,268,175	(1,873,830)	38,673,002	1.39	741.84	0	277,200	6,445,401	7,771,000
2008	33,476,781	11,315,719	(1,874,338)	42,918,162	1.52	757.66	0	308,000	5,143,663	8,529,620
2007	36,361,438	12,317,624	(2,652,566)	46,026,496	1.63	812.53	0	355,416	1,379,783	5,374,000
2006	33,481,011	12,849,249	(1,511,299)	44,818,961	1.72	791.21	0	419,437	22,322	8,505,000
2005	36,035,423	13,701,254	(1,128,628)	48,608,049	1.88	858.10	30,000	483,460	47,423	4,228,000
2004	31,443,942	9,728,388	(1,621,445)	39,550,885	1.59	698.21	60,000	547,482	113,793	7,064,800
Business-Type Activities										
Year	General Obligation Bonds	Revenue Bonds	Bond Anticipation Notes	Capital Leases	OPWC/OWDA Loans	Total Debt (3)	Percentage of Personal Income (2)	Per Capita (2)		
2013	\$6,503,575	\$21,535,898	\$0	\$2,922,079	\$2,743,324	\$73,315,690	5.12 %	\$1,406.37		
2012	7,153,314	22,443,126	0	2,541,600	3,107,421	74,847,345	5.23	1,435.76		
2011	8,224,427	23,304,460	0	2,879,636	3,486,862	78,448,048	5.48	1,504.83		
2010	9,222,488	24,610,322	0	1,224,164	3,864,982	79,818,791	5.58	1,409.08		
2009	10,268,175	25,865,737	0	1,382,897	4,241,837	86,530,904	6.37	1,527.57		
2008	11,315,719	27,055,258	494,380	1,535,792	4,617,473	92,476,686	6.81	1,632.54		
2007	12,317,624	28,203,885	749,000	287,579	4,991,951	90,020,676	6.63	1,589.18		
2006	12,849,249	29,472,065	1,408,000	0	5,365,315	91,522,399	6.74	1,615.69		
2005	13,701,254	5,612,903	11,509,000	0	5,737,611	77,385,074	5.70	1,366.12		
2004	9,728,388	5,482,940	6,148,500	0	6,108,983	66,698,828	4.91	1,177.47		

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 S30 for population and personal income data.

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

City of Lakewood, Ohio

Legal Debt Margin

Last Ten Years

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Overall Legal Debt Limit (10.5% of Assessed Valuation)	\$89,596,151	\$94,245,867	\$95,225,551	\$95,332,559
Net Debt Applicable to Debt Limit	<u>31,554,491</u>	<u>32,392,911</u>	<u>33,491,466</u>	<u>34,466,401</u>
Overall Legal Debt Margin (10.5% of Assessed Valuation)	<u>\$58,041,660</u>	<u>\$61,852,956</u>	<u>\$61,734,085</u>	<u>\$60,866,158</u>
Legal Debt Margin as a Percentage of Debt Limit	<u>64.78%</u>	<u>65.63%</u>	<u>64.83%</u>	<u>63.85%</u>
Unvoted Legal Debt Limit (5.5% of Assessed Valuation)	\$46,931,317	\$49,366,883	\$49,880,051	\$49,936,102
Net Debt Applicable to Debt Limit	<u>31,554,491</u>	<u>32,392,911</u>	<u>33,491,466</u>	<u>34,466,401</u>
Unvoted Legal Debt Margin (5.5% of Assessed Valuation)	<u>\$15,376,826</u>	<u>\$16,973,972</u>	<u>\$16,388,585</u>	<u>\$15,469,701</u>
Legal Debt Margin as a Percentage of Debt Limit	<u>32.76%</u>	<u>34.38%</u>	<u>32.86%</u>	<u>30.98%</u>

Legal Debt Margin Calculation for the Year Ended December 31, 2013

	<u>Overall Margin Within 10.5%</u>	<u>Unvoted Margin Within 5.5%</u>
Assessed property value	<u>\$853,296,680</u>	<u>\$853,296,680</u>
Debt Limitation (percentage of assessed property value)	\$89,596,151	\$46,931,317
Gross Indebtedness:	64,326,575	64,326,575
Less: General Obligation Bonds	(3,590,000)	(3,590,000)
General Obligation Bonds - Enterprise Funds	(6,508,741)	(6,508,741)
Revenue Bonds	(21,275,000)	(21,275,000)
Debt Service Fund	<u>(1,398,343)</u>	<u>(1,398,343)</u>
Net Debt Applicable to Debt Limit	<u>31,554,491</u>	<u>31,554,491</u>
Legal Debt Margin Within Limitations	<u>\$58,041,660</u>	<u>\$15,376,826</u>

Note: Under State of Ohio finance law, the City of Lakewood's outstanding general obligation debt that is supported through real estate value should not exceed 10.5 percent of total assessed property value. In addition, the outstanding general obligation debt net of voted debt should not exceed 5.5 percent of total assessed property value. By law, the general obligation debt subject to the limitation is offset by amounts set aside for repaying general obligation bonds.

Table 11

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$102,111,500	\$103,199,469	\$103,525,987	\$94,469,704	\$94,702,170	\$95,005,332
<u>37,460,332</u>	<u>42,690,007</u>	<u>42,039,762</u>	<u>41,051,785</u>	<u>48,932,958</u>	<u>41,781,567</u>
<u>\$64,651,168</u>	<u>\$60,509,462</u>	<u>\$61,486,225</u>	<u>\$53,417,919</u>	<u>\$45,769,212</u>	<u>\$53,223,765</u>
<u>63.31%</u>	<u>58.63%</u>	<u>59.39%</u>	<u>56.55%</u>	<u>48.33%</u>	<u>56.02%</u>
\$53,486,976	\$54,056,865	\$54,227,898	\$49,484,131	\$49,605,898	\$49,764,698
<u>37,460,332</u>	<u>42,690,007</u>	<u>42,039,762</u>	<u>41,051,785</u>	<u>48,932,958</u>	<u>41,781,567</u>
<u>\$16,026,644</u>	<u>\$11,366,858</u>	<u>\$12,188,136</u>	<u>\$8,432,346</u>	<u>\$672,940</u>	<u>\$7,983,131</u>
<u>29.96%</u>	<u>21.03%</u>	<u>22.48%</u>	<u>17.04%</u>	<u>1.36%</u>	<u>16.04%</u>

City of Lakewood, Ohio

Computation of Direct and Overlapping Debt Attributable to Governmental Activities

December 31, 2013

Table 12

	Debt Attributable to Governmental Activities	Overlapping Percentage Applicable to Lakewood (1)	Amount of Direct and Overlapping Debt
<u>Direct:</u>			
City of Lakewood			
General Obligation Bonds	\$27,071,563	100.00 %	\$27,071,563
Notes Payable - Long-term	6,214,028	100.00	6,214,028
Notes Payable - Short-term	228,000	100.00	228,000
Loans Payable	154,000	100.00	154,000
Capital Leases	<u>5,943,223</u>	100.00	<u>5,943,223</u>
Total Direct Debt	<u>39,610,814</u>		<u>39,610,814</u>
<u>Overlapping Debt:</u>			
Cuyahoga County	314,245,000	3.08	9,673,822
Regional Transit Authority	116,450,000	3.08	3,584,835
Lakewood City School District	<u>140,679,915</u>	100.00	<u>140,679,915</u>
Total Overlapping Debt	<u>571,374,915</u>		<u>153,938,572</u>
Total	<u>\$610,985,729</u>		<u>\$193,549,386</u>

Source: Cuyahoga County, Ohio; County Fiscal Officer

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



City of Lakewood, Ohio

Pledged Revenue Coverage

Water

Last Ten Years

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Net Available Revenue:					
Gross Revenues (1)	\$11,306,665	\$11,214,618	\$10,774,944	\$10,777,249	\$10,385,783
Less: Operating Expenses (2)	<u>7,975,571</u>	<u>9,190,160</u>	<u>8,128,431</u>	<u>8,468,811</u>	<u>7,812,615</u>
Net Available Revenue	<u><u>\$3,331,094</u></u>	<u><u>\$2,024,458</u></u>	<u><u>\$2,646,513</u></u>	<u><u>\$2,308,438</u></u>	<u><u>\$2,573,168</u></u>
Debt Service OPWC Loans:					
Principal	\$332,903	\$313,229	\$313,229	\$313,229	\$313,229
OPWC Coverage	<u>10.01</u>	<u>6.46</u>	<u>8.45</u>	<u>7.37</u>	<u>8.21</u>
Debt Service - Revenue Bonds:					
Principal	486,359	465,465	954,572	919,125	868,232
Interest	479,013	500,187	538,959	575,314	608,689
Revenue Bond Coverage	<u>3.45</u>	<u>2.10</u>	<u>1.77</u>	<u>1.54</u>	<u>1.74</u>
Total Debt Service:					
Principal	819,262	778,694	1,267,801	1,232,354	1,181,461
Interest	479,013	500,187	538,959	575,314	608,689
Total Coverage	<u>2.57</u>	<u>1.58</u>	<u>1.46</u>	<u>1.28</u>	<u>1.44</u>

(1) Gross revenues include operating revenues, intergovernmental revenues, interest income and special assessments.

(2) Operating expenses do not include depreciation and amortization expenses.

Table 13

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$10,536,724	\$11,484,184	\$8,803,103	\$8,857,697	\$8,584,588
<u>8,042,899</u>	<u>8,470,561</u>	<u>7,364,732</u>	<u>7,770,689</u>	<u>7,481,671</u>
<u>\$2,493,825</u>	<u>\$3,013,623</u>	<u>\$1,438,371</u>	<u>\$1,087,008</u>	<u>\$1,102,917</u>
\$313,230	\$313,230	\$313,229	\$313,229	\$301,113
<u>7.96</u>	<u>9.62</u>	<u>4.59</u>	<u>3.47</u>	<u>3.66</u>
837,338	876,890	550,998	510,000	490,000
650,747	598,677	249,923	251,585	251,785
<u>1.68</u>	<u>2.04</u>	<u>1.80</u>	<u>1.43</u>	<u>1.49</u>
1,150,568	1,190,120	864,227	823,229	791,113
650,747	598,677	249,923	251,585	251,785
<u>1.38</u>	<u>1.68</u>	<u>1.29</u>	<u>1.01</u>	<u>1.06</u>

City of Lakewood, Ohio

Pledged Revenue Coverage

Sewer

Last Ten Years

	2013	2012	2011	2010	2009
Net Available Revenue:					
Gross Revenues (1)	\$8,263,735	\$7,653,452	\$6,849,662	\$6,443,136	\$5,821,972
Less: Operating Expenses (2)	4,471,397	3,976,850	3,757,052	4,207,534	4,264,238
Net Available Revenue	<u>\$3,792,338</u>	<u>\$3,676,602</u>	<u>\$3,092,610</u>	<u>\$2,235,602</u>	<u>\$1,557,734</u>
Debt Service OWDA Loans:					
Principal	\$16,382	\$31,726	\$30,405	\$29,138	\$27,925
Interest	346	1,731	3,053	4,861	5,533
OWDA Coverage	<u>226.71</u>	<u>109.89</u>	<u>92.43</u>	<u>65.75</u>	<u>46.56</u>
Debt Service - OPWC Loans:					
Principal	34,486	34,486	34,486	34,485	34,485
OPWC Coverage	<u>109.97</u>	<u>106.61</u>	<u>89.68</u>	<u>64.83</u>	<u>45.17</u>
Debt Service - Revenue Bonds:					
Principal	430,000	405,000	390,000	375,000	360,000
Interest	515,613	535,863	551,463	566,463	580,863
Revenue Bond Coverage	<u>4.01</u>	<u>3.91</u>	<u>3.28</u>	<u>2.37</u>	<u>1.66</u>
Total Debt Service:					
Principal	480,868	471,212	454,891	438,623	422,410
Interest	515,959	537,594	554,516	571,324	586,396
Total Coverage	<u>3.80</u>	<u>3.64</u>	<u>3.06</u>	<u>2.21</u>	<u>1.54</u>

(1) Gross revenues include operating revenues, intergovernmental revenues, interest income and special assessments.

(2) Operating expenses do not include depreciation and amortization expenses.

Table 14

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$6,220,187	\$7,628,335	\$6,081,419	\$6,145,671	\$5,620,370
<u>4,720,506</u>	<u>5,900,144</u>	<u>5,217,728</u>	<u>4,242,885</u>	<u>4,191,193</u>
<u><u>\$1,499,681</u></u>	<u><u>\$1,728,191</u></u>	<u><u>\$863,691</u></u>	<u><u>\$1,902,786</u></u>	<u><u>\$1,429,177</u></u>
\$26,761	\$25,647	\$24,578	\$23,555	\$22,573
6,696	7,811	8,879	9,902	10,884
<u>44.82</u>	<u>51.65</u>	<u>25.81</u>	<u>56.87</u>	<u>42.72</u>
34,487	34,487	0	0	0
<u>43.49</u>	<u>50.11</u>	<u>0</u>	<u>0</u>	<u>0</u>
350,000	310,000	0	0	0
594,862	365,088	0	0	0
<u>1.59</u>	<u>2.56</u>	<u>0</u>	<u>0</u>	<u>0</u>
411,248	370,314	24,578	23,555	22,573
601,558	372,899	8,879	9,902	10,884
<u>1.48</u>	<u>2.33</u>	<u>25.81</u>	<u>56.87</u>	<u>42.72</u>

City of Lakewood, Ohio

Demographic and Economic Statistics

Last Ten Years

Table 15

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	Cuyahoga County Unemployment Rate (3)	Total Assessed Property Value (4)
2013	52,131	\$1,431,100,212	\$27,452	\$43,154	34.9	38.9%	5,833	7.2%	\$853,296,680
2012	52,131	1,431,100,212	27,452	43,154	34.9	38.9	5,870	6.6	897,579,690
2011	52,131	1,431,100,212	27,452	43,154	34.9	38.9	5,667	7.1	906,910,010
2010	52,131	1,431,100,212	27,452	44,268	35.4	38.9	5,664	8.6	907,929,130
2009	56,646	1,357,351,452	23,962	40,527	34.2	35.9	5,665	9.0	972,490,480
2008	56,646	1,357,351,452	23,962	40,527	34.2	35.9	5,925	7.1	982,852,083
2007	56,646	1,357,351,452	23,962	40,527	34.2	35.9	5,755	6.1	985,961,781
2006	56,646	1,357,351,452	23,962	40,527	34.2	35.9	6,090	5.3	899,711,471
2005	56,646	1,357,351,452	23,962	40,527	34.2	35.9	6,229	5.4	901,925,425
2004	56,646	1,357,351,452	23,962	40,527	34.2	35.9	6,416	5.9	904,812,684

(1) Source: U. S. Census

(2) Source: Lakewood City School District

(3) Ohio Department of Job and Family Services

(4) Source: Cuyahoga County Fiscal Officer

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

City of Lakewood, Ohio

Principal Employers – Based on Income Tax Dollars Withheld

Current and Nine Years Ago

Table 16

2013			
Employer	Nature of Activity	Employees *	Percentage of Total City Employment
Lakewood Hospital	Health Care	1,413	11.78%
Lakewood Board of Education	School District	1,409	11.75
City of Lakewood	Municipality	432	3.60
New York Life Insurance Company	Insurance Company	333	2.78
First Federal Saving and Loan Association of Lakewood	Financial Institution	242	2.02
Riser Foods Company	Grocer	290	2.42
Ohio Bell Telephone Company	Public Utility	160	1.32
Graftech International Holdings	Graphite Industry	123	1.03
St. Edward High School	Private School	120	1.00
The MF Cachat Company	Special Chemical Sales	58	0.48
Total		<u>4,580</u>	<u>38.18%</u>
Total Employment within the City		<u>11,996</u>	
2004			
Employer	Nature of Activity	Employees **	
Lakewood Hospital	Health Care	1,390	
Lakewood Board of Education	School District	1,153	
City of Lakewood	Municipality	645	
First Federal Savings and Loan	Financial Institution	201	
New York Life Insurance Company	Insurance Company	194	
Aristocrat Lakewood	Health Care	192	
Graph-Tech, Inc.	Manufacturing	112	
Bonnie Bell Inc.	Manufacturing	112	
Galaxy Balloons	Manufacturing	111	
United Transportation Union	Union	108	
Total		<u>4,218</u>	
Total Employment within the City		<u>n/a</u>	

Source: City of Lakewood; Department of Taxation

* # of w-2's filed with the City

** Based on actual number of employees

n/a - not available

City of Lakewood, Ohio

Full-Time City Employees by Function/Program

Last Ten Years

Table 17

Function/Program	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Government										
Council	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
Court	15.00	16.00	20.00	20.00	20.00	20.00	22.00	19.00	19.00	23.00
Civil Service	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Mayor's Office	3.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00
Human Resources	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	4.00	3.00
Community Relations	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00	1.00	1.00
Finance	6.00	7.00	7.00	6.00	7.00	7.00	7.00	7.00	6.00	8.00
Income Tax	6.00	4.00	4.00	4.00	3.00	4.00	6.00	7.00	5.00	2.00
Information System	3.00	4.00	4.00	4.00	4.00	4.00	6.00	6.00	6.00	6.00
Utility Billing	2.00	2.00	3.00	2.00	2.00	4.00	4.00	5.00	5.00	5.00
Health/Vital Stats	2.00	2.00	2.00	3.00	3.00	3.00	8.00	11.00	10.00	13.00
Law	4.00	4.00	3.00	3.00	3.00	5.00	5.00	3.00	3.00	3.00
Planning and Development	5.00	5.00	5.00	6.00	6.00	5.00	3.00	3.00	3.00	2.00
Community Development	2.00	2.00	2.00	3.00	3.00	3.00	8.00	6.00	8.00	9.00
Security of Persons and Property										
Police	95.00	95.00	97.00	100.00	99.00	98.00	96.00	94.00	94.00	94.00
Police - Communications	11.00	11.00	10.00	10.00	11.00	11.00	12.00	11.00	10.00	11.00
Support of Prisoners	2.00	2.00	2.00	5.00	4.00	4.00	4.00	3.00	3.00	3.00
Fire	76.00	76.00	76.00	75.00	76.00	78.00	81.00	77.00	76.00	76.00
Emergency Medical Services	12.00	12.00	12.00	13.00	13.00	13.00	13.00	18.00	18.00	18.00
Housing and Building	13.00	12.00	13.00	15.00	16.00	14.00	19.00	22.00	21.00	19.00
Parking	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00
Animal Control	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Public Works										
Public Works Administration	1.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00
Parks	18.00	12.00	13.00	13.00	11.00	13.00	16.00	16.00	16.00	15.00
Buildings and Facilities	0.00	1.00	1.00	2.00	2.00	3.00	4.00	5.00	5.00	5.00
Construction	0.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00	8.00
Streets	14.00	14.00	14.00	15.00	12.00	13.00	16.00	17.00	19.00	21.00
Forestry	4.00	4.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00
Traffic Signs	2.00	2.00	2.00	3.00	3.00	4.00	4.00	3.00	4.00	5.00
Refuse	30.00	30.00	32.00	35.00	35.00	43.00	46.00	52.00	51.00	53.00
Fleet	10.00	10.00	11.00	11.00	11.00	11.00	10.00	11.00	10.00	12.00
Communications	0.00	0.00	0.00	0.00	0.00	0.00	2.00	2.00	2.00	2.00
Water Distributions	6.00	6.00	6.00	6.00	7.00	8.00	9.00	8.00	6.00	8.00
Water Metering	5.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	7.00
Wastewater Collections	11.00	12.00	11.00	12.00	13.00	14.00	14.00	16.00	15.00	17.00
Wastewater Treatment	23.00	23.00	22.00	23.00	22.00	23.00	23.00	23.00	22.00	23.00
Engineering	3.00	3.00	3.00	4.00	4.00	4.00	6.00	6.00	5.00	5.00
Winterhurst	0.00	0.00	0.00	0.00	0.00	1.00	2.00	3.00	3.00	3.00
Human Services										
Human Services Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Office on Aging IIIB	11.00	12.00	16.00	18.00	18.00	21.00	25.00	25.00	26.00	27.00
Office on Aging IIIC	0.00	0.00	0.00	0.00	0.00	0.00	7.00	7.00	7.00	7.00
Early Childhood	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00	2.00
Youth	6.00	6.00	8.00	8.00	10.00	10.00	12.00	11.00	9.00	9.00
Totals:	<u>415.00</u>	<u>417.00</u>	<u>432.00</u>	<u>452.00</u>	<u>452.00</u>	<u>475.00</u>	<u>527.00</u>	<u>536.00</u>	<u>527.00</u>	<u>548.00</u>

Source: City of Lakewood, Finance Department

(1) This table includes full-time employees and excludes part-time and seasonal employees as of December 31.



City of Lakewood, Ohio

Operating Indicators by Function/Program

Last Ten Years

Function/Program	2013	2012	2011
General Government			
<i>Clerk of Council</i>			
Number of ordinances passed	50	86	66
Number of resolutions passed	70	79	70
<i>Civil Service</i>			
Number of police and fire entry application processed	67	169	0
<i>Finance Department</i>			
Number of checks/ vouchers issued	6,477	7,232	8,705
Interest earnings for fiscal year (cash basis)	\$15,300	\$8,787	\$11,232
<i>Income Tax</i>			
Number of Annual withholding forms processed	26,645	25,456	24,275
Number of Business net profit forms processed	2,397	2,399	2,378
Public Works			
<i>Engineering</i>			
Dollar amount of Construction overseen by Engineer	\$4,548,953	\$3,642,342	\$3,687,241
<i>Forestry</i>			
Number of trees planted	275	65	6
<i>Parking Enforcement</i>			
Number of parking tickets	4,568	4,743	3,542
<i>Refuse</i>			
Collection of resident and business garbage in tons	15,606	16,049	16,369
<i>Water</i>			
Average (MCF) of water billed monthly (in thousands)	185,803	190,425	186,536
<i>Wastewater Collection</i>			
Average (MCF) of sewer billed monthly (in thousands)	185,803	190,425	186,536
<i>Wastewater Treatment</i>			
Influent flow in millions of gallons per year	2,741	2,577	3,793
Bio-solids wet tons per year	5,303	4,750	5,240

n/a - not available

(1) Information for some years is not available

Table 18

2010	2009	2008	2007	2006	2005	2004
107	94	100	95	98	126	120
76	62	101	73	102	103	124
0	0	240	0	340	n/a	n/a
8,924	9,291	11,014	9,335	7,083	6,846	7,039
\$103,993	\$292,662	\$741,464	\$1,763,496	\$2,004,475	\$908,127	\$322,705
22,794	22,142	22,709	22,919	9,727	8,931	7,546
2,224	2,271	2,195	2,065	1,405	1,072	741
\$3,925,960	\$3,501,473	\$3,443,940	\$12,590,150	\$13,859,602	\$9,173,108	\$2,874,226
272	259	206	186	296	n/a	n/a
12,118	11,178	12,004	10,287	11,868	5,251	8,455
16,296	17,010	19,990	21,026	22,137	21,868	23,971
194,311	203,999	206,902	214,515	216,729	221,803	225,509
194,311	203,999	206,902	214,515	216,729	221,803	225,509
2,520	2,771	3,324	3,101	3,228	2,947	3,441
5,580	5,002	5,101	5,348	5,643	5,209	5,311

City of Lakewood, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Function/Program	2013	2012	2011
Security of Persons and Property			
<i>Police</i>			
Total calls for services	42,601	54,480	57,570
Number of citations issued	7,543	8,411	8,353
<i>Fire</i>			
Total calls for services-Fire	1,828	1,585	1,387
Total calls for services-EMS	5,328	5,653	5,399
Community Environment			
<i>Building Department</i>			
Estimated value of construction	\$28,056,591	\$30,828,918	\$21,012,297
Number of permits issued (all types)	2,469	2,573	2,473
Leisure Time Activities			
<i>Parks</i>			
Recreation Men's and Women's Leagues receipts	\$5,675	\$5,405	\$5,307
Recreation Youth Activities receipts	\$79,841	\$80,522	\$80,351

n/a - not available

(1) Information for some years is not available

Table 18

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
64,064	55,802	46,247	50,316	49,733	52,053	48,376
16,710	16,262	15,747	14,009	15,007	14,872	16,744
1,256	1,411	1,795	2,163	2,067	2,245	1,903
5,208	5,251	5,006	5,006	5,111	5,028	4,722
\$25,472,201	\$18,660,849	\$34,568,567	\$44,249,478	\$73,425,066	\$44,324,510	\$21,658,746
2,552	2,216	2,683	2,724	2,781	3,011	2,948
\$5,125	\$5,025	\$5,100	\$4,250	\$3,619	\$8,341	\$3,200
\$79,205	\$78,700	\$76,500	\$73,500	\$89,347	\$68,881	\$22,830

City of Lakewood, Ohio

Capital Assets Statistics by Function/Program

Last Ten Years

Function/Program	2013	2012	2011	2010	2009
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Vehicles	49	45	44	44	47
Fire					
Stations	3	3	3	3	3
Vehicles	15	19	17	17	17
Leisure Time Activities					
Parks					
Number of Parks	15	15	15	15	15
Number of Ice Rinks	2	2	2	2	2
Number of Skateboarding Areas	1	1	1	1	1
Number of Baseball Diamonds	5	5	5	5	5
Number of Soccer Fields	1	1	1	1	1
Transportation					
Service					
Streets (miles)	93	93	93	93	93
Street Lights	1,488	1,488	1,488	1,488	1,488
Water and Sewer					
Water Lines (miles)	112	112	112	112	112
Sanitary Sewers (miles)	75	75	75	75	75
Storm Sewers (miles)	66	66	66	66	66
Combined Sewers (miles)	25	25	25	25	25

Source: City of Lakewood

Table 19

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
1	1	1	1	1
49	51	52	50	49
3	3	3	3	3
18	17	18	18	17
15	15	15	14	14
2	2	2	2	2
1	0	0	0	0
5	5	5	5	5
1	1	1	1	1
93	93	93	93	93
1,488	1,488	1,488	1,488	1,488
112	112	112	111	111
75	75	75	75	75
66	66	66	66	66
25	25	25	25	25





Dave Yost • Auditor of State

CITY OF LAKEWOOD

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 8, 2014**