

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Richard A. Mallonn II • Auditor, City of Canton



For The Year Ended December 31, 2014

CITY OF CANTON, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2014

RICHARD A MALLONN II
CITY AUDITOR

PREPARED BY THE CITY AUDITOR'S OFFICE

CITY OF CANTON
STARK COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2014

TABLE OF CONTENTS

| | |
|---|-----|
| Title Page | i |
| Table of Contents | i |
| I. INTRODUCTORY SECTION | |
| Letter of Transmittal..... | v |
| Certificate of Achievement for Excellence in Financial Reporting..... | xiv |
| City Officials..... | xv |
| Organizational Chart | xvi |
| II. FINANCIAL SECTION | |
| Independent Auditor’s Report | 1 |
| Management’s Discussion and Analysis | 5 |
| Basic Financial Statements: | |
| Government-Wide Financial Statements: | |
| Statement of Net Position | 19 |
| Statement of Activities..... | 20 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds | 22 |
| Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities | 25 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds..... | 26 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities..... | 28 |
| Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis): | |
| General Fund..... | 29 |
| Community and Economic Development Fund | 31 |
| Statement of Net Position - Proprietary Funds..... | 32 |
| Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds | 33 |
| Statement of Cash Flows - Proprietary Funds | 34 |
| Statement of Fiduciary Net Position - Fiduciary Funds | 36 |
| Statement of Changes in Fiduciary Net Position - Fiduciary Fund | 37 |
| Notes to the Basic Financial Statements..... | 39 |
| Combining Statements and Individual Fund Schedules: | |
| Fund Descriptions - Governmental Funds..... | 83 |
| Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Major Governmental Funds: | |
| General Fund..... | 87 |
| Community and Economic Development Fund | 93 |
| Capital Projects Fund | 95 |
| Motor Vehicle Purchase Fund..... | 97 |
| Combining Balance Sheet - Nonmajor Governmental Funds | 99 |

CITY OF CANTON
STARK COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2014

TABLE OF CONTENTS (CONTINUED)

Combining Statements and Individual Fund Schedules (continued):

| | |
|---|-----|
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds | 101 |
| Combining Balance Sheet - Nonmajor Special Revenue Funds..... | 102 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds..... | 108 |
| Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Nonmajor Special Revenue Funds: | |
| Street Construction, Maintenance, and Repair Fund..... | 113 |
| State Highway Fund..... | 114 |
| Municipal Road Fund..... | 115 |
| Cornerstone Parking Deck Fund..... | 116 |
| Mills Industrial Park TIF Fund..... | 117 |
| Gervasi 1700, LLC TIF Fund..... | 118 |
| Lesh Road /30 th TIF Fund..... | 119 |
| Health Services Fund..... | 120 |
| Crime Lab Fund..... | 121 |
| Court Computer Fund..... | 122 |
| Court Capital Improvement Special Project Fund..... | 123 |
| Legal Research Fund..... | 124 |
| Court GPS Cost Fund..... | 125 |
| Ignition Interlock/Alcohol Monitoring Fund..... | 126 |
| Law Department Dispute Resolution Fund..... | 127 |
| SARTA Area Improvement Fund..... | 128 |
| Park Department Fund..... | 129 |
| Youth Development Fund..... | 130 |
| Federal Forfeiture Fund..... | 131 |
| Enforcement and Education Fund..... | 132 |
| Indigent Driver Alcohol Treatment Fund..... | 133 |
| Law Enforcement Trust Fund..... | 134 |
| Municipal Probation Services Fund..... | 135 |
| Misdemeanor Community Sanction Grant Fund..... | 136 |
| Prisoner Housing Fund..... | 137 |
| Local Law Enforcement Block Grant Fund..... | 138 |
| Canton Police Youth Corp Fund..... | 139 |
| Canton Auxiliary Police Fund..... | 140 |
| D.A.R.E. Program Fund..... | 141 |
| Safe Neighborhood Heroes Grant Fund..... | 142 |
| Police Grants and Donations Fund..... | 143 |
| Byrne Memorial Recovery Act Fund..... | 144 |
| 2010 Local Solicitation Byrne Grant Fund..... | 145 |
| Police EMS Training and Equipment Grant Fund..... | 146 |
| 2013 Cops Hiring Program Fund..... | 147 |
| 2012 Cops Hiring Program Fund..... | 148 |
| Fire Grants and Donations Fund..... | 149 |
| EMS Training and Equipment Grant Fund..... | 150 |
| Firefighter Assistance Grant Fund..... | 151 |
| Vacant/Foreclosed Registry Fund..... | 152 |
| Clean Ohio Revitalization Fund..... | 153 |
| Canton Merchandising Fund..... | 154 |
| Employee Recognition Fund..... | 155 |
| City Hall Plaza Fund..... | 156 |
| Recycle Ohio Grant Fund..... | 157 |
| Guardrail/Attenuator Replacement Fund..... | 158 |
| Southeast Community Center Fund..... | 159 |
| Thurman Munson Memorial Stadium Donation Fund..... | 160 |
| Clerk of Courts Administration Fund..... | 161 |

CITY OF CANTON
STARK COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2014

TABLE OF CONTENTS (CONTINUED)

Combining Statements and Individual Fund Schedules (continued):

| | |
|--|-----|
| Combining Balance Sheet - Nonmajor Debt Service Funds..... | 162 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds..... | 163 |
| Individual Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Nonmajor Debt Service Fund: | |
| General Obligation Bond Retirement Fund..... | 164 |
| Combining Balance Sheet - Nonmajor Capital Projects Funds..... | 166 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds..... | 170 |
| Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Nonmajor Capital Projects Funds: | |
| 2006 City Infrastructure Bond Fund | 174 |
| 2006 Recreational Bond Fund..... | 175 |
| 2006 Construction/Reconstruction Bond Fund | 176 |
| 2006 Judges Facilities/City Hall Renovation Bond Fund | 177 |
| 12 th St. N Corridor Project Fund | 178 |
| 55 th St. NE Storm Sewer Project Fund..... | 179 |
| Mahoning Rd. Corridor Project Fund..... | 180 |
| Walnut/Cherry Avenue Project Fund | 181 |
| 11 th St. NW Improvement Project Fund..... | 182 |
| 41 st St. NW Roadway Reconstruction Project..... | 183 |
| Roadway Crossing/Traffic Signal Upgrade Fund | 184 |
| Harrisburg Rd. Resurfacing Project Fund | 185 |
| 37 th St. NW Water Main Replacement Fund..... | 186 |
| SIB Loan 12 th St. N Corridor Project Fund | 187 |
| 32 nd St./Overbrook Ct. NW Storm Sewer Replacement Fund..... | 188 |
| Fund Descriptions - Enterprise Funds | 189 |
| Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Major Enterprise Funds: | |
| Water Operating Fund..... | 190 |
| Sewer Operating Fund | 191 |
| Refuse Operating Fund | 192 |
| Fund Descriptions - Internal Service Funds | 193 |
| Combining Statement of Net Position - Internal Service Funds..... | 194 |
| Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds..... | 195 |
| Combining Statement of Cash Flows - Internal Service Funds..... | 196 |
| Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Internal Service Funds: | |
| Workers' Compensation Retrospective Fund..... | 197 |
| Health Insurance Fund | 198 |
| Compensated Absences Claim Fund..... | 199 |
| Fund Descriptions - Fiduciary Funds | 200 |
| Combining Statement of Changes in Assets and Liabilities - Agency Funds | 201 |

III. STATISTICAL SECTION

| | |
|---|---|
| Table of Contents - Statistical Section | S |
|---|---|

Financial Trends:

| | |
|---|-----|
| Net Position by Component - Last Ten Years..... | S 1 |
| Changes in Net Position - Last Ten Years..... | S 3 |
| Fund Balances, Governmental Funds - Last Ten Years | S 7 |
| Changes in Fund Balances, Governmental Funds - Last Ten Years | S 9 |

CITY OF CANTON
STARK COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2014

TABLE OF CONTENTS (CONTINUED)

Revenue Capacity:

| | |
|---|------|
| Income Tax Revenue Base and Collections - Last Ten Years..... | S 11 |
| Income Tax Filers by Income Level - Tax Years 2014 and 2005 | S 12 |

Debt Capacity:

| | |
|---|------|
| Ratio of Outstanding Debt by Type - Last Ten Years | S 13 |
| Ratio of General Bonded Debt Outstanding - Last Ten Years | S 15 |
| Direct and Overlapping Governmental Activities Debt | S 16 |
| Legal Debt Margin Information - Last Ten Years..... | S 17 |
| Computation of Legal Debt Margin as of December 31, 2014 | S 19 |
| Pledged Revenue Coverage - Water - Last Ten Years | S 20 |
| Pledged Revenue Coverage - Sewer - Last Ten Years..... | S 21 |

Demographic and Economic Information:

| | |
|---|------|
| Demographic and Economic Statistics - Last Ten Years | S 22 |
| Principal Employers - Current Year and Nine Years Ago | S 23 |

Operating Information:

| | |
|--|------|
| Full-Time Equivalent City Government Employees | |
| by Function/Program - Last Ten Years | S 25 |
| Capital Assets Statistics by Function/Program - Last Ten Years | S 27 |
| Operating Indicators by Function/Program - Last Ten Years | S 29 |



CITY OF CANTON, OHIO



RICHARD A. MALLONN II

CANTON CITY AUDITOR

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August 28, 2015

To Council Members and Citizens of the City of Canton:

The Comprehensive Annual Financial Report (CAFR) of the City of Canton as of December 31, 2014 is hereby submitted. This letter and the following report represent the City's continuing commitment to excellence in financial reporting. The purpose of this letter is to acquaint the reader with the CAFR. Responsibility for both the accuracy of the data, the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the City's financial position and results of operations. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The financial records, books of accounts and transactions of the City of Canton, Ohio, for the year ending December 31, 2014, have been audited by the certified public accounting firm of Julian & Grube, Inc. As stated in the auditor's report, the audit was conducted in accordance with Generally Accepted Government Auditing Standards and included a financial compliance evaluation, as well as a review of the internal accounting controls. The Auditor's opinion has been included in the report.

Accounting principles generally accepted in the United States of America (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found on page 5 of this report.

City Organization and Background

The City is located in and is the County Seat of Stark County in northeastern Ohio, approximately 58 miles southeast of Cleveland, 23 miles south of Akron, and 94 miles west of Pittsburgh, Pennsylvania. It was incorporated as a village in 1828, and became a city in 1854.

The City's 2014 population of 72,297 placed it as the largest city in the County and the eighth largest in the State.

The City operates under and is governed by the mayor-council form of government. The City operates as a Statutory Municipal Corporation as defined by the Ohio Revised Code.

The City's legislative authority is vested in a twelve-member Council of whom three are elected at-large and nine are elected from their respective ward, for a term of two years. The presiding officer is the President of Council, who is elected at-large by the voters for a two-year term. The President of Council is called upon to vote on legislation in order to break a tie vote. The Council affixes compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriating and borrowing money, licensing and regulating business and trades, and other municipal purposes. The Council affirms, by resolution, the individuals appointed by the Mayor to serve on the various boards and commissions for the City. The City's chief executive and administrative officer is the Mayor, who is elected by the voters specifically to that office for a four-year term. The other elected officials are the City Auditor, the City Treasurer and the Law Director, each elected to a four-year term.

The Mayor appoints the directors of City departments other than the Income Tax Department. The major officials appointed by the Mayor are the Directors of Public Service and Public Safety, the Fire Chief, the Police Chief and the City Engineer. The Mayor also appoints members to a number of boards and commissions, and appoints and removes, in accordance with civil service requirements, all appointed officers and employees, except Council, Auditor, Treasurer, and Law Director and their respective officers and employees. The City Treasurer appoints the Director of Income Tax who serves at his pleasure. The Mayor may veto any legislation passed by Council. A veto may be overridden by a two-thirds vote of all members of Council.

Appointed and elected officials, except the members of Council, serve full-time.

City Services

General Government Functions: The City provides police protection, fire fighting and prevention, street maintenance and repairs, building inspection, parks and recreation. Funding for these operations is derived primarily from taxes in addition to small amounts of revenue generated from user fees. These operations could not be sustained without a steady flow of tax revenue.

Proprietary Operations: The City operates Water, Sewer and Refuse Departments. The revenue generated from Water and Sewer Departments were sufficient to meet all expenses in 2014.

Reporting Entity

The City has reviewed its reporting entity definition to ensure conformance with the Governmental Accounting Standards Board (GASB) Statement No. 14 "*The Financial Reporting Entity*", as amended by GASB Statement No. 39, "*Determining Whether Certain Organizations are Component Units*", and GASB Statement No. 61, "*The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and 34*". In defining the City for financial reporting purposes, management has identified all agencies, departments and organizations making up the City of Canton the primary government and its potential component units. The City presents the Canton Community Improvement Corporation (CCIC) as a discretely presented component unit.

Neither the Canton City School District, Plain Local School District, Osaburg School District, or Canton Local School District has been included in the accompanying financial statements. These districts serve the citizens of Canton; however, the boards are not appointed by the City, nor are they fiscally dependent on the City.

The City is associated with the Stark Area Regional Transit Authority, the Stark Council of Governments and the Stark County Regional Planning Commission as jointly governed organizations. Canton Tomorrow, Inc. and the Downtown Canton Special Improvement District are disclosed as joint ventures and the Joint Recreation District as a related organization.

Financial Information

Accounting Policies and Budgetary Control

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the alternative Tax Budget, the Certificate of Estimated Resources and the Appropriations Ordinance: all are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than the agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the account level split between salary and non-salary line items within each department within each fund. Any budgetary modifications at this level or above may only be made by resolution of the City Council. Budgetary control at this level provides some flexibility in moving appropriations within their account groups to meet expenses.

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

The City Auditor monitors all expenditures for accuracy, appropriateness and compliance. The City Auditor monitors expenditures to encumbrances to assure that each obligation incurred was entered into after the appropriate purchase order was issued. The City Auditor will exercise his discretion to issue "then and now certificates" for obligations incurred prior to obtaining a purchase order. This certificate is authorized by the Ohio Revised Code for obligations that do not exceed three thousand dollars. This certificate simply stated means: "then" meaning at the time the obligation was made and "now" meaning as of the date of the certificate there were sufficient appropriations free from prior obligations necessary to meet this obligation in question. The City Auditor requires an ordinance from Council authorizing a "Moral Obligation", for obligations incurred prior to obtaining a purchase order that exceeds this authority.

The City Auditor continually monitors the encumbrances and expenditures against the budget appropriations and against the County Auditor's Certificate of Estimated Resources. Using the budget prepared by the City the preceding July and including the carry over cash balances less carry over encumbrances at year end, the County Auditor arrives at and issues the Certificate of Estimated Resources for the City. The City Auditor submits amendments to the Certificate of Estimated Resources to the County Auditor as deemed appropriate throughout the year. Ohio Law prohibits total fund appropriations from exceeding the amounts by fund on the County Auditor's Certificate.

Internal Accounting and Reporting Control

As part of its continuing commitment to excellence in financial reporting, the City utilizes a computerized financial accounting and reporting system. Enhancements to present internal accounting controls and procedures are continually evaluated by the City Auditor. The City Auditor oversees the appropriateness of internal control, develops procedures to enhance internal control and consults with outside auditors to insure the City remains at a sound financial level of operation.

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

Local Economy

Nine commercial banks and savings and loan associations are located in the City. One daily newspaper serves the City. The City is within the broadcast area of eight television stations and thirty AM and FM radio stations. Time Warner Cable and AT&T provide cable TV services.

The City is home to a number of steel industrial manufacturers and suppliers. The City has benefited from the consistent financial success of the Timken Company. The City remains optimistic of continued positive impact from The Timken Company and TimkenSteel resulting from the split that occurred from the Timken Company in late 2014. The City continues to benefit from the diversity of its business base including: Nationwide Insurance, M K Morse Company, Fresh Mark Incorporated, Ironrock Capital Incorporated, Republic Engineered Products, is essential in order to create a climate for financial stability. Unfortunately, due to an announcement from Nationwide in early 2014, the City can expect significant reduction in employment for the insurance company over the course of the next 5 years as Nationwide consolidates its Ohio presence in Columbus, Ohio.

Malone University, a private four-year college, is located in the City. Mount Union College and Walsh University, private four-year schools, Stark State College of Technology, a public two-year school, and a branch of Kent State University and Ashland University also are located in the County. Within commuting distance are several public and private two-year and four-year colleges and universities, including Kent State University in Kent and a branch of Kent State University in Tuscarawas County, Cleveland State University, Cuyahoga Community College, John Carroll University, Baldwin-Wallace College and Case Western Reserve University in the Cleveland metropolitan area, the University of Akron in Akron, the College of Wooster in Wooster, Hiram College in Hiram, Youngstown State University in Youngstown, and Lake College and Lakeland Community College in Lake County.

The City is served by two acute care hospitals located in the City: Aultman Hospital (808 beds) and Mercy Medical Center (476 beds), and two additional acute care hospitals located in the County: Alliance Community Hospital (204 beds) and Affinity Medical Center (156 beds). Massillon Psychiatric Center, a 157-bed public adult psychiatric hospital operated by the State, is also located in the County. In 2006, Aultman Hospital completed a three year \$80 million dollar expansion project, the largest in its history. The project included a new four-story 320,000 square foot addition that houses a new Aultman Heart Program, Emergency/Trauma Program, Women's Program (including Labor & Delivery) and the Neonatal Intensive Care Unit. In 2009, Mercy Medical Center unveiled its new state of the art 24-unit Mercy Intensive Care Unit. The \$20.5 million project was started in 2007 and also includes an expansion of the surgery center parking garage and relocation of the hospital's helipad to the roof of the new structure. Both Aultman Hospital and Mercy Medical Center continue to play a pivotal role in the financial stability of the City of Canton.

The Canton Park System maintains 61 parks and covers approximately 812 acres. In addition, the City constructed and owns the 5,700-seat Thurman Munson Memorial Stadium. In 2013, the citizens of Canton voted in a park levy that will begin generating approximately \$2.4 million dollars annually to assist with the maintenance and capital investment into the City's 61 parks which is up for renewal in 2015.

The City's cultural assets include the Canton Art Institute, the Symphony Orchestra Association, the Canton Civic Opera Association and the Players Guild, all of which are housed in the Cultural Center (Center) for the Arts and host a variety of exhibits, musical and dramatic performances and other cultural events each year. The Center, a gift of the Timken Foundation, is a building complex located on 8-1/2 acres in the center of the City, which cost \$13,000,000 to build in 1971. Adjacent to the center is the City-owned auditorium, an air-conditioned arena-type facility with a seating capacity of 6,000. The Cultural Center and the auditorium accommodate conventions. The City's greater metropolitan area has approximately 30 hotels and motels with over 2,716 rooms with plans and construction for three additional hotels convening in 2013 of which one is located within the City along the interstate 77 corridor.

The Canton Palace Theatre is both the literal and figurative cornerstone of the Downtown Canton Arts District. Harry Harper Ink, Canton native and inventor of the patent medicine, Tonsiline, gave the one million dollars to build the Theatre in 1926. Designed by the noted theatre architect, John Eberson, The Palace is considered an atmospheric theatre, meaning as you sit in the auditorium, you feel as if you are lounging between two Spanish castles, under a Mediterranean blue sky, complete with stars, and floating clouds. The Theatre is home to its original Kilgen Theatre Pipe Organ. This 3 manual, 11 rank instrument is the last remaining Kilgen Theatre Organ still playing in its original home. The famed organist Banks Kennedy opened the theatre November 22, 1926, to a sold out crowd, with the first feature silent film, Tin Hats.

Recently, the Palace completed a capital project totaling \$1.3 million including new plumbing, roof, windows, service doors, ADA compliant hearing system, live event sound system, Digital Cinema Projection and interior carpet. A vital multi-purpose entertainment facility, its marquee burns brightly sixty feet above Market Avenue, welcoming you to enter its grand foyer and become a part of Canton's nostalgic past. Hosting over 300 events a year, with an attendance of over 100,000 guests, the Palace also strives to be an important part of Canton's future.

The City's downtown is home to the National First Ladies Library housed in the former home of one time first lady Ida Saxton McKinley. The library presents a history of all the United States first ladies. In 2002, the Library added a \$5.5 million education and research center in the former National City Bank building located nearby the Saxton House. The renovations to the 110-year-old building were paid for through private donations and federal grants. The six story research center houses a 91-seat theater, meeting and exhibit rooms, research and reference materials and office space for the library personnel.

Also located in the City's downtown area is the main branch of the Stark County District Library. The library's main branch, 10 satellite branches, 2 bookmobiles and 2 kidmobiles serve 150,000 library cardholders from throughout the county. Holdings number more than 884,000 items and annual circulation for 2014 was 3.6 million items. The collection includes books, audio-visual materials and periodicals. In addition, the Library provides programs and classes for all ages, computer and Internet access, inter-library loans, reference and genealogy services, traveling collections and outreach services to shut-ins, nursing homes and housing units. It is one of the nine largest library systems in Ohio and serves 12 local school districts.

The City is the home of the National Professional Football Hall of Fame, which attracts more than 200,000 visitors annually. In December 2010, the Hall of Fame's Board of Trustees announced plans for a major expansion and renovation to the museum. The project, called *Future 50 Project*, was the largest in the Hall of Fame's history, costing \$27 million and taking almost two years to complete. The museum building itself was expanded from 83,000 square feet to 115,000 square feet. The largest piece of the expansion was used for a Pro Football Research and Preservation Center. Also 38,000 square feet of existing gallery was renovated, which included a new lobby and visitor orientation theater. A new museum-quality environmental control system was installed to better ensure the safety of the museum's artifacts. The grounds surrounding the Hall of Fame were improved to provide space for special events, rental opportunities and additional parking. The Hall of Fame completed the facility improvements in time to celebrate the museum's 50th anniversary and in time for the Class of 2013's induction ceremonies held on August 3, 2013.

In 2015, the Canton City School District, the City of Canton and the Pro Football Hall of Fame began discussions on the improvement of the district campus which includes McKinley High School, the C.T. Branin Natatorium and Fawcett Stadium for the expansion and improvement of the stadium and surrounding areas. This project has evolved into a potential multi-phase construction and expansion of the Pro Football Hall of Fame campus at an estimated cumulative value of \$400 million. As of the submission of this report, the City of Canton pledged and financed a bond anticipation note of \$5 million and the state has committed \$10 million in their capital budget. The Hall of Fame has received and the City Schools has agreed to accept a \$10 million donation from Tom Benson for the renaming of the Fawcett Stadium. The 25 million cited above is expected to be a part of the phase 1, \$40 million renovation to the stadium which is set to break ground in October 2015. Fawcett stadium serves as the football facility for the District High School, area colleges, and the annual Pro Football Hall of Fame game held annually in accordance with the Hall of Fame which sits adjacent to the stadium.

The City is an industrial rail center served by the Norfolk & Southern Railway Company, Conrail, the Wheeling and Lake Erie Railway Company and CSX. 147 motor freight truck lines and local cartage haulers serve the Canton-Massillon MSA. Rail passenger service is available through the cities of Akron and Alliance by Amtrak. In 2003, Canton became a stop on the Cuyahoga Valley Scenic Railroad. The rail system is owned by the National Park Service and provides weekend excursions between Canton and Akron. Greyhound and other independent bus lines provide more complete passenger transportation.

The Stark Area Regional Transit Authority (SARTA), a separate political subdivision, provides daily public transportation in and around the City. The bus service initially was only a citywide service, but became a countywide system with the passage of a .25 percent county sales tax in 1997. The sales tax, renewed in 2002, 2006 and 2011, serves as the primary revenue source for SARTA. In addition to the sales tax, SARTA operations are supported, in part, from payments for contract services, State and Federal operating grants, and rider fares. In addition to its regular service within Stark County, SARTA runs one bus route, multiple times, between Canton and downtown Akron connecting to Akron's Metro RTA bus system and also serves the Akron-Canton Regional Airport from both cities and one route to Cleveland starting March 4, 2013.

Interstate 77 (north-south) and two U.S. highways (U.S. 30 and 62) serve the City. The City is served by four state routes (S.R. 800, 43, 153 and 687).

The Akron-Canton Regional Airport (Airport), a cooperative effort of Stark County and Summit County (in and for which the City does not have any financial interest or legal obligations), has an operational area of 2,900 acres, most of which is located in Summit County, directly north of and adjacent to Stark County, on Interstate 77. The Airport has six airlines offering nonstop service and had 1,566,638 customers in 2014 a 9.2% decrease from the Airport's 2nd highest record year set in 2013. In late 2006, the Airport completed its 5-year \$60 million STAR Expansion Project which included extending runways, a new baggage claim area, a new food court, a new security screening area, enlarged gathering space, additional parking, and a terminal gate renovation that will allow the Airport to handle up to 1.6 million passengers annually. In 2007, the Airport invested \$10 million in a new deicing facility. In 2008, the Airport announced its new 10-year \$110 million capital improvement plan called CAK 2018. The plan includes a runway extension and border patrol facility to allow for international flights, expanded aircraft parking, expanded auto parking, a wider entrance road, expanded ticket wing, expanded security screening area, a new aircraft rescue and fire fighting maintenance facility, expand the concourse to allow for three more gates, and partner with the nearby City of Green for a new Industrial Park. The runway extension portion of the project was completed in 2010. The new aircraft rescue, border patrol facility, expanded parking lot, and expanded security-screening area were completed in 2011. In 2012, CAK completed the Firefighting Maintenance Facility (ARFF) and continued to add additional parking. Future improvements include expanding the new concourse \$3.65 million, an expanded ticket wing \$2.5 million, and widening of the entrance road \$5.0 million.

Long-Term Financial Planning

The City has experienced an increase in overall revenue, excluding other financing sources, for the general fund of \$3,461,733 on a non-GAAP budgetary basis. The City as a whole experienced an increase in GAAP-basis revenue (total of all program revenues and general revenues from the statement of activities) of \$13,763,672 from 2013. This provides the City with the third straight year of revenue growth. The City's income tax revenue grew by \$4,786,909 and property tax revenue grew by \$2,443,321. Charges for service (program revenue) increased by \$1,924,746. The City expects slight income tax collection declines in 2015. The City continues to feel the effects of federal reserves interest rate reductions in the fourth quarter of 2007 through 2012 have led to net decreases in general fund interest revenue of \$1,243,235 in 2008, \$595,900 in 2009, \$444,900 in 2010, \$141,433 in 2011, and an additional \$37,396 in 2012. General fund interest revenue increased \$1,446 in 2013 and \$120,885 in 2014 due to a more aggressive investment portfolio.

Despite continued recovery since 2010 and throughout 2014 the City remains pessimistic with respect to the potential for a rebound in interest revenue in the immediate future. As a result, the City anticipates receiving less than \$250,000 in interest revenue in 2015. This would represent a total of 21% of the interest received in 2008 before the economic downturn.

The immediate economic future is predicted to be relatively stable with slight declines expected in early 2015 with downward pressure from continued staff relocations to facilities outside of city limits from the likes of the Timken Company, U.S. Post Office, and Chesepeak Energy and Nationwide Insurance to name a few. The fact remains that these relocations continue to bode well for the regional economy and yet will provide downward pressure on City income tax collections. The City's unemployment rate changed from 6.3% at the end of 2013 to 4.9% at the end of 2014. The City commitment to increase certain departments to pre-2008 economic downturn levels will make it difficult to control costs. These personnel increases coupled with anticipated income tax revenue declines in 2015 will result in the City needing to freeze salaries, workforce reduction through attrition and health care costs sharing and the likely hood that the city will need to in 2016 as was used to deal with the 2008 economic downturn.

The City had \$1,328,702 in cash, of which \$463,798 remained uncommitted of the \$15,580,000 in general revenue bonds issued in 2006 for the building of a new fire station, a new sewer collection facility, a scaled down version of the water park, renovation of city buildings and reconstruction of existing recreational facilities. As of the release of this report the fire station is complete. A major expansion to Canton City Hall to expand operations for the Canton Municipal Court and City Council began in November of 2010. The City expansion was completed in early 2012. However, further evidence of the very difficult economic conditions of the City, is the decision at this point to scale back the size and scope of the projects outlined in the City's 2006 Recreational Bond Issuance. In January 2014, City Council entered into an agreement for the construction of the Water Park that has been postponed for the past seven years.

Relevant Financial Policies

During 2014, the City issued manuscript debt within the general fund to finance land reutilization projects and NIP acquisition and demolition; however, this balance is eliminated on a GAAP-basis (see Note 21.C). In 2014, the City's general fund cash reserves were adequate to meet the City's obligations.

During 2014, the City continued to make biweekly sick expense premium deposits into its compensated absences claim fund to help offset the cost of current and previous unfunded compensated absences. The City was not in a financial position to make additional lump sum contributions to the fund as had been done in some previous years. The City previously changed the premium calculation from 125% of the total cost of the sick leave accrued on biweekly payrolls to 105% for 2010. However, the premium returned to 125% January 1, 2011, remained 125% through 2014, and will continue throughout 2015. The City was unable to deposit additional contributions into the compensated absences claim fund in 2014.

Major Initiatives

In 2014, the City annexed approximately 2.3921 acres and continues to explore further annexation options.

A Downtown Special Improvement District (District) was formed in the City's central business area in 1997 by petition of a majority of the property owners. In March 1997, Canton City Council approved the petition and the District's articles of incorporation and initial services plan. The District has the authority to assess property owners for the cost of public services and improvements that specifically benefit properties and the District.

In 2004, the City chose to consolidate all of its previous community reinvestment areas into one area known as the Central Neighborhoods Community Reinvestment Area. The area covers the City's central downtown business district, significant portions of the City's northeast and southeast quadrants, and portions of the southwest and northwest quadrants closest to the City's downtown. Residential properties in the Central Neighborhoods Community Reinvestment Area can receive 100 percent abatement per year for ten years on the increased value of all qualifying improvements, restoration and construction. Commercial properties in the area can receive 100 percent abatement for the increased value all qualifying improvements, restoration and construction for the first 5 years and a 20 percent reduction per year over the remaining five-year period. The construction must be over \$50,000 for commercial projects and \$5,000 for residential projects to qualify.

In 2011, the City was awarded an additional \$1,233,756 in Neighborhood Stabilization (NSP3) funds. These funds have been used to target one hard hit area within the city. With this funding, \$987,000 will be invested in rehabilitating housing units for sale and rent. In addition, \$123,000 has been used to demolish blighted structures in the area. In 2014, the City used program income received from the sale of some of the houses to maintain the remaining properties until they are sold.

In 2013, the City established two HUD Neighborhood Revitalization Strategy Areas – the Eastside and Central Area NRSA's. During 2014, the City expended almost \$1.2 million Federal Community Development Block Grant (CDBG) Program funds on NRSA activities, including housing rehabilitation and demolition, sidewalk repair and replacement, neighborhood clean-up projects, Southeast Community Center improvements, youth programs and services, and commercial building façade renovation. Project locations included SW Canton, 7th Street NE/Sandal neighborhood, and Sherrick Road SE. Over 100 housing projects were completed in both the Eastside and Central target areas. Since the NRSA was established in 2013, the City has invested over \$2.6 million in the NRSA areas.

In 2014, the City applied for and received a \$4.2 million grant from the State of Ohio, known as the Neighborhood Initiative Program. This program is contracted through the Stark County Land Reutilization Corporation and is an acquisition for demolition program. The City intends to demolish a total of 240 homes through the program. In 2014, the City acquired 24 properties and expended \$159,850.36.

The City received a \$3 million CORF grant in 2007 for remediation at the former Hercules site. Work at this site resumed in 2012 after a delay due to the weak economy. The property will be transformed into a multi-use facility with a convention center, market rate housing, and a business and retail space. The project has also received a state tax credit worth \$10 million. The project experienced additional delays in 2014, but it is expected that by the third quarter of 2015 the project will be back on track with 140 market rate housing units being Phase I of the project.

The City is working now to prepare to apply for more CORF grants in the future.

The City Engineering Department oversees all stages of street and sewer improvement projects. During 2014, the City completed: \$1.86 million in projects (including 55th St NE Curb & Storm Sewer, and 32nd and Overbrook Storm Sewer) and \$2.80 million of road resurfacing throughout the City. Some of the larger engineering projects in various stages of planning, development, and construction include: 41st St. Reconstruction, Mahoning Rd. Corridor, 12th St. Corridor, 12th Street Bridge Replacement, Navarre Road Signal System, West Tuscarawas Corridor, 11th Street SE Realignment Project, 37th St. N.W. Rehab Project, and Walnut/Cherry Complete Streets Project.

During 2014, the City's Water Department completed various waterline extensions and improvements throughout the year adding an additional \$1.38 million of value to the overall system which includes the Lake-Hartville Waterline Phase I and II. Through December 2014, the City had expended \$1.69 million for the electronic water meter replacement project estimated at \$15 million funded through OWDA.

In 2014, the City's Water Reclamation Department continued its progress in the \$92.0 million replacement of its Water Reclamation Facilities and membrane. The membrane purchase, installation, and corresponding construction, is estimated to continue until through 2018. Through December 2014, the City had expended \$9.04 million of the \$92.0 million project.

Debt Administration

The gross indebtedness of the City at the end of 2013 was \$44,341,506. At the end of 2014, the gross indebtedness of the City was \$49,697,741. In 2014, the City continued drawing down from two pre-existing OWDA Loans and issued one new OWDA Loan in 2014. The 2014 loan issue and one of the previous OWDA loans relate to a long-term renovation project the City is undertaking at its Water Reclamation Facility. Proceeds from 2014 loan totaled \$1,474,722 and proceeds from the 2010 loan totaled \$7,400,364. The project will take almost eight years to complete and is estimated to cost \$92 million to complete. The remaining outstanding loan the City continued to draw from was for the water meter replacement project. The proceeds from the two loan totaled \$1,585,967. As of December 31, 2014, the City had \$1,113,459 and \$38,861,627 in outstanding OPWC and OWDA loans, respectively. The City also had \$1,908,230 in general obligation bonds outstanding in the enterprise funds and business-type activities and \$6,696,770 in general obligation bonds outstanding in the governmental activities. The City had \$587,289 in long-term SIB and Urban Redevelopment Loans outstanding as of December 31, 2014.

In 2014, Moody's Investor Services made no change to its stable outlook for the City. In 2010, Moody's downgraded the City's rating to A1 from Aa3 and gave the City a negative outlook on general obligation bond issue. Fitch Rating Service also downgraded the City from AA- to A+ but said its outlook is stable. Neither Moody's Investor Services nor Fitch Rating Services adjusted these ratings in 2014. The general obligation indebtedness of the City is subject to two statutory debt limitations referred to as the "direct debt limitation" (by Ohio Revised Code Section 133.05). The total principal amount of voted and unvoted nonexempt net indebtedness of the City may not exceed 10.5 percent of its assessed value of real and personal property, and in addition, the net principal amount of unvoted nonexempt debt may not exceed 5.5 percent of the same total assessed value. The City's overall legal debt margin was \$65,958,198 and an unvoted debt margin of \$29,750,231 as of December 31, 2014.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Canton for its Comprehensive Annual Financial Report as of December 31, 2013. The Certificate of Achievement is the highest form of recognition for excellence in state and local government.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized financial report whose contents conform to program standards, as well as satisfy both generally accepted accounting principles and applicable legal requirements.

Acknowledgements

Special recognition for the preparation of this report is made to contributing department heads, Treasurer's staff, my own Auditor's office staff and City Council for their continuing support and commitment to responsible fiscal reporting. Special acknowledgement is given to my administrative staff: Christine Bagley, Dwayne Knight, John Slebodnik and Gary Young for their continued dedication and commitment to sound financial reporting in the preparation of this report.

Sincerely,



Richard A Mallonn II
City Auditor



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Canton
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

**CITY OF CANTON
STARK COUNTY, OHIO**

CITY OFFICIALS
FOR THE YEAR ENDED DECEMBER 31, 2014

Mayor

William J. Healy II

Council Members

Allen Schulman, President

James Babcock
Richard Hart
Bill Smuckler
David Dougherty
Kevin Fisher
James E. Griffin

Gregory Hawk
Edmond Mack
John Mariol II
Frank Morris
Chris Smith
Thomas West

City Auditor

Richard A. Mallonn II

City Treasurer

Kim Perez

Law Director

Joseph Martuccio

Director of Income Tax

Cynthia Allensworth

Director of Public Service

William Bartos

Director of Public Safety

Andrea Perry

Fire Chief

Stephen J. Rich

Police Chief

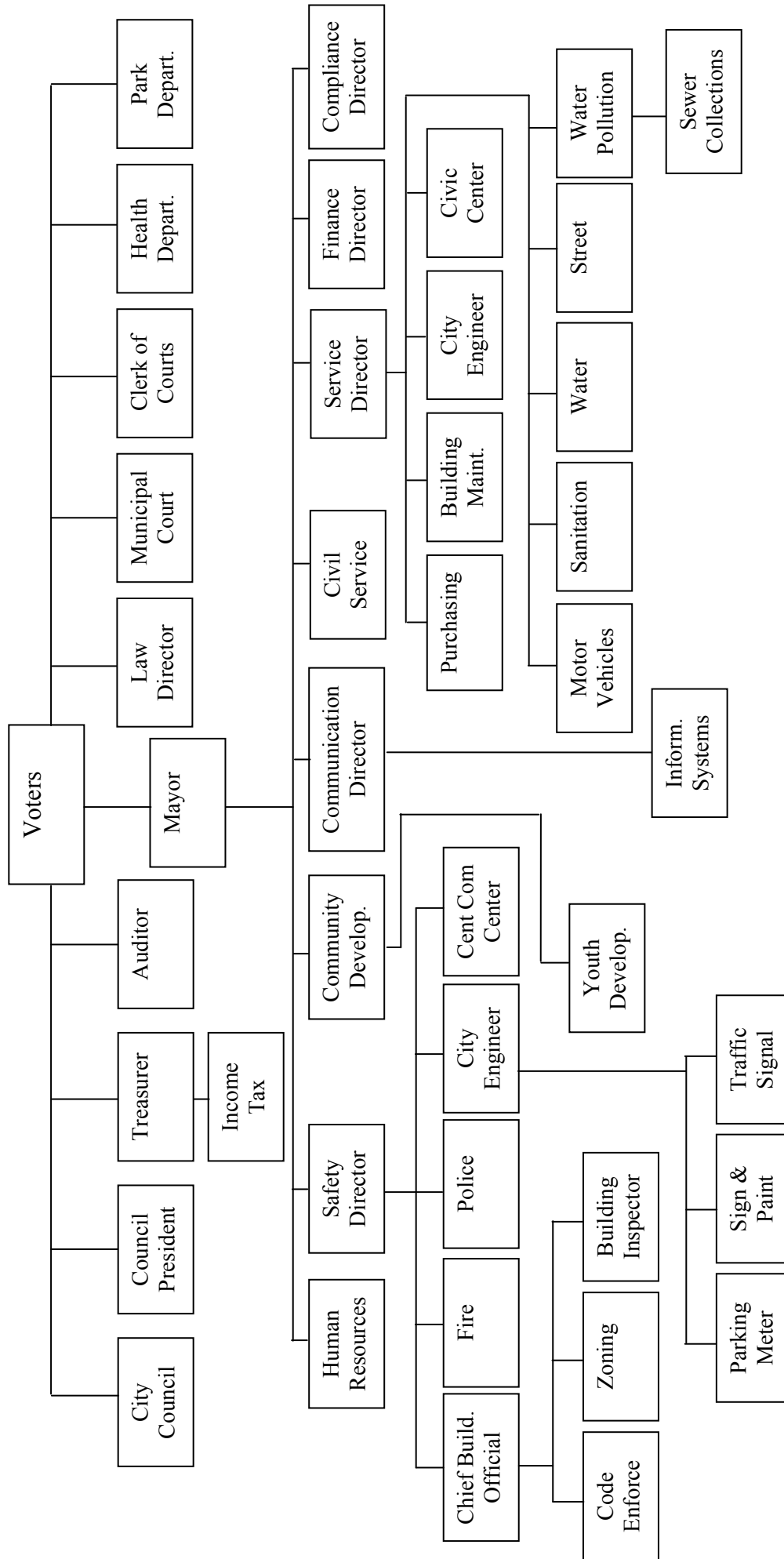
Bruce Lawver

City Engineer

Dan Moeglin

CITY OF CANTON
STARK COUNTY, OHIO

ORGANIZATIONAL CHART





CITY OF CANTON, OHIO

FINANCIAL
City of Canton, Ohio



Julian & Grube, Inc.
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Independent Auditor's Report

City of Canton
Stark County
218 Cleveland Avenue SW
Canton, Ohio 44702

To the Members of Council and Mayor:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Canton, Stark County, Ohio, as of and for the year ended December 31, 2014 and the related notes to the financial statements, which collectively comprise the City of Canton's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the City of Canton's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the City of Canton's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

City of Canton
Independent Auditor's Report

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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Canton, Stark County, Ohio, as of December 31, 2014, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General and Community and Economic Development Funds, thereof for the year then ended in accordance with the 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 this presentation to include *Management's discussion and analysis*, listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the City of Canton's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling the statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

City of Canton
Independent Auditor's Report

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 28, 2015, on our consideration of the City of Canton's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine 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 Canton's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
August 28, 2015

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CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The management's discussion and analysis (MD&A) of the City of Canton's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2014. 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, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

- The City's net position increased \$9.6 million as a result of this year's operations. Net position of the business-type activities increased by \$1.7 million, or 1.53 percent, and net position of governmental activities increased by \$7.9 million, or 6.17 percent.
- General revenues accounted for \$63.8 million, or 66.00 percent, of total governmental activities revenue. Program specific revenues accounted for \$32.8 million, or 34.00 percent, of total governmental activities revenue.
- The City had \$88.7 million in expenses related to governmental activities; \$32.8 million of these expenses was offset by program specific charges for services and sales, grants or contributions. The remaining expenses of the governmental activities of \$55.9 million were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$63.8 million.
- The City's business-type activities consist of water, sewer and refuse operations. The City had \$34.5 million in expenses related to business-type activities. All of these expenses were offset by \$35.6 million of program specific charges for services and sales, grants or contributions. Program revenues were sufficient to cover expenses of the business-type activities in 2014. General revenues of the business-type activities were \$0.6 million for 2014. Overall, total revenues of the business-type activities exceeded expenses by \$1.7 million.
- The general fund had revenues of \$58.6 million in 2014. This represents an increase of \$3.9 million from 2013 revenues. The expenditures of the general fund, which totaled \$60.9 million in 2014, increased \$5.6 million from 2013. The net decrease in fund balance for the general fund was \$2.3 million, or 27.38 percent.
- The City received no rating change in 2014; Moody's maintains a stable outlook on the City's debt.
- The City posted reported an operating loss of \$0.1 million in its compensated absences claim internal service fund. The total liability for compensated absences increased \$0.2 million from \$7.3 million at December 31, 2013 to \$7.5 million at December 31, 2014. During 2014, the City continued to deposit premiums equal to 125% of earned benefits of employees into the fund. The compensated absences claim internal service fund had a deficit net position of \$5.9 million at December 31, 2014.

USING THIS ANNUAL FINANCIAL REPORT

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the City as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. This annual financial report consists of a series of financial statements.

The statement of net position and statement of activities provide information about the activities of the City as a whole, presenting both an aggregate view of the City's finances and a longer-term view of those finances. 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 remains for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Reporting the City as a Whole

The Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did the City perform financially during 2014?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. The accrual basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net position and changes in this position. This change in net position is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required community programs and other factors.

In the statement of net position and the statement of activities, the City is divided into two distinct kinds of activities:

Governmental Activities: Most of the City's basic services are reported here, including the police, fire, street and highway maintenance, capital improvement, vehicle acquisition, parks and recreation, and general administrative. Income taxes, property taxes, undivided local government, ambulance user fees and state and federal grants finance most of these activities.

Business-Type Activities: The City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, sewer and refuse operations are reported here.

The City's statement of net position and statement of activities can be found on pages 19 through 21 of this report.

Reporting the City's Most Significant Funds

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 of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds. Some funds are required to be established by State law. However, City Council establishes many other funds to help it control and manage money for particular purposes (Ex. parking deck fund) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (Ex. grants received from the U.S. Department of Housing and Urban Development). The analysis of the City's major governmental and proprietary funds begins on page 13.

CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

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 fund 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. Governmental funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the 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, the 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 balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the general fund, the community and economic development fund, the capital projects fund and the motor vehicles purchase fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 22 through 31 of this report.

Proprietary funds

When the City charges customers for the full cost of the services it provides whether to outside customers or to other units of the City, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net position and the statement of activities. In fact, the City's enterprise funds (a component of business type funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as a statement of cash flows. We use internal service funds, health insurance, worker's compensation insurance, and compensated absences claim funds, (the other component of proprietary funds) to report activities that provide a service to the City's other programs and activities. The basic proprietary fund financial statements can be found on pages 32 through 35 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. 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. Private-purpose trust and agency funds are the City's fiduciary fund types. The basic fiduciary fund financial statements can be found on pages 36 and 37 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 39 through 81 of this report.

CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Government-Wide Financial Analysis

The table below (Table 1) provides a summary of the City's net position at December 31, 2014 and 2013.

Table 1
Net Position
(In Millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|---|----------------------------|-----------------|-----------------------------|-----------------|-----------------|-----------------|
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| <u>Assets</u> | | | | | | |
| Current and other assets | \$ 58.1 | \$ 50.4 | \$ 44.7 | \$ 42.4 | \$ 102.8 | \$ 92.8 |
| Capital assets, net | 113.7 | 107.8 | 111.5 | 104.1 | 225.2 | 211.9 |
| Total assets | <u>\$ 171.8</u> | <u>\$ 158.2</u> | <u>\$ 156.2</u> | <u>\$ 146.5</u> | <u>\$ 328.0</u> | <u>\$ 304.7</u> |
| <u>Liabilities and Deferred Inflows</u> | | | | | | |
| Current and other liabilities | \$ 20.0 | \$ 14.5 | \$ 5.7 | \$ 4.9 | \$ 25.7 | \$ 19.4 |
| Long-term liabilities: | | | | | | |
| Due in more than one year | 11.6 | 13.9 | 37.6 | 30.4 | 49.2 | 44.3 |
| Deferred inflows of resources | 4.4 | 1.9 | - | - | 4.4 | 1.9 |
| Total liabilities and deferred inflows of resources | <u>36.0</u> | <u>30.3</u> | <u>43.3</u> | <u>35.3</u> | <u>79.3</u> | <u>65.6</u> |
| <u>Net position</u> | | | | | | |
| Net investment in capital assets | 106.7 | 99.2 | 70.6 | 70.6 | 177.3 | 169.8 |
| Restricted | 19.0 | 20.7 | - | - | 19.0 | 20.7 |
| Unrestricted | 10.1 | 8.0 | 42.3 | 40.6 | 52.4 | 48.6 |
| Total net position | <u>\$ 135.8</u> | <u>\$ 127.9</u> | <u>\$ 112.9</u> | <u>\$ 111.2</u> | <u>\$ 248.7</u> | <u>\$ 239.1</u> |

Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2014, the City's assets exceeded liabilities and deferred inflows of resources by \$248.7 million. At year-end, net position was \$135.8 million and \$112.9 million for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the City's net position. At year-end, capital assets, net represented 68.66 percent of total assets. Capital assets include land, construction in progress, buildings and structures, vehicles, equipment and infrastructure. The net investment in capital assets at December 31, 2014, was \$106.7 million and \$70.6 million in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and 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 the resources to repay the debt must be provided from other sources, since capital assets are not used to liquidate these liabilities.

As of December 31, 2014, the City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. A portion of the City's net position, \$19.0 million represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position of \$52.4 million may be used to meet the government's ongoing obligations to citizens and creditors without constraints established by debt covenants, enabling legislation, or other legal requirements.

CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The table below (Table 2) shows the changes in net position for fiscal year 2014 and 2013.

Table 2
Change in Net Position
(In Millions)

| | Governmental Activities | | Business-Type Activities | | Total | |
|--|----------------------------|-----------------|-----------------------------|-----------------|-----------------|-----------------|
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| <u>Revenues</u> | | | | | | |
| Program revenues: | | | | | | |
| Charges for services and sales | \$ 14.9 | \$ 13.2 | \$ 34.9 | \$ 34.6 | \$ 49.8 | \$ 47.8 |
| Operating grants and contributions | 12.2 | 9.4 | 0.1 | 0.1 | 12.3 | 9.5 |
| Capital grants and contributions | 5.7 | 4.0 | 0.6 | 1.9 | 6.3 | 5.9 |
| Total program revenues | <u>32.8</u> | <u>26.6</u> | <u>35.6</u> | <u>36.6</u> | <u>68.4</u> | <u>63.2</u> |
| General revenues: | | | | | | |
| City income taxes | 50.7 | 45.8 | - | - | 50.7 | 45.8 |
| Property taxes | 4.9 | 2.5 | - | - | 4.9 | 2.5 |
| Intergovernmental (grants and entitlements) | 5.1 | 5.3 | - | - | 5.1 | 5.3 |
| Interest and investment earnings | 0.2 | 0.1 | - | - | 0.2 | 0.1 |
| Other | 2.9 | 2.0 | 0.6 | 0.1 | 3.5 | 2.1 |
| Total general revenues | <u>63.8</u> | <u>55.7</u> | <u>0.6</u> | <u>0.1</u> | <u>64.4</u> | <u>55.8</u> |
| Total revenues | <u>96.6</u> | <u>82.3</u> | <u>36.2</u> | <u>36.7</u> | <u>132.8</u> | <u>119.0</u> |
| <u>Expenses</u> | | | | | | |
| Program expenses: | | | | | | |
| General government | 19.6 | 16.6 | - | - | 19.6 | 16.6 |
| Security of persons and property | 38.8 | 37.2 | - | - | 38.8 | 37.2 |
| Public health | 6.2 | 5.9 | - | - | 6.2 | 5.9 |
| Transportation | 12.1 | 13.3 | - | - | 12.1 | 13.3 |
| Community environment | 8.1 | 6.0 | - | - | 8.1 | 6.0 |
| Leisure time activities | 3.5 | 3.3 | - | - | 3.5 | 3.3 |
| Interest and fiscal charges | 0.4 | 0.6 | - | - | 0.4 | 0.6 |
| Water | - | - | 15.4 | 13.1 | 15.4 | 13.1 |
| Sewer | - | - | 12.8 | 12.5 | 12.8 | 12.5 |
| Refuse | - | - | 6.3 | 5.9 | 6.3 | 5.9 |
| Total program expenses | <u>88.7</u> | <u>82.9</u> | <u>34.5</u> | <u>31.5</u> | <u>123.2</u> | <u>114.4</u> |
| Increase (decrease) in net position | 7.9 | (0.6) | 1.7 | 5.2 | 9.6 | 4.6 |
| Net position at beginning of year | 127.9 | 128.5 | 111.2 | 106.0 | 239.1 | 234.5 |
| Net position at end of year | <u>\$ 135.8</u> | <u>\$ 127.9</u> | <u>\$ 112.9</u> | <u>\$ 111.2</u> | <u>\$ 248.7</u> | <u>\$ 239.1</u> |

Governmental Activities

The 2.0 percent income tax is the largest revenue source for the City. Designated by ordinance, the capital projects fund receives 20 percent of net income tax received. In addition, the motor vehicle purchase fund receives 5 percent of net income tax received. The remaining 75 percent is allocated to the general fund and is used for such things as police and fire protection, street maintenance, and other purposes determined by council.

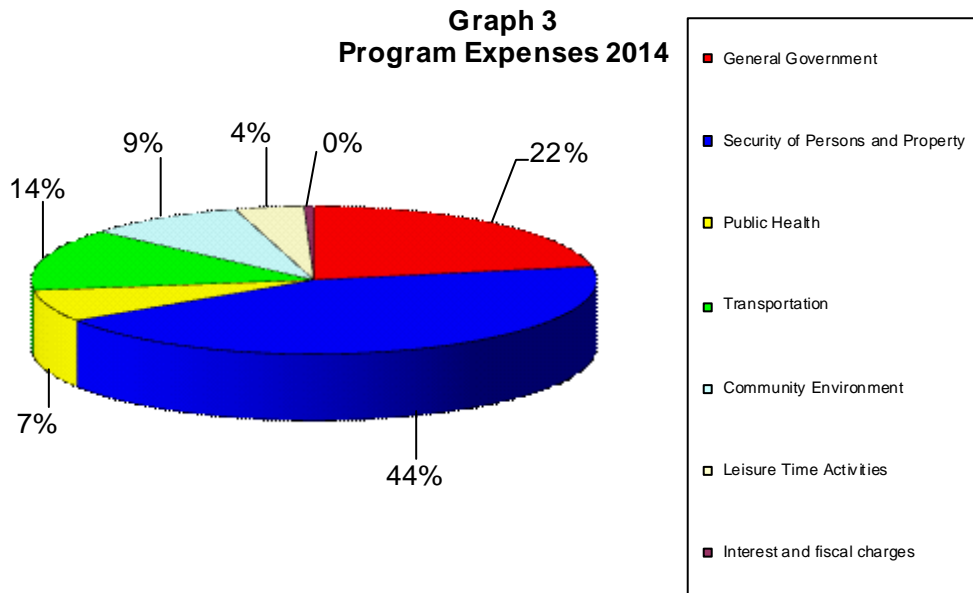
**CITY OF CANTON
STARK COUNTY, OHIO**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

When looking at sources of income to support governmental activities, it should be noted that charges for services are only 15.4 percent of governmental activities revenue. Revenues provided by sources other than city residents in the form of operating grants and contributions, capital grants and contributions and grants and entitlements not restricted to specific programs comprise another 18.5 percent. The remaining revenues are primarily generated locally through property taxes (5.1 percent) and income taxes (52.4 percent).

Overall, governmental activities revenues increased \$14.4 million primarily due to increases in income taxes (\$4.9 million), property taxes (\$2.4 million) and operating grants and contributions (\$2.8 million). Income taxes increased due to a decrease in the resident tax credit from 2.0 percent to 1.7 percent which became effective January 1, 2013, and more aggressive income collection tax practices implemented by the City. Property taxes increased due to the passage of the 4 mill tax levy in November 2013 supporting the City's Parks. Collections on the 4 mill tax levy began in 2014. Operating grants and contributions increased primarily due to increased grant activity supporting police operations and community environment projects.

Overall, governmental activities expenses increased \$5.9 million primarily due to increases in general government (\$3.0 million) and community environment (\$2.1 million). General government increased primarily due to increased expenses related to the equipping and operating the City's income tax administration coupled with increased expenses related to (1) motor vehicle service and repair, (2) courts/judges administration, and (3) law director administration.

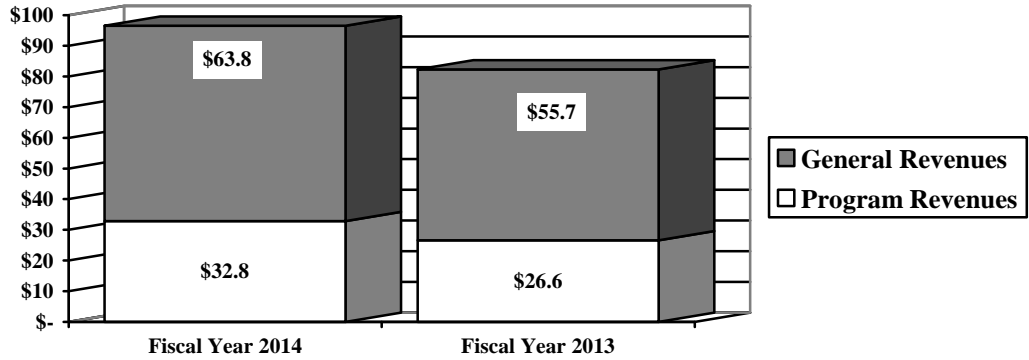
Graph 3 represents the cost of each of the City's governmental programs: security of persons and property, general government, transportation, public health, leisure time activities, community environment, and interest and fiscal charges. The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions. The increase in the net cost demonstrates the inability to recover the increased cost of the program under the current revenue policies. As indicated by governmental program expenses, citizen's safety, health, and well-being is emphasized.



**CITY OF CANTON
STARK COUNTY, OHIO**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The graph below compares the City's general revenues (which includes property taxes, income taxes and unrestricted grants and entitlements) and program revenues for fiscal year 2014 and 2013.

**Graph 4
Governmental Activities – General and Program Revenues (In Millions)**



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

**Table 5
Governmental Activities (In Millions)**

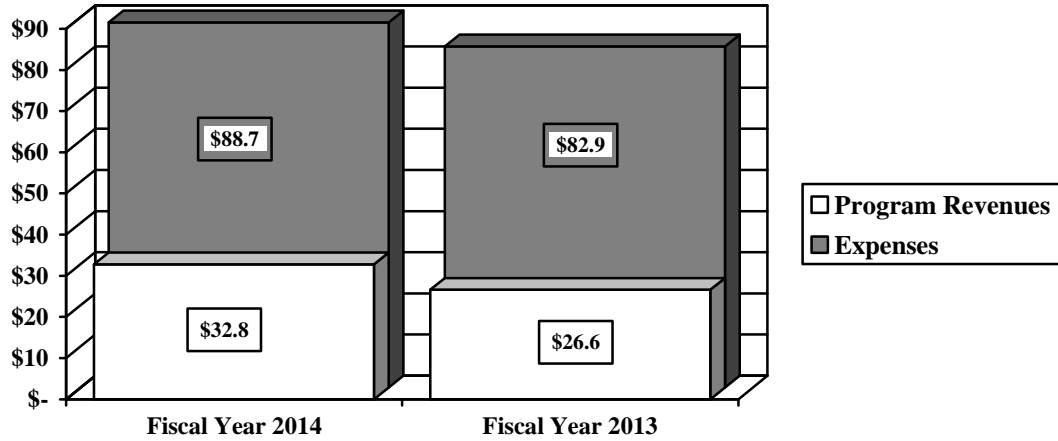
| | Total Cost of Services 2014 | Net Cost of Services 2014 | Total Cost of Services 2013 | Net Cost of Services 2013 |
|----------------------------------|-----------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| Program expenses: | | | | |
| General government | \$ 19.6 | \$ 11.8 | \$ 16.6 | \$ 9.2 |
| Security of persons and property | 38.8 | 30.9 | 37.2 | 31.1 |
| Public health | 6.2 | 2.4 | 5.9 | 3.3 |
| Transportation | 12.1 | 4.8 | 13.3 | 7.6 |
| Community environment | 8.1 | 2.6 | 6.0 | 1.8 |
| Leisure time activities | 3.5 | 3.0 | 3.3 | 2.8 |
| Interest and fiscal charges | 0.4 | 0.4 | 0.6 | 0.5 |
| Total | <u>\$ 88.7</u> | <u>\$ 55.9</u> | <u>\$ 82.9</u> | <u>\$ 56.3</u> |

The dependence upon general revenues for governmental activities is apparent, with 63.0 percent of expenses supported through taxes and other general revenues.

**CITY OF CANTON
STARK COUNTY, OHIO**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The graph below compares the City's governmental activities program revenues and total governmental activities expenses for fiscal year 2014 and 2013.

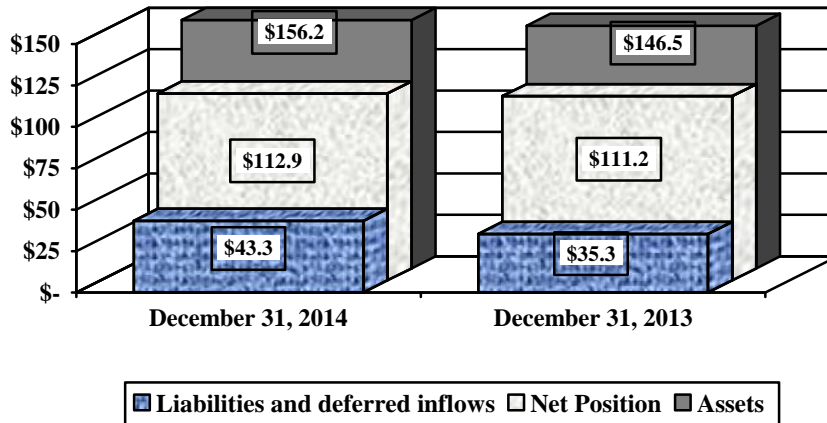
Graph 6
Governmental Activities – Program Revenues vs. Total Expenses (In Millions)



Business-Type Activities

The net position of the business-type activities, include the water, sewer and refuse enterprise funds. For a description of these funds, see the accompanying notes to the basic financial statements. These programs had program revenues of \$35.6 million and general revenues of \$0.6 million which were sufficient to support the total expenses of \$34.5 million. Total revenues exceeded total expenses by \$1.7 million in 2014. The graph below shows the business-type activities assets, liabilities and deferred inflows and net position at year-end.

Graph 7
Net Position of Business - Type Activities (In Millions)



The basic financial statements for the major funds are included in this report. Because the focus on business-type activities is a cost of service measurement or capital maintenance, we have included an assessment of the capital asset balances for the business-type activities in Graph 10 which is located on page 17.

CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(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. Unassigned fund balance may serve as a useful measure of the City's net resources available for spending at year-end. The City's governmental funds (as presented on the balance sheet on pages 22 and 23) reported a combined fund balance of \$20.3 million which is \$3.4 lower than last year's total of \$23.7 million. The schedule below indicates the fund balances as of December 31, 2014 and 2013 for the governmental funds.

Table 8
Fund Balances (In Millions)

| | 12/31/14 | 12/31/13 | Increase (Decrease) |
|------------------------------------|----------------|----------------|------------------------|
| Major funds: | | | |
| General | \$ 6.1 | \$ 8.4 | \$ (2.3) |
| Community and economic development | 1.5 | 2.3 | (0.8) |
| Capital projects | 3.4 | 3.2 | 0.2 |
| Motor vehicle purchase | 0.6 | 1.5 | (0.9) |
| Nonmajor governmental funds | 8.7 | 8.3 | 0.4 |
| Total | <u>\$ 20.3</u> | <u>\$ 23.7</u> | <u>\$ (3.4)</u> |

General Fund

Fund balance of the general fund decreased \$2.3 million from 2013 primarily due to an increase of \$2.3 million in income tax revenue which was offset by increases in expenditures of approximately \$5.6 million primarily in the areas of general government operations and security of persons and property. Income tax revenue increased due primarily to a decrease in the resident tax credit from 2.0 percent to 1.7 percent which became effective January 1, 2013 coupled with more aggressive income tax collection practices implemented by the City. General government expenditures increased primarily in the area of income tax administration which reported expenditures of approximately \$2.8 million compared to \$1.3 million for 2013. This increase is due to remodeling in the income tax department, increase in personnel and software upgrades. Security of persons and property expenditures increased primarily due to increased costs related to police and fire operations. Police expenditures increased approximately \$0.5 million and fire expenditures increased approximately \$0.8 million primarily due to the hiring of 18 police officers and 18 firefighters in 2014.

Community and Economic Development Fund

Fund balance of the community and economic development fund decreased \$0.7 million from the prior year. Revenues decreased \$1.1 million from \$5.2 million in 2013 to \$4.1 million in 2014 primarily due to decreased operating grants. Expenditures decreased \$0.4 million from \$5.3 million in 2013 to \$4.9 million in 2014 due to decreased community environment projects funded by the decrease in operating grants. The community and economic development fund had \$1.2 million in economic development loans receivable at December 31, 2014.

CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Capital Projects Fund

Fund balance of the capital projects fund increased \$0.2 million from \$3.2 million at December 31, 2013 to \$3.4 million at December 31, 2014. Revenues increased \$0.3 million from \$9.0 million in 2013 to \$9.3 million in 2014 primarily due to an increase in income tax collections. Expenditures decreased \$0.2 million from \$9.3 million in 2013 to \$9.1 million in 2014 primarily in the area of capital outlays.

Motor Vehicle Purchase Fund

Fund balance of the motor vehicle purchase fund decreased \$0.9 million from \$1.5 million at December 31, 2013 to \$0.6 million at December 31, 2014. Revenues remained consistent with 2013 levels at \$2.3 million. Expenditures increased \$2.1 million from \$1.8 million in 2013 to \$3.9 million in 2014 due to increased capital purchases made by the City in 2014. In addition, the City entered into capital lease agreements for the acquisition of equipment. Capital lease proceeds of \$0.6 million were reported in the motor vehicle purchase fund in 2014.

Nonmajor Governmental Funds

Fund balance of the nonmajor governmental funds increased \$0.4 million from \$8.3 million at December 31, 2013 to \$8.7 million at December 31, 2014. Revenues increased \$6.1 million from \$12.2 million in 2013 to \$18.3 million in 2014 due to increase in capital grants of approximately \$2.7 million. Expenditures increased \$5.5 million from \$12.4 million in 2013 to \$17.9 million in 2014 primarily in the areas of security of persons and property and capital outlays. In addition, the City entered into OPWC loan agreements in 2014. Loan proceeds in the amount of \$0.5 million were reported in the nonmajor governmental funds in 2014.

General Fund Budgeting Highlights

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Alternative Tax Budget, the Certificate of Estimated Resources and the Appropriation Ordinance: all are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the account level split between salary and non-salary line items. Any budgetary modifications above account group level may only be made by resolution of City Council.

The City's fully automated financial system also maintains budgetary control through its requisition/purchase order/encumbrance feature. Department requisitions, which if processed, would result in an overrun of budget are placed into suspense and can only be authorized when additional appropriations are made available through Council ordinance or departmental transfer. The security of the financial system prohibits commitments in excess of appropriations. Requisitions not completed are removed at the close of each month. Requisitions meeting the required criteria are processed by the City Auditor resulting in the required purchase order. The purchase order provides for the reserved encumbrance against the current budget.

The City Auditor continually monitors the encumbrances and expenditures against the budgeted appropriations and against the County Auditor's Certificate of Estimated Resources. Using the budget prepared by the City the preceding July and including the carry over balances less carry over encumbrances at year-end, the County Auditor arrives at and issues the Certificate of Estimated Resources for the City. Ohio Law prohibits total fund appropriations from exceeding the amounts by fund on the County Auditor's certificate.

The City's general fund reported a \$0.7 million increase to original estimated revenues of \$57.1 million to arrive at the final estimated revenues of \$57.8 million. The primary increases were in the areas of income taxes (\$0.7) and other revenue (\$0.5) and the primary decreases were in the areas of operating grants (\$0.3) and intergovernmental (\$0.1). The actual revenue exceeded final budgeted revenue by \$1.2 million.

CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The general fund variance from original budgeted expenditures to final budgeted expenditures was an increase of \$7.5 million. The primary areas of increase were \$4.4 million in community environment due to the \$2.0 million Historic Onesto Project not being reported in the original budgeted expenditures and due to increased appropriations for community development administration and in debt service which did not report the repayment as manuscript debt of \$2.0 million in the original budgeted expenditures. The final budgeted expenditures of \$70.7 million exceeded actual expenditures of \$68.8 million by \$1.9 million. The actual expenditures of \$68.8 million were approximately \$5.6 million higher than the original budgeted expenditures.

The original budgeted other financing sources were \$2.8 million and final budgeted other financing sources were \$7.7 million. The increase is due primarily to \$2.0 million in Historic Onesto note proceeds and \$2.8 million in manuscript debt proceeds not being reported in the original budget amounts but being included in the final budget amounts. The actual other financing sources approximated the final budgeted amounts.

Financial Analysis of the Proprietary Funds

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The only difference between the amounts reported as business-type activities and the amounts reported in the proprietary fund statements are interfund eliminations between proprietary funds and internal balances due to governmental activities for internal service activities. The only interfund activity reported in the government wide statements are those between business-type activities and governmental activities (reported as internal balances and transfers) whereas interfund amounts between various enterprise funds are reported in the proprietary fund statements.

The water operating fund and the sewer operating fund had net position increases of \$0.7 million and \$1.3 million, respectively. The refuse operating fund had a decrease in net position of \$0.2 million. The water operating fund experienced an increase in operating revenue of 3.95 percent while the sewer operating fund experienced an increase in operating revenue of 0.28 percent, respectively, from the prior year. The water operating fund had an increase in operating expenses of 15.77 percent from the prior year while the sewer operating fund had an increase in operating expenses of 3.2 percent from the prior year. The Refuse Fund's operating revenue increased \$0.2 million from 2013 while expenses increased \$0.3 million. These two factors caused the refuse operating fund to report a decrease in net position of \$49,693 in 2013 versus a decrease in net position of \$0.2 million in 2014.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2014, the City had \$225.1 million invested in a variety of capital assets, including police and fire equipment, land, buildings, park facilities, roads, bridges, and water and sewer lines (see following graphs). This amount represents a net increase from prior year.

Major additions for the governmental activities include both projects completed in 2014 and removed from construction in progress as well as projects that remain construction in progress at December 31, 2014. These projects include ongoing major road and storm sewer projects, park equipment additions and renovations, and a major street lighting upgrade.

Additions to Business-Type Activities included additional water and sewer line construction, the continuation of a major renovation project at the City's Water Reclamation Plant, and ongoing restoration work at two of the City's water plants

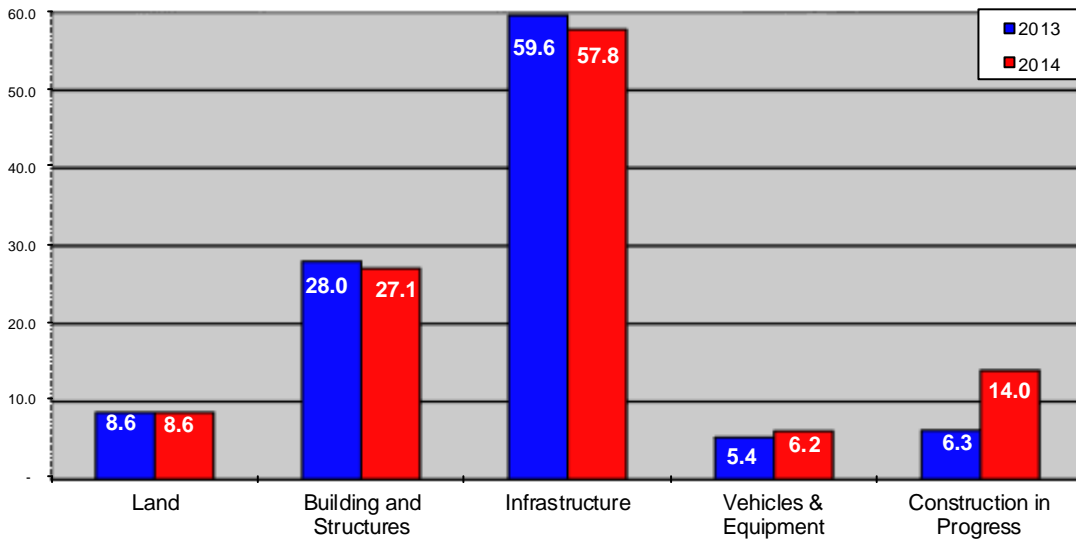
**CITY OF CANTON
STARK COUNTY, OHIO**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The City's 2015 capital budget anticipates a spending level of \$10.3 million for capital projects. The City will continue to spend the balance remaining of the \$15,850,000 generated from the sale of general obligation bonds during 2006 to construct a scaled back version of a scaled back version of a community water park for the youth of the City. The water park plans have been greatly reduced since its inception in 2006. In fact, in 2009, 2010, and 2011 the City spent a portion of the unspent portion of the 2006 issuance, dedicated for both Mallonn Park and the water park, to retire the corresponding years principal and interest due on the aforementioned bonds. In early 2014, the City entered into contracts for a scaled down version of the water park. The prior portion of this issuance expended was use for constructing a fire station, additional building improvement and expansion to City Hall, improve infrastructure and city parks expansion and developments

More detailed information about the City's capital assets is presented in Note 7 to the basic financial statements.

The graph below reflects the City's governmental activities capital assets, net of accumulated depreciation, for December 31, 2014 and 2013:

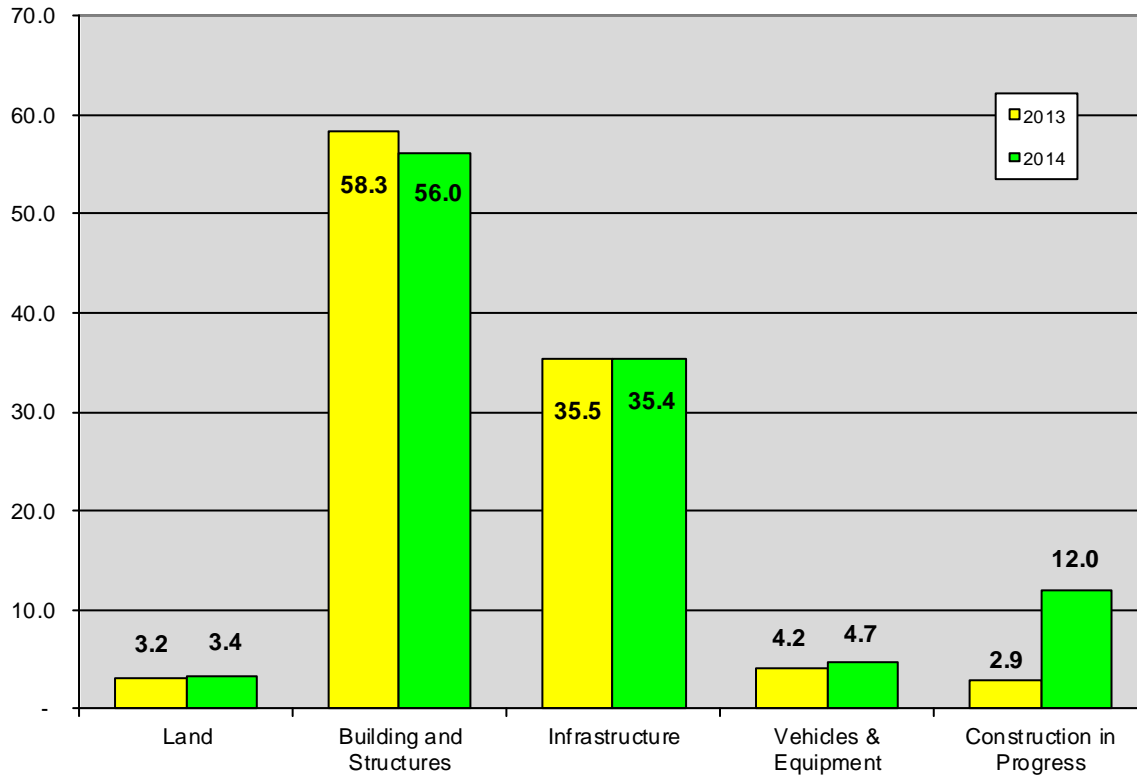
**Graph 9
Governmental Capital Assets-Net of Depreciation
(Dollar Value in Millions)**



**CITY OF CANTON
STARK COUNTY, OHIO**
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The graph below reflects the City's business-type activities capital assets, net of accumulated depreciation, for December 31, 2014 and 2013:

**Graph 10
Business-Type Capital Assets - Net of Depreciation
(Dollar Value in Millions)**



Debt

At December 31, 2014, the City had \$6.7 million in governmental activities general obligation bonds.

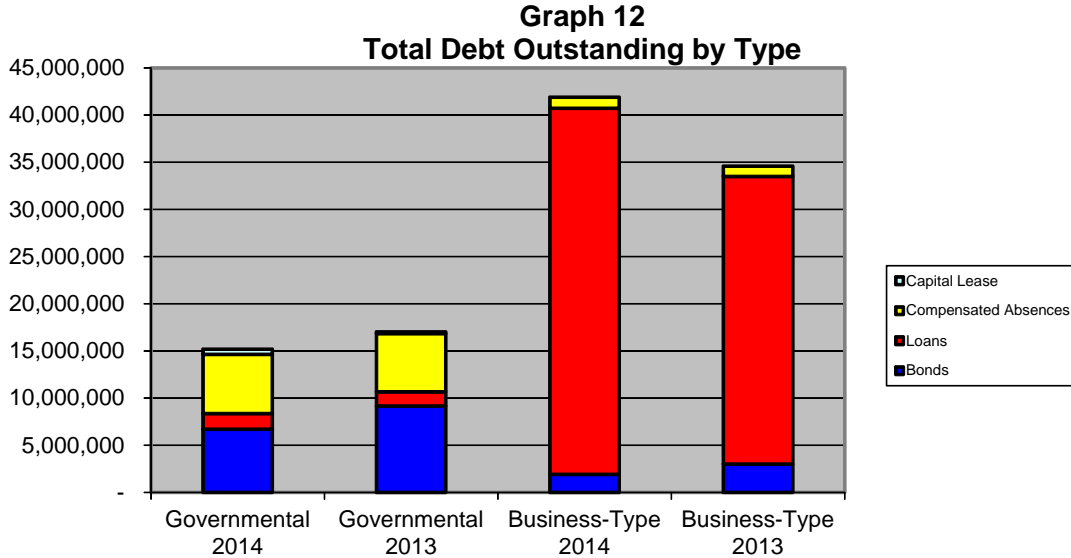
Table 11
General Obligation Bond Debt Outstanding at Year End

| | Governmental Activities | |
|---|-------------------------|---------------------|
| | 2014 | 2013 |
| Unvoted General Obligation Bonds: | | |
| 2009 Refunding Bonds | \$ 3,975,000 | \$ 4,885,000 |
| 2006 Various Purpose | 2,721,770 | 4,279,587 |
| Total Unvoted General Obligation Bonds | \$ 6,696,770 | \$ 9,164,587 |

**CITY OF CANTON
STARK COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)**

The City's overall legal debt margin was \$65.96 million as of December 31, 2014. The City's unvoted legal debt margin was \$29.75 million as of December 31, 2014.

At December 31, 2014, the City had outstanding long-term debt obligations in the amount of \$15.1 million down from \$17.0 million in 2013 for the governmental activities this represents an 11.18 percent decrease. The City's business-type activities debt obligation as of December 31, 2014 was \$42.0 million which is an increase from \$34.6 million in 2013 this represents an increase of 21.39 percent. The breakout on debt is presented in the graph below.



During 2014, the City issued \$3.4 million in notes payable and retired \$1.5 million in notes payable. The balance of the City's notes payable at December 31, 2015 is \$3.4 million. See Note 11 to the basic financial statements for more information on the City's note obligations.

In 2014, no adjustments were made to the City's credit rating; however, in 2012 Moody's Investor Services confirmed the City's rating of A1 and changed its negative outlook to stable. In 2010, Moody's downgraded the City's rating to A1 from Aa3 and gave the City negative outlook on a general obligation bond issue. Fitch Rating service did not evaluate the City in 2013; however, Fitch had previously downgraded the City from AA- to A+ but said its outlook is stable. Other obligations include accrued vacation pay and sick leave. More detailed information about the City's long-term liabilities is presented in Note 9 to the basic financial statements.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Richard A. Mallonn II-City Auditor, City of Canton, 218 Cleveland Ave., Canton, Ohio 44702. (Phone 330-489-3226 or Fax 330-580-2067).

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF NET POSITION
DECEMBER 31, 2014

| | Primary Government | | | Component Unit |
|--|----------------------------|-----------------------------|-----------------------|---------------------|
| | Governmental Activities | Business-type Activities | Total | CCIC |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ 20,915,649 | \$ 34,132,203 | \$ 55,047,852 | \$ 17,671 |
| Cash with fiscal agent | 3,019 | - | 3,019 | - |
| Receivables: | | | | |
| Accounts | 3,814,289 | 8,277,511 | 12,091,800 | - |
| Accrued interest | 56,707 | - | 56,707 | - |
| Income taxes | 9,406,458 | - | 9,406,458 | - |
| Property taxes | 5,751,391 | - | 5,751,391 | - |
| Due from other governments | 14,427,130 | 16,858 | 14,443,988 | - |
| Loans receivable | 3,189,464 | - | 3,189,464 | - |
| Materials and supplies inventory | 438,601 | 2,430,173 | 2,868,774 | - |
| Internal balance | 95,571 | (95,571) | - | - |
| Capital assets: | | | | |
| Land and construction in progress | 22,519,793 | 15,329,178 | 37,848,971 | 701,061 |
| Depreciable capital assets, net | 91,180,513 | 96,121,047 | 187,301,560 | 1,971,856 |
| Total capital assets, net | <u>113,700,306</u> | <u>111,450,225</u> | <u>225,150,531</u> | <u>2,672,917</u> |
| Total assets | <u>171,798,585</u> | <u>156,211,399</u> | <u>328,009,984</u> | <u>2,690,588</u> |
| Liabilities: | | | | |
| Accounts payable | 4,608,879 | 1,459,916 | 6,068,795 | - |
| Accrued wages and benefits payable | 2,016,817 | 513,444 | 2,530,261 | - |
| Due to other governments | 568,130 | 95,743 | 663,873 | - |
| Retainage payable | 100,051 | 419,935 | 519,986 | - |
| Accrued interest payable | 39,171 | 6,361 | 45,532 | - |
| Note payable | 3,400,000 | - | 3,400,000 | - |
| Claims payable | 4,512,110 | - | 4,512,110 | - |
| Long-term liabilities: | | | | |
| Due within one year | 4,750,615 | 3,235,007 | 7,985,622 | - |
| Due in more than one year | 11,593,580 | 37,580,116 | 49,173,696 | - |
| Total liabilities | <u>31,589,353</u> | <u>43,310,522</u> | <u>74,899,875</u> | <u>-</u> |
| Deferred inflows of resources: | | | | |
| Property taxes levied for the next fiscal year | 4,397,952 | - | 4,397,952 | - |
| Total deferred inflows of resources | <u>4,397,952</u> | <u>-</u> | <u>4,397,952</u> | <u>-</u> |
| Net position: | | | | |
| Net investment in capital assets | 106,702,688 | 70,635,102 | 177,337,790 | 2,672,917 |
| Restricted for: | | | | |
| Community development programs | 9,048,357 | - | 9,048,357 | - |
| Street construction, maintenance, and repair | 2,052,747 | - | 2,052,747 | - |
| Public health service programs | 2,558,247 | - | 2,558,247 | - |
| Safety and security programs and supplies | 1,262,206 | - | 1,262,206 | - |
| Court programs | 1,397,574 | - | 1,397,574 | - |
| City-owned parking decks | 23,941 | - | 23,941 | - |
| Other purposes | 470,715 | - | 470,715 | - |
| Debt service | 26,856 | - | 26,856 | - |
| Capital projects | 2,198,254 | - | 2,198,254 | - |
| Unrestricted | <u>10,069,695</u> | <u>42,265,775</u> | <u>52,335,470</u> | <u>17,671</u> |
| Total net position | <u>\$ 135,811,280</u> | <u>\$ 112,900,877</u> | <u>\$ 248,712,157</u> | <u>\$ 2,690,588</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Expenses</u> | <u>Program Revenues</u> | | |
|--|-----------------------|---------------------------------------|---|---|
| | | <u>Charges for Services and Sales</u> | <u>Operating Grants and Contributions</u> | <u>Capital Grants and Contributions</u> |
| Primary Government: | | | | |
| <i>Governmental activities:</i> | | | | |
| General government. | \$ 19,609,570 | \$ 7,559,719 | \$ 222,814 | \$ - |
| Security of persons and property | 38,759,803 | 6,003,714 | 1,852,639 | - |
| Public health | 6,196,761 | 907,889 | 2,919,716 | - |
| Transportation. | 12,065,377 | 32,067 | 1,706,066 | 5,542,459 |
| Community environment | 8,106,584 | 338,126 | 5,174,349 | - |
| Leisure time activities. | 3,549,040 | 30,379 | 327,695 | 213,368 |
| Interest and fiscal charges. | 442,388 | 165 | - | - |
| Total governmental activities | <u>88,729,523</u> | <u>14,872,059</u> | <u>12,203,279</u> | <u>5,755,827</u> |
| <i>Business-type activities:</i> | | | | |
| Water | 15,387,377 | 15,545,481 | - | 537,050 |
| Sewer | 12,796,231 | 13,407,709 | - | 63,352 |
| Refuse. | 6,257,256 | 5,962,885 | 69,919 | - |
| Total business-type activities. | <u>34,440,864</u> | <u>34,916,075</u> | <u>69,919</u> | <u>600,402</u> |
| Total primary government | <u>\$ 123,170,387</u> | <u>\$ 49,788,134</u> | <u>\$ 12,273,198</u> | <u>\$ 6,356,229</u> |
| Component Unit: | | | | |
| CCIC | <u>\$ 227,343</u> | <u>\$ -</u> | <u>\$ 210,482</u> | <u>\$ -</u> |

General revenues:

Municipal income taxes levied for:

| | |
|--|--|
| General purposes | |
| Capital outlay | |
| Property and other taxes | |
| Payment in lieu of taxes. | |
| Grants and entitlements not restricted to specific programs. | |
| Interest and investment earnings | |
| Decrease in fair value of investments. | |
| Gain on sale of capital assets | |
| Miscellaneous | |

Total general revenues.

Change in net position.

Net position at beginning of year

Net position at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense) Revenue
and Changes in Net Position**

| Primary Government | | | Component Unit |
|------------------------------------|-------------------------------------|-----------------------|-----------------------|
| Governmental Activities | Business-type Activities | Total | CCIC |
| \$ (11,827,037) | \$ - | \$ (11,827,037) | \$ - |
| (30,903,450) | - | (30,903,450) | - |
| (2,369,156) | - | (2,369,156) | - |
| (4,784,785) | - | (4,784,785) | - |
| (2,594,109) | - | (2,594,109) | - |
| (2,977,598) | - | (2,977,598) | - |
| (442,223) | - | (442,223) | - |
| <u>(55,898,358)</u> | <u>-</u> | <u>(55,898,358)</u> | <u>-</u> |
| - | 695,154 | 695,154 | - |
| - | 674,830 | 674,830 | - |
| - | (224,452) | (224,452) | - |
| <u>-</u> | <u>1,145,532</u> | <u>1,145,532</u> | <u>-</u> |
| <u>(55,898,358)</u> | <u>1,145,532</u> | <u>(54,752,826)</u> | <u>-</u> |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>(16,861)</u> |
| 38,672,597 | - | 38,672,597 | - |
| 12,027,117 | - | 12,027,117 | - |
| 4,916,636 | - | 4,916,636 | - |
| 25,948 | - | 25,948 | - |
| 5,040,384 | - | 5,040,384 | - |
| 206,592 | - | 206,592 | - |
| (26,877) | - | (26,877) | - |
| - | 35,942 | 35,942 | - |
| <u>2,933,380</u> | <u>558,770</u> | <u>3,492,150</u> | <u>39,214</u> |
| <u>63,795,777</u> | <u>594,712</u> | <u>64,390,489</u> | <u>39,214</u> |
| 7,897,419 | 1,740,244 | 9,637,663 | 22,353 |
| <u>127,913,861</u> | <u>111,160,633</u> | <u>239,074,494</u> | <u>2,668,235</u> |
| <u>\$ 135,811,280</u> | <u>\$ 112,900,877</u> | <u>\$ 248,712,157</u> | <u>\$ 2,690,588</u> |

CITY OF CANTON
STARK COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2014

| | <u>General</u> | <u>Community and Economic Development</u> | <u>Capital Projects</u> | <u>Motor Vehicle Purchase</u> |
|--|----------------------|---|-----------------------------|---------------------------------------|
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ 3,945,916 | \$ 266,880 | \$ 2,486,677 | \$ 429,329 |
| Cash with fiscal agent | - | - | - | - |
| Receivables: | | | | |
| Accounts | 2,686,020 | 985,754 | - | - |
| Accrued interest | 56,555 | - | - | - |
| Municipal income taxes | 7,054,843 | - | 1,881,292 | 470,323 |
| Property and other taxes | 3,371,836 | - | - | - |
| Due from other funds | 204,078 | - | - | - |
| Due from other governments | 3,437,774 | 6,976,466 | 2,053 | - |
| Loans receivable | 2,000,000 | 1,189,464 | - | - |
| Materials and supplies inventory | 308,093 | - | - | - |
| Total assets | <u>\$ 23,065,115</u> | <u>\$ 9,418,564</u> | <u>\$ 4,370,022</u> | <u>\$ 899,652</u> |
| Liabilities: | | | | |
| Accounts payable | 908,576 | 363,687 | 171,814 | 118,827 |
| Accrued wages and benefits payable | 1,632,568 | 3,182 | 58,846 | - |
| Due to other funds | 146,219 | 189,561 | 4,657 | - |
| Due to other governments | 500,872 | 5,261 | 10,801 | - |
| Retainage payable | - | - | - | - |
| Note payable | 3,400,000 | - | - | - |
| Accrued interest payable | 7,781 | - | - | - |
| Total liabilities | <u>6,596,016</u> | <u>561,691</u> | <u>246,118</u> | <u>118,827</u> |
| Deferred inflows of resources: | | | | |
| Property taxes levied for the next fiscal year | 2,018,397 | - | - | - |
| Delinquent property tax revenue not available | 1,341,233 | - | - | - |
| Income tax revenue not available | 2,700,243 | - | 720,065 | 180,016 |
| Intergovernmental revenue not available | 1,887,462 | 6,323,586 | - | - |
| Charges for services revenue not available | 2,139,874 | 985,201 | - | - |
| Accrued interest not available | 27,437 | - | - | - |
| Miscellaneous revenue not available | 274,282 | - | - | - |
| Total deferred inflows of resources | <u>10,388,928</u> | <u>7,308,787</u> | <u>720,065</u> | <u>180,016</u> |
| Fund balances: | | | | |
| Nonspendable | 400,706 | - | - | - |
| Restricted | - | 1,548,086 | - | 600,809 |
| Committed | 772,068 | - | 3,403,839 | - |
| Assigned | 3,471,995 | - | - | - |
| Unassigned (deficit) | 1,435,402 | - | - | - |
| Total fund balances | <u>6,080,171</u> | <u>1,548,086</u> | <u>3,403,839</u> | <u>600,809</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 23,065,115</u> | <u>\$ 9,418,564</u> | <u>\$ 4,370,022</u> | <u>\$ 899,652</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

| Nonmajor Governmental Funds | Total Governmental Funds |
|--|---|
| \$ 8,462,373 | \$ 15,591,175 |
| 3,019 | 3,019 |
| 32,767 | 3,704,541 |
| 152 | 56,707 |
| - | 9,406,458 |
| 2,379,555 | 5,751,391 |
| - | 204,078 |
| 4,010,837 | 14,427,130 |
| - | 3,189,464 |
| 130,508 | 438,601 |
| \$ 15,019,211 | \$ 52,772,564 |
| 2,886,022 | \$ 4,448,926 |
| 196,899 | 1,891,495 |
| 23,593 | 364,030 |
| 31,834 | 548,768 |
| 100,051 | 100,051 |
| - | 3,400,000 |
| - | 7,781 |
| 3,238,399 | 10,761,051 |
| 2,379,555 | 4,397,952 |
| - | 1,341,233 |
| - | 3,600,324 |
| 711,596 | 8,922,644 |
| 5,599 | 3,130,674 |
| - | 27,437 |
| 6,273 | 280,555 |
| 3,103,023 | 21,700,819 |
| 130,508 | 531,214 |
| 8,004,949 | 10,153,844 |
| 640,286 | 4,816,193 |
| - | 3,471,995 |
| (97,954) | 1,337,448 |
| 8,677,789 | 20,310,694 |
| \$ 15,019,211 | \$ 52,772,564 |

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CITY OF CANTON
STARK COUNTY, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2014

| | | | |
|--|----|-------------|-------------|
| Total governmental fund balances | | \$ | 20,310,694 |
| <i>Amounts reported for governmental activities on the statement of net position are different because:</i> | | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | | | 113,700,306 |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds. | | | |
| Property taxes receivable | \$ | 1,341,233 | |
| Income taxes receivable | | 3,600,324 | |
| Accounts receivable | | 3,411,229 | |
| Intergovernmental receivable | | 8,922,644 | |
| Accrued interest receivable | | 27,437 | |
| Total | | 17,302,867 | 17,302,867 |
| An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund, including an internal balance of \$69,541, are included in governmental activities on the statement of net position. | | | (6,588,579) |
| Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds. | | | (31,390) |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. | | | |
| General obligation bonds | | (6,696,770) | |
| Loans payable | | (1,655,482) | |
| Capital lease obligations | | (530,366) | |
| Total | | (8,882,618) | (8,882,618) |
| Net position of governmental activities | | \$ | 135,811,280 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>General</u> | <u>Community and Economic Development</u> | <u>Capital Projects</u> | <u>Motor Vehicle Purchase</u> |
|--|---------------------|---|-----------------------------|---------------------------------------|
| Revenues: | | | | |
| Property and other taxes | \$ 1,865,322 | \$ - | \$ - | \$ - |
| Municipal income taxes | 37,050,346 | - | 9,189,093 | 2,297,273 |
| Charges for services | 9,780,169 | 44,855 | - | - |
| Licenses, permits, and fees | 1,311,288 | - | 4,304 | - |
| Fines and forfeitures | 201,119 | - | - | - |
| Intergovernmental | 5,583,343 | - | - | - |
| Interest and investment income | 172,081 | 25,808 | - | - |
| Rental income | 9,301 | 2,575 | - | - |
| Contributions and donations | - | - | - | - |
| Operating grants | 923,021 | 4,025,538 | - | - |
| Capital grants | - | - | 38,574 | - |
| Payment in lieu of taxes | - | - | - | - |
| Decrease in fair value of investments | (26,877) | - | - | - |
| Other | 1,726,622 | 43,879 | 7,777 | 4,650 |
| Total revenues | <u>58,595,735</u> | <u>4,142,655</u> | <u>9,239,748</u> | <u>2,301,923</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 17,668,989 | - | - | - |
| Security of persons and property | 35,046,247 | - | - | - |
| Public health | 2,602,197 | - | - | - |
| Transportation | 1,873,655 | - | - | - |
| Community environment | 2,777,314 | 4,858,866 | - | - |
| Leisure time activities | 374,270 | - | - | - |
| Capital outlay | - | - | 6,498,397 | 3,523,449 |
| Debt service: | | | | |
| Principal retirement | 430,000 | - | 2,294,023 | 300,257 |
| Interest and fiscal charges | 127,706 | - | 292,636 | 29,586 |
| Total expenditures | <u>60,900,378</u> | <u>4,858,866</u> | <u>9,085,056</u> | <u>3,853,292</u> |
| Excess of revenues over (under) expenditures | <u>(2,304,643)</u> | <u>(716,211)</u> | <u>154,692</u> | <u>(1,551,369)</u> |
| Other financing sources: | | | | |
| Sale of capital assets | - | 2,766 | 11,814 | 83,178 |
| Capital lease transactions | - | - | - | 570,104 |
| Issuance of loans | - | - | - | - |
| Total other financing sources | <u>-</u> | <u>2,766</u> | <u>11,814</u> | <u>653,282</u> |
| Net change in fund balances | (2,304,643) | (713,445) | 166,506 | (898,087) |
| Fund balances at beginning of year | <u>8,384,814</u> | <u>2,261,531</u> | <u>3,237,333</u> | <u>1,498,896</u> |
| Fund balances at end of year | <u>\$ 6,080,171</u> | <u>\$ 1,548,086</u> | <u>\$ 3,403,839</u> | <u>\$ 600,809</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

| Nonmajor Governmental Funds | Total Governmental Funds |
|--|---|
| \$ 2,326,882 | \$ 4,192,204 |
| - | 48,536,712 |
| 1,589,936 | 11,414,960 |
| 215,287 | 1,530,879 |
| 226,862 | 427,981 |
| 3,244,075 | 8,827,418 |
| 9,047 | 206,936 |
| 43,040 | 54,916 |
| 2,984 | 2,984 |
| 4,432,500 | 9,381,059 |
| 5,476,121 | 5,514,695 |
| 25,948 | 25,948 |
| - | (26,877) |
| 104,350 | 1,887,278 |
| <u>17,697,032</u> | <u>91,977,093</u> |
| 1,095,131 | 18,764,120 |
| 2,153,910 | 37,200,157 |
| 3,400,465 | 6,002,662 |
| 2,613,851 | 4,487,506 |
| 451,492 | 8,087,672 |
| 2,385,625 | 2,759,895 |
| 5,687,981 | 15,709,827 |
| 70,891 | 3,095,171 |
| 3,762 | 453,690 |
| <u>17,863,108</u> | <u>96,560,700</u> |
| <u>(166,076)</u> | <u>(4,583,607)</u> |
| - | 97,758 |
| 110,918 | 681,022 |
| 455,595 | 455,595 |
| <u>566,513</u> | <u>1,234,375</u> |
| 400,437 | (3,349,232) |
| 8,277,352 | 23,659,926 |
| <u>\$ 8,677,789</u> | <u>\$ 20,310,694</u> |

CITY OF CANTON
STARK COUNTY, 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, 2014

Net change in fund balances - total governmental funds \$ (3,349,232)

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 exceeds depreciation expense in the current period.

| | | |
|---------------------------|------------------|--|
| Capital asset additions | \$ 13,702,114 | |
| Current year depreciation | (7,804,647) | |
| Total | 5,897,467 | |

| | | |
|---|--|---------|
| Contributed capital assets are not reported in the governmental funds; however, these contributions increase assets on the statement of net position. | | 239,447 |
|---|--|---------|

| | | |
|---|--|-----------|
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net assets. | | (238,639) |
|---|--|-----------|

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

| | | |
|---------------------------|------------------|--|
| Property and other taxes | 724,432 | |
| Municipal income taxes | 2,163,002 | |
| Intergovernmental revenue | (574,435) | |
| Operating grants | (419,459) | |
| Charges for services | 1,443,323 | |
| Interest | 27,437 | |
| Miscellaneous | 203,207 | |
| Total | 3,567,507 | |

| | | |
|---|--|-------------|
| The issuance of loans and capital leases are reported as an other financing source in the governmental funds, however, in the statement of activities, they are not reported as revenues as they increase the liabilities on the statement of net position. | | (1,136,617) |
|---|--|-------------|

Repayment of bond, loan, and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.

| | | |
|--|------------------|--|
| General obligation bond principal payments | 2,467,817 | |
| Loan principal payments | 297,327 | |
| Capital lease principal payments | 330,027 | |
| | 3,095,171 | |

| | | |
|--|--|--------|
| In the statement of activities, interest is accrued on outstanding bonds and loans, whereas in governmental funds, an interest expenditure is reported when due. | | 11,302 |
|--|--|--------|

| | | |
|--|--|-----------|
| Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the internal service funds, including an internal balance activity of \$51,227, is reported with the governmental activities on the government-wide statement of net position. | | (188,987) |
|--|--|-----------|

Change in net position of governmental activities \$ 7,897,419

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues: | | | | |
| Property and other taxes | \$ 1,710,000 | \$ 1,847,400 | \$ 1,865,322 | \$ 17,922 |
| Municipal income taxes | 36,349,723 | 36,999,723 | 37,369,574 | 369,851 |
| Charges for services | 9,407,822 | 9,248,322 | 9,537,592 | 289,270 |
| Licenses, permits, and fees | 1,248,700 | 1,300,200 | 1,319,759 | 19,559 |
| Fines and forfeitures. | 157,000 | 157,000 | 197,507 | 40,507 |
| Intergovernmental | 5,825,300 | 5,665,300 | 5,753,264 | 87,964 |
| Interest and investment income | 50,000 | 83,000 | 133,714 | 50,714 |
| Rental income | 7,494 | 7,494 | 9,301 | 1,807 |
| Operating grants | 1,045,000 | 690,353 | 945,839 | 255,486 |
| Other. | 1,304,500 | 1,776,077 | 1,849,052 | 72,975 |
| Total revenues | <u>57,105,539</u> | <u>57,774,869</u> | <u>58,980,924</u> | <u>1,206,055</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government: | | | | |
| Service director support administration | 938,679 | 963,679 | 951,943 | 11,736 |
| Service director | 131,055 | 138,055 | 121,769 | 16,286 |
| Purchase administration | 486,677 | 486,677 | 468,053 | 18,624 |
| Annexation. | 8,015 | 10,015 | 8,678 | 1,337 |
| Building and maintenance | 1,300,513 | 1,285,012 | 1,244,875 | 40,137 |
| Income tax administration | 2,856,151 | 2,851,151 | 2,812,085 | 39,066 |
| Mayor administration | 427,301 | 427,301 | 414,202 | 13,099 |
| Human resources. | 144,850 | 147,850 | 133,659 | 14,191 |
| Council. | 679,335 | 679,336 | 631,617 | 47,719 |
| Judges | 2,336,359 | 2,336,359 | 2,290,355 | 46,004 |
| Clerk of Courts. | 1,618,240 | 1,593,240 | 1,516,634 | 76,606 |
| Law department | 1,921,537 | 2,007,084 | 1,907,059 | 100,025 |
| Auditor's office. | 1,881,241 | 1,888,941 | 1,842,838 | 46,103 |
| Treasurer's office. | 432,056 | 707,056 | 689,403 | 17,653 |
| Civil service | 342,874 | 355,674 | 346,486 | 9,188 |
| Zoning board. | 8,648 | 8,648 | 8,563 | 85 |
| Department of Motor Vehicles. | 2,266,665 | 2,345,965 | 2,210,727 | 135,238 |
| Management information systems | 1,240,243 | 1,198,934 | 1,178,647 | 20,287 |
| Total general government | <u>19,020,439</u> | <u>19,430,977</u> | <u>18,777,593</u> | <u>653,384</u> |
| Security of persons and property: | | | | |
| Safety director | 197,493 | 205,493 | 201,481 | 4,012 |
| Code enforcement | 998,658 | 982,658 | 958,498 | 24,160 |
| Safety director school police administration | 145,695 | 135,695 | 128,198 | 7,497 |
| Central communication. | 1,707,018 | 1,747,018 | 1,720,976 | 26,042 |
| Police. | 16,703,399 | 16,440,060 | 16,261,125 | 178,935 |
| Fire | 15,104,164 | 15,486,174 | 15,385,370 | 100,804 |
| Traffic administration. | 392,776 | 414,116 | 386,325 | 27,791 |
| Traffic engineer/parking meters. | 146,396 | 159,396 | 155,837 | 3,559 |
| Total security of persons and property | <u>35,395,599</u> | <u>35,570,610</u> | <u>35,197,810</u> | <u>372,800</u> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------------|---------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Public health: | | | | |
| Administration | 910,764 | 935,122 | 885,649 | 49,473 |
| Nurses | 908,129 | 855,931 | 846,727 | 9,204 |
| Lab. | 304,859 | 329,424 | 327,016 | 2,408 |
| Air pollution. | 40,000 | 40,000 | 40,000 | - |
| Environmental health administration | 475,655 | 588,930 | 583,304 | 5,626 |
| Total public health | <u>2,639,407</u> | <u>2,749,407</u> | <u>2,682,696</u> | <u>66,711</u> |
| Transportation: | | | | |
| Engineering - daily operations. | 68,808 | 68,308 | 62,409 | 5,899 |
| Street department | 1,539,600 | 1,969,100 | 1,879,135 | 89,965 |
| Total transportation | <u>1,608,408</u> | <u>2,037,408</u> | <u>1,941,544</u> | <u>95,864</u> |
| Community environment: | | | | |
| Community development administration. | 98,363 | 2,357,373 | 1,886,018 | 471,355 |
| Community Improvement Corporation. | 391,180 | 391,180 | 391,180 | - |
| Land reutilization. | 1,542,715 | 1,602,494 | 1,357,032 | 245,462 |
| Historic Onesto Project | - | 2,000,000 | 2,000,000 | - |
| Total community environment | <u>2,032,258</u> | <u>6,351,047</u> | <u>5,634,230</u> | <u>716,817</u> |
| Leisure time activities: | | | | |
| Park administration. | 35,740 | 35,740 | 12,956 | 22,784 |
| Baseball. | 15,834 | 15,834 | 13,344 | 2,490 |
| Civic Center administration | 436,091 | 436,091 | 435,196 | 895 |
| Total leisure time activities. | <u>487,665</u> | <u>487,665</u> | <u>461,496</u> | <u>26,169</u> |
| Debt service: | | | | |
| Principal retirement | 1,930,000 | 3,930,000 | 3,930,000 | - |
| Interest and fiscal charges | 103,300 | 123,300 | 119,925 | 3,375 |
| Total debt service. | <u>2,033,300</u> | <u>4,053,300</u> | <u>4,049,925</u> | <u>3,375</u> |
| Total expenditures | <u>63,217,076</u> | <u>70,680,414</u> | <u>68,745,294</u> | <u>1,935,120</u> |
| Excess of revenues over (under) expenditures | <u>(6,111,537)</u> | <u>(12,905,545)</u> | <u>(9,764,370)</u> | <u>3,141,175</u> |
| Other financing sources (uses): | | | | |
| Issuance of notes. | 1,400,000 | 3,400,000 | 3,400,000 | - |
| Issuance of manuscript debt. | - | 2,800,000 | 2,800,000 | - |
| Transfers in | 462,500 | 462,500 | 442,158 | (20,342) |
| Transfers (out). | (276,200) | (316,200) | (316,158) | 42 |
| Advances in | 1,000,000 | 1,000,000 | 1,000,000 | - |
| Advances (out). | (1,055,000) | (1,055,000) | (1,000,000) | 55,000 |
| Total other financing sources (uses). | <u>1,531,300</u> | <u>6,291,300</u> | <u>6,326,000</u> | <u>34,700</u> |
| Net change in fund balances. | (4,580,237) | (6,614,245) | (3,438,370) | 3,175,875 |
| Fund balances at beginning of year | 5,782,928 | 5,782,928 | 5,782,928 | - |
| Prior year encumbrances appropriated. | 1,859,364 | 1,859,364 | 1,859,364 | - |
| Fund balances at end of year | <u>\$ 3,062,055</u> | <u>\$ 1,028,047</u> | <u>\$ 4,203,922</u> | <u>\$ 3,175,875</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY AND ECONOMIC DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------|-----------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues: | | | | |
| Charges for services | \$ - | \$ - | \$ 44,855 | \$ 44,855 |
| Rental income. | - | - | 2,575 | 2,575 |
| Operating grants | 7,382,947 | 10,902,385 | 4,236,305 | (6,666,080) |
| Other | 158,300 | 158,300 | 226,635 | 68,335 |
| Total revenues | <u>7,541,247</u> | <u>11,060,685</u> | <u>4,510,370</u> | <u>(6,550,315)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Community environment: | | | | |
| Youth development | 420,911 | 310,106 | 118,241 | 191,865 |
| Community development administration | 5,768,715 | 8,505,542 | 5,965,365 | 2,540,177 |
| Federal stimulus funding | 59,653 | 59,153 | 13,723 | 45,430 |
| Hamilton Avenue project | 5,300 | 5,300 | 300 | 5,000 |
| Community development demolition | 478,166 | 1,753,166 | 600,006 | 1,153,160 |
| Fair housing administration. | 141,578 | 178,953 | 130,241 | 48,712 |
| Economic development grants/loans | 300,000 | 300,000 | - | 300,000 |
| Total expenditures | <u>7,174,323</u> | <u>11,112,220</u> | <u>6,827,876</u> | <u>4,284,344</u> |
| Excess of revenues over (under) expenditures | <u>366,924</u> | <u>(51,535)</u> | <u>(2,317,506)</u> | <u>(2,265,971)</u> |
| Other financing sources: | | | | |
| Sale of assets | - | - | 2,766 | 2,766 |
| Total other financing sources. | <u>-</u> | <u>-</u> | <u>2,766</u> | <u>2,766</u> |
| Net change in fund balances | 366,924 | (51,535) | (2,314,740) | (2,263,205) |
| Fund balances (deficit) at beginning of year. | (2,294,246) | (2,294,246) | (2,294,246) | - |
| Prior year encumbrances appropriated | 2,606,999 | 2,606,999 | 2,606,999 | - |
| Fund balances (deficit) at end of year | <u>\$ 679,677</u> | <u>\$ 261,218</u> | <u>\$ (2,001,987)</u> | <u>\$ (2,263,205)</u> |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2014

| | Business-type Activities - Enterprise Funds | | | | Governmental Activities - Internal Service Funds |
|--|--|-------------------------------------|--------------------------------------|-----------------------|---|
| | Water Operating Fund | Sewer Operating Fund | Refuse Operating Fund | Total | |
| Assets: | | | | | |
| Current assets: | | | | | |
| Equity in pooled cash and cash equivalents . . . | \$ 11,916,410 | \$ 20,780,163 | \$ 1,435,630 | \$ 34,132,203 | \$ 5,324,474 |
| Receivables: | | | | | |
| Accounts | 3,339,417 | 2,830,428 | 2,107,666 | 8,277,511 | 109,748 |
| Due from other funds | - | 5,375 | 5,375 | 10,750 | 185,982 |
| Due from other governments | - | - | 16,858 | 16,858 | - |
| Materials and supplies inventory | 1,389,499 | 1,040,674 | - | 2,430,173 | - |
| Total current assets | <u>16,645,326</u> | <u>24,656,640</u> | <u>3,565,529</u> | <u>44,867,495</u> | <u>5,620,204</u> |
| Non-current assets: | | | | | |
| Capital assets: | | | | | |
| Land and construction in progress | 3,976,595 | 11,208,583 | 144,000 | 15,329,178 | - |
| Depreciable capital assets, net | 56,693,852 | 37,268,075 | 2,159,120 | 96,121,047 | - |
| Total capital assets, net | <u>60,670,447</u> | <u>48,476,658</u> | <u>2,303,120</u> | <u>111,450,225</u> | <u>-</u> |
| Total assets | <u>77,315,773</u> | <u>73,133,298</u> | <u>5,868,649</u> | <u>156,317,720</u> | <u>5,620,204</u> |
| Liabilities: | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | 521,250 | 830,610 | 108,056 | 1,459,916 | 159,953 |
| Retainage payable | 30,981 | 388,954 | - | 419,935 | - |
| Accrued wages and benefits payable | 223,355 | 178,682 | 111,407 | 513,444 | 125,322 |
| Due to other funds | 21,751 | 9,677 | 5,352 | 36,780 | - |
| Due to other governments | 48,229 | 30,302 | 17,212 | 95,743 | 19,362 |
| Accrued interest payable | 4,899 | 1,462 | - | 6,361 | - |
| General obligation bonds payable | 874,434 | 261,025 | - | 1,135,459 | - |
| OWDA loans payable | 1,223,759 | 864,084 | - | 2,087,843 | - |
| OPWC loans payable | 6,310 | 5,395 | - | 11,705 | - |
| Compensated absences payable | - | - | - | - | 1,750,338 |
| Claims payable | - | - | - | - | 3,305,015 |
| Total current liabilities | <u>2,954,968</u> | <u>2,570,191</u> | <u>242,027</u> | <u>5,767,186</u> | <u>5,359,990</u> |
| Non-current liabilities: | | | | | |
| General obligation bonds payable | 595,122 | 177,649 | - | 772,771 | - |
| OWDA loans payable | 22,407,849 | 14,320,715 | - | 36,728,564 | - |
| OPWC loans payable | 41,016 | 37,765 | - | 78,781 | - |
| Compensated absences payable | - | - | - | - | 5,711,239 |
| Claims payable | - | - | - | - | 1,207,095 |
| Total non-current liabilities | <u>23,043,987</u> | <u>14,536,129</u> | <u>-</u> | <u>37,580,116</u> | <u>6,918,334</u> |
| Total liabilities | <u>25,998,955</u> | <u>17,106,320</u> | <u>242,027</u> | <u>43,347,302</u> | <u>12,278,324</u> |
| Net position: | | | | | |
| Net investment in capital assets | 35,521,957 | 32,810,025 | 2,303,120 | 70,635,102 | - |
| Unrestricted (deficit) | 15,794,861 | 23,216,953 | 3,323,502 | 42,335,316 | (6,658,120) |
| Total net position (deficit) | <u>\$ 51,316,818</u> | <u>\$ 56,026,978</u> | <u>\$ 5,626,622</u> | <u>112,970,418</u> | <u>\$ (6,658,120)</u> |
| Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds | | | | (69,541) | |
| Net position of business-type activities | | | | <u>\$ 112,900,877</u> | |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Business-type Activities - Enterprise Funds | | | | Governmental Activities - Internal Service Funds |
|--|--|-------------------------------------|--------------------------------------|---------------------|---|
| | Water Operating Fund | Sewer Operating Fund | Refuse Operating Fund | Total | |
| Operating revenues: | | | | | |
| Charges for services | \$ 15,469,316 | \$ 13,407,209 | \$ 5,962,885 | \$ 34,839,410 | \$ 15,151,071 |
| Rental income | 76,165 | 500 | - | 76,665 | - |
| Other | 13,123 | 545,076 | 571 | 558,770 | 842,895 |
| Total operating revenues | <u>15,558,604</u> | <u>13,952,785</u> | <u>5,963,456</u> | <u>35,474,845</u> | <u>15,993,966</u> |
| Operating expenses: | | | | | |
| Personal services | 6,466,803 | 5,145,885 | 3,722,726 | 15,335,414 | 528,763 |
| Contract services | 3,999,616 | 4,529,542 | 1,895,200 | 10,424,358 | 1,181,097 |
| Materials and supplies | 2,037,444 | 528,814 | 310,678 | 2,876,936 | 5,476 |
| Benefit claim expenses | - | - | - | - | 3,198,756 |
| Insurance claims and expenses | 8,611 | 11,646 | 644 | 20,901 | 11,320,088 |
| Depreciation | 2,020,065 | 2,209,920 | 299,893 | 4,529,878 | - |
| Other | 49,157 | 183,330 | 16,995 | 249,482 | - |
| Total operating expenses | <u>14,581,696</u> | <u>12,609,137</u> | <u>6,246,136</u> | <u>33,436,969</u> | <u>16,234,180</u> |
| Operating income (loss) | <u>976,908</u> | <u>1,343,648</u> | <u>(282,680)</u> | <u>2,037,876</u> | <u>(240,214)</u> |
| Nonoperating revenues (expenses): | | | | | |
| Interest and fiscal charges | (783,391) | (169,277) | - | (952,668) | - |
| Gain on disposal of capital assets | 8,317 | 21,055 | 6,570 | 35,942 | - |
| Operating grants | - | - | 69,919 | 69,919 | - |
| Total nonoperating revenues (expenses) | <u>(775,074)</u> | <u>(148,222)</u> | <u>76,489</u> | <u>(846,807)</u> | <u>-</u> |
| Income (loss) before capital contributions | 201,834 | 1,195,426 | (206,191) | 1,191,069 | (240,214) |
| Capital contributions | 537,050 | 63,352 | - | 600,402 | - |
| Change in net position | 738,884 | 1,258,778 | (206,191) | 1,791,471 | (240,214) |
| Net position (deficit) at beginning of year | <u>50,577,934</u> | <u>54,768,200</u> | <u>5,832,813</u> | | <u>(6,417,906)</u> |
| Net position (deficit) at end of year | <u>\$ 51,316,818</u> | <u>\$ 56,026,978</u> | <u>\$ 5,626,622</u> | | <u>\$ (6,658,120)</u> |
| Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds | | | | (51,227) | |
| Change in net position of business-type activities | | | | <u>\$ 1,740,244</u> | |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Business-type Activities - Enterprise Funds | | | Total | Governmental Activities - Internal Service Funds |
|--|--|-------------------------------------|--------------------------------------|----------------------|---|
| | Water Operating Fund | Sewer Operating Fund | Refuse Operating Fund | | |
| Cash flows from operating activities: | | | | | |
| Cash received from charges for services | \$ 15,744,150 | \$ 13,673,792 | \$ 5,965,668 | \$ 35,383,610 | \$ 15,151,071 |
| Cash received from rents | 76,165 | 500 | - | 76,665 | - |
| Cash received from other operations | 14,633 | 586,266 | 571 | 601,470 | 901,402 |
| Cash payments for personal services | (6,455,263) | (5,122,991) | (3,711,582) | (15,289,836) | (550,716) |
| Cash payments for contractual services | (3,719,546) | (4,958,793) | (1,883,487) | (10,561,826) | (1,025,585) |
| Cash payments for materials and supplies | (1,974,839) | (725,708) | (322,285) | (3,022,832) | (5,476) |
| Cash payments for claims | (8,611) | (11,646) | (644) | (20,901) | - |
| Cash payments for insurance claims | - | - | - | - | (10,653,625) |
| Cash payments for benefits claims | - | - | - | - | (2,995,451) |
| Cash payments for other expenses | (47,162) | (180,063) | (17,619) | (244,844) | - |
| Net cash provided by operating activities | <u>3,629,527</u> | <u>3,261,357</u> | <u>30,622</u> | <u>6,921,506</u> | <u>821,620</u> |
| Cash flows from noncapital financing activities: | | | | | |
| Cash received from grants and subsidies | - | - | 71,598 | 71,598 | - |
| Net cash provided by noncapital financing activities | <u>-</u> | <u>-</u> | <u>71,598</u> | <u>71,598</u> | <u>-</u> |
| Cash flows from capital and related financing activities: | | | | | |
| Acquisition of capital assets | (2,018,558) | (8,344,435) | (772,269) | (11,135,262) | - |
| Capital contributions | 537,050 | 63,352 | - | 600,402 | - |
| Proceeds from sale of capital assets | 8,317 | 21,805 | 6,570 | 36,692 | - |
| Proceeds of loans | 1,585,967 | 8,875,086 | - | 10,461,053 | - |
| Principal paid on bonds | (841,108) | (251,076) | - | (1,092,184) | - |
| Interest paid on bonds | (92,427) | (27,590) | - | (120,017) | - |
| Principal paid on OPWC loans | (6,311) | (5,395) | - | (11,706) | - |
| Principal paid on OWDA loans | (1,201,489) | (840,885) | - | (2,042,374) | - |
| Interest paid on OWDA loans | (693,767) | (142,524) | - | (836,291) | - |
| Net cash used in capital and related financing activities | <u>(2,722,326)</u> | <u>(651,662)</u> | <u>(765,699)</u> | <u>(4,139,687)</u> | <u>-</u> |
| Net increase (decrease) in cash and cash equivalents . . | 907,201 | 2,609,695 | (663,479) | 2,853,417 | 821,620 |
| Cash and cash equivalents at beginning of year . . . | 11,009,209 | 18,170,468 | 2,099,109 | 31,278,786 | 4,502,854 |
| Cash and cash equivalents at end of year | <u>\$ 11,916,410</u> | <u>\$ 20,780,163</u> | <u>\$ 1,435,630</u> | <u>\$ 34,132,203</u> | <u>\$ 5,324,474</u> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Business-type Activities - Enterprise Funds</u> | | | | <u>Governmental Activities - Internal Service Funds</u> |
|--|--|-------------------------------------|--------------------------------------|---------------------|---|
| | <u>Water Operating Fund</u> | <u>Sewer Operating Fund</u> | <u>Refuse Operating Fund</u> | <u>Total</u> | |
| Reconciliation of operating income (loss) to net cash provided by operating activities: | | | | | |
| Operating income (loss) | \$ 976,908 | \$ 1,343,648 | \$ (282,680) | \$ 2,037,876 | \$ (240,214) |
| Adjustments: | | | | | |
| Depreciation | 2,020,065 | 2,209,920 | 299,893 | 4,529,878 | - |
| Changes in assets and liabilities: | | | | | |
| Decrease (increase) in accounts receivable. | 265,594 | (75,301) | 23,068 | 213,361 | 52,351 |
| (Increase) in due from other funds | - | (5,375) | (5,375) | (10,750) | (56,198) |
| (Increase) decrease in materials and supplies inventory | 12,151 | (171,369) | - | (159,218) | - |
| Decrease in due from other governments | - | 388,449 | - | 388,449 | 6,156 |
| Increase (decrease) in accounts payable | 301,089 | (843,158) | (518) | (542,587) | (281,493) |
| Increase in accrued wages and benefits | 14,222 | 16,531 | 8,674 | 39,427 | 29,663 |
| Increase (decrease) in due to other funds | 5,870 | 3,808 | (13,779) | (4,101) | - |
| Increase in retainage payable | 30,981 | 388,954 | - | 419,935 | - |
| Increase (decrease) in due to other governments | 2,647 | 5,250 | 1,339 | 9,236 | (761,169) |
| Increase in compensated absences payable. | - | - | - | - | 203,305 |
| Increase in claims payable | - | - | - | - | 1,869,219 |
| Net cash provided by operating activities. | <u>\$ 3,629,527</u> | <u>\$ 3,261,357</u> | <u>\$ 30,622</u> | <u>\$ 6,921,506</u> | <u>\$ 821,620</u> |

Non-Cash Transactions:

As of December 31, 2014, the water operating fund, sewer operating fund, and refuse operating fund had purchased \$152,754, \$826,276, and \$1,442 in capital assets on account, respectively.

As of December 31, 2013, the water operating fund, sewer operating fund, and refuse operating fund had purchased \$104,934, \$86,843, and \$26,569 in capital assets on account, respectively.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2014

| | Private-Purpose Trust | |
|--|------------------------------|---------------|
| | Hartford Houtz | Agency |
| Assets: | | |
| Equity in pooled cash and cash equivalents. | \$ - | \$ 2,066,876 |
| Cash and cash equivalents in segregated accounts | 32,695 | 101,752 |
| Investments in segregated accounts | 114,555 | - |
| Receivables: | | |
| Accounts | - | 20,997 |
| Total assets | \$ 147,250 | \$ 2,189,625 |
| Liabilities: | | |
| Due to other governments. | \$ - | \$ 231,220 |
| Undistributed assets | - | 101,752 |
| Deposits held and due to others | - | 1,856,653 |
| Total liabilities | - | \$ 2,189,625 |
| Net position: | | |
| Held in trust for individuals. | 147,250 | |
| Total net position | \$ 147,250 | |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF CANTON
STARK COUNTY, OHIO
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Private-Purpose Trust |
|--|----------------------------------|
| | Hartford Houtz |
| Additions: | |
| Investment income. | \$ 3,736 |
| Net increase in fair market value of investments | 5,580 |
| Total additions. | 9,316 |
| Deductions: | |
| Distributions | - |
| Total deductions. | - |
| Change in net position. | 9,316 |
| Net position at beginning of year. | 137,934 |
| Net position at end of year | \$ 147,250 |

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 1 - DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Canton (the “City”) is a municipal corporation incorporated under the laws of the State of Ohio. The City operates under a Mayor-Council form of government. The Mayor and Council are elected. The City provides police and fire protection, emergency medical, parks and recreation, planning, zoning, street maintenance and repair, refuse collection and general administrative services to the citizens of the City.

Reporting Entity

The City’s reporting entity has been defined in accordance with GASB Statement No. 14, “The Financial Reporting Entity” as amended by GASB Statement No. 39, “Determining Whether Certain Organizations Are Component Units” and GASB Statement No. 61, “The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34”. The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that financial statements are not misleading. A primary government consists of all funds, departments, boards and agencies that are not legally separate from the City. The primary government of the City includes City departments and agencies that provide the following services: police protection, fire fighting and prevention, street maintenance and repairs, building inspection, parks and recreation, water, sewer and sanitation.

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; or (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government’s financial statements incomplete or misleading. Based upon the application of these criteria, the City has one component unit, the Canton Community Improvement Corporation (CCIC). The City has the voting majority on the CCIC’s Board with no other subdivisions having any representation, and the CCIC is completely dependent on the City for financial support. The City reports the financial status of the CCIC as a discretely presented component unit in its basic financial statements. A complete copy of the CCIC financial statements can be obtained by contacting the City’s Community and Economic Development Department. See Note 18 for detail.

The City is associated with the Stark Area Regional Transit Authority, the Stark Council of Governments and the Stark County Regional Planning Commission as jointly governed organizations; Canton Tomorrow Inc., and the Downtown Canton Special Improvement District as joint ventures; and the Joint Recreation District as a related organization. See Notes 15, 16 and 17 for detail.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The most significant of the City's accounting policies are described below.

A. Basis of Presentation

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

Government-wide Financial Statements

The statement of net 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. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The statement of net 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 are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. The only exception is for contributions from the City's Water, Sewer and Refuse Departments to the City's Motor Vehicle Department, Computer Department, and the City's vehicle self insurance fund. Activities of these three divisions are included with the governmental activities, thus any contributions and corresponding expenses from other governmental funds are eliminated. This activity remains in the business-type activities in order to not distort the direct costs and program revenues reported for all of the functions involved.

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

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Fund Accounting

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

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

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

Community and economic development fund - To account for HUD community and economic development block grant money used for the acquisition of real property, administrative costs, public facilities, and the rehabilitation of real property.

Capital projects fund - To account for the City's capital projects and expenditures of 20 percent of the net income tax receipts.

Motor vehicle purchase fund - To account for the purchase and maintenance of the City's vehicles and expenditures of 5 percent of the net income tax receipts.

Other governmental funds of the City are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets, (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects and (c) financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Proprietary Funds - Proprietary fund reporting focuses on 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 following are the City's major enterprise funds:

Water operating fund - The water operating enterprise fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City, and surrounding communities.

Sewer operating fund - The sewer operating enterprise fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City, and several surrounding communities.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Refuse operating fund - The refuse operating enterprise fund accounts for the provision of trash collection to the residents and commercial users located in the City.

Internal Service Funds - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service funds report on a self-insurance program for employee medical benefits, compensated absences, and the City's retrospective rating worker's compensation 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's only trust fund is a private-purpose trust fund established to account for monies donated to assist the poor of the City. The agency funds account for building permit fees collected on behalf of the State, municipal court collections that are distributed to various local governments, and the collection of payroll and employee deductions to be distributed to other governmental agencies. The City's agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All non-fiduciary assets and deferred outflows of resources and liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of 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 and 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 a reconciliation 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 and 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 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.

The private-purpose trust fund is reported using the economic resources measurement focus. Agency funds do not report a measurement focus as they do not report operations.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Basis of Accounting

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

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied (see Note 5.A). Revenue from income taxes is recognized in the period in which the income is earned (see Note 5.B). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Inflows of Resources - Deferred inflows of resources arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2014, but which were levied to finance year 2015 operations, have been recorded as deferred inflows and resources. Property taxes, income taxes and special assessments due at December 31, 2014 but not received within the available period and grants and entitlements received before the eligibility requirements are met are also recorded as deferred inflows of resources on modified accrual only. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred inflows of resources.

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 CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

E. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year, for the period January 1 to December 31. The legal level of budgetary control, established by the appropriation ordinance, fixes spending authority at the account level split between salary and non-salary line items within each department within each fund. Any budgetary modifications at this level or above may only be made by resolution of the City Council. The appropriation ordinance may be amended during the year by action of Council, as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified.

F. Lapsing of Appropriations

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding fiscal year and is not re-appropriated.

G. Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds, except the private-purpose trust fund and funds requiring that interest proceeds follow the invested principal, are maintained in this pool. Individual fund integrity is maintained through the City's records.

The City utilizes financial institutions to service bonded debt as principal and interest come due. At year end, the balances in these accounts are presented as "cash with fiscal agent" on the City's financial statements.

The City has segregated bank and investment accounts for monies held separate from the City's central bank account related to the private-purpose trust fund and the municipal court agency fund. These monies are presented in the statement of fiduciary net position as "cash and cash equivalents in segregated accounts" and "investments in segregated accounts" since they are not required to be deposited into the City treasury.

During 2014, investments were limited to Federal National Mortgage Association (FNMA) securities, Federal Farm Credit Bank (FFCB) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities, Federal Home Loan Bank (FHLB) securities, Commercial Paper, U.S. Treasury Notes, Repurchase Agreement and U.S. Government Money Market Mutual Funds. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements, are reported at cost.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2014 amounted to \$172,081, which includes \$149,823, assigned from other City funds.

For purposes of the statement of cash flows and for presentation on the statement of net position and the balance sheet, investments with an original maturity of three months or less and investments of the cash management pool are considered to be cash equivalents.

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

H. 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. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are expensed when used.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2014, 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 it was consumed. The City has no prepaid items.

J. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net 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. 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. The City's infrastructure consists of bridges, culverts, storm sewers, streets, streetlights, traffic signals, water lines and sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of enterprise capital assets is also capitalized.

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 Engineer's interpretation of historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

| Description | Governmental Activities Estimated Lives | Business-Type Activities Estimated Lives |
|--------------------------|---|--|
| Buildings and structures | 10 to 45 years | 10 to 45 years |
| Vehicles and equipment | 10 to 15 years | 10 to 15 years |
| Infrastructure | 10 to 50 years | 10 to 50 years |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

K. Interfund Balances

On fund financial statements, interfund loans are classified as “due to/from other funds” on the balance sheet. These amounts are eliminated in the governmental and business-type activities columns of 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

The City reports compensated absences in accordance with the provisions of GASB Statement No. 16, “*Accounting for Compensated Absences*.” Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all eligible employees with more than one year of service.

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

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

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 and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, capital leases and long-term loans are recognized as a liability on the 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 amount of loan receivable in the general fund.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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.

Committed The committed fund balance classification includes amounts that can be used only for the 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.

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 resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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 resources 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.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

O. Net Position

Net position represents the difference between assets and liabilities and deferred inflows. Net position net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there is limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The City applies restricted resources first when an expense is incurred for the purposes for which both restricted and unrestricted net position is available.

P. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water services, sewer treatment, refuse collection, the workers compensation, health insurance, and compensated absences claims internal service funds. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

Q. Contributions of Capital

Contributions of capital in 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.

During 2014, the City recognized capital contributions of \$537,050 in the water operating fund and \$63,352 in the sewer operating fund. These contributions consisted of capital grant revenue from the State of Ohio for the West Side Interceptor Sanitary Sewer.

Additionally, the governmental activities received donated capital assets consisting of \$157,803 in Munson Stadium which was donated to the City, \$26,079 in donated traffic signals and \$55,565 in equipment and facilities improvements to enhance City parks. These donated assets are reported as a component of capital grants and contributions on the statement of activities.

R. Interfund Activity

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

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in business-type activities. Interfund transfers are eliminated when reported in the entity wide financial statements for both the governmental and business-type activities. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund, and as a reduction of expenditures/expenses in the fund that is reimbursed.

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2014.

T. Estimates

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For 2014, the City has implemented GASB Statement No. 69, "Government Combinations and Disposals of Government Operations" and GASB Statement No. 70, "Accounting and Financial Reporting for Nonexchange Financial Guarantees".

GASB Statement No. 69 establishes accounting and financial reporting standards related to government combinations and disposals of government operations. The Statement improves the decision usefulness of financial reporting by requiring that disclosures be made by governments about combination arrangements in which they engage and for disposals of government operations. The implementation of GASB Statement No. 69 did not have an effect on the financial statements of the City.

GASB Statement No. 70 improves the recognition, measurement, and disclosures for state and local governments that have extended or received financial guarantees that are nonexchange transactions. The implementation of GASB Statement No. 70 did not have an effect on the financial statements of the City.

B. Deficit Fund Balances/Net Position

Fund balances/net position at December 31, 2014 included the following individual fund deficits:

| | Deficit Balance |
|--------------------------------------|-----------------|
| <u>Nonmajor Governmental Funds:</u> | |
| 12th Street N. Corridor Project Fund | \$ 97,954 |
| <u>Internal Service Funds:</u> | |
| Health Insurance Fund | 1,305,537 |
| Compensated Absences Claim Fund | 5,886,680 |

The deficits in these funds are the result of adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and will provide transfers when cash is required, not when accruals occur.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

Inactive deposits are public deposits that Council has identified as not required for use within the current 5-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

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

Interim monies may be invested in the following securities:

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

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

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

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

Cash on Hand: At year end, the City had \$1,000 in undeposited cash on hand which is included on the financial statements as part of "equity in pooled cash and cash equivalents."

Cash with Fiscal Agent: At year end, the City had \$3,019 on deposit with financial institutions to service bonded debt as principal and interest come due. This account is maintained separate from the City's internal investment pool. The balance in this account is included in "deposits with financial institutions" below.

Cash and Cash Equivalents in Segregated Accounts: At year end, the City had \$101,752 deposited with a financial institution for monies related to the municipal court agency fund. In addition, the City had \$32,695 of nonnegotiable certificates of deposit held in trust by financial institutions for the private-purpose trust fund. These accounts are maintained separate from the City's internal investment pool. The balances in these accounts are included in "deposits with financial institutions" below.

Investments in Segregated Accounts: At year end, the City had \$114,555 in municipal bond mutual funds held in trust for the private-purpose trust fund. The mutual funds are maintained separate from the City's internal investment pool. The balances of the mutual funds are included in "investments" below.

A. Deposits with Financial Institutions

At December 31, 2014, the carrying amount of all City deposits was \$8,907,731. Based on the criteria described in GASB Statement No. 40, "*Deposits and Investment Risk Disclosures*," as of December 31, 2014, \$8,627,847 of the City's bank balance of \$9,515,313 was exposed to custodial risk as discussed below, while \$887,466 was covered by the FDIC.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Custodial credit risk is the risk that, in the event of bank failure, the City's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the City. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging 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.

B. Investments

As of December 31, 2014, the City had the following investments and maturity:

| Investment type | Balance at Fair Value | 1 Year or Less | 1 to 2 Years | 2 to 3 Years | Greater Than 3 Years |
|--|--------------------------|----------------------|---------------------|----------------------|-------------------------|
| FFCB | \$ 2,046,545 | \$ - | \$ 548,675 | \$ 1,497,870 | \$ - |
| FHLB | 7,103,702 | - | 998,460 | 5,115,152 | 990,090 |
| FHLMC | 6,214,150 | - | - | 3,267,051 | 2,947,099 |
| FNMA | 7,685,765 | - | - | 6,263,560 | 1,422,205 |
| Commercial Paper | 2,998,750 | 2,998,750 | | | |
| U.S. Treasury Notes | 3,999,450 | 1,000,080 | 2,999,370 | - | - |
| Repurchase Agreement | 18,265,000 | 18,265,000 | - | - | - |
| U.S. Government Money Market Mutual Funds | 144,665 | 144,665 | - | - | - |
| Total | \$ 48,458,027 | \$ 22,408,495 | \$ 4,546,505 | \$ 16,143,633 | \$ 5,359,394 |

Credit Risk: The City's investments in federal agency securities, U.S. Treasury notes and the federal agency securities that underlie repurchase agreement were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment in commercial paper was rated A-1+ by P-1 by Standard & Poor's and Moody's Investor Services, respectively. The municipal bond mutual funds were rated AAAM by Standard & Poor's. The City has no policy further restricting credit risk beyond the statutory guidelines, which limit investment choices.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The federal agency securities and U.S. Treasury notes are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the City's name. The City has no investment policy dealing with investment custodial credit risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the City Auditor or qualified trustee.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The City's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities. The following table includes the percentage of each investment type held by the City at December 31, 2014:

| <u>Investment type</u> | <u>Fair Value</u> | <u>% of Total</u> |
|------------------------|----------------------|-------------------|
| FFCB | \$ 2,046,545 | 4.22 |
| FHLB | 7,103,702 | 14.66 |
| FHLMC | 6,214,150 | 12.82 |
| FNMA | 7,685,765 | 15.86 |
| Commercial Paper | 2,998,750 | 6.19 |
| U.S. Treasury notes | 3,999,450 | 8.25 |
| Repurchase Agreement | 18,265,000 | 37.69 |
| U.S. Government Money | | |
| Market Mutual Fund | <u>144,655</u> | <u>0.31</u> |
| Total | <u>\$ 48,458,017</u> | <u>100.00</u> |

C. Reconciliation of Cash and Investments to the Statement of Net Position

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the financial statements as of December 31, 2014:

Cash and investments per note:

| | |
|-----------------------------|----------------------|
| Carrying amount of deposits | \$ 8,907,731 |
| Investments | 48,458,017 |
| Cash on hand | <u>1,000</u> |
| Total | <u>\$ 57,366,748</u> |

Cash, cash equivalents, and investments per statement of net position:

| | |
|--------------------------|----------------------|
| Governmental activities | \$ 20,918,667 |
| Business-type activities | 34,132,203 |
| Fiduciary funds | <u>2,315,878</u> |
| Total | <u>\$ 57,366,748</u> |

NOTE 5 - RECEIVABLES

Receivables at December 31, 2014, consisted of taxes, accounts (billings for user charged services), loans and intergovernmental receivables. All of these receivables, except loans receivable, are considered fully collectible.

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

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 5 - RECEIVABLES - (Continued)

Special assessments expected to be collected in more than one-year amount to \$1,006,327 in the general fund, \$985,201 in the community and economic development fund, and \$5,599 in the debt service fund (a nonmajor governmental fund). Special assessments are reported among accounts receivable on the statement of net position and the balance sheet and charges for services revenue on the statement of activities and the statement of revenues, expenditures, and changes in fund balance.

A. Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2014 public utility property taxes became a lien December 31, 2013, are levied after October 1, 2014, and are collected in 2015 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Auditor collects property taxes on behalf of all taxing districts in the County, including the City of Canton. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2014 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by a deferred inflow of resources since the current taxes were not levied to finance 2014 operations and the collection of delinquent taxes has been offset by a deferred inflow of resources since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is reported as a deferred inflow of resources.

The tax rates per \$1,000 of assessed valuation for the year ended December 31, 2014, for all City operations applied to taxable property in the following taxing districts within the City limits was \$3.40 for District 2 - Canton City School District, \$2.00 for District 3 - Plain Local School District, \$2.60 for District 4 - Canton Local School District, and \$2.30 for District 90 - Osnauburg Local School District. The assessed values of real and public utility property upon which 2014 property tax receipts were based are as follows:

| | |
|----------------------------------|------------------------------|
| Real property | \$ 673,378,380 |
| Real and personal public utility | <u>50,780,950</u> |
| Total assessed value | <u><u>\$ 724,159,330</u></u> |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 5 - RECEIVABLES - (Continued)

B. Income Taxes

The City levies a municipal income tax of two percent on all salaries, wages, commissions and compensation, and net profits earned within the City as well as incomes of residents earned outside of the City. In the latter case, the City allows a credit of 100 percent of the tax paid to another municipality up to a maximum of 85 percent of the two percent levied by the City.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. By City ordinance, income tax proceeds, after income tax department expenditures, are credited to the following funds: 75 percent to the general fund, 20 percent to the capital projects fund and 5 percent to the motor vehicle purchase Fund. The allocation to the motor vehicle purchase fund is the only allocation that was actually voted upon and approved by the voters of the City. This requires the fund balance for the motor vehicle purchase fund to be reported as restricted as seen on page 80.

C. Due From Other Governments

A summary of intergovernmental receivables follows:

| | Amounts |
|--|---------------|
| Governmental activities | |
| Local government and local government revenue assistance | \$ 1,884,462 |
| Hotel tax | 26,614 |
| Charges for services | 184,600 |
| Fines and forfeitures | 47,685 |
| Casino revenue | 1,096,704 |
| Gasoline and excise tax | 1,024,902 |
| Motor vehicle tax | 154,151 |
| Grants | 10,008,012 |
| Total governmental activities | 14,427,130 |
| Business-type activities | |
| Grants | 16,858 |
| Total business-type activities | 16,858 |
| Grand total | \$ 14,443,988 |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 5 - RECEIVABLES - (Continued)

D. Loans Receivable

The special revenue funds reflect community development loans receivable in the amount of \$1,189,464. The loans receivable represent the principal owed to the City for Community Development Block Grants. The loans bear interest at annual rates between 0% and 11%. The loans will be repaid over periods up to 20 years.

The general fund has reported a loan receivable in the amount of \$2,000,000. The loan receivable represents an economic development loan made to Historic Onesto, LLC for betterments and improvements to The Historic Onesto which is being converted from a hotel (closed in 1974) to luxury loft apartments and private event space. The loan bears an annual interest rate of 3% with a repayment period not to exceed 10 years.

NOTE 6 - RISK MANAGEMENT

A. Workers' Compensation

Since 1989, the City has participated in the Ohio Bureau of Workers' Compensation Retrospective Rating Plan. Under the retrospective rating plan, the City assumes a portion of the risk in return for a reduction in current premiums. Current limits for claims incurred in 2014 are \$200,000 per claim.

A minimum premium for fixed costs is charged by the Ohio Bureau of Workers' Compensation. A maximum premium, the employer's experience-rated premium multiplied by the maximum percentage selected by the employer, may be charged back to the City for a ten-year evaluation period per claim. For the policy year 2014, the City selected Tier 1 which calls for no claim limit and a 150 percent maximum premium limit.

The claims liability of \$2,584,321 reported in the workers compensation internal service fund at December 31, 2014, is estimated by the third-party administrators and is based on the requirements of GASB Statement No. 10, "*Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*", as amended by GASB Statement No. 30, "*Risk Financing Omnibus*", which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Claims amounts for 2013 have been restated to conform to 2014 presentation. Changes in claims activity for the past two years are as follows:

| Year | Balance Beginning of Year | Claims Incurred | Claim Payments | Balance End of Year |
|------|---------------------------------|--------------------|-------------------|---------------------------|
| 2013 | \$ 2,071,178 | \$ 1,927,301 | \$ 1,668,194 | \$ 2,330,285 |
| 2014 | 2,330,285 | 1,614,125 | 1,360,089 | 2,584,321 |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 6 - RISK MANAGEMENT - (Continued)

B. Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City contracts with Affiliated FM Insurance Company for commercial property coverage, which has a \$435,000,000 limit and a \$100,000 deductible. The City also contracts with Cincinnati Insurance Company through Leonard Insurance Services Agency Inc. for boiler and machinery coverage, which has a \$1,000,000 limit and a \$2,500 deductible. The City contracts with Ohio Plan Risk Management, Inc. through Hylant Administrative Services for automobile combined coverage, which has a \$6,000,000 limit and a \$125,000 deductible. The City also contracts with Ohio Plan Risk Management, Inc. for liability coverages, which includes general liability, public officials liability and law enforcement liability. Each of these coverages has a \$6,000,000 annual limit per claim and a \$8,000,000 per year aggregate with a \$125,000 deductible.

The City’s elected officials are bonded for their respective terms. In addition, several specific employees (i.e., court bailiffs) are bonded where required by Ohio Revised Code.

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

C. Medical

The City has elected to provide employees’ major medical, hospitalization, prescription and dental and vision coverage through a self-insured program. The City maintains a self-insurance internal service fund to account for and finance its uninsured risks of loss in this program. The City purchases stop-loss coverage of \$150,000 specific per family. The third party administrators, Aultcare and Anthem Blue Cross, review all claims, which are then paid by the City.

The claims liability of \$1,927,789 reported in the Health Insurance Internal Service Fund at December 31, 2014, is estimated by the third-party administrators and is based on the requirements of GASB Statement No. 10, “*Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*”, as amended by GASB Statement No. 30, “*Risk Financing Omnibus*”, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not report claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Claims amounts for 2013 have been restated to conform to 2014 presentation. Changes in the fund’s claims liability amount for the last two years follow:

| Year | Balance Beginning of Year | Claims Incurred | Claim Payments | Balance End of Year |
|------|---------------------------------|--------------------|-------------------|---------------------------|
| 2013 | \$ 1,160,367 | \$ 9,689,186 | \$ 9,334,191 | \$ 1,515,362 |
| 2014 | 1,515,362 | 9,705,963 | 9,293,536 | 1,927,789 |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014 was as follows:

| | Balance 12/31/13 | Additions | Deductions | Balance 12/31/14 |
|---|-----------------------|---------------------|-----------------------|-----------------------|
| Governmental Activities | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 8,566,048 | \$ - | \$ - | \$ 8,566,048 |
| Construction in progress | 6,276,260 | 9,934,929 | (2,257,444) | 13,953,745 |
| Total capital assets, not being depreciated | <u>14,842,308</u> | <u>9,934,929</u> | <u>(2,257,444)</u> | <u>22,519,793</u> |
| Capital assets, being depreciated: | | | | |
| Buildings and structures | 51,566,164 | 536,421 | (172,730) | 51,929,855 |
| Vehicles and equipment | 30,560,840 | 2,167,242 | (658,850) | 32,069,232 |
| Infrastructure | 372,414,536 | 3,560,413 | (203,998) | 375,770,951 |
| Total capital assets, being depreciated | <u>454,541,540</u> | <u>6,264,076</u> | <u>(1,035,578)</u> | <u>459,770,038</u> |
| Less accumulated depreciation: | | | | |
| Buildings and structures | (23,611,734) | (1,292,482) | 86,774 | (24,817,442) |
| Vehicles and equipment | (25,117,028) | (1,292,101) | 553,826 | (25,855,303) |
| Infrastructure | (312,853,055) | (5,220,064) | 156,339 | (317,916,780) |
| Total accumulated depreciation | <u>(361,581,817)</u> | <u>(7,804,647)</u> | <u>796,939</u> | <u>(368,589,525)</u> |
| Total capital assets, being depreciated, net | <u>92,959,723</u> | <u>(1,540,571)</u> | <u>(238,639)</u> | <u>91,180,513</u> |
| Governmental activities capital assets, net | <u>\$ 107,802,031</u> | <u>\$ 8,394,358</u> | <u>\$ (2,496,083)</u> | <u>\$ 113,700,306</u> |

(Continued)

Depreciation expense was charged to governmental functions as follows:

| | |
|----------------------------------|---------------------|
| General government | \$ 532,953 |
| Security of persons and property | 990,164 |
| Public health | 117,791 |
| Transportation | 5,461,370 |
| Community environment | 17,118 |
| Leisure time activities | 685,251 |
| Total depreciation expense | <u>\$ 7,804,647</u> |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 7 - CAPITAL ASSETS - (Continued)

| | Balance 12/31/13 | Additions | Deductions | Balance 12/31/14 |
|---|-----------------------|---------------------|-----------------------|-----------------------|
| Business-type activities | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 3,206,114 | \$ 160,000 | | \$ 3,366,114 |
| Construction in progress | 2,910,465 | 10,485,764 | (1,433,165) | 11,963,064 |
| Total capital assets, not being depreciated | <u>6,116,579</u> | <u>10,645,764</u> | <u>(1,433,165)</u> | <u>15,329,178</u> |
| Capital assets, being depreciated: | | | | |
| Buildings and structures | 117,932,832 | 31,013 | - | 117,963,845 |
| Vehicles and equipment | 13,212,269 | 1,220,611 | (715,281) | 13,717,599 |
| Infrastructure | 159,096,383 | 1,433,165 | - | 160,529,548 |
| Total capital assets, being depreciated | <u>290,241,484</u> | <u>2,684,789</u> | <u>(715,281)</u> | <u>292,210,992</u> |
| Less accumulated depreciation: | | | | |
| Buildings and structures | (59,672,608) | (2,244,992) | 714,531 | (61,203,069) |
| Vehicles and equipment | (8,990,794) | (740,847) | - | (9,731,641) |
| Infrastructure | (123,611,196) | (1,544,039) | - | (125,155,235) |
| Total accumulated depreciation | <u>(192,274,598)</u> | <u>(4,529,878)</u> | <u>714,531</u> | <u>(196,089,945)</u> |
| Total capital assets, being depreciated, net | <u>97,966,886</u> | <u>(1,845,089)</u> | <u>(750)</u> | <u>96,121,047</u> |
| Business-type activities capital assets, net | <u>\$ 104,083,465</u> | <u>\$ 8,800,675</u> | <u>\$ (1,433,915)</u> | <u>\$ 111,450,225</u> |

Depreciation expense was charged to the enterprise funds as follows:

| | |
|----------------------------|---------------------|
| Water operating | \$ 2,020,065 |
| Sewer operating | 2,209,920 |
| Refuse operating | 299,893 |
| Total depreciation expense | <u>\$ 4,529,878</u> |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 8 - COMPENSATED ABSENCES

The criteria for determining vacation and sick leave components are derived from negotiated agreements, City ordinances and State laws. Employees earn two to six weeks of vacation per year, depending upon length of service. Twelve days of vacation may be carried forward into the next year.

Employees may bank up to 75 days earned vacation time toward retirement, payable at retirement or termination. No more than 15 days of earned vacation may be banked in any one-year in minimum increments of five days. In March 2003, the City eliminated banked vacation for individuals in management and non-bargaining classifications. In lieu of, or in addition to banking vacation, an employee may request to receive cash payment for unused vacation of no more than 10 days per year in minimum increments of five days calculated at 90 percent of the current rate of pay. Employees must declare their desire to receive cash payment no later than October 1 of each year. Payment shall be made on the first regular pay day in November of each year. Approval of the cash payment is within the sole discretion of the appointing authority.

Employees earn sick leave at the rate 4.6 hours per 80 hours worked. Sick leave accumulation is unlimited. Upon retirement or death, an employee can be paid 100 percent to a maximum of 150 days (175 for those employees of bargaining unit 3449 and retiring in their 30th year) or 1,200 hours of accumulated, unused sick leave. Firefighters and police can be paid 100 percent to a maximum of 188.5 days or 1,500 hours.

In 2004, the City established a compensated absences claim fund for the purpose of depositing sick expense premiums from the employees' labor fund distribution to pay both current and previous unfunded compensated absences. The expense associated with current and future obligations is being charged as a direct claim against the compensated absences claim fund. The premium supporting the fund is included in the personal service charge for each fund. Prior to 2009, and the collapse of the City of Canton operational income, the premium was equal to 125% of the total cost of the sick leave accrued on biweekly payrolls. In an attempt to maintain an adequate workforce in light of this revenue decline, the premium was reduced to 105% of the total cost of the sick leave accrued on a biweekly payroll for 2009 and 2010. The premium reset to 125% effective January 1, 2011 and remained unchanged for 2012, 2013 and 2014.

NOTE 9 - LONG-TERM OBLIGATIONS

General Obligation Bonds

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. The City's most recent general obligation bond issuance was in 2009 for \$8,575,000. The purpose of the issuance was to refund two previous issuances, a 1998 pension refunding bond and a 1999 various purpose bond. At the time, the refinancing resulted in an economic gain of \$729,829 for the City.

The remainder of the City's general obligation bonds currently outstanding is as follows:

| <u>Purpose</u> | <u>Interest Rates</u> | <u>Original Amount</u> |
|---|-----------------------|------------------------|
| Governmental activities, 2009 various purpose improvement refunding | 3.0-4.0% | \$ 8,575,000 |
| Governmental activities, 2006 various purpose | 4.00% | 13,650,000 |
| Business-type activities, 2006 various purpose/refunding | 4.00% | 9,570,000 |
| | | <u>\$ 31,795,000</u> |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

Annual debt service requirements to maturity for general obligation bonds are as follows:

| Year Ending December 31 | General Obligation Bonds | | | |
|----------------------------|---------------------------------|------------|--------------------------|------------|
| | Governmental Activities | | Business-Type Activities | |
| | Principal | Interest | Principal | Interest |
| 2015 | \$ 2,554,541 | \$ 267,871 | \$ 1,135,459 | \$ 76,329 |
| 2016 | 2,077,229 | 165,689 | 772,771 | 30,911 |
| 2017 | 1,015,000 | 82,600 | - | - |
| 2018 | 1,050,000 | 42,000 | - | - |
| Total | \$ 6,696,770 | \$ 558,160 | \$ 1,908,230 | \$ 107,240 |

The City has annual debt requirements for the following loans, all related to governmental activities. A State Infrastructure Bank (SIB) loan was entered into in 1998 for the Market Avenue Streetscape project. The interest rate for this loan was 4% for the period 1998 through 2008 and changed to is 3% effective in 2009. The original issue amount of the SIB loan was \$1,179,031. A additional SIB loan was entered into in 2014 for the 12th Street North Corridor Safety project. The interest rate for this loan is 3%. As of December 31, 2014, the City has drawn \$42,595 of the available borrowings of \$162,897. This SIB loan is not included in the schedule of annual debt service requirements to maturity below as the loan is not closed as of December 31, 2014 and a final amortization schedule is not available. Also, a State of Ohio Urban Redevelopment loan was issued in 2000, with an interest rate of 4% and an original issue amount of \$1,650,916 and was used to build the Millennium Parking Deck. Both loans were issued as part of the City's continuing effort to improve its downtown business district. The annual debt service requirements to maturity for the 1998 SIB loan and the Urban Redevelopment loan are as follows:

| Year Ending December 31 | 1998 State Infrastructure Bank Loan | | Urban Redevelopment Loan (Millenium Parking Deck) | |
|----------------------------|--|-----------|--|----------|
| | Governmental Activities | | Governmental Activities | |
| | Principal | Interest | Principal | Interest |
| 2015 | \$ 83,186 | \$ 12,213 | \$ 148,295 | \$ 6,302 |
| 2016 | 85,913 | 9,487 | - | - |
| 2017 | 88,728 | 6,672 | - | - |
| 2018 | 91,635 | 3,765 | - | - |
| 2019 | 46,937 | 763 | - | - |
| Total | \$ 396,399 | \$ 32,900 | \$ 148,295 | \$ 6,302 |

Ohio Public Works Commission (OPWC) Loans

The City entered into various loan agreements with the OPWC for the purpose of improving the water pollution control system, improving storm sewer operations and installing water lines. These are interest free loans. The City has pledged future revenues, net of certain operating expenses, in the water operating fund and sewer operating fund to repay the loans used for the Harrisburg waterline (water) and the Harmont pump station (sewer). The debt is payable from net revenues and is payable through 2029. Annual principal payments on the debt issues are expected to require 0.2 percent of net revenues for water and 0.1 percent of net revenues for sewer. The total principal remaining to be paid on the debt is \$47,326 for water and \$43,160 for sewer. Principal paid for the current year and total net revenues were \$6,311 and \$2,996,973, respectively, for water and \$5,395 and \$3,553,568, respectively, for sewer.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

The following is a list of outstanding debt with the OPWC:

| <u>Purpose</u> | <u>Interest Rates</u> | <u>Original Amount</u> |
|---|-----------------------|------------------------|
| Governmental activities, 35th St. N.E. storm sewer reconstruction | 0.00% | \$ 380,812 |
| Governmental activities, Market Ave North sewer replacement | 0.00% | 300,000 |
| Governmental activities, 30th St. N.E. storm sewer improvement | 0.00% | 494,000 |
| Governmental activities, 55th St. N.E. storm sewer improvement | 0.00% | 413,000 |
| Business-type activities, Harrisburg waterline | 0.00% | 63,102 |
| Business-type activities, Harmont Ave pump station | 0.00% | 107,900 |
| | | <u>\$ 1,758,814</u> |

Annual debt service requirements to maturity for OPWC loans are as follows:

Ohio Public Works Commission Loans

| Year Ending December 31 | <u>Governmental Activities</u> | | <u>Business-Type Activities</u> | |
|----------------------------|--------------------------------|-----------------|---------------------------------|-----------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> |
| 2015 | \$ 78,854 | \$ - | \$ 11,705 | \$ - |
| 2016 | 78,854 | - | 11,705 | - |
| 2017 | 78,854 | - | 11,705 | - |
| 2018 | 66,160 | - | 11,705 | - |
| 2019 | 53,467 | - | 11,705 | - |
| 2020 - 2024 | 267,333 | - | 31,961 | - |
| 2025 - 2029 | 199,833 | - | - | - |
| 2030 - 2034 | 68,834 | - | - | - |
| 2035 - 2039 | 68,834 | - | - | - |
| 2040 - 2044 | 61,950 | - | - | - |
| Total | <u>\$ 1,022,973</u> | <u>\$ -</u> | <u>\$ 90,486</u> | <u>\$ -</u> |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

Ohio Water Development Authority (OWDA) Loans

The City entered into various loan agreements with the OWDA for the purpose of improving and expanding both the water and the water pollution control operations. The City has pledged future revenues, net of certain operating expenses, to repay these loans in the water operating fund and sewer operating fund. The debt is payable from net revenues and is payable through 2031. Annual principal and interest payments on the debt issues are expected to require 63.2 percent of net revenues for water and 27.7 percent of net revenues for sewer. The total principal and interest remaining to be paid on the debt is \$27,390,910 for water and \$4,917,043 for sewer. Principal and interest paid for the current year and total net revenues were \$1,895,526 and \$2,996,973, respectively, for water and \$983,409 and \$3,553,568, respectively, for sewer.

The City has entered into an agreement with the City of North Canton and the Stark County Board of Commissioners whereby, these entities will reimburse the City for a portion of its Sewer OWDA debt service payments based upon assigned percentage of design capacity of thirty-nine million gallons per day in the advanced secondary treatment facilities (known as the Water Reclamation Facility). The agreement is amended as design capacity needs change for the parties involved. For 2013, the assigned percentages were 50.85% for the City, 47.00% for Stark County and 2.15% for the City of North Canton. In accordance with the agreement, reimbursements to the City will not be due more often than the City's repayments under the OWDA loan debt service schedules. The City is obligated to make all debt service payments on the OWDA loans and subsequently bills the City of North Canton and Stark County for their assigned percentage of Sewer OWDA loans debt service as stipulated in the agreements.

The City has both closed and open OWDA loans at December 31, 2014. The closed loans are those that OWDA has made the final disbursements and the City has final amortization schedules for the future debt payments. The following is the City's closed OWDA loans:

| <u>Purpose</u> | <u>Interest Rates</u> | <u>Original Amount</u> |
|---|-----------------------|------------------------|
| Governmental activities, Harmont Ave NE improvement | 3.25% | \$ 60,100 |
| Business-type activities, Plain Township water line extension (55th St) | 4.74% | 1,653,459 |
| Business-type activities, Lake Local School water line | 4.64% | 1,980,974 |
| Business-type activities, Lawrence Chester water main extension | 5.01% | 250,606 |
| Business-type activities, Osnaburg water main extension | 3.62% | 1,402,001 |
| Business-type activities, Sugarcreek water plant improvement | 3.25% | 3,365,682 |
| Business-type activities, NW water plant improvement | 3.52% | 7,094,093 |
| Business-type activities, NE water plant improvement | 5.39% | 14,903,080 |
| Business-type activities, water pollution system | 2.64% | 14,230,181 |
| Business-type activities, discharge line (J.L.) | 3.81% | 835,606 |
| | | <u>\$ 45,775,782</u> |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

During 2014, the water meter planning and design project (water fund), the phosphorus/nitrogen removal project (sewer fund) and the WRF phosphorus project (sewer fund) received OWDA loan proceeds. As of the end of the audit period, the final amount borrowed for these three loans had not been determined and no final reconciliation has been completed by OWDA. Due to these issues, no payment schedules were available for either of these loans. Consequently, these loans were not included in the yearly schedule shown above nor were they used in calculating the amount due within one year in the schedule that follows. These loans are considered open since final disbursements have not been made. The total amount borrowed and the total permissible borrowing under the loan agreements are as follows:

| <u>Purpose</u> | <u>Interest Rates</u> | <u>Amount Borrowed as of 12/31/14</u> | <u>Total Permissible Borrowings</u> |
|---|-----------------------|---|---|
| Business-type activities, water meter planning and design | 3.33% | \$ 1,675,330 | \$ 10,513,168 |
| Business-type activities, WRF phosphorus/nitrogen removal project | 3.38% | 9,144,453 | 52,668,275 |
| Business-type activities, WRF phosphorus project MBR equipment | 3.39% | 1,474,722 | 30,269,803 |
| | | <u>\$ 12,294,505</u> | <u>\$ 93,451,246</u> |

Annual debt service requirements to maturity for closed OWDA loans are as follows:

Ohio Water Development Authority Loans

| Year Ending December 31 | Governmental Activities | | Business-Type Activities | |
|----------------------------|-------------------------|------------------|--------------------------|---------------------|
| | Principal | Interest | Principal | Interest |
| 2015 | \$ 2,286 | \$ 1,451 | \$ 2,087,843 | \$ 774,741 |
| 2016 | 2,360 | 1,376 | 2,150,969 | 711,615 |
| 2017 | 2,438 | 1,299 | 2,216,128 | 646,455 |
| 2018 | 2,518 | 1,219 | 2,283,390 | 579,193 |
| 2019 | 2,600 | 1,137 | 2,352,827 | 509,756 |
| 2020 - 2024 | 14,336 | 4,348 | 7,000,239 | 1,767,302 |
| 2025 - 2029 | 16,843 | 1,841 | 6,681,986 | 740,817 |
| 2030 - 2031 | 1,839 | 30 | 1,748,520 | 56,172 |
| Total | <u>\$ 45,220</u> | <u>\$ 12,701</u> | <u>\$ 26,521,902</u> | <u>\$ 5,786,051</u> |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

Changes in long-term obligations of the City during the year ended December 31, 2014 were as follows:

| | Outstanding 12/31/13 | Additions | Reductions | Outstanding 12/31/14 | Due Within One Year |
|---|-------------------------|---------------|----------------|-------------------------|------------------------|
| <i>Business-type activities</i> | | | | | |
| OPWC loans: | | | | | |
| Water operations: | | | | | |
| 2012 Harrisburg water line 0% | \$ 53,637 | \$ - | \$ (6,311) | \$ 47,326 | \$ 6,310 |
| Sewer operations: | | | | | |
| 2003 Harmont pump station 0% | 48,555 | - | (5,395) | 43,160 | 5,395 |
| Total OPWC loans | 102,192 | - | (11,706) | 90,486 | 11,705 |
| OWDA loans: | | | | | |
| Water operations: | | | | | |
| 2001 Plain Township water line ext. (55th St) 4.74% | 893,023 | - | (87,564) | 805,459 | 91,763 |
| 2002 Lake School water 4.64% | 1,115,867 | - | (102,481) | 1,013,386 | 107,291 |
| 2003 Lawrence water main extension 5.01% | 15,690 | - | (15,690) | - | - |
| 2007 Osnaburg water main extension 3.62% | 1,054,525 | - | (61,820) | 992,705 | 64,078 |
| 2007 SC water plant improvements 3.25% | 2,410,687 | - | (132,537) | 2,278,150 | 136,880 |
| 2008 NW water plant improvements 3.52% | 4,686,844 | - | (222,587) | 4,464,257 | 230,491 |
| 2009 NE water plant improvements 5.39% | 12,981,131 | - | (578,810) | 12,402,321 | 593,256 |
| 2013 water meter planning and design 3.99% | 89,363 | 1,585,967 | - | 1,675,330 | - |
| Sewer operations: | | | | | |
| 1997 water pollution system 2.64% | 5,086,969 | - | (792,524) | 4,294,445 | 813,863 |
| 1999 discharge line (J.L.) 3.81% | 319,540 | - | (48,361) | 271,179 | 50,221 |
| 2010 WRF phosphorus/nitrogen removal project 3.20% | 1,744,089 | 7,400,364 | - | 9,144,453 | - |
| 2014 WRF phosphorus project MBR equipment | - | 1,474,722 | - | 1,474,722 | - |
| Total OWDA loans | 30,397,728 | 10,461,053 | (2,042,374) | 38,816,407 | 2,087,843 |
| General obligation bonds: | | | | | |
| Water operations: | | | | | |
| 2006 refunding bonds 4.0% | 2,310,664 | - | (841,108) | 1,469,556 | 874,434 |
| Sewer operations: | | | | | |
| 2006 various purpose 4.0% | 689,750 | - | (251,076) | 438,674 | 261,025 |
| Total general obligation bonds | 3,000,414 | - | (1,092,184) | 1,908,230 | 1,135,459 |
| Compensated absences | 1,083,178 | 284,395 | (197,775) | 1,169,798 | 302,256 |
| Total business-type activities | \$ 34,583,512 | \$ 10,745,448 | \$ (3,344,039) | \$ 41,984,921 | \$ 3,537,263 |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

| | Outstanding 12/31/13 | Additions | Reductions | Outstanding 12/31/14 | Due Within One Year |
|---|-------------------------|----------------------|-----------------------|-------------------------|------------------------|
| <i>Governmental activities</i> | | | | | |
| General obligation bonds: | | | | | |
| 2009 pension refunding bonds 3.0%-4.0% | \$ 2,315,000 | \$ - | \$ (430,000) | \$ 1,885,000 | \$ 445,000 |
| 2009 refunding bonds 3.0%-4.0% | 2,570,000 | - | (480,000) | 2,090,000 | 490,000 |
| 2006 various purpose 4.0% | 4,279,587 | - | (1,557,817) | 2,721,770 | 1,619,541 |
| Total general obligation bonds | <u>9,164,587</u> | <u>-</u> | <u>(2,467,817)</u> | <u>6,696,770</u> | <u>2,554,541</u> |
| 1998 SIB loan 3.0% | 476,948 | - | (80,549) | 396,399 | 83,186 |
| 2014 SIB loan 3.0% | - | 42,595 | - | 42,595 | - |
| 2000 Millenium parking deck loan 4.0% | 290,885 | - | (142,590) | 148,295 | 148,295 |
| OWDA loan: | | | | | |
| 2010 Harmont Ave sewer extension 3.25% | 47,433 | - | (2,213) | 45,220 | 2,286 |
| OPWC loans: | | | | | |
| 2014 55th St NE storm sewer 0% | - | 413,000 | (6,883) | 406,117 | 13,767 |
| 2003 35th St NE storm sewer 0% | 114,248 | - | (25,392) | 88,856 | 25,387 |
| 2004 Market Ave sewer 0% | 172,500 | - | (15,000) | 157,500 | 15,000 |
| 2009 30th St NE storm sewer 0% | 395,200 | - | (24,700) | 370,500 | 24,700 |
| Total OPWC loans | <u>681,948</u> | <u>413,000</u> | <u>(71,975)</u> | <u>1,022,973</u> | <u>78,854</u> |
| Compensated absences | 6,175,094 | 1,133,411 | (1,016,726) | 6,291,779 | 1,448,082 |
| Capital leases | 179,371 | 681,022 | (330,027) | 530,366 | 133,115 |
| <i>Total governmental activities</i> | <u>17,016,266</u> | <u>2,270,028</u> | <u>(4,111,897)</u> | <u>15,174,397</u> | <u>4,448,359</u> |
| Totals | <u>\$ 51,599,778</u> | <u>\$ 13,015,476</u> | <u>\$ (7,455,936)</u> | <u>\$ 57,159,318</u> | <u>\$ 7,985,622</u> |

The above schedule of long-term obligations differs from liabilities reported on the government-wide statement of net position as a result of the compensated absences payable associated with the business-type activities being included with the long-term liabilities of the governmental activities. The compensated absences claim internal service fund is responsible for the payment of both the governmental and business-type compensated absences liabilities. Since governmental activities are the primary user of the internal service funds, GAAP requires that the long-term liabilities of the internal service fund be reported among the governmental activities. A reconciliation of the schedule of long-term obligations to the statement of net position at December 31, 2014 were as follows:

| | Governmental Activities | Business-Type Activities | Total |
|---|----------------------------|-----------------------------|----------------------|
| Long-term obligations per schedule above | \$ 15,174,397 | \$ 41,984,921 | \$ 57,159,318 |
| Consolidation of compensated absences claim internal service fund into governmental activities | <u>1,169,798</u> | <u>(1,169,798)</u> | <u>-</u> |
| Long-term liabilities on government-wide statement of net position | <u>\$ 16,344,195</u> | <u>\$ 40,815,123</u> | <u>\$ 57,159,318</u> |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

Of the \$1,169,798 of business-type compensated absences to be paid from the compensated absences claim internal service fund (which is consolidated with the governmental activities on the statement of net position), \$302,256 is due within one year.

Legal Debt Margin

The City's overall legal debt margin was \$65,958,198 and an unvoted debt margin of \$29,750,231 at December 31, 2014.

NOTE 10 - CAPITAL LEASES

In 2014, the City entered into four new capital lease agreements for the acquisition of police sedans, a street sweeper, an ambulance and a salt truck. In addition, in a previous year, the City entered into capital lease agreement for the acquisition of a fire truck. These leases meet the criteria of a capital lease which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital assets acquired by the leases have been capitalized in the amount of \$1,602,932, which represents the present value of the future minimum lease payments at the time of acquisition. Accumulated depreciation as of December 31, 2014 was \$801,466, leaving a current book value of \$801,466.

A corresponding liability was recorded on the statement of net position. In 2014, principal payments of \$330,027 are reflected as debt service principal retirement in the motor vehicle purchase fund and the federal forfeiture fund (a nonmajor governmental fund). The principal payments are reported as a reduction to the long-term liabilities reported on the statement of net position.

The following is a schedule of the future minimum lease payments for all of the City's capital leases and the present value of the minimum lease payments as of December 31, 2014.

| <u>Year Ending</u> | <u>Governmental Activities</u> |
|---|------------------------------------|
| 2015 | \$ 150,656 |
| 2016 | 150,655 |
| 2017 | 150,656 |
| 2018 | 120,886 |
| Total minimum lease payments | <u>572,853</u> |
| Less: amount representing interest | <u>(42,487)</u> |
| Present value of minimum lease payments | <u><u>\$ 530,366</u></u> |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 11 - NOTES PAYABLE

The following is a summary of note transactions for the year ended December 31, 2014 reflected in the general fund on the fund financial statements and in the governmental activities on the government-wide financial statements:

| | Balance 12/31/2013 | Issued | Retired | Balance 12/31/2014 |
|-------------------------|-----------------------|---------------------|-----------------------|-----------------------|
| Notes Payable: | | | | |
| Civil Suit Settlement | \$ 1,500,000 | \$ 1,400,000 | \$ (1,500,000) | \$ 1,400,000 |
| Historic Onesto Project | - | 2,000,000 | - | 2,000,000 |
| | <u>\$ 1,500,000</u> | <u>\$ 3,400,000</u> | <u>\$ (1,500,000)</u> | <u>\$ 3,400,000</u> |

The civil suit settlement note outstanding at year-end is backed by the full faith and credit of the City and will mature on June 24, 2015. The note was issued at a 1% interest rate resulting in a \$14,000 interest payment due upon maturity. The note was issued in anticipation of a long-term bond financing. The purpose of the issuance was to refinance a previously issued note used to pay for the settlement of a civil suit in which the City agreed to pay the plaintiff \$1,800,000.

The Historic Onesto project note was issued in 2014 and had an outstanding balance at of \$2,000,000 at December 31, 2014. The note was issued at an interest rate ranging from 1.5% to 4.0% and matures on December 22, 2015. The note was issued in anticipation of a long-term bond financing.

NOTE 12 - BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The statement of revenues, expenditures and changes in fund balances - budget (non-GAAP basis) and actual presented for the general fund and community and economic development fund 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 GAAP basis are as follows:

1. Revenues and other sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures and other uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than restricted, committed, or assigned fund balance (GAAP).
4. Unreported cash (cash on hand) represents amounts received but not included on the budget basis operating statements. These amounts are included on the GAAP basis operating statement.
5. Proceeds from manuscript debt are an other financing source (budget) as opposed to a balance sheet transaction (GAAP basis).

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 12 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and the community and economic development fund.

Net Change in Fund Balance

| | General Fund | Community and Economic Development Fund |
|--|------------------------------|---|
| | <u> </u> | <u> </u> |
| Budget basis | \$ (3,438,370) | \$ (2,314,740) |
| Net adjustment for revenue accruals | (385,189) | (367,715) |
| Net adjustment for expenditure accruals | 5,412,107 | (297,805) |
| Net adjustment for other financing sources (uses) accruals | (6,326,000) | - |
| Encumbrances | <u>2,432,809</u> | <u>2,266,815</u> |
| GAAP basis | <u><u>\$ (2,304,643)</u></u> | <u><u>\$ (713,445)</u></u> |

NOTE 13 - PENSION PLANS

A. Ohio Public Employees Retirement System

Plan Description - The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan 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 to the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, 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 by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2014, member and employer contribution rates were consistent across all three plans. The 2014 member contribution rates were 10.00% for members. The City's contribution rate for 2014 was 14.00% of covered payroll.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 13 - PENSION PLANS - (Continued)

The City's contribution rate for pension benefits for members in the Traditional Plan and Combined Plan for 2014 was 12.00%. The City's required contributions to the Traditional Pension and Combined Plans for the years ended December 31, 2014, 2013, and 2012 were \$4,363,314, \$4,181,348, and \$4,421,799, respectively; 92.49% has been contributed for 2014 and 100% has been contributed for 2013 and 2012. The remaining 2014 pension liability has been reported as "due to other governments" in the payroll clearing agency fund.

B. Ohio Police and Fire Pension Fund

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

Funding Policy - From January 1, 2014 through July 1, 2014, plan members were required to contribute 10.75% of their annual covered salary. From July 2, 2014 through December 31, 2014, plan members were required to contribute 11.50% of their annual covered salary. Throughout 2014, the City was required to contribute 19.50% and 24.00% for police officers and firefighters, respectively. Contribution rates are established by State statute.

For 2014, the portion of the City's contributions to fund pension obligations was 19.00% for police officers and 23.50% for firefighters. The City's required contributions to OP&F for police officers and firefighters were \$1,941,954 and \$2,266,166 for the year ended December 31, 2014, \$1,781,676 and \$2,123,929 for the year ended December 31, 2013, and \$1,766,663 and \$2,188,878, for the year ended December 31, 2012. 100% has been contributed for 2013 and 2012. 92.55% has been contributed for police officers and firefighters for 2014. The remaining 2014 pension liability has been reported as "due to other governments" in the payroll clearing agency fund.

NOTE 14 - POSTRETIREMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

Plan Description - 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.

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 14 - POSTRETIREMENT BENEFIT PLANS - (Continued)

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The post-employment healthcare plan was established under, and is administered in accordance with, Internal Revenue Code Section 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2014, local government employers contributed 14.00% of covered payroll. Each year the OPERS' Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional Plan and Combined Plan for 2014 was 2.00%.

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

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2014, 2013, and 2012 were \$623,331, \$298,668, and \$1,263,370, respectively; 92.49% has been contributed for 2014 and 100% has been contributed for 2013 and 2012. The remaining 2014 post-employment health care benefits liability has been reported as "due to other governments" in the payroll clearing agency fund.

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 State Bill 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4.00% 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 OP&F Pension Fund sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person.

The 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 CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 14 - POSTRETIREMENT BENEFIT PLANS - (Continued)

OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164 or by visiting the 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% and 24.00% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

OP&F maintains funds for health care in two separate accounts, one account is for health care benefits under an Internal Revenue Code Section 115 trust and the other account is for Medicare Part B reimbursements administered as an Internal Revenue Code Section 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 into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2014, the portion of employer contributions allocated to health care was 0.50% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2014, 2013, and 2012 were \$97,006, \$663,702, and \$1,226,340, respectively. The full amount has been contributed for 2013 and 2012. 92.55% has been contributed for police officers and firefighters for 2014. The remaining 2014 pension liability has been reported as "due to other governments" in the payroll clearing agency fund.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 15 - JOINT VENTURES

Canton Tomorrow, Inc.

The City participates in Canton Tomorrow, Inc., formed under Chapter 1702 of the Ohio Revised Code. Of the 26 member board, the City appoints three members. The degree of control exercised by any participating government is limited to its representation on the board. Canton Tomorrow, Inc., was formed to serve as a catalyst to bring together the vision, initiative and action necessary for the continuing revitalization of the City. Continued existence of Canton Tomorrow, Inc. is dependent on the City's continued participation, despite its minimal contribution to the overall budget; however, the City does not have an equity interest in Canton Tomorrow, Inc. (Agency). The Agency is not accumulating significant financial resources or experiencing fiscal stress, which would cause additional financial benefit or burden to the City. Canton Tomorrow Inc.'s funding comes from a grant given by the City through the Canton Community Improvement Corporation to the Canton Regional Chamber of Commerce. In 2014, the grant was for \$175,000 paid in December 2014 and the Chamber of Commerce is responsible for dividing it up amongst its various agencies like Canton Tomorrow, Inc. Complete financial statements can be obtained from Canton Tomorrow, Inc.

Downtown Canton Special Improvement District

The City participates in the Downtown Canton Special Improvement District (District), formed under Chapter 1710 of the Ohio Revised Code. Of the 13 member board, the City appoints two members. The degree of control exercised by any participating government is limited to its representation on the board. The District was created for the purpose of developing and implementing plans for public improvements and public services. Continued existence of the District is dependent on the City's continued participation; however, the City does not have an equity interest in the District. In 2014, the City contributed \$181,278 to the District, which represents 100 percent of total contributions. Complete financial statements can be obtained from the Downtown Canton Special Improvement District.

NOTE 16 - RELATED ORGANIZATION

Joint Recreation District

The City appoints three of the five members of the Joint Recreation District (District) Board. The District manages recreational activities at sites within the City at facilities owned by either the City or Canton City Schools. The District hires and fires its own staff and does not rely on the City to finance deficits. The City is not financially accountable for the District nor is the District financially dependent on the City. The District serves as its own budgeting, taxing and debt issuance authority. The City did not make any contributions during 2014. Complete financial statements can be obtained from the Canton Recreation Department.

NOTE 17 - JOINTLY GOVERNED ORGANIZATIONS

Stark Area Regional Transit Authority

The City participates in the Stark Area Regional Transit Authority (Authority), which is a jointly governed organization between Stark County and the cities of Canton, Massillon and Alliance. A nine-member board of trustees oversees the operation of the Authority whose purpose is to provide a low cost mass transportation system for Stark County. The City appoints three of the nine members. Each member's control over the operation of the Authority is limited to its representation on the Board. The Board exercises total authority for the day-to-day operations of the Authority, which include budgeting, appropriating, contracting and designating management. The City has no financial responsibility for any of the Authority's liabilities. The City made no monetary contributions to assist in the operational expenses of the Authority during 2014. Complete financial statements may be obtained from the Stark Area Regional Transit Authority.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 17 - JOINTLY GOVERNED ORGANIZATIONS - (Continued)

Stark Council of Governments

The Stark Council of Governments (SCOG) is a jointly governed organization. SCOG is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. Currently, SCOG's functions include the funding and operation of the Stark County Metropolitan Narcotics Unit and the Canton Crime Lab. SCOG is governed by the membership, including Stark County, and other cities and villages and townships. The membership elects a nine member executive committee. Based on recommendations of the executive committee, the membership approves its own budget, appoints personnel and performs accounting and finance related activities. Continued existence of the agency is dependent on the City's continued participation; however, the City does not have an equity interest in the agency. The agency is not accumulating significant financial resources or experiencing fiscal stress, which would cause additional financial benefit or burden to the City. The City contributed \$358,909 from the general fund for 2014 for the operation of SCOG. Complete financial statements may be obtained from the Stark Council of Governments.

Stark County Regional Planning Commission

The City participates in the Stark County Regional Planning Commission (Commission), which is a statutorily created political subdivision of the State. The commission is jointly governed among Stark County, and other cities, villages, and townships. Of the 88-member board, the City appoints 5 members.

The degree of control exercised by any participating government is limited to its representation on the board. The principal aim of the Commission is to provide comprehensive planning, both long and short-term range, dealing with the economic and physical environment of Stark County. The board exercises total authority for the day-to-day operations of the Commission. These include budgeting, appropriating, contracting, and designating management. The City has no financial responsibility for any of the Commission's liabilities. In 2014, the City contributed \$16,303 to the Commission. Complete financial statements can be obtained from the Stark County Regional Planning Commission, Stark County, Ohio.

NOTE 18 - DISCRETELY PRESENTED COMPONENT UNIT

The component unit column in the government-wide financial statements identifies the financial data of the City's component unit, the Canton Community Improvement Corporation (CCIC). It is reported separately to emphasize that it is legally separate from the City. A summary of the CCIC more significant accounting policies and activities are disclosed below.

Canton Community Improvement Corporation

The CCIC is a legally separate, not-for-profit, community improvement corporation, as authorized under Chapter 1724 of the Ohio Revised Code. The seven-member board is comprised of the following; the City's Mayor, three appointed or elected officials, chosen by the Mayor, and three recommended by the Mayor and approved by the other three board members. The CCIC was organized for the purpose of advancing, encouraging, and promoting the industrial, economic, and commercial and civic development of the community. The City's Community and Economic Development Department, as authorized by City Council, provides an annual grant to pay for all operational costs associated with the CCIC. Complete financial statements can be obtained from the Canton Community Improvement Corporation.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 18 - DISCRETELY PRESENTED COMPONENT UNIT - (Continued)

A. Summary of Significant Accounting Policies

The financial statements of CCIC have been prepared using the accrual basis of accounting in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Restricted Cash - CCIC received a grant award for economic development. Terms of the grant require specific uses of the funds.

Community Development Loans - CCIC issues loans to various businesses for the purpose of assisting the establishment of a new business enterprise in the City of Canton and/or continuing or expanding existing business activity.

Capital Assets – Capital assets represent land and buildings donated to or transferred to CCIC by the City of Canton to be used in future economic development projects as well as land currently being utilized for an economic development project. The land and buildings have been recorded at their fair value as of the date of the contribution, or at cost if purchased. Depreciation is computed using the straight-line method over the estimated useful life of the asset.

Grant Revenue – Grant revenue is derived from a grant passed through the City of Canton. The grant funds received provide economic development loans and façade improvement grants, as well as administrative expenses of CCIC. Grant revenue is recognized to the extent that expenses eligible for reimbursement under the grant agreement have been incurred during the period.

Federal Income Tax - CCIC is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

In-Kind Contributions – City of Canton employees perform services for CCIC. This portion of salaries and related fringe benefits for these services are paid by the City of Canton. The estimated fair value of in-kind contribution is reported as revenue and an expense in the period in which the services are used. CCIC also benefited from the Board of Directors' time to attend board meetings. The estimated fair value of these members' contributions is not reflected in these statements since it is not susceptible to objective valuation. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. CCIC had no in-kind contributions in 2014.

Net Position - Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources on the statement of net position. CCIC's net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt used to acquire the capital assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, laws, or regulations. CCIC had no restricted net position as of December 31, 2014.

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

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 18 - DISCRETELY PRESENTED COMPONENT UNIT - (Continued)

B. Cash and Investments

At December 31, 2014, the carrying value and the bank balance of CCIC was \$17,671. The entire bank balance was covered by the Federal Deposit Insurance Corporation. CCIC has not experienced any losses on this account and management of CCIC believes it is not exposed to any significant credit risk.

At December 31, 2014, CCIC had no investments.

C. Capital Assets

Capital asset activity for the year ended December 31, 2014, is as follows:

| | Balance 12/31/13 | Additions | Deductions | Balance 12/31/14 |
|--|---------------------|--------------------|-------------|---------------------|
| Capital assets, not being depreciated: | | | | |
| Land | \$ 41,700 | \$ - | \$ - | \$ 41,700 |
| Land improvements | 172,400 | - | - | 172,400 |
| Land held for future use | 486,961 | - | - | 486,961 |
| Total capital assets, not being depreciated | <u>701,061</u> | <u>-</u> | <u>-</u> | <u>701,061</u> |
| Capital assets, being depreciated | | | | |
| Buildings | 2,172,500 | - | - | 2,172,500 |
| Building improvements | 34,569 | - | - | 34,569 |
| Total capital assets, being depreciated | <u>2,207,069</u> | <u>-</u> | <u>-</u> | <u>2,207,069</u> |
| Less accumulated depreciation | | | | |
| Buildings | (179,185) | (54,300) | - | (233,485) |
| Building improvements | (864) | (864) | - | (1,728) |
| Total accumulated depreciation | <u>(180,049)</u> | <u>(55,164)</u> | <u>-</u> | <u>(235,213)</u> |
| Total capital assets, being depreciated, net | <u>2,027,020</u> | <u>(55,164)</u> | <u>-</u> | <u>1,971,856</u> |
| Governmental activities total capital assets, net | <u>\$ 2,728,081</u> | <u>\$ (55,164)</u> | <u>\$ -</u> | <u>\$ 2,672,917</u> |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 18 - DISCRETELY PRESENTED COMPONENT UNIT - (Continued)

D. Community Development Loans

CCIC awards loans through the Community Development Block Grant program provided by the City of Canton. If the business has been awarded a Performance Loan and has maintained all of the terms and conditions of the agreement, CCIC shall forgive and cancel the unpaid balance for the specified time stated in the agreement. For all loan types, the borrowers must meet certain criteria documented in the loan agreements for receiving these funds. Jobs must be created as a result of the loan. Fifty-one percent or more of the new employees must be in the low to moderate income category. The City of Canton retains the loans and is responsible for the collection of these loans; these loans are therefore not recorded in the financial statements of CCIC.

E. Commitments

In 2014, there were no loans or grants committed to or approved by the Board of Directors

F. In-Kind Contributions, Donated Facilities and Services

The City of Canton provides CCIC with office space and various office services without charge. The value of the donated facilities is not recognized in the financial statements because no objective basis is available to measure the value of the donated facilities. No in-kind wages were received from the City of Canton in 2014.

NOTE 19 - 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

The City is a party to various other legal proceedings. The City management is of the opinion that ultimate disposition of those subsequent pending claims and legal proceedings will likely not have a material adverse effect, if any, on the financial condition of the City. However any pending litigation that could be successful against the City would in all likelihood not exceed a maximum exposure of \$250,000.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 20 - COMMITMENTS

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the City's commitments for encumbrances in the governmental funds (net of amounts already recorded as payables on a GAAP-basis) were as follows:

| | Encumbrances as of 12/31/14 |
|---|--------------------------------|
| Major Funds | |
| General Fund | \$ 1,821,582 |
| Community and Economic Development Fund | 1,910,762 |
| Capital Project Fund | 1,231,189 |
| Motor Vehicle Purchase Fund | 7,876 |
| Nonmajor Governmental Funds | 28,149,038 |
| <i>Total</i> | \$ 33,120,447 |

As of December 31, 2014, the City had significant contractual commitments as follows:

| Company | Project | Amount Remaining On Contract |
|-----------------------------------|---|------------------------------------|
| Southeastern Equipment | Vacu-Sewer Cleaning Vehicle | \$ 330,242 |
| Lockhart Construction | I-77 Faircrest Street | 781,837 |
| Lockhart Construction | 41st St NW Storm Sewer Improvement | 576,722 |
| GDP | Mahoning Road Corridor Improvement Project | 461,157 |
| JR Coleman | Mahoning Road Corridor Improvement Project | 107,250 |
| Michael Baker, Jr. | Mahoning Road Corridor Improvement Project | 655,626 |
| Wenger | Mahoning Road Corridor Improvement Project | 6,635,662 |
| Brownfield Restoration | Ohio Casting Products Remediation Project | 200,000 |
| Cormony Development Corp | Remediation at Hercules Factory Project | 1,626,585 |
| CT Consultants | Water Reclamation Facility Phosphorus Project | 1,135,897 |
| Bennet and Williams Environmental | Water Protection Analysis Project | 187,113 |
| CIC | Grant/Administrative Contract | 181,361 |
| Burgess and Niple | Water Meter Replacement | 255,645 |
| PMI | Water Meter Replacement | 4,499,728 |
| Badger Meter | Water Meter Replacement | 1,959,139 |
| ACLARA | Water Meter Replacement | 1,521,139 |
| OVIO USA LLL | Water Reclamation Facility Membrane | 27,355,327 |
| Shook Construction | Water Reclamation Facility Membrane | 40,002,620 |
| Metro Regional Transit Authority | 12th St N Corridor | 475,000 |
| ME Company | 12Th St N.W. Corridor Project | 657,325 |
| Central Allied | 12th St N Corridor | 1,355,139 |
| Omni Pro Services | 12th St NW | 324,405 |
| CMAQ | 12th St NW | 2,819,950 |
| AL Construction Corp Inc | Spray Park | 327,040 |
| Wenger | 37th St NW | 793,007 |
| Total | | \$ 95,224,916 |

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 21 - INTERFUND BALANCES

A. Interfund Balances

| Due To Other Funds (Payable) | Due From Other Funds (Receivable) | | | | Total |
|---|-----------------------------------|----------------------|-----------------------|------------------------|-------------------|
| | General Fund | Sewer Operating Fund | Refuse Operating Fund | Internal Service Funds | |
| General fund | \$ - | \$ - | \$ - | \$ 146,219 | \$ 146,219 |
| Community and economic development fund | 189,561 | - | - | - | 189,561 |
| Capital projects fund | - | - | - | 4,657 | 4,657 |
| Water operating fund | - | 5,375 | 5,375 | 11,001 | 21,751 |
| Sewer operating fund | - | - | - | 9,677 | 9,677 |
| Refuse operating fund | - | - | - | 5,352 | 5,352 |
| Nonmajor governmental funds | 14,517 | - | - | 9,076 | 23,593 |
| Total | \$ 204,078 | \$ 5,375 | \$ 5,375 | \$ 185,982 | \$ 400,810 |

Balances due among the governmental activities and internal service funds are eliminated on the government-wide statement of net position. Balances due from the enterprise funds to the governmental activities and internal service funds are reported on the statement of net position as a component of internal balance.

B. Manuscript Debt

During 2014, the general fund issued \$1,800,000 in manuscript notes which were purchased by the land reutilization and note fund. The manuscript notes bear an interest rate of 1.0 percent and mature on April 23, 2015. In addition, during 2014, the general fund issued \$1,000,000 in manuscript notes which were purchased by the NIP acquisition demo debt fund. The manuscript notes bear an interest rate of 1.0 percent and mature on July 9, 2015. On a GAAP basis, manuscript debt is reported as an interfund loan receivable in the issuing fund and an interfund loan payable in the purchasing fund. In accordance with GASB Statements No. 54, the land reutilization and note fund and the NIP acquisition demo debt fund are considered part of the City's general fund for financial reporting purposes. As such, the interfund balance is eliminated in the general fund for reporting on the balance sheet and for reporting in the governmental activities statement of net position.

CITY OF CANTON
STARK COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 22 - FUND BALANCES

Fund balance is classified as nonspendable, restricted, committed, assigned, 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 government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

| Fund Balances | General Fund | Community and Economic Development | Capital Projects | Motor Vehicle Purchase | Nonmajor Governmental Funds | Total |
|--|-----------------|---|---------------------|------------------------------|-----------------------------------|----------------------|
| <i>Nonspendable:</i> | | | | | | |
| Materials & supplies | \$ 308,093 | \$ - | \$ - | \$ - | \$ 130,508 | \$ 438,601 |
| Unclaimed monies | 92,613 | - | - | - | - | 92,613 |
| <i>Total nonspendable</i> | <u>400,706</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>130,508</u> | <u>531,214</u> |
| <i>Restricted for:</i> | | | | | | |
| Road improvements | - | - | - | - | 1,268,206 | 1,268,206 |
| Community development grants & programs | - | 1,548,086 | - | - | 54,982 | 1,603,068 |
| Public health service grants & programs | - | - | - | - | 2,558,247 | 2,558,247 |
| Police department grants, donations & programs | - | - | - | - | 1,188,699 | 1,188,699 |
| Fire department grants, donations & programs | - | - | - | - | 73,507 | 73,507 |
| Judicial system grants & programs | - | - | - | - | 1,356,163 | 1,356,163 |
| Park donations | - | - | - | - | 29,585 | 29,585 |
| Cornerstone parking deck operations | - | - | - | - | 23,941 | 23,941 |
| Youth development donations & programs | - | - | - | - | 5,332 | 5,332 |
| Employee recognition program | - | - | - | - | 143 | 143 |
| Debt service payments | - | - | - | - | 21,257 | 21,257 |
| Infrastructure improvements | - | - | - | - | 736,211 | 736,211 |
| Recreational facility improvements | - | - | - | - | 410,926 | 410,926 |
| Construction projects | - | - | - | - | 268,548 | 268,548 |
| City hall renovations | - | - | - | - | 1,744 | 1,744 |
| Canton merchandising | - | - | - | - | 7,458 | 7,458 |
| Motor vehicle purchases | - | - | - | 600,809 | - | 600,809 |
| <i>Total restricted</i> | <u>\$ -</u> | <u>\$ 1,548,086</u> | <u>\$ -</u> | <u>\$ 600,809</u> | <u>\$ 8,004,949</u> | <u>\$ 10,153,844</u> |

**CITY OF CANTON
STARK COUNTY, OHIO**
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 22 - FUND BALANCES - (Continued)

| Fund Balances | General Fund | Community and Economic Development | Capital Projects | Motor Vehicle Purchase | Nonmajor Governmental Funds | Total |
|--|----------------------------|---|----------------------------|------------------------------|-----------------------------------|-----------------------------|
| <i>Committed to:</i> | | | | | | |
| Vehicle self-insurance | \$ 513,584 | \$ - | \$ - | \$ - | \$ - | \$ 513,584 |
| Motor vehicle maintenance | 258,484 | - | - | - | - | 258,484 |
| Park department operations | - | - | - | - | 382,503 | 382,503 |
| Community environment | - | - | - | - | 167,249 | 167,249 |
| Capital improvements | - | - | 3,403,839 | - | - | 3,403,839 |
| Other purposes | - | - | - | - | 90,534 | 90,534 |
| <i>Total committed</i> | <u>772,068</u> | <u>-</u> | <u>3,403,839</u> | <u>-</u> | <u>640,286</u> | <u>4,816,193</u> |
| <i>Assigned to:</i> | | | | | | |
| General government operations | 407,435 | - | - | - | - | 407,435 |
| Security of persons and property programs | 196,617 | - | - | - | - | 196,617 |
| Public health programs | 79,849 | - | - | - | - | 79,849 |
| Transportation projects | 69,553 | - | - | - | - | 69,553 |
| Community environment projects | 181,361 | - | - | - | - | 181,361 |
| Leisure time activities | 50,934 | - | - | - | - | 50,934 |
| Sub. Year appropriations | 2,314,898 | - | - | - | - | 2,314,898 |
| Income tax department operations | 171,348 | - | - | - | - | 171,348 |
| <i>Total assigned</i> | <u>3,471,995</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>3,471,995</u> |
| Unassigned (deficit) | 1,435,402 | - | - | - | (97,954) | 1,337,448 |
| Total fund balances | <u><u>\$ 6,080,171</u></u> | <u><u>\$ 1,548,086</u></u> | <u><u>\$ 3,403,839</u></u> | <u><u>\$ 600,809</u></u> | <u><u>\$ 8,677,789</u></u> | <u><u>\$ 20,310,694</u></u> |

**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

**CITY OF CANTON
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

Major Governmental Funds

General Fund

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

Community and Economic Development Fund

The community and economic development fund is a major special revenue fund that accounts for HUD community and economic development block grant money used for the acquisition of real property, administrative costs, public facilities, and the rehabilitation of real property.

Capital Projects Fund

The capital projects fund is a major capital projects fund that accounts for the City's capital projects and expenditures of 20 percent of net income tax receipts.

Motor Vehicle Purchase Fund

The motor vehicle purchase fund is a major capital projects fund that accounts for the purchase and maintenance of the City's vehicles and expenditures of 5 percent of net income tax receipts.

Nonmajor Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The following are the nonmajor special revenue funds which the City of Canton operates:

Street Construction, Maintenance and Repair Fund

Required by the Ohio Revised Code to account for that portion of the State gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

State Highway Fund

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

Municipal Road Fund

To account for County grant money used for various street projects approved through the county's municipal road fund.

Cornerstone Parking Deck Fund

To account for parking fees collected at City owned parking facilities.

Vacant/Foreclosed Registry Fund

To account for registration fees, penalties and interest levied as established in Chapter 1353 of the Codified Ordinances and the administrative fee withheld from the maintenance bond used to enforce laws regarding foreclosed and/or vacant properties.

Mills Industrial Park TIF Fund

To account for tax incremental financing (TIF) revenues associated with the Mills Industrial Park.

Gervasi 1700, LLC TIF Fund

To account for tax incremental financing (TIF) revenues associated with Gervasi 1700, LLC.

Lesh Rd./30th St. TIF Fund

To account for tax incremental financing (TIF) revenues associated with the City's Lesh Rd./30th St. TIF agreement.

Health Services Fund

To account for State and Federal grant funds used for various health education, prevention, and treatment programs in the City.

Crime Lab Fund

To account for monies received for the operational costs of the City's crime lab.

Court Computer Fund

To account for monies used to maintain court computer systems.

Court Funds

To account for special revenues received from Canton Municipal Court fines. These include the court capital improvement special projects, legal research, court GPS cost, and ignition interlock/alcohol monitoring funds.

**CITY OF CANTON
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

Law Department Dispute Resolution Fund

To provide for the receipt of fees charged for discretionary public services provided to resolve various types of disputes.

SARTA Area Improvement Fund

To account for contributions and donations for Stark Area Regional Transit Authority (SARTA) operations and improvements.

Park Department Fund

To account for park donations and operational fees charged by the department.

Youth Development Fund

To account for grant monies used for summer youth employment programs.

Federal Forfeiture Fund

To account for the proceeds from seizures in federal cases.

Enforcement and Education Fund

To account for fines which are used for educating the public on the dangers of driving while under the influence of alcohol and the laws governing the operation of a motor vehicle while under the influence of alcohol.

Indigent Driver Alcohol Treatment Fund

To account for fines collected by the municipal court from persons whose driver's license or permit was suspended for driving under the influence of alcohol. By order of the court, this fund will provide for the cost of rehabilitation for those deemed to be indigent.

Law Enforcement Trust Fund

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

Municipal Probation Services Fund

To account for fines and forfeitures used for various probation projects.

Misdemeanor Community Sanction Grant Fund

To account for grant dollars from the Department of Rehabilitation and Correction to be used to meet the needs of low level offenders, divert additional offenders from prison and enhance public safety

Prisoner Housing Fund

To account for fines collected used for the housing and/or treatment of indigent offenders.

Local Law Enforcement Block Grant Fund

To account for block grant monies used for law enforcement purposes.

Supplementary Police Forces Funds

To account for the receipts and expenditures of the Canton police youth corp fund and Canton auxiliary police funds.

Police Funds

To account for the receipt and expenditure of various grants and donations received by the City's police department. These include the D.A.R.E. program fund, safe neighborhood heroes grant fund, police grants and donations fund, 2009 cops hiring recovery program fund, Byrne memorial recovery act fund, 2010 local solicitation Byrne grant fund, police EMS training and equipment grant fund, and the cops hiring program fund.

Fire Funds

To account for the receipts and expenditures of various grants and donations received by the City's fire department. These include the fire grants and donation fund, the EMS training and equipment grant fund, and the firefighter assistance grant fund.

Clean Ohio Revitalization Fund

To account for the receipts and expenditures associated with the Clean Ohio Revitalization Grant received by the City for asbestos abatement projects.

Canton Merchandising Fund

To account for the receipts and expenditures associated with activity resulting from the sale of various City of Canton merchandise.

**CITY OF CANTON, OHIO
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

Other

Other funds operated by the City are subsidized in part by local, state and Federal monies as well as miscellaneous sources. These include the employee recognition, city hall plaza, recycle ohio grant, guardrail/attenuator replacement, southeast community center, Thurman Munson Memorial Stadium donation, and clerk of courts administration funds.

Nonmajor Debt Service Funds

To account for the accumulation of resources for, and the payment of, general obligation debt principal and interest.

General Obligation Bond Retirement Fund

To account for the accumulation of resources to pay principal and interest on general obligation debt.

Special Assessment Bond Retirement Fund

To account for the collection of special assessments levied against properties for the payment of special assessment bonds and related interest costs. No budgetary schedule is presented for this fund as no revenues or expenditures were budgeted in 2013.

Nonmajor Capital Projects Funds

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

2006 City Infrastructure Bond Fund

To account for the portions of a 2006 City bond issue spent for roadway, storm sewer, and other infrastructure improvements.

2006 Recreational Bond Fund

To account for the portions of a 2006 City bond issue spent for a water park, baseball field upgrades and other recreational facility improvements.

2006 Construction/Reconstruction Bond Fund

To account for the portions of a 2006 City bond issue for building renovations and construction being done throughout the City.

2006 Judges Facilities/City Hall Renovation Bond Fund

To account for the portions of a 2006 City bond issue spent on a renovation project being undertaken at City Hall.

12th St. N Corridor Project Fund

To account for capital grants and all costs associated with infrastructure improvements related to the the 12th St. North Corridor project.

55th St. NE Storm Sewer Project Fund

To account for capital grants, OPWC loan proceeds and all costs associated with infrastructure improvements related to the 55th St. North East storm sewer project.

Mahoning Rd. Corridor Project Fund

To account for capital grants and all costs associated with infrastructure improvements to the Mahoning Road Corridor.

Walnut/Cherry Avenue Project Fund

To account for capital grants and all costs associated with the Walnut/Cherry Avenue project infrastructure improvements.

11th St. NW Improvement Project Fund

To account for capital grants and all costs associated with the 11th Street North West infrastructure road project.

41st St. NW Roadway Reconstruction Project

To account for capital grants and all costs associated with the 41st St. North West roadway reconstruction infrastructure project.

Railroad Crossing/Traffic Signal Upgrade Fund

To account for capital grants and all costs associated with railroad crossing and traffic signal upgrades.

Harrisburg Rd. Resurfacing Project

To account for capital grants and all costs associated with the Harrisburg Road resurfacing infrastructure project.

**CITY OF CANTON, OHIO
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

37th St. NW Water Main Replacement Fund

To account for capital grants and all costs associated with the 37th Street Water Main replacement infrastructure project.

SIB Loan 12th St. N Corridor Project Fund

To account for loan proceeds and all costs related to the 12th Street North Corridor Safety project.

32nd St./OverBrook Ct. NW Storm Sewer Replacement Fund

To account for capital grants and all costs associated with the 32nd Street/OverBrook Court North West Storm Sewer replacement infrastructure project.

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|---|
| Revenues: | | | |
| Property and other taxes | \$ 1,847,400 | \$ 1,865,322 | \$ 17,922 |
| Municipal income taxes | 36,999,723 | 37,369,574 | 369,851 |
| Charges for services | 9,248,322 | 9,537,592 | 289,270 |
| Licenses, permits, and fees | 1,300,200 | 1,319,759 | 19,559 |
| Fines and forfeitures | 157,000 | 197,507 | 40,507 |
| Intergovernmental | 5,665,300 | 5,753,264 | 87,964 |
| Interest and investment income | 83,000 | 133,714 | 50,714 |
| Rental income | 7,494 | 9,301 | 1,807 |
| Operating grants | 690,353 | 945,839 | 255,486 |
| Other | 1,776,077 | 1,849,052 | 72,975 |
| Total revenues | 57,774,869 | 58,980,924 | 1,206,055 |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Service Director - Support Administration:</i> | | | |
| Materials and supplies | 13,000 | 10,297 | 2,703 |
| Contractual services | 841,816 | 834,224 | 7,592 |
| Other | 108,863 | 107,422 | 1,441 |
| <i>Total Service Director - Support Administration</i> | <i>963,679</i> | <i>951,943</i> | <i>11,736</i> |
| <i>Service Director - Service Director Administration:</i> | | | |
| Personal services | 118,627 | 108,601 | 10,026 |
| Materials and supplies | 2,400 | 1,469 | 931 |
| Contractual services | 12,161 | 9,258 | 2,903 |
| Other | 4,867 | 2,441 | 2,426 |
| <i>Total Service Director - Service Director Administration</i> | <i>138,055</i> | <i>121,769</i> | <i>16,286</i> |
| <i>Service Director - Purchase Administration:</i> | | | |
| Personal services | 268,420 | 263,790 | 4,630 |
| Materials and supplies | 207,639 | 195,846 | 11,793 |
| Contractual services | 2,214 | 1,900 | 314 |
| Capital outlay | 1,019 | 1,019 | - |
| Other | 7,385 | 5,498 | 1,887 |
| <i>Total Service Director - Purchase Administration</i> | <i>486,677</i> | <i>468,053</i> | <i>18,624</i> |
| <i>Service Director - Annexation:</i> | | | |
| Personal services | 6,515 | 6,053 | 462 |
| Contractual services | 3,500 | 2,625 | 875 |
| <i>Total Service Director - Annexation</i> | <i>10,015</i> | <i>8,678</i> | <i>1,337</i> |
| <i>Building and Maintenance - Other Building:</i> | | | |
| Personal services | 753,735 | 722,825 | 30,910 |
| Materials and supplies | 56,992 | 54,892 | 2,100 |
| Contractual services | 458,068 | 451,163 | 6,905 |
| Capital outlay | 13,111 | 12,903 | 208 |
| Other | 3,106 | 3,092 | 14 |
| <i>Total Building and Maintenance - Other Building</i> | <i>1,285,012</i> | <i>1,244,875</i> | <i>40,137</i> |
| <i>Income Tax - Income Tax Administration:</i> | | | |
| Personal services | 941,785 | 928,230 | 13,555 |
| Materials and supplies | 124,258 | 117,963 | 6,295 |
| Contractual services | 135,499 | 127,092 | 8,407 |
| Capital outlay | 117,843 | 114,705 | 3,138 |
| Other | 1,531,766 | 1,524,095 | 7,671 |
| <i>Total Income Tax - Income Tax Administration</i> | <i>2,851,151</i> | <i>2,812,085</i> | <i>39,066</i> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|------------------|---|
| <i>Mayor - Administration:</i> | | | |
| Personal services | 371,372 | 368,548 | 2,824 |
| Materials and supplies | 8,332 | 6,179 | 2,153 |
| Contractual services | 30,044 | 24,308 | 5,736 |
| Other | 17,553 | 15,167 | 2,386 |
| Total Mayor - Administration | 427,301 | 414,202 | 13,099 |
| <i>Mayor - Human Resources Administration:</i> | | | |
| Personal services | 116,336 | 115,171 | 1,165 |
| Materials and supplies | 2,651 | 1,406 | 1,245 |
| Contractual services | 28,478 | 17,082 | 11,396 |
| Other | 385 | - | 385 |
| Total Mayor - Human Resources Administration | 147,850 | 133,659 | 14,191 |
| <i>Council - Council Administration:</i> | | | |
| Personal services | 624,327 | 580,842 | 43,485 |
| Materials and supplies | 505 | 205 | 300 |
| Contractual services | 54,454 | 50,570 | 3,884 |
| Other | 50 | - | 50 |
| Total Council - Council Administration | 679,336 | 631,617 | 47,719 |
| <i>Courts/Judge - Judge Administration:</i> | | | |
| Personal services | 2,205,708 | 2,197,228 | 8,480 |
| Materials and supplies | 49,488 | 40,406 | 9,082 |
| Contractual services | 79,663 | 51,721 | 27,942 |
| Capital outlay | 1,000 | 1,000 | - |
| Other | 500 | - | 500 |
| Total Courts/Judge - Judge Administration | 2,336,359 | 2,290,355 | 46,004 |
| <i>Courts/Clerk - Clerk of Courts Administration:</i> | | | |
| Personal services | 1,469,850 | 1,412,061 | 57,789 |
| Materials and supplies | 35,610 | 32,363 | 3,247 |
| Contractual services | 61,280 | 49,922 | 11,358 |
| Capital outlay | 22,800 | 22,171 | 629 |
| Other | 3,700 | 117 | 3,583 |
| Total Courts/Clerk - Clerk of Courts Administration | 1,593,240 | 1,516,634 | 76,606 |
| <i>Law Director - Law Administration:</i> | | | |
| Personal services | 1,543,220 | 1,495,653 | 47,567 |
| Materials and supplies | 19,436 | 17,992 | 1,444 |
| Contractual services | 172,383 | 125,276 | 47,107 |
| Other | 272,045 | 268,138 | 3,907 |
| Total Law Director - Law Administration | 2,007,084 | 1,907,059 | 100,025 |
| <i>Auditor - Auditor Administrations:</i> | | | |
| Personal services | 1,097,178 | 1,091,701 | 5,477 |
| Materials and supplies | 20,226 | 20,222 | 4 |
| Contractual services | 24,010 | 24,010 | - |
| Other | 173,027 | 132,406 | 40,621 |
| Total Auditor - Auditor Administration | 1,314,441 | 1,268,339 | 46,102 |
| <i>Auditor - Legally Binding Expenses:</i> | | | |
| Materials and supplies | 440,788 | 440,788 | - |
| Contractual services | 9,500 | 9,500 | - |
| Other | 124,212 | 124,211 | 1 |
| Total Auditor - Legally Binding Expenses | 574,500 | 574,499 | 1 |

(Continued)

**CITY OF CANTON
STARK COUNTY, OHIO**
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|---|
| <i>Treasurer - Administration & Operations:</i> | | | |
| Personal services | 236,815 | 235,449 | 1,366 |
| Materials and supplies | 1,023 | 1,020 | 3 |
| Contractual services | 39,218 | 34,623 | 4,595 |
| Other | 430,000 | 418,311 | 11,689 |
| <i>Total Treasurer - Administration & Operations</i> | <u>707,056</u> | <u>689,403</u> | <u>17,653</u> |
| <i>Board of Commission - Civil Service:</i> | | | |
| Personal services | 277,923 | 275,412 | 2,511 |
| Materials and supplies | 7,229 | 6,087 | 1,142 |
| Contractual services | 66,616 | 61,364 | 5,252 |
| Capital outlay | 3,011 | 2,941 | 70 |
| Other | 895 | 682 | 213 |
| <i>Total Board of Commission - Civil Service</i> | <u>355,674</u> | <u>346,486</u> | <u>9,188</u> |
| <i>Board of Commission - Zoning Board:</i> | | | |
| Personal services | 8,648 | 8,563 | 85 |
| <i>Total Board of Commission - Zoning Board</i> | <u>8,648</u> | <u>8,563</u> | <u>85</u> |
| <i>Motor Vehicle - Administration:</i> | | | |
| Personal services | 203,482 | 202,022 | 1,460 |
| Materials and supplies | 200 | 28 | 172 |
| Contractual services | 164,345 | 155,292 | 9,053 |
| Other | 100 | 22 | 78 |
| <i>Total Motor Vehicle - Administration</i> | <u>368,127</u> | <u>357,364</u> | <u>10,763</u> |
| <i>Motor Vehicle - Service and Repair:</i> | | | |
| Personal services | 870,314 | 861,468 | 8,846 |
| Materials and supplies | 977,753 | 899,222 | 78,531 |
| Contractual services | 114,593 | 80,940 | 33,653 |
| Capital outlay | 7,815 | 5,043 | 2,772 |
| Other | 7,363 | 6,690 | 673 |
| <i>Total Motor Vehicle - Service and Repair</i> | <u>1,977,838</u> | <u>1,853,363</u> | <u>124,475</u> |
| <i>Management Information Systems:</i> | | | |
| Personal services | 1,022,706 | 1,009,972 | 12,734 |
| Materials and supplies | 14,076 | 13,281 | 795 |
| Contractual services | 154,508 | 147,750 | 6,758 |
| Capital outlay | 6,024 | 6,024 | - |
| Other | 1,620 | 1,620 | - |
| <i>Total Management Information Systems</i> | <u>1,198,934</u> | <u>1,178,647</u> | <u>20,287</u> |
| <i>Total general government</i> | <u>19,430,977</u> | <u>18,777,593</u> | <u>653,384</u> |
| <i>Security of persons and property:</i> | | | |
| <i>Safety Director - Safety Director Administration:</i> | | | |
| Personal services | 168,801 | 167,666 | 1,135 |
| Materials and supplies | 1,433 | 1,186 | 247 |
| Contractual services | 32,472 | 31,344 | 1,128 |
| Other | 2,787 | 1,285 | 1,502 |
| <i>Total Safety Director - Safety Director Administration</i> | <u>205,493</u> | <u>201,481</u> | <u>4,012</u> |

(Continued)

**CITY OF CANTON
STARK COUNTY, OHIO**
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|---|
| <i>Safety Director - Code Enforcement Administration:</i> | | | |
| Personal services | 845,059 | 845,003 | 56 |
| Materials and supplies | 38,561 | 26,645 | 11,916 |
| Contractual services | 82,173 | 75,480 | 6,693 |
| Other | 16,865 | 11,370 | 5,495 |
| <i>Total Safety Director - Code Enforcement Administration</i> | <u>982,658</u> | <u>958,498</u> | <u>24,160</u> |
| <i>Safety Director - School Police Administration:</i> | | | |
| Personal services | 135,695 | 128,198 | 7,497 |
| <i>Total Safety Director - School Police Administration</i> | <u>135,695</u> | <u>128,198</u> | <u>7,497</u> |
| <i>Safety Director - Central Communication Administration:</i> | | | |
| Personal services | 1,666,794 | 1,652,980 | 13,814 |
| Materials and supplies | 5,414 | 3,800 | 1,614 |
| Contractual services | 70,137 | 62,991 | 7,146 |
| Capital outlay | 1,714 | - | 1,714 |
| Other | 2,959 | 1,205 | 1,754 |
| <i>Total Safety Director - Central Communication Administration</i> | <u>1,747,018</u> | <u>1,720,976</u> | <u>26,042</u> |
| <i>Police Administration:</i> | | | |
| Personal services | 15,321,743 | 15,180,945 | 140,798 |
| Materials and supplies | 384,291 | 365,450 | 18,841 |
| Contractual services | 696,282 | 677,123 | 19,159 |
| Capital outlay | 17,748 | 17,688 | 60 |
| Other | 19,996 | 19,919 | 77 |
| <i>Total Police Administration</i> | <u>16,440,060</u> | <u>16,261,125</u> | <u>178,935</u> |
| <i>Fire Administration:</i> | | | |
| Personal services | 14,340,688 | 14,275,468 | 65,220 |
| Materials and supplies | 536,776 | 531,055 | 5,721 |
| Contractual services | 538,856 | 513,520 | 25,336 |
| Capital outlay | 2,173 | 2,154 | 19 |
| Other | 67,681 | 63,173 | 4,508 |
| <i>Total Fire Administration</i> | <u>15,486,174</u> | <u>15,385,370</u> | <u>100,804</u> |
| <i>Traffic Administration:</i> | | | |
| Personal services | 414,116 | 386,325 | 27,791 |
| <i>Total Traffic Administration</i> | <u>414,116</u> | <u>386,325</u> | <u>27,791</u> |
| <i>Traffic Divisions - Traffic Engineer/Parking Meter:</i> | | | |
| Personal services | 138,594 | 136,961 | 1,633 |
| Materials and supplies | 19,163 | 17,337 | 1,826 |
| Contractual services | 1,539 | 1,539 | - |
| Other | 100 | - | 100 |
| <i>Total Traffic Divisions - Traffic Engineer/Parking Meter</i> | <u>159,396</u> | <u>155,837</u> | <u>3,559</u> |
| <i>Total security of persons and property</i> | <u>35,570,610</u> | <u>35,197,810</u> | <u>372,800</u> |
| Public health: | | | |
| <i>Health - Administration:</i> | | | |
| Personal services | 468,865 | 467,732 | 1,133 |
| Materials and supplies | 52,452 | 39,134 | 13,318 |
| Contractual services | 160,238 | 148,667 | 11,571 |
| Capital outlay | 10,615 | 2,892 | 7,723 |
| Other | 242,952 | 227,224 | 15,728 |
| <i>Total Health - Administration</i> | <u>935,122</u> | <u>885,649</u> | <u>49,473</u> |
| <i>Health - Nurses:</i> | | | |
| Personal services | 699,596 | 696,963 | 2,633 |
| Materials and supplies | 47,034 | 43,040 | 3,994 |
| Contractual services | 101,724 | 100,310 | 1,414 |
| Capital outlay | 1,458 | 1,415 | 43 |
| Other | 6,119 | 4,999 | 1,120 |
| <i>Total Health - Nurses</i> | <u>855,931</u> | <u>846,727</u> | <u>9,204</u> |

(Continued)

**CITY OF CANTON
STARK COUNTY, OHIO**
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|---|
| <i>Health - Lab:</i> | | | |
| Personal services | 261,866 | 261,074 | 792 |
| Materials and supplies | 42,345 | 41,633 | 712 |
| Contractual services | 25,209 | 24,309 | 900 |
| Other | 4 | - | 4 |
| <i>Total Health - Lab</i> | <u>329,424</u> | <u>327,016</u> | <u>2,408</u> |
| <i>Health - Air Pollution:</i> | | | |
| Other | 40,000 | 40,000 | - |
| <i>Total Health - Air Pollution</i> | <u>40,000</u> | <u>40,000</u> | <u>-</u> |
| <i>Health - Environmental Health Administration:</i> | | | |
| Personal services | 572,777 | 569,210 | 3,567 |
| Materials and supplies | 5,136 | 4,486 | 650 |
| Contractual services | 9,139 | 7,994 | 1,145 |
| Capital outlay | 260 | - | 260 |
| Other | 1,618 | 1,614 | 4 |
| <i>Total Health - Environmental Health Administration</i> | <u>588,930</u> | <u>583,304</u> | <u>5,626</u> |
| <i>Total public health</i> | <u>2,749,407</u> | <u>2,682,696</u> | <u>66,711</u> |
| <i>Transportation:</i> | | | |
| <i>Engineering - Daily Operations:</i> | | | |
| Personal services | 63,323 | 59,617 | 3,706 |
| Materials and supplies | 2,382 | 2,095 | 287 |
| Contractual services | 2,603 | 697 | 1,906 |
| <i>Total Engineering - Daily Operations</i> | <u>68,308</u> | <u>62,409</u> | <u>5,899</u> |
| <i>Street - Maintenance:</i> | | | |
| Personal services | 464,064 | 424,013 | 40,051 |
| Materials and supplies | 199,772 | 196,728 | 3,044 |
| Contractual services | 1,287,964 | 1,241,282 | 46,682 |
| Other | 17,300 | 17,112 | 188 |
| <i>Total Street - Maintenance</i> | <u>1,969,100</u> | <u>1,879,135</u> | <u>89,965</u> |
| <i>Total transportation</i> | <u>2,037,408</u> | <u>1,941,544</u> | <u>95,864</u> |
| <i>Community environment:</i> | | | |
| <i>Community Development - Community Development Administration:</i> | | | |
| Personal services | 1,182,373 | 1,182,219 | 154 |
| Contractual services | 783,500 | 430,096 | 353,404 |
| Capital outlay | 216,500 | 98,703 | 117,797 |
| Other | 175,000 | 175,000 | - |
| <i>Total Community Development - Community Development Administration</i> | <u>2,357,373</u> | <u>1,886,018</u> | <u>471,355</u> |
| <i>Community Improvement Corporation:</i> | | | |
| Other | 391,180 | 391,180 | - |
| <i>Total Community Improvement Corporation</i> | <u>391,180</u> | <u>391,180</u> | <u>-</u> |
| <i>Land Reutilization:</i> | | | |
| Contractual services | 1,602,494 | 1,357,032 | 245,462 |
| <i>Total Land Reutilization</i> | <u>1,602,494</u> | <u>1,357,032</u> | <u>245,462</u> |
| <i>Total community environment</i> | <u>4,351,047</u> | <u>3,634,230</u> | <u>716,817</u> |
| <i>Leisure time activities:</i> | | | |
| <i>Park Division - Park Administration:</i> | | | |
| Personal services | 17,038 | - | 17,038 |
| Materials and supplies | 13,322 | 8,924 | 4,398 |
| Contractual services | 5,280 | 3,936 | 1,344 |
| Other | 100 | 96 | 4 |
| <i>Total Park Division - Park Administration</i> | <u>35,740</u> | <u>12,956</u> | <u>22,784</u> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------------|---|
| <i>Mayor - Baseball:</i> | | | |
| Contractual services | 15,834 | 13,344 | 2,490 |
| Total Mayor - Baseball | 15,834 | 13,344 | 2,490 |
| <i>Civic Center - Civic Center Administration:</i> | | | |
| Materials and supplies | 629 | 360 | 269 |
| Contractual services | 435,462 | 434,836 | 626 |
| Total Civic Center - Civic Center Administration | 436,091 | 435,196 | 895 |
| Total leisure time activities | 487,665 | 461,496 | 26,169 |
| Debt service: | | | |
| <i>Principal retirement:</i> | | | |
| Various purpose loans | 2,000,000 | 2,000,000 | - |
| General obligation various improvement bonds | 3,930,000 | 3,930,000 | - |
| Total principal retirement | 5,930,000 | 5,930,000 | - |
| <i>Interest and fiscal charges:</i> | | | |
| General obligation various improvement bonds | 123,300 | 119,925 | 3,375 |
| Total interest and fiscal charges | 123,300 | 119,925 | 3,375 |
| Total debt service | 6,053,300 | 6,049,925 | 3,375 |
| Total expenditures | 70,680,414 | 68,745,294 | 1,935,120 |
| Excess of expenditures over revenues | (12,905,545) | (9,764,370) | 3,141,175 |
| Other financing sources (uses): | | | |
| Issuance of notes | 6,200,000 | 6,200,000 | - |
| Transfers in | 462,500 | 442,158 | (20,342) |
| Transfers (out) | (316,200) | (316,158) | 42 |
| Advances in | 1,000,000 | 1,000,000 | - |
| Advances (out) | (1,055,000) | (1,000,000) | 55,000 |
| Total other financing sources (uses) | 6,291,300 | 6,326,000 | 34,700 |
| Net change in fund balance | (6,614,245) | (3,438,370) | 3,175,875 |
| Fund balance at beginning of year | 5,782,928 | 5,782,928 | - |
| Prior year encumbrances appropriated | 1,859,364 | 1,859,364 | - |
| Fund balance at end of year | \$ 1,028,047 | \$ 4,203,922 | \$ 3,175,875 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY AND ECONOMIC DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|---|
| Revenues: | | | |
| Charges for services | \$ - | \$ 44,855 | \$ 44,855 |
| Operating grants | 10,902,385 | 4,236,305 | (6,666,080) |
| Rental income | - | 2,575 | 2,575 |
| Other | 158,300 | 226,635 | 68,335 |
| Total revenues | 11,060,685 | 4,510,370 | (6,550,315) |
| Expenditures: | | | |
| Current: | | | |
| Community environment: | | | |
| <i>Youth Development Administration:</i> | | | |
| Personal services | 6,033 | 3,404 | 2,629 |
| Materials and supplies | 335 | 335 | - |
| Contractual services | 87,753 | 66,304 | 21,449 |
| Capital outlay | 1,580 | 1,580 | - |
| Other | 214,405 | 46,618 | 167,787 |
| Total Youth Development Administration | 310,106 | 118,241 | 191,865 |
| <i>Community Development Administration:</i> | | | |
| Personal services | 41,191 | 24,207 | 16,984 |
| Materials and supplies | 20,308 | 9,545 | 10,763 |
| Contractual services | 401,951 | 279,276 | 122,675 |
| Capital outlay | 498,763 | 492,606 | 6,157 |
| Other | 7,543,329 | 5,159,731 | 2,383,598 |
| Total Community Development Administration | 8,505,542 | 5,965,365 | 2,540,177 |
| <i>Federal Stimulus Funding:</i> | | | |
| Personal services | 3,500 | 3,485 | 15 |
| Materials and supplies | 179 | 156 | 23 |
| Other | 55,474 | 10,082 | 45,392 |
| Total Federal Stimulus Funding | 59,153 | 13,723 | 45,430 |
| <i>Hamilton Ave. Storm Sewer:</i> | | | |
| Personal services | 5,300 | 300 | 5,000 |
| Total Hamilton Ave. Storm Sewer | 5,300 | 300 | 5,000 |
| <i>Community Development Demolition:</i> | | | |
| Personal services | 1,680,987 | 587,827 | 1,093,160 |
| Contractual services | 72,179 | 12,179 | 60,000 |
| Total Community Development Demolition | 1,753,166 | 600,006 | 1,153,160 |
| <i>Fair Housing Administration:</i> | | | |
| Personal services | 115,517 | 74,225 | 41,292 |
| Materials and supplies | 1,750 | 212 | 1,538 |
| Contractual services | 15,445 | 14,512 | 933 |
| Capital outlay | 2,375 | 2,374 | 1 |
| Other | 43,866 | 38,918 | 4,948 |
| Total Fair Housing Administration | 178,953 | 130,241 | 48,712 |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY AND ECONOMIC DEVELOPMENT FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------------|---|
| <i>Economic Development Grants/Loans:</i> | | | |
| Other | 300,000 | - | 300,000 |
| <i>Total Economic Development Grants/Loans</i> | <u>300,000</u> | <u>-</u> | <u>300,000</u> |
| Total expenditures | <u>11,112,220</u> | <u>6,827,876</u> | <u>4,284,344</u> |
| Excess of expenditures over revenues | (51,535) | (2,317,506) | (2,265,971) |
| Other financing sources: | | | |
| Sale of assets | <u>-</u> | <u>2,766</u> | <u>2,766</u> |
| Net change in fund balance. | (51,535) | (2,314,740) | (2,263,205) |
| Fund balance (deficit) at beginning of year | (2,294,246) | (2,294,246) | - |
| Prior year encumbrances appropriated | <u>2,606,999</u> | <u>2,606,999</u> | <u>-</u> |
| Fund balance (deficit) at end of year. | <u>\$ 261,218</u> | <u>\$ (2,001,987)</u> | <u>\$ (2,263,205)</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------|---|
| Revenues: | | | |
| Municipal income taxes | \$ 9,283,000 | \$ 9,274,302 | \$ (8,698) |
| Licenses, permits and fees | - | 4,304 | 4,304 |
| Capital grants | 36,521 | 36,521 | - |
| Other | 5,088 | 7,777 | 2,689 |
| Total revenues | <u>9,324,609</u> | <u>9,322,904</u> | <u>(1,705)</u> |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Safety Director:</i> | | | |
| Police Department - Police Administration | 45,713 | 18,263 | 27,450 |
| Fire Department - Fire Administration | 438,391 | 437,526 | 865 |
| <i>Total Safety Director</i> | <u>484,104</u> | <u>455,789</u> | <u>28,315</u> |
| <i>Traffic Divisions:</i> | | | |
| Traffic Signal | 54,672 | 54,639 | 33 |
| <i>Service Director:</i> | | | |
| Service Director Administration | 398,516 | 379,876 | 18,640 |
| Engineering Administration | 1,960,421 | 1,814,104 | 146,317 |
| Engineering - 3rd St. SE Bridge Rehabilitation Project | 81,793 | 81,793 | - |
| Engineering - Harmont Ave. Sanitary Swer Ext. | 3,737 | 3,737 | - |
| Engineering - 11th St. Improvement Project | 37,702 | 37,702 | - |
| Engineering - East Side Park Trail & Bridge | 10,768 | 10,768 | - |
| Street Administration | 116,087 | 85,492 | 30,595 |
| Street Paving | 3,191,370 | 2,780,271 | 411,099 |
| Building Maintenance Administration | 53,177 | 49,905 | 3,272 |
| Collection System Department | 320,281 | 271,984 | 48,297 |
| Engineering - 41st St. NW Storm Sewer Project | 73,000 | 73,000 | - |
| Engineering - 55st St. NE Storm Sewer Project | 450,801 | 450,801 | - |
| Engineering - 12th St. N. Corridor Project | 120,275 | 120,275 | - |
| Engineering - Urban Forestry | 23,249 | 17,461 | 5,788 |
| Engineering - Mahoning Rd. Corridor Project | 70,000 | 24,000 | 46,000 |
| <i>Total Service Director</i> | <u>6,911,177</u> | <u>6,201,169</u> | <u>710,008</u> |
| <i>Water:</i> | | | |
| 37th St. Water Sewer Str. Improvement Project | 288,576 | 210,650 | 77,926 |
| Navarre Rd. Bridge & Sanit SW Proj | 135,000 | 118,334 | 16,666 |
| <i>Total Water</i> | <u>423,576</u> | <u>328,984</u> | <u>94,592</u> |
| <i>Park Division:</i> | | | |
| Park Administration | 49,291 | 46,898 | 2,393 |
| <i>Management Information Systems:</i> | | | |
| Information Technology Manager | 413,341 | 384,653 | 28,688 |
| <i>Judges:</i> | | | |
| Judges Administration | 100,000 | 100,000 | - |
| <i>Council:</i> | | | |
| Council Administration | 49,086 | 21,913 | 27,173 |
| <i>Auditor:</i> | | | |
| Auditor Administration | 153,679 | 152,340 | 1,339 |
| Auditor Legally Binding Expenses | 91,435 | 91,435 | - |
| <i>Total Auditor</i> | <u>245,114</u> | <u>243,775</u> | <u>1,339</u> |
| <i>Motor Vehicle Maintenance:</i> | | | |
| Service & Repair | 22,500 | 21,179 | 1,321 |

(continued)

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------------|---|
| <i>Law:</i> | | | |
| Law - Administration | 15,000 | 14,971 | 29 |
| <i>Income Tax:</i> | | | |
| Income Tax - Administration | 125,000 | 124,400 | 600 |
| <i>Total capital outlay</i> | <u>8,892,861</u> | <u>7,998,370</u> | <u>894,491</u> |
| <i>Debt service:</i> | | | |
| <i>Principal retirement:</i> | | | |
| Various purpose loans | 288,226 | 288,226 | - |
| General obligation various improvement bonds | 2,003,579 | 2,003,579 | - |
| <i>Total principal retirement</i> | <u>2,291,805</u> | <u>2,291,805</u> | <u>-</u> |
| <i>Interest and fiscal charges:</i> | | | |
| Various purpose loans | 27,215 | 27,215 | - |
| General obligation various improvement bonds | 265,421 | 265,421 | - |
| <i>Interest and fiscal charges</i> | <u>292,636</u> | <u>292,636</u> | <u>-</u> |
| <i>Total debt service</i> | <u>2,584,441</u> | <u>2,584,441</u> | <u>-</u> |
| Total expenditures | <u>11,477,302</u> | <u>10,582,811</u> | <u>894,491</u> |
| Excess of expenditures over revenues | <u>(2,152,693)</u> | <u>(1,259,907)</u> | <u>892,786</u> |
| Other financing sources: | | | |
| Sale of assets | <u>10,271</u> | <u>11,814</u> | <u>1,543</u> |
| Net change in fund balance | (2,142,422) | (1,248,093) | 894,329 |
| Fund balance at beginning of year | 788,530 | 788,530 | - |
| Prior year encumbrances appropriated | 1,527,414 | 1,527,414 | - |
| Fund balance at end of year | <u>\$ 173,522</u> | <u>\$ 1,067,851</u> | <u>\$ 894,329</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MOTOR VEHICLE PURCHASE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|---|
| Revenues: | | | |
| Municipal income taxes | \$ 2,275,000 | \$ 2,318,575 | \$ 43,575 |
| Capital grants | - | 4,650 | 4,650 |
| Total revenues | 2,275,000 | 2,323,225 | 48,225 |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Safety Director:</i> | | | |
| Safety director administration | 346 | 346 | - |
| Code Enforcement Administration | 50,557 | 42,554 | 8,003 |
| Central Communication Administration | 231,619 | 231,619 | - |
| Police Department - Police Administration | 493,353 | 492,924 | 429 |
| Fire Department - Fire Administration | 961,064 | 960,489 | 575 |
| Total Safety Director | 1,736,939 | 1,727,932 | 9,007 |
| <i>Traffic Divisions:</i> | | | |
| Traffic Divisions - Engineer Administration | 14,951 | 14,951 | - |
| Traffic Divisions - Traffic Sign & Paint | 28,482 | 27,289 | 1,193 |
| Traffic Divisions - Traffic Signal | 139,538 | 138,188 | 1,350 |
| Total Traffic Divisions | 182,971 | 180,428 | 2,543 |
| <i>Service Director:</i> | | | |
| Service Director Administration | 346 | 346 | - |
| Engineer Administration | 4,750 | 4,750 | - |
| Street Administration | 1,260,344 | 1,195,633 | 64,711 |
| Street Paving | 217,234 | 217,234 | - |
| Building Maintenance Administration | 1,205 | 1,205 | - |
| Collection System Department | 17,616 | 17,616 | - |
| Total Service Director | 1,501,495 | 1,436,784 | 64,711 |
| <i>Health:</i> | | | |
| Health Administration | 49,048 | 45,872 | 3,176 |
| Total Health | 49,048 | 45,872 | 3,176 |
| <i>Mayor:</i> | | | |
| Mayor Administration | 346 | 346 | - |
| Total Mayor | 346 | 346 | - |
| <i>Management Information Systems:</i> | | | |
| Information Technology Manager | 21,225 | 19,722 | 1,503 |
| Total Management Information Systems | 21,225 | 19,722 | 1,503 |
| <i>Judges:</i> | | | |
| Judge Administration | 5,048 | 5,048 | - |
| Total Judges | 5,048 | 5,048 | - |
| Total capital outlay | 3,497,072 | 3,416,132 | 80,940 |

(continued)

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MOTOR VEHICLE PURCHASE FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|-------------------|---|
| Debt service: | | | |
| <i>Principal retirement:</i> | | | |
| Capital lease | 261,430 | 261,430 | - |
| Total expenditures | <u>3,758,502</u> | <u>3,677,562</u> | <u>80,940</u> |
| Excess of expenditures over revenues | (1,483,502) | (1,354,337) | 129,165 |
| Other financing sources: | | | |
| Sale of assets | - | 83,178 | 83,178 |
| Net change in fund balance | (1,483,502) | (1,271,159) | 212,343 |
| Fund balance at beginning of year | 374,276 | 374,276 | - |
| Prior year encumbrances appropriated | <u>1,193,088</u> | <u>1,193,088</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 83,862</u> | <u>\$ 296,205</u> | <u>\$ 212,343</u> |

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2014

| | Nonmajor Special Revenue Funds | Nonmajor Debt Service Funds | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|--|---|--------------------------------------|--|--|
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ 7,039,959 | \$ 18,238 | \$ 1,404,176 | \$ 8,462,373 |
| Cash with fiscal agent | - | 3,019 | - | 3,019 |
| Receivables: | | | | |
| Accounts | 27,168 | 5,599 | - | 32,767 |
| Accrued interest | 18 | - | 134 | 152 |
| Property and other taxes | 2,379,555 | - | - | 2,379,555 |
| Due from other governments | 1,788,023 | - | 2,222,814 | 4,010,837 |
| Materials and supplies inventory | 130,508 | - | - | 130,508 |
| Total assets | <u>\$ 11,365,231</u> | <u>\$ 26,856</u> | <u>\$ 3,627,124</u> | <u>\$ 15,019,211</u> |
| Liabilities: | | | | |
| Accounts payable | \$ 678,424 | \$ - | \$ 2,207,598 | \$ 2,886,022 |
| Accrued wages and benefits payable | 196,899 | - | - | 196,899 |
| Due to other funds | 23,593 | - | - | 23,593 |
| Due to other governments | 31,834 | - | - | 31,834 |
| Retainage payable | - | - | 100,051 | 100,051 |
| Total liabilities | <u>930,750</u> | <u>-</u> | <u>2,307,649</u> | <u>3,238,399</u> |
| Deferred inflows of resources: | | | | |
| Property taxes levied for the next fiscal year | 2,379,555 | - | - | 2,379,555 |
| Intergovernmental revenue not available | 711,596 | - | - | 711,596 |
| Charges for services revenue not available | - | 5,599 | - | 5,599 |
| Miscellaneous revenue not available | 6,273 | - | - | 6,273 |
| Total deferred inflows of resources | <u>3,097,424</u> | <u>5,599</u> | <u>-</u> | <u>3,103,023</u> |
| Fund balances: | | | | |
| Nonspendable | 130,508 | - | - | 130,508 |
| Restricted | 6,566,263 | 21,257 | 1,417,429 | 8,004,949 |
| Committed | 640,286 | - | - | 640,286 |
| Unassigned (deficit) | - | - | (97,954) | (97,954) |
| Total fund balances | <u>7,337,057</u> | <u>21,257</u> | <u>1,319,475</u> | <u>8,677,789</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 11,365,231</u> | <u>\$ 26,856</u> | <u>\$ 3,627,124</u> | <u>\$ 15,019,211</u> |

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CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Nonmajor Special Revenue Funds | Nonmajor Debt Service Funds | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|--|---|--|--|--|
| Revenues: | | | | |
| Property and other local taxes | \$ 2,326,882 | \$ - | \$ - | \$ 2,326,882 |
| Charges for services | 1,589,936 | - | - | 1,589,936 |
| Licenses, permits, and fees | 215,287 | - | - | 215,287 |
| Fines and forfeitures | 226,862 | - | - | 226,862 |
| Intergovernmental | 3,244,075 | - | - | 3,244,075 |
| Interest and investment income | 288 | 7,074 | 1,685 | 9,047 |
| Rental income | 43,040 | - | - | 43,040 |
| Contributions and donations | 2,984 | - | - | 2,984 |
| Operating grants | 4,432,500 | - | - | 4,432,500 |
| Capital grants | 630,193 | - | 4,845,928 | 5,476,121 |
| Payment in lieu of taxes | 25,948 | - | - | 25,948 |
| Other | 103,208 | - | 1,142 | 104,350 |
| Total revenues | <u>12,841,203</u> | <u>7,074</u> | <u>4,848,755</u> | <u>17,697,032</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 1,095,131 | - | - | 1,095,131 |
| Security of persons and property | 2,153,910 | - | - | 2,153,910 |
| Public health | 3,400,465 | - | - | 3,400,465 |
| Transportation | 2,613,851 | - | - | 2,613,851 |
| Community environment | 451,492 | - | - | 451,492 |
| Leisure time activities | 2,385,625 | - | - | 2,385,625 |
| Capital outlay | 110,918 | - | 5,577,063 | 5,687,981 |
| Debt service: | | | | |
| Principal retirement | 70,891 | - | - | 70,891 |
| Interest and fiscal charges | 3,762 | - | - | 3,762 |
| Total expenditures | <u>12,286,045</u> | <u>-</u> | <u>5,577,063</u> | <u>17,863,108</u> |
| Excess of revenues over (under) expenditures | <u>555,158</u> | <u>7,074</u> | <u>(728,308)</u> | <u>(166,076)</u> |
| Other financing sources: | | | | |
| Capital lease transactions | 110,918 | - | - | 110,918 |
| Issuance of loans | - | - | 455,595 | 455,595 |
| Total other financing sources | <u>110,918</u> | <u>-</u> | <u>455,595</u> | <u>566,513</u> |
| Net change in fund balances | 666,076 | 7,074 | (272,713) | 400,437 |
| Fund balances at beginning of year | <u>6,670,981</u> | <u>14,183</u> | <u>1,592,188</u> | <u>8,277,352</u> |
| Fund balances at end of year | <u>\$ 7,337,057</u> | <u>\$ 21,257</u> | <u>\$ 1,319,475</u> | <u>\$ 8,677,789</u> |

CITY OF CANTON
 STARK COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2014

| | Street Construction, Maintenance, and Repair | State Highway | Municipal Road | Cornerstone Parking Dock | Vacant/ Foreclosed Registry |
|--|---|-------------------|-------------------|--------------------------------|-----------------------------------|
| Assets: | | | | | |
| Equity in pooled cash and cash equivalents. | \$ 203,213 | \$ 27,439 | \$ 662,357 | \$ 41,617 | \$ 167,915 |
| Accounts | 40 | - | - | - | - |
| Accrued interest. | - | - | - | - | - |
| Property and other taxes | - | - | - | - | - |
| Due from other governments | 1,095,660 | 83,393 | 92,368 | - | - |
| Materials and supplies inventory | 115,595 | - | - | - | - |
| Total assets | <u>\$ 1,414,508</u> | <u>\$ 110,832</u> | <u>\$ 754,725</u> | <u>\$ 41,617</u> | <u>\$ 167,915</u> |
| Liabilities: | | | | | |
| Accounts payable. | \$ 34,101 | \$ 177 | \$ 110,090 | \$ 10,004 | \$ 577 |
| Accrued wages and benefits payable. | 67,276 | - | - | 6,141 | - |
| Due to other funds | 5,279 | - | - | - | - |
| Due to other governments | 10,395 | - | - | 1,531 | 89 |
| | <u>117,051</u> | <u>177</u> | <u>110,090</u> | <u>17,676</u> | <u>666</u> |
| Deferred inflows of resources: | | | | | |
| Property taxes levied for the next fiscal year. | - | - | - | - | - |
| Intergovernmental revenue not available | 618,775 | 50,171 | - | - | - |
| Miscellaneous revenue not available | - | - | - | - | - |
| Total deferred inflows of resources | <u>618,775</u> | <u>50,171</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balances: | | | | | |
| Nonspendable. | 115,595 | - | - | - | - |
| Restricted. | 563,087 | 60,484 | 644,635 | 23,941 | - |
| Committed | - | - | - | - | 167,249 |
| Total fund balances | <u>678,682</u> | <u>60,484</u> | <u>644,635</u> | <u>23,941</u> | <u>167,249</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 1,414,508</u> | <u>\$ 110,832</u> | <u>\$ 754,725</u> | <u>\$ 41,617</u> | <u>\$ 167,915</u> |

| <u>Mills Industrial Park TIF</u> | <u>Gervasi 1700, LLC TIF</u> | <u>Lesh Rd./30th St. TIF</u> | <u>Health Services</u> | <u>Crime Lab</u> | <u>Court Computer</u> | <u>Court</u> | <u>Law Department Dispute Resolution</u> |
|--------------------------------------|----------------------------------|----------------------------------|----------------------------|----------------------|---------------------------|-------------------|--|
| \$ 8,739 | \$ - | \$ 26,478 | \$ 2,726,297 | \$ 90,455 | \$ 384,798 | \$ 502,074 | \$ 1,039 |
| - | - | - | - | - | - | 19,475 | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 23,118 | 2,096 | 16,894 | 29,805 | - |
| - | - | - | - | - | - | - | - |
| <u>\$ 8,739</u> | <u>\$ -</u> | <u>\$ 26,478</u> | <u>\$ 2,749,415</u> | <u>\$ 92,551</u> | <u>\$ 401,692</u> | <u>\$ 551,354</u> | <u>\$ 1,039</u> |
| \$ - | \$ - | \$ - | \$ 108,772 | \$ - | \$ 57,804 | \$ 35,391 | \$ - |
| - | - | - | 70,855 | - | 4,978 | 1,021 | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 11,541 | - | 769 | 158 | - |
| - | - | - | 191,168 | - | 63,551 | 36,570 | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 8,739 | - | 26,478 | 2,558,247 | 92,551 | 338,141 | 514,784 | 1,039 |
| - | - | - | - | - | - | - | - |
| <u>8,739</u> | <u>-</u> | <u>26,478</u> | <u>2,558,247</u> | <u>92,551</u> | <u>338,141</u> | <u>514,784</u> | <u>1,039</u> |
| <u>\$ 8,739</u> | <u>\$ -</u> | <u>\$ 26,478</u> | <u>\$ 2,749,415</u> | <u>\$ 92,551</u> | <u>\$ 401,692</u> | <u>\$ 551,354</u> | <u>\$ 1,039</u> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 DECEMBER 31, 2014

| | <u>SARTA Area Improvement</u> | <u>Park Department</u> | <u>Youth Development</u> | <u>Federal Forfeiture</u> | <u>Enforcement and Education</u> |
|--|-----------------------------------|----------------------------|------------------------------|-------------------------------|--|
| Assets: | | | | | |
| Equity in pooled cash and cash equivalents | \$ 10,000 | \$ 646,936 | \$ 4,470 | \$ 595,534 | \$ 8,688 |
| Accounts | - | 415 | - | - | - |
| Accrued interest | - | - | - | 18 | - |
| Property and other taxes | - | 2,379,555 | - | - | - |
| Due from other governments | - | - | - | 9,962 | 522 |
| Materials and supplies inventory | - | - | - | - | - |
| Total assets | <u>\$ 10,000</u> | <u>\$ 3,026,906</u> | <u>\$ 4,470</u> | <u>\$ 605,514</u> | <u>\$ 9,210</u> |
| Liabilities: | | | | | |
| Accounts payable | \$ 9,358 | \$ 189,951 | \$ - | \$ 7,844 | \$ - |
| Accrued wages and benefits payable | - | 35,832 | - | - | - |
| Due to other funds | - | 3,797 | - | - | - |
| Due to other governments | - | 5,683 | - | - | - |
| | <u>9,358</u> | <u>235,263</u> | <u>-</u> | <u>7,844</u> | <u>-</u> |
| Deferred inflows of resources: | | | | | |
| Property taxes levied for the next fiscal year | - | 2,379,555 | - | - | - |
| Intergovernmental revenue not available | - | - | - | - | - |
| Miscellaneous revenue not available | - | - | - | - | - |
| Total deferred inflows of resources | <u>-</u> | <u>2,379,555</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balances: | | | | | |
| Nonspendable | - | - | - | - | - |
| Restricted | 642 | 29,585 | 4,470 | 597,670 | 9,210 |
| Committed | - | 382,503 | - | - | - |
| Total fund balances | <u>642</u> | <u>412,088</u> | <u>4,470</u> | <u>597,670</u> | <u>9,210</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 10,000</u> | <u>\$ 3,026,906</u> | <u>\$ 4,470</u> | <u>\$ 605,514</u> | <u>\$ 9,210</u> |

| <u>Indigent Driver Alcohol Treatment</u> | <u>Law Enforcement Trust</u> | <u>Municipal Probation Services</u> | <u>Misdemeanor Community Sanction Grant</u> | <u>Prisoner Housing</u> | <u>Local Law Enforcement Block Grant</u> | <u>Supplementary Police Forces</u> | <u>Police</u> |
|--|--------------------------------------|---|---|-----------------------------|--|--|-------------------|
| \$ 62,659 | \$ 104,919 | \$ 307,486 | \$ 49,084 | \$ 26,702 | \$ 23,411 | \$ 181 | \$ 182,801 |
| - | - | 315 | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 2,731 | 27,279 | 30,202 | 85,300 | 1,545 | - | - | 165,739 |
| - | - | - | - | - | - | - | - |
| <u>\$ 65,390</u> | <u>\$ 132,198</u> | <u>\$ 338,003</u> | <u>\$ 134,384</u> | <u>\$ 28,247</u> | <u>\$ 23,411</u> | <u>\$ 181</u> | <u>\$ 348,540</u> |
| \$ - | \$ 545 | \$ 8,361 | \$ 350 | \$ - | \$ - | \$ - | \$ - |
| - | - | 4,588 | 6,208 | - | - | - | - |
| - | - | - | - | - | 14,517 | - | - |
| - | - | 709 | 959 | - | - | - | - |
| - | 545 | 13,658 | 7,517 | - | 14,517 | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 42,650 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 42,650 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 65,390 | 131,653 | 324,345 | 84,217 | 28,247 | 8,894 | 181 | 348,540 |
| - | - | - | - | - | - | - | - |
| <u>65,390</u> | <u>131,653</u> | <u>324,345</u> | <u>84,217</u> | <u>28,247</u> | <u>8,894</u> | <u>181</u> | <u>348,540</u> |
| <u>\$ 65,390</u> | <u>\$ 132,198</u> | <u>\$ 338,003</u> | <u>\$ 134,384</u> | <u>\$ 28,247</u> | <u>\$ 23,411</u> | <u>\$ 181</u> | <u>\$ 348,540</u> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 DECEMBER 31, 2014

| | <u>Fire</u> | <u>Clean Ohio Revitalization</u> | <u>Canton Merchandising</u> | <u>Other</u> | <u>Total Nonmajor Special Revenue Funds</u> |
|--|------------------|--------------------------------------|---------------------------------|-------------------|---|
| Assets: | | | | | |
| Equity in pooled cash and cash equivalents. | \$ 73,507 | \$ 86 | \$ 7,458 | \$ 93,616 | \$ 7,039,959 |
| Accounts | - | - | - | 6,923 | 27,168 |
| Accrued interest. | - | - | - | - | 18 |
| Property and other taxes | - | - | - | - | 2,379,555 |
| Due from other governments | - | 121,409 | - | - | 1,788,023 |
| Materials and supplies inventory | - | - | 14,913 | - | 130,508 |
| Total assets | <u>\$ 73,507</u> | <u>\$ 121,495</u> | <u>\$ 22,371</u> | <u>\$ 100,539</u> | <u>\$ 11,365,231</u> |
| Liabilities: | | | | | |
| Accounts payable. | \$ - | \$ 102,372 | \$ - | \$ 2,727 | \$ 678,424 |
| Accrued wages and benefits payable. | - | - | - | - | 196,899 |
| Due to other funds | - | - | - | - | 23,593 |
| Due to other governments | - | - | - | - | 31,834 |
| | <u>-</u> | <u>102,372</u> | <u>-</u> | <u>2,727</u> | <u>930,750</u> |
| Deferred inflows of resources: | | | | | |
| Property taxes levied for the next fiscal year. | - | - | - | - | 2,379,555 |
| Intergovernmental revenue not available | - | - | - | - | 711,596 |
| Miscellaneous revenue not available | - | - | - | 6,273 | 6,273 |
| Total deferred inflows of resources | <u>-</u> | <u>-</u> | <u>-</u> | <u>6,273</u> | <u>3,097,424</u> |
| Fund balances: | | | | | |
| Nonspendable. | - | - | 14,913 | - | 130,508 |
| Restricted. | 73,507 | 19,123 | 7,458 | 1,005 | 6,566,263 |
| Committed | - | - | - | 90,534 | 640,286 |
| Total fund balances | <u>73,507</u> | <u>19,123</u> | <u>22,371</u> | <u>91,539</u> | <u>7,337,057</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 73,507</u> | <u>\$ 121,495</u> | <u>\$ 22,371</u> | <u>\$ 100,539</u> | <u>\$ 11,365,231</u> |

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CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Street Construction, Maintenance, and Repair | State Highway | Municipal Road | Cornerstone Parking Deck | Vacant/ Foreclosed Registry |
|---|---|--------------------------|---------------------------|---|--|
| Revenues: | | | | | |
| Property and other local taxes | \$ - | \$ - | \$ - | \$ - | \$ - |
| Charges for services | - | - | - | 270,732 | 188,200 |
| Licenses, permits, and fees | 5,278 | 248 | - | - | - |
| Fines and forfeitures | 220 | - | - | - | - |
| Intergovernmental | 2,887,889 | 200,151 | - | - | - |
| Interest and investment income | 59 | 11 | - | - | - |
| Rental income | - | - | - | 13,008 | - |
| Contributions and donations | - | - | - | - | - |
| Operating grants | - | - | - | - | - |
| Capital grants | - | - | 630,193 | - | - |
| Payment in lieu of taxes | - | - | - | - | - |
| Other | 6,826 | - | 37,828 | 159 | - |
| Total revenues | 2,900,272 | 200,410 | 668,021 | 283,899 | 188,200 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | - | - | - | - | - |
| Security of persons and property | 1,341,300 | 46,401 | - | 278,256 | - |
| Public health | - | - | - | - | - |
| Transportation | 1,586,092 | 179,212 | 823,746 | - | - |
| Community environment | - | - | - | - | 20,951 |
| Leisure time activities | - | - | - | - | - |
| Capital outlay | - | - | - | - | - |
| Debt service: | | | | | |
| Principal retirement | - | - | - | - | - |
| Interest and fiscal charges | - | - | - | - | - |
| Total expenditures | 2,927,392 | 225,613 | 823,746 | 278,256 | 20,951 |
| Excess of revenues over (under) expenditures | (27,120) | (25,203) | (155,725) | 5,643 | 167,249 |
| Other financing sources: | | | | | |
| Capital lease transactions | - | - | - | - | - |
| Total other financing sources | - | - | - | - | - |
| Net change in fund balance | (27,120) | (25,203) | (155,725) | 5,643 | 167,249 |
| Fund balances (deficit) at beginning of year | 705,802 | 85,687 | 800,360 | 18,298 | - |
| Fund balances at end of year | \$ 678,682 | \$ 60,484 | \$ 644,635 | \$ 23,941 | \$ 167,249 |

| Mills Industrial Park TIF | Gervasi 1700, LLC TIF | Lesh Rd./30th St. TIF | Health Service | Crime Lab | Court Computer | Court | Law Department Dispute Resolution |
|--------------------------------------|----------------------------------|----------------------------------|---------------------------|----------------------|---------------------------|-------------------|--|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | 107,495 | 19,812 | 234,252 | 417,938 | 360 |
| - | - | - | 209,761 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | 3,068,462 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 6,368 | 14,948 | 4,632 | - | - | - | - | - |
| - | - | - | 404 | - | 243 | 470 | - |
| <u>6,368</u> | <u>14,948</u> | <u>4,632</u> | <u>3,386,122</u> | <u>19,812</u> | <u>234,495</u> | <u>418,408</u> | <u>360</u> |
| - | - | - | - | - | 351,518 | 232,975 | 360 |
| - | - | - | - | - | - | - | - |
| - | - | - | 3,400,465 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | 13,612 | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | 6,883 | - | - | - | - | 34,238 | - |
| - | - | - | - | - | - | 3,762 | - |
| - | <u>20,495</u> | - | <u>3,400,465</u> | - | <u>351,518</u> | <u>270,975</u> | <u>360</u> |
| <u>6,368</u> | <u>(5,547)</u> | <u>4,632</u> | <u>(14,343)</u> | <u>19,812</u> | <u>(117,023)</u> | <u>147,433</u> | <u>-</u> |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 6,368 | (5,547) | 4,632 | (14,343) | 19,812 | (117,023) | 147,433 | - |
| <u>2,371</u> | <u>5,547</u> | <u>21,846</u> | <u>2,572,590</u> | <u>72,739</u> | <u>455,164</u> | <u>367,351</u> | <u>1,039</u> |
| <u>\$ 8,739</u> | <u>\$ -</u> | <u>\$ 26,478</u> | <u>\$ 2,558,247</u> | <u>\$ 92,551</u> | <u>\$ 338,141</u> | <u>\$ 514,784</u> | <u>\$ 1,039</u> |

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>SARTA Area Improvement</u> | <u>Park Department</u> | <u>Youth Development</u> | <u>Federal Forfeiture</u> | <u>Enforcement and Education</u> |
|--|-----------------------------------|----------------------------|------------------------------|-------------------------------|--|
| Revenues: | | | | | |
| Property and other local taxes | \$ - | \$ 2,326,882 | \$ - | \$ - | \$ - |
| Charges for services | - | 347 | - | - | - |
| Licenses, permits, and fees | - | - | - | - | - |
| Fines and forfeitures | - | - | - | 9,962 | 6,455 |
| Intergovernmental | - | 156,035 | - | - | - |
| Interest and investment income | - | - | - | 191 | - |
| Rental income | - | 30,032 | - | - | - |
| Contributions and donations | - | 1,660 | - | - | - |
| Operating grants | - | 170,000 | - | - | - |
| Capital grants | - | - | - | - | - |
| Payment in lieu of taxes | - | - | - | - | - |
| Other | - | 2,163 | 2 | 20,950 | 21 |
| Total revenues | - | 2,687,119 | 2 | 31,103 | 6,476 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | 9,358 | - | - | - | - |
| Security of persons and property | - | - | - | 196,908 | 791 |
| Public health | - | - | - | - | - |
| Transportation | - | - | - | - | - |
| Community environment | 40,000 | - | - | - | - |
| Leisure time activities | - | 2,385,625 | - | - | - |
| Capital outlay | - | - | - | 110,918 | - |
| Debt service: | | | | | |
| Principal retirement | - | - | - | 29,770 | - |
| Interest and fiscal charges | - | - | - | - | - |
| Total expenditures | 49,358 | 2,385,625 | - | 337,596 | 791 |
| Excess (deficiency) of revenues over (under) expenditures | <u>(49,358)</u> | <u>301,494</u> | <u>2</u> | <u>(306,493)</u> | <u>5,685</u> |
| Other financing sources: | | | | | |
| Capital lease transactions | - | - | - | 110,918 | - |
| Total other financing sources | - | - | - | 110,918 | - |
| Net change in fund balance | (49,358) | 301,494 | 2 | (195,575) | 5,685 |
| Fund balances (deficit) at beginning of year | 50,000 | 110,594 | 4,468 | 793,245 | 3,525 |
| Fund balances at end of year | \$ 642 | \$ 412,088 | \$ 4,470 | \$ 597,670 | \$ 9,210 |

| Indigent Driver Alcohol Treatment | Law Enforcement Trust | Municipal Probation Services | Misdemeanor Community Sanction Grant | Prisoner Housing | Local Law Enforcement Block Grant | Supplementary Police Forces | Police |
|--|--------------------------------------|---|---|-----------------------------|--|--|-------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | 1,176 | 349,624 | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 95,840 | 98,881 | - | - | 15,504 | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | 27 | - | - |
| - | - | - | - | - | - | 675 | - |
| - | - | - | 170,601 | - | - | - | 457,794 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | 2,477 | 398 | - | - | - | 375 | - |
| <u>95,840</u> | <u>102,534</u> | <u>350,022</u> | <u>170,601</u> | <u>15,504</u> | <u>27</u> | <u>1,050</u> | <u>457,794</u> |
| 53,750 | - | 249,370 | 189,362 | - | - | - | - |
| - | 50,895 | - | - | - | 57,807 | 1,064 | 180,488 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>53,750</u> | <u>50,895</u> | <u>249,370</u> | <u>189,362</u> | <u>-</u> | <u>57,807</u> | <u>1,064</u> | <u>180,488</u> |
| 42,090 | 51,639 | 100,652 | (18,761) | 15,504 | (57,780) | (14) | 277,306 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| 42,090 | 51,639 | 100,652 | (18,761) | 15,504 | (57,780) | (14) | 277,306 |
| 23,300 | 80,014 | 223,693 | 102,978 | 12,743 | 66,674 | 195 | 71,234 |
| <u>\$ 65,390</u> | <u>\$ 131,653</u> | <u>\$ 324,345</u> | <u>\$ 84,217</u> | <u>\$ 28,247</u> | <u>\$ 8,894</u> | <u>\$ 181</u> | <u>\$ 348,540</u> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Fire</u> | <u>Clean Ohio Revitalization</u> | <u>Canton Merchandising</u> | <u>Other</u> | <u>Total Nonmajor Special Revenue Funds</u> |
|--|------------------|--------------------------------------|---------------------------------|------------------|---|
| Revenues: | | | | | |
| Property and other local taxes | \$ - | \$ - | \$ - | \$ - | \$ 2,326,882 |
| Charges for services | - | - | - | - | 1,589,936 |
| Licenses, permits, and fees | - | - | - | - | 215,287 |
| Fines and forfeitures | - | - | - | - | 226,862 |
| Intergovernmental | - | - | - | - | 3,244,075 |
| Interest and investment income | - | - | - | - | 288 |
| Rental income | - | - | - | - | 43,040 |
| Contributions and donations | 649 | - | - | - | 2,984 |
| Operating grants | 64,007 | 501,636 | - | - | 4,432,500 |
| Capital grants | - | - | - | - | 630,193 |
| Payment in lieu of taxes | - | - | - | - | 25,948 |
| Other | - | - | 1,742 | 29,150 | 103,208 |
| Total revenues | 64,656 | 501,636 | 1,742 | 29,150 | 12,841,203 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | - | - | 5,711 | 2,727 | 1,095,131 |
| Security of persons and property | - | - | - | - | 2,153,910 |
| Public health | - | - | - | - | 3,400,465 |
| Transportation | - | - | - | 24,801 | 2,613,851 |
| Community environment | - | 376,929 | - | - | 451,492 |
| Leisure time activities | - | - | - | - | 2,385,625 |
| Capital outlay | - | - | - | - | 110,918 |
| Debt service: | | | | | |
| Principal retirement | - | - | - | - | 70,891 |
| Interest and fiscal charges | - | - | - | - | 3,762 |
| Total expenditures | - | 376,929 | 5,711 | 27,528 | 12,286,045 |
| Excess (deficiency) of revenues over (under) expenditures | 64,656 | 124,707 | (3,969) | 1,622 | 555,158 |
| Other financing sources: | | | | | |
| Capital lease transactions | - | - | - | - | 110,918 |
| Total other financing sources | - | - | - | - | 110,918 |
| Net change in fund balance | 64,656 | 124,707 | (3,969) | 1,622 | 666,076 |
| Fund balances (deficit) at beginning of year | 8,851 | (105,584) | 26,340 | 89,917 | 6,670,981 |
| Fund balances at end of year | \$ 73,507 | \$ 19,123 | \$ 22,371 | \$ 91,539 | \$ 7,337,057 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET CONSTRUCTION, MAINTENANCE, AND REPAIR FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|------------------|---|
| Revenues: | | | |
| Licenses, permits and fees | \$ - | \$ 5,278 | \$ 5,278 |
| Fines and forfeitures | - | 180 | 180 |
| Intergovernmental | 2,918,000 | 2,929,929 | 11,929 |
| Interest and investment income | - | 59 | 59 |
| Other | - | 6,826 | 6,826 |
| Total revenues | 2,918,000 | 2,942,272 | 24,272 |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Traffic Divisions - Traffic Engineer Administration:</i> | | | |
| Personal services | 328,654 | 326,221 | 2,433 |
| Materials and supplies | 21,033 | 19,849 | 1,184 |
| Contractual services | 16,279 | 13,591 | 2,688 |
| Capital outlay | 636 | 636 | - |
| Other | 771 | 506 | 265 |
| Total Traffic Divisions - Traffic Engineer Administration | 367,373 | 360,803 | 6,570 |
| <i>Traffic Divisions - Traffic Sign and Paint:</i> | | | |
| Personal services | 290,743 | 287,599 | 3,144 |
| Materials and supplies | 52,049 | 51,069 | 980 |
| Contractual services | 55,643 | 52,412 | 3,231 |
| Capital outlay | 541 | 541 | - |
| Other | 1,810 | 1,773 | 37 |
| Total Traffic Divisions - Traffic Sign and Paint | 400,786 | 393,394 | 7,392 |
| <i>Traffic Divisions - Traffic Signal:</i> | | | |
| Personal services | 319,970 | 313,717 | 6,253 |
| Materials and supplies | 42,897 | 42,279 | 618 |
| Contractual services | 135,070 | 130,975 | 4,095 |
| Capital outlay | 177,802 | 177,802 | - |
| Other | 248 | 170 | 78 |
| Total Traffic Divisions - Traffic Signal | 675,987 | 664,943 | 11,044 |
| Total security of persons and property | 1,444,146 | 1,419,140 | 25,006 |
| Transportation: | | | |
| <i>Engineering - Engineering Administration:</i> | | | |
| Personal services | 15,247 | 11,336 | 3,911 |
| Materials and supplies | 431 | 269 | 162 |
| Contractual services | 35 | 35 | - |
| Capital outlay | 26,534 | 25,679 | 855 |
| Total Engineering - Engineering Administration | 42,247 | 37,319 | 4,928 |
| <i>Street Maintenance:</i> | | | |
| Personal services | 1,263,563 | 1,250,553 | 13,010 |
| Materials and supplies | 395,449 | 377,701 | 17,748 |
| Contractual services | 93,852 | 89,661 | 4,191 |
| Capital outlay | 14,000 | 11,921 | 2,079 |
| Other | 6,742 | 5,413 | 1,329 |
| Total Street Maintenance | 1,773,606 | 1,735,249 | 38,357 |
| Total Transportation | 1,815,853 | 1,772,568 | 43,285 |
| Total expenditures | 3,259,999 | 3,191,708 | 68,291 |
| Net change in fund balance | (341,999) | (249,436) | 92,563 |
| Fund balance at beginning of year | 117,802 | 117,802 | - |
| Prior year encumbrances appropriated | 225,290 | 225,290 | - |
| Fund balance at end of year | \$ 1,093 | \$ 93,656 | \$ 92,563 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STATE HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|---|
| Revenues: | | | |
| Licenses, permits and fees | \$ - | \$ 248 | \$ 248 |
| Intergovernmental | 200,000 | 203,579 | 3,579 |
| Interest and investment income | - | 11 | 11 |
| Total revenues | 200,000 | 203,838 | 3,838 |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Traffic Divisions - Traffic Signal:</i> | | | |
| Contractual services | 63,765 | 46,374 | 17,391 |
| Transportation: | | | |
| <i>Street Maintenance:</i> | | | |
| Personal services | 144,718 | 142,128 | 2,590 |
| Materials and supplies | 15,340 | 14,441 | 899 |
| Contractual services | 44,758 | 43,330 | 1,428 |
| Other | 500 | - | 500 |
| <i>Total Street Maintenance</i> | <i>205,979</i> | <i>200,562</i> | <i>5,417</i> |
| Total expenditures | 269,744 | 246,936 | 22,808 |
| Net change in fund balance | (69,744) | (43,098) | 26,646 |
| Fund balance at beginning of year | 43,663 | 43,663 | - |
| Prior year encumbrances appropriated | 26,081 | 26,081 | - |
| Fund balance at end of year | \$ - | \$ 26,646 | \$ 26,646 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MUNICIPAL ROAD FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|---|
| Revenues: | | | |
| Capital grants | \$ 667,995 | \$ 668,628 | \$ 633 |
| Other | - | 37,828 | 37,828 |
| Total revenues | 667,995 | 706,456 | 38,461 |
| Expenditures: | | | |
| Current: | | | |
| Transportation: | | | |
| <i>Engineering - Engineering Administration:</i> | | | |
| Contractual services | 54,648 | - | 54,648 |
| Capital outlay | 1,085,559 | 1,078,603 | 6,956 |
| <i>Total Engineering - Engineering Administration</i> | <i>1,140,207</i> | <i>1,078,603</i> | <i>61,604</i> |
| Net change in fund balance | (472,212) | (372,147) | 100,065 |
| Fund balance at beginning of year | 307,659 | 307,659 | - |
| Prior year encumbrances appropriated | 361,898 | 361,898 | - |
| Fund balance at end of year | \$ 197,345 | \$ 297,410 | \$ 100,065 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CORNERSTONE PARKING DECK FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|---|
| Revenues: | | | |
| Charges for services | \$ 331,000 | \$ 270,951 | \$ (60,049) |
| Rental income | 6,000 | 13,008 | 7,008 |
| Other | - | 159 | 159 |
| Total revenues | 337,000 | 284,118 | (52,882) |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Traffic Division - Traffic Engineer Administration:</i> | | | |
| Personal services | 184,888 | 184,331 | 557 |
| Materials and supplies. | 32,216 | 30,683 | 1,533 |
| Contractual services. | 183,584 | 169,963 | 13,621 |
| Other | 1,755 | 1,276 | 479 |
| <i>Total Traffic Division - Traffic Engineer Administration</i> | <i>402,443</i> | <i>386,253</i> | <i>16,190</i> |
| Net change in fund balance. | (65,443) | (102,135) | (36,692) |
| Fund balance at beginning of year. | 84,122 | 84,122 | - |
| Prior year encumbrances appropriated | 28,918 | 28,918 | - |
| Fund balance at end of year | \$ 47,597 | \$ 10,905 | \$ (36,692) |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MILLS INDUSTRIAL PARK TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------|---|
| Revenues: | | | |
| Payment in lieu of taxes | \$ 6,368 | \$ 6,368 | \$ - |
| Net change in fund balance | 6,368 | 6,368 | - |
| Fund balance at beginning of year | <u>2,371</u> | <u>2,371</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 8,739</u> | <u>\$ 8,739</u> | <u>\$ -</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GERVASI 1700, LLC TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|--|-------------------------|--------------------|---|
| Revenues: | | | |
| Payment in lieu of taxes | \$ 14,948 | \$ 14,948 | \$ - |
| Expenditures: | | | |
| Current: | | | |
| Transportation: | | | |
| <i>Engineering - Engineering Administration:</i> | | | |
| Capital outlay | 13,612 | 13,612 | - |
| Debt service: | | | |
| Principal retirement | 6,883 | 6,883 | - |
| Total expenditures | <u>20,495</u> | <u>20,495</u> | <u>-</u> |
| Net change in fund balance | (5,547) | (5,547) | - |
| Fund balance at beginning of year | <u>5,547</u> | <u>5,547</u> | <u>-</u> |
| Fund balance at end of year. | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LESH RD./30TH ST. TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------|---|
| Revenues: | | | |
| Payment in lieu of taxes | \$ 4,632 | \$ 4,632 | \$ - |
| Net change in fund balance | 4,632 | 4,632 | - |
| Fund balance at beginning of year | <u>21,846</u> | <u>21,846</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 26,478</u> | <u>\$ 26,478</u> | <u>\$ -</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HEALTH SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------------|---|
| Revenues: | | | |
| Charges for services | \$ 65,500 | \$ 107,495 | \$ 41,995 |
| Licenses, permits, and fees | 213,100 | 209,601 | (3,499) |
| Operating grants | 2,449,476 | 3,122,794 | 673,318 |
| Other | - | 404 | 404 |
| Total revenues | 2,728,076 | 3,440,294 | 712,218 |
| Expenditures: | | | |
| Current: | | | |
| Public health: | | | |
| <i>Health Administration:</i> | | | |
| Personal services | 2,320,796 | 2,092,083 | 228,713 |
| Materials and supplies | 418,441 | 93,551 | 324,890 |
| Contractual services | 1,290,875 | 1,195,702 | 95,173 |
| Capital outlay | 119,769 | 102,945 | 16,824 |
| Other | 118,886 | 66,319 | 52,567 |
| <i>Total Health Administration</i> | <i>4,268,767</i> | <i>3,550,600</i> | <i>718,167</i> |
| Excess of expenditures over revenues | (1,540,691) | (110,306) | 1,430,385 |
| Other financing sources: | | | |
| Transfers in | 40,000 | - | (40,000) |
| Net change in fund balance | (1,500,691) | (110,306) | 1,390,385 |
| Fund balance at beginning of year | 2,521,394 | 2,521,394 | - |
| Prior year encumbrances appropriated | 169,459 | 169,459 | - |
| Fund balance at end of year | \$ 1,190,162 | \$ 2,580,547 | \$ 1,390,385 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CRIME LAB FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------|---|
| Revenues: | | | |
| Charges for services | \$ 15,000 | \$ 19,447 | \$ 4,447 |
| Net change in fund balance. | 15,000 | 19,447 | 4,447 |
| Fund balance at beginning of year | <u>70,577</u> | <u>70,577</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 85,577</u> | <u>\$ 90,024</u> | <u>\$ 4,447</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COURT COMPUTER FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------|---|
| Revenues: | | | |
| Charges for services | \$ 225,000 | \$ 235,053 | \$ 10,053 |
| Other | - | 243 | 243 |
| Total revenues | 225,000 | 235,296 | 10,296 |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Courts/Clerk - Clerk of Courts Administration:</i> | | | |
| Personal services | 286,095 | 143,906 | 142,189 |
| Materials and supplies | 70,483 | 43,854 | 26,629 |
| Contractual services | 103,603 | 87,651 | 15,952 |
| Capital outlay | 94,360 | 86,660 | 7,700 |
| Other | 7,794 | - | 7,794 |
| <i>Total Courts/Clerk - Clerk of Courts Administration</i> | <i>562,335</i> | <i>362,071</i> | <i>200,264</i> |
| Net change in fund balance | (337,335) | (126,775) | 210,560 |
| Fund balance at beginning of year | 420,430 | 420,430 | - |
| Prior year encumbrances appropriated | 23,487 | 23,487 | - |
| Fund balance at end of year | \$ 106,582 | \$ 317,142 | \$ 210,560 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COURT CAPITAL IMPROVEMENT SPECIAL PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------|---|
| Revenues: | | | |
| Charges for services | \$ 300,000 | \$ 322,106 | \$ 22,106 |
| Other | - | 470 | 470 |
| Total revenues | <u>300,000</u> | <u>322,576</u> | <u>22,576</u> |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Courts/Judge - Judge Administration:</i> | | | |
| Personal services | 37,959 | 37,959 | - |
| Materials and supplies | 28,788 | 23,100 | 5,688 |
| Contractual services | 73,495 | 48,773 | 24,722 |
| Capital outlay | 108,671 | 62,370 | 46,301 |
| Other | 25,125 | 17,430 | 7,695 |
| <i>Total Courts/Judge - Judge Administration</i> | <u>274,038</u> | <u>189,632</u> | <u>84,406</u> |
| Debt service: | | | |
| Principal retirement | 34,238 | 34,238 | - |
| Interest and fiscal charges | 3,762 | 3,762 | - |
| <i>Total debt service</i> | <u>38,000</u> | <u>38,000</u> | <u>-</u> |
| Total expenditures | <u>312,038</u> | <u>227,632</u> | <u>84,406</u> |
| Net change in fund balance | (12,038) | 94,944 | 106,982 |
| Fund balance at beginning of year | 24 | 24 | - |
| Prior year encumbrances appropriated. | 12,014 | 12,014 | - |
| Fund balance at end of year. | <u>\$ -</u> | <u>\$ 106,982</u> | <u>\$ 106,982</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LEGAL RESEARCH FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Charges for services | \$ 50 | \$ 39 | \$ (11) |
| Expenditures: | | | |
| Current: | | | |
| General Government | | | |
| <i>Courts/Judge- Judge Administration:</i> | | | |
| Materials and supplies | 600 | - | 600 |
| Net change in fund balance | (550) | 39 | 589 |
| Fund balance at beginning of year | 703 | 703 | - |
| Fund balance at end of year | \$ 153 | \$ 742 | \$ 589 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURT GPS COST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Fund balance at beginning of year | \$ 11,384 | \$ 11,384 | \$ - |
| Fund balance at end of year. | \$ 11,384 | \$ 11,384 | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 IGNITION INTERLOCK/ALCOHOL MONITORING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------|---|
| Revenues: | | | |
| Charges for services. | \$ 60,000 | \$ 74,892 | \$ 14,892 |
| Expenditures: | | | |
| Current: | | | |
| General Government | | | |
| <i>Courts/Judge- Judge Administration:</i> | | | |
| Contractual services. | 276,250 | 5,000 | 271,250 |
| Excess of revenues over (under) expenditures. | (216,250) | 69,892 | 286,142 |
| Other financing (uses): | | | |
| Transfers out | (43,750) | (43,750) | - |
| Net change in fund balance | (260,000) | 26,142 | 286,142 |
| Fund balance at beginning of year | <u>323,212</u> | <u>323,212</u> | <u>-</u> |
| Fund balance at end of year. | <u>\$ 63,212</u> | <u>\$ 349,354</u> | <u>\$ 286,142</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LAW DEPARTMENT DISPUTE RESOLUTION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-----------------|---|
| Revenues: | | | |
| Charges for services. | \$ 100 | \$ 360 | \$ 260 |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Law Director - Administration:</i> | | | |
| Contractual services. | 400 | 360 | 40 |
| Net change in fund balance | (300) | - | 300 |
| Fund balance at beginning of year | <u>1,039</u> | <u>1,039</u> | <u>-</u> |
| Fund balance at end of year. | <u>\$ 739</u> | <u>\$ 1,039</u> | <u>\$ 300</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SARTA AREA IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|---------------|---|
| Expenditures: | | | |
| Current: | | | |
| Transportation | | | |
| <i>Engineering - Engineering Administration:</i> | | | |
| Capital Outlay | \$ 50,000 | \$ 50,000 | \$ - |
| Net change in fund balance | (50,000) | (50,000) | - |
| Fund balance at beginning of year | <u>50,000</u> | <u>50,000</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARK DEPARTMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------|---|
| Revenues: | | | |
| Property taxes | \$ 2,585,000 | \$ 2,326,882 | \$ (258,118) |
| Charges for services | - | 347 | 347 |
| Intergovernmental | - | 156,035 | 156,035 |
| Operating grants | 128,045 | 170,000 | 41,955 |
| Rental income | 25,395 | 30,032 | 4,637 |
| Contributions and donations | 1,650 | 1,660 | 10 |
| Other | - | 1,835 | 1,835 |
| Total revenues | 2,740,090 | 2,686,791 | (53,299) |
| Expenditures: | | | |
| Current: | | | |
| Leisure time activities: | | | |
| <i>Park Division - Special Parks Funds:</i> | | | |
| Personal services | 1,302,901 | 1,234,834 | 68,067 |
| Materials and supplies | 223,764 | 174,687 | 49,077 |
| Contractual services | 863,620 | 667,007 | 196,613 |
| Capital outlay | 401,700 | 384,915 | 16,785 |
| Other | 53,482 | 40,806 | 12,676 |
| <i>Total Park Division - Special Parks Funds</i> | <i>2,845,467</i> | <i>2,502,249</i> | <i>343,218</i> |
| Excess of revenues over (under) expenditures | (105,377) | 184,542 | 289,919 |
| Other financing sources (uses): | | | |
| Advances in | 1,000,000 | 1,000,000 | - |
| Advances (out) | (1,000,000) | (1,000,000) | - |
| Total other financing sources (uses) | - | - | - |
| Net change in fund balance | (105,377) | 184,542 | 289,919 |
| Fund balance at beginning of year | 133,130 | 133,130 | - |
| Prior year encumbrances appropriated. | 16,852 | 16,852 | - |
| Fund balance at end of year. | \$ 44,605 | \$ 334,524 | \$ 289,919 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 YOUTH DEVELOPMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|-----------------|---|
| Fund balance at beginning of year | \$ 4,470 | \$ 4,470 | \$ - |
| Fund balance at end of year. | <u>\$ 4,470</u> | <u>\$ 4,470</u> | <u>\$ -</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FEDERAL FORFEITURE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-------------------|---|
| Revenues: | | | |
| Fines and forfeitures. | \$ - | \$ 16,251 | \$ 16,251 |
| Investment income. | - | 175 | 175 |
| Other | - | 23,950 | 23,950 |
| Total revenues | <u>-</u> | <u>40,376</u> | <u>40,376</u> |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Personal services | 30,010 | 2,033 | 27,977 |
| Materials and supplies. | 86,777 | 84,176 | 2,601 |
| Contractual services. | 89,362 | 86,686 | 2,676 |
| Capital outlay | 105,413 | 98,081 | 7,332 |
| Other | 46,850 | 40,570 | 6,280 |
| <i>Total Police Administration</i> | <u>358,412</u> | <u>311,546</u> | <u>46,866</u> |
| Net change in fund balance | (358,412) | (271,170) | 87,242 |
| Fund balance at beginning of year | 762,522 | 762,522 | - |
| Prior year encumbrances appropriated. | 58,412 | 58,412 | - |
| Fund balance at end of year. | <u>\$ 462,522</u> | <u>\$ 549,764</u> | <u>\$ 87,242</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ENFORCEMENT AND EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|---|
| Revenues: | | | |
| Fines and forfeitures | \$ 5,500 | \$ 6,255 | \$ 755 |
| Other | - | 21 | 21 |
| Total revenues | 5,500 | 6,276 | 776 |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Other | 1,949 | 1,141 | 808 |
| Net change in fund balance | 3,551 | 5,135 | 1,584 |
| Fund balance at beginning of year | 3,148 | 3,148 | - |
| Prior year encumbrances appropriated | 405 | 405 | - |
| Fund balance at end of year | \$ 7,104 | \$ 8,688 | \$ 1,584 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INDIGENT DRIVER ALCOHOL TREATMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|------------------|---|
| Revenues: | | | |
| Fines and forfeitures | \$ 41,600 | \$ 64,219 | \$ 22,619 |
| Expenditures: | | | |
| Current: | | | |
| General government | | | |
| <i>Courts/Judge - Judge Administration:</i> | | | |
| Contractual services | 93,125 | 73,000 | 20,125 |
| Excess of expenditures over revenues | (51,525) | (8,781) | 42,744 |
| Other financing sources: | | | |
| Transfers in | 43,750 | 43,750 | - |
| Net change in fund balance | (7,775) | 34,969 | 42,744 |
| Fund balance at beginning of year | 8,440 | 8,440 | - |
| Prior year encumbrances appropriated. | 3,125 | 3,125 | - |
| Fund balance at end of year. | \$ 3,790 | \$ 46,534 | \$ 42,744 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------|---|
| Revenues: | | | |
| Fines and forfeitures | \$ 76,000 | \$ 83,018 | \$ 7,018 |
| Other | 500 | 2,477 | 1,977 |
| Total revenues | 76,500 | 85,495 | 8,995 |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Materials and supplies | 24,365 | 23,059 | 1,306 |
| Contractual services. | 19,581 | 15,422 | 4,159 |
| Other | 17,925 | 14,069 | 3,856 |
| <i>Total Police Administration.</i> | <i>61,871</i> | <i>52,550</i> | <i>9,321</i> |
| Net change in fund balance | 14,629 | 32,945 | 18,316 |
| Fund balance at beginning of year | 68,592 | 68,592 | - |
| Prior year encumbrances appropriated. | 6 | 6 | - |
| Fund balance at end of year. | \$ 83,227 | \$ 101,543 | \$ 18,316 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MUNICIPAL PROBATION SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|---|
| Revenues: | | | |
| Charges for services | \$ 252,400 | \$ 339,255 | \$ 86,855 |
| Other | - | 83 | 83 |
| Total revenues | 252,400 | 339,338 | 86,938 |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Courts/Judge - Judge Administration:</i> | | | |
| Personal services | 216,144 | 145,084 | 71,060 |
| Materials and supplies | 22,646 | 20,027 | 2,619 |
| Contractual services | 70,851 | 50,121 | 20,730 |
| Capital outlay | 87,725 | 50,000 | 37,725 |
| Other | 13,240 | 10,323 | 2,917 |
| <i>Total Courts/Judge - Judge Administration.</i> | <i>410,606</i> | <i>275,555</i> | <i>135,051</i> |
| Net change in fund balance | (158,206) | 63,783 | 221,989 |
| Fund balance at beginning of year | 208,234 | 208,234 | - |
| Fund balance at end of year. | \$ 50,028 | \$ 272,017 | \$ 221,989 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MISDEMEANOR COMMUNITY SANCTION GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Operating grants | \$ 170,601 | \$ 170,601 | \$ - |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Courts/Judge - Judge Administration:</i> | | | |
| Personal services | 202,978 | 161,804 | 41,174 |
| Materials and supplies | 2,408 | 1,898 | 510 |
| Contractual services | 5,148 | 325 | 4,823 |
| Capital outlay | 1,901 | 1,901 | - |
| Other | 26,166 | 25,900 | 266 |
| <i>Total Courts/Judge- Judge Administration.</i> | 238,601 | 191,828 | 46,773 |
| Net change in fund balance | (68,000) | (21,227) | 46,773 |
| Fund balance at beginning of year | 69,961 | 69,961 | - |
| Fund balance at end of year. | \$ 1,961 | \$ 48,734 | \$ 46,773 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PRISONER HOUSING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|------------------|---|
| Revenues: | | | |
| Fines and forfeitures | \$ 10,000 | \$ 14,875 | \$ 4,875 |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Courts/Judge - Judge Administration:</i> | | | |
| Contractual services | 12,000 | - | 12,000 |
| Net change in fund balance | (2,000) | 14,875 | 16,875 |
| Fund balance at beginning of year | 11,827 | 11,827 | - |
| Fund balance at end of year | \$ 9,827 | \$ 26,702 | \$ 16,875 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LOCAL LAW ENFORCEMENT BLOCK GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|---|
| Revenues: | | | |
| Capital grants | \$ 38,805 | \$ - | \$ (38,805) |
| Investment income | 14 | 75 | 61 |
| Total revenues | 38,819 | 75 | (38,744) |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Other | 119,920 | 57,807 | 62,113 |
| Net change in fund balance | (81,101) | (57,732) | 23,369 |
| Fund balance at beginning of year. | 62,102 | 62,102 | - |
| Prior year encumbrances appropriated | 19,041 | 19,041 | - |
| Fund balance at end of year | \$ 42 | \$ 23,411 | \$ 23,369 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CANTON POLICE YOUTH CORP FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|--------------------|---|
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Materials and supplies | \$ 8 | \$ - | \$ 8 |
| Fund balance at beginning of year | <u>8</u> | <u>8</u> | <u>-</u> |
| Fund balance at end of year | <u><u>\$ -</u></u> | <u><u>\$ 8</u></u> | <u><u>\$ 8</u></u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CANTON AUXILIARY POLICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Contributions and donations | \$ 675 | \$ 675 | \$ - |
| Other | 375 | 375 | - |
| Total revenues | <u>1,050</u> | <u>1,050</u> | <u>-</u> |
| Expenditures: | | | |
| Current: | | | |
| Security of Persons and Property: | | | |
| <i>Police Administration:</i> | | | |
| Materials and supplies | 186 | 75 | 111 |
| Contractual services. | 587 | 587 | - |
| Other | 413 | 404 | 9 |
| <i>Total Police Administration.</i> | <u>1,186</u> | <u>1,066</u> | <u>120</u> |
| Net change in fund balance. | (136) | (16) | 120 |
| Fund balance at beginning of year | 186 | 186 | - |
| Fund balance at end of year | <u>\$ 50</u> | <u>\$ 170</u> | <u>\$ 120</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 D.A.R.E. PROGRAM FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Materials and supplies. | \$ 5,337 | \$ 5,186 | \$ 151 |
| Other | 329 | 329 | - |
| <i>Total Police Administration</i> | <u>5,666</u> | <u>5,515</u> | <u>151</u> |
| Net change in fund balance | (5,666) | (5,515) | 151 |
| Fund balance at beginning of year | <u>5,666</u> | <u>5,666</u> | <u>-</u> |
| Fund balance at end of year. | <u>\$ -</u> | <u>\$ 151</u> | <u>\$ 151</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SAFE NEIGHBORHOOD HEROES GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------------|---|
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Materials and supplies. | \$ 1,000 | \$ - | \$ 1,000 |
| Net change in fund balance | (1,000) | - | 1,000 |
| Fund balance at beginning of year | <u>1,000</u> | <u>1,000</u> | <u>-</u> |
| Fund balance at end of year. | <u><u>\$ -</u></u> | <u><u>\$ 1,000</u></u> | <u><u>\$ 1,000</u></u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 POLICE GRANTS AND DONATIONS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------|---|
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Materials and supplies | \$ 8,835 | \$ 6,800 | \$ 2,035 |
| Contractual services | 900 | 900 | - |
| <i>Total Police Administration</i> | <u>9,735</u> | <u>7,700</u> | <u>2,035</u> |
| Fund balance at beginning of year | <u>9,735</u> | <u>9,735</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ 2,035</u> | <u>\$ 2,035</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BYRNE MEMORIAL RECOVERY ACT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|-----------------|---|
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Police Administration:</i> | | | |
| Other. | \$ 3,721 | \$ - | \$ 3,721 |
| <i>Federal Stimulus Funding for Police:</i> | | | |
| Other. | 3,721 | - | 3,721 |
| <i>Total Security of persons and property</i> | <u>7,442</u> | <u>-</u> | <u>7,442</u> |
| Total expenditures | <u>7,442</u> | <u>-</u> | <u>7,442</u> |
| Net change in fund balance | (7,442) | - | 7,442 |
| Fund balance at beginning of year | 7,442 | 7,442 | - |
| Fund balance at end of year. | <u>\$ -</u> | <u>\$ 7,442</u> | <u>\$ 7,442</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 2010 LOCAL SOLICITATION BYRNE GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|---------------|---|
| Fund balance at beginning of year | \$ 21 | \$ 21 | \$ - |
| Fund balance at end of year | <u>\$ 21</u> | <u>\$ 21</u> | <u>\$ -</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 POLICE EMS TRAINING AND EQUIPMENT GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------|---|
| Fund balance at beginning of year. | \$ 1,500 | \$ 1,500 | \$ - |
| Fund balance at end of year | <u>\$ 1,500</u> | <u>\$ 1,500</u> | <u>\$ -</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 2013 COPS HIRING PROGRAM FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Operating grants | \$ 169,752 | \$ 169,752 | \$ - |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property | | | |
| <i>Police Administration:</i> | | | |
| Other | 169,752 | 169,752 | - |
| Net change in fund balance | - | - | - |
| Fund balance at beginning of year | - | - | - |
| Fund balance at end of year | \$ - | \$ - | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 2012 COPS HIRING PROGRAM FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Operating grants | \$ 147,033 | \$ 147,033 | \$ - |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property | | | |
| <i>Police Administration:</i> | | | |
| Other | 168,172 | 168,172 | - |
| Net change in fund balance | (21,139) | (21,139) | - |
| Fund balance at beginning of year | 21,139 | 21,139 | - |
| Fund balance at end of year. | \$ - | \$ - | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FIRE GRANTS AND DONATIONS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Fire Administration:</i> | | | |
| Materials and supplies. | \$ 501 | \$ - | \$ 501 |
| Net change in fund balance | (501) | - | 501 |
| Fund balance at beginning of year | 501 | 501 | - |
| Fund balance at end of year. | \$ - | \$ 501 | \$ 501 |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMS TRAINING AND EQUIPMENT GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------|---|
| Revenues: | | | |
| Contributions and donations | \$ - | \$ 648 | \$ 648 |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Fire Administration:</i> | | | |
| Materials and supplies | 6,131 | - | 6,131 |
| Other | 1,090 | - | 1,090 |
| <i>Total Fire Administration.</i> | <u>7,221</u> | <u>-</u> | <u>7,221</u> |
| Net change in fund balance | (7,221) | 648 | 7,869 |
| Fund balance at beginning of year. | 7,131 | 7,131 | - |
| Prior year encumbrances appropriated. | 90 | 90 | - |
| Fund balance at end of year. | <u>\$ -</u> | <u>\$ 7,869</u> | <u>\$ 7,869</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIREFIGHTER ASSISTANCE GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-------------------------|---|
| Revenues: | | | |
| Operating grants | \$ 64,008 | \$ 64,007 | \$ (1) |
| Expenditures: | | | |
| Current: | | | |
| Security of persons and property: | | | |
| <i>Fire Administration:</i> | | | |
| Materials and supplies. | <u>65,137</u> | <u>-</u> | <u>65,137</u> |
| Net change in fund balance | (1,129) | 64,007 | 65,136 |
| Fund balance at beginning of year | <u>1,130</u> | <u>1,130</u> | <u>-</u> |
| Fund balance at end of year. | <u><u>\$ 1</u></u> | <u><u>\$ 65,137</u></u> | <u><u>\$ 65,136</u></u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
VACANT/FORECLOSED REGISTRY FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------|---|
| Revenues: | | | |
| Charges for services | \$ 177,450 | \$ 188,200 | \$ 10,750 |
| Expenditures: | | | |
| Current: | | | |
| Community environment: | | | |
| <i>Community Development Administration:</i> | | | |
| Personal services | 38,000 | 19,909 | 18,091 |
| Materials and supplies | 1,000 | 500 | 500 |
| Capital outlay | 562 | 562 | - |
| Other | 438 | 240 | 198 |
| <i>Total Community Development Administration</i> | 40,000 | 21,211 | 18,789 |
| Net change in fund balance | 137,450 | 166,989 | 29,539 |
| Fund balance at beginning of year | - | - | - |
| Prior year encumbrances appropriated | - | - | - |
| Fund balance at end of year | \$ 137,450 | \$ 166,989 | \$ 29,539 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CLEAN OHIO REVITALIZATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------------|---|
| Revenues: | | | |
| Operating grants | \$ 2,564,979 | \$ 380,227 | \$ (2,184,752) |
| Expenditures: | | | |
| Current: | | | |
| Community environment: | | | |
| <i>Community Development Administration:</i> | | | |
| Capital outlay | 2,589,717 | 2,295,928 | 293,789 |
| Net change in fund balance | (24,738) | (1,915,701) | (1,890,963) |
| Fund balance (deficit) at beginning of year | (1,877,075) | (1,877,075) | - |
| Prior year encumbrances appropriated | 1,901,813 | 1,901,813 | - |
| Fund balance (deficit) at end of year | <u>\$ -</u> | <u>\$ (1,890,963)</u> | <u>\$ (1,890,963)</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CANTON MERCHANDISING FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------|---|
| Revenues: | | | |
| Other | \$ 1,200 | \$ 1,742 | \$ 542 |
| Expenditures: | | | |
| Current: | | | |
| General government: | | | |
| <i>Council Administration:</i> | | | |
| Materials and supplies | 12,500 | 12,500 | - |
| Contractual services | 784 | 276 | 508 |
| <i>Total Council Administration</i> | <u>13,284</u> | <u>12,776</u> | <u>508</u> |
| Net change in fund balance | (12,084) | (11,034) | 1,050 |
| Fund balance at beginning of year | 14,429 | 14,429 | - |
| Prior year encumbrances appropriated. | 284 | 284 | - |
| Fund balance at end of year. | <u>\$ 2,629</u> | <u>\$ 3,679</u> | <u>\$ 1,050</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 EMPLOYEE RECOGNITION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Expenditures: | | | |
| Current: | | | |
| General government | | | |
| <i>Mayor Administration:</i> | | | |
| Contractual services | \$ 143 | \$ - | \$ 143 |
| Net change in fund balance. | (143) | - | 143 |
| Fund balance at beginning of year | 143 | 143 | - |
| Fund balance at end of year | \$ - | \$ 143 | \$ 143 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CITY HALL PLAZA FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Fund balance at beginning of year | \$ 173 | \$ 173 | \$ - |
| Fund balance at end of year | \$ 173 | \$ 173 | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 RECYCLE OHIO GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Fund balance at beginning of year | \$ 7,515 | \$ 7,515 | \$ - |
| Fund balance at end of year. | \$ 7,515 | \$ 7,515 | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GUARDRAIL/ATTENUATOR REPLACEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|---|
| Revenues: | | | |
| Other | \$ 30,635 | \$ 31,250 | \$ 615 |
| Expenditures: | | | |
| Current: | | | |
| Transportation | | | |
| <i>Street Maintenance:</i> | | | |
| Materials and supplies | 5,775 | 5,756 | 19 |
| Capital outlay | 24,225 | 22,300 | 1,925 |
| <i>Total Street Maintenance</i> | <u>30,000</u> | <u>28,056</u> | <u>1,944</u> |
| Net change in fund balance | 635 | 3,194 | 2,559 |
| Fund balance at beginning of year. | 75,678 | 75,678 | - |
| Fund balance at end of year. | <u>\$ 76,313</u> | <u>\$ 78,872</u> | <u>\$ 2,559</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SOUTHEAST COMMUNITY CENTER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------|---|
| Fund balance at beginning of year. | \$ 862 | \$ 862 | \$ - |
| Fund balance at end of year | \$ 862 | \$ 862 | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 THURMAN MUNSON MEMORIAL STADIUM DONATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------|---|
| Fund balance at beginning of year. | \$ 1,566 | \$ 1,566 | \$ - |
| Fund balance at end of year | \$ 1,566 | \$ 1,566 | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CLERK OF COURTS ADMINISTRATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|-----------------|---|
| Fund balance at beginning of year | \$ 1,229 | \$ 1,229 | \$ - |
| Fund balance at end of year. | <u>\$ 1,229</u> | <u>\$ 1,229</u> | <u>\$ -</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR DEBT SERVICE FUNDS
 DECEMBER 31, 2014

| | General Obligation Bond Retirement | Special Assessment Bond Retirement | Total Nonmajor Debt Service Funds |
|--|--|--|---|
| Assets: | | | |
| Equity in pooled cash and cash equivalents. | \$ 18,238 | \$ - | \$ 18,238 |
| Cash with fiscal agent. | 3,019 | - | 3,019 |
| Receivables: | | | |
| Accounts | - | 5,599 | 5,599 |
| Total assets. | \$ 21,257 | \$ 5,599 | \$ 26,856 |
| Deferred inflows of resources: | | | |
| Charges for services revenue not available | \$ - | \$ 5,599 | \$ 5,599 |
| Total deferred inflows of resources. | - | 5,599 | 5,599 |
| Fund balances: | | | |
| Restricted | 21,257 | - | 21,257 |
| Total fund balances | 21,257 | - | 21,257 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 21,257 | \$ 5,599 | \$ 26,856 |

CITY OF CANTON
STARK COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>General Obligation Bond Retirement</u> | <u>Special Assessment Bond Retirement</u> | <u>Total Non Major Debt Service</u> |
|--|---|---|---|
| Revenues: | | | |
| Interest and investment income | \$ 7,074 | \$ - | \$ 7,074 |
| Net change in fund balances | 7,074 | - | 7,074 |
| Fund balances at beginning of year. | <u>14,183</u> | <u>-</u> | <u>14,183</u> |
| Fund balances at end of year | <u>\$ 21,257</u> | <u>\$ -</u> | <u>\$ 21,257</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL OBLIGATION BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|------------------|---|
| Revenues: | | | |
| Interest and investment income | \$ - | \$ 7,074 | \$ 7,074 |
| Net change in fund balance. | - | 7,074 | 7,074 |
| Fund balance at beginning of year | <u>11,164</u> | <u>11,164</u> | <u>-</u> |
| Fund balance at end of year. | <u>\$ 11,164</u> | <u>\$ 18,238</u> | <u>\$ 7,074</u> |

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CITY OF CANTON
STARK COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2014

| | 2006 City Infrastructure Bond | 2006 Recreational Bond | 2006 Construction/ Reconstruction Bond | 2006 Judges Facilities/ City Hall Renovation Bond |
|---|--|---------------------------------------|---|--|
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 647,556 | \$ 410,879 | \$ 268,523 | \$ 1,744 |
| Receivables: | | | | |
| Accrued interest | 62 | 47 | 25 | - |
| Due from other governments | - | - | - | - |
| Total assets | <u>\$ 647,618</u> | <u>\$ 410,926</u> | <u>\$ 268,548</u> | <u>\$ 1,744</u> |
| Liabilities: | | | | |
| Accounts payable | \$ 25,589 | \$ - | \$ - | \$ - |
| Retainage payable. | - | - | - | - |
| Total liabilities | <u>25,589</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balances: | | | | |
| Restricted | 622,029 | 410,926 | 268,548 | 1,744 |
| Unassigned (deficit). | - | - | - | - |
| Total fund balances (deficit) | <u>622,029</u> | <u>410,926</u> | <u>268,548</u> | <u>1,744</u> |
| Total liabilities, deferred inflows of resources, and fund balances. | <u>\$ 647,618</u> | <u>\$ 410,926</u> | <u>\$ 268,548</u> | <u>\$ 1,744</u> |

| 12th St. N Corridor Project | 55th St. NE Storm Sewer Project | Mahoning Rd. Corridor Project | Walnut/Cherry Avenue Project | 11th St. NW Improvement Project | Railroad Crossing/ Traffic Signal Upgrade |
|--|--|--|---|--|--|
| \$ 1,941 | \$ - | \$ 73,533 | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 1,491,185 | - | 156,293 | 368,549 | 62 | 149,133 |
| <u>\$ 1,493,126</u> | <u>\$ -</u> | <u>\$ 229,826</u> | <u>\$ 368,549</u> | <u>\$ 62</u> | <u>\$ 149,133</u> |
| \$ 1,502,724 | \$ - | \$ 153,466 | \$ 368,549 | \$ 62 | \$ 99,616 |
| 88,356 | - | 11,695 | - | - | - |
| 1,591,080 | - | 165,161 | 368,549 | 62 | 99,616 |
| - | - | 64,665 | - | - | 49,517 |
| (97,954) | - | - | - | - | - |
| (97,954) | - | 64,665 | - | - | 49,517 |
| <u>\$ 1,493,126</u> | <u>\$ -</u> | <u>\$ 229,826</u> | <u>\$ 368,549</u> | <u>\$ 62</u> | <u>\$ 149,133</u> |

- - continued

CITY OF CANTON
STARK COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2014

| | <u>37th St. NW Water Main Replacement</u> | <u>SIB Loan 12th St. N Corridor Project</u> | <u>Totals Nonmajor Capital Projects Funds</u> |
|---|---|---|---|
| Assets: | | | |
| Equity in pooled cash and cash equivalents. | \$ - | \$ - | \$ 1,404,176 |
| Receivables: | | | |
| Accrued interest | - | - | 134 |
| Due from other governments | <u>22,997</u> | <u>34,595</u> | <u>2,222,814</u> |
| Total assets | <u>\$ 22,997</u> | <u>\$ 34,595</u> | <u>\$ 3,627,124</u> |
| Liabilities: | | | |
| Accounts payable | \$ 22,997 | \$ 34,595 | \$ 2,207,598 |
| Retainage payable. | <u>-</u> | <u>-</u> | <u>100,051</u> |
| Total liabilities | <u>22,997</u> | <u>34,595</u> | <u>2,307,649</u> |
| Fund balances: | | | |
| Restricted | - | - | 1,417,429 |
| Unassigned (deficit). | <u>-</u> | <u>-</u> | <u>(97,954)</u> |
| Total fund balances (deficit) | <u>-</u> | <u>-</u> | <u>1,319,475</u> |
| Total liabilities, deferred inflows of resources, and fund balances. | <u>\$ 22,997</u> | <u>\$ 34,595</u> | <u>\$ 3,627,124</u> |

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CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | 2006 City Infrastructure Bond | 2006 Recreational Bond | 2006 Construction/ Reconstruction Bond | 2006 Judges Facilities/ City Hall Renovation Bond |
|--|--|---------------------------------------|---|--|
| Revenues: | | | | |
| Interest and investment income | \$ 800 | \$ 564 | \$ 321 | \$ - |
| Capital grants | - | - | - | - |
| Other | - | - | - | - |
| Total revenues | <u>800</u> | <u>564</u> | <u>321</u> | <u>-</u> |
| Expenditures: | | | | |
| Capital outlay | 223,693 | 115,960 | 1 | - |
| Total expenditures | <u>223,693</u> | <u>115,960</u> | <u>1</u> | <u>-</u> |
| Excess (deficiency) of revenues over (under) expenditures | <u>(222,893)</u> | <u>(115,396)</u> | <u>320</u> | <u>-</u> |
| Other financing sources: | | | | |
| Issuance of loans | - | - | - | - |
| Total other financing sources | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | (222,893) | (115,396) | 320 | - |
| Fund balances at beginning of year | <u>844,922</u> | <u>526,322</u> | <u>268,228</u> | <u>1,744</u> |
| Fund balances (deficit) at end of year | <u>\$ 622,029</u> | <u>\$ 410,926</u> | <u>\$ 268,548</u> | <u>\$ 1,744</u> |

| 12th St. N Corridor Project | 55th St. NE Storm Sewer Project | Mahoning Rd. Corridor Project | Walnut/Cherry Avenue Project | 11th St. NW Improvement Project | 41st St. NW Roadway Reconstruction Project |
|--|--|--|---|--|---|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2,556,735 | 482,000 | 539,808 | 544,605 | 62 | 339,301 |
| 1,134 | - | 8 | - | - | - |
| <u>2,557,869</u> | <u>482,000</u> | <u>539,816</u> | <u>544,605</u> | <u>62</u> | <u>339,301</u> |
| 2,655,823 | 895,000 | 513,651 | 457,077 | 62 | 339,301 |
| <u>2,655,823</u> | <u>895,000</u> | <u>513,651</u> | <u>457,077</u> | <u>62</u> | <u>339,301</u> |
| (97,954) | (413,000) | 26,165 | 87,528 | - | - |
| - | 413,000 | - | - | - | - |
| - | 413,000 | - | - | - | - |
| (97,954) | - | 26,165 | 87,528 | - | - |
| - | - | 38,500 | (87,528) | - | - |
| <u>\$ (97,954)</u> | <u>\$ -</u> | <u>\$ 64,665</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

- - continued

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDING DECEMBER 31, 2014

| | <u>Railroad Crossing/ Traffic Signal Upgrade</u> | <u>Harrisburg Rd. Resurfacing Project</u> | <u>37th St. NW Water Main Replacement</u> | <u>SIB Loan 12th St. N Cooridor Project</u> |
|---|--|---|---|---|
| Revenues: | | | | |
| Interest and investment income | \$ - | \$ - | \$ - | \$ - |
| Capital grants | 149,133 | 113,451 | 51,297 | - |
| Other | - | - | - | - |
| Total revenues | <u>149,133</u> | <u>113,451</u> | <u>51,297</u> | <u>-</u> |
| Expenditures: | | | | |
| Capital outlay | <u>99,616</u> | <u>113,451</u> | <u>51,297</u> | <u>42,595</u> |
| Total expenditures | <u>99,616</u> | <u>113,451</u> | <u>51,297</u> | <u>42,595</u> |
| Excess of revenues over (under) expenditures | <u>49,517</u> | <u>-</u> | <u>-</u> | <u>(42,595)</u> |
| Other financing sources: | | | | |
| Issuance of loans | <u>-</u> | <u>-</u> | <u>-</u> | <u>42,595</u> |
| Total other financing sources | <u>-</u> | <u>-</u> | <u>-</u> | <u>42,595</u> |
| Net change in fund balances | 49,517 | - | - | - |
| Fund balances at beginning of year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balances (deficit) at end of year | <u>\$ 49,517</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

| <u>32nd St./ Overbrook Ct. NW Storm Sewer Replacement</u> | <u>Total Major Capital Projects Funds</u> |
|---|---|
| \$ - | \$ 1,685 |
| 69,536 | 4,845,928 |
| <u>-</u> | <u>1,142</u> |
| <u>69,536</u> | <u>4,848,755</u> |
| <u>69,536</u> | <u>5,577,063</u> |
| <u>69,536</u> | <u>5,577,063</u> |
| <u>-</u> | <u>(728,308)</u> |
| <u>-</u> | <u>455,595</u> |
| <u>-</u> | <u>455,595</u> |
| <u>-</u> | <u>(272,713)</u> |
| <u>-</u> | <u>1,592,188</u> |
| <u>\$ -</u> | <u>\$ 1,319,475</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
2006 CITY INFRASTRUCTURE BOND FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|---|
| Revenues: | | | |
| Capital grants | \$ 396,258 | \$ - | \$ (396,258) |
| Interest and investment income | 100 | 800 | 700 |
| Total revenues | 396,358 | 800 | (395,558) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Service Director Administration | 13,200 | - | 13,200 |
| Engineering Administration | 928,211 | 538,371 | 389,840 |
| Engineering - 41st St. NW Storm Sewer Project | 9,656 | 9,656 | - |
| Engineering - 55th St. NE Storm Sewer Project | 38,736 | 38,736 | - |
| Engineering - Ford Project | 83,672 | 83,672 | - |
| Engineering - Mahoning Rd. Corridor Project | 177,625 | 177,625 | - |
| <i>Total Service Director</i> | <i>1,251,100</i> | <i>848,060</i> | <i>403,040</i> |
| Net change in fund balance | (854,742) | (847,260) | 7,482 |
| Fund balance at beginning of year | 54,277 | 54,277 | - |
| Prior year encumbrances appropriated | 800,465 | 800,465 | - |
| Fund balance at end of year | \$ - | \$ 7,482 | \$ 7,482 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 2006 RECREATIONAL BOND FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-------------------|---|
| Revenues: | | | |
| Interest and investment income | \$ 20 | \$ 524 | \$ 504 |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Community Development:</i> | | | |
| Community development - Administration. | 400,000 | 327,040 | 72,960 |
| Net change in fund balance. | (399,980) | (326,516) | 73,464 |
| Fund balance at beginning of year | <u>526,315</u> | <u>526,315</u> | <u>-</u> |
| Fund balance at end of year. | <u>\$ 126,335</u> | <u>\$ 199,799</u> | <u>\$ 73,464</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 2006 CONSTRUCTION/RECONSTRUCTION BOND FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------|---|
| Revenues: | | | |
| Interest and investment income | \$ 80 | \$ 320 | \$ 240 |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Service Director Administration | 260,520 | 42,606 | 217,914 |
| Net change in fund balance. | (260,440) | (42,286) | 218,154 |
| Fund balance at beginning of year | 266,539 | 266,539 | - |
| Prior year encumbrances appropriated | 30,520 | 30,520 | - |
| Fund balance at end of year. | \$ 36,619 | \$ 254,773 | \$ 218,154 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 2006 JUDGES FACILITIES/CITY HALL RENOVATION BOND FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Fund balance at beginning of year | \$ 1,744 | \$ 1,744 | \$ - |
| Fund balance at end of year | \$ 1,744 | \$ 1,744 | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
12TH ST. N CORRIDOR PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-----------------------|---|
| Revenues: | | | |
| Capital grants | \$ 17,936,605 | \$ 962,318 | \$(16,974,287) |
| Other | - | 1,134 | 1,134 |
| Total revenues | 17,936,605 | 963,452 | (16,973,153) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Engineering:</i> | | | |
| Engineering - 12th St. N Corridor Project | 17,936,605 | 16,476,481 | 1,460,124 |
| Net change in fund balance | - | (15,513,029) | (15,513,029) |
| Fund balance (deficit) at beginning of year | (249,117) | (249,117) | - |
| Prior year encumbrances appropriated | 249,117 | 249,117 | - |
| Fund balance (deficit) at end of year | \$ - | \$(15,513,029) | \$(15,513,029) |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 55TH ST. NE STORM SEWER PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Capital grants | \$ 482,000 | \$ 482,000 | \$ - |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - 55th St. NE Storm Sewer Project | 895,000 | 895,000 | - |
| Excess of expenditures over revenues | (413,000) | (413,000) | - |
| Other financing sources: | | | |
| Issuance of loans | 413,000 | 413,000 | - |
| Net change in fund balance | - | - | - |
| Fund balance (deficit) at beginning of year | (895,000) | (895,000) | - |
| Prior year encumbrances appropriated | 895,000 | 895,000 | - |
| Fund balance at end of year | \$ - | \$ - | \$ - |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MAHONING RD. CORRIDOR PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------------|---|
| Revenues: | | | |
| Capital grants | \$ 9,179,732 | \$ 461,048 | \$ (8,718,684) |
| Other | - | 8 | 8 |
| Total revenues | 9,179,732 | 461,056 | (8,718,676) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - Mahoning Rd. Corridor Project | 10,002,968 | 8,495,020 | 1,507,948 |
| Excess of expenditures over revenues | (823,236) | (8,033,964) | (7,210,728) |
| Other financing sources: | | | |
| Issuance of loans | 900,000 | - | (900,000) |
| Net change in fund balance | 76,764 | (8,033,964) | (8,110,728) |
| Fund balance (deficit) at beginning of year. | (751,318) | (751,318) | - |
| Prior year encumbrances appropriated. | 751,318 | 751,318 | - |
| Fund balance (deficit) at end of year | \$ 76,764 | \$ (8,033,964) | \$ (8,110,728) |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WALNUT/CHERRY AVENUE PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|--|-------------------------|----------------------------|---|
| Revenues: | | | |
| Capital grants | \$ 625,853 | \$ 257,304 | \$ (368,549) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - Walnut/Cherry Avenue Project | 625,853 | 625,853 | - |
| Net change in fund balance | - | (368,549) | (368,549) |
| Fund balance (deficit) at beginning of year | (625,853) | (625,853) | - |
| Prior year encumbrances appropriated | 625,853 | 625,853 | - |
| Fund balance (deficit) at end of year | <u>\$ -</u> | <u>\$ (368,549)</u> | <u>\$ (368,549)</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 11TH ST. NW IMPROVEMENT PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Capital grants | \$ 207,141 | \$ 56,332 | \$ (150,809) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - 11th St. Improvement Project | 207,141 | 207,140 | 1 |
| Net change in fund balance | - | (150,808) | (150,808) |
| Fund balance (deficit) at beginning of year | (207,141) | (207,141) | - |
| Prior year encumbrances appropriated | 207,141 | 207,141 | - |
| Fund balance (deficit) at end of year | \$ - | \$ (150,808) | \$ (150,808) |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 41ST ST. NW ROADWAY RECONSTRUCTION PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|--------------------|---|
| Revenues: | | | |
| Capital grants | \$ 452,252 | \$ 339,301 | \$ (112,951) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - 41th St. NW Roadway Reconstruction Project | 393,568 | 393,569 | (1) |
| Net change in fund balance | 58,684 | (54,268) | (112,952) |
| Fund balance (deficit) at beginning of year | (393,568) | (393,568) | - |
| Prior year encumbrances appropriated | 393,568 | 393,568 | - |
| Fund balance (deficit) at end of year | <u>\$ 58,684</u> | <u>\$ (54,268)</u> | <u>\$ (112,952)</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 RAILROAD CROSSING/TRAFFIC SIGNAL UPGRADE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------------|---|
| Revenues: | | | |
| Capital grants | \$ 200,000 | \$ - | \$ (200,000) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - Railroad Crossing/Traffic Signal Upgrade | 200,000 | 177,966 | 22,034 |
| Net change in fund balance | - | (177,966) | (177,966) |
| Fund balance at beginning of year | - | - | - |
| Fund balance (deficit) at end of year | \$ - | \$ (177,966) | \$ (177,966) |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HARRISBURG RD. RESURFACING PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------|---|
| Revenues: | | | |
| Capital grants | \$ 150,000 | \$ 113,451 | \$ (36,549) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - Harrisburg Rd. Resurfacing Project | 150,000 | 150,000 | - |
| Net change in fund balance | - | (36,549) | (36,549) |
| Fund balance (deficit) at beginning of year | (150,000) | (150,000) | - |
| Prior year encumbrances appropriated | 150,000 | 150,000 | - |
| Fund balance (deficit) at end of year | \$ - | \$ (36,549) | \$ (36,549) |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
37TH ST. NW WATER MAIN REPLACEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------------|---|
| Revenues: | | | |
| Capital grants | \$ 255,000 | \$ 28,300 | \$ (226,700) |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Water:</i> | | | |
| 37th St. NW Water Main Replacement | 510,000 | 384,565 | 125,435 |
| Excess of expenditures over revenues | (255,000) | (356,265) | (101,265) |
| Other financing sources: | | | |
| Issuance of loans | 255,000 | - | (255,000) |
| Net change in fund balance | - | (356,265) | (356,265) |
| Fund balance at beginning of year | - | - | - |
| Fund balance (deficit) at end of year | \$ - | \$ (356,265) | \$ (356,265) |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SIB LOAN 12TH ST. N CORRIDOR PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|--|-------------------------|-----------------------|---|
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - 12th St. N Corridor Project | \$ 2,308,000 | \$ 1,871,733 | \$ 436,267 |
| Excess of expenditures over revenues | (2,308,000) | (1,871,733) | 436,267 |
| Other financing sources: | | | |
| Issuance of loans | 2,308,000 | - | (2,308,000) |
| Net change in fund balance | - | (1,871,733) | (1,871,733) |
| Fund balance at beginning of year | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balance (deficit) at end of year | <u>\$ -</u> | <u>\$ (1,871,733)</u> | <u>\$ (1,871,733)</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 32ND ST./OVERBROOK CT. NW STORM SEWER REPLACEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---|-------------------------|--------------------|---|
| Revenues: | | | |
| Capital grants | \$ 69,536 | \$ 69,536 | \$ - |
| Expenditures: | | | |
| Capital outlay: | | | |
| <i>Service Director:</i> | | | |
| Engineering - 32nd St./Overbrook Ct. NW Storm Sewer Replacement | 69,536 | 69,536 | - |
| Net change in fund balance | - | - | - |
| Fund balance at beginning of year | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balance at end of year | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

**CITY OF CANTON
STARK COUNTY, OHIO**

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.

Water Operating Fund

The water operating enterprise fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City, and surrounding communities.

Sewer Operating Fund

The sewer operating enterprise fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City, and several surrounding communities.

Refuse Operating Fund

The refuse operating enterprise fund accounts for the provision of trash collection to the residents and commercial users located in the City.

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WATER OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------------|---|
| Revenues: | | | |
| Charges for services | \$ 15,074,620 | \$ 15,736,960 | \$ 662,340 |
| Rental income | 44,900 | 76,165 | 31,265 |
| Capital grants | 936,403 | 537,050 | (399,353) |
| Other | 700 | 14,633 | 13,933 |
| Total revenues. | 16,056,623 | 16,364,808 | 308,185 |
| Expenses: | | | |
| Personal services | 6,799,474 | 6,455,263 | 344,211 |
| Materials and supplies | 6,092,334 | 5,725,866 | 366,468 |
| Contractual services | 4,602,763 | 3,933,904 | 668,859 |
| Capital outlay | 8,558,186 | 7,745,289 | 812,897 |
| Claims | 45,000 | 8,611 | 36,389 |
| Other | 118,614 | 50,791 | 67,823 |
| Debt service: | | | |
| Principal retirement | 2,126,431 | 2,048,906 | 77,525 |
| Interest and fiscal charges | 897,779 | 786,196 | 111,583 |
| Total expenses. | 29,240,581 | 26,754,826 | 2,485,755 |
| Excess of expenses over revenues | (13,183,958) | (10,390,018) | 2,793,940 |
| Nonoperating revenues (expenses): | | | |
| Sale of assets | - | 8,317 | 8,317 |
| Transfer in | 257,894 | 248,961 | (8,933) |
| Transfer (out) | (323,172) | (291,661) | 31,511 |
| Issuance of loans | 13,849,389 | 1,568,012 | (12,281,377) |
| Total nonoperating revenues (expenses) | 13,784,111 | 1,533,629 | (12,250,482) |
| Net change in fund balance | 600,153 | (8,856,389) | (9,456,542) |
| Fund balance at beginning of year | 9,693,258 | 9,693,258 | - |
| Prior year encumbrances appropriated. | 1,271,976 | 1,271,976 | - |
| Fund balance at end of year | \$ 11,565,387 | \$ 2,108,845 | \$ (9,456,542) |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SEWER OPERATING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------------|-----------------------|---|
| Revenues: | | | |
| Charges for services | \$ 13,707,000 | \$ 13,441,033 | \$ (265,967) |
| Capital grants | 76,667 | 63,352 | (13,315) |
| Rental income | - | 500 | 500 |
| Other | 433,299 | 556,226 | 122,927 |
| Total revenues | 14,216,966 | 14,061,111 | (155,855) |
| Expenses: | | | |
| Personal services | 5,645,179 | 5,122,991 | 522,188 |
| Materials and supplies | 1,280,637 | 883,088 | 397,549 |
| Contractual services | 7,260,556 | 6,501,021 | 759,535 |
| Capital outlay | 85,282,968 | 77,395,879 | 7,887,089 |
| Claims | 16,736 | 11,646 | 5,090 |
| Other | 274,336 | 186,659 | 87,677 |
| Debt service: | | | |
| Principal retirement | 1,171,156 | 1,097,356 | 73,800 |
| Interest and fiscal charges | 270,114 | 170,114 | 100,000 |
| Total expenses | 101,201,682 | 91,368,754 | 9,832,928 |
| Excess of expenses over revenues | (86,984,716) | (77,307,643) | 9,677,073 |
| Nonoperating revenues (expenses): | | | |
| Sale of assets | - | 21,805 | 21,805 |
| Transfer in | 660,936 | 1,660,936 | 1,000,000 |
| Transfer (out) | (1,694,236) | (1,694,236) | - |
| Advance in | - | 500,000 | 500,000 |
| Advance (out) | (500,000) | (500,000) | - |
| Issuance of loans | 79,116,351 | 8,811,951 | (70,304,400) |
| Total nonoperating revenues (expenses) | 77,583,051 | 8,800,456 | (68,782,595) |
| Net change in fund balance | (9,401,665) | (68,507,187) | (59,105,522) |
| Fund balance (deficit) at beginning of year | (12,058,056) | (12,058,056) | - |
| Prior year encumbrances appropriated | 30,100,218 | 30,100,218 | - |
| Fund balance (deficit) at end of year | \$ 8,640,497 | \$(50,465,025) | \$(59,105,522) |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
REFUSE OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------------|---------------------|---|
| Revenues: | | | |
| Charges for services | \$ 5,970,000 | \$ 5,968,445 | \$ (1,555) |
| Operating grants | - | 71,598 | 71,598 |
| Other | - | 571 | 571 |
| Total revenues | 5,970,000 | 6,040,614 | 70,614 |
| Expenses: | | | |
| Personal services | 4,040,285 | 3,711,582 | 328,703 |
| Materials and supplies | 372,551 | 360,693 | 11,858 |
| Contractual services | 1,996,924 | 1,923,644 | 73,280 |
| Capital outlay | 864,696 | 838,956 | 25,740 |
| Claims | 6,175 | 644 | 5,531 |
| Other | 32,249 | 21,059 | 11,190 |
| Total expenses | 7,312,880 | 6,856,578 | 456,302 |
| Excess of expenses over revenues | (1,342,880) | (815,964) | 526,916 |
| Nonoperating revenues (expenses): | | | |
| Sale of assets | - | 6,570 | 6,570 |
| Transfer (out) | (50,000) | (50,000) | - |
| Total nonoperating revenues (expenses) | (50,000) | (43,430) | 6,570 |
| Net change in fund balance | (1,392,880) | (859,394) | 533,486 |
| Fund balance at beginning of year | 1,848,285 | 1,848,285 | - |
| Prior year encumbrances appropriated | 218,955 | 218,955 | - |
| Fund balance at end of year | \$ 674,360 | \$ 1,207,846 | \$ 533,486 |

**CITY OF CANTON
STARK COUNTY, OHIO**

Internal Service Funds

Internal Service Funds are established to 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.

Workers' Compensation Retrospective Fund

To account for the charges to the operating funds on a percentage of payroll basis and the payment of premiums and claims under the retrospective rating plan as provided by the Ohio Bureau of Workers' Compensation.

Health Insurance Fund

To account for charges to the operating funds on a per employee basis for the health and hospitalization self insurance, eye and dental insurance and for payments to AFSCME for the unions' administered employees' eye and dental premiums. This fund also pays the salaries and fringe benefits of the employees responsible for administering and processing claims.

Compensated Absences Claim Fund

To account for charges to the operating funds on a per employee basis for the claims associated with and mandated by local and state fringe benefit provisions including accumulated sick time, continuing disability, banked vacation, and termination pay.

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2014

| | <u>Workers'</u> <u>Compensation</u> | <u>Health</u> <u>Insurance</u> | <u>Compensated</u> <u>Absences</u> <u>Claim</u> | <u>Total</u> <u>Nonmajor</u> <u>Internal</u> <u>Service</u> |
|---|--|-----------------------------------|---|--|
| Assets: | | | | |
| Current assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 3,125,645 | \$ 671,868 | \$ 1,526,961 | \$ 5,324,474 |
| Receivables: | | | | |
| Accounts. | - | 109,748 | - | 109,748 |
| Due from other funds. | - | - | 185,982 | 185,982 |
| Total assets. | <u>3,125,645</u> | <u>781,616</u> | <u>1,712,943</u> | <u>5,620,204</u> |
| Liabilities: | | | | |
| Current liabilities: | | | | |
| Accounts payable. | 4,010 | 155,943 | - | 159,953 |
| Accrued wages and benefits payable | 2,787 | 2,963 | 119,572 | 125,322 |
| Due to other governments | 430 | 458 | 18,474 | 19,362 |
| Compensated absences payable | - | - | 1,750,338 | 1,750,338 |
| Claims payable. | 1,377,226 | 1,927,789 | - | 3,305,015 |
| Total current liabilities. | <u>1,384,453</u> | <u>2,087,153</u> | <u>1,888,384</u> | <u>5,359,990</u> |
| Non-current liabilities: | | | | |
| Compensated absences payable | - | - | 5,711,239 | 5,711,239 |
| Claims payable | 1,207,095 | - | - | 1,207,095 |
| Total non-current liabilities | <u>1,207,095</u> | <u>-</u> | <u>5,711,239</u> | <u>6,918,334</u> |
| Total liabilities | <u>2,591,548</u> | <u>2,087,153</u> | <u>7,599,623</u> | <u>12,278,324</u> |
| Net position: | | | | |
| Unrestricted (deficit) | 534,097 | (1,305,537) | (5,886,680) | (6,658,120) |
| Total net position (deficit). | <u>\$ 534,097</u> | <u>\$ (1,305,537)</u> | <u>\$ (5,886,680)</u> | <u>\$ (6,658,120)</u> |

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF REVENUES,
EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Workers' Compensation | Health Insurance | Compensated Absences Claim | Total Nonmajor Internal Service |
|--|----------------------------------|-----------------------------|---|--|
| Operating revenues: | | | | |
| Charges for services | \$ 1,405,243 | \$ 10,306,148 | \$ 3,439,680 | \$ 15,151,071 |
| Other | 687,375 | 155,520 | - | 842,895 |
| Total operating revenues. | <u>2,092,618</u> | <u>10,461,668</u> | <u>3,439,680</u> | <u>15,993,966</u> |
| Operating expenses: | | | | |
| Personal services. | 77,941 | 84,856 | 365,966 | 528,763 |
| Contract services. | 49,006 | 1,130,091 | 2,000 | 1,181,097 |
| Materials and supplies | 171 | 5,305 | - | 5,476 |
| Benefit claims and expenses | - | - | 3,198,756 | 3,198,756 |
| Insurance claims and expenses. | 1,614,125 | 9,705,963 | - | 11,320,088 |
| Total operating expenses. | <u>1,741,243</u> | <u>10,926,215</u> | <u>3,566,722</u> | <u>16,234,180</u> |
| Operating income (loss) / change in net position | 351,375 | (464,547) | (127,042) | (240,214) |
| Net position (deficit) at beginning of year | <u>182,722</u> | <u>(840,990)</u> | <u>(5,759,638)</u> | <u>(6,417,906)</u> |
| Net position (deficit) at end of year | <u>\$ 534,097</u> | <u>\$ (1,305,537)</u> | <u>\$ (5,886,680)</u> | <u>\$ (6,658,120)</u> |

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Workers'</u> <u>Compensation</u> | <u>Health</u> <u>Insurance</u> | <u>Compensated</u> <u>Absences</u> <u>Claim</u> | <u>Total</u> <u>Nonmajor</u> <u>Internal</u> <u>Service</u> |
|---|--|-----------------------------------|---|--|
| Cash flows from operating activities: | | | | |
| Cash received from charges for services. | \$ 1,405,243 | \$ 10,306,148 | \$ 3,439,680 | \$ 15,151,071 |
| Cash received from other operations. | 693,531 | 207,871 | - | 901,402 |
| Cash payments for personal services. | (77,467) | (84,305) | (388,944) | (550,716) |
| Cash payments for contractual services | (48,683) | (974,902) | (2,000) | (1,025,585) |
| Cash payments for materials and supplies | (171) | (5,305) | - | (5,476) |
| Cash payments for insurance claims | (1,360,089) | (9,293,536) | - | (10,653,625) |
| Cash payments for benefits claims | - | - | (2,995,451) | (2,995,451) |
| Net cash provided by operating activities and net increase in cash and cash equivalents. | 612,364 | 155,971 | 53,285 | 821,620 |
| Cash and cash equivalents at beginning of year. . . . | 2,513,281 | 515,897 | 1,473,676 | 4,502,854 |
| Cash and cash equivalents at end of year | <u>\$ 3,125,645</u> | <u>\$ 671,868</u> | <u>\$ 1,526,961</u> | <u>\$ 5,324,474</u> |
| Reconciliation of operating income (loss) to net cash provided by operating activities: | | | | |
| Operating income (loss) | \$ 351,375 | \$ (464,547) | \$ (127,042) | \$ (240,214) |
| Changes in assets and liabilities: | | | | |
| Decrease in accounts receivable | - | 52,351 | - | 52,351 |
| Increase in due from other funds | - | - | (56,198) | (56,198) |
| Decrease in due from other governments | 6,156 | - | - | 6,156 |
| (Decrease) in accounts payable | (44) | (281,449) | - | (281,493) |
| Increase in accrued wages and benefits payable | 411 | 477 | 28,775 | 29,663 |
| Increase (decrease) in due to other governments | (765,688) | 74 | 4,445 | (761,169) |
| Increase in compensated absences payable | - | - | 203,305 | 203,305 |
| Increase in claims payable | 1,020,154 | 849,065 | - | 1,869,219 |
| Net cash provided by operating activities | <u>\$ 612,364</u> | <u>\$ 155,971</u> | <u>\$ 53,285</u> | <u>\$ 821,620</u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WORKERS' COMPENSATION RETROSPECTIVE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Over (Under) |
|---|----------------------------|----------------------------|--|
| Revenues: | | | |
| Charges for services | \$ 1,340,000 | \$ 1,405,243 | \$ 65,243 |
| Other | - | 693,531 | 693,531 |
| Total revenues | <u>1,340,000</u> | <u>2,098,774</u> | <u>758,774</u> |
| Expenses: | | | |
| Personal services | 82,004 | 77,467 | 4,537 |
| Materials and supplies | 2,850 | 430 | 2,420 |
| Contractual services | 185,446 | 97,110 | 88,336 |
| Insurance claims and expenses | 1,900,000 | 1,360,089 | 539,911 |
| Other | 3,280 | 400 | 2,880 |
| Total expenses | <u>2,173,580</u> | <u>1,535,496</u> | <u>638,084</u> |
| Net change in fund balance | (833,580) | 563,278 | 1,396,858 |
| Fund balance at beginning of year | 2,483,705 | 2,483,705 | - |
| Prior year encumbrances appropriated | 29,576 | 29,576 | - |
| Fund balance at end of year | <u><u>\$ 1,679,701</u></u> | <u><u>\$ 3,076,559</u></u> | <u><u>\$ 1,396,858</u></u> |

CITY OF CANTON
STARK COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HEALTH INSURANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

| | Final Budget | Actual | Variance with Final Budget Over (Under) |
|---|-------------------------|-------------------|--|
| Revenues: | | | |
| Charges for services | \$ 9,515,000 | \$ 10,306,148 | \$ 791,148 |
| Other | 500,000 | 207,871 | (292,129) |
| Total revenues | 10,015,000 | 10,514,019 | 499,019 |
| Expenses: | | | |
| Personal services | 87,084 | 84,305 | 2,779 |
| Materials and supplies | 6,012 | 5,395 | 617 |
| Contractual services | 1,022,091 | 979,715 | 42,376 |
| Insurance claims and expenses | 9,415,088 | 9,374,899 | 40,189 |
| Other | 500 | - | 500 |
| Total expenses | 10,530,775 | 10,444,314 | 86,461 |
| Net change in fund balance | (515,775) | 69,705 | 585,480 |
| Fund balance at beginning of year | 507,936 | 507,936 | - |
| Prior year encumbrances appropriated | 7,961 | 7,961 | - |
| Fund balance at end of year | \$ 122 | \$ 585,602 | \$ 585,480 |

CITY OF CANTON
STARK COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COMPENSATED ABSENCES CLAIM FUND
 FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance with Final Budget Over (Under)</u> |
|--|-------------------------|---------------------|--|
| Revenues: | | | |
| Charges for services | \$ 3,345,000 | \$ 3,439,680 | \$ 94,680 |
| Expenses: | | | |
| Personal services | 3,287,105 | 2,995,451 | 291,654 |
| Contractual services | 8,000 | 8,000 | - |
| Benefit claim expenses | 417,895 | 388,944 | 28,951 |
| Total expenses | <u>3,713,000</u> | <u>3,392,395</u> | <u>320,605</u> |
| Net change in fund balance. | (368,000) | 47,285 | 415,285 |
| Fund balance at beginning of year | <u>1,473,676</u> | <u>1,473,676</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ 1,105,676</u> | <u>\$ 1,520,961</u> | <u>\$ 415,285</u> |

**CITY OF CANTON
STARK COUNTY, OHIO**

Fiduciary funds are used to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, other governmental units, and/or funds. The following are the City's fiduciary fund types:

Private-Purpose Trust Fund

Hartford Houtz Fund

To account for monies donated to be used to improve the health and education of children

Agency Funds

Agency funds are custodial in nature, and thus, do not recognize revenues or expenditures, only changes in assets and liabilities. These funds are used to record the collection and payment of refundable deposits, taxes collected for other governments, and municipal court.

Building Escrow Fund:

To account for receipts from insurance companies, under City and State statutes, necessary to ensure compliance with building codes after a structure fire. Disbursements are normally to property owners upon release from the code enforcement department.

Payroll Clearing Fund:

To account for payroll taxes and other related payroll deductions accumulated from the funds for distribution to other governmental units and private organizations.

Employee Buyout Incentive Fund:

To account for money being held and disbursed in conjunction with the City's 2002 Incentive Retirement Plan.

Auditor's Transfer Fund:

To account for and hold receipts from various entities until proper disbursement.

Municipal Court Fund:

To account for municipal court activities, including the civil division and trusteeship accounts not currently reflected on the City's records.

Building Department State Assessment Fund:

To account for assessments that are collected by the City on building projects on behalf of the state.

Downtown Special Improvement District Fund:

To keep track of property taxes collected by the City for a Special Improvement District. Once the City receives the money it is immediately reimbursed to the board of the district.

Jackson-Canton JEDD Clearing Fund:

To account for the receipt and disbursement of JEDD income taxes.

Vacant/Foreclosure Depository Fund:

This fund accounts for deposits held for vacant and foreclosed upon homes.

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Balance 12/31/13</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance 12/31/14</u> |
|--|-----------------------------|----------------------|----------------------|-----------------------------|
| <i>Building Escrow:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 98,832 | \$ 134,381 | \$ 123,111 | \$ 110,102 |
| Total assets | <u>\$ 98,832</u> | <u>\$ 134,381</u> | <u>\$ 123,111</u> | <u>\$ 110,102</u> |
| Liabilities: | | | | |
| Deposits held and due to others. | \$ 98,832 | \$ 134,381 | \$ 123,111 | \$ 110,102 |
| Total liabilities | <u>\$ 98,832</u> | <u>\$ 134,381</u> | <u>\$ 123,111</u> | <u>\$ 110,102</u> |
| <i>Payroll Clearing:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 114,272 | \$ 13,924,401 | \$ 13,807,453 | \$ 231,220 |
| Total assets | <u>\$ 114,272</u> | <u>\$ 13,924,401</u> | <u>\$ 13,807,453</u> | <u>\$ 231,220</u> |
| Liabilities: | | | | |
| Due to other governments | \$ 114,272 | \$ 13,924,401 | \$ 13,807,453 | \$ 231,220 |
| Total liabilities | <u>\$ 114,272</u> | <u>\$ 13,924,401</u> | <u>\$ 13,807,453</u> | <u>\$ 231,220</u> |
| <i>Employee Buyout Incentive:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 3,893 | \$ 91,435 | \$ 95,328 | \$ - |
| Total assets | <u>\$ 3,893</u> | <u>\$ 91,435</u> | <u>\$ 95,328</u> | <u>\$ -</u> |
| Liabilities: | | | | |
| Deposits held and due to others. | \$ 3,893 | \$ 91,435 | \$ 95,328 | \$ - |
| Total liabilities | <u>\$ 3,893</u> | <u>\$ 91,435</u> | <u>\$ 95,328</u> | <u>\$ -</u> |
| <i>Auditor's Transfer:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents. | \$ 67,445 | \$ 146,221 | \$ 155,355 | \$ 58,311 |
| Total assets | <u>\$ 67,445</u> | <u>\$ 146,221</u> | <u>\$ 155,355</u> | <u>\$ 58,311</u> |
| Liabilities: | | | | |
| Deposits held and due to others | \$ 67,445 | \$ 146,221 | \$ 155,355 | \$ 58,311 |
| Total liabilities. | <u>\$ 67,445</u> | <u>\$ 146,221</u> | <u>\$ 155,355</u> | <u>\$ 58,311</u> |
| <i>Municipal Court:</i> | | | | |
| Assets: | | | | |
| Cash and cash equivalents in segregated accounts . . | \$ 129,467 | \$ 8,144,308 | \$ 8,172,023 | \$ 101,752 |
| Total assets | <u>\$ 129,467</u> | <u>\$ 8,144,308</u> | <u>\$ 8,172,023</u> | <u>\$ 101,752</u> |
| Liabilities: | | | | |
| Undistributed assets. | \$ 129,467 | \$ 8,144,308 | \$ 8,172,023 | \$ 101,752 |
| Total liabilities | <u>\$ 129,467</u> | <u>\$ 8,144,308</u> | <u>\$ 8,172,023</u> | <u>\$ 101,752</u> |

(Continued)

CITY OF CANTON
STARK COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2014

| | <u>Balance 12/31/13</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance 12/31/14</u> |
|--|-----------------------------|----------------------|----------------------|-----------------------------|
| <i>Building Department State Assessment:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ 458 | \$ 9,482 | \$ 9,453 | \$ 487 |
| Total assets | <u>\$ 458</u> | <u>\$ 9,482</u> | <u>\$ 9,453</u> | <u>\$ 487</u> |
| Liabilities: | | | | |
| Deposits held and due to others | \$ 458 | \$ 9,482 | \$ 9,453 | \$ 487 |
| Total liabilities | <u>\$ 458</u> | <u>\$ 9,482</u> | <u>\$ 9,453</u> | <u>\$ 487</u> |
| <i>Downtown Special Improvement District:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ - | \$ 181,278 | \$ 181,278 | \$ - |
| Receivables: | | | | |
| Accounts | 26,960 | 20,997 | 26,960 | 20,997 |
| Total assets | <u>\$ 26,960</u> | <u>\$ 202,275</u> | <u>\$ 208,238</u> | <u>\$ 20,997</u> |
| Liabilities: | | | | |
| Deposits held and due to others | \$ 26,960 | \$ 202,275 | \$ 208,238 | \$ 20,997 |
| Total liabilities | <u>\$ 26,960</u> | <u>\$ 202,275</u> | <u>\$ 208,238</u> | <u>\$ 20,997</u> |
| <i>Jackson-Canton JEDD Clearing Fund:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ - | \$ 6,237 | \$ 6,237 | \$ - |
| Total assets | <u>\$ -</u> | <u>\$ 6,237</u> | <u>\$ 6,237</u> | <u>\$ -</u> |
| Liabilities: | | | | |
| Deposits held and due to others | \$ - | \$ 6,237 | \$ 6,237 | \$ - |
| Total liabilities | <u>\$ -</u> | <u>\$ 6,237</u> | <u>\$ 6,237</u> | <u>\$ -</u> |
| <i>Vacant/Foreclosure Depository Fund:</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ 980,000 | \$ 1,500,000 | \$ 813,244 | \$ 1,666,756 |
| Total assets | <u>\$ 980,000</u> | <u>\$ 1,500,000</u> | <u>\$ 813,244</u> | <u>\$ 1,666,756</u> |
| Liabilities: | | | | |
| Deposits held and due to others | \$ 980,000 | \$ 1,500,000 | \$ 813,244 | \$ 1,666,756 |
| Total liabilities | <u>\$ 980,000</u> | <u>\$ 1,500,000</u> | <u>\$ 813,244</u> | <u>\$ 1,666,756</u> |
| <i>Total Agency Funds</i> | | | | |
| Assets: | | | | |
| Equity in pooled cash and cash equivalents | \$ 1,264,900 | \$ 15,993,435 | \$ 15,191,459 | \$ 2,066,876 |
| Cash and cash equivalents in segregated accounts | 129,467 | 8,144,308 | 8,172,023 | 101,752 |
| Receivables: | | | | |
| Accounts | 26,960 | 20,997 | 26,960 | 20,997 |
| Total assets | <u>\$ 1,421,327</u> | <u>\$ 24,158,740</u> | <u>\$ 23,390,442</u> | <u>\$ 2,189,625</u> |
| Liabilities: | | | | |
| Due to other governments | \$ 114,272 | \$ 13,924,401 | \$ 13,807,453 | \$ 231,220 |
| Undistributed assets | 129,467 | 8,144,308 | 8,172,023 | 101,752 |
| Deposits held and due to others | 1,177,588 | 2,090,031 | 1,410,966 | 1,856,653 |
| Total liabilities | <u>\$ 1,421,327</u> | <u>\$ 24,158,740</u> | <u>\$ 23,390,442</u> | <u>\$ 2,189,625</u> |



CITY OF CANTON, OHIO

**CITY OF CANTON
STARK COUNTY, OHIO
STATISTICAL SECTION**

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

| <u>Contents</u> | <u>Page</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. | S1 - S10 |
| Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, municipal income taxes. | S11 - S12 |
| 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. | S13 - S21 |
| Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place. | S22 - S23 |
| Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs. | S25 - S30 |

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

CITY OF CANTON
STARK COUNTY, OHIO
NET POSITION BY COMPONENT
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

| | 2014 | 2013 | 2012 | 2011 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Governmental Activities | | | | |
| Net investment in capital assets | \$ 106,702,688 | \$ 99,188,330 | \$ 96,544,493 | \$ 97,348,306 |
| Restricted | 19,038,897 | 20,669,995 | 25,988,085 | 30,727,668 |
| Unrestricted | 10,069,695 | 8,055,536 | 5,978,878 | 807,948 |
| Total Governmental Activities Net Position | <u>\$ 135,811,280</u> | <u>\$ 127,913,861</u> | <u>\$ 128,511,456</u> | <u>\$ 128,883,922</u> |
| Business-Type Activities | | | | |
| Net investment in capital assets | \$ 70,635,102 | \$ 70,583,131 | \$ 68,382,938 | \$ 64,432,996 |
| Unrestricted | 42,265,775 | 40,577,502 | 37,550,898 | 35,129,231 |
| Total Business-Type Activities Net Position | <u>\$ 112,900,877</u> | <u>\$ 111,160,633</u> | <u>\$ 105,933,836</u> | <u>\$ 99,562,227</u> |
| Primary Government | | | | |
| Net investment in capital assets | \$ 177,337,790 | \$ 169,771,461 | \$ 164,927,431 | \$ 161,781,302 |
| Restricted | 19,038,897 | 20,669,995 | 25,988,085 | 30,727,668 |
| Unrestricted | 52,335,470 | 48,633,038 | 43,529,776 | 35,937,179 |
| Total Primary Government Net Position | <u>\$ 248,712,157</u> | <u>\$ 239,074,494</u> | <u>\$ 234,445,292</u> | <u>\$ 228,446,149</u> |

Note: The City has implemented GASB Statements No. 63 & 65 in fiscal year 2012

| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|----|-------------|----------------|----------------|----------------|----------------|----------------|
| \$ | 96,658,405 | \$ 93,997,414 | \$ 94,910,241 | \$ 93,469,817 | \$ 75,027,928 | \$ 82,872,262 |
| | 34,583,408 | 38,133,687 | 32,898,704 | 34,630,751 | 20,993,547 | 25,406,034 |
| | (4,901,157) | (3,439,285) | 1,897,801 | 2,288,255 | 23,324,075 | 1,934,685 |
| \$ | 126,340,656 | \$ 128,691,816 | \$ 129,706,746 | \$ 130,388,823 | \$ 119,345,550 | \$ 110,212,981 |
| \$ | 65,466,731 | \$ 65,271,828 | \$ 63,926,597 | \$ 61,597,239 | \$ 56,337,077 | \$ 58,415,826 |
| | 31,989,581 | 24,386,522 | 22,651,308 | 21,120,626 | 24,712,950 | 23,029,865 |
| \$ | 97,456,312 | \$ 89,658,350 | \$ 86,577,905 | \$ 82,717,865 | \$ 81,050,027 | \$ 81,445,691 |
| \$ | 162,125,136 | \$ 159,269,242 | \$ 158,836,838 | \$ 155,067,056 | \$ 131,365,005 | \$ 141,288,088 |
| | 34,583,408 | 38,133,687 | 32,898,704 | 34,630,751 | 20,993,547 | 25,406,034 |
| | 27,088,424 | 20,947,237 | 24,549,109 | 23,408,881 | 48,037,025 | 24,964,550 |
| \$ | 223,796,968 | \$ 218,350,166 | \$ 216,284,651 | \$ 213,106,688 | \$ 200,395,577 | \$ 191,658,672 |

CITY OF CANTON
STARK COUNTY, OHIO
 CHANGES IN NET POSITION
 LAST TEN YEARS
 (ACCRUAL BASIS OF ACCOUNTING)

| | 2014 | 2013 | 2012 | 2011 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Expenses | | | | |
| <i>Governmental activities:</i> | | | | |
| General government | \$ 19,609,570 | \$ 16,648,538 | \$ 18,204,815 | \$ 18,507,298 |
| Security of persons and property | 38,759,803 | 37,209,092 | 37,355,205 | 39,761,690 |
| Public health | 6,196,761 | 5,948,698 | 5,867,708 | 6,371,348 |
| Transportation | 12,065,377 | 13,253,789 | 12,752,256 | 12,218,799 |
| Community environment | 8,106,584 | 6,012,767 | 5,080,295 | 8,563,514 |
| Leisure time activities | 3,549,040 | 3,329,290 | 2,101,343 | 2,361,904 |
| Interest and fiscal charges | 442,388 | 542,745 | 573,423 | 791,471 |
| <i>Total governmental activities expenses</i> | <u>88,729,523</u> | <u>82,944,919</u> | <u>81,935,045</u> | <u>88,576,024</u> |
| <i>Business-type activities:</i> | | | | |
| Water | 15,387,377 | 13,029,402 | 12,706,700 | 12,478,010 |
| Sewer | 12,796,231 | 12,516,730 | 12,705,127 | 13,239,984 |
| Refuse | 6,257,256 | 5,924,125 | 5,342,650 | 5,532,632 |
| <i>Total business-type activities expenses</i> | <u>34,440,864</u> | <u>31,470,257</u> | <u>30,754,477</u> | <u>31,250,626</u> |
| Total Primary Government Expenses | <u>\$ 123,170,387</u> | <u>\$ 114,415,176</u> | <u>\$ 112,689,522</u> | <u>\$ 119,826,650</u> |
| Program Revenues | | | | |
| <i>Governmental activities:</i> | | | | |
| Charges for services: | | | | |
| EMS charges | \$ 2,963,877 | \$ 1,790,137 | \$ 1,989,838 | \$ 1,538,870 |
| Leisure time activities | 30,379 | 29,550 | 10,890 | 230,691 |
| Licenses, permits, and fees | 1,512,407 | 1,510,822 | 2,014,416 | 1,496,552 |
| Municipal court revenue | 2,867,661 | 3,401,332 | 3,458,555 | 3,561,424 |
| Other activities | 7,497,735 | 6,496,325 | 8,477,516 | 7,020,751 |
| Operating grants and contributions | 12,203,279 | 9,361,804 | 6,951,732 | 11,296,786 |
| Capital grants and contributions | 5,755,827 | 3,956,443 | 759,525 | 5,146,994 |
| <i>Total governmental activities program revenues</i> | <u>32,831,165</u> | <u>26,546,413</u> | <u>23,662,472</u> | <u>30,292,068</u> |
| <i>Business-type activities:</i> | | | | |
| Charges for services: | | | | |
| Water | 15,545,481 | 14,919,158 | 14,564,110 | 13,688,619 |
| Sewer | 13,407,709 | 13,914,466 | 14,487,135 | 13,232,669 |
| Refuse | 5,962,885 | 5,801,598 | 6,002,093 | 6,030,792 |
| Operating grants and contributions | 69,919 | 67,026 | 140,855 | 189,868 |
| Capital grants and contributions | 600,402 | 1,943,958 | 1,869,089 | 12,655 |
| <i>Total business-type activities program revenues</i> | <u>35,586,396</u> | <u>36,646,206</u> | <u>37,063,282</u> | <u>33,154,603</u> |
| Total Primary Government Program Revenues | <u>\$ 68,417,561</u> | <u>\$ 63,192,619</u> | <u>\$ 60,725,754</u> | <u>\$ 63,446,671</u> |

| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|----|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ | 17,916,837 | \$ 21,447,525 | \$ 20,109,980 | \$ 20,429,740 | \$ 19,042,092 | \$ 18,585,104 |
| | 38,021,732 | 39,741,822 | 39,952,807 | 37,157,956 | 33,635,452 | 33,732,631 |
| | 6,789,047 | 6,503,089 | 6,232,337 | 6,117,315 | 5,368,723 | 5,407,095 |
| | 12,594,651 | 14,551,954 | 11,010,239 | 11,773,016 | 10,159,315 | 14,339,105 |
| | 9,206,391 | 5,393,621 | 6,011,649 | 6,612,257 | 6,554,058 | 7,898,906 |
| | 2,919,500 | 2,943,691 | 2,986,053 | 3,041,931 | 2,873,234 | 2,880,704 |
| | 815,188 | 925,828 | 1,154,014 | 1,259,708 | 852,785 | 923,542 |
| | <u>88,263,346</u> | <u>91,507,530</u> | <u>87,457,079</u> | <u>86,391,923</u> | <u>78,485,659</u> | <u>83,767,087</u> |
| | 10,975,361 | 11,789,359 | 10,644,920 | 10,434,121 | 11,243,727 | 9,377,995 |
| | 11,135,229 | 11,586,485 | 10,344,713 | 11,688,039 | 10,560,129 | 9,934,130 |
| | 4,948,513 | 5,359,103 | 5,057,233 | 4,516,698 | 4,792,409 | 4,481,498 |
| | <u>27,059,103</u> | <u>28,734,947</u> | <u>26,046,866</u> | <u>26,638,858</u> | <u>26,596,265</u> | <u>23,793,623</u> |
| \$ | <u>115,322,449</u> | <u>120,242,477</u> | <u>113,503,945</u> | <u>113,030,781</u> | <u>105,081,924</u> | <u>107,560,710</u> |
| \$ | 990,133 | \$ 370,403 | \$ 2,474,214 | \$ 1,985,989 | \$ 1,784,536 | \$ 2,371,411 |
| | 593,174 | 323,320 | 646,817 | 798,451 | 773,910 | 813,852 |
| | 1,540,878 | 1,544,394 | 1,548,478 | 905,168 | 1,019,509 | 1,141,214 |
| | 4,091,161 | 3,458,692 | 3,350,496 | 3,098,405 | 3,008,935 | 2,851,322 |
| | 6,949,537 | 7,094,576 | 6,922,471 | 8,568,936 | 5,832,267 | 3,818,855 |
| | 11,304,031 | 15,211,394 | 7,017,103 | 7,976,893 | 8,754,801 | 7,142,814 |
| | 6,681,818 | 4,334,246 | 3,743,113 | 5,061,069 | 761,444 | 1,424,710 |
| | <u>32,150,732</u> | <u>32,337,025</u> | <u>25,702,692</u> | <u>28,394,911</u> | <u>21,935,402</u> | <u>19,564,178</u> |
| | 14,679,276 | 11,602,884 | 12,452,723 | 12,210,478 | 11,829,857 | 11,494,324 |
| | 13,061,066 | 10,696,780 | 10,570,525 | 9,877,966 | 9,954,669 | 10,037,212 |
| | 6,511,534 | 5,360,417 | 4,778,453 | 4,316,457 | 4,287,009 | 4,141,408 |
| | 87,506 | 119,426 | 108,822 | 56,133 | 127,712 | 38,115 |
| | 207,969 | 2,942,090 | 1,939,593 | 1,308,396 | 895,234 | 1,083,890 |
| | <u>34,547,351</u> | <u>30,721,597</u> | <u>29,850,116</u> | <u>27,769,430</u> | <u>27,094,481</u> | <u>26,794,949</u> |
| \$ | <u>66,698,083</u> | <u>63,058,622</u> | <u>55,552,808</u> | <u>56,164,341</u> | <u>49,029,883</u> | <u>46,359,127</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 CHANGES IN NET POSITION (CONTINUED)
 LAST TEN YEARS
 (ACCRUAL BASIS OF ACCOUNTING)

| | 2014 | 2013 | 2012 | 2011 |
|--|------------------------|------------------------|------------------------|------------------------|
| Net (Expenses)/Revenues | | | | |
| Governmental Activities | \$ (55,898,358) | \$ (56,398,506) | \$ (58,272,573) | \$ (58,283,956) |
| Business-Type Activities | 1,145,532 | 5,175,949 | 6,308,805 | 1,903,977 |
| Total Primary Government | | | | |
| Net Expense | <u>\$ (54,752,826)</u> | <u>\$ (51,222,557)</u> | <u>\$ (51,963,768)</u> | <u>\$ (56,379,979)</u> |
| General Revenues and | | | | |
| Other Changes in Net Position | | | | |
| <i>Governmental activities:</i> | | | | |
| Taxes: | | | | |
| Municipal income taxes | \$ 50,699,714 | \$ 45,912,805 | \$ 44,311,327 | \$ 42,597,239 |
| Property and other taxes | 4,916,636 | 2,473,315 | 3,769,181 | 2,691,214 |
| Grants and entitlements not restricted to specific programs | 5,040,384 | 5,356,271 | 8,245,851 | 9,021,156 |
| Payment in lieu of taxes | 25,948 | 35,312 | - | - |
| Grants and contributions | - | - | - | - |
| Interest and investment earnings | 206,592 | 58,749 | 56,735 | 88,038 |
| Other | 2,906,503 | 1,964,459 | 1,503,350 | 6,412,177 |
| Proceeds on sale of capital assets | - | - | 13,663 | 17,398 |
| <i>Total governmental activities</i> | <u>63,795,777</u> | <u>55,800,911</u> | <u>57,900,107</u> | <u>60,827,222</u> |
| <i>Business-type activities:</i> | | | | |
| Intergovernmental | - | - | - | - |
| Grants and contributions | - | - | - | - |
| Interest and investment earnings | - | 1 | 3 | 15 |
| Other | 558,770 | 50,847 | 22,840 | 169,404 |
| Gain on sale of capital assets | 35,942 | - | 39,961 | 32,519 |
| <i>Total business-type activities</i> | <u>594,712</u> | <u>50,848</u> | <u>62,804</u> | <u>201,938</u> |
| Total Primary Government | <u>\$ 64,390,489</u> | <u>\$ 55,851,759</u> | <u>\$ 57,962,911</u> | <u>\$ 61,029,160</u> |
| Change in Net Position | | | | |
| Governmental activities | \$ 7,897,419 | \$ (597,595) | \$ (372,466) | \$ 2,543,266 |
| Business-type activities | 1,740,244 | 5,226,797 | 6,371,609 | 2,105,915 |
| <i>Total Primary Government</i> | <u>\$ 9,637,663</u> | <u>\$ 4,629,202</u> | <u>\$ 5,999,143</u> | <u>\$ 4,649,181</u> |

| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|-----------|---------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| \$ | (56,112,614) | \$ (59,170,505) | \$ (61,754,387) | \$ (57,997,012) | \$ (56,550,257) | \$ (64,202,909) |
| | 7,488,248 | 1,986,650 | 3,803,250 | 1,130,572 | 498,216 | 3,001,326 |
| <u>\$</u> | <u>(48,624,366)</u> | <u>\$ (57,183,855)</u> | <u>\$ (57,951,137)</u> | <u>\$ (56,866,440)</u> | <u>\$ (56,052,041)</u> | <u>\$ (61,201,583)</u> |
| | | | | | | |
| \$ | 38,633,612 | \$ 40,915,298 | \$ 43,086,906 | \$ 47,092,829 | \$ 43,149,683 | \$ 41,779,236 |
| | 3,711,729 | 3,619,130 | 4,475,101 | 4,097,125 | 3,602,511 | 3,711,731 |
| | 8,796,360 | 8,936,287 | 8,938,333 | 10,576,712 | 10,005,403 | 9,992,527 |
| | - | - | - | - | - | - |
| | - | - | - | 145,890 | 425,686 | 401,785 |
| | 235,190 | 662,192 | 1,592,671 | 3,187,667 | 2,048,038 | 1,289,382 |
| | 2,384,563 | 3,911,451 | 2,979,299 | 3,940,062 | 4,631,537 | 3,814,401 |
| | - | 111,217 | - | - | 148,468 | - |
| | <u>53,761,454</u> | <u>58,155,575</u> | <u>61,072,310</u> | <u>69,040,285</u> | <u>64,011,326</u> | <u>60,989,062</u> |
| | | | | | | |
| | - | - | - | - | 33,167 | 33,167 |
| | - | - | - | - | 137,190 | 95,627 |
| | 55 | 196 | 40,203 | 144,713 | 17,416 | 10,792 |
| | 306,861 | 989,811 | 220,621 | 373,715 | 141,585 | 2,188,058 |
| | 2,798 | 8,731 | 6,786 | 18,838 | 24,254 | - |
| | <u>309,714</u> | <u>998,738</u> | <u>267,610</u> | <u>537,266</u> | <u>353,612</u> | <u>2,327,644</u> |
| <u>\$</u> | <u>54,071,168</u> | <u>\$ 59,154,313</u> | <u>\$ 61,339,920</u> | <u>\$ 69,577,551</u> | <u>\$ 64,364,938</u> | <u>\$ 63,316,706</u> |
| | | | | | | |
| \$ | (2,351,160) | \$ (1,014,930) | \$ (682,077) | \$ 11,043,273 | \$ 7,461,069 | \$ (3,213,847) |
| | 7,797,962 | 2,985,388 | 4,070,860 | 1,667,838 | 851,828 | 5,328,970 |
| <u>\$</u> | <u>5,446,802</u> | <u>\$ 1,970,458</u> | <u>\$ 3,388,783</u> | <u>\$ 12,711,111</u> | <u>\$ 8,312,897</u> | <u>\$ 2,115,123</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

| | 2014 | 2013 | 2012 | 2011 |
|---------------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | |
| Nonspendable | \$ 400,706 | \$ 382,303 | \$ 289,197 | \$ 281,811 |
| Restricted | - | - | 89,191 | 62,514 |
| Committed | 772,068 | 950,255 | 1,081,844 | 711,295 |
| Assigned | 3,471,995 | 550,226 | - | - |
| Unassigned | 1,435,402 | 6,502,030 | 7,602,998 | 5,235,907 |
| Reserved | - | - | - | - |
| Unreserved | - | - | - | - |
| Total General Fund | \$ 6,080,171 | \$ 8,384,814 | \$ 9,063,230 | \$ 6,291,527 |
| All Other | | | | |
| Governmental Funds | | | | |
| Nonspendable | \$ 130,508 | \$ 41,347 | \$ 1,649,712 | \$ 1,726,284 |
| Restricted | 10,153,844 | 12,031,197 | 9,947,224 | 11,534,643 |
| Committed | 4,044,125 | 3,395,680 | 3,670,094 | 3,693,165 |
| Assigned | - | - | - | - |
| Unassigned (deficit) | (97,954) | (193,112) | (5,810) | (215,388) |
| Reserved | - | - | - | - |
| Unreserved, reported in: | | | | |
| Special Revenue | | | | |
| Funds | - | - | - | - |
| Capital Projects | | | | |
| Funds | - | - | - | - |
| Debt Service Funds | - | - | - | - |
| Total All Other | | | | |
| Governmental Funds | \$ 14,230,523 | \$ 15,275,112 | \$ 15,261,220 | \$ 16,738,704 |

Note: Fund balance classifications beginning in 2009 reflect the City's implementation of GASB Statement No. 54.

| 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|
| \$ 262,064 | \$ 176,964 | \$ - | \$ - | \$ - | \$ - |
| 50,320 | 281,200 | - | - | - | - |
| 620,913 | 808,009 | - | - | - | - |
| - | - | - | - | - | - |
| 3,797,436 | 3,406,438 | - | - | - | - |
| - | - | 748,509 | 838,116 | 1,044,522 | 1,009,423 |
| - | - | 6,947,380 | 8,358,711 | 8,067,957 | 9,662,068 |
| <u>\$ 4,730,733</u> | <u>\$ 4,672,611</u> | <u>\$ 7,695,889</u> | <u>\$ 9,196,827</u> | <u>\$ 9,112,479</u> | <u>\$ 10,671,491</u> |

| | | | | | |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ 1,864,369 | \$ 1,783,687 | \$ - | \$ - | \$ - | \$ - |
| 16,648,605 | 19,478,655 | - | - | - | - |
| 2,744,056 | 3,433,796 | - | - | - | - |
| - | - | - | - | - | - |
| - | (3,648) | - | - | - | - |
| - | - | 10,955,266 | 13,060,640 | 10,532,025 | 8,967,059 |
| - | - | 3,806,492 | 4,742,049 | 1,633,424 | 2,111,575 |
| - | - | 10,284,524 | 8,878,112 | 15,670,214 | 2,714,187 |
| - | - | 6,239 | 6,239 | 141,751 | 3,019 |
| <u>\$ 21,257,030</u> | <u>\$ 24,692,490</u> | <u>\$ 25,052,521</u> | <u>\$ 26,687,040</u> | <u>\$ 27,977,414</u> | <u>\$ 13,795,840</u> |

CITY OF CANTON
STARK COUNTY, OHIO
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

| | 2014 | 2013 | 2012 | 2011 |
|--|-----------------------|---------------------|---------------------|-----------------------|
| Revenues: | | | | |
| Property and other taxes | \$ 4,192,204 | \$ 2,574,747 | \$ 3,392,212 | \$ 2,679,060 |
| Municipal income taxes | 48,536,712 | 45,921,847 | 44,401,532 | 42,268,045 |
| Charges for services | 11,414,960 | 10,974,528 | 12,025,673 | 11,672,616 |
| Licenses, permits, and fees | 1,530,879 | 1,510,822 | 1,558,750 | 1,496,552 |
| Fines and forfeitures | 427,981 | 1,110,272 | 484,718 | 387,942 |
| Intergovernmental | 8,827,418 | 8,321,048 | 8,442,716 | 9,022,823 |
| Interest | 206,936 | 58,749 | 56,735 | 88,038 |
| Rental income | 54,916 | 51,364 | 78,507 | 230,131 |
| Contributions and donations | 2,984 | 50,525 | - | - |
| Operating grants | 9,381,059 | 8,849,719 | 8,636,489 | 11,768,162 |
| Capital grants | 5,514,695 | 2,937,038 | 796,834 | 4,731,620 |
| Payment in lieu of taxes | 25,948 | 35,312 | - | - |
| Other | 1,860,401 | 902,642 | 3,101,659 | 4,704,783 |
| Total revenues | 91,977,093 | 83,298,613 | 82,975,825 | 89,049,772 |
| Expenditures: | | | | |
| General government | 18,764,120 | 15,873,077 | 17,778,987 | 17,472,868 |
| Security of persons and property | 37,200,157 | 35,303,024 | 35,807,944 | 37,583,710 |
| Public health | 6,002,662 | 5,756,640 | 5,850,491 | 6,201,749 |
| Transportation | 4,487,506 | 3,726,545 | 3,309,625 | 3,762,830 |
| Community environment | 8,087,672 | 5,998,243 | 5,160,101 | 8,534,770 |
| Leisure time activities | 2,759,895 | 2,629,571 | 1,436,169 | 1,688,857 |
| Capital outlay | 15,709,827 | 11,532,622 | 9,010,943 | 12,357,459 |
| Debt service | | | | |
| Principal | 3,095,171 | 2,681,335 | 2,775,078 | 3,659,941 |
| Interest and fiscal charges | 453,690 | 500,053 | 592,355 | 791,471 |
| Total expenditures | 96,560,700 | 84,001,110 | 81,721,693 | 92,053,655 |
| Excess (deficiency) of revenues over (under) expenditures | (4,583,607) | (702,497) | 1,254,132 | (3,003,883) |
| Other financing sources (uses): | | | | |
| Sale of assets | 97,758 | 37,973 | 40,087 | 46,351 |
| Issuance of refunding bonds | - | - | - | - |
| Refunded bonds redeemed | - | - | - | - |
| Bond issuance costs | - | - | - | - |
| Bond premiums | - | - | - | - |
| Issuance of debt/capital leases | 1,136,617 | - | - | - |
| Transfers in | - | 40,000 | 65,000 | 44,000 |
| Transfers out | - | (40,000) | (65,000) | (44,000) |
| Total other financing sources (uses) | 1,234,375 | 37,973 | 40,087 | 46,351 |
| Net change in fund balances | \$ (3,349,232) | \$ (664,524) | \$ 1,294,219 | \$ (2,957,532) |
| <i>Debt service as a percentage of noncapital expenditures</i> | 4.28% | 4.21% | 4.38% | 5.36% |

| 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|----------------|----------------|----------------|----------------|---------------|--------------|
| \$ 3,692,536 | \$ 3,710,390 | \$ 4,385,206 | \$ 4,010,683 | \$ 3,610,790 | \$ 3,277,108 |
| 39,995,514 | 41,105,833 | 44,532,380 | 44,556,112 | 43,084,333 | 41,602,373 |
| 12,277,821 | 11,428,095 | 10,613,296 | 10,878,541 | 10,325,731 | 9,575,642 |
| 1,540,878 | 1,544,393 | 1,548,479 | 1,161,430 | 1,274,175 | 1,390,410 |
| 548,171 | 443,673 | 1,001,384 | 1,582,608 | 412,659 | 447,482 |
| 9,246,604 | 9,521,398 | 10,378,440 | 11,375,148 | 10,414,121 | 10,276,283 |
| 235,190 | 662,192 | 1,592,671 | 3,187,667 | 2,048,038 | 1,242,630 |
| 414,189 | 450,788 | 413,470 | 452,450 | 425,220 | 395,741 |
| - | - | - | - | - | - |
| 11,635,287 | 9,664,268 | 6,054,006 | 8,091,451 | 9,108,680 | 8,873,767 |
| 6,639,897 | 4,447,416 | 3,635,597 | 5,065,148 | 1,517,020 | 2,004,520 |
| - | - | - | - | - | - |
| 2,200,776 | 1,874,355 | 1,293,285 | 2,692,726 | 3,033,021 | 1,575,116 |
| 88,426,863 | 84,852,801 | 85,448,214 | 93,053,964 | 85,253,788 | 80,661,072 |
| 16,961,740 | 18,597,391 | 18,576,448 | 20,015,769 | 20,031,972 | 17,522,987 |
| 35,892,847 | 35,973,764 | 37,208,163 | 36,419,061 | 34,117,057 | 31,771,722 |
| 6,631,976 | 6,136,493 | 6,005,406 | 6,052,678 | 5,513,038 | 5,233,094 |
| 3,730,733 | 3,826,361 | 4,170,057 | 4,447,301 | 3,467,363 | 3,388,270 |
| 9,176,385 | 5,289,321 | 4,862,896 | 6,613,047 | 6,623,411 | 7,858,937 |
| 2,243,340 | 2,204,394 | 2,290,022 | 2,531,251 | 2,383,428 | 2,414,290 |
| 13,286,944 | 13,859,942 | 11,554,194 | 13,986,290 | 10,616,931 | 9,765,750 |
| 3,159,790 | 3,039,749 | 3,166,213 | 3,672,211 | 2,731,941 | 2,978,916 |
| 815,188 | 925,828 | 1,154,014 | 1,259,708 | 852,785 | 923,542 |
| 91,898,943 | 89,853,243 | 88,987,413 | 94,997,316 | 86,337,926 | 81,857,508 |
| (3,472,080) | (5,000,442) | (3,539,199) | (1,943,352) | (1,084,138) | (1,196,436) |
| 40,101 | 223,066 | 54,166 | 54,020 | 652,505 | 34,849 |
| - | 8,575,000 | - | - | - | - |
| - | (8,560,000) | - | - | - | - |
| - | (433,203) | - | - | (236,199) | - |
| - | 418,203 | - | - | 236,199 | - |
| 54,641 | 1,415,910 | 360,534 | 643,788 | 13,350,000 | 245,611 |
| 40,000 | 40,000 | 40,000 | 62,776 | 55,000 | 100,783 |
| (40,000) | (40,000) | (40,000) | (62,776) | (55,000) | (100,783) |
| 94,742 | 1,638,976 | 414,700 | 697,808 | 14,002,505 | 280,460 |
| \$ (3,377,338) | \$ (3,361,466) | \$ (3,124,499) | \$ (1,245,544) | \$ 12,918,367 | \$ (915,976) |
| 4.82% | 4.89% | 5.43% | 5.87% | 4.61% | 5.27% |

CITY OF CANTON
STARK COUNTY, OHIO
INCOME TAX REVENUE BASE AND COLLECTIONS
LAST TEN YEARS
(CASH BASIS OF ACCOUNTING)

| Tax Year | Tax Rate (1) | Total Tax Collected | Taxes from Withholding | Percentage of Taxes from Withholding | Taxes from Corporations | Percentage of Taxes from Corporations | Taxes from Individuals | Percentage of Taxes from Individuals | Taxes From Delinquent Accounts | Percentage of Taxes from Delinquent Accounts |
|----------|--------------|---------------------|------------------------|--------------------------------------|-------------------------|---------------------------------------|------------------------|--------------------------------------|--------------------------------|--|
| 2014 | 2.00% | \$ 49,024,719 | \$ 38,010,089 | 77.53% | \$ 6,653,764 | 13.57% | \$ 2,641,532 | 5.39% | \$ 1,719,334 | 3.51% |
| 2013 | 2.00% | 47,631,995 | 38,100,594 | 79.99% | 4,732,915 | 9.94% | 2,402,215 | 5.04% | 2,396,271 | 5.03% |
| 2012 | 2.00% | 45,526,540 | 38,425,049 | 84.40% | 2,937,793 | 6.45% | 2,270,644 | 4.99% | 1,893,054 | 4.16% |
| 2011 | 2.00% | 43,473,316 | 36,650,553 | 84.31% | 2,742,054 | 6.31% | 2,248,487 | 5.17% | 1,832,222 | 4.21% |
| 2010 | 2.00% | 40,464,283 | 34,373,674 | 84.95% | 2,434,182 | 6.02% | 2,315,207 | 5.72% | 1,341,220 | 3.31% |
| 2009 | 2.00% | 42,313,527 | 35,240,263 | 83.28% | 3,341,617 | 7.90% | 2,530,425 | 5.98% | 1,201,222 | 2.84% |
| 2008 | 2.00% | 45,535,181 | 37,560,808 | 82.49% | 4,027,322 | 8.84% | 2,534,879 | 5.57% | 1,412,172 | 3.10% |
| 2007 | 2.00% | 45,750,000 | 36,943,041 | 80.75% | 4,946,090 | 10.81% | 2,503,996 | 5.47% | 1,356,873 | 2.97% |
| 2006 | 2.00% | 43,790,171 | 36,222,083 | 82.72% | 3,798,488 | 8.67% | 2,401,463 | 5.48% | 1,368,137 | 3.12% |
| 2005 | 2.00% | 42,124,201 | 34,617,380 | 82.18% | 3,152,772 | 7.48% | 2,649,296 | 6.29% | 1,704,753 | 4.05% |

(1) Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

CITY OF CANTON
STARK COUNTY, OHIO
INCOME TAX FILERS BY INCOME LEVEL
TAX YEARS 2014 AND 2005

Tax Year 2014

| Income Range | Number of Filers | Percent of Filers | Taxable Income | Percent of Taxable Income |
|--------------------|------------------|-------------------|-----------------------|---------------------------|
| Over \$100,000 | 699 | 2.74% | \$ 99,693,884 | 16.99% |
| \$75,001-\$100,000 | 938 | 3.68% | 80,184,095 | 13.67% |
| \$50,001-\$75,000 | 2,181 | 8.55% | 133,398,003 | 22.74% |
| \$25,001-\$50,000 | 4,782 | 18.75% | 170,451,391 | 29.05% |
| Under \$25,000 | 16,901 | 66.28% | 103,009,772 | 17.55% |
| Total | <u>25,501</u> | <u>100.00%</u> | <u>\$ 586,737,145</u> | <u>100.00%</u> |

Tax Year 2005

| Income Range | Number of Filers | Percent of Filers | Taxable Income | Percent of Taxable Income |
|--------------------|------------------|-------------------|-----------------------|---------------------------|
| Over \$100,000 | 535 | 1.57% | \$ 85,899,917 | 11.72% |
| \$75,001-\$100,000 | 899 | 2.64% | 76,580,768 | 10.44% |
| \$50,001-\$75,000 | 2,718 | 7.97% | 163,685,982 | 22.32% |
| \$25,000-\$50,000 | 6,961 | 20.41% | 246,263,541 | 33.59% |
| Under \$25,000 | 22,985 | 67.41% | 160,782,749 | 21.93% |
| Total | <u>34,098</u> | <u>100.00%</u> | <u>\$ 733,212,957</u> | <u>100.00%</u> |

Source: City of Canton Income Tax Department

CITY OF CANTON
STARK COUNTY, OHIO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

| | Governmental Activities | | | | Business-Type Activities | | |
|------|--------------------------------|--------------|------------------|------------------|--------------------------------|---------------|------------------|
| | General Obligation Bonds | Loans | Notes Payable | Capital Lease | General Obligation Bonds | Loans | Capital Lease |
| 2014 | \$ 6,696,770 | \$ 1,655,482 | \$ 3,400,000 | \$ 530,366 | \$ 1,908,230 | \$ 38,906,893 | \$ - |
| 2013 | 9,164,587 | 1,497,214 | 1,500,000 | 179,371 | 3,000,414 | 30,499,920 | - |
| 2012 | 11,540,165 | 1,784,735 | 1,600,000 | 197,607 | 4,049,322 | 32,620,563 | - |
| 2011 | 13,835,411 | 2,056,306 | 1,700,000 | 424,800 | 5,059,076 | 32,617,686 | - |
| 2010 | 16,714,810 | 2,323,489 | 1,800,000 | 938,159 | 6,029,677 | 23,630,645 | 13,124 |
| 2009 | 19,483,363 | 2,527,704 | - | 1,070,540 | 6,961,124 | 21,736,915 | 24,227 |
| 2008 | 21,656,948 | 2,568,042 | - | 465,455 | 7,857,538 | 17,569,394 | 36,339 |
| 2007 | 23,865,120 | 3,115,974 | - | 515,030 | 10,294,366 | 16,982,328 | 48,450 |
| 2006 | 26,865,000 | 3,659,547 | - | - | 12,735,000 | 16,131,342 | - |
| 2005 | 15,710,000 | 4,196,488 | - | - | 12,335,000 | 17,663,967 | - |

(1) Source: US Census Bureau.

| | Total Primary Government | Total Personal Income | Percent of Personal Income | Population (1) | Per Capita |
|----|--------------------------------|-----------------------------|----------------------------------|----------------|---------------|
| \$ | 53,097,741 | \$ 2,032,581,050 | 2.61% | 72,297 | \$ 734 |
| | 45,841,506 | 2,025,140,466 | 2.26% | 72,683 | 631 |
| | 51,792,392 | 2,034,784,650 | 2.55% | 73,007 | 709 |
| | 55,693,279 | 1,834,444,050 | 3.04% | 73,007 | 763 |
| | 51,449,904 | 1,834,444,050 | 2.80% | 73,007 | 705 |
| | 51,803,873 | 2,004,784,350 | 2.58% | 78,362 | 661 |
| | 50,153,716 | 2,004,784,350 | 2.50% | 78,319 | 640 |
| | 54,821,268 | 1,972,351,850 | 2.78% | 78,924 | 695 |
| | 59,390,889 | 1,931,177,300 | 3.08% | 79,478 | 747 |
| | 49,905,455 | 1,863,333,800 | 2.68% | 79,478 | 628 |

CITY OF CANTON
STARK COUNTY, OHIO
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS

| | General Bonded Debt Outstanding | | | Estimated True Value of Taxable Property (1) | Ratio of Net Bonded Debt to Estimated True Value of Taxable Property | Net Bonded Debt per Capita |
|------|---------------------------------|--------------------------|--------------|--|--|----------------------------|
| | Governmental Obligation | Business-Type Obligation | Total | | | |
| 2014 | \$ 6,696,770 | \$ 1,908,230 | \$ 8,605,000 | \$ 2,069,026,657 | 0.42% | \$ 119.02 |
| 2013 | 9,164,587 | 3,000,414 | 12,165,001 | 2,122,120,589 | 0.57% | 167.37 |
| 2012 | 11,540,165 | 4,049,322 | 15,589,487 | 2,538,698,983 | 0.61% | 213.53 |
| 2011 | 13,835,411 | 5,059,076 | 18,894,487 | 2,526,352,211 | 0.75% | 258.80 |
| 2010 | 16,714,810 | 6,029,677 | 22,744,487 | 2,570,000,309 | 0.88% | 311.54 |
| 2009 | 19,483,363 | 6,961,124 | 26,444,487 | 2,754,356,786 | 0.96% | 337.65 |
| 2008 | 21,656,948 | 7,857,538 | 29,514,486 | 3,519,099,073 | 0.84% | 376.85 |
| 2007 | 23,865,120 | 10,294,366 | 34,159,486 | 3,584,977,264 | 0.95% | 432.81 |
| 2006 | 26,865,000 | 12,735,000 | 39,600,000 | 3,276,005,877 | 1.21% | 498.25 |
| 2005 | 15,710,000 | 12,335,000 | 28,045,000 | 3,253,043,207 | 0.86% | 352.86 |

(1) Stark County Auditor's Office.

CITY OF CANTON
STARK COUNTY, OHIO
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2014

| | <u>General Obligation Debt Outstanding (1)</u> | <u>Percentage Applicable to City (2)</u> | <u>Amount Applicable to City of Canton</u> |
|-------------------------------|--|--|--|
| Direct | | | |
| City of Canton | \$ 12,282,618 | 100.00% | \$ 12,282,618 |
| Overlapping Debt | | | |
| Stark County | - | 11.03% | - |
| Canton City Schools | 28,764,000 | 91.25% | 26,247,150 |
| Plain Local Schools | 44,960,000 | 22.24% | 9,999,104 |
| Canton Local Schools | 36,153,195 | 7.16% | 2,588,569 |
| Osnaburg Local Schools | 7,430,317 | 6.97% | 517,893 |
| Total Overlapping Debt | <u>117,307,512</u> | | <u>39,352,716</u> |
| Total | <u>\$ 129,590,130</u> | | <u>\$ 51,635,334</u> |

Source: Stark County, Ohio; County Auditor

- (1) Includes general obligation debt except for those payable from enterprise funds
- (2) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the assessed valuation of the political subdivision.

CITY OF CANTON
STARK COUNTY, OHIO
LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

| | <u>2014</u> | <u>2013</u> | <u>2012</u> | <u>2011</u> |
|--|----------------------|----------------------|----------------------|----------------------|
| Overall Debt Limitation (10.5% of Assessed Valuation) | \$ 76,036,730 | \$ 75,406,074 | \$ 77,280,680 | \$ 90,978,118 |
| Net Debt Within 10.5% Limitations | <u>10,078,532</u> | <u>10,653,423</u> | <u>12,329,784</u> | <u>15,583,224</u> |
| Overall Legal Debt Margin Within 10.5% Limitations | <u>\$ 65,958,198</u> | <u>\$ 64,752,651</u> | <u>\$ 64,950,896</u> | <u>\$ 75,394,894</u> |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 13.25% | 14.13% | 15.95% | 17.13% |
| Unvoted Debt Limitation (5.5% of Assessed Valuation) | \$ 39,828,763 | \$ 39,498,420 | \$ 40,480,356 | \$ 47,655,205 |
| Net Debt Within 5.5% Limitations | <u>10,078,532</u> | <u>10,653,423</u> | <u>12,329,784</u> | <u>15,583,224</u> |
| Unvoted Legal Debt Margin Within 5.5% Limitations | <u>\$ 29,750,231</u> | <u>\$ 28,844,997</u> | <u>\$ 28,150,572</u> | <u>\$ 32,071,981</u> |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 25.30% | 26.97% | 30.46% | 32.70% |

Note: Under State of Ohio finance law, the City of Canton's outstanding general obligation debt should not exceed 10.5% of total assessed property value. In addition, the outstanding general obligation debt net voted debt should not exceed 5.5% 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.

| 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ 91,928,124 | \$ 98,857,297 | \$ 104,291,997 | \$ 110,800,481 | \$ 106,126,404 | \$ 109,151,590 |
| <u>18,567,954</u> | <u>19,483,363</u> | <u>17,573,728</u> | <u>19,461,900</u> | <u>21,976,356</u> | <u>10,710,000</u> |
| <u>\$ 73,360,170</u> | <u>\$ 79,373,934</u> | <u>\$ 86,718,269</u> | <u>\$ 91,338,581</u> | <u>\$ 84,150,048</u> | <u>\$ 98,441,590</u> |
| 20.20% | 19.71% | 16.85% | 17.56% | 20.71% | 9.81% |
| \$ 48,152,827 | \$ 51,782,394 | \$ 54,629,141 | \$ 58,038,347 | \$ 55,590,021 | \$ 57,174,642 |
| <u>18,567,954</u> | <u>19,483,363</u> | <u>17,573,728</u> | <u>19,461,900</u> | <u>21,976,356</u> | <u>10,710,000</u> |
| <u>\$ 29,584,873</u> | <u>\$ 32,299,031</u> | <u>\$ 37,055,413</u> | <u>\$ 38,576,447</u> | <u>\$ 33,613,665</u> | <u>\$ 46,464,642</u> |
| 38.56% | 37.63% | 32.17% | 33.53% | 39.53% | 18.73% |

CITY OF CANTON
STARK COUNTY, OHIO
 COMPUTATION OF LEGAL DEBT MARGIN
 AS OF DECEMBER 31, 2014

| | |
|--|-----------------------|
| Total Assessed Property Value | <u>\$ 724,159,330</u> |
| Overall Debt Limitation (10 1/2 % of Assessed Valuation) | <u>\$ 76,036,730</u> |
| Gross Indebtedness | 53,097,741 |
| Less: Enterprise Funds' G.O. Bonds | (1,908,230) |
| OWDA Loans | (38,861,627) |
| OPWC Loan | (1,113,459) |
| SIB Loan | (438,994) |
| Millennium Parking Deck Loan | (148,295) |
| Capital Lease | (530,366) |
| Debt Service Fund Balance | <u>(18,238)</u> |
| Net Debt Within 10 1/2 % Limitations | <u>10,078,532</u> |
| Legal Debt Margin Within 10 1/2 % Limitations | <u>\$ 65,958,198</u> |
| | |
| Unvoted Debt Limitation (5 1/2 % of Assessed Valuation) | \$ 39,828,763 |
| Gross Indebtedness | 53,097,741 |
| Less: Enterprise Funds' G.O. Bonds | (1,908,230) |
| OWDA Loans | (38,861,627) |
| OPWC Loan | (1,113,459) |
| SIB Loan | (438,994) |
| Millennium Parking Deck Loan | (148,295) |
| Capital Lease | (530,366) |
| Debt Service Fund Balance | <u>(18,238)</u> |
| Net Debt Within 5 1/2 % Limitations | <u>10,078,532</u> |
| Legal Debt Margin Within 5 1/2 % Limitations | <u>\$ 29,750,231</u> |

Source: Stark County, Ohio: County Auditor

CITY OF CANTON
STARK COUNTY, OHIO
PLEDGED REVENUE COVERAGE - WATER
LAST TEN YEARS

| Year | Water Operating Revenues | Water Operating Expenses (1) | Net Available Revenues | Debt Service (2) | | Coverage |
|------|--------------------------------|------------------------------------|------------------------------|------------------|------------|----------|
| | | | | Principal | Interest | |
| 2014 | \$ 15,558,604 | \$ 12,561,631 | \$ 2,996,973 | \$ 1,207,800 | \$ 693,767 | 1.58 |
| 2013 | 14,966,698 | 10,773,779 | 4,192,919 | 1,226,158 | 292,830 | 2.76 |
| 2012 | 14,585,591 | 10,128,499 | 4,457,092 | 1,352,707 | 872,374 | 2.00 |
| 2011 | 13,842,633 | 10,139,601 | 3,703,032 | 872,673 | 518,539 | 2.66 |
| 2010 | 14,722,587 | 8,710,422 | 6,012,165 | 877,648 | 554,061 | 4.20 |
| 2009 | 12,012,071 | 9,739,900 | 2,272,171 | 639,403 | 423,296 | 2.14 |
| 2008 | 12,803,465 | 8,718,793 | 4,084,672 | 536,889 | 303,144 | 4.86 |
| 2007 | 12,636,294 | 8,523,683 | 4,112,611 | 454,831 | 260,446 | 5.75 |
| 2006 | 11,949,721 | 9,098,828 | 2,850,893 | 400,767 | 244,735 | 4.42 |
| 2005 | 11,638,498 | 7,212,194 | 4,426,304 | 381,700 | 263,803 | 6.86 |

(1) Direct operating expenses do not include depreciation expense.

(2) Debt service only includes OWDA and OPWC loans payable solely from net revenues in the water enterprise fund.

CITY OF CANTON
STARK COUNTY, OHIO
PLEDGED REVENUE COVERAGE - SEWER
LAST TEN YEARS

| Year | Sewer Operating Revenues | Sewer Operating Expenses (1) | Net Available Revenues | Debt Service (2) | | Coverage |
|------|--------------------------------|------------------------------------|------------------------------|------------------|------------|----------|
| | | | | Principal | Interest | |
| 2014 | \$ 13,952,785 | \$ 10,399,217 | \$ 3,553,568 | \$ 846,280 | \$ 142,524 | 3.59 |
| 2013 | 13,914,466 | 9,639,001 | 4,275,465 | 1,370,935 | 234,030 | 2.66 |
| 2012 | 14,490,594 | 9,797,750 | 4,692,844 | 1,324,728 | 273,002 | 2.94 |
| 2011 | 13,371,229 | 10,313,864 | 3,057,365 | 780,387 | 208,417 | 3.09 |
| 2010 | 13,314,535 | 8,234,557 | 5,079,978 | 759,602 | 229,202 | 5.14 |
| 2009 | 11,713,312 | 8,767,929 | 2,945,383 | 762,748 | 249,423 | 2.91 |
| 2008 | 11,087,091 | 7,551,028 | 3,536,063 | 766,440 | 269,098 | 3.41 |
| 2007 | 10,603,629 | 8,768,381 | 1,835,248 | 1,162,952 | 298,256 | 1.26 |
| 2006 | 10,682,423 | 7,768,104 | 2,914,319 | 1,131,858 | 329,885 | 1.99 |
| 2005 | 10,913,729 | 7,091,988 | 3,821,741 | 1,457,126 | 372,734 | 2.09 |

(1) Direct operating expenses do not include depreciation expense.

(2) Debt service only includes OWDA and OPWC loans payable solely from net revenues in the sewer enterprise fund.

CITY OF CANTON
STARK COUNTY, OHIO
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS

| | <u>Population (1)</u> | <u>Total Personal Income</u> | <u>Per Capita Income</u> | <u>Unemployment Rate (2)</u> |
|------|-----------------------|----------------------------------|----------------------------------|----------------------------------|
| 2014 | 72,297 | \$ 2,032,581,050 | \$ 28,114 | 4.7% |
| 2013 | 72,683 | 2,025,140,450 | 27,863 | 6.9% |
| 2012 | 73,007 | 2,034,784,650 | 27,871 | 6.9% |
| 2011 | 73,007 | 1,834,444,050 | 25,127 | 9.3% |
| 2010 | 73,007 | 1,834,444,050 | 25,127 | 11.2% |
| 2009 | 78,362 | 1,888,534,400 | 24,100 | 11.4% |
| 2008 | 78,319 | 2,004,784,350 | 25,598 | 6.9% |
| 2007 | 78,924 | 1,972,351,850 | 24,991 | 5.9% |
| 2006 | 79,478 | 1,931,177,300 | 24,298 | 5.6% |
| 2005 | 79,478 | 1,863,333,800 | 23,445 | 6.4% |

(1) Source: US Census Bureau.

(2) Source: U.S. Dept. of Labor

CITY OF CANTON
STARK COUNTY, OHIO
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO (1)

2014

| Employer | Nature of Activity | Employees | Percentage of Total City Employment |
|--|---|---------------|---|
| Aultman Hospital | Health Service | 3,828 | 12.21% |
| Mercy Medical Center | Health Service | 2,624 | 8.37% |
| Canton City Schools | Education | 2,427 | 7.74% |
| Stark County Government | Government | 1,973 | 6.29% |
| Timken Steel | Steel | 1,580 | 5.04% |
| Fresh Mark Inc. | Meat Processing | 1,460 | 4.66% |
| City of Canton | Municipal Government | 1,276 | 4.07% |
| Timken Company | Tapered roller bearings and steel | 1,027 | 3.28% |
| Republic Engineered Products | Hot-rolled and cold finisher steel bars and specialty steels | 878 | 2.80% |
| Nationwide Insurance | Insurance Provider | 715 | 2.28% |
| Total | | 17,788 | 56.74% |
| Estimated Total Employment within the City | | 31,349 | |

2006 (1)

| Employer | Nature of Activity | Employees | Percentage of Total City Employment |
|--|--|---------------|---|
| Aultman Hospital | Health Service | 4,982 | 16.34% |
| Timken Company | Tapered roller bearings and steel | 2,469 | 8.10% |
| Mercy Medical Center | Health Service | 2,395 | 7.86% |
| Canton City Schools | Education | 1,983 | 6.50% |
| Stark County Government | Government | 1,843 | 6.05% |
| City of Canton | Municipal Government | 990 | 3.25% |
| Nationwide Insurance | Insurance Provider | 755 | 2.48% |
| Fresh Mark Inc. | Meat Processing | 700 | 2.30% |
| United States Postal Service | Federal Government | 638 | 2.09% |
| Republic Engineered Products | Hot-rolled and cold finisher steel steel bars | 519 | 1.70% |
| Total | | 17,274 | 56.66% |
| Estimated Total Employment within the City | | 30,487 | |

Source: Survey of Employers performed by City Community Development Department
and City Income Tax Department

(1) Information for 2005 was unavailable. The City has presented 2006 information.

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CITY OF CANTON
STARK COUNTY, OHIO
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN YEARS

| Function/Program | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 |
|--------------------------------------|------------|------------|------------|------------|------------|------------|
| Governmental Employees | | | | | | |
| General government | 188 | 183 | 175 | 181 | 183 | 181 |
| Security of persons and property | 379 | 361 | 367 | 375 | 396 | 409 |
| Public health | 53 | 52 | 49 | 47 | 51 | 50 |
| Transportation | 50 | 46 | 44 | 46 | 45 | 50 |
| Community development | 16 | 15 | 14 | 19 | 23 | 23 |
| Leisure time activities | 21 | 14 | 14 | 16 | 21 | 21 |
| Total Governmental Employees | 707 | 671 | 663 | 684 | 719 | 734 |
| Business-Type Employees | | | | | | |
| Water | 85 | 85 | 84 | 88 | 87 | 91 |
| Sewer | 73 | 76 | 75 | 71 | 73 | 80 |
| Refuse | 63 | 61 | 56 | 57 | 54 | 58 |
| Total Business-Type Employees | 221 | 222 | 215 | 216 | 214 | 229 |
| Total Employees | 928 | 893 | 878 | 900 | 933 | 963 |

Method: Part-time and seasonal employees are not included

Source: City of Canton Auditor's Office

| <u>2008</u> | <u>2007</u> | <u>2006</u> | <u>2005</u> |
|----------------------------|----------------------------|--------------------------|--------------------------|
| 193 | 194 | 196 | 187 |
| 434 | 428 | 423 | 400 |
| 53 | 52 | 51 | 53 |
| 49 | 50 | 44 | 42 |
| 22 | 17 | 18 | 20 |
| 27 | 27 | 26 | 28 |
| <u>778</u> | <u>768</u> | <u>758</u> | <u>730</u> |
| 96 | 101 | 97 | 97 |
| 79 | 79 | 76 | 76 |
| 58 | 58 | 59 | 58 |
| <u>233</u> | <u>238</u> | <u>232</u> | <u>231</u> |
| <u><u>1,011</u></u> | <u><u>1,006</u></u> | <u><u>990</u></u> | <u><u>961</u></u> |

CITY OF CANTON
STARK COUNTY, OHIO
 CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
 LAST TEN YEARS

| Function/Program | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
|--|--------|--------|--------|--------|--------|--------|--------|
| General Government | | | | | | | |
| Departmental vehicles | 38 | 38 | 22 | 22 | 22 | 22 | 23 |
| Security of Persons and Property | | | | | | | |
| Police stations | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Police department vehicles | 124 | 122 | 123 | 123 | 124 | 129 | 110 |
| Fire stations | 7 | 8 | 8 | 8 | 8 | 8 | 8 |
| Fire department vehicles | 46 | 44 | 39 | 39 | 40 | 40 | 37 |
| Intersections with traffic lights | 203 | 236 | 213 | 213 | 224 | 226 | 227 |
| Traffic department vehicles | 15 | 16 | 17 | 17 | 17 | 19 | 20 |
| Public Health | | | | | | | |
| Departmental vehicles | 21 | 19 | 12 | 12 | 12 | 14 | 14 |
| Transportation | | | | | | | |
| Area (in square miles) | 25.70 | 25.70 | 25.70 | 25.70 | 25.70 | 25.50 | 25.40 |
| Miles of streets | 413.44 | 414.11 | 414.11 | 414.11 | 414.30 | 414.40 | 413.83 |
| Bridges | 24 | 24 | 23 | 23 | 23 | 23 | 23 |
| Miles of storm sewers | 218.96 | 217.48 | 217.48 | 217.48 | 217.40 | 214.56 | 214.33 |
| Departmental vehicles | 99 | 102 | 110 | 110 | 112 | 114 | 110 |
| Leisure Time Activities | | | | | | | |
| Number of parks | 61 | 61 | 61 | 61 | 61 | 61 | 61 |
| Park acreage | 812 | 812 | 812 | 812 | 812 | 812 | 800 |
| Number of shelters | 25 | 24 | 23 | 23 | 23 | 22 | 22 |
| Number of baseball fields | 43 | 43 | 43 | 43 | 43 | 43 | 43 |
| Walking tracks | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Walking bridges | 17 | 17 | 16 | 16 | 16 | 14 | 14 |
| Play equipment sets | 41 | 39 | 39 | 39 | 37 | 37 | 36 |
| Restrooms | 20 | 19 | 19 | 19 | 19 | 19 | 19 |
| Number of tennis courts | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Swimming pools | - | - | - | - | - | - | - |
| Community centers | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Departmental vehicles | 46 | 45 | 45 | 45 | 46 | 47 | 44 |
| Water | | | | | | | |
| Miles of water mains | 661.24 | 668.32 | 660.03 | 660.03 | 658.80 | 658.69 | 658.68 |
| Water treatment plants | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Maximum daily capacity in gallons (in millions) | 40,500 | 40,500 | 40,500 | 40,500 | 40,500 | 40,500 | 39,000 |
| Number of fire hydrants | 3,274 | 3,258 | 3,258 | 3,258 | 3,252 | 3,252 | 3,243 |
| Departmental vehicles | 81 | 81 | 71 | 71 | 68 | 62 | 59 |
| Sewer | | | | | | | |
| Miles of sanitary sewers | 363.00 | 360.00 | 360.00 | 360.00 | 363.00 | 362.83 | 360.10 |
| Sewer treatment plants | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Maximum daily capacity in gallons (in millions) | | | | | | | |
| Wet weather | 67,000 | 67,000 | 67,000 | 67,000 | 67,000 | 67,000 | 67,000 |
| Dry weather | 39,000 | 39,000 | 39,000 | 39,000 | 39,000 | 39,000 | 39,000 |
| Departmental vehicles | 67 | 68 | 63 | 63 | 63 | 52 | 59 |
| Refuse | | | | | | | |
| Departmental vehicles | 29 | 28 | 20 | 20 | 23 | 25 | 28 |

Source: Various City of Canton Departments

| 2007 | 2006 | 2005 |
|--------|--------|--------|
| 24 | 21 | 18 |
| 5 | 5 | 5 |
| 124 | 124 | 85 |
| 8 | 8 | 8 |
| 39 | 36 | 32 |
| 228 | 230 | 232 |
| 29 | 23 | 21 |
| 23 | 24 | 22 |
| 25.40 | 25.30 | 23.94 |
| 413.87 | 411.39 | 412.19 |
| 23 | 23 | 23 |
| 214.09 | 211.92 | 211.70 |
| 124 | 116 | 114 |
| 61 | 61 | 60 |
| 710 | 710 | 700 |
| 22 | 21 | 21 |
| 43 | 42 | 43 |
| 4 | 4 | 4 |
| 14 | 13 | 13 |
| 36 | 35 | 35 |
| 19 | 19 | 19 |
| 8 | 8 | 8 |
| - | 1 | 1 |
| 1 | 1 | 1 |
| 46 | 47 | 46 |
| 655.89 | 651.36 | 649.58 |
| 3 | 3 | 3 |
| 39,000 | 39,000 | 39,000 |
| 3,212 | 3,163 | 3,141 |
| 60 | 56 | 60 |
| 359.70 | 357.51 | 357.26 |
| 1 | 1 | 1 |
| 67,000 | 67,000 | 67,000 |
| 39,000 | 39,000 | 39,000 |
| 59 | 47 | 40 |
| 37 | 35 | 32 |

CITY OF CANTON
STARK COUNTY, OHIO
 OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN YEARS

| Function/Program | 2014 | 2013 | 2012 | 2011 |
|--|-----------|-----------|-----------|-----------|
| General Government | | | | |
| Auditor | | | | |
| Purchase orders issued | 7,143 | 6,924 | 6,608 | 6,666 |
| Checks issued | 16,953 | 15,946 | 16,156 | 16,542 |
| Payroll checks issued | 28,402 | 27,335 | 26,963 | 28,285 |
| Civil service | | | | |
| Tests administered | 34 | 30 | 28 | 15 |
| Courts | | | | |
| Cases heard | 26,761 | 25,745 | 27,027 | 30,649 |
| Trials held | 198 | 180 | 180 | 215 |
| Probation cases | 465 | 442 | 427 | 418 |
| Community service | | | | |
| Cases | 2,171 | 1,971 | 2,021 | 2,080 |
| House arrest cases | 109 | 107 | 216 | 164 |
| Income tax | | | | |
| Refunds issued | 2,564 | 2,718 | 2,934 | 2,935 |
| Tax notifications mailed | 30,604 | 31,650 | 40,471 | 34,908 |
| Law department | | | | |
| Claims | 487 | 180 | 139 | 245 |
| Trials conducted | 299 | 119 | 83 | 84 |
| Pretrials conducted | 6,489 | 7,218 | 6,572 | 6,829 |
| Prosecutor hearings | 67 | 76 | 103 | 55 |
| Criminal intakes | 1,872 | 1,919 | 1,952 | 1,966 |
| Security of Persons and Property | | | | |
| Code enforcement | | | | |
| Building permits issued | 638 | 685 | 706 | 1,071 |
| Building permits estimated value (in millions) | \$47,834 | \$75,616 | \$42,528 | \$68,127 |
| Police | | | | |
| Physical arrests | 2,390 | 2,013 | 2,613 | 3,471 |
| Traffic violations | 3,086 | 2,074 | 3,726 | 8,850 |
| Parking violations | 9,145 | 10,100 | 10,104 | 8,556 |
| Fire | | | | |
| Calls answered | 13,835 | 14,276 | 13,789 | 13,429 |
| Public Health | | | | |
| Birth certificates issued | 9,553 | 9,619 | 3,950 | 10,263 |
| Death certificates issued | 6,678 | 6,798 | 1,822 | 8,144 |
| Nursing | | | | |
| Home visits | 322 | 307 | 350 | 395 |
| Air pollution complaints | | | | |
| Investigated | 276 | 249 | 220 | 282 |
| Food service inspections | 2,278 | 2,539 | 878 | 946 |
| Transportation | | | | |
| Road salt expense | \$270,154 | \$500,693 | \$465,348 | \$817,201 |
| Leisure Time Activities | | | | |
| Shelter/building permits issued | 708 | 450 | 529 | 473 |
| Water | | | | |
| Number of service connections | | | | |
| | 44,367 | 44,360 | 44,292 | 44,184 |
| Daily average consumption in gallons (in millions) | | | | |
| | 20.089 | 17.897 | 19.150 | 19,106 |
| Sewer | | | | |
| Number of active sewer accounts | | | | |
| | 26,514 | 27,763 | 26,815 | 26,804 |
| Daily average treatment in gallons (in millions) | | | | |
| | 30.14 | 27.18 | 27.82 | 34,030 |

Source: Various City of Canton Departments

| 2010 | 2009 | 2008 | 2007 | 2006 | 2005 |
|-----------|-----------|-----------|-----------|-----------|-----------|
| 7,228 | 6,988 | 6,811 | 7,141 | 6,787 | 6,551 |
| 16,431 | 16,817 | 17,513 | 18,195 | 18,545 | 19,735 |
| 29,027 | 30,031 | 31,847 | 30,540 | 29,844 | 30,401 |
| 12 | 12 | 21 | 13 | 18 | 17 |
| 39,557 | 32,403 | 32,201 | 36,014 | 34,457 | 30,730 |
| 290 | 217 | 208 | 218 | 270 | 256 |
| 395 | 423 | 513 | 388 | 413 | 354 |
| 2,681 | 2,578 | 2,416 | 2,494 | 2,197 | 2,488 |
| 120 | 183 | 694 | 155 | 164 | 292 |
| 2,870 | 3,182 | 3,332 | 3,145 | 3,378 | 3,965 |
| 32,693 | 35,484 | 34,258 | 36,347 | 35,091 | 34,884 |
| 176 | 127 | 216 | 180 | 131 | 276 |
| 22 | 44 | 116 | 121 | 143 | 112 |
| 7,735 | 7,428 | 7,719 | 8,102 | 7,401 | 6,515 |
| 121 | 109 | 151 | 307 | 297 | 278 |
| 2,107 | 2,241 | 2,188 | 1,987 | 2,086 | 2,468 |
| 819 | 4,097 | 2,449 | 1,364 | 4,715 | 5,506 |
| \$42,510 | \$73,781 | \$59,247 | \$90,644 | \$103,290 | \$174,606 |
| 4,201 | 4,466 | 5,228 | 5,218 | 4,620 | 4,964 |
| 15,328 | 6,162 | 6,189 | 6,429 | 8,638 | 5,971 |
| 10,422 | 10,789 | 9,966 | 10,188 | 8,000 | 14,949 |
| 20,687 | 12,602 | 12,952 | 15,904 | 10,475 | 5,639 |
| 12,413 | 14,859 | 16,136 | 20,653 | 18,442 | 16,673 |
| 7,875 | 9,715 | 10,040 | 9,321 | 9,572 | 10,180 |
| 408 | 425 | 350 | 267 | 49 | 62 |
| 63 | 167 | 222 | 486 | 1,999 | 222 |
| 971 | 1,240 | 926 | 1,429 | 966 | 1,319 |
| \$516,835 | \$681,366 | \$630,012 | \$353,321 | \$456,317 | \$366,801 |
| 453 | 520 | 371 | 481 | 470 | 534 |
| 44,171 | 44,179 | 44,200 | 44,152 | 43,961 | 43,777 |
| 19,970 | 19,983 | 23,660 | 22,475 | 21,763 | 22,468 |
| 27,000 | 27,178 | 27,274 | 28,354 | 27,624 | 28,066 |
| 30,326 | 27,800 | 29,230 | 28,330 | 30,120 | 30,760 |

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COMPREHENSIVE ANNUAL FINANCIAL REPORT



CANTON, OHIO

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