CITY OF NORTON
SUMMIT COUNTY

SINGLE AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2014

Dave Yost • Auditor of State

CITY OF NORTON
SUMMIT COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by *Government Auditing Standards*	1
Independent Auditor's Report on Compliance with Requirements Applicable to the Major Federal Program and on Internal Control Over Compliance Required by OMB Circular A-133	3
Federal Awards Receipts and Expenditures Schedule	7
Notes to the Federal Awards Receipts and Expenditures Schedule	8
Schedule of Findings	9
Corrective Action Plan	11

Dave Yost • Auditor of State

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

City of Norton
Summit County
4060 Columbia Woods Drive
Norton, Ohio 44203

To the Members of Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Norton, Summit County, (the City) as of and for the year ended December 31, 2014, and the related notes to the financial statements which collectively comprise the City's basic financial statements and have issued our report thereon dated June 19, 2015.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the City's internal control. Accordingly, we have not opined on it.

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

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

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Compliance and Other Matters

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

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Dave Yost
Auditor of State
Columbus, Ohio

June 19, 2015

Dave Yost · Auditor of State

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

City of Norton
Summit County
4060 Columbia Woods Drive
Norton, Ohio 44203

To the Members of Council:

Report on Compliance for* the *Major Federal Program

We have audited the City of Norton's, Summit County, Ohio, (the City's) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect the City's major federal program for the year ended December 31, 2014. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the City's major federal program.

Management's Responsibility

The City's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to opine on the City's compliance for the City's major federal program based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

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Basis for Qualified Opinion on Highway Planning and Construction

As described in finding 2014-001 in the accompanying schedule of findings, the City did not comply with requirements regarding Procurement and Suspension and Debarment applicable to its Highway Planning and Construction major federal program. Compliance with this requirement is necessary, in our opinion, for the City to comply with requirements applicable to this program.

Qualified Opinion on Highway Planning and Construction

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Highway Planning and Construction* paragraph, the City of Norton complied, in all material respects, with the requirements referred to above that could directly and materially affect its Highway Planning and Construction program for the year ended December 31, 2014.

Report on Internal Control over Compliance

The City's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the City's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on the major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the City's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Therefore, we cannot assure we have identified all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. However, as discussed below, we identified a certain deficiency in internal control over compliance that we consider to be a material weakness.

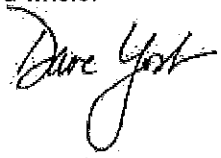
A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program's compliance requirement will not be prevented, or timely detected and corrected. A *significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies in internal control over compliance with a federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings as item 2014-001 to be a material weakness.

The City's response to our internal control over compliance finding is described in the accompanying schedule of findings. We did not audit the City's response and, accordingly, we express no opinion on it.

This report only describes the scope of our tests of internal control over compliance and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

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

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the City of Norton, Summit County, Ohio, (the City) as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated June 19, 2015. We conducted our audit to opine on the City's basic financial statements. The accompanying federal awards receipts and expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule 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, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Dave Yost
Auditor of State
Columbus, Ohio

June 19, 2015

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CITY OF NORTON
SUMMIT COUNTY

FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2014

Federal Grantor/ *Pass-Through/* Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Expenditures
U.S. DEPARTMENT OF TRANSPORTATION				
Passed Through Ohio Department of Transportation:				
Highway Planning and Construction Cleveland-Massillon Road	PID 84498	20.205	$527,773	$527,773
Total U.S. Department of Transportation			$527,773	$527,773

The accompanying notes to this schedule are an integral part of this schedule.

CITY OF NORTON
SUMMIT COUNTY

NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the City of Norton's (the City's) federal award program receipts and disbursements. The Schedule has been prepared on the cash basis of accounting.

NOTE B - MATCHING REQUIREMENTS

Certain Federal programs require the City to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The City has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

CITY OF NORTON
SUMMIT COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2014

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	**Type of Financial Statement Opinion**	Unmodified
(d)(1)(ii)	**Were there any material control weaknesses reported at the financial statement level (GAGAS)?**	No
(d)(1)(ii)	**Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?**	No
(d)(1)(iii)	**Was there any reported material noncompliance at the financial statement level (GAGAS)?**	No
(d)(1)(iv)	**Were there any material internal control weaknesses reported for major federal programs?**	Yes
(d)(1)(iv)	**Were there any significant deficiencies in internal control reported for major federal programs?**	No
(d)(1)(v)	**Type of Major Programs' Compliance Opinion**	Qualified
(d)(1)(vi)	**Are there any reportable findings under § .510(a)?**	Yes
(d)(1)(vii)	**Major Programs (list):**	Highway Planning and Construction – CFDA #20.205
(d)(1)(viii)	**Dollar Threshold: Type A\B Programs**	Type A: > $ 300,000 Type B: all others
(d)(1)(ix)	**Low Risk Auditee?**	No

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

None

3. FINDINGS FOR FEDERAL AWARDS

1. Federal Debarment and Suspension

Finding Number	2014-001
CFDA Title and Number	Highway Planning and Construction – CFDA #20.205
Federal Award Number / Year	2014
Federal Agency	U.S. Department of Transportation
Pass-Through Agency	Ohio Department of Transportation

NONCOMPLIANCE AND MATERIAL WEAKNESS

2 C.F.R. Part 180.305 indicates non Federal entities are prohibited from contracting with or making sub-awards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. "Covered transactions" include those procurement contracts for goods and services under a non-procurement transaction (e.g., grant or cooperative agreement). **2 C.F.R. Part 180.300** indicates when a non-Federal entity enters into a covered transaction the entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Systems for Award Management (SAM) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transactions with that entity.

The City was unaware of the requirement and therefore, did not perform a review of the SAM listing for a vendor paid by the Highway Construction Grant ensuring this vendor was not suspended or debarred or otherwise excluded, prior to the contract being made. In addition, a certification was not obtained from the vendor stating they were not included on the SAM listing nor was a clause included in the contract.

The City should implement procedures to ensure one of the three aforementioned methods is used to verify the entity is not excluded or disqualified. In addition, if the City checks the SAM online at https://www.sam.gov/portal/public/SAM, a search print out should be maintained to document the search had been performed for all vendors to whom federal dollars are disbursed. We subsequently performed the search of the SAM listing, at the time of testing, and verified the vendor was not suspended or debarred or otherwise excluded.

Official's Response: The City of Norton was unaware of the requirement to review the SAM website listing to determine if potential contractors had been suspended or debarred or otherwise excluded from accepting contracts from the City in the State of Ohio. The City has always contacted and used ODOT (Ohio Department of Transportation) recommendations for acceptable contractors. The City has just recently become aware of this regulation and that ODOT had not performed the SAM review. Effective immediately the City has changed its procedures and will check the SAM site on all potential contracts to determine their status and have a copy of the written status maintained in the project file before any contract is finalized. See also the "Corrective Action Plan."

CITY OF NORTON
SUMMIT COUNTY

CORRECTIVE ACTION PLAN
OMB CIRCULAR A -133 § .315 (c)
DECEMBER 31, 2014

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2014-001	The City of Norton will check the SAM registration site to review any potential contractor before they are awarded a contract, to ensure they are not suspended or debarred. In addition the City will copy the certification from the website and keep a copy in the project file as documentation this review was completed in a timely manner.	June 2015	City Engineer Finance Director

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Dave Yost • Auditor of State

MANAGEMENT LETTER

City of Norton
Summit County
4060 Columbia Woods Drive
Norton, Ohio 44203

To the Members of Council:

We have audited the financial statements of the City of Norton, Summit County, (the City) in accordance with *Government Auditing Standards*, as of and for the year ended December 31, 2014, and have issued our report thereon dated June 19, 2015.

Government Auditing Standards require us to report significant internal control deficiencies, fraud (including noncompliance with laws and regulations), and also abuse and noncompliance with contracts and grant agreements that could directly and materially affect the determination of financial statement amounts. We have issued the required report dated June 19, 2015, for the year ended December 31, 2014.

Office of Management and Budget Circular A-133 requires that we report all material (and certain immaterial) instances of noncompliance, significant deficiencies, and material weaknesses in internal control related to major federal financial assistance programs. We have issued the required report dated June 19, 2015, for the year ended December 31, 2014.

We are also submitting the following comments for your consideration regarding the City's compliance with applicable laws, regulations, grant agreements, contract provisions, and internal control. These comments reflect matters that do not require inclusion in the *Government Auditing Standards* or Office of Management and Budget Circular A-133 reports. Nevertheless, these comments represent matters for which we believe improvements in compliance or internal controls or operational efficiencies might be achieved. Due to the limited nature of our audit, we have not fully assessed the cost-benefit relationship of implementing these recommendations. However, these comments reflect our continuing desire to assist your City. If you have questions or concerns regarding these comments please contact your regional Auditor of State office.

Noncompliance Findings

* **1. Fiscal Officer Certificates**

Ohio Rev. Code § 5705.41(D) requires no subdivision or taxing unit shall make any contract or give any order involving the expenditure of money unless there is attached thereto a certificate of the fiscal officer of the subdivision that the amount required to meet the obligation has been lawfully appropriated for such purpose and is in the treasury or in the process of collection to the credit of an appropriate fund free from any previous encumbrances. This certificate need be signed only by the subdivision's fiscal officer. Every contract made without such a certificate shall be void, and no warrant shall be issued in payment of any amount due thereon.

Noncompliance Findings
(Continued)

There are several exceptions to the standard requirement stated above that a fiscal officer's certificate must be obtained prior to a subdivision or taxing authority entering into a contract or order involving the expenditure of money. The main exceptions are: "then and now" certificates, blanket certificates, and super blanket certificates, which are provided for in sections 5705.41(D)(1) and 5705.41(D)(3), respectively, of the Ohio Revised Code.

1. "Then and Now" Certificate – If the fiscal officer can certify both at the time the contract or order was made ("then"), and at the time the fiscal officer is completing the certification ("now"), sufficient funds were available or in the process of collection, to the credit of a proper fund, properly appropriated and free from any previous encumbrance, the City can authorize the drawing of a warrant for the payment of the amount due. The City has thirty days from the receipt of the "then and now" certificate to approve payment by ordinance or resolution.

Amounts of less than $3,000 may be paid by the fiscal officer without a resolution or ordinance upon completion of the "then and now" certificate, provided the expenditure is otherwise lawful. This does not eliminate any otherwise applicable requirement for approval of expenditures by the City.

2. Blanket Certificate – Fiscal Officers may prepare "blanket" certificates for a certain sum of money not in excess of an amount established by resolution or ordinance adopted by a majority of the members of the legislative authority against any specific line item account over a period not running beyond the end of the current fiscal year. The blanket certificates may, but need not, be limited to a specific vendor. Only one blanket certificate may be outstanding at one particular time for any one particular line item appropriation.

3. Super Blanket Certificate – The City may also make expenditures and contracts for any amount from a specific line-item appropriation account in a specified fund upon certification of the fiscal officer for most professional services, fuel, oil, food items, and any other specific recurring and reasonably predictable operating expense. This certification is not to extend beyond the current year. More than one super blanket certificate may be outstanding at a particular time for any line item appropriation.

Three of 16 expenditures tested were not certified by the Finance Director prior to incurring the obligation nor was there evidence the City issued then and Now Certificates. The City should certify the availability of funds for expenditure prior to incurring expenses and also implement the use of Then and Now Certificates, Blanket Certificates and Super Blanket Certificates as further means to certify funds pursuant to Ohio Rev. Code Section 5705.41(D).

To help improve controls over disbursements and to help reduce the possibility of the City's funds exceeding budgetary spending limitations, we recommend the Finance Director certify that funds are or will be available prior to incurring the obligation by the City.

Noncompliance Findings
(Continued)

2. Negative Fund Balance

Ohio Rev. Code § 5705.10(H) indicates money paid into a fund must be used only for the purposes for which such fund has been established. As a result, a negative fund cash balance indicates that money from one fund was used to cover the expenses of another fund. At October 31, 2014 the Debt Service Fund had a negative fund balance of $171,318; however, at year end the fund had a positive balance.

Negative cash fund balances are an indication that revenues from other sources were used to pay obligations of these funds. Fund activity should be monitored to prevent future expenditures in excess of available resources. In those cases where additional funds are required, the resources should either be transferred or advanced to the fund in accordance with the Ohio Revised Code.

Recommendations

* 1. Disaster Recovery Plan

The City has not adopted a formal disaster recovery plan to identify procedures to be performed in the event of an emergency which allows the processing of accounting system information. Without documented disaster recovery procedures, the City could incur substantial costs in attempting to retrieve and recreate pertinent financial information.

The City should prepare a written plan to ensure procedures are in place for City operations to continue in the event of a disaster. A documented plan for the recovery of interrupted or lost data processing activities should be developed and distributed to appropriate personnel. Arrangements for space, hardware, data files, programs, systems software, data base, and documentation should be included in the plan. A test of the disaster recovery plan should be executed to ensure critical details have been included and the documented recovery activities are achievable. Subsequent to year end, the City has adopted a formal disaster recovery plan.

2. Lifeforce Management SOC 1 Report

The City contracts with Life Force Management, Inc., a third-party emergency medical billing service organization, to bill and collect charges for services related to emergency medical services (EMS) provided by the City. Life Force Management, Inc. did not obtain a Service Organization Controls 1 (SOC 1) report for the current audit period.

Statement on Standards for Attestation Engagements (SSAE) No. 16, Reporting on Controls at a Service Organization, prescribes standards for reporting on the processing (i.e. control and design and operation) of transactions by service organizations. An unqualified, Type II "Report on Policies and Procedures Placed in Operation and Tests of Operating Effectiveness" in accordance with SSAE No. 16, should provide the City with an appropriate level of assurance that claims are being processed completely and accurately.

Recommendations
(Continued)

The City should specify in their contract with the service organization that an annual Type II SOC 1 report be performed. The City should be provided a copy of the SOC 1 report timely, should review the report's content to help ensure proper control activities are in place at the service organization, and determine that the Complimentary User Entity Controls are implemented by the City. SOC 1 report procedures should be conducted in accordance with American Institute of Certified Public Accountants' (AICPA) Standards by a firm registered and considered in "good standing" with the Accountancy Board of the respective State. If the service organization is unable or unwilling to provide a SOC 1 report, the City should consider obtaining EMS billing services from an organization that provides such a report.

3. Authorized Signators on Bank Accounts

A bank confirmation indicated the prior Finance Director was still an authorized signatory for the City's bank accounts at JP Morgan Chase Bank. However, during the audit period of 2014, City Council appointed a new Finance Director to the City authorized to be a signatory on the City's bank accounts.

The City should contact the bank to remove the prior Finance Director and add the current Finance Director as authorized signatory for the JP Morgan Chase Bank accounts. This procedure may help ensure any access to the accounts by prior employees will be denied. Subsequent to year end, the former Finance Director has been removed as on authorized signatory on the account.

4. Federal Transactions

The City has a federal project for the widening of Cleveland Massillon Road. The funding for this project is paid by the Ohio Department of Transportation (ODOT) and the City by a 90% and 10% matching share requirement. ODOT pays the contractor on-behalf of the City. The City should acknowledge these funds by posting a revenue and an expenditure to their ledgers (memo entries). Per review of the Revenue Audit Trail Report it was noted the City posted the incorrect amounts for two of the payments made by ODOT. The City posted both the ODOT portion and the City's portion as payments made by ODOT which overstated the Revenue Audit Trail Report.

The accompanying Federal Awards Receipts and Expenditures Schedule has been adjusted to reflect these funds.

The City should post the on behalf payments made by ODOT based upon the invoices and confirmation provided by ODOT to their Revenue Audit Trail Report. This will ensure the correct amounts are being posted to the City's Reports.

Also we recommend the City review Auditor of State Bulletin 97-006 for guidance and proper accounting treatments for on-behalf payments. On-Behalf payments are direct payments by one entity to a third party recipient for another entity.

Recommendations
(Continued)

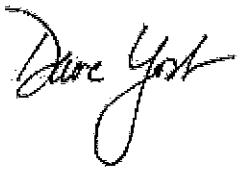
5. Inventory Listing

The City maintains a material and supply inventory listing for various departments of the City. When recalculating some of the items listed on the inventory sheet, we noticed several of the group pricing listed were incorrect. The item quantity price was miscalculated by the City, which caused the total inventory reported at year end to be understated.

We recommend there be a segregation of duties between the person counting the inventory and the person completing the inventory worksheet. We also recommend the inventory sheets be double checked and recalculated to aid in the accuracy and completeness of the inventory pricing quantity.

* We also reported these matters in our prior audit of the financial statements.

We intend this report for the information and use of City Council and management.



Dave Yost
Auditor of State
Columbus, Ohio

June 19, 2015

CITY OF

NORTON, OHIO

A GROWING COMMUNITY
NORTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED—DECEMBER 31

2014

City of Norton, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2014

Issued by:

City of Norton
Department of Finance

Ronald Messner
Director of Finance

Comprehensive Annual Financial Report

Introductory Section

2014

City of Norton, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2014
Table of Contents

Page

I. Introductory Section

Letter of Transmittal iv
GFOA Certificate of Achievement ix
Principal Officials x
Organizational Chart xi

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 14

Statement of Activities 15

Fund Financial Statements:

Balance Sheet – Governmental Funds 16

Statement of Revenues, Expenditures and Changes in
Fund Balances – Governmental Funds 18

Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget (Non-GAAP Basis) and Actual:
General Fund 20
Street Construction, Maintenance and Repair Fund 21
Fire/EMS Levy Fund 22
2012 Fire/EMS Levy Fund 23

Statement of Fiduciary Assets and Liabilities – Agency Funds 24

Notes to the Basic Financial Statements 25

Combining and Individual Fund Statements and Schedules:

Combining Statements – Nonmajor Governmental Funds:

Fund Descriptions – Nonmajor Governmental Funds 59

Combining Balance Sheet – Nonmajor Governmental Funds 62

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances – Nonmajor Governmental Funds 63

Combining Balance Sheet – Nonmajor Special Revenue Funds 64

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances – Nonmajor Special Revenue Funds 67

Combining Balance Sheet – Nonmajor Capital Projects Funds 70

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances – Nonmajor Capital Projects Funds 72

Combining Statements – Agency Funds:

Fund Descriptions – Fiduciary Funds 74

Combining Statement of Changes in Assets and Liabilities – Agency Funds 75

Individual Fund Schedules of Revenues, Expenditures and Changes in
Fund Balances – Budget (Non-GAAP Basis) and Actual:

Major Funds:
General Fund 77
Street Construction, Maintenance and Repair Fund 82
Fire/EMS Levy Fund 83
2012 Fire/EMS Levy Fund 84
Special Assessment Bond Retirement Fund 85
Water and Sewer Improvements Fund 86
Nonmajor Funds:
State Highway Improvement Fund 87
Fire Fund 88
Emergency Medical Services Fund 89
DARE Program Fund 90
Drug Law Enforcement Fund 91
Law Enforcement Fund 92
Law Enforcement Assistance Fund 93
DWI Enforcement and Education Fund 94
Cemetery Fund 95
Special Events Fund 96
Police and Fire Disability and Pension Fund 97
Mayor’s Court Fund 98
Water System Fund 99
Sanitary Sewer Fund 100
Police Equipment Fund 101
Special Permissive License Plate Tax Fund 102
Community Center Fund 103
Greenwich Road Fund 104
Recycling Fund 105
Scrap Tire Fund 106
Brentwood Water Fund 107
General Obligation Bond Retirement Fund 108
Land and Land Improvements Fund 109
Streets, Highways and Bridges Fund 110
Wadsworth/Summit Road Sanitary Sewer Fund 111
Nash Heights East Fund 112

III. Statistical Section

Statistical Section Descriptions S1

Net Position by Component – Last Ten Years S2

Changes in Net Position – Last Ten Years S4

Fund Balances, Governmental Funds – Last Ten Years S8

Changes in Fund Balances, Governmental Funds – Last Ten Years S10

Assessed Valuation and Estimated Actual Values of Taxable Property – Last Ten Years S12

Property Tax Rates – Direct and Overlapping Governments – Last Ten Years S14

Property Tax Levies and Collections – Last Ten Years S16

Income Tax Revenue Base and Collections – Last Ten Years S18

Principal Real Estate Property Taxpayers – 2014 and 2005 ..... S20

Ratio of General Obligation Bonded Debt to Estimated Actual Value and Bonded Debt Per Capita – Last Ten Years S21

Ratio of Outstanding Debt to Total Personal Income and Debt Per Capita – Last Ten Years S22

Computation of Direct and Overlapping Governmental Activities Debt S23

Legal Debt Margin – Last Ten Years S24

Demographic and Economic Statistics – Last Ten Years S26

Principal Employers – 2014 and 2005 ..... S28

Operating Indicators by Function/Program – Last Ten Years S30

Capital Assets Statistics by Function/Program – Last Ten Years S34

City Government Employees by Function/Program – Last Ten Years S36

CITY OF NORTON

4060 Columbia Woods Drive
Norton, Ohio 44203

Offices: 330-825-7815 Fax: 330-825-3104
Website: www.cityofnorton.org

Mayor Mike Zita

June 19, 2015

Members of City Council and
Citizens of Norton

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

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

Ohio law requires independent audits to be performed on all financial operations of the City either by the Auditor of State or an independent public accounting firm, if permitted by the Auditor of State. The Auditor of State rendered an opinion on the City's financial statements as of December 31, 2014, and the Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

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

PROFILE OF THE GOVERNMENT

In September 1785, the area that became Norton was purchased as Town 1, Range 12 of the historic Connecticut Western Reserve. Early Norton consisted of seven hamlets: Norton Center, Loyal Oak, Western Star, Hametown, Sherman, Johnson's Corners, and New Portage.

The area was sparsely populated until after the War of 1812 when New Englanders relocated into the region followed by German settlers from Pennsylvania. Norton was originally a part of Wolf Township locally organized in 1816 along with what are now Copley, Guilford, Montville, Sharon and Wadsworth Townships.

Independent Norton Township was formed in the spring of 1818 and named after landowner Birdseye Norton. It was incorporated as a village in 1961, became a charter village in 1962 and became a charter City in 1969. Under the Ohio Constitution, the City of Norton may exercise all powers of self-government, and police powers to the extent not in conflict with applicable general laws. The City is subject to some general laws applicable to all cities.

The City is located in the counties of Summit and Wayne in northeastern Ohio, and is approximately 21 square miles in size. The City of Norton is approximately 40 miles south of Cleveland, and five miles southwest of Akron. The Highway system includes State Route 21, U.S. 224 and Interstate 76 with access to Interstate 77. The Ohio Turnpike and Interstate 71 are approximately 15 minutes away. The Akron-Canton Airport, 20 miles south, and Cleveland–Hopkins Airport, 35 miles north, both offer commercial, passenger and freight service. Wheeling and Lake Erie provide rail service to the community.

The City of Norton has an excellent public school system which is supplemented by local vocational and technical schools. An array of higher education programs are available at nearby University of Akron (5 miles) as well as Baldwin Wallace, Lake Erie College, Oberlin, John Carroll, Kenyon, Ashland, Malone, Walsh, Stark State, Cleveland State, Cuyahoga County Community College, Notre Dame (Cleveland), Mount Union, NEOUCOM College, Case Western Reserve University, Kent State University, Wooster ATI and Wooster College, all within a one-hour drive.

As authorized by its charter and codes, the City provides the following broad categories of services to its citizens:

- The Service Department includes the division of Streets, Parks and Cemeteries. The Service Department is also responsible for maintenance of City facilities and vehicles.

- The Safety Department includes the divisions of Police, Fire and Emergency Medical Services.

- The Administration Department is responsible for all other functions including building, zoning and development.

As previously mentioned, Norton was organized as a Village in 1961; the Village was and the City is a home-rule municipal corporation operating under the laws of the State of Ohio. The original charter was adopted on November 6, 1962. The Charter was readopted by the voters in its entirety on November 5, 1991. The Charter has been amended various times since this date.

Legislative authority is vested in a seven member Council, four of which are elected from wards and three elected at-large. Council's term of office begins January 1st following the election, and runs for four years. Council holds an organizational meeting the second day of January of each year, or if such date is a Saturday or Sunday then on the following Monday. The prior President of Council presides over the meeting until the members of Council elect a President of Council.

Council appoints the Clerk of Council, who serves at the pleasure of the Council. The City Council approves compensation of City officials and employees, and enacts legislation in the form of ordinances and resolutions relative to City services, income taxes, appropriating and borrowing monies, and other municipal purposes.

The Mayor is elected for a four-year term to begin the first day of January following the election. According to the Charter, the Mayor is the executive of the City and is responsible to the electors for enforcement of all laws and ordinances, and for control and proper operation of all administrative departments and divisions. The Mayor appoints an Administrative Officer, Director of Finance, Director of Law, and Director of Community Development, subject to confirmation by a majority vote of Council. The Administrative Officer serves as the head of the service and safety departments. The Directors are responsible to the Mayor for the general administration of the affairs of the City. The Director of Community Development is currently an unfilled position, and those tasks are shared by the Administrative Officer and the Superintendent of Buildings and Zoning Inspector.

LOCAL ECONOMY

The City experienced little growth in 2014, both in the areas of commercial and residential development. Construction activity was low and permits and inspections were historically low.

Some positives did occur. Fred Martin Motors completed a renovation and expansion project in 2009, investing around $5,000,000 and providing an impressive new look to their already prime location just off Interstate 76 at Barber Road. They have also opened a new Fiat Dealership and purchased two nearby properties, one of which is an expansion for their auto sales and the other was for a new 12,000 square foot car wash/oil change business. The new car wash/oil change location was operational in 2014.

Grandpa's Cheese Barn, of Ashland, Ohio opened a second location in the City in late 2014. There were several other businesses that expanded their locations in the recent year. Nelson Corporation added over 11,000 square feet for storage. Snap Fitness added 5,000 square feet to their business. Chase Bank remodeled the interior/exterior of their building. River Reach Construction remodeled 6,000 square feet for business storage and has two out of four rented for small businesses. Dollar General started construction on a new 10,000 square foot building. The City receives inquires to expand or open new businesses on a monthly basis indicating a renewed faith in the Norton business district.

On November 5, 2013, the voters of Norton gave strong support for Issue 42, a school construction levy. The 3.89-mill levy and bond issue is the Norton City School District's share of a $32 million Ohio Facilities Construction Commission project. A new high school stadium will also be built. The current high school will be renovated for middle school students and the aging Cornerstone and Grill schools will be sold or demolished. This location is an important potential development catalyst for the City because of it corner location at Cleveland-Massillon and Greenwich roads, in the heart of the City. The school building project just got underway in late December but was halted due to heavy snow and frozen winter conditions in Northeast Ohio. It will continue as weather permits.

CITY PROJECTS

The City participated with the City of Barberton to install a new water and sewer line to the City's service department. This project was completed in mid 2014.

The City replaced a waterline on Norton Avenue which was completed in 2014. This line replaced an older temporary line.

MAJOR INITIATIVES

New projects on the horizon include a $16 million (original estimate) expansion of Cleveland-Massillon Road, a main thoroughfare. Grants account for 80-90 percent of the project funding and engineering on the project continues and remains on track. The City began negotiation with the City of Barberton and Summit County Department of Environmental Services (DOES) to purchase sanitary sewer assets within the City of Norton and concluded with a memorandum of understanding (MOU). Under the MOU Barberton would own and operate the sewers for Norton. Construction of an EPA mandated sewer installation is slated to begin in mid 2015 in the Nash Heights neighborhood. The City continues to seek funding to purchase Lake Dorothy, a 200-plus acre lake in the center of the community. Lake Dorothy is unique in that entire perimeter of the lake is privately owned.

FINANCIAL PLANNING AND POLICIES

The City continues to target 15 to 25 percent carryover balances as a percent of appropriations needed to cover accrued obligations and unexpected expenditures. Further, the healthy balances are intended to be attractive to financing sources when we issue debt. The City received an A+ bond rating in August 2014. It is also notable that the City of Norton received $106,500 in entertainment device fees in 2014. With three new entertainment locations coming online in 2015, it is expected this figure could double.

NEW TAXES SUPPORT LOCAL GOVERNMENT

In November 2004, the voters of Norton approved a half (1/2) percent increase for City income tax and then in 2005 out-sourced the collection to Central Collection Agency, a regional income tax collecting service in Cleveland. The annual income tax collections (cash basis) increased from $2,657,039 in 2004 to $4,014,015 in 2008 for an increase of 51.07 percent. Income tax revenues while being impacted through 2012 due to a slowdown in the economy appear to be recovering in 2014. Income tax results for the general fund for 2014 were $4,427,187. This is on a cash basis after the mandatory movement of income tax of $612,357 to the water and sewer improvements fund due to the change in the tax credit.

In 2009, the Norton City Council passed a change to the tax credit from a full credit up to 1 and 1/2 percent credit effective July 1, 2009. As a result, all residents pay at least a 1/2 percent income tax to the City of Norton. The proceeds from this change are intended to be used on sewer and water lines. The fund that accounts for this was established in 2009, and as of December 31, 2014, has an ending cash balance of approximately $1,407,000.

AWARDS AND ACKNOWLEDGEMENETS

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 Norton for its Comprehensive Annual Financial Reports for the year ended December 31, 2013. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report, whose content conforms to program standards. Such reports must satisfy both generally accepted accounting principals and applicable legal requirements.

A Certificate of Achievement is valid for a one-year period. The City of Norton has received a Certificate of Achievement for 11 years. Nevertheless, we believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA for review.

The Director of Finance strongly supports full disclosure of the City's finances. The employees of the City of Norton are dedicated to serve its citizens. The preparation of a report of this scope depends upon the assistance of many employees, but especially to the employees in the Department of Finance and to the Local Government Services Section of the Auditor of State's Office for their assistance and guidance in the preparation of this report.

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

Respectfully submitted,

Mike Zita
Mayor

Ronald Messner
Director of Finance

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Norton

Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

City of Norton, Ohio

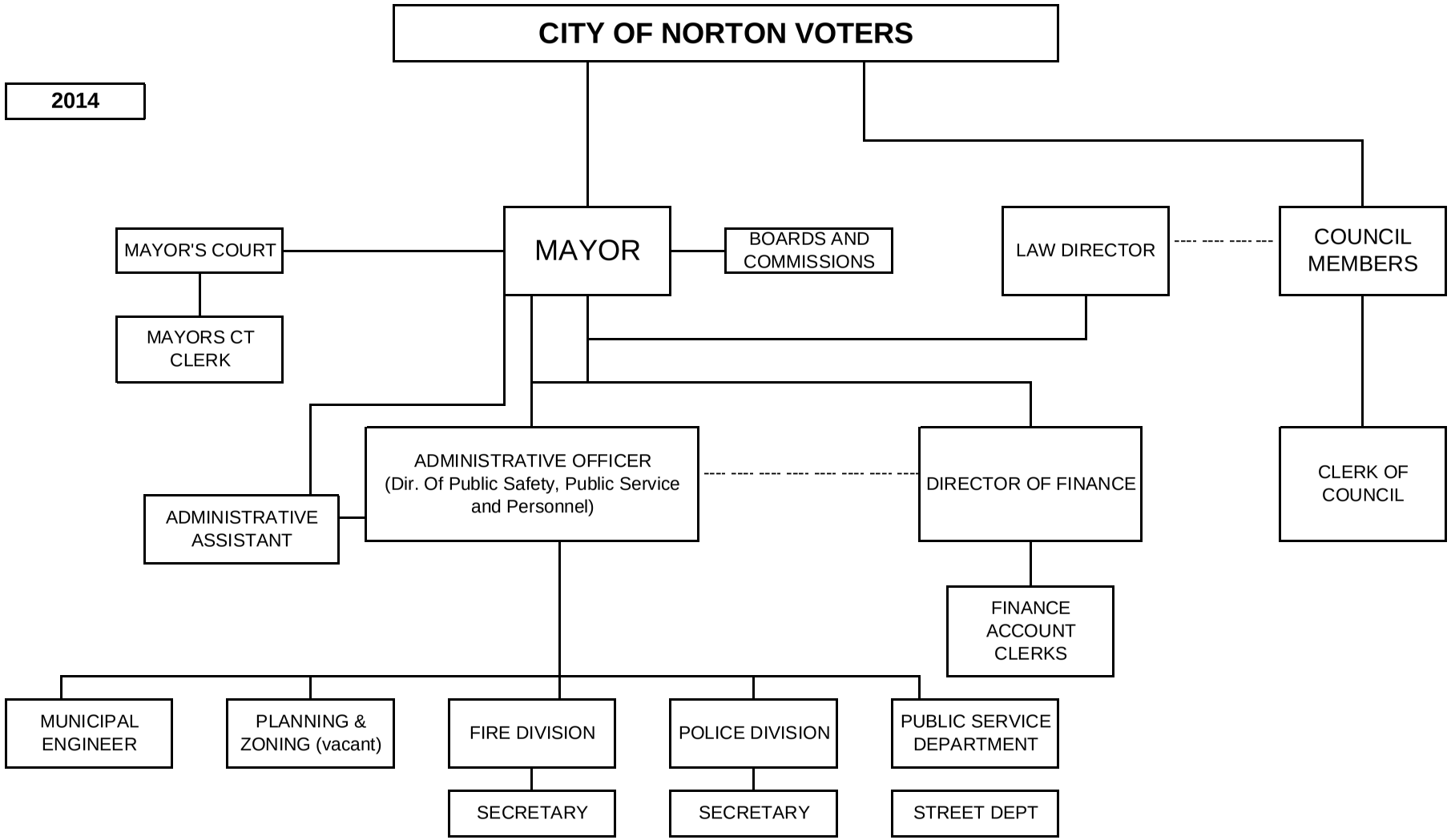
Principal Officials
December 31, 2014

Elected Officials

Mike Zita ..... Mayor
Rick Rodgers ..... Council President, City Council,Ward 1
Danny Grether ..... City Council, Ward 2
Dennis Pierson ..... City Council, Ward 3
Paul Tousley ..... City Council, Ward 4
Dennis McGlone ..... City Council, At-Large
Scott Pelot ..... City Council, At-Large
Charlotte Whipkey ..... Council Vice President, City Council, At-Large

Administrators

Valerie Wax Carr ..... Administrative Officer
Ronald Messner ..... Director of Finance and Tax Administrator
Justin Markey ..... Director of Law
John Dalessandro ..... Police Chief
Mike Schultz ..... Chief of Fire/EMS
Russ Arters ..... Superintendent of Buildings and Zoning Inspector
James Mitchell ..... Clerk of Mayor's Court
Corinne Hoover Six ..... Court Magistrate
Karla Richards ..... Clerk of Council


CITY OF NORTON VOTERS
2014
MAYOR
MAYOR'S COURT
MAYORS CT CLERK
BOARDS AND COMMISSIONS
LAW DIRECTOR
COUNCIL MEMBERS
CLERK OF COUNCIL
ADMINISTRATIVE OFFICER (Dir. Of Public Safety, Public Service and Personnel)
ADMINISTRATIVE ASSISTANT
DIRECTOR OF FINANCE
FINANCE ACCOUNT CLERKS
MUNICIPAL ENGINEER
PLANNING & ZONING (vacant)
FIRE DIVISION
SECRETARY
POLICE DIVISION
SECRETARY
PUBLIC SERVICE DEPARTMENT
STREET DEPT

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Comprehensive Annual Financial Report

A GROWING COMMUNITY
NORTON

Financial Section

2014

Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Norton
Summit County
4060 Columbia Woods Drive
Norton, Ohio 44203

To the Members of Council:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Norton, Summit County, Ohio, (the City) as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for 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'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'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.

101 Central Plaza South, 700 Chase Tower, Canton, Ohio 44702-1509
Phone: 330-438-0617 or 800-443-9272 Fax: 330-471-0001
www.ohioauditor.gov

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Norton, Summit County, Ohio, as of December 31, 2014, and the respective changes in financial position and the respective budgetary comparisons for the General, Street Construction Maintenance and Repair, Fire/EMS Levy, and the 2012 Fire/EMS Levy Funds 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'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 financial section's combining statements, individual fund 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 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2015 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. 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's internal control over financial reporting and compliance.

Dave Yost
Auditor of State
Columbus, Ohio

June 19, 2015

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The discussion and analysis for the City of Norton's financial statements provides an overall review of the financial activity of the City for the twelve months ended December 31, 2014. The intent of this discussion is to provide a narrative that describes the City's performance as a whole. To obtain a more detailed understanding regarding the City's financial performance, one should also review the transmittal letter, the basic financial statements and notes to the basic financial statements.

Financial Highlights

The financial summary for 2014 follows:

- The City issued $465,000 in various improvement notes to finance several projects underway in the City, including construction of a new fire station, acquisition of property and installation of waterlines. This note will be paid in full on August 20, 2015.

- The City entered into capital lease agreements for the purchase of a dump truck and loader for the service department.

Using this Annual Financial Report

As an introduction to the City of Norton's financial status this annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the City of Norton as a whole or as an entire operating entity. The statements will provide a detailed look at specific financial conditions.

The Statement of Net Position and Statement of Activities provide information from a summary perspective showing the effects of the operations for the year 2014 and how they affected the City of Norton's operations. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

Reporting the City of Norton as a Whole

Statement of Net Position and the Statement of Activities

This financial view of the City as a whole considers all transactions and answers the question of how the City of Norton performed financially during 2014. The Statement of Net Position and the Statement of Activities provide summary information concerning the financial position and operations of the City as an entity, as well as the overall evaluation of the City's financial status.

These statements include all non-fiduciary assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting. This method takes into account all revenues when they are earned and all expenses when they are incurred. Transactions are booked when they occur and not when actual cash is received for revenues or when invoices are paid.

These two statements report the City's net position and any changes in net position. The change in net position is important because it indicates whether the financial position of the City has improved or declined. To evaluate the overall position of the City, particular items must be taken into consideration. These items include the current economic situation as a whole, the current tax base for the City and the age and condition of City buildings and infrastructure.

The Statement of Net Position and the Statement of Activities for the City of Norton are divided into the following categories:

- Assets
- Deferred Outflows of Resources
- Liabilities
- Deferred Inflows of Resources
- Net Position
- Program Expenses and Revenues
- General Revenues
- Net Position Beginning of Year and Year's End

Reporting the City of Norton's Most Significant Funds

Fund Financial Statements

The analysis of the City's major funds begins on page 9. Fund financial reports give detailed information of activities within these funds. The City currently has thirty-four funds, which have been established to account for the multitude of services provided to residents, for the operation of facilities, as well as for infrastructure and capital purchases. These fund financial statements focus on the City's six major funds: the general fund, the street construction, maintenance and repair fund, the fire/EMS levy fund, the 2012 fire/EMS levy fund, the special assessment bond retirement fund and the water and sewer improvements capital projects fund.

Governmental Funds – The City's major activities are reported in the governmental funds, which focus on cash flows and year end balances available for future spending. The accounting method used to report this activity is the modified accrual method, which measures cash and all other financial assets that can be converted into cash. Here noted is the level of financial resources for services the City intends to provide in the near future. These services include fire and safety protection, as well as maintaining and improving streets and roads, storm sewers, parks and other facilities. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds is reconciled in the financial statements.

Fiduciary Fund – The City has only one type of fiduciary fund, agency funds. Agency funds are used to account for resources held for the benefit of parties outside the City. The agency funds are not reflected on the government-wide statements because the resources from those funds are not available to support the City's programs.

The City of Norton as a Whole

The Statement of Net Position provides an overall view of the City. Table 1 shows a summary of the City's net position for 2014 as they compare to 2013.

Table 1
Net Position

	Governmental Activities		
	2014	2013	Change
Assets			
Current and Other Assets	$16,678,580	$16,426,005	$252,575
Capital Assets, Net	23,848,081	23,528,582	319,499
Total Assets	40,526,661	39,954,587	572,074
Deferred Outflows of Resources	62,041	68,934	(6,893)
Liabilities			
Current and Other Liabilities	888,986	485,526	403,460
Long-term Liabilities			
Due Within One Year	734,273	682,079	52,194
Due in More than One Year	6,429,840	7,816,808	(1,386,968)
Total Liabilities	8,053,099	8,984,413	(931,314)
Deferred Inflows of Resources	2,056,245	2,053,897	2,348
Net Position			
Net Investment in Capital Assets	17,058,766	15,997,153	1,061,613
Restricted:			
Capital Projects	298,792	319,094	(20,302)
Debt Service	2,135,396	2,206,606	(71,210)
Police	108,101	87,313	20,788
Fire and EMS	1,714,333	1,600,748	113,585
Transportation	960,450	1,035,559	(75,109)
Sewerline/Waterline Maintenance	1,662,644	1,621,036	41,608
Other Purposes	63,297	60,950	2,347
Unclaimed Monies	8,329	7,033	1,296
Unrestricted	6,469,250	6,049,719	419,531
Total Net Position	$30,479,358	$28,985,211	$1,494,147

Current and other assets have increased from 2013, mainly due to an increase in equity in pooled cash and cash equivalents. The increase in equity in pooled cash and cash equivalents was due to revenues exceeding expenses for 2014, despite an increase in expenses.

Long-term liabilities due in more than one year decreased from 2013 due to the paying down of debt.

Table 2 shows the changes in net position for 2014 compared to 2013.

Table 2
Changes in Net Position

	Governmental Activities		
	2014	2013	Change
Revenues:			
Program Revenues:			
Charges for Services and Sales	$1,143,012	$1,144,403	($1,391)
Operating Grants and Contributions	1,024,111	1,076,605	(52,494)
Capital Grants and Contributions	554,695	214,930	339,765
Total Program Revenues	2,721,818	2,435,938	285,880
General Revenues:			
Property Taxes	2,045,520	2,047,938	(2,418)
Income Tax	5,148,424	5,086,390	62,034
Grants and Entitlements	430,244	455,722	(25,478)
Interest	4,331	6,920	(2,589)
Other	112,396	172,320	(59,924)
Total General Revenues	7,740,915	7,769,290	(28,375)
Total Revenues	10,462,733	10,205,228	257,505
Program Expenses:			
General Government	1,897,592	1,936,401	(38,809)
Security of Persons and Property	4,054,819	4,046,180	8,639
Transportation	2,219,620	1,585,557	634,063
Community Environment	182,717	176,888	5,829
Public Health Services	279,427	88,571	190,856
Leisure Time Activities	115,566	153,148	(37,582)
Interest and Fiscal Charges	218,845	250,152	(31,307)
Total Expenses	8,968,586	8,236,897	731,689
Increase in Net Position	1,494,147	1,968,331	(474,184)
Net Position Beginning of Year	28,985,211	27,016,880	1,968,331
Net Position End of Year	$30,479,358	$28,985,211	$1,494,147

Total revenues increased primarily due to a significant increase in capital grants and contributions and income tax revenue. The increase in capital grants and contributions is due to increased grants received by the streets, highways and bridges fund. Although income tax collection were slightly lower than 2013 on a cash basis, income taxes are higher in 2014 due to a higher estimated receivable at year end.

Total program expenses increased from the prior year. The largest increase was seen in program expenses for transportation. This increase is mainly due to an increase in maintenance expenses.

Governmental Activities

Several revenue sources fund governmental activities with the City of Norton's municipal income tax being the largest contributor. The income tax rate of 1 percent was created by City Charter adopted November 6, 1962 and re-adopted in its entirety by the voters at a general election held on November 5, 1992. The City allowed a 100 percent credit of taxes paid to other municipalities, up to 1 percent of income. The 1 percent tax created by the Charter remained in effect until July 1, 1974, when Norton's electorate increased the income tax rate to 1.5 percent, with a 100 percent credit of taxes paid to other municipalities up to 1.5 percent of income. The 1.5 percent tax remained in effect until November 4, 2004, when Norton's electorate increased the income tax rate effective January 1, 2005 to 2 percent, with a 100 percent credit of taxes paid to other municipalities up to 2 percent of income. In 2009, City Council reduced the credit to a maximum of 1.5 percent towards the 2 percent tax, with the proceeds going to sewer and water improvement projects.

The operations of the City's safety forces account for the largest expense in governmental activities, representing almost half of the total governmental activity expenses. The police service for the City of Norton is a full time, 24-hour per day, 365 days per year operation. The staff consists of a full time chief, three full time sergeants, ten full time patrol officers, six part time patrol officers and one full time records clerk. The police operations also include dispatch for police, fire and EMS, with five full time dispatchers, and two part time dispatchers. As of December 31, 2013, dispatch was run as a joint project with Copley, Ohio. In January of 2014 the dispatch operations changed over to the Southwest Summit Council of Governments.

The fire/paramedic division is a full-time, 24-hour per day, 365-days per year operation utilizing two fire stations. The staff consists of a full time chief, two full time fire/paramedics, twenty-five part time fire/EMT/paramedics, six of which are Lieutenants and three are Captains, and one full time secretary.

The City's Funds

Information about the City's governmental funds begins on page 16. These funds are accounted for by using the modified accrual method of accounting. This year was marked by an increase in expenditures. The City had increases in revenues to help offset the increased operating costs. Historically, the City has maintained healthy carryover balances in operating funds and saves up carryover balances in capital funds.

Expenditures and other financing uses exceeded revenues and other financing sources overall by $223,334, decreasing the City-wide fund balance to $9,616,451. Significant changes to the City's major funds are described below.

For general fund, the carryover balance decreased by $268,905, due to expenditures exceeding revenues. Total expenditures increased mainly due to higher expenditures for security of persons and property and transportation. Security of persons and property had increased expenditures for capital outlay for the police department. Expenditures for transportation increased in 2014 due to significantly higher purchased services in the special permissive license plate tax fund.

The street construction, maintenance and repair fund had a decrease in fund balance of $70,661. This was achieved by an increase in capital outlay expenditures from the prior year. The increase in expenditures was mainly due to new capital leases for a dump truck and loader.

The fire/EMS levy fund had a decrease in fund balance of $27,905, although revenues were slightly higher and expenditures were lower than the prior year. This decrease was due to a decrease in other financing sources compared to the prior year.

The 2012 fire/EMS levy fund increased by $92,613 during the year due to revenues outpacing expenditures, although revenues were lower and expenditures were higher than the prior year.

The special assessment bond retirement fund increased its fund balance over the prior year by $29,270, which was slightly higher than the increase in fund balance for 2013. Transfers in were significantly less than the prior year due to debt service requirements being lower in 2014.

The water and sewer improvements capital projects fund increased its fund balance over the prior year by $156,240. In spite of having lower municipal income tax revenue than the prior year, this was achieved by a capital outlay expenditures and debt service requirements being nearly half as much as they were in the prior year.

General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions based on cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the general fund. An annual appropriation budget is legally required to be prepared for all funds of the City other than agency funds. The Finance Director presents City Council with a detailed line item budget for all departments. Following a Finance Committee budget hearing, which is open to the public, the annual budget is adopted at a personal service and other expenditures within each fund level of control by City Council at a regularly scheduled council meeting. Any budgetary modifications must be made by ordinance of the City Council.

Strong emphasis is placed on fund balances. The Director of Finance reviews fund balances on a regular basis. Monthly reports are submitted to the Mayor and Council showing beginning fund balances for all funds at the beginning of the year, monthly and year-to-date revenues and expenditures, intra-fund transfers, and the current fund balances. Department and division heads are also provided monthly reports to monitor their purchase orders and account balances for additional operational spending.

For the general fund, original and final budgeted revenues were $5,373,146 and $5,376,919, respectively. Original budgeted expenditures were $4,885,954 and final budgeted expenditures were $5,016,858 for an increase of $130,904. All departments, except leisure time activities, had roughly the same increase in appropriations.

Actual revenue collections for general fund were $5,635,990, $259,071 higher than final budgeted revenues, which is attributed to higher actual municipal income tax and intergovernmental revenue than anticipated. Actual expenditures were $4,679,701. This reduction of $337,157 from the final budget was due to efforts to control actual expenditures in anticipation of lower revenue.

Capital Assets and Debt Administration

Capital Assets

Table 3
Capital Assets at December 31
(Net of Depreciation)

	Governmental Activities		
	2014	2013	Change
Land	$1,397,908	$1,397,908	$0
Construction in Progress	1,258,078	1,527,160	(269,082)
Land Improvements	910,776	952,526	(41,750)
Building and Improvements	4,199,059	4,231,704	(32,645)
Equipment, Furniture and Fixtures	417,003	510,074	(93,071)
Vehicles	1,140,276	1,015,253	125,023
Infrastructure			
Water Lines	5,874,635	5,649,351	225,284
Sanitary Sewer Lines	4,848,339	4,493,359	354,980
Roads	3,802,007	3,751,247	50,760
Totals	$23,848,081	$23,528,582	$319,499

Capital assets have increased over 2013 mainly due to various road and water and sewer line projects, as well as leasing a dump truck and loader for the transportation department. For more information about the City's capital assets, see Notes 8 and 11 in the basic financial statements.

Debt

As of December 31, 2014, the City of Norton had the following in outstanding debt:

Table 4
Outstanding Debt at Year End

	Governmental Activities		
	2014	2013	Change
General Obligation Bonds	$3,967,789	$4,267,401	($299,612)
Special Assessment Bonds	2,275,610	2,409,719	(134,109)
Long-Term Notes	0	1,000,000	(1,000,000)
Capital Lease	276,283	64,172	212,111
Totals	$6,519,682	$7,741,292	($1,221,610)

The general obligation bonds outstanding are to finance various projects in the City, including ballfields, a police radio system, and infrastructure projects. The bonds are paid from property taxes, cable franchise fees and monies transferred from the general fund.

The special assessment bonds are to finance various projects and are paid from the collection of special assessments from the benefited property owners.

For more information about the City's debt, see Notes 9 and 10 in the basic financial statements.

Current Financial Related Issues

Meeting the financial and infrastructure needs of the community continues to be the primary goal of the City. The City has maintained services at past levels while adjusting to lower revenues through fiscal management by the Administration and City Council making budget supervision more of a priority. To facilitate the pay-down of debt, equipment purchases as well as facility improvements, acquisition and other necessary major purchases have been paid for in cash where possible. The City continues to work to attain healthy carryover balances and the continued pay-down of debt in the future.

The Administration's commitment to its residents has always been one of full disclosure of the financial position of the City. Also offered for many years is information on the City of Norton's website regarding finances, services and other matters of interest to the residents. The Administration continues toward its goal of keeping all residents and other interested parties fully informed of all financial aspects of the City of Norton. The City has been awarded for a number of years the prestigious Certificate of Achievement for Excellence in Financial Reporting by the Government Finance Officer Association.

Contacting the City of Norton's Finance Department

The intent of this financial report is to provide Norton citizens, taxpayers, creditors and investors with a general overview of the City's finances and to show the City's accountability for the public funds it receives, spends, and invests. If you have any questions about this report or need additional financial information, contact the Finance Department at the City of Norton, 4060 Columbia Woods Drive, Norton, Ohio 44203, (330) 825-7815, or visit our website at www.cityofnorton.org.

Basic Financial Statements

City of Norton, Ohio
Statement of Net Position
December 31, 2014

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	$9,473,312
Cash and Cash Equivalents In Segregated Accounts	6,301
Materials and Supplies Inventory	180,062
Accounts Receivable	304,068
Accrued Interest Receivable	68
Intergovernmental Receivable	752,213
Prepaid Items	38,222
Income Taxes Receivable	1,352,040
Property Taxes Receivable	2,286,679
Special Assessments Receivable	2,285,615
Nondepreciable Capital Assets	2,655,986
Depreciable Capital Assets, Net	21,192,095
Total Assets	40,526,661
Deferred Outflows of Resources	
Deferred Charge on Refunding	62,041
Liabilities	
Accounts Payable	64,165
Accrued Wages	101,844
Intergovernmental Payable	199,244
Contracts Payable	43,881
Accrued Interest Payable	14,852
Notes Payable	465,000
Long-Term Liabilities:	
Due Within One Year	734,273
Due in More Than One Year	6,429,840
Total Liabilities	8,053,099
Deferred Inflows of Resources	
Property Taxes	2,056,245
Net Position	
Net Investment in Capital Assets	17,058,766
Restricted for:	
Capital Projects	298,792
Debt Service	2,135,396
Police	108,101
Fire and EMS	1,714,333
Transportation	960,450
Sewerline/Waterline Maintenance	1,662,644
Other Purposes	63,297
Unclaimed Monies	8,329
Unrestricted	6,469,250
Total Net Position	$30,479,358

See accompanying notes to the basic financial statements

City of Norton, Ohio
Statement of Activities
For the Year Ended December 31, 2014

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
General Government	$1,897,592	$301,110	$21,670	$0	($1,574,812)
Security of Persons and Property	4,054,819	457,479	244,608	0	(3,352,732)
Transportation	2,219,620	80,220	754,921	554,695	(829,784)
Community Environment	182,717	14,538	0	0	(168,179)
Public Health Services	279,427	283,247	0	0	3,820
Leisure Time Activities	115,566	6,418	2,912	0	(106,236)
Interest and Fiscal Charges	218,845	0	0	0	(218,845)
Totals	$8,968,586	$1,143,012	$1,024,111	$554,695	(6,246,768)

General Revenues	
Property Taxes Levied for:	
General Purposes	344,483
Police and Fire Disability and Pension	64,597
Fire/EMS	1,636,440
Income Taxes Levied for:	
General Purposes	4,523,622
Water and Sewer Improvements	624,802
Grants and Entitlements not Restricted to Specific Programs	430,244
Interest	4,331
Other	112,396
Total General Revenues	7,740,915
Change in Net Position	1,494,147
Net Position Beginning of Year	28,985,211
Net Position End of Year	$30,479,358

See accompanying notes to the basic financial statements

City of Norton, Ohio
Balance Sheet
Governmental Funds
December 31, 2014

	General	Street Construction, Maintenance and Repair	Fire/EMS Levy	2012 Fire/EMS Levy	Special Assessment Bond Retirement	Water and Sewer Improvements
Assets						
Equity in Pooled Cash and Cash Equivalents	$3,304,992	$600,580	$833,205	$281,291	$114,497	$1,587,027
Cash and Cash Equivalents:						
In Segregated Accounts	6,301	0	0	0	0	0
Materials and Supplies Inventory	2,814	177,248	0	0	0	0
Accounts Receivable	6,508	0	233,846	0	0	0
Accrued Interest Receivable	68	0	0	0	0	0
Intergovernmental Receivable	221,421	314,803	49,024	75,170	0	0
Interfund Receivable	273,037	0	0	0	0	0
Prepaid Items	26,467	3,808	12	22	0	1,000
Income Taxes Receivable	1,197,502	0	0	0	0	154,538
Property Taxes Receivable	385,090	0	649,274	995,552	0	0
Special Assessments Receivable	0	0	0	0	2,285,615	0
Restricted Assets:						
Equity in Pooled Cash and Cash Equivalents	8,329	0	0	0	0	0
Total Assets	$5,432,529	$1,096,439	$1,765,361	$1,352,035	$2,400,112	$1,742,565
Liabilities						
Accounts Payable	$27,673	$3,060	$2,391	$372	$0	$0
Accrued Wages	56,785	9,781	12,347	22,931	0	0
Intergovernmental Payable	112,290	31,303	18,078	34,287	0	0
Contracts Payable	4,515	188	1,373	3,326	0	26,604
Interfund Payable	17,300	3,037	0	0	270,000	0
Accrued Interest Payable	1,031	0	719	0	0	0
Notes Payable	223,200	0	155,775	0	0	0
Total Liabilities	442,794	47,369	190,683	60,916	270,000	26,604
Deferred Inflows of Resources						
Property Taxes	346,280	0	649,274	995,552	0	0
Unavailable Revenue	965,807	212,810	224,281	75,170	2,285,615	99,419
Total Deferred Inflows of Resources	1,312,087	212,810	873,555	1,070,722	2,285,615	99,419
Fund Balances						
Nonspendable	37,610	181,056	12	22	0	1,000
Restricted	0	655,204	701,111	220,375	0	0
Committed	288,342	0	0	0	0	1,615,542
Assigned	2,294,197	0	0	0	0	0
Unassigned (Deficit)	1,057,499	0	0	0	(155,503)	0
Total Fund Balances (Deficit)	3,677,648	836,260	701,123	220,397	(155,503)	1,616,542
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$5,432,529	$1,096,439	$1,765,361	$1,352,035	$2,400,112	$1,742,565

See accompanying notes to the basic financial statements

City of Norton, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2014

Other Governmental Funds	Total Governmental Funds			
		Total Governmental Fund Balances		$9,616,451
		Amounts reported for governmental activities in the statement of net position are different because:		
$2,743,391	$9,464,983	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		23,848,081
0	6,301			
0	180,062	Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds:		
63,714	304,068			
0	68			
91,795	752,213	Delinquent Property Taxes	230,434	
17,300	290,337	Municipal Income Tax	869,807	
6,913	38,222	Charges for Services	181,661	
0	1,352,040	Special Assessments	2,285,615	
256,763	2,286,679	Grants	562,086	
0	2,285,615			
0	8,329	Total		4,129,603
$3,179,876	$16,968,917	In the statement of activities interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(12,705)
$30,669	$64,165	Long-term liabilities, including notes, bonds, and capital leases payable are not due and payable in the current period and therefore are not reported in the funds:		
0	101,844			
3,286	199,244			
7,875	43,881	General Obligation Bonds	(3,967,789)	
0	290,337	Special Assessment Bonds	(2,275,610)	
397	2,147	Capital Lease	(276,283)	
86,025	465,000	Compensated Absences	(644,431)	
128,252	1,166,618	Total		(7,164,113)
65,139	2,056,245	Deferred charges on refunding related to the issuance of long-term refunding debt will be amortized over the life of the debt on the statement of net position.		62,041
266,501	4,129,603			
331,640	6,185,848	*Net Position of Governmental Activities*		$30,479,358
6,913	226,613			
2,459,005	4,035,695			
19,957	1,923,841			
241,059	2,535,256			
(6,950)	895,046			
2,719,984	9,616,451			
$3,179,876	$16,968,917			

City of Norton, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2014

	General	Street Construction, Maintenance and Repair	Fire/EMS Levy	2012 Fire/EMS Levy	Special Assessment Bond Retirement	Water and Sewer Improvements
Revenues						
Property Taxes	$341,327	$0	$639,989	$981,316	$0	$0
Municipal Income Tax	4,360,237	0	0	0	0	603,717
Charges for Services	181,383	14,384	311,882	0	0	0
Special Assessments	0	0	0	0	216,399	0
Licenses, Permits and Fees	157,191	0	0	0	0	0
Fines and Forfeitures	58,710	0	0	0	0	0
Intergovernmental	540,031	628,430	96,929	148,624	0	0
Interest	4,190	132	0	0	0	0
Other	72,501	13,942	8,857	12,011	0	0
Total Revenues	5,715,570	656,888	1,057,657	1,141,951	216,399	603,717
Expenditures						
Current:						
General Government	1,850,957	0	0	0	4,282	0
Security of Persons and Property	2,226,123	0	569,208	1,049,338	0	0
Transportation	480,945	1,235,470	0	0	0	0
Community Environment	209,388	0	0	0	0	0
Public Health Services	356	0	0	0	0	0
Leisure Time Activities	63,375	0	0	0	0	0
Capital Outlay	0	202,489	0	0	0	348,088
Debt Service:						
Principal Retirement	480,000	44,298	335,000	0	128,400	75,600
Interest and Fiscal Charges	5,831	1,701	4,069	0	80,547	23,789
Total Expenditures	5,316,975	1,483,958	908,277	1,049,338	213,229	447,477
Excess of Revenues Over (Under) Expenditures	398,595	(827,070)	149,380	92,613	3,170	156,240
Other Financing Sources (Uses)						
Inception of Capital Lease	0	256,409	0	0	0	0
Transfers In	0	500,000	0	0	26,100	0
Transfers Out	(667,500)	0	(177,285)	0	0	0
Total Other Financing Sources (Uses)	(667,500)	756,409	(177,285)	0	26,100	0
Net Change in Fund Balances	(268,905)	(70,661)	(27,905)	92,613	29,270	156,240
Fund Balances (Deficit) Beginning of Year	3,946,553	906,921	729,028	127,784	(184,773)	1,460,302
Fund Balances (Deficit) End of Year	$3,677,648	$836,260	$701,123	$220,397	($155,503)	$1,616,542

See accompanying notes to the basic financial statements

City of Norton, 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

Other Governmental Funds	Total Governmental Funds			
		Net Change in Fund Balances - Total Governmental Funds		($223,334)
		Amounts reported for governmental activities in the statement of activities are different because:		
$63,999	$2,026,631	Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:		
0	4,963,954	Capital Asset Additions	1,106,672	
342,508	850,157	Current Year Depreciation	(705,873)	
0	216,399	Total		400,799
0	157,191			
15,566	74,276			
584,339	1,998,353			
9	4,331			
5,085	112,396	Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.		(81,300)
1,011,506	10,403,688			
		Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:		
4,526	1,859,765	Property Taxes	18,889	
148,262	3,992,931	Municipal Income Taxes	184,470	
42,143	1,758,558	Charges for Services	(32,049)	
0	209,388	Special Assessments	(122,962)	
137,833	138,189	Intergovernmental	10,697	
0	63,375	Total		59,045
609,621	1,160,198			
396,000	1,459,298	Other financing sources, such as an inception of capital lease, in the governmental funds that increase long-term liabilities in the statement of net position are not reported as revenues in the statement of activities.		(256,409)
125,792	241,729			
1,464,177	10,883,431	Repayment of bond and note principal is an expenditure or other financing use in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		1,459,298
(452,671)	(479,743)			
		Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:		
0	256,409	Accrued Interest on Bonds	11,056	
318,685	844,785	Amortization of Premium on Bonds	18,721	
0	(844,785)	Amortization of Deferred Charge on Refunding	(6,893)	
318,685	256,409	Total		22,884
(133,986)	(223,334)			
2,853,970	9,839,785	Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		113,164
$2,719,984	$9,616,451	*Change in Net Position of Governmental Activities*		$1,494,147

City of Norton, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	$394,793	$398,566	$341,327	($57,239)
Municipal Income Tax	4,264,899	4,264,899	4,427,187	162,288
Charges for Services	118,786	118,786	113,318	(5,468)
Licenses, Permits and Fees	164,937	164,937	157,345	(7,592)
Fines and Forfeitures	62,323	62,323	59,454	(2,869)
Intergovernmental	294,003	294,003	467,332	173,329
Interest	4,223	4,223	4,029	(194)
Other	69,182	69,182	65,998	(3,184)
Total Revenues	5,373,146	5,376,919	5,635,990	259,071
Expenditures				
Current:				
General Government	2,403,275	2,444,265	2,157,518	286,747
Security of Persons and Property	2,240,753	2,291,092	2,263,606	27,486
Community Environment	176,530	216,530	212,758	3,772
Leisure Time Activities	65,396	64,971	45,819	19,152
Total Expenditures	4,885,954	5,016,858	4,679,701	337,157
Excess of Revenues Over Expenditures	487,192	360,061	956,289	596,228
Other Financing Sources (Uses)				
Advances In	647,086	647,086	617,300	(29,786)
Advances Out	(450,000)	(550,000)	(103,037)	446,963
Transfers Out	(1,106,700)	(1,106,700)	(1,106,700)	0
Total Other Financing Sources (Uses)	(909,614)	(1,009,614)	(592,437)	417,177
Net Change in Fund Balance	(422,422)	(649,553)	363,852	1,013,405
Fund Balance Beginning of Year	1,868,895	1,868,895	1,868,895	0
Prior Year Encumbrances Appropriated	294,363	294,363	294,363	0
Fund Balance End of Year	$1,740,836	$1,513,705	$2,527,110	$1,013,405

See accompanying notes to the basic financial statements

City of Norton, Ohio

Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	$21,506	$21,506	$15,181	($6,325)
Intergovernmental	880,572	880,572	621,598	(258,974)
Interest	187	187	132	(55)
Other	19,750	19,750	13,942	(5,808)
Total Revenues	922,015	922,015	650,853	(271,162)
Expenditures				
Current:				
Transportation	1,190,151	1,225,066	1,125,703	99,363
Excess of Revenues Under Expenditures	(268,136)	(303,051)	(474,850)	(171,799)
Other Financing Sources				
Advances In	4,000	4,000	3,037	(963)
Transfers In	708,615	708,615	500,000	(208,615)
Total Other Financing Sources	712,615	712,615	503,037	(209,578)
Net Change in Fund Balance	444,479	409,564	28,187	(381,377)
Fund Balance Beginning of Year	507,536	507,536	507,536	0
Prior Year Encumbrances Appropriated	33,696	33,696	33,696	0
Fund Balance End of Year	$985,711	$950,796	$569,419	($381,377)

See accompanying notes to the basic financial statements

City of Norton, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire/EMS Levy Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	$740,235	$747,311	$639,989	($107,322)
Charges for Services	219,923	219,923	253,293	33,370
Intergovernmental	86,082	86,082	96,929	10,847
Other	7,866	7,866	8,857	991
Total Revenues	1,054,106	1,061,182	999,068	(62,114)
Expenditures				
Current:				
Security of Persons and Property	655,520	669,595	607,195	62,400
Debt Service:				
Principal Retirement	335,000	335,000	335,000	0
Interest and Fiscal Charges	13,400	13,400	3,350	10,050
Total Expenditures	1,003,920	1,017,995	945,545	72,450
Excess of Revenues Over Expenditures	50,186	43,187	53,523	10,336
Other Financing Sources (Uses)				
General Obligation Notes Issued	138,342	138,342	155,775	17,433
Transfers Out	(177,285)	(177,285)	(177,285)	0
Total Other Financing Sources (Uses)	(38,943)	(38,943)	(21,510)	17,433
Net Change in Fund Balance	11,243	4,244	32,013	27,769
Fund Balance Beginning of Year	747,637	747,637	747,637	0
Prior Year Encumbrances Appropriated	17,744	17,744	17,744	0
Fund Balance End of Year	$776,624	$769,625	$797,394	$27,769

See accompanying notes to the basic financial statements

City of Norton, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
2012 Fire/EMS Levy Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	$1,135,028	$1,145,877	$981,316	($164,561)
Intergovernmental	0	0	148,624	148,624
Other	0	0	12,011	12,011
Total Revenues	1,135,028	1,145,877	1,141,951	(3,926)
Expenditures				
Current:				
Security of Persons and Property	1,085,290	1,111,858	1,044,436	67,422
Excess of Revenues Over Expenditures	49,738	34,019	97,515	63,496
Other Financing Uses				
Advances Out	(500,000)	(500,000)	(500,000)	0
Net Change in Fund Balance	(450,262)	(465,981)	(402,485)	63,496
Fund Balance Beginning of Year	618,857	618,857	618,857	0
Prior Year Encumbrances Appropriated	14,077	14,077	14,077	0
Fund Balance End of Year	$182,672	$166,953	$230,449	$63,496

See accompanying notes to the basic financial statements

City of Norton, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2014

Assets	
Equity in Pooled Cash and Cash Equivalents	$108,698
Liabilities	
Undistributed Assets	$108,698

See accompanying notes to the basic financial statements

Note 1 – Description of the City and Reporting Entity

The City of Norton (the "City") is a chartered municipal corporation, incorporated under the laws of the State of Ohio. Norton became a City in 1969. The City operates under a council/mayor form of government. Legislative power is vested in a seven-member council, including the President, each elected to four-year terms. The Mayor is elected to a four-year term and is the chief executive officer of the City. The Administrator is appointed by the Mayor with Council approval and handles the operational activities of the City's departments. All other City officials are also appointed by the Mayor with Council approval.

Reporting Entity

The reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Norton, this includes the departments that provide the following services: police and fire protection, emergency medical, parks and recreation, planning, zoning, street maintenance and repair, and general administrative services.

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

The City participates in one joint venture, the Southwest Summit Council of Governments. This organization is described in Note 19 to the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

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

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 statements usually distinguish between those activities of the City that are governmental and those that are considered business-type; the City, however, has no business-type activities.

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

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

Fund Accounting

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

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

> ***General Fund*** The general fund accounts for and reports all financial resources except those required to be accounted for and reported in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City of Norton and/or the general laws of Ohio.
>
> ***Street Construction, Maintenance and Repair Special Revenue Fund*** The street construction, maintenance and repair fund accounts for and reports State gasoline tax and motor vehicle registration fees restricted for maintenance of streets within the City as required by the Ohio Revised Code.
>
> ***Fire/EMS Levy Special Revenue Fund*** The fire/EMS levy fund accounts for and reports restricted property taxes for operations and capital purchases of the fire/EMS department. Thirty percent of revenues generated by the levy have been allocated for capital purchases.
>
> ***2012 Fire/EMS Levy Special Revenue Fund*** The 2012 fire/EMS levy fund accounts for and reports restricted real and personal property taxes for operations and pensions relating to the fire and EMS departments.

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

Water and Sewer Improvements Capital Projects Fund The water and sewer improvements fund accounts for and reports committed income tax revenues generated from a reduction in the credit for income tax paid to other municipalities.

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

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

Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using 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 the City are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

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

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; fiduciary funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue in the recording of deferred outflows/inflows of resources and in the presentation of expenses versus expenditures.

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

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

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

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources include a deferred charge on refunding reported in the government-wide statement of net position.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2014, but which were levied to finance 2015 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, charges for services, special assessments, and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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

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

Budgetary Process

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

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

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

Cash, Cash Equivalents and Investments

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

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

During 2014, investments were limited to a repurchase agreement, which is reported at cost.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue is distributed to the general fund and certain special revenue funds. Interest revenue credited to the general fund during 2014 amounted to $4,190, of which $2,691 was assigned from other City funds.

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

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. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

Inventory

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

Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments or imposed by law through constitutional provisions or enabling legislation. Restricted assets in the general fund represent money set aside for unclaimed monies.

Capital Assets

All capital assets of the City are classified as general capital assets. They 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.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are valued at their fair market values as of the date received. The City maintains a capitalization threshold of $5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of an asset or materially extend an asset's life are not.

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

Description	Estimated Lives
Land Improvements	15 - 30 years
Building and Improvements	75 years
Equipment, Furniture and Fixtures	5 - 30 years
Vehicles	2 - 50 years
Infrastructure	20 - 100 years

The City's infrastructure consists of water lines, sanitary sewer lines and roads and includes infrastructure acquired after 2003.

Interfund Balances

On the fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables". These amounts are eliminated in the governmental activities column of the statement of net position.

Compensated Absences

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

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide 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, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and long-term notes are recognized as a liability on the governmental fund financial statements when due.

Fund Balances

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.
>
> ***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 the highest level formal action (ordinance or resolution, as both are equally legally binding) 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 or resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, the 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 is 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. These amounts are assigned by City Council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance or by State statute. City Council assigned fund balance to cover a gap between estimated revenue and appropriations in the 2015 appropriated budget. City Council also assigned fund balance for recycling, street maintenance, the community center, Greenwich Road property, scrap tire, city administration, buildings, police, parks, and storm sewers.

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 fund balance.

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

Bond Premiums

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

Internal Activity

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

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

Net Position

Net position represents the difference between all other elements in a statement of 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 limitations are imposed on its use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes includes resources restricted for recycling, court computers, and highway planning.

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

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.

Deferred Charge on Refunding

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

Note 3 – Accountability

The deficit in the special assessment bond retirement fund of $155,503, and the deficit in the Nash Heights East capital projects fund of $6,950 were caused by the recognition of expenditures on the modified accrual basis of accounting. The general fund is liable for the deficits in these funds and provides transfers when cash is required, not when accruals occur.

Note 4 – Fund Balances

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

Fund Balances	General	Street Construction, Maintenance and Repair	Fire/EMS Levy	2012 Fire/EMS Levy	Special Assessment Bond Retirement	Water and Sewer Improvements	Other Governmental Funds	Total
Nonspendable:								
Inventory	$2,814	$177,248	$0	$0	$0	$0	$0	$180,062
Prepaids	26,467	3,808	12	22	0	1,000	6,913	38,222
Unclaimed Monies	8,329	0	0	0	0	0	0	8,329
Total Nonspendable	37,610	181,056	12	22	0	1,000	6,913	226,613
Restricted for:								
Police Department	0	0	0	0	0	0	158,996	158,996
Fire and EMS Department	0	0	701,111	220,375	0	0	234,393	1,155,879
Debt Service Retirement	0	0	0	0	0	0	151,315	151,315
Street Maintenance	0	655,204	0	0	0	0	30,013	685,217
Mayors Court	0	0	0	0	0	0	61,731	61,731
Public Utilities	0	0	0	0	0	0	1,576,590	1,576,590
Capital Improvement	0	0	0	0	0	0	245,967	245,967
Total Restricted	0	655,204	701,111	220,375	0	0	2,459,005	4,035,695
Committed to:								
Cemetery	0	0	0	0	0	0	15,148	15,148
Public Utility Improvement	0	0	0	0	0	1,615,542	0	1,615,542
City Administration	141,994	0	0	0	0	0	0	141,994
Police	69,226	0	0	0	0	0	0	69,226
Engineering	3,778	0	0	0	0	0	0	3,778
Storm Sewer	13,434	0	0	0	0	0	0	13,434
Water Line Maintenance	59,910	0	0	0	0	0	0	59,910
Special Events	0	0	0	0	0	0	4,809	4,809
Total Committed	288,342	0	0	0	0	1,615,542	19,957	1,923,841
Assigned to:								
2015 Appropriations	1,993,488	0	0	0	0	0	0	1,993,488
Recycling	11,563	0	0	0	0	0	0	11,563
Street Maintenance	83,116	0	0	0	0	0	0	83,116
Community Center	37,857	0	0	0	0	0	0	37,857
Greenwich Road Property	3,820	0	0	0	0	0	0	3,820
Scrap Tire	643	0	0	0	0	0	0	643
City Administration	137,804	0	0	0	0	0	0	137,804
Police	14,378	0	0	0	0	0	0	14,378
Engineering	1,613	0	0	0	0	0	0	1,613
Building	876	0	0	0	0	0	0	876
Parks	4,359	0	0	0	0	0	0	4,359
Storm Sewer	4,680	0	0	0	0	0	0	4,680
Capital Improvements	0	0	0	0	0	0	241,059	241,059
Total Assigned	2,294,197	0	0	0	0	0	241,059	2,535,256
Unassigned (Deficit)	1,057,499	0	0	0	(155,503)	0	(6,950)	895,046
Total Fund Balances (Deficit)	$3,677,648	$836,260	$701,123	$220,397	($155,503)	$1,616,542	$2,719,984	$9,616,451

Note 5 – Deposits and Investments

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

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

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;

2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, 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. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;

5. Bonds and other obligations of the State of Ohio;

6. The State Treasurer's investment pool (STAR Ohio);

7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed 25 percent of the interim monies available for investment at any one time if training requirements have been met; and

8. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Historically, the City has not purchased these types of investments or issued these types of notes.

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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The City has passed an ordinance allowing the City to invest 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.

Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, the bank balance was $2,636,918. Of the bank balance, $750,000 was covered by Federal Depository Insurance (FDIC) and $1,886,918 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although the collateral securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

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

Investments

As of December 31, 2014, the City had an investment in a repurchase agreement with a fair value of $7,000,000. The underlying securities of the repurchase agreement are Federal National Mortgage Association Bonds and have a maturity of less than thirty days.

Interest Rate Risk. The City has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the City, and that an investment must be purchased with the expectation that it will be held to maturity. Repurchase agreements are limited to 30 days and the fair value of the securities must exceed the principal value of the agreement by at least 2 percent and be marked to market daily.

Credit Risk. The repurchase agreements were backed by Federal National Mortgage Association Bonds which carry a rating of Aaa by Moody's. The City has no investment policy that addresses credit risk.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Federal National Mortgage Association Bonds are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute which states that the securities must be delivered into the custody of the Director of Finance or the Director of Finance's agent.

Concentration of Credit Risk. With the exception of U.S. Treasury securities, federal government agency securities, and authorized pools, no more than 50 percent of the City's total investment portfolio will be invested in a single security type or with a single financial institution. The City's only investment is a repurchase agreement.

Note 6 – Budgetary Basis of Accounting

While the City is reporting financial position, results of operations, and changes in fund balance/net position on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the general and major special revenue funds is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and the GAAP basis are as follows:

1. Revenues and other sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).

2. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

3. Unrecorded cash represents amounts received but not reported by the City on the operating statements (budget), but which is reported on the GAAP basis operating statements.

4. Investments are reported at cost (budget) rather than fair value (GAAP).

5. Expenditures and other uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).

6. Budgetary revenues and expenditures of the special permissive license plate tax, community center, Greenwich road, recycling, scrap tire, and Brentwood water funds are reclassified to the general fund for GAAP reporting.

7. Encumbrances are treated as expenditures (budget) rather than restricted, committed or assigned fund balance (GAAP).

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

Net Change in Fund Balances

	General	Street Construction, Maintenance and Repair	Fire/EMS Levy	2012 Fire/EMS Levy
GAAP Basis	($268,905)	($70,661)	($27,905)	$92,613
Net Adjustment for Revenue Accruals	385,561	(262,444)	142,073	0
Advances In	617,300	3,037	0	0
Beginning Unrecorded Cash	1,368	0	0	0
Ending Unrecorded Cash	(2,550)	0	0	0
Net Adjustment for Expenditure Accruals	(80,348)	389,416	(46,344)	55,744
Advances Out	(103,037)	0	0	(500,000)
Perspective Differences:				
Special Permissive License Plate Tax Fund	252,270	0	0	0
Community Center Fund	(8,993)	0	0	0
Greenwich Road Fund	(1,276)	0	0	0
Recycling Fund	(11,808)	0	0	0
Brentwood Water Fund	932	0	0	0
Encumbrances	(416,662)	(31,161)	(35,811)	(50,842)
Budget Basis	$363,852	$28,187	$32,013	($402,485)

Note 7 – Receivables

Receivables at December 31, 2014, consisted primarily of municipal income taxes, property taxes, special assessments, intergovernmental receivables arising from grants, entitlements and shared revenues, interest and accounts receivable.

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

Special assessments expected to be collected in one year amount to $132,250, with the remaining $2,153,365 expected to be collected in more than one year. At December 31, 2014, the amount of delinquent special assessments was $95,059.

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2014 for real and public utility property taxes represents collections of 2013 taxes.

2014 real property taxes were levied after October 1, 2014, on the assessed value as of January 1, 2014, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2014 real property taxes are collected in and intended to finance 2015.

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

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2014 public utility property taxes which became a lien December 31, 2013, are levied after October 1, 2014, and are collected in 2015 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2014, was $9.50 per $1,000 of assessed value. The assessed values of real and tangible personal property upon which 2014 property tax receipts were based are as follows:

	Assessed Values
Real Estate	
Residential/Agricultural	$202,787,640
Other Real Estate	38,090,060
Tangible Personal Property	
Public Utility	8,226,100
Total	$249,103,800

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2014, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2014 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

Intergovernmental Receivables

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

	Amounts
Gasoline Tax	$176,607
Local Government	160,140
Homestead and Rollback	155,138
Cents Per Gallon	89,166
Grants	61,249
Motor Vehicle License Registration	57,799
Permissive Motor Vehicle License Tax	51,789
Miscellaneous	325
Total	$752,213

Income Tax

The City levies a municipal income tax of two percent on salaries, wages, commissions and other compensation, and net profits earned within the City as well as incomes of residents earned outside of the City. Residents of the City are granted a credit for taxes paid to other municipalities up to 1.5 percent of income.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds, after income tax department expenditures, are credited to the general fund and the water and sewer improvement capital projects fund.

Note 8 – Capital Assets

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

	Balance 12/31/13	Additions	Reductions	Balance 12/31/14
Governmental Activities				
Capital Assets, not being depreciated:				
Land	$1,397,908	$0	$0	$1,397,908
Construction in Progress	1,527,160	432,818	(701,900)	1,258,078
Total Capital Assets, not being depreciated	2,925,068	432,818	(701,900)	2,655,986
Capital Assets, being depreciated:				
Land Improvements	1,251,482	9,980	0	1,261,462
Buildings and Improvements	4,909,447	36,550	0	4,945,997
Equipment, Furniture and Fixtures	1,655,075	31,596	(287,051)	1,399,620
Vehicles	2,881,912	313,873	(131,057)	3,064,728
Infrastructure:				
Water Lines	6,351,264	291,714	0	6,642,978
Sanitary Sewer Lines	5,066,734	409,745	0	5,476,479
Roads	4,836,288	282,296	0	5,118,584
Total Capital Assets, being depreciated	26,952,202	1,375,754	(418,108)	27,909,848
Less Accumulated Depreciation:				
Land Improvements	(298,956)	(51,730)	0	(350,686)
Buildings and Improvements	(677,743)	(69,195)	0	(746,938)
Equipment, Furniture and Fixtures	(1,145,001)	(67,701)	230,085	(982,617)
Vehicles	(1,866,659)	(164,516)	106,723	(1,924,452)
Infrastructure:				
Water Lines	(701,913)	(66,430)	0	(768,343)
Sanitary Sewer Lines	(573,375)	(54,765)	0	(628,140)
Roads	(1,085,041)	(231,536)	0	(1,316,577)
Total Accumulated Depreciation	(6,348,688)	(705,873) *	336,808	(6,717,753)
Total Capital Assets being depreciated, net	20,603,514	669,881	(81,300)	21,192,095
Governmental Activities Capital Assets, Net	$23,528,582	$1,102,699	($783,200)	$23,848,081

* Depreciation expense was charged to governmental functions as follows:

General Government	$17,580
Security of Persons and Property	185,008
Transportation	329,882
Community Environment	17
Public Health Services	121,195
Leisure Time Activities	52,191
Total Depreciation Expense	$705,873

Note 9 – Short-Term Obligations

On August 20, 2014, the City issued $465,000 in various purpose improvement notes to pay off the 2013 notes in anticipation of the issuance of bonds for fire station improvements, water line construction and improvements, and land acquisition for municipal purposes, at an interest rate of 1.0 percent. The notes will mature on August 20, 2015.

Note 10 – Long-Term Obligations

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

	Year of Issuance	Interest Rate	Original Issue Amount	Date of Maturity
General Obligation Bonds:				
2010 Various Purpose Bonds - Series A:				
Fire Station	2010	2 - 5	$2,600,000	December 1, 2035
2012 Refunding Bonds:				
Street Improvement	2012	2 - 3	220,000	December 1, 2018
Police Radio System	2012	2 - 3	158,000	December 1, 2018
Road Program	2012	2 - 3	200,000	December 1, 2018
Ballfields	2012	2 - 3	157,000	December 1, 2023
Gardner Engineering	2012	2 - 3	115,000	December 1, 2023
Barber Road Sanitary Sewer	2012	2 - 3	871,182	December 1, 2023
Special Assessment Bonds with Governmental Commitment:				
1996 Special Assessments Bonds	1996	6.6	122,000	December 1, 2016
2010 Various Purpose Bonds - Series B:				December 1, 2030
Wadsworth, Berry, McGowan Waterlines	2010	2 - 5	294,399	
Cleveland-Massillon Waterline	2010	2 - 5	522,896	
Gardner Phase II	2010	2 - 5	224,042	
Hazelwood Connect	2010	2 - 5	102,019	
Johnson Meadows	2010	2 - 5	146,644	
2012 Various Purpose Bonds:				December 1, 2032
Greenwich Street Sewer	2012	2 - 4	232,000	
Gardner Street Waterline	2012	2 - 4	195,000	
Oak Street Sewer	2012	2 - 4	230,000	
2012 Refunding Bonds:				
Barber Road	2012	2 - 3	516,818	December 1, 2023
Long-Term Note:				
2013 Land Acquisition, Water System and Fire/EMS Levy Notes	2013	1.0	1,000,000	August 21, 2014

A schedule of changes in bonds and other long-term obligations of the City during 2014 follows:

	Amounts Outstanding 12/31/13	Additions	Reductions	Amounts Outstanding 12/31/14	Amounts Due in One Year
General Obligation Bonds:					
2010 Various Purpose Bonds - Series A:					
Fire Station - Serial	$545,000	$0	($75,000)	$470,000	$75,000
Fire Station - Term	1,845,000	0	0	1,845,000	0
Premium	75,843	0	(4,461)	71,382	0
2012 Refunding Bonds:					
Street Improvement	219,000	0	(42,000)	177,000	41,000
Police Radio System	158,000	0	(31,000)	127,000	31,000
Road Program	199,000	0	(37,000)	162,000	41,000
Ballfields	157,000	0	(16,000)	141,000	16,000
Gardner Engineering	115,000	0	(10,000)	105,000	10,000
Barber Road Sanitary Sewer	868,044	0	(75,600)	792,444	78,750
Premium	85,514	0	(8,551)	76,963	0
Total General Obligation Bonds	4,267,401	0	(299,612)	3,967,789	292,750
Special Assessment Bonds with Governmental Commitment:					
1996 Special Assessment Bonds	30,000	0	(10,000)	20,000	10,000
2010 Various Purpose Bonds - Series B:					
Wadsworth, Berry, McGowan Waterlines - Serial	86,721	0	(11,411)	75,310	11,411
Cleveland-Massillon Waterline - Serial	154,033	0	(20,267)	133,766	20,267
Gardner Phase II - Serial	65,996	0	(8,684)	57,312	8,684
Hazelwood Connect - Serial	30,053	0	(3,954)	26,099	3,954
Johnson Meadows - Serial	43,197	0	(5,684)	37,513	5,684
Wadsworth, Berry, McGowan Waterlines - Term	173,444	0	0	173,444	0
Cleveland-Massillon Waterline - Term	308,063	0	0	308,063	0
Gardner Phase II - Term	131,994	0	0	131,994	0
Hazelwood Connect - Term	60,104	0	0	60,104	0
Johnson Meadows - Term	86,395	0	0	86,395	0
Premium	39,531	0	(1,797)	37,734	0
2012 Various Purpose Bonds:					
Greenwich Street Sewer - Serial	101,000	0	(9,000)	92,000	9,000
Gardner Street Waterline - Serial	85,000	0	(8,000)	77,000	8,000
Oak Street Sewer - Serial	98,000	0	(7,000)	91,000	9,000
Greenwich Street Sewer - Term	124,000	0	0	124,000	0
Gardner Street Waterline - Term	104,000	0	0	104,000	0
Oak Street Sewer - Term	122,000	0	0	122,000	0
Premium	25,555	0	(1,345)	24,210	0
2012 Refunding Bonds:					
Barber Road - Serial	514,956	0	(44,400)	470,556	46,250
Premium	25,677	0	(2,567)	23,110	0
Total Special Assessment Bonds with Governmental Commitment	2,409,719	0	(134,109)	2,275,610	132,250
Other Long-Term Liabilities:					
Various Purpose Notes:					
2013 Land Acquisition, Water System and Fire/EMS Levy	1,000,000	0	(1,000,000)	0	0
Capital Leases	64,172	256,409	(44,298)	276,283	65,121
Compensated Absences	757,595	143,907	(257,071)	644,431	244,152
Total Other Long-Term Liabilities	1,821,767	400,316	(1,301,369)	920,714	309,273
Total Long-Term Liabilities	$8,498,887	$400,316	($1,735,090)	$7,164,113	$734,273

General Obligation Bonds

General obligation bonds are direct obligations of the City for which its full faith and credit are pledged for repayment. General obligation bonds will be paid from taxes and transfers receipted in the debt service funds.

Various Purpose General Obligation Bond

On September 1, 2010, the City issued $2,600,000 of general obligation various purpose bonds, series 2010A. The bonds were issued for a period of ten years at an interest rate varying from 2 to 5 percent. The bond issue was composed of $755,000 in serial bonds and $1,845,000 in term bonds. These bonds were issued to pay costs of constructing, furnishing, equipping, and other improvements to a fire station. The bonds will be paid over 25 years. The bonds are being retired from the general obligation bond retirement fund.

The 2010A various purpose general obligation term bonds maturing on December 1, 2030, are subject to optional redemption on and after December 1, 2020, by and at the option of the City, in whole or in part, as selected by the City, on any date, in integral multiples of $5,000, at 100 percent of the principal amount redeemed, plus interest accrued to the redemption date.

The 2010A various purpose general obligation term bonds maturing on December 1, 2030 and 2035 are subject to mandatory redemption and are to be redeemed pursuant to mandatory sinking fund requirements at a redemption price of 100 percent of the principal amount redeemed, plus interest accrued to the redemption date on December 1 in each of the years and in the principal amounts set forth as follows:

	Issue	
Year	$1,080,000	$765,000
2021	$85,000	$0
2022	90,000	0
2023	95,000	0
2024	100,000	0
2025	105,000	0
2026	110,000	0
2027	115,000	0
2028	120,000	0
2029	125,000	0
2031	0	140,000
2032	0	145,000
2033	0	155,000
2034	0	160,000
Total	$945,000	$600,000
Stated Maturity	*12/1/2030*	*12/1/2035*

The remaining principal amount of the term bonds ($135,000 and $165,000) will mature at the stated maturity.

In 2012, the City issued various purpose general obligation refunding bonds, in the amount of $1,721,182, to refund a portion of the 2003 various purpose general obligation bonds. The bonds were issued with interest rates varying from 2 to 3 percent. The bonds were issued for a 12 year period with a final maturity on December 1, 2023. A portion of the bonds was paid for by the special assessment bond retirement fund and the land and land improvement fund, with the remainder being paid by the general obligation bond retirement debt service fund.

Special Assessment Bonds

The special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

In 1996, the City issued $122,000 in special assessment bonds for the purpose of financing the costs relating to the construction of water mains and service connections for Caroline Avenue, Madison Avenue, Orchard Avenue, Krancz Drive, Cletus Street, and the cost of expanding and improving sanitary sewers on Barber Road. The bonds will be paid out of the special assessment bond retirement debt service fund.

Various Purpose Special Assessment Bonds

On September 16, 2010, the City issued $1,290,000 of special assessment various purpose bonds, series 2010B. The bonds were issued for a period of ten years at an interest rate varying from 2 to 5 percent. The bond issue was composed of $530,000 in serial bonds and $760,000 in term bonds. These bonds were issued to pay the property owners' portion, in anticipation of the collection of special assessments and the cost of constructing, grading, curbing and paving Meadows Lane in the City and constructing sanitary sewers, water lines, hydrants, storm sewers, utilities, and the costs of constructing and installing water mains, water lines, hydrants, and other related improvements. The bond will be paid over 20 years. The bonds are being retired from the special assessment bond retirement fund.

The 2010B various purpose special assessment term bonds maturing on and after December 1, 2021, are subject to optional redemption on and after December 1, 2020, by and at the option of the City, in whole or in part, as selected by the City, on any date, in integral multiples of $5,000, at 100 percent of the principal amount redeemed, plus interest accrued to the redemption date.

The 2010B various purpose special assessment term bonds maturing on December 1, 2026 and 2030 are subject to mandatory redemption and are to be redeemed pursuant to mandatory sinking fund requirements at a redemption price of 100 percent of the principal amount redeemed, plus interest accrued to the redemption date on December 1 in each of the years and in the principal amounts set forth as follows:

	Issue	
Year	$415,000	$345,000
2021	$60,000	$0
2022	65,000	0
2023	65,000	0
2024	70,000	0
2025	75,000	0
2027	0	80,000
2028	0	85,000
2029	0	90,000
Total	$335,000	$255,000
Stated Maturity	*12/1/2026*	*12/1/2030*

The remaining principal amount of the term bonds ($80,000 and $90,000) will mature at the stated maturity.

On September 19, 2012, the City issued $657,000 of special assessment various purpose bonds, series 2012. The bonds were issued for a period of twenty years at an interest rate varying from 2 to 4 percent. The bond issue was composed of $307,000 in serial bonds and $350,000 in term bonds. These bonds were issued to pay the property owners' portion, in anticipation of the collection of special assessments, of the construction and installation of sanitary sewer and waterlines and other related improvements. The bond will be paid over 20 years. The bonds are being retired from the special assessment bond retirement debt service fund.

The 2012 various purpose special assessment term bonds maturing on and after December 1, 2022, are subject to optional redemption on and after June 1, 2022, by and at the option of the City, in whole or in part, as selected by the City, on any date, in integral multiples of $5,000, at 100 percent of the principal amount redeemed, plus interest accrued to the redemption date.

The 2012 various purpose special assessment term bonds maturing on December 1, 2027 and 2032 are subject to mandatory redemption and are to be redeemed pursuant to mandatory sinking fund requirements at a redemption price of 100 percent of the principal amount redeemed, plus interest accrued to the redemption date on December 1 in each of the years and in the principal amounts set forth as follows:

	Issue	
Year	$140,000	$210,000
2024	$35,000	$0
2025	35,000	0
2026	35,000	0
2028	0	40,000
2029	0	40,000
2030	0	40,000
2031	0	45,000
Total	$105,000	$165,000
Stated Maturity	*12/1/2027*	*12/1/2032*

The remaining principal amount of the term bonds ($35,000 and $45,000) will mature at the stated maturity.

In 2012, the City issued various purpose special assessment refunding bonds, in the amount of $516,818, to refund a portion of the 2003 various purpose special assessment bonds. The bonds were issued at an interest rate of 2 to 3 percent. The bonds were issued for a 12 year period with a final maturity on December 1, 2023. The bonds will be retired through the special assessment bond retirement debt service fund.

The bonds were sold at a premium of $122,311. Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the various purpose refunding bonds. As a result, $2,205,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the City's financial statements. On December 31, 2014, $1,960,000 of the defeased bonds are still outstanding.

The capital leases will be paid from the street construction, maintenance and repair fund.

Compensated absences will be paid from the general fund and the street construction, maintenance and repair, and 2012 Fire/EMS Levy special revenue funds, which are funds from which the employees' salaries are paid.

The City's overall debt margin was $22,022,770 and the unvoted legal debt margin was $9,567,580 at December 31, 2014.

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2014, are as follows:

	General Obligation Bonds					
	Serial Bonds		Term Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	$292,750	$141,602	$0	$0	$292,750	$141,602
2016	298,640	135,559	0	0	298,640	135,559
2017	298,160	129,399	0	0	298,160	129,399
2018	310,680	120,829	0	0	310,680	120,829
2019	191,940	111,749	0	0	191,940	111,749
2020-2024	582,274	129,285	370,000	327,200	952,274	456,485
2025-2029	0	0	575,000	294,625	575,000	294,625
2030-2034	0	0	735,000	139,950	735,000	139,950
2035	0	0	165,000	7,425	165,000	7,425
Totals	$1,974,444	$768,423	$1,845,000	$769,200	$3,819,444	$1,537,623

	Special Assessment Bonds					
	Serial Bonds		Term Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2015	$132,250	$77,520	$0	$0	$132,250	$77,520
2016	136,360	74,289	0	0	136,360	74,289
2017	131,840	70,966	0	0	131,840	70,966
2018	134,320	67,285	0	0	134,320	67,285
2019	133,060	63,421	0	0	133,060	63,421
2020-2024	412,726	112,070	295,000	133,340	707,726	245,410
2025-2029	0	0	595,000	112,765	595,000	112,765
2030-2032	0	0	220,000	11,985	220,000	11,985
Totals	$1,080,556	$465,551	$1,110,000	$258,090	$2,190,556	$723,641

Note 11 – Capital Leases

In 2013, the City entered into a lease agreement for an excavator. In 2014, the City entered into leases for a dump truck and loader. The leases meet the criteria for capital leases and have been recorded on the government-wide statements. The assets acquired through the capital leases were capitalized at the present value of the minimum lease payments, plus the value of equipment trade-ins, at the time the leases were entered into.

The assets acquired through capital leases are as follows:

	Governmental Activities
Assets:	
Equipment	$355,280
Less: Accumulated Depreciation	(26,982)
Total	$328,298

The leases provide for minimum, annual lease payments as follows:

	Governmental Activities
2015	$73,414
2016	73,414
2017	73,414
2018	39,124
2019	39,124
Total Minumum Lease Payments	298,490
Less: Amount Representing Interest	(22,207)
Present Value of Minumum Lease Payments	$276,283

Note 12 – Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Each year the City contracts with insurance companies for various types of insurance. The coverage and deductibles are as follows:

Company	Type of Coverage	Deductible	Coverage
Ohio Casualty Insurance Company	Bond - Mayor	$0	$50,000
	Bond - Finance Director	0	100,000
	Bond - Clerk of Mayor's Court	0	75,000
	Bond - Administrator	0	50,000
Wichert Insurance Agency	Public Officials Liability	10,000	1,000,000
	Law Enforcement Liability	10,000	1,000,000
	Commercial Property	1,000	7,831,751
	Personal Property	1,000	1,179,400
	Inland Marine	1,000	1,454,047
	General Liability	10,000	250,000 - 1,000,000
	Commercial Crime - Employee Theft Per Loss	0 - 5,000	5,000 - 50,000
	Cyberrisk	0	1,000,000
	Automobile Liability	0	1,000,000
	Automobile Uninsured Motorists	0	25,000
	Automobile Underinsured Motorists	0	25,000
	Umbrella Liability	0	10,000,000

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

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

Note 13 – Contingencies

Grants

The City received financial assistance from federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2014.

Litigation

The City is currently the defendant in a legal action requiring arbitration on a personnel matter. This matter is not expected to have a material effect on the financial statements.

In early 2013, the City became the defendant in a legal action for all City residents that pay a particular sewer charge. This matter is currently in the evidential and disposition stage.

Environmental Remediation

The City has been notified by the Ohio Environmental Protection Agency (EPA) that a number of discharging and/or failing septic systems in the community have contributed to elevated bacteria in the City's Municipal Separate Storm Sewer System (MS4) and the Wolf Creek Watershed. The City is currently working with the Ohio EPA and the Summit County General Health District in order to resolve this issue. On January 21, 2013, the City submitted a plan and schedule to the Ohio EPA to address the alleged illicit discharges from failing septic systems into the MS4 and the Wolf Creek Watershed. On November 14, 2013, the Ohio EPA issued its Final Findings and Orders ordering the City to construct certain sewerage improvements in the Nash Heights subdivision of the City pursuant to a schedule that ends on May 30, 2017. If the City fails to comply with the Findings and Orders the City could be subject to further enforcement. The sewerage improvements are to be constructed by the City in order to prevent future discharges into the MS4 and Wolf Creek Watershed. As of November 2014 the City is working on a memorandum of understanding with the City of Barberton to become the City's sewer provider. Construction is expected to begin later in 2015.

Note 14 – Other Employee Benefits

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Employees earn two to six weeks of vacation per year, depending upon length of service. All accumulated unused vacation time, up to 2 years, is paid upon termination of employment.

Employees earn sick leave at the rate of 10 hours per month of service. Sick leave accumulation is unlimited, but upon retirement or death, an employee with ten years of service or more is paid accumulated, unused sick leave up to a maximum of 120 days.

Employee Health Insurance

The City provides health insurance through the COSE Health Insurance Program provided by Medical Mutual.

Note 15 – Defined Benefit Pension Plans

Ohio Public Employees Retirement System

Plan Description – The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member-directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined benefit pension plan. Under the combined plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, the traditional plan benefit. Member contributions, the investment of which 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 and combined plans. Members of the member-directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by visiting https://www.opers.org/investments/cafr.shtml, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units. Member contribution rates, as set forth in the Ohio Revised Code, are not to exceed 10 percent of covered payroll. For the year ended December 31, 2014, members in state and local classifications contributed 10 percent of covered payroll. For 2014, member and employer contribution rates were consistent across all three plans.

The City's 2014 contribution rate was 14 percent. The portion of the City's contribution used to fund pension benefits is net of postemployment health care benefits. The portion of the City's contribution allocated to health care for members in both the traditional and combined plans was 2 percent for 2014. Effective January 1, 2015, the portion of the employer contribution allocated to health care remained at 2 percent. Employer contribution rates are actuarially determined.

The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2014, 2013, and 2012 were $182,184, $201,517, and $153,400, respectively. For 2014, 90.48 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2013 and 2012. Contributions to the Member-Directed Plan for 2014 were $6,630 made by the City and $4,736 made by plan members.

Ohio Police and Fire Pension Fund

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

Funding Policy – Employer and employee contribution rates are set by the Ohio Revised Code. From January 1, 2014, through July 1, 2014, plan members were required to contribute 10.75 percent of their annual covered salary. From July 2, 2014, through December 31, 2014, plan members were required to contribute 11.5 percent of their annual covered salary. Throughout 2014, employers were required to contribute 19.5 percent for police officers and 24 percent for firefighters.

The OP&F pension fund is authorized by the Ohio Revised Code to allocate a portion of the employer contribution to retiree health care benefits. For 2014, the portion of the City's contribution used to fund pension benefits was 19 percent of covered payroll for police officers and 23.5 percent of covered payroll for firefighters. The City's contributions to OP&F for police and firefighters pension were $190,136 and $38,808 for the year ended December 31, 2014, $156,792 and $30,437 for the year ended December 31, 2013, and $95,937 and $17,808 for the year ended December 31, 2012, respectively. For 2014, 90 percent for police and 71.19 percent for firefighters has been contributed with the balance for both police and firefighters being reported as an intergovernmental payable. The full amount has been contributed for 2013 and 2012.

Social Security System

As of December 31, 2014, the City's part-time firefighters have elected to be covered by Social Security rather than OPERS. The City's liability is 6.2 percent of wages paid.

Note 16 – Postemployment Benefits

Ohio Public Employees Retirement System

Plan Description – The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional plan, a cost-sharing, multiple-employer defined benefit pension plan; the member-directed plan, a defined contribution plan; and the combined plan, a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit postemployment health care plan for qualifying members of both the traditional and combined plans. Members of the member-directed plan do not qualify for ancillary benefits, including postemployment health care coverage. The plan includes a medical plan, a prescription drug program, and Medicare Part B premium reimbursement.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional and combined plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by visiting https://www.opers.org/investments/cafr.shtml, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The postemployment health care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). The Ohio Revised Code provides the statutory authority requiring public employers to fund postemployment health care through contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of postemployment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2014, state and local employers contributed 14 percent of covered payroll. This is the maximum employer contribution rate permitted by the Ohio Revised Code.

Each year, the OPERS retirement board determines the portion of the employer contribution rate that will be set aside for funding postemployment health care benefits. The portion of the employer contribution allocated to health care for members in both the traditional and combined plans was 2 percent for 2014. Effective January 1, 2015, the portion of the employer contribution allocated to health care remained at 2 percent for both plans as recommended by the OPERS actuary.

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 the retiree's surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the postemployment health care plan.

The City's contributions allocated to fund post-employment health care benefits to the Traditional and Combined Plans for the years ended December 31, 2014, 2013, and 2012 were $30,364, $15,501, and $61,360, respectively. For 2014, 90.48 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2013 and 2012.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 9, 2012, with a transition plan commencing on January 1, 2014. With the passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contribution toward the health care fund after the end of the transition period.

Police and Firemen's Disability and Pension Fund

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

OP&F provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check, or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Postemployment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 45.

The Ohio Revised Code allows, but does not mandate, OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. The report may be obtained by visiting the OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required by the Ohio Revised Code to contribute to the pension plan at rates expressed as a percentage of the payroll of active pension plan members, currently 19.5 percent and 24 percent of covered payroll for police and firefighters, respectively. Active members do not make contributions to the OPEB Plan.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS Code Section 115 trust and one for Medicare Part B premium reimbursements administered as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contribution made to the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2014, the employer contribution allocated to the health care plan was .5 percent of covered payroll. The amount of employer contribution allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment health care benefits for police and firefighters were $5,004 and $826 for the year ended December 31, 2014, $35,702 and $5,407 for the year ended December 31, 2013, and $64,758 and $12,021 for the year ended December 31, 2012. For 2014, 90 percent has been contributed for police and 71.19 percent has been contributed for firefighters with the balance for both police and firefighters being reported as an intergovernmental payable. The full amount has been contributed for 2013 and 2012.

Note 17 – Interfund Transfers and Balances

Transfers

Interfund transfers for the year ended December 31, 2014, consisted of the following:

	Transfer From		
Transfer To	General	Fire/EMS Levy	Total
Street Construction, Maintenance and Repair	$500,000	$0	$500,000
Special Assessment Bond Retirement	26,100	0	26,100
Other Governmental Funds	141,400	177,285	318,685
Total	$667,500	$177,285	$844,785

Transfers from the general fund were used to move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, to provide additional resources for current operations, to pay debt, and to segregate money for anticipated capital projects. A transfer of $177,285 was also made out of the fire/EMS levy special revenue fund to the general obligation bond retirement fund in order to cover the payment on the bond related to a new fire station.

Balances

At December 31, 2014, the general fund had an interfund receivable of $273,037. $270,000 was made to the special assessment bond retirement debt service fund pending the receipt of special assessments that will be used to repay the loans and $3,037 was made to support the projects in street construction, maintenance and repair fund. The $3,037 is expected to be paid back within one year while the $270,000 is expected to be paid back in 2016.

Note 18 – Joint Economic Development Zones

In an effort to promote regional growth and economic development, the City has entered into a contract with the City of Barberton to create Joint Economic Development Zones (JEDZ). The JEDZ are all located within Norton City limits. The agreement became effective on April 30, 1996. Per the agreement, the City pays Barberton 40 percent of income tax withholdings (based on the 1.5 percent rate) collected from the businesses located within the JEDZ. In exchange, the City of Barberton provides water and sanitary sewer service to the businesses in the JEDZ.

Note 19 – Joint Venture

The City participates in the Southwest Summit Council of Governments (the Council) which is a statutorily created political subdivision of the State. The Council is a joint venture between the City of Norton, the City of Barberton, and Copley Township. The Council is controlled by an executive board which is composed of a President, Vice/President/Secretary, and Fiscal Officer who serve without compensation. Each member's control over the operation of the Council is limited to its representation on the board. Currently, the Mayor of the City of Norton serves as the President of the Council. The Council was formed to share services, promote cooperative arrangements, and coordinate action among its members in matters relating to public safety dispatch operations. The Council may also, at its discretion, promote cooperative agreements and contracts among its members or other governmental agencies and private persons, corporations, or agencies. Continued existence of the Council is dependent on the City's continued participation; however, the City does not have an equity interest in the Council. The Council is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City. In 2014, the City contributed $443,604 to the Council. Complete financial statements can be obtained from the Southwest Summit Council of Governments, Summit County, Ohio.

Note 20 – Significant Commitments

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year or soon thereafter, were as follows:

General	$416,662
Street Construction, Maintenance and Repair	31,161
Fire/EMS Levy	35,811
2012 Fire/EMS Levy	50,842
Water and Sewer Improvements	179,656
Other Governmental Funds	252,454
Total	$966,586

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Combining and Individual Fund Statements and Schedules

Fund Descriptions – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted, assigned or committed to expenditures for specified purposes other than debt service or capital projects.

State Highway Improvement Fund To account for and report that portion of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of dedicated streets.

Fire Fund To account for and report revenues received from real and personal property taxes. Expenditures are restricted for fire department operations and fire pension.

Emergency Medical Services Fund To account for and report revenues received from real and personal property taxes and EMS billings. Expenditures are restricted for EMS operations and EMS pension.

DARE Program Fund To account for and report revenues received from DARE activities. Expenditures are restricted for DARE activities.

Drug Law Enforcement Fund To account for and report proceeds received from mandatory drug fines restricted for law enforcement purposes.

Law Enforcement Fund To account for and report proceeds received from the sale of property confiscated/forfeited during criminal related arrests. Expenditures are restricted for law enforcement purposes.

Law Enforcement Assistance Fund To account for and report revenues and expenditures restricted for the Law Enforcement Assistance program.

DWI Enforcement and Education Fund To account for and report financial resources restricted to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

Cemetery Fund To provide for and report the deposit of funds received from the sale of cemetery lots and the disbursement of said funds thereon committed to the perpetual care of the cemetery.

Special Events Fund To account for and report various revenues to be committed to pay the cost of presenting fireworks at the annual cider festival.

Police and Fire Disability and Pension Fund To account for and report restricted property taxes levied for the partial payment of the current and accrued liability for police and fire disability and pension. Amounts collected for the police and fire disability and pension are periodically remitted to the State operated Police and Fire Disability and Pension Fund.

Mayor's Court Fund To account for and report fines and forfeitures restricted to computerize the Court and the Clerk of Court and to make computerized legal research available to the Court.

Water System Fund To account for and report charges for services revenue restricted for water line maintenance fees.

Sanitary Sewer Fund To account for and report charges for services revenue restricted for sewer line maintenance fees.

(continued)

Police Equipment Fund To account for and report towing administrative and storage fee revenues restricted for the purchase of equipment and vehicles for the police department.

Special Permissive License Plate Tax Fund To account for and report assigned revenues received from license plates. Expenditures are used for street construction, maintenance and repair. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Community Center Fund To account for and report revenue assigned from rental fees which provides for the furnishings and upkeep of the Community Center building supplemented by the general fund. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Greenwich Road Fund To provide for and report the collection of rent and future payments for repairs and expenditures assigned for the rental of the property supplemented by the general fund. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Recycling Fund To account for and report reimbursements assigned to the recycling of solid waste within the City. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Scrap Tire Fund To account for and report various assigned revenues to provide for a scrap tire management and recovery program. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Brentwood Water Fund To account for and report water line maintenance fees committed for water lines in the Brentwood area. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Nonmajor Debt Service Fund

The debt service fund is used to account for and report financial resources that are restricted to expenditures for principal and interest.

General Obligation Bond Retirement Fund To account for and report restricted monies for the payment of interest and principal on general obligation bonds.

Nonmajor Capital Projects Funds

Capital projects funds are used to account for and report 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.

Land and Land Improvements Fund To account for and report charges for services revenues and expenditures assigned for the acquisition of land and major land improvements.

Buildings Fund To account for and report various revenues and expenditures assigned for constructing new operations and storage areas. The fund did not have any budgetary activity in 2014; therefore, budgetary information is not provided.

(continued)

Streets, Highways and Bridges Fund To account for and report grant revenues restricted for the maintaining of City streets and highways within City limits.

Sanitary Sewers Fund To account for and report charges for services revenues and expenditures assigned for the construction and acquisition of capital sanitary sewer projects. The fund did not have any budgetary activity in 2014; therefore, budgetary information is not provided.

Wadsworth/Summit Road Sanitary Sewers Fund To account for and report grants and loan proceeds restricted for the construction of sanitary sewer lines located in the area.

Nash Heights East Fund To account for and report grants and loan proceeds restricted for the construction of sanitary sewer lines located in the area.

City of Norton, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	$2,114,155	$151,315	$477,921	$2,743,391
Accounts Receivable	33,157	0	30,557	63,714
Intergovernmental Receivable	30,647	0	61,148	91,795
Interfund Receivable	17,300	0	0	17,300
Prepaid Items	6,913	0	0	6,913
Property Taxes Receivable	256,763	0	0	256,763
Total Assets	$2,458,935	$151,315	$569,626	$3,179,876
Liabilities				
Accounts Payable	$1,819	$0	$28,850	$30,669
Intergovernmental Payable	3,286	0	0	3,286
Contracts Payable	0	0	7,875	7,875
Accrued Interest Payable	397	0	0	397
Notes Payable	86,025	0	0	86,025
Total Liabilities	91,527	0	36,725	128,252
Deferred Inflows of Resources				
Property Taxes	65,139	0	0	65,139
Unavailable Revenue	213,676	0	52,825	266,501
Total Deferred Inflows of Resources	278,815	0	52,825	331,640
Fund Balances				
Nonspendable	6,913	0	0	6,913
Restricted	2,061,723	151,315	245,967	2,459,005
Committed	19,957	0	0	19,957
Assigned	0	0	241,059	241,059
Unassigned (Deficit)	0	0	(6,950)	(6,950)
Total Fund Balances	2,088,593	151,315	480,076	2,719,984
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$2,458,935	$151,315	$569,626	$3,179,876

City of Norton, 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 Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	$63,999	$0	$0	$63,999
Charges for Services	290,741	0	51,767	342,508
Fines and Forfeitures	15,566	0	0	15,566
Intergovernmental	82,469	0	501,870	584,339
Interest	9	0	0	9
Other	1,049	4,036	0	5,085
Total Revenues	453,833	4,036	553,637	1,011,506
Expenditures				
Current:				
General Government	2,933	1,593	0	4,526
Security of Persons and Property	148,262	0	0	148,262
Transportation	42,143	0	0	42,143
Public Health Services	137,833	0	0	137,833
Capital Outlay	0	0	609,621	609,621
Debt Service:				
Principal Retirement	185,000	195,000	16,000	396,000
Interest and Fiscal Charges	2,247	119,305	4,240	125,792
Total Expenditures	518,418	315,898	629,861	1,464,177
Excess of Revenues Under Expenditures	(64,585)	(311,862)	(76,224)	(452,671)
Other Financing Sources				
Transfers In	3,000	315,685	0	318,685
Net Change in Fund Balances	(61,585)	3,823	(76,224)	(133,986)
Fund Balances Beginning of Year	2,150,178	147,492	556,300	2,853,970
Fund Balances End of Year	$2,088,593	$151,315	$480,076	$2,719,984

City of Norton, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2014

	State Highway Improvement	Fire	Emergency Medical Services	DARE Program
Assets				
Equity in Pooled Cash and Cash Equivalents	$4,443	$90,081	$149,171	$1,084
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	25,524	0	0	0
Interfund Receivable	17,300	0	0	0
Prepaid Items	0	1,860	3,453	0
Property Taxes Receivable	0	184,347	0	0
Total Assets	$47,267	$276,288	$152,624	$1,084
Liabilities				
Accounts Payable	$0	$887	$686	$0
Intergovernmental Payable	0	1,150	2,136	0
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
Total Liabilities	0	2,037	2,822	0
Deferred Inflows of Resources				
Property Taxes	0	0	0	0
Unavailable Revenue	17,254	184,347	0	0
Total Deferred Inflows of Resources	17,254	184,347	0	0
Fund Balances				
Nonspendable	0	1,860	3,453	0
Restricted	30,013	88,044	146,349	1,084
Committed	0	0	0	0
Total Fund Balances	30,013	89,904	149,802	1,084
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$47,267	$276,288	$152,624	$1,084

Drug Law Enforcement	Law Enforcement	Law Enforcement Assistance	DWI Enforcement and Education	Cemetery	Special Events	Police and Fire Disability and Pension
$2,377	$459	$4,780	$29,131	$15,148	$4,649	$113,866
0	0	0	0	0	160	0
0	0	0	325	0	0	4,798
0	0	0	0	0	0	0
0	0	0	0	5	0	0
0	0	0	0	0	0	72,416
$2,377	$459	$4,780	$29,456	$15,153	$4,809	$191,080
$0	$0	$0	$0	$0	$0	$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	65,139
0	0	0	0	0	0	12,075
0	0	0	0	0	0	77,214
0	0	0	0	5	0	0
2,377	459	4,780	29,456	0	0	113,866
0	0	0	0	15,148	4,809	0
2,377	459	4,780	29,456	15,153	4,809	113,866
$2,377	$459	$4,780	$29,456	$15,153	$4,809	$191,080

(continued)

City of Norton, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2014

	Mayor's Court	Water System	Sanitary Sewer	Police Equipment	Total Nonmajor Special Revenue Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	$61,731	$588,716	$1,041,545	$6,974	$2,114,155
Accounts Receivable	0	20,328	12,669	0	33,157
Intergovernmental Receivable	0	0	0	0	30,647
Interfund Receivable	0	0	0	0	17,300
Prepaid Items	1,566	8	21	0	6,913
Property Taxes Receivable	0	0	0	0	256,763
Total Assets	$63,297	$609,052	$1,054,235	$6,974	$2,458,935
Liabilities					
Accounts Payable	$0	$209	$37	$0	$1,819
Intergovernmental Payable	0	0	0	0	3,286
Accrued Interest Payable	0	397	0	0	397
Deferred Revenue	0	86,025	0	0	86,025
Total Liabilities	0	86,631	37	0	91,527
Deferred Inflows of Resources					
Property Taxes	0	0	0	0	65,139
Unavailable Revenue	0	0	0	0	213,676
Total Deferred Inflows of Resources	0	0	0	0	278,815
Fund Balances					
Nonspendable	1,566	8	21	0	6,913
Restricted	61,731	522,413	1,054,177	6,974	2,061,723
Committed	0	0	0	0	19,957
Total Fund Balances	63,297	522,421	1,054,198	6,974	2,088,593
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$63,297	$609,052	$1,054,235	$6,974	$2,458,935

City of Norton, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014

	State Highway Improvement	Fire	Emergency Medical Services	DARE Program	Drug Law Enforcement
Revenues					
Property Taxes	$0	$0	$0	$0	$0
Charges for Services	0	360	0	0	0
Fines and Forfeitures	0	0	0	0	1,636
Intergovernmental	49,890	0	0	21,053	0
Interest	9	0	0	0	0
Other	0	300	0	0	0
Total Revenues	49,899	660	0	21,053	1,636
Expenditures					
Current:					
General Government	0	0	0	0	0
Security of Persons and Property	0	22,024	94,419	21,053	6,742
Transportation	42,143	0	0	0	0
Public Health Services	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	42,143	22,024	94,419	21,053	6,742
Excess of Revenues Over (Under) Expenditures	7,756	(21,364)	(94,419)	0	(5,106)
Other Financing Sources					
Transfers In	0	0	0	0	0
Net Change in Fund Balances	7,756	(21,364)	(94,419)	0	(5,106)
Fund Balances Beginning of Year	22,257	111,268	244,221	1,084	7,483
Fund Balances End of Year	$30,013	$89,904	$149,802	$1,084	$2,377

(continued)

City of Norton, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2014

	Law Enforcement	Law Enforcement Assistance	DWI Enforcement and Education	Cemetery	Special Events
Revenues					
Property Taxes	$0	$0	$0	$0	$0
Charges for Services	0	0	0	3,194	160
Fines and Forfeitures	391	0	6,174	0	0
Intergovernmental	0	0	0	0	0
Interest	0	0	0	0	0
Other	0	0	0	0	150
Total Revenues	391	0	6,174	3,194	310
Expenditures					
Current:					
General Government	0	0	0	0	0
Security of Persons and Property	4,024	0	0	0	0
Transportation	0	0	0	0	0
Public Health Services	0	0	0	11	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	4,024	0	0	11	0
Excess of Revenues Over (Under) Expenditures	(3,633)	0	6,174	3,183	310
Other Financing Sources					
Transfers In	0	0	0	0	3,000
Net Change in Fund Balances	(3,633)	0	6,174	3,183	3,310
Fund Balances Beginning of Year	4,092	4,780	23,282	11,970	1,499
Fund Balances End of Year	$459	$4,780	$29,456	$15,153	$4,809

Police and Fire Disability and Pension	Mayor's Court	Water System	Sanitary Sewer	Police Equipment	Total Nonmajor Special Revenue Funds
$63,999	$0	$0	$0	$0	$63,999
0	0	169,880	110,173	6,974	290,741
0	7,365	0	0	0	15,566
11,526	0	0	0	0	82,469
0	0	0	0	0	9
0	0	599	0	0	1,049
75,525	7,365	170,479	110,173	6,974	453,833
1,223	1,710	0	0	0	2,933
0	0	0	0	0	148,262
0	0	0	0	0	42,143
0	0	135,906	1,916	0	137,833
0	0	185,000	0	0	185,000
0	0	2,247	0	0	2,247
1,223	1,710	323,153	1,916	0	518,418
74,302	5,655	(152,674)	108,257	6,974	(64,585)
0	0	0	0	0	3,000
74,302	5,655	(152,674)	108,257	6,974	(61,585)
39,564	57,642	675,095	945,941	0	2,150,178
$113,866	$63,297	$522,421	$1,054,198	$6,974	$2,088,593

City of Norton, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2014

	Land and Land Improvements	Buildings	Streets, Highways and Bridges
Assets			
Equity in Pooled Cash and Cash Equivalents	$184,835	$14,964	$267,419
Accounts Receivable	30,557	0	0
Intergovernmental Receivable	0	0	61,148
Total Assets	$215,392	$14,964	$328,567
Liabilities			
Accounts Payable	$0	$0	$28,850
Contracts Payable	0	0	925
Total Liabilities	0	0	29,775
Deferred Inflows of Resources			
Unavailable Revenue	0	0	52,825
Fund Balances			
Restricted	0	0	245,967
Assigned	215,392	14,964	0
Unassigned (Deficit)	0	0	0
Total Fund Balances (Deficit)	215,392	14,964	245,967
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$215,392	$14,964	$328,567

Sanitary Sewers	Nash Heights East	Total Nonmajor Capital Projects Funds
$10,703	$0	$477,921
0	0	30,557
0	0	61,148
$10,703	$0	$569,626
$0	$0	$28,850
0	6,950	7,875
0	6,950	36,725
0	0	52,825
0	0	245,967
10,703	0	241,059
0	(6,950)	(6,950)
10,703	(6,950)	480,076
$10,703	$0	$569,626

City of Norton, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014

	Land and Land Improvements	Buildings	Streets, Highways and Bridges
Revenues			
Charges for Services	$51,767	$0	$0
Intergovernmental	0	0	501,870
Total Revenues	51,767	0	501,870
Expenditures			
Capital Outlay	27,674	0	574,997
Debt Service:			
Principal Retirement	16,000	0	0
Interest and Fiscal Charges	4,240	0	0
Total Expenditures	47,914	0	574,997
Net Change in Fund Balances	3,853	0	(73,127)
Fund Balances Beginning of Year	211,539	14,964	319,094
Fund Balances (Deficit) End of Year	$215,392	$14,964	$245,967

Sanitary Sewers	Nash Heights East	Total Nonmajor Capital Projects Funds
$0	$0	$51,767
0	0	501,870
0	0	553,637
0	6,950	609,621
0	0	16,000
0	0	4,240
0	6,950	629,861
0	(6,950)	(76,224)
10,703	0	556,300
$10,703	($6,950)	$480,076

Fund Descriptions - Fiduciary Funds

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

Agency Funds

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

General Agency Fund To hold funds received from a contractor, developer or individual to ensure compliance with the ordinances of the City.

Building Standards Fund To account for building deposits and reimbursements for those deposits when projects are complete.

City of Norton, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2014

	Beginning Balance 12/31/13	Additions	Deductions	Ending Balance 12/31/14
General Agency				
Assets				
Equity in Pooled Cash and Cash Equivalents	$118,811	$123,808	$134,100	$108,519
Liabilities				
Undistributed Assets	$118,811	$123,808	$134,100	$108,519
Building Standards				
Assets				
Equity in Pooled Cash and Cash Equivalents	$102	$563	$486	$179
Liabilities				
Undistributed Assets	$102	$563	$486	$179
Total - All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	$118,913	$124,371	$134,586	$108,698
Liabilities				
Undistributed Assets	$118,913	$124,371	$134,586	$108,698

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

City of Norton, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	$394,793	$398,566	$341,327	($57,239)
Municipal Income Tax	4,264,899	4,264,899	4,427,187	162,288
Charges for Services	118,786	118,786	113,318	(5,468)
Licenses, Permits and Fees	164,937	164,937	157,345	(7,592)
Fines and Forfeitures	62,323	62,323	59,454	(2,869)
Intergovernmental	294,003	294,003	467,332	173,329
Interest	4,223	4,223	4,029	(194)
Other	69,182	69,182	65,998	(3,184)
Total Revenues	5,373,146	5,376,919	5,635,990	259,071
Expenditures				
Current:				
General Government:				
Mayor:				
Salaries and Wages	31,530	31,530	31,111	419
Fringe Benefits	14,421	14,344	13,973	371
Purchased Services	2,244	2,288	415	1,873
Materials and Supplies	97	100	19	81
Capital Outlay	145	150	150	0
Other	841	867	594	273
Total Mayor	49,278	49,279	46,262	3,017
City Council:				
Salaries and Wages	100,293	100,293	100,293	0
Fringe Benefits	38,235	39,867	36,490	3,377
Purchased Services	32,089	30,324	26,851	3,473
Materials and Supplies	279	300	116	184
Capital Outlay	98	98	98	0
Other	1,346	1,458	1,204	254
Total City Council	172,340	172,340	165,052	7,288
Mayor's Court:				
Salaries and Wages	57,300	57,300	57,171	129
Fringe Benefits	21,050	20,903	18,743	2,160
Purchased Services	6,666	6,800	1,263	5,537
Materials and Supplies	147	150	0	150
Other	485	495	268	227
Total Mayor's Court	$85,648	$85,648	$77,445	$8,203

(continued)

City of Norton, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Finance Office:				
Salaries and Wages	$178,689	$178,689	$137,169	$41,520
Fringe Benefits	120,394	120,046	57,030	63,016
Purchased Services	18,764	19,050	14,974	4,076
Materials and Supplies	492	500	423	77
Capital Outlay	1,773	1,800	588	1,212
Other	1,773	1,800	1,043	757
Total Finance Office	321,885	321,885	211,227	110,658
Income Tax:				
Salaries and Wages	4,993	4,993	4,390	603
Fringe Benefits	2,158	2,422	1,427	995
Purchased Services	633,068	632,617	548,316	84,301
Materials and Supplies	86	100	0	100
Capital Outlay	556	650	0	650
Other	471	550	0	550
Total Income Tax	641,332	641,332	554,133	87,199
Law Director:				
Salaries and Wages	10,712	10,712	10,712	0
Fringe Benefits	2,313	2,446	2,023	423
Purchased Services	110,710	110,577	105,154	5,423
Total Law Director	123,735	123,735	117,889	5,846
Engineer:				
Purchased Services	66,805	66,702	59,394	7,308
Materials and Supplies	276	300	0	300
Capital Outlay	921	1,000	0	1,000
Total Engineer	68,002	68,002	59,394	8,608
Administrative Officer:				
Salaries and Wages	89,992	89,992	89,992	0
Fringe Benefits	37,143	43,663	43,228	435
Purchased Services	1,879	2,119	323	1,796
Materials and Supplies	173	200	55	145
Capital Outlay	458	530	530	0
Other	890	1,030	376	654
Total Administrative Officer	$130,535	$137,534	$134,504	$3,030

(continued)

City of Norton, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Planning Commission:				
Purchased Services	$3,200	$3,200	$1,980	$1,220
Other	200	200	64	136
Total Planning Commission	3,400	3,400	2,044	1,356
Records Commission:				
Purchased Services	529	520	260	$260
Materials and Supplies	196	200	0	200
Capital Outlay	196	200	0	200
Total Records Commission	921	920	260	660
Other General Government:				
Salaries and Wages	60,304	60,304	60,304	0
Fringe Benefits	31,630	34,235	34,235	0
Purchased Services	600,416	596,113	565,671	30,442
Materials and Supplies	5,666	6,433	5,039	1,394
Capital Outlay	49,500	50,275	50,275	0
Other	1,145	1,300	1,118	182
Total Other General Government	748,661	748,660	716,642	32,018
Parks and Recreation Board:				
Purchased Services	2,300	2,300	850	1,450
Building and Zoning Board:				
Purchased Services	1,700	1,700	810	890
Other	250	250	21	229
Total Building and Zoning Board	1,950	1,950	831	1,119
Health Advisory Board:				
Purchased Services	720	720	0	720
Civil Service Commission:				
Purchased Services	3,240	8,370	8,334	36
Storm Sewer:				
Purchased Services	26,635	42,220	40,358	1,862
Materials and Supplies	5,552	8,800	7,693	1,107
Capital Outlay	17,141	27,170	14,600	12,570
Total Storm Sewer	49,328	78,190	62,651	15,539
Total General Government	$2,403,275	$2,444,265	$2,157,518	$286,747

(continued)

City of Norton, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Security of Persons and Property:				
Police:				
Salaries and Wages	$1,371,461	$1,248,422	$1,248,422	$0
Fringe Benefits	455,774	545,566	540,650	4,916
Purchased Services	96,136	119,579	116,635	2,944
Materials and Supplies	74,723	84,854	84,430	424
Capital Outlay	242,244	292,147	273,049	19,098
Other	415	524	420	104
Total Security of Persons and Property	2,240,753	2,291,092	2,263,606	27,486
Community Environment:				
Community Development:				
Fringe Benefits	35	35	30	5
Purchased Services	2,700	2,700	2,224	476
Total Community Development	2,735	2,735	2,254	481
Building:				
Salaries and Wages	93,386	93,386	93,386	0
Fringe Benefits	22,266	41,247	41,247	0
Purchased Services	55,789	75,667	72,909	2,758
Materials and Supplies	1,492	2,400	2,250	150
Capital Outlay	551	495	331	164
Other	311	600	381	219
Total Building	173,795	213,795	210,504	3,291
Total Community Environment	176,530	216,530	212,758	3,772
Leisure Time Activities:				
Recreation Center:				
Salaries and Wages	24,000	24,000	12,110	11,890
Fringe Benefits	5,240	5,186	2,041	3,145
Purchased Services	20,032	19,837	19,837	0
Materials and Supplies	4,808	4,748	3,432	1,316
Capital Outlay	11,316	11,200	8,399	2,801
Total Leisure Time Activities	65,396	64,971	45,819	19,152
Total Expenditures	4,885,954	5,016,858	4,679,701	337,157
Excess of Revenues Over Expenditures	$487,192	$360,061	$956,289	$596,228

(continued)

City of Norton, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Other Financing Sources (Uses)				
Advances In	$647,086	$647,086	$617,300	($29,786)
Advances Out	(450,000)	(550,000)	(103,037)	446,963
Transfers Out	(1,106,700)	(1,106,700)	(1,106,700)	0
Total Other Financing Sources (Uses)	(909,614)	(1,009,614)	(592,437)	417,177
Net Change in Fund Balance	(422,422)	(649,553)	363,852	1,013,405
Fund Balance Beginning of Year	1,868,895	1,868,895	1,868,895	0
Prior Year Encumbrances Appropriated	294,363	294,363	294,363	0
Fund Balance End of Year	$1,740,836	$1,513,705	$2,527,110	$1,013,405

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	$21,506	$21,506	$15,181	($6,325)
Intergovernmental	880,572	880,572	621,598	(258,974)
Interest	187	187	132	(55)
Other	19,750	19,750	13,942	(5,808)
Total Revenues	922,015	922,015	650,853	(271,162)
Expenditures				
Current:				
Transportation:				
Street Department:				
Salaries and Wages	409,064	409,064	401,120	7,944
Fringe Benefits	231,496	243,742	199,353	44,389
Purchased Services	69,666	73,195	68,828	4,367
Materials and Supplies	268,499	284,577	252,625	31,952
Capital Outlay	211,426	214,488	203,777	10,711
Total Expenditures	1,190,151	1,225,066	1,125,703	99,363
Excess of Revenues Under Expenditures	(268,136)	(303,051)	(474,850)	(171,799)
Other Financing Sources				
Advances In	4,000	4,000	3,037	(963)
Transfers In	708,615	708,615	500,000	(208,615)
Total Other Financing Sources	712,615	712,615	503,037	(209,578)
Net Change in Fund Balance	444,479	409,564	28,187	(381,377)
Fund Balance Beginning of Year	507,536	507,536	507,536	0
Prior Year Encumbrances Appropriated	33,696	33,696	33,696	0
Fund Balance End of Year	$985,711	$950,796	$569,419	($381,377)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire/EMS Levy Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final Budget	Actual	
Revenues				
Property Taxes	$740,235	$747,311	$639,989	($107,322)
Charges for Services	219,923	219,923	253,293	33,370
Intergovernmental	86,082	86,082	96,929	10,847
Other	7,866	7,866	8,857	991
Total Revenues	1,054,106	1,061,182	999,068	(62,114)
Expenditures				
Current:				
Security of Persons and Property:				
Fire:				
Salaries and Wages	400,611	354,004	354,004	0
Fringe Benefits	82,018	99,632	86,148	13,484
Purchased Services	90,863	113,241	72,537	40,704
Materials and Supplies	4,512	5,650	4,608	1,042
Capital Outlay	77,516	97,068	89,898	7,170
Total Security of Persons and Property	655,520	669,595	607,195	62,400
Debt Service:				
Principal Retirement	335,000	335,000	335,000	0
Interest and Fiscal Charges	13,400	13,400	3,350	10,050
Total Debt Service	348,400	348,400	338,350	10,050
Total Expenditures	1,003,920	1,017,995	945,545	72,450
Excess of Revenues Over Expenditures	50,186	43,187	53,523	10,336
Other Financing Sources (Uses)				
General Obligation Notes Issued	138,342	138,342	155,775	17,433
Transfers Out	(177,285)	(177,285)	(177,285)	0
Total Other Financing Sources (Uses)	(38,943)	(38,943)	(21,510)	17,433
Net Change in Fund Balance	11,243	4,244	32,013	27,769
Fund Balance Beginning of Year	747,637	747,637	747,637	0
Prior Year Encumbrances Appropriated	17,744	17,744	17,744	0
Fund Balance End of Year	$776,624	$769,625	$797,394	$27,769

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
2012 Fire/EMS Levy Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final Budget	Actual	
Revenues				
Property Taxes	$1,135,028	$1,145,877	$981,316	($164,561)
Intergovernmental	0	0	148,624	148,624
Other	0	0	12,011	12,011
Total Revenues	1,135,028	1,145,877	1,141,951	(3,926)
Expenditures				
Current:				
Security of Persons and Property:				
Fire:				
Salaries and Wages	744,088	657,962	657,962	0
Fringe Benefits	134,399	178,846	160,175	18,671
Purchased Services	66,260	90,188	62,617	27,571
Materials and Supplies	11,668	15,730	12,891	2,839
Capital Outlay	128,439	168,532	150,740	17,792
Other	436	600	51	549
Total Expenditures	1,085,290	1,111,858	1,044,436	67,422
Excess of Revenues Over Expenditures	49,738	34,019	97,515	63,496
Other Financing Uses				
Advances Out	(500,000)	(500,000)	(500,000)	0
Net Change in Fund Balance	(450,262)	(465,981)	(402,485)	63,496
Fund Balance Beginning of Year	618,857	618,857	618,857	0
Prior Year Encumbrances Appropriated	14,077	14,077	14,077	0
Fund Balance End of Year	$182,672	$166,953	$230,449	$63,496

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final Budget	Actual	
Revenues				
Special Assessments	$645,136	$645,136	$216,399	($428,737)
Expenditures				
Current:				
General Government:				
Purchase Services	14,000	14,000	4,282	9,718
Debt Service:				
Principal Retirement:				
1996 Special Assessment Bonds	10,000	10,000	10,000	0
2010 Various Purpose Bonds - Series B	50,000	50,000	50,000	0
2012 Various Purpose Bonds	24,000	24,000	24,000	0
2012 Barber Road Refunding Bonds	44,400	44,400	44,400	0
Total Principal Retirement	128,400	128,400	128,400	0
Interest and Fiscal Charges:				
1996 Special Assessment Bonds	1,980	1,980	1,980	0
2010 Various Purpose Bonds - Series B	44,654	44,654	44,654	0
2012 Various Purpose Bonds	19,942	19,942	19,942	0
2012 Barber Road Refunding Bonds	13,971	13,971	13,971	0
Total Interest and Fiscal Charges	80,547	80,547	80,547	0
Total Debt Service	208,947	208,947	208,947	0
Total Expenditures	222,947	222,947	213,229	9,718
Excess of Revenues Over Expenditures	422,189	422,189	3,170	(419,019)
Other Financing Sources (Uses)				
Advances Out	(270,000)	(270,000)	0	270,000
Transfers In	77,810	77,810	26,100	(51,710)
Total Other Financing Sources (Uses)	(192,190)	(192,190)	26,100	218,290
Net Change in Fund Balance	229,999	229,999	29,270	(200,729)
Fund Balance Beginning of Year	85,228	85,228	85,228	0
Fund Balance End of Year	$315,227	$315,227	$114,498	($200,729)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Water and Sewer Improvements Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final Budget	Actual	
Revenues				
Municipal Income Tax	$3,026,816	$3,026,816	$612,357	($2,414,459)
Expenditures				
Capital Outlay:				
Purchased Services	250,639	315,902	290,539	25,363
Capital Outlay	601,329	710,827	289,059	421,768
Total Capital Outlay	851,968	1,026,729	579,598	447,131
Debt Service:				
Principal Retirement	75,600	75,600	75,600	0
Interest and Fiscal Charges	23,789	23,789	23,789	0
Total Debt Service	99,389	99,389	99,389	0
Total Expenditures	951,357	1,126,118	678,987	447,131
Net Change in Fund Balance	2,075,459	1,900,698	(66,630)	(1,967,328)
Fund Balance Beginning of Year	1,074,800	1,074,800	1,074,800	0
Prior Year Encumbrances Appropriated	399,201	399,201	399,201	0
Fund Balance End of Year	$3,549,460	$3,374,699	$1,407,371	($1,967,328)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Improvement Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	$83,705	$49,336	($34,369)
Interest	15	9	(6)
Total Revenues	83,720	49,345	(34,375)
Expenditures			
Current:			
Transportation:			
State Highway:			
Materials and Supplies	46,000	42,143	3,857
Excess of Revenues Over Expenditures	37,720	7,202	(30,518)
Other Financing Uses			
Advances Out	(36,000)	(17,300)	18,700
Net Change in Fund Balance	1,720	(10,098)	(11,818)
Fund Balance Beginning of Year	14,541	14,541	0
Fund Balance End of Year	$16,261	$4,443	($11,818)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$0	$360	$360
Other	0	350	350
Total Revenues	0	710	710
Expenditures			
Current:			
Security of Persons and Property:			
Fire Department:			
Purchased Services	16,527	15,989	538
Materials and Supplies	9,936	6,561	3,375
Capital Outlay	7,481	5,123	2,358
Other	350	339	11
Total Expenditures	34,294	28,012	6,282
Net Change in Fund Balance	(34,294)	(27,302)	6,992
Fund Balance Beginning of Year	107,841	107,841	0
Prior Year Encumbrances Appropriated	4,057	4,057	0
Fund Balance End of Year	$77,604	$84,596	$6,992

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Emergency Medical Services Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$44,887	$45,682	$795
Expenditures			
Current:			
Security of Persons and Property:			
Emergency Medical Services:			
Purchased Services	75,250	73,894	1,356
Materials and Supplies	35,019	28,432	6,587
Capital Outlay	7,465	4,419	3,046
Other	350	81	269
Total Expenditures	118,084	106,826	11,258
Net Change in Fund Balance	(73,197)	(61,144)	12,053
Fund Balance Beginning of Year	192,229	192,229	0
Prior Year Encumbrances Appropriated	8,499	8,499	0
Fund Balance End of Year	$127,531	$139,584	$12,053

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
DARE Program Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	$26,554	$21,053	($5,501)
Expenditures			
Current:			
Security of Persons and Property:			
Drug Abuse Resistance Education:			
Salaries and Wages	21,231	21,053	178
Net Change in Fund Balance	5,323	0	(5,323)
Fund Balance Beginning of Year	1,084	1,084	0
Fund Balance End of Year	$6,407	$1,084	($5,323)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Law Enforcement Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	$0	$1,636	$1,636
Expenditures			
Current:			
Security of Persons and Property:			
Drug Law Enforcement:			
Capital Outlay	6,742	6,742	0
Net Change in Fund Balance	(6,742)	(5,106)	1,636
Fund Balance Beginning of Year	741	741	0
Prior Year Encumbrances Appropriated	6,742	6,742	0
Fund Balance End of Year	$741	$2,377	$1,636

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	$0	$391	$391
Expenditures			
Current:			
Security of Persons and Property:			
Law Enforcement:			
Capital Outlay	4,025	4,024	1
Net Change in Fund Balance	(4,025)	(3,633)	392
Fund Balance Beginning of Year	67	67	0
Prior Year Encumbrances Appropriated	4,025	4,025	0
Fund Balance End of Year	$67	$459	$392

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Assistance Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	$2,400	$0	($2,400)
Expenditures			
Current:			
Security of Persons and Property:			
Law Enforcement:			
Purchased Services	2,380	0	2,380
Net Change in Fund Balance	20	0	(20)
Fund Balance Beginning of Year	4,780	4,780	0
Fund Balance End of Year	$4,800	$4,780	($20)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
DWI Enforcement and Education Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	$9,650	$6,538	($3,112)
Expenditures			
Current:			
Security of Persons and Property:			
Law Enforcement:			
Purchased Services	15,000	8,421	6,579
Net Change in Fund Balance	(5,350)	(1,883)	3,467
Fund Balance Beginning of Year	22,593	22,593	0
Fund Balance End of Year	$17,243	$20,710	$3,467

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cemetery Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$500	$3,194	$2,694
Expenditures			
Current:			
Public Health Services:			
Cemetery:			
Other	500	16	484
Net Change in Fund Balance	0	3,178	3,178
Fund Balance Beginning of Year	11,970	11,970	0
Fund Balance End of Year	$11,970	$15,148	$3,178

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Events Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Other	$6,550	$150	($6,400)
Expenditures			
Current:			
Leisure Time Activities:			
Special Events:			
Purchased Services	10,000	0	10,000
Excess of Revenues Over (Under) Expenditures	(3,450)	150	3,600
Other Financing Sources			
Transfers In	3,000	3,000	0
Net Change in Fund Balance	(450)	3,150	3,600
Fund Balance Beginning of Year	1,499	1,499	0
Fund Balance End of Year	$1,049	$4,649	$3,600

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police and Fire Disability and Pension Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	$74,731	$63,999	($10,732)
Intergovernmental	2,051	11,526	9,475
Total Revenues	76,782	75,525	(1,257)
Expenditures			
Current:			
General Government:			
Police and Fire Disability and Pension:			
Fringe Benefits	77,770	0	77,770
Purchase Services	2,200	1,223	977
Total Expenditures	79,970	1,223	78,747
Net Change in Fund Balance	(3,188)	74,302	77,490
Fund Balance Beginning of Year	39,564	39,564	0
Fund Balance End of Year	$36,376	$113,866	$77,490

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mayor's Court Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Fines and Forfeitures	$15,000	$7,365	($7,635)
Expenditures			
Current:			
General Government:			
Mayor's Court:			
Purchased Services	8,000	1,692	6,308
Materials and Supplies	250	49	201
Capital Outlay	1,500	300	1,200
Total Expenditures	9,750	2,041	7,709
Net Change in Fund Balance	5,250	5,324	74
Fund Balance Beginning of Year	56,107	56,107	0
Fund Balance End of Year	$61,357	$61,431	$74

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Water System Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$270,000	$169,317	($100,683)
Other	0	599	599
Total Revenues	270,000	169,916	(100,084)
Expenditures			
Current:			
Public Health Services:			
Waterline Improvement:			
Purchased Services	230,510	144,830	85,680
Debt Service:			
Principal Retirement	185,000	185,000	0
Interest and Fiscal Charges	7,400	1,850	5,550
Total Debt Service	192,400	186,850	5,550
Total Expenditures	422,910	331,680	91,230
Excess of Revenues Under Expenditures	(152,910)	(161,764)	(8,854)
Other Financing Sources			
General Obligation Notes Issued	0	86,025	86,025
Net Change in Fund Balance	(152,910)	(75,739)	77,171
Fund Balance Beginning of Year	655,185	655,185	0
Prior Year Encumbrances Appropriated	5,510	5,510	0
Fund Balance End of Year	$507,785	$584,956	$77,171

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sanitary Sewer Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$85,000	$110,185	$25,185
Expenditures			
Current:			
Public Health Services:			
Sewerline Improvement:			
Purchased Services	133,110	3,939	129,171
Net Change in Fund Balance	(48,110)	106,246	154,356
Fund Balance Beginning of Year	931,250	931,250	0
Prior Year Encumbrances Appropriated	2,010	2,010	0
Fund Balance End of Year	$885,150	$1,039,506	$154,356

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Equipment Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$0	$6,974	$6,974
Expenditures	0	0	0
Net Change in Fund Balance	0	6,974	6,974
Fund Balance Beginning of Year	0	0	0
Fund Balance End of Year	$0	$6,974	$6,974

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Permissive License Plate Tax Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$195,545	$100,000	($95,545)
Intergovernmental	132,124	67,567	(64,557)
Interest	322	165	(157)
Other	1,287	658	(629)
Total Revenues	329,278	168,390	(160,888)
Expenditures			
Current:			
Transportation:			
Special Permissive License Plate Tax:			
Purchased Services	519,064	453,417	65,647
Materials and Supplies	72,500	40,010	32,490
Capital Outlay	79,949	38,954	40,995
Total Expenditures	671,513	532,381	139,132
Excess of Revenues Under Expenditures	(342,235)	(363,991)	(21,756)
Other Financing Sources (Uses)			
Advances In	195,545	100,000	(95,545)
Advances Out	0	(100,000)	(100,000)
Transfers In	293,317	150,000	(143,317)
Total Other Financing Sources (Uses)	488,862	150,000	(338,862)
Net Change in Fund Balance	146,627	(213,991)	(360,618)
Fund Balance Beginning of Year	329,044	329,044	0
Prior Year Encumbrances Appropriated	99,547	99,547	0
Fund Balance End of Year	$575,218	$214,600	($360,618)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Center Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Other	$31,500	$4,663	($26,837)
Expenditures			
Current:			
Leisure Time Activities:			
Community Recreation:			
Salaries and Wages	4,050	2,392	1,658
Fringe Benefits	770	387	383
Purchased Services	25,100	17,326	7,774
Total Expenditures	29,920	20,105	9,815
Excess of Revenues Over (Under) Expenditures	1,580	(15,442)	(17,022)
Other Financing Sources			
Transfers In	25,000	25,000	0
Net Change in Fund Balance	26,580	9,558	(17,022)
Fund Balance Beginning of Year	27,394	27,394	0
Prior Year Encumbrances Appropriated	340	340	0
Fund Balance End of Year	$54,314	$37,292	($17,022)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Greenwich Road Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Other	$2,601	$0	($2,601)
Expenditures			
Current:			
Leisure Time Activities:			
Historical Greenwich Road:			
Purchased Services	2,600	1,324	1,276
Excess of Revenues Over (Under) Expenditures	1	(1,324)	(1,325)
Other Financing Sources			
Transfers In	2,600	2,600	0
Net Change in Fund Balance	2,601	1,276	(1,325)
Fund Balance Beginning of Year	2,544	2,544	0
Fund Balance End of Year	$5,145	$3,820	($1,325)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recycling Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	$3,226	$13,306	10,080
Expenditures			
Current:			
General Government:			
Recycling:			
Purchased Services	3,307	1,498	1,809
Net Change in Fund Balance	(81)	11,808	11,889
Fund Balance Beginning of Year	82	82	0
Fund Balance End of Year	$1	$11,890	$11,889

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Scrap Tire Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	$0	$0	$0
Expenditures			
Current:			
Community Environment:			
Scrap Tires:			
Purchased Services	400	0	400
Net Change in Fund Balance	(400)	0	400
Fund Balance Beginning of Year	643	643	0
Fund Balance End of Year	$243	$643	$400

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Brentwood Water Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	$0	$0	$0
Expenditures			
Current:			
Public Health Services:			
Brentwood Waterlines:			
Purchased Services	7,000	644	6,356
Net Change in Fund Balance	(7,000)	(644)	6,356
Fund Balance Beginning of Year	60,266	60,266	0
Fund Balance End of Year	$53,266	$59,622	$6,356

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Other	$6,144	$4,036	($2,108)
Expenditures			
Current:			
General Government:			
Purchased Services	30,522	1,593	28,929
Debt Service:			
Principal Retirement:			
Land Acquisition	320,000	320,000	0
Lindeman Land	160,000	160,000	0
2010 Various Purpose Bonds - Series A	75,000	75,000	0
2012 General Obligation Refunding Bonds	120,000	120,000	0
Total Principal Retirement	675,000	675,000	0
Interest and Fiscal Charges:			
Land Acquisition	12,800	3,200	9,600
Lindeman Land	6,400	1,600	4,800
2010 Various Purpose Bonds - Series A	102,285	102,285	0
2012 General Obligation Refunding Bonds	17,020	17,020	0
Total Interest and Fiscal Charges	138,505	124,105	14,400
Total Debt Service	813,505	799,105	14,400
Total Expenditures	844,027	800,698	43,329
Excess of Revenues Under Expenditures	(837,883)	(796,662)	41,221
Other Financing Sources			
General Obligation Notes Issued	339,735	223,200	(116,535)
Transfers In	878,692	577,285	(301,407)
Total Other Financing Sources	1,218,427	800,485	(417,942)
Net Change in Fund Balance	380,544	3,823	(376,721)
Fund Balance Beginning of Year	147,492	147,492	0
Fund Balance End of Year	$528,036	$151,315	($376,721)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Land and Land Improvements Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Charges for Services	$131,000	$22,053	($108,947)
Expenditures			
Capital Outlay:			
Purchased Services	110,200	27,674	82,526
Debt Service:			
Principal Retirement	16,000	16,000	0
Interest and Fiscal Charges	4,240	4,240	0
Total Debt Service	20,240	20,240	0
Total Expenditures	130,440	47,914	82,526
Net Change in Fund Balance	560	(25,861)	(26,421)
Fund Balance Beginning of Year	210,695	210,695	0
Fund Balance End of Year	$211,255	$184,834	($26,421)

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Streets, Highways and Bridges Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	$3,951,792	$497,215	($3,454,577)
Expenditures			
Capital Outlay:			
Capital Outlay	4,272,943	738,628	3,534,315
Net Change in Fund Balance	(321,151)	(241,413)	79,738
Fund Balance Beginning of Year	215,840	215,840	0
Prior Year Encumbrances Appropriated	109,058	109,058	0
Fund Balance End of Year	$3,747	$83,485	$79,738

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Wadsworth/Summit Road Sanitary Sewers Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	$396,525	$0	($396,525)
Expenditures			
Capital Outlay:			
Capital Outlay	396,525	0	396,525
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Fund Balance End of Year	$0	$0	$0

City of Norton, Ohio

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Nash Heights East Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	$0	$0	$0
Expenditures			
Capital Outlay:			
Capital Outlay	2,640,000	0	2,640,000
Excess of Revenues Under Expenditures	(2,640,000)	0	2,640,000
Other Financing Sources			
OPWC Loan	1,237,911	0	(1,237,911)
DEFA Loan	1,402,089	0	(1,402,089)
Total Other Financing Sources	2,640,000	0	(2,640,000)
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Fund Balance End of Year	$0	$0	$0

Comprehensive Annual Financial Report

Statistical Section

2014

Statistical Section

This part of the City of Norton, 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.

Contents **Page(s)**

Financial Trends **S2-S11**

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity **S12-S20**

These schedules contain information to help the reader assess the City's most significant local revenue sources, the property tax and the municipal income tax.

Debt Capacity **S21-S25**

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.

Economic and Demographic Information **S26-S28**

These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information **S30-S37**

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.

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

City of Norton, Ohio
Net Position by Component
Last Ten Years
(Accrual Basis of Accounting)

	2014	2013	2012	2011
Governmental Activities				
Net Investment in Capital Assets	$17,058,766	$15,997,153	$15,103,220	$15,529,859
Restricted:				
Capital Projects	298,792	319,094	454,614	325,017
Debt Service	2,135,396	2,206,606	2,269,790	399,345
Police	108,101	87,313	62,123	83,564
Fire and EMS	1,714,333	1,600,748	1,338,729	1,186,143
Transportation	960,450	1,035,559	780,096	647,652
Sewerline/Waterline Maintenance	1,662,644	1,621,036	1,497,061	851,439
Other Purposes	63,297	60,950	57,990	52,709
Unclaimed Monies	8,329	7,033	6,633	5,320
Unrestricted	6,469,250	6,049,719	5,446,624	4,212,600
Total Governmental Activities Net Position	$30,479,358	$28,985,211	$27,016,880	$23,293,648

2010	2009	2008	2007	2006	2005
$14,229,214	$12,983,587	$10,673,140	$9,834,555	$7,828,844	$6,350,813
949,705	966,739	768,494	423,673	979,920	2,146,426
383,156	682,976	820,130	918,452	955,831	861,303
66,161	33,363	45,893	36,217	34,637	46,168
1,632,559	922,576	735,962	186,546	315,989	340,123
504,317	992,559	1,012,433	1,063,984	1,593,221	557,757
717,047	1,304,656	1,146,715	881,202	655,415	484,483
113,047	160,556	393,029	180,234	48,876	20,960
5,320	0	0	0	0	0
2,972,863	1,570,092	1,365,408	2,070,283	2,185,965	1,662,417
$21,573,389	$19,617,104	$16,961,204	$15,595,146	$14,598,698	$12,470,450

City of Norton, Ohio
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

	2014	2013	2012	2011
Program Revenues				
Governmental Activities:				
Charges for Services and Sales:				
General Government	$301,110	$361,645	$2,264,295	$302,108
Security of Persons and Property	457,479	452,148	410,342	598,990
Transportation	80,220	45,147	5,346	97,791
Community Environment	14,538	11,415	13,861	9,913
Public Health Services	283,247	269,186	335,691	98,585
Leisure Time Activities	6,418	4,862	3,977	8,123
Subtotal - Charges for Services	1,143,012	1,144,403	3,033,512	1,115,510
Operating Grants and Contributions:				
General Government	21,670	15,076	0	0
Security of Persons and Property	244,608	285,302	236,940	245,158
Transportation	754,921	776,227	759,919	776,542
Community Environment	0	0	0	0
Leisure Time Activities	2,912	0	0	0
Subtotal - Operating Grants and Contributions	1,024,111	1,076,605	996,859	1,021,700
Capital Grants and Contributions:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Transportation	554,695	214,930	145,167	257,935
Public Health Services	0	0	0	8,388
Leisure Time Activities	0	0	0	0
Subtotal - Capital Grants and Contributions	554,695	214,930	145,167	266,323
Total Governmental Activities Program Revenues	2,721,818	2,435,938	4,175,538	2,403,533
Expenses				
Governmental Activities:				
General Government	1,897,592	1,936,401	2,024,702	1,867,424
Security of Persons and Property	4,054,819	4,046,180	3,404,024	3,894,241
Transportation	2,219,620	1,585,557	1,369,735	1,361,018
Community Environment	182,717	176,888	205,175	136,519
Public Health Services	279,427	88,571	90,538	336,423
Leisure Time Activities	115,566	153,148	132,009	173,648
Interest and Fiscal Charges	218,845	250,152	355,527	280,450
Total Governmental Activities Expenses	8,968,586	8,236,897	7,581,710	8,049,723
Net (Expense)/Revenue	($6,246,768)	($5,800,959)	($3,406,172)	($5,646,190)

2010	2009	2008	2007	2006	2005
$276,251	$300,905	$301,207	$227,855	$252,100	$369,512
297,053	360,415	396,414	408,448	460,447	427,016
19,669	17,867	44,801	15,047	12,295	19,795
11,201	9,121	14,141	19,018	32,387	0
583,767	229,682	313,884	321,192	214,416	317,382
113,014	9,285	7,983	9,893	1,349	47,823
1,300,955	927,275	1,078,430	1,001,453	972,994	1,181,528
0	33,741	1,520	9,030	48,886	29,435
431,812	293,797	190,692	57,822	89,332	139,065
1,040,826	861,965	835,367	751,886	908,733	635,167
0	0	0	4,293	0	2,878
0	0	0	0	7,353	0
1,472,638	1,189,503	1,027,579	823,031	1,054,304	806,545
0	0	27,549	47,346	0	0
0	0	0	125,852	0	0
3,971	1,156,369	12,282	0	512,808	134,890
377,076	597,946	53,216	0	503,239	60,701
0	247,550	0	146,993	0	0
381,047	2,001,865	93,047	320,191	1,016,047	195,591
3,154,640	4,118,643	2,199,056	2,144,675	3,043,345	2,183,664
2,162,226	2,125,361	1,960,544	1,797,290	2,258,088	1,657,936
4,596,289	3,663,609	3,635,906	3,486,686	3,697,437	2,749,595
942,026	1,350,060	1,890,748	1,305,616	1,105,515	1,168,903
207,963	215,613	264,377	266,813	310,737	245,311
0	149,466	134,428	167,598	101,908	128,117
151,742	130,210	187,932	172,172	230,960	179,714
241,181	219,038	130,774	174,121	169,150	166,384
8,301,427	7,853,357	8,204,709	7,370,296	7,873,795	6,295,960
($5,146,787)	($3,734,714)	($6,005,653)	($5,225,621)	($4,830,450)	($4,112,296)

(continued)

City of Norton, Ohio
Changes in Net Position (continued)
Last Ten Years
(Accrual Basis of Accounting)

	2014	2013	2012	2011
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	$344,483	$334,169	$382,368	$337,450
Police and Fire Disability and Pension	64,597	62,650	63,078	71,888
Fire/EMS	1,636,440	1,651,119	1,215,093	1,303,819
Municipal Income Taxes levied for				
General Purposes	4,523,622	4,391,800	4,316,218	4,227,715
Debt Service	0	0	0	80,000
Capital Projects	0	0	0	0
Street Repair and Maintenance	0	0	0	0
Water and Sewer Improvements	624,802	694,590	549,706	406,234
Grants and Entitlements not Restricted to				
Specific Programs	430,244	455,722	409,661	753,015
Interest	4,331	6,920	6,069	6,412
Other	112,396	172,320	187,211	179,916
Total Governmental Activities	7,740,915	7,769,290	7,129,404	7,366,449
Change in Net Position	$1,494,147	$1,968,331	$3,723,232	$1,720,259

2010	2009	2008	2007	2006	2005
$379,153	$378,213	$357,431	$430,607	$420,666	$391,304
88,107	70,915	67,018	81,662	77,621	73,369
1,285,947	1,281,165	1,326,211	742,025	675,222	689,423
3,745,475	3,461,568	3,903,789	2,759,385	3,383,613	2,548,525
113,273	0	0	252,565	337,550	259,260
0	0	0	157,456	79,365	60,989
0	0	0	542,585	784,923	602,001
310,855	135,842	0	0	0	0
908,884	811,264	1,577,087	953,675	857,119	1,278,637
9,242	75,019	101,997	282,650	276,651	113,769
262,136	176,628	38,178	19,459	65,968	99,565
7,103,072	6,390,614	7,371,711	6,222,069	6,958,698	6,116,842
$1,956,285	$2,655,900	$1,366,058	$996,448	$2,128,248	$2,004,546

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

	2014	2013	2012	2011
General Fund				
Nonspendable	$37,610	$98,982	$44,748	$32,783
Committed	288,342	288,560	119,975	253,670
Assigned	2,294,197	897,613	424,568	96,525
Unassigned	1,057,499	2,661,398	3,154,498	2,403,847
Reserved	N/A	N/A	N/A	N/A
Unreserved	N/A	N/A	N/A	N/A
Total General Fund	3,677,648	3,946,553	3,743,789	2,786,825
All Other Governmental Funds				
Nonspendable	189,003	383,514	329,246	260,680
Restricted	4,035,695	3,984,514	3,613,285	2,476,805
Committed	1,635,499	1,472,771	1,176,524	767,541
Assigned	241,059	237,206	151,091	91,777
Unassigned (Deficit)	(162,453)	(184,773)	(253,907)	(236,462)
Reserved	N/A	N/A	N/A	N/A
Unreserved, Undesignated, Reported in:				
Special Revenue funds	N/A	N/A	N/A	N/A
Debt Service funds	N/A	N/A	N/A	N/A
Capital Projects funds (Deficit)	N/A	N/A	N/A	N/A
Total All Other Governmental Funds	5,938,803	5,893,232	5,016,239	3,360,341
Total Governmental Funds	$9,616,451	$9,839,785	$8,760,028	$6,147,166

Note: Due to the implementation of GASB Statement No. 54, in 2009-2014 the special permissive license plate tax, community center, Greenwich Road, recycling, scrap tire and Brentwood water funds are included with general fund on a GAAP basis. In 2008 and prior years, these fund balances were included in all other governmental funds.

2010	2009	2008	2007	2006	2005
$27,921	$27,037	N/A	N/A	N/A	N/A
217,314	218,844	N/A	N/A	N/A	N/A
108,088	563,189	N/A	N/A	N/A	N/A
1,130,346	384,481	N/A	N/A	N/A	N/A
N/A	N/A	$152,340	$29,733	$153,661	$192,524
N/A	N/A	1,534,583	1,871,927	1,795,049	787,233
1,483,669	1,193,551	1,686,923	1,901,660	1,948,710	979,757
247,239	273,409	N/A	N/A	N/A	N/A
3,254,262	2,208,636	N/A	N/A	N/A	N/A
372,084	62,195	N/A	N/A	N/A	N/A
211,448	208,707	N/A	N/A	N/A	N/A
(184,108)	(1,759,933)	N/A	N/A	N/A	N/A
N/A	N/A	342,587	219,485	269,137	1,140,679
N/A	N/A	2,122,723	1,830,304	2,041,482	1,269,915
N/A	N/A	63,349	61,381	40,203	56,643
N/A	N/A	(182,235)	38,243	333,382	283,899
3,900,925	993,014	2,346,424	2,149,413	2,684,204	2,751,136
$5,384,594	$2,186,565	$4,033,347	$4,051,073	$4,632,914	$3,730,893

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

	2014	2013	2012	2011
Revenues				
Property Taxes	$2,026,631	$2,082,476	$1,686,380	$1,683,465
Municipal Income Taxes	4,963,954	5,086,439	4,837,150	4,645,951
Charges for Services	850,157	845,918	889,126	665,220
Special Assessments	216,399	220,208	189,719	160,343
Licenses, Permits and Fees	157,191	45,683	47,727	33,694
Fines and Forfeitures	74,276	87,202	90,768	170,662
Intergovernmental	1,998,353	1,693,928	1,659,832	2,256,857
Interest	4,331	6,920	6,069	6,412
Other	112,396	172,320	187,211	179,916
Total Revenues	10,403,688	10,241,094	9,593,982	9,802,520
Expenditures				
Current:				
General Government	1,859,765	1,963,390	1,798,467	2,039,058
Security of Persons and Property	3,992,931	3,818,902	3,222,091	3,763,267
Transportation	1,758,558	1,389,802	1,163,451	1,382,450
Community Environment	209,388	176,232	181,650	136,317
Public Health Services	138,189	91,729	112,933	69,907
Leisure Time Activities	63,375	78,496	92,904	140,871
Capital Outlay	1,160,198	712,306	392,174	365,560
Debt Service:				
Principal Retirement	1,459,298	1,720,000	1,675,000	2,312,000
Principal Retirement - Current Refunding	0	0	0	0
Interest and Fiscal Charges	241,729	274,652	237,315	296,328
Bond Issuance Costs	0	0	183,519	0
Total Expenditures	10,883,431	10,225,509	9,059,504	10,505,758
Excess of Revenues Over (Under) Expenditures	(479,743)	15,585	534,478	(703,238)
Other Financing Sources (Uses)				
Sale of Capital Assets	0	0	0	0
Inception of Capital Lease	256,409	64,172	0	0
Refunding Bonds Issued	0	0	2,238,000	0
General Obligation Bonds Issued	0	0	0	0
Special Assessment Bonds Issued	0	0	657,000	0
Premium on Bonds	0	0	149,211	0
Notes Issued	0	1,000,000	1,315,000	1,315,000
Premium on Notes	0	0	0	0
Current Refunding	0	0	0	0
Payments to Refunded Bond Escrow Agent	0	0	(2,240,740)	0
Refunded Bonds Redeemed	0	0	(40,087)	0
Transfers In	844,785	1,061,733	928,519	1,010,988
Transfers Out	(844,785)	(1,061,733)	(928,519)	(860,178)
Total Other Financing Sources (Uses)	256,409	1,064,172	2,078,384	1,465,810
Net Change in Fund Balances	($223,334)	$1,079,757	$2,612,862	$762,572
Debt Service as a Percentage of Noncapital Expenditures	17.4%	21.7%	23.0%	27.5%

2010	2009	2008	2007	2006	2005
$1,730,639	$1,690,813	$1,758,595	$1,164,082	$1,172,254	$1,102,775
4,182,044	3,738,028	3,995,958	3,880,264	3,949,257	3,365,754
919,612	706,886	819,646	720,637	497,209	768,912
270,117	75,171	76,111	71,790	40,373	100,833
73,657	74,823	102,918	102,217	99,401	125,671
145,257	115,799	109,155	170,967	228,170	160,972
2,660,564	2,533,500	2,543,424	1,925,630	2,378,753	1,667,640
9,242	75,019	101,997	282,650	276,651	113,769
262,136	176,628	38,178	19,459	65,968	99,565
10,253,268	9,186,667	9,545,982	8,337,696	8,708,036	7,505,891
2,237,251	2,577,602	2,004,444	1,819,921	1,828,117	1,543,564
6,642,568	3,716,697	4,056,371	3,198,169	2,959,561	2,780,456
1,715,431	1,708,913	1,758,624	2,155,630	1,003,741	1,174,789
209,513	221,965	258,713	256,666	310,102	254,385
1,037,150	230,224	54,164	92,725	42,742	35,125
133,830	251,167	171,382	159,719	51,096	165,894
516,896	1,878,003	975,903	802,520	1,006,410	181,315
225,000	229,364	232,931	262,917	260,033	260,311
0	0	0	0	0	50,000
221,843	219,514	131,176	171,270	175,213	161,998
126,198	0	0	0	0	0
13,065,680	11,033,449	9,643,708	8,919,537	7,637,015	6,607,837
(2,812,412)	(1,846,782)	(97,726)	(581,841)	1,071,021	898,054
0	0	80,000	0	0	0
0	0	0	0	16,000	0
0	0	0	0	0	0
3,890,000	0	0	0	0	0
0	0	0	0	0	0
136,235	0	0	0	0	0
1,967,000	0	0	0	0	185,000
17,206	0	0	0	0	0
0	0	0	0	(185,000)	(185,000)
0	0	0	0	0	0
0	0	0	0	0	0
655,094	1,043,419	1,627,890	613,230	682,724	460,251
(655,094)	(1,043,419)	(1,627,890)	(613,230)	(682,724)	(460,251)
6,010,441	0	80,000	0	(169,000)	0
$3,198,029	($1,846,782)	($17,726)	($581,841)	$902,021	$898,054
4.6%	5.0%	4.7%	6.2%	6.6%	7.3%

City of Norton, Ohio

Assessed Valuation and Estimated Actual Values of Taxable Property

Last Ten Years

	Real Property			Tangible Personal Property	
				Public Utility	
	Assessed Value		Estimated		Estimated
Collection Year	Residential/ Agricultural	Commercial Industrial/PU	Actual Value	Assessed Value	Actual Value
2014	$202,787,640	$38,090,060	$688,222,000	$8,226,100	$9,347,841
2013	203,623,800	35,486,820	683,173,200	7,634,790	8,675,898
2012	203,018,390	36,257,850	683,646,400	6,104,960	6,937,455
2011	220,399,790	43,550,250	754,142,971	5,777,560	6,565,409
2010	220,322,280	43,993,900	755,189,086	5,582,820	6,344,114
2009	219,772,920	43,273,710	751,561,800	5,339,870	6,068,034
2008	218,888,440	41,757,830	744,703,629	5,144,670	5,846,216
2007	216,297,250	40,422,950	733,486,286	6,507,780	7,395,205
2006	212,333,270	40,000,130	720,952,571	6,507,780	7,395,205
2005	191,812,190	38,656,010	658,480,571	6,562,270	7,457,125

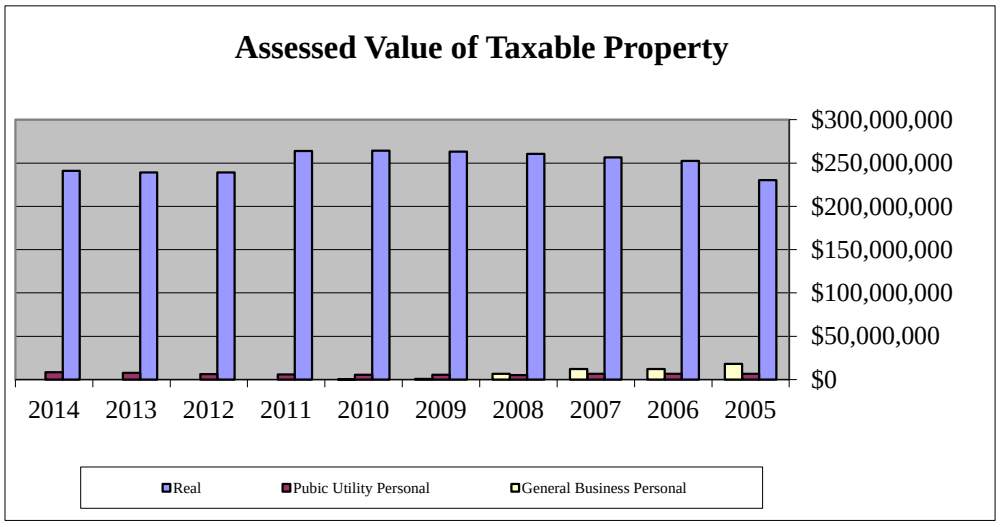
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006.

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

Source: Summit County, Fiscal Officer

Tangible Personal Property						
General Business		Total			Full Tax Rate	
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	Per $1,000 of Assessed Valuation	Weighted Average Tax Rate
$0	$0	$249,103,800	$697,569,841	35.71%	$9.5000	$9.5000
0	0	246,745,410	691,849,098	35.66	9.5000	9.5000
0	0	245,381,200	690,583,855	35.53	9.5000	9.5000
0	0	269,727,600	760,708,381	35.46	9.5000	7.5866
238,565	3,817,040	270,137,565	765,350,239	35.30	9.5000	7.3184
480,359	7,685,744	268,866,859	765,315,578	35.13	9.5000	7.3157
6,536,255	104,580,080	272,327,195	855,129,924	31.85	9.5000	7.3518
12,197,400	97,579,200	275,425,380	838,460,690	32.85	6.5000	4.4009
12,197,400	65,052,800	271,038,580	793,400,576	34.16	6.5000	4.4212
17,925,833	71,703,332	254,956,303	737,641,028	34.56	6.5000	4.6551



City of Norton, Ohio

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

	2014	2013	2012	2011
Unvoted Millage				
Operating	$1.6000	$1.6000	$1.6000	$1.6000
Police Pension	0.3000	0.3000	0.3000	0.3000
Total Unvoted Millage	1.9000	1.9000	1.9000	1.9000
Voted Millage by Levy				
1988 Ambulance and EMS				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.4622
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.6722
General Business and Public Utility Personal	0.0000	0.0000	0.0000	1.0000
1988 Fire				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.7395
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	1.0755
General Business and Public Utility Personal	0.0000	0.0000	0.0000	1.6000
1996 Ambulance and EMS				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.6313
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.9049
General Business and Public Utility Personal	0.0000	0.0000	0.0000	1.0000
1996 Fire				
Residential/Agricultural Real	0.0000	0.0000	0.0000	0.6313
Commercial/Industrial and Public Utility Real	0.0000	0.0000	0.0000	0.9049
General Business and Public Utility Personal	0.0000	0.0000	0.0000	1.0000
2007 Fire				
Residential/Agricultural Real	3.0000	3.0000	3.0000	3.0000
Commercial/Industrial and Public Utility Real	2.7612	3.0000	3.0000	3.0000
General Business and Public Utility Personal	3.0000	3.0000	3.0000	3.0000
2012 Fire				
Residential/Agricultural Real	4.6000	4.6000	4.6000	0.0000
Commercial/Industrial and Public Utility Real	4.2339	4.6000	4.6000	0.0000
General Business and Public Utility Personal	4.6000	4.6000	4.6000	0.0000
Total Voted Millage by type of property				
Residential/Agricultural Real	$7.6000	$7.6000	$7.6000	$5.4643
Commercial/Industrial and Public Utility Real	6.9951	7.6000	7.6000	6.5575
General Business and Public Utility Personal	7.6000	7.6000	7.6000	7.6000
Total Millage by type of property				
Residential/Agricultural Real	$9.5000	$9.5000	$9.5000	$7.3643
Commercial/Industrial and Public Utility Real	8.8951	9.5000	9.5000	8.4575
General Business and Public Utility Personal	9.5000	9.5000	9.5000	9.5000
Total Weighted Average Tax Rate	$9.5000	$9.5000	$9.5000	$7.5866
Overlapping Rates by Taxing District				
Norton City School District				
Residential/Agricultural Real	$37.8562	$37.1794	$33.2344	$31.3055
Commercial/Industrial and Public Utility Real	45.8159	48.7633	44.8455	42.5417
General Business and Public Utility Personal	65.6900	65.6900	61.8000	59.9000
Summit County				
Residential/Agricultural Real	12.6389	12.6216	12.6205	12.6193
Commercial/Industrial and Public Utility Real	12.4472	12.6974	12.6935	12.6843
General Business and Public Utility Personal	12.7000	12.7000	12.7000	12.7000
Akron/Summit Library				
Residential/Agricultural Real	2.1000	2.1100	2.1400	2.1000
Commercial/Industrial and Public Utility Real	2.0610	2.1100	2.1400	2.1000
General Business and Public Utility Personal	2.1000	2.1100	2.1400	2.1000
Summit Metropolitan Park District				
Residential/Agricultural Real	1.4600	1.4600	1.4600	1.4600
Commercial/Industrial and Public Utility Real	1.4279	1.4600	1.4600	1.4600
General Business and Public Utility Personal	1.4600	1.4600	1.4600	1.4600

Source: County Fiscal Officer

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. The City's basic property tax rate may be increased only by a majority vote of the City's residents. Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Overlapping rates are those of local and county governments that apply to property owners within the City.

2010	2009	2008	2007	2006	2005
$1.6000	$1.6000	$1.6000	$1.6000	$1.6000	$1.6000
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
1.9000	1.9000	1.9000	1.9000	1.9000	1.9000
0.4233	0.4226	0.4219	0.4180	0.4203	0.4590
0.5599	0.5606	0.5572	0.5643	0.5741	0.5884
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.6772	0.6762	0.6751	0.6688	0.6724	0.7344
0.8958	0.8970	0.8915	0.9029	0.9186	0.9415
1.6000	1.6000	1.6000	1.6000	1.6000	1.6000
0.5781	0.5772	0.5763	0.5709	0.5740	0.6269
0.7537	0.7547	0.7501	0.7596	0.7728	0.7921
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.5781	0.5772	0.5763	0.5709	0.5740	0.6269
0.7537	0.7547	0.7501	0.7596	0.7728	0.7921
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
3.0000	3.0000	3.0000	0.0000	0.0000	0.0000
2.9765	2.9805	2.9622	0.0000	0.0000	0.0000
3.0000	3.0000	3.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
$5.2567	$5.2532	$5.2496	$2.2286	$2.2407	$2.4472
5.9396	5.9475	5.9111	2.9864	3.0383	3.1141
7.6000	7.6000	7.6000	4.6000	4.6000	4.6000
$7.1567	$7.1532	$7.1496	$4.1286	$4.1407	$4.3472
7.8396	7.8475	7.8111	4.8864	4.9383	5.0141
9.5000	9.5000	9.5000	6.5000	6.5000	6.5000
$7.3184	$7.3157	$7.3518	$4.4009	$4.4212	$4.6551
$29.2630	$29.2311	$29.1958	$28.8335	$28.9406	$31.1576
37.1239	37.1675	36.9567	37.2881	37.8347	38.6235
59.9000	59.9000	59.9000	59.9000	59.9000	59.9000
12.5601	12.5592	12.5574	10.5997	9.0633	9.6107
12.2165	12.2347	12.1034	11.4020	10.0247	10.3113
12.7000	12.7000	12.7000	13.1100	12.2200	12.2200
2.1000	2.0170	1.9921	1.9206	1.9333	2.1358
2.0972	2.0199	1.9799	1.9896	1.9907	2.1400
2.1000	2.1000	2.0800	2.0300	2.0400	2.1400
1.4600	1.4600	1.4600	1.4573	0.6959	0.7517
1.4075	1.4102	1.3914	1.4600	0.7470	0.7743
1.4600	1.4600	1.4600	1.4600	0.8500	0.8500

City of Norton, Ohio
Property Tax Levies and Collections
Last Ten Years

Year	Total Tax Levy	Current Tax Collections (1)	Percentage of Current Tax Collections to Tax Levy	Delinquent Tax Collections	Total Tax Collections
2014	$2,348,806	$2,252,337	95.89%	$79,338	$2,331,675
2013	2,344,094	2,271,743	96.91	83,778	2,355,521
2012	1,859,759	1,779,092	95.66	125,306	1,904,398
2011	1,973,642	1,867,333	94.61	88,101	1,955,434
2010	1,974,665	1,873,101	94.86	71,363	1,944,464
2009	1,960,075	1,855,966	94.69	59,685	1,915,651
2008	1,940,960	1,859,423	95.80	33,625	1,893,048
2007	1,132,826	1,085,632	95.83	30,202	1,115,834
2006	1,119,491	1,071,160	95.68	33,666	1,104,826
2005	1,073,413	1,026,171	95.60	31,942	1,058,113

Source: Summit County Fiscal Officer

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

Note: The County's current reporting system does not track delinquent tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

Percentage of Total Tax Collections to Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage of Delinquent Taxes to Total Tax Levy
99.27%	$161,763	6.89%
100.49	144,566	6.17
102.40	155,992	8.39
99.08	200,631	10.17
98.47	182,423	9.24
97.73	152,552	7.78
97.53	108,128	5.57
98.50	60,217	5.32
98.69	65,655	5.86
98.57	60,368	5.62

City of Norton, Ohio

Income Tax Revenue Base and Collections (1)

Last Ten Years

Tax Year	Tax Rate	Total Tax Collected (1)	Taxes from Individual Payments	Percentage of Taxes from Individual Payments	Taxes from Withholding	Percentage of Taxes from Withholding
2014	2.00 %	$5,039,544	$1,424,441	28.27 %	$3,146,456	62.44 %
2013	2.00	5,042,325	1,369,495	27.16	3,069,767	60.88
2012	2.00	4,848,364	1,398,753	28.85	2,988,047	61.63
2011	2.00	4,577,929	1,323,479	28.91	2,860,290	62.48
2010	2.00	4,094,388	782,847	19.12	3,057,280	74.67
2009	2.00	3,757,159	707,473	18.83	2,641,283	70.30
2008	2.00	4,014,015	726,135	18.09	2,888,084	71.95
2007	2.00	3,979,767	626,813	15.75	2,873,790	72.21
2006	2.00	3,956,398	676,940	17.11	2,814,582	71.14
2005	2.00	3,492,901	468,049	13.40	2,639,236	75.56

(1) Cash Basis

Taxes from Net Profits	Percentage of Taxes from Net Profits
$577,023	11.21 %
603,062	11.96
461,564	9.52
394,160	8.61
254,261	6.21
408,403	10.87
399,796	9.96
479,164	12.04
464,877	11.75
385,616	11.04

City of Norton, Ohio

Principal Real Estate Property Taxpayers

2014 and 2005

Taxpayer	*2014* Real Property Assessed Valuation	*2014* Percentage of Real Assessed Valuation
Albrecht, Incorporated	$2,459,610	1.02 %
Columbia Woods Apartments, LLC	2,241,560	0.93
World Real Estate Services, LTD	1,249,930	0.52
Seal Real Estate Holdings, LLC	1,065,340	0.44
J R Engineering, Incorporated	1,575,010	0.65
Pittsburgh Plate Glass Company	978,640	0.41
Falkenstein, Albert J. Trustee	827,810	0.34
Barber Road Storage, LLC	794,660	0.33
Strachan, Wyman ET AIL	605,300	0.25
Newpark Drive Limited Partnership	551,850	0.23
Trinity Broadcasting Network, Incorporated	544,070	0.23
Total	$12,893,780	5.35 %
Total Real Assessed Valuation	$240,877,700	

Taxpayer	*2005* Real Property Assessed Valuation	*2005* Percentage of Real Assessed Valuation
Columbia Woods Apartments, LLC	$2,800,020	1.21 %
Albrecht, Incorporated	2,273,092	0.99
Seal Mack W.	2,221,660	0.96
B&C Corporation	2,197,210	0.95
Falkenstein, Albert J. Trustee	973,800	0.42
Pittsburg Plate Glass Company	940,450	0.41
Newpark Drive Limited Partnership	846,270	0.37
Brookside Land Company	760,550	0.33
Strachan, Wyman ET AIL	723,890	0.31
Grace Brethen Church of Norton, Incorporated	648,300	0.29
Total	$14,385,242	6.24 %
Total Real Assessed Valuation	$230,468,200	

Source: Summit County Fiscal Officer

City of Norton, Ohio

Ratio of General Obligation Bonded Debt to Estimated Actual Value and Bonded Debt Per Capita

Last Ten Years

Year	Population (1)	Estimated Actual Value of Taxable Property (2)	Bonded Debt (3)	Ratio of General Obligation Bonded Debt to Estimated Actual Value of Taxable Property	General Obligation Bonded Debt Per Capita
2014	12,085	$697,569,841	$3,967,789	0.57 %	$328.32
2013	12,085	691,849,098	4,267,401	0.62	353.12
2012	12,085	690,583,855	4,557,733	0.66	377.14
2011	12,085	760,708,381	4,717,669	0.62	390.37
2010	12,085	765,350,239	4,972,443	0.65	411.46
2009	11,523	765,315,578	2,464,119	0.32	213.84
2008	11,523	855,129,924	2,641,884	0.31	229.27
2007	11,523	838,460,690	2,829,649	0.34	245.57
2006	11,523	793,400,576	3,012,414	0.38	261.43
2005	11,523	737,641,028	3,192,041	0.43	277.01

Sources:

(1) U. S. Bureau of Census, 2005-2009 - 2000 Census of Population; 2010-2014 - 2010 Census of Population.

(2) Summit County Fiscal Officer

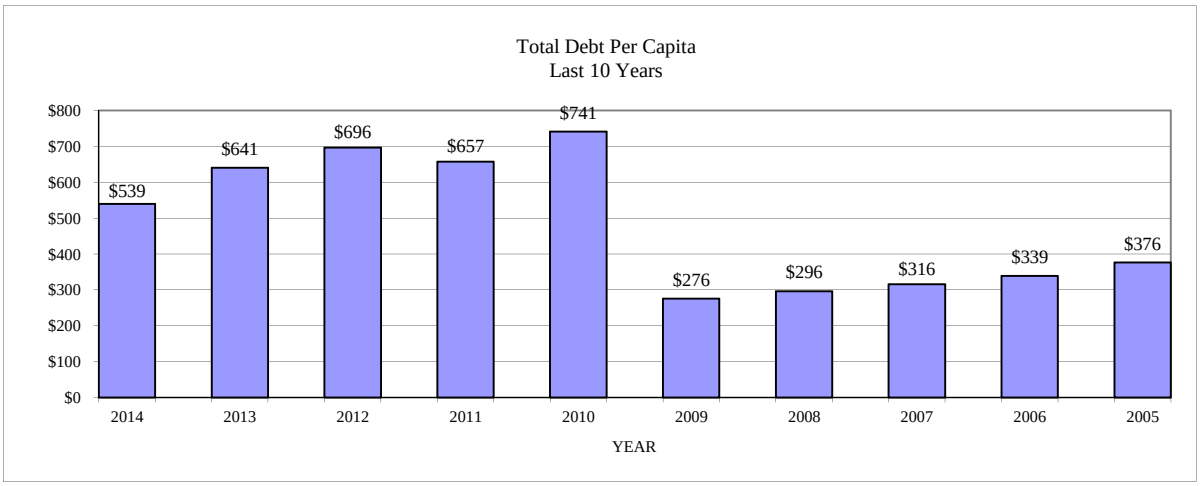
(3) Includes all general obligation bonded debt with the exception of special assessment debt.

Note: Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

City of Norton, Ohio
Ratio of Outstanding Debt to
Total Personal Income and Debt Per Capita
Last Ten Years

Year	General Obligation Bonds	Long-Term Notes	Special Assessment Bonds	Capital Leases	Total Debt	Percentage of Personal Income	Per Capita
2014	$3,967,789	$0	$2,275,610	$276,283	$6,519,682	2.07%	$539
2013	4,267,401	1,000,000	2,409,719	64,172	7,741,292	2.46	641
2012	4,557,733	1,315,000	2,543,111	0	8,415,844	2.67	696
2011	4,717,669	1,315,000	1,910,222	0	7,942,891	2.52	657
2010	4,972,443	1,979,422	2,006,706	0	8,958,571	2.84	741
2009	2,464,119	0	715,881	0	3,180,000	1.34	276
2008	2,641,884	0	758,116	9,364	3,409,364	1.43	296
2007	2,829,649	0	800,351	12,295	3,642,295	1.53	316
2006	3,012,414	35,000	842,586	15,212	3,905,212	1.64	339
2005	3,192,041	255,000	882,959	4,245	4,334,245	1.82	376

Note: Population and Personal Income data are presented on page S26.



City of Norton, Ohio

Computation of Direct and Overlapping Governmental Activities Debt

December 31, 2014

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City
Direct			
General Obligation Bonds	$3,967,789	100.00%	$3,967,789
Special Assessment Bonds	2,275,610	100.00	2,275,610
Capital Leases	276,283	100.00	276,283
Total Direct Debt	6,519,682		6,519,682
Overlapping			
Norton City School District			
General Obligation Bonds	23,237,302	97.28	22,605,248
Akron-Summit County Library District			
General Obligation Bonds	27,695,000	3.09	855,776
Summit County			
General Obligation Bonds	69,848,250	2.15	1,501,737
Barberton City School District			
General Obligation Bonds	48,257,569	1.84	887,939
Total Overlapping Debt	169,038,121		25,850,700
Total	$175,557,803		$32,370,382

Source: County Fiscal Officer

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

City of Norton, Ohio
Legal Debt Margin
Last Ten Years

	2014	2013	2012	2011
Total Assessed Property Value	$249,103,800	$246,745,410	$245,381,200	$269,727,600
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	$26,155,899	$25,908,268	$25,765,026	$28,321,398
Debt Outstanding:				
General Obligation Bonds	3,819,444	4,106,044	4,383,362	4,632,903
Special Assessment Bonds	2,190,556	2,318,956	2,446,638	1,867,097
Manuscript Notes	0	0	0	0
Notes	465,000	1,000,000	1,315,000	1,445,000
Total Gross Indebtedness	6,475,000	7,425,000	8,145,000	7,945,000
Less:				
Special Assessment Bonds	(2,190,556)	(2,318,956)	(2,446,638)	(1,867,097)
Amount Available in Debt Service	(151,315)	(147,492)	(170,451)	(36,221)
Total Net Debt Applicable to Debt Limit	4,133,129	4,958,552	5,527,911	6,041,682
Legal Debt Margin Within 10 ½ % Limitations	$22,022,770	$20,949,716	$20,237,115	$22,279,716
Legal Debt Margin as a Percentage of the Debt Limit	84.20%	80.86%	78.54%	78.67%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	$13,700,709	$13,570,998	$13,495,966	$14,835,018
Total Gross Indebtedness	6,475,000	7,425,000	8,145,000	7,945,000
Less:				
Special Assessment Bonds	(2,190,556)	(2,318,956)	(2,446,638)	(1,867,097)
Amount Available in Debt Service	(151,315)	(147,492)	(170,451)	(36,221)
Net Debt Within 5 ½ % Limitations	4,133,129	4,958,552	5,527,911	6,041,682
Unvoted Legal Debt Margin Within 5 ½ % Limitations	$9,567,580	$8,612,446	$7,968,055	$8,793,336
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	69.83%	63.46%	59.04%	59.27%

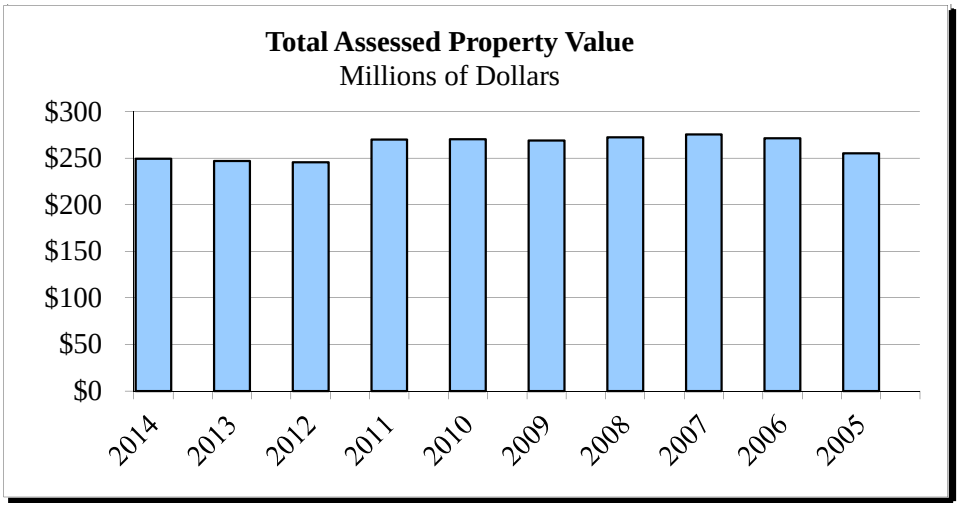
Source: City Financial Records

2010	2009	2008	2007	2006	2005
$270,137,565	$268,866,859	$272,327,195	$275,425,380	$271,038,580	$254,956,303
$28,364,444	$28,231,020	$28,594,355	$28,919,665	$28,459,051	$26,770,412
4,883,216	2,464,119	2,641,884	2,829,649	3,012,414	3,192,041
1,961,784	715,881	758,116	800,351	842,586	882,959
0	0	560,000	806,000	0	0
1,979,422	3,139,099	563,000	0	220,000	840,800
8,824,422	6,319,099	4,523,000	4,436,000	4,075,000	4,915,800
(1,961,784)	(715,881)	(758,116)	(800,351)	(842,586)	(882,959)
(29,397)	(6,753)	0	(30,914)	(16,888)	(46,698)
6,833,241	5,596,465	3,764,884	3,604,735	3,215,526	3,986,143
$21,531,203	$22,634,555	$24,829,471	$25,314,930	$25,243,525	$22,784,269
75.91%	80.18%	86.83%	87.54%	88.70%	85.11%
$14,857,566	$14,787,677	$14,977,996	$15,148,396	$14,907,122	$14,022,597
8,824,422	6,319,099	4,523,000	4,436,000	4,075,000	4,915,800
(1,961,784)	(715,881)	(758,116)	(800,351)	(842,586)	(882,959)
(29,397)	(6,753)	0	(30,914)	(16,888)	(46,698)
6,833,241	5,596,465	3,764,884	3,604,735	3,215,526	3,986,143
$8,024,325	$9,191,212	$11,213,112	$11,543,661	$11,691,596	$10,036,454
54.01%	62.15%	74.86%	76.20%	78.43%	71.57%

City of Norton, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)
2014	12,085	$314,923,015	$26,059	$56,645	43.7
2013	12,085	314,923,015	26,059	56,645	43.7
2012	12,085	314,923,015	26,059	56,645	43.7
2011	12,085	314,923,015	26,059	56,645	43.7
2010	12,085	314,923,015	26,059	56,645	43.7
2009	11,523	238,076,703	20,661	47,085	40.3
2008	11,523	238,076,703	20,661	47,085	40.3
2007	11,523	238,076,703	20,661	47,085	40.3
2006	11,523	238,076,703	20,661	47,085	40.3
2005	11,523	238,076,703	20,661	47,085	40.3

(1) Source: U. S. Census, 2005-2009 - 2000 Census of Population;
2010-2014 - 2010 Census of Population
(2) Source: Norton City School District Audited Financials
(3) Source: U.S. Bureau of Labor Statistics
(4) Source: Summit County Fiscal Officer
(5) Computation of per capita personal income multiplied by population



Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	Summit County Unemployment Rate (3)	Average Sales Price of Residential Property (4)	Total Assessed Property Value (4)
18.90 %	2,581	5.50 %	$129,306	$249,103,800
18.90	2,587	7.20	137,112	246,745,410
18.90	2,593	6.80	125,430	245,381,200
18.90	2,680	8.50	152,129	269,727,600
18.90	2,562	10.00	140,246	270,137,565
17.10	2,483	9.80	159,827	268,866,859
17.10	2,505	6.10	132,566	272,327,195
17.10	2,417	5.40	150,956	275,425,380
17.10	2,383	5.20	161,104	271,038,580
17.10	2,386	5.70	141,264	254,956,303

City of Norton, Ohio
Principal Employers
2014 and 2005

2014 (1)	
Employers	
Fred Martin Motor Company	
Norton City School District	
S.A. Comunale Company	
PPG Industries, Incorporated	
B&C Corporation	
Fomo Products, Incorporated	
Ganley Ford, Incorporated	
Albert Screen Print, Incorporated	
City of Norton	
Fred W. Albrecht Grocery Company	
Total Employees of Top Ten Employers	2,684
Percentage of Total City Employment at Top Ten Employers	27.76%
Total Estimated Employment within the City	9,669

2005	
Employers	
B&C Corporation	
Norton City School District	
Fred Martin Motor Company	
S.A. Comunale Company	
Fred W. Albrecht Grocery Company	
Albert Screen Print, Incorporated	
Ganley Ford, Incorporated	
PPG Industries	
Fomo Products, Incorporated	
Total Employees of Top Employers	3,218
Total Estimated Employment within the City	N/A

Source: Number of employees obtained from the W2's from the City Tax Filings

(1) Figures reflected are from the most recent and completed filing year available.

Note: The City is prohibited by statute from presenting information regarding individual taxpayers.

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City of Norton, Ohio
Operating Indicators by Function/Program
Last Ten Years

Function/Program	2014	2013	2012	2011
General Government				
Council and Clerk				
Number of Ordinances	71	72	68	58
Number of Resolutions	43	39	36	39
Number of Planning Commission docket items	18	37	49	45
Zoning Board of Appeals docket items	8	17	26	13
Park and Cemetery Board docket items	10	1	3	9
Finance Department				
Number of checks/ vouchers issued	1,648	1,680	1,545	1,700
General Fund Interest earnings for fiscal year (cash basis)	$4,029	$6,650	$5,643	$6,111
Agency Ratings - Fitch	A+	A+	A+	A+
Health Insurance Costs (cash basis in thousands)	$566	$607	$571	$564
Health Insurance Costs vs General Fund Expenditures %	9.6%	9.0%	9.2%	9.7%
General Fund Receipts (cash basis in thousands)	$6,253	$6,302	$6,467	$6,738
General Fund Expenditures (cash basis in thousands)	$5,889	$6,749	$6,178	$5,788
General Fund Cash Balances (in thousands)	$2,527	$1,869	$2,103	$1,655
Municipal Court				
Number of Misdemeanor Cases	27	61	51	98
Number of OVI cases	6	81	43	71
Number of Traffic cases	787	878	845	1,766
Building Department Indicators				
Residential/Commercial Permits Issued	166	106	119	119
Zoning Permits	52	56	64	49
Electric Permits	62	72	90	76
Heating Permits	68	55	77	53
Number of permits issued	348	289	350	297
Permit Revenue	$41,079	$22,808	$27,987	$20,631

2010	2009	2008	2007	2006	2005
101	77	79	72	74	72
18	38	31	19	29	32
16	71	47	27	21	23
11	25	35	25	23	26
1	38	16	35	N/A	N/A
2,172	2,397	1,841	1,797	1,927	1,896
$9,494	$57,073	$116,367	$272,512	$228,507	$92,392
A+	A	A	A	A	A
$538	$694	$666	$700	$571	$498
9.5%	10.8%	14.1%	9.9%	13.9%	10.3%
$6,173	$6,603	$5,827	$5,892	$5,328	$5,238
$5,689	$6,425	$4,728	$7,090	$4,122	$4,856
$545	$719	$767	$156	$1,584	$438
108	83	99	124	175	178
63	14	22	25	52	51
1,195	1,401	1,280	1,473	2,935	2,135
144	203	356	189	241	269
65	64	65	66	84	78
110	107	150	162	206	206
68	61	77	58	74	108
387	435	648	475	605	661
$32,477	$29,216	$53,652	$48,397	$61,643	$69,236

(continued)

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

Function/Program	2014	2013	2012	2011
Security of Persons & Property				
Police				
Felony Arrests	100	69	100	110
Misdemeanor Arrests	284	220	287	380
Arson	0	0	2	2
Assault	16	13	19	31
Residential Burglary	78	37	21	45
Domestic Violence	49	46	54	75
Drug Offense	75	73	57	101
Homicide	0	0	0	0
Larceny	233	202	222	227
Vandalism/Criminal Damaging	72	66	69	75
Robbery	0	3	3	1
Sex Offense	8	5	13	3
Auto Theft/Stolen Plates	12	7	23	17
Traffic Crashes	335	315	294	339
Traffic Fatalities	0	0	4	0
Driving While Intoxicated	63	82	144	159
Traffic Citations Issued	1,139	1,376	1,533	2,972
Warrant Arrests	108	161	219	217
Fire				
EMS Calls	1,070	1,004	876	980
Ambulance Billing Collections (GROSS)	$295,625	$257,198	$230,169	$291,695
Revenue per run	276	256	263	298
Fire Calls	464	369	451	378
Public Health and Welfare				
Cemetery burials	1	2	1	6
Cemetery foundations	1	1	1	5
Cemetery (re)sale of lots	0	1	2	7
Cemetery receipts	$2,694	$2,200	$512	$2,765
Health Advisory Board docket items	1	1	1	15

N/A = Information is not available

Source: City Records

2010	2009	2008	2007	2006	2005
75	111	130	106	114	131
498	559	507	521	754	683
1	1	1	2	1	2
36	45	65	65	67	56
41	43	54	30	39	39
78	76	107	84	119	140
101	46	44	28	70	48
0	0	0	0	0	1
255	232	296	269	312	311
46	63	42	75	77	80
2	2	3	4	5	5
2	15	13	10	19	13
18	31	58	41	50	42
374	388	490	487	448	551
0	2	1	2	1	2
269	102	67	95	163	144
2,702	2,666	2,064	2,603	4,860	3,870
182	254	291	303	408	457
1,046	1,005	966	968	934	942
$264,759	$292,858	$273,510	$200,624	$199,799	$231,593
253	291	283	207	214	246
379	378	373	332	233	287
1	0	1	3	1	0
0	1	3	0	1	1
4	12	0	8	0	0
$2,546	$4,130	$1,150	$4,355	$666	$155
0	29	19	19	N/A	N/A

City of Norton, Ohio

Capital Assets Statistics by Function/Program

Last Ten Years

Function/Program	2014	2013	2012	2011
General Government				
Square Footage Occupied	4,080	4,080	4,080	4,080
Administrative Vehicles	0	0	0	0
Inspection Vehicles	1	1	1	1
Police				
Stations	1	1	1	1
Square Footage of Building	3,600	3,600	3,600	3,600
Vehicles	10	10	11	12
Fire				
Stations	2	2	2	2
Recreation				
Number of Parks	7	7	7	7
Number of Tennis Courts	4	4	4	4
Number of Baseball Diamonds	5	5	5	5
Number of Soccer Fields	3	3	3	3
Number of Football Fields	1	1	1	1
Other Public Works				
Service Garage Square Footage	6,800	6,800	6,800	6,800
Streets (lane miles)	260	260	260	260
Service Vehicles	15	13	15	15
City Cemeteries	2	2	2	2
Wastewater				
Sanitary Sewers (miles)	9.00	9.00	9.00	9.00
Water Department				
Water Lines (miles)	14.80	14.80	14.80	14.80

Source: City Records

2010	2009	2008	2007	2006	2005
4,080	4,080	4,080	4,080	4,080	4,080
0	0	1	2	2	2
1	1	1	1	1	1
1	1	1	1	1	1
3,600	3,600	3,600	3,600	3,600	3,600
9	10	8	10	10	10
2	2	2	2	2	2
7	7	7	7	7	7
4	4	4	4	4	4
5	5	5	5	3	3
3	3	3	3	3	3
1	1	1	1	1	1
6,800	6,800	6,800	6,800	6,800	6,800
260	260	260	260	260	260
15	15	13	12	12	12
2	2	2	2	2	2
8.40	8.40	8.40	8.40	8.40	8.40
14.50	12.50	12.50	12.50	12.50	12.50

City of Norton, Ohio

City Government Employees by Function/Program

Last Ten Years

Function/Program	2014	2013	2012	2011
General Government				
Mayor	2	2	2	2
Council	8	8	8	8
Finance	3	3	3	3
City Administrator	1	1	1	1
Law	2	2	2	2
Administration	2	2	2	2
Engineer	0	0	0	1
Planning	0	0	1	0
Civil Service	0	0	0	0
Court	2	2	2	2
Security of Persons and Property				
Police	21	28	28	27
Fire Full Time	3	3	3	2
Fire Part Time	30	25	29	32
Fire - Secretary - Other	1	1	1	1
Community Development				
Building	1	1	1	1
Transportation				
Service	8	8	8	9
Totals:	84	86	91	93

Source: City Payroll Department

Method: Using 1.0 for each employee at December 31

2010	2009	2008	2007	2006	2005
2	2	2	2	2	2
8	8	8	8	8	8
3	5	5	4	5	5
1	1	1	1	1	1
1	1	1	1	1	1
2	2	2	3	3	3
0	0	1	1	1	1
0	0	0	1	1	1
0	0	0	1	1	1
2	3	3	3	3	3
30	30	30	30	30	30
4	3	3	4	4	4
30	29	27	33	30	30
1	1	1	1	1	1
1	2	2	2	2	2
10	11	12	12	12	13
95	98	98	107	105	106

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