City of Canton, Ohio

Comprehensive Annual

Financial Report

For the Year Ended December 31, 2009

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City Auditor

Prepared by the City Auditor's Office

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For the Year Ended December 31, 2009
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June 15, 2010

To Council Members and Citizens of the City of Canton

The Comprehensive Annual Financial Report (CAFR) of the City of Canton as of December 31, 2009 is hereby submitted. This letter and the following report represent the City's continuing commitment to excellence in financial reporting. The purpose of this letter is to acquaint the reader with the CAFR. Responsibility for both the accuracy of the data, the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the City's financial position and results of operations. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The financial records, books of accounts and transactions of the City of Canton, Ohio, for the year ending December 31, 2009, have been audited by the Auditor of State Mary Taylor's Office. As stated in the auditor's report, the audit was conducted in accordance with Generally Accepted Government Auditing Standards and included a financial compliance evaluation, as well as a review of the internal accounting controls. The Auditor's opinion has been included in the report.

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found on page 3 of this report.

City Organization and Background

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

The City's 2000 population of 80,806 placed it as the largest city in the County and the ninth largest in the State.

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

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

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

The Mayor may veto any legislation passed by Council. A veto may be overridden by a two-thirds vote of all members of Council.

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

City Services

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

Proprietary Operations: The City operates Water, Sewer and Refuse Departments. The revenue generated from all three departments was sufficient to meet all expenses in 2009.

Reporting Entity

The City has reviewed its reporting entity definition to ensure conformance with the Governmental Accounting Standards Board Statement No. 14 "The Financial Reporting Entity." In defining the City for financial reporting purposes, management has identified all agencies, departments and organizations making up the City of Canton the primary government and its potential component units. The City will present the Canton Community Improvement Corporation (CCIC) as a discretely presented component unit for the year 2009.

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

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

Financial Information

Accounting Policies and Budgetary Control

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

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

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

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

Internal Accounting and Reporting Control

As part of its continuing commitment to excellence in financial reporting, the City utilizes a computerized financial accounting and reporting system. Enhancements to the present internal accounting controls and

procedures are continually evaluated by the City Auditor. The City Auditor oversees the appropriateness of internal control, develops procedures to enhance internal control and consults with outside auditors to insure the City remains at a sound financial level of operation.

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

Local Economy

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

The City is home to a number of steel industrial manufacturers and suppliers. The City has benefited from the consistent financial success of the Timken Company. The City continues to benefit from the diversity of its business base including: Nationwide Insurance, M K Morse Company, Fresh Mark Food Distributor, Ironrock Capital Incorporated, Republic Engineered Products, Republic Storage, and Sunoco Phoenix to name a few. The continued success of these companies and others is essential in order to create a climate for financial stability.

In 2008, the Canton City School District completed its Design for the Future Program. The $176 million seven-year project included nine new elementary buildings, one new middle school, and major renovations to almost all of the Districts other buildings. Also in 2007, site work was completed on the $35 million renovation project at the Timken High School Regional Campus. The Campus consists of six buildings and encompasses a ten-block area in the City's Downtown. It includes two outdoor amphitheaters, a student run restaurant, a satellite branch of the Stark State College of Technology, an Early College High School program, and a vocational high school program that offers a wide variety of career options. The City believes these major public works have dramatically improved the condition of the School District's facilities and will enhance the City's ability to attract families to the area.

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

The City is served by two acute care hospitals located in the City: Aultman Hospital (808 beds) and Mercy Medical Center (476 beds), and two additional acute care hospitals located in the County: Alliance Community Hospital (204 beds) and Affinity Medical Center (451 beds). Massillon Psychiatric

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

The Canton Park System maintains 61 parks and covers approximately 722 acres. In addition, the City constructed and owns the 5,700-seat Thurman Munson Memorial Stadium. The City's cultural assets include the Canton Art Institute, the Symphony Orchestra Association, the Canton Civic Opera Association and the Players Guild, all of which are housed in the Cultural Center (Center) for the Arts and host a variety of exhibits, musical and dramatic performances and other cultural events each year. The Center, a gift of the Timken Foundation, is a building complex located on 8-1/2 acres in the center of the City, which cost $13,000,000 to build in 1971. Adjacent to the center is the City-owned auditorium, an air-conditioned arena-type facility with a seating capacity of 6,000. The Cultural Center and the auditorium accommodate conventions. The City's greater metropolitan area has approximately 37 hotels and motels with over 1,950 rooms.

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

Also located in the City's downtown area is the main branch of the Stark County District Library. The library's main branch, 9 satellite branches, two bookmobiles and 2 kidmobiles serve 148,000 library cardholders from throughout the county. Holdings number more than 970,000 items and annual circulation is 4 million items. The collection includes books, audio-visual materials and periodicals. In addition, the Library provides programs and classes for all ages, computer and Internet access, inter-library loans, reference and genealogy services, traveling collections and outreach services to shut-ins, nursing homes and housing units. It is one of the nine largest library systems in Ohio and serves 12 local school districts.

The City is the home of the National Professional Football Hall of Fame, which attracts more than 200,000 visitors annually. In 2008, the Hall of Fame opened the Moments, Memories & Mementos Gallery and the Pro Football Today Gallery, which marked the completion of a two-year, $3.6 million modernization project. The project upgraded previous exhibit space integrating it with the newest video, audio and lighting technology. Also in 2008, the Hall of Fame launched its first ever National Fundraising Campaign. The campaign's goal is to raise $60 million over a five-year period that will be used for the Hall of Fame facilities and expand its national outreach programs. In 2009 the Hall of Fame opened its new $2.4 million Lamar Hunt Super Bowl Gallery. The completion of the project means the Hall of Fame has modernized and renovated over two-thirds of its exhibit space since 2003.

In 2006, the Pro Football Hall of Fame and the Canton City School District began a joint campaign to raise money to renovate the District owned Fawcett Stadium. The stadium is the home for two high schools, two colleges, the annual Hall of Fame game, the Hall of Fame Enshrinement Ceremonies, Ohio

High School State Football Championship Games and numerous other events throughout the year. Money raised will be used for a multi-year project that will include structural repairs, a new west end scoreboard and video board, restroom renovations, north stands concourse expansion, a new press box and an outdoor plaza designed to connect the museum and stadium. Sufficient funds were raised in 2006 to install the new scoreboard and to begin structural repairs, which were completed in 2007. In 2008, the north stands restroom renovation was completed and ground was broken on a new $3.2 million dollar press box. The press box was completed in June of 2009. The events held at the stadium each year dramatically increase tourism to the area. The renovation work is being done to ensure the future viability and sustainability of these events in the region.

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

The Stark Area Regional Transit Authority (SARTA), a separate political subdivision, provides daily public transportation in and around the City. The bus service initially was only a citywide service, but became a countywide system with the passage of a .25 percent county sales tax in 1997. The sales tax, renewed in 2002 and 2006, serves as the primary revenue source for SARTA. In addition to the sales tax, SARTA operations are supported, in part, from payments for contract services, State and Federal operating grants, and rider fares. In 2003, SARTA opened its roughly $2.5 million Cornerstone Transfer Station, which included a 3,163 square foot customer service building in downtown Canton. In 2005, SARTA finished renovating its primary administrative and maintenance facility in Canton. The project was funded by grants from the Federal Transit Authority, the Ohio Department of Transportation, and the Ohio Public Transit Association. The renovations were needed to address the functionality and space issues in the old facility.

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

The Akron-Canton Regional Airport (Airport), a cooperative effort of Stark County and Summit County (in and for which the City does not have any financial interest or legal obligations), has an operational area of 2,900 acres, most of which is located in Summit County, directly north of and adjacent to Stark County, on Interstate 77. The Airport has five airlines offering nonstop service and had 1,444,269 customers in 2009, which was a 1.7% drop from its all time high in 2008, but 2009 was still the second highest year on record. In late 2006, the Airport completed its 5-year $60 million STAR Expansion Project which included extending runways, a new baggage claim area, a new food court, a new security screening area, enlarged gathering space, additional parking, and a terminal gate renovation that will allow the Airport to handle up to 1.6 million passengers annually. In 2007, the Airport invested $10 million in a new deicing facility. In 2008, the Airport announced its new 10-year $110 million capital improvement plan called CAK 2018. The plan will include a runway extension and border patrol facility to allow for international flights, expanded aircraft parking, expanded auto parking, a wider entrance road, expanded ticket wing, expanded security screening area, a new aircraft rescue and fire fighting maintenance facility, expand the concourse to allow for three more gates, and partner with the nearby City of Green for a new Industrial Park.

Long-Term Financial Planning

The City has experienced a decrease in overall revenue, excluding other financing sources, for the General Fund of $3,092,514. This represents the second net decrease in as many years. The City's reduction includes a decrease in income tax revenue in the General Fund of $2,190,727 for 2009. The speed and veracity of the 2008 financial system driven national economic down turn in the fourth quarter 2008 coupled with the depth to which the economy continued to decline in 2009 has lead to a dismal financial outlook for 2010. The effects of federal reserves interest rate reductions in the fourth quarter of 2007, 2008 and throughout 2009 led to net decreases in General Fund interest revenue of $1,243,235 in 2008 and an additional $595,900 in 2009. The overall continued economic slow down and slow incremental recovery in early 2010 leaves little potential for a rebound in interest revenue in the immediate future. As a result the City anticipates loosing an additional $350,000 in interest revenue in 2010. The only significant increase in 2009 General Fund revenue was charges for service which showed an increase of $728,093. This revenue stream has limited flexibility, as the law of diminishing return would dictate. You cannot simply continue to raise rates on services without eventually driving away those using them. The immediate economic future is unstable at best, the City's cash reserves have been exhausted as a means to soften the effects of continued lost interest and lost income tax revenue. The City's unemployment rate changed from 6.8% at the end of 2008 to 11.4% at the end of 2009. This increase is almost exclusively a result of reductions in private industry. Despite some successes in attracting a few employers in early 2010 the local economy has yet to feel the devastating effects on governmental payrolls that are assuredly coming before the local economy fully recovers. All levels of local government (City of Canton included) have minimized employee reductions thus far by utilizing cash reserves, freezing salaries, workforce reduction through attrition and negotiated health care cost sharing increases just to name a few. To overcome the current unstable economic climate, the City must continue to commit substantial resources to attract permanent industrial, retail, and service businesses to replace lost revenue seen starting in late 2007 and lasting through today.

The City had $10,087,371 remaining of the $15,580,000 in general revenue bonds issued in 2006 for the building of a new fire station, a new sewer collection facility, a new wade park, renovation of city buildings and reconstruction of existing recreational facilities. As of the release of this report the fire station remains in the design phase due to conflicts regarding parkland utilization as the location for the new station. A major expansion to Canton City Hall to expand operations for the Canton Municipal Court and City Council is set to begin in August 2010. However, further evidence of the very difficult economic conditions of the City, is the decision at this point to scale back the size and scope of the projects outlined in the City's 2006 Recreational Bond Issuance. City Council in March of 2010 elected to utilize the uncommitted and unspent proceeds to retire it's own debt. The decision was based not only the short term benefit of retiring bond principal with unused proceeds, but also assures that the operational expenses associated with the building of a wade park do not further increase the City' deficit spending during these very difficult economic times.

Relevant Financial Policies

During 2009, the City issued manuscript debt twice in the General Fund. The first issuance was done in July for $2 million and was needed to create enough short-term liquidity in the General Fund to fund the first half of the City's annual longevity payment to its employees and a month with three biweekly payroll obligations. The debt issued by the General Fund was purchased by the pooled equity of the City. The General Fund repaid the debt with interest in December of 2009. The second issuance was done in December 2009 for $1.8 million. The City was the defendant in a long pending civil suit that was finally settled in late 2009. To achieve the settlement the City was required to pay $1.8 million to the plaintiff before the end of the year. Due to the timing of when the settlement was reached, there was not enough

time to issue bonds or bond anticipation notes, as is allowable by Ohio Revised Code, to meet the obligation. Thus, the General Fund again issued debt that was purchased by the pooled equity of the City to create the needed liquidity. The debt will be repaid in the second half of 2010 once the City is able to issue traditional bond anticipation notes.

Also during 2009, the City continued to make biweekly sick expense premium deposits into its Compensated Absences Claim Fund to help offset the cost of current and previous unfunded compensated absences. The City was not in a financial position to make additional lump sum contributions to the fund as had been done in some previous years. In addition, the City changed the premium calculation from 125% of the total cost of the sick leave accrued on biweekly payrolls to 105% for 2009 and 2010, but without additional legislative action the premium will go back to 125% effective January 1, 2011.

Major Initiatives

In 2009, the City annexed approximately 81.01 acres and continues to explore further annexation options.

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

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

The Federal Campus is a project that the General Services Administration (GSA) has embarked on. The new building will house various offices, such as the Bankruptcy Court, Social Security and IRS. The project investment is well over $10,000,000. The project has been in process for several years culminating in a late 2008 groundbreaking with an anticipated opening date of June 2010.

The City's Department of Community Development received an additional $773,783 in Community Development Block Grant funds and $1,183,577 in Homeless Prevention and Rapid Re-housing. The additional funding came from the federal American Recovery and Reinvestment Act (ARRA) of 2009.

In 2009, the City also received $3,678,562.00 in Neighborhood Stabilization funds. The City is going to use the funding in a comprehensive plan being developed to coordinate demolitions, housing rehabilitation and new construction of housing to prevent further deterioration in some neighborhoods and revitalize others.

The City and the Canton Community Improvement Corporation (CCIC), received an EPA grant in 2009 that provides Brownfield Job Training for unemployed or underemployed persons to receive training. The grant will allow 105 people to receive training in environmental assessment and remediation. The

first group of students began training in the fall of 2009. The City is partnering with Stark State University and the Workforce Development Board for training, recruiting and placement of eligible individuals.

The City awarded a grant to assist with the installation of a catch basin to convert exiting farmland to Gervasi Winery, Canton's first vineyard and bistro. The developer invested $2.5 million into the project and expects to employ 20-25 persons. The project includes restoring historic buildings located on the site. The final project consists of a fully restored barn built in 1823 to serve as a wine tasting bistro and wine making facility; a fully restored outbuilding that will serve as the grape crush pad, wine warehouse and retail market place; a new pavilion, a 6.5 acre vineyard, walking trails and an outdoor patio with fire pits. The vineyard opened for business in March 2010.

The City has been fortunate to secure several Clean Ohio Assessment Fund (COAF) Grants and Clean Ohio Revitalization Fund (CORF) Grants for the cleanup of former industrial sites throughout the City. In all of the cases, the City is acting solely as a pass through for the grants and has no ownership interest in the properties.

The City received a $372,000 COAF grant in 2004 to make an evaluation of the nature of environmental contamination at the former Bison Property. The goal is for it to again be used as an industrial site. Two companies, Abbott Electric and a sign company, are already located on the site. In 2007, the City was awarded a $3 million CORF grant for site clean up. In 2008, the City entered into contract with a Certified Environmental professional to prepare the specifications and work plans for the clean up phase with actual environmental cleanup work starting in 2009.

In 2005, a $298,480 COAF grant was received for the study of the brownfield site at the former Stein Property to determine a suitable cleanup methodology. In 2006, a $698,709 CORF grant was received for site remediation to develop the site as an industrial park. The site remediation was completed in 2009 and a new tenant, Pull-A-Part Used Auto Parts, promptly relocated to the property. Also in 2009 the City received a CORF grant of $749,590 for remediation work at the former Canton Lead Smelter building located on the new Stein Industrial Park.

In 2006, a $284,733 COAF grant was awarded for the assessment of the former Hercules Engine Property to determine the scope of its environmental impact and to develop a methodology for site cleanup. In late 2007, the City was awarded a $3 million CORF grant for remediation work on the site. The long-term goal for the Hercules Property is for it to become a multi use facility with a convention center, market rate housing, business space and retail space. Remediation work began in 2008 and continued in 2009. The City also supported a state tax credit application submitted by the property owner, which resulted in a $34 million dollar credit.

The City Engineering Department oversees all stages of street and sewer improvement projects. During 2009, the City completed the $5.8 million Tuscarawas Street Improvement project, the $891,456 38th Street Improvement project, the $2.4 million Steese Drainage project and the $873,197 Bison Storm Sewer project. Engineering projects in various stages of planning, development, and construction include: Guilford Ave. NW Bridge Replacement, 25th St. NE Storm Sewer Improvement, Mahoning Rd. Corridor, Fulton Road/Stadium Park Intersection, 12th St. Corridor project, Mill St. Bridge Replacement, 30th St. NE Storm Sewer Project, 49th St. & Gardendale Ave NE, Storm Sewer Project, the West Side Park Trail & Bridges, a Downtown Canton Bike Trail, and the Sherrick Road Improvement Project.

During 2009, the City's Sewer Department completed work on a tertiary filter project and on the new sewer collection office building and garage. The Department also began work on a sewer rehabilitation project near Waynesburg Road SE. The City's Water Department completed various waterline extensions and improvements throughout the year adding an additional $782,837 of value to the overall system. The Water Department also completed its $4 million infrastructure renovation project at its Sugarcreek Water Plant. Similar work was continued at its Northwest Water Plant and was started at its Northeast Water Plant.

Debt Administration

The gross indebtedness of the City at the end of 2008 was $50,153,716. At the end of 2009, the gross indebtedness of the City was $51,803,873. In 2009, the City issued $494,000 in OPWC Loans for a storm sewer replacement project. The City also issued $8,575,000 in new bonds to refinance two previous issuances, one from 1998 for a pension debt and one from 1999 for a street improvement project. The two previous issuances had outstanding balances of $4,080,000 and $4,495,000 respectively at the time of the refinancing. Furthermore, the City received three OWDA Loan's, for infrastructure work being done at its three water plant facilities. The proceeds from the three loans totaled $5,569,671. The City also entered into a capital lease agreement for a new fire truck with a total present value of $921,910. As of December 31, 2009, the City had $1,012,431 and $21,666,780 in outstanding OPWC and OWDA loans, respectively. The City also had $6,961,124 outstanding in the enterprise funds and $19,483,363 for bonds payable in the governmental funds. The City had a legal claim and judgment outstanding of $94,300. The City had $1,585,408 in long-term SIB and Urban Redevelopment Loans outstanding as of December 31, 2009.

The City has maintained it's A-2 rating formerly known as A+ by Moody's Investor Services, Inc. and an A+ rating by Standard & Poor's and Fitch Rating Services on general obligation bond issue. The general obligation indebtedness of the City is subject to two statutory debt limitations referred to as the "direct debt limitation" (by Ohio Revised Code Section 133.05). The total principal amount of voted and unvoted nonexempt net indebtedness of the City may not exceed 10.5 percent of its assessed value of real and personal property, and in addition, the net principal amount of unvoted nonexempt debt may not exceed 5.5 percent of the same total assessed value. The City's overall legal debt margin was $79,373,934 and an unvoted debt margin of $32,299,031 as of December 31, 2009.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Canton for its Comprehensive Annual Financial Report as of December 31, 2008. The Certificate of Achievement is the highest form of recognition for excellence in state and local government.

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

Acknowledgements

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

Sincerely,

Richard A Mallonn II
City Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Canton
Ohio

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

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

President

Executive Director

CITY OF CANTON

CITY OFFICIALS

Mayor

William J. Healy II

Council Members

Allen Schulman, President

Patrick Barton
Donald Casar
Mary Cirelli
David Dougherty
James E. Griffin
Gregory Hawk
Brian Horner
Karl Kraus
Terry Prater
Chris Smith
Bill Smuckler
Thomas West

City Auditor
Richard A. Mallonn II

City Treasurer
Robert C. Schirack

Law Director
Joseph Martuccio

Director of Income Tax
Cynthia Allensworth

Chief of Staff-Director of Public Service
Warren Price

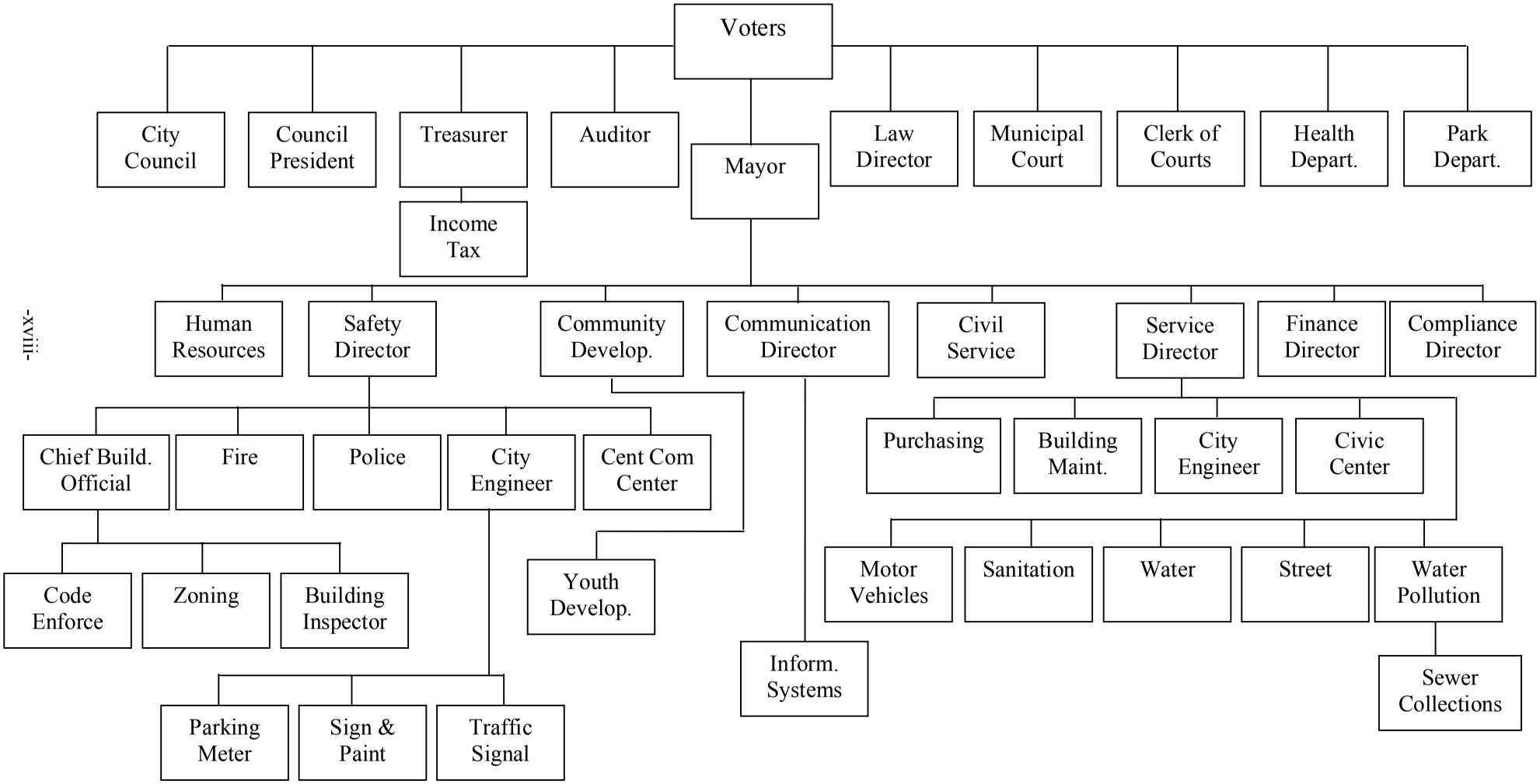
Director of Public Safety
Thomas Ream

Fire Chief
Stephen J. Rich

Police Chief
Dean McKimm

City Engineer
Dan Moeglin

City of Canton
Organizational Chart



Mary Taylor, CPA
Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

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

To the Honorable Mayor and City Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component unit and remaining fund information of the City of Canton, Stark County, Ohio (the City), as of and for the year ended December 31, 2009, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Canton Community Improvement Corporation, which represent 4 percent, 7 percent, and 2 percent, respectively, of the assets, net assets, and revenues for the aggregate discretely presented component unit and remaining fund information. Other auditors audited those financial statements. They have furnished their report thereon to us and we base our opinion, insofar as it relates to the amount included for the Canton Community Improvement Corporation on the report on the other auditors.

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

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component unit and remaining fund information of City of Canton, Stark County, Ohio, as of December 31, 2009, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General and Community and Economic Development Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2010, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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Telephone: (330) 438-0617 (800) 443-9272 Fax: (330) 471-0001
www.auditor.state.oh.us

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

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

June 15, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the City of Canton's financial performance provides an overview of the City's financial activities as of December 31, 2009. Please read it in conjunction with the City's basic financial statements, which begin on page 13.

FINANCIAL HIGHLIGHTS

- The City's net assets increased $2.0 million as a result of this year's operations. Net assets of our business-type activities increased by $3.0 million, or 3.4 percent, and net assets of governmental activities decreased by $1.0 million, or .8 percent.

- The City maintained Bond Ratings of A-2 per Moody's and it's A+ status from Standards and Poor's, and Fitch in 2009.

- For the second consecutive year, the City was unable to reduce its unfunded compensated absence debt. The unfunded compensated absence debt went from $5,192,339 at the end of 2008 to $7,161,616 at the end of 2009.

USING THIS ANNUAL FINANCIAL REPORT

This annual financial report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 13 and 14-15) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements begin on page 16. For governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most financially significant funds.

Reporting the City as a Whole

The Statement of Net Assets and the Statement of Activities

Our analysis of the City as a whole begins on page 13. One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's *net assets* and changes in them. You can think of the City's net assets, the difference between assets, what the citizens own, and liabilities, what

the citizens owe, as one way to measure the City's financial health, or *financial position.* Over time, *increases or decreases* in the City's net assets are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other non-financial factors; however, such as changes in the City's property tax base, income tax base, and the condition of the City's capital assets (land, roads, building, water and sewer lines, etc...) to assess the *overall health* of the City.

In the Statement of Net Assets and the Statement of Activities, we divide the City into two types of activities:

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

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

Reporting the City's Most Significant Funds

Fund Financial Statements

Our analysis of the City's major funds begins on page 16. The fund financial statements provide detailed information about the most significant funds, not the City as a whole. Some funds are required to be established by State law. However, City Council establishes many other funds to help it control and manage money for particular purposes (Ex. Parking Deck Fund) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (Ex. grants received from the U.S. Department of Housing and Urban Development). The City's two kinds of funds, governmental and proprietary, use different accounting approaches.

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

Proprietary funds: When the City charges customers for the full cost of the services it provides whether to outside customers or to other units of the City, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the City's enterprise funds (a component of business type funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as a statement of cash flows. We use internal service funds, Health Insurance, Worker's Compensation Insurance, and Compensated Absences Claim funds, (the other component of proprietary funds) to report activities that provide a service to the City's other programs and activities.

THE CITY AS A WHOLE

The City's *combined* net assets changed from a year ago, *increasing* from $216.3 million to $218.3 million. The City experienced a decrease in its governmental net assets and an increase in business-type activities separately. Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the City's governmental and business-type activities.

Table 1
Net Assets
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008 (Restated)	2009	2008 (Restated)
Assets						
Current and Other Assets	$ 62.6	$ 65.4	$ 26.5	$ 24.2	$ 89.1	$ 89.6
Capital Assets, Net	107.8	107.4	93.9	89.6	201.7	197.0
Total Assets	$ 170.4	$ 172.8	$ 120.4	$ 113.8	$ 290.8	$ 286.6
Liabilities						
Current and Other Liabilities	$ 10.3	$ 10.2	$ 2.2	$ 1.6	$ 12.5	$ 11.8
Due Within One Year	4.3	4.8	2.2	2.1	6.5	6.9
Long-Term Liabilities: Due Within More Than One Year	27.1	28.1	26.5	23.3	53.6	51.4
Total Liabilities	41.7	43.1	30.9	27.0	72.6	70.1
Net Assets						
Invested in Capital Assets Net of Debt	94.0	94.9	65.2	63.9	159.2	158.8
Restricted	38.1	32.9	-	-	38.1	32.9
Unrestricted	(3.4)	1.9	24.4	22.7	21.0	24.6
Total Net Assets	$ 128.7	$ 129.7	$ 89.6	$ 86.6	$ 218.3	$ 216.3

Net assets in the City's governmental activities decreased by .8 percent ($129.7 million compared to $128.7 million). Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements decreased from $1.9 million at December 31, 2008 to ($3.4) million at the end of 2009. Restricted net assets, those restricted mainly for capital projects and special purposes such as street cleaning or maintenance increased from $32.9 million at the end of 2008 to $38.1 million at the end of 2009. The investments in capital assets, net of debt category decreased by $0.9 million.

Net assets in the City's business-type activities increased by 3.4 percent ($86.6 million compared to $89.6 million) in 2009. The City generally can only use these net assets to finance the continuing operations of the water, sewer, and refuse operations.

Table 2 shows the changes in net assets for the year ended, December 31, 2009. The City's Governmental Activities revenue increased in 2009 from $86.7 million to $90.4 million and expenses increased by $4.0 million or 4.6% resulting in a decrease in governmental net assets of $1.0 million. The City's Business-Type Activities revenue increased by $1.7 million and expenses increased by $2.6 million resulting in a net asset increase of $3.0 million.

Table 2
Change in Net Assets
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008 (Restated)	2009	2008 (Restated)
Revenues						
Program Revenues:						
Charges for Services	$ 12.8	$ 14.9	$ 27.7	$ 27.8	$ 40.5	$ 42.7
Operating Grants and Contributions	15.2	7.0	0.1	0.1	15.3	7.1
Capital Grants and Contributions	4.3	3.7	2.9	1.9	7.2	5.6
Total Program Revenues	32.3	25.6	30.7	29.8	63.0	55.4
General Revenues:						
City Income Taxes	40.9	43.1	-	-	40.9	43.1
Property Taxes	3.6	4.5	-	-	3.6	4.5
Intergovernmental	8.9	8.9	-	-	8.9	8.9
Interest and Investment Earnings	0.7	1.6	-	-	0.7	1.6
Other	3.9	3.0	1.0	0.2	4.9	3.2
Gain on Sale of Assets	0.1	-	-	-	0.1	-
Total General Revenues	58.1	61.1	1.0	0.2	59.1	61.3
Total Revenues	$ 90.4	$ 86.7	$ 31.7	$ 30.0	$ 122.1	$ 116.7

Table 2
Change in Net Assets (continued)
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008 (Restated)	2009	2008 (Restated)
Expenses						
Program Expenses:						
General Government	$ 21.4	$ 20.0	$ -	$ -	$ 21.4	$ 20.0
Security of Persons and Property	39.7	40.0	-	-	39.7	40.0
Public Health	6.5	6.2	-	-	6.5	6.2
Transportation	14.6	11.0	-	-	14.6	11.0
Community Development	5.4	6.0	-	-	5.4	6.0
Leisure Time Activities	2.9	3.0	-	-	2.9	3.0
Interest on Long-Term Debt	0.9	1.2	-	-	0.9	1.2
Water	-	-	11.8	10.8	11.8	10.8
Sewer	-	-	11.6	10.3	11.6	10.3
Refuse	-	-	5.3	5.0	5.3	5.0
Total Program Expenses	91.4	87.4	28.7	26.1	120.1	113.5
Increase (Decrease) in Net Assets	(1.0)	(0.7)	3.0	3.9	2.0	3.2
Net Assets 1/1/2009	129.7	130.4	86.6	82.7	216.3	213.1
Net Assets 12/31/2009	$ 128.7	$ 129.7	$ 89.6	$ 86.6	$ 218.3	$ 216.3

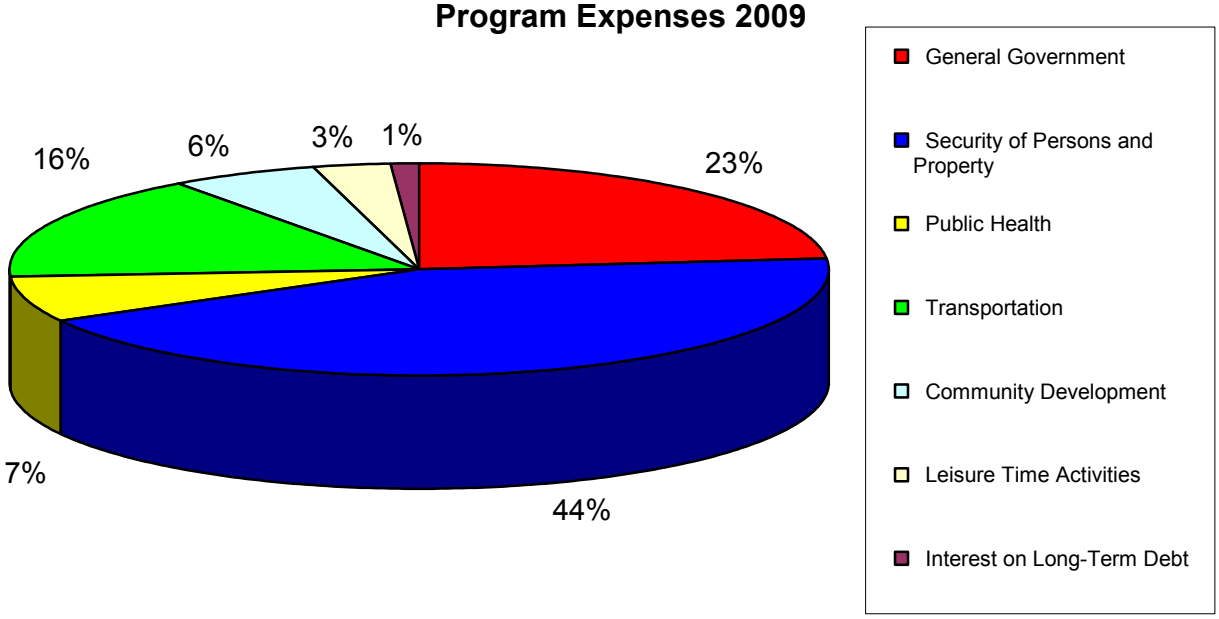
Governmental Activities

The 2.0 percent income tax is the largest revenue source for the City. Designated by ordinance, the Capital Acquisition and Improvement Fund receives 20 percent of net income tax received. In addition, the Motor Vehicle Fund receives 5 percent of net income tax received. The remaining 75 percent is allocated to the General Fund and is used for such things as Police and Fire Protection, Street Maintenance, and other purposes determined by council.

When looking at sources of income to support governmental activities, it should be noted that charges for services are only 14.1 percent of revenue. Revenues provided by sources other than city residents in the form of operating and capital grants comprise another 21.6 percent. The remaining revenues are primarily generated locally through property (4.0 percent) and income taxes (45.2 percent).

Chart 3 represents the cost of each of the City's Governmental programs: Security of Persons and Property, General Government, Transportation, Public Health, Leisure Time Activities, Community Development, and Interest on Long Term Debt. The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions. The increase in the net cost demonstrates the inability to recover the increased cost of the program under the current revenue policies. As indicated by Governmental Program Expenses, citizen's safety, health, and well-being is emphasized.

Chart 3
Program Expenses 2009



Business-Type Activities

The City's major Enterprise Funds consist of the Water Operating Fund, the Sewer Operating Fund and the Refuse Operating Fund. For a description of these funds, see the accompanying Notes to the Basic Financial Statements.

The basic financial statements for the major funds are included in this report. Because the focus on business-type funds is a cost of service measurement or capital maintenance, we have included these funds in Graph 5, which demonstrates capital asset balances. Graph 5 is located on page 11.

The City's Funds

Information about the City's major governmental funds begins on page 16. These funds are reported using the modified accrual basis of accounting. All Governmental funds had total revenues of $95.5 million and expenditures of $98.9 million including other financing sources and uses. The General Fund balance decreased $2,995,605. The loss was caused by negotiated wage increases, declining income tax, property and other taxes, intergovernmental and interest revenue. Included in the General Fund Expenditures is the annual premium based contributions into the City's Compensated Absence Claim Fund of $1,963,830. In 2004, as part of cost cutting measures, the City established the Compensated Absences Claim Fund. This fund is receiving biweekly premiums from all other funds presently paying a salary. The money set aside will be used to pay for the salaries of employees using sick leave and cover the cost of benefits paid to employees at the point of termination. The success of this fund is obvious. The City has been successful in reducing its potential unfunded compensated absence obligation from $11,500,997

at the end of 2003 to $7,161,616 at the end of 2009. Unfortunately, 2009 saw the second consecutive year in which the unfunded compensated absence obligation increased. This can be attributed to two factors. One is the effect of wage increases on the anticipated debt obligation. The second was due to reducing the premium percentage to 105% of the total cost of the sick leave accrued on a biweekly payroll. This was done in an attempt to maintain an adequate workforce in light of large revenue declines in 2009.

The Community and Economic Development Fund balance increased by $1,276,986, which can be attributed to a large increase in revenue from the federal government's stimulus program. The Capital Projects Fund balance saw a decrease of $243,676 caused by a drop in income tax of almost $1.0 million and an increase in project expenditures of over $0.5 million. The Motor Vehicle Purchase Fund balance decreased by $1,411,310. The drop was caused mostly by a rise of over $2.6 million in project expenditures. There was one transfer in the governmental funds last year. The transfer was from the General Fund to Nonmajor Special Revenue Funds. The $40,000 transfer was done as a grant match. The Water, Sewer and Refuse funds had net asset increases of $1,577,868, $1,209,369 and $198,151 respectively. The Water fund growth came despite lower operating revenues and higher operating expenses. A cash capital contribution of $1.1 million contributed largely to the growth. Similarly the Sewer and Refuse funds both had increased operating expenses but did have higher operating revenue generated by rate increases of 6.2% and 24% respectively, and the Sewer fund in particular benefited from a noncash capital contribution of $1.0 million.

General Fund Budgeting Highlights

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

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

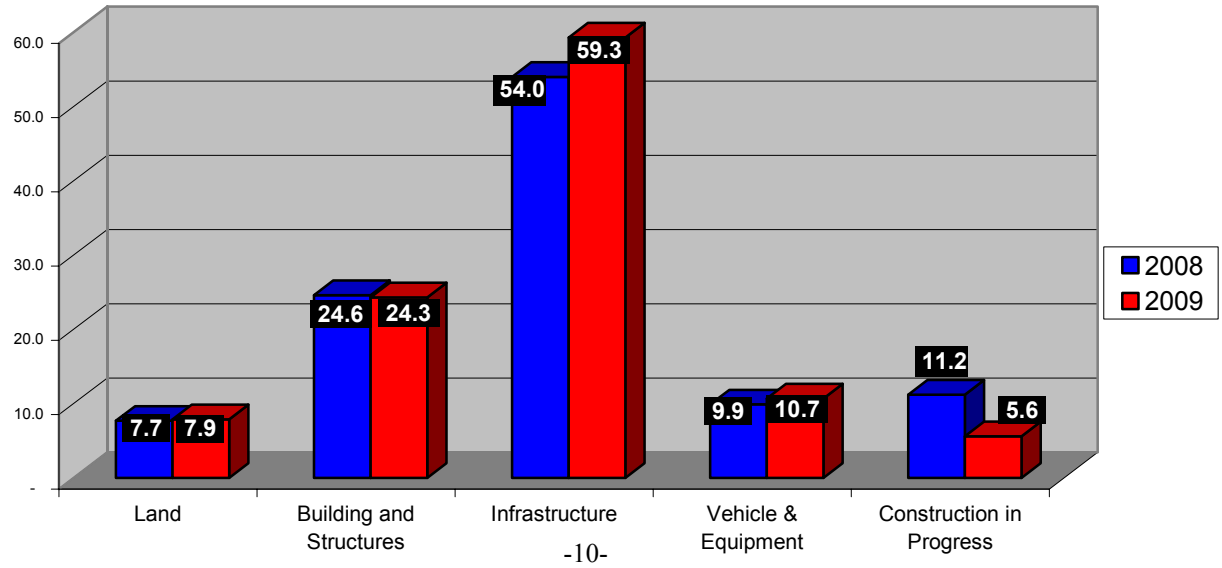
The City Auditor continually monitors the encumbrances and expenditures against the budgeted appropriations and against the County Auditor's Certificate of Estimated Resources. Using the budget prepared by the City the preceding July and including the carry over balances less carry over encumbrances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

The City's General Fund variance from original estimated revenues decreased by $1,146,918 decreasing the overall General Fund estimated revenues to $59,556,192 as indicated on page 20. This change represents 1.9% of total revenue. The General Fund variance from original appropriations to final appropriations was $1,025,270; this decreased the overall General Fund appropriations to $60,937,927. This decrease in appropriations was done proportionally across the various departments. The actual expenditures were greater than the final budget by $3,324,644. The large variance was due to the final payoff of a refinanced bond not being appropriated. The actual expenditures were greater than the original budget by $2,299,374. The actual variance was due to a combination of the refinancing, large appropriation reductions due to revenue shortfalls and the payoff of a large legal claim that was not expected at the start of 2009. The variances between appropriations and actual expenditures results from City Council and City Department Heads constantly monitoring expenditures throughout the year

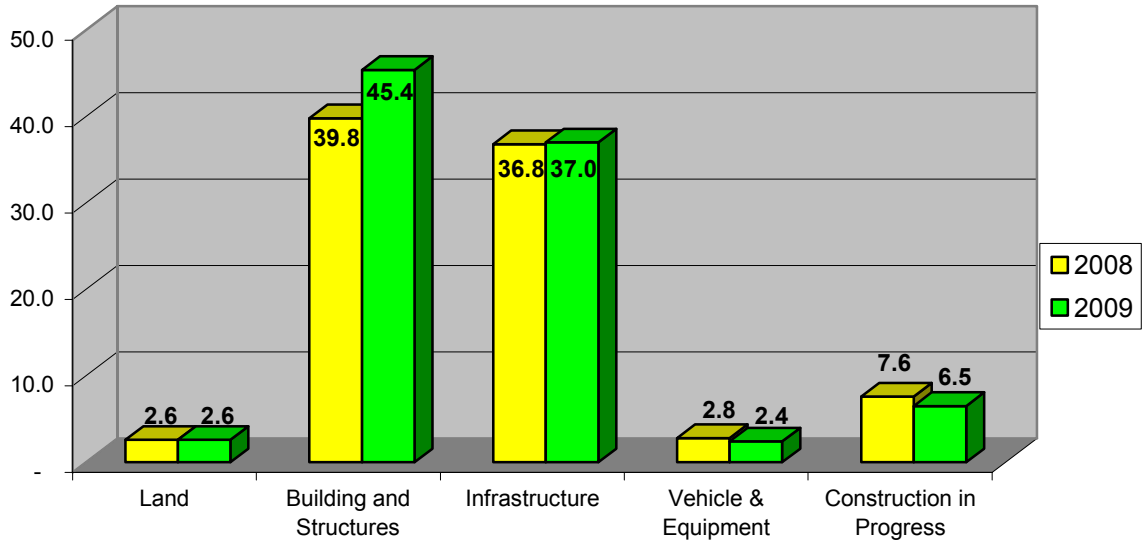
CAPITAL ASSET AND DEBT ADMINISTRATION

At the end of 2009, the City had $201.7 million invested in a variety of capital assets, including police and fire equipment, land, buildings, park facilities, roads, bridges, and water and sewer lines (see following graphs). This amount represents a net increase over last year. Major additions for the Governmental Activities included the completion of several major road projects, 25 police cruisers, 3 ambulances and 12 acres of new parkland.

Graph 4
Governmental Capital Assets-Net of Depreciation
(Dollar Value in Millions)



Graph 5
Business-Type Capital Assets - Net of Depreciation
(Dollar Value in Millions)



Additions to Business-Type Activities included additional water and sewer line construction, the completion of a new sewer collection facility and the completion of restoration work at one of the City's water plants and continued work at the other two.

The City's 2010 capital budget anticipates a spending level of $8.7 million for capital projects. The City will also continue to use the $15,850,000 generated from the sale of general obligation bonds during 2006 to construct a new fire station, renovate City Hall and improve infrastructure. More detailed information about the City's capital assets is presented in Note 7 to the basic financial statements.

Debt

At December 31, 2009, the City had $19.5 million in Governmental Activities General Obligation Bonds.

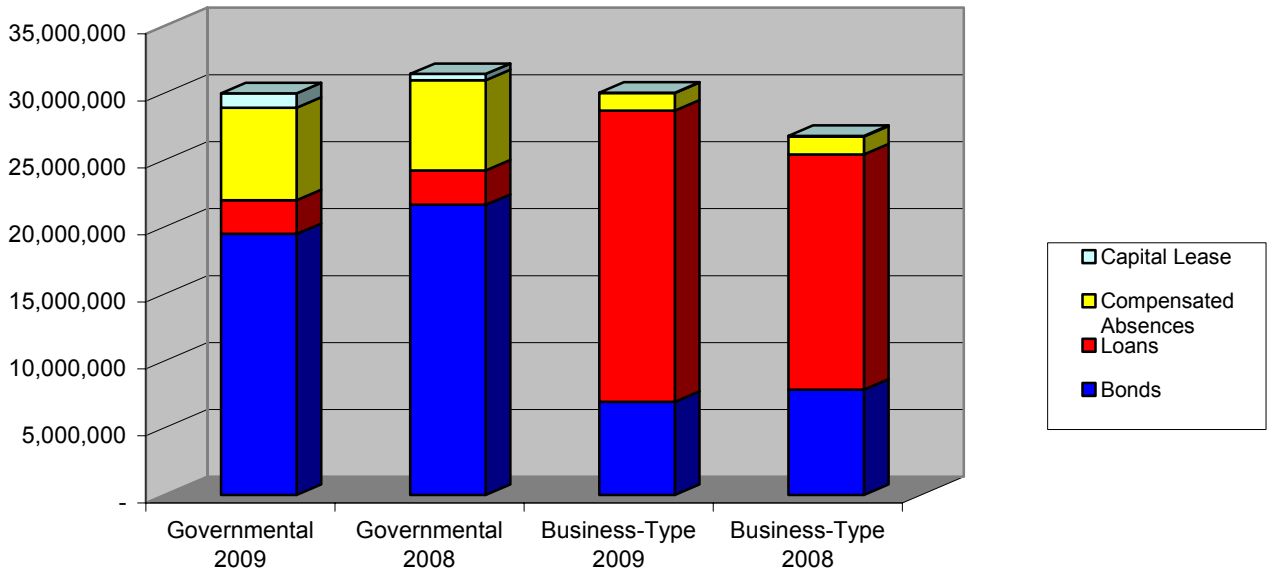
Table 6
General Obligation Bond Debt Outstanding at Year End

	Governmental Activities	
	2009	2008
Unvoted General Obligation Bonds:		
1998 Pension Refunding Bonds	$ -	$ 4,080,000
1999 Various Purpose Refunding	-	4,480,000
2009 Refunding Bonds	8,265,000	-
2001 Radio Communication	1,290,000	1,890,000
2006 Various Purpose	9,928,363	11,206,948
Total Unvoted General Obligation Bonds:	$ 19,483,363	$ 21,656,948

The City's overall legal debt margin was $79,373,934 as of December 31, 2009. The City's unvoted legal debt margin was $32,299,031 as of December 31, 2009.

At December 31, 2009, the City had outstanding long-term debt obligations in the amount of $30.1 million down from $31.5 million in 2008 for the governmental activities this represents a 4.4 percent decrease. The City's business-type activities debt obligation as of December 31, 2009 was $30.0 million up from $26.8 million in 2008 this represents an increase of 11.9 percent. The breakout on debt is presented in the graph below.

Graph 7
Total Debt Outstanding by Type



The City's general obligation bond rating is A-2 from Moody's and A+ from Standard and Poor's and Fitch Rating Services. Other obligations include accrued vacation pay and sick leave. More detailed information about the City's long-term liabilities is presented in Note 9 to the basic financial statements.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

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

City of Canton, Ohio

Statement of Net Assets

December 31, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	CCIC
Assets				
Current Assets				
Cash and Cash Equivalents	$ 26,683,165	$ 16,319,499	$ 43,002,664	$ 222,126
Cash and Cash Equivalents with Fiscal Agents	3,019	-	3,019	-
Accounts Receivable	3,013,913	7,162,685	10,176,598	-
Taxes Receivable	10,977,087	-	10,977,087	-
Loans Receivable	1,759,059	-	1,759,059	-
Due From Other Governments	19,831,487	918,033	20,749,520	-
Inventories	201,592	2,170,570	2,372,162	-
Internal Balances	25,377	(25,377)	-	-
Total Current Assets	62,494,699	26,545,410	89,040,109	222,126
Noncurrent Assets				
Capital Assets:				
Land and Construction in Progress	13,510,117	9,160,534	22,670,651	619,661
Other Capital Assets, Net of Depreciation	94,339,440	84,738,503	179,077,943	167,070
Total Noncurrent Assets	107,849,557	93,899,037	201,748,594	786,731
Total Assets	$ 170,344,256	$ 120,444,447	$ 290,788,703	$ 1,008,857
Liabilities				
Current Liabilities				
Accounts Payable	$ 3,715,877	$ 1,734,380	$ 5,450,257	$ 5,213
Accrued Wages and Benefits	1,293,019	329,039	1,622,058	3,307
Due to Other Governments	654,144	91,069	745,213	-
Retainage Payable	90,573	4,400	94,973	-
Claims Payable	2,809,705	-	2,809,705	-
Unearned Revenue	1,714,381	-	1,714,381	105,836
Long Term Liabilities Due Within One Year	4,107,953	2,191,348	6,299,301	-
Capital Lease Due Within One Year	143,113	12,112	155,225	-
Legal Claims Payable Due Within One Year	27,600	-	27,600	-
Total Current Liabilities	14,556,365	4,362,348	18,918,713	114,356
Noncurrent Liabilities				
Long Term Liabilities Due Within More Than One Year	26,101,948	26,506,691	52,608,639	-
Capital Lease Due Within More Than One Year	927,427	12,115	939,542	-
Legal Claims Payable Due Within More Than One Year	66,700	-	66,700	-
Total Noncurrent Liabilities	27,096,075	26,518,806	53,614,881	-
Total Liabilities	41,652,440	30,881,154	72,533,594	114,356
Net Assets				
Invested in Capital Assets, Net of Related Debt	93,997,414	65,176,771	159,174,185	786,731
Restricted for:				
Community Development Programs	14,906,285	-	14,906,285	-
Street Construction, Maintenance & Repair	2,431,845	-	2,431,845	-
Public Health Service Programs	4,099,122	-	4,099,122	-
Safety & Security Programs and Supplies	330,596	-	330,596	-
Court Programs	912,062	-	912,062	-
City Owned Parking Decks	60,667	-	60,667	-
Other Purposes	1,076,244	-	1,076,244	-
Debt Service	21,245	-	21,245	-
Capital Projects	14,295,621	-	14,295,621	-
Unrestricted	(3,439,285)	24,386,522	20,947,237	107,770
Total Net Assets	128,691,816	89,563,293	218,255,109	894,501
Total Liabilities and Net Assets	$ 170,344,256	$ 120,444,447	$ 290,788,703	$ 1,008,857

See accompanying notes to the basic financial statements

City of Canton, Ohio

Statement of Activities

For the year ended December 31, 2009

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government				
Governmental Activities				
General Government	$ 21,447,525	$ 7,517,441	$ 208,724	$ -
Security of Persons and Property	39,741,822	3,205,602	335,997	233,999
Public Health	6,503,089	858,998	3,848,180	-
Transportation	14,551,954	504,611	1,203,000	2,892,201
Community Development	5,393,621	-	9,612,083	1,208,046
Leisure Time Activities	2,943,691	704,733	3,410	-
Interest on Long-Term Debt	925,828	-	-	-
Total Governmental Activities	91,507,530	12,791,385	15,211,394	4,334,246
Business-Type Activities				
Water	11,789,359	11,602,884	-	1,642,584
Sewer	11,586,485	10,696,780	-	1,299,506
Refuse	5,359,103	5,360,417	119,426	-
Total Business-Type Activities	28,734,947	27,660,081	119,426	2,942,090
Total Primary Government	$ 120,242,477	$ 40,451,466	$ 15,330,820	$ 7,276,336
Component Unit:				
CCIC	$ 682,634	$ 2,878	$ 631,210	$ -

General revenues:
- Taxes:
  - City Income Taxes
  - Property Taxes
- Intergovernmental-Unrestricted
- Interest and Investment Earnings
- Other
- Gains on Sale of Assets
  - Total General Revenues
    - Change in Net Assets

Net Assets -- Beginning (Restated, see Note 22)

Net Assets -- Ending

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets

Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	CCIC
$ (13,721,360)	$ -	$ (13,721,360)	$ -
(35,966,224)	-	(35,966,224)	-
(1,795,911)	-	(1,795,911)	-
(9,952,142)	-	(9,952,142)	-
5,426,508	-	5,426,508	-
(2,235,548)	-	(2,235,548)	-
(925,828)	-	(925,828)	-
(59,170,505)	-	(59,170,505)	-
-	1,456,109	1,456,109	-
-	409,801	409,801	-
-	120,740	120,740	-
-	1,986,650	1,986,650	-
(59,170,505)	1,986,650	(57,183,855)	-
-	-	-	(48,546)
40,915,298	-	40,915,298	-
3,619,130	-	3,619,130	-
8,936,287	-	8,936,287	-
662,192	196	662,388	-
3,911,451	989,811	4,901,262	35,768
111,217	8,731	119,948	-
58,155,575	998,738	59,154,313	35,768
(1,014,930)	2,985,388	1,970,458	(12,778)
129,706,746	86,577,905	216,284,651	907,279
$ 128,691,816	$ 89,563,293	$ 218,255,109	$ 894,501

City of Canton, Ohio

Balance Sheet
Governmental Funds
December 31, 2009

	General	Community and Economic Development	Capital Projects	Motor Vehicle Purchase
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 1,792,443	$ 1,517,910	$ 3,434,780	$ 150,729
Cash and Cash Equivalents in Segregated Accounts	-	-	-	-
Taxes Receivable	8,881,969	-	1,661,513	415,379
Accounts Receivable	2,475,574	471,574	-	-
Loans Receivable (net of uncollectibles)	-	1,759,059	-	-
Due From Other Funds	-	-	-	-
Due From Other Governments	3,725,465	11,810,275	-	-
Inventories	176,964	-	-	-
Total Assets	$ 17,052,415	$ 15,558,818	$ 5,096,293	$ 566,108
Liabilities				
Current				
Accounts Payable	$ 521,170	$ 612,244	$ 1,179,741	$ 26,540
Accrued Wages and Benefits	1,070,800	34,611	41,431	-
Due to Other Funds	1,923,806	31,542	2,204	-
Due to Other Governments	336,052	43,144	10,262	-
Retainage Payable	-	-	90,573	-
Deferred Revenue	8,527,976	11,225,747	513,855	128,464
Total Liabilities	12,379,804	11,947,288	1,838,066	155,004
Fund Balances				
Reserved for:				
Inventories	176,964	-	-	-
Encumbrances	340,991	2,297,516	540,957	46,097
Loans Receivable	-	1,759,059	-	-
Other Purposes	-	-	-	-
Unreserved:				
Undesignated, Reported in :				
General Fund	4,154,656	-	-	-
Special Revenue Funds (Deficit)	-	(445,045)	-	-
Debt Service Funds	-	-	-	-
Capital Projects Funds	-	-	2,717,270	365,007
Total Fund Balances	4,672,611	3,611,530	3,258,227	411,104
Total Liabilities and Fund Balances	$ 17,052,415	$ 15,558,818	$ 5,096,293	$ 566,108

See accompanying notes to the basic financial statements

City of Canton, Ohio

Reconciliation of Total Governmental Fund Balances
to Net Assets of Governmental Activities
December 31, 2009

Other Governmental Funds	Total Governmental Funds			
		Total Governmental Fund Balances		$ 29,365,101
		Amounts reported for governmental activities in the Statement of Net Assets are different because:		
$ 16,039,849	$ 22,935,711	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
3,019	3,019			
18,226	10,977,087	Land and Improvements	$ 7,902,411	
36,375	2,983,523	Buildings and Structures (net of depreciation)	24,315,617	
-	1,759,059	Vehicles & Equipment (net of depreciation)	10,650,082	
3,648	3,648	Infrastructure (net of depreciation)	59,373,741	
4,295,747	19,831,487	Construction in Progress	5,607,706	
24,628	201,592	Total		107,849,557
$ 20,421,492	$ 58,695,126			
		The internal service fund is used by management to charge the costs of insurance to individual funds. All of the assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Assets.		
$ 1,018,314	$ 3,358,009			
142,776	1,289,618			
29,491	1,987,043			(5,601,727)
246,151	635,609			
-	90,573			
1,573,131	21,969,173	Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds		
3,009,863	29,330,025			
		Grants	11,604,601	
		Property Taxes	511,421	
24,628	201,592	Intergovernmental	3,052,660	
5,695,320	8,920,881	Charges for Services	1,716,962	
-	1,759,059	Income Tax	2,569,276	
3,648	3,648	Special Assessments	762,269	
		Other	37,603	
		Total		20,254,792
-	4,154,656			
3,746,152	3,301,107			
3,019	3,019	Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
7,938,862	11,021,139			
17,411,629	29,365,101			
$ 20,421,492	$ 58,695,126	General Obligation Bonds	(19,483,363)	
		Loans	(2,527,704)	
		Long-term Legal Claims	(94,300)	
		Capital Lease	(1,070,540)	
		Total		(23,175,907)
		Net Assets of Governmental Activities		$ 128,691,816

City of Canton, Ohio

Statement of Revenues, Expenditures
and Changes in Fund Balances
Governmental Funds
For the year ended December 31, 2009

	General	Community and Economic Development	Capital Projects	Motor Vehicle Purchase
Revenues				
Property and Other Taxes	$ 3,710,390	$ -	$ -	$ -
Municipal Income Tax	31,152,140	-	7,962,954	1,990,739
Charges for Services	10,085,629	87,250	550	-
Licenses, Permits, and Fees	1,284,188	-	-	-
Fines and forfeitures	243,966	-	30	-
Intergovernmental	6,050,527	-	-	-
Interest	589,150	67	-	-
Operating Grants and Contributions	367,617	4,989,518	-	-
Capital Grants and Contributions	-	100,869	114,565	-
Rentals	331,563	70,498	-	19,140
Other	1,123,489	367,189	101,721	5,260
Total Revenues	54,938,659	5,615,391	8,179,820	2,015,139
Expenditures				
Current				
General Government	17,785,110	-	-	-
Security of Persons and Property	33,503,646	-	-	-
Public Health	2,673,323	-	-	-
Transportation	1,446,763	-	-	-
Community Environment	-	4,192,277	-	-
Leisure Time Activities	2,193,155	-	-	-
Capital Outlay	-	-	6,031,686	3,481,380
Debt Service				
Principal	165,000	310,000	1,748,583	788,065
Interest and Fiscal Charges	127,267	13,392	655,645	112,298
Total Expenditures	57,894,264	4,515,669	8,435,914	4,381,743
Excess Revenues Over (Under) Expenditures	(2,955,605)	1,099,722	(256,094)	(2,366,604)
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	177,264	12,418	33,384
Issuance of Refunding Bonds	4,080,000	-	4,495,000	-
Refunded Bonds Redeemed	(4,080,000)	-	(4,480,000)	-
Issuance of Debt	-	-	-	-
Issuance of Capital Lease	-	-	-	921,910
Debt Issuance Costs	(206,933)	-	(226,270)	-
Debt Issuance Premiums	206,933	-	211,270	-
Transfers In	-	-	-	-
Transfers Out	(40,000)	-	-	-
Total Other Financing Sources and Uses	(40,000)	177,264	12,418	955,294
Net Change in Fund Balance	(2,995,605)	1,276,986	(243,676)	(1,411,310)
Fund Balance at Beginning of Year	7,695,889	2,334,544	3,501,903	1,822,414
Increase (Decrease) in Reserve for Inventory	(27,673)	-	-	-
Fund Balance at End of Year	$ 4,672,611	$ 3,611,530	$ 3,258,227	$ 411,104

See accompanying notes to the basic financial statements

City of Canton, Ohio

Statement of Revenues, Expenditures
and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
General and Major Special Revenue Funds (continued)
For the year ended December 31, 2009

	General Fund			
	Budgeted Amounts			Variance with Final Budget Over/(Under)
	Original	Final	Actual Amounts	
Revenues				
Property and Other Taxes	$ 3,963,300	$ 3,613,623	$ 3,710,390	$ 96,767
Municipal Income Tax	33,557,044	31,145,110	31,098,362	(46,748)
Intergovernmental	6,668,495	6,312,525	6,135,662	(176,863)
Charges for Services	10,576,318	10,921,725	10,296,858	(624,867)
Licenses, Permits and Fees	1,219,003	1,496,968	1,285,178	(211,790)
Fines and Forfeitures	240,200	241,420	242,704	1,284
Interest	1,196,678	650,629	675,430	24,801
Operating Grants	23,804	321,563	366,096	44,533
Rentals	354,500	345,850	326,691	(19,159)
Other	863,768	704,779	1,142,315	437,536
Total Revenues	58,663,110	55,754,192	55,279,686	(474,506)
Expenditures				
Current				
General Government				
Service Director Support Administration	465,859	451,259	429,860	21,399
Service Director	115,287	96,232	95,725	507
Annexation	24,259	13,159	11,306	1,853
Purchasing Administration	515,395	478,622	477,056	1,566
Building Maintenance	1,533,932	1,303,761	1,252,151	51,610
Income Tax	1,448,634	1,332,896	1,159,459	173,437
Mayor Administration	479,701	443,586	436,269	7,317
Human Resources	117,541	118,256	115,221	3,035
Youth Development	1,554	1,554	-	1,554
Youth Development-Summer Food Service	320	320	-	320
Mayor-Compliance Administration	58,164	50,017	49,473	544
Council	613,457	591,845	590,361	1,484
Judges	2,064,338	1,949,871	1,945,852	4,019
Clerk of Courts	1,555,657	1,355,346	1,344,113	11,233
Law Department	2,146,093	3,834,740	3,771,714	63,026
Auditor's Office	1,358,023	1,305,775	1,146,076	159,699
Auditor-Legally Binding Expenses	710,600	579,689	579,689	-
Treasurer's Office	601,372	421,507	420,860	647
Civil Service	310,117	288,636	283,996	4,640
Zoning Board	8,490	8,505	8,501	4
Department of Motor Vehicles	3,260,873	2,990,544	2,762,354	228,190
Management Information Systems	1,131,411	1,123,308	1,043,083	80,225
Total General Government	18,521,077	18,739,428	17,923,119	816,309
Security of Persons and Property				
Safety Director	194,094	196,186	186,046	10,140
Code Enforcement	1,086,697	1,044,235	1,033,726	10,509
Police	15,906,483	16,036,428	16,025,427	11,001
Fire	15,406,783	14,912,526	14,883,012	29,514
Central Communication	1,213,210	1,199,656	1,197,745	1,911
Traffic Engineer/Parking Meters	207,959	186,392	184,715	1,677
Total Security of Persons and Property	$ 34,015,226	$ 33,575,423	$ 33,510,671	$ 64,752

City of Canton, Ohio

Statement of Revenues, Expenditures
and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
General and Major Special Revenue Funds (continued)
For the year ended December 31, 2009

	General Fund			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Over/(Under)
Health				
Administration	$ 971,891	$ 920,258	$ 901,153	$ 19,105
Nurses	871,393	875,892	867,693	8,199
Lab	267,142	260,739	258,419	2,320
Environmental Administration	629,010	654,317	652,714	1,603
Total Health	2,739,436	2,711,206	2,679,979	31,227
Transportation				
Engineering - Daily Operations	112,444	81,925	81,886	39
Street Department	1,537,339	1,253,062	1,250,743	2,319
Total Transportation	1,649,783	1,334,987	1,332,629	2,358
Leisure Time Activities				
Civic Center - Administration	1,254,508	1,114,738	1,080,680	34,058
Park	1,133,211	1,111,864	1,100,680	11,184
Baseball Stadium	35,801	35,801	33,400	2,401
Total Leisure Time Activities	2,423,520	2,262,403	2,214,760	47,643
Debt Service				
Principal	330,000	165,000	4,245,000	(4,080,000)
Interest and Fiscal Charges	188,940	108,489	108,489	-
Total Debt Service	518,940	273,489	4,353,489	(4,080,000)
Total Expenditures	59,867,982	58,896,936	62,014,647	(3,117,711)
Excess Revenues (Under) Expenditures	(1,204,872)	(3,142,744)	(6,734,961)	(3,592,217)
Other Financing Sources (Uses)				
Proceeds from Debt Issues	-	-	4,080,000	4,080,000
Bond Issue Costs	-	-	(206,933)	(206,933)
Bond Premium	-	-	206,933	206,933
Advances In	2,040,000	3,802,000	3,801,914	(86)
Advances Out	(2,055,215)	(2,000,991)	(2,000,991)	-
Transfers Out	(40,000)	(40,000)	(40,000)	-
Total Other Financing Sources (Uses)	(55,215)	1,761,009	5,840,923	4,079,914
Excess of Revenues and Other Financing Sources (Under) Expenditures and Other Financing Uses	(1,260,087)	(1,381,735)	(894,038)	487,697
Fund Balance at Beginning of Year	1,710,068	1,710,068	1,710,068	-
Unexpended Prior Year Encumbrances	252,975	252,975	252,975	-
Fund Balance at End of Year	$ 702,956	$ 581,308	$ 1,069,005	$ 487,697

See accompanying notes to the basic financial statements

City of Canton, Ohio

Statement of Revenues, Expenditures
and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
General and Major Special Revenue Funds *(continued)*
For the year ended December 31, 2009

	Community and Economic Development			
	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Over/(Under)
Revenues				
Charges for Services	$ 150,000	$ 150,000	$ 84,329	$ (65,671)
Operating Grant	9,741,373	11,433,938	4,395,320	(7,038,618)
Capital Grant	-	114,439	100,869	(13,570)
Contributions and Donations	-	-	50	50
Interest	200	134	134	-
Rentals	27,000	27,000	70,498	43,498
Other	694,225	694,225	431,628	(262,597)
Total Revenues	10,612,798	12,419,736	5,082,828	(7,336,908)
Expenditures				
Current				
Community Environment				
Youth Development	338,095	319,984	278,081	41,903
Mayor-Compliance Administration	61,190	64,191	50,386	13,805
Community Development Administration	5,825,221	5,825,229	3,199,149	2,626,080
Federal Stimulus Funding	2,084,244	3,103,360	1,086,759	2,016,601
Energy Efficiency Grant	-	803,000	-	803,000
Community Development Demolition	534,869	549,869	502,240	47,629
Fair Housing Administration	122,379	122,380	103,043	19,337
Economic Development Grants/Loans	560,000	560,000	500,000	60,000
Total Community Environment	9,525,998	11,348,013	5,719,658	5,628,355
Debt Service				
Principal	400,000	315,000	310,000	5,000
Interest and Fiscal Charges	13,392	13,392	13,392	-
Total Debt Service	413,392	328,392	323,392	5,000
Total Expenditures	9,939,390	11,676,405	6,043,050	5,633,355
Excess Revenues Over (Under) Expenditures	673,408	743,331	(960,222)	(1,703,553)
Other Financing Sources (Uses)				
Sale of Assets	-	-	177,264	177,264
Advances Out	(400,000)	(400,000)	(400,000)	-
Total Other Financing (Uses)	(400,000)	(400,000)	(222,736)	177,264
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	273,408	343,331	(1,182,958)	(1,526,289)
Fund Balance at Beginning of Year	(1,379,657)	(1,379,657)	(1,379,657)	-
Unexpended Prior Year Encumbrances	1,177,396	1,177,396	1,177,396	-
Fund Balance at End of Year	$ 71,147	$ 141,070	$ (1,385,219)	$ (1,526,289)

See the accompanying notes to the basic financial statements

City of Canton, Ohio

Reconciliation of The Statement of Revenues, Expenditures
And Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the year ended December 31, 2009

Other Governmental Funds	Total Governmental Funds			
		Net change in fund balances-Total Government Funds		$ (3,361,466)
		Amounts reported for governmental activities in the Statement of Activities are different because		
$ -	$ 3,710,390			
-	41,105,833	Governmental funds report capital outlays as expenditures.		
1,254,666	11,428,095	However, in the Statement of Activities, the cost of those		
260,205	1,544,393	assets is allocated over their estimated useful lives as		
199,677	443,673	depreciation expense. This is the amount by which capital outlay		
3,470,871	9,521,398	exceed depreciation in the current period.		
72,975	662,192	Capital Outlay	$ 8,079,004	
4,307,133	9,664,268	Depreciation Expense	(7,584,276)	
4,231,982	4,447,416			494,728
29,587	450,788			
276,696	1,874,355	The net effect of various miscellaneous transactions involving		
14,103,792	84,852,801	capital assets (i.e., sales and donations) is to decrease net assets.		
		Loss on disposal of capital asset		(111,849)
812,281	18,597,391	Repayment of long-term debt is reported as an expenditure in		
2,470,118	35,973,764	the governmental funds, but the repayment reduces long-term		
3,463,170	6,136,493	liabilities in the statement of net assets.		
2,379,598	3,826,361	Bond Principal Payments	10,748,585	
1,097,044	5,289,321	Loan Principal Payments	534,338	
11,239	2,204,394	Capital Lease Payments	316,825	
4,346,876	13,859,942	Legal Claims Payments	27,600	
				11,627,348
28,101	3,039,749			
17,226	925,828	Change in Long Term Debt Due to the issuance of a new		
14,625,653	89,853,243	capital lease and a new loan as well as a debt refinancing.		(9,990,910)
(521,861)	(5,000,442)			
		Consumable inventory is reported using the purchase		
-	223,066	method on a modified accrual basis, but is reported using the		
-	8,575,000	consumption method for full accrual. This amount represents		
-	(8,560,000)	the decrease in inventory that took place during the fiscal year.		(21,843)
494,000	494,000			
-	921,910	Some revenues that will not be collected for several months		
-	(433,203)	after the City's year end are not considered "available" revenues		
-	418,203	and are deferred in the governmental funds.		4,108,374
40,000	40,000			
-	(40,000)	Internal service funds are used by management to charge the		
534,000	1,638,976	costs of certain activities, such as insurance, to individual		
		funds. The net revenue (expense) of the internal service funds		
12,139	(3,361,466)	is reported with governmental activities.		(3,759,312)
17,393,660	32,748,410			
5,830	(21,843)			
$ 17,411,629	$ 29,365,101	*Change in Net Assets of Governmental Activities*		$ (1,014,930)

City of Canton, Ohio

Statement of Fund Net Assets
Proprietary Funds
December 31, 2009

	Business-Type Activities				Governmental Activities
	Water Operating Fund	Sewer Operating Fund	Refuse Operating Fund	Total	Internal Service Fund
Assets					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	$ 7,908,370	$ 8,108,463	$ 302,666	$ 16,319,499	$ 3,747,454
Accounts Receivable	2,986,668	2,374,727	1,801,290	7,162,685	30,390
Due From Other Funds	-	-	-	-	2,008,772
Due From Other Governments	894,533	-	23,500	918,033	-
Inventories	1,556,375	614,195	-	2,170,570	-
Total Current Assets	13,345,946	11,097,385	2,127,456	26,570,787	5,786,616
Noncurrent Assets					
Capital Assets:					
Land and Construction in Progress	8,361,307	799,227	-	9,160,534	-
Other Capital Assets, Net of Depreciation	38,810,202	45,046,365	881,936	84,738,503	-
Total Noncurrent Assets	47,171,509	45,845,592	881,936	93,899,037	-
Total Assets	$ 60,517,455	$ 56,942,977	$ 3,009,392	$ 120,469,824	$ 5,786,616
Liabilities					
Current					
Accounts Payable	$ 1,275,368	$ 360,191	$ 98,821	$ 1,734,380	$ 357,868
Accrued Wages and Benefits	136,588	116,263	76,188	329,039	3,401
Due to Other Funds	13,337	9,237	2,803	25,377	-
Due to Other Governments	45,843	27,322	17,904	91,069	18,535
Retainage Payable	-	4,400	-	4,400	-
Due Within One Year	1,217,620	973,728	-	2,191,348	1,081,622
Capital Lease Due Within One Year	4,931	7,181	-	12,112	-
Claims Payable	-	-	-	-	2,809,705
Total Current	2,693,687	1,498,322	195,716	4,387,725	4,271,131
Noncurrent					
Due Within More Than One Year	17,257,837	9,248,854	-	26,506,691	7,117,212
Capital Lease Due Within More Than One Year	4,932	7,183	-	12,115	-
Total Noncurrent	17,262,769	9,256,037	-	26,518,806	7,117,212
Total Liabilities	19,956,456	10,754,359	195,716	30,906,531	11,388,343
Net Assets					
Invested in Capital Assets, Net of Related Debt	28,686,189	35,608,646	881,936	65,176,771	-
Unrestricted	11,874,810	10,579,972	1,931,740	24,386,522	(5,601,727)
Total Net Assets	40,560,999	46,188,618	2,813,676	89,563,293	(5,601,727)
Total Net Assets and Liabilities	$ 60,517,455	$ 56,942,977	$ 3,009,392	$ 120,469,824	$ 5,786,616

See accompanying notes to the basic financial statements

City of Canton, Ohio

Statement of Revenues, Expenses
and Changes in Net Assets
Proprietary Funds
For the year ended December 31, 2009

	Business-Type Activities				Governmental Activities
	Water Operating Fund	Sewer Operating Fund	Refuse Operating Fund	Total	Internal Service Fund
Operating Revenues					
Charges for Services	$ 11,822,684	$ 10,610,624	$ 5,360,417	$ 27,793,725	$ 12,106,007
Operating Grants and Contributions	-	-	119,426	119,426	-
Rentals	65,517	22,963	-	88,480	-
Other	123,870	1,079,725	72,942	1,276,537	1,002,006
Total Operating Revenues	12,012,071	11,713,312	5,552,785	29,278,168	13,108,013
Operating Expenses					
Personal Services	6,010,052	4,795,167	3,359,600	14,164,819	142,890
Contractual Services	2,262,967	3,085,807	1,733,311	7,082,085	889,535
Materials and Supplies	1,283,320	492,051	57,742	1,833,113	2,095
Insurance Claims and Expenses	15,609	355,793	8,758	380,160	10,941,922
Benefit Claim Expenses	-	-	-	-	4,889,919
Depreciation	1,383,551	2,496,055	180,816	4,060,422	-
Other	167,952	39,111	18,876	225,939	964
Total Operating Expenses	11,123,451	11,263,984	5,359,103	27,746,538	16,867,325
Operating Income (Loss)	888,620	449,328	193,682	1,531,630	(3,759,312)
Nonoperating Revenues (Expenses)					
Gain or (Loss) on Disposal of Capital Assets	1,935	2,327	4,469	8,731	-
Interest	196	-	-	196	-
Interest Expense	(665,908)	(322,501)	-	(988,409)	-
Total Nonoperating Revenue (Expenses)	(663,777)	(320,174)	4,469	(979,482)	-
Income (Loss) Before Contributions and Transfers	224,843	129,154	198,151	552,148	(3,759,312)
Cash Capital Contributions	1,108,913	22,262	-	1,131,175	-
Noncash Capital Contributions	244,112	1,057,953	-	1,302,065	-
Change in Net Assets	1,577,868	1,209,369	198,151	2,985,388	(3,759,312)
Total Net Assets at Beginning of Year	38,983,131	44,979,249	2,615,525	86,577,905	(1,842,415)
Total Net Assets at End of Year	$ 40,560,999	$ 46,188,618	$ 2,813,676	$ 89,563,293	$ (5,601,727)

See accompanying notes to the basic financial statements

City of Canton, Ohio

Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2009

	Business-Type Activities				Governmental Activities
	Water Operating Fund	Sewer Operating Fund	Refuse Operating Fund	Total	Internal Service
Cash Flows From Operating Activities					
Receipts from Customers	$ 11,769,871	$ 10,532,132	$ 5,237,432	$ 27,539,435	$ 12,028,771
Other Cash Receipts	188,505	1,058,251	200,449	1,447,205	1,615,502
Payments to Suppliers	(2,668,228)	(3,673,924)	(1,913,154)	(8,255,306)	(757,644)
Payments to Employees	(6,007,880)	(4,771,652)	(3,353,990)	(14,133,522)	(142,530)
Claims Paid	(15,609)	(355,793)	(8,758)	(380,160)	(16,436,092)
Other Cash Payments	(168,677)	(39,069)	(15,067)	(222,813)	(964)
Internal Activity - Interfund borrowing	-	-	-	-	(1,699,132)
Net Cash Provided (Used) by Operating Activities	3,097,982	2,749,945	146,912	5,994,839	(5,392,089)
Cash Flows From Capital and Related Financing Activities					
Proceeds from Capital Grants	996,102	22,262	-	1,018,364	-
Proceeds from Capital Debt	4,706,627	-	-	4,706,627	-
Proceeds from Sale of Capital Assets	1,935	2,327	10,485	14,747	-
Purchases of Capital Assets	(7,007,267)	(266,273)	-	(7,273,540)	-
Principal Paid on Capital Debt	(1,335,087)	(976,598)	-	(2,311,685)	-
Interest Paid on Capital Debt	(578,377)	(322,570)	-	(900,947)	-
Net Cash (Used) by Capital and Related Financing Activities	(3,216,067)	(1,540,852)	10,485	(4,746,434)	-
Cash Flows From Investing Activities					
Interest and Dividends	196	-	-	196	-
Net Cash Provided by Investing Activities	196	-	-	196	-
Net Increase (Decrease) in Cash and Cash Equivalents	(117,889)	1,209,093	157,397	1,248,601	(5,392,089)
Balance - Beginning of the Year	8,026,259	6,899,370	145,269	15,070,898	9,139,543
Balance - End of the Year	7,908,370	8,108,463	302,666	16,319,499	3,747,454
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	888,620	449,328	193,682	1,531,630	(3,759,312)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities					
Depreciation Expense	1,383,551	2,496,055	180,816	4,060,422	-
Change in Assets and Liabilities:					
Accounts Receivables, net	(53,695)	(122,929)	(125,404)	(302,028)	606,211
Intergovernmental Receivables, net	-	-	10,500	10,500	-
Inventories	128,952	(54,623)	-	74,329	-
Due From Other Funds	-	-	-	-	(1,769,083)
Accounts Payables	748,339	(41,475)	(116,471)	590,393	135,442
Accrued Wages Payable	5,500	13,677	7,747	26,924	291
Intergovernmental Payable	1,526	2,373	1,726	5,625	2,746
Retainage Payable	-	4,400	-	4,400	-
Due to Other Funds	(4,811)	3,139	(5,684)	(7,356)	-
Compensated Absences Payable	-	-	-	-	127,464
Claims Payable	-	-	-	-	(735,848)
Net Cash Provided (Used) by Operating Activities	$ 3,097,982	$ 2,749,945	$ 146,912	$ 5,994,839	$ (5,392,089)
Non-Cash Investing, Capital and Financing Activities:					
Contributions of capital assets from sub-contractor	$ 244,112	$ 1,057,953	$ -	$ 1,302,065	$ -

See accompanying notes to the basic financial statements

City of Canton, Ohio

Statement of Fiduciary Net Assets
Fiduciary Funds
December 31, 2009

	Private Purpose Trust	
	Hartford Houtz	Agency Funds
Assets		
Equity in Pooled Cash and Cash Equivalents	$ -	$ 1,279,323
Cash and Cash Equivalents in Segregated Acounts	-	166,457
Investments in Segregated Accounts	135,888	-
Total Assets	$ 135,888	$ 1,445,780
Liabilities		
Due to Other Governments	$ -	$ 919,515
Undistributed Assets	-	255,165
Deposits Held and Due to Others	-	271,100
Total Liabilities	-	$ 1,445,780
Net Assets - Held in Trust for Individuals	$ 135,888	

See accompanying notes to the basic financial statements

City of Canton, Ohio

Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the year ended December 31, 2009

	Private Purpose Trust
	Hartford Houtz
Additions	
Investment Earnings:	
Interest	$ 7,833
Deductions	
Benefits	4,391
Total Deductions	4,391
Change in Net Assets	3,442
Net Assets-Beginning of Year	132,446
Net Assets-End of Year	$ 135,888

See accompanying notes to the basic financial statements

NOTE 1 - DESCRIPTION OF THE CITY AND REPORTING ENTITY

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

Reporting Entity

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

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; 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 for which the City authorizes the issuance of debt or the levying of taxes, or determines the budget. The City has the voting majority on the Canton Community Improvement Corporation (CCIC) Board with no other subdivisions having any representation, and the CCIC is completely dependent on the City for financial support. The City will report the financial status of the CCIC as a discretely presented component unit in its basic financial statements based on these criteria. A complete copy of the CCIC financial statements can be obtained by contacting the City's Community and Economic Development Department.

The City is associated with the Stark Area Regional Transit Authority, the Stark Council of Governments and the Stark County Regional Planning Commission as jointly governed organizations; Canton Tomorrow Inc., and the Downtown Canton Special Improvement District as joint ventures; and the Joint Recreation District as a related organization. See Notes 12, 13 and 14.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standards Board (FASB) Statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities provided they do not conflict with or contradict GASB pronouncements. The City has not elected to apply FASB statements and interpretations issued after November 30, 1989. The most 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 Assets and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide Financial Statements

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

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

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

Fund Financial Statements

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

Fund Accounting

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

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

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

Community and Economic Development Fund – To account for HUD Community and Economic Development Block Grant money used for the acquisition of real property, administrative costs, public facilities, and the rehabilitation of real property.

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

Motor Vehicle Purchase Fund – To account for the purchase and maintenance of the City's vehicles and expenditures of 5 percent of the net income tax receipts.

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

Proprietary Funds

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

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

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

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

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

Internal Service Funds - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service fund reports on a self-insurance program for employee medical benefits, compensated absences, and the City's retrospective rating worker's compensation benefits.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City's only trust fund is a private-purpose trust fund established to account for monies donated to assist the poor of the City. The agency funds account for building permit fees collected on behalf of the State, municipal court collections that are distributed to various local governments, and the collection of payroll and employee deductions to be distributed to other governmental agencies. The City's agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All non-fiduciary assets and all liabilities associated with the operation of the City are included on the Statement of Net Assets.

Fund Financial Statements

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

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

The private-purpose trust fund is reported using the economic resources measurement focus.

Basis of Accounting

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

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, available means expected to be received within sixty days of year-end. Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from 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 5). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income tax, state-levied locally shared taxes (including gasoline tax), fines and forfeitures, interest, tuition, grants, fees and rentals.

Unearned/Deferred Revenue

Unearned or deferred revenue arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2009, but which were levied to finance year 2010 operations, have been recorded as deferred revenue. Special assessments not received within the available period and grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue on modified accrual only.

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

Expenses/Expenditures

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

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

Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year, for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the account level split between salary and non-salary line items. The appropriation ordinance may be amended during the year by action of Council, as new information becomes available, provided that total

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

fund appropriations do not exceed current estimated resources, as certified. The allocation of appropriations among account groups and departments within a fund may be modified during the year by an ordinance of council.

Lapsing of Appropriations

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

Cash and Cash Equivalents

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

The City utilizes financial institutions to service bonded debt as principal and interest come due. The balances in these accounts are presented as "Cash and Cash Equivalents with Fiscal Agent."

The City has segregated bank accounts for monies held separate from the City's central bank account. These monies are presented in the Statement of Fiduciary Net Assets as "Cash and Cash Equivalents in Segregated Accounts" and "Investments in Segregated Accounts" since they are not required to be deposited into the City treasury.

During 2009, investments were limited to certificates of deposit, money market investments, repurchase agreements, and STAROhio.

Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost.

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

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2009 amounted to $589,150, which includes $6,883, assigned from other City funds.

For purposes of the Statement of Cash Flows and for presentation on the Statement of Net Assets/Balance Sheet, investments with an original maturity of three months or less and investments of the cash management pool are considered to be cash equivalents.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventory

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

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

Prepaid Items

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

Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of five thousand dollars. The City's infrastructure consists of bridges, culverts, storm sewers, streets, streetlights, traffic signals and water and sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of enterprise capital assets is also capitalized.

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings & Structures	10 to 45 years	10 to 45 years
Vehicles & Equipment	10 to 15 years	10 to 15 years
Infrastructure	10 to 50 years	10 to 50 years

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Interfund Balances

On fund financial statements, long-term interfund loans are classified as "Due to/From Other Funds" on the Balance Sheet and are equally offset by a fund balance reserve account, which indicates that they do not constitute available expendable resources. These amounts are eliminated in the governmental and business-type activities columns of the Statement of Net Assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Compensated Absences

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

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

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

Accrued Liabilities and Long-Term Obligations

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

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

Fund Balance Reserves

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. As a result, encumbrances, inventories, amounts due from other funds and loans receivable are recorded as a reservation of fund balance. Amounts due from other funds is reserved in the "Other Purpose" line item.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Operating Revenues and Expenses

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

Contributions of Capital

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

Interfund Activity

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

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

Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2009.

Estimates

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

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING

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

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

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

3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).

4. Unreported cash (cash on hand) represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and the Community and Economic Development Fund.

Net Change in Fund Balance

	General Fund	Community and Economic Development Fund
GAAP Basis	$ (2,995,605)	$ 1,276,986
Net Adjustment for Revenue Accruals	4,142,941	(532,563)
Net Adjustment for Expenditure Accruals	(2,102,703)	(77,183)
Encumbrances	61,329	(1,850,198)
Budget Basis	$ (894,038)	$ (1,182,958)

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

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

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

Interim monies may be invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreements must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

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

5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and

6. The State Treasurer's investment pool (STAROhio).

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

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

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

Cash on Hand

At year-end, the City had $137,853 in undeposited cash on hand which is included on the Financial Statements of the City as part of "Cash and Cash Equivalents."

Deposits with Financial Institutions

At December 31, 2009, the carrying amount of all City deposits was $6,685,130. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures," as of December 31, 2009, the City's bank balance was $33,690,626 of which $32,180,220 was exposed to custodial risk as discussed below, while $1,510,406 was covered by Federal Deposit Insurance Corporation.

Custodial credit risk is the risk that, in the event of bank failure, the City's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the City.

Investments

As of December 31, 2009, the City had the following investments and maturities:

		Investment Maturities	
Investment type	Balance at Fair Value	6 months or less	7 to 12 months
Certificates of Deposit	$ 18,000,000	$ 10,000,000	$ 8,000,000
Money Markets	8,623,155	8,623,155	-
Star Ohio	11,279,066	11,279,066	-
Total Investments	$ 37,902,221	$ 29,902,221	$ 8,000,000

The weighted average maturity is .34 years.

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

Credit Risk: The City has investments, in Star Ohio. Standard & Poor's has assigned Star Ohio AAAm money market rating. Ohio law requires that Star Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City has no policy further restricting credit risk beyond the statutory guidelines, which limit investment choices.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. For the City's investments in certificates of deposit the entire balance is collateralized by underlying securities pledged by the investment's counter party, not in the name of the City.

The following table includes the percentage of each investment type held by the City at December 31, 2009:

Investment type	Fair Value	% of Total
Certificates of Deposit	$ 18,000,000	47.49
Money Markets	8,623,155	22.75
Star Ohio	11,279,066	29.76
Total Investment	$ 37,902,221	100.00

Reconciliation of Cash and Investment to the Statement of Net Assets

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the financial statements as of December 31, 2009:

Cash and Investments per footnote	
Carrying amount of deposits	$ 6,685,130
Investments	37,902,221
Total	$ 44,587,351

Cash and Investments per Statement of Net Assets	
Governmental Activities	$ 26,686,184
Business Type Activities	16,319,499
Fiduciary Funds	1,581,668
Total	$ 44,587,351

NOTE 5 - RECEIVABLES

Receivables at December 31, 2009, consisted of taxes, accounts (billings for user charged services), loans and intergovernmental receivables. All of these receivables, except loans receivable, are considered fully collectible.

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

Special assessments expected to be collected in more than one-year amount to $18,226 in the Debt Service Fund, and $1,086,930 for the other major and nonmajor governmental funds. Special assessments are included in either accounts receivable or taxes receivable.

Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2009 for real and public utility property taxes represents collections of the 2008 taxes. Property tax payments received during 2009 for tangible personal property (other than public utility property) is for 2009 taxes.

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

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 25 percent of true value. 2009 public utility property taxes became a lien December 31, 2008, are levied after October 1, 2009, and are collected in 2010 with real property taxes.

2009 tangible personal property taxes are levied after October 1, 2008, on the value as of December 31, 2008. Collections are made in 2009. Tangible personal property assessments are 12.5 percent of true value.

The assessed value upon which the 2009 taxes were collected was $941,498,070. Real estate represented 95.61 percent ($900,132,900) of this total, public utility tangible personal property represented 4.09 percent ($38,517,200) and general tangible personal property represented .30 percent ($2,847,970). The tax rates per $1,000 of assessed valuation for the year ended December 31, 2009, for all City operations applied to taxable property in the following taxing districts within the City limits was $3.40 for District 2 – Canton City School District, $2.00 for District 3 – Plain Local School District, and $2.60 for District 4 – Canton Local School District.

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

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

The County Treasurer collects property taxes on behalf of all taxing districts in the county including the City of Canton. The County Auditor periodically remits to the City its portion of the taxes. Property taxes other

NOTE 5 - RECEIVABLES (Continued)

receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies, which are measurable as of December 31, 2009. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 2009 operations. The receivable is offset by deferred revenue.

Income Taxes

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

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. By City ordinance, income tax proceeds, after income tax department expenditures, are credited to the following funds: 75 percent to the General Fund, 20 percent to the Capital Projects and 5 percent to the Motor Vehicle Purchase Capital Projects Funds.

Due From Other Governments

A summary of intergovernmental receivables follows:

	Amounts
Governmental Activities	
Local Government and Local Government Revenue Assistance	$ 3,296,184
Hotel Tax	10,671
Charges for Services	213,146
Courts	307,592
Gasoline and Excise Tax	1,060,674
Motor Vehicle Tax	140,840
Grants	14,802,380
Total Governmental Activities:	19,831,487
Business Activities	
Principal	781,722
Grants	136,311
Total Business-Type Activities:	918,033
Total	$ 20,749,520

Loans Receivable

The special revenue funds reflect community development loans receivable in the amount of $1,759,059. The loans receivable represent the principal owed to the City for Community Development Block Grants. The loans bear interest at annual rates between 0 and 11 percent. The loans are to be repaid over periods ranging from 2 months to 20 years.

NOTE 6 - RISK MANAGEMENT

Workers' Compensation

Since 1989, the City has participated in the Ohio Bureau of Workers' Compensation Retrospective Rating Plan. Under the retrospective rating plan, the City assumes a portion of the risk in return for a reduction in current premiums. Current limits for claims incurred in 2009 are $200,000 per claim.

A minimum premium for fixed costs is charged by the Ohio Bureau of Workers' Compensation. A maximum premium, the employer's experience-rated premium multiplied by the maximum percentage selected by the employer, may be charged back to the City for a ten-year evaluation period per claim. For the policy year 2009, the City selected Tier 1which calls for no claim limit and a 150 percent maximum premium limit.

The claims liability of $2,135,665 reported in the Workers Compensation Internal Service Fund at December 31, 2009, is estimated by the third-party administrators and is based on the requirements of GASB Statement No. 10 which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in claims activity for the past two years are as follows:

	Balance Beginning of Year	Claims Incurred	Claim Payments	Balance End of Year
2008	$ 2,010,722	$ 1,536,115	$ 1,446,837	$ 2,100,000
2009	2,100,000	1,556,869	1,521,204	2,135,665

Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City contracts with Affiliated FM Insurance Company for commercial property coverage, which has a $417,830,431 limit and a $100,000 deductible. The City also contracts with Cincinnati Insurance Company through Leonard Insurance Services Agency Inc. for boiler and machinery coverage, which has a $1,000,000 limit and a $2,500 deductible. The City contracts with Ohio Plan Risk Management, Inc. through Hylant Administrative Services for automobile combined coverage, which has a $6,000,000 limit and a $125,000 deductible. The City also contracts with Ohio Plan Risk Management, Inc. for liability coverages, which includes general liability, public officials liability and law enforcement liability. Each of these coverages has a $6,000,000 limit with a $125,000 deductible.

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

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

NOTE 6 - RISK MANAGEMENT (Continued)

Medical

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

The claims liability of $598,575 reported in the Health Insurance Internal Service Fund at December 31, 2009, is estimated by the third-party administrators and is based on the requirements of GASB Statement No. 10, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not report claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund's claims liability amount for the last two years follow:

	Balance Beginning of Year	Claims Incurred	Claim Payments	Balance End of Year
2008	$ 781,118	$ 8,385,179	$ 7,778,624	$ 1,387,673
2009	1,387,673	9,385,053	10,174,151	598,575

NOTE 7 - CAPITAL ASSETS

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

	(Restated) Balance 12/31/08	Additions	Deductions	Balance 12/31/09
Governmental Activities				
Capital Assets, not being depreciated:				
Land	$ 7,716,097	$ 186,314	$ -	$ 7,902,411
Construction in Progress	11,192,435	5,092,918	(10,677,647)	5,607,706
Total Capital Assets, not being Depreciated	18,908,532	5,279,232	(10,677,647)	13,510,117
Capital Assets, being Depreciated				
Buildings and Structures	42,752,378	776,374	(1,610)	43,527,142
Vehicles and Equipment	28,221,730	2,993,290	(766,773)	30,448,247
Infrastructure	343,541,458	9,707,755	(62,552)	353,186,661
Total Capital Assets, being Depreciated	414,515,566	13,477,419	(830,935)	427,162,050

(Continued)

NOTE 7 - CAPITAL ASSETS (Continued)

	(Restated) Balance 12/31/08	Additions		Deductions	Balance 12/31/09
Less Accumulated Depreciation					
Buildings and Structures	$ (18,092,422)	$ (1,120,588)		$ 1,485	$ (19,211,525)
Vehicles and Equipment	(18,320,640)	(2,156,027)		678,502	(19,798,165)
Infrastructure	(289,544,358)	(4,307,661)		39,099	(293,812,920)
Total Accumulated Depreciation	(325,957,420)	(7,584,276)	*	719,086	(332,822,610)
Total Capital Assets, being Depreciated, net	88,558,146	5,893,143		(111,849)	94,339,440
Governmental Activities Capital Assets, net	$ 107,466,678	$ 11,172,375		$(10,789,496)	$ 107,849,557

Business-Type Activities					
Capital Assets, not being depreciated					
Land	$ 2,631,525	$ -		$ -	$ 2,631,525
Construction in Progress	7,588,983	6,706,919		(7,766,893)	6,529,009
Total Capital Assets, not being Depreciated	10,220,508	6,706,919		(7,766,893)	9,160,534
Capital Assets, being Depreciated					
Buildings and Structures	89,999,514	7,553,407		(534,639)	97,018,282
Vehicles and Equipment	10,683,547	163,412		(238,521)	10,608,438
Infrastructure	152,645,819	1,918,759		-	154,564,578
Total Capital Assets, being Depreciated	253,328,880	9,635,578		(773,160)	262,191,298
Less Accumulated Depreciation					
Buildings and Structures	(50,191,540)	(2,037,099)		534,639	(51,694,000)
Vehicles and Equipment	(7,910,249)	(516,234)		232,505	(8,193,978)
Infrastructure	(116,057,727)	(1,507,090)		-	(117,564,817)
Total Accumulated Depreciation	(174,159,516)	(4,060,423)		767,144	(177,452,795)
Total Capital Assets, being Depreciated, net	79,169,364	5,575,155		(6,016)	84,738,503
Business-Type Actitivites Capital Assets, net	$ 89,389,872	$ 12,282,074		$ (7,772,909)	$ 93,899,037

NOTE 7 - CAPITAL ASSETS (Continued)

* Depreciation expense was charged to governmental functions as follows:

General Government	$	529,526
Security of Persons and Property		1,581,537
Public Health		88,539
Transportation		4,713,022
Community Development		7,221
Leisure Time Activities		664,431
Total Depreciation Expense	$	7,584,276

NOTE 8 - COMPENSATED ABSENCES

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

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

Employees earn sick leave at the rate 4.6 hours per 80 hours worked. Sick leave accumulation is unlimited. Upon retirement or death, an employee can be paid 100 percent to a maximum of 150 days or 1,200 hours of accumulated, unused sick leave. Firefighters and police can be paid 100 percent to a maximum of 187.5 days or 1,500 hours.

In 2004, the City established a Compensated Absences Claim Fund for the purpose of depositing sick expense premiums from the employees labor fund distribution to pay both current and previous unfunded compensated absences. The expense associated with current and future obligations is being charged as a direct claim against the Compensated Absences Claim Fund. The premium supporting the fund is included in the personal service charge for each fund. Prior to 2009, and the collapse of the City of Canton operational income, the premium was equal to 125% of the total cost of the sick leave accrued on biweekly payrolls. In an attempt to maintain an adequate workforce in light of this revenue decline, the premium was reduced to 105% of the total cost of the sick leave accrued on a biweekly payroll for 2009 and 2010. The premium, without further legislative action, will reset to 125% effective 1/1/2011.

Note 9 – LONG-TERM OBLIGATIONS

General Obligation Bonds

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. In 2009, the City issued bonds worth $8,575,000 for the purpose of refunding two previous issuances, a 1998 Pension Refunding Bond and a 1999 Various Purpose Bond. At the time of the refunding, the two bonds had outstanding balances of $4,080,000 and $4,480,000 respectively. At the date of refunding, $8,811,206 (including premium and after underwriting fees) was deposited in a refunding escrow fund to provide all future payments on the refunded bonds. As of December 31, 2009, $8,560,000 of these bonds are considered defeased. The refunding bonds were issued with a premium of $436,760 and had issuance costs of $418,203. Due to the immaterial nature of the net effect of the premium and costs in relation to the total issuance both items will not be amortized over the life of the bond. The issuance resulted in a difference between the cash flow required to service the old debt and the cash flows required to service the new debt of $578,965. The issuance resulted in an economic gain of $729,829.

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

Purpose	Interest Rates	Original Amount
Governmental Activities, 2009 Various Purpose Improvement Refunding	3.0-4.0%	8,575,000
Governmental Activities, 2001 Radio Communication	4.0 - 2.25%	5,610,000
Governmental Activities, 2006 Various Purpose	4.00%	13,650,000
Business-Type Activities, 2006 Various Purpose/Refunding	4.00%	9,570,000
		$ 37,405,000

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

General Obligation Bonds

Year Ending	Governmental Activities		Business-Type Activities	
December 31	Principal	Interest	Principal	Interest
2010	2,768,553	735,820	931,447	278,445
2011	2,879,399	633,763	970,601	241,187
2012	2,295,245	526,987	1,009,754	202,362
2013	2,376,092	443,727	1,048,908	161,972
2014	2,467,817	357,483	1,092,183	120,017
2015-2019	6,696,257	558,160	1,908,231	107,240
Total	$ 19,483,363	$ 3,255,940	$ 6,961,124	$ 1,111,223

NOTE 9 - LONG-TERM OBLIGATIONS (Continued)

The City has annual debt requirements for the following loans, both related to governmental activities. A State Infrastructure Bank loan was entered into in 1998 for the Market Avenue Streetscape project. The interest rate for this loan is 4% with an original outstanding balance of $1,179,031. Also, a State of Ohio Urban Redevelopment loan was issued in 2000, with an interest rate of 4% and an original outstanding balance of $1,650,916 and was used to build the Millennium Parking Deck. Both loans were issued as part of the City's continuing effort to improve its downtown business district.

Annual debt service requirements to maturity for the State Infrastructure Bank Loan and the Urban Redevelopment Loan are as follows:

State Infrastructure Bank Loan

Year Ending	Governmental Activities	
December 31	Principal	Interest
2010	70,803	24,597
2011	73,123	22,277
2012	75,519	19,881
2013	77,993	17,407
2014	80,548	14,852
2015-2019	398,945	30,355
Total	$ 776,931	$ 129,369

Urban Redevelopment Loan (Millenium Parking Deck)

Year Ending	Governmental Activities	
December 31	Principal	Interest
2010	121,888	34,360
2011	126,763	29,180
2012	131,834	23,793
2013	137,107	18,190
2014	142,591	12,363
2015-2019	148,294	6,303
Total	$ 808,477	$ 124,189

NOTE 9 - LONG-TERM OBLIGATIONS (Continued)

The City entered into various loan agreements with the Ohio Public Works Commission for the purpose of improving the water pollution control and storm sewer operations. These are interest free loans. The City has pledged future revenues, net of operating expenses, in the Sewer Operating Fund to repay loans used to renovate the water pollution control system. The debt is payable from net revenues and is payable through 2023. Annual principal payments on the debt issues are expected to require 0.9 percent of net revenues. The total principal remaining to be paid on the debt is $70,135. Principal paid for the current year and total net revenues were $28,762 and $2,945,383, respectively. The following is a list of outstanding debt with the Ohio Public Works Commission.

Purpose	Interest Rates	Original Amount
Governmental Activities, 35th St. N.E. Storm Sewer Reconstruction	0.00%	380,812
Governmental Activities, Market Ave North Sewer Replacement	0.00%	300,000
Governmental Activities, 30th St. N.E. Storm Sewer Improvement	0.00%	494,000
Business-Type Activities, Water Pollution Control Center	0.00%	724,423
Business-Type Activities, Harmont Ave Pump Station	0.00%	107,900
		$ 2,007,135

Annual debt service requirements to maturity for Ohio Public Works Commission loans are as follows:

Ohio Public Works Commission Loan

Year Ending	Governmental Activities		Business-Type Activities	
December 31	Principal	Interest	Principal	Interest
2010	65,087	-	5,395	-
2011	65,087	-	5,395	-
2012	65,087	-	5,395	-
2013	65,087	-	5,395	-
2014	65,087	-	5,395	-
2015-2019	287,355	-	26,975	-
2020-2024	198,500	-	16,185	-
2025-2029	131,006	-	-	-
Total	$ 942,296	$ -	$ 70,135	$ -

NOTE 9 - LONG-TERM OBLIGATIONS (Continued)

The City entered into various loan agreements with the Ohio Water Development Authority for the purpose of improving and expanding both the water and the water pollution control operations. The City has pledged future revenues, net of operating expenses, to repay these loans in the business-type activities funds. The debt is payable from net revenues and is payable through 2023. Annual principal and interest payments on the debt issues are expected to require 46.8 percent of net water operating revenue and 33.4 percent of net sewer operating revenue. The total principal and interest remaining to be paid on the debt is $6,211,352 for water and $9,834,087 for sewer. Principal and interest paid for the current year and total net revenues were $1,062,699 and $2,272,171, respectively for water and $983,409 and $2,945,383 respectively for sewer. The Ohio Water Development Authority loans outstanding were as follows:

Purpose	Interest Rates	Original Amount
Steiner Heights Water Line Extension	6.39%	591,671
Plain Township Water Line Extension (55th St)	4.74%	1,653,459
Water Main Extension (Norwood Hills)	4.55%	527,230
Perry Township Water Extension	4.65%	1,459,754
Lake Local School Waterline	4.64%	1,980,974
Lawrence Chester Water Main Extension	5.01%	250,606
Osnaburg Water Main Extension	3.62%	1,402,001
Sugarcreek Water Plant Improvement	3.25%	3,365,682
NW Water Plant Improvement	3.25%	7,094,093
NE Water Plant Improvement	5.74%	1,511,821
Water Pollution System	2.64%	14,230,181
Discharge Line (J.L.)	4.56%	835,606
		$ 34,903,078

Annual debt service requirements to maturity for Ohio Water Development Authority loans are as follows:

Ohio Water Development Authority Loan

Year Ending	Business-Type Activities	
December 31	Principal	Interest
2010	1,254,506	433,356
2011	1,257,272	390,100
2012	1,233,870	347,290
2013	1,089,637	307,327
2014	1,108,439	272,442
2015-2019	6,004,518	819,468
2020-2024	1,137,007	141,605
2025-2029	238,846	12,949
Total	$ 13,324,095	$ 2,724,537

During 2009, the Sugarcreek Water Treatment Plant Improvement Project and the Northwest Water Treatment Plant Improvement Project continued receiving OWDA loan proceeds and the Northeast Water Treatment Plant Improvement Project began receiving OWDA loan proceeds. As of year-end, the Sugarcreek project received $3,067,959 of a potential $3,365,682, the Northwest project received $4,451,822 of a potential $7,094,093, and the Northeast project received $1,007,053 of a potential $1,511,821. As of the end of the audit period, the final amount borrowed for all three loans was not yet determined and no payment

NOTE 9 - LONG-TERM OBLIGATIONS (Continued)

schedules were available. Consequently, none of the three loans were included in the yearly break down shown above nor was there an amount calculated as being due within one year in the schedule that follows.

Changes in long-term obligations of the City during the year ended December 31, 2009, were as follows:

	Outstanding 12/31/08	Additions	Reductions	Refunding	Outstanding 12/31/09	Due Within One Year
Business Type Activities						
OPWC Loan:						
Sewer Fund:						
Water Pollution Control Center 0%	$ 23,367	-	(23,367)	-	$ -	$ -
2003 Harmont Lift Station 0%	75,530	-	(5,395)	-	70,135	5,395
Total OPWC Loans	98,897	-	(28,762)	-	70,135	5,395
OWDA Loans:						
Water Fund:						
2001Water Main Extension (Norwood Hills) 4.55%	183,724	-	(58,510)	-	125,214	61,204
2000 Steiner Heights Water Line Extension 6.39%	114,100	-	(74,866)	-	39,234	39,234
2001 Plain Township Water Line Ext. (55th St) 4.74%	1,274,273	-	(69,278)	-	1,204,995	72,601
2002 Perry Twshp Water Extension 4.65%	665,311	-	(155,041)	-	510,270	162,334
2002 Lake Schl Water 4.64%	1,563,826	-	(81,478)	-	1,482,348	85,302
2003 Lawrence Water Main Extension 5.01%	152,977	-	(24,809)	-	128,168	26,068
2007 Osnaburg Water Main Extension 3.62%	1,333,345	-	(51,668)	-	1,281,677	53,556
2007 SC Wtr Plant Imprv 3.25%	2,794,657	212,906	(123,753)	-	2,883,810	-
2008 NW Wtr Plant Imprv 3.25%	102,110	4,349,712	-	-	4,451,822	-
2009 NE Wtr Plant Imprv 5.47%	-	1,007,053	-	-	1,007,053	-
Sewer Fund:						
1997 Water Pollution System 2.64%	8,748,594	-	(693,941)	-	8,054,653	712,623
1999 Discharge Line (J.L.) 4.56%	537,580	-	(40,044)	-	497,536	41,584
Total OWDA Loans	17,470,497	5,569,671	(1,373,388)	-	21,666,780	1,254,506
General Obligation Bonds:						
Water Fund:						
2006 Refunding Bonds 4.0%	6,051,208	-	(690,342)	-	5,360,866	717,321
Sewer Fund:						
2006 Various Purpose 4.0%	1,806,330	-	(206,072)	-	1,600,258	214,126
Total General Obligation Bonds	7,857,538	-	(896,414)	-	6,961,124	931,447
Compensated Absences	1,336,885	746,063	(779,206)	-	1,303,742	169,818
Capital Lease	36,339	-	(12,112)	-	24,227	12,112
Total Business Type Activities	$ 26,800,156	$ 6,315,734	$ (3,089,882)	$ -	$ 30,026,008	$ 2,373,278

NOTE 9 - LONG-TERM OBLIGATIONS (Continued)

	Outstanding 12/31/08	Additions	Reductions	Refunding	Outstanding 12/31/09	Due Within One Year
Governmental Activities						
General Obligation Bonds:						
1998 Pension Refunding Bonds 3.15%-1.75%	4,080,000	-	-	(4,080,000)	-	-
2009 Refunding Bonds 3.0%-4.0%	-	4,080,000	(165,000)	-	3,915,000	380,000
1999 Various Purpose Bonds 3.50%	4,480,000	-	-	(4,480,000)	-	-
2009 Refunding Bonds 3.0%-4.0%	-	4,495,000	(145,000)	-	4,350,000	425,000
2001 Radio Communication Bonds 4.0%-2.25%	1,890,000	-	(600,000)	-	1,290,000	635,000
2006 Various Purpose 4.0%	11,206,948	-	(1,278,585)	-	9,928,363	1,328,553
Total General Obligation Bonds	21,656,948	8,575,000	(2,188,585)	(8,560,000)	19,483,363	2,768,553
1995 HUD Loan 2.31%-5.19%	310,000	-	(310,000)	-	-	-
1998 SIB Loan	843,682	-	(66,751)	-	776,931	70,803
2000 Legal Claims	121,900	-	(27,600)	-	94,300	27,600
2000 Millenium Parking Deck Loan 4%	925,677	-	(117,200)	-	808,477	121,888
OPWC Loan:						
2003 35th St NE Storm Sewer 0%	241,183	-	(25,387)	-	215,796	25,387
2004 Market Ave Sewer 0%	247,500	-	(15,000)	-	232,500	15,000
2009 30th St NE Storm Sewer 0%	-	494,000	-	-	494,000	24,700
Total OPWC Loans	488,683	494,000	(40,387)	-	942,296	65,087
Compensated Absences	6,734,485	3,482,484	(3,321,877)	-	6,895,092	911,804
Capital Leases	465,455	921,910	(316,825)	-	1,070,540	143,113
Total Governmental Activities	31,546,830	13,473,394	(6,389,225)	(8,560,000)	30,070,999	4,108,848
Totals	$ 58,346,986	$ 19,789,128	$ (9,479,107)	$ (8,560,000)	$ 60,097,007	$ 6,482,126

*Note: The above schedule of long-term debt obligations would differ from the government wide Statement of Net Assets as a result of the compensated absences payable associated with business activities being included with the long-term liabilities of the governmental activities. The internal service Compensated Absences Claim Fund is responsible for the payment of both the governmental and business type compensated absences liabilities. Since governmental activities are the primary user of the internal service funds, GAAP requires the internal service funds to be reported with the governmental activities. The result is a discrepancy of $1,133,924 between the debt reflected in the above schedule for governmental and business type activities and the debt numbers reflected in the Due in More Than One Year line item on the Statement of Net Assets on page 13. A similar discrepancy of $169,818 results for the Due Within One Year line item. The City's overall legal debt margin was $79,373,934 and an unvoted debt margin of $32,299,031 at December 31, 2009.

NOTE 10 - DEFINED BENEFIT PENSION PLANS

Ohio Public Employees Retirement System

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 that has elements of both a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional 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 writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

The 2009 member contribution rates were 10.0% for members in the state and local classifications. Public safety and law enforcement members contribute 10.1%. The 2009 employer contribution rate for state and local employers was 14.0% of covered payroll. For both the law enforcement and public safety divisions, the employer contribution rate for 2009 was 17.63%. The Ohio Revised Code provides statutory authority for member and employer contributions. For 2009, member and employer contribution rates were consistent across all three plans. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan. The contribution rates are determined actuarially. For 2009 the employer contribution allocated to the health care plan was 7.0% of covered payroll from January 1 to March 31, 2009 and 5.5% from April 1 through December 31, 2009. The City's required contributions to OPERS for the years ended December 31, 2009, 2008, and 2007 were $4,129,898, $4,162,668, and $3,932,382, respectively. The full amount has been contributed for 2008 and 2007. 92.5 percent has been contributed for 2009 with the remainder being presented as "Due to Other Governments" in the payroll clearing, agency fund.

Ohio Police and Fire Pension Fund

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

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and for 2009 the City was required to contribute 19.5 percent for police and 24.0 percent for firefighters. Contributions are authorized by State statute. For 2009, a portion of the City's contribution equal to 6.75 percent of covered payroll was allocated to fund the post-employment health care plan. The

NOTE 10 - DEFINED BENEFIT PENSION PLANS (Continued)

City's contributions to the fund for police and firefighters were $1,992,982 and $2,412,232 for the year ending December 31, 2009, $2,077,463 and $2,389,567 for the year ended December 31, 2008, $2,028,394 and $2,260,930 for the year ended December 31, 2007. The full amount has been contributed for 2008 and 2007. 78.33 and 75.65 percent, respectively, have been contributed for 2009 with the remainder being presented as "Due to Other Governments" in the payroll clearing, agency fund.

NOTE 11 - POSTEMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the traditional and the combined plans. Health care coverage for disability recipients and qualified survivor benefit recipients is available. Members of the member-directed plan do not qualify for ancillary benefits, including post-employment health care coverage. The Ohio Revised Code permits, but does not require OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

A portion of each employer's contribution to the traditional or combined plans is set aside for the funding of postretirement health care based on the authority granted by Ohio Revised Code Chapter 145. In 2009, state and local employers contributed at a rate of 14.0% of covered payroll, and public safety and law enforcement employers contributed at 17.63%. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14.0 percent of covered payroll for state and local employer units and 18.1% of covered payroll for law and public safety employer units. Active members do not make contributions to the post-employment benefit plan. OPERS' post employment health care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS retirement board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. For 2009, the employer contribution allocated to the health care plan was 7.0% of covered payroll from January 1 through March 31, 2009 and 5.5% from April 1 through December 31, 2009. The OPERS retirement board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

Benefits are advanced-funded using the individual entry age normal actuarial cost method of valuation, which is used in determining the present value of other post employment benefits. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2008. The investment assumption rate for 2008 was 6.5 percent. An annual increase of 4.0%, compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. In addition, an annual pay increases over and above the 4.0% base increase, were assumed to range from 0.50% to 6.30%. Health care costs were assumed to increase at the projected wage inflation rate plus an additional factor ranging from .5 to 3% annually for the next 6 years and 4 percent annually in subsequent years.

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12 percent corridor.

The number of active contributing participants in the traditional and combined plans was 357,584. The number of active contributing participants for both plans used in the December 31, 2008 actuarial valuation was 356,388. Actual City contributions for 2009 that were used to fund postemployment benefits were $1,743,243. The actual contributions and the actuarially required contribution amounts are the same. The actuarial value of OPERS's net assets available for payment of benefits at December 31, 2008, (the latest information available) was $10.7 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were $29.6 billion and $18.9 billion, respectively.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. Member and employer contribution rates for state and local employers increased on January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning on January 1, 2006, with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

Ohio Police and Fire Pension Fund

The City contributes to the OP&F sponsored healthcare program, a cost-sharing multiple-employer defined postemployment healthcare plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents. OP&F provides access to post-retirement healthcare coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The healthcare coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 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 healthcare coverage to eligible participants and to establish and amend benefits are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, OH 43215-5164.

The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5 percent and 24 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree healthcare benefits. For the year ended December 31, 2009, the employer contribution allocated to the healthcare plan was 6.75% of covered payroll. The amount of employer contributions allocated to the healthcare plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and also is limited by the provisions of Sections 115 and 401(h).

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

The City's actual contributions for 2009 that were used to fund postemployment benefits were $689,970 for police and $678,561 for fire. OP&F's total health care expense for the year ended December 31, 2008, (the latest information available) was $96,472,398, which was net of member contributions of $56,948,977. The number of OP&F participants eligible to receive health care benefits as of December 31, 2008, was 14,567 for police and 10,750 for firefighters.

NOTE 12 - JOINT VENTURES

Canton Tomorrow, Inc.

The City participates in Canton Tomorrow, Inc., formed under Chapter 1702 of the Ohio Revised Code. Of the 26 member board, the City appoints three members. The degree of control exercised by any participating government is limited to its representation on the board. Canton Tomorrow, Inc., was formed to serve as a catalyst to bring together the vision, initiative and action necessary for the continuing revitalization of the City. Continued existence of Canton Tomorrow, Inc. is dependent on the City's continued participation, despite its minimal contribution to the overall budget; however, the City does not have an equity interest in Canton Tomorrow, Inc. (Agency). The Agency is not accumulating significant financial resources or experiencing fiscal stress, which would cause additional financial benefit or burden to the City. Canton Tomorrow's funding comes from a grant given by the City to the Canton Regional Chamber of Commerce. In 2009, the grant was for $175,000 and the Chamber of Commerce is responsible for dividing it up amongst is various agencies like Canton Tomorrow, Inc. Complete financial statements can be obtained from Canton Tomorrow, Inc.

Downtown Canton Special Improvement District

The City participates in the Downtown Canton Special Improvement District (District), formed under Chapter 1710 of the Ohio Revised Code. Of the 13 member board, the City appoints two members. The degree of control exercised by any participating government is limited to its representation on the board. The District was created for the purpose of developing and implementing plans for public improvements and public services. Continued existence of the District is dependent on the City's continued participation; however, the City does not have an equity interest in the District. In 2009, the City contributed $162,582 to the District, which represents 100 percent of total contributions. Complete financial statements can be obtained from the Downtown Canton Special Improvement District.

NOTE 13 – RELATED ORGANIZATION

Joint Recreation District

The City appoints three of the five members of the Joint Recreation District (District) Board. The District manages recreational activities at sites within the City at facilities owned by either the City or Canton City Schools. The District hires and fires its own staff and does not rely on the City to finance deficits. The City is not financially accountable for the District nor is the District financially dependent on the City. The District serves as its own budgeting, taxing and debt issuance authority. The City did not make any contributions during 2009. Complete financial statements can be obtained from the Canton Recreation Department.

NOTE 14 - JOINTLY GOVERNED ORGANIZATIONS

Stark Area Regional Transit Authority

The City participates in the Stark Area Regional Transit Authority (Authority), which is a jointly governed organization between Stark County and the cities of Canton, Massillon and Alliance. A nine-member board of trustees oversees the operation of the Authority whose purpose is to provide a low cost mass transportation system for Stark County. The City appoints three of the nine members. Each member's control over the operation of the Authority is limited to its representation on the Board. The Board exercises total authority for the day-to-day operations of the Authority, which include budgeting, appropriating, contracting and designating management. The City has no financial responsibility for any of the Authority's liabilities. The City made no monetary contributions to assist in the operational expenses of the Authority during 2009. Complete financial statements may be obtained from the Stark Area Regional Transit Authority.

Stark Council of Governments

The Stark Council of Governments (SCOG) is a jointly governed organization. SCOG is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. Currently, SCOG's functions include the funding and operation of the Stark County Metropolitan Narcotics Unit and the Canton Crime Lab. SCOG is governed by the membership, including Stark County, and other cities and villages and townships. The membership elects a nine member executive committee. Based on recommendations of the executive committee, the membership approves its own budget, appoints personnel and performs accounting and finance related activities. Continued existence of the agency is dependent on the City's continued participation; however, the City does not have an equity interest in the agency. The agency is not accumulating significant financial resources or experiencing fiscal stress, which would cause additional financial benefit or burden to the City. The City contributed $569,089 from the General Fund for 2009 for the operation of SCOG, which represents 48.25 percent of total contributions. Complete financial statements may be obtained from the Stark Council of Governments.

Stark County Regional Planning Commission

The City participates in the Stark County Regional Planning Commission (Commission), which is a statutorily created political subdivision of the State. The commission is jointly governed among Stark County, and other cities, villages, and townships. Of the 88-member board, the City appoints 5 members. The degree of control exercised by any participating government is limited to its representation on the board. The principal aim of the Commission is to provide comprehensive planning, both long and short-term range, dealing with the economic and physical environment of Stark County. The board exercises total authority for the day-to-day operations of the Commission. These include budgeting, appropriating, contracting, and

NOTE 14 - JOINTLY GOVERNED ORGANIZATIONS (Continued)

designating management. The City has no financial responsibility for any of the Commission's liabilities. In 2009, the City contributed $8,086 to the Commission. Complete financial statements can be obtained from the Stark County Regional Planning Commission, Stark County, Ohio.

NOTE 15 – DISCRETELY PRESENTED COMPONENT UNIT

The component unit column in the government-wide financial statements identifies the financial data of the City's component unit, Canton Community Improvement Corporation. It is reported separately to emphasize that it is legally separate from the City.

Canton Community Improvement Corporation

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

NOTE 16 - CONTRACTUAL COMMITMENTS

As of December 31, 2009, the City had significant contractual commitments as follows:

Company	Project	Amount Remaining On Contract
Abbott Electric	NW Water Treatment Plant Upgrade	$ 507,757
American Suncraft	NW Water Treatment Plant Upgrade	215,275
Arcadis	Sewer Mapping Project	110,954
Brownfield Restoration Group LLC	Remediation Work at Stein Industrial Park	129,949
Brownfield Restoration Group LLC	Remediation Work at Canton Drop Forge Property	204,929
Burgess & Niple LTD	NW Water Treatment Plant Upgrade	209,573
Burgess & Niple LTD	NE Water Treatment Plant Upgrade	660,000
Central Allied Enterprises	49th St & Gardendale NE Storm Sewer Project	300,910
Cormony Development Corporation	Remediation Work at Hercules Factory Property	1,935,862
Dipietro Excavating	25th St NE Storm Sewer Project	2,012,459
Gametime Company	Handicap Accessible Equipment for New Horizons Park	174,953
HZW Environmental Consultants	Professional Services for Bison Remediation Project	587,616
Jack Doheny Supplies Ohio Inc	Purchase a Vactor Combination Sewer Cleaning Tuck	299,464
Stark County Engineer	Mill St Bridge Project	162,500
Ohio Drilling	NW Water Treatment Plant Upgrade	191,175
Workman Industrial Services	NW Water Treatment Plant Upgrade	527,113

NOTE 17 – LEASES

Operating Leases

The City has entered into multiple year non-cancelable operating leases for equipment and vehicles. In addition, some of the operating leases have options to purchase the equipment or vehicle at the end of the lease at this time, the City does not anticipate exercising this option. Total rental costs for such leases were $247,858 for the year ended December 31, 2009. The minimum rental commitments under all such non-cancelable leases are as follows:

Year Ending	Amount
2010	192,879
2011	192,879
2012	189,832
2013	11,382
Total	$ 586,972

Capital Leases

In 2009, the City entered into a lease agreement for a new aerial platform fire truck. The lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments in the governmental funds have been reclassified and are reflected as debt service in the basic financial statements for the motor vehicle purchase fund. These expenditures are reflected as program expenditures on a budgetary basis for governmental funds. The asset being acquired has been capitalized in the governmental activities in the amount of $921,910. This total represents the present value of the minimum lease payments at the inception of the lease. The following is a schedule of the future minimum lease payments for all of the City's capital leases and the present value of the minimum lease payments as of December 31, 2009.

Year Ending	Governmental Activities	Business-Type Activities
2010	$ 161,744	$ 13,500
2011	370,701	13,500
2012	227,193	-
2013	227,193	-
2014	208,957	-
Total Minimum Lease Payments	1,195,788	27,000
Less Amount Representing Interest	125,248	2,773
Present Value of Minimum Lease Payments	1,070,540	24,227

NOTE 18 - CONTINGENT LIABILITIES

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.

Litigation

The Case of Bobby J. Wright vs. City of Canton, Et Al, was settled on May 14, 2001 in the United States District Court, Northern District of Ohio, Case No. 5:00CV2717, as authorized by the City Council. The terms of this settlement resulted in an obligation of $506,200 payable over the next twelve years.

Year Ending	Amount
2010	27,600
2011	27,600
2012	27,600
2013	11,500
Total	$ 94,300

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

NOTE 19 - NOTES PAYABLE

GASB Statement No. 38 requires that short-term debt activity during the year be disclosed, even if no short-term debt is outstanding at year-end. Details are to include a schedule of changes in short-term debt, disclosing beginning and end of year balances, increases and decreases and the purpose for which the short-term debt was issued. The City had no short debt obligations for 2009.

NOTE 20 - INTERFUND BALANCES AND TRANSFERS

During 2009, the City made one transfer. The transfer of $40,000 was done to honor the City's obligation for a grant match. Interfund transfers for the year ended December 31, 2009, consisted of the following:

	Transfer From	
Transfer to	General Fund	Total
Nonmajor Special Revenue	$ 40,000	$ 40,000
Total	$ 40,000	$ 40,000

NOTE 20 - INTERFUND BALANCES AND TRANSFERS (Continued)

Transfers are used to move resources from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorization.

At December 31, 2009, the Nonmajor Special Revenue Funds had a due from and to other funds of $3,648. This internal borrowing represents a grant advance that took place between two Nonmajor Special Revenue funds. $208,772 due from other funds is in the Nonmajor Internal Service Funds and represents outstanding premium obligations due from various operating funds to the Compensated Absences Fund and the Health Insurance Fund. Both of the above mentioned obligations should be satisfied using the appropriate grant and program revenues associated with each fund. The remaining $1,800,000 interfund balance due from the General Fund to the Nonmajor Internal Service Fund is from the issuance of manuscript debt by the General Fund. The manuscript note was issued on December 22, 2009 at a rate of 3% yearly and will be fully repaid in 2010. The manuscript debt was issued in anticipation of the issuance of bonds for the purpose of paying a court-approved settlement of a claim against the City as permitted by Ohio Revised Code Section 133.14(a). The manuscript note was issued by the General Fund and was purchased by the pooled equity of the City. For reporting purposes, the purchase is being reflected in the City's Worker's Compensation Fund.

	Due to		
	Nonmajor Special Revenue	Nonmajor Internal Service	Total
Due From			
General Fund	$ -	$ 1,923,806	$1,923,806
Community and Economic Development Fund	-	31,542	31,542
Capital Projects	-	2,204	2,204
Water Fund	-	13,337	13,337
Sewer Fund	-	9,237	9,237
Refuse Fund	-	2,803	2,803
Nonmajor Special Revenue	3,648	25,843	29,491
Total	$ 3,648	$ 2,008,772	$2,012,420

NOTE 21 – ACCOUNTABILITY AND COMPLIANCE

Accountability

Fund balances at December 31, 2009 included the following individual fund deficits:

	Deficit Fund Balance
Nonmajor Funds:	
Litter Prevention	$ 3,648
Health Insurance	380,208
Compensated Absences Claims	7,076,492

NOTE 21 – ACCOUNTABILITY AND COMPLIANCE (Continued)

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

Contrary to the Ohio Rev. Code Section 5705.41(B), expenditures exceeded appropriations at the legal level of control in the General Fund as of December 31, 2009. This failure arises solely as a result of the City failing to legally receipt, certify, appropriate and expense transactions related to the 2009 Bond Refinancing and payoff including related issuance expenditures.

NOTE 22 – RESTATEMENT OF NET ASSETS

During 2009, the City found an error in how its waterlines were being reported for Business-Type Activities. The following table illustrates the net affect of these adjustments on the overall net assets.

	Business-Type Activities	Water Fund
Net Assets, December 31, 2008	$ 86,788,725	$ 39,193,951
Adjustments to Infrastructure	(210,820)	(210,820)
Restated Net Assets, January 1, 2008	$ 86,577,905	$ 38,983,131

NOTE 23 – CHANGES IN ACCOUNTING PRINCIPLES

For 2009, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 52, "Accounting for Land and Other Real Estate Held as Investments by Endowments", GASB Statement No. 55, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments", GASB Statement No. 56, "Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards", and GASB Statement No. 57 "Other Postemployment Benefit (OPEB) Measurements by Agent Employers and Agent Multiple Employers".

GASB Statement No. 52 improves the quality of financial reporting by requiring endowments to report their land and other real estate investments at fair value, creating consistency in reporting among similar entities that exist to invest resources for the purpose of generating income. The implementation of this statement did not result in any change to the financial statements.

GASB Statement No. 55 incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB's authoritative literature. The implementation of this statement did not result in any change to the financial statements.

GASB Statement No. 56 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance presented in the American Institute of Certified Public Accountants' (AICPA) Statements on Auditing Standards. The implementation of this statement did not result in any change to the financial statements.

GASB Statement No. 57 establishes standards for the measurement and financial reporting of actuarially determined information by agent employers with individual-employer OPEB plans that have fewer than 100 total plan members and by the agent multiple-employer OPEB plans in which they participate. The implementation of this statement did not result in any change to the financial statements.

Combining, Statements and

Individual Fund Schedules

Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are restricted by law and administrative action to expenditures for specified purposes.

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

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

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

Cornerstone Parking Deck Fund To account for parking fees used for the upkeep of the Cornerstone Parking Deck.

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

Crime Lab Fund To account for monies received for a portion of the operational costs of the City's Crime Lab.

Court's Computer Fund To account for monies used to maintain court computer systems.

Recycle Ohio Fund To account for grant monies used for the City's recycling program.

Litter Prevention Fund To account for grant monies used for Canton Municipal Court litter cleanup.

Court Fund To account for revenues received from Canton Municipal Court fines and to account for how such revenues are spent.

Law Department Dispute Resolution Fund To provide for the receipt of fees charged for discretionary public services provided to resolve various types of disputes.

Youth Development Fund To account for grant monies used for summer youth employment programs.

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

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

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

Municipal Probation Services Fund To account for fines and forfeitures used for various probation projects.

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

Local Law Enforcement Block Grant Fund To account for block grant monies used for law enforcement purposes.

Safe Neighborhood Heroes Grant Fund To account for the receipts and expenditures associated with small private grants the City's police force receives.

Police Donation Fund To account for the receipts and expenditures associated with donations given to the City's Police Department.

Supplementary Police Forces Fund To account for the receipts and expenditures associated with the City's Auxiliary Police Force and Police Youth Corp.

Fire Donation Fund To account for the receipts and expenditures associated with donations given to the City's Fire Department.

Byrne Memorial 2009 Recovery Act Grant Fund To account for the receipts and expenditures associated with federal stimulus dollars for the police department.

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

Other Smaller special revenue funds operated by the City and subsidized in part by Local, State and Federal monies as well as miscellaneous sources. These funds are as follows:

Employee Recognition Fund
City Hall Plaza Fund
Guardrail/Attenuator Replacement Fund
Southeast Community Center Fund
Canton Rail Station Fund
Park Fund
Federal Forfeiture Fund
D.A.R.E. Program Fund
Misdemeanor Community Sanction Grant Fund
Clerk of Courts Administration Fund
EMS Training & Equipment Fund
Firefighters Assistance Grant Fund

Nonmajor Debt Service Funds

Debt Service Funds are established to account for the accumulation of resources for, and the payment of, general and special assessment long-term debt principal and interest and related costs.

General Obligation Bond Retirement Fund To account for the accumulation of resources to pay principal and interest on general obligation debt.

Special Assessment Bond Retirement Fund To account for the collection of special assessments levied against properties for the payment of special assessment bonds and related interest costs.

Nonmajor Capital Projects Funds

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

Radio Communication Fund To account for the purchase of a Digital Radio Communication System.

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

Traffic Signalization Fund To account for costs associated with the maintenance of the traffic signals within the City.

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

2006 Construction/Reconstruction Bond Fund To account for the portions of a 2006 City bond issue spent for building renovations and construction being done throughout the City.

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

Civic Center Improvement Fund To account for improvements at the Civic Center.

Tuscarawas Street Improvement Fund To account for all costs associated with the renovation of Tuscarawas Street.

38th St Improvement Fund To account for all costs associated with the 38th Street road project.

Steese Area Drainage Project Fund To account for all costs associated with the Steese Road drainage project.

49th St & Gardendale Project Fund To account for all costs associated with the 49th St & Gardendale project.

Bison Project & Kimble Road Storm Sewer Fund To account for all costs associated with the Kimble Road storm sewer project.

30th St NE Trunk Sewer Fund To account for all costs associated with the 30th St NE trunk sewer project.

25th St NE Storm Sewer Fund To account for all costs associated with the renovation of 25th St. NE storm sewer project.

Sherrick Road Project Fund To account for all costs associated with the Sherrick Road project.

Harmont Ave Sanitary Sewer Project Fund To account for all costs associated with the Harmont Ave sewer project.

City of Canton, Ohio

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

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Property and Other Taxes	$ 3,613,623	$ 3,710,390	$ 96,767
Municipal Income Tax	31,145,110	31,098,362	(46,748)
Charges for Services	10,921,725	10,296,858	(624,867)
Licenses, Permits and Fees	1,496,968	1,285,178	(211,790)
Fines and Forfeitures	241,420	242,704	1,284
Intergovernmental	6,312,525	6,135,662	(176,863)
Operating Grants	321,563	366,096	44,533
Interest	650,629	675,430	24,801
Rentals	345,850	326,691	(19,159)
Other	704,779	1,142,315	437,536
Total Revenue	55,754,192	55,279,686	(474,506)
Expenditures			
Current:			
General Governmental:			
Service Director-Support Administration :			
Personal Services	100,340	99,797	543
Materials and Supplies	5,728	4,290	1,438
Contractual Services	251,406	241,506	9,900
Capital Outlay	500	-	500
Other	93,285	84,267	9,018
Total Service Director-Support Administration	451,259	429,860	21,399
Service Director-Service Director Administration:			
Personal Services	83,247	82,971	276
Materials and Supplies	70	-	70
Contractual Services	10,815	10,813	2
Other	2,100	1,941	159
Total Service Director-Service Director Administration	96,232	95,725	507
Service Director-Purchase Administration:			
Personal Services	263,111	262,966	145
Materials and Supplies	206,676	205,255	1,421
Contractual Services	8,835	8,835	-
Total Service Director-Purchase Administration	478,622	477,056	1,566
Service Director-Annexation:			
Personal Services	10,259	9,986	273
Materials and Supplies	200	-	200
Contractual Services	2,700	1,320	1,380
Total Service Director-Annexation	13,159	11,306	1,853
Building and Maintenance-Other Building:			
Personal Services	811,770	809,643	2,127
Materials and Supplies	61,872	53,308	8,564
Contractual Services	426,331	385,816	40,515
Other	3,788	3,384	404
Total Building and Maintenance-Other Building	$ 1,303,761	$ 1,252,151	$ 51,610

(continued)

City of Canton, Ohio

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

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Total Income Tax-Income Tax Administration			
Personal Services	$ 1,034,553	$ 918,325	$ 116,228
Materials and Supplies	95,257	82,080	13,177
Contractual Services	102,366	87,483	14,883
Capital Outlay	13,900	1,999	11,901
Other	86,820	69,572	17,248
Total Income Tax - Income Tax Administration	1,332,896	1,159,459	173,437
Mayor - Administration			
Personal Services	400,280	400,255	25
Materials and Supplies	3,096	2,755	341
Contractual Services	38,457	31,590	6,867
Other	1,753	1,669	84
Total Mayor-Mayor Administration	443,586	436,269	7,317
Mayor-Human Resources Administration:			
Personal Services	94,428	93,896	532
Materials and Supplies	1,150	916	234
Contractual Services	22,678	20,409	2,269
Total Mayor-Human Resources Administration	118,256	115,221	3,035
Mayor-Youth Development Administration:			
Materials and Supplies	1,535	-	1,535
Contractual Services	19	-	19
Total Mayor-Youth Development Administration	1,554	-	1,554
Mayor - Youth Development Food Service			
Materials and Supplies	320	-	320
Total Mayor-Food Service	320	-	320
Mayor - Compliance Administration			
Personal Services	46,775	46,264	511
Materials and Supplies	505	503	2
Contractual Services	2,737	2,706	31
Total Mayor-Compliance Administration	50,017	49,473	544
Council-Council Administration:			
Personal Services	551,558	551,543	15
Materials and Supplies	2,170	1,733	437
Contractual Services	37,192	36,789	403
Other	925	296	629
Total Council-Council Administration	591,845	590,361	1,484
Courts/Judge-Judge Administration:			
Personal Services	1,853,139	1,852,800	339
Materials and Supplies	32,551	30,901	1,650
Contractual Services	62,461	60,727	1,734
Capital Outlay	1,000	704	296
Other	720	720	-
Total Courts/Judge-Judge Administration	$ 1,949,871	$ 1,945,852	$ 4,019

(continued)

City of Canton, Ohio

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

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Courts/Clerk-Clerk of Courts Administration:			
Personal Services	$ 1,253,274	$ 1,253,037	$ 237
Materials and Supplies	49,827	43,594	6,233
Contractual Services	50,827	47,250	3,577
Other	1,418	232	1,186
Total Courts/Clerk-Clerk of Courts Admin	1,355,346	1,344,113	11,233
Law Director-Law Administration:			
Personal Services	1,473,571	1,449,213	24,358
Materials and Supplies	7,989	6,013	1,976
Contractual Services	258,502	244,084	14,418
Other	237,078	214,804	22,274
Total Law Director-Law Administration	1,977,140	1,914,114	63,026
Law Director-Police Settlement			
Legal Claims	1,857,600	1,857,600	-
Total Law Director-Police Settlement	1,857,600	1,857,600	-
Auditor-Auditor Administration:			
Personal Services	1,016,681	1,016,247	434
Materials and Supplies	27,399	25,821	1,578
Contractual Services	48,112	38,428	9,684
Other	213,583	65,580	148,003
Total Auditor-Auditor Administration	1,305,775	1,146,076	159,699
Auditor-Legally Binding Expenses:			
Contractual Services	579,689	579,689	-
Total Auditor-Legally Binding Expenses	579,689	579,689	-
Treasurer- Administration & Operations:			
Personal Services	234,272	233,827	445
Materials and Supplies	1,555	1,555	-
Contractual Services	10,301	10,099	202
Other	175,379	175,379	-
Total Treasurer-Operations	421,507	420,860	647
Board of Commission-Civil Service:			
Personal Services	262,984	262,423	561
Materials and Supplies	3,665	3,021	644
Contractual Services	21,542	18,162	3,380
Other	445	390	55
Total Board of Commission-Civil Service	288,636	283,996	4,640
Board of Commission-Zoning Board:			
Personal Services	8,505	8,501	4
Total Board of Commission-Zoning Board	8,505	8,501	4
Motor Vehicle-Administration:			
Personal Services	188,019	185,782	2,237
Materials and Supplies	471	409	62
Contractual Services	170,500	156,711	13,789
Other	100	39	61
Total Motor Vehicle-Administration	$ 359,090	$ 342,941	$ 16,149

(continued)

City of Canton, Ohio

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

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Motor Vehicle-Service and Repair:			
Personal Services	$ 919,963	$ 820,710	$ 99,253
Materials and Supplies	1,417,518	1,315,748	101,770
Contractual Services	58,482	50,557	7,925
Capital Outlay	400	-	400
Other	235,091	232,398	2,693
Total Motor Vehicle-Service and Repair	2,631,454	2,419,413	212,041
Management Information Systems:			
Personal Services	968,278	925,769	42,509
Materials and Supplies	13,168	7,513	5,655
Contractual Services	125,091	98,229	26,862
Other	16,771	11,572	5,199
Total Management Information Systems	1,123,308	1,043,083	80,225
Total General Government	18,739,428	17,923,119	816,309
Security of Persons and Property:			
Safety Director-Safety Director Administration:			
Personal Services	127,555	127,495	60
Materials and Supplies	2,451	2,252	199
Contractual Services	63,180	53,399	9,781
Other	3,000	2,900	100
Total Safety Director-Safety Director Admin	196,186	186,046	10,140
Safety Director-Code Enforcement Admin:			
Personal Services	893,920	893,828	92
Materials and Supplies	6,679	5,883	796
Contractual Services	138,155	129,128	9,027
Other	5,481	4,887	594
Total Safety Director-Code Enforcement Admin	1,044,235	1,033,726	10,509
Safety Director-Central Communication Admin:			
Salaries and Wages	1,157,639	1,157,561	78
Materials and Supplies	2,089	1,983	106
Contractual Services	39,788	38,201	1,587
Capital Outlay	140	-	140
Total Safety Director-Central Communication Admin	1,199,656	1,197,745	1,911
Police Administration:			
Personal Services	15,513,044	15,507,380	5,664
Materials and Supplies	72,480	69,873	2,607
Contractual Services	424,143	421,999	2,144
Other	26,761	26,175	586
Total Police Administration	16,036,428	16,025,427	11,001
Fire Administration:			
Personal Services	14,293,061	14,291,498	1,563
Materials and Supplies	217,308	206,955	10,353
Contractual Services	366,249	352,491	13,758
Capital Outlay	10,195	8,359	1,836
Other	25,713	23,709	2,004
Total Fire Administration	$ 14,912,526	$ 14,883,012	$ 29,514

(continued)

City of Canton, Ohio

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

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Traffic Divisions-Traffic Engineer/Parking Meter:			
Personal Services	$ 156,169	$ 155,527	$ 642
Materials and Supplies	22,661	21,930	731
Contractual Services	6,612	6,317	295
Other	950	941	9
Total Traffic Divisions-Traffic Engineer/Parking Meter	186,392	184,715	1,677
Total Security of Persons and Property	33,575,423	33,510,671	64,752
Public Health:			
Health Administration:			
Personal Services	468,175	468,100	75
Materials and Supplies	13,605	11,358	2,247
Contractual Services	149,878	141,673	8,205
Capital Outlay	3,200	2,700	500
Other	285,400	277,322	8,078
Total Health Administration	920,258	901,153	19,105
Health-Nurses:			
Personal Services	815,546	815,529	17
Materials and Supplies	45,125	41,093	4,032
Contractual Services	5,500	2,405	3,095
Capital Outlay	7,725	7,400	325
Other	1,996	1,266	730
Total Health-Nurses	875,892	867,693	8,199
Health-Lab:			
Personal Services	206,164	206,102	62
Materials and Supplies	39,000	37,273	1,727
Contractual Services	15,575	15,044	531
Total Health-Lab	260,739	258,419	2,320
Health-Environmental Health Administration:			
Personal Services	639,194	639,154	40
Materials and Supplies	9,553	8,769	784
Contractual Services	4,894	4,115	779
Other	676	676	-
Total Health-Environmental Health Administration	654,317	652,714	1,603
Total Public Health	2,711,206	2,679,979	31,227
Transportation:			
Engineering-Daily Operations:			
Personal Services	78,152	78,113	39
Contractual and Services	3,773	3,773	-
Total Engineering-Daily Operations	81,925	81,886	39
Street-Maintenance:			
Personal Services	269,627	269,111	516
Materials and Supplies	104,833	103,505	1,328
Contractual Services	875,422	874,947	475
Other	3,180	3,180	-
Total Street-Maintenance	1,253,062	1,250,743	2,319
Total Transportation	$ 1,334,987	$ 1,332,629	$ 2,358

(continued)

City of Canton, Ohio

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

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Leisure Time Activities:			
Park Division-Park Administration:			
Personal Services	$ 1,034,145	$ 1,034,008	$ 137
Materials and Supplies	24,170	22,774	1,396
Contractual Services	46,352	37,845	8,507
Other	7,197	6,053	1,144
Total Park Division-Park Administration	1,111,864	1,100,680	11,184
Mayor-Baseball:			
Materials and Supplies	9,295	8,005	1,290
Contractual Services	26,506	25,395	1,111
Total Mayor-Baseball	35,801	33,400	2,401
Civic Center-Civic Center Administration:			
Personal Services	454,220	453,791	429
Materials and Supplies	103,468	93,937	9,531
Contractual Services	511,153	487,072	24,081
Other	45,897	45,880	17
Total Civic Center-Civic Center Administration	1,114,738	1,080,680	34,058
Total Leisure Time Activities	2,262,403	2,214,760	47,643
Debt Service:			
Principal Retirement:			
General Obligation Various Improvement Bonds	165,000	4,245,000	(4,080,000)
Total Principal Retirement	165,000	4,245,000	(4,080,000)
Interest and Fiscal Charges			
General Obligation Various Improvement Bonds	108,489	108,489	-
Total Interest and Fiscal Charges	108,489	108,489	-
Total Debt Service	273,489	4,353,489	(4,080,000)
Total Expenditures	58,896,936	62,014,647	(3,117,711)
Excess of Revenues Over (Under) Expenditures	(3,142,744)	(6,734,961)	(3,592,217)
Other Financing Sources (Uses)			
Proceeds of Bonds	-	4,080,000	4,080,000
Bond Issue Costs	-	(206,933)	(206,933)
Bond Premium	-	206,933	206,933
Advances In	3,802,000	3,801,914	(86)
Advances Out	(2,000,991)	(2,000,991)	-
Operating Transfers Out	(40,000)	(40,000)	-
Total Other Financing Sources	1,761,009	5,840,923	4,079,914
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,381,735)	(894,038)	487,697
Fund Balances Beginning of Year	1,710,068	1,710,068	-
Unexpended Prior Year Encumbrances	252,975	252,975	-
Fund Balances End of Year	$ 581,308	$ 1,069,005	$ 487,697

City of Canton, Ohio

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 6,092,000	$ -	$ 9,947,849	$ 16,039,849
Cash and Cash Equivalents in Segregated Accounts	-	3,019	-	3,019
Taxes Receivable	-	18,226	-	18,226
Accounts Receivable	35,925	-	450	36,375
Due From Other Funds	3,648	-	-	3,648
Due From Other Governments	3,561,461	-	734,286	4,295,747
Inventories	24,628	-	-	24,628
Total Assets	$ 9,717,662	$ 21,245	$ 10,682,585	$ 20,421,492
Liabilities and Fund Balances				
Current				
Accounts Payable	$ 319,700	$ -	$ 698,614	$ 1,018,314
Accrued Wages and Benefits	142,776	-	-	142,776
Due to Other Funds	29,491	-	-	29,491
Due to Other Governments	246,151	-	-	246,151
Deferred Revenue	1,554,905	18,226	-	1,573,131
Total Liabilities	2,293,023	18,226	698,614	3,009,863
Net Assets and Other Credits				
Fund Balances				
Reserved for:				
Inventories	24,628	-	-	24,628
Encumbrances	3,650,211	-	2,045,109	5,695,320
Other Purposes	3,648	-	-	3,648
Unreserved:				
Undesignated, Reported in :				
Special Revenue Funds	3,746,152	-	-	3,746,152
Debt Service Funds	-	3,019	-	3,019
Capital Projects Funds	-	-	7,938,862	7,938,862
Total Fund Balances	7,424,639	3,019	9,983,971	17,411,629
Total Liabilities and Fund Balances	$ 9,717,662	$ 21,245	$ 10,682,585	$ 20,421,492

City of Canton, Ohio

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended December 31, 2009

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Charges for Services	$ 1,254,666	$ -	$ -	$ 1,254,666
Licenses, Permits, and Fees	260,205	-	-	260,205
Fines and forfeitures	199,677	-	-	199,677
Intergovernmental	3,470,871	-	-	3,470,871
Interest	5,194	3,557	64,224	72,975
Operating Grants and Contributions	4,307,133	-	-	4,307,133
Capital Grants and Contributions	1,507,457	-	2,724,525	4,231,982
Rentals	29,587	-	-	29,587
Other	276,696	-	-	276,696
Total Revenues	11,311,486	3,557	2,788,749	14,103,792
Expenditures				
Current				
General Government	812,281	-	-	812,281
Security of Persons and Property	2,470,118	-	-	2,470,118
Public Health	3,463,170	-	-	3,463,170
Transportation	2,379,598	-	-	2,379,598
Community Environment	1,097,044	-	-	1,097,044
Leisure Time Activities	11,239	-	-	11,239
Capital Outlay	-	-	4,346,876	4,346,876
Debt Service				
Principal	28,101	-	-	28,101
Interest and Fiscal Charges	9,853	6,777	596	17,226
Total Expenditures	10,271,404	6,777	4,347,472	14,625,653
Excess Revenues Over (Under) Expenditures	1,040,082	(3,220)	(1,558,723)	(521,861)
Other Financing Sources				
Issuance of Debt	-	-	494,000	494,000
Transfers In	40,000	-	-	40,000
Total Other Financing Sources	40,000	-	494,000	534,000
Net Change in Fund Balance	1,080,082	(3,220)	(1,064,723)	12,139
Fund Balance at Beginning of Year	6,338,727	6,239	11,048,694	17,393,660
Increase in Reserve for Inventory	5,830	-	-	5,830
Fund Balance at End of Year	$ 7,424,639	$ 3,019	$ 9,983,971	$ 17,411,629

City of Canton, Ohio

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009

	Street Maintenance	State Highway	Municipal Road	Cornerstone Parking Deck	Health Service	Crime Lab
Assets						
Equity in Pooled Cash and Cash Equivalents	$ 244,259	$ 151,706	$ 878,053	$ 145,125	$ 2,348,477	$ 11,949
Accounts Receivable	5,053	-	-	-	30,431	-
Due From Other Funds	-	-	-	-	-	-
Due From Other Governments	1,116,353	85,303	79,609	-	1,978,832	1,850
Inventories	24,628	-	-	-	-	-
Total Assets	$ 1,390,293	$ 237,009	$ 957,662	$ 145,125	$ 4,357,740	$ 13,799
Liabilities and Fund Balances						
Current						
Accounts Payable	$ 38,896	$ 4,008	$ 33,836	$ 5,727	$ 19,743	$ -
Accrued Wages and Benefits	54,472	2,641	-	5,193	63,641	-
Due to Other Funds	5,730	113	-	-	20,000	-
Due to Other Governments	12,802	620	-	73,539	155,234	-
Deferred Revenue	653,803	52,721	-	-	793,803	-
Total Liabilities	765,703	60,103	33,836	84,459	1,052,421	-
Net Assets and Other Credits						
Fund Balances						
Reserved for:						
Inventories	24,628	-	-	-	-	-
Encumbrances	52,327	53,411	180,347	4,208	126,873	-
Other Purpose	-	-	-	-	-	-
Unreserved:						
Undesignated, Reported in :						
Special Revenue Funds (Deficit)	547,635	123,495	743,479	56,458	3,178,446	13,799
Total Fund Balances	624,590	176,906	923,826	60,666	3,305,319	13,799
Total Liabilities and Fund Balances	$ 1,390,293	$ 237,009	$ 957,662	$ 145,125	$ 4,357,740	$ 13,799

(continued)

City of Canton, Ohio

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009

	Court Computer	Recycle Ohio	Litter Prevention	Court	Law Department Dispute Resolution	Youth Development
Assets						
Equity in Pooled Cash and Cash Equivalents	$ 401,559	$ 7,516	$ -	$ 298,298	$ 1,289	$ 1,665
Accounts Receivable	-	-	-	-	-	-
Due From Other Funds	-	-	-	3,648	-	-
Due From Other Governments	23,913	-	-	32,779	-	-
Inventories	-	-	-	-	-	-
Total Assets	$ 425,472	$ 7,516	$ -	$ 334,725	$ 1,289	$ 1,665
Liabilities and Fund Balances						
Current						
Accounts Payable	$ 11,415	$ -	$ -	$ 4,634	$ -	$ -
Accrued Wages and Benefits	2,596	-	-	3,466	-	-
Due to Other Funds	-	-	3,648	-	-	-
Due to Other Governments	610	-	-	815	-	-
Deferred Revenue	-	-	-	-	-	-
Total Liabilities	14,621	-	3,648	8,915	-	-
Net Assets and Other Credits						
Fund Balances						
Reserved for:						
Inventories	-	-	-	-	-	-
Encumbrances	19,772	-	-	14,852	-	-
Other Purpose	-	-	-	3,648	-	-
Unreserved:						
Undesignated, Reported in :						
Special Revenue Funds (Deficit)	391,079	7,516	(3,648)	307,310	1,289	1,665
Total Fund Balances	410,851	7,516	(3,648)	325,810	1,289	1,665
Total Liabilities and Fund Balances	$ 425,472	$ 7,516	$ -	$ 334,725	$ 1,289	$ 1,665

Enforcement and Education	Indigent Driver Alcohol Treatment	Law Enforcement Trust	Municipal Probation Services	Prisoner Housing	Local Law Enforcement Block Grant	Safe Neighborhood	Police Donation	Supplementary Police Forces
$ 10,358	$ 43,353	$ 141,036	$ 100,887	$ 29,865	$ 256,233	$ 1,000	$ 2,000	$ 2,036
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
419	1,915	57,368	15,512	1,211	-	-	-	-
-	-	-	-	-	-	-	-	-
$ 10,777	$ 45,268	$ 198,404	$ 116,399	$ 31,076	$ 256,233	$ 1,000	$ 2,000	$ 2,036
$ -	$ 9,563	$ 5,023	$ 2,025	$ -	$ 150,949	$ -	$ -	$ -
-	-	1,536	1,705	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	361	401	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	9,563	6,920	4,131	-	150,949	-	-	-
-	-	-	-	-	-	-	-	-
270	4,300	4,834	560	-	5,130	-	-	351
-	-	-	-	-	-	-	-	-
10,507	31,405	186,650	111,708	31,076	100,154	1,000	2,000	1,685
10,777	35,705	191,484	112,268	31,076	105,284	1,000	2,000	2,036
$ 10,777	$ 45,268	$ 198,404	$ 116,399	$ 31,076	$ 256,233	$ 1,000	$ 2,000	$ 2,036

(continued)

City of Canton, Ohio

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009

	Fire Donation	Clean Ohio	Other	Total Nonmajor Special Revenue Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 4,216	$ 17,333	$ 993,787	$ 6,092,000
Accounts Receivable	-	-	441	35,925
Due From Other Funds	-	-	-	3,648
Due From Other Governments	-	58,922	107,475	3,561,461
Inventories	-	-	-	24,628
Total Assets	$ 4,216	$ 76,255	$ 1,101,703	$ 9,717,662
Liabilities and Fund Balances				
Current				
Accounts Payable	$ -	$ 16,428	$ 17,453	$ 319,700
Accrued Wages and Benefits	-	-	7,526	142,776
Due to Other Funds	-	-	-	29,491
Due to Other Governments	-	-	1,769	246,151
Deferred Revenue	-	-	54,578	1,554,905
Total Liabilities	-	16,428	81,326	2,293,023
Net Assets and Other Credits				
Fund Balances				
Reserved for:				
Inventories	-	-	-	24,628
Encumbrances	-	2,985,357	197,619	3,650,211
Other Purpose	-	-	-	3,648
Unreserved:				
Undesignated, Reported in :				
Special Revenue Funds (Deficit)	4,216	(2,925,530)	822,758	3,746,152
Total Fund Balances	4,216	59,827	1,020,377	7,424,639
Total Liabilities and Fund Balances	$ 4,216	$ 76,255	$ 1,101,703	$ 9,717,662

City of Canton, Ohio

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the year ended December 31, 2009

	Street Maintenance	State Highway	Municipal Road	Cornerstone Parking Deck	Health Service	Crime Lab
Revenues						
Charges for Services	$ -	$ -	$ -	$ 366,522	$ 1,100	$ 9,208
Licenses, Permits, and Fees	-	-	-	-	260,205	-
Fines and forfeitures	-	-	-	-	-	-
Intergovernmental	2,887,968	203,080	379,823	-	-	-
Interest	954	486	-	-	-	-
Operating Grants and Contributions	-	-	-	-	4,128,170	-
Capital Grants and Contributions	-	-	166,280	-	-	-
Rentals	-	-	-	6,427	-	-
Other	163,712	1,000	-	21	82,061	-
Total Revenues	3,052,634	204,566	546,103	372,970	4,471,536	9,208
Expenditures						
Current						
General Government	-	-	-	-	-	-
Security of Persons and Property	1,171,282	10,944	-	415,810	-	-
Public Health	-	-	-	-	3,463,170	-
Transportation	1,964,442	143,827	271,329	-	-	-
Community Environment	-	-	-	-	-	-
Leisure Time Activities	-	-	-	-	-	-
Debt Service						
Principal	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-
Total Expenditures	3,135,724	154,771	271,329	415,810	3,463,170	-
Excess Revenues Over (Under) Expenditures	(83,090)	49,795	274,774	(42,840)	1,008,366	9,208
Other Financing Sources						
Transfers In	-	-	-	-	40,000	-
Total Other Financing Sources	-	-	-	-	40,000	-
Net Change in Fund Balance	(83,090)	49,795	274,774	(42,840)	1,048,366	9,208
Fund Balance at Beginning of Year	701,850	127,111	649,052	103,506	2,256,953	4,591
Increase in Reserve for Inventory	5,830	-	-	-	-	-
Fund Balance at End of Year	$ 624,590	$ 176,906	$ 923,826	$ 60,666	$ 3,305,319	$ 13,799

(continued)

City of Canton, Ohio

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the year ended December 31, 2009

	Court Computer	Recycle Ohio	Litter Prevention	Court	Law Department Dispute Resolution	Youth Development
Revenues						
Charges for Services	$ 287,680	$ -	$ -	$ 378,779	$ 735	$ -
Licenses, Permits, and Fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Operating Grants and Contributions	-	-	-	-	-	100
Capital Grants and Contributions	-	-	-	-	-	-
Rentals	-	-	-	-	-	-
Other	-	-	-	-	-	1,000
Total Revenues	287,680	-	-	378,779	735	1,100
Expenditures						
Current						
General Government	211,934	-	3,648	257,217	1,750	-
Security of Persons and Property	-	-	-	-	-	-
Public Health	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Community Environment	-	-	-	-	-	-
Leisure Time Activities	-	-	-	-	-	-
Debt Service						
Principal	-	-	-	28,101	-	-
Interest and Fiscal Charges	-	-	-	9,853	-	-
Total Expenditures	211,934	-	3,648	295,171	1,750	-
Excess Revenues Over (Under) Expenditures	75,746	-	(3,648)	83,608	(1,015)	1,100
Other Financing Sources						
Transfers In	-	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	-	-
Net Change in Fund Balance	75,746	-	(3,648)	83,608	(1,015)	1,100
Fund Balance at Beginning of Year	335,105	7,516	-	242,202	2,304	565
Increase in Reserve for Inventory	-	-	-	-	-	-
Fund Balance at End of Year	$ 410,851	$ 7,516	$ (3,648)	$ 325,810	$ 1,289	$ 1,665

Enforcement and Education	Indigent Driver Alcohol Treatment	Law Enforcement Trust	Municipal Probation Services	Prisoner Housing	Local Law Enforcement Block Grant	Safe Neighborhood	Police Donation	Supplementary Police Forces
$ -	$ -	$ -	$ 210,642	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-	-
11,891	44,411	89,818	-	8,091	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	1,207	-	-	-
-	-	27,333	-	-	-	1,000	-	-
-	-	-	-	-	233,999	-	-	-
-	-	-	-	-	-	-	-	-
185	-	12,333	-	-	-	-	-	-
12,076	44,411	129,484	210,642	8,091	235,206	1,000	-	-
-	61,459	-	154,679	-	-	-	-	-
3,742	-	330,424	-	-	188,588	1,564	-	1,281
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
3,742	61,459	330,424	154,679	-	188,588	1,564	-	1,281
8,334	(17,048)	(200,940)	55,963	8,091	46,618	(564)	-	(1,281)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
8,334	(17,048)	(200,940)	55,963	8,091	46,618	(564)	-	(1,281)
2,443	52,753	392,424	56,305	22,985	58,666	1,564	2,000	3,317
-	-	-	-	-	-	-	-	-
$ 10,777	$ 35,705	$ 191,484	$ 112,268	$ 31,076	$ 105,284	$ 1,000	$ 2,000	$ 2,036

(continued)

City of Canton, Ohio

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the year ended December 31, 2009

	Fire Donation	Clean Ohio	Other	Total Nonmajor Special Revenue Funds
Revenues				
Charges for Services	$ -	$ -	$ -	$ 1,254,666
Licenses, Permits, and Fees	-	-	-	260,205
Fines and forfeitures	-	-	45,466	199,677
Intergovernmental	-	-	-	3,470,871
Interest	-	-	2,547	5,194
Operating Grants and Contributions	1,800	-	148,730	4,307,133
Capital Grants and Contributions	-	1,107,178	-	1,507,457
Rentals	-	-	23,160	29,587
Other	-	-	16,384	276,696
Total Revenues	1,800	1,107,178	236,287	11,311,486
Expenditures				
Current				
General Government	-	-	121,594	812,281
Security of Persons and Property	-	-	346,483	2,470,118
Public Health	-	-	-	3,463,170
Transportation	-	-	-	2,379,598
Community Environment	-	1,097,044	-	1,097,044
Leisure Time Activities	-	-	11,239	11,239
Debt Service				
Principal	-	-	-	28,101
Interest and Fiscal Charges	-	-	-	9,853
Total Expenditures	-	1,097,044	479,316	10,271,404
Excess Revenues Over (Under) Expenditures	1,800	10,134	(243,029)	1,040,082
Other Financing Sources				
Transfers In	-	-	-	40,000
Total Other Financing Sources	-	-	-	40,000
Net Change in Fund Balance	1,800	10,134	(243,029)	1,080,082
Fund Balance at Beginning of Year	2,416	49,693	1,263,406	6,338,727
Increase in Reserve for Inventory	-	-	-	5,830
Fund Balance at End of Year	$ 4,216	$ 59,827	$ 1,020,377	$ 7,424,639

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Community and Economic Development Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 150,000	$ 84,329	$ (65,671)
Operating Grants	11,433,938	4,395,320	(7,038,618)
Capital Grants	114,439	100,869	(13,570)
Interest	134	134	-
Contributions and Donations	-	50	50
Rentals	27,000	70,498	43,498
Other	694,225	431,628	(262,597)
Total Revenues	12,419,736	5,082,828	(7,336,908)
Expenditures			
Current:			
Community Environment:			
Youth Development Administration:			
Personnel Costs	183,697	180,264	3,433
Materials and Supplies	5,599	5,461	138
Contractual Services	126,553	90,816	35,737
Capital Outlay	3,525	1,030	2,495
Other	610	510	100
Total Youth Development Administration	319,984	278,081	41,903
Compliance Administration:			
Personnel Costs	52,678	46,099	6,579
Materials and Supplies	7,127	4,287	2,840
Contractual Services	4,386	-	4,386
Total Compliance Development Administration	64,191	50,386	13,805
Community Development Administration:			
Personnel Costs	1,220,389	959,435	260,954
Materials and Supplies	101,085	72,418	28,667
Contractual Services	824,315	622,321	201,994
Capital Outlay	454,742	382,926	71,816
Other	3,224,698	1,162,049	2,062,649
Total Community Development Administration	5,825,229	3,199,149	2,626,080
Federal Stimulus Funding:			
Personnel Costs	38,112	35,094	3,018
Contractual Services	2,145,248	629,882	1,515,366
Other	920,000	421,783	498,217
Total Federal Stimulus Funding	3,103,360	1,086,759	2,016,601
Energy Efficiency Conservation:			
Contractual Services	803,000	-	803,000
Community Development Demolition:			
Personnel Costs	196,520	151,371	45,149
Materials and Supplies	4,000	4,000	-
Contractual Services	349,349	346,869	2,480
Total Community Development Demolition	$ 549,869	$ 502,240	$ 47,629

(conitnued)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Community and Economic Development Fund (continued)
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Fair Housing Administration:			
Personnel Costs	$ 99,355	$ 92,972	$ 6,383
Materials and Supplies	5,900	1,028	4,872
Contractual Services	10,250	5,774	4,476
Capital Outlay	1,150	-	1,150
Other	5,725	3,269	2,456
Total Fair Housing Administration	122,380	103,043	19,337
Economic Development Grants/Loans:			
Contractual Services	560,000	500,000	60,000
Total Community Environment	11,348,013	5,719,658	5,628,355
Debt Service:			
Principal Retirement	315,000	310,000	5,000
Interest and Fiscal Charges	13,392	13,392	-
Total Debt Service	328,392	323,392	5,000
Total Expenditures	11,676,405	6,043,050	5,633,355
Excess of Revenues Over (Under) Expenditures	743,331	(960,222)	(1,703,553)
Other Financing Sources (Uses)			
Sale of Capital Assets	-	177,264	177,264
Advances Out	(400,000)	(400,000)	-
Total Other Financing (Uses)	(400,000)	(222,736)	177,264
Excess of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	343,331	(1,182,958)	(1,526,289)
Fund Balance (Deficit) Beginning of Year	(1,379,657)	(1,379,657)	-
Unexpended Prior Year Encumbrances	1,177,396	1,177,396	-
Fund Balance (Deficit) End of Year	$ 141,070	$ (1,385,219)	$ (1,526,289)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance, and Repair Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Intergovernmental	$ 2,985,000	$ 2,900,181	$ (84,819)
Interest	2,000	954	(1,046)
Other	158,912	164,932	6,020
Total Revenues	3,145,912	3,066,067	(79,845)
Expenditures			
Current:			
Security of Persons and Property:			
Traffic Divisions-Traffic Engineer Administration:			
Personnel Costs	281,464	277,683	3,781
Materials and Supplies	6,210	5,548	662
Contractual Services	40,368	38,399	1,969
Capital Outlay	1,017	1,017	-
Other	845	844	1
Total Traffic Divisions-Traffic Engineer Administration	329,904	323,491	6,413
Traffic Divisions-Traffic Sign and Paint:			
Personnel Costs	252,642	243,936	8,706
Materials and Supplies	53,706	52,063	1,643
Contractual Services	62,461	58,652	3,809
Capital Outlay	545	542	3
Other	1,000	983	17
Total Traffic Divisions-Traffic Sign and Paint	370,354	356,176	14,178
Traffic Divisions-Traffic Signal:			
Personnel Costs	308,436	299,238	9,198
Materials and Supplies	32,483	31,260	1,223
Contractual Services	263,215	218,604	44,611
Other	554	517	37
Total Traffic Divisions-Traffic Signal	604,688	549,619	55,069
Total Security Persons and Property	1,304,946	1,229,286	75,660
Transportation:			
Street Maintenance:			
Personnel Costs	1,148,649	1,004,532	144,117
Materials and Supplies	484,998	481,743	3,255
Contractual Services	471,411	459,232	12,179
Capital Outlay	1,892	1,892	-
Other	7,133	6,806	327
Total Transportation	2,114,083	1,954,205	159,878
Total Expenditures	3,419,029	3,183,491	235,538
Excess of Revenues (Under) Expenditures	(273,117)	(117,424)	155,693
Fund Balance Beginning of Year	269,592	269,592	-
Unexpended Prior Year Encumbrances	5,499	5,499	-
Fund Balance End of Year	$ 1,974	$ 157,667	$ 155,693

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Intergovernmental	$ 251,000	$ 206,314	$ (44,686)
Interest	2,500	486	(2,014)
Other	-	1,000	1,000
Total Revenues	253,500	207,800	(45,700)
Expenditures			
Current:			
Security of Persons and Property:			
Traffic Divisions-Traffic Signal:			
Contractual Services	54,300	54,300	-
Transportation:			
Street Maintenance:			
Personnel Costs	134,032	112,751	21,281
Materials and Supplies	19,786	19,524	262
Contractual Services	23,690	21,090	2,600
Other	493	-	493
Total Transportation	178,001	153,365	24,636
Total Expenditures	232,301	207,665	24,636
Excess of Revenues Over Expenditures	21,199	135	(21,064)
Fund Balance Beginning of Year	94,009	94,009	-
Unexpended Prior Year Encumbrances	145	145	-
Fund Balance End of Year	$ 115,353	$ 94,289	$ (21,064)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Municipal Road Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Intergovernmental	$ -	$ 379,823	$ 379,823
Capital Grants	221,671	221,671	-
Total Revenues	221,671	601,494	379,823
Expenditures			
Current:			
Transportation:			
Engineering-Engineering Administration:			
Materials and Supplies	72,485	30,376	42,109
Contractual Services	200,000	200,000	-
Capital Outlay	50,436	18,240	32,196
Total Engineering Administration	322,921	248,616	74,305
30th St NE Trunk Sewer Imprv:			
Capital Outlay	63,377	43,200	20,177
25th St NE Storm Sewer Project:			
Capital Outlay	145,000	-	145,000
Total Expenditures	531,298	291,816	239,482
Excess of Revenues Over (Under) Expenditures	(309,627)	309,678	619,305
Fund Balance Beginning of Year	291,903	291,903	-
Unexpended Prior Year Encumbrances	62,286	62,286	-
Fund Balance End of Year	$ 44,562	$ 663,867	$ 619,305

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Cornerstone Parking Deck Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 335,500	$ 365,923	$ 30,423
Rentals	1,800	6,427	4,627
Other	-	21	21
Total Revenues	337,300	372,371	35,071
Expenditures			
Current:			
General Government:			
Security of Persons & Property:			
Safety Director-Safety Director Administration:			
Personnel Costs	182,468	178,772	3,696
Materials and Supplies	16,776	7,461	9,315
Contractual Services	227,765	212,575	15,190
Capital Outlay	10,280	9,130	1,150
Other	1,504	524	980
			-
Total Security of Persons & Property	438,793	408,462	30,331
Total Expenditures	438,793	408,462	30,331
Excess of Revenues (Under) Expenditures	(101,493)	(36,091)	65,402
Fund Balance Beginning of Year	158,999	158,999	-
Unexpended Prior Year Encumbrances	15,175	15,175	-
Fund Balance End of Year	$ 72,681	$ 138,083	$ 65,402

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Health Services Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ -	$ 1,100	$ 1,100
Licenses, Permits and Fees	260,100	260,205	105
Operating Grants	4,172,178	3,295,079	(877,099)
Other	17,085	67,006	49,921
Total Revenues	4,449,363	3,623,390	(825,973)
Expenditures			
Current:			
Public Health:			
Health Administration:			
Personnel Costs	2,527,731	2,015,199	512,532
Materials and Supplies	680,989	126,770	554,219
Contractual Services	293,497	133,587	159,910
Capital Outlay	399,687	48,665	351,022
Other	2,485,148	1,161,970	1,323,178
Total Expenditures	6,387,052	3,486,191	2,900,861
Excess of Revenues Over (Under) Expenditures	(1,937,689)	137,199	2,074,888
Other Financing Sources (Uses)			
Advances In	20,000	776	(19,224)
Advances Out	(1,699)	(1,699)	-
Transfers In	40,000	40,000	-
Total Other Financing Sources	58,301	39,077	(19,224)
Excess of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(1,879,388)	176,276	2,055,664
Fund Balance Beginning of Year	1,961,315	1,961,315	-
Unexpended Prior Year Encumbrances	36,605	36,605	-
Fund Balance End of Year	$ 118,532	$ 2,174,196	$ 2,055,664

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Employee Recognition Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures			
Current:			
General Government:			
Mayor Administration:			
Contractual Services	143	-	143
Excess of Revenues Over (Under) Expenditures	(143)	-	143
Fund Balance Beginning of Year	143	143	-
Fund Balance End of Year	$ -	$ 143	$ 143

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
City Hall Plaza Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	173	173	-
Fund Balance End of Year	$ 173	$ 173	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Crime Lab
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance Favorable Over/(Under)
Revenues			
Charges for Services	$ 7,000	$ 8,346	$ 1,346
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Other	4,000	-	4,000
Excess of Revenues Over Expenditures	3,000	8,346	5,346
Fund Balance Beginning of Year	3,603	3,603	-
Fund Balance End of Year	$ 6,603	$ 11,949	$ 5,346

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Court's Computer Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 310,000	$ 288,478	$ (21,522)
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Personnel Costs	111,003	105,367	5,636
Materials and Supplies	39,922	24,418	15,504
Contractual Services	87,313	67,679	19,634
Capital Outlay	80,310	24,644	55,666
Other	11,000	358	10,642
Total Expenditures	329,548	222,466	107,082
Excess of Revenues Over (Under) Expenditures	(19,548)	66,012	85,560
Fund Balance Beginning of Year	288,116	288,116	-
Unexpended Prior Year Encumbrances	16,245	16,245	-
Fund Balance End of Year	$ 284,813	$ 370,373	$ 85,560

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Recycle Ohio Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	7,515	7,515	-
Fund Balance End of Year	$ 7,515	$ 7,515	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Guardrail/Attenuator Replacement Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures			
Current:			
General Government:			
Law Director-Administration:			
Capital Outlay	7,283	-	7,283
Excess of Revenues Over (Under) Expenditures	(7,283)	-	7,283
Fund Balance Beginning of Year	7,283	7,283	-
Fund Balance End of Year	$ -	$ 7,283	$ 7,283

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Litter Prevention
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Operating Grants	$ 3,648	$ -	$ (3,648)
Expenditures			
Current:			
General Government:			
Service Director-Service Director Administration:			
Materials and Supplies	3,648	3,648	-
Excess of Revenues Over (Under) Expenditures	-	(3,648)	(3,648)
Other Financing Sources (Uses)			
Advances In	3,648	3,648	-
Advances Out	(3,648)	-	3,648
Total Other Financing Sources (Uses)	-	3,648	3,648
Excess of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	-	-	-
Fund Balance Beginning of Year	-	-	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Southeast Community Center Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	862	862	-
Fund Balance End of Year	$ 862	$ 862	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Canton Rail Station Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 41,040	$ -	$ (41,040)
Expenditures			
Current:			
Community Environment:			
Community Development Planning:			
Capital Outlay	41,040	-	41,040
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	-	-	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Court Capital Improvement Special Project Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 295,000	$ 312,644	$ 17,644
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Personnel Costs	151,782	124,763	27,019
Materials and Supplies	11,107	8,896	2,211
Contractual Services	33,075	26,686	6,389
Capital Outlay	248,810	80,468	168,342
Other	25,400	10,203	15,197
Total Judge Administration	470,174	251,016	219,158
Debt Service:			
Principal Retirement	28,101	28,101	-
Interest and Fiscal Charges	9,853	9,853	-
Total Debt Service	37,954	37,954	-
Total Expenditures	508,128	288,970	219,158
Excess of Revenues Over (Under) Expenditures	(213,128)	23,674	236,802
Other Financing (Uses)			
Advances Out	(3,648)	(3,648)	-
Total Other Financing (Uses)	(3,648)	(3,648)	-
Excess of Revenue (Under) Expenditures and Other Financing Uses	(216,776)	20,026	-
Fund Balance Beginning of Year	214,252	214,252	-
Unexpended Prior Year Encumbrances	2,524	2,524	-
Fund Balance End of Year	$ -	$ 236,802	$ 236,802

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Legal Research Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 200	$ 147	$ (53)
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Capital Outlay	703	-	703
Excess of Revenues Over (Under) Expenditures	(503)	147	650
Fund Balance Beginning of Year	503	503	-
Fund Balance End of Year	$ -	$ 650	$ 650

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Law Department Dispute Resolution Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 500	$ 735	$ 235
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Contractual Services	2,300	1,750	550
Excess of Revenues (Under) Expenditures	(1,800)	(1,015)	785
Fund Balance Beginning of Year	2,304	2,304	-
Fund Balance End of Year	$ 504	$ 1,289	$ 785

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Court GPS Cost
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 27,000	$ 21,744	$ (5,256)
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Contractual Services	30,000	23,240	6,760
Excess of Revenues (Under) Expenditures	(3,000)	(1,496)	1,504
Fund Balance Beginning of Year	3,688	3,688	-
Fund Balance End of Year	$ 688	$ 2,192	$ 1,504

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Ignition Interlock/Alcohol Monitoring
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 24,250	$ 38,654	$ 14,404
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Contractual Services	2,000	-	2,000
Excess of Revenues Over Expenditures	22,250	38,654	16,404
Fund Balance Beginning of Year	750	750	-
Fund Balance End of Year	$ 23,000	$ 39,404	$ 16,404

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Park Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenue			
Capital Grants	$ 198,000	$ -	$ (198,000)
Contributions and Donations	1,400	3,410	2,010
Rentals	17,430	23,960	6,530
Other	1,185	1,387	202
Total Revenues	218,015	28,757	(189,258)
Expenditures			
Current:			
Leisure Time Activities:			
Park Division - Special Parks Funds:			
Materials and Supplies	92,392	12,722	79,670
Contractual Services	43,304	7,060	36,244
Capital Outlay	189,649	175,602	14,047
Total Expenditures	325,345	195,384	129,961
Excess of Revenues (Under) Expenditures	(107,330)	(166,627)	(59,297)
Fund Balance Beginning of Year	116,554	116,554	-
Unexpended Prior Year Encumbrances	4,394	4,394	-
Fund Balance (Deficit) End of Year	$ 13,618	$ (45,679)	$ (59,297)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Youth Development Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Contributions and Donations	$ -	$ 100	$ 100
Expenditures			
Current:			
General Government:			
Youth Development Administration:			
Personnel Costs	92	-	92
Materials and Supplies	1,104	-	1,104
Total Expenditures	1,196	-	1,196
Excess of Revenues Over (Under) Expenditures	(1,196)	100	1,296
Fund Balance Beginning of Year	1,212	1,212	-
Unexpended Prior Year Encumbrances	355	355	-
Fund Balance End of Year	$ 371	$ 1,667	$ 1,296

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Federal Forfeiture Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Fines and Forfeitures	$ 100,000	$ 88,457	$ (11,543)
Operating Grants	-	4,431	4,431
Interest	20,000	3,639	(16,361)
Other	-	1,763	1,763
Total Revenues	120,000	98,290	(21,710)
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Personnel Costs	150,000	33,718	116,282
Materials and Supplies	89,686	41,721	47,965
Contractual Services	159,917	80,995	78,922
Capital Outlay	171,075	119,550	51,525
Other	64,654	44,849	19,805
Total Expenditures	635,332	320,833	314,499
Excess of Revenues (Under) Expenditures	(515,332)	(222,543)	292,789
Fund Balance Beginning of Year	976,612	976,612	-
Unexpended Prior Year Encumbrances	22,332	22,332	-
Fund Balance End of Year	$ 483,612	$ 776,401	$ 292,789

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Enforcement and Education Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Fines and Forfeitures	$ 11,700	$ 13,505	$ 1,805
Other	-	185	185
Total Revenues	11,700	13,690	1,990
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Other	11,916	4,056	7,860
Excess of Revenues Over (Under) Expenditures	(216)	9,634	9,850
Other Financing Sources (Uses)			
Advances In	-	215	215
Advances Out	(215)	(215)	-
Total Other Financing Sources (Uses)	(215)	-	215
Excess of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(431)	9,634	215
Fund Balance Beginning of Year	324	324	-
Unexpended Prior Year Encumbrances	131	131	-
Fund Balance End of Year	$ 24	$ 10,089	$ 10,065

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Indigent Driver Alcohol Treatment Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Fines and Forfeitures	$ 44,500	$ 43,748	$ (752)
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Contractual Services	80,000	58,196	21,804
Excess of Revenues (Under) Expenditures	(35,500)	(14,448)	21,052
Fund Balance Beginning of Year	51,501	51,501	-
Fund Balance End of Year	$ 16,001	$ 37,053	$ 21,052

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Law Enforcement Trust Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Fines and Forfeitures	$ 230,000	$ 42,425	$ (187,575)
Operating Grants	-	27,333	27,333
Other	3,000	16,654	13,654
Total Revenues	233,000	86,412	(146,588)
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Personnel Costs	78,480	75,462	3,018
Materials and Supplies	35,714	27,951	7,763
Contractual Services	66,591	57,824	8,767
Capital Outlay	69,095	55,474	13,621
Other	13,200	6,105	7,095
Total Expenditures	263,080	222,816	40,264
Excess of Revenues (Under) Expenditures	(30,080)	(136,404)	(106,324)
Fund Balance Beginning of Year	262,519	262,519	-
Unexpended Prior Year Encumbrances	9,600	9,600	-
Fund Balance End of Year	$ 242,039	$ 135,715	$ (106,324)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
D.A.R.E. Program Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Other	$ 1,037	$ 924	$ (113)
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Materials and Supplies	14,683	2,408	12,275
Excess of Revenues (Under) Expenditures	(13,646)	(1,484)	12,162
Fund Balance Beginning of Year	13,646	13,646	-
Fund Balance End of Year	$ -	$ 12,162	$ 12,162

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Municipal Probation Services Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 180,000	$ 211,221	$ 31,221
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Personnel Costs	97,649	89,488	8,161
Materials and Supplies	17,194	14,450	2,744
Contractual Services	22,108	18,522	3,586
Capital Outlay	73,866	23,036	50,830
Other	14,513	11,201	3,312
Total Expenditures	225,330	156,697	68,633
Excess of Revenues Over (Under) Expenditures	(45,330)	54,524	99,854
Fund Balance Beginning of Year	44,844	44,844	-
Unexpended Prior Year Encumbrances	651	651	-
Fund Balance End of Year	$ 165	$ 100,019	$ 99,854

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Misdemeanor Community Sanction Grant Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Operating Grants	$ 111,177	$ 111,177	$ -
Other	12,793	12,793	-
Total Revenues	123,970	123,970	-
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Personnel Costs	87,222	86,427	795
Materials and Supplies	597	-	597
Contractual Services	675	-	675
Other	33,902	32,655	1,247
Total Courts/Judge-Judge Administration	122,396	119,082	3,314
Excess of Revenues Over Expenditures	1,574	4,888	3,314
Fund Balance Beginning of Year	21,937	21,937	-
Unexpended Prior Year Encumbrances	40	40	-
Fund Balance End of Year	$ 23,551	$ 26,865	$ 3,314

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Prisoner Housing Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Fines and Forfeitures	$ 5,000	$ 7,256	$ 2,256
Expenditures			
Current:			
General Government:			
Courts/Judge-Judge Administration:			
Contractual Services	3,750	-	3,750
Excess of Revenues Over Expenditures	1,250	7,256	6,006
Fund Balance Beginning of Year	22,609	22,609	-
Fund Balance End of Year	$ 23,859	$ 29,865	$ 6,006

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Local Law Enforcement Block Grant Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 233,999	$ 233,999	$ -
Interest	1,198	1,207	9
Total Revenues	235,197	235,206	9
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Materials and Supplies	8,490	6,533	1,957
Contractual Services	2,210	2,026	184
Capital Outlay	282,665	184,664	98,001
Other	500	495	5
Total Expenditures	293,865	193,718	100,147
Excess of Revenues Over (Under) Expenditures	(58,668)	41,488	100,156
Fund Balance Beginning of Year	58,668	58,668	-
Fund Balance End of Year	$ -	$ 100,156	$ 100,156

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Safe Neighborhood Heroes Grant
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Contributions and Donations	$ -	$ 1,000	$ 1,000
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Materials and Supplies	1,564	1,564	-
Excess of Revenues (Under) Expenditures	(1,564)	(564)	1,000
Fund Balance Beginning of Year	1,564	1,564	-
Fund Balance End of Year	$ -	$ 1,000	$ 1,000

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Police Donation
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Materials and Supplies	2,000	-	2,000
Excess of Revenues Over (Under) Expenditures	(2,000)	-	2,000
Fund Balance Beginning of Year	2,000	2,000	-
Fund Balance End of Year	$ -	$ 2,000	$ 2,000

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Canton Police Youth Corp Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Materials and Supplies	8	-	8
Excess of Revenues Over (Under) Expenditures	(8)	-	8
Fund Balance Beginning of Year	8	8	-
Fund Balance End of Year	$ -	$ 8	$ 8

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Canton Police Auxiliary Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures			
Current:			
Security of Persons and Property:			
Police Administration:			
Materials and Supplies	3,110	1,501	1,609
Contractual Services	200	131	69
Total Expenditures	3,310	1,632	1,678
Excess of Revenues (Under) Expenditures	(3,310)	(1,632)	1,678
Fund Balance Beginning of Year	3,310	3,310	-
Fund Balance End of Year	$ -	$ 1,678	$ 1,678

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Byrne Memorial 2009 Recovery Act Grant Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 112,500	$ -	$ (112,500)
Expenditures			
Current:			
Security of Persons and Property:			
Federal Stimulus Funding for Police:			
Capital Outlay	112,500	-	112,500
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	-	-	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Fire Donation Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Contributions and Donations	$ 300	$ 1,800	$ 1,500
Expenditures			
Current:			
Security of Persons and Property:			
Fire Administration:			
Materials and Supplies	2,316	-	2,316
Excess of Revenues Over (Under) Expenditures	(2,016)	1,800	3,816
Fund Balance Beginning of Year	2,156	2,156	-
Unexpended Prior Year Encumbrances	260	260	-
Fund Balance End of Year	$ 400	$ 4,216	$ 3,816

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Clerk of Courts Administration Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	1,229	1,229	-
Fund Balance End of Year	$ 1,229	$ 1,229	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
EMS Training and Equipment Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Operating Grants	$ 4,000	$ 4,000	$ -
Expenditures			
Current:			
Security of Persons and Property:			
Fire Administration:			
Materials and Supplies	7,461	4,356	3,105
Excess of Revenues (Under) Expenditures	(3,461)	(356)	3,105
Fund Balance Beginning of Year	3,513	3,513	-
Fund Balance End of Year	$ 52	$ 3,157	$ 3,105

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Firefighters Assistance Grant Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures			
Current:			
Security of Persons and Property:			
Fire Administration:			
Materials and Supplies	162	-	162
Excess of Revenues Over (Under) Expenditures	(162)	-	162
Fund Balance Beginning of Year	162	162	-
Fund Balance End of Year	$ -	$ 162	$ 162

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Clean Ohio Revitalization Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 6,484,857	$ 1,088,999	$ (5,395,858)
Expenditures			
Current:			
Community Environment:			
Community Development Administration:			
Capital Outlay	5,544,252	3,492,846	2,051,406
Excess of Revenues Over (Under) Expenditures	940,605	(2,403,847)	(3,344,452)
Fund Balance (Deficit) Beginning of Year	(749,950)	(749,950)	-
Unexpended Prior Year Encumbrances	169,344	169,344	-
Fund Balance (Deficit) End of Year	$ 359,999	$ (2,984,453)	$ (3,344,452)

City of Canton, Ohio

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2009

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total Nonmajor Debt Service
Assets			
Cash and Cash Equivalents in Segregated Accounts	$ 3,019	$ -	$ 3,019
Taxes Receivable	-	18,226	18,226
Total Assets	$ 3,019	$ 18,226	$ 21,245
Liabilities and Fund Balances			
Current			
Deferred Revenue	$ -	$ 18,226	$ 18,226
Net Assets and Other Credits			
Fund Balances			
Unreserved:			
Undesignated, Reported in:			
Debt Service Funds	3,019	-	3,019
Total Fund Balances	3,019	-	3,019
Total Liabilities and Fund Balances	$ 3,019	$ 18,226	$ 21,245

City of Canton, Ohio

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Debt Service Funds
For the year ended December 31, 2009

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total Nonmajor Debt Service Funds
Revenues			
Interest	$ 3,557	$ -	$ 3,557
Expenditures			
Current			
Debt Service			
Interest and Fiscal Charges	6,777	-	6,777
Net Change in Fund Balance	(3,220)	-	(3,220)
Fund Balance at Beginning of Year	6,239	-	6,239
Fund Balance at End of Year	$ 3,019	$ -	$ 3,019

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Interest	$ 3,557	$ 3,557	$ -
Expenditures			
Debt Service:			
Interest and Fiscal Charges:			
General Obligation Various Improvement Bonds	6,777	6,777	-
Excess of Revenues (Under) Expenditures	(3,220)	(3,220)	-
Fund Balance Beginning of Year	3,220	3,220	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2009

	Radio Communication Systems	2006 City Infrastructure Bond	Traffic Signalization	2006 Recreational Bond	2006 Construct/ Reconstruct Bond
Assets					
Equity in Pooled Cash and Cash Equivalents	$ -	$ 3,265,389	$ 26	$ 844,364	$ 5,526,581
Accounts Receivable	-	150	-	-	300
Due From Other Governments	-	-	-	186,314	-
Total Assets	$ -	$ 3,265,539	$ 26	$ 1,030,678	$ 5,526,881
Liabilities and Fund Balances					
Current					
Accounts Payable	$ -	$ 149,366	$ -	$ -	$ -
Net Assets and Other Credits					
Fund Balances					
Reserved for:					
Encumbrances	-	342,644	-	360	58,597
Unreserved:					
Undesignated, Reported in:					
Capital Projects Funds	-	2,773,529	26	1,030,318	5,468,284
Total Fund Balances	-	3,116,173	26	1,030,678	5,526,881
Total Liabilities and Fund Balances	$ -	$ 3,265,539	$ 26	$ 1,030,678	$ 5,526,881

Judges Facilities/ City Hall Renovation	Civic Center Improvement	Tuscarawas Improvement	Steese Drainage Project	49th & Gardendale Project	Bison Project & Kimble Road Storm Sewer	30th St NE Trunk Sewer	25th St NE Storm Sewer	Total Nonmajor Capital Projects Funds
$ 311,487	$ 2	$ -	$ -	$ -	$ -	$ -	$ -	$ 9,947,849
-	-	-	-	-	-	-	-	450
-	-	-	-	294,965	-	90,147	162,860	734,286
$ 311,487	$ 2	$ -	$ -	$ 294,965	$ -	$ 90,147	$ 162,860	$ 10,682,585
$ 1,276	$ -	$ -	$ -	$ 294,965	$ -	$ 90,147	$ 162,860	$ 698,614
3,265	-	-	-	18,516	-	78,226	1,543,501	2,045,109
306,946	2	-	-	(18,516)	-	(78,226)	(1,543,501)	7,938,862
310,211	2	-	-	-	-	-	-	9,983,971
$ 311,487	$ 2	$ -	$ -	$ 294,965	$ -	$ 90,147	$ 162,860	$ 10,682,585

City of Canton, Ohio

Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Capital Project Funds
For the year ended December 31, 2009

	Radio Communication Systems	2006 City Infrastructure Bond	Traffic Signalization	2006 Recreational Bond	2006 Construct/ Reconstruct Bond
Revenues					
Interest	$ -	$ 22,670	$ -	$ 6,312	$ 34,961
Capital Grants and Contributions	-	-	-	186,314	-
Total Revenues	-	22,670	-	192,626	34,961
Expenditures					
Current					
Capital Outlay	-	788,167	-	202,079	315,865
Debt Service					
Interest and Fiscal Charges	596	-	-	-	-
Total Expenditures	596	788,167	-	202,079	315,865
Excess Revenues Over (Under) Expenditures	(596)	(765,497)	-	(9,453)	(280,904)
Other Financing Sources					
Issuance of Debt	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	-
Net Change in Fund Balance	(596)	(765,497)	-	(9,453)	(280,904)
Fund Balance at Beginning of Year	596	3,881,670	26	1,040,131	5,807,785
Fund Balance at End of Year	$ -	$ 3,116,173	$ 26	$ 1,030,678	$ 5,526,881

Judges Facilities/ City Hall Renovation	Civic Center Improvement	Tuscarawas Improvement	Steese Drainage Project	49th & Gardendale Project	Bison Project & Kimble Rd Storm Sewer	30th St NE Trunk Sewer	25th St NE Storm Sewer	Total Nonmajor Capital Projects Funds
$ 281	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 64,224
-	-	131,275	82,016	452,134	524,799	1,185,127	162,860	2,724,525
281	-	131,275	82,016	452,134	524,799	1,185,127	162,860	2,788,749
8,554	-	131,275	82,016	452,134	524,799	1,679,127	162,860	4,346,876
-	-	-	-	-	-	-	-	596
8,554	-	131,275	82,016	452,134	524,799	1,679,127	162,860	4,347,472
(8,273)	-	-	-	-	-	(494,000)	-	(1,558,723)
-	-	-	-	-	-	494,000	-	494,000
-	-	-	-	-	-	494,000	-	494,000
(8,273)	-	-	-	-	-	-	-	(1,064,723)
318,484	2	-	-	-	-	-	-	11,048,694
$ 310,211	$ 2	$ -	$ -	$ -	$ -	$ -	$ -	$ 9,983,971

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Capital Projects Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Municipal Income Tax	$ 8,227,927	$ 7,949,653	$ (278,274)
Charges for Services	-	550	550
Fines and Forfeitures	30	30	-
Capital Grants	114,565	114,565	-
Other	101,722	101,721	(1)
Total Revenues	8,444,244	8,166,519	(277,725)
Expenditures			
Capital Outlay:			
Safety Director:			
Police Department-Police Administration	6,100	-	6,100
Fire Department-Fire Administration	153,020	150,488	2,532
Traffic Divisions:			
Traffic Sign and Paint	500	500	-
Traffic Signal	60,019	59,873	146
Service Director:			
Service Director Administration	281,332	148,465	132,867
Purchasing Administration	8	-	8
Engineering Administration	1,678,181	1,492,064	186,117
Engineering - Steese Area Drainage Project	45,768	-	45,768
Engineering - 30th St. NE Trunk Sewer & Improvement	45,243	45,243	-
Engineering - 25th St. NE Storm Sewer	325,000	-	325,000
Engineering - Tuscarawas St. Improvment	397	-	397
Engineering - 38th St Improvement	12,603	-	12,603
Engineering - West Side Park Trail & Bridge	137,780	27,139	110,641
Engineering - 2008 Sidewalk Program	100,000	23,523	76,477
Engineering - Bison Proj/Kimble Rd	58,625	15,514	43,111
Engineering - Sewer Mapping	92,554	-	92,554
Street Administration	55,000	42,434	12,566
Street Paving	3,101,538	3,024,498	77,040
Civic Center Administration	11,810	11,810	-
Building Maintenance Administration	74,536	43,747	30,789
Refuse Administration	385,000	-	385,000
Collection System Department	302,134	262,033	40,101
Utility Billing Department	1,400	-	1,400
Health:			
Health Administration	13,731	1,931	11,800
Park Division:			
Park Administration	51,451	47,855	3,596
Mayor:			
Youth Development Administration	200	-	200
Compliance Administration	575	-	575
Management Information Systems:			
Information Technology Manager	218,564	181,293	37,271
Council:			
Council Administration	$ 10,000	$ 762	$ 9,238

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Capital Projects Fund (continued)
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Judges:			
Judge Administration	$ 3,000	$ 1,585	$ 1,415
Court-Clerks:			
Clerk of Courts Administration	407	-	407
Auditor:			
Auditor Administration	96,000	94,509	1,491
Auditor-Legally Binding Expenses	139,164	139,164	-
Total Capital Outlay	7,461,640	5,814,430	1,647,210
Debt Service:			
Principal Retirement	1,751,293	6,228,583	(4,477,290)
Interest and Fiscal Charges	655,919	655,645	274
Total Debt Service	2,407,212	6,884,228	(4,477,016)
Total Expenditures	9,868,852	12,698,658	(2,829,806)
Excess of Revenues (Under) Expenditures	(1,424,608)	(4,532,139)	(3,107,531)
Other Financing Sources (Uses)			
Sale of Capital Assets	11,956	12,418	462
Proceeds of Bonds	-	4,495,000	4,495,000
Bond Issuance Costs	-	(226,270)	(226,270)
Bond Premium	-	211,270	211,270
Total Other Financing Sources	11,956	4,492,418	4,480,462
Excess of Revenues and Other Financing Sources (Under) Expenditures and Other Financing Uses	(1,412,652)	(39,721)	1,372,931
Fund Balance Beginning of Year	1,159,760	1,159,760	-
Unexpended Prior Year Encumbrances	497,686	497,686	-
Fund Balance End of Year	$ 244,794	$ 1,617,725	$ 1,372,931

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Motor Vehicle Purchase Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Municipal Income Tax	$ 1,956,644	$ 1,987,413	$ 30,769
Rentals	17,145	19,140	1,995
Other	5,260	5,260	-
Total Revenues	1,979,049	2,011,813	32,764
Expenditures			
Capital Outlay:			
Safety Director:			
Safety Director Administration	4,300	4,227	73
Code Enforcement Administration	11,358	11,358	-
Central Communication Administration	135,000	128,674	6,326
Police Department-Police Administration	829,416	826,112	3,304
Fire Department-Fire Administration	627,706	626,012	1,694
Service Director:			
Service Director Support Administration	15,217	15,217	-
Service Director Administration	4,300	4,227	73
Engineering Administration	70,007	63,321	6,686
Maintenance	340,000	334,999	5,001
Health:			
Health Administration	21,200	21,136	64
Park Division:			
Park Administration	5,000	4,276	724
Judges:			
Judge Administration	8,600	8,454	146
Total Capital Outlay	2,072,104	2,048,013	24,091
Debt Service:			
Principal Retirement	788,065	788,065	-
Interest and Fiscal Charges	112,893	112,298	595
Total Debt Service	900,958	900,363	595
Total Expenditures	2,973,062	2,948,376	24,686
Excess of Revenues (Under) Expenditures	(994,013)	(936,563)	57,450
Other Financing Sources (Uses)			
Sale of Capital Assets	33,384	33,384	-
Transfer In	150,000	-	(150,000)
Transfer Out	(169,010)	-	169,010
Total Other Financing Sources	14,374	33,384	19,010
Excess of Revenues and Other Financing Sources (Under) Expenditures and Other Financing Uses	(979,639)	(903,179)	76,460
Fund Balance Beginning of Year	976,342	976,342	-
Unexpended Prior Year Encumbrances	3,297	3,297	-
Fund Balance End of Year	$ -	$ 76,460	$ 76,460

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Radio Communication Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures			
Debt Service:			
Interest and Fiscal Charges:			
General Obligation Various Improvement Bonds	596	596	-
Excess of Revenues (Under) Expenditures	(596)	(596)	-
Fund Balance Beginning of Year	596	596	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
2006 City Infrastructure Bond Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Interest	$ 51,000	$ 52,046	$ 1,046
Expenditures			
Capital Outlay:			
Service Director:			
Service Director Administration	2,018,614	-	2,018,614
Engineering - 49th St & Gardendale	352,509	135,745	216,764
Engineering - 25th St NE Storm Sewer	884,000	409,532	474,468
Engineering - Bison Proj/Kimble Rd	3,954	3,954	-
Engineering - Mahoning Rd Corr Prj	250,000	250,000	-
Total Expenditures	3,509,077	799,231	2,709,846
Excess of Revenues (Under) Expenditures	(3,458,077)	(747,185)	2,710,892
Other Financing Sources			
Advances In	400,000	400,000	-
Excess of Revenues and Other Financing Sources (Under) Expenditures	(3,058,077)	(347,185)	2,710,892
Fund Balance Beginning of Year	3,077,763	3,077,763	-
Unexpended Prior Year Encumbrance	42,587	42,587	-
Fund Balance End of Year	$ 62,273	$ 2,773,165	$ 2,710,892

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Traffic Signalization Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	26	26	-
Fund Balance End of Year	$ 26	$ 26	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
2006 Recreational Bond Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 186,314	$ -	$ (186,314)
Interest	16,000	15,918	(82)
Total Revenues	202,314	15,918	(186,396)
Expenditures			
Capital Outlay:			
Service Director:			
Service Director Administration	763,774	87	763,687
Park Division:			
Park - Mallonn Memorial Park	251,456	196,194	55,262
Total Expenditures	1,015,230	196,281	818,949
Excess of Revenues (Under) Expenditures	(812,916)	(180,363)	632,553
Fund Balance Beginning of Year	1,023,875	1,023,875	-
Unexpended Prior Year Encumbrance	429	429	-
Fund Balance End of Year	$ 211,388	$ 843,941	$ 632,553

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
2006 Construct/Reconstruct Bond Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Interest	$ 90,000	$ 74,031	$ (15,969)
Expenditures			
Capital Outlay:			
Service Director:			
Service Director Administration	3,829,526	185,871	3,643,655
Judges:			
Judges City Hall Renovation Project	1,850,000	10,000	1,840,000
Total Expenditures	5,679,526	195,871	5,483,655
Excess of Revenues (Under) Expenditures	(5,589,526)	(121,840)	5,467,686
Fund Balance Beginning of Year	5,487,126	5,487,126	-
Unexpended Prior Year Encumbrance	102,400	102,400	-
Fund Balance End of Year	$ -	$ 5,467,686	$ 5,467,686

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
2006 Judge Facilities/City Hall Reconstruction Bond
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Interest	$ -	$ 260	$ 260
Expenditures			
Capital Outlay:			
Judges:			
Judges City Hall Renovation Project	318,484	11,819	306,665
Excess of Revenues (Under) Expenditures	(318,484)	(11,559)	306,925
Fund Balance Beginning of Year	318,484	318,484	-
Fund Balance End of Year	$ -	$ 306,925	$ 306,925

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Civic Center Improvement Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues	$ -	$ -	$ -
Expenditures	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	1	1	-
Fund Balance End of Year	$ 1	$ 1	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Tuscarawas Street Improvement Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 710,504	$ 140,761	$ (569,743)
Expenditures			
Capital Outlay:			
Engineering - Tuscarawas St. Improvement	119,088	-	119,088
Excess of Revenues Over Expenditures	591,416	140,761	(450,655)
Other Financing Sources			
Transfer In	27,445	-	(27,445)
Excess of Revenues and Other Financing Sources Over Expenditures	618,861	140,761	(478,100)
Fund Balance (Deficit) Beginning of Year	(259,849)	(259,849)	-
Unexpended Prior Year Encumbrances	119,088	119,088	-
Fund Balance End of Year	$ 478,100	$ -	$ (478,100)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
38th Street Improvement Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 97,968	$ 97,177	$ (791)
Expenditures			
Capital Outlay:			
Engineering Administration	791	-	791
Excess of Revenues Over Expenditures	97,177	97,177	-
Fund Balance (Deficit) Beginning of Year	(97,968)	(97,968)	-
Unexpended Prior Year Encumbrances	791	791	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Steese Area Drainage Project Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 82,016	$ 82,016	$ -
Expenditures	-	-	-
Excess of Revenues Over Expenditures	82,016	82,016	-
Fund Balance (Deficit) Beginning of Year	(82,016)	(82,016)	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
49th St & Gardendale NE Storm Sewer Project Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 843,860	$ 157,169	$ (686,691)
Expenditures			
Capital Outlay:			
Engineering - 49th St & Gardendale	686,691	313,481	373,210
Excess of Revenues Over (Under) Expenditures	157,169	(156,312)	(313,481)
Fund Balance (Deficit) Beginning of Year	(169,740)	(169,740)	-
Unexpended Prior Year Encumbrances	12,571	12,571	-
Fund Balance (Deficit) End of Year	$ -	$ (313,481)	$ (313,481)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Bison Project & Kimble Road Storm Sewer Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 646,700	$ 524,799	$ (121,901)
Expenditures			
Capital Outlay:			
Engineering - Bison Proj/Kimble Rd	154,420	32,519	121,901
Excess of Revenues Over Expenditures	492,280	492,280	-
Fund Balance (Deficit) Beginning of Year	(533,800)	(533,800)	-
Unexpended Prior Year Encumbrances	41,520	41,520	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
30th St NE Trunk Sewer Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 2,101,300	$ 1,094,980	$ (1,006,320)
Expenditures			
Capital Outlay:			
Engineering - 30th St. NE Trunk Sewer & Improvement	689,300	345,353	343,947
Excess of Revenues Over Expenditures	1,412,000	749,627	(662,373)
Other Financing Sources			
Proceeds of Loans	-	494,000	494,000
Excess of Revenues and Other Financing Sources Over Expenditures	1,412,000	1,243,627	(168,373)
Fund Balance (Deficit) Beginning of Year	(1,514,506)	(1,514,506)	-
Unexpended Prior Year Encumbrances	102,506	102,506	-
Fund Balance (Deficit) End of Year	$ -	$ (168,373)	$ (168,373)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
25th St NE Storm Sewer Project Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 2,423,971	$ -	$ (2,423,971)
Expenditures			
Capital Outlay:			
Engineering - 25th St NE Storm Sewer	2,423,971	1,706,360	717,611
Excess of Revenues Over (Under) Expenditures	-	(1,706,360)	(1,706,360)
Fund Balance Beginning of Year	-	-	-
Fund Balance (Deficit) End of Year	$ -	$ (1,706,360)	$ (1,706,360)

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Sherrick Road Project Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 1,500,000	$ -	$ (1,500,000)
Expenditures			
Capital Outlay:			
Engineering - Sherrick Road Project	1,500,000	-	1,500,000
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	-	-	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenditures and Changes
In Fund Balances - Budget (Non-GAAP Basis) and Actual
Harmont Ave Sanitary Sewer Project Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Capital Grants	$ 125,000	$ -	$ (125,000)
Expenditures			
Capital Outlay:			
Engineering - Harmont Sanitary Sewer Project	125,000	-	125,000
Excess of Revenues Over (Under) Expenditures	-	-	-
Fund Balance Beginning of Year	-	-	-
Fund Balance End of Year	$ -	$ -	$ -

City of Canton, Ohio

Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 12,644,800	$ 11,778,789	$ (866,011)
Interest	3,000	277	(2,723)
Capital Grants	1,963,700	996,102	(967,598)
Rentals	58,500	67,294	8,794
Other	136,440	121,211	(15,229)
Total Revenues	14,806,440	12,963,673	(1,842,767)
Expenses			
Personnel Costs	6,346,856	6,007,880	338,976
Material and Supplies	1,500,703	1,292,088	208,615
Contractual Services	4,966,168	4,447,937	518,231
Capital Outlay	8,588,582	6,294,608	2,293,974
Claims	97,009	15,616	81,393
Other	192,716	171,587	21,129
Debt Service:			
Principal Retirement	1,462,685	1,334,675	128,010
Interest and Fiscal Charges	1,288,839	578,331	710,508
Total Expenses	24,443,558	20,142,722	4,300,836
Excess of Revenues (Under) Expenses	(9,637,118)	(7,179,049)	2,458,069
Other Financing Sources			
Sale of Capital Assets	10,000	1,935	(8,065)
Proceeds of Loans	10,013,872	4,706,627	(5,307,245)
Total Other Financing Sources	10,023,872	4,708,562	(5,315,310)
Excess of Revenues and Other Financing Sources Over/(Under) Expenses	386,754	(2,470,487)	(2,857,241)
Fund Equity Beginning of Year	6,934,609	6,934,609	-
Unexpended Prior Year Encumbrances	348,932	348,932	-
Fund Equity End of Year	$ 7,670,295	$ 4,813,054	$ (2,857,241)

City of Canton, Ohio

Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 10,247,276	$ 10,503,722	$ 256,446
Capital Grants	-	22,262	22,262
Rentals	15,000	22,963	7,963
Other	887,870	1,035,288	147,418
Total Revenues	11,150,146	11,584,235	434,089
Expenses			
Personnel Costs	5,338,210	4,771,589	566,621
Material and Supplies	1,111,634	700,605	411,029
Contractual Services	3,614,438	2,789,958	824,480
Capital Outlay	1,996,000	644,982	1,351,018
Claims	367,605	355,802	11,803
Other	137,239	43,858	93,381
Debt Service:			
Principal Retirement	975,998	975,998	-
Interest and Fiscal Charges	322,503	322,503	-
Total Expenses	13,863,627	10,605,295	3,258,332
Excess of Revenues Over (Under) Expenses	(2,713,481)	978,940	3,692,421
Other Financing Sources (Uses)			
Sale of Capital Assets	-	2,327	2,327
Transfers Out	(100,000)	-	100,000
Total Other Financing Sources (Uses)	(100,000)	2,327	102,327
Excess of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(2,813,481)	981,267	3,794,748
Fund Equity Beginning of Year	5,911,347	5,911,347	-
Unexpended Prior Year Encumbrances	299,343	299,343	-
Fund Equity End of Year	$ 3,397,209	$ 7,191,957	$ 3,794,748

City of Canton, Ohio

Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Refuse Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 5,206,954	$ 5,238,122	$ 31,168
Operating Grants	129,018	129,018	-
Other	71,431	71,431	-
Total Revenues	5,407,403	5,438,571	31,168
Expenses			
Personnel Costs	3,417,366	3,353,990	63,376
Material and Supplies	74,673	68,889	5,784
Contractual Services	1,954,885	1,943,001	11,884
Capital Outlay	43,007	-	43,007
Claims	12,010	8,897	3,113
Other	38,166	15,859	22,307
Total Expenses	5,540,107	5,390,636	149,471
Excess of Revenues Over (Under) Expenses	(132,704)	47,935	180,639
Other Financing Sources			
Sale of Capital Assets	10,485	10,485	-
Excess of Revenues and Other Financing Sources Over/(Under) Expenses	(122,219)	58,420	180,639
Fund Equity Beginning of Year	111,259	111,259	-
Unexpended Prior Year Encumbrances	10,960	10,960	-
Fund Equity End of Year	$ -	$ 180,639	$ 180,639

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

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

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

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

City of Canton, Ohio

Combining Statement of Net Assets
Nonmajor Internal Service Funds
December 31, 2009

	Workers Compensation	Health Insurance	Compensated Absences Claims	Total Nonmajor Internal Service
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 2,195,107	$ 515,129	$ 1,037,218	$ 3,747,454
Accounts Receivable	-	30,390	-	30,390
Due From Other Funds	1,800,000	30,448	178,324	2,008,772
Total Assets	$ 3,995,107	$ 575,967	$ 1,215,542	$ 5,786,616
Liabilities				
Current				
Accounts Payable	$ 2,395	$ 355,473	$ -	$ 357,868
Accrued Wages and Benefits	1,679	1,722	-	3,401
Due to Other Governments	395	405	17,735	18,535
Due Within One Year	-	-	1,081,622	1,081,622
Claims Payable Due Within One Year	2,135,665	598,575	75,465	2,809,705
Total Current	2,140,134	956,175	1,174,822	4,271,131
Noncurrent				
Due Within More Than One Year	-	-	7,117,212	7,117,212
Total Liabilities	2,140,134	956,175	8,292,034	11,388,343
Net Assets				
Unrestricted	1,854,973	(380,208)	(7,076,492)	(5,601,727)
Total Net Assets and Liabilities	$ 3,995,107	$ 575,967	$ 1,215,542	$ 5,786,616

City of Canton, Ohio

Combining Statement of Revenues, Expenses
and Changes in Fund Net Assets
Nonmajor Internal Service Funds
For the year ended December 31, 2009

	Workers Compensation	Health Insurance	Compensated Absences Claims	Total Nonmajor Internal Service
Revenues				
Charges for Services	$ 1,126,932	$ 8,033,753	$ 2,945,322	$ 12,106,007
Other	18,996	983,010	-	1,002,006
Total Revenue	1,145,928	9,016,763	2,945,322	13,108,013
Operating Expenses				
Personal Services	66,908	75,982	-	142,890
Contractual Services	46,628	837,468	5,439	889,535
Materials and Supplies	2,017	78	-	2,095
Insurance Claims and Expenses	1,556,869	9,385,053	-	10,941,922
Benefit Claim Expenses	-	-	4,889,919	4,889,919
Other	365	599	-	964
Total Operating Expenses	1,672,787	10,299,180	4,895,358	16,867,325
Change in Net Assets	(526,859)	(1,282,417)	(1,950,036)	(3,759,312)
Total Net Assets at Beginning of Year	2,381,832	902,209	(5,126,456)	(1,842,415)
Total Net Assets at End of Year	$ 1,854,973	$ (380,208)	$ (7,076,492)	$ (5,601,727)

City of Canton, Ohio

Combining Statement of Cash Flows
Nonmajor Internal Service Funds
For the year ended December 31, 2009

	Workers Compensation	Health Insurance	Compensated Absences Claims	Total
Cash Flows From Operating Activities				
Receipts from Customers and Users	$ 1,126,932	$ 7,996,020	$ 2,905,819	$ 12,028,771
Other Cash Receipts	18,996	1,596,506	-	1,615,502
Payments to Suppliers	(46,588)	(704,161)	(6,895)	(757,644)
Payments to Employees	(66,358)	(76,172)	-	(142,530)
Claims Paid	(1,521,204)	(10,174,151)	(4,740,737)	(16,436,092)
Other Cash Payments	(365)	(599)	-	(964)
Internal Activity - Interfund borrowing	(1,699,132)	-	-	(1,699,132)
Net Cash Provided (Used) by Operating Activities	(2,187,719)	(1,362,557)	(1,841,813)	(5,392,089)
Net Increase (Decrease) in Cash and Cash Equivalents	(2,187,719)	(1,362,557)	(1,841,813)	(5,392,089)
Balance - Beginning of the Year	4,382,826	1,877,686	2,879,031	9,139,543
Balance - End of the Year	2,195,107	515,129	1,037,218	3,747,454
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating (Loss)	(526,859)	(1,282,417)	(1,950,036)	(3,759,312)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities				
Change in Assets and Liabilities:				
Accounts Receivables, net	-	606,211	-	606,211
Due From Other Funds	(1,699,132)	(30,448)	(39,503)	(1,769,083)
Accounts Payables	2,057	133,385	-	135,442
Accrued Wages Payable	445	(154)	-	291
Intergovernmental Payable	105	(36)	2,677	2,746
Compensated Absences Payable	-	-	127,464	127,464
Claims Payable	35,665	(789,098)	17,585	(735,848)
Net Cash Provided (Used) by Operating Activities	$ (2,187,719)	$ (1,362,557)	$ (1,841,813)	$ (5,392,089)

City of Canton, Ohio

Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Workers' Compensation Retrospective Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 1,300,000	$ 1,126,932	$ (173,068)
Other	100,869	119,864	18,995
Total Revenues	1,400,869	1,246,796	(154,073)
Expenses			
Personnel Costs	70,543	66,358	4,185
Material and Supplies	2,250	2,017	233
Contractual Services	133,200	53,189	80,011
Claims	1,650,000	1,521,204	128,796
Other	850	365	485
Total Expenses	1,856,843	1,643,133	213,710
Excess of Revenues (Under) Expenses	(455,974)	(396,337)	59,637
Other Financing (Uses)			
Advances Out	-	(1,800,000)	(1,800,000)
Excess of Revenues and Other Financing Sources (Under) Expenditures	(455,974)	(2,196,337)	(1,740,363)
Fund Equity Beginning of Year	4,382,484	4,382,484	-
Fund Equity End of Year	$ 3,926,510	$ 2,186,147	$ (1,740,363)

City of Canton, Ohio

Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Health Insurance Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 7,971,917	$ 7,995,755	$ 23,838
Other	1,595,980	1,596,506	526
Total Revenues	9,567,897	9,592,261	24,364
Expenses			
Personnel Costs	89,804	76,172	13,632
Material and Supplies	428	78	350
Contractual Services	735,276	734,062	1,214
Capital Outlay	599	599	-
Claims	10,376,013	9,954,066	421,947
Total Expenses	11,202,120	10,764,977	437,143
Excess of Revenues (Under) Expenses	(1,634,223)	(1,172,716)	461,507
Fund Equity Beginning of Year	1,238,396	1,238,396	-
Unexpended Prior Year Encumbrances	418,825	418,825	-
Fund Equity End of Year	$ 22,998	$ 484,505	$ 461,507

City of Canton, Ohio

Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Compensated Absences Claim Fund
For the Year Ended December 31, 2009

	Final Budget	Actual	Variance with Final Budget Over/(Under)
Revenues			
Charges for Services	$ 3,200,000	$ 2,905,819	$ (294,181)
Expenses			
Contractual Services	5,000	5,000	-
Benefit Claims Expense	4,776,029	4,740,737	35,292
Total Expenses	4,781,029	4,745,737	35,292
Excess of Revenues (Under) Expenses	(1,581,029)	(1,839,918)	(258,889)
Fund Equity Beginning of Year	2,876,148	2,876,148	-
Fund Equity End of Year	$ 1,295,119	$ 1,036,230	$ (258,889)

Combining Statements-Fiduciary Funds

Fiduciary funds are used to account for assets held by the City in trustee capacity, or as an agent for individuals, private organizations, other governments, and/or other funds.

Private Purpose Trust

This fund is accounted for in essentially the same manner as proprietary funds.

Hartford Houtz Fund To account for monies donated to be used to improve the health and education of children.

Agency Funds

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

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

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

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

Auditor's Transfer Fund To account for and hold receipts from various entities until proper disbursement.

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

Ticketmaster Fund To account for money received and reimbursed for event tickets sold through the Ticketmaster System.

Building Department State Assessment Fund To account for assessments that are collected by the City on building projects on behalf of the state.

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

Civic Center Event Expense Clearing Fund To account for money the City receives from event promoters that then must be paid to individuals or associations that performed work during the event.

City of Canton, Ohio

Combining Statement of Changes in Assets and Liabilities
Fiduciary Funds
For the year ended December 31, 2009

	Balance 01/01/09	Additions	Reductions	Balance 12/31/09
Building Escrow				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 114,598	$ 212,592	$ 208,481	$ 118,709
Liabilities				
Deposits Held and Due to Others	$ 114,598	$ 212,592	$ 208,481	$ 118,709
Payroll Clearing				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 1,564,267	$ 13,534,768	$ 14,179,520	$ 919,515
Liabilities				
Due to Other Governments	$ 1,564,267	$ 13,534,768	$ 14,179,520	$ 919,515
Employee Buyout Incentive				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ -	$ 252,957	$ 175,502	$ 77,455
Liabilities				
Deposits Held and Due to Others	$ -	$ 252,957	$ 175,502	$ 77,455
Auditors Transfer				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 80,830	$ 131,171	$ 151,346	$ 60,655
Cash and Cash Equivalents in Segregated Accounts	335	12,460	12,250	545
Total Assets	$ 81,165	$ 143,631	$ 163,596	$ 61,200
Liabilities				
Deposits Held and Due to Others	$ 81,165	$ 143,631	$ 163,596	$ 61,200
Municipal Court				
Assets				
Cash and Cash Equivalents in Segregated Accounts	$ 87,450	$ 8,528,792	$ 8,450,330	$ 165,912
Liabilities				
Undistributed Assets	$ 87,450	$ 8,528,792	$ 8,450,330	$ 165,912

City of Canton, Ohio

Combining Statement of Changes in Assets and Liabilities
Fiduciary Funds (continued)
For the year ended December 31, 2009

	Balance 01/01/09	Additions	Reductions	Balance 12/31/09
Ticketmaster				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 302,579	$ 996,457	$ 1,209,783	$ 89,253
Liabilities				
Undistributed Assets	$ 302,579	$ 996,457	$ 1,209,783	$ 89,253
Building Department State Assessment				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 1,332	$ 9,217	$ 9,948	$ 601
Liabilities				
Deposits Held and Due to Others	$ 1,332	$ 9,217	$ 9,948	$ 601
Downtown Special Improvement District				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ -	$ 162,582	$ 162,582	$ -
Liabilities				
Deposits Held and Due to Others	$ -	$ 162,582	$ 162,582	$ -
Civic Center Event Expense Clearing				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 11,637	$ 345,597	$ 344,099	$ 13,135
Liabilities				
Deposits Held and Due to Others	$ 11,637	$ 345,597	$ 344,099	$ 13,135
All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 2,075,243	$ 15,645,341	$ 16,441,261	$ 1,279,323
Cash and Cash Equivalents in Segregated Accounts	87,785	8,541,252	8,462,580	166,457
Total Assets	$ 2,163,028	$ 24,186,593	$ 24,903,841	$ 1,445,780
Liabilities				
Due to Other Governments	$ 1,564,267	$ 13,534,768	$ 14,179,520	$ 919,515
Undistributed Assets	390,029	9,525,249	9,660,113	255,165
Deposits Held and Due to Others	208,732	1,126,576	1,064,208	271,100
Total Liabilities	$ 2,163,028	$ 24,186,593	$ 24,903,841	$ 1,445,780

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

Financial Trends S1-S6
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 S7-S8
These schedules contain information to help the reader assess the City's most significant local revenue, municipal income tax.

Debt Capacity S9-S16
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 S17-S18
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 S19-S22
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. The City implemented GASB Statement No. 34 in 2001; schedules presenting government-wide information on a full accrual basis include information beginning in that year.

City of Canton, Ohio

Net Assets by Component,
*Last Nine Years**
(accrual basis of accounting)

	2009	2008	2007	2006	2005	2004	2003	2002	2001
Governmental Activities									
Invested in Capital Assets, Net of Related Debt	$ 93,997,414	$ 94,910,241	$ 93,469,817	$ 75,027,928	$ 82,872,262	$ 83,624,341	$ 98,931,209	$ 98,983,621	$ 103,476,691
Restricted	38,133,687	32,898,704	34,630,751	20,993,547	25,406,034	23,251,676	23,301,757	28,310,363	28,052,229
Unrestricted	(3,439,285)	1,897,801	2,288,255	23,324,075	1,934,685	6,550,811	(3,805,301)	(596,896)	5,137,112
Total Governmental Activities Net Assets	$ 128,691,816	$ 129,706,746	$ 130,388,823	$ 119,345,550	$ 110,212,981	$ 113,426,828	$ 118,427,665	$ 126,697,088	$ 136,666,032
Business-Type Activities									
Invested in Capital Assets, Net of Related Debt	$ 65,176,771	$ 63,926,597	$ 61,597,239	$ 56,337,077	$ 58,415,826	$ 54,636,994	$ 49,682,535	$ 50,200,502	$ 49,976,166
Restricted	-	-	-	-	-	-	-	-	-
Unrestricted	24,386,522	22,651,308	21,120,626	24,712,950	23,029,865	21,479,727	24,300,177	20,809,501	18,376,297
Total Business-Type Activities Net Assets	$ 89,563,293	$ 86,577,905	$ 82,717,865	$ 81,050,027	$ 81,445,691	$ 76,116,721	$ 73,982,712	$ 71,010,003	$ 68,352,463
Primary Government									
Invested in Capital Assets, Net of Related Debt	$ 159,174,185	$ 158,836,838	$ 155,067,056	$ 131,365,005	$ 141,288,088	$ 138,261,335	$ 148,613,744	$ 149,184,123	$ 153,452,857
Restricted	38,133,687	32,898,704	34,630,751	20,993,547	25,406,034	23,251,676	23,301,757	28,310,363	28,052,229
Unrestricted	20,947,237	24,549,109	23,408,881	48,037,025	24,964,550	28,030,538	20,494,876	20,212,605	23,513,409
Total Primary Government Net Assets	$ 218,255,109	$ 216,284,651	$ 213,106,688	$ 200,395,577	$ 191,658,672	$ 189,543,549	$ 192,410,377	$ 197,707,091	$ 205,018,495

*=The City first implemented GASB 34 in 2001 thus making it the oldest information available.

City of Canton, Ohio

Changes in Net Assets
*Last Nine Years**
(accrual basis of accounting)

	2009	2008	2007	2006	2005	2004	2003	2002	2001
Expenses									
Governmental Activities:									
General Government	$ 21,447,525	$ 20,109,980	$ 20,429,740	$ 19,042,092	$ 18,585,104	$ 16,658,224	$ 15,454,089	$ 16,975,011	$ 18,599,976
Security of Persons and Property	39,741,822	39,952,807	37,157,956	33,635,452	33,732,631	31,987,242	32,018,034	32,660,736	34,573,006
Public Health	6,503,089	6,232,337	6,117,315	5,368,723	5,407,095	4,691,879	4,847,020	4,481,286	4,600,280
Transportation	14,551,954	11,010,239	11,773,016	10,159,315	14,339,105	17,253,856	18,775,982	16,821,177	17,642,325
Community Development	5,393,621	6,011,649	6,612,257	6,554,058	7,898,906	6,523,014	5,002,599	6,530,815	7,450,015
Leisure Time Activities	2,943,691	2,986,053	3,041,931	2,873,234	2,880,704	2,470,793	2,344,346	2,721,562	2,904,796
Interest on Long-Term Debt	925,828	1,154,014	1,259,708	852,785	923,542	1,140,758	1,252,757	1,416,115	1,308,012
Total Governmental Activities Expenses	91,507,530	87,457,079	86,391,923	78,485,659	83,767,087	80,725,766	79,694,827	81,606,702	87,078,410
Business-Type Activities:									
Water	11,789,359	10,644,920	10,434,121	11,243,727	9,377,995	9,801,322	9,125,850	10,815,081	10,379,206
Sewer	11,586,485	10,344,713	11,688,039	10,560,129	9,934,130	10,472,024	9,978,082	10,098,802	9,099,094
Refuse	5,359,103	5,057,233	4,516,698	4,792,409	4,481,498	4,662,221	4,339,264	4,274,006	4,308,981
Total Business-Type Activities Expenses	28,734,947	26,046,866	26,638,858	26,596,265	23,793,623	24,935,567	23,443,196	25,187,889	23,787,281
Total Primary Government Expenses	$ 120,242,477	$ 113,503,945	$ 113,030,781	$ 105,081,924	$ 107,560,710	$ 105,661,333	$ 103,138,023	$ 106,794,591	$ 110,865,691
Program Revenues									
Governmental Activities:									
Charges for Service:									
EMS Charges	$ 370,403	$ 2,474,214	$ 1,985,989	$ 1,784,536	$ 2,371,411	$ 1,395,186	$ 1,558,680	$ 2,160,994	$ 1,879,504
Leisure Activities	323,320	646,817	798,451	773,910	813,852	232,984	288,023	285,019	300,007
Licenses & Permits	1,544,394	1,548,478	905,168	1,019,509	1,141,214	1,534,574	1,092,035	881,234	904,340
Municipal Court Receipts	3,458,692	3,350,496	3,098,405	3,008,935	2,851,322	2,533,514	2,383,706	1,808,609	1,656,428
Other Activities	7,094,576	6,922,471	8,568,936	5,832,267	3,818,855	6,276,902	6,124,680	5,777,392	5,435,255
Operating Grants and Contributions	15,211,394	7,017,103	7,976,893	8,754,801	7,142,814	7,575,379	7,317,218	6,261,103	9,971,475
Capital Grants and Contributions	4,334,246	3,743,113	5,061,069	761,444	1,424,710	2,527,019	865,422	1,211,848	43,518
Total Governmental Activities Program Revenues	32,337,025	25,702,692	28,394,911	21,935,402	19,564,178	22,075,558	19,629,764	18,386,199	20,190,527
Business-Type Activities:									
Charges for Service:									
Water	11,602,884	12,452,723	12,210,478	11,829,857	11,494,324	11,184,797	10,943,207	10,774,701	11,372,102
Sewer	10,696,780	10,570,525	9,877,966	9,954,669	10,037,212	10,058,832	10,156,755	10,458,396	9,469,606
Refuse	5,360,417	4,778,453	4,316,457	4,287,009	4,141,408	4,158,393	4,164,018	4,219,995	4,222,788
Operating Grants and Contributions	119,426	108,822	56,133	127,712	38,115	24,830	12,809	-	-
Capital Grants and Contributions	2,942,090	1,939,593	1,308,396	895,234	1,083,890	1,492,713	1,466,359	1,573,931	406,770
Total Business-Type Activities Program Revenues	30,721,597	29,850,116	27,769,430	27,094,481	26,794,949	26,919,565	26,743,148	27,027,023	25,471,266
Total Primary Government Program Revenues	$ 63,058,622	$ 55,552,808	$ 56,164,341	$ 49,029,883	$ 46,359,127	$ 48,995,123	$ 46,372,912	$ 45,413,222	$ 45,661,793

*=The City first implemented GASB 34 in 2001 thus making it the oldest information available.

City of Canton, Ohio

Changes in Net Assets (Continued)
*Last Nine Years**
(accrual basis of accounting)

	2009	2008	2007	2006	2005	2004	2003	2002	2001
Net (Expenses)/Revenues									
Governmental Activities	$ (59,170,505)	$ (61,754,387)	$ (57,997,012)	$ (56,550,257)	$ (64,202,909)	$ (58,650,208)	$ (60,065,063)	$ (63,220,503)	$ (66,887,883)
Business-Type Activities	1,986,650	3,803,250	1,130,572	498,216	3,001,326	1,983,998	3,299,952	1,839,134	1,683,985
Total Primary Government Net Expense	$ (57,183,855)	$ (57,951,137)	$ (56,866,440)	$ (56,052,041)	$ (61,201,583)	$ (56,666,210)	$ (56,765,111)	$ (61,381,369)	$ (65,203,898)
Governmental Revenues and Other Changes in Net Assets									
Governmental Activities:									
Taxes:									
Income Tax	$ 40,915,298	$ 43,086,906	$ 47,092,829	$ 43,149,683	$ 41,779,236	$ 38,977,012	$ 38,169,084	$ 37,737,290	$ 40,095,014
Property Tax	3,619,130	4,475,101	4,097,125	3,602,511	3,711,731	3,209,850	3,841,736	2,380,555	4,069,952
Intergovernmental	8,936,287	8,938,333	10,576,712	10,005,403	9,992,527	9,222,630	8,420,742	9,845,016	10,340,160
Grants and Contributions	-	-	145,890	425,686	401,785	10,513	13,811	376,555	500,000
Interest and Investment Earnings	662,192	1,592,671	3,187,667	2,048,038	1,289,382	654,913	477,079	914,642	2,453,323
Other	3,911,451	2,979,299	3,940,062	4,631,537	3,814,401	1,574,453	1,593,280	2,461,050	2,709,948
Proceeds on Sale of Fixed Assets	111,217	-	-	148,468	-	-	6,182	83,122	594,847
Transfers	-	-	-	-	-	-	-	(420,982)	(173,084)
Total Governmental Activities	58,155,575	61,072,310	69,040,285	64,011,326	60,989,062	53,649,371	52,521,914	53,377,248	60,590,160
Business-Type Activities:									
Intergovernmental	-	-	-	33,167	33,167	17,992	-	-	8,040
Grants and Contributions	-	-	-	137,190	95,627	-	-	-	-
Interest and Investment Earnings	196	40,203	144,713	17,416	10,792	7,264	7,851	10,828	294,325
Other	989,811	220,621	373,715	141,585	2,188,058	115,130	182,873	102,496	775,704
Proceeds on Sale of Fixed Assets	8,731	6,786	18,838	24,254	-	9,625	-	59,764	32,500
Transfers	-	-	-	-	-	-	-	420,982	173,084
Total Business-Type Activities	998,738	267,610	537,266	353,612	2,327,644	150,011	190,724	594,070	1,283,653
Total Primary Government	$ 59,154,313	$ 61,339,920	$ 69,577,551	$ 64,364,938	$ 63,316,706	$ 53,799,382	$ 52,712,638	$ 53,971,318	$ 61,873,813
Change in Net Assets									
Governmental Activities	$ (1,014,930)	$ (682,077)	$ 11,043,273	$ 7,461,069	$ (3,213,847)	$ (5,000,837)	$ (7,543,149)	$ (9,843,255)	$ (6,297,723)
Business-Type Activities	2,985,388	4,070,860	1,667,838	851,828	5,328,970	2,134,009	3,490,676	2,433,204	2,967,638
Total Primary Government	$ 1,970,458	$ 3,388,783	$ 12,711,111	$ 8,312,897	$ 2,115,123	$ (2,866,828)	$ (4,052,473)	$ (7,410,051)	$ (3,330,085)

*=The City first implemented GASB 34 in 2001 thus making it the oldest information available.

City of Canton, Ohio

Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
General Fund										
Reserved	$ 517,955	$ 748,509	$ 838,116	$ 1,044,522	$ 1,009,423	$ 908,877	$ 750,688	$ 790,012	$ 1,265,812	$ 692,384
Unreserved	4,154,656	6,947,380	8,358,711	8,067,957	9,662,068	8,292,671	8,540,085	9,306,674	12,360,556	11,304,218
Total General Fund	$ 4,672,611	$ 7,695,889	$ 9,196,827	$ 9,112,479	$ 10,671,491	$ 9,201,548	$ 9,290,773	$ 10,096,686	$ 13,626,368	$ 11,996,602
All Other Governmental Funds										
Reserved	$ 10,367,225	$ 10,955,266	$ 13,060,640	$ 10,532,025	$ 8,967,059	$ 12,683,479	$ 10,820,672	$ 9,784,826	$ 15,591,292	$ 12,331,318
Unreserved, reported in:										
Special Revenue Funds	3,301,107	3,806,492	4,742,049	1,633,424	2,111,575	2,009,268	2,206,052	2,460,107	1,870,544	(2,076,962)
Capital Projects Funds	11,021,139	10,284,524	8,878,112	15,670,214	2,714,187	1,260,394	2,442,560	4,029,681	4,899,720	4,049,784
Debt Service Funds	3,019	6,239	6,239	141,751	3,019	3,019	21,540	21,540	21,540	21,540
Total All Other Governmental Funds	$ 24,692,490	$ 25,052,521	$ 26,687,040	$ 27,977,414	$ 13,795,840	$ 15,956,160	$ 15,490,824	$ 16,296,154	$ 22,383,096	$ 14,325,680

City of Canton, Ohio

Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2009	2008	2007	2006	2005
Revenues					
Property and Other Taxes	$ 3,710,390	$ 4,385,206	$ 4,010,683	$ 3,610,790	$ 3,277,108
Municipal Income Tax	41,105,833	44,532,380	44,556,112	43,084,333	41,602,373
Charges for Services	11,428,095	10,613,296	10,878,541	10,325,731	9,575,642
Licenses, Permits, and Fees	1,544,393	1,548,479	1,161,430	1,274,175	1,390,410
Fines and Forfeitures	443,673	1,001,384	1,582,608	412,659	447,482
Intergovernmental (1)	9,521,398	10,378,440	11,375,148	10,414,121	10,276,283
Interest	662,192	1,592,671	3,187,667	2,048,038	1,242,630
Operating Grants and Contributions (1)	9,664,268	6,054,006	8,091,451	9,108,680	8,873,767
Capital Grants and Contribtuions (1)	4,447,416	3,635,597	5,065,148	1,517,020	2,004,520
Rentals	450,788	413,470	452,450	425,220	395,741
Other	1,874,355	1,293,285	2,692,726	3,033,021	1,575,116
Total Revenues	84,852,801	85,448,214	93,053,964	85,253,788	80,661,072
Expenditures					
General Government	18,597,391	18,576,448	20,015,769	20,031,972	17,522,987
Security of Persons and Property	35,973,764	37,208,163	36,419,061	34,117,057	31,771,722
Public Health	6,136,493	6,005,406	6,052,678	5,513,038	5,233,094
Transportation	3,826,361	4,170,057	4,447,301	3,467,363	3,388,270
Community Environment	5,289,321	4,862,896	6,613,047	6,623,411	7,858,937
Leisure Time Activities	2,204,394	2,290,022	2,531,251	2,383,428	2,414,290
Capital Outlay	13,859,942	11,554,194	13,986,290	10,616,931	9,765,750
Debt Service:					
Principal	3,039,749	3,166,213	3,672,211	2,731,941	2,978,916
Interest and Fiscal Charges	925,828	1,154,014	1,259,708	852,785	923,542
Total Expenditures	89,853,243	88,987,413	94,997,316	86,337,926	81,857,508
Excess of Revenues Over (Under) Expenditures	(5,000,442)	(3,539,199)	(1,943,352)	(1,084,138)	(1,196,436)
Other Financing Sources (Uses)					
Proceeds from Sale of Capital Assets	223,066	54,166	54,020	652,505	34,849
Issuance of Refunding Bonds	8,575,000	-	-	-	-
Refunded Bonds Redeemed	(8,560,000)	-	-	-	-
Bond Issuance Costs	(433,203)	-	-	(236,199)	-
Bond Premiums	418,203	-	-	236,199	-
Issuance of Debt/Capital Lease	1,415,910	360,534	643,788	13,350,000	245,611
Transfers In	40,000	40,000	62,776	55,000	100,783
Transfers Out	(40,000)	(40,000)	(62,776)	(55,000)	(100,783)
Total Other Financing Sources (Uses)	1,638,976	414,700	697,808	14,002,505	280,460
Net Change in Fund Balances	$ (3,361,466)	$ (3,124,499)	$ (1,245,544)	$ 12,918,367	$ (915,976)
Debt Service as a Percentage of Noncapital Expenditures	4.89%	5.43%	5.87%	4.61%	5.27%

(1) Operating and Capital Grants were not reported separately from intergovernmental revenue until 2001

(continued)

City of Canton, Ohio

Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)-continued

	2004	2003	2002	2001	2000
Revenues					
Property and Other Taxes	$ 3,365,270	$ 3,796,530	$ 1,798,881	$ 4,388,193	$ 2,401,232
Municipal Income Tax	39,412,489	37,675,217	37,994,777	39,865,721	36,636,782
Charges for Services	8,912,605	8,543,008	8,056,371	7,136,779	7,424,259
Licenses, Permits, and Fees	1,763,050	1,304,683	1,075,767	1,094,256	1,119,591
Fines and Forfeitures	684,146	865,628	640,344	563,440	583,792
Intergovernmental (1)	9,917,733	9,198,241	10,958,112	12,365,535	21,083,678
Interest	527,075	475,363	912,257	2,453,323	2,209,972
Operating Grants and Contributions (1)	8,418,812	6,537,512	8,073,254	9,039,142	168,162
Capital Grants and Contribtuions (1)	1,131,680	865,422	1,244,749	34,300	-
Rentals	240,364	197,605	172,880	310,190	157,555
Other	1,308,413	1,468,410	1,891,633	2,046,065	768,959
Total Revenues	75,681,637	70,927,619	72,819,025	79,296,944	72,553,982
Expenditures					
General Government	15,863,178	15,087,910	16,786,625	18,123,377	15,094,284
Security of Persons and Property	31,834,597	31,208,197	32,844,347	32,859,014	31,022,880
Public Health	4,834,353	4,705,880	4,406,174	4,110,072	3,865,933
Transportation	3,190,067	3,073,759	3,672,284	3,851,048	3,903,035
Community Environment	6,537,550	4,988,427	6,597,736	7,652,400	5,723,281
Leisure Time Activities	1,945,545	1,909,681	2,306,005	2,355,592	2,155,148
Capital Outlay	7,546,563	7,708,011	13,646,316	8,252,011	8,608,103
Debt Service:					
Principal	2,846,457	2,678,898	2,636,815	3,051,820	6,570,000
Interest and Fiscal Charges	1,140,758	1,252,757	1,416,115	1,308,012	1,586,624
Total Expenditures	75,739,068	72,613,520	84,312,417	81,563,346	78,529,288
Excess of Revenues Over (Under) Expenditures	(57,431)	(1,685,901)	(11,493,392)	(2,266,402)	(5,975,306)
Other Financing Sources (Uses)					
Proceeds from Sale of Capital Assets	364,314	33,955	513,021	594,847	93,933
Issuance of Refunding Bonds	-	-	-	-	-
Refunded Bonds Redeemed	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-
Bond Premiums	-	-	-	-	-
Issuance of Debt	237,935	197,266	-	5,670,347	1,857,235
Transfers In	78,377	55,000	7,113,205	6,193,051	10,221,280
Transfers Out	(78,377)	(55,000)	(5,761,399)	(5,367,163)	(10,221,280)
Total Other Financing Sources (Uses)	602,249	231,221	1,864,827	7,091,082	1,951,168
Net Change in Fund Balances	$ 544,818	$ (1,454,680)	$ (9,628,565)	$ 4,824,680	$ (4,024,138)
Debt Service as a Percentage of Noncapital Expenditures	5.74%	5.81%	5.71%	5.94%	11.40%

(1) Operating and Capital Grants were not reported separately from intergovernmental revenue until 2001

City of Canton, Ohio

Income Tax Revenue Base and Collections
Last Ten Years
(cash basis of accounting)

Tax Year	Tax Rate *	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes from Corporations	Percentage of Taxes from Corporations	Taxes from Individuals	Percentage of Taxes from Individuals	Taxes From Delinquent Accounts	Percentage of Taxes from Delinquent Accounts
2009	2.00 %	$ 42,313,527	$ 35,240,263	83.28 %	$ 3,341,617	7.90 %	$ 2,530,425	5.98 %	$ 1,201,222	2.84 %
2008	2.00	45,535,181	37,560,808	82.49	4,027,322	8.84	2,534,879	5.57	1,412,172	3.10
2007	2.00	45,750,000	36,943,041	80.75	4,946,090	10.81	2,503,996	5.47	1,356,873	2.97
2006	2.00	43,790,171	36,222,083	82.72	3,798,488	8.67	2,401,463	5.48	1,368,137	3.12
2005	2.00	42,124,201	34,617,380	82.18	3,152,772	7.48	2,649,296	6.29	1,704,753	4.05
2004	2.00	38,841,304	32,302,994	83.17	1,751,090	4.51	2,671,442	6.88	2,115,778	5.45
2003	2.00	39,077,338	32,998,125	84.44	1,971,188	5.04	2,777,089	7.11	1,330,936	3.41
2002	2.00	39,388,494	33,149,784	84.16	2,109,187	5.35	3,012,244	7.65	1,117,279	2.84
2001	2.00	39,760,207	33,304,873	83.76	2,070,375	5.21	3,104,528	7.81	1,280,431	3.22
2000	2.00	37,753,345	31,759,298	84.12	1,796,264	4.76	3,031,718	8.03	1,166,065	3.09

* = Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

City of Canton, Ohio

Income Tax Filers by Income Level
Tax Years 2009 and 2000

Tax Year 2009

Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
Over $100,000	706	2.65 %	$ 103,237,141	14.90 %
$75,001-$100,000	984	3.70	84,514,110	12.20
$50,001-$75,000	2,667	10.03	161,620,630	23.33
$25,001-$50,000	5,925	22.27	209,641,720	30.26
Under $25,000	16,322	61.35	133,749,581	19.31
Total	26,604	100.00	$ 692,763,182	100.00

Tax Year 2000

Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
Over $100,000	513	1.58 %	$ 85,850,795	11.10 %
$75,001-$100,000	734	2.27	62,523,599	8.08
$50,001-$75,000	2,641	8.15	158,207,661	20.46
$25,000-$50,000	7,811	24.12	279,186,293	36.10
Under $25,000	20,688	63.88	187,644,599	24.26
Total	32,387	100.00	$ 773,412,947	100.00

(1) Source: City of Canton Income Tax Department

City of Canton, Ohio

Ratios of Outstanding Debt by Type
Last Ten Years

	Governmental Activities				Business-Type Activities							
	General Obligation Bonds	Loans	Legal Claims	Capital Lease	General Obligation Bonds	Loans	Capital Lease	Total Primary Government	Total Personal Income	Percent of Personal Income	Pop. (1)	Per Capita
2009	$ 19,483,363	$ 2,527,704	$ 94,300	$ 1,070,540	$ 6,961,124	$21,736,915	$ 24,227	$ 51,898,173	$ 1,888,534,400	2.75 %	78,362	$ 662
2008	21,656,948	2,568,042	121,900	465,455	7,857,538	17,569,394	36,339	50,275,616	2,004,784,350	2.51	78,319	$ 642
2007	23,865,120	3,115,974	149,500	515,030	10,294,366	16,982,328	48,450	54,970,768	1,972,351,850	2.79	78,924	697
2006	26,865,000	3,659,547	177,100	-	12,735,000	16,131,342	-	59,567,989	1,931,177,300	3.08	79,478	749
2005	15,710,000	4,196,488	204,700	-	12,335,000	17,663,967	-	50,110,155	1,863,333,800	2.69	79,478	630
2004	18,120,000	4,519,793	232,300	-	14,480,000	19,502,793	-	56,854,886	1,748,721,800	3.25	79,946	711
2003	20,420,000	4,828,315	259,900	-	16,555,000	20,976,695	-	63,039,910	1,788,760,700	3.52	80,243	786
2002	22,580,000	5,149,947	287,500	-	18,570,000	19,940,180	-	66,527,627	1,808,101,400	3.68	80,369	828
2001	24,700,000	5,666,762	390,100	-	20,430,000	16,435,764	-	67,622,626	1,820,470,050	3.71	80,604	839
2000	20,785,000	7,869,888	506,200	-	22,090,000	18,174,113	-	69,425,201	1,739,550,800	3.99	80,806	859

(1) Source: US Census Bureau. The 2008 estimate was the most recent information available at the time of printing.

City of Canton, Ohio

Ratios of General Bonded Debt Outstanding
Last Ten Years

	General Bonded Debt Outstanding			Estimated True Value of Taxable Property (1)	Ratio of Net Bonded Debt to Estimated True Value of Taxable Property	Net Bonded Debt per Capita
	Governmental Obligation	Business-Type Obligation	Total			
2009	$ 19,483,363	$ 6,961,124	$ 26,444,487	$ 2,754,356,786	0.96 %	$ 337.47
2008	21,656,948	7,857,538	29,514,486	3,519,099,073	0.84	276.52
2007	23,865,120	10,294,366	34,159,486	3,584,977,264	0.95	302.38
2006	26,865,000	12,735,000	39,600,000	3,276,005,877	1.21	498.25
2005	15,710,000	12,335,000	28,045,000	3,253,043,207	0.86	352.86
2004	18,120,000	14,480,000	32,600,000	3,178,195,614	1.03	407.78
2003	20,420,000	16,555,000	36,975,000	2,930,018,677	1.26	460.79
2002	22,580,000	18,570,000	41,150,000	3,121,013,277	1.32	512.01
2001	24,700,000	20,430,000	45,130,000	3,026,159,601	1.49	559.90
2000	20,785,000	22,090,000	42,875,000	2,613,861,089	1.64	530.59

(1) Source: Stark County Auditor's Office

City of Canton, Ohio

Direct and Overlapping Government Activities Debt
As of December 31, 2009

	General Obligation Debt Outstanding (1)	Percentage Applicable to City (2)	Amount Applicable to City of Canton
Direct			
City of Canton	$ 19,483,363	100.00%	$ 19,483,363
Overlapping Debt			
Stark County	-	12.85%	-
Canton City Schools	44,750,000	92.35%	41,326,625
Plain Local Schools	56,013,173	21.69%	12,149,257
Total Overlapping Debt	100,763,173		53,475,882
Total	$ 120,246,536		$ 72,959,245

Source: Stark County, Ohio ; County Auditor

(1) Includes general obligation bonds except for those payable from enterprise funds

(2) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the assessed valuation of the political subdivision.

City of Canton, Ohio

Legal Debt Margin Information
Last Ten Years

	2009	2008	2007	2006	2005
Overall Debt Limitation (10.5% of Assessed Valuation)	$ 98,857,297	$ 104,291,997	$ 110,800,481	$ 106,126,404	$ 109,151,590
Net Debt Within 10.5% Limitations	19,483,363	17,573,728	19,461,900	21,976,356	10,710,000
Overall Legal Debt Margin Within 10.5% Limitations	$ 79,373,934	$ 86,718,269	$ 91,338,581	$ 84,150,048	$ 98,441,590
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	19.71%	16.85%	17.56%	20.71%	9.81%
Unvoted Debt Limitation (5.5% of Assesed Valuation)	$ 51,782,394	$ 54,629,141	$ 58,038,347	$ 55,590,021	$ 57,174,642
Net Debt Within 5.5% Limitations	19,483,363	17,573,728	19,461,900	21,976,356	10,710,000
Unvoted Legal Debt Margin Within 5.5% Limitations	$ 32,299,031	$ 37,055,413	$ 38,576,447	$ 33,613,665	$ 46,464,642
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	37.63%	32.17%	33.53%	39.53%	18.73%

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

2004	2003	2002	2001	2000
$ 106,935,582	$ 97,338,180	$ 102,180,167	$ 104,920,357	$ 90,852,901
12,835,000	14,841,477	22,561,477	24,681,477	20,763,460
$ 94,100,582	$ 82,496,703	$ 79,618,690	$ 80,238,880	$ 70,089,441
12.00%	15.25%	22.08%	23.52%	22.85%
$ 56,013,876	$ 50,986,666	$ 53,522,945	$ 54,958,282	$ 47,589,615
12,835,000	14,841,477	22,561,477	24,681,477	20,763,460
$ 43,178,876	$ 36,145,189	$ 30,961,468	$ 30,276,805	$ 26,826,155
22.91%	29.11%	42.15%	44.91%	43.63%

City of Canton, Ohio

Computation of Legal Debt Margin
As of December 31, 2009

Total Assessed Property Value		$ 941,498,070
Overall Debt Limitation (10 1/2 % of Assessed Valuation)		$ 98,857,297
Gross Indebtedness		51,803,873
Less:	Enterprise Funds' G.O. Bonds	(6,961,124)
	OWDA Loans	(21,666,780)
	OPWC Loan	(1,012,431)
	SIB Loan	(776,931)
	Millennium Parking Deck	(808,477)
	Capital Lease	(1,094,767)
	Debt Service Fund Balance	-
Net Debt Within 10 1/2 % Limitations		19,483,363
Legal Debt Margin Within 10 1/2 % Limitations		$ 79,373,934
Unvoted Debt Limitation (5 1/2 % of Assessed Valuation)		$ 51,782,394
Gross Indebtedness		51,803,873
Less:	Enterprise Funds' G.O. Bonds	(6,961,124)
	OWDA Loans	(21,666,780)
	OPWC Loan	(1,012,431)
	SIB Loan	(776,931)
	Millennium Parking Deck	(808,477)
	Capital Lease	(1,094,767)
	Debt Service Fund Balance	-
Net Debt Within 5 1/2 % Limitations		19,483,363
Legal Debt Margin Within 5 1/2 % Limitations		$ 32,299,031

Source: Stark County, Ohio: County Auditor

City of Canton, Ohio

Pledged Revenue Coverage-Water

Last Ten Years

Year	Water Operating Revenues	Water Operating Expenses (1)	Net Available Revenues	Debt Service (2)		Coverage
				Principal	Interest	
2009	$ 12,012,071	$ 9,739,900	$ 2,272,171	$ 639,403	$ 423,296	2.14
2008	12,803,465	8,718,793	4,084,672	536,889	303,144	4.86
2007	12,636,294	8,523,683	4,112,611	454,831	260,446	5.75
2006	11,949,721	9,098,828	2,850,893	400,767	244,735	4.42
2005	11,638,498	7,212,194	4,426,304	381,700	263,803	6.86
2004	11,590,939	6,712,965	4,877,974	351,007	274,182	7.80
2003	11,473,063	6,826,676	4,646,387	329,557	288,012	7.52
2002	11,663,776	8,797,197	2,866,579	115,822	95,803	13.55
2001	11,994,325	8,174,684	3,819,641	679,600	89,900	4.96
2000	10,312,930	6,294,935	4,017,995	606,588	122,423	5.51

(1) Direct operating expenses do not include depreciation expense.

(2) Revenue debt only includes OWDA loans payable solely from net revenues in the water enterprise fund.

City of Canton, Ohio

Pledged Revenue Coverage-Sewer

Last Ten Years

Year	Sewer Operating Revenues	Sewer Operating Expenses (1)	Net Available Revenues	Debt Service (2)		Coverage
				Principal	Interest	
2009	$ 11,713,312	$ 8,767,929	$ 2,945,383	$ 762,748	$ 249,423	2.91
2008	11,087,091	7,551,028	3,536,063	766,440	269,098	3.41
2007	10,603,629	8,768,381	1,835,248	1,162,952	298,256	1.26
2006	10,682,423	7,768,104	2,914,319	1,131,858	329,885	1.99
2005	10,913,729	7,091,988	3,821,741	1,457,126	372,734	2.09
2004	11,164,680	6,881,006	4,283,674	1,372,546	395,904	2.42
2003	11,081,552	7,069,693	4,011,859	1,373,083	468,593	2.18
2002	11,245,738	7,324,071	3,921,667	969,387	440,054	2.78
2001	10,086,502	6,397,955	3,688,547	1,163,418	200,947	2.70
2000	9,267,633	5,324,968	3,942,665	1,326,877	156,981	2.66

(1) Direct operating expenses do not include depreciation expense.

(2) Revenue debt only includes OWDA and OPWC loans payable solely from net revenues in the sewer enterprise fund.

City of Canton, Ohio

Demographic and Economic Statistics
Last Ten Years

	Population (1)	Total Personal Income	Per Capita Income	Unemployment Rate
2009	78,362	$ 1,888,534,400	$ 24,100	11.4%
2008	78,319	2,004,784,350	25,598	6.9
2007	78,924	1,972,351,850	24,991	5.9
2006	79,478	1,931,177,300	24,298	5.6
2005	79,478	1,863,333,800	23,445	6.4
2004	79,946	1,748,721,800	21,874	6.6
2003	80,243	1,788,760,700	22,292	6.8
2002	80,369	1,808,101,400	22,497	5.6
2001	80,604	1,820,470,050	22,585	6.4
2000	80,806	1,739,550,800	21,527	6.6

(1) Source: US Census Bureau.

City of Canton, Ohio

Principal Employers

Current Year and Nine Years Ago(1)

2009

Employer	Nature of Activity	Employees	Percentage of Total City Employment
Aultman Hospital	Health Service	5,220	19.62 %
The Timken Co.	Tapered roller bearings and steel	2,753	10.35
Stark County	County Government	2,649	9.96
Mercy Medical Center	Health Service	2,624	9.86
Canton City School District	Education	2,177	8.18
City of Canton	Municipal Government	1,086	4.08
Fresh Mark Inc.	Meat Processing	800	3.01
Nationwide Insurance	Insurance Provider	780	2.93
Republic Engineered Steels, Inc.	Hot-rolled and cold finished steel bars and specialty steels	644	2.42
United States Postal Service	Federal Government	435	1.64
Total		19,168	72.05
Total Employment within the City		26,604	

2001

Employer	Nature of Activity	Employees	Percentage of Total City Employment
The Timken Company	Tapered roller bearings and steel	5,249	14.93 %
Aultman Hospital	Health Services	3,500	9.96
Stark County	County government	2,852	8.11
Mercy Medical Center	Health Services	2,600	7.40
Republic Engineered Steels, Inc.	Hot-rolled and cold finished steel bars and specialty steels	2,222	6.32
Canton City School District	Education	1,850	5.26
City of Canton	Municipal government	1,083	3.08
Diebold, Inc.	Bank security and systems equipment	800	2.28
Fresh Mark Inc.	Meat processing	740	2.10
Nationwide Insurance	Insurance Provider	650	1.85
Total		21,546	61.29
Total Employment within the City		35,158	

(1) Earliest information available

Source: Survey of Employers performed by City Community Development Department and City Income Tax Department

City of Canton, Ohio

Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years

Function/Program	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Governmental Employees										
General Government	181	193	194	196	187	193	193	197	219	221
Security of Persons and Property	409	434	428	423	400	407	416	424	462	464
Public Health	50	53	52	51	53	50	51	53	52	53
Transportation	50	49	50	44	42	43	44	50	60	60
Community Development	23	22	17	18	20	22	23	22	25	25
Leisure Time Activities	21	27	27	26	28	26	23	26	36	38
Total Governmental Employees	**734**	**778**	**768**	**758**	**730**	**741**	**750**	**772**	**854**	**861**
Business-Type Employees										
Water	91	96	101	97	97	94	89	93	93	84
Sewer	80	79	79	76	76	76	75	68	70	69
Refuse	58	58	58	59	58	59	57	54	56	56
Total Business-Type Employees	**229**	**233**	**238**	**232**	**231**	**229**	**221**	**215**	**219**	**209**
Total Employees	*963*	*1,011*	*1,006*	*990*	*961*	*970*	*971*	*987*	*1,073*	*1,070*

Method: Part-time and seasonal employees are not included

Source: City of Canton Auditor's Office

City of Canton, Ohio

Capital Assets Statistics by Function/Program

Last Nine Years (1)

Function/Program	2009	2008	2007	2006	2005	2004	2003	2002	2001
General Government									
Departmental Vehicles	22	23	24	21	18	16	16	20	18
Security of Persons and Property									
Police Stations	5	5	5	5	5	4	3	3	3
Police Department Vehicles	129	110	124	124	85	87	89	110	107
Fire Stations	8	8	8	8	8	8	9	9	9
Fire Department Vehicles	40	37	39	36	32	30	30	33	32
Intersections with Traffic Lights	226	227	228	230	232	231	230	230	230
Traffic Department Vehicles	19	20	29	23	21	21	20	19	21
Public Health									
Departmental Vehicles	14	14	23	24	22	18	18	17	12
Transportation									
Area (in square miles)	25.50	25.40	25.40	25.30	23.94	23.94	23.29	20.99	20.99
Miles of Streets	414.40	413.83	413.87	411.39	412.19	409.50	408.96	405.79	405.39
Bridges	23	23	23	23	23	23	23	23	23
Miles of Storm Sewers	214.56	214.33	214.09	211.92	211.70	209.40	209.40	208.82	205.60
Departmental Vehicles	114	110	124	116	114	108	114	119	124
Leisure Time Activies									
Number of Parks	61	61	61	61	60	60	60	60	60
Park Acreage	812	800	710	710	700	700	700	700	700
Number of Shelters	22	22	22	21	21	21	21	21	21
Number of Baseball Fields	43	43	43	42	43	43	43	43	43
Walking Tracks	4	4	4	4	4	4	4	4	4
Walking Bridges	14	14	14	13	13	13	13	13	13
Play Equipment Sets	37	36	36	35	35	35	34	34	34
Restrooms	19	19	19	19	19	19	19	19	19
Number of Tennis Courts	8	8	8	8	8	8	8	7	7
Swimming Pools	0	0	0	1	1	1	1	1	1
Community Centers	1	1	1	1	1	1	1	2	2
Departmental Vehicles	47	44	46	47	46	43	43	45	41
Water									
Miles of Water Mains	658.69	658.68	655.89	651.36	649.58	646.27	642.32	632.34	609.63
Water Treatment Plants	3	3	3	3	3	3	3	3	3
Maximum Daily Capacity in Gallons (in millions)	40,500	39,000	39,000	39,000	39,000	39,000	40,800	40,800	40,800
Number of Fire Hydrants	3,252	3,243	3,212	3,163	3,141	3,094	3,063	3,002	2,739
Departmental Vehicles	62	59	60	56	60	58	60	62	64
Sewer									
Miles of Sanitary Sewers	362.83	360.10	359.70	357.51	357.26	357.08	356.27	355.95	352.98
Sewer Treatment Plants	1	1	1	1	1	1	1	1	1
Maximum Daily Capacity in Gallons (in millions)									
Wet Weather	67,000	67,000	67,000	67,000	67,000	67,000	67,000	67,000	67,000
Dry Weather	39,000	39,000	39,000	39,000	39,000	39,000	39,000	39,000	39,000
Departmental Vehicles	52	59	59	47	40	30	30	27	28
Refuse									
Departmental Vehicles	25	28	37	35	32	30	31	33	33

(1) Earliest information available

Source: Various City of Canton Departments

City of Canton, Ohio

Operating Indicators by Function/Program

Last Nine Years (1)

Function/Program	2009	2008	2007	2006	2005	2004	2003	2002	2001
General Government									
Auditor									
Purchase Orders Issued	6,988	6,811	7,141	6,787	6,551	6,440	6,078	6,438	7,354
Checks Issued	16,817	17,513	18,195	18,545	19,735	16,780	16,256	17,764	18,637
Payroll Checks Issued	30,031	31,847	30,540	29,844	30,401	33,796	30,424	33,008	34,149
Civil Service									
Tests Administered	12	21	13	18	17	13	15	15	17
Courts									
Cases Heard	32,403	32,201	36,014	34,457	30,730	29,351	31,444	32,824	32,803
Trials Held	217	208	218	270	256	234	234	218	222
Probation Cases	423	513	388	413	354	393	294	383	332
Community Service Cases	2,578	2,416	2,494	2,197	2,488	2,510	2,689	3,017	3,190
House Arrest Cases	183	694	155	164	292	243	489	616	351
Income Tax									
Refunds Issued	3,182	3,332	3,145	3,378	3,965	3,486	5,922	5,793	5,119
Tax Booklets Mailed	35,484	34,258	36,347	35,091	34,884	35,089	35,365	34,672	35,961
Law Department									
Claims	127	216	180	131	276	282	236	155	196
Trials Conducted	44	116	121	143	112	93	102	124	110
Pretrials Conducted	7,428	7,719	8,102	7,401	6,515	7,092	7,182	8,077	8,071
Prosecutor Hearings	109	151	307	297	278	411	626	643	689
Criminal Intakes	2,241	2,188	1,987	2,086	2,468	2,306	2,400	2,904	2,961
Security of Persons and Property									
Code Enforcement									
Building Permits Issued	4,097	2,449	1,364	4,715	5,506	5,415	1,469	1,450	4,393
Building Permits Estimated Value (in millions)	$ 73,781	$ 59,247	$ 90,644	$ 103,290	$ 174,606	$ 122,004	$ 104,411	$ 86,955	$ 60,784
Police									
Physical Arrests	4,466	5,228	5,218	4,620	4,964	4,758	4,606	4,368	3,155
Traffic Violations	6,162	6,189	6,429	8,638	5,971	7,287	5,212	7,230	7,263
Parking Violations	10,789	9,966	10,188	8,000	14,949	19,282	18,523	22,771	24,324
Fire									
Calls Answered	12,602	12,952	15,904	10,475	5,639	14,467	14,376	13,666	12,494
Public Health									
Birth Certificates Issued	14,859	16,136	20,653	18,442	16,673	16,854	17,294	19,754	19,146
Death Certificates Issued	9,715	10,040	9,321	9,572	10,180	10,661	11,653	11,819	12,362
Nursing									
Home Vists	425	350	267	49	62	112	114	160	151
Air Pollution Complaints Investigated	167	222	486	1,999	222	339	257	384	327
Food Service Inspections	1,240	926	1,429	966	1,319	1,193	1,296	1,440	1,251
Transportation									
Road Salt Expense	$ 681,366	$ 630,012	$ 353,321	$ 456,317	$ 366,801	$ 496,357	$ 445,584	$ 404,192	$ 302,324
Community Development									
Redevelopment Loans	19	12	30	36	33	18	8	8	6
Business Sub-Grants	3	3	2	3	7	6	2	6	1
Leisure Time Activies									
Shelter Permits Issued	520	371	481	470	534	592	604	N/A	N/A

(continued)

City of Canton, Ohio

Operating Indicators by Function/Program

Last Nine Years (1)

Function/Program	2009	2008	2007	2006	2005	2004	2003	2002	2001
Water									
Number of Service Connections	44,179	44,200	44,152	43,961	43,777	43,285	42,878	42,495	41,404
Daily Average Consumption in Gallons (in millions)	19,983	23,660	22,475	21,763	22,468	22,151	22,577	22,226	22,305
Sewer									
Number of Active Sewer Acounts	27,178	27,274	28,354	27,624	28,066	28,241	33,046	28,995	28,995
Daily Average Treatment in Gallons (in millions)	27,800	29,230	28,330	30,120	30,760	33,290	31,460	26,350	25,956

(1) Earliest information available

Source: Various City of Canton Departments