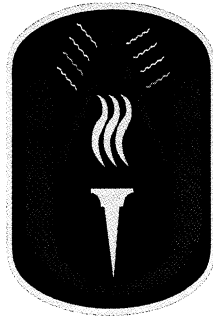


CITY OF | UPPER ARLINGTON



COMPREHENSIVE ANNUAL FINANCIAL REPORT



Municipal Services Center

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2000



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

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Floor
Columbus, Ohio 43215
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Members of City Council
City of Upper Arlington
Upper Arlington, Ohio 43221

We have reviewed the Independent Auditor's Report of the City of Upper Arlington, Franklin County, prepared by KPMG, LLP, for the audit period January 1, 2000 to December 31, 2000. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink, appearing to read "Jim Petro".

JIM PETRO
Auditor of State

July 10, 2001

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CITY OF UPPER ARLINGTON

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2000**

**CITY MANAGER
Virginia Barney**

**FINANCE DEPARTMENT
Catherine M. Armstrong, CPA, CGFM
Director**

Todd C. Daughenbaugh, CPA
Finance Administrator

Scott D. Gill, CPA
Income Tax Administrator

Mary S. Davis
Examiner

Barbara K. Podnar
Purchasing Administrator

Laura A. Lynde
Purchasing Assistant

Lelia Ali
Payroll Administrator

Teresa L. Kennedy
Management Assistant

Craig McClarren
Fiscal Technician



CITY OF | UPPER  ARLINGTON

**CITY OF UPPER ARLINGTON
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDING DECEMBER 31, 2000**

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LIST OF CITY OFFICIALS
ELECTED OFFICIALS
As of January 1, 2001

President/Mayor	David A. Varda
Vice President/Vice Mayor	Paula Brooks
Council Member	Linda Mauger
Council Member	Timothy S. Rankin
Council Member	Clark P. Pritchett, Jr.
Council Member	Joseph W. Ray
Council Member	James R. Winfree

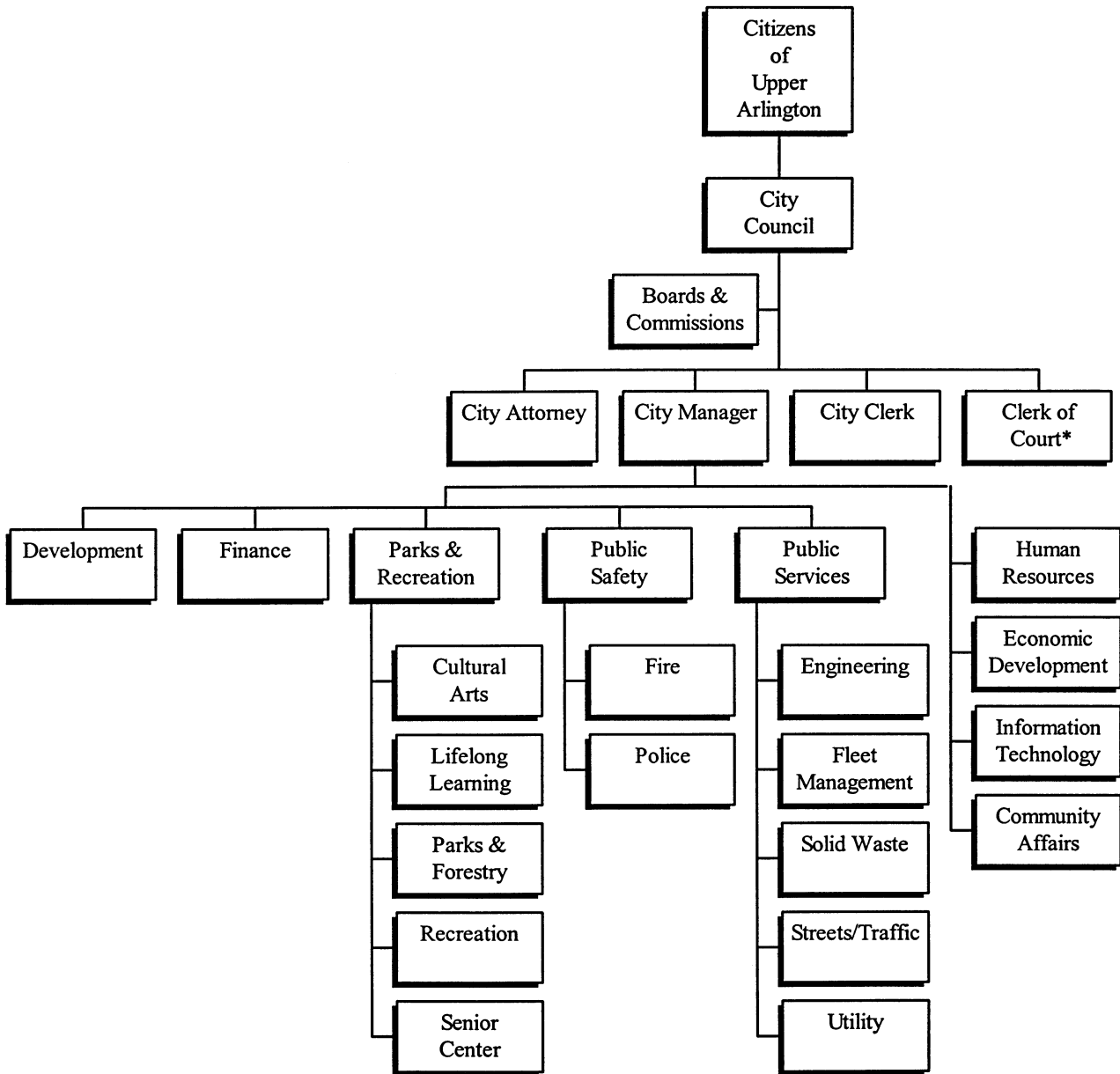
APPOINTED OFFICIALS

City Manager	Virginia Barney
City Attorney	Sharon Hunter Pfancuff
City Clerk	Margie Carvour
Clerk of Courts	Cynthia J. Bitter

EXECUTIVE STAFF

Development Director	Dean R. Sivinski
Finance Director	Catherine Armstrong
Fire Division Chief	Mitchell Ross
Parks and Recreation Director	Kenneth Thompson
Police Division Chief	Dwight A. Holcomb
Public Services Director	Larry Helscel
Director of Economic Development	Patricia Dalton
Information Technology Director	Scott Braskett

City of Upper Arlington Organizational Chart



**Appointed by Mayor*



June 1, 2001

**The Honorable David A. Varda and
Members of City Council
City of Upper Arlington, Ohio**

Dear Mayor Varda and Members of City Council:

The Comprehensive Annual Financial Report of the City of Upper Arlington, Ohio, for the fiscal year ending December 31, 2000, is submitted herewith. The report is presented in a manner designed to fairly present the financial position and results of operations of the City as measured by the financial activity of the various funds. The City Finance Department is responsible for the accuracy of the data presented and the completeness and fairness of the presentation.

We believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the City's financial activity have been provided.

Contents of the Report

This report is prepared in accordance with general accepted accounting principles (GAAP) and in conformance with standards of financial reporting as established by the Governmental Accounting Standards Board (GASB) using guidelines as recommended by the Government Finance Officers Association of the United States and Canada (GFOA). Based on these guidelines, the report consists of three sections:

1. Introductory section, including the letter of transmittal of the City Manager and the Finance Director.
2. Financial section, including the financial statements of the City accompanied by our independent auditor's opinion and combining, individual fund and account group statements and schedules.
3. Statistical section, including tables of unaudited data depicting the financial history of the City for the last ten years where available, information of other governmental units overlapping the City, and other miscellaneous information.

Reporting Entity

The City of Upper Arlington (City) was organized on February 8, 1941 and is a home-rule, Municipal Corporation under the laws of the State of Ohio. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety, public service, parks and recreation, community development, health and sanitation.

As required by accounting principles generally accepted in the United State of America (GAAP), the accompanying general-purpose financial statements include all the organizations, activities and functions in which the City (the Primary government) exercises financial accountability.

Economic Condition and Outlook

The City is seldom impacted by the economic shifts at the national or local level. Upper Arlington is a middle to upper class planned residential first-ring suburb of Columbus, the state capital. Only 4.7% of the City is zoned commercial with 1.1% office, 3.6% retail, and no industrial land use. For years, the City's two main shopping centers served as regional shopping destinations. With the recent development of a number of surrounding new major retail centers, both properties suffer from high vacancy rates, at present averaging over 50%. The City's newly accepted master plan encourages, through the use of incentives, higher density mixed used redevelopment of the commercially zoned areas. Commercial office land use yields the highest return to the City. For that reason, to the extent that the market will support it, office development will be a priority.

The City's major employers are public, nonprofit and medical, resulting in stability in the employment base. CompuServe, a subsidiary of AOL/Time Warner, is the largest private employer in Upper Arlington. Over the past two years, CompuServe/AOL have made substantial capital improvements at the Upper Arlington campus.

The City's target market is the FIRE (financial, insurance and real estate) sector, as well as the medical sector. In 2000, Upper Arlington became the corporate headquarters for Horizons, a national multi-media company. Having had no new office space constructed since the 1980's, there is a high level of interest in both investment and development opportunities in the redevelopment areas.

Current Year Accomplishments

2000 included several major accomplishments and changes that will lay the groundwork and become the impetus of improvement in the City for many years to come.

The City's most notable change was the arrival of new management. In the fall of 2000, Virginia Barney replaced Rich King as the City Manager. In addition, Linda Mauger was appointed to fill the unexpired City Council term of Lynne Brown.

Upper Arlington got a glimpse of the future when City Council received the revised City Master Plan - a step that had not been taken since the 1960's. A 35-member panel of residents representing a varied cross-section of the community formed the Community Vision Partnership to identify existing conditions in the community and then developed a set of goals, priorities and objectives in this new comprehensive plan.

City Council received a report on the viability of a City Community Center.

Technology continued to be a top priority with the implementation of new systems for both the safety forces and the finance department.

The first steps were also taken to hire a design engineer to address much needed maintenance and renovation to the City's Municipal Service Center. Built in the early 1970s, this facility will be brought up to current standards, equipped with modern technology and re-designed to better accommodate the space needs of the City departments.

In 2000, continued economic development efforts has resulted in 526 jobs retained and 316 new jobs created. It has also created \$16,942,852 worth of real property investment within the City.

Future Initiatives

The City is moving towards adoption of the results of the Master Plan. The City will then begin to implement the major goals identified, including the development and adoption of a Unified Development Code and Transportation Plan.

The technology push will continue as the City moves towards the development and launch of a second-generation Web Site which includes greater interactivity, more timely updates and improved organization/content control.

Employee accountability will become a priority as the City adopts and implements a new merit-based compensation system. The City will also be re-negotiating the union contract with the fire department.

Upper Arlington will also continue to discuss the results of the feasibility study of the Community Center. An education campaign and community survey will be used to communicate with residents regarding this issue. In addition, efforts will be made towards the consideration of a capital campaign to combine private dollars with public funding.

Other City Goals for the year 2001 include:

1. Continued progress in the City's capital and infrastructure improvements including the issuance of bonds for funding of the City's infrastructure program.
2. Continue to explore economic development and redevelopment opportunities within the community.
3. The City will be on the ballot for the renewal of the property tax levy used to pay the cost of the Police and Fire Department's retirement contributions.

Service Efforts and Accomplishments

The City prides itself in providing quality services to its residents. In 2000, we continued our programs that have made the quality of life in Upper Arlington the envy of other communities. Our Parks and Recreation Department continues to expand on the programs that are available to all citizens, with particular emphasis on residents. In addition to the free services available at all parks, a number of fee-for-service programs are also available, including exercise classes and summer day camp. A particular focus involves the senior citizens, with numerous programs available at the Senior Center.

Our safety forces continue to have response times that are better than the national average in responding to emergencies. In addition, proactive programs, designed to educate the community, have been very popular. These include the DARE program, Safety Town and the Fire Prevention Program.

The City has a number of advisory boards, committees and commissions to which either the Mayor or City Council will appoint residents. The members will perform functions as provided by the enabling legislation. There are presently twelve such organizations. In addition, City Council periodically establishes task forces to examine particular issues in the Community.

FINANCIAL INFORMATION

Accounting and Administrative Internal Controls

The City has a comprehensive accounting and budgetary information system. City management and City Council are provided with regular interim financial reports and financial analyses.

The City has implemented an internal control structure, which meets the objectives of management. In developing and revising the City's accounting and reporting control systems, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding:

1. The safeguarding of assets against loss from unauthorized use or disposition, and
2. The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. The cost of a control should not exceed the benefits likely to be derived, and
2. The evaluation of costs and benefits requires estimates and judgements by management.

Management believes that internal controls adequately meet the above objectives.

Members of City Council have oversight responsibilities for the selection of the independent certified public accountant, and meets with the independent auditor to review the audit and management letter. The City Council also has oversight responsibility over significant financial matters of the City.

The City Manager is responsible for approving all expenditures and for executing all contracts. The Finance Director supervises the Finance Department, whose duties include:

1. Examination of all claims for payment and certification as to the availability of appropriations to pay claims;
2. Maintenance of accounting records, property and equipment inventories, and accounting internal controls;
3. Preparation of interim financial reports as well as the annual financial report;
4. Central purchasing and the preparation of payrolls;

5. Income tax administration;
6. Investment of City funds; and
7. Special projects as directed by the City Manager or City Council.

Budgetary Control

The City complies with the requirements of the Ohio Revised Code in the adoption of the budget. Appropriations for the operation of various City departments are established through the passage of an ordinance by City Council. Budgetary control is facilitated through the maintenance of an encumbrance system for purchase orders, and through the use of the City's automated financial system.

Budgetary authority is flexible in that the City Manager or the Finance Director may make transfers among expenditure objects and between activities within a department when considered necessary for proper administration of the City government. The City Council approves transfers between appropriation line items and between funds when the amounts are greater than \$2,500. Transfers under \$2,500 have been delegated to the City Manager. The City Council may pass supplemental appropriations at any time by ordinance.

General Government Functions

The majority of City functions are performed by two operating funds. The General Fund is used for most functions. The Street Construction Maintenance and Repair Fund, a special revenue fund, is used for the repair and maintenance of City streets, traffic signals and streetlights. Equipment is purchased from the Capital Improvement Account within the General Fund, while major capital improvements are undertaken through the Capital Project Funds. Debt is paid from the General Obligation Bond Retirement Fund.

Schedule of Revenues:

Revenues from all governmental fund type operations approximated \$31,892,000. The amount of revenues from various sources, the percentage of the total, and the increase or decrease from 1999 are shown in the following schedule (in thousands of dollars or percents):

Schedule of Revenues	2000	1999	Increase (decrease)		Percent of Total	
			Dollars	Percent	2000	1999
Income Taxes	11,777	12,313	(536)	(4.4%)	36.9%	39.3%
Property Taxes	7,480	6,685	795	11.9%	23.5%	21.3%
Intergovernmental	3,674	3,380	294	8.7%	11.5%	10.8%
Estate taxes	3,895	5,642	(1,747)	(31.0%)	12.2%	18.0%
Charges for services	843	840	3	0.4%	2.6%	2.7%
Investment earnings	1,679	1,320	359	27.2%	5.3%	4.2%
Net increase (decrease) in fair value of investments	523	(636)	1,159	182.2%	1.6%	-2.0%

Schedule of Revenues	2000	1999	Increase (decrease)		Percent of Total	
			Dollars	Percent	2000	1999
Fines and forfeits	379	317	62	19.6%	1.2%	1.0%
Licenses and permits	333	299	34	11.4%	1.0%	1.0%
Miscellaneous	1,309	1,179	130	11.0%	4.1%	3.8%
Total	31,892	31,339	553	1.8%	100.0%	100.0%

Income, property and estate taxes, along with intergovernmental revenues, comprise approximately 73% of the City's revenues. The City has received estate tax in excess of \$2 million for ten consecutive years with an average of \$4.8 million for the last four years. The estate tax revenue average for the last ten years is \$3.4 million. The City's income tax rate is 2% of salaries and/or net profits from the operation of a business. The withholdings of the tax from salaries is the largest component of the income tax. The withholdings category makes up 71% of the total income tax received in 2000; this is down slightly from 1999. The 1999 withholding was unusually large due to one employer's incentive program, which is not expected to be a recurring item.

Property taxes increased approximately 12% in 2000. Most of this increase was anticipated due to the reevaluation of property. The City received \$3.9 million in estate tax for 2000. This amount is higher than the 10-year average, but significantly lower than the record \$5.6 million recorded in 1999. The estate tax is highly unpredictable as a revenue stream. However, the economy as a whole and the stock market in general has attributed to higher estate settlements in the past few years.

Intergovernmental revenue increased to \$3.674 million from \$3.380 million. Intergovernmental revenues primarily come from the State of Ohio and include the City's share of the distribution from the Local Government Fund, a form of general revenue sharing; the City's share of gasoline tax distributions and motor vehicle license fees. Intergovernmental revenues, including some small grants, accounted for approximately 12% of the City's revenue.

Licenses and Permits revenue increased in excess of 11%. The license and permit revenue fluctuate with the amount of construction and renovation taking place in the City. Fees were also increased in 2000, contributing to the increase from 1999.

Miscellaneous Revenue also increased approximately 11%. This increase is primarily due to an increase in Cable Franchise fees. Also contributing to these receipts is the increase in proceeds from the City's annual auction. The auction disposes of assets either retired from service or related to illegal activities and confiscation by the City's Police department. Although this revenue increased significantly in 2000, the \$1.3 million is more comparable to what the City received in 1998.

In 2000, charges for services primarily reflect the fees charged by the Parks and Recreation Department for the various programs that are provided to citizens throughout the year. There is a direct correlation between fee-based programs and the expenditures to undertake the programs, in that insufficient registrations for a program will result in its cancellation. This revenue category remained stable in 2000.

Investment earnings increased 27% in 2000. The overall average return on investments was 5.99% in 2000. The investment earnings comprise 5.3% of the total revenue of the City.

The change in fair value of investment amount is the change between cost and fair value of the City's investments at December 31, 2000.

Although the Fed increased short-term rates by 50 basis points in May of 2000, interest rates began to decline as the year came to a close - a complete reversal compared to 1999. As the year continued, the bond market responded favorably while stock prices declined significantly as it became apparent that an economic slowdown was in progress. By the end of the year 2000, bond prices continued to move higher which increased the value of the City's portfolio. Unrealized gains materialized as a result of the stronger bond market and a portfolio strategy of adding longer maturities. A change in asset allocation from Treasury securities to various federal agency issues, primarily as a result of widening yield spreads, also contributed to year-end results.

The City intends to hold all investments to maturity. In addition, the City's portfolio has enough short-term liquidity to meet current obligations and there is little risk of a forced sale of these securities and obligations.

Schedule of Expenditures

Expenditures for all governmental fund type operations totaled approximately \$28,129,000 and the expenditures for major functions of the City, the percentage of the total and the increase or decrease from 1999 are shown in the following schedule (in thousands of dollars or percents):

Schedule of Expenditures	2000	1999	Increase (decrease)		Percent of Total	
			Dollars	Percent	2000	1999
Public Safety	9,916	10,350	(434)	-4.2%	35.3%	38.3%
General Government	6,620	6,054	556	9.2%	23.5%	22.4%
Public Services	2,019	1,950	69	3.5%	7.1%	7.2%
Parks and Recreation	1,981	2,079	(98)	-4.7%	7.0%	7.7%
Community Development	492	567	(75)	-13.2%	1.8%	2.1%
Health	138	109	29	26.6%	0.5%	0.4%
Capital Outlay	5,198	4,168	1,030	24.7%	18.5%	15.4%
Debt Service	1,765	1,769	(4)	-0.2%	6.3%	6.5%
Total	28,129	27,046	1,083	4.0%	100.0%	100.0%

The City's overall expenditures increased in 2000 by approximately 4.0%. However, this percentage is skewed by the capital outlay. During 2000, the City provided \$665,000 of funding to the Community Improvement Corporation (CIC) for the purchase of land for future economic development. All of the activity of the CIC is included in the City's financial statements as a blended

component unit. Additional expenditures of the Capital Improvement Fund for financial and safety forces software, a street sweeper, and an emergency medic vehicle account for the rest of the increase.

The public services function includes the cost to maintain the streets, lights, and traffic signals of the City including the administration and engineering divisions.

Parks and Recreation includes the maintenance of the City's parks and the costs to provide recreation programs. Also included are funds in support of the Senior Center and the Cultural Arts activities and the Urban Forestry Program.

Review of Fund Balances of Governmental Funds (in thousands of dollars)

	2000	1999
Fund balances, January 1	\$26,925	\$22,771
Revenues and other sources	40,987	37,941
Expenditures and other uses	(37,706)	(33,787)
Fund balances, December 31	30,206	26,925
Reserve for encumbrances	(1,530)	(2,237)
Reserve for self-insurance	(1,868)	(1,886)
Reserve for capital equipment, debt service & improvements	(3,480)	(1,366)
Reserve for inventory	(139)	(145)
Total reservations	(7,017)	(5,634)
Unreserved fund balances	\$23,189	21, 291

The reservations are legal restrictions on the use of funds. The reserve for encumbrances represents the portion of unexecuted purchase orders and contracts that are expected to come due in 2001 or later.

The reserve for self-insurance represents the establishment of an account that is to be maintained for liability coverage. In October 1997, the City enrolled in a pooling arrangement for liability purposes. Prior to that, the City had maintained it's own self-insurance arrangement since 1986. The reservation for self-insurance is the amount previously set aside for claims. This amount will remain until the City is satisfied that the potential for unreported claims justifies a reduction in the balance.

The reserve for capital equipment, debt service and improvements represent legal restrictions on income tax and property tax revenues. By ordinance, 13 1/3% of income tax revenues are to be dedicated for this purpose. In addition, one-half mill of property tax receipts has also been dedicated for this purpose, also by ordinance. The reserve reflects the amount available for these purposes at the end of 2000. The funds are maintained in two general fund accounts: capital asset management and capital improvement.

Additional Financial Information

The City does not rely on grant funds from the federal or state governments for any functions. In 2000, the City received three federal grants:

- \$3,300 – Bulletproof Vest Program
- \$2,377 – Law Enforcement grant
- \$7,583 – JAIBG Program

The City was also awarded \$20,000 from the Ohio Department of Natural Resources, which it will receive in 2001.

Proprietary Operations

The City operates four enterprise operations. One is for the collection and disposal of refuse, accounted for in the Solid Waste Fund. The other three are for the maintaining of the water, sewer and stormwater lines of the City. The user fees for water and sewer are based upon water usage by the resident. Stormwater fees are broken into two classes: class A (residential) properties are assessed a \$33.00 annual fee and class B (commercial) properties are charged based on equivalent run-off unit (ERU). The water surcharge in 2000 was \$2.25 per metered cubic foot (MCF). The sanitary sewer surcharge was \$4.65 per MCF. The stormwater class B fee in 2000 was \$14.67 per ERU.

The City also operates an internal service fund for the self-insured program of health, dental and short-term disability coverage. Each department is charged for the cost of the benefits. Transfers are made to the Employee Benefits Fund and the cost of claims and administration is paid from the fund. Also paid from the fund are life insurance and long-term disability premiums, for which the City purchases policies.

The following is a summary of the proprietary operations (in thousands of dollars):

Proprietary Operations	2000	1999
Operating Revenues	5,269	4,699
Operating expenses	4,476	4,374
Operating income	793	325
Non-operating revenues & expenses, net	(199)	21
Operating transfers-in	482	139
Net income	1,076	485
Deprecation on contributed capital	321	360

Proprietary Operations	2000	1999
Increase in retained earnings	1,397	845
Retained earnings, beginning of year	1,587	741
Retained earnings, end of year	2,984	1,587

The increase in retained earnings was obtained by revenues exceeding operating expenses in 2000 and enhanced by operating transfers from other funds.

The non-operating expenses are predominately interest expense on bonds and notes issued for capital projects.

Fiduciary Fund Types

The Fiduciary Fund types are comprised of eight Agency Funds. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, and other governments.

Debt Administration

City debt, as a component of the capital funding strategy, is being maintained at realistic levels in relation to financial capacity and the defined need for public facilities and improvements. The use of City debt capacity has been planned carefully in order to accomplish significant capital improvements required by the need to maintain the City's infrastructure. The continuation of the City's Aa credit rating, ready market acceptability of debt issues and achievement of debt objectives evidence the prudent use of debt.

The debt objectives include: careful planning for capital improvements in order to maximize available funds and potential grants; dedication of a portion of the property tax millage, income tax receipts and additional resources for pay-as-you-go capital needs; provision for the issuance of new general government debt at reasonable intervals without increasing the millage for debt service; dedication of resources other than the property tax for repayment of debt; use of alternative financing sources, such as lease purchase and installment purchase; and maintenance of a favorable ratio of general obligation debt to property tax valuation for general obligation debt that is actually to be funded by property taxes.

In 2000, the ratio of general obligation debt to property tax valuation was 1.3%, excluding the amount available in debt service funds; however, a substantial portion of the debt is being paid from sources other than the property tax.

In accordance with state statutes, the City is limited in the amount of debt that can be issued without a vote of the people, and to the amount of total debt that can be issued. The limits are 5- 1/2% and 10 1/2% of assessed valuation, respectively. For unvoted debt, the limit at the end of 2000 was \$60.7 million, and the limit for total debt was \$115.9 million. The capacity to issue additional debt at the end of 2000 was \$53 million for unvoted debt and \$103 million for total debt. Net general bonded debt per capita at the end of 2000 was \$416.26.

At the end of 2000, total general obligation bonded debt was \$14,769,988.

The City also had \$3,328,712 in outstanding loans from the Ohio Public Works Commission. The revenues of the Enterprise funds will repay these loans made for infrastructure projects.

Cash Management

The City is authorized by ordinance to invest in notes, bonds or other obligations of the United States or of any agency or instrumentality thereof, including repurchase agreements secured by such obligations, commercial paper; bankers acceptances; and high grade corporate bonds. Earnings on investments are credited to various funds as provided by state law and City ordinances.

Cash temporarily idle during the year was invested in overnight repurchase agreements; in U.S. Treasury Notes ranging from one year to four years to maturity; in investments in mutual funds and pools managed by the State of Ohio; and in securities issued by government agencies, including the Federal Home Loan Mortgage Corporation and Federal National Mortgage Association and in Commercial Paper. The yields on the portfolio at December 31 ranged from approximately 5.0% to 7.2%, and the average for the entire portfolio was 6.4 %. In 2000, interest income amounted to \$1,826,768.

The City's investments are categorized to give an indication of the level of credit risk assumed by the City at December 31, 2000. Category 1 includes insured or registered investments for which the securities are held by the City's agent or the agent's trust department in the City's name. Category 2 includes uninsured and unregistered investments for which the City's agent or the agent's trust department holds the securities in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the City's agent or the agent's trust department, but not in the City's name. Investments in mutual funds and pools managed by other governments are not required to be categorized. At year-end investments were as follows:

	Category			Fair Value
	1	2	3	
U. S. Government Securities	\$ 2,014,062	-	-	\$ 2,014,062
Federal Agency Securities	21,043,707	-	-	21,043,707
Commercial Paper	5,414,077	-	-	5,414,077
Corporate Notes	2,006,446	-	-	2,006,446
STAR Ohio				<u>1,694,132</u>
Total investments	<u>\$30,478,292</u>			<u>\$ 32,172,424</u>

In addition to the investments, \$1,277,375 was available in cash deposits.

Risk Management

On October 1, 1997, the City established membership in the Central Ohio Risk Management Association (CORMA) Self-Insurance pool for property liability coverage. Membership in the Pool, which includes other cities, enables the City to have more control over claims and still realize any savings from the insurance pool. The City has purchased general liability insurance through CORMA, which covers claims up to \$20,000,000 with a \$100,000 deductible.

Prior to membership in CORMA, the City was self-insured for property liability coverage. The action was taken after analyzing the City's experience for losses due to liability compared to the cost of the liability coverage paid to the insurer. The City has established an account for self-insurance and has reserved approximately \$1.9 million of the general fund balance to cover liability claims. This amount will remain until the City is satisfied that all claims have been settled. The City has purchased insurance to cover claims above \$1 million. In addition, City Council has set aside \$5 million of the City's total debt capacity to be used for catastrophic liabilities. This means that the City could issue up to \$5 million in debt if needed.

Effective January 1, 1991, the City also assumed the responsibility for paying claims associated with health coverage for City employees. The City is also self-insured for dental claims associated with dental coverage for City employees, as well as the cost of short-term disability benefits. All operating funds of the City participate in the benefit programs and make payments to the Employee Benefit Fund based on actuarial estimates of the amounts needed to pay claims. The City purchases commercial insurance for claims, which exceed \$50,000 in one year to one employee, and for claims, which exceed 125% of the annual estimated claims.

The City purchases commercial coverage for property damage to the physical facilities, including the Municipal Services Center and the three fire stations. The City also purchases fidelity bond coverage for its employees, life insurance coverage and long-term disability coverage.

New Accounting Pronouncements

In December 1998, the GASB issued Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. This statement requires the recognition of nonexchange transactions in the financial statements unless the transactions are not measurable (reasonably estimable) or are not probable of collection. This statement is effective for periods beginning after June 15, 2000, and the City has not adopted the provisions of this statement in the accompanying financial statements. Management has not completed the process of evaluating the impact that will result from adopting this statement, and therefore unable to disclose the impact that adopting the statement will have on its financial position and results of operations when such statement is adopted.

In June 1999, the GASB issued Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. This statement represents a dramatic change in the way state and local governments present basic financial information. This statement is effective for periods beginning after June 15, 2002, and the City has not adopted the provisions of this statement in the accompanying financial statements. Management has not completed the process of evaluating the impact that will result from adopting this statement, and therefore unable to disclose the impact that adopting the statement will have on its financial position and results of operations when such statement is adopted.

In April 2000, the GASB issued Statement No. 36, *Recipient Reporting for Certain Shared Nonexchange Revenues – an amendment to GASB Statement No. 33*. This statement is effective simultaneously with Statement No. 33. Management has not completed the process of evaluating the impact that will result from adopting this statement, and therefore is unable to disclose the impact that adopting the statement will have on its financial position and results of operations when such statement is adopted.

Independent Audit

The City is required by the Ohio Revised Code to have an audit of the financial records by an independent certified public accountant or by the Auditor of State. This requirement has been met and a copy of the auditor's opinion is included in the financial section of this report. The Finance Department is responsible for the preparation and fair presentation of the financial statements, supplemental schedules, and statistical tables contained in this report.

Certificate of Achievement

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 Upper Arlington for its comprehensive annual report for the fiscal year ended December 31, 1999.

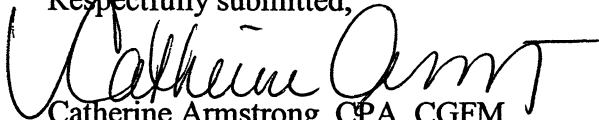
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United State of America and applicable legal requirements.

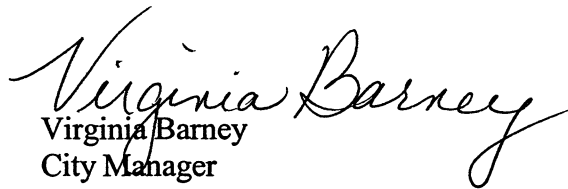
A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

Acknowledgements

The preparation of this report could not have been accomplished without the efficient and dedicated efforts of the entire Staff of the Finance Department. We wish to express our appreciation to everyone who contributed to its preparation.

Respectfully submitted,


Catherine Armstrong, CPA, CGFM
Finance Director


Virginia Barney
City Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Upper Arlington,
Ohio

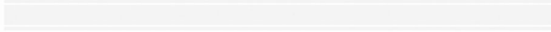
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1999

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.

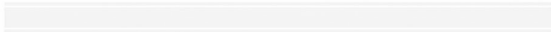


Anne Spray Kinsey
President

Jeffrey L. Esler
Executive Director



CITY OF | UPPER ARLINGTON



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Two Nationwide Plaza
Columbus, OH 43215

Telephone 614 249 2300
Fax 614 249 2348

Independent Auditors' Report

Members of City Council
City of Upper Arlington, Ohio:

We have audited the accompanying general purpose financial statements of the City of Upper Arlington, Ohio (the City) for the year ended December 31, 2000 as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City as of December 31, 2000 and the results of its operations and the cash flows of its proprietary fund types 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 1, 2001 on our consideration of the City's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts and grants. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as combining, individual fund and account group statements and schedules (supplemental data) in the table of contents is presented for purpose of additional analysis and is not a required part of the general purpose financial statements of the City. The supplemental data has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The introductory and statistical sections listed in the table of contents are also presented for the purposes of additional analysis and are not a required part of the general purpose financial statements of the City. Such additional information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, accordingly, we express no opinion on it.

KPMG LLP

June 1, 2001



KPMG LLP, KPMG LLP, a U.S. limited liability partnership, is
a member of KPMG International, a Swiss association.

**COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 2000
(with totals for December 31, 1999)**

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<u>ASSETS:</u>				
Equity in pooled cash and investments (note 3) \$	18,907,059	1,053,472	710,713	8,915,437
Receivables (note 4)	9,469,845	988,864	569,772	7,153
Inventory	98,891	39,964		
Due from other funds (note 10)				
Other assets				
Property, plant and equipment (net of depreciation, where applicable) (note 6)				
Amounts available in debt service funds				
Amount to be provided for retirement of general long-term debt				
TOTAL ASSETS	\$ <u>28,475,795</u>	<u>2,082,300</u>	<u>1,280,485</u>	<u>8,922,590</u>

See accompanying notes to the general purpose financial statements.

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>	
<u>Enterprise (note 8)</u>	<u>Internal Service</u>	<u>Agency</u>	<u>General Fixed Assets</u>	<u>General Long-term Obligations</u>	<u>2000</u>	<u>1999</u>
2,960,603	15,541	886,974			33,449,799	30,749,960
627,415					11,663,049	10,360,480
					138,855	145,362
	105,471				105,471	2,627,654
34,973					34,973	69,576
15,128,438			22,432,300		37,560,738	34,148,246
				747,913	747,913	649,988
				11,706,328	11,706,328	12,976,766
<u>18,751,429</u>	<u>121,012</u>	<u>886,974</u>	<u>22,432,300</u>	<u>12,454,241</u>	<u>95,407,126</u>	<u>91,728,032</u>

(Continued)

**COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 2000
(with totals for December 31, 1999)**

		<u>Governmental Fund Types</u>			
		<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<u>LIABILITIES:</u>					
Accounts payable	\$	257,868	55,910		556,686
Due to other funds (note 10)		105,471			
Deferred revenue		6,546,685	735,448	532,572	
Accrued liabilities		1,491,730	69,357		
Accrued vacation and sick leave (note 7)		203,412			
Accrued retirement payments (note 7)					
Bonds and notes payable (note 7)					
Due to others					
TOTAL LIABILITIES		<u>8,605,166</u>	<u>860,715</u>	<u>532,572</u>	<u>556,686</u>
<u>FUND EQUITY AND OTHER CREDITS:</u>					
Investment in general fixed assets					
Contributed capital					
Retained earnings					
Fund balances:					
Reserved for inventory		98,891	39,964		
Reserved for encumbrances		445,201	295,345		789,395
Reserved for general liability self insurance		1,868,374			
Reserved for capital equipment, debt service and improvements		2,731,876		747,913	
Unreserved		<u>14,726,287</u>	<u>886,276</u>		<u>7,576,509</u>
TOTAL FUND EQUITY AND OTHER CREDITS		<u>19,870,629</u>	<u>1,221,585</u>	<u>747,913</u>	<u>8,365,904</u>
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$	<u><u>28,475,795</u></u>	<u><u>2,082,300</u></u>	<u><u>1,280,485</u></u>	<u><u>8,922,590</u></u>

See accompanying notes to the general purpose financial statements.

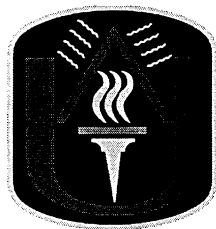
Exhibit I, (Concluded)

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
Enterprise (note 8)	Internal Service	Agency	General Fixed Assets	General Long-term Obligations	2000	1999
82,354	121,012				1,073,830	1,431,912
					105,471	2,627,654
239,031					8,053,736	7,331,582
99,674					1,660,761	1,631,414
178,701				1,537,012	1,919,125	1,976,738
					0	175,889
7,181,471				10,917,229	18,098,700	19,844,838
		886,974			886,974	1,124,995
<u>7,781,231</u>	<u>121,012</u>	<u>886,974</u>	<u>0</u>	<u>12,454,241</u>	<u>31,798,597</u>	<u>36,145,022</u>
			22,432,300		22,432,300	20,093,790
7,985,883					7,985,883	6,977,411
2,984,315					2,984,315	1,586,651
					138,855	145,362
					1,529,941	2,237,008
					1,868,374	1,885,632
					3,479,789	1,365,501
					23,189,072	21,291,655
<u>10,970,198</u>	<u>0</u>	<u>0</u>	<u>22,432,300</u>	<u>0</u>	<u>63,608,529</u>	<u>55,583,010</u>
<u>18,751,429</u>	<u>121,012</u>	<u>886,974</u>	<u>22,432,300</u>	<u>12,454,241</u>	<u>95,407,126</u>	<u>91,728,032</u>

**COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
ALL GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended December 31, 2000
(with totals for the fiscal year ended December 31, 1999)**

	<u>Governmental Fund Types</u>				<u>Totals</u>	
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>(Memorandum Only)</u>	
					<u>2000</u>	<u>1999</u>
REVENUES:						
Income tax	\$ 11,776,958				11,776,958	12,313,204
Property taxes	6,824,923		654,631		7,479,554	6,685,315
Intergovernmental	2,622,151	1,051,383			3,673,534	3,379,685
Estate tax	3,895,389				3,895,389	5,641,678
Charges for services	527,271	315,644			842,915	840,531
Investment earnings	1,291,730	22,267		364,849	1,678,846	1,319,607
Net increase (decrease) in fair value of investments	418,590	9,126		95,597	523,313	(636,407)
Fines and forfeits	350,654	28,672			379,326	317,521
Licenses and permits	333,064				333,064	298,740
Miscellaneous	1,233,776	74,296		1,065	1,309,137	1,178,745
Total revenues	<u>29,274,506</u>	<u>1,501,388</u>	<u>654,631</u>	<u>461,511</u>	<u>31,892,036</u>	<u>31,338,619</u>
EXPENDITURES:						
Current:						
Public safety	9,892,547	23,293			9,915,840	10,349,664
General government	6,269,591	350,208			6,619,799	6,054,366
Public services	879,039	1,139,576			2,018,615	1,950,505
Parks and recreation	1,720,499	260,597			1,981,096	2,078,885
Community development	492,099				492,099	566,864
Health services		137,987			137,987	108,552
Capital outlay	1,961,081	46,123		3,190,760	5,197,964	4,168,235
Debt service:						
Principal retirement			1,236,375		1,236,375	1,188,410
Interest and fiscal charges			529,065		529,065	580,298
Total expenditures	<u>21,214,856</u>	<u>1,957,784</u>	<u>1,765,440</u>	<u>3,190,760</u>	<u>28,128,840</u>	<u>27,045,779</u>
Excess (deficiency) of revenues over expenditures	<u>8,059,650</u>	<u>(456,396)</u>	<u>(1,110,809)</u>	<u>(2,729,249)</u>	<u>3,763,196</u>	<u>4,292,840</u>
OTHER FINANCING SOURCES (USES):						
Operating transfers-in	141,568	572,749	1,208,734	7,172,134	9,095,185	6,602,168
Operating transfers-out	(6,228,099)	(264)		(3,349,145)	(9,577,508)	(6,741,278)
Total other financing sources (uses)	<u>(6,086,531)</u>	<u>572,485</u>	<u>1,208,734</u>	<u>3,822,989</u>	<u>(482,323)</u>	<u>(139,110)</u>
Excess of revenues and other financing sources over expenditures and other uses	1,973,119	116,089	97,925	1,093,740	3,280,873	4,153,730
Fund balances at beginning of year	17,897,510	1,105,496	649,988	7,272,164	26,925,158	22,771,428
Fund balances at end of year	<u>\$ 19,870,629</u>	<u>1,221,585</u>	<u>747,913</u>	<u>8,365,904</u>	<u>30,206,031</u>	<u>26,925,158</u>

See accompanying notes to the general purpose financial statements.



CITY OF | U P P E R ^U T A R L I N G T O N

**COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUND TYPES
BUDGET BASIS (note 16)
For the Fiscal Year Ended December 31, 2000**

	General Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Income tax	\$ 8,810,000	11,013,000	11,974,081	961,081
Property taxes	5,631,042	6,373,793	6,522,785	148,992
Intergovernmental	2,416,313	2,476,721	2,597,547	120,826
Estate tax	2,100,000	6,500,000	6,514,578	14,578
Charges for services	428,400	515,000	527,271	12,271
Investment earnings	525,000	1,200,000	1,326,966	126,966
Fines and forfeits	265,000	325,000	349,873	24,873
Licenses and permits	432,100	350,000	333,064	(16,936)
Miscellaneous	230,500	550,000	534,236	(15,764)
Reimbursements	343,000	375,000	434,047	59,047
Total revenues	<u>21,181,355</u>	<u>29,678,514</u>	<u>31,114,448</u>	<u>1,435,934</u>
EXPENDITURES:				
Current:				
Public safety	10,546,989	10,718,796	10,612,189	106,607
General government	5,996,897	7,575,927	7,160,775	415,152
Public services	914,262	1,011,312	993,418	17,894
Parks and recreation	1,915,437	1,923,677	1,879,995	43,682
Community development	572,253	577,468	525,563	51,905
Health services				
Capital outlay	1,518,500	2,351,539	1,543,607	807,932
Debt service:				
Principal and interest				
Total expenditures	<u>21,464,338</u>	<u>24,158,719</u>	<u>22,715,547</u>	<u>1,443,172</u>
Excess (deficiency) of revenues over expenditures	<u>(282,983)</u>	<u>5,519,795</u>	<u>8,398,901</u>	<u>2,879,106</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from bonds and notes				
Operating transfers-in	2,302,500	1,783,500	1,925,068	141,568
Operating transfers-out	(5,346,735)	(8,668,362)	(8,041,050)	627,312
Total other financing sources (uses)	<u>(3,044,235)</u>	<u>(6,884,862)</u>	<u>(6,115,982)</u>	<u>768,880</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(3,327,218)</u>	<u>(1,365,067)</u>	<u>2,282,919</u>	<u>3,647,986</u>
Fund balances at beginning of year	14,907,302	14,907,302	14,907,302	
Lapsed encumbrances	201,160	201,160	201,160	
Fund balances at end of year	<u>\$ 11,781,244</u>	<u>13,743,395</u>	<u>17,391,381</u>	<u>3,647,986</u>

See accompanying notes to the general purpose financial statements

Special Revenue Funds				Debt Service Funds			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
				415,303	506,616	635,720	129,104
1,000,000	927,375	937,351	9,976				
671,928	335,700	317,464	(18,236)				
12,100	13,500	22,754	9,254				
18,000	28,000	28,672	672				
8,700	53,000	57,913	4,913				
15,000	9,000	7,911	(1,089)				
<u>1,725,728</u>	<u>1,366,575</u>	<u>1,372,065</u>	<u>5,490</u>	<u>415,303</u>	<u>506,616</u>	<u>635,720</u>	<u>129,104</u>
25,000	48,600	28,884	19,716				
566,200	733,800	463,105	270,695				
1,295,984	1,260,532	1,228,273	32,259				
318,103	318,103	281,576	36,527				
138,000	138,000	137,987	13				
50,000	66,395	53,642	12,753				
				<u>2,280,619</u>	<u>2,280,619</u>	<u>2,280,618</u>	<u>1</u>
<u>2,393,287</u>	<u>2,565,430</u>	<u>2,193,467</u>	<u>371,963</u>	<u>2,280,619</u>	<u>2,280,619</u>	<u>2,280,618</u>	<u>1</u>
<u>(667,559)</u>	<u>(1,198,855)</u>	<u>(821,402)</u>	<u>377,453</u>	<u>(1,865,316)</u>	<u>(1,774,003)</u>	<u>(1,644,898)</u>	<u>129,105</u>
1,260,000	735,585	572,749	(162,836)	1,728,153	1,812,416	1,723,912	(88,504)
	(300)	(264)	36				
<u>1,260,000</u>	<u>735,285</u>	<u>572,485</u>	<u>(162,800)</u>	<u>1,728,153</u>	<u>1,812,416</u>	<u>1,723,912</u>	<u>(88,504)</u>
592,441	(463,570)	(248,917)	214,653	(137,163)	38,413	79,014	40,601
937,900	937,900	937,900		631,698	631,698	631,698	
2,361	2,361	2,361					
<u>1,532,702</u>	<u>476,691</u>	<u>691,344</u>	<u>214,653</u>	<u>494,535</u>	<u>670,111</u>	<u>710,712</u>	<u>40,601</u>

(Continued)

**COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - ALL GOVERNMENTAL FUND TYPES
BUDGET BASIS (note 16)
For the Fiscal Year Ended December 31, 2000**

	Capital Projects Funds			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Income tax	\$			
Property taxes				
Intergovernmental				
Estate tax				
Charges for services				
Investment earnings	300,000	450,000	344,892	(105,108)
Fines and forfeits				
Licenses and permits				
Miscellaneous			1,065	1,065
Reimbursements				
Total revenues	<u>300,000</u>	<u>450,000</u>	<u>345,957</u>	<u>(104,043)</u>
EXPENDITURES:				
Current:				
Public safety				
General government				
Public services				
Parks and recreation				
Community development				
Health services				
Capital outlay	4,092,000	4,140,433	2,451,289	1,689,144
Debt service:				
Principal and interest				
Total expenditures	<u>4,092,000</u>	<u>4,140,433</u>	<u>2,451,289</u>	<u>1,689,144</u>
Excess (deficiency) of revenues over expenditures	<u>(3,792,000)</u>	<u>(3,690,433)</u>	<u>(2,105,332)</u>	<u>1,585,101</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from bonds and notes				
Operating transfers-in	7,024,000	6,358,806	7,079,321	720,515
Operating transfers-out		(3,201,064)	(3,256,332)	(55,268)
Total other financing sources (uses)	<u>7,024,000</u>	<u>3,157,742</u>	<u>3,822,989</u>	<u>665,247</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	3,232,000	(532,691)	1,717,657	2,250,348
Fund balances at beginning of year	5,573,896	5,573,896	5,573,896	
Lapsed encumbrances	263,812	263,812	263,812	
Fund balances at end of year	<u>\$ 9,069,708</u>	<u>5,305,017</u>	<u>7,555,365</u>	<u>2,250,348</u>

See accompanying notes to the general purpose financial statements

Total (Memorandum only)			
Adopted Budget	Revised Budget	Actual	Variance
8,810,000	11,013,000	11,974,081	961,081
6,046,345	6,880,409	7,158,505	278,096
3,416,313	3,404,096	3,534,898	130,802
2,100,000	6,500,000	6,514,578	14,578
1,100,328	850,700	844,735	(5,965)
837,100	1,663,500	1,694,612	31,112
283,000	353,000	378,545	25,545
432,100	350,000	333,064	(16,936)
239,200	603,000	593,214	(9,786)
358,000	384,000	441,958	57,958
<u>23,622,386</u>	<u>32,001,705</u>	<u>33,468,190</u>	<u>1,466,485</u>
10,571,989	10,767,396	10,641,073	126,323
6,563,097	8,309,727	7,623,880	685,847
2,210,246	2,271,844	2,221,691	50,153
2,233,540	2,241,780	2,161,571	80,209
572,253	577,468	525,563	51,905
138,000	138,000	137,987	13
5,660,500	6,558,367	4,048,538	2,509,829
<u>2,280,619</u>	<u>2,280,619</u>	<u>2,280,618</u>	<u>1</u>
<u>30,230,244</u>	<u>33,145,201</u>	<u>29,640,921</u>	<u>3,504,280</u>
<u>(6,607,858)</u>	<u>(1,143,496)</u>	<u>3,827,269</u>	<u>(2,037,795)</u>
12,314,653	10,690,307	11,301,050	610,743
(5,346,735)	(11,869,726)	(11,297,646)	572,080
<u>6,967,918</u>	<u>(1,179,419)</u>	<u>3,404</u>	<u>1,182,823</u>
360,060	(2,322,915)	3,830,673	(854,972)
22,050,796	22,050,796	22,050,796	
467,333	467,333	467,333	
<u>22,878,189</u>	<u>20,195,214</u>	<u>26,348,802</u>	<u>(854,972)</u>

**COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
For the Fiscal Year ended December 31, 2000
(with totals for the fiscal year ended December 31, 1999)**

	Enterprise (note 8)	Internal Service	Totals (Memorandum Only)	
			2000	1999
<u>OPERATING REVENUE:</u>				
Charges for services	\$ 3,379,970	1,675,784	5,055,754	4,661,687
Other	25,376	188,421	213,797	37,753
Total revenues	<u>3,405,346</u>	<u>1,864,205</u>	<u>5,269,551</u>	<u>4,699,440</u>
<u>OPERATING EXPENSES:</u>				
Personal services	1,371,980		1,371,980	1,425,528
Disposal fees	307,177		307,177	294,871
Materials and supplies	337,298		337,298	377,679
Depreciation	595,680		595,680	559,529
Insurance claims		1,864,205	1,864,205	1,716,449
Total expenses	<u>2,612,135</u>	<u>1,864,205</u>	<u>4,476,340</u>	<u>4,374,056</u>
Operating income	<u>793,211</u>	<u>0</u>	<u>793,211</u>	<u>325,384</u>
<u>NON-OPERATING REVENUES (EXPENSES):</u>				
Investment earnings	147,922		147,922	97,141
Intergovernmental	0		0	300,000
Net increase in fair value of investments	42,221		42,221	(22,593)
Interest expense	(388,751)		(388,751)	(353,922)
Total non-operating revenue (expenses)	<u>(198,608)</u>	<u>0</u>	<u>(198,608)</u>	<u>20,626</u>
Net income before transfers-in	594,603	0	594,603	346,010
Operating transfers-in	<u>482,323</u>		<u>482,323</u>	<u>139,110</u>
Net income	1,076,926	0	1,076,926	485,120
Add depreciation on fixed assets acquired by contributed capital	<u>320,738</u>		<u>320,738</u>	<u>360,157</u>
Increase in retained earnings	1,397,664	0	1,397,664	845,277
Beginning retained earnings	<u>1,586,651</u>	<u>0</u>	<u>1,586,651</u>	<u>741,374</u>
Ending retained earnings	<u>\$ 2,984,315</u>	<u>0</u>	<u>2,984,315</u>	<u>1,586,651</u>

See accompanying notes to the general purpose financial statements.

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CITY OF | UPPER  ARLINGTON

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COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended December 31, 2000
(with totals for the year ended December 31, 1999)

	Enterprise Funds	Internal Service	Totals (Memorandum Only)	
			2000	1999
Cash Flows from Operating Activities:				
Cash received from customers	\$ 3,154,082	1,527,206	4,681,288	4,527,460
Cash payments to suppliers for goods and services	(684,742)	(1,575,176)	(2,259,918)	(2,380,925)
Cash payments to employees for services	(1,417,799)		(1,417,799)	(1,550,020)
Net cash provided (used) by operating activities	1,051,541	(47,970)	1,003,571	596,515
Cash Flows from Noncapital Financing Activities:				
Subsidy from General Fund	482,323		482,323	139,110
Net cash provided by noncapital financing activities	482,323	0	482,323	139,110
Cash Flows from Capital and Related Financing Activities:				
Proceeds from bonds and notes				4,267,512
Escrow transfer for advance refunding of bonds				(1,763,714)
Proceeds from county vehicle fund				300,000
Acquisition of capital assets	(340,842)		(340,842)	(305,221)
Principal paid on bonds and notes	(509,763)		(509,763)	(491,932)
Interest paid on bonds and notes	(298,106)		(298,106)	(320,497)
Net cash used by capital and related financing activities	(1,148,711)	0	(1,148,711)	(817,650)
Cash Flows from Investing Activities:				
Interest on investments	193,268		193,268	93,484
Net cash provided by investing activities:	193,268	0	193,268	93,484
Net increase (decrease) in cash and cash equivalents	578,421	(47,970)	530,451	11,459
Cash and cash equivalents at beginning of year	2,382,182	63,511	2,445,693	2,434,234
Cash and cash equivalents at end of year	\$ 2,960,603	15,541	2,976,144	2,445,693

(Continued)

See accompanying notes to the general purpose financial statements.

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended December 31, 2000
(with totals for the year ended December 31, 1999)

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	<u>Enterprise Funds</u>	<u>Internal Service</u>	<u>Totals (Memorandum Only)</u>	
			2,000	1999
Operating income	\$ 793,211		793,211	325,384
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation	595,680		595,680	559,529
Decrease (increase) in accounts receivable	(187,474)		(187,474)	(313,377)
Decrease (increase) in due from other funds		62,546	62,546	(136,222)
Increase (decrease) in accounts payable	(18,751)	(110,516)	(129,267)	185,826
Increase (decrease) in accrued liabilities	(67,335)		(67,335)	(124,492)
Increase (decrease) in deferred revenue	<u>(63,790)</u>		<u>(63,790)</u>	<u>99,867</u>
Net cash provided by operating activities	\$ <u>1,051,541</u>	<u>(47,970)</u>	<u>1,003,571</u>	<u>596,515</u>

Noncash Investing, Financing and Capital Activities:

The enterprise funds received contributions of equipment in the amounts of \$1,570,217 and \$92,745 in 2000 and 1999, respectively.

See accompanying notes to the general purpose financial statements.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(1) Reporting Entity

The City of Upper Arlington (City) was organized on February 8, 1941 and is a home-rule, Municipal Corporation under the laws of the State of Ohio. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety, public service, parks and recreations, community development, health and sanitation.

As required by accounting principles generally accepted in the United States of America (GAAP), the accompanying general-purpose financial statements include all the organizations, activities and functions in which the City (the primary government) and its component unit exercises financial accountability. The component unit discussed below is included in the City's reporting entity because of the significance of its operational operations or financial relationship with the City.

Blended Component Unit – The Community Improvement Corporation (CIC) of Upper Arlington is governed by a 12 member board. For financial reporting purposes, the CIC is reported as if it were part of the City's operations because its purpose is to assist the City in the revitalization and enhancement of property within the City.

(2) Summary of Significant Accounting Policies

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The following is a summary of its significant accounting policies:

(a) Basis of Presentation - Fund Accounting

The accounts of the City are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. The various funds are summarized by type in the general-purpose financial statements. The following fund types and account groups are used by the City:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(2) Summary of Significant Accounting Policies (Continued)

(a) Basis of Presentation - Fund Accounting (Continued)

GOVERNMENTAL FUNDS (Continued)

Special Revenue Funds - The Special Revenue Funds are used to account for revenues derived from specific taxes, grants or other restricted revenue sources. The uses and limitations of each special revenue fund are specified by City ordinance or federal and state statutes.

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

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

PROPRIETARY FUNDS

The City applies all Governmental Accounting Standards Board (GASB) pronouncements as well as Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Internal Service Fund - The Internal Service Fund is used to account for financing services provided by one department to other departments of the City generally on a cost - reimbursement basis.

FIDUCIARY FUNDS

Agency Funds - Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, other governments and/or other funds. Agency Funds are custodial in nature and do not involve measurement of results of operations.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(2) Summary of Significant Accounting Policies (Continued)

(a) Basis of Presentation - Fund Accounting (Continued)

ACCOUNT GROUPS

General Fixed Assets Account Group - This account group is established to account for fixed assets of the City, other than those accounted for in the proprietary funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term debt of the City except that accounted for in the proprietary funds.

(b) Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components.

Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The modified accrual basis of accounting is followed by the governmental funds and agency funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., when they are both measurable and available. "Measurable" means the amount of the transaction can be determined. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred except for (1) principal and interest on general long-term debt obligations, which is recorded when due, (2) the non-current portions of accrued vacation and sick leave recorded in the general long-term debt account group, and (3) the portion of pension obligations and claims and judgements which will not utilize available revenues are also recorded in the general long-term debt account group.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(2) Summary of Significant Accounting Policies (Continued)

(b) Basis of Accounting (Continued)

In applying the susceptible to accrual concept to intergovernmental revenues (grants, subsidies and shared revenue), the legal and contractual requirements of the individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, moneys must be expended for the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, moneys are virtually unrestricted as to purpose of expenditure and nearly irrevocable, i.e., revocable only for failure to comply with prescribed compliance requirements, e.g., equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the criterion of availability.

The City applies GASB Statement No. 22 in regard to the collection of taxpayer-assessed tax revenue. This statement requires revenue from taxpayer-assessed taxes, net of estimated refunds, to be recognized in governmental funds in the accounting period in which they become measurable and available.

City income taxes withheld from taxpayers and received by the City within 60 days of year-end are recorded as revenues and receivables, net of estimated refunds. Income taxes other than those withheld by employers are recorded as revenues when received in cash because they are generally not measurable until actually received.

Fines and forfeits, licenses and permits and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as revenue when earned since they are measurable and available. Property taxes levied for collection in 2000 and uncollected at December 31, 2000 and estimated realizable delinquent property taxes are recorded as revenues to the extent cash is received during the year or soon thereafter to be used to pay liabilities of the current period. Property taxes assessed in 2000 for collection in 2001 are recorded as deferred revenue at December 31, 2000.

The accrual basis of accounting, i.e., revenues are recorded when earned and expenses are recorded when incurred, is utilized by the proprietary funds.

(c) Budgetary Data

All governmental and proprietary fund types are subject to annual expenditure budgets. City Council follows the procedures outlined below in establishing the expenditure budget data reported in the general-purpose financial statements.

**Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000**

(2) Summary of Significant Accounting Policies (Continued)

(c) Budgetary Data (Continued)

1. In November, the City Manager submits to City Council an estimate of the expenditures necessary to conduct the affairs of the City for the fiscal year commencing the following January 1.
2. Budget estimates are distributed throughout the City including newspapers and libraries, and public hearings are held to obtain taxpayers comments.
3. Subsequent to January 1, and after publication of the proposed budget ordinance, the budget is legally enacted through passage of the ordinance. The budget specifies expenditure amounts by object for each activity within each fund.
4. No transfers of appropriations can be made without City Council action, with the exception of certain transfers within a department's appropriation, within a fund, if the amounts are less than \$2,500. Expenditures cannot legally exceed appropriations at the object level. During 2000 various transfers of appropriations and supplemental appropriations were made in the following amounts:

General Fund	\$6,046,768
Special Revenue Funds	172,443
Capital Projects	3,249,497
Internal Service	181,580
Enterprise	301,353

5. Unencumbered appropriations lapse at year-end and encumbered appropriations are carried forward to the next fiscal year.

The City's budgetary process is based upon accounting for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP). To provide a meaningful comparison of actual results with the budget, the actual results of operations are presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types in accordance with the budget basis of accounting. Expenditures did not exceed appropriations in any individual fund.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(2) Summary of Significant Accounting Policies (Continued)

(c) Budgetary Data (Continued)

The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget), as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget), as opposed to when the liability is incurred (GAAP).
3. Encumbrances are recorded as the equivalent of expenditures (budget), as opposed to a reservation of fund balance (GAAP).

(d) Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of moneys are recorded in order to reserve that portion of the applicable appropriation, is employed in all governmental funds. Encumbrances are reported as reservations of fund balance since they do not constitute expenditures or liabilities.

(e) Cash and Cash Equivalents and Investments

City funds are pooled and invested to improve cash management. Each fund type's portion of the pool is shown on the Combined Balance Sheet – All Fund Types and Account Groups as “equity in pooled cash and investments”. For purposes of the statement of cash flows, the proprietary funds consider all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Interest is allocated to funds that are required, by law, to receive interest. It is calculated on a monthly basis as a percentage of beginning fund balance to total fund balance of all City funds. Investments for the City, as well as its component unit, are reported at fair value. The State Treasurer's investment pool (STAROhio) reported value is the same as the fair value of the pool shares

(f) Inventories

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

**Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000**

(2) Summary of Significant Accounting Policies (Continued)

(g) Fixed Assets - Governmental Funds

Fixed assets purchased for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets for which cost is not available) in the General Fixed Assets Account Group. Contributed fixed assets are recorded at fair market value at the date received.

Fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting, have not been capitalized since the purpose of stewardship for capital expenditures can be satisfied without recording these assets.

No depreciation has been provided on general fixed assets.

(h) Fixed Assets - Proprietary Fund

Fixed assets acquired by the proprietary fund are stated at cost, or estimated historical cost. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives (Years)</u>
Autos and trucks, computer equipment	5-8
Machinery, other equipment, furniture & fixtures	10-25
Buildings	45
Infrastructure (Water/Sewer Lines)	50

(i) Capital Equipment, Debt Service and Improvements

The City reserves a portion of its property and income tax revenue to fund capital improvements and debt service. The amount of General Fund balance reserved by ordinance for this purpose at December 31, 2000, was \$2,731,876.

(j) Vacation and Sick Leave

City employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation.

Estimated vacation and sick leave accumulated by governmental fund type employees has been recorded in the general long-term obligations account group.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(2) Summary of Significant Accounting Policies (Continued)

(k) Vacation and Sick Leave (Continued)

Vacation and sick leave estimated to be paid for city employees expected to retire within the next fiscal year that would normally be paid with available financial resources has been recorded in the general fund. Vacation and sick leave accumulated by proprietary fund type employees is recorded as an expense when incurred in the proprietary fund types.

The City uses the vesting method in determining the liability of sick leave recorded in the general long-term obligations account group. The timing of future payments for vacation and sick leave is dependent on many factors and therefore not readily determinable. However, management believes that sufficient resources will be made available for the payment of vacation and sick leave when such payments become due.

(k) Contributed Capital

Depreciation on contributed fixed assets is allocated to contributed capital using the straight-line method over the same lives as described for the related property, plant and equipment in note 2(h). A summary of the changes in contributed capital for the year ending December 31, 2000, follows:

<u>Source</u>	<u>Solid Waste</u>	<u>Water Surcharge</u>	<u>Sewer Surcharge</u>	<u>Stormwater Utility</u>	<u>Total</u>
Fixed assets contributed	\$1,427	\$809,020	\$70,103	\$448,660	\$1,329,210
Depreciation of fixed assets acquired by contributed capital	<u>(8,928)</u>	<u>(83,519)</u>	<u>(99,434)</u>	<u>(128,857)</u>	<u>(320,738)</u>
Total additions (deletions), net	(7,501)	725,501	(29,331)	319,803	1,008,472
Contributed capital, January 1, 2000	<u>1,317,819</u>	<u>1,977,451</u>	<u>2,563,616</u>	<u>1,118,525</u>	<u>6,977,411</u>
Contributed capital, December 31, 2000	<u>\$1,310,318</u>	<u>\$2,702,952</u>	<u>\$2,534,285</u>	<u>\$1,438,328</u>	<u>\$7,985,883</u>

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(2) Summary of Significant Accounting Policies (Continued)

(m) Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements to provide an understanding of overall changes in the City's financial position and operations. However, comparative data (i.e., presentation of prior year totals by fund type) have not been presented in all of the statements, since their inclusion would make the statements unduly complex and difficult to read.

(n) Total Columns on the General Purpose Financial Statements

Total columns on the general-purpose financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with accounting principles generally accepted in the United States of America, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(o) Statement of Cash Flows

Cash balances of most City funds are pooled and invested (Note 3). For purposes of the Statement of Cash Flows, the enterprise fund's proportionate share of the pooled cash and investments are considered to be cash and cash equivalents, since they are available to the Proprietary Funds on demand.

(p) New Accounting Pronouncements

In December 1998, the GASB issued Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. This statement requires the recognition of nonexchange transactions in the financial statements unless the transactions are not measurable (reasonably estimable) or are not probable of collection. This statement is effective for periods beginning after June 15, 2000, and the City has not adopted the provisions of this statement in the accompanying financial statements. Management has not completed the process of evaluating the impact that will result from adopting this statement, and therefore is unable to disclose the impact that adopting the statement will have on its financial position and results of operations when such statement is adopted.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(2) Summary of Significant Accounting Policies (Continued)

(p) New Accounting Pronouncements (Continued)

In June 1999, the GASB issued Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. This statement represents a significant change in the way state and local governments present basic financial information. This statement is effective for periods beginning after June 15, 2002, and the City has not adopted the provisions of this statement in the accompanying financial statements. Management has not completed the process of evaluating the impact that will result from adopting this statement, and therefore is unable to disclose the impact that adopting the statement will have on its financial position and results of operations when such statement is adopted.

In April 2000, the GASB issued Statement No. 36, *Recipient Reporting for Certain Shared Nonexchange Revenues – an amendment to GASB Statement No. 33*. This statement is effective simultaneously with Statement No. 33. Management has not completed the process of evaluating the impact that will result from adopting this statement, and therefore is unable to disclose the impact that adopting the statement will have on its financial position and results of operations when such statement is adopted

3) Cash and Investments

At December 31, 2000, the carrying value of the City’s cash deposits was \$1,277,375, of which \$100,000 was a non-negotiable certificate of deposit. Cash balances per the bank were \$1,364,170. \$244,821 of the City's deposits were insured by Federal depository insurance and \$1,055,362 were collateralized with pooled pledged securities held by its agent in accordance with the Ohio Revised Code. All deposits are in institutions that are members of the Federal Reserve System.

\$8,808 included in the totals relates to the activity of the City’s blended component unit.

The City is authorized by Ordinance to invest in notes, bonds or other obligations of the United States or of any agency or instrumentality thereof, including repurchase agreements secured by such obligations. Additionally the City may invest in Banker’s acceptances which are eligible for purchase by the Federal Reserve System and are issued by Banks domiciled within the State of Ohio and corporate notes, bonds and commercial paper issued by corporations incorporated under the laws of the United States or any State thereof, and whose maturity does not exceed five years provided the security is rated at least A+ by Standard and Poor’s and A-1 by Moody’s Investor Services. Earnings on investments are credited to various funds as provided by state law and City ordinances. It is management’s intent to hold all marketable investments until maturity.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

3) Cash and Investments (Continued)

It is the City's policy to invest in the State Treasury Asset Reserve of Ohio (STAROhio), government securities, and commercial paper. STAROhio is an investment pool managed by the State Treasurer's Office that 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 similar to Rule 2a-7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on December 31, 2000.

The City's investments are categorized to give an indication of the level of risk assumed by the City at December 31, 2000. Category 1 includes insured or registered investments or investments for which the securities are held by the City or City's agent (only if the City's agent is not also the counterparty) or the agent's trust department in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the City's agent or the agent's trust department, but not in the City's name. Investments in pools managed by other governments (STAROhio) are not required to be categorized.

	<u>Category</u>			<u>Fair Value</u>
	<u>1</u>	<u>2</u>	<u>3</u>	
U. S. Government Securities	\$ 2,014,062	-	-	\$ 2,014,062
Federal Agency Securities	21,043,707	-	-	21,043,707
Commercial Paper	5,414,077	-	-	5,414,077
Corporate Notes	2,006,446	-	-	2,006,446
STAROhio				<u>1,694,132</u>
Total investments	<u>\$30,478,292</u>			<u>\$ 32,172,424</u>

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(4) Receivables

Receivables at December 31, 2000, consist of the following:

	<u>Property, Estate & Income Tax</u>	<u>Customer Accounts</u>	<u>Other</u>	<u>Total Receivables</u>
General Fund	\$8,841,922		\$627,923	\$9,469,845
Special Revenue			988,864	988,864
Debt Service	569,772			569,772
Capital Projects			7,153	7,153
Enterprise		\$593,826	33,589	627,415
Total	\$9,411,694	\$593,826	\$1,657,529	\$11,663,049

(5) Insurance

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; personal injuries; and natural disasters. The City provides coverage for up to \$1,000,000 for each liability claim and \$1,000 for each property damage claim. To provide funding for potential claims, the City established by ordinance a reservation of the General Fund fund balance of \$1,868,374 for these losses. In addition, the City also passed legislation that reserves \$5,000,000 of the City's unvoted debt capacity to cover potential catastrophic claims, judgments and actions.

On October 1, 1997, the City established membership in the Central Ohio Risk Management Agency (CORMA) Self-Insurance pool, Inc. CORMA was formed pursuant to Section 2744.081 of the Ohio Revised Code. Members consist of the cities of Upper Arlington, Westerville, Pickerington and Dublin. Each member has one representative on the Board of Trustees. This Board establishes its own budget, hires and fires personnel and determines annual rates for its members. Membership in CORMA enables the City to take advantage of any economies to be realized from an insurance pool with other cities and also provides the City with more control over claims than what is normally available with traditional insurance coverage.

Coverage is limited to property coverage which provides coverage for up to \$125,000 with a \$25,000 deductible for each property liability claim. The City has purchased commercial insurance for claims, which exceed these amounts. The City has purchased general liability insurance through CORMA which covers claims up to \$20,000,000 with a \$100,000 deductible per claim.

A third party administer processes and pays the claims. The City reports a liability when it is probable that a loss has occurred and the amount can be reasonably estimated.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(5) Insurance (Continued)

The City is also self-insured for the employees' health care. To account for and finance its uninsured health claims, the City established an Employee Benefit Fund (an internal service fund). All operating funds of the City participate in the program and make payments to the Employee Benefit Fund based on actuarial estimates of the amounts needed to pay prior and current year claims. The City purchases specific stop loss insurance for health care claims which exceed \$50,000 per covered individual in one year and aggregate stop loss coverage at 125% of annual estimated claims.

Settlements did not exceed insurance coverage in 1998, 1999, or 2000. There were no reductions on insurance coverage from the prior year.

The following is a schedule of the change in insurance claims for the year ended December 31, 1998 & 2000:

	1999	
	General Liability	Health Claims
Unpaid claims January 1, 1999	\$0	\$ 231,528
Incurred claims	140,015	1,716,449
Payment of claims	<u>(138,220)</u>	<u>(1,545,864)</u>
Unpaid claims December 31, 1999	\$1,795	\$ 231,528
	2000	
Unpaid claims January 1, 2000	\$1,795	\$ 231,528
Incurred claims	154,122	1,464,660
Payment of claims	<u>(152,900)</u>	<u>(1,575,176)</u>
Unpaid claims December 31, 2000	\$3,017	\$ 121,012

A claims liability of \$121,012 in the internal service accounts payable balance represents an estimate for incurred but unpaid claims liabilities.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(5) Insurance (Continued)

The City belongs to the Ohio Municipal League Equity Rating Pool for Workers Compensation Insurance. The purpose of the pool is to achieve lower workers' compensation rates for group participants and foster cost-effective claims management skills. The pool provides for equity redistribution in which participants, depending upon their losses, may receive refunds for low losses resulting in savings for the pool, or incur additional contribution for high losses, which exceed the pool's rate. The City received refunds in the last three years in the following amounts:

1998	\$ 44,868
1999	63,593
2000	52,000

(6) Fixed Assets

Enterprise plant and equipment at December 31, 2000 consist of the following:

Buildings/Structures	\$457,976
Infrastructure (Water/Sewer Lines)	26,616,160
Machinery, equipment, furniture and fixtures	<u>1,485,981</u>
Subtotal	28,560,117
Less: accumulated depreciation	<u>(13,431,679)</u>
Total	<u>\$15,128,438</u>

A summary of changes in general fixed assets for the year ending December 31, 2000, follows:

	Balance January 1, 2000	Additions	Deletions	Balance December 31, 2000
Land	\$2,146,538	\$659,469		\$2,806,007
Buildings & Improvements	10,376,778	\$40,936		\$10,417,714
Machinery, equipment, furniture & fixtures	<u>\$7,570,474</u>	<u>\$1,956,651</u>	<u>\$318,546</u>	<u>\$9,208,579</u>
Total	<u>\$20,093,790</u>	<u>\$2,657,056</u>	<u>\$318,546</u>	<u>\$22,432,300</u>

\$659,469 of land included in the totals relates to the City's blended component unit.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(7) Long-Term Obligations

A summary of changes in long-term obligations for the year ended December 31, 2000, follows:

General Long-Term Obligations Account Group:	Balance <u>January 1, 2000</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>December 31, 2000</u>
Accrued vacation & sick leave	\$1,473,150	\$63,862		\$1,537,012
General obligations bonds	<u>12,153,604</u>		<u>\$1,236,375</u>	<u>\$10,917,229</u>
Total General Long-term Obligations	<u>\$13,626,754</u>	<u>\$63,862</u>	<u>\$1,236,375</u>	<u>\$12,454,241</u>

Additions and deletions of accrued vacation and sick leave are shown net since it is impracticable for the City to determine these amounts separately

Sick leave for all employees is recorded as a liability due to the extremely low (2%) employee turnover rate. City employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation. In the event of retirement, an employee is also reimbursed for sick leave at varying amounts.

Bonds & Notes payable at December 31, 2000 are summarized below:

<u>General Obligations Bonds:</u>	Balance <u>January 1, 2000</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>December 31, 2000</u>
6.375% 2002 Municipal Building Improvements	\$150,000		50,000	100,000
6.375% Street Improvements	525,000		65,000	460,000
5.9% 2001 Street Resurfacing	190,000		90,000	100,000
5.9% 2001 Capital improvements	255,000		125,000	130,000
4.56% 2008 Sewer Improvement Bonds	320,000		30,000	290,000
4.01% 2006 Refunding Issue	5,885,000		850,000	5,035,000
4.57% 2017 Turkey Run Bonds	2,365,000		90,000	2,275,000
4.72% 2017 Voted Issue 4	4,919,988		210,000	4,709,988
4.68% Street Light Bonds	1,730,000		60,000	1,670,000
Total General Obligation Bonds	16,339,988		1,570,000	14,769,988
Ohio Public Works Commission Loans 3.5% Infrastructure Projects	<u>3,504,850</u>		<u>176,138</u>	<u>3,328,712</u>
Total bonds and notes payable	<u>\$19,844,838</u>	0	<u>1,746,138</u>	<u>18,098,700</u>

**Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000**

(7) Long-Term Obligations (Continued)

General obligation bonds and Ohio Public Works Commission (OPWC) loans are backed by the full faith and credit of the City. Principal and interest payments of general obligation bonds are made primarily through income tax and property tax or user fees. The loans from the OPWC were made through the State Issue Two Program for infrastructure renovations. The principal and interest payments of the OPWC loans are made primarily from water and sewer surcharge fees.

In 1998, the City issued \$7.54 million of Refunding Issue Bonds for the purpose of providing funds to advance refund and defease the existing Infrastructure bonds, Street Improvement, bonds, and Building Renovation bonds. The net proceeds of this issue were used to purchase U.S. government securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the General Long-Term Debt Account Group. As of December 31, 2000, \$4,795,000 of these defeased bonds are still outstanding.

In November 1997, the citizens of Upper Arlington voted approval to issue \$10.1 million in general obligation bonds. \$5.1 million was issued in 1998. As of December 31, 2000, the remaining \$5 million remains unissued.

In 1999, the City was a conduit issuer of \$1.2 million in Individual Bonds for the Wellington School, a private school in Upper Arlington. The bonds were issued for renovation of the school. These bonds are not listed as part of the City's debt since the City has no obligation for the repayment of the debt.

The annual requirements to pay principal and interest subsequent to December 31, 2000 are as follows:

<u>Year Ending December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$1,749,086	824,065	2,573,151
2002	1,396,368	766,472	2,162,840
2003	1,479,742	633,048	2,112,790
2004	1,531,372	573,230	2,104,602
2005	1,588,229	511,094	2,099,323
And thereafter	<u>10,353,903</u>	<u>2,787,898</u>	<u>13,141,801</u>
	<u>\$18,098,700</u>	<u>6,095,807</u>	<u>24,194,507</u>

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(7) Long-Term Obligations (Continued)

The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of a municipal corporation cannot exceed 5.5% of the total taxation value of property.

The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2000, the City's total net debt amounted to 1.27% of the total assessed value of all property within the City. The aggregate amount of the City's unvoted debt is subject to overlapping debt restrictions with Franklin County and the Upper Arlington School District. As of December 31, 2000, these entities have complied with the requirement that overlapping debt must not exceed 1% (10 mills) of assessed property value.

The City has reserved by ordinance \$5,000,000 of its unvoted net debt capacity for the purpose of funding potential self-insured losses. As of December 31, 2000, no debt had been issued for this purpose.

(8) Segment Information-Enterprise Funds

The City maintains four enterprise funds, which are intended to be self-supporting through user fees and surcharges for services to the public. Financial segment information as of and for the year ended December 31, 2000 is presented below:

	Solid Waste	Water Surcharge	Sewer Surcharge	Stormwater Fund	<u>Total</u>
Operating revenue	\$1,577,837	451,220	844,449	531,840	3,405,346
Depreciation	45,182	151,852	196,088	202,558	595,680
Operating income	126,129	239,201	348,153	79,728	793,211
Net Income	283,885	121,194	194,851	476,996	1,076,926
Contributed capital, additions (deletions)	(7,501)	725,501	(29,331)	319,803	1,008,472
Property, plant and equipment additions	254,336	809,020	77,412	539,369	1,680,137
Property, plant and equipment deletions	73,546	0	1,074	0	74,620
Operating transfers	135,410	0	0	346,913	482,323
Net working capital	(117,807)	362,607	298,133	2,480,298	3,023,231
Total assets	711,178	5,600,115	5,497,588	6,942,548	18,751,429
Bonds and notes payable	0	2,058,590	2,679,430	2,443,451	7,181,471
Total liabilities	454,713	2,101,965	2,760,325	2,464,228	7,781,231
Total equity	256,465	3,498,150	2,737,263	4,478,320	10,970,198

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(9) Defined Benefit Pension Plans and Postemployment Benefits

Substantially all City employees participate in a cost-sharing multiple employer Public Employee Retirement System (PERS). Police officers and firefighters participate in the Police and Firemen's Disability and Pension Fund of Ohio. All other full time employees of the City are eligible to participate in the PERS.

(a) Retirement Plan – Safety Forces

Plan Description - The City contributes to the Police and Firemen's Disability and Pension Fund (PFDPF), a cost-sharing multiple-employer defined benefit pension plan. PFDPF 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. The PFDPF issues a publicly available financial report that includes financial information and required supplementary information for the plan. This report may be obtained by writing to PFDPF, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's required and actual contributions to PFDPF for the years ending December 31, 2000, 1999, and 1998 were \$1,374,602, \$1,309,613 and \$1,265,118 respectively.

The employees' contributions to PFDPF for the years ended December 31, 2000, and 1999 were \$716,604 and \$711,373, respectively.

The PFDPF provides post-retirement health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a two-thirds basis. The health care coverage provided by the PFDPF Retirement System is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care cost paid from the funds of the PFDPF shall be included in the employer's contribution rate.

The Ohio Revised Code provides the statutory authority allowing the Fund's Board of Trustees to provide health care coverage to all eligible individuals. Health care funding and accounting is on a pay-as-you go basis. Currently 7.25% of covered payroll, the Board-defined allocation, is used to pay retiree health care expenses. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(9) Defined Benefit Pension Plans and Postemployment Benefits (Continued)

(a) Retirement Plan – Safety Forces (Continued)

The number of participants eligible to receive health care benefits as of December 31, 1999, the latest information available, were 12,467 for Police and 9,807 for Firefighters. The portion of the City's contributions that were used to pay post-employment benefits was \$207,687 for Police and \$246,524 for Firefighters. The Fund's total health care expense for the year ending December 31, 1999 was \$95,004,633, which is net of member contributions of \$55,181,098.

(b) Retirement Plan – General Employees

Plan Description – All other full time employees of the City are eligible to participate in the Public Employees Retirement System of Ohio (PERS), a cost sharing multiple employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code assigns the authority to establish and amend benefit provisions. PERS issues a stand-alone, publicly available comprehensive annual financial report, which includes financial statements and required supplementary information for PERS. This report may be obtained by writing to Public Employees Retirement System of Ohio, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-PERS (7377).

Funding Policy – The Retirement Board instituted a temporary employer contribution rate rollback of 20% for calendar year 2000. The decision to rollback was based on a December 31, 1998 actuarial study, which indicated that actuarial assets exceed actuarial liabilities. The City and covered employees contributed at actuarially determined rates for 2000, 10.84% and 8.5%, respectively, of covered employee payroll to PERS. During 2000 and 1999, 4.3% and 4.2%, respectively, of the City's contribution was used to fund post-employment health care benefits, available to retirees with at least ten-years of service credit.

Chapter 145 of the Ohio Revised Code assigns authority of the PERS Board to amend the funding policy. The City's required and actual contributions to PERS for the years ended December 31, 2000, 1999, 1998, and were \$812,712, \$882,517 and \$846,261 respectively.

The City's employees' contributions to PERS for the years ended December 31, 2000, and 1999 were \$593,242 and \$470,064, respectively. PERS also provides post-retirement health care coverage to age and service retirants with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirants.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(9) Defined Benefit Pension Plans and Postemployment Benefits (Continued)

(b) Retirement Plan – General Employees (Continued)

Health care coverage for disability recipients is available. The health care coverage provided by the PERS is considered an Other Postemployment Benefits (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of post-retirement health care. The Ohio Revised Code provides the statutory authority requiring public employers to fund post-retirement health care through their contributions to PERS. The 2000 employer contribution rate was 10.84% of covered payroll; 4.3% was the portion that was used to fund health care for the year 2000.

OPEB are financed through employer contributions and investment earnings. The contributions allocated to retiree health care, along with investment income on allocated assets and periodic adjustments in health care provisions are expected to be sufficient to sustain the program indefinitely. The following assumptions and calculations are based on the system's latest Actuarial Review performed as of December 31, 1999:

Funding Method – an entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability; Assets Valuation Method – All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted to reflect 25% of unrealized market appreciation or depreciation in investment assets; Investment Return – The investment assumption rate for 1999 was 7.5%; Active Employee Total Payroll – An annual increase of 4.75% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in number of active employees. Additionally, annual pay increases, over and above 4.75% base increase were assumed to range from 0.54% to 5.1%; and Health Care – Health care costs were assumed to increase 4.75% annually.

The portion of the City's contributions that were used to pay post-employment benefits was \$322,406. As of December 31, 1999, the net assets available for future OPEB payments were \$10,805,500. The number of benefit recipients eligible for OPEB at December 31, 1999 was 401,339.

During 1997, PERS adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1999, employer contributions equal to 4.3% of member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for retiree health care coverage.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(10) Due to/from Other Funds

At December 31, 2000, the City had a total of \$105,471 in Due to/from Other Funds, as follows:

	<u>Due From</u>	<u>Due To</u>
Internal Service Fund:		
Employee Benefit Fund	\$105,471	
General Fund:		
General Operating Account		\$105,471
TOTAL	\$105,471	\$105,471

(11) Income Taxes

The City levies a tax of 2% on substantially all income earned within the City. In addition, residents of the City are required to pay City income tax on income they earn outside the City. However, a credit is allowed for income taxes paid to other municipalities.

Employers within the City are required to withhold income tax on employee compensation and remit this tax at least quarterly. Corporation and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

(12) Subsequent Events

On April 9, 2001, City Council passed Ordinance No. 46-2001, authorizing the issuance of the remaining \$5 million of 1997 voted levy (see Note 7) and Ordinance No. 47-2001 authorizing the issuance of \$2 million of unvoted bonds for various capital improvements.

(13) Property Taxes

Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the City. All property taxes are collected on behalf of the City by Franklin County. Due and collection dates, as established by Franklin County, were January 20, 2000 and June 20, 2000 for those taxes due during 2000.

Real property taxes collected during 2000 had lien and levy dates of January 1, 1999 and December 31, 1999, respectively. Real property taxes with 2000 levy dates are recorded as receivables and deferred revenue at the end of 2000. Assessed values are established by State law at 35% of appraised market value. A revaluation of all property is required to be completed no less than every six years. The last revaluation was completed in December 1996. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 50% of cost). Tangible personal property assessments are 25% of true value.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(13) Property Taxes (Continued)

The assessed value upon which the 2000 levy was based, was as follows:

Real estate	\$1,048,290,460
Public utility	\$ 23,253,360
Tangible personal	\$ 31,888,687
Total	\$1,103,432,507

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .2% (2 mills) of assessed value. Increases in the property tax rate are restricted only by voter willingness to approve such increases. The voters passed two such issues in 1997. In March, 1997, a 1-mill replacement levy to fund the Police and Firemen pensions was approved. In November, 1997, a .84 mill property tax was passed to provide the issuance of \$10 million of bonds for infrastructure improvements. Total 1999 tax rate for the City for collection in 2000 was 6.39 mills including the voted increases. No property tax increases were passed by the voters in 2000.

The County Treasurer collects property taxes on behalf of all taxing districts in the county including the City of Upper Arlington. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes may be paid on either an annual or semi-annual basis.

(14) Contingencies

The City is a defendant in a number of lawsuits pertaining to matters which are incidental to performing routine governmental functions. City management is of the opinion that ultimate settlement of such claims will not result in a material adverse effect on the City's financial position as of December 31, 2000.

(15) Individual Fund Disclosures

The following fund had a deficit retained earnings at December 31, 2000:

Solid Waste Fund	\$1,053,853
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This deficit reflects the accrual of liabilities required by accounting principles generally accepted in the United States of America. This fund has a positive fund cash balance as required by Ohio law.

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(16) Budget Basis of Accounting

Adjustments necessary to convert the results of operations and fund balances at end of year on the GAAP basis to the budget basis are as follows:

Excess (deficiency) of Revenues and Other Financing Sources over
Expenditures and Other Uses

	General Fund	Special Revenue Fund Types	Debt Service Fund Types	Capital Projects Fund Types	Totals
GAAP Basis	\$1,973,119	116,089	97,925	1,093,740	3,280,873
Increase (decrease):					
Due to revenues:					
Received in cash during year but already accrued as Receivables (GAAP) at December 31, 1999	11,113,681	690,843	558,332	14,585	12,377,441
Accrued as receivables at December 31, 2000 but not Recognized in budget	(9,469,845)	(988,864)	(569,772)	(7,153)	(11,035,634)
Due to encumbrances:					
Expenditures of amounts Encumbered during year Ended December 31, 1999	327,604	38,813	-	1,876,536	2,242,953
Amounts encumbered in prior Years, outstanding December 31, 2000	-	-	-	-	-
Recognized as expenditures In budget	(507,657)	(271,681)	-	(1,123,672)	(1,903,010)
Due to expenditures:					
Accrued as liabilities At December 31, 1999, but not recognized in budget	(8,508,051)	(671,719)	(540,042)	(597,468)	(10,317,280)
Accrued as liabilities at December 31, 2000	7,785,880	826,999	532,571	556,686	9,702,136
Inventory	(13,222)	19,729	-	-	6,507
Net (increase) decrease in fair value of investments not recognized in budget	(418,590)	(9,126)	-	(95,597)	(514,187)
Budget Basis	<u>2,282,919</u>	<u>(248,917)</u>	<u>79,014</u>	<u>1,717,657</u>	<u>3,830,673</u>

Notes to General Purpose Financial Statements
For the Year Ended December 31, 2000

(16) Budget Basis of Accounting (continued)

Fund Balance at end of the year

General Fund	Special Revenue Fund Types	Debt Service Fund Types	Capital Projects Fund Types	Totals
19,870,629	1,221,585	747,913	8,365,904	30,206,031
-	-	-	-	-
(9,469,845)	(988,864)	(569,772)	(7,153)	(11,035,634)
-	-	-	-	-
(15,663) (507,657)	(52,210) (281,681)	-	(181,444) (1,123,672)	(249,317) (1,903,010)
-	-	-	-	-
7,785,880 (98,891)	826,999 (39,964)	532,571 -	556,686 -	9,702,136 (138,855)
(173,072)	(4,521)	-	(54,956)	(232,549)
<u>17,391,381</u>	<u>691,344</u>	<u>710,712</u>	<u>7,555,365</u>	<u>26,348,802</u>

**COMBINING, INDIVIDUAL FUND
AND ACCOUNT GROUP
STATEMENTS AND SCHEDULES**

GENERAL FUND

The General Fund receives funds which are not accounted for in any other fund of the City. The revenues are used to finance the general operations of the City.

GENERAL FUND ACCOUNTS

Due to legal requirements, activities of the General Fund are accounted for in the following accounts:

GENERAL OPERATING ACCOUNT

This account is used for revenues that are not restricted as to use, and funds the general operations of the City.

CAPITAL ASSET MANAGEMENT ACCOUNT

Codified Ordinance Section 211.01 provides that 13 1/3% of net income tax collections are to be used only for the payment of obligations incurred in connection with the City's capital improvements program or for the payment of interest and principal of bonds and notes issued by the City.

POLICE AND FIRE PENSION ACCOUNT

One and six-tenths of a mill of the property tax has been set aside for the purpose of paying police and fire pensions. In accordance with state law, the funds are required to be placed in a separate account. Transfers are made to the General Operating Account to pay the cost of pensions.

CAPITAL IMPROVEMENTS ACCOUNT

The City's Charter provides that one-half mill of the property tax be used for the City's capital improvement program.

SELF-INSURED LOSS ACCOUNT

By ordinance, City Council has established this account in order to provide for a reserve to fund losses as a result of assuming the risk for general liabilities. Transfers are periodically made to the account from the General Operating Account.

**GENERAL FUND
COMPARATIVE BALANCE SHEET
December 31, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<u>ASSETS:</u>		
Equity in pooled cash and investments	\$ 18,907,059	15,206,211
Receivables	9,469,845	8,654,044
Due from other funds		2,459,637
Inventory	<u>98,891</u>	<u>85,669</u>
TOTAL ASSETS	<u>28,475,795</u>	<u>26,405,561</u>
<u>LIABILITIES:</u>		
Accounts payable	257,868	513,011
Due To Other Funds	105,471	168,017
Deferred revenue	6,546,685	5,931,095
Accrued liabilities	1,491,730	1,386,867
Accrued vacation and sick leave	203,412	333,172
Accrued retirement payments		<u>175,889</u>
TOTAL LIABILITIES	<u>8,605,166</u>	<u>8,508,051</u>
<u>FUND EQUITY:</u>		
Fund balances:		
Reserved for inventory	98,891	85,669
Reserved for encumbrances	445,201	318,102
Reserved for general liability self insurance	1,868,374	1,885,632
Reserved for capital equipment, debt service and improvements	2,731,876	1,365,501
Unreserved	<u>14,726,287</u>	<u>14,242,606</u>
TOTAL FUND EQUITY	<u>19,870,629</u>	<u>17,897,510</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 28,475,795</u>	<u>26,405,561</u>

GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Fiscal Years Ended December 31, 2000

	<u>2000</u>	<u>1999</u>
<u>REVENUES:</u>		
Income tax	\$ 11,776,958	12,313,204
Property taxes	6,824,923	6,037,970
Intergovernmental	2,622,151	2,482,479
Estate tax	3,895,389	5,641,678
Charges for services	527,271	505,501
Investment earnings	1,291,730	1,124,170
Net Increase (Decrease) in Fair Value of Investments	418,590	(586,664)
Fines and forfeits	350,654	291,862
Licenses and permits	333,064	298,740
Miscellaneous	1,233,776	1,052,175
Total revenues	<u>29,274,506</u>	<u>29,161,115</u>
<u>EXPENDITURES:</u>		
Current:		
Public safety	9,892,547	10,336,342
General government	6,269,591	5,925,630
Public services	879,039	810,829
Parks and recreation	1,720,499	1,811,387
Community development	492,099	566,864
Capital outlay	1,961,081	1,039,372
Total expenditures	<u>21,214,856</u>	<u>20,490,424</u>
Excess of revenues over expenditures	<u>8,059,650</u>	<u>8,670,691</u>
<u>OTHER FINANCING SOURCES (USES)</u>		
Operating transfers-in	141,568	0
Operating transfers-out	(6,228,099)	(6,741,278)
Total other financing sources (uses)	<u>(6,086,531)</u>	<u>(6,741,278)</u>
Excess of revenues and other financing sources over expenditures and other uses	1,973,119	1,929,413
Fund balances at beginning of year	<u>17,897,510</u>	<u>15,968,097</u>
Fund balances at end of year	<u>\$ <u>19,870,629</u></u>	<u><u>17,897,510</u></u>

**GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	2000				1999
	Adopted Budget	Revised Budget	Actual	Variance	Actual
REVENUES:					
Income tax	\$ 8,810,000	11,013,000	11,974,081	961,081	12,124,362
Property taxes	5,631,042	6,373,793	6,522,785	148,992	5,971,524
Intergovernmental	2,416,313	2,476,721	2,597,547	120,826	2,471,068
Estate tax	2,100,000	6,500,000	6,514,578	14,578	3,201,833
Charges for services	428,400	515,000	527,271	12,271	505,501
Investment earnings	525,000	1,200,000	1,326,966	126,966	1,370,444
Fines and forfeits	265,000	325,000	349,873	24,873	281,633
Licenses and permits	432,100	350,000	333,064	(16,936)	298,740
Miscellaneous	230,500	550,000	534,236	(15,764)	390,208
Reimbursements	343,000	375,000	434,047	59,047	515,803
Total revenues	21,181,355	29,678,514	31,114,448	1,435,934	27,131,116
EXPENDITURES:					
Current:					
Public safety	10,546,989	10,718,796	10,612,189	106,607	10,061,026
General government	5,996,897	7,575,927	7,160,775	415,152	5,934,101
Public services	914,262	1,011,312	993,418	17,894	840,741
Parks and recreation	1,915,437	1,923,677	1,879,995	43,682	1,819,906
Community development	572,253	577,468	525,563	51,905	557,566
Capital outlay	1,518,500	2,351,539	1,543,607	807,932	985,509
Total expenditures	21,464,338	24,158,719	22,715,547	1,443,172	20,198,849
Excess of revenues over expenditures	(282,983)	5,519,795	8,398,901	2,879,106	6,932,267
OTHER FINANCING SOURCES (USES):					
Operating transfers-in	2,302,500	1,783,500	1,925,068	141,568	3,058,740
Operating transfers-out	(5,346,735)	(8,668,362)	(8,041,050)	627,312	(9,660,908)
Total other financing sources (uses)	(3,044,235)	(6,884,862)	(6,115,982)	768,880	(6,602,168)
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(3,327,218)	(1,365,067)	2,282,919	3,647,986	330,099
Fund balances at beginning of year	14,907,302	14,907,302	14,907,302		14,323,560
Lapsed encumbrances	201,160	201,160	201,160		253,643
Fund balances at end of year	\$ 11,781,244	13,743,395	17,391,381	3,647,986	14,907,302

**ALL GENERAL FUND ACCOUNTS
COMBINING BALANCE SHEET
December 31, 2000**

	<u>General Operating Account</u>	<u>Capital Asset Management Account</u>	<u>Police and Fire Pension Account</u>
<u>ASSETS:</u>			
Equity in pooled cash and investments	\$ 14,172,725	1,658,615	
Receivables	7,060,154	200,171	1,658,607
Due from other funds			
Inventory	<u>98,891</u>		
TOTAL ASSETS	<u><u>21,331,770</u></u>	<u><u>1,858,786</u></u>	<u><u>1,658,607</u></u>
<u>LIABILITIES:</u>			
Accounts payable	220,810		
Due to other funds	105,471		
Deferred revenue	4,530,043		1,515,207
Accrued liabilities	1,491,730		
Accrued vacation and sick leave	<u>203,412</u>		
TOTAL LIABILITIES	<u><u>6,551,466</u></u>	<u><u>0</u></u>	<u><u>1,515,207</u></u>
<u>FUND EQUITY:</u>			
Fund balances:			
Reserved for inventory	98,891		
Reserved for encumbrances	98,526	6,881	
Reserved for self insurance			
Reserved for capital equipment, debt service and improvements		1,851,905	
Unreserved	<u>14,582,887</u>		<u>143,400</u>
TOTAL FUND EQUITY	<u><u>14,780,304</u></u>	<u><u>1,858,786</u></u>	<u><u>143,400</u></u>
TOTAL LIABILITIES AND FUND EQUITY	<u><u>\$ 21,331,770</u></u>	<u><u>1,858,786</u></u>	<u><u>1,658,607</u></u>

Exhibit A-4

Capital Improvements Account	Self-Insured Loss Account	Total
1,206,166	1,869,553	18,907,059
549,075	1,838	9,469,845
		0
		98,891
<u>1,755,241</u>	<u>1,871,391</u>	<u>28,475,795</u>
34,041	3,017	257,868
		105,471
501,435		6,546,685
		1,491,730
		203,412
<u>535,476</u>	<u>3,017</u>	<u>8,605,166</u>
339,794		98,891
		445,201
	1,868,374	1,868,374
879,971		2,731,876
		14,726,287
<u>1,219,765</u>	<u>1,868,374</u>	<u>19,870,629</u>
<u>1,755,241</u>	<u>1,871,391</u>	<u>28,475,795</u>

**ALL GENERAL FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN ACCOUNT BALANCES
For the Fiscal Year Ended December 31, 2000**

	<u>General Operating Account</u>	<u>Capital Asset Management Account</u>	<u>Police and Fire Pension Account</u>
<u>REVENUES:</u>			
Income tax	\$ 10,205,498	1,571,460	
Property taxes	4,512,476		1,739,186
Intergovernmental	2,622,151		
Estate tax	3,895,389		
Charges for services	527,271		
Investment earnings	1,189,393		
Net Increase in fair value of investments	385,226		
Fines and forfeits	350,654		
Licenses and permits	333,064		
Miscellaneous	1,232,613		
	<u>25,253,735</u>	<u>1,571,460</u>	<u>1,739,186</u>
Total revenues			
<u>EXPENDITURES:</u>			
Current:			
Public safety	9,892,547		
General government	6,115,469		
Public services	879,039		
Parks and recreation	1,720,499		
Community development	492,099		
Capital outlay	659,469		
	<u>19,759,122</u>	<u>0</u>	<u>0</u>
Total expenditures			
Excess of revenues over expenditures	<u>5,494,613</u>	<u>1,571,460</u>	<u>1,739,186</u>
<u>OTHER FINANCING SOURCES (USES):</u>			
Operating transfers-in		141,568	
Operating transfers-out	(5,019,365)	(1,208,734)	
Interaccount transfers-in	1,666,320		
Interaccount transfers-out	(1,783,500)		(1,666,320)
	<u>(5,136,545)</u>	<u>(1,067,166)</u>	<u>(1,666,320)</u>
Total other financing sources (uses)			
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	358,068	504,294	72,866
Fund balances at beginning of year	14,422,236	1,354,492	70,534
Fund balances at end of year	<u>\$ 14,780,304</u>	<u>1,858,786</u>	<u>143,400</u>

Capital Improvements Account	Self-Insured Loss Account	Total
		11,776,958
573,261		6,824,923
		2,622,151
		3,895,389
		527,271
	102,337	1,291,730
	33,364	418,590
		350,654
		333,064
	1,163	1,233,776
<u>573,261</u>	<u>136,864</u>	<u>29,274,506</u>
		9,892,547
	154,122	6,269,591
		879,039
		1,720,499
		492,099
<u>1,301,612</u>		<u>1,961,081</u>
<u>1,301,612</u>	<u>154,122</u>	<u>21,214,856</u>
<u>(728,351)</u>	<u>(17,258)</u>	<u>8,059,650</u>
		141,568
1,783,500		(6,228,099)
		3,449,820
		(3,449,820)
<u>1,783,500</u>	<u>0</u>	<u>(6,086,531)</u>
		1,055,149
	(17,258)	1,973,119
164,616	1,885,632	17,897,510
<u>1,219,765</u>	<u>1,868,374</u>	<u>19,870,629</u>

**ALL GENERAL FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN ACCOUNT BALANCES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	General Operating Account			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Income tax	\$ 7,635,627	9,544,635	10,377,557	832,922
Property taxes	4,019,800	4,180,592	4,304,594	124,002
Intergovernmental	2,416,313	2,476,721	2,597,547	120,826
Estate tax	2,100,000	6,500,000	6,514,578	14,578
Charges for services	428,400	515,000	527,271	12,271
Investment earnings	425,000	1,100,000	1,220,800	120,800
Fines and forfeits	265,000	325,000	349,873	24,873
Licenses and permits	432,100	350,000	333,064	(16,936)
Miscellaneous	230,500	500,000	486,853	(13,147)
Reimbursements	343,000	375,000	434,047	59,047
Total revenues	<u>18,295,740</u>	<u>25,866,948</u>	<u>27,146,184</u>	<u>1,279,236</u>
EXPENDITURES:				
Current:				
Public safety	10,546,989	10,718,796	10,612,189	106,607
General government	5,896,897	7,360,389	7,007,875	352,514
Public services	914,262	1,011,312	993,418	17,894
Parks and recreation	1,915,437	1,923,677	1,879,995	43,682
Community development	572,253	572,253	520,348	51,905
Capital outlay				
Total expenditures	<u>19,845,838</u>	<u>21,586,427</u>	<u>21,013,825</u>	<u>572,602</u>
Excess (deficiency) of revenues over expenditures	<u>(1,550,098)</u>	<u>4,280,521</u>	<u>6,132,359</u>	<u>1,851,838</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers-in				
Operating transfers-out	(4,138,000)	(7,459,627)	(6,832,315)	627,312
Interaccount transfers-in	1,611,242	1,666,320	1,666,320	0
Interaccount transfers-out				
Total other financing sources (uses)	<u>(2,526,758)</u>	<u>(5,793,307)</u>	<u>(5,165,995)</u>	<u>627,312</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(4,076,856)</u>	<u>(1,512,786)</u>	<u>966,364</u>	<u>2,479,150</u>
Fund balances at beginning of year	11,945,773	11,945,773	11,945,773	
Lapsed encumbrances	132,828	132,828	132,828	
Fund balances at end of year	<u>\$ 8,001,745</u>	<u>10,565,815</u>	<u>13,044,965</u>	<u>2,479,150</u>

Capital Asset Management Account				Police and Fire Pension Account			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
1,174,373	1,468,365	1,596,524	128,159	1,611,242	1,666,320	1,666,320	0
<u>1,174,373</u>	<u>1,468,365</u>	<u>1,596,524</u>	<u>128,159</u>	<u>1,611,242</u>	<u>1,666,320</u>	<u>1,666,320</u>	<u>0</u>
	5,215	5,215	0				
0	5,215	5,215	0	0	0	0	0
<u>1,174,373</u>	<u>1,463,150</u>	<u>1,591,309</u>	<u>128,159</u>	<u>1,611,242</u>	<u>1,666,320</u>	<u>1,666,320</u>	<u>0</u>
2,302,500 (1,208,735)	0 (1,208,735)	141,568 (1,208,735)	141,568 0				
				(1,635,560)	(1,666,320)	(1,666,320)	0
<u>1,093,765</u>	<u>(1,208,735)</u>	<u>(1,067,167)</u>	<u>141,568</u>	<u>(1,635,560)</u>	<u>(1,666,320)</u>	<u>(1,666,320)</u>	<u>0</u>
2,268,138	254,415	524,142	269,727	(24,318)	0	0	0
1,059,317 68,273	1,059,317 68,273	1,059,317 68,273		0	0	0	
<u>3,395,728</u>	<u>1,382,005</u>	<u>1,651,732</u>	<u>269,727</u>	<u>(24,318)</u>	<u>0</u>	<u>0</u>	<u>0</u>

(continued)

**ALL GENERAL FUND ACCOUNTS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN ACCOUNT BALANCES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	Capital Improvements Account			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Income tax	\$			
Property taxes		526,881	551,871	24,990
Intergovernmental				
Estate tax				
Charges for services				
Investment earnings				
Fines and forfeits				
Licenses and permits		50,000	47,383	(2,617)
Miscellaneous				
Reimbursements				
Total revenues	<u>0</u>	<u>576,881</u>	<u>599,254</u>	<u>22,373</u>
EXPENDITURES:				
Current:				
Public safety				
General government				
Public services				
Parks and recreation				
Community development				
Capital outlay	<u>1,518,500</u>	<u>2,351,539</u>	<u>1,543,607</u>	<u>807,932</u>
Total expenditures	<u>1,518,500</u>	<u>2,351,539</u>	<u>1,543,607</u>	<u>807,932</u>
Excess (deficiency) of revenues over expenditures	<u>(1,518,500)</u>	<u>(1,774,658)</u>	<u>(944,353)</u>	<u>830,305</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers-in		1,783,500	1,783,500	0
Operating transfers-out				
Interaccount transfers-in				
Interaccount transfers-out				
Total other financing sources (uses)	<u>0</u>	<u>1,783,500</u>	<u>1,783,500</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(1,518,500)</u>	<u>8,842</u>	<u>839,147</u>	<u>830,305</u>
Fund balances at beginning of year	48	48	48	
Lapsed encumbrances	59	59	59	
Fund balances at end of year	<u>\$ (1,518,393)</u>	<u>8,949</u>	<u>839,254</u>	<u>830,305</u>

Self-Insured Loss Account				Total			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
				8,810,000	11,013,000	11,974,081	961,081
				5,631,042	6,373,793	6,522,785	148,992
				2,416,313	2,476,721	2,597,547	120,826
				2,100,000	6,500,000	6,514,578	14,578
				428,400	515,000	527,271	12,271
100,000	100,000	106,166	6,166	525,000	1,200,000	1,326,966	126,966
				265,000	325,000	349,873	24,873
				432,100	350,000	333,064	(16,936)
				230,500	550,000	534,236	(15,764)
				343,000	375,000	434,047	59,047
<u>100,000</u>	<u>100,000</u>	<u>106,166</u>	<u>6,166</u>	<u>21,181,355</u>	<u>29,678,514</u>	<u>31,114,448</u>	<u>1,435,934</u>
				10,546,989	10,718,796	10,612,189	106,607
100,000	215,538	152,900	62,638	5,996,897	7,575,927	7,160,775	415,152
				914,262	1,011,312	993,418	17,894
				1,915,437	1,923,677	1,879,995	43,682
				572,253	577,468	525,563	51,905
				1,518,500	2,351,539	1,543,607	807,932
<u>100,000</u>	<u>215,538</u>	<u>152,900</u>	<u>62,638</u>	<u>21,464,338</u>	<u>24,158,719</u>	<u>22,715,547</u>	<u>1,443,172</u>
<u>0</u>	<u>(115,538)</u>	<u>(46,734)</u>	<u>68,804</u>	<u>(282,983)</u>	<u>5,519,795</u>	<u>8,398,901</u>	<u>2,879,106</u>
				2,302,500	1,783,500	1,925,068	141,568
				(5,346,735)	(8,668,362)	(8,041,050)	627,312
				1,611,242	1,666,320	1,666,320	0
				(1,635,560)	(1,666,320)	(1,666,320)	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(3,068,553)</u>	<u>(6,884,862)</u>	<u>(6,115,982)</u>	<u>768,880</u>
	(115,538)	(46,734)	68,804	(3,351,536)	(1,365,067)	2,282,919	3,647,986
1,902,164	1,902,164	1,902,164		14,907,302	14,907,302	14,907,302	
				201,160	201,160	201,160	
<u>1,902,164</u>	<u>1,786,626</u>	<u>1,855,430</u>	<u>68,804</u>	<u>11,756,926</u>	<u>13,743,395</u>	<u>17,391,381</u>	<u>3,647,986</u>

**GENERAL OPERATING ACCOUNT
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SAFETY</u>				
Police Department				
Personal services	\$ 4,744,705	4,744,705	4,687,383	57,322
Other than personal services	<u>240,000</u>	<u>244,000</u>	<u>224,724</u>	<u>19,276</u>
Total Police Department	4,984,705	4,988,705	4,912,107	76,598
Fire Department				
Personal services	5,319,534	5,475,534	5,472,146	3,388
Other than personal services	<u>242,750</u>	<u>254,557</u>	<u>227,936</u>	<u>26,621</u>
Total Fire Department	5,562,284	5,730,091	5,700,082	30,009
TOTAL PUBLIC SAFETY	10,546,989	10,718,796	10,612,189	106,607
<u>GENERAL GOVERNMENT</u>				
Department of Public Services				
Personal services	578,571	578,571	577,017	1,554
Other than personal services	<u>213,700</u>	<u>213,700</u>	<u>211,213</u>	<u>2,487</u>
Total Department of Public Services	792,271	792,271	788,230	4,041
City Manager				
Personal services	598,739	678,969	677,839	1,130
Other than personal services	<u>151,840</u>	<u>187,390</u>	<u>187,179</u>	<u>211</u>
Total City Manager	750,579	866,359	865,018	1,341
Finance Department				
Personal services	545,957	568,277	563,937	4,340
Other than personal services	<u>139,300</u>	<u>142,192</u>	<u>91,675</u>	<u>50,517</u>
Total Finance Department	685,257	710,469	655,612	54,857
City Council				
Personal services	28,519	31,519	30,126	1,393
Other than personal services	<u>10,200</u>	<u>7,200</u>	<u>4,068</u>	<u>3,132</u>
Total City Council	38,719	38,719	34,194	4,525
City Clerk				
Personal services	239,634	248,641	248,430	211
Other than personal services	<u>11,150</u>	<u>12,143</u>	<u>10,192</u>	<u>1,951</u>
Total City Clerk	250,784	260,784	258,622	2,162
City Attorney				
Personal services	496,752	471,752	448,360	23,392
Other than personal services	<u>39,250</u>	<u>54,250</u>	<u>50,141</u>	<u>4,109</u>
Total City Attorney	536,002	526,002	498,501	27,501

**GENERAL OPERATING ACCOUNT
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	Adopted Budget	Revised Budget	Actual	Variance
Mayor's Court				
Personal services	\$ 119,801	119,801	113,323	6,478
Other than personal services	114,100	194,100	161,887	32,213
Total Mayor's Court	233,901	313,901	275,210	38,691
Facilities Maintenance				
Personal services	108,235	108,235	104,670	3,565
Other than personal services	679,375	773,375	768,760	4,615
Total Facilities Maintenance	787,610	881,610	873,430	8,180
Data Processing				
Personal services	240,035	240,035	214,939	25,096
Other than personal services	103,650	173,650	172,124	1,526
Total Data Processing	343,685	413,685	387,063	26,622
General Administration				
Personal services	282,889	363,389	352,939	10,450
Other than personal services	1,195,200	2,193,200	2,019,056	174,144
Total General Administration	1,478,089	2,556,589	2,371,995	184,594
TOTAL GENERAL GOVERNMENT	5,896,897	7,360,389	7,007,875	352,514
<u>PUBLIC SERVICES</u>				
Department of Public Services				
Personal services	\$ 850,917	962,818	957,235	5,583
Other than personal services	63,345	48,494	36,183	12,311
Total Department of Public Services	914,262	1,011,312	993,418	17,894
TOTAL PUBLIC SERVICES	914,262	1,011,312	993,418	17,894
<u>PARKS AND RECREATION</u>				
Parks and Recreation Department				
Personal services	1,456,858	1,404,358	1,377,227	27,131
Other than personal services	458,579	519,319	502,768	16,551
Total Parks and Recreation Department	1,915,437	1,923,677	1,879,995	43,682
TOTAL PARKS AND RECREATION	1,915,437	1,923,677	1,879,995	43,682
<u>COMMUNITY DEVELOPMENT</u>				
Department of Development				
Personal services	500,903	500,903	456,097	44,806
Other than personal services	71,350	71,350	64,251	7,099
Total Department of Development	572,253	572,253	520,348	51,905
TOTAL COMMUNITY DEVELOPMENT	572,253	572,253	520,348	51,905
TOTAL EXPENDITURES	\$ 19,845,838	21,586,427	21,013,825	572,602

**CAPITAL ASSET MANAGEMENT FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>CAPITAL OUTLAY</u>				
Department of Public Service				
Capital Outlay	\$ <u>0</u>	<u>5,215</u>	<u>5,215</u>	<u>0</u>
Total Department of Public Service	<u>0</u>	<u>5,215</u>	<u>5,215</u>	<u>0</u>
TOTAL CAPITAL OUTLAY	<u>0</u>	<u>5,215</u>	<u>5,215</u>	<u>0</u>
TOTAL EXPENDITURES	<u>\$ 0</u>	<u>5,215</u>	<u>5,215</u>	<u>0</u>

**CAPITAL IMPROVEMENTS ACCOUNT
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>CAPITAL OUTLAY</u>				
Police Department	\$	281,000	90,183	190,817
Fire Department	490,000	637,959	278,741	359,218
Parks and Recreation		210,605	148,787	61,818
Streets	178,500	249,200	178,372	70,828
Maintenance		16,750	6,749	10,001
Utility Division		19,000	14,665	4,335
Data Processing	850,000	933,875	822,960	110,915
TOTAL CAPITAL OUTLAY	<u>1,518,500</u>	<u>2,351,539</u>	<u>1,543,607</u>	<u>807,932</u>
TOTAL EXPENDITURES	<u>\$ 1,518,500</u>	<u>2,351,539</u>	<u>1,543,607</u>	<u>807,932</u>

**SELF-INSURED LOSS ACCOUNT
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>GENERAL GOVERNMENT</u>				
General Administration				
Other than personal services	\$ <u>100,000</u>	<u>215,538</u>	<u>152,900</u>	<u>62,638</u>
Total General Administration	<u>100,000</u>	<u>215,538</u>	<u>152,900</u>	<u>62,638</u>
TOTAL GENERAL GOVERNMENT	<u>100,000</u>	<u>215,538</u>	<u>152,900</u>	<u>62,638</u>
TOTAL EXPENDITURES	<u>\$ <u>100,000</u></u>	<u><u>215,538</u></u>	<u><u>152,900</u></u>	<u><u>62,638</u></u>

SPECIAL REVENUE FUNDS

STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND

Required by Ohio Revised Code Sections 4501.04 and 5735.27 to account for receipts from the licensing of motor vehicles and receipts from fuel taxes. The funds are used for the construction, maintenance and repair of the City's streets.

LAW ENFORCEMENT FUND

Established pursuant to Ohio Revised Section 2933.43 for the deposit of moneys received from the seizure of tangible property relinquished in accordance with the Contraband Seizure Forfeiture Act. Funds are used solely for law enforcement purposes.

TREE PLANTING FUND

Established pursuant to C.O. Section 158.05 to receive money given to the Tree Commission. Expenditures are to be made for the furtherance of tree planting and care and related arboricultural activities, subject to appropriations made by City Council.

ENFORCEMENT EDUCATION FUND

Established in 1995 pursuant to C.O. Section 225.03, the revenue of this Fund derived from Operating a Motor Vehicle While Intoxicated (OMVI) convictions, is used to pay the costs incurred in both enforcing and informing the public of the laws governing operation of a motor vehicle while under the influence of alcohol.

BOARD OF HEALTH FUND

Established in 1995, this Fund is used to pay the cost of activities provided by the Board of Health. The Board is independent of the City. Funds are transferred from the General Fund. The money is used to pay the contract with the Franklin County Board of Health who provides general health services to the City. Also funded are Board of Health recommendations of other supporting community health agencies.

LAW ENFORCEMENT BLOCK GRANT FUND

Established in 1997 pursuant to C. O. 137.11, the Law Enforcement Block Grant Fund was created to account for the Department of Justice grant to be used solely for law enforcement. The City must provide matching funds that total one-ninth of the funds received by the Justice Department. Each grant must be spent within 24 months or returned to the Justice Department.

MAYOR'S COURT COMPUTER FUND

Established in 1995 pursuant to C.O. Section 171.05, a \$3.00 fee is collected on each case in Mayor's Court to be used to pay the cost of computerization of the Mayor's Court and for computerized legal research services.

LIFELONG LEARNING AND LEISURE FUND

The Lifelong Learning and Leisure Fund created by C.O. Section 225.02, accounts for the operations of continuing education classes.

CIVIL SERVICE FUND

Established in 1995 pursuant to C.O. Section 225.04, this Fund is used to pay the expenses associated with the Civil Service Commission. The money is transferred from the General Fund and used to pay the Civil Service Commission Secretary and the cost of tests that are required for promotional examinations.

CLERK OF COURT FUND

Enacted by C.O. 171.06, the Clerk of Courts Fund was created to account for fees established by the Rules of Court. The revenue is to be used to pay the cost of computerization of the Clerk of Courts' office. The current fee is \$3.00.

ECONOMIC DEVELOPMENT VENTURE FUND

Established by C.O. 225.06 effective January, 1999 for stimulating investment in Upper Arlington by providing incentives and maintaining an attractive economic climate for business and expansion and new business recruitment.

NEIGHBORHOOD LIGHTING FUND

This fund is used to account for the maintenance of neighborhood lights of which a yearly maintenance fee is charged.

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2000**

	Street Construction Maintenance and Repair Fund	Law Enforcement Fund	Tree Planting Fund	Enforcement Education Fund
ASSETS:				
Equity in pooled cash and investments	\$ 227,114	301,338	2,706	7,425
Receivables	987,251	296		
Inventory	39,964			
TOTAL ASSETS	\$ 1,254,329	301,634	2,706	7,425
LIABILITIES:				
Accounts payable	\$ 27,944			
Deferred Revenue	735,448			
Accrued liabilities	62,351			
TOTAL LIABILITIES	825,743	0	0	0
FUND EQUITY:				
Fund balances:				
Reserved for inventory	39,964			
Reserved for encumbrances	150,850	391		
Unreserved	237,772	301,243	2,706	7,425
TOTAL FUND EQUITY	428,586	301,634	2,706	7,425
TOTAL LIABILITIES AND FUND EQUITY	\$ 1,254,329	301,634	2,706	7,425

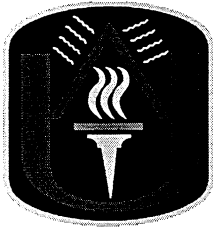
<u>Board of Health Fund</u>	<u>Law Enforcement Block Grant Fund</u>	<u>Mayor's Court Computer Fund</u>	<u>Life Long Learning and Leisure Fund</u>	<u>Civil Service Fund</u>	<u>Clerk of Court Fund</u>	<u>Economic Development Venture Fund</u>
567	2,641	40,484	78,766 1,079	59,443	39,691	193,403
<u>567</u>	<u>2,641</u>	<u>40,484</u>	<u>79,845</u>	<u>59,443</u>	<u>39,691</u>	<u>193,403</u>
			4,838	15,000		
			7,006			
<u>0</u>	<u>0</u>	<u>0</u>	<u>11,844</u>	<u>15,000</u>	<u>0</u>	<u>0</u>
			15,190		996	127,429
<u>567</u>	<u>2,641</u>	<u>40,484</u>	<u>52,811</u>	<u>44,443</u>	<u>38,695</u>	<u>65,974</u>
<u>567</u>	<u>2,641</u>	<u>40,484</u>	<u>68,001</u>	<u>44,443</u>	<u>39,691</u>	<u>193,403</u>
<u>567</u>	<u>2,641</u>	<u>40,484</u>	<u>79,845</u>	<u>59,443</u>	<u>39,691</u>	<u>193,403</u>

(continued)

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
December 31, 2000**

	Neighborhood Lighting Fund	Totals 2000	1999
ASSETS:			
Equity in pooled cash and investments	\$ 99,894	1,053,472	1,026,679
Receivables	238	988,864	690,843
Inventory		39,964	59,693
TOTAL ASSETS	\$ 100,132	2,082,300	1,777,215
LIABILITIES:			
Accounts payable	\$ 8,128	55,910	44,842
Deferred Revenue		735,448	557,624
Accrued liabilities		69,357	69,253
TOTAL LIABILITIES	8,128	860,715	671,719
FUND EQUITY:			
Fund balances:			
Reserved for inventory		39,964	59,693
Reserved for encumbrances	489	295,345	60,540
Unreserved	91,515	886,276	985,263
TOTAL FUND EQUITY	92,004	1,221,585	1,105,496
TOTAL LIABILITIES AND FUND EQUITY	\$ 100,132	2,082,300	1,777,215

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SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended December 31, 2000

	Street Construction Maintenance & Repair Fund	Law Enforcement Fund	Tree Planting Fund	Enforcement Education Fund
<u>REVENUES:</u>				
Intergovernmental	\$ 1,049,006			
Charges for services	835		705	
Investment earnings	1,723	16,348		
Net Increase (Decrease) in fair value of investments	2,398	5,378		
Fines and Forfeits				
Miscellaneous	<u>18,523</u>	<u>51,533</u>		<u>3,161</u>
Total revenues	<u>1,072,485</u>	<u>73,259</u>	<u>705</u>	<u>3,161</u>
<u>EXPENDITURES:</u>				
Current:				
Public safety		23,293		
General Government				
Public services	1,105,312			
Parks and Recreation			1,468	
Health Services				
Capital outlay		<u>46,123</u>		
Total expenditures	<u>1,105,312</u>	<u>69,416</u>	<u>1,468</u>	<u>0</u>
Excess (deficiency) of revenues over expenditures	<u>(32,827)</u>	<u>3,843</u>	<u>(763)</u>	<u>3,161</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers-in	271,940			
Operating transfers-out		<u>(264)</u>		
Total other financing sources (uses)	<u>271,940</u>	<u>(264)</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	239,113	3,579	(763)	3,161
Fund balances at beginning of year	189,473	298,055	3,469	4,264
Fund balance at end of year	<u>\$ 428,586</u>	<u>301,634</u>	<u>2,706</u>	<u>7,425</u>

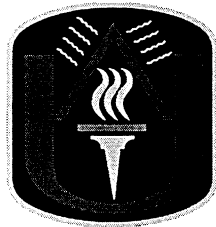
<u>Board of Health Fund</u>	<u>Law Enforcement Grant Fund</u>	<u>Mayor's Court Computer Fund</u>	<u>Life Long Learning & Leisure Fund</u>	<u>Civil Service Fund</u>	<u>Clerk of Court Fund</u>	<u>Economic Development Venture Fund</u>
	2,377		254,382			
		14,343			14,329	
			1,079			
<u>0</u>	<u>2,377</u>	<u>14,343</u>	<u>255,461</u>	<u>0</u>	<u>14,329</u>	<u>0</u>
				40,156	3,455	306,597
137,987			259,129			
<u>137,987</u>	<u>0</u>	<u>0</u>	<u>259,129</u>	<u>40,156</u>	<u>3,455</u>	<u>306,597</u>
<u>(137,987)</u>	<u>2,377</u>	<u>14,343</u>	<u>(3,668)</u>	<u>(40,156)</u>	<u>10,874</u>	<u>(306,597)</u>
138,000	264			60,000		102,545
<u>138,000</u>	<u>264</u>	<u>0</u>	<u>0</u>	<u>60,000</u>	<u>0</u>	<u>102,545</u>
13	2,641	14,343	(3,668)	19,844	10,874	(204,052)
<u>554</u>	<u>0</u>	<u>26,141</u>	<u>71,669</u>	<u>24,599</u>	<u>28,817</u>	<u>397,455</u>
<u>567</u>	<u>2,641</u>	<u>40,484</u>	<u>68,001</u>	<u>44,443</u>	<u>39,691</u>	<u>193,403</u>

(continued)

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended December 31, 2000

	Neighborhood Lighting Fund	Totals 2000	1999
REVENUES:			
Intergovernmental	\$	1,051,383	897,206
Charges for services	59,722	315,644	335,030
Investment earnings	4,196	22,267	15,996
Net Increase (Decrease) in fair value of investments	1,350	9,126	(9,100)
Fines and Forfeits		28,672	25,659
Miscellaneous		74,296	126,570
Total revenues	65,268	1,501,388	1,391,361
EXPENDITURES:			
Current:			
Public safety		23,293	13,322
General Government		350,208	128,736
Public services	34,264	1,139,576	1,139,676
Parks and Recreation		260,597	267,498
Health Services		137,987	108,552
Capital outlay		46,123	58,583
Total expenditures	34,264	1,957,784	1,716,367
Excess (deficiency) of revenues over expenditures	31,004	(456,396)	(325,006)
OTHER FINANCING SOURCES (USES):			
Operating transfers-in		572,749	704,000
Operating transfers-out		(264)	0
Total other financing sources (uses)	0	572,485	704,000
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	31,004	116,089	378,994
Fund balances at beginning of year	61,000	1,105,496	726,502
Fund balance at end of year	\$ 92,004	1,221,585	1,105,496

THE CITY OF UPPER MERIDIAN IS A COMMUNITY OF 10,000 PEOPLE, WITH A DIVERSE ECONOMY AND A RICH CULTURE. WE ARE A COMMUNITY OF OPPORTUNITY, WITH A FOCUS ON EDUCATION, INNOVATION, AND ECONOMIC GROWTH. WE ARE A COMMUNITY OF FRIENDS, WITH A STRONG SENSE OF COMMUNITY AND A COMMITMENT TO EXCELLENCE. WE ARE A COMMUNITY OF HOPE, WITH A BRIGHT FUTURE AHEAD OF US.



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THE CITY OF UPPER MERIDIAN IS A COMMUNITY OF 10,000 PEOPLE, WITH A DIVERSE ECONOMY AND A RICH CULTURE. WE ARE A COMMUNITY OF OPPORTUNITY, WITH A FOCUS ON EDUCATION, INNOVATION, AND ECONOMIC GROWTH. WE ARE A COMMUNITY OF FRIENDS, WITH A STRONG SENSE OF COMMUNITY AND A COMMITMENT TO EXCELLENCE. WE ARE A COMMUNITY OF HOPE, WITH A BRIGHT FUTURE AHEAD OF US.

**SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - BUDGET BASIS
 For the Fiscal Year Ended December 31, 2000**

	Street Construction Maintenance and Repair Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Intergovernmental	\$ 1,000,000	925,000	934,974	9,974
Charges for services			835	835
Investment earnings		1,500	1,739	239
Fines and forfeits				
Miscellaneous				
Reimbursements	<u>15,000</u>	<u>9,000</u>	<u>7,830</u>	<u>(1,170)</u>
Total revenues	<u>1,015,000</u>	<u>935,500</u>	<u>945,378</u>	<u>9,878</u>
EXPENDITURES:				
Current:				
Public safety				
General government				
Public services	1,265,984	1,210,532	1,204,718	5,814
Parks and recreation				
Health services				
Capital outlay	<u>50,000</u>	<u>6,600</u>	<u>6,600</u>	<u>0</u>
Total expenditures	<u>1,315,984</u>	<u>1,217,132</u>	<u>1,211,318</u>	<u>5,814</u>
Excess (deficiency) of revenues over expenditures	<u>(300,984)</u>	<u>(281,632)</u>	<u>(265,940)</u>	<u>15,692</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers-in	150,000	266,440	271,940	5,500
Operating transfers-out				
Total other financing sources (uses)	<u>150,000</u>	<u>266,440</u>	<u>271,940</u>	<u>5,500</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(150,984)</u>	<u>(15,192)</u>	<u>6,000</u>	<u>21,192</u>
Fund balances at beginning of year	15,286	15,286	15,286	
Lapsed encumbrances				
Fund balances at end of year	<u>\$ (135,698)</u>	<u>94</u>	<u>21,286</u>	<u>21,192</u>

Law Enforcement Fund				Tree Planting Fund			
Budget	Revised Budget	Actual	Variance	Budget	Revised Budget	Actual	Variance
					700	705	5
12,000	12,000	16,776	4,776				
5,000	50,000	54,752	4,752	2,500			
		81	81				
17,000	62,000	71,609	9,609	2,500	700	705	5
25,000	48,600	28,884	19,716				
				2,500	2,500	1,468	1,032
	51,100	46,514	4,586				
25,000	99,700	75,398	24,302	2,500	2,500	1,468	1,032
(8,000)	(37,700)	(3,789)	33,911	0	(1,800)	(763)	1,037
	(300)	(264)	36				
0	(300)	(264)	36	0	0	0	0
(8,000)	(38,000)	(4,053)	33,947	0	(1,800)	(763)	1,037
302,726	302,726	302,726		3,469	3,469	3,469	
294,726	264,726	298,673	33,947	3,469	1,669	2,706	1,037

(continued)

SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000

	Enforcement Education Fund			
	Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Intergovernmental				
Charges for services				
Investment earnings				
Fines and forfeits				
Miscellaneous	1,200	3,000	3,161	161
Reimbursements				
Total revenues	<u>1,200</u>	<u>3,000</u>	<u>3,161</u>	<u>161</u>
<u>EXPENDITURES:</u>				
Current:				
Public safety				
General government	1,200	1,200		1,200
Public services				
Parks and recreation				
Health services				
Capital outlay				
Total expenditures	<u>1,200</u>	<u>1,200</u>	<u>0</u>	<u>1,200</u>
Excess (deficiency) of revenues over expenditures	<u>0</u>	<u>1,800</u>	<u>3,161</u>	<u>1,361</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Operating transfers-in				
Operating transfers-out				
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>0</u>	<u>1,800</u>	<u>3,161</u>	<u>1,361</u>
Fund balances at beginning of year	4,264	4,264	4,264	
Lapsed encumbrances				
Fund balances at end of year	<u><u>\$ 4,264</u></u>	<u><u>6,064</u></u>	<u><u>7,425</u></u>	<u><u>1,361</u></u>

Board of Health Fund				Law Enforcement Grant Fund			
Budget	Revised Budget	Actual	Variance	Budget	Revised Budget	Actual	Variance
					2,375	2,377	2
				100			
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>100</u>	<u>2,375</u>	<u>2,377</u>	<u>2</u>
138,000	138,000	137,987	13				
<u>138,000</u>	<u>138,000</u>	<u>137,987</u>	<u>13</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(138,000)</u>	<u>(138,000)</u>	<u>(137,987)</u>	<u>13</u>	<u>100</u>	<u>2,375</u>	<u>2,377</u>	<u>2</u>
90,000	138,000	138,000	0			264	264
<u>90,000</u>	<u>138,000</u>	<u>138,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>264</u>	<u>264</u>
(48,000)	0	13	13	100	2,375	2,641	266
554	554	554		0	0	0	
<u>(47,446)</u>	<u>554</u>	<u>567</u>	<u>13</u>	<u>100</u>	<u>2,375</u>	<u>2,641</u>	<u>266</u>

(continued)

**SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - BUDGET BASIS
 For the Fiscal Year Ended December 31, 2000**

		Mayor's Court Computer Fund			
		Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>					
Intergovernmental	\$				
Charges for services					
Investment earnings					
Fines and forfeits		10,000	14,000	14,343	343
Miscellaneous					
Reimbursements					
Total revenues		10,000	14,000	14,343	343
<u>EXPENDITURES:</u>					
Current:					
Public safety					
General government					
Public services					
Parks and recreation					
Health services					
Capital outlay			5,101		5,101
Total expenditures		0	5,101	0	5,101
Excess (deficiency) of revenues over expenditures		10,000	8,899	14,343	5,444
<u>OTHER FINANCING SOURCES (USES)</u>					
Operating transfers-in					
Operating transfers-out					
Total other financing sources (uses)		0	0	0	0
Excess (deficiency) of revenues and other financing sources over expenditures and other uses		10,000	8,899	14,343	5,444
Fund balances at beginning of year		26,141	26,141	26,141	
Lapsed encumbrances					
Fund balances at end of year	\$	36,141	35,040	40,484	5,444

Life Long Learning And Leisure Fund				Civil Service Fund			
Budget	Revised Budget	Actual	Variance	Budget	Revised Budget	Actual	Variance
611,928	275,000	254,382	(20,618)				
<u>611,928</u>	<u>275,000</u>	<u>254,382</u>	<u>(20,618)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
				60,000	60,000	25,156	34,844
315,603	315,603	280,108	35,495				
<u>315,603</u>	<u>315,603</u>	<u>280,108</u>	<u>35,495</u>	<u>60,000</u>	<u>60,000</u>	<u>25,156</u>	<u>34,844</u>
<u>296,325</u>	<u>(40,603)</u>	<u>(25,726)</u>	<u>14,877</u>	<u>(60,000)</u>	<u>(60,000)</u>	<u>(25,156)</u>	<u>34,844</u>
				20,000	60,000	60,000	
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>20,000</u>	<u>60,000</u>	<u>60,000</u>	<u>0</u>
296,325	(40,603)	(25,726)	14,877	(40,000)	0	34,844	34,844
81,743	81,743	81,743		24,599	24,599	24,599	
2,361	2,361	2,361					
<u>380,429</u>	<u>43,501</u>	<u>58,378</u>	<u>14,877</u>	<u>(15,401)</u>	<u>24,599</u>	<u>59,443</u>	<u>34,844</u>

(Continued)

**SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - BUDGET BASIS
 For the Fiscal Year Ended December 31, 2000**

		Clerk of Courts Fund			
		Budget	Revised Budget	Actual	Variance
REVENUES:					
Intergovernmental	\$				
Charges for services					
Investment earnings					
Fines and forfeits		8,000	14,000	14,329	329
Miscellaneous					
Reimbursements					
Total revenues		<u>8,000</u>	<u>14,000</u>	<u>14,329</u>	<u>329</u>
EXPENDITURES:					
Current:					
Public safety					
General government		5,000	4,000	3,923	77
Public services					
Parks and recreation					
Health services					
Capital outlay			3,594	528	3,066
Total expenditures		<u>5,000</u>	<u>7,594</u>	<u>4,451</u>	<u>3,143</u>
Excess (deficiency) of revenues over expenditures		<u>3,000</u>	<u>6,406</u>	<u>9,878</u>	<u>3,472</u>
OTHER FINANCING SOURCES (USES)					
Operating transfers-in					
Operating transfers-out					
Total other financing sources (uses)		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses		<u>3,000</u>	<u>6,406</u>	<u>9,878</u>	<u>3,472</u>
Fund balances at beginning of year		28,817	28,817	28,817	
Lapsed encumbrances					
Fund balances at end of year	\$	<u><u>31,817</u></u>	<u><u>35,223</u></u>	<u><u>38,695</u></u>	<u><u>3,472</u></u>

Economic Development Venture Fund				Neighborhood Lighting Fund			
Budget	Revised Budget	Actual	Variance	Budget	Revised Budget	Actual	Variance
				60,000	60,000	61,542 4,239	1,542 4,239
0	0	0	0	60,000	60,000	65,781	5,781
500,000	668,600	434,026	234,574	30,000	50,000	23,555	26,445
500,000	668,600	434,026	234,574	30,000	50,000	23,555	26,445
(500,000)	(668,600)	(434,026)	234,574	30,000	10,000	42,226	32,226
1,000,000	271,145	102,545	(168,600)				
1,000,000	271,145	102,545	(168,600)	0	0	0	0
500,000	(397,455)	(331,481)	65,974	30,000	10,000	42,226	32,226
397,455	397,455	397,455		52,846	52,846	52,846	
897,455	0	65,974	65,974	82,846	62,846	95,072	32,226

(Continued)

SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000

	Total			
	Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Intergovernmental	\$ 1,000,000	927,375	937,351	9,976
Charges for services	671,928	335,700	317,464	(18,236)
Investment earnings	12,100	13,500	22,754	9,254
Fines and forfeits	18,000	28,000	28,672	672
Miscellaneous	8,700	53,000	57,913	4,913
Reimbursements	15,000	9,000	7,911	(1,089)
Total revenues	<u>1,725,728</u>	<u>1,366,575</u>	<u>1,372,065</u>	<u>5,490</u>
<u>EXPENDITURES:</u>				
Current:				
Public safety	25,000	48,600	28,884	19,716
General government	566,200	733,800	463,105	270,695
Public services	1,295,984	1,260,532	1,228,273	32,259
Parks and recreation	318,103	318,103	281,576	36,527
Health services	138,000	138,000	137,987	13
Capital outlay	50,000	66,395	53,642	12,753
Total expenditures	<u>2,393,287</u>	<u>2,565,430</u>	<u>2,193,467</u>	<u>371,963</u>
Excess (deficiency) of revenues over expenditures	<u>(667,559)</u>	<u>(1,198,855)</u>	<u>(821,402)</u>	<u>377,453</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating transfers-in	1,260,000	735,585	572,749	(162,836)
Operating transfers-out		(300)	(264)	36
Total other financing sources (uses)	<u>1,260,000</u>	<u>735,285</u>	<u>572,485</u>	<u>(162,800)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	592,441	(463,570)	(248,917)	214,653
Fund balances at beginning of year	937,900	937,900	937,900	
Lapsed encumbrances	2,361	2,361	2,361	
Fund balances at end of year	<u>\$ 1,532,702</u>	<u>476,691</u>	<u>691,344</u>	<u>214,653</u>

STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SERVICES</u>				
Department of Public Services				
Personal Services	\$ 845,859	771,972	771,226	746
Other Than Personal Services	<u>420,125</u>	<u>438,560</u>	<u>433,492</u>	<u>5,068</u>
TOTAL PUBLIC SERVICES	<u>1,265,984</u>	<u>1,210,532</u>	<u>1,204,718</u>	<u>5,814</u>
<u>CAPITAL OUTLAY</u>				
Department of Public Services	<u>50,000</u>	<u>6,600</u>	<u>6,600</u>	<u>0</u>
TOTAL EXPENDITURES	<u>\$ 1,315,984</u>	<u>1,217,132</u>	<u>1,211,318</u>	<u>5,814</u>

**LAW ENFORCEMENT FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SAFETY</u>				
Police Department				
Personal Services	\$ 8,000	5,500		5,500
Other Than Personal Services	<u>17,000</u>	<u>43,100</u>	<u>28,884</u>	<u>14,216</u>
TOTAL PUBLIC SAFETY	<u>25,000</u>	<u>48,600</u>	<u>28,884</u>	<u>19,716</u>
<u>CAPITAL OUTLAY</u>				
Police Department		<u>51,100</u>	<u>46,514</u>	<u>4,586</u>
TOTAL EXPENDITURES	<u>\$ 25,000</u>	<u>99,700</u>	<u>75,398</u>	<u>24,302</u>

**TREE PLANTING FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PARKS AND RECREATION</u>				
Parks and Recreation Department Other Than Personal Services	\$ <u>2,500</u>	<u>2,500</u>	<u>1,468</u>	<u>1,032</u>
TOTAL PARKS AND RECREATION	<u>2,500</u>	<u>2,500</u>	<u>1,468</u>	<u>1,032</u>
TOTAL EXPENDITURES	\$ <u><u>2,500</u></u>	<u><u>2,500</u></u>	<u><u>1,468</u></u>	<u><u>1,032</u></u>

**ENFORCEMENT EDUCATION FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>GENERAL GOVERNMENT</u>				
Mayor's Court				
Other Than Personal Services	\$ <u>1,200</u>	<u>1,200</u>	<u> </u>	<u>1,200</u>
TOTAL GENERAL GOVERNMENT	<u>1,200</u>	<u>1,200</u>	<u>0</u>	<u>1,200</u>
 TOTAL EXPENDITURES	 <u>\$ 1,200</u>	 <u>1,200</u>	 <u>0</u>	 <u>1,200</u>

**BOARD OF HEALTH FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>HEALTH SERVICES</u>				
Health Department				
Other Than Personal Service \$	<u>138,000</u>	<u>138,000</u>	<u>137,987</u>	<u>13</u>
TOTAL HEALTH SERVICES	<u>138,000</u>	<u>138,000</u>	<u>137,987</u>	<u>13</u>
TOTAL EXPENDITURES \$	<u><u>138,000</u></u>	<u><u>138,000</u></u>	<u><u>137,987</u></u>	<u><u>13</u></u>

**LAW ENFORCEMENT GRANT FUND
 SCHEDULE OF EXPENDITURES
 BUDGET AND ACTUAL - BUDGET BASIS
 For the Fiscal Year Ended December 31, 2000**

	Adopted Budget	Revised Budget	Actual	Variance
<u>CAPITAL OUTLAY</u>				
Police Department	\$ _____	_____	_____	0
TOTAL EXPENDITURES	0	0	0	0
TOTAL PUBLIC SAFETY	\$ 0	0	0	0

**MAYOR'S COURT COMPUTER FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>CAPITAL OUTLAY</u>				
Mayor's Court	\$ _____	5,101	_____	5,101
TOTAL EXPENDITURES	\$ <u>0</u>	<u>5,101</u>	<u>0</u>	<u>5,101</u>

**LIFE LONG LEARNING AND LEISURE
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PARKS AND RECREATION</u>				
Parks and Recreation Department				
Personal Services	\$ 156,303	136,303	119,195	17,108
Other Than Personal Services	<u>159,300</u>	<u>179,300</u>	<u>160,913</u>	<u>18,387</u>
TOTAL PARKS AND RECREATION	<u>315,603</u>	<u>315,603</u>	<u>280,108</u>	<u>35,495</u>
TOTAL EXPENDITURES	<u>\$ 315,603</u>	<u>315,603</u>	<u>280,108</u>	<u>35,495</u>

**CIVIL SERVICE FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>GENERAL GOVERNMENT</u>				
General Administration				
Other Than Personal Services	\$ <u>60,000</u>	<u>60,000</u>	<u>25,156</u>	<u>34,844</u>
TOTAL GENERAL GOVERNMENT	<u>60,000</u>	<u>60,000</u>	<u>25,156</u>	<u>34,844</u>
TOTAL EXPENDITURES	\$ <u><u>60,000</u></u>	<u><u>60,000</u></u>	<u><u>25,156</u></u>	<u><u>34,844</u></u>

**CLERK OF COURTS FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>GENERAL GOVERNMENT</u>				
Mayor's Court				
Other Than Personal Services	\$ <u>5,000</u>	<u>4,000</u>	<u>3,923</u>	<u>77</u>
TOTAL GENERAL GOVERNMENT	<u>5,000</u>	<u>4,000</u>	<u>3,923</u>	<u>77</u>
<u>CAPITAL OUTLAY</u>				
Mayor's Court	\$ _____	<u>3,594</u>	<u>528</u>	<u>3,066</u>
TOTAL EXPENDITURES	<u>\$ 5,000</u>	<u>7,594</u>	<u>4,451</u>	<u>3,143</u>

**ECONOMIC DEVELOPMENT VENTURE FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>GENERAL GOVERNMENT</u>				
Economic Development				
Other Than Personal Services	\$ <u>500,000</u>	<u>668,600</u>	<u>434,026</u>	<u>234,574</u>
TOTAL GENERAL GOVERNMENT	\$ <u><u>500,000</u></u>	<u><u>668,600</u></u>	<u><u>434,026</u></u>	<u><u>234,574</u></u>

**NEIGHBORHOOD LIGHTING FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SERVICES</u>				
Department of Public Services				
Other Than Personal Servi	\$ 30,000	50,000	23,555	26,445
TOTAL PUBLIC SERVICES	<u>30,000</u>	<u>50,000</u>	<u>23,555</u>	<u>26,445</u>
TOTAL EXPENDITURES	<u>\$ 30,000</u>	<u>50,000</u>	<u>23,555</u>	<u>26,445</u>

DEBT SERVICE FUND

GENERAL OBLIGATION BOND RETIREMENT FUND

To account for retirement of debt issued by the City, the fund receives property tax and other receipts. Funds are used for the payment of interest and principal on outstanding debt.

**DEBT SERVICE FUND
COMPARATIVE BALANCE SHEET
GENERAL OBLIGATION BOND RETIREMENT FUND
December 31, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<u>ASSETS:</u>		
Equity in pooled cash and investments	\$ 710,713	631,698
Receivables	<u>569,772</u>	<u>558,332</u>
TOTAL ASSETS	\$ <u>1,280,485</u>	<u>1,190,030</u>
<u>LIABILITIES:</u>		
Deferred revenue	\$ <u>532,572</u>	<u>540,042</u>
TOTAL LIABILITIES	<u>532,572</u>	<u>540,042</u>
<u>FUND EQUITY:</u>		
Fund balance:		
Unreserved	<u>747,913</u>	<u>649,988</u>
TOTAL FUND EQUITY	<u>747,913</u>	<u>649,988</u>
TOTAL LIABILITIES AND FUND EQUITY	\$ <u>1,280,485</u>	<u>1,190,030</u>

DEBT SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
GENERAL OBLIGATION BOND RETIREMENT FUND
For the Fiscal Years Ended December 31, 2000 and 1999

	<u>2000</u>	<u>1999</u>
<u>REVENUES:</u>		
Property taxes	\$ 654,631	647,345
Total revenues	<u>654,631</u>	<u>647,345</u>
<u>EXPENDITURES:</u>		
Debt service:		
Principal retirement	1,236,375	1,188,410
Interest and fiscal charges	<u>529,065</u>	<u>580,298</u>
Total expenditures	<u>1,765,440</u>	<u>1,768,708</u>
Deficiency of revenues over expenditures	<u>(1,110,809)</u>	<u>(1,121,363)</u>
<u>OTHER FINANCING SOURCES (USES):</u>		
Operating transfers-in	<u>1,208,734</u>	<u>1,212,415</u>
Total other financing sources	<u>1,208,734</u>	<u>1,212,415</u>
Excess of revenues and other financing sources over expenditures and other uses	97,925	91,052
Fund balances at beginning of year	649,988	558,936
Fund balances at end of year	<u>\$ 747,913</u>	<u>649,988</u>



CITY OF | U P P E R  A R L I N G T O N

CAPITAL PROJECTS FUNDS

BONDED IMPROVEMENT FUND

Sources of revenue are the proceeds of bonds and notes issued for the purpose of undertaking the construction and repair of capital facilities including infrastructure. Funds are used to pay the cost of the improvements.

INFRASTRUCTURE IMPROVEMENT FUND

Created by C.O. 137.10, the Infrastructure Improvement Fund was created to account for a seven year capital project program. Resources are obtained from an annual fund transfer from the General Fund.

ESTATE TAX CAPITAL PROJECTS FUND

Created by C.O. 137.12, this fund is used to account for estate tax revenues in excess of \$2.1 million for the purpose of capital needs.

**CAPITAL PROJECTS FUND
COMBINING BALANCE SHEET
December 31, 2000**

	Bonded Improvement	Infrastructure Improvement	Estate Tax Capital Projects	Totals	
				2000	1999
ASSETS:					
Equity in pooled cash and investments	\$ 29,584	1,611,592	7,274,261	8,915,437	7,855,047
Receivables			7,153	7,153	14,585
TOTAL ASSETS	<u>\$ 29,584</u>	<u>1,611,592</u>	<u>7,281,414</u>	<u>8,922,590</u>	<u>7,869,632</u>
LIABILITIES:					
Accounts payable		521,761	34,925	556,686	597,468
TOTAL LIABILITIES	<u>0</u>	<u>521,761</u>	<u>34,925</u>	<u>556,686</u>	<u>597,468</u>
FUND EQUITY:					
Fund balances:					
Reserved for encumbrances	29,584	461,922	297,889	789,395	1,858,366
Unreserved		627,909	6,948,600	7,576,509	5,413,798
TOTAL FUND EQUITY (Deficit)	<u>29,584</u>	<u>1,089,831</u>	<u>7,246,489</u>	<u>8,365,904</u>	<u>7,272,164</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 29,584</u>	<u>1,611,592</u>	<u>7,281,414</u>	<u>8,922,590</u>	<u>7,869,632</u>

CAPITAL PROJECTS FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended December 31, 2000

	Bonded Improvement	Infrastructure Improvement	Estate Tax Capital	Totals	
				2000	1999
REVENUES:					
Investment earnings	\$ 26,533		338,316	364,849	179,441
Net Increase in fair value of investments			95,597	95,597	(40,643)
Miscellaneous			1,065	1,065	
Total revenues	<u>26,533</u>	<u>0</u>	<u>434,978</u>	<u>461,511</u>	<u>138,798</u>
EXPENDITURES:					
Capital outlay	<u>13,300</u>	<u>1,416,160</u>	<u>1,761,300</u>	<u>3,190,760</u>	<u>3,070,280</u>
Total expenditures	<u>13,300</u>	<u>1,416,160</u>	<u>1,761,300</u>	<u>3,190,760</u>	<u>3,070,280</u>
Excess (deficiency) of revenues over expenditures	<u>13,233</u>	<u>(1,416,160)</u>	<u>(1,326,322)</u>	<u>(2,729,249)</u>	<u>(2,931,482)</u>
OTHER FINANCING SOURCES (USES):					
Operating Transfers-in	258,081	2,148,806	4,765,247	7,172,134	4,685,753
Operating Transfers-out	(3,091,064)	(165,268)	(92,813)	(3,349,145)	0
Total other financing sources (uses)	<u>(2,832,983)</u>	<u>1,983,538</u>	<u>4,672,434</u>	<u>3,822,989</u>	<u>4,685,753</u>
Excess(deficiency) of revenues and other financing sources over expenditures and other uses	<u>(2,819,750)</u>	<u>567,378</u>	<u>3,346,112</u>	<u>1,093,740</u>	<u>1,754,271</u>
Fund balances at beginning of year	<u>2,849,334</u>	<u>522,453</u>	<u>3,900,377</u>	<u>7,272,164</u>	<u>5,517,893</u>
Fund balance at end of year	<u>\$ 29,584</u>	<u>1,089,831</u>	<u>7,246,489</u>	<u>8,365,904</u>	<u>7,272,164</u>

CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000

	Bonded Improvement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Miscellaneous				
Investment earnings	150,000	150,000	4,215	(145,785)
Total revenues	150,000	150,000	4,215	(145,785)
EXPENDITURES:				
Current:				
Public Services				
Capital Outlay	1,000,000	111,600	19,039	92,561
Total expenditures	1,000,000	111,600	19,039	92,561
Excess (deficiency) of revenues over expenditures	(850,000)	38,400	(14,824)	(238,346)
OTHER FINANCING SOURCES (USES):				
Proceeds of bonds				
Transfer-in	2,824,000	110,000	165,268	55,268
Transfer-out		(3,091,064)	(3,091,064)	
Total other financing sources (uses)	2,824,000	(2,981,064)	(2,925,796)	55,268
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	1,974,000	(2,942,664)	(2,940,618)	2,046
Fund balances at beginning of year	1,213,218	1,213,218	1,213,218	
Transferred encumbrances	1,522,134	1,522,134	1,522,134	
Lapsed encumbrances	205,266	205,266	205,266	
Fund balances at end of year	\$ 4,914,618	(2,046)	0	2,046

Infrastructure Improvement Fund				Estate Tax Capital Projects			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
				150,000	300,000	1,065	1,065
						340,677	40,677
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>150,000</u>	<u>300,000</u>	<u>341,742</u>	<u>41,742</u>
<u>2,566,000</u>	<u>2,453,877</u>	<u>1,527,998</u>	<u>925,879</u>	<u>526,000</u>	<u>1,574,956</u>	<u>904,252</u>	<u>670,704</u>
<u>2,566,000</u>	<u>2,453,877</u>	<u>1,527,998</u>	<u>925,879</u>	<u>526,000</u>	<u>1,574,956</u>	<u>904,252</u>	<u>670,704</u>
<u>(2,566,000)</u>	<u>(2,453,877)</u>	<u>(1,527,998)</u>	<u>925,879</u>	<u>(376,000)</u>	<u>(1,274,956)</u>	<u>(562,510)</u>	<u>712,446</u>
<u>750,000</u>	<u>2,148,806</u>	<u>2,148,806</u>		<u>3,450,000</u>	<u>4,100,000</u>	<u>4,765,247</u>	<u>665,247</u>
	<u>(110,000)</u>	<u>(165,268)</u>	<u>(55,268)</u>				
<u>750,000</u>	<u>2,038,806</u>	<u>1,983,538</u>	<u>(55,268)</u>	<u>3,450,000</u>	<u>4,100,000</u>	<u>4,765,247</u>	<u>665,247</u>
<u>(1,816,000)</u>	<u>(415,071)</u>	<u>455,540</u>	<u>870,611</u>	<u>3,074,000</u>	<u>2,825,044</u>	<u>4,202,737</u>	<u>1,377,693</u>
<u>415,071</u>	<u>415,071</u>	<u>415,071</u>		<u>3,945,607</u>	<u>3,945,607</u>	<u>3,945,607</u>	
<u>(245,497)</u>	<u>(245,497)</u>	<u>(245,497)</u>		<u>(1,276,637)</u>	<u>(1,276,637)</u>	<u>(1,276,637)</u>	
<u>8,835</u>	<u>8,835</u>	<u>8,835</u>		<u>49,711</u>	<u>49,711</u>	<u>49,711</u>	
<u>(1,637,591)</u>	<u>(236,662)</u>	<u>633,949</u>	<u>870,611</u>	<u>5,792,681</u>	<u>5,543,725</u>	<u>6,921,418</u>	<u>1,377,693</u>

(Continued)

CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000

	Totals			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Miscellaneous			1,065	1,065
Investment earnings	300,000	450,000	344,892	(105,108)
Total revenues	300,000	450,000	345,957	(104,043)
EXPENDITURES:				
Current:				
Public Services				
Capital outlay	4,092,000	4,140,433	2,451,289	1,689,144
Total expenditures	4,092,000	4,140,433	2,451,289	1,689,144
Excess (deficiency) of revenues over expenditures	(3,792,000)	(3,690,433)	(2,105,332)	(1,793,187)
OTHER FINANCING SOURCES (USES):				
Proceeds of bonds				
Transfer-in	7,024,000	6,358,806	7,079,321	720,515
Transfer-out		(3,201,064)	(3,256,332)	(55,268)
Total other financing sources (uses)	7,024,000	3,157,742	3,822,989	665,247
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	3,232,000	(532,691)	1,717,657	2,250,348
Fund balances at beginning of year	5,573,896	5,573,896	5,573,896	
Transferred encumbrances	0	0	0	
Lapsed encumbrances	263,812	263,812	263,812	
Fund balances at end of year	9,069,708	5,305,017	7,555,365	2,250,348

**BONDED IMPROVEMENT FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>CAPITAL OUTLAY</u>				
Department of Public Services	\$ 1,000,000	111,600	19,039	92,561
TOTAL CAPITAL OUTLAY	<u>1,000,000</u>	<u>111,600</u>	<u>19,039</u>	<u>92,561</u>
TOTAL EXPENDITURES	\$ <u><u>1,000,000</u></u>	<u><u>111,600</u></u>	<u><u>19,039</u></u>	<u><u>92,561</u></u>

**INFRASTRUCTURE IMPROVEMENT FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>CAPITAL OUTLAY</u>				
Department of Public Services \$	<u>2,566,000</u>	<u>2,453,877</u>	<u>1,527,998</u>	<u>925,879</u>
TOTAL CAPITAL OUTLAY	<u>2,566,000</u>	<u>2,453,877</u>	<u>1,527,998</u>	<u>925,879</u>
TOTAL EXPENDITURES \$	<u><u>2,566,000</u></u>	<u><u>2,453,877</u></u>	<u><u>1,527,998</u></u>	<u><u>925,879</u></u>

**ESTATE TAX CAPITAL PROJECTS FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>CAPITAL OUTLAY</u>				
Fire Department	\$ 526,000	492,782	492,782	0
Parks & Recreation		242,074	228,549	13,525
Department of Public Services		840,100	182,921	657,179
TOTAL CAPITAL OUTLAY	<u>526,000</u>	<u>1,574,956</u>	<u>904,252</u>	<u>670,704</u>
TOTAL EXPENDITURES	<u>\$ 526,000</u>	<u>1,574,956</u>	<u>904,252</u>	<u>670,704</u>



CITY OF | U P P E R [☯] A R L I N G T O N

ENTERPRISE FUNDS

SOLID WASTE FUND

Revenues are generated from the refuse collection fees charged to the City's residents. Expenditures are for operating costs and capital equipment.

WATER SURCHARGE FUND

For the purpose of paying the cost of maintaining the City's water distribution system, a surcharge is applied to the consumption of water by all users within the City. Established pursuant to C.O. Section 137.07, funds may be used for the construction and reconstruction of the water distribution system, including the repair/replacement of fire hydrants.

SANITARY SEWER SURCHARGE FUND

For the purpose of paying the cost of maintaining the City's sanitary sewer system, a surcharge is applied to the consumption of water by all users within the City. Established pursuant to C.O. Section 137.06, funds may be used for enlargement or replacement of the system and construction and reconstruction of main and interceptor sewers.

STORMWATER MANAGEMENT FUND

Pursuant to C.O. Section 937.13, all revenues from stormwater drainage service charges, permit and inspection fees, direct charges and investment earnings are deposited into this fund. Funds are used to pay the operating expenses of the stormwater management utility, including the purchase of capital equipment, and capital improvements, including the payment of principal and interest on debt issued for such purposes.

**ENTERPRISE FUNDS
COMBINING BALANCE SHEET
December 31, 2000**

	Solid Waste	Water Surcharge	Sanitary Sewer Surcharge
<u>ASSETS:</u>			
Equity in pooled cash and investments	\$ 163,039	274,226	49,198
Receivables	173,867	111,386	319,891
Other assets		20,370	9,939
Property, plant and equipment (net of depreciation, where applicable)	374,272	5,194,133	5,118,560
TOTAL ASSETS	711,178	5,600,115	5,497,588
<u>LIABILITIES:</u>			
Accounts payable	19,455	27,357	34,180
Deferred revenue	239,031		
Accrued liabilities	68,856	3,484	15,679
Accrued vacation and sick leave	127,371	12,534	31,036
Bonds and notes payable		2,058,590	2,679,430
TOTAL LIABILITIES	454,713	2,101,965	2,760,325
<u>FUND EQUITY:</u>			
Contributed capital	1,310,318	2,702,952	2,534,285
(Accumulated deficit) retained earnings	(1,053,853)	795,198	202,978
TOTAL FUND EQUITY	256,465	3,498,150	2,737,263
TOTAL LIABILITIES AND FUND EQUITY	\$ 711,178	5,600,115	5,497,588

Stormwater Management Fund	Totals	
	2000	1999
2,474,140	2,960,603	2,382,182
22,271	627,415	442,676
4,664	34,973	69,576
<u>4,441,473</u>	<u>15,128,438</u>	<u>14,054,456</u>
<u>6,942,548</u>	<u>18,751,429</u>	<u>16,948,890</u>
1,362	82,354	45,063
	239,031	302,821
11,655	99,674	175,294
7,760	178,701	170,416
<u>2,443,451</u>	<u>7,181,471</u>	<u>7,691,234</u>
<u>2,464,228</u>	<u>7,781,231</u>	<u>8,384,828</u>
1,438,328	7,985,883	6,977,411
<u>3,039,992</u>	<u>2,984,315</u>	<u>1,586,651</u>
<u>4,478,320</u>	<u>10,970,198</u>	<u>8,564,062</u>
<u>6,942,548</u>	<u>18,751,429</u>	<u>16,948,890</u>

ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For the Fiscal Year Ended December 31, 2000
(with totals for the year ended December 31, 1999)

	Solid Waste	Water Surcharge	Sanitary Sewer Surcharge
<u>OPERATING REVENUES:</u>			
Charges for services	\$ 1,564,714	450,880	833,321
Other	13,123	340	11,128
Total revenues	<u>1,577,837</u>	<u>451,220</u>	<u>844,449</u>
<u>OPERATING EXPENSES:</u>			
Personal services	971,024	25,316	194,354
Disposal fees	307,177		
Materials and supplies	128,325	34,851	105,854
Depreciation	45,182	151,852	196,088
Total expenses	<u>1,451,708</u>	<u>212,019</u>	<u>496,296</u>
Operating income	<u>126,129</u>	<u>239,201</u>	<u>348,153</u>
<u>NON-OPERATING REVENUES (EXPENSES):</u>			
Interest on investments	19,017		
Intergovernmental			
Net Increase in the Fair Value of Investments	3,329		
Interest expense		(118,007)	(153,302)
Total non-operating revenues (expenses)	<u>22,346</u>	<u>(118,007)</u>	<u>(153,302)</u>
Net income before transfers-in	148,475	121,194	194,851
Transfers-in	<u>135,410</u>		
Net income	283,885	121,194	194,851
Add depreciation on fixed assets acquired by contributed capital	<u>8,928</u>	<u>83,519</u>	<u>99,434</u>
Increase (decrease) in retained earnings	292,813	204,713	294,285
Beginning (accumulated deficit) retained earnings	<u>(1,346,666)</u>	<u>590,485</u>	<u>(91,307)</u>
Ending (accumulated deficit) retained earnings	<u>\$ (1,053,853)</u>	<u>795,198</u>	<u>202,978</u>

Stormwater Management Fund	Totals	
	2000	1999
531,055	3,379,970	2,945,238
785	25,376	37,753
<u>531,840</u>	<u>3,405,346</u>	<u>2,982,991</u>
181,286	1,371,980	1,425,528
	307,177	294,871
68,268	337,298	377,679
<u>202,558</u>	<u>595,680</u>	<u>559,529</u>
<u>452,112</u>	<u>2,612,135</u>	<u>2,657,607</u>
<u>79,728</u>	<u>793,211</u>	<u>325,384</u>
128,905	147,922	97,141
	0	300,000
38,892	42,221	(22,593)
<u>(117,442)</u>	<u>(388,751)</u>	<u>(353,922)</u>
50,355	(198,608)	20,626
130,083	594,603	346,010
<u>346,913</u>	<u>482,323</u>	<u>139,110</u>
476,996	1,076,926	485,120
<u>128,857</u>	<u>320,738</u>	<u>360,157</u>
605,853	1,397,664	845,277
<u>2,434,139</u>	<u>1,586,651</u>	<u>741,374</u>
<u><u>3,039,992</u></u>	<u><u>2,984,315</u></u>	<u><u>1,586,651</u></u>

ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended December 31, 2000

	<u>Solid Waste</u>	<u>Water Surcharge</u>
Cash Flows from Operating Activities:		
Cash received from customers	\$ 1,449,035	450,026
Cash payments to suppliers for goods and services	(454,632)	(52,305)
Cash payments to employees for services	<u>(976,767)</u>	<u>(28,737)</u>
Net cash provided by operating activities	<u>17,636</u>	<u>368,984</u>
Cash Flows from Noncapital Financing Activities:		
Subsidy from General Fund	<u>135,410</u>	<u> </u>
Net cash provided by noncapital financing activities	<u>135,410</u>	<u>0</u>
Cash Flows from Capital and Related Financing Activities:		
Proceeds from county vehicle fund		
Acquisition of capital assets	(242,434)	
Principal paid on bonds and notes		(185,808)
Interest paid on bonds and notes	<u> </u>	<u>(77,140)</u>
Net cash used by capital and related financing activities	<u>(242,434)</u>	<u>(262,948)</u>
Cash Flows from Investing Activities:		
Interest on investments	<u>22,768</u>	<u> </u>
Net cash provided by investing activities	<u>22,768</u>	<u>0</u>
Net increase (decrease) in cash and cash equivalents	(66,620)	106,036
Cash and cash equivalents at beginning of year	<u>229,659</u>	<u>168,190</u>
Cash and cash equivalents at end of year	<u>\$ 163,039</u>	<u>274,226</u>
 RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 126,129	239,201
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation	45,182	151,852
(Increase) decrease in accounts receivable	(65,012)	(1,194)
Increase (decrease) in accounts payable	(19,130)	4,452
Increase (decrease) in accrued liabilities	(5,743)	(25,327)
Increase (decrease) in deferred revenue	<u>(63,790)</u>	<u> </u>
Net cash provided by operating activities	<u>\$ 17,636</u>	<u>368,984</u>

Noncash Investing, Financing and Capital Activities:

The enterprise funds received contributions of equipment in the amounts of \$1,570,217 and \$92,745, in 2000 and 1999 respectively.

Sanitary Sewer Surcharge	Stormwater Management Fund	Totals	
		2000	1999
709,466	545,555	3,154,082	2,947,226
(106,619)	(71,186)	(684,742)	(835,054)
<u>(233,310)</u>	<u>(178,985)</u>	<u>(1,417,799)</u>	<u>(1,550,020)</u>
<u>369,537</u>	<u>295,384</u>	<u>1,051,541</u>	<u>562,152</u>
	<u>346,913</u>	<u>482,323</u>	<u>139,110</u>
<u>0</u>	<u>346,913</u>	<u>482,323</u>	<u>139,110</u>
(7,309)	(91,099)	(340,842)	300,000
(206,755)	(117,200)	(509,763)	(305,221)
<u>(108,611)</u>	<u>(112,355)</u>	<u>(298,106)</u>	<u>(320,497)</u>
<u>(322,675)</u>	<u>(320,654)</u>	<u>(1,148,711)</u>	<u>(817,650)</u>
	<u>170,500</u>	<u>193,268</u>	<u>93,484</u>
<u>0</u>	<u>170,500</u>	<u>193,268</u>	<u>93,484</u>
46,862	492,143	578,421	(22,904)
<u>2,336</u>	<u>1,981,997</u>	<u>2,382,182</u>	<u>2,405,086</u>
<u>49,198</u>	<u>2,474,140</u>	<u>2,960,603</u>	<u>2,382,182</u>
348,153	79,728	793,211	325,384
196,088	202,558	595,680	559,529
(134,983)	13,715	(187,474)	(313,377)
(765)	(3,308)	(18,751)	15,241
(38,956)	2,691	(67,335)	(124,492)
		(63,790)	99,867
<u>369,537</u>	<u>295,384</u>	<u>1,051,541</u>	<u>562,152</u>

ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000

	Solid Waste Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 1,449,000	1,449,000	1,447,674	(1,326)
Investment earnings		10,000	19,439	9,439
Other revenue	1,500	1,500	1,361	(139)
Total revenues	1,450,500	1,460,500	1,468,474	7,974
EXPENDITURES:				
Current:				
Public services	1,549,267	1,558,864	1,516,712	42,152
Capital outlay		155,403	154,644	759
Total expenditures	1,549,267	1,714,267	1,671,356	42,911
Excess (deficiency) of revenues over expenditures	(98,767)	(253,767)	(202,882)	50,885
OTHER FINANCING SOURCES (USES):				
Transfer-in		260,000	135,410	(124,590)
Transfer-out				
Total other financing (uses)	0	260,000	135,410	(124,590)
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(98,767)	6,233	(67,472)	(73,705)
Fund balances at beginning of year	117,301	117,301	117,301	
Lapsed encumbrances	10,359	10,359	10,359	
Fund balances at end of year	\$ 28,893	133,893	60,188	(73,705)

Water Surcharge Fund				Sanitary Sewer Surcharge Fund			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
337,500	450,000	449,694	(306)	625,000	695,000	696,244	1,244
	350	332		21,000	13,500	13,223	(277)
<u>337,500</u>	<u>450,350</u>	<u>450,026</u>	<u>(324)</u>	<u>646,000</u>	<u>708,500</u>	<u>709,467</u>	<u>967</u>
215,675	226,675	205,646	21,029	545,093	563,833	520,557	43,276
					7,310	7,309	1
<u>215,675</u>	<u>226,675</u>	<u>205,646</u>	<u>21,029</u>	<u>545,093</u>	<u>571,143</u>	<u>527,866</u>	<u>43,277</u>
<u>121,825</u>	<u>223,675</u>	<u>244,380</u>	<u>20,705</u>	<u>100,907</u>	<u>137,357</u>	<u>181,601</u>	<u>44,244</u>
					25,000		(25,000)
<u>(143,446)</u>	<u>(143,446)</u>	<u>(143,446)</u>	<u>0</u>	<u>(142,177)</u>	<u>(142,177)</u>	<u>(142,177)</u>	<u>0</u>
<u>(143,446)</u>	<u>(143,446)</u>	<u>(143,446)</u>	<u>0</u>	<u>(142,177)</u>	<u>(117,177)</u>	<u>(142,177)</u>	<u>(25,000)</u>
(21,621)	80,229	100,934	20,705	(41,270)	20,180	39,424	19,244
157,926	157,926	157,926		2,336	2,336	2,336	
3,000	3,000	3,000					
<u>139,305</u>	<u>241,155</u>	<u>261,860</u>	<u>20,705</u>	<u>(38,934)</u>	<u>22,516</u>	<u>41,760</u>	<u>19,244</u>

(Continued)

ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000

		Stormwater Management Fund			
		Adopted Budget	Revised Budget	Actual	Variance
REVENUES:					
Charges for services	\$	525,000	545,000	545,555	555
Investment earnings		60,000	125,000	131,218	6,218
Other revenue					
Total revenues		<u>585,000</u>	<u>670,000</u>	<u>676,773</u>	<u>6,773</u>
EXPENDITURES:					
Current:					
Public services		248,446	258,446	253,933	4,513
Capital outlay		<u>750,800</u>	<u>840,103</u>	<u>88,893</u>	<u>751,210</u>
Total expenditures		<u>999,246</u>	<u>1,098,549</u>	<u>342,826</u>	<u>755,723</u>
Excess (deficiency) of revenues over expenditures		<u>(414,246)</u>	<u>(428,549)</u>	<u>333,947</u>	<u>762,496</u>
OTHER FINANCING SOURCES (USES):					
Transfer-in			351,913	346,913	(5,000)
Transfer-out		<u>(229,555)</u>	<u>(229,555)</u>	<u>(229,555)</u>	<u>0</u>
Total other financing (uses)		<u>(229,555)</u>	<u>122,358</u>	<u>117,358</u>	<u>(5,000)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses		<u>(643,801)</u>	<u>(306,191)</u>	<u>451,305</u>	<u>757,496</u>
Fund balances at beginning of year		1,985,604	1,985,604	1,985,604	
Lapsed encumbrances		<u>12,997</u>	<u>12,997</u>	<u>12,997</u>	
Fund balances at end of year	\$	<u><u>1,354,800</u></u>	<u><u>1,692,410</u></u>	<u><u>2,449,906</u></u>	<u><u>757,496</u></u>

Totals			
Adopted Budget	Revised Budget	Actual	Variance
2,936,500	3,139,000	3,139,167	167
60,000	135,000	150,657	15,657
<u>22,500</u>	<u>15,350</u>	<u>14,916</u>	<u>(416)</u>
<u>3,019,000</u>	<u>3,289,350</u>	<u>3,304,740</u>	<u>15,390</u>
2,558,481	2,607,818	2,496,848	110,970
<u>750,800</u>	<u>1,002,816</u>	<u>250,846</u>	<u>751,970</u>
<u>3,309,281</u>	<u>3,610,634</u>	<u>2,747,694</u>	<u>862,940</u>
<u>(290,281)</u>	<u>(321,284)</u>	<u>557,046</u>	<u>878,330</u>
	636,913	482,323	(154,590)
<u>(515,178)</u>	<u>(515,178)</u>	<u>(515,178)</u>	<u>0</u>
<u>(515,178)</u>	<u>121,735</u>	<u>(32,855)</u>	<u>(154,590)</u>
(805,459)	(199,549)	524,191	723,740
2,263,167	2,263,167	2,263,167	
26,356	26,356	26,356	
<u>1,484,064</u>	<u>2,089,974</u>	<u>2,813,714</u>	<u>723,740</u>

**SOLID WASTE FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SERVICES</u>				
Department of Public Services				
Personal Services	\$ 1,068,707	1,043,304	1,010,235	33,069
Other Than Personal Services	<u>480,560</u>	<u>515,560</u>	<u>506,477</u>	<u>9,083</u>
TOTAL PUBLIC SERVICES	1,549,267	1,558,864	1,516,712	42,152
<u>CAPITAL OUTLAY</u>				
Department of Public Services	<u> </u>	<u>155,403</u>	<u>154,644</u>	<u>759</u>
TOTAL EXPENDITURES	<u>\$ 1,549,267</u>	<u>1,714,267</u>	<u>1,671,356</u>	<u>42,911</u>

**WATER SURCHARGE FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SERVICES</u>				
Department of Public Services				
Personal Services	\$ 48,747	59,747	52,306	7,441
Other Than Personal Services	<u>166,928</u>	<u>166,928</u>	<u>153,340</u>	<u>13,588</u>
TOTAL PUBLIC SERVICES	<u>215,675</u>	<u>226,675</u>	<u>205,646</u>	<u>21,029</u>
TOTAL EXPENDITURES	<u>\$ 215,675</u>	<u>226,675</u>	<u>205,646</u>	<u>21,029</u>

**SANITARY SEWER SURCHARGE FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SERVICES</u>				
Department of Public Services				
Personal Services	\$ 267,529	246,528	240,749	5,779
Other Than Personal Services	<u>277,564</u>	<u>317,305</u>	<u>279,808</u>	<u>37,497</u>
TOTAL PUBLIC SERVICES	545,093	563,833	520,557	43,276
<u>CAPITAL OUTLAY</u>				
Department of Public Services		<u>7,310</u>	<u>7,309</u>	<u>1</u>
TOTAL EXPENDITURES	\$ <u><u>545,093</u></u>	<u><u>571,143</u></u>	<u><u>527,866</u></u>	<u><u>43,277</u></u>

**STORMWATER MANAGEMENT FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>PUBLIC SERVICES</u>				
Department of Public Services				
Personal Services	\$ 159,971	186,971	184,180	2,791
Other Than Personal Services	<u>88,475</u>	<u>71,475</u>	<u>69,753</u>	<u>1,722</u>
TOTAL PUBLIC SERVICES	248,446	258,446	253,933	4,513
<u>CAPITAL OUTLAY</u>				
Department of Public Services	<u>750,800</u>	<u>840,103</u>	<u>88,893</u>	<u>751,210</u>
TOTAL EXPENDITURES	<u>\$ 999,246</u>	<u>1,098,549</u>	<u>342,826</u>	<u>755,723</u>

INTERNAL SERVICE FUND

EMPLOYEE BENEFIT FUND

Pursuant to Codified Ordinances Section 137.05, moneys are deposited into the fund for the purpose of paying the cost of employee benefits, including but not limited to health care, prescriptions, dental care, life insurance, and long and short-term disability benefits. Revenues come from the proportionate cost of employee benefits contained in the operating budgets of departments of other funds, third party reimbursements and refunds for employee benefits.

**INTERNAL SERVICE FUND
COMPARATIVE BALANCE SHEET
EMPLOYEE BENEFIT FUND
December 31, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<u>ASSETS:</u>		
Equity in pooled cash and investments	\$ 15,541	63,511
Due From Other Funds	<u>105,471</u>	<u>168,017</u>
TOTAL ASSETS	\$ <u>121,012</u>	<u>231,528</u>
<u>LIABILITIES:</u>		
Accounts payable	\$ <u>121,012</u>	<u>231,528</u>
TOTAL LIABILITIES	<u>121,012</u>	<u>231,528</u>
<u>FUND EQUITY:</u>		
Retained earnings	<u>0</u>	<u>0</u>
TOTAL FUND EQUITY	<u>0</u>	<u>0</u>
TOTAL LIABILITIES AND FUND EQUITY \$	<u>121,012</u>	<u>231,528</u>

**INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
EMPLOYEE BENEFIT FUND
BUDGET AND ACTUAL - BUDGET BASIS
For the Fiscal Year Ended December 31, 2000**

	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Miscellaneous	\$		188,421	188,421
Charges for services	<u>1,436,624</u>	<u>1,612,277</u>	<u>1,338,785</u>	<u>(273,492)</u>
Total revenues	<u>1,436,624</u>	<u>1,612,277</u>	<u>1,527,206</u>	<u>(85,071)</u>
EXPENDITURES:				
Current:				
General government	<u>1,436,624</u>	<u>1,618,204</u>	<u>1,575,176</u>	<u>43,028</u>
Total expenditures	<u>1,436,624</u>	<u>1,618,204</u>	<u>1,575,176</u>	<u>43,028</u>
Excess (deficiency) of revenues over expenditures	<u>0</u>	<u>(5,927)</u>	<u>(47,970)</u>	<u>(42,043)</u>
Fund balances at beginning of year	<u>63,518</u>	<u>63,518</u>	<u>63,518</u>	
Fund balances at end of year	<u>\$ 63,518</u>	<u>57,591</u>	<u>15,548</u>	<u>(42,043)</u>

AGENCY FUNDS

RETURNABLE BONDS FUND

To account for moneys deposited by citizens for traps, barricade fees, etc., that are to be returned.

UNCLAIMED FUNDS

To account for moneys owed to citizens that cannot be immediately located.

CONSTRUCTION WITHHOLDING FUND

To hold the ten percent withholding required by construction contracts until acceptance of the project.

MAYOR'S COURT FUND

To receive fines and forfeitures from citizens as a result of violating City laws.

UPPER ARLINGTON SWIMMING POOLS FUND

To account for the balance of funds on deposit with the City of Upper Arlington due to the Trustees of the Upper Arlington Swimming pools.

FLEX BENEFITS FUND

The Flex Benefits Fund accounts for funds on deposits for payment of Employee's health care claims by a third party administrator.

PAYROLL CLEARING FUND

To account for payroll and deduction checks of employees.

REVOLVING FUND

To account for miscellaneous deposits of funds collected by the City and due to other governments.

**AGENCY FUNDS
COMPARATIVE BALANCE SHEET
December 31, 2000 and 1999**

		<u>2000</u>	<u>1999</u>
ASSETS:			
Equity in pooled cash and investments	\$	<u>886,974</u>	<u>3,584,632</u>
TOTAL ASSETS	\$	<u>886,974</u>	<u>3,584,632</u>
LIABILITIES:			
Due to others	\$	<u>886,974</u>	<u>1,124,995</u>
Due to other funds			<u>2,459,637</u>
TOTAL LIABILITIES	\$	<u>886,974</u>	<u>3,584,632</u>

AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
For the Fiscal Year Ended December 31, 2000

	Balances Jan. 1, 2000	Additions	Deductions	Balances Dec. 31, 2000
RETURNABLE BONDS				
Assets				
Cash and investments	\$ 20,469	48,634	39,320	29,783
Liabilities				
Due to others	\$ 20,469	48,634	39,320	29,783
UNCLAIMED FUNDS				
Assets				
Cash and investments	\$ 29,520	4,617	18,491	15,646
Liabilities				
Due to others	\$ 29,520	4,617	18,491	15,646
CONSTRUCTION WITHHOLDING				
Assets				
Cash and investments	\$ 296,926	218,775	303,885	211,816
Liabilities				
Due to others	\$ 296,926	218,775	303,885	211,816
MAYOR'S COURT				
Assets				
Cash and investments	\$ 52,814	459,684	473,091	39,407
Liabilities				
Due to others	\$ 52,814	459,684	473,091	39,407
UPPER ARLINGTON SWIMMING POOLS				
Assets				
Cash and investments	\$ 360,655	437,175	365,040	432,790
Liabilities				
Due to others	\$ 360,655	437,175	365,040	432,790
FLEX BENEFITS FUND				
Assets				
Cash and investments	\$ 22,016	103,195	103,941	21,270
Liabilities				
Due to others	\$ 22,016	103,195	103,941	21,270
PAYROLL CLEARING FUND				
Assets				
Cash and investments	\$ 320,910	5,826,708	6,046,239	101,379
Liabilities				
Due to others	\$ 320,910	5,826,708	6,046,239	101,379
REVOLVING FUND				
Assets				
Cash and investments	\$ 2,481,322	69,902	2,516,341	34,883
Liabilities				
Due to others	\$ 2,481,322	69,902	2,516,341	34,883
TOTAL AGENCY FUNDS				
Assets				
Cash and investments	\$ 3,584,632	7,168,690	9,866,348	886,974
Liabilities				
Due to others	\$ 3,584,632	7,168,690	9,866,348	886,974

GENERAL FIXED ASSETS ACCOUNT GROUP

This account group is established to account for fixed assets of the City other than those accounted for in proprietary funds.

**GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET
December 31, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<u>ASSETS:</u>		
Property, plant and equipment	\$ <u>22,432,300</u>	<u>2,093,790</u>
TOTAL ASSETS	<u><u>22,432,300</u></u>	<u><u>2,093,790</u></u>
<u>FUND EQUITY:</u>		
Investment in general fixed assets	<u>22,432,300</u>	<u>2,093,790</u>
TOTAL FUND EQUITY	\$ <u><u>22,432,300</u></u>	<u><u>2,093,790</u></u>

**SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION
As of December 31, 2000**

<u>FUNCTION</u>	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Machinery, Equipment and Fixtures</u>	<u>Total</u>
Public safety	\$ 219,896	1,611,801	4,060,398	5,892,095
General government	793,069	2,285,238	1,968,383	5,046,690
Public services	128,751	4,851,758	2,111,943	7,092,452
Parks and recreation	1,664,291	1,668,917	1,002,725	4,335,933
Community development	0	0	65,130	65,130
Health services	0	0	0	0
TOTAL GENERAL FIXED ASSETS	\$ 2,806,007	10,417,714	9,208,579	22,432,300

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION**

For the Fiscal Year Ended December 31, 2000

FUNCTION	General Fixed Assets 1-1-00	Net Additions	Net Deletions	Net Transfers	General Fixed Assets 12-31-2000
Public safety	\$ 5,131,783	904,658	94,841	(49,505)	5,892,095
General government	3,753,541	1,279,629	56,991	70,511	5,046,690
Public services	6,927,779	236,484	75,684	3,873	7,092,452
Parks and recreation	4,196,505	221,285	72,860	(8,997)	4,335,933
Community development	84,182	15,000	18,170	(15,882)	65,130
Health services	0	0	0	0	0
TOTAL GENERAL FIXED ASSETS	\$ 20,093,790	2,657,056	318,546	0	22,432,300

**SCHEDULE OF GENERAL FIXED ASSETS
BY FUNDING SOURCE
As of December 31, 2000**

<u>SOURCE</u>	<u>2000</u>
General fixed assets purchased prior to January 1, 1987	\$ 7,302,092
General Fund revenues	7,515,054
Special Revenue Funds revenues	1,722,677
Capital lease	771,073
Bond proceeds	5,023,322
Donations	<u>98,082</u>
TOTAL GENERAL FIXED ASSETS	\$ <u><u>22,432,300</u></u>

GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

This account group is established to account for all long-term debt of the City except that accounted for in the proprietary funds.

**GENERAL LONG-TERM OBLIGATIONS
ACCOUNT GROUP
COMPARATIVE BALANCE SHEET
December 31, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
<u>ASSETS:</u>		
Amount available in debt service funds	\$ 747,913	649,988
Amount to be provided for retirement of general long-term obligations	<u>11,706,328</u>	<u>12,976,766</u>
TOTAL ASSETS	\$ <u>12,454,241</u>	<u>13,626,754</u>
<u>LIABILITIES:</u>		
Accrued vacation and sick leave	\$ 1,537,012	1,473,150
Bonds payable	<u>10,917,229</u>	<u>12,153,604</u>
TOTAL LIABILITIES	\$ <u>12,454,241</u>	<u>13,626,754</u>



CITY OF | UPPER ARLINGTON

**General Governmental Expenditure by Function
Last Ten Years
All governmental fund types**

Fiscal Year	Public Safety	General Government	Public Services	Parks and Recreation	Community Development	Health	Capital Outlay	Debt Service	Total
1991	7,543,812	4,370,807	2,091,204	1,782,150	522,340	130,550	2,297,133	4,120,245	22,858,241
1992	7,916,155	4,177,842	2,412,849	1,798,279	561,703	137,723	3,760,481	2,132,050	22,897,082
1993	8,344,094	5,926,274	2,249,946	1,912,418	577,750	151,392	3,074,259	1,980,606	24,216,739
1994	8,963,329	5,143,635	2,363,810	2,140,063	598,093	192,027	2,725,113	1,828,866	23,954,936
1995	8,823,084	4,545,731	2,228,412	2,340,395	584,402	162,474	445,707	1,810,040	20,940,245
1996	9,557,755	5,075,901	1,834,849	1,868,871	559,622	152,860	554,714	1,801,842	21,406,414
1997	8,878,570	4,917,977	1,813,259	1,927,825	557,421	118,922	2,271,254	1,502,953	21,988,181
1998	9,533,696	5,149,758	1,841,950	2,008,057	550,421	120,688	4,931,346	8,998,268	33,134,184
1999	10,349,664	6,054,366	1,950,505	2,078,885	566,864	108,552	4,168,235	1,768,708	27,045,779
2000	9,915,840	6,619,799	2,018,615	1,981,096	492,099	137,987	5,197,964	1,765,440	28,128,840

Source: Finance Department, City of Upper Arlington

**General Revenues by Source
Last Ten Years
All governmental fund types**

Fiscal Year	Income Taxes	Property Taxes	Inter Governmental	Estate Taxes	Charges For Services	Investment Earnings	Fines And Forfeitures	Licenses And Permits	Miscellaneous(1)	Increase (Decrease) in Fair Value of Investments (2)	Total
1991	6,694,161	4,316,898	3,039,149	2,700,573	354,533	1,239,698	242,051	152,703	716,905		19,456,671
1992	7,670,196	4,369,426	3,067,770	2,384,006	319,867	1,220,905	260,781	151,705	529,946		19,974,602
1993	8,255,474	4,778,177	2,951,850	2,806,590	325,449	763,689	254,130	285,442	764,865		21,185,666
1994	7,953,375	5,388,055	3,090,712	2,668,587	471,932	594,245	232,771	291,057	708,154		21,398,888
1995	8,355,598	5,373,884	3,285,785	2,184,447	650,470	592,224	266,337	227,973	686,069		21,622,787
1996	8,205,419	5,441,146	3,540,056	2,406,737	742,135	597,948	233,653	399,084	1,072,212		22,638,390
1997	8,079,010	5,875,318	3,609,192	4,888,658	753,938	836,797	262,009	342,816	1,028,810		25,676,548
1998	9,406,931	7,519,363	3,364,427	4,687,336	777,985	1,500,726	279,149	268,601	1,369,356	315,157	29,489,031
1999	12,313,204	6,685,315	3,379,685	5,641,678	840,531	1,319,607	317,521	298,740	1,178,745	(636,407)	31,338,619
2000	11,776,958	7,479,554	3,673,534	3,895,389	842,915	1,678,846	379,326	333,064	1,309,137	523,313	31,892,036

Notes:

(1) Includes special assessments

(2) 1998 was the first year for this revenue category which records unrealized gains on investments in accordance with GASB Statement No. 31.

Source: Finance Department, City of Upper Arlington

Property Tax Levies and Collections Last Ten Years

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent Of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy	Percent of Delinquent Taxes to Tax Levy
1991	\$ 4,311,622	4,248,559	98.54%	77,896	4,326,455	100.34%	2.90%
1992	4,319,484	4,251,731	98.43%	70,749	4,322,480	100.00%	3.32%
1993	4,747,095	4,670,370	98.38%	87,111	4,757,481	100.22%	3.27%
1994	5,317,615	5,239,310	98.53%	107,526	5,346,836	100.55%	2.61%
1995	5,344,932	5,285,826	98.89%	83,737	5,369,563	100.46%	2.73%
1996	5,412,824	5,347,189	98.79%	76,001	5,423,190	100.19%	3.04%
1997	6,013,241	5,773,906	96.02%	96,416	5,870,322	97.62%	5.74%
1998	6,946,627	6,827,432	98.28%	296,137	7,123,569	102.55%	3.44%
1999	6,412,472	6,313,867	98.46%	157,309	6,471,176	100.92%	3.35%
2000	6,923,375	6,823,885	98.56%	129,453	6,953,338	100.43%	8.94%

Source: Office of the County Auditor, Franklin County, Ohio

Assessed and Estimated Actual Value of Taxable Property Last Ten Years

Tax Year	<u>Real Property & Public Utility</u>		<u>Tangible Personal Property</u>		Total Assessed Value
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value	
1991	720,651,930	2,059,005,514	21,339,564	79,035,422	741,991,494
1992	724,312,280	2,069,463,657	22,918,091	88,146,504	747,230,371
1993	836,321,350	2,389,489,571	23,262,806	93,051,224	859,584,156
1994	839,485,790	2,398,530,829	26,530,456	106,121,824	866,016,246
1995	842,038,480	2,405,824,229	29,186,722	116,746,888	871,225,202
1996	955,600,450	2,730,287,000	38,912,009	155,648,036	994,512,459
1997	959,512,370	2,741,463,914	45,182,344	180,729,376	1,004,694,714
1998	964,348,230	2,755,280,657	56,148,837	224,595,348	1,020,497,067
1999	1,067,428,160	3,049,794,743	34,396,677	137,586,708	1,101,824,837
2000	1,071,543,820	3,061,553,771	31,888,687	127,554,748	1,103,432,507

Notes:

(1) Real property and public utility property are assessed at 35% of appraised value.

Source: Office of the County Auditor, Franklin County, Ohio

Property Tax Rates - All Direct and Overlapping Governments
Last Ten Years
Property Tax Rates per \$1,000 of Assessed Valuation

Tax Year	<u>City of Upper Arlington</u>					<u>Other Governments</u>			
	General Fund	Debt Retirement	Police and Fire Pensions	Capital Improvement	Total	School District	County	Library	Total
1991	4.90	0.36	0.60	0.50	6.36	68.15	12.42	-	86.93
1992	4.90	0.36	0.60	0.50	6.36	68.15	12.42	-	86.93
1993	3.90	0.36	1.60	0.50	6.36	68.15	14.87	-	89.38
1994	3.90	0.28	1.60	0.50	6.28	74.65	14.57	1.00	96.50
1995	3.90	0.29	1.60	0.50	6.29	78.12	14.82	1.00	100.23
1996	3.90	0.27	1.60	0.50	6.27	78.12	14.82	1.00	100.21
1997	3.90	0.84	1.60	0.50	6.84	77.86	15.22	1.00	100.92
1998	3.90	0.42	1.60	0.50	6.42	84.03	17.54	1.00	108.99
1999	3.90	0.39	1.60	0.50	6.39	83.95	17.64	1.00	108.98
2000	3.90	0.39	1.60	0.50	6.39	83.32	17.64	1.00	108.35

Source: Office of the County Auditor, Franklin County

**Ratio of Net General Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Years**

Tax Year	Assessed Value (1)	Gross General Bonded Debt (2)	Less Debt Service Fund	Net General Bonded Debt	Ratio of Net General Bonded Debt to Assessed Value	Estimated Population (3)	Net General Bonded Debt Per Capita
1991	741,991,494	16,925,000	2,888,696	14,036,304	1.90	34,128	411.29
1992	747,230,371	15,470,000	1,449,677	14,020,323	1.88	34,128	410.82
1993	859,584,156	14,605,000	268,950	14,336,050	1.67	34,279	418.22
1994	866,016,246	13,205,000	3,826	13,201,174	1.53	34,279	385.11
1995	871,225,202	11,740,000	10,880	11,729,120	1.35	35,700	328.55
1996	994,512,459	10,205,000	22,658	10,182,342	1.02	35,686	285.33
1997	1,004,694,714	9,045,000	32,602	9,012,398	0.90	35,686	252.55
1998	1,020,497,067	17,849,988	558,936	17,291,052	1.69	35,686	484.53
1999	1,101,824,837	16,339,988	649,988	15,690,000	1.42	35,686	439.67
2000	1,103,432,507	14,769,988	747,913	14,022,075	1.27	33,686	416.26

Notes:

- (1) Assessed value from Table 4
(2) Amounts excluded Bond Anticipation Notes
(3) Population estimates for 2000 are from the U.S. Census Bureau.
Other estimates are prepared by the City of Upper Arlington.

**Computation of Legal Debt Margin
December 31, 2000**

Total Assessed Valuation	\$1,103,432,507
Overall Debt Limitation:	
10 1/2% of assessed valuation	115,860,413
Gross bonded indebtedness	14,769,988
Less: Amount available in debt service fund	747,913
Net debt within limitation	14,022,075
Legal debt margin within 10 1/2% limitation	\$101,838,338
Unvoted Debt Limitation:	
5 1/2% of assessed valuation	\$60,688,788
Gross bonded indebtedness	14,769,988
Less: Debt outside limitations	4,709,988
Debt within limitation	10,060,000
Less: Amount available in debt service fund	747,913
Net debt within limitation	9,312,087
Legal debt margin within 5 1/2% limitation	\$51,376,701

**Computation of Direct and Overlapping Debt
December 31, 2000**

	<u>Assessed Valuation</u>	<u>Net Outstanding</u>	<u>Percent Overlapping</u>	<u>Amount Applicable To City of Upper Arlington</u>
City of Upper Arlington	\$1,103,432,507	\$14,979,988	100.00%	\$14,979,988
Upper Arlington Schools	1,106,433,989	43,394,366	99.40%	43,134,000
Dublin Schools	2,061,172,116	138,300,989	0.18%	248,942
Franklin County	21,698,652,200	<u>167,894,525</u>	5.09%	<u>8,545,831</u>
Total		<u><u>\$364,569,868</u></u>		<u><u>\$66,908,761</u></u>

Sources: Office of the County Auditor, Franklin County, Ohio

Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures Last Ten Years

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures	Percentage of Debt Service to General Expenditures
1990	\$495,000	\$256,688	\$751,688	\$21,064,934	3.57%
1991	500,000	700,253	1,200,253	22,858,241	5.25%
1992	1,255,000	942,629	2,197,629	22,897,082	9.60%
1993	1,330,000	924,574	2,254,574	24,216,739	9.31%
1994	1,400,000	877,402	2,277,402	23,954,936	9.51%
1995	1,465,000	799,257	2,264,257	20,940,245	10.81%
1996	1,535,000	717,194	2,252,194	21,406,414	10.52%
1997	1,160,000	630,418	1,790,418	21,988,181	8.14%
1998	1,445,000	643,906	2,088,906	33,134,183	6.30%
1999	1,510,000	774,447	2,284,446	27,045,779	8.45%
2000	1,570,000	710,617	2,280,617	28,128,840	8.11%

Source: Finance Department, City of Upper Arlington

Demographic Statistics Last Five Census

Year	Population	Occupied Households	Total Dwelling Units	Persons Per Household	Median Income
1960	28,486	8,503	8,868	3.35	11,915
1970	38,630	12,311	12,642	3.13	17,971
1980	35,648	13,542	13,902	3.06	32,184
1990	34,128	13,956	14,376	2.40	53,140
2000*	33,686	13,985	14,432	2.39	62,787

Source: State Library, State of Ohio

* Source: U.S. Census Bureau, Census 2000

**Property Value, Construction, and Bank Deposits
Last Ten Years**

Fiscal Year	Residential (1)		Commercial (1)		Total		Bank Deposits (2)	Property Value (3)
	No. of Permits	Value	No. of Permits	Value	No. of Permits	Total Value		
1991	366	13,642,781	158	8,364,997	524	22,007,778	18,567,000,000	2,059,005,514
1992	379	15,125,405	74	2,574,175	453	17,699,580	16,698,307,000	2,069,463,657
1993	437	18,491,005	71	4,741,002	508	23,232,007	18,074,036,000	2,389,489,571
1994	406	18,259,982	45	3,595,709	451	21,855,691	19,048,525,000	2,474,332,131
1995	271	10,659,878	64	3,684,361	335	14,344,239	20,065,000,000	2,405,824,229
1996	275	15,539,650	69	27,766,303	344	43,305,953	20,601,499,000	2,730,287,000
1997	292	15,318,859	82	12,655,046	374	27,973,905	19,077,211,000	2,741,463,914
1998	296	13,263,492	76	7,688,901	372	20,952,393	41,599,732,000	2,755,280,657
1999	331	26,774,877	88	4,576,772	419	31,351,649	39,568,044,000	3,049,794,743
2000	306	26,702,623	55	11,994,250	361	38,696,873	36,931,205,000	3,061,553,771

Sources:

(1) City of Upper Arlington, Development Department

(2) Total deposits of all banks headquartered in Franklin County (includes national and state chartered banks.) State of Ohio Department of Commerce, Banks Division

(3) Office of the County Auditor, Franklin County, Ohio

**Principal Property Taxpayers
December 31, 2000**

	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
<u>Real Property & Public Utility</u>		
1. Columbus & Southern Power Company	\$12,430,970	1.13
2. Ohio Bell Telephone Company	7,691,810	0.70
3. First Community Village	6,597,510	0.60
4. RRC Acquisitions, Inc.	6,068,240	0.55
5. UAP-Columbus JV	5,237,050	0.47
6. Compuserve, Inc.	5,085,320	0.46
7. Columbia Gas of Ohio	3,717,720	0.34
8. New Plan Realty Trust	3,246,600	0.29
9. Scioto Country Club, Inc.	3,220,530	0.29
10. Kimco Development Corp.	<u>2,646,140</u>	0.24
Total	<u><u>\$55,941,890</u></u>	5.07
<u>Tangible Personal Property</u>		
1. Worldcom Advanced Networks, Inc.	\$9,380,640	0.85
2. Compuserve Interactive Services, Inc.	2,520,870	0.23
3. Time Warner Entertainment Co., LP	2,179,050	0.20
4. Lazarus, Inc.	1,582,840	0.14
5. Ameritech New Media, Inc.	1,454,110	0.13
6. Fifth Third Bank of Columbus	1,080,850	0.10
7. Comdisco, Inc.	761,670	0.07
8. Stein Mart, Inc.	725,400	0.07
9. Circuit City Stores, Inc.	661,410	0.06
10. Barnes & Noble Booksellers, Inc.	<u>592,540</u>	0.05
Total	<u><u>\$20,939,380</u></u>	1.90

Source: Office of the County Auditor, Franklin County, Ohio

Miscellaneous Statistics

Date of Incorporation	February 8, 1941
Form of Government	Council-City Manager
Area	9.09 square miles
Population	33,686
Dwellings	14,432
Median Family Income	62,787
Median Age	42.6
Retail Business	
Shopping Centers	12 with 241 stores
Grocery Stores	4
Restaurants	43
Gas Stations	9
Financial Institutions	34
Churches	13
Fire Protection	
Number of Stations	3
Pieces of equipment	22
Number of personnel	63
Police Protection	
Number of stations	1
Pieces of equipment	34
Number of personnel	60
Parks and Recreation	
Number of parks	17 (180 acres)
Swimming pools	3
Baseball and softball field	21
Tennis courts	36
Shuffleboard courts	8
Senior center	1
Education	
Public Schools	
Elementary	5
Middle	2
High	1
Parochial	2
Private	1
Total enrollment	5,545
Full-Time Employees	251

**Special Assessment Billings and Collections
Last Ten Years**

<u>Fiscal Year</u>	<u>Assessment Billings</u>	<u>Assessment Collections</u>
1991	68,891	67,572
1992	62,011	67,915
1993	32,300	27,540
1994	24,768	19,949
1995	33,831	27,366
1996	34,739	28,793
1997	38,222	46,495
1998	41,176	42,846
1999	278,861	275,593
2000	357,762	307,461

Source: Office of the County Auditor, Franklin County, Ohio

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**Independent Auditors' Report on Compliance and Internal Control
Over Financial Reporting Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

Members of City Council
City of Upper Arlington, Ohio

and

The Honorable Jim Petro
Auditor of State

We have audited the general purpose financial statements of the City of Upper Arlington, Ohio (the City) as of and for the year ended December 31, 2000, and have issued our report thereon dated June 1, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over financial reporting that we have reported to management of the City in a separate letter dated June 1, 2001.

This report is intended for the information of the City's management and the Ohio Auditor of State and is not intended to be and should not be used by anyone other than those specified parties.

KPMG, LLP

June 1, 2001



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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CITY OF UPPER ARLINGTON

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 31, 2001**