

CITY OF COLUMBUS

O H I O



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended December 31, 2003

Issued by

CITY AUDITOR

HUGH J. DORRIAN



**Auditor of State
Betty Montgomery**

The Honorable Hugh J. Dorrian
City Auditor
City of Columbus
90 West Broad Street
Columbus, Ohio 43215

We have reviewed the Independent Auditor's Report of the City of Columbus, Franklin County, prepared by Deloitte & Touche LLP, for the audit period January 1, 2003 to December 31, 2003. 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 Columbus is responsible for compliance with these laws and regulations.

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

July 1, 2004

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City of Columbus, Ohio

Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2003

Issued by:
City Auditor's Office

Hugh J. Dorrian, CPA
City Auditor

City of Columbus, Ohio

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INTRODUCTORY SECTION

City of Columbus, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended December 31, 2003

Table of Contents

INTRODUCTORY SECTION	<u>Exhibit</u>	<u>Page No.</u>
Table of Contents		1
Letter of Transmittal		7
GFOA Certificate of Achievement		37
Organization Chart		38
List of Principal Officials		39
City Auditor's Staff		40
 FINANCIAL SECTION		
 Independent Auditors' Report		 41
Management's Discussion and Analysis		43
Basic Financial Statements:		
Government-wide Financial Statements:		
Statement of Net Assets	1	61
Statement of Activities	2	62
Fund Financial Statements		
Balance Sheet – Governmental Funds	3	64
Reconciliation of the Balance Sheet to the		
Statement of Net Assets – Governmental Funds	3.1	65
Statement of Revenues, Expenditures, and Changes in		
Fund Balances – Governmental Funds	4	66
Reconciliation of the Statement of Revenues, Expenditures, and		
Changes in Fund Balances to the		
Statement of Activities – Governmental Funds	4.1	67
Statement of Net Assets – Proprietary Funds	5	68
Statement of Revenues, Expenses, and Changes in		
Fund Net Assets – Proprietary Funds	6	69
Statement of Cash Flows – Proprietary Funds	7	70
Statement of Fiduciary Assets and Liabilities– Fiduciary Funds	8	72
 Notes to the Financial Statements		
A. Summary of Significant Accounting Policies		74
B. Commitments and Contingencies		82
C. Cash and Investments		84
D. Receivables		88
E. Due From and Due To/Interfund Receivables and Payables		90
F. Capital Assets		92
G. Bonds, Notes and Loans Payable		93

City of Columbus, Ohio

Notes to the Financial Statements (Continued)	<u>Exhibit</u>	<u>Page No.</u>
H. Electricity.....		104
I. Property Leased to Others		106
J. Lease Commitments and Leased Asset.....		107
K. Pension Plans.....		107
L. Income Taxes.....		112
M. Property Taxes.....		112
N. Deficit Fund Equities.....		113
O. Miscellaneous Revenues.....		114
P. Transfers		115
Q. Joint Ventures:		
Franklin Park Conservatory Joint Recreation District and Columbus/Franklin County Affordable Housing Trust Corporation Columbus Regional Airport Authority		116
R. Subsequent Event		118
 Required Supplementary Information		 119
Budgetary Comparison Schedule – General Fund.....	9	121
Notes to the Required Supplementary Information		122
 Supplementary Information.....		 125
Major Governmental Funds:		127
Schedule of Expenditures – Budget and Actual Budget Basis		
• General Fund.....	A-1	128
Schedules of Revenues, Expenditures and Changes in Fund Balances– Budget and Actual–Budget Basis		
• General Bond Retirement	A-2	133
• Special Income Tax.....	A-3	134
Other Governmental Funds:		135
Combining Balance Sheet – Nonmajor Governmental Funds.....	B-1	138
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds.....	B-2	139

City of Columbus, Ohio

Supplementary Information (Continued)

Schedules of Revenues, Expenditures and Changes in Fund Balances– Budget and Actual–Budget Basis

	<u>Exhibit</u>	<u>Page No.</u>
• HOME Program	B-3	164
• HOPE Program	B-4	164
• Cable Communications	B-5	165
• HUD Section 108 Loans	B-6	165
• Fannie Mae Loans	B-7	166
• Land Management	B-8	166
• Law Enforcement	B-9	167
• General Government Grants	B-10	168
• Area Commissions	B-11	170
• Local Law Enforcement Block Grant	B-12	170
• Special Purpose	B-13	171
• Mayor’s Education Charitable Trust	B-14	172
• Drivers Alcohol Treatment	B-15	173
• Municipal Court Special Projects	B-16	173
• Municipal Court Clerk	B-17	174
• Columbus Community Relations	B-18	174
• Housing/Business Tax Incentives	B-19	175
• Hester Dysart Paramedic Education	B-20	175
• Hotel-Motel Tax	B-21	176
• Emergency Human Services	B-22	176
• Private Leisure Assistance for Youth	B-23	177
• Tree Replacement	B-24	177
• Gatrell Arts and Vocational Rehabilitation	B-25	178
• Columbus Housing	B-26	178
• Neighborhood Economic Development	B-27	179
• Fire Quarter Master Incentive Travel	B-28	179
• Development Services	B-29	180
• Urban Development Action Grants	B-30	181
• Community Development Act	B-31	182
• Health	B-32	184
• Health Department Grants	B-33	184
• County Auto License	B-34	185
• Street Construction Maintenance & Repair	B-35	185
• Municipal Motor Vehicle Tax	B-36	186
• Treasury Investment Earnings	B-37	186
• Golf Course Operations	B-38	187
• Recreation & Parks Operations	B-39	188
• Recreation & Parks Grants	B-40	188
• Private Grants	B-41	189
• Urban Site Acquisition Loan Fund	B-42	190
• Collection Fees	B-43	190
• Environmental Fund	B-44	191
• Citywide Training Entrepreneurial	B-45	191
• Easton TIF	B-46	192
• Polaris TIF	B-47	192
• Tuttle Crossing TIF	B-48	193

City of Columbus, Ohio

Supplementary Information (Continued)	<u>Exhibit</u>	<u>Page No.</u>
• Nationwide Pen Site TIF.....	B-49	193
• Nationwide Off Sites TIF.....	B-50	194
• Miranova TIF.....	B-51	194
• Crewville TIF.....	B-52	195
• Brewery District TIF.....	B-53	195
• Recreation Debt Service	B-54	196
• Capitol South	B-55	196
Internal Service Funds:		197
Combining Statement of Net Assets	C-1	198
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	C-2	199
Combining Statement of Cash Flows.....	C-3	200
Fiduciary Funds—Agency Funds:		203
Schedule of Changes in Assets and Liabilities—Agency Funds Individual Fund Grouping.....	D-1	204
	<u>Table No.</u>	<u>Page No.</u>
STATISTICAL SECTION		
General Governmental Expenditures by Function—Last Ten Fiscal Years.....	1	205
General Governmental Revenues by Source—Last Ten Fiscal Years	2	206
Property Tax Levies and Collections—Last Ten Fiscal Years.....	3	207
Assessed and Estimated Actual Value of Taxable Property— Last Ten Fiscal Years	4	208
Property Tax Rates—Direct and Overlapping Governments— Last Ten Fiscal Years	5	209
Principal Property Taxpayers—Franklin County	6	210
Special Assessment Billings and Collections—Last Ten Fiscal Years	7	211
Statement of Legal Debt Margins.....	8	212

City of Columbus, Ohio

STATISTICAL SECTION (Continued)	<u>Table No.</u>	<u>Page No.</u>
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita Last Ten Fiscal Years	9	213
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures—Last Ten Fiscal Years.....	10	214
Computation of Direct and Overlapping Debt.....	11	215
Enterprise Bond Coverage:		
Water Revenue, Refunding Series 1999	12	216
Sanitary Sewer Revenue, Refunding Series 1992, 1994 and 2002.....	13	217
City Income Tax Revenue Net of Refunds—Last Ten Fiscal Years	14	218
Business Indicators 1994–2003	15	219
Growth in Land Area, Selected Years	16	220
Largest Employers in the Greater Columbus Area.....	17	221
Estimated Civilian Labor Force and Annual Average Unemployment Rates 1994–2003.....	18	222
Estimated Per Capita Income 1994–2003.....	19	223
Columbus Metropolitan Statistical Area Employment—1994–2003.....	20	224
School Enrollment Trends in Franklin County—1994–2003.....	21	225
City of Columbus and Franklin County, Ohio—Land Area	22	226
Exempted Real Property in Franklin County—1994–2003	23	227
Salaries of Principal Officials.....	24	228
Surety Bond Coverage.....	25	228
Miscellaneous Statistics.....	26	229
Comparison of Building Permits Issued 1994–2003.....	27	230
Average Cost of Housing Construction 1994–2003.....	28	231
Compliance Information – Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D).....	29	232

City of Columbus, Ohio

SINGLE AUDIT SECTION

Exhibit

Page No.

Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based upon the Audit Performed in Accordance with <i>Government Auditing Standards</i>		237
Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program, Internal Control Over Compliance and Schedule of Receipts and Expenditures of Federal, State, and County Awards		239
Schedule of Receipts and Expenditures of Federal, State, and County Awards	F-1	241
Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards		249
Schedule of Findings and Questioned Costs		253

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CITY OF COLUMBUS OHIO

90 WEST BROAD STREET
COLUMBUS, OHIO 43215

May 4, 2004

To the Citizens of the City of Columbus, Ohio

The Comprehensive Annual Financial Report (CAFR) of the City of Columbus, Ohio (the City) for the fiscal year ended December 31, 2003 is hereby presented to its citizens by their City Auditor, statutorily described as the City's chief accounting officer.

INTRODUCTION

The City's Charter states, "The auditor shall be an elector of the City, and be elected for a term of four years . . ." The Charter also sets forth the auditor's powers and duties and states, in part:

The auditor shall be the city's chief accounting officer. He shall keep, in accurate, systematized detail a record of the receipts, disbursements, assets, and liabilities of the city, and the recorded facts shall be presented periodically to officials and to the public in such summaries and analytical schedules as shall be necessary to show the full effect of such transactions for each fiscal year upon the finances of the city and in relation to each department of the city government, including distinct summaries and schedules for each public utility owned or operated.

This report fulfills these duties and is distributed to approximately 500 recipients, which include civic associations, banks, brokers, rating agencies, schools, libraries, university students and city, state and federal officials. This report is also available on the City's website. The Internet address is <http://www.cityofcolumbus.org>.

The City's management, defined and described in the following paragraph, is responsible for the accuracy of the data contained in this report. The responsibility for completeness, fairness of presentation, and full disclosure of the data also rests with the City's management.

The management:

The City's management consists of a Mayor, seven-member Council, City Auditor, and City Attorney. These officials are elected for four-year terms on an at-large basis. The Mayor and four Council members are elected in an odd numbered year. Three Council members, the City Auditor, and the City Attorney are elected in the following odd numbered year. The City's Charter also provides for appointments and elections of successors to these officials if they should, for any reason, vacate their office. All are chosen through a non-partisan election process.

In addition to the elected officials, certain others are major participants in the City's management. The Director of the Department of Recreation and Parks, the Health Commissioner, the Civil Service Executive Secretary, and the Secretary of the Sinking Fund are appointed by, and report to, independent Commissions. All of these Commission members are appointed by the Mayor and are subject to confirmation by the Council. The financial activities of these Commissions (budgets, expenditures, etc.) are subject to approval by the Council and are, therefore, included in this report. The City's Treasurer and Clerk to the Council are appointed by, and serve at, the pleasure of the Council.

The Mayor's cabinet, appointed by him and serving at his pleasure, is not subject to confirmation by the Council. In 2003 the cabinet consisted of the directors of the departments of Public Safety, Public Service, Finance, Public Utilities, Development, Technology, Equal Business Opportunity, Human Resources, and Community Relations.

The City Auditor believes that, to the best of his knowledge, the data contained in this report present fairly the financial position and results of operations of the various funds of the City. All necessary disclosures are included in this report to enable the citizens and other readers to understand the City's financial activities.

The report:

This transmittal letter is designed to provide historical information about the City, as well as compliment the required Management’s Discussion and Analysis. Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). The City’s MD&A, which focuses on the government-wide statements, can be found in the Financial Section of this report.

This Comprehensive Annual Financial Report (CAFR) is designed in a manner to assist and guide the reader in understanding its contents. The report consists of four sections:

- The Introductory Section, which includes this letter of transmittal, contains information pertinent to the City’s management and organization. References in this section to Note A, Note B, etc., are to Notes to the Financial Statements contained in the Financial Section of this report.
- The Financial Section contains the Independent Auditor’s Report, Management’s Discussion and Analysis, Basic Financial Statements, Required Supplementary Information and various other Statements and Schedules pertaining to the City’s funds and activities.
- The Statistical Section contains numerous tables of financial and demographic information. Much of this information is shown with comparative data for the ten-year period from 1994 through 2003. Also in this section are data necessary to meet the disclosure requirements of Rule 15c2-12(b)(5)(i)(C) and (D) of the Securities and Exchange Commission (SEC).
- The Single Audit Section, in accordance with the federal Single Audit Act of 1996, includes the following:
 - Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on the Audit Performed in Accordance With *Government Auditing Standards*
 - Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance and Schedule of Receipts and Expenditures of Federal, State, and County Awards
 - Schedule of Receipts and Expenditures of Federal, State, and County Awards
 - Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards
 - Schedule of Findings and Questioned Costs

The reporting entity:

Columbus was first organized as a borough in 1816 and subsequently became a city on March 3, 1834. The City is a home-rule municipal corporation operating under the laws of Ohio. The City's Charter, its constitution, can only be amended by a majority of the City's voters. It has been amended many times since its original adoption in 1914, most recently on November 2, 1999. The laws of the State of Ohio prevail when conflicts exist between the Charter and the state constitution and in matters where the Charter is silent.

Columbus, Ohio's capital city, is located in the central part of the state, approximately 150 miles south of Cleveland and 110 miles northeast of Cincinnati. The City's elevation is approximately 777 feet above sea level. Inter and intra state highways I-70, I-71, I-270, and I-670 serve as some of the City's major transportation arteries. The Ohio State University, with 50,731 students on its Columbus campus, is located near the center of the City. Columbus was ranked as the nation's 15th largest city as a result of the 2000 census.

Some comparative data for Ohio's six largest cities follow. Population estimates for 1980, 1990 and 2000 are from the U.S. Bureau of Census. The Mid Ohio Regional Planning Commission estimates Columbus’ population at 743,343 at December 31, 2003. The respective cities’ management provided area data as of December 31, 2003.

City	Area	Population		
	2003	2000	1990	1980
Columbus	222.5 sq. mi.	711,470	632,910	565,021
Cleveland	77.9 sq. mi.	478,403	505,616	573,822
Cincinnati	78.8 sq. mi.	331,285	364,040	385,410
Toledo	84.2 sq. mi.	313,619	332,943	354,635
Akron	62.4 sq. mi.	217,074	223,019	237,177
Dayton	56.3 sq. mi.	166,179	182,044	193,536

The accompanying financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity* and Statement No. 39, *Determining Whether Certain Organizations are Component Units*. On this basis, the reporting entity of the City includes the following services to its citizens as authorized by its charter: public service (refuse collection, street engineering and construction, traffic engineering and parking, etc.), public safety (fire, police, etc.), development, health, recreation and parks, and public utilities. In addition, the City owns and operates four enterprise activities: a Water system, a Sanitary sewer system, a Storm sewer and drainage system, and an Electricity distribution system; financial activities for which are contained in this report. Water and sanitary sewer services are metropolitan in nature and reach far beyond the City's corporate boundaries. The City does not operate schools or hospitals, nor is it responsible for public assistance programs.

Other entities included in this report and further explained in Notes A and Q are:

Joint Ventures:

- The Franklin Park Conservatory Joint Recreation District
- Columbus/Franklin County Affordable Housing Trust Corporation
- Columbus Regional Airport Authority

On December 12, 2002 the City of Columbus, Ohio, the Columbus Municipal Airport Authority and the County of Franklin, Ohio entered into the *Port Authority Consolidation and Joinder Agreement*. The effective date of the agreement was January 1, 2003. The agreement unites the operations of Columbus Municipal Airport Authority, created by the City in 1990, and the Rickenbacker Port Authority, created by the County in 1979 and dissolved by the County Commissioners via this action. The new entity is titled the *Columbus Regional Airport Authority (CRAA)*. The board of directors of the CRAA is its governing body and consists of nine (9) members; four (4) appointed by the Mayor of the City of Columbus, four (4) by the County Commissioners of Franklin County and one (1) jointly by the Mayor and the County Commissioners.

Beginning January 1, 2003 the Columbus Regional Airport Authority (CRAA) is characterized as a joint venture of the City and the County whereas, the Columbus Municipal Airport Authority (CMAA) was reported as a component unit of the City through December 31, 2002.

The reporting standards:

The City's accounts are organized as funds. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund equity. In 2003 the City had 88 governmental funds (3 major and 85 non major); 10 business type funds (4 enterprise and 6 internal service) and 19 agency funds. Following are the titles of these funds with a brief description.

Governmental funds:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources traditionally associated with government which are not required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. City ordinances or Federal or State statutes specify the uses and limitations of each Special Revenue Fund. During 2003 the City had 43 Special Revenue Funds.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. During 2003 the City had 12 Debt Service Funds.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities other than those financed by proprietary funds. During 2003 the City had 32 Capital Projects Funds.

Permanent Funds - Permanent funds are for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting governments. The City does not have any permanent funds.

Proprietary funds:

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. The City has four separate enterprise funds for its Water, Sanitary Sewers, Storm Sewers and Electricity distribution services.

Internal Service Funds - Internal service funds are used to account for the financing of goods or services provided by one division or agency to other divisions or agencies of the government, generally on a cost reimbursement basis. The City has 6 internal service funds.

Fiduciary funds:

Agency Funds - Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds. The City had 19 Agency Funds during 2003. The City does not have any trust funds.

Bases of accounting:

Except for budgetary purposes, the bases of accounting used by the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units and are consistent with GASB Cod. Sec. 1600, *Basis of Accounting*. All governmental funds are accounted for using a current financial resources-current assets and current liabilities-measurement focus. The modified accrual basis of accounting is utilized for governmental and agency funds. Revenues are recognized when they are susceptible to accrual (both measurable and available). Expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due.

The measurement focus on the City's proprietary funds is on the flow of total economic resources (all assets and liabilities). The accrual basis of accounting (revenues are recognized when earned and expenses when incurred) is utilized by the City in its proprietary funds.

The City's basis of accounting for budgetary purposes differs from GAAP in that revenues are recognized when received, rather than when susceptible to accrual (measurable and available), and encumbrances are included as expenditures rather than as reservations of fund balances.

The government-wide financial statements are presented on the full accrual basis of accounting in order to comply with GASB Statement No. 34. Upon implementing GASB Statement No. 34 for the year ended December 31, 2001, infrastructure assets at historical cost (retroactive to 1979) were included as part of the governmental capital assets reported in the government-wide statement. Thus, the depreciated value of construction costs for roads, curbs and gutters and streets and sidewalks is reported.

ECONOMIC CONDITIONS AND EMPLOYMENT

The traditional stability of the City's economy continued to be tested in 2003. Average annual unemployment rates (4.7%) for 2003 continued to be well below the State of Ohio (5.9%) and the United States (6.0%) rates. The following data from the Ohio Department of Job and Family Services is a five-year history of unemployment rates for Franklin County (by month) and the Annual Average Rates for Franklin County, the State of Ohio and the United States.

	Unemployment Rates				
	(% , except for Average Columbus MSA employment base)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Franklin County:					
January	4.8	4.0	2.6	2.5	2.6
February	5.0	4.2	2.4	2.7	2.6
March	5.0	4.4	2.2	2.6	2.5
April	4.8	4.3	2.1	2.2	2.3
May	5.0	4.5	2.3	2.3	2.4
June	5.5	5.0	3.0	2.8	2.8
July	4.8	4.5	2.7	2.4	2.5
August	4.5	4.6	2.9	2.5	2.6
September	4.7	4.8	3.2	2.7	2.8
October	4.2	4.5	3.0	2.4	2.6
November	4.2	4.4	3.3	2.3	2.4
December	4.0	4.1	3.1	2.1	2.1
Annual Average Rates:					
Franklin County	4.7	4.4	2.8	2.4	2.5
State of Ohio	5.9	5.7	4.3	4.1	4.3
United States	6.0	5.8	4.8	4.0	4.2
Average Columbus MSA employment	848,100	843,900	850,900	847,100	808,000

The February 2004 Franklin County unemployment rate was 4.9%; the most recent data available.

The City's General Fund balance (budget basis) reached an all time historic high at calendar year 1999 of \$70.880 million. It declined in 2000 to \$65.838 million, rebounded in 2001 to \$67.216 million, but declined again in 2002 to \$50.368 million and in 2003 to \$39.382 million.

The City continues to maintain assets within the General Fund designated for future year's expenditures. This portion of the General Fund consists of unencumbered cash in two subfunds contained in the General Fund. These subfunds, available for General Fund purposes at the discretion of Council, are the Economic Stabilization Fund (the "rainy day" fund) and the Anticipated Expenditure Fund. Council determined in 1994 that the Economic Stabilization Fund is entitled to a proportionate share of interest earnings from the City's investment pool described in this letter under Cash Management and in Note C. The amounts in these subfunds over the last ten years follow:

Year Ended	Budget Basis in Thousands			
	Undesignated subfund	Economic stabilization subfund	Anticipated expenditure subfund	Total General fund
1994	\$ 11,559	\$ 8,478	\$ 300	\$ 20,337
1995	25,245	10,022	1,050	36,317
1996	18,064	11,725	1,800	31,589
1997	26,000	13,515	2,550	42,065
1998	37,949	22,583	8,920	69,452
1999	37,557	23,807	9,516	70,880
2000	30,811	25,250	9,777	65,838
2001	29,794	26,870	10,552	67,216
2002	11,060	28,006	11,302	50,368
2003	8,958	18,372	12,052	39,382

The Economic Stabilization Fund was established in 1988. The first usage of the fund occurred in 2003. The Anticipated Expenditure Fund was established in 1994.

Employment in the Greater Columbus Area continues to be service oriented. Eight of the twelve (12) largest employers in the Columbus area are government or government-oriented (the State of Ohio, The Ohio State University, United States Postal Service, Defense Supply Center – Columbus, Defense Finance and Accounting Service – Columbus, Columbus Public Schools, City of Columbus and Franklin County). The fifty largest employers in the Greater Columbus area are shown in the Statistical Section of this report. These major employers, representing government, insurance, public utilities, manufacturing, retail, banking, research, medical and services, provide a broad and diverse employment base.

Employee relations:

The City's employee relations are established largely in association with the following labor organizations:

- American Federation of State, County, and Municipal Employees (AFSCME), Locals 1632 and 2191. (www.afscme.org)

AFSCME has approximately 2,381 members among the City's 5,153 civilian employees. AFSCME has, however, bargaining rights for approximately 2,765 of these employees. The current labor agreement between the City and AFSCME was effective April 1, 2002 and continues through March 31, 2005.
- Fraternal Order of Police (FOP) (www.fop9.org)

FOP has bargaining rights for all of the City's police officers except for the chief and his five deputy chiefs. Of the City's 1,843 police officers, 1,773 are members of the FOP. The contract between the City and FOP has an expiration date of December 3, 2005.
- International Association of Firefighters (IAFF) (www.iaff.org)

IAFF has bargaining rights for all the City's firefighters except for the chief and one of his five assistant chiefs. Membership in the IAFF includes 1,490 of a total 1,539 firefighters. The current contract was effective June 1, 2001 and continues through May 31, 2004.

- Columbus Municipal Association of Government Employees; Communication Workers of America, Local 4502 (CMAGE/CWA).
- CMAGE/CWA has approximately 746 members and has bargaining rights for approximately 1,251 of the 5,153 civilian employees. The current contract was effective August 24, 2002 and continues through August 23, 2005.

Under Ohio’s Collective Bargaining Act, if members of the police or fire division cannot reach agreement with the City they “shall submit the matter to a final offer settlement procedure.” This requirement of Ohio law is referred to as a “no-strike” or “binding arbitration” provision. Other employees are permitted to strike under Ohio law after giving proper notification.

MAJOR INITIATIVES

Current Projects and Service Efforts and Accomplishments

Cost containment efforts

The City continues its cost containment efforts, particularly in light of the modest economic results in the region. Expenditures and transfers out of the General Fund in 2003; \$530.552 million (GAAP); were 2.1% less than the comparable expenditures and transfers out in 2002. This represents the first decrease in year to year expenditures and transfers out the General Fund has experienced since the City began GAAP reporting in 1979.

This cost containment resulted primarily from personnel reductions. The number of civilian employees of the City; not police officers or firefighters; at December 31, 2003 was 5,153; 271 less than the 5,424 at December 31, 2002 and 481 less than the 5,634 at December 31, 2001. The following table demonstrates the decline in hours worked, fulltime equivalent employees based on a 2,080 hour work year and changes since 2001.

	<u>2001</u>	<u>2002</u>	<u>2003</u>
Hours worked (in thousands):			
General Fund (includes police and fire)	12,593	12,180	11,687
Health funds	905	875	830
Recreation and parks funds	1,592	1,526	1,348
All other funds	4,665	4,848	4,942
Total	<u>19,755</u>	<u>19,429</u>	<u>18,807</u>
Full time equivalent employees:			
General fund (includes police and fire)	6,054	5,856	5,619
Health funds	435	421	399
Recreation and parks funds	765	734	648
All other funds	2,243	2,330	2,376
Total	<u>9,497</u>	<u>9,341</u>	<u>9,042</u>
Year to year change, increase (decrease), of fulltime equivalent employees:			
General Fund (includes police and fire)	-	(198)	(237)
Health funds	-	(14)	(22)
Recreation and parks funds	-	(31)	(86)
All other funds	-	87	46
Total	<u>-</u>	<u>(156)</u>	<u>(299)</u>

The Columbus Health Department

The Columbus Health Department protects and promotes the health of the public. This takes on a variety of forms from inspecting restaurants to providing prenatal care to pregnant women. During 2003, the department faced both traditional and emerging public health infections. This included an unprecedented demand for flu vaccine this past December. Mounting media attention around the early onslaught of influenza in the western states coupled with the announcement by vaccine manufacturers that they had run out of vaccine for the year motivated a much higher number of people in Columbus to seek protection from the flu. Whereas in December

the clinic typically serves about 60 people per day, at the peak this year, the clinic was serving 500-600 people. To respond, the department set up an incident command system, pulled staff from various areas and served more than 3,000 people in a 10 day period.

In a time of mounting need for public health services and diminishing resources, the department is also working to maximize revenues for clinical services. Late in 2003, the department finalized a contract to establish a clinical information system that will enable comprehensive third party billing for a range of clinical services for which the department previously has not billed. It is anticipated that this system will also enable other clinical efficiencies and enhance operations and our ability to serve vulnerable populations well into the future.

Development Department

The Downtown Business plan began in 2002 with a goal of developing 10,000 downtown housing units in 10 years. Currently there are 2,900 housing units in production with private investments of more than \$142 million. Four hundred eighty-six units have opened; 1,068 are under construction; 435 have been approved and await groundbreaking; and 916 have been proposed. The average price of new downtown condos sold in the last year was \$174,000. The average price of downtown condos proposed or under construction is \$328,000.

The Department of Development's Economic Development Division helped create 1,093 full-time jobs, retained 1,989 jobs and triggered over \$116 million in private sector investment. Through the use of tax incentives there has been over \$1.58 billion invested in new real and personal property investment since 2000.

PROSPECTS FOR THE FUTURE

While the recent economy has brought its challenges, the City continues as a strong provider of public service.

- On May 4, 2004, the City received \$55.1 million from the Solid Waste Authority of Central Ohio (SWACO). These monies resulted from a bond issue by SWACO and have been paid to the City in partial satisfaction of lease rental payments due the City as fully described in Note H. SWACO is a separate and distinct political subdivision of the State of Ohio. Its primary task is to dispose of garbage. As fully described in Note H, SWACO leased, in 1993, a trash burning power plant from the City. After the plant's closure in 1994 SWACO became in arrears in lease payments to the City. These monies have been deposited in the Economic Stabilization component (rainy day fund) of the City's General fund.
- The economic strength of Columbus lies in the imagination and inventiveness of its people. The presence in Columbus of institutions of education such as The Ohio State University, Columbus State Community College, Ohio Dominican College, Capital University, Franklin University, Otterbein College, DeVry Institute, Columbus College of Art and Design and others, assure Columbus of a talented work force for continued economic development.
- Unemployment continues to be low when compared to state and national levels. Stability of the City's work force, due to its high government, education and other service-oriented employment, would indicate a continuance of this comparison. The Ohio Bureau of Jobs and Family Services indicates an increase of 4,200 jobs in Franklin County in 2003 in contrast with a decrease of 7,000 jobs in 2002.
- The City continues to enjoy major developments, both residential and commercial, in the downtown and throughout the City, indicative of continued economic activity and a quality living experience.
- Population continues to grow. The U.S. Bureau of the Census indicated 711,470 inhabitants in Columbus in 2000 compared to 632,910 in 1990, an increase of 12.4% in the decade. The Mid Ohio Regional Planning Commission estimates the population of Columbus at December 31, 2003 to be 743,343, an increase of 14.2% since 1993.

FINANCIAL INFORMATION

Accounting system and budgetary control:

The City's Charter states that the Mayor and the Auditor, officials separately elected and independent of each other, shall supervise all departmental expenditures and shall keep such expenditures within appropriations. The Auditor performs a pre-audit of the City's expenditures. Post-audits are performed by independent certified public accountants, not only of the City's financial activities, but also of grant monies expended by various private and quasi-public agencies acting as subgrantees of the City.

The Charter mandates other checks and balances. The most important of these, as it relates to the City's financial stability and credit worthiness, states that no contract, agreement, or other obligation involving the expenditure of money shall be entered into, nor shall any legislation be passed by the Council, unless the Auditor first certifies that money required for the obligation is in the Treasury to the credit of the fund from which the expenditure is to be paid, or is in the process of collection. The City's fiscal accounting system also provides for checks and balances between the Auditor and the Treasurer.

Budgetary control is maintained at Object Level One for each division within each fund via legislation approved by the Council. The various objects are:

01	Personal services	05	Other
02	Materials and supplies	06	Capital outlay
03	Contractual services	07	Interest on debt
04	Debt principal payments	10	Transfers

Lower object levels two and three are accounted for and reported internally. Estimated amounts must be encumbered prior to release of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level one appropriation are not approved unless additional appropriations are authorized. Except for Capital Projects Funds and grants (initial appropriations continue until expended or modified by Council), unencumbered appropriations lapse at the end of each fiscal (calendar) year.

The City's management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The Council authorizes appropriations, both original and supplemental. Supplemental appropriations are common. Appropriations are further explained in Notes to Required Supplementary Information.

Internal controls:

Internal controls begin with separation of powers; separately elected officials such as Mayor, Council, City Attorney, and City Auditor. A structure of departments and divisions where duties are separated to the extent practicable also provides controls. An independent Civil Service Commission establishes hiring (and firing) policies for classified employees. Disbursements by the Treasurer can only be pursuant to a warrant of the City Auditor. Warrants can only be issued pursuant to written authorization of a department director. These and other control features are prescribed by the City's Charter.

General Fund:

The growth in both population and land area that the City experiences continue to exert demands for its services. The General Fund balance at December 31, 2003 equates to 10.0% (GAAP) of expenditures and transfers out for 2003. A five-year comparison of its General Fund activity follows. Five-year comparisons, as compared to a shorter period, will assist the reader in more meaningful analyses. The revenues, expenditures and changes in fund balance shown in these comparisons are presented on the modified accrual basis of accounting as applicable to government.

General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
1999-2003
(in thousands)

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Revenues:					
Income taxes	\$ 329,077	326,612	326,259	315,610	308,223
Property taxes	45,660	41,520	40,881	39,049	34,403
Investment earnings	7,783	13,260	27,060	32,745	17,821
Licenses and permits	957	1,150	11,538	10,700	11,972
Shared revenues	57,170	56,679	61,932	61,982	56,661
Charges for services	33,961	27,794	26,758	27,099	24,420
Fines and forfeits	17,091	15,522	12,924	12,591	12,468
Miscellaneous	5,445	8,575	5,651	11,234	4,339
Total revenues	<u>497,144</u>	<u>491,112</u>	<u>513,003</u>	<u>511,010</u>	<u>470,307</u>
Expenditures:					
General government	61,776	67,059	65,781	58,116	53,327
Public service	47,816	51,411	54,860	49,003	46,971
Public safety	360,893	352,147	339,129	319,831	287,800
Development	16,497	20,486	29,800	27,165	25,567
Health	267	163	-	-	-
Recreation and parks	501	420	-	-	-
Capital outlay	1,273	2,958	3,181	7,552	8,486
Total expenditures	<u>489,023</u>	<u>494,644</u>	<u>492,751</u>	<u>461,667</u>	<u>422,151</u>
Excess of revenues over expenditures	<u>8,121</u>	<u>(3,532)</u>	<u>20,252</u>	<u>49,343</u>	<u>48,156</u>
Other financing sources (uses):					
Transfers in (out):					
Cash returned from over funded employee benefits fund	14,157	-	-	-	-
Tipping fees	13,450	13,659	15,701	11,343	10,878
Helicopters	-	651	-	1,270	1,002
Other	73	112	-	-	-
Health	(16,204)	(17,420)	(19,499)	(20,560)	(19,027)
Recreation and parks	(25,122)	(27,167)	(29,760)	(29,586)	(27,739)
Other	(203)	(2,810)	(3,242)	(4,109)	(4,967)
Total other financing sources (uses)	<u>(13,849)</u>	<u>(32,975)</u>	<u>(36,800)</u>	<u>(41,642)</u>	<u>(39,853)</u>
Excess (deficit) of revenues and other financing sources over expenditures and other financing uses	<u>(5,728)</u>	<u>(36,507)</u>	<u>(16,548)</u>	<u>7,701</u>	<u>8,303</u>
Fund balance at beginning of year	<u>58,858</u>	<u>95,365</u>	<u>111,913</u>	<u>104,212</u>	<u>95,909</u>
Fund balance at end of year	<u>\$ 53,130</u>	<u>58,858</u>	<u>95,365</u>	<u>111,913</u>	<u>104,212</u>

Revenue narrative:

Brief descriptions of the City's major revenue components follow.

Income taxes:

The City's income tax continues to be its primary source of revenue. The tax applies to all wages, salaries, commissions, and other compensation paid by employers and/or the net proceeds from the operation of a business, profession, or other enterprise activity. The initial tax rate of .5%, collected in 1948, was increased to 1% in 1956, 1.5% in 1971, and to the current 2% in 1983. Income tax rates of cities and villages within the State of Ohio are limited to a maximum of 1%, unless specifically approved by a majority of the resident voters of the respective city or village. There are 565 cities and villages within the State of Ohio that now levy a local income tax. Rates range from .30% to 2.75%.

Local school districts in the State of Ohio are also permitted to levy an income tax, but only with the approval of a majority of voters within the district. Ohio has 611 school districts; 126 have an income tax. Rates range from 0.5% to 2.0%.

Approximately 85.3% of the City's income tax collected in 2003 was via employers withholding the tax from employees' earnings and remitting the tax to the City on a statutorily prescribed schedule. Approximately 9.8% of collections originated from business accounts and 4.9% from independently employed individual taxpayers. Depending on the amount withheld, employers must remit to the City on a semi-monthly, monthly, or quarterly frequency, with the largest amounts being remitted semi-monthly.

One quarter of the revenue from this tax is accounted for in a Debt Service Fund and is primarily used for servicing debt pertaining to non-enterprise type capital improvements. Tipping fees for disposal of garbage collected by the City are also paid from this fund on the City's budget basis of accounting. On the modified accrual basis of accounting, such tipping fee amounts are transferred to the General Fund and expended as public service expenditures. Three-quarters of income tax revenues are used for General Fund purposes. Income tax revenues on the budget basis represent 2003 collections of \$454.3 million less refunds of \$15.0 million for a net amount of \$439.3 million.

Beginning in 2002 the City began designating certain collections to defray collection agency fees on delinquent accounts. Income tax revenues on the modified accrual basis of accounting, net of refunds, were \$438.993 million and are reported in the following funds:

(in thousands)

<u>Fund</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General	\$ 329,077	326,612	326,259	315,610	308,223
General Bond Retirement	97,325	90,837	94,439	87,335	89,778
Special Income Tax	12,368	18,060	14,288	17,867	12,963
Other governmental-special revenue	223	58	-	-	-
Total	\$ <u>438,993</u>	<u>435,567</u>	<u>434,986</u>	<u>420,812</u>	<u>410,964</u>
% increase (decrease) over prior year	.79	.13	3.37	2.40	7.76 %

A ten-year history of the income tax revenue and cash collections, net of refunds, appears in the Statistical Section of this report. The City acts as collection agent for 9 other cities and villages in the central Ohio area. Fees collected by the City for these services totaled \$421,423 in 2003, and are accounted for in the General Fund as charges for services.

Property taxes:

Property taxes in Ohio are levied and collected by its 88 counties. The City lies partially within three of these counties: Franklin, Fairfield, and Delaware. After collection, the counties distribute portions of these taxes to the political subdivisions (school districts, cities, villages, townships, etc.) located within their geographic borders. Property taxes for the City represent a tax rate of approximately 3.14 mills (\$3.14 per \$1,000 of taxable valuation) applied to the assessed value of property located in the City. Assessed values represent approximately 35% of appraised values. This rate, 3.14 mills, has remained unchanged since 1956.

Increases in this rate can only occur with approval of the City's voters. Revenues from property taxes are used for General Fund operations, including a partial provision, 0.60 mills, for current police and fire pension costs. Revenues produced by this millage for the General Fund were:

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General Fund	\$ 45,660	41,520	40,881	39,049	34,403
% increase (decrease) from prior year	9.97	1.56	4.69	13.50	2.71 %

Assessed values of taxable property at December 31, 2003 within the City, in the counties in which the City is located, were as follows:

	(in thousands)
Franklin	\$ 14,199,724
Fairfield	122,830
Delaware	<u>166,320</u>
Total	<u>\$ 14,488,874</u>

Total assessed values in the City over the past ten years are shown below. Values of Franklin, Fairfield, and Delaware counties are included in years where applicable.

<u>Fiscal Year</u>	<u>For Tax Collection In Fiscal Year</u>	<u>Assessed Value (in thousands)</u>	<u>% Increase From Prior Year</u>
1994	1995	\$ 9,266,927	0.96 %
1995	1996	9,483,390	2.34
1996	1997	10,130,785	6.83
1997	1998	10,483,853	3.49
1998	1999	10,972,327	4.66
1999	2000	12,397,530	12.99
2000	2001	12,939,074	4.37
2001	2002	13,107,854	1.30
2002	2003	14,551,080	11.01
2003	2004	14,488,874	(.43)

Property assessed values steadily increased over the period 1994 to 2002, with larger increases evident every three years. These three-year increases result from comprehensive reappraisals of property that take place every six years, and less formal triennial updates that occur the third year in between the six year reappraisals. Six-year reappraisals took place in 1999, with the resulting increases in property tax collections occurring in 2000. In 1996 and 2002 triennial updates occurred. Property taxes levied in 2003 but not collectible until 2004 are accounted for in the General Fund as accounts receivable and deferred revenue at an estimated amount of \$45.1 million.

The decline in total assessed values for collections in 2004; shown in detail in Table 4 in the Statistical Section of this report; is due to legislated declining assessed values, as a percent of appraised values, of personal property. Personal property is defined as equipment and inventory used in business. Real property, land and buildings, assessed value continued to increase; by 2.39%.

Additional data on property values and taxes appear in the Statistical Section of this report.

Investment earnings:

The City's investment policies are discussed later in this letter under *Cash management* and in Note C. This source of revenue is not conducive to year-to-year comparisons. Investment earnings are only deposited to the General Fund after all statutorily directed earnings are deposited to the appropriate funds: enterprise funds, grant funds, etc. Earnings for the past five years have been:

<u>Funds</u>	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General	\$ 7,783	13,260	27,060	32,745	17,821
General Bond Retirement	57	81	125	244	136
Special Income Tax	-	-	108	-	-
Other governmental	356	854	2,086	3,253	2,658
Total governmental funds	<u>8,196</u>	<u>14,195</u>	<u>29,379</u>	<u>36,242</u>	<u>20,615</u>
Enterprise	<u>2,975</u>	<u>6,393</u>	<u>8,024</u>	<u>7,544</u>	<u>7,700</u>
Total	\$ <u>11,171</u>	<u>20,588</u>	<u>37,403</u>	<u>43,786</u>	<u>28,315</u>

Licenses and permits:

Licenses and permits are issued by the City to regulate activities related to building, health, and other business enterprises. Increased collections in 1999 are indicative of several major building projects in Columbus in addition to increases in the rate of fees in May 1998. Over the past five years, revenues in the General Fund resulting from licenses and permits amounted to:

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Amount	\$ 957	1,150	11,538	10,700	11,972
% increase (decrease) from prior year	(16.78)	(90.03)	7.83	(10.62)	23.52 %

In 2002 revenues and expenditures of the Building Services division of the Department of Development were accounted for in a nonmajor governmental (special revenue) fund. Prior to 2002 this activity was accounted for in the General Fund. The activity is now intended to be self sustaining with no other support from the General Fund. In 2003 activity accounted for in the Development Services special revenue fund was \$22.492 million in revenue and \$22.050 million in expenditures.

Shared revenues:

Shared revenues in the General Fund include the taxes listed below which are levied and collected by the state or counties and partially redistributed to the City and other political subdivisions. Provided below is a five-year history of the City's share of these revenues as reported in the governmental fund financial statement on the modified accrual basis of accounting.

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
State income, sales, corporate franchise, and public utility taxes:					
Local government fund	\$ 43,075	43,677	46,881	44,867	41,750
Local government revenue assistance fund	3,830	3,879	4,080	3,984	3,822
Estate tax	9,272	8,105	9,972	12,125	10,152
State liquor fees	960	982	964	968	901
Cigarette tax and other	33	36	35	38	36
Total	\$ <u>57,170</u>	<u>56,679</u>	<u>61,932</u>	<u>61,982</u>	<u>56,661</u>
% increase (decrease) from prior year	.87	(8.48)	(.08)	9.39	(1.14) %

The decline in revenues from the 2000 levels of the Local government fund and the Local government revenue assistance fund is directly attributable to effects of the nationwide and Ohio-wide economic recession, thereby reducing the level of support from the state of Ohio to its cities.

Charges for services:

The City performs certain services for its citizens and other municipalities for which it charges various amounts. These services include impounding, storing and selling abandoned autos; fire and police protection provided to certain suburbs; parking meter fees; and various other services. Additionally the City's General Fund allocates certain citywide costs initially borne by the General Fund to certain other funds. These costs (pro rata charges) are allocated by charging certain other funds a statutorily approved rate of 4 1/2%, as determined by the City's most recent cost allocation plan, of their gross revenue.

These revenues in the General Fund over the past five years have produced:

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Parking meters and fees	\$ 3,125	3,394	3,413	3,199	2,981
City Attorney charges	1,067	739	707	683	587
City Auditor charges	421	580	573	593	521
Police services	4,963	4,039	3,361	3,179	3,128
Fire services	6,612	1,913	1,840	1,760	1,711
Pro rata charges	16,433	16,352	15,402	14,912	14,215
All other	1,340	777	1,462	2,773	1,277
Total	<u>\$ 33,961</u>	<u>27,794</u>	<u>26,758</u>	<u>27,099</u>	<u>24,420</u>
% increase (decrease) from prior year	22.19	3.87	(1.26)	10.97%	(1.39) %

Police services in 2003 include \$1.035 million received from the local public school district for special police services in schools; the first year for such revenue.

Fire services in 2003 include \$4.619 million (\$3.573 million collected in 2003) representing charges for emergency medical transportation services; the first year for such revenue.

Fines and forfeits:

These revenues consist of fines and forfeits imposed by the Franklin County Municipal Court, and parking tickets issued by the City's parking violation's bureau. Increased "prices" for parking tickets and various fines in 2002 resulted in the significant increase in this revenue source during 2002 and 2003.

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Fines and forfeits	\$ 11,470	10,656	8,804	8,382	8,326
Parking ticket revenue	5,621	4,866	4,120	4,209	4,142
Total	<u>\$ 17,091</u>	<u>15,522</u>	<u>12,924</u>	<u>12,591</u>	<u>12,468</u>
% increase (decrease) from prior year	10.11	20.10	2.64	0.98	(2.33) %

Miscellaneous:

Miscellaneous revenues in the General Fund on the modified accrual basis of accounting consist of the following:

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Hotel/motel taxes	\$ 2,804	2,707	2,735	3,764	3,571
Refunds and reimbursements	1,206	5,755	2,266	7,146	636
Other	1,435	113	650	324	132
Total	<u>\$ 5,445</u>	<u>8,575</u>	<u>5,651</u>	<u>11,234</u>	<u>4,339</u>

Refunds and reimbursements in 2002 and 2000 include nonrecurring refunds from the Ohio Bureau of Workers' Compensation. Proportionate shares of the refund were returned to the respective funds from which the premium had been paid.

Expressed as percentages of total revenues, the major General Fund revenue components over the past five years are:

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	
Income taxes	66.2	66.5	63.6	61.8	65.5	%
Property taxes	9.2	8.5	8.0	7.6	7.3	
Investment earnings	1.6	2.7	5.3	6.4	3.8	
Licenses and permits	.2	.2	2.2	2.1	2.6	
Shared revenues	11.5	11.5	12.1	12.1	12.0	
Charges for services	6.8	5.7	5.2	5.3	5.2	
Fines and forfeits	3.4	3.2	2.5	2.5	2.7	
Miscellaneous	1.1	1.7	1.1	2.2	0.9	
Total revenue	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	%

Transfers in narrative:

Transfers in in 2003 represent a non recurring transfer of cash (\$14.157 million) from an over funded employee benefits fund of monies previously paid into the fund from General Fund resources. The employee benefits fund remains fully funded as determined by independent actuaries. Transfers in also include \$13.450 million transferred from the Special Income Tax Debt Service Fund representing tipping fees expended therefrom on the City's budget basis of accounting. Tipping fee costs appear as public service expenditures.

Expenditure narrative:

The practice of transferring monies from the General Fund to the Health Department Fund and the Recreation and Parks Fund, both Special Revenue Funds, is a method used annually by the City to provide resources to these funds. It is appropriate, therefore, to consider transfers out in the following analysis of the General Fund. After combining transfers out with expenditures, the major General Fund components over the past five years are:

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General government	\$ 61,776	67,059	65,781	58,116	53,327
Public service	47,816	51,411	54,860	49,003	46,971
Public safety	360,893	352,147	339,129	319,831	287,800
Development	16,497	20,486	29,800	27,165	25,567
Capital outlay and other	2,041	3,541	3,181	7,552	8,486
Total expenditures	<u>489,023</u>	<u>494,644</u>	<u>492,751</u>	<u>461,667</u>	<u>422,151</u>
Health	16,204	17,420	19,499	20,560	19,027
Recreation	25,122	27,167	29,760	29,586	27,739
Other (transfers out)	203	2,810	3,242	4,028	4,967
Total transfers out	<u>41,529</u>	<u>47,397</u>	<u>52,501</u>	<u>54,174</u>	<u>51,733</u>
Total	<u>\$ 530,552</u>	<u>542,041</u>	<u>545,252</u>	<u>515,841</u>	<u>473,884</u>
% increase (decrease) from prior year	<u>(2.12)</u>	<u>(.59)</u>	<u>5.70</u>	<u>8.85</u>	<u>6.59</u> %

Transfers out narrative:

The City's General Fund provides financial support to its Health department (\$16.204 million) and to its Recreation and Parks operations (\$25.122 million). Financial activity of these services is primarily accounted for in Other Governmental Funds. Total expenditures reported in the fund financial statements for these services were \$37.106 million for the Health Department and \$71.290 million for the Recreation and Parks Department.

Expressed as percentages, the General Fund expenditures and transfers out over the past five years are:

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General government	11.6	12.4	12.0	11.3	11.3 %
Public service	9.0	9.5	10.0	9.5	9.9
Public safety	68.0	65.0	62.2	62.0	60.7
Development	3.1	3.8	5.5	5.3	5.4
Capital outlay and other	.5	.6	.6	1.4	1.8
Total expenditures	<u>92.2</u>	<u>91.3</u>	<u>90.3</u>	<u>89.5</u>	<u>89.1</u>
Health (transfers out)	3.1	3.2	3.6	4.0	4.0
Recreation and parks (transfers out)	4.7	5.0	5.5	5.7	5.9
Other (transfers out)	-	.5	0.6	0.8	1.0
Total transfers out	<u>7.8</u>	<u>8.7</u>	<u>9.7</u>	<u>10.5</u>	<u>10.9</u>
Total	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0 %</u>

Public safety, primarily police and fire services, continues to be the dominant expenditure function of the General Fund.

While not necessarily represented in each of the City's funds, expenditures by function used in this report represent the following City divisions:

General government:

- Mayor
- City Council
- City Treasurer
- City Attorney
- Real Estate
- City Auditor
- Income Tax
- Municipal Court Judges
- Municipal Court Clerk
- Civil Service Commission
- Community Relations Commission
- Equal Business Opportunity Director
- Office of Education
- Finance Director
- Purchasing
- Human Resources
- Technology Director
- Information Services
- Telecommunications

Public service:

- Service Director
- Construction Inspection
- Engineering and Construction
- Facilities Management
- Fleet Management
- Refuse Collection
- Traffic Engineering and Parking

Public safety:

- Safety Director
- Communications
- Fire
- Police

Development:

- Building and Development Services
- Department Administration
- Economic Development and Planning Services
- Housing and Community Services

Capital Outlay:

- Expenditures for capital assets with estimated useful lives of five years or more.

Health

- General Fund monies of \$16.204 million were transferred to the Health Department in 2003.

Recreation and parks:

- General Fund monies of \$25.122 million were transferred to the Recreation and Parks Department in 2003.

Public utilities:

- Public Utilities Director
- Storm Sewers

General Fund balances:

The City is required to maintain accounting records on a budget basis, as explained earlier in this letter. The Budgetary Comparison Schedule – General Fund presented as Required Supplementary Information immediately following the notes to the financial statements show the actual results of the budgeted general fund for 2003. A contrast in the two accounting methods and their impact on General Fund balances is shown below. A reconciliation between the General fund changes in fund balance on the budget basis versus the modified accrual basis is also presented on the Budgetary Comparison Schedule for 2003.

General Fund balances at December 31,	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
	(in thousands)				
Budget Basis:					
Designated for future years expenditures	\$ 30,424	39,308	37,423	35,027	33,323
Undesignated	8,958	11,060	29,793	30,811	37,557
Total fund balance	<u>\$ 39,382</u>	<u>50,368</u>	<u>67,216</u>	<u>65,838</u>	<u>70,880</u>
Modified Accrual - GAAP Basis:					
Reserved for encumbrances	\$ 14,539	11,633	17,347	27,317	21,148
Unreserved					
Designated for future years' expenditures	30,471	39,573	37,884	35,521	33,660
Undesignated	8,120	7,652	40,134	49,075	49,404
Total unreserved	<u>38,591</u>	<u>47,225</u>	<u>78,018</u>	<u>84,596</u>	<u>83,064</u>
Total fund balance	<u>\$ 53,130</u>	<u>58,858</u>	<u>95,365</u>	<u>111,913</u>	<u>104,212</u>

Grants and subsidies:

Grants and subsidies received by the City are accounted for in the Special Revenue Funds, and Capital Projects Funds. The five-year history of the City's grants and subsidies reported on the modified accrual basis of accounting follow.

<u>Funds</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
	(in thousands)				
Special Revenue	\$ 79,588	76,130	69,923	52,134	49,246
Capital Projects	<u>7,404</u>	<u>5,262</u>	<u>7,157</u>	<u>4,233</u>	<u>4,340</u>
Total	<u>\$ 86,992</u>	<u>81,392</u>	<u>77,080</u>	<u>56,367</u>	<u>53,586</u>
% increase (decrease) from prior year	6.9	5.6	36.7	5.19	(16.00) %

Certain significant grants received by the City in 2003 are shown below.

	(in thousands)
• Women's, Infants and Children Program via U.S. Department of Agriculture - CFDA 10.557	\$ 3,466
• Programs for the Aging-Title III-Parts C and A, Nutrition Services via Ohio Department of Aging – CFDA 93.045	2,702
• Medical Assistance Program (PASSPORT) via the Ohio Department of Aging – CFDA 93.778	25,798
• Community Development Block Grant - non Loan Program via U.S. Department of Housing and Urban Development - CFDA 14.218	10,381
• Empowerment Zones Program via U.S. Department of Housing and Urban Development – CFDA 14.244	5,318
• Franklin County Seniors Options via Franklin County, Ohio	2,234

Capital assets:

Capital assets are defined by the City as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of five years. Capital assets, which include property, plant and equipment, and infrastructure (e.g. roads, curbs, and gutters, streets and sidewalks, and drainage systems) are recorded at historical cost or estimated historical cost (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1979) is included as part of the governmental capital assets reported in the government-wide statements. Contributed capital assets are recorded at their market value at the time of contribution. Capital assets are further described in Note F.

Enterprise funds:

The City operates four enterprise activities: a Water system, a Sanitary Sewer system, a Storm Sewer system and an Electricity distribution system, which are accounted for in separate 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 City intends that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City accounts for its enterprise funds on the full accrual basis of accounting.

Following are the annual charges and rate increases (decreases) for the average Columbus resident/user of water and sewers over the last ten years. An average Columbus resident/user is defined as a customer using 12,000 cubic feet of water annually. Water and sanitary sewer charges are designed to provide resources for both capital and operating costs. Storm sewer charges are designed to provide resources for storm sewer operating costs (maintenance) and certain, but not all, capital costs.

Year	Water		Sanitary Sewers		Storm Sewers		Total		Moving
	Annual charge	% increase (decrease)	Annual charge	% increase (decrease)	Annual charge	% increase (decrease)	Annual charge	% increase	ten year % increase
1995	\$ 162.12	5.5	\$ 217.81	5.0	\$ 29.27	(22.8)	\$ 409.20	2.5	92.0
1996	168.12	3.7	224.35	3.0	19.68	(32.8)	412.15	0.7	83.6
1997	173.16	3.0	231.10	3.0	19.68	0.0	423.94	2.9	84.2
1998	179.64	3.7	228.70	(1.0)	19.68	0.0	428.02	1.0	85.9
1999	183.36	2.1	228.60	0.0	19.68	0.0	431.64	0.8	79.4
2000	183.36	0.0	228.60	0.0	26.52	34.8	438.48	1.6	68.9
2001	183.36	0.0	228.60	0.0	29.88	12.7	441.84	0.8	46.3
2002	183.36	0.0	228.60	0.0	32.70	9.5	444.66	0.6	30.8
2003	192.60	5.0	240.12	5.0	34.35	5.0	467.07	5.0	26.1
2004	206.52	7.2	262.92	9.5	36.14	5.2	505.58	8.2	26.7

The City's enterprises are not subject to rate review or determination by the Public Utilities Commission of Ohio or any similar regulatory body. The City's Council has the necessary authority to establish appropriate user rates when needed. The rates are reviewed and established by the Council annually. The frequency and amounts of rate setting authority lies solely with the City's Council.

Water:

The City's Water enterprise serves the residents of the City and the majority of suburban communities in the Columbus vicinity. The population of the service area is estimated in excess of one million persons. The Water enterprise serves 260,875 customer accounts, owns and maintains 2,495 miles of water mains primarily within the City and maintains an additional 839 miles of mains beyond the City's borders.

The City obtains its raw water supply from rivers, reservoirs and wells. The enterprise conducted a regional water resource project titled *Water Beyond 2000* which is used as a guide to develop additional water supply, treatment facilities, and distribution components as dictated by increasing demand. Future supply requirements will be addressed through a combination of demand management efforts, expansion of the existing South Wellfield and construction of upground reservoirs along the Scioto River north of the City. All necessary land for the South Wellfield Expansion and the upground reservoirs has been purchased.

The Water enterprise operates three treatment plants. A summary of the historical pumpage over the last five years follows:

	(in millions of gallons)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Minimum day	110	111	109	119	110
Maximum day	189	216	203	184	209
Average day	141	146	143	139	145
Total year's pumpage	51,393	53,298	52,038	51,037	53,009

The enterprise operates one of the most sophisticated water laboratories in the nation. The lab has maintained its EPA certification continually since the certification process began in 1976 pursuant to the Safe Drinking Water Act of 1974. On a semiannual basis, the lab must conduct various water study sample tests. The certification covers both equipment and personnel and represents a measure of quality performance. The staff is fully supported with state of the art equipment. Their primary responsibility is to assure that the Water enterprise is, and will remain, in compliance with all federal, state and local requirements.

A five-year comparison of certain Water enterprise data is shown below:

	(in thousands, except for number of employees)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Assets	\$ 449,569	471,463	447,038	433,298	447,912
Net assets	168,814	165,087	156,901	147,990	139,156
Operating revenues	93,138	97,650	96,488	93,803	97,295
Operating expenses	(79,673)	(80,109)	(78,679)	(72,781)	(73,420)
Operating income	13,465	17,541	17,809	21,022	23,875
Nonoperating					
Investment income	1,075	2,323	4,018	2,106	2,818
Interest expense	(12,113)	(11,742)	(12,451)	(14,363)	(15,987)
Other, net	74	64	(465)	69	2,304
Transfers in	1,226	-	-	-	-
Change in net assets/net income	3,727	8,186	8,911	8,834	13,010
Number of employees	547	539	544	547	576

All bonds of the Water enterprise are paid from Water enterprise revenues.

Sanitary Sewers:

The City's Sanitary Sewer enterprise also serves the metropolitan area with approximately 256,647 customer accounts, both residential and commercial. Included in the total sewer system are 2,363 miles of sanitary sewers, 1,789 miles of storm sewers, and 205 miles of combined sanitary/storm sewers. The costs and related financial activities of sanitary and combined sewers are accounted for in the Sewer Enterprise Fund.

The Sanitary Sewer enterprise operates two treatment plants. During 2003 treatment data was as follows.

	(millions of gallons per day)		
	Southerly <u>Plant</u>	Jackson <u>Pike Plant</u>	<u>Total</u>
Minimum day	61.2	42.5	103.7
Maximum day	214.0	109.2	323.2
Average day	102.5	81.2	183.7
Maximum capacity	200.0	110.0	310.0

When the Jackson Pike plant reaches capacity the excess automatically flows through connectors to the Southerly plant. The Southerly plant has a design capacity that allows gallons treated to exceed, by approximately 20%, the maximum longer term sustainable maximum capacity for shorter periods of time. In 2003 gallons treated on six days; 5/11, 6/14, 8/30, 9/2, 9/3 and 9/27, exceeded the longer term sustainable capacity, with 6/14 being the maximum treatment day of 214.0 million gallons.

A five-year comparison of certain Sanitary Sewer enterprise data is shown below:

	(in thousands, except for number of employees)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Assets	\$ 1,085,871	1,056,581	999,402	931,126	925,368
Net assets	470,824	462,967	444,199	431,509	412,821
Operating revenues	115,506	121,904	115,652	116,570	117,041
Operating expenses	(91,932)	(87,874)	(85,328)	(79,224)	(80,590)
Operating income	23,574	34,030	30,324	37,346	36,451
Nonoperating					
Investment income	1,222	3,409	3,585	4,488	4,069
Interest expense	(18,189)	(19,598)	(20,757)	(23,145)	(25,110)
Other, net	59	482	(462)	-	(79)
Transfers in	1,191	445	-	-	-
Change in net assets	7,857	18,768	12,690	18,689	15,331
Number of employees (years prior to 2002 (include storm sewer employees)	505	497	544	571	589

All bonds and notes of the Sanitary Sewer enterprise are paid from Sanitary Sewer enterprise revenues.

Storm sewers:

Prior to 2002 the City's Storm sewer financial activity was accounted for in a governmental type special revenue fund. Beginning with 2002, Storm sewer assets, liabilities, revenues and expenses have been accounted for in a business type activity enterprise fund. The City intends that all costs of the Storm sewer enterprise be supported by user charges except for debt service, principal and interest, on bonds authorized by the voters in 1991 and prior. This debt service amount in 2003 was \$ 2.944 million and is included in the enterprise financial statements as Transfers in. Final maturity on these bonds, all general obligation type bonds, is 2018.

The City's Storm sewer enterprise owns and maintains 1,789 miles of such sewers and has 192,005 customer accounts, all within the City's borders. Certain Storm sewer enterprise data is shown below.

	(in thousands, except for number of employees)	
	<u>2003</u>	<u>2002</u>
Assets	\$ 107,365	106,095
Net assets	39,290	33,341
Operating revenues	20,943	21,218
Operating expenses	15,234	(14,903)
Operating income	5,709	6,315
Nonoperating		
Investment income	635	330
Interest expense	(3,409)	(3,395)
Transfers in	3,014	30,091
Change in net assets	5,949	33,341
Number of employees	34	34

Electricity:

The City owns and operates an Electricity distribution system and accounts for it in the Electricity Enterprise Fund. The system had its origin in the 1890's and generated electricity from burning coal. The initial sole purpose for its existence was to light the streets of the City. In response to environmental concerns, the City ceased burning coal in 1977 and ceased generating electricity. The City continued distributing electric power by purchasing all of its needed power from privately owned and other publicly owned utilities.

After a lengthy construction period, the City's solid waste resource recovery facility, a refuse derived fuel power plant, with capital costs of approximately \$200 million, began operations in the fourth quarter 1983. On April 1, 1993, the City leased the plant and related transfer stations (the Plant) to the Solid Waste Authority of Central Ohio (SWACO), a separate and distinct political sub-division of the State of Ohio. The annual lease payments to the City were to be in the amount of the related debt service requirements on bonds that were issued for the construction of the Plant. This lease resulted in the removal of certain real and personal property assets from the Electricity Enterprise Fund with original costs totaling \$205.5 million of which \$3.4 million was transferred to the then General Fixed Asset Account Group. The lease was accounted for in the Electricity Enterprise Fund as a capital lease in accordance with Statement No. 13 of the Financial Accounting Standards Board, *Accounting for Leases*. Due to a series of federal court decisions and U.S. EPA decisions the Plant ceased operations at the end of 1994. The City then began, in 1995, to buy all of its power from sources other than SWACO. The City's Electricity distribution system has 13,449 residential and commercial customers.

As indicated above the Plant ceased operations in December 1994. The Plant no longer burns garbage nor generates electricity and therefore does not receive any income. It provides no service and produces no product. SWACO continues, however, to operate a landfill. The City is SWACO's largest customer at the landfill for landfill tipping fees.

At the end of 1994, upon the closing of the Plant, its associated direct financing lease was no longer deemed to be an Electricity Enterprise Fund asset nor were the general obligation bonds related thereto considered an Electricity Enterprise Fund liability. The City, therefore, in December 1994 transferred the direct financing lease (the asset) and the general obligation bonds related thereto (the liability) to the Debt Service Fund and the then General Long-Term Obligations Account Group, respectively.

In 1984 the City issued \$70.0 million of Variable Rate Demand Electric System Revenue Bonds. Proceeds of the bonds were used toward the completion of the Plant. Bondholders, however, had first lien on all revenues of the Electric Enterprise. Even after the closure of the Plant in 1994, these bonds, because of the lien on all revenues of the enterprise, remained as liabilities of the enterprise. In 2001 these revenue bonds were converted, refunded, by the issuance of Governmental Type general obligation fixed rate unvoted bonds of the City. Since no claim on enterprise revenue remains and the related asset was long ago, 1994, transferred out of the enterprise, the remaining bonds of \$29.450 million outstanding at December 31, 2001 were transferred out of the enterprise in 2002 as a nonreciprocal interfund transfer.

As explained further in Note H the City and SWACO again amended the lease in 1998 and in 2004. The City agreed to continue to deliver its garbage to the SWACO landfill and to reduce the liability of SWACO to the City to 65%, as opposed to 100%, of the City's remaining Plant related debt service at January 1, 1995. SWACO agreed to ensure landfill capacity until the year 2025 and to institute a new garbage fee, which would be paid to the City. In 2003 the City recognized \$10.4 million of revenue from SWACO; accounted for as miscellaneous revenue (rent) in the Special Income Tax Debt Service Fund.

A detailed computation of the City's lease receivable at December 31, 2003 is shown in Note H.

Also see information regarding SWACO in the PROSPECTS FOR THE FUTURE section of this transmittal letter.

Rates charged to customers are determined solely by the City's Council after recommendation by the Electricity Enterprise management. Council's determination is final and is not subject to review or approval by any other regulatory body. Rates are, however, subject to market driven competition provided by the private electric utility in the area.

A five-year comparison of certain Electricity enterprise data is shown below:

	(in thousands, except for number of employees)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Assets	\$ 85,106	84,662	86,818	99,943	99,639
Net assets	49,093	45,935	14,020	13,027	3,938
Operating revenues	57,608	56,168	52,560	50,590	47,378
Operating expenses	53,616	(53,176)	(50,758)	(44,122)	(49,860)
Operating income (loss)	3,992	2,992	1,802	6,468	(2,482)
Nonoperating					
Investment income	43	331	421	950	812
Interest expense	(1,260)	(1,015)	(3,138)	(3,840)	(3,460)
Other, net	2	7	(92)	-	(48)
Transfers in	381	29,600	2,000	5,511	10,100
Change in net assets	3,158	31,915	993	9,089	4,922
Number of employees	126	126	115	123	143

Debt administration:

Summary of outstanding notes and bonds payable:

The City's outstanding notes and bonds represent indebtedness for capital needs only, except for the Police and Firemen's Disability and Pension Fund Employers Accrued Liability Refunding Bond (P&F Bond), (\$20,675,000) an unvoted general obligation bond accounted for in governmental type debt, and the FNMA Single Family Mortgage Revenue Note (\$41,587). Notes payable and long-term obligations are explained further in Note G. Following are some pertinent data, both current and historical, regarding the City's outstanding notes and bonds.

Ratings:

In 1995 both Standard & Poor's Corporation and Moody's Investors Service, Inc. raised their credit ratings of the City's general obligation bonds to AAA and Aaa, respectively. The City's bond ratings are further described in MD&A in the financial section and on Table 29 in the Statistical Section of this report. More information on the City's outstanding bonds and notes appears in Note G.

Sources of Repayment:

Long-term Notes and Bonds and loans payable; exclusive of the obligation under capitalized lease (Note J) of \$1.740 million and the Electricity enterprise notes of \$1.693 million; in the total amount of \$1.672 billion will be repaid from the following sources:

<u>Source/Description</u>	<u>Amount</u> (in thousands)	<u>%</u>
Debt Service Fund:		
General obligation: Voted-unlimited fixed interest rate	\$ 453,155	27.1 %
Voted-unlimited variable interest rate	23,390	1.4
Unvoted-limited	204,935	12.2
Unvoted-limited/assessment	167	0.0
Revenue:		
Fixed Interest Rate	30,455	1.8
Variable Interest Rate	5,000	0.3
Note-long-term fixed interest rate	3,058	0.2
Total Debt Service Fund	<u>720,160</u>	<u>43.0</u>
Housing mortgage revenue payments:		
Single Family Mortgage Revenue Note (FNMA)	42	0.0
Total housing mortgage revenue payments	<u>42</u>	<u>0.0</u>
Internal Service Funds:		
Information services:		
General obligation: Unvoted-limited	3,165	0.2
Fleet management:		
General obligation: Unvoted-limited	480	0.0
Total Internal Service Funds	<u>3,645</u>	<u>0.2</u>
Enterprise Funds:		
Water revenues:		
General obligation: Voted-unlimited fixed interest rate	127,847	7.6
Voted-unlimited variable interest rate	41,415	2.5
Unvoted-limited	53,394	3.2
Revenue:		
Fixed interest rate	44,110	2.6
Total Water	<u>266,766</u>	<u>15.9</u>
Sanitary sewer revenues:		
General obligation: Voted-unlimited fixed interest rate	170,810	10.2
Unvoted-limited	22,825	1.4
Unvoted-limited/assessment	462	0.0
Revenue:		
Fixed interest rate	60,700	3.6
Variable interest rate	51,600	3.1
OWDA/EPA loans	283,530	17.0
Total Sanitary Sewer	<u>589,927</u>	<u>35.3</u>
Storm sewer revenues:		
General obligation: Voted-unlimited fixed interest rate	54,568	3.3
Voted-unlimited variable interest rate	4,610	0.3
Unvoted-limited	6,825	0.4
Total Storm Sewer	<u>66,003</u>	<u>4.0</u>
Electricity revenues:		
General obligation: Voted-unlimited fixed interest rate	14,234	0.9
Voted-unlimited variable interest rate	5,460	0.3
Unvoted-limited	5,076	0.3
Unvoted-limited/assessment	1,310	0.1
Total Electricity	<u>26,080</u>	<u>1.6</u>
Total Enterprise Funds	<u>948,776</u>	<u>56.8</u>
Total	<u>\$ 1,672,623</u>	<u>100.0 %</u>

A recap of the bonds and notes follows:

	Amount (in thousands)	%	%
General obligation:			
Voted-unlimited			
Fixed interest rate	\$ 820,614	49.1%	68.7 %
Variable interest rate	74,875	4.5	6.3
Total voted	895,489	53.6	75.0
Unvoted-limited			
Fixed interest rate	298,639	17.8	25.0
Total general obligation	1,194,128	71.4	100.0 %
Revenue:			
Fixed interest rate			
(including OWDA/EPA)	421,853	25.2	88.2 %
Variable rate	56,600	3.4	11.8
Mortgage revenue note-fixed	42	0.0	0.0
Total revenue	478,495	28.6	100.0 %
Total	\$ 1,672,623	100.0%	

The Columbus Regional Airport Authority (CRAA) formerly the Columbus Municipal Airport Authority; beginning January 1, 2003, is no longer a component unit of the City (See Note A) and is now considered a joint venture (See Note Q). The CRAA does continue, however, to pay debt service on certain general obligation bonds of the City issued in earlier years when airport operations were owned by and operated as a division of the City. \$13.500 million of such bonds remained outstanding at December 31, 2003 and are included in the above tables as General Obligation – Voted (\$1.875 million) and General Obligation – Unvoted (\$11.625 million).

Voted-unlimited general obligation debt represents debt authorized by a vote of the City's electors. The voters grant the City unlimited authority to levy property taxes to the extent necessary to pay this debt, both principal and interest. However, the City actually repays the debt, if Governmental Type debt from its Debt Service Funds and, if accounted for in an enterprise fund from the respective enterprise fund. Resources in the Debt Service Funds are primarily income tax with lesser amounts of certain recreation fees and special assessments.

Voted debt, therefore, carries a "double barreled" protection for its bond holders and represents, as indicated in the above table 75.0% of the City's general obligation debt; 53.6% of its total bonds and long-term notes. It has long been the City's policy not to rely on, or impose, property tax levies to service its debt. The City intends to continue this policy.

Unvoted-limited general obligation debt represents debt authorized by the City's Council without a direct vote of the electors. As explained later in the *Debt Limitations* section of this letter, the City is limited in its property tax levying authority regarding unvoted debt. This debt is also repaid from the City's debt service funds and from enterprise fund revenues in the same manner and from the same resources as the Voted debt described in the previous paragraph. All of the City's special assessment supported bonds and notes are Unvoted-limited general obligation debt.

The City may, at its option, convert the variable interest rate bonds to a fixed interest rate. Furthermore, these bonds may be called at the discretion of the City under specified procedures on any interest payment date. Note G describes various fundamentals of the variable rate bonds and the City's obligations thereunder. The City has complied with all requirements of the bond agreements.

The revenue bonds accounted for as Governmental Type represent the City's Tax Increment Financing (TIF) bonds. The City's liability for these bonds is limited to resources, money, collected via the TIF. Such monies are accounted for in Debt Service Funds.

In conjunction with the issuance of the Water and Sewer revenue bonds, the City entered into various trust agreements with commercial banks. These trust agreements require that the City establish various funds for the cost of construction and replacement of property and equipment and repayment of debt. Restricted assets, consisting of cash, investments and accrued interest receivable, relating to the revenue bonds and certain general obligation bonds were held by both the City and bond trustees. These assets and related liabilities are identified as restricted in the City's financial statements contained in this report and further identified in Note G.

Bond and Note History:

Outstanding bonds and notes consistently represent the largest of the City's liabilities. It is meaningful therefore to show a longer history of this debt. At December 31 of each of the last ten years outstanding bonds and notes are shown in the following table; restated in years prior to 2004 to properly eliminate revenue bonds of the Columbus Municipal Airport Authority, a component unit of the City prior to 2004.

<u>Year</u>	(in thousands)		<u>Total</u>
	<u>Bonds and long-term notes</u>	<u>Short-term notes</u>	
1994	\$ 1,383,920	1,919	1,385,839
1995	1,403,841	327	1,404,168
1996	1,435,790	313	1,436,103
1997	1,513,791	1,126	1,514,917
1998	1,603,983	81	1,604,064
1999	1,663,927	176	1,664,103
2000	1,697,710	1,541	1,699,251
2001	1,733,404	1,830	1,735,234
2002	1,776,312	-	1,776,312
2003	1,672,623	1,693	1,674,316

Per capita debt:

Data on the net general bonded debt of the City for the period 1994 through 2003 appears in the Statistical Section of this report. Such data at December 31 for the last five years is shown below. Population used in the calculations represents estimates by the Mid Ohio Regional Planning Commission for 1999, 2001, 2002, 2003 and the U.S. Census Bureau for 2000. Bonded debt includes long-term notes but excludes the capitalized lease of \$1.740 million and the short term Electricity enterprise notes of \$1.693 million.

	(dollar amounts in thousands, except per capita debt)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Gross bonded debt	\$ 1,672,623	1,776,312	1,733,404	1,697,710	1,663,927
Less Debt Service Funds for G.O. debt	(166,839)	(165,985)	(160,083)	(148,677)	(135,216)
Less TIF revenue bonds	(35,455)	(36,905)	(34,050)	(30,050)	(30,050)
Less TIF revenue long-term note	(3,058)	(1,221)	-	-	-
Less FNMA revenue note	(42)	(66)	(88)	(117)	(589)
Less payable from enterprise revenues:					
General obligation bonds					
Water	(222,656)	(244,514)	(228,592)	(218,966)	(237,718)
Sanitary Sewer	(194,097)	(219,530)	(227,204)	(196,991)	(216,984)
Storm Sewer (excludes \$17.024 million supported by income tax revenues)	(48,980)	(51,772)	-	-	-
Electric	(26,080)	(30,801)	(63,758)	(35,921)	(37,262)
Revenue bonds and OWDA/EPA loans					
Water	(44,110)	(48,790)	(53,185)	(57,205)	(60,950)
Sanitary Sewer	(395,830)	(360,865)	(317,092)	(291,638)	(284,402)
Electric	-	-	-	(44,600)	(47,600)
Less payable by CRAA					
General obligation bonds	(13,500)	(18,445)	(23,435)	(28,430)	(33,395)
Net general bonded debt	\$ 521,976	597,418	625,917	645,115	579,761
Assessed property value	\$ 14,488,874	14,551,080	13,107,854	12,939,074	12,397,530
Population	743,343	734,024	720,230	711,470	698,495
Net general bonded debt per capita	702.20	813.89	869.05	906.74	830.01

Debt limitations:

The City is within all of its legal debt limitations, as described in Note G and in MD&A. More data regarding the City's notes payable and long-term obligations appear in Note G. Table 29 in the Statistical Section of this report contains data necessary to meet the disclosure requirements of Rule 15c2-12(b)(5)(i)(C) and (D) of the Securities and Exchange Commission (SEC).

Cash management:**Depository Commission and Treasury Investment Board:**

The City's Treasury Investment Board and Depository Commission are entities created by the Columbus City Codes, local legislation. Both entities consist of the City Treasurer, Chairman; City Auditor, Secretary; and Finance Director, member. The entities, therefore, provide checks and balances in the investing and depositing process. The Treasurer is appointed by the City Council, the Auditor is a separately elected position, and the Finance Director is appointed by the Mayor. Formal legislation, Columbus City Codes Sections 321 and 325 set forth the duties and limitations of the entities.

Investment policies:

The City pools its cash, except for that held by revenue bond trustees, fiscal and escrow agents and certain Debt Service and Agency Funds, for maximum investing efficiency. Each fund type's portion of the pool is reported on the combined balance sheet as *Cash and investments with treasurer*. Earnings on the pool are allocated at the discretion of City Council after meeting the revenue bond indenture and other requirements.

The City does not purchase any form of derivatives. The City does not engage in reverse repurchase agreements, nor does it leverage its investment portfolio in any manner. Only eligible investments with remaining terms not greater than 2 years until final maturity are purchased. Average days to maturity of the City's investments, exclusive of those held by bond trustees, at December 31, 2003 was 367.1 days (424.2 at December 31, 2002). The City purchases investments only through member banks of the Federal Reserve System or broker-dealers registered with the U.S. Securities and Exchange Commission. The City's investment code and practices have consistently protected the portfolio from unnecessary credit risks (safety) and market risks (liquidity) while providing a competitive yield. The City's investment policies are further explained in Note C.

Permissible investments:

Permissible investments for the City's portfolio are limited to:

- Bonds, notes or other obligations of the United States government or its agencies for which the faith of the United States is pledged for the payment of principal and interest thereon.
- Bonds, notes, debentures, or other obligations issued by certain federal government sponsored enterprises.
- The Ohio State Treasurer's Asset Reserve Fund (STAR Ohio) pursuant to Ohio R.C. 135.45.
- Bonds or other obligations of the City of Columbus, Ohio.
- Obligations of the State of Ohio or any of its political subdivisions not in default of principal or interest and which have been approved as to their validity by nationally recognized bond counsel.
- Repurchase agreements that are collateralized with legally authorized securities as defined in Section 325.010 of Columbus City Code and held in third-party safekeeping designated by the City Treasurer and in the name of the City of Columbus.

Cash and investments over the past five years have been:

	(in thousands)				
	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Per Governmental Funds Balance Sheet- Total government funds					
Cash and investments with treasurer	\$ 327,456	412,752	483,594	505,368	444,027
Cash and investments with fiscal and escrow agents and other	430	390	395	328	240
Investments	3,244	3,383	3,295	3,280	3,299
Per Proprietary Funds Statement of Net Assets					
Total Enterprise Funds					
Cash and cash equivalents with treasurer	104,596	131,122	111,316	89,544	107,251
Restricted cash and cash equivalents with treasurer and other	63,632	102,202	66,902	36,734	42,845
Restricted cash and cash equivalents with trustee	8,677	8,571	8,133	16,450	15,746
Internal Service Funds					
Cash and cash equivalents with treasurer	19,060	37,618	32,906	23,393	18,230
Agency Funds – cash, cash equivalents and investments	<u>54,959</u>	<u>39,816</u>	<u>38,574</u>	<u>37,230</u>	<u>44,676</u>
Total	<u>\$ 582,054</u>	<u>735,854</u>	<u>745,115</u>	<u>712,327</u>	<u>676,314</u>

Descriptions, amounts and the City's safeguarding (custodianship and collateralization) policies are recited in Note C.

Risk management:

Property and liability coverage:

The City assumes the liability for most property damage and personal injury risks. Judgments and claims, including those incurred but not reported as of year end, are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. The City does reduce its exposure to high risks, however, through various insurances and employee safety programs.

The City's division of Police owns a fleet of seven jet-powered helicopters. Five of these helicopters (models M/D 500E), valued at approximately \$1,000,000 each, are insured for both hull insurance (\$1million per helicopter with \$100,000 deductible) and liability insurance (\$10,000,000 per occurrence; \$1,000,000 per passenger; no deductible). The other two crafts (models Bell OH-58) are presently not insured and not being operated pending sales. One accident occurred in 1998 causing the City to pay the \$100,000 deductible portion of the hull damage claim of one M/D 500E helicopter. No liability claim resulted from the accident. No losses have occurred since 1998.

The City insures its buildings, which are valued at \$1.5 million or more, and their contents with a per occurrence deductible of \$100,000. This policy expires August 1, 2004. One loss of \$100,000 occurred in 2002.

Surety bond coverage:

<u>Position</u>	<u>Coverage</u>	<u>Amount</u>	<u>Deductible</u>	<u>Policy Expiration</u>
City Treasurer	Fidelity Bond	\$ 5,000,000	-0-	12-31-04
Deputy Treasurer	Fidelity Bond	5,000,000	-0-	12-31-04
Police through rank of sergeant	Honesty Blanket Position Bond	25,000	-0-	12-31-04
All other employees and elected or appointed officials including all officially appointed members of City Boards and/or Commissions	Faithful Performance Blanket Bond	250,000	20,000	12-31-04

The City of Columbus assumes all other risks of general liability and property/casualty claims.

Litigation experience:

As stated in Note B, the City is a defendant in a number of lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. At December 31, 2003, claims approximating \$287.38 million were outstanding against the City. Based on the current status of all these legal proceedings, it is the opinion of management that ultimate resolution of such will not have a material effect on the City's financial statements.

The City Attorney represents the City in all legal matters. Following is a summary of experience of the City over the last ten years of those claims resulting in litigation.

<u>Period</u>	<u>Cases filed</u>	<u>Seeking</u>	<u>Cases closed</u>	<u>Seeking</u>	<u>Paid by City</u>
1994	117	\$ 224,834,669	218	\$ 73,065,819	\$ 726,534
1995	527	200,515,923	274	308,133,105	1,449,802
1996	587	374,030,995	253	360,217,314	1,895,454
1997	436	362,432,071	215	25,307,846	1,144,248
1998	300	95,962,919	369	383,901,846	3,055,966
1999	231	79,002,119	343	76,583,495	3,337,192
2000	255	111,909,000	279	498,431,450	1,098,284
2001	246	56,255,348	401	106,040,956	669,670
2002	291	831,062,292	282	93,173,415	1,285,529
2003	275	218,148,172	258	847,660,342	452,919

Cases filed and cases closed subsequent to 1994 include those cases not seeking monetary damages. Cases filed in 2002 for \$831.062 million include \$727 million of claims filed by 3 pro se claimants; dismissed in 2003. Cases filed in 2003 for \$218.148 million include a \$150.0 million claim filed by 1 pro se claimant.

The City Code permits department heads to settle and pay small claims against the City in amounts not to exceed \$2,500 per claim. The City Attorney can settle claims not exceeding \$20,000. Claims greater than \$20,000 require approval of a majority of the City Council. The above table represents only those claims resulting in litigation.

Other:

The City provides medical, dental and vision coverage for its employees on a self-insurance basis. Expenses for claims are recorded on a current basis based on an actuarially determined charge per employee. Financial activity recording claims and the payment thereof is accounted for in an Internal Service Fund.

Workers' compensation claims are covered through the City's participation in the State of Ohio's program.

Deficit fund equities:

As indicated earlier in this letter under *Accounting system and budgetary control*, the City Charter provides that no contract, agreement or other obligation involving the expenditure of money shall be entered into unless the Auditor first certifies to the Council that the money required for such contract, agreement, obligation or expenditure is in the Treasury, to the credit of the fund from which it is to be drawn, and not appropriated for any other purpose, or is in the process of collection.

Fund deficits may occur on the City's budget basis of accounting when encumbrances are allowed to be recorded against accounts receivable, usually grants. Revenues are only recorded from these accounts receivable when cash is received. The accounts receivable may, however, be considered as funds in the process of collection as described in the City's Charter.

On the modified accrual basis of accounting, a deficit exists in one nonmajor Debt Service fund and one nonmajor Capital Projects fund. These deficits will be eliminated by future charges for services.

Fiduciary Operations-Employee Retirement Systems:

State and local government employees in Ohio, with few exceptions, are members of one of five retirement systems. These retirement systems were created pursuant to Ohio statutes and are administered by state created boards of trustees. Boards are comprised of a combination of elected members from the respective retirement system's membership and ex-officio members from certain state and local offices.

These five retirement systems are:

- Ohio Public Employees Retirement System (OPERS), created in 1935, represents state and local government employees not included in one of the other four systems. Management of the fund indicates membership of approximately 365,000 actively employed members. At December 31, 2003 assets of this pension fund approximated \$58.7 billion. More data on this pension fund are shown in Note K of this report.
- State Teachers Retirement System of Ohio (STRS), created in 1920, represents teachers in Ohio's public schools from kindergarten through university level. Management of the fund indicates membership of approximately 180,000 actively employed members. At June 30, 2003 assets of this pension fund approximated \$47.7 billion.
- Ohio Police and Fire Pension Fund (P&F), created in 1966, represents sworn personnel, not civilians, employed in police and fire divisions in Ohio's local governments. Management of the fund indicates membership of approximately 28,500 actively employed members. At December 31, 2003 assets of this pension fund approximated \$9.9 billion. All of the City's police and fire officers are members of this pension fund. More data on this pension fund are shown in Note K of this report.
- School Employees Retirement System of Ohio (SERS), created in 1937, represents non-teaching employees in Ohio's public schools. Management of the fund indicates membership of approximately 122,300 actively employed members. At June 30, 2003 assets of this pension fund approximated \$7.24 billion.
- State Highway Patrol System of Ohio (SHP), created in 1941, represents the state's highway patrol troopers. Management of the fund indicates membership of approximately 1,551 actively employed members and assets of approximately \$625 million at December 31, 2003.

The City's civilian personnel are members of OPERS. All sworn police and fire persons are members of P&F. Both OPERS and P&F are multiple-employer public employee retirement systems. Following are the number of City employees covered under the respective state retirement systems at December 31 of the past five years.

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Police (P&F)	1,843	1,827	1,810	1,795	1,793
Fire (P&F)	1,539	1,534	1,518	1,530	1,524
Civilians (OPERS)	<u>5,153</u>	<u>5,424</u>	<u>5,634</u>	<u>5,644</u>	<u>5,696</u>
Total employees	<u><u>8,535</u></u>	<u><u>8,785</u></u>	<u><u>8,962</u></u>	<u><u>8,969</u></u>	<u><u>9,013</u></u>

The relationship of the City's payrolls to the retirement systems is demonstrated in the table below. The City's total payrolls for the last five years were as follows:

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
			(in millions)		
Payrolls subject to OPERS	\$ 212.9	211.9	206.3	197.3	189.0
Payrolls subject to P&F	197.1	192.4	188.5	175.4	157.4
Payrolls not subject to pension benefit calculation	<u>5.7</u>	<u>6.3</u>	<u>7.1</u>	<u>7.5</u>	<u>5.6</u>
Total	\$ <u><u>415.7</u></u>	<u><u>410.6</u></u>	<u><u>401.9</u></u>	<u><u>380.2</u></u>	<u><u>352.0</u></u>

Over the past five years the City and its employees have paid the following amounts to OPERS and P&F.

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
	(in thousands)				
Paid by City to:					
OPERS	\$ 46,736	46,457	45,208	37,655	41,370
P&F	<u>56,088</u>	<u>55,560</u>	<u>54,255</u>	<u>50,909</u>	<u>45,175</u>
Total paid by City	<u>102,824</u>	<u>102,017</u>	<u>99,463</u>	<u>88,564</u>	<u>86,545</u>
Paid by employees to:					
OPERS	225	268	286	314	304
P&F	<u>6,115</u>	<u>5,049</u>	<u>4,989</u>	<u>4,510</u>	<u>4,200</u>
Total paid by employees	<u>6,340</u>	<u>5,317</u>	<u>5,275</u>	<u>4,824</u>	<u>4,504</u>
Total	<u>\$ 109,164</u>	<u>107,334</u>	<u>104,738</u>	<u>93,388</u>	<u>91,049</u>

The City is current in all of its required contributions to the respective pension funds. The pension plans and other post-employment benefits for health care are explained in Note K.

OTHER RELEVANT INFORMATION

Audits:

Financial statements of the City have been audited by nationally recognized firms of certified public accountants since, and including, 1979. KPMG LLP performed these audits for calendar years 1979 through 1985. Ernst & Young LLP performed the audits for the years 1986 through 1990. The City follows a mandatory rotation policy as prescribed by the Auditor of the State of Ohio. As a result of this policy and competitive proposals, KPMG LLP was selected to perform the audits for 1991 through 2000 at which time Deloitte & Touche LLP became the auditor for 2001-2005. All audits, 1979 through 2003, have been conducted in accordance with auditing standards generally accepted in the United States of America and, beginning in 1980, also the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

The numerous Notes to the Financial Statements are an integral part of the statements. The reader is encouraged to review them thoroughly.

Certificate of Achievement for Excellence in Financial Reporting:

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 Columbus, Ohio for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2002. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. 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 comprehensive annual financial report must satisfy both generally accepted accounting principles and applicable legal requirements.

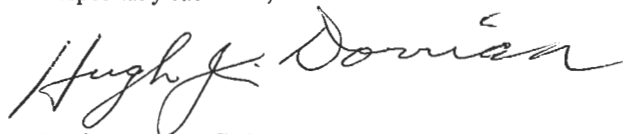
A Certificate of Achievement is valid for a period of one year only. Columbus has received a Certificate of Achievement for the last twenty-four consecutive years, fiscal years ended 1979-2002. We believe our current report continues to conform to the Certificate of Achievement program requirements, and are submitting it to GFOA.

Use of the report and acknowledgements:

This report represents the twenty-fifth (1979-2003) Comprehensive Annual Financial Report of the City of Columbus containing financial statements audited by a nationally recognized firm of certified public accountants. Approximately 500 copies of this report will be distributed. In addition to citizens in the community, the recipients will include city, state, and federal officials, university students, schools, libraries, newspapers, investment banking firms, banks, rating agencies, etc. This report is also available on the City's website. The Internet address is <http://www.cityofcolumbus.org>. The report will be made available to any person or organization requesting it. This extensive effort of preparation and distribution of this report fulfills the City Auditor's goal of full disclosure of the City's finances.

This report is issued by Hugh J. Dorrian, CPA, City Auditor. Special thanks and recognition go to Ms. Darlene Short and Ms. Vikki Amicon for their exemplary efforts in the preparation of this report. All members of the City Auditor's staff and many of the City's other employees also contributed to this effort. They all have my thanks and respect for their work.

Respectfully submitted,

A handwritten signature in black ink that reads "Hugh J. Dorrian". The signature is written in a cursive style with a large, prominent "H" and "D".

Hugh J. Dorrian, CPA
Auditor
City of Columbus, Ohio

HJD/jm

City of Columbus, Ohio

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

Presented to

**City of Columbus,
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2002

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



President

Executive Director

LIST OF PRINCIPAL OFFICIALS

MAYOR

Michael B. Coleman

CITY COUNCIL

Matthew D. Habash, President

Kevin L. Boyce

Michael C. Mentel

Maryellen O'Shaughnessy

Richard W. Sensenbrenner

Charleta B. Tavares

Patsy A. Thomas

CITY ATTORNEY

Richard C. Pfeiffer, Jr.

CITY AUDITOR

Hugh J. Dorrian, CPA

CITY TREASURER

Thomas M. Isaacs

DEPARTMENT OF FINANCE

Joel Taylor

SECRETARY OF THE SINKING FUND

David Irwin

CITY CLERK

Andrea Blevins, CMC

City of Columbus, Ohio
Office of the City Auditor
Staff

Robert L. McDaniel
 Darlene Wildes Short
 Vikki Vincent Amicon
 Brad Marburger
 Julie Burkart
 Timothy J. Carroll
 Mike Gore

Deputy Auditor
 Special Assistant
 Chief Accountant
 Assistant Chief Accountant
 Assistant Auditor III
 Payroll Auditing Supervisor
 Administrative Analyst II

Mary Kay Boerner
 Bonnie Buck
 Sharlene Campbell
 Rebecca Cox
 Mary Lou Davis
 Richard Ellis
 Barbara Forest

Patricia Harrell
 Patricia Hinkle
 Vivian James
 Paul Kuppich
 Jacqueline Marburger
 Margaret McDougald
 Jason Musick
 Teresa Parr

Flor Rafiee
 Mary Raphael
 Kathy Rowe
 Charles Bruce Scott
 Tony Sestito
 Donna Thornwell
 Dan Wood



Hugh J. Dorrian, CPA
 City Auditor

Terms of Office

September 8, 1969	▶	December 31, 1969
January 1, 1970	▶	December 31, 1973
January 1, 1974	▶	December 31, 1977
January 1, 1978	▶	December 31, 1981
January 1, 1982	▶	December 31, 1985
January 1, 1986	▶	December 31, 1989
January 1, 1990	▶	December 31, 1993
January 1, 1994	▶	December 31, 1997
January 1, 1998	▶	December 31, 2001
January 1, 2002	▶	

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

The Honorable Hugh J. Dorrian
City Auditor
City of Columbus, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Columbus, Ohio (the "City"), as of and for the year ended December 31, 2003, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on the respective 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 respective financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the respective financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Columbus, Ohio, as of December 31, 2003, and the respective changes in financial position and respective cash flows, where applicable thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis on pages 43-58 and the Budgetary Comparison Schedule—General Fund on page 121 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. This supplementary information is the responsibility of the City's management. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit such information and we do not express an opinion on it.

Our audit was conducted for the purpose of forming an opinion on the respective financial statements that collectively comprise the City's basic financial statements. The introductory section, supplementary information on pages 127-204 and statistical section, are presented for purposes of additional analysis and

are not a required part of the basic financial statements. This supplementary information is the responsibility of the City's management. The supplementary information on pages 127-204 has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subject to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

In accordance with Government Auditing Standards, we have also issued a report dated April 16, 2004, on our consideration of the City's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts, and grants. That 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 assessing the results of our audit.

A handwritten signature in cursive script that reads "Deloitte + Touche LLP".

April 16, 2004
(May 4, 2004, as to Note R)

CITY OF COLUMBUS, OHIO

Management's Discussion and Analysis

As management of the City of Columbus (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2003. We encourage readers to consider the information presented here in conjunction with our letter of transmittal at the front of this report and the City's financial statements, which follow this section.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of 2003 by \$1.69 billion. Of this amount, \$209.8 million is considered unrestricted. The unrestricted net assets of the City's governmental activities are \$69.2 million and may be used to meet the government's on-going obligations. The unrestricted net assets of the City's business type activities are \$140.6 million and may be used to meet the on-going obligations of the City's business-type activities, including the water, sanitary sewer, storm sewer and electricity enterprises.
- The City's total net assets increased \$68.7 million in 2003. Net assets of the governmental activities increased \$47.9 million, which represents a 5.3 percent increase from 2002. Net assets of the business-type activities increased \$20.8 million or 2.9 percent from 2002.
- The total cost of the City's programs decreased \$138 thousand or .01 percent. The cost of governmental activities decreased \$3.588 million or 0.45 percent, while the cost of business-type activities increased \$3.450 million or 1.3 percent.
- As of the close of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$339 million. The combined governmental funds fund balance decreased \$73.2 million from the prior year's ending fund balance. Approximately \$103.4 million of the \$339 million fund balance is considered unreserved at December 31, 2003.
- The general fund reported a fund balance of \$53.1 million at the end of the current fiscal year. The unreserved fund balance for the general fund was \$38.6 million or 7.3 percent of total general fund expenditures (including transfers out). There was a \$5.7 million decrease in the total general fund balance for the year ended December 31, 2003.
- The City's total debt decreased by \$76.7 million (4.3 percent) during the current fiscal year. The City sold \$114.3 million of general obligation refunding bonds on June 5, 2003 and refunded \$123.3 million of various purpose bonds. Governmental and business-type activities paid \$154.5 million on general obligation and revenue bond maturities in 2003 and the City's sewer enterprise fund, a business-type activity, issued \$56.6 million in Ohio Water Development Authority revenue obligations for various projects.

Overview of the Financial Statements

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

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business.

The *statement of net assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees or charges (business-type activities). The governmental activities of the City include general government, public service, public safety, development, health and recreation and parks. The business-type activities of the City include four enterprise activities: a water system, a sanitary sewer system, a storm sewer and drainage system and an electricity distribution system.

The government-wide financial statements can be found on pages 61 – 63 of this report.

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

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

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

The City maintains 88 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the general bond retirement debt service fund, and the special income tax debt service fund, all of which are considered to be major funds. Data from the other 85 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 64 – 67 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water, sanitary sewer, storm sewer and electricity distribution operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions, including, employee benefits self-insurance, fleet management, information services, purchasing/contracts, telecommunications, and land acquisition. The services provided by these funds predominantly benefit the governmental rather than the business-type functions. They have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provided separate information for the water, sanitary sewer, storm sewer and drainage system and electricity distribution operations. The water, sanitary sewer and electricity enterprise funds are considered to be major funds of the City. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 68 – 71 of this report.

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

The basic fiduciary fund financial statements can be found on page 72 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 73 – 118 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's general fund budget. The City adopts an annual appropriation budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget. Required supplementary information can be found on pages 119 – 123 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplemental information. Combining and individual fund statements and schedules can be found on pages 127 – 201 of this report.

**City of Columbus
Net Assets**
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2003	2002	2003	2002	2003	2002
Current and other assets	\$ 684,692	776,547	239,112	307,804	923,804	1,084,351
Capital assets	1,306,189	1,235,531	1,490,885	1,413,332	2,797,074	2,648,863
Total assets	\$ 1,990,881	2,012,078	1,729,997	1,721,136	3,720,878	3,733,214
Long-term liabilities outstanding	793,355	848,506	966,594	986,485	1,759,949	1,834,991
Other liabilities	240,640	254,546	32,592	24,636	273,232	279,182
Total liabilities	\$ 1,033,995	1,103,052	999,186	1,011,121	2,033,181	2,114,173
Net assets	\$ 956,886	909,026	730,811	710,015	1,687,697	1,619,041
Invested in capital assets, net of related debt	588,676	462,232	528,665	431,210	1,117,341	893,442
Restricted	298,983	367,405	61,587	106,656	360,570	474,061
Unrestricted	69,227	79,389	140,559	172,149	209,786	251,538
Total net assets	\$ 956,886	909,026	730,811	710,015	1,687,697	1,619,041

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The City's assets exceeded liabilities by \$1.69 billion at the close of the most recent fiscal year.

The largest portion of the City's net assets (66 percent) reflects its investment in capital assets (e.g. land, buildings, improvements other than buildings, machinery and equipment, and infrastructure), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the City's net asset (21 percent) represents resources that are subject to restrictions as to how they may be used. The remaining balance of unrestricted net assets (\$209.8 million) may be used to meet the government's on-going obligations to citizens and creditors. It is important to note that although the total unrestricted net assets is \$209.8 million; the net assets of the City's business-type activities (\$140.6 million) may not be used to fund governmental activities.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

Overall net assets of the City increased \$68.7 million in 2003. Net assets for governmental activities increased \$47.9 million, while net assets for business-type activities increased \$20.8 million. The increase in governmental activities net assets is the result of the City's continued efforts to contain costs and pursue new revenue sources. The City's cost containment efforts resulted in \$3.6 million less in governmental activity expenses for 2003 as compared to 2002. In addition, charges for services increased \$6.5 million due to new charges for emergency medical transportation and for police services in local public schools. The increase in net assets for business-type activities was the result of the aggregate business-type activities holding expenses to 94.8 percent of total revenue for the year. Despite a 5 percent rate increase in the water, sanitary sewer and storm sewer enterprise funds at the beginning of 2003, total business-type charges for services were down \$7.7 million due to a decrease in water pumpage. Business-type activities expenses for 2003 increased only \$3.5 million or 1.3 percent over the comparable expenses in 2002.

There was a decrease of \$68.4 million in restricted net assets reported in connection with the City's governmental activities. The decrease in amounts restricted for capital projects and debt service was a result of several transactions, including, the payment of bond maturities and the expenditures of funds on capital projects funded by bonds. There was no general obligation bond issue to fund capital projects in the governmental activities in 2003.

There was an increase of \$126.4 million in the governmental activities amount invested in capital assets, net of related debt, as bond proceeds, primarily from 2001 bond issues, were used to complete certain capital projects in 2003.

The decrease of \$45.1 million in restricted net assets reported for the City's business-type activities was primarily due to the payment of bond maturities and the use of bond funds to complete capital projects in 2003.

City of Columbus
Changes in Net Assets
(amounts expressed in thousands)

	Governmental activities		Business-type		Total	
	2003	2002	2003	2002	2003	2002
Revenues--						
<i>Program revenues:</i>						
Charges for services	\$ 115,000	108,448	283,942	291,643	398,942	400,091
Operating grants and contributions	104,892	101,767	-	-	104,892	101,767
Capital grants and contributions	43,837	32,539	299	411	44,136	32,950
<i>General revenues:</i>						
Income taxes	436,842	432,013	-	-	436,842	432,013
Grants and contributions not restricted to specific programs	56,878	55,431	-	-	56,878	55,431
Property taxes	45,660	41,520	-	-	45,660	41,520
Investment earnings	8,196	14,195	2,975	6,393	11,171	20,588
Other taxes	14,406	14,019	-	-	14,406	14,019
Other	13,362	7,514	3,089	5,439	16,451	12,953
Total revenues	\$ 839,073	807,446	290,305	303,886	1,129,378	1,111,332
Expenses:						
General government	\$ 84,083	88,323	-	-	84,083	88,323
Public service	124,418	127,055	-	-	124,418	127,055
Public safety	371,649	363,271	-	-	371,649	363,271
Development	53,206	55,971	-	-	53,206	55,971
Health	37,229	38,690	-	-	37,229	38,690
Recreation and parks	76,780	77,834	-	-	76,780	77,834
Public utilities	-	-	-	-	-	-
Interest on long-term debt	38,036	37,845	-	-	38,036	37,845
Water	-	-	91,796	91,910	91,796	91,910
Sanitary sewer	-	-	110,047	107,459	110,047	107,459
Storm sewer	-	-	18,606	18,321	18,606	18,321
Electric	-	-	54,872	54,181	54,872	54,181
Total expenses	\$ 785,401	788,989	275,321	271,871	1,060,722	1,060,860
Increase in net assets before transfers	53,672	18,457	14,984	32,015	68,656	50,472
Transfers	(5,812)	(60,136)	5,812	60,136	-	-
Increase (decrease) in net assets	47,860	(41,679)	20,796	92,151	68,656	50,472
Net asset -- January 1st	\$ 909,026	950,705	710,015	617,864	1,619,041	1,568,569
Net asset -- December 31st	\$ 956,886	909,026	730,811	710,015	1,687,697	1,619,041

Governmental activities. Governmental activities increased the City's net assets by \$47.8 million. Key elements of the changes in net assets are as follows:

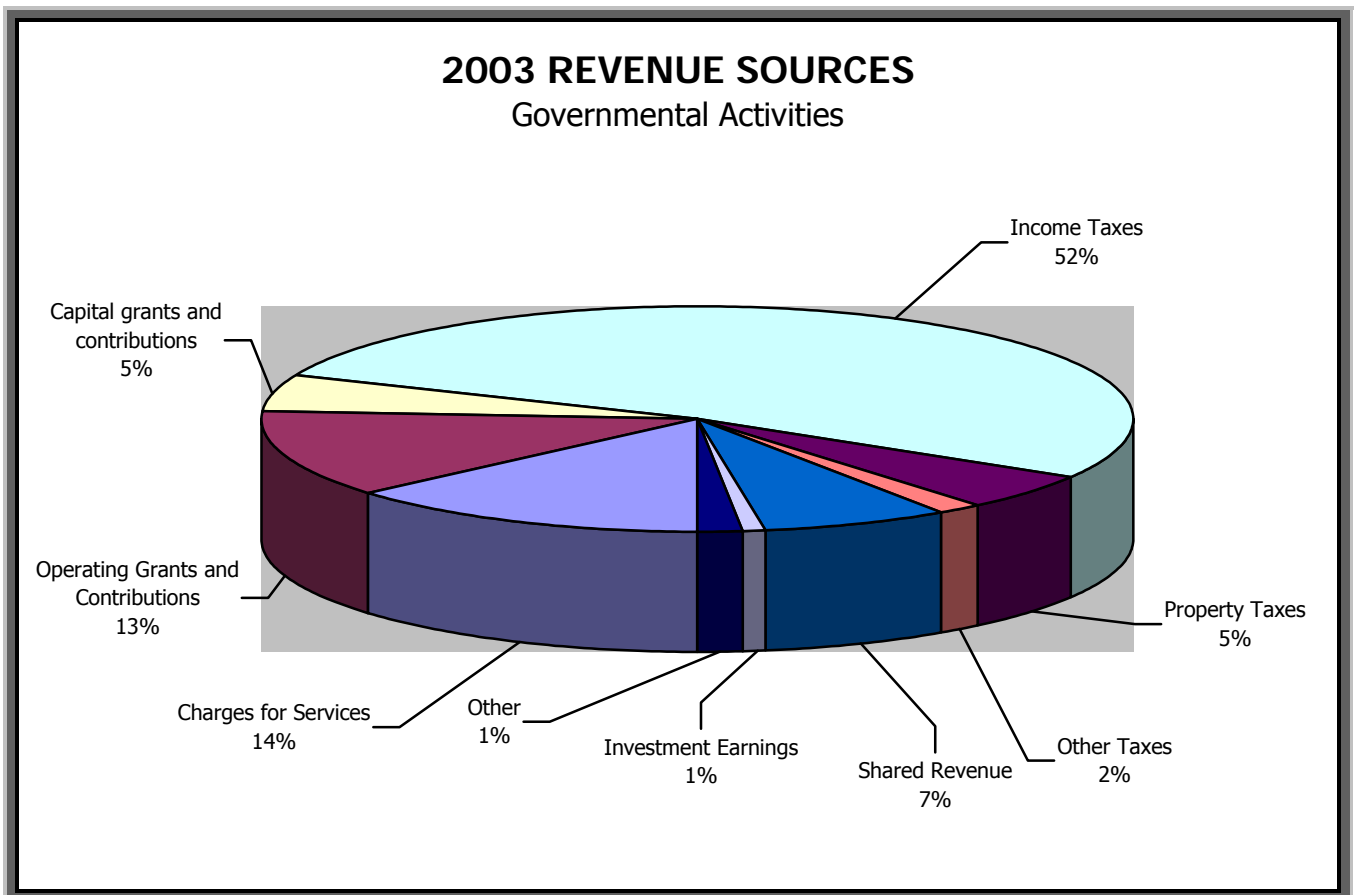
- Charges for services increased \$6.5 million or 6.0 percent.
- Income tax revenue increased \$4.8 million or 1.1 percent on a full accrual basis.
- Capital grants and contributions increased \$11.3 million or 34.7 percent due to an increase in donated infrastructure in 2003.
- Investment earnings decreased \$6.0 million or 42.3 percent.
- Expense decreased \$3.6 million or 0.45 percent in 2003.

The increase in charges for services was primarily due to new charges for emergency medical transportation and for police services in local public schools.

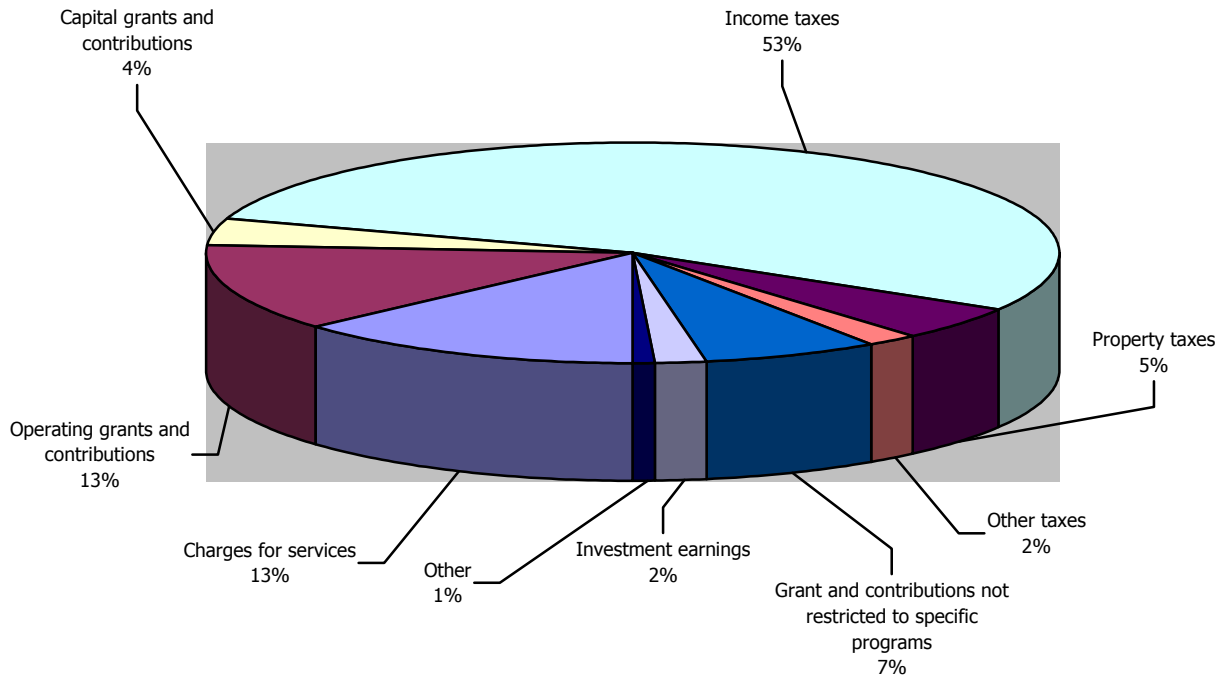
Income tax revenue, which represents 52 percent of the City's governmental revenue, increased \$4.8 million or 1.1 percent in 2003 (in 2002, income tax revenue decreased \$3.3 million). The modest income tax revenue increase is attributed to the current state of the local economy.

Investment earnings decreased \$6.0 million due to decreasing invested cash balances and low rates earned by investments permitted by the City code.

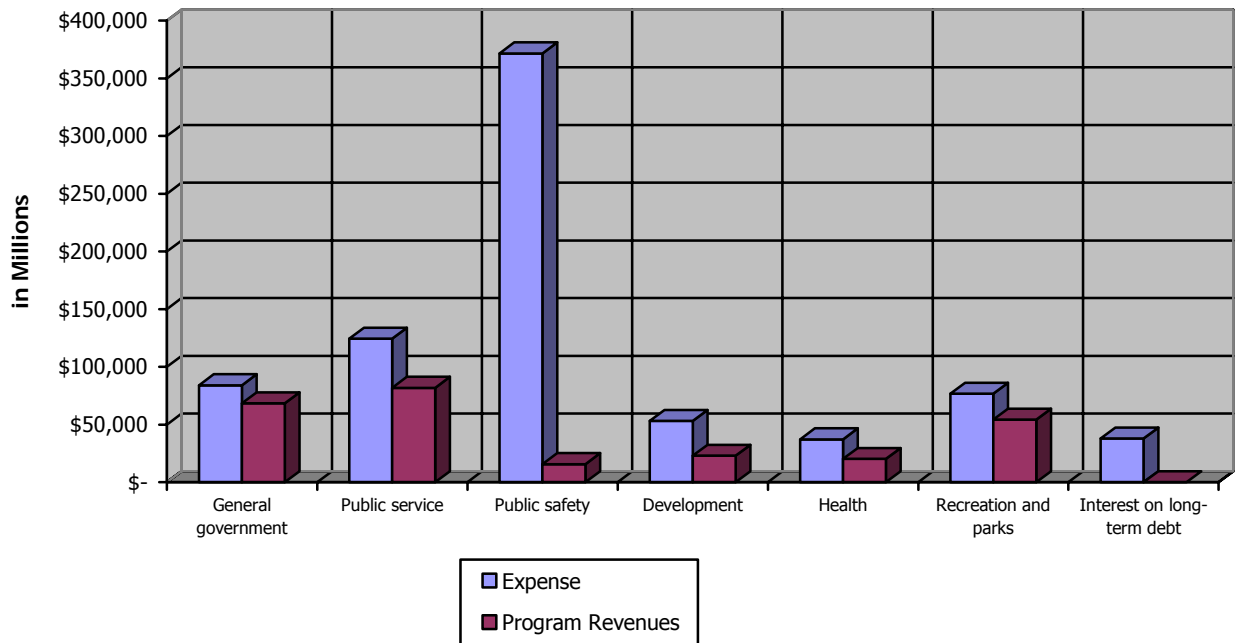
Governmental activity expenses decreased \$3.6 million in 2003. The City continued its efforts in cost containment during 2003. Current year expenses were 93.6 percent of current year revenues. This percentage is down from 97.7 percent in 2002.

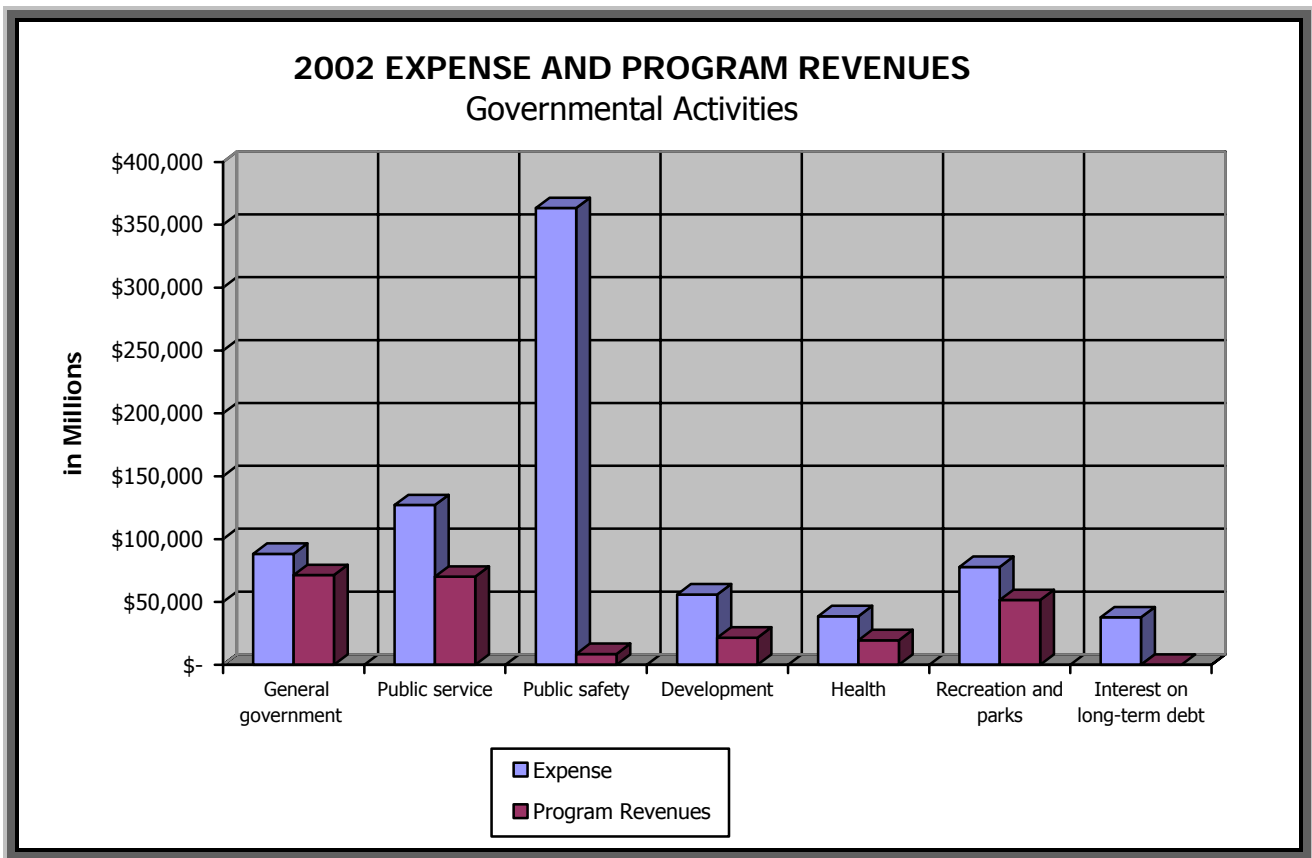


2002 REVENUE SOURCES Governmental Activities



2003 EXPENSE AND PROGRAM REVENUES Governmental Activities





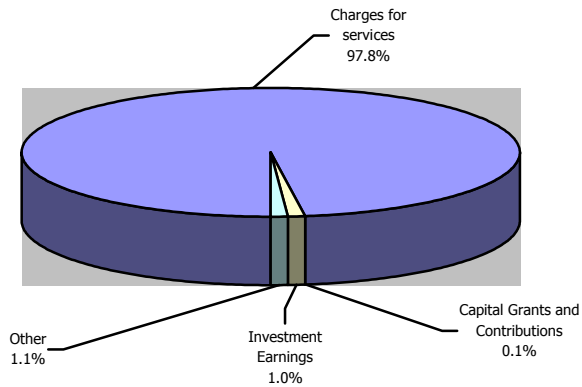
Business-type activities. Business-type activity net assets increased by \$20.8 million. Key elements of changes in net assets are as follows.

- Charges for services decreased \$7.7 million or 2.6 percent.
- Investment earnings decreased \$3.4 million or 53.5 percent.
- The transfers of \$5.8 million in 2003 represents a transfer from the overfunded Employee Benefits Self-Insurance Internal Service Fund for monies previously paid to that fund from business-type activity resources.
- Expenses increased only \$3.4 million or 1.3 percent in 2003.

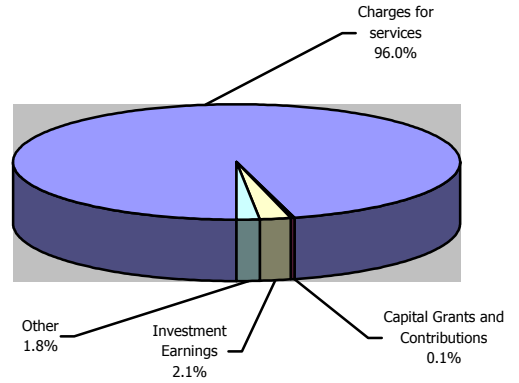
The increase in business-type activities net assets was \$20.8 million. This increase resulted from containment of costs relative to decreased revenues in the related to enterprise activities for 2003. The percent of annual expense to annual revenue increased from 89.5 percent in 2002 to 94.8 percent in 2003. Charges for services, which represents 97.8 percent of business-type activity revenues, decreased \$7.7 million or 2.6 percent.

Investment earnings decreased \$3.4 million due to decreasing invested cash balances and low rates earned by investments permitted by the City code.

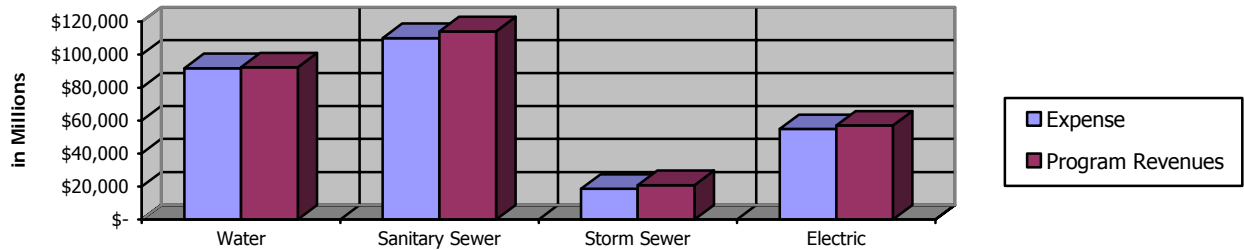
2003 REVENUE SOURCES Business-type Activities



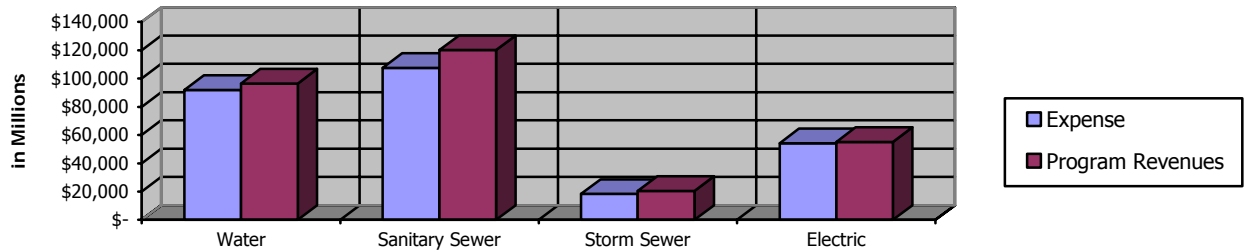
2002 REVENUE SOURCES Business-type Activities



2003 EXPENSE AND PROGRAM REVENUES Business-type Activities



2002 EXPENSE AND PROGRAM REVENUES Business-type Activities



Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2003, the City's governmental funds reported combined ending fund balances of \$339 million, a decrease of \$73.2 million in comparison with the prior year. Approximately \$103.4 million of this amount constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period and for non-current loans receivable.

The general fund is the chief operating fund of the City. At December 31, 2003, unreserved fund balance of the general fund was \$38.6 million, while total fund balance was \$53.1 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures (including transfers out). Unreserved fund balance represents 7.3 percent of total general fund expenditures (including transfers out), while total fund balance represents 10 percent of that same amount.

The fund balance of the City's general fund decreased by \$5.7 million during 2003 as expenditures continued to outpace revenues. This decrease was significantly lower than the \$36.5 million 2002 decline in the fund balance of the general fund. Key factors in the improved results are as follows:

- Total revenues increased only \$6.0 million or 1.2 percent.
- Income tax revenue, which represents 62.7 percent of general fund revenues (including transfers in) increased \$2.5 million or .7 percent.
- Investment earnings decreased \$5.5 million due to decreasing invested cash balances and low rates earned by investments permitted by the City code.
- Charges for services increased \$6.2 million primarily due to new charges for emergency medical transportation and for police services in local public schools.
- Expenditures (including transfers out) decreased by \$11.5 million or 2.1 percent. In 2003, the City continued its commitment to cost containment. The decrease in general fund expenditures and transfers out (2003 vs. 2002) is the first year-to-year decrease since the City's first began issuing financial reports in accordance with generally accepted accounting principles in 1979.

The general bond retirement debt service fund has a total fund balance of \$1.326 million. The net decrease in fund balance during 2003 in this fund was approximately \$142 thousand. The

general bond retirement fund is funded primarily with income tax revenue at the level necessary to meet debt service requirements.

The special income tax debt service fund has a total fund balance of \$151.2 million. The net decrease in fund balance during 2003 in this fund was approximately \$551 thousand. One quarter of the City's income tax revenue is set aside to meet debt service requirements for governmental activity type debt. Those income tax revenues not required in the general bond retirement fund, as noted above, are recorded in the special income tax fund

Proprietary funds. The City's proprietary funds provide the same information found in the government-wide financial statements, but in more detail.

Unrestricted net assets at the end of the year amounted to \$51.0 million, \$79.1 million, \$7.0 million and \$622 thousand for the water, sanitary sewer, storm sewer and electricity enterprises, respectively. The growth in net assets in the water, sanitary sewer, storm sewer and electricity enterprise funds was \$3.7 million, \$7.8 million, \$5.9 million and \$3.2 million, respectively. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

The final amended general fund budget had total appropriations of approximately \$2.6 million less than the original budget. The total original appropriations, including those for transfers out, were \$546.5 million, while the final appropriations were \$549.1 million. Final 2003 appropriations were only 3.9 percent higher than the final 2002 appropriations and 1.6 percent higher than actual 2003 budget basis expenditures. In order to balance the 2003 budget, the City had to use \$10.2 million from its economic stabilization subfund, a component of the general fund; 2003 was the first year this subfund was used since it was established in 1988. In addition, the general fund received a non-recurring transfer of \$14.157 million from the over funded Employee Benefits Self-Insurance Internal Service Fund in 2003. This transfer represented monies previously paid into the internal service fund from the general fund.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for governmental and business-type activities as of December 31, 2003, amounts to \$2.8 billion (net of accumulated depreciation). This investment in capital assets includes land, buildings, systems, improvements, machinery and equipment, park facilities, roads, curbs and gutters, streets and sidewalks, and drainage systems. The total increase in the City's investment in capital assets for 2003 was 5.6 percent (a 5.7 percent increase for governmental activities and a 5.5 percent increase for business-type activities).

Capital Assets, net of depreciation (amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2003	2002	2003	2002	2003	2002
Land	\$ 195,303	175,032	45,364	43,052	240,667	218,084
Buildings	203,891	195,660	71,721	75,424	275,612	271,084
Improvements other than buildings	89,010	87,424	1,162,377	1,084,589	1,251,387	1,172,013
Machinery and equipment	58,424	72,126	23,397	28,168	81,821	100,294
Infrastructure	759,561	705,289	71,249	66,355	830,810	771,644
Construction in progress	-	-	116,777	115,744	116,777	115,744
Total	\$ 1,306,189	1,235,531	1,490,885	1,413,332	2,797,074	2,648,863

Major capital asset events during 2003 included the following:

- Total capital assets, net of accumulated depreciation, increased \$148.2 million.
- Business-type activity capital assets increased by \$77.5 million or \$126.1 million, net of \$48.6 million in current year depreciation expense. The increase was due to: \$7.8 million in water plant and water line improvements; \$43.5 million in sanitary sewer plant improvements; \$22.9 million in sanitary sewer line improvements; \$6.1 million improvements on floodwall; \$2.5 million street light, transformer and cable improvements and expansion in electricity division; and \$43.3 million in other improvements.
- Governmental activity capital assets increased by \$70.7 million or \$119.2 million, net of \$48.5 million in current year depreciation expense. This increase was due to: \$26 million in donated streets; \$54 million in traffic signals and other street improvements; \$7.5 million in land and other improvements related to new and future park sites; \$9.9 million in buildings and improvements related to the Northland Mall project; \$4.6 million in fire station building and rehabilitation; \$2 million in fire vehicles; \$5.6 million related to the police academy, central safety building and police substations; and \$9.6 million in other improvements.

Additional information on the City's capital assets can be found in Note F on pages 92 – 93 of this report.

Long-term debt. At December 31, 2003, the City, the primary government, had \$1.7 billion of long-term bonds and loans outstanding. All assessment bonds and notes issued by the City are general obligation bonds and notes (\$166,500 in governmental activities bonds; \$1,772,113 and \$1,693,000 in business-type activities bonds and notes, respectively) and are included herein. The remainder of the City's debt represents bonds secured solely by specified revenue sources (i.e. revenue bonds).

City of Columbus
General Obligation and Revenue Bonds Outstanding
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2003	2002	2003	2002	2003	2002
General obligation bonds, notes and capital leases	\$ 699,675	756,732	521,703	570,841	1,221,378	1,327,573
Revenue bonds	38,555	38,263	440,517	411,281	479,072	449,544
Total	\$ 738,230	794,995	962,220	982,122	1,700,450	1,777,117

Total long-term bonds and loans outstanding at December 31, 2003 decreased \$76.7 million or 4.3 percent as compared to the amount outstanding at December 31, 2002, primarily due to the maturities paid during the year. Key events contributing to the change in long-term debt balances are as follow:

- On June 5, 2003, the City sold \$114.255 million of general Obligation Refunding Bonds (\$40.985 million and \$73.27 million, governmental and business-type activities, respectively), dated June 17, 2003. The Refunding Bonds consisted of two series: \$72.57 million of unlimited (voted) bonds with a final maturity of July 1, 2018 and \$41.685 million of limited (unvoted) bonds with a final maturity of July 1, 2011. The Refunding Bonds refunded \$123.340 million of various purpose bonds (\$44.235 million and \$79.105 million, governmental and business-type activities, respectively) issued on February 15, 1993 and March 15, 1993. These bonds were called on their call dates of July 1, 2003 and September 1, 2003.
- A long term TIF revenue note for governmental activities of \$1.837 million; repayment of which is conditional upon the TIF producing adequate revenues, was issued during 2003.
- At various dates throughout 2003 the City issued additional governmental activities long term notes to the Ohio Public Works Commission for \$600,000; business-type activities long term notes to the Ohio Water Development Authority for the sanitary sewer enterprise of \$56.6 million and \$1.693 million of general obligation assessment notes for the electricity enterprise.

The City's general obligation bond ratings by Standard & Poor's Corporation and Moody's Investor Services, Inc. are "AAA" and "Aaa", respectively. The City's bond ratings are shown in the following table.

Type	Moody's	Standard & Poor's
General Obligation Bonds – Fixed Rate	Aaa	AAA
General Obligation – Variable Rate Demand Bond	Aaa/VMIG1	AAA/A1+
1999 Water System Revenue Refunding Bonds	Aa2	AA
1994 Sanitary Sewer System Adjustable Rate Refunding Revenue Bonds	Aa2/VMIG1	AA/A1+
2002 Sanitary Sewer System Revenue Refunding Bonds	Aa2	AA

The City is within all of its legal debt limitations. The Ohio Revised Code provides that the net debt (as defined in the Ohio Revised Code) 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 municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2003, the City's total net debt amounted to 3.57% of the total assessed value of all property within the City. Unvoted net debt amounted to 0.17% of the total assessed value of all property within the City. The City had a legal debt margin for total debt of \$1,004.763 million and a legal debt margin for unvoted debt of \$772.013 million. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions. The actual aggregate amount of the City's unvoted debt, when added to that of other political subdivisions within the respective counties in which Columbus lies, is limited to ten mills. This millage is measured against the property values in each overlapping district. At December 31, 2003, the millage amounts were as follows:

Political subdivision of State of Ohio	Mills Required		
	Franklin County	Fairfield County	Delaware County
Direct			
City of Columbus	3.5585	3.5585	3.5585
Overlapping			
County	0.6298	1.9337	2.1990
School District	0.8168	-	-
JVSD	-	0.0421	0.0223
Total	<u>5.0051</u>	<u>5.5343</u>	<u>5.7798</u>
Maximum millage permitted	<u>10.0000</u>	<u>10.0000</u>	<u>10.0000</u>

Additional information regarding the City's long-term debt can be found in Note G on pages 93 – 104 of this report.

Economic Factors and Next Year's General Fund Budget

The City's key objectives set for the 2004 budget were jobs, safety and long-term fiscal stability. With the uncertainty surrounding the economy, the City considered the impact on two primary revenue sources: income tax revenue and state shared revenue. The average unemployment rate for Franklin County in 2003 (4.7%) was the highest since 1993 (4.6%).

In the 2004 budget process City Council decided that it was important to: 1) continue the City's investment in job creation; 2) put the highest premium on safety for the people of Columbus and City employees; and 3) adopt a budget designed to promote long-term fiscal stability. In order to meet the objectives of the 2004 budget, the City recognized the need to continue its pattern of cost containment while pursuing new revenue sources.

General fund expenditure appropriations for 2004 have been approved by City Council in the amount of \$532.6 million. This appropriation level is approximately \$7.7 million less than actual 2003 general fund budgetary basis expenditures. The appropriation level was set based on estimated revenues in the general fund of \$533.7 million for 2004. That revenue estimate includes a combined transfer in to the general fund totaling \$25 million from the balance of the Economic Stabilization Fund and the anticipated SWACO transaction, described below. The anticipated decrease in expenditures for 2004 will primarily be the result of reduction of staff. The City continues to pursue cost containment opportunities.

The Solid Waste Authority of Central Ohio (SWACO) is presently preparing to issue approximately \$60 million of revenue bonds. SWACO is a separate and distinct political subdivision of the State of Ohio. Its primary task is to dispose of garbage. As fully described in Note H, SWACO leased, in 1993, a trash burning power plant from the City. After the plant's closure in 1994, SWACO became and continues to be in arrears in lease payments to the City. The City expects to receive approximately \$55 million from SWACO as part of the bond proceeds. The \$55 million payment to the City will satisfy the lease payment arrearages and the 2004 scheduled lease payment. Monies received by the City will initially be deposited in the Economic Stabilization fund; a subfund within the general fund. The transaction is expected to be completed in first half, 2004.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show accountability for the money it receives. This report is also available on the City's website at www.cityofcolumbus.org. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City Auditor's Office, 90 West Broad Street, Columbus, Ohio, 43215.

BASIC FINANCIAL STATEMENTS

City of Columbus, Ohio

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City of Columbus, Ohio

Exhibit 1

Statement of Net Assets

December 31, 2003

(amounts expressed in thousands)

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents with treasurer	\$ 346,516	\$ 104,596	\$ 451,112
Cash and cash equivalents with fiscal and escrow agents and other	430	-	430
Investments	3,244	-	3,244
Receivables (net of allowance for uncollectibles)	269,944	42,330	312,274
Due from:			
Other governments	61,563	-	61,563
Others	4,957	-	4,957
Internal Balances	(3,674)	3,674	-
Inventory	923	14,589	15,512
Deferred charges and other	789	1,612	2,401
Restricted assets:			
Cash and cash equivalents with treasurer and other	-	63,632	63,632
Cash and cash equivalents with trustees	-	8,677	8,677
Accrued interest receivable	-	2	2
Capital Assets:			
Land and construction in progress	195,303	162,141	357,444
Other capital assets, net of accumulated depreciation	1,110,886	1,328,744	2,439,630
Total assets	1,990,881	1,729,997	3,720,878
LIABILITIES			
Accounts payable and other current liabilities	22,668	9,183	31,851
Customer deposits	-	352	352
Accrued wages and benefits	33,508	2,441	35,949
Accrued interest payable	5,814	6,088	11,902
Due to:			
Other Governments	4,456	1,199	5,655
Other	8,600	77	8,677
Matured bonds and interest payable	1,733	-	1,733
Payable from restricted assets:			
Accounts payable	-	4,391	4,391
Due to other	-	34	34
Accrued interest	-	6,299	6,299
Deferred revenue and other	163,861	2,528	166,389
Current portion of:			
Accrued vacation and sick leave	39,900	4,374	44,274
Capital Leases	870	-	870
Notes payable	316	468	784
Bonds payable	80,188	81,939	162,127
Long-term portion of:			
Accrued vacation and sick leave	15,225	-	15,225
Capital Leases	870	-	870
Notes payable	3,826	1,225	5,051
Bonds payable, net	652,160	878,588	1,530,748
Total liabilities	1,033,995	999,186	2,033,181
NET ASSETS			
Invested in capital assets, net of related debt	588,676	528,665	1,117,341
Restricted for:			
Capital projects	65,944	59,209	125,153
Debt service	183,436	2,378	185,814
Other purposes	49,603	-	49,603
Unrestricted	69,227	140,559	209,786
Total net assets	\$ 956,886	\$ 730,811	\$ 1,687,697

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

City of Columbus, Ohio
Statement of Activities
For the Year Ended December 31, 2003
(amounts expressed in thousands)

<u>Functions/Programs</u>	<u>Program Revenues</u>			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 84,083	\$ 54,586	\$ 13,671	\$ 212
Public service	124,418	13,855	24,898	43,158
Public safety	371,649	11,975	3,765	-
Development	53,206	16,190	6,771	86
Health	37,229	8,044	12,197	-
Recreation and parks	76,780	10,350	43,590	381
Interest on long-term debt	38,036	-	-	-
Total governmental activities	<u>785,401</u>	<u>115,000</u>	<u>104,892</u>	<u>43,837</u>
Business-type activities:				
Water	91,796	92,276	-	-
Sanitary sewer	110,047	114,065	-	5
Storm sewer	18,606	20,878	-	-
Electric	54,872	56,723	-	294
Total business-type activities	<u>275,321</u>	<u>283,942</u>	<u>-</u>	<u>299</u>
Total	<u>\$ 1,060,722</u>	<u>\$ 398,942</u>	<u>\$ 104,892</u>	<u>\$ 44,136</u>

General revenues:
Income taxes
Shared revenues
Property taxes
Investment earnings
Hotel/Motel taxes
Municipal motor vehicle tax
Miscellaneous
Transfers
Total general revenues and transfers
Change in net assets
Net assets - beginning
Net assets - ending

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

Net (Expense) Revenue and Changes in Net Assets

Governmental Activities	Business-type Activities	Total
\$ (15,614)	\$ -	\$ (15,614)
(42,507)	-	(42,507)
(355,909)	-	(355,909)
(30,159)	-	(30,159)
(16,988)	-	(16,988)
(22,459)	-	(22,459)
(38,036)	-	(38,036)
<u>(521,672)</u>	<u>-</u>	<u>(521,672)</u>
-	480	480
-	4,023	4,023
-	2,272	2,272
-	<u>2,145</u>	<u>2,145</u>
-	<u>8,920</u>	<u>8,920</u>
<u>(521,672)</u>	<u>8,920</u>	<u>(512,752)</u>
436,842	-	436,842
56,878	-	56,878
45,660	-	45,660
8,196	2,975	11,171
11,440	-	11,440
2,966	-	2,966
13,362	3,089	16,451
(5,812)	<u>5,812</u>	-
<u>569,532</u>	<u>11,876</u>	<u>581,408</u>
47,860	20,796	68,656
<u>909,026</u>	<u>710,015</u>	<u>1,619,041</u>
<u>\$ 956,886</u>	<u>\$ 730,811</u>	<u>\$ 1,687,697</u>

City of Columbus, Ohio

Exhibit 3

Balance Sheet

Governmental Funds

December 31, 2003

(amounts expressed in thousands)

	<u>General</u>	<u>General Bond Retirement</u>	<u>Special Income Tax</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents:					
Cash and investments with treasurer	\$ 58,841	\$ 66	\$ 142,526	\$ 126,023	\$ 327,456
Cash and investments with fiscal and escrow agents and other	-	-	-	430	430
Investments	-	3,211	-	33	3,244
Receivables (net of allowances for uncollectibles)	115,287	198	129,150	25,276	269,911
Due from other:					
Governments	23,488	-	-	38,075	61,563
Funds	3,689	-	-	6,250	9,939
Interfund receivable	-	-	4,462	-	4,462
Total assets	<u>\$ 201,305</u>	<u>\$ 3,475</u>	<u>\$ 276,138</u>	<u>\$ 196,087</u>	<u>\$ 677,005</u>
LIABILITIES					
Accounts payable	3,794	-	898	13,939	18,631
Due to other:					
Governments	2,456	-	-	-	2,456
Funds	62	355	175	5,492	6,084
Other	6,450	-	2,150	-	8,600
Interfund payables	625	-	-	3,837	4,462
Deferred revenue and other	114,398	61	121,666	36,357	272,482
Matured bonds and interest payable	-	1,733	-	-	1,733
Accrued wages and benefits	20,390	-	-	3,152	23,542
Total liabilities	<u>148,175</u>	<u>2,149</u>	<u>124,889</u>	<u>62,777</u>	<u>337,990</u>
FUND BALANCES					
Reserved for:					
Encumbrances	14,539	-	34,356	167,666	216,561
Non-current loans receivable	-	-	-	19,091	19,091
Unreserved, reported in:					
General fund - designated for future years' expenditures	30,471	-	-	-	30,471
General fund - undesignated	8,120	-	-	-	8,120
Special revenue funds	-	-	-	(49,760)	(49,760)
Debt service funds	-	1,326	116,893	15,325	133,544
Capital projects funds	-	-	-	(19,012)	(19,012)
Total fund balances	<u>53,130</u>	<u>1,326</u>	<u>151,249</u>	<u>133,310</u>	<u>339,015</u>
Total liabilities and fund balances	<u>\$ 201,305</u>	<u>\$ 3,475</u>	<u>\$ 276,138</u>	<u>\$ 196,087</u>	<u>\$ 677,005</u>

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

City of Columbus, Ohio

Exhibit 3.1

Reconciliation of the Balance Sheet to the Statement of Net Assets
 Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Total **fund balances** for governmental funds (Exhibit 3) \$ 339,015

Total **net assets** reported for governmental activities in the statement of net assets is different because

Capital assets used in governmental activities (excluding internal service fund capital assets) are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	195,290	
Buildings, net of \$99,774 accumulated depreciation	202,802	
Improvements other than buildings, net of \$47,163 accumulated depreciation	86,644	
Machinery and equipment, net of \$141,671 accumulated depreciation	54,727	
Infrastructure, net of \$186,608 accumulated depreciation	759,561	
Total capital assets (See Note F)		1,299,024

Bond issuance costs associated with new debt issued by the City in 2003 were reported as expenditures in the governmental fund when the debt was issued, whereas bond issuance costs are deferred in the statement of net assets. Deferred bond issuance costs are amortized, over the life of the debt issued, as an adjustment to interest expense in the statement of activities. 789

Internal services funds (see Exhibit 5) are used by the City to account for the financing of goods or services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service fund net assets are 9,744

City income tax revenue related to 2003 (and prior tax years) will be collected beyond the 60 day period used to record revenue in the fund statements. Revenue and a corresponding receivable for this amount are included in the government-wide statements. 58,080

State shared revenue appropriated during the State of Ohio's fiscal year ended June 30, 2003 will be collected by the City in calendar year 2004. Revenue and a corresponding receivable for the amount appropriated but not received by December 31, 2003 are included in the government-wide statements 37,051

General obligation debt to be paid for by CRAA, a joint venture of the City. The revenue to be collected from CRAA was deferred in the funds statements, but recognized as revenue in the government-wide statements 13,500

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net assets. Also, during the year the City issued new debt. The deferred amount on refunding and premium received on the refunding were reported in the governmental fund when the debt was issued, whereas these amounts are deferred and amortized, over the remaining life of the new debt, as an adjustment to interest expense in the statement of activities

Balances at December 31, 2003 are:

Accrued wages and benefits		(3,798)
Accrued interest on bonds		(5,803)
Due to other governments		(2,000)
Accrued vacation and sick leave		(54,131)
Capital lease	(1,740)	
Bonds and notes payable	(720,202)	
Unamortized deferred amount on refunding	1,583	
Unamortized premiums	(14,226)	
Total long-term liabilities (see Note G)		(734,585)

Total **net assets** of governmental activities (Exhibit 1) \$ 956,886

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

City of Columbus, Ohio

Exhibit 4

Statement of Revenues, Expenditures, and Changes in Fund Balances
 Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	General	General Bond Retirement	Special Income Tax	Other Governmental Funds	Total Governmental Funds
REVENUES					
Income taxes	\$ 329,077	\$ 97,325	\$ 12,368	\$ 223	\$ 438,993
Property taxes	45,660	-	-	-	45,660
Grants and subsidies	-	-	-	86,992	86,992
Investment income	7,783	57	-	356	8,196
Special assessments	-	95	-	-	95
Licenses and permits	957	-	-	24,252	25,209
Shared revenues	57,170	-	-	24,304	81,474
Charges for services	33,961	-	-	26,977	60,938
Fines and forfeits	17,091	-	-	4,626	21,717
Miscellaneous	5,445	-	18,212	27,265	50,922
Total revenues	497,144	97,477	30,580	194,995	820,196
EXPENDITURES					
Current:					
General government	61,776	196	100	20,035	82,107
Public service	47,816	-	196	42,267	90,279
Public safety	360,893	-	-	2,207	363,100
Development	16,497	-	-	35,580	52,077
Health	267	-	-	36,839	37,106
Recreation and parks	501	-	107	70,682	71,290
Capital outlay	1,273	-	-	95,924	97,197
Debt service:					
Principal retirement and payment of obligation under capitalized lease	-	119,352	1,111	-	120,463
Interest and fiscal charges	-	39,698	461	-	40,159
Total expenditures	489,023	159,246	1,975	303,534	953,778
Excess(deficiency) of revenues over expenditures	8,121	(61,769)	28,605	(108,539)	(133,582)
OTHER FINANCING SOURCES (USES)					
Transfers in	27,680	61,627	4,481	65,738	159,526
Transfers out	(41,529)	-	(78,901)	(26,432)	(146,862)
Proceeds from bonds and long-term notes issued	-	-	40,985	2,437	43,422
Premium on bond issuance	-	-	4,279	-	4,279
Total other financing sources (uses)	(13,849)	61,627	(29,156)	41,743	60,365
Net change in fund balance	(5,728)	(142)	(551)	(66,796)	(73,217)
Fund balances—beginning of year	58,858	1,468	151,800	200,106	412,232
Fund balances—end of year	\$ 53,130	\$ 1,326	\$ 151,249	\$ 133,310	\$ 339,015

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

City of Columbus, Ohio

Exhibit 4.1

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2003
(amounts expressed in thousands)

Net change in fund balances - total governmental funds (Exhibit 4)	\$ (73,217)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets, which meet capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense. This amount includes the adjustment for capital outlay expenditures capitalized (\$95,289 of total capital outlay of \$97,197 met the capitalization requirements) offset by depreciation expense (\$48,526) and loss on disposal of assets (\$324) in the current period. The City had donated infrastructure of \$26,265 in 2003 which is not reported in the governmental funds.	72,704
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The amount is the net effect of the reversal of prior year items against current year accruals.	(2,443)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums and deferred amount on refundings when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amount is the net effect of these differences in the treatment of long-term debt and related items.	69,719
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(1,700)
Net loss of certain activities of internal service funds are reported with governmental activities.	(17,203)
Changes in net assets of governmental activities (Exhibit 2)	<u>\$ 47,860</u>

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

City of Columbus, Ohio

Exhibit 5

Statement of Net Assets

Proprietary Funds

December 31, 2003

(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Sanitary		Storm	Electricity	Total	Activities -
	Water	Sewer	Sewer			Internal
					Service Funds	
ASSETS						
Current assets:						
Cash and cash equivalents with treasurer	\$ 36,310	\$ 63,561	\$ 4,249	\$ 476	\$ 104,596	19,060
Receivables (net of allowance for uncollectibles)	14,130	18,442	3,715	6,043	42,330	33
Due from other funds	696	271	194	427	1,588	208
Inventory	7,082	6,768	-	739	14,589	923
Total current assets	58,218	89,042	8,158	7,685	163,103	20,224
Noncurrent assets:						
Deferred charges and other	665	882	59	6	1,612	-
Restricted assets:						
Cash and cash equivalents with treasurer and other	37,326	3,371	20,980	1,955	63,632	-
Cash and cash equivalents with trustees	1,786	6,891	-	-	8,677	-
Accrued interest receivable	-	2	-	-	2	-
Capital Assets:						
Land and construction in progress	54,749	98,519	6,919	1,954	162,141	13
Other capital assets, net of accumulated depreciation	296,825	887,164	71,249	73,506	1,328,744	7,152
Total noncurrent assets	391,351	996,829	99,207	77,421	1,564,808	7,165
Total assets	449,569	1,085,871	107,365	85,106	1,727,911	27,389
LIABILITIES						
Current liabilities:						
Accounts payable	1,674	3,847	542	3,120	9,183	4,037
Customer deposits	-	-	-	352	352	-
Due to other:						
Governments	955	127	47	70	1,199	-
Funds	26	581	-	97	704	-
Others	-	4	-	73	77	-
Payable from restricted assets:						
Accounts payable	712	3,348	-	331	4,391	-
Due to others	-	25	-	9	34	-
Accrued interest payable	364	5,935	-	-	6,299	-
Deferred revenue and other	-	274	-	2,254	2,528	-
Accrued interest payable	2,271	3,180	464	173	6,088	11
Accrued wages and benefits	1,064	1,007	72	298	2,441	6,168
Accrued vacation and sick leave	1,861	1,783	98	632	4,374	994
Current portion of:						
Bonds and loans payable	25,392	47,060	4,871	5,084	82,407	655
Total current liabilities	34,319	67,171	6,094	12,493	120,077	11,865
Noncurrent liabilities:						
Bonds and loans payable, net	246,436	547,876	61,981	23,520	879,813	2,990
Total noncurrent liabilities	246,436	547,876	61,981	23,520	879,813	2,990
Total liabilities	280,755	615,047	68,075	36,013	999,890	14,855
NET ASSETS						
Invested in capital assets, net of related debt	79,746	390,747	11,316	46,856	528,665	3,520
Restricted for:						
Construction	36,614	-	20,980	1,615	59,209	-
Debt Service	1,422	956	-	-	2,378	-
Unrestricted	51,032	79,121	6,994	622	137,769	9,014
Total net assets	\$ 168,814	\$ 470,824	\$ 39,290	\$ 49,093	728,021	\$ 12,534
Adjustment to consolidate the internal service fund activities.					2,790	
Total net assets per the government-wide Statement of Net Assets					<u>\$ 730,811</u>	

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

CITY OF COLUMBUS, OHIO

Exhibit 6

Statement of Revenues, Expenses, and Changes in Fund Net Assets
 Proprietary Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Sanitary					Activities -
	Water	Sewer	Storm Sewer	Electricity	Total	Internal Service Funds
Operating revenue:						
Charges for service	\$ 92,276	\$ 114,065	\$ 20,878	\$ 56,723	\$ 283,942	\$ 101,810
Other	862	1,441	65	885	3,253	55
Total operating revenue	<u>93,138</u>	<u>115,506</u>	<u>20,943</u>	<u>57,608</u>	<u>287,195</u>	<u>101,865</u>
Operating expenses:						
Personal services	33,191	26,446	8,219	8,956	76,812	17,118
Materials and supplies	10,182	4,397	464	512	15,555	9,650
Contractual services	20,222	32,230	4,389	5,226	62,067	71,159
Purchased power	-	-	-	34,566	34,566	-
Depreciation	15,550	27,727	2,043	3,303	48,623	2,878
Other	528	1,132	119	1,053	2,832	6
Total operating expense	<u>79,673</u>	<u>91,932</u>	<u>15,234</u>	<u>53,616</u>	<u>240,455</u>	<u>100,811</u>
Operating income	<u>13,465</u>	<u>23,574</u>	<u>5,709</u>	<u>3,992</u>	<u>46,740</u>	<u>1,054</u>
Nonoperating revenue (expenses):						
Investment income	1,075	1,222	635	43	2,975	-
Interest expense	(12,113)	(18,189)	(3,409)	(1,260)	(34,971)	(196)
Other, net	74	59	-	2	135	520
Total nonoperating revenue (expenses)	<u>(10,964)</u>	<u>(16,908)</u>	<u>(2,774)</u>	<u>(1,215)</u>	<u>(31,861)</u>	<u>324</u>
Income before transfers	<u>2,501</u>	<u>6,666</u>	<u>2,935</u>	<u>2,777</u>	<u>14,879</u>	<u>1,378</u>
Transfers in	1,226	1,191	3,014	381	5,812	524
Transfers out	-	-	-	-	-	(19,000)
Change in net assets	<u>3,727</u>	<u>7,857</u>	<u>5,949</u>	<u>3,158</u>	<u>20,691</u>	<u>(17,098)</u>
Total net assets - beginning	<u>165,087</u>	<u>462,967</u>	<u>33,341</u>	<u>45,935</u>		<u>29,632</u>
Total net assets - ending	<u>\$ 168,814</u>	<u>\$ 470,824</u>	<u>\$ 39,290</u>	<u>\$ 49,093</u>		<u>\$ 12,534</u>
Adjustment to consolidate the internal service fund activities.					105	
Total change in net assets of business-type activities					<u>\$ 20,796</u>	

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

City of Columbus, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2003
(amounts expressed in thousands)

Exhibit 7

	Business-type Activities - Enterprise Funds					Governmental Activities -
	Sanitary					Internal Service
	Water	Sewer	Storm Sewer	Electricity	Total	Funds
Operating activities:						
Cash received from customers	\$ 93,402	\$ 124,898	\$ 21,257	\$ 56,706	\$ 296,263	\$ 102,010
Cash paid to employees	(33,445)	(32,766)	(2,239)	(9,056)	(77,506)	(17,210)
Cash paid to suppliers	(31,517)	(37,576)	(11,120)	(40,627)	(120,840)	(83,826)
Other receipts	168	457	-	674	1,299	55
Other payments	(757)	(918)	(131)	(311)	(2,117)	(6)
Net cash provided by operating activities	<u>27,851</u>	<u>54,095</u>	<u>7,767</u>	<u>7,386</u>	<u>97,099</u>	<u>1,023</u>
Noncapital financing activities:						
Transfers in	1,226	1,191	3,014	381	5,812	524
Transfers out	-	-	-	-	-	(19,000)
Net cash provided by (used in) noncapital financing activities	<u>1,226</u>	<u>1,191</u>	<u>3,014</u>	<u>381</u>	<u>5,812</u>	<u>(18,476)</u>
Capital and related financing activities:						
Proceeds from sale of assets	74	59	-	2	135	-
Purchases of property, plant and equipment	(16,818)	(80,582)	(7,533)	(5,505)	(110,438)	(312)
Proceeds from issuance of bonds, loans and notes	29,490	94,573	4,555	2,983	131,601	-
Principal payments on bonds and loans	(56,028)	(85,041)	(9,696)	(6,011)	(156,776)	(595)
Interest and fiscal charges paid on bonds, loans and notes	(10,360)	(21,036)	(3,017)	(1,204)	(35,617)	(198)
Net cash used in capital and related financing activities	<u>(53,642)</u>	<u>(92,027)</u>	<u>(15,691)</u>	<u>(9,735)</u>	<u>(171,095)</u>	<u>(1,105)</u>
Investing activities:						
Interest received on investments	1,429	1,293	537	(65)	3,194	-
Net cash provided by investing activities	<u>1,429</u>	<u>1,293</u>	<u>537</u>	<u>(65)</u>	<u>3,194</u>	<u>-</u>
Increase (decrease) in cash and cash equivalents	(23,136)	(35,448)	(4,373)	(2,033)	(64,990)	(18,558)
Cash and cash equivalents at beginning of year (including \$110,773 in total restricted accounts)	<u>98,558</u>	<u>109,271</u>	<u>29,602</u>	<u>4,464</u>	<u>241,895</u>	<u>37,618</u>
Cash and cash equivalents at end of year (including \$72,309 in total restricted accounts)	<u>\$ 75,422</u>	<u>\$ 73,823</u>	<u>\$ 25,229</u>	<u>\$ 2,431</u>	<u>\$ 176,905</u>	<u>\$ 19,060</u>

(Continued)

City of Columbus, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2003
(amounts expressed in thousands)

Exhibit 7 (Continued)

	Business-type Activities - Enterprise Funds					Governmental
	Sanitary				Total	Activities -
	Water	Sewer	Storm Sewer	Electricity		Internal
						Service Funds
Operating income	\$ 13,465	\$ 23,574	\$ 5,709	\$ 3,992	\$ 46,740	\$ 1,054
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation	15,550	27,727	2,043	3,303	48,623	2,878
Amortization, net	(861)	(902)	(149)	(196)	(2,108)	-
Decrease (increase) in operating assets and increase (decrease) in operating liabilities:						
Receivables	1,559	2,820	379	47	4,805	(4)
Due from other funds	(696)	(215)	(26)	(97)	(1,034)	118
Inventory	(327)	(142)	-	(163)	(632)	80
Accounts payable - net of items affecting property, plant, and equipment	(704)	863	(153)	(225)	(219)	(2,094)
Customer deposits	-	-	-	22	22	-
Due to other funds	(141)	497	(31)	29	354	(37)
Deferred revenue	-	(82)	-	701	619	-
Accrued wages and benefits	(24)	(34)	(4)	(20)	(82)	(968)
Accrued vacation and sick leave	30	(11)	(1)	(7)	11	(4)
	<u>\$ 27,851</u>	<u>\$ 54,095</u>	<u>\$ 7,767</u>	<u>\$ 7,386</u>	<u>\$ 97,099</u>	<u>\$ 1,023</u>
Net cash provided by operating activities						
Supplemental information:						
Noncash activities:						
Change in fair value of investments	\$ 73	\$ 64	\$ 25	\$ 2	\$ 164	\$ -
OWDA loan increase for capitalized interest	\$ -	\$ 1,191	\$ -	\$ -	\$ 1,191	\$ -

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

City of Columbus, Ohio
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2003
(amounts expressed in thousands)

Exhibit 8

	Agency Funds
ASSETS	
Cash and cash equivalents:	
Cash and investments with treasurer	\$ 54,860
Cash and investments with trustee	78
Investments	21
Due from other funds	10
Receivables (net of allowances for uncollectibles)	2
Total assets	54,971
 LIABILITIES	
Due to:	
Other Governments	\$ 40,284
Other Funds	4,957
Other	9,730
Total liabilities	54,971
NET ASSETS	\$ -

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

NOTES TO THE FINANCIAL STATEMENTS

CITY OF COLUMBUS, OHIO

Notes to the Financial Statements

December 31, 2003

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Columbus (the City) was organized on March 3, 1834 and is a home-rule, municipal corporation under the laws of the State of Ohio. The City operates under the Council-Mayor form of government.

The accompanying financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, in that the financial statements include all the organizations, activities, functions, and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City. On this basis, the reporting entity of the City includes the following services as authorized by its charter: public service, public safety, development, health and recreation and parks. In addition, the City owns and operates four enterprise activities: a water system, a sanitary sewer system, a storm sewer system and an electricity distribution system.

In August 1990, the City's Council created the Columbus Municipal Airport Authority (CMAA), as permitted by State law, to manage the City's two airports. CMAA became operational in November 1991. Although CMAA was a separate legal entity, the City discretely presented the financial statements of CMAA pursuant to GASB Statement No. 14 as a part of the reporting entity through December 31, 2002. On December 12, 2002 the City of Columbus, Ohio, the Columbus Municipal Airport Authority and the County of Franklin, Ohio entered into the *Port Authority Consolidation and Joinder Agreement*. The effective date of the agreement was January 1, 2003. The agreement unites the operations of Columbus Municipal Airport Authority, created by the City in 1990, and the Rickenbacker Port Authority, created by the County in 1979 and dissolved by the County Commissioners via this action. The new entity is titled the *Columbus Regional Airport Authority (CRAA)*. The board of directors of the CRAA shall be its governing body and shall consist of nine (9) members; four (4) appointed by the Mayor of the City of Columbus, four (4) by the County Commissioners of Franklin County and one (1) jointly by the Mayor and the County Commissioners. Beginning January 1, 2003 the Columbus Regional Airport Authority (CRAA) was characterized as a Joint Venture of the City and the County. CRAA's financial activity is reported in the Notes contained in this report. Complete financial statements of CRAA may be obtained from CRAA's administration offices at 4600 International Gateway, Columbus, Ohio 43219.

The Franklin Park Conservatory Joint Recreation District (the Conservatory District) was created by the City (Resolution 109X-90) and Franklin County (Resolution 79-90) in 1990 pursuant to authority contained in Section 755.14(B) of the Ohio Revised Code (ORC). The agreement between the City and the County that created the Conservatory District in 1990 was amended by the City (Ordinance 1794-96) and the County (Resolution 800-96) in August 1996. The amendment increased the number of members of the Board of the Conservatory District from 10 to 17. Eight members of the Board are appointed by the Mayor of the City subject to confirmation by the City's Council and six members are appointed by the County. In addition, the Governor, the Speaker of the House of Representatives, and the President of the Senate of the State of Ohio each appoint one member to the Board pursuant to the authority contained in Section 755.14(B)(2) of the ORC. State appointed members are nonvoting members if they also serve as members of the Ohio General Assembly; no member presently serves in both roles. The Mayor of the City, therefore, does not appoint a voting majority of the Board.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The City contributed certain fixed assets to the Conservatory District at the time of its inception and has agreed to an annual operating subsidy, but subject to annual appropriation by the City's Council. Revenues, the operating subsidy, received by the Conservatory District in 2003 from the City were \$608,003; 15% of its total revenue and support. The City has authorized an operating subsidy of \$452,693 to the Conservatory District for 2004. In the event of the Conservatory District's liquidation, its assets will be transferred to the City.

Because the City's Mayor does not appoint a voting majority of the Conservatory District's Board and multiple governments participate in the board appointment process, the City accounts for and reports the financial activity of the Conservatory District as a joint venture pursuant to GASB Statements No. 14 and 39. The Conservatory District's financial activity is reported in the Notes contained in this report. Complete financial statements may be obtained from the Conservatory District at 1777 East Broad Street, Columbus, Ohio 43203.

The Columbus/Franklin County Affordable Housing Trust Corporation (AHT) was initially created as the Columbus Housing Trust Corporation, with Articles of Incorporation (Articles) filed with the Ohio Secretary of State on August 31, 2000. Amended Articles were then filed for AHT in May 2001. No single government or government official appoints a majority of the Board members. All are jointly appointed. In 2003 the City provided cash assistance to AHT of \$1,393,493. The County provided cash assistance of \$1.0 million. AHT's total support and revenue in 2003 was \$2.558 million. The City is committed through its legislation to provide a portion of its hotel-motel tax collections to AHT each year into the future. This commitment approximates \$1.0 million per year.

Since the Mayor does not singularly appoint a voting majority of AHT's board of trustees and multiple governments participate in both the board appointment process and the financial support of AHT, the City accounts for and reports the financial activity of AHT as a joint venture pursuant to GASB Statements No. 14 and 39. AHT's financial activity is reported in the Notes contained in this report. Complete financial statements of AHT may be obtained from Columbus/Franklin County Affordable Housing Trust Corporation, 1260 East Broad Street, Columbus, OH 43205-1453.

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. Beginning January 1, 2001, the City changed its financial reporting to comply with GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Upon implementing GASB Statement No. 34 for the year ended December 31, 2001, infrastructure assets at historical cost (retroactive to 1979) were included as part of the governmental capital assets reported in the government-wide statement. Thus, the depreciated value of construction costs for roads, curbs and gutters, streets and sidewalks, and drainage systems is reported. In conjunction with the implementation of GASB 34, the City also implemented GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, which rescinds some and modifies other financial statement disclosure requirements. For fiscal year 2003, the City implemented GASB Statement No. 40, *Deposits and Investment Risk Disclosures*. In November 2003, the GASB issued Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*. The provisions of this statement are effective for fiscal periods beginning after December 15, 2004. The City has not yet determined the effect, if any, GASB Statement No. 42 will have on its financial statements.

The following is a summary of the City's significant accounting policies:

(a) Government-wide and fund financial statements

Financial information of the City is presented in this report as follows.

- Management's discussion and analysis introduces the basic financial statements and provides an analytical overview of the City's financial activities.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- Basic financial statements:
 - Government-wide financial statements consist of a statement of net assets and a statement of activities.

These statements report all of the assets, liabilities, revenues, expenses and gains and losses of the City. Governmental activities are reported separately from business type activities. Governmental activities are normally supported by taxes and intergovernmental revenues whereas business type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. Fiduciary funds of the City are not included in these government-wide financial statements; however, separate financial statements are presented for the Fiduciary funds.

Interfund receivables and payables between governmental and business type activities have been eliminated in the government-wide Statement of Net Assets. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business type activities total column.

Internal service fund balances, whether positive or negative, have been eliminated against the expenses and program revenues shown in governmental activities Statement of Activities.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

- Fund financial statements consist of a series of statements focusing on information about the City's major governmental and enterprise funds. Separate financial statements are presented for the governmental, proprietary and fiduciary funds.

The City's major governmental funds are the General fund, the General Bond Retirement debt service fund, and the Special Income Tax debt service fund. Of the City's business type activities its Water, Sanitary Sewer and Electricity enterprise funds are considered major funds.

The General fund is the accounting entity in which all governmental activity, except that which is required to be accounted for in other funds, is accounted for. Its revenues consist primarily of taxes, investment income, licenses and permits, intergovernmental shared revenue, charges for services, fines and others.

General fund expenditures represent costs of general government; public service, including garbage collection and facilities management; public safety, including fire, police and communications; certain development costs and other. Resources of the General fund are also transferred annually to support services such as public recreation and public health, which are accounted for in separate special revenue funds.

The General Bond Retirement and the Special Income Tax debt service funds are accounting entities in which the City accounts for the accumulation of resources for and the

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

payment of general obligation debt; principal, interest and related expenditures. Revenues consist primarily of a portion of the City's income tax.

The Water enterprise fund, a major fund, is the accounting entity in which the City accounts for all financial activity related thereto. The City collects, purifies and sells water to city residents and certain suburban areas. Water is collected from surface areas (rivers) and wells. The City has three water treatment plants. Revenues consist primarily of user charges.

The Sanitary Sewer (sanitary sewer) enterprise fund, a major fund, is the accounting entity in which the City accounts for all financial activity related thereto. The City collects and treats effluent of City residents and residents of certain suburban areas. The City has two sewerage treatment plants. Revenues consist primarily of user charges.

The Storm Sewer (storm sewer) enterprise fund, a nonmajor fund, is the accounting entity in which the City accounts for all financial activity related thereto. Prior to 2002 storm sewer financial activities were accounted for in a special revenue fund and various capital project funds. Revenues consist primarily of user charges.

The Electricity enterprise fund, a major fund, is the accounting entity in which the City accounts for all the financial activity related thereto. The City purchases, but does not generate, and sells electricity to its 13,449 customers, both residential and commercial. Revenues consist primarily of user charges.

The City maintains various nonmajor internal service funds which are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government, generally on a cost reimbursement basis. The largest of these funds account for fleet management services and electronic information services.

Also maintained by the City are fiduciary funds such as agency funds used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

- Notes to the financial statements providing information that is essential to a user's understanding of the basic financial statements.
- Required supplementary information such as budgetary comparison schedules as required by GASB.

(b) Financial reporting presentation

The accounts of the City are organized on the basis of funds, 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 (expenses). Fund types are as follows:

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.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Special Revenue Funds—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 ordinances 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 long-term debt principal, interest, and related costs.

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

Permanent Funds—Permanent funds are for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting government's programs. The City, however, does not utilize Permanent funds.

PROPRIETARY FUNDS

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. The City has separate enterprise funds for its water, sanitary sewer, storm sewer, and electricity services.

Internal Service Funds—Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies 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. Assets held for other funds or governments include payroll taxes and other employee withholdings (which are combined into one agency fund for ease of payment) and income taxes and utility charges collected by the City on behalf of other governments. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Other Fiduciary funds; which, however, the City does not utilize are **Pension trust funds** used to account for resources that are required to be held in trust for the respective members or beneficiaries; **Investment trust funds** used to report the external portion of investment pools reported by the sponsoring government as required by GASB No. 31 and **Private-purpose trust funds** used to account for other trust arrangements which benefit individuals, private organizations or other governments.

(c) Measurement focus and bases of accounting

Except for budgetary purposes, the bases of accounting used by the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The government-wide and the proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide, proprietary and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include income taxes, property taxes, grants, shared revenue, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the taxpayer's liability occurs and revenue from property taxes is recognized in the fiscal year for which the taxes are levied. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, the City follows GASB guidance as applicable to its governmental and business-type activities, and Financial Accounting Standards Boards (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB Pronouncements. The City has elected to follow GASB guidance for business-type activities and enterprise funds rather than FASB guidance issued after November 30, 1989.

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America 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.

(d) Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in all funds. On the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities, but are reported as reservations of fund balances in governmental funds.

(e) Cash Equivalents

For purposes of the statement of cash flows, the Proprietary Funds consider all highly liquid investments held by trustees, with an original maturity of three months or less when purchased, to be cash equivalents. In addition, all cash and investments with treasurer are also considered to be cash equivalents because they are available to the Proprietary Funds on demand.

(f) Investments

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the City records all of its investments at fair value as defined in the statement.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The City does not engage in any form of derivatives or reverse repurchase agreements in the management of its investment portfolio. Only eligible investments with final maturities not greater than two years from time of purchase are permitted. The City's cash and investments are further explained in Note C.

(g) Inventory

Inventory is valued at cost utilizing the first-in, first-out method for enterprise funds and the average cost method for internal service funds. Items considered as inventory in the enterprise funds and internal service funds are accounted for as expenditures when acquired by governmental funds.

(h) Capital Assets

Capital assets, which include property, plant and equipment, and infrastructure (e.g. road, curbs and gutters, streets and sidewalks, and drainage systems) are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The City defines capital assets as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1979) are included as part of the governmental capital assets reported in the government-wide statements. Donated assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment is depreciated using the straight line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives (years)</u>
Autos and information processing equipment	5
Trucks	8
Equipment, furniture and fixtures	10
Heavy rescue equipment	25
Buildings, infrastructure, water lines and fire hydrants	40
Sewer mains and certain water assets	75-100

(i) Pensions

Pursuant to the modified accrual basis of accounting, governmental funds record the provision for pension cost when the obligation is incurred and will be liquidated with available and measurable resources. Pension cost for proprietary fund types is recorded when incurred (see Note K).

(j) Insurance

The City assumes the liability for most property damage and personal injury risks. Judgments and claims, including those incurred but not reported as of year-end, are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. The City insures certain of its major buildings. The policy has a \$100,000 deductible. No

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

losses occurred in 2001 or 2003 that exceeded insurance coverage. A fire occurred in January 2002 in which the City will sustain a loss of approximately \$100,000.

The City's division of Police operates a fleet of seven jet-powered helicopters. Five of these helicopters (models M/D 500E), valued at approximately \$1,000,000 each, are insured for both hull insurance (\$1,000,000 per helicopter with \$100,000 deductible) and liability insurance (\$10,000,000 per occurrence; \$1,000,000 per passenger not including crew; no deductible). The other two crafts (models Bell OH-58) are insured only for the liability insurance. No accidents or losses occurred in 2001, 2002 or 2003.

Additionally, the City provides medical, dental, and vision coverage for its employees on a self-insurance basis. Expenses for claims are recorded on a current basis based on an actuarially determined charge per employee. The City accounts for such activity in an Internal Service Fund in accordance with GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*.

A summary of changes in self-insurance claims liability follows:

	(in thousands)				
	2003	2002	2001	2000	1999
Claims liability at January 1	\$ 6,500	5,000	5,000	5,800	7,300
Incurred claims, net of favorable settlements	60,146	55,817	48,328	47,101	35,796
Claims paid	<u>(61,146)</u>	<u>(54,317)</u>	<u>(48,328)</u>	<u>(47,901)</u>	<u>(37,296)</u>
Claims liability at December 31	\$ <u>5,500</u>	<u>6,500</u>	<u>5,000</u>	<u>5,000</u>	<u>5,800</u>

Claims are accrued based upon estimates of the claims liabilities made by management and the third-party administrator of the City. These estimates are based on past experience and current claims outstanding. Actual claims experience may differ from the estimate. An actuary was used in the determination of the current liability. This claims liability is recorded in the Internal Service Fund as accrued wages and benefits.

(k) 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 and sick leave at various rates.

Vacation and sick leave accumulated by governmental fund type and proprietary fund type employees is reported as an expense when earned in the government-wide financial statements. Vacation and sick leave accumulated by governmental fund type employees is not reported as an expenditure in the governmental fund financial statements, as current financial resources are not used.

Payment of vacation and sick leave is dependent upon many factors; therefore, timing of future payments is 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.

(l) Debt Issuance Costs, Premiums, Discounts, and Accounting Losses (Refundings)

Bond premiums and discounts, as well as issuance costs and accounting losses on refundings, are deferred and amortized over the life of the bonds.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) Interfund Transactions

The City has the following types of transactions among funds:

- 1) *Reciprocal interfund loans*: Amounts provided by one fund to another with a requirement for repayment.
- 2) *Reciprocal interfund services provided and used*: Purchased and sales of goods and services between funds for a price approximating their external exchange value.
- 3) *Nonreciprocal interfund transfers*: Flows of assets between funds without equivalent flows of assets in return and without a requirement for repayment. This includes payments in lieu of taxes that are not payments for, and are not reasonably equivalent in value to, services provided.
- 4) *Nonreciprocal interfund reimbursements*: Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them.

The City's interfund receivables and payables at December 31, 2003 are presented in Note E. Transfers are presented in Note P.

- (n)** Pursuant to local statute and determined by an internal cost allocation plan certain costs initially borne by the General Fund are then billed as direct charges to other funds of the City. Revenues from these charges are accounted for in the government-wide Statement of Activities as general government and in the governmental funds Statement of Revenue, Expenditures and Changes in Fund Balances General Fund as charges for services. The corresponding expenses appear as function/program costs in the Statement of Activities.
- (o)** The City, in its proprietary funds, accounts for all recurring type revenues, including all revenues, which the City controls through statutory pricing or regulatory authority as operating revenues and all recurring type expense as operating expenses. Non-recurring revenues such as gains on sales of assets and revenues over which the City has minimal or no control, primarily interest earnings, are accounted for as nonoperating revenues. Interest expense and other non-recurring expenses over which the City has minimal or no control are reported as non-operating expense.
- (p)** The City complies with all restrictions governing the use of restricted assets. Such restrictions do not offer discretion regarding use of these resources in an unrestricted manner. Where capital funds, usually bond proceeds, are available capital assets are acquired from such resources. Capital assets can be, however, and to a lesser amount are, acquired from unrestricted resources.

NOTE B—COMMITMENTS AND CONTINGENCIES

(a) Litigation

The City is a defendant in a number of lawsuits pertaining to matters that are incidental to performing routine governmental and other functions. As of December 31, 2003, claims approximating \$327.2 million were outstanding against the City. Based on the current status of all these legal proceedings, it is the opinion of management that ultimate resolution of such will not have a material effect on the City's financial statements.

(b) Federal Grants

Under the terms of federal grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to

NOTE B—COMMITMENTS AND CONTINGENCIES (continued)

reimbursements to the grantor agencies. While questioned costs may occur, ultimate repayments required of the City have been infrequent in prior years.

(c) Franklin County Convention Facilities Authority (CFA)

The CFA is a separate and distinct entity created under the laws of Ohio. In June 1990, the CFA issued lease revenue bonds for the purpose of constructing a convention facility in downtown Columbus. Also in June 1990, the City and the County of Franklin, Ohio (the County) entered into a lease/sublease arrangement with the CFA pursuant to which the City and the County leased the convention facility as tenants in common from the CFA. The City and the County subleased the facility back to the CFA. The lease requires that the City and the County each pay rent to the CFA in an amount equal to one half of the debt service on the revenue bonds. Under the sublease, the CFA is required to pay rent to the County and the City in an amount equal to such debt service. Such sub rental payments are expected to be derived from the hotel/motel excise tax levied by the CFA, and if such tax is insufficient, from earnings on, and the principal amount of, certain reserve funds created in connection with the issuance of the revenue bonds. If the foregoing amounts are insufficient, the City agreed in the lease to apply that portion of the hotel/motel tax levied by the City and currently paid by the City to a convention and visitors bureau to the payment of rentals under the lease. If, after the application of the foregoing amounts, additional amounts are required to meet the City's and the County's obligations under the lease, such amounts will be paid by the City and the County, in equal shares, from their general resources, provided that their respective legislative bodies have appropriated funds for such purpose. No such payments were necessary prior to or during 2003. The lease will terminate as to the City and the County if their respective legislative bodies fail to appropriate amounts required for rentals thereunder. The total amount of these revenue bonds outstanding at December 31, 2003 was \$155.6 million net of premiums and discounts of \$8.4 million, or a gross amount of \$164.0 million.

(d) Other liabilities

At December 31, 2003, the City had certain other liabilities of Governmental Type Activities that will not be paid from funds available, as defined. The City wishes to fully disclose these liabilities. In accordance with *GASB Interpretation No. 6; Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, however, these liabilities are not accounted for, nor are they required to be, in the Fund financial statements contained in this report. Those liabilities are:

- (1) Accrued pensions in the amount of \$3.8 million represents the employer's share of certain pension costs. This amount is due and payable in March 2004 and is budgeted in 2004 appropriations. This amount, therefore, is not payable from 2003 available funds.

NOTE B—COMMITMENTS AND CONTINGENCIES (continued)

(2) Accrued vacation and sick leave are granted to City employees at varying amounts. At the time of the employee’s termination, such accruals are paid to the employee at varying rates from the fund to which the employee’s payroll is charged. Except for the unused portion of an employee’s prior year’s sick leave accrual which is recorded in the fund that ultimately disburses this accrual to the employee after year end, all other accrued vacation and sick leave applicable to governmental type activities is not reflected in the fund financial statements contained in this report. The long term liability activity related to compensated absences for the year ended December 31, 2003, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount payable within one year
	(in thousands)				
Governmental Activities	\$ 53,511	39,951	38,337	55,125	\$ 39,900
Business Type Activities	4,363	5,755	5,744	4,374	4,374

NOTE C—CASH AND INVESTMENTS

Investment Policies: The City follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At December 31, 2003 fair value was \$ 567,114 above the City’s net cost for its investments. At December 31, 2002 fair value was \$4,180,269 above net cost. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

The City pools its cash, except for that held by revenue bond trustees, fiscal and escrow agents, and certain debt service and agency fund cash and investments, for maximum investing efficiency. Earnings on the pool are allocated to individual funds at the discretion of the City Council after meeting revenue bond indentures and other requirements. All statutory requirements are met in distributing earnings of the pool to various funds.

The City Codes, Chapters 325 and 321, respectively, provide for a Treasury Investment Board and a Depository Commission. Both consist of the City Treasurer, who serves as chairman and represents the City Council; the City Auditor, an independently elected official; and the Director of the Department of Finance, representing the Mayor; hence a check and balance process via the separation of powers.

Pursuant to these code sections, the City does not purchase any form of derivatives. The City does invest in STAROhio, 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 Securities Exchange Commission 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 that is the price the investment could be sold for on December 31, 2003.

Management of STAROhio states that its policy also prohibits investing in derivatives and/or engaging in the use of reverse repurchase agreements. Average days to maturity of the STAROhio portfolio at December 31, 2003 was 54 days. The City is prohibited from using reverse repurchase agreements and does not leverage its investment portfolio in any manner. The City purchases investments only through member banks of the Federal Reserve System or broker dealers registered with the National Association of Security Dealers. The City requires broker dealers to formally apply for and be evaluated for eligibility to conduct business with the City.

NOTE C—CASH AND INVESTMENTS (continued)

The City's investment code and practices have consistently protected the portfolio from unnecessary credit risk (safety) and market risks (liquidity) while providing a competitive yield. Generally, only eligible investments with the remaining terms not greater than two years until final maturity are purchased by the Treasurer. Investments with a remaining term of greater than two years may be purchased only with the specific approval of City Council. Average days to maturity of the City's investments with the Treasurer at December 31, 2003 was 367.1 days.

Investments as permitted by Chapter 325 of the Columbus City Code are:

- (A) Bonds, notes, or other obligations of the United States government or its Agencies for which the faith of the United States is pledged for the payment of principal and interest thereon. They are:

Obligations of the United States government:

- United States Treasury Bills
- United States Treasury Notes
- United States Treasury Bonds
- United States Treasury Strips

Obligations guaranteed by the United States government:

Federal government agencies:

- Department of Housing and Urban Development
- Farmers Home Administration
- General Service Administration
- Government National Mortgage Association
- Maritime Administration
- Washington Metropolitan Area Transit Authority

- (B) Bonds, notes, debentures, or other obligations issued by any of the federal government-sponsored enterprises listed below. They are:

- Federal Farm Credit System
- Federal Home Loan Banks
- Federal Home Loan Mortgage Corporation
- Federal National Mortgage Association

- (C) The Ohio State Treasurer's Asset Reserve Funds (STAROhio) pursuant to Ohio Revised Code 135.45;

- (D) Bonds or other obligations of the City of Columbus, Ohio;

- (E) Obligations of the State of Ohio or any municipal corporation, village, county, township or other political subdivision of the State of Ohio, as to which there is no default of principal or interest and which have been approved as to their validity by nationally recognized bond counsel.

- (F) Certificates of deposits (collateralized as described below) in eligible institutions applying for moneys as provided in Chapter 321 of Columbus City Codes; and

- (G) Repurchase agreements that are collateralized with legally authorized securities as defined in Chapter 321.08 of Columbus City Code and held in third-party safekeeping designated by the City Treasurer and in the name of the City of Columbus.

Safeguarding activities call for the City's investments with the Treasurer, except for investments with STAROhio, investments held by revenue bond trustees, fiscal and escrow agents and certain debt service,

NOTE C—CASH AND INVESTMENTS (continued)

and agency funds, to be held in book entry form at federal reserve banks in the accounts of certain member banks-agents of the City who hold the investments in the City’s name.

The revenue bond agreements of the water and sanitary sewer enterprises require certain cash and investments to be maintained and managed by trustees. The respective trustees, bank trust departments, invest these monies at the direction of the City Auditor pursuant to the revenue bond agreements.

All of the City’s deposits and investments comply with State statutes, City ordinances and applicable bond indentures.

Deposits: Custodial credit risk is the risk that, in the event of a bank failure, the City’s deposits may not be returned. The City’s policy is to place deposits with major local banks (as defined by Chapter 321 of the City Code) approved by the Depository Commission. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by Chapter 135 of the ORC and Chapter 321 of the Columbus City Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

At December 31, 2003, the carrying amount of all City deposits, exclusive of money market funds in the amount of \$8,677,070 held by bond trustees, was \$98,922,645. Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, as of December 31, 2003, \$69,124,566 of the City’s bank balance of \$99,401,566 was exposed to custodial risk as follows:

	<u>(in thousands)</u>
Uninsured and collateral held by the pledging financial institution’s agents not in the City’s name	\$ 68,617
Uncollateralized and uninsured	<u>508</u>
Total balances per banks	<u><u>\$ 69,125</u></u>

The money market funds, amounting to \$8,677,070, while held by bond trustees as the City’s agents and in the City’s name, are also considered uncollateralized and uninsured. However, their disposition and availability are governed by bond ordinances and indentures.

Investments: As of December 31, 2003, the City had the following investments and maturities. (Amounts are in thousands.)

Investment Type	Fair Value	Investment Maturities				
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater than 24 months
US Treasuries	\$ 37,777	12,750	10,050	14,977	-	-
FFCB Coupon Notes	40,027	-	5,041	34,986	-	-
FHLB Coupon Notes	304,813	46,775	19,344	213,633	25,061	-
FNMA Coupon Notes	85,251	40,246	-	20,025	24,980	-
City of Columbus Assessment Bonds	558	166	392	-	-	-
City of Columbus Assessment Notes	1,693	140	328	1,225	-	-
City of Columbus Revenue (TIF) Bonds	555	-	-	-	-	555
Total	<u><u>\$ 470,674</u></u>	<u><u>100,077</u></u>	<u><u>35,155</u></u>	<u><u>284,846</u></u>	<u><u>50,041</u></u>	<u><u>555</u></u>

NOTE C—CASH AND INVESTMENTS (continued)

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City’s investment policy generally limits investment portfolio maturities to two years or less. The City Treasurer holds one investment which matures on August 1, 2012. This \$555,000 investment in City of Columbus Revenue (TIF) Bonds was specifically approved by City Council.

Credit Risk. The City’s investments in the FFCB and FHLB Coupon Notes were rated AAA and Aaa by Standard & Poor’s and Moody’s Investor Services, respectively. The City’s investment in FNMA Coupon Notes were rated AAA by both Standard and Poor’s and Fitch. The City’s investments in various City of Columbus bonds and notes totaling \$2,805,898 were not specifically rated; however, the City of Columbus Assessment Bonds are considered general obligations of the City. The City’s general obligation bond ratings by Standard & Poor’s and Moody’s Investor Services are AAA and Aaa, respectively.

Reconciliation of Cash and Investments to the Statement of Net Assets: The following is a reconciliation of cash and investments to Statement of Net Assets as of December 31, 2003. (Amounts are in thousands.)

	<u>(in thousands)</u>
Investments (summarized above)	\$ 470,674
Carrying amount of the City’s Deposits	98,923
StarOhio	9,261
Money Market Funds held by Bond Trustees	8,677
Cash and collection items on hand	190
Less: City Auditor warrants payable	<u>(5,671)</u>
Total	<u>\$ 582,054</u>

Governmental Activities

Governmental Funds	
Cash and investments with treasurer	\$ 327,456
Cash and investments with fiscal and escrow agents and other	430
Investments	3,244
Internal Service Funds	
Cash and investments with treasurer	<u>19,060</u>
Total Cash and Investments – Governmental Activities	<u>350,190</u>

Business-Type Activities

Enterprise funds	
Cash and cash equivalents with treasurer	104,596
Restricted cash and cash equivalents with treasurer and other	63,632
Restricted cash and cash equivalents with trustee	<u>8,677</u>
Total Cash and Investments – Business-Type Activities	<u>176,905</u>

Agency Funds - cash, cash equivalents and investments	<u>54,959</u>
Total	<u>\$ 582,054</u>

NOTE D—RECEIVABLES

Receivables at December 31, 2003 consist of the following:

	<u>Taxes</u>	<u>Customer and other Accounts</u>	<u>Lease</u>	<u>HUD Loans</u>	<u>Special assess-ments</u>	<u>Accrued interest</u>	<u>Gross Receiv-Ables</u>	<u>Less Allowance for uncol-lectibles</u>	<u>Net</u>
	(in thousands)								
Governmental type funds:									
General fund	\$ 110,884	3,858	-	-	-	624	115,366	(79)	115,287
General bond retirement	-	-	-	-	182	16	198	-	198
Special income tax	21,503	13,500	94,147	-	-	-	129,150	-	129,150
Other governmental fund:	-	6,314	-	81,661	-	29	88,004	(62,728)	25,276
Total governmental funds	132,387	23,672	94,147	81,661	182	669	332,718	(62,807)	269,911
Business type funds:									
Water	-	16,181	-	-	-	119	16,300	(2,170)	14,130
Sanitary sewer	-	18,767	-	-	353	104	19,224	(780)	18,444
Storm sewer	-	3,675	-	-	-	40	3,715	-	3,715
Electricity	-	6,120	-	-	1,547	4	7,671	(1,628)	6,043
Total business type funds	-	44,743	-	-	1,900	267	46,910	(4,578)	42,332
Internal service funds	-	33	-	-	-	-	33	-	33
Total	\$ 132,387	68,448	94,147	81,661	2,082	936	379,661	(67,385)	312,276

Housing and Urban Development (HUD) loans include Community Development Act (CDA) loans of \$38.8 million, Home Investment Partnerships (HOME) Program loans of \$34.9 million and various other loans totaling \$7.9 million. Funds received under these programs that are loaned to eligible recipients are recorded as loans receivable. The City has recorded a \$62.6 million allowance for uncollectible HUD loans. In addition, the net receivable balance has been reported as a reservation of fund balance on the governmental fund financial statements.

NOTE D—RECEIVABLES (continued)

The revenue related to certain other receivables presented in the table above has been deferred due to the nature of those receivables. Deferred revenue and other is comprised of the following:

	(in thousands)					Business Type Activities – Enterprise Funds
	General	General Bond Retirement	Special Income Tax	Other Governmental Funds	Totals	
Income tax (Note L)	43,560	-	14,520	-	58,080	-
Property tax (Note M)	45,100	-	-	-	45,100	-
Shared revenue	23,487	-	-	13,564	37,051	-
Lease receivable (SWACO – Note H)	-	-	93,646	-	93,646	-
EMS receivable	2,251	-	-	-	2,251	-
CRAA receivable on long term debt	-	-	13,500	-	13,500	-
Special assessments	-	61	-	-	61	1,528
Grants and other	-	-	-	22,793	22,793	1,000
	<u>114,398</u>	<u>61</u>	<u>121,666</u>	<u>36,357</u>	<u>272,482</u>	<u>2,528</u>

Enterprise customer and other accounts receivable include unbilled charges for services at December 31, 2003 as follows:

	(in thousands)
Water enterprise	\$ 7,157
Sanitary sewer enterprise	9,225
Storm sewer enterprise	1,952
Electricity enterprise	3,096
	<u>\$ 21,430</u>

NOTE E—DUE FROM AND DUE TO / INTERFUND RECEIVABLES AND PAYABLES

	(in thousands)	
	<u>Due from</u>	<u>Due to</u>
Governmental funds:		
General	\$ 3,689	62
General bond retirement	-	355
Special income tax	-	175
Other governmental:		
HOME Program Entitlement	5	-
Cable communications	8	-
General government grant fund	90	232
Local law enforcement block grant	1	-
Municipal court projects	6	-
Municipal court clerk	8	-
Special purpose	-	2
Development services	160	38
Community development act	49	-
Health	128	-
Health grants	61	-
Street construction maintenance and repair	822	94
Municipal motor vehicle tax	224	436
Golf course operations	30	-
Recreation and parks operations	178	22
Recreation and parks grants	63	-
Private grants	2	-
Collection fees	-	1
Streets and highways V-95, V-99	3,874	-
General permanent improvements	165	-
State issue 2-streets	-	2,493
Federal state highway engineering	-	2,174
Street and highway improvements	376	-
	<u>6,250</u>	<u>5,492</u>
Internal Service Funds:		
Employee benefits	8	-
Fleet management	126	-
Information services	65	-
City print services	2	-
Land acquisition	7	-
	<u>208</u>	<u>-</u>
Business type funds:		
Water	696	26
Sewer	271	581
Storm sewer	194	-
Electric	427	97
	<u>1,588</u>	<u>704</u>
Fiduciary type funds:		
Payroll	10	4,957
	<u>11,745</u>	<u>11,745</u>

NOTE E—DUE FROM AND DUE TO / INTERFUND RECEIVABLES AND PAYABLES (continued)

In addition, the City has \$4 million due from the CRAA, a joint venture, to the Special Income Tax Fund, a debt service fund, for past operating advances, \$1.0 million in 1983, \$1.3 million in 1986 and \$1.7 million in 1990. Although an allowance for this amount has been provided for in the debt service fund; the amount remains recorded as a liability by CRAA pending an ultimate determination of the amount to be repaid, if any.

Certain Interfund Receivable/Payables of a longer term repayment schedule also exist. The Special Income Tax debt service fund has financed, paid for, certain equipment not included in capital assets because of short-life considerations. This financing is to be repaid by the General Fund. The Special Income Tax fund has also paid debt service on certain general obligation bonds, proceeds of which were used for golf course improvements. The Recreation debt service fund, not a major fund, will make repayments from a portion of its revenues.

	(in thousands)	
	<u>Receivable</u>	<u>Payable</u>
Interfund Receivable/Payables:		
General	\$ -	625
Special Income Tax	4,462	-
Other Governmental:		
Recreation debt service	-	3,837
	<u>4,462</u>	<u>4,462</u>

NOTE F—CAPITAL ASSETS

Capital assets; those assets with an estimated useful life of five years or more from the time of acquisition by the City and a cost of \$5,000 or more, are primarily funded through the issuance of long term bonds and loans. Land and construction in progress are not subject to depreciation.

A summary of capital assets and changes occurring in 2003 follows.

	(in thousands)			Balance December 31, 2003
	Balance December 31, 2002	Additions	Deletions	
Capital Assets used in:				
<i>Governmental Activities</i>				
Nondepreciable capital assets-				
Land	\$ 175,032	20,288	17	195,303
Total nondepreciable capital assets	<u>175,032</u>	<u>20,288</u>	<u>17</u>	<u>195,303</u>
Depreciable capital assets:				
Building	289,306	15,468	-	304,774
Improvements, other than building	129,564	7,235	-	136,799
Machinery and equipment	235,636	5,100	9,917	230,819
Infrastructure	871,866	74,303	-	946,169
Total depreciable capital assets	<u>1,526,372</u>	<u>102,106</u>	<u>9,917</u>	<u>1,618,561</u>
Accumulated depreciation:				
Building	93,646	7,237	-	100,883
Improvements, other than building	42,140	5,649	-	47,789
Machinery and equipment	163,510	18,487	9,602	172,395
Infrastructure	166,577	20,031	-	186,608
Total accumulated depreciation	<u>465,873</u>	<u>51,404</u>	<u>9,602</u>	<u>507,675</u>
Total depreciable capital assets, net	<u>1,060,499</u>	<u>50,702</u>	<u>315</u>	<u>1,110,886</u>
Total governmental activities capital assets, net	<u><u>1,235,531</u></u>	<u><u>70,990</u></u>	<u><u>332</u></u>	<u><u>1,306,189</u></u>
<i>Business Type Activities</i>				
Nondepreciable capital assets:				
Land	43,052	2,312	-	45,364
Construction in progress	115,744	6,120	5,087	116,777
Total nondepreciable capital assets	<u>158,796</u>	<u>8,432</u>	<u>5,087</u>	<u>162,141</u>
Depreciable capital assets:				
Building	200,362	523	-	200,885
Improvements, other than building	1,549,391	112,807	-	1,662,198
Machinery and equipment	119,823	2,602	15,191	107,234
Infrastructure	76,558	6,937	24	83,471
Total depreciable capital assets	<u>1,946,134</u>	<u>122,869</u>	<u>15,215</u>	<u>2,053,788</u>
Accumulated depreciation:				
Building	124,938	4,226	-	129,164
Improvements, other than building	464,803	35,018	-	499,821
Machinery and equipment	91,654	7,336	15,153	83,837
Infrastructure	10,203	2,043	24	12,222
Total accumulated depreciation	<u>691,598</u>	<u>48,623</u>	<u>15,177</u>	<u>725,044</u>
Total depreciable capital assets, net	<u>1,254,536</u>	<u>74,246</u>	<u>38</u>	<u>1,328,744</u>
Total business type activities capital assets, net	<u><u>1,413,332</u></u>	<u><u>82,678</u></u>	<u><u>5,125</u></u>	<u><u>1,490,885</u></u>

NOTE F—CAPITAL ASSETS (continued)

Capital assets, net of accumulated depreciation, at December 31, 2003 appear in the Statement of Net Assets and/or the Fund Statements Balance Sheets as follows. (in thousands)

Governmental Activities (excludes Internal Service Funds)	\$1,299,024		
Business type activities:		Internal service funds:	
Water enterprise	\$ 351,574	Fleet management	\$ 1,945
Sanitary sewer enterprise	985,683	Information services	4,457
Storm sewer enterprise	78,168	Telecommunications	754
Electricity enterprise	75,460	Land Acquisition	9

Depreciation expense in 2003 was charged to the following functions and funds. (in thousands)

Governmental Activities (excluding Internal Service Funds):		Internal Service Funds:	
General government	\$ 1,694	Fleet management	\$ 318
Public service	32,535	Information services	2,381
Public safety	8,234	Telecommunication	<u>179</u>
Development	769		<u>\$ 2,878</u>
Health	115		
Recreation and parks	<u>5,179</u>		
	<u>\$ 48,526</u>		
Business Type Activities:			
Water enterprise	\$ 15,550		
Sanitary sewer enterprise	27,727		
Storm sewer enterprise	2,043		
Electricity enterprise	<u>3,303</u>		
	<u>\$ 48,623</u>		

Interest incurred during the construction phase (\$13,335 million in 2003), net of related interest earnings (\$212 in 2003), of business-type activity capital assets is included as part of the capitalized value of the assets constructed. Interest was capitalized in 2003 in the following activities/funds.

	(in thousands)
Water enterprise	\$ 1,144
Sanitary Sewer enterprise	<u>11,979</u>
	<u>\$ 13,123</u>

NOTE G—BONDS, NOTES AND LOANS PAYABLE

Bonds, notes, and loans payable in the Statement of Net Assets are comprised of the following.

		(in thousands)			
	Governmental Type	Business Type Activities			
		Water	Sanitary Sewer	Storm Sewer	Electric
Amount outstanding at December 31, 2003	\$ 725,587	266,766	589,927	66,003	27,773
Unamortized bond premium	14,226	8,529	9,617	940	852
Unamortized bond discount	-	(456)	(1,066)	-	-
Unamortized deferred amounts On refundings	<u>(1,583)</u>	<u>(3,011)</u>	<u>(3,542)</u>	<u>(91)</u>	<u>(21)</u>
Amount per Statement of Net Assets	<u>\$ 738,230</u>	<u>271,828</u>	<u>594,936</u>	<u>66,852</u>	<u>28,604</u>

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

The following table shows the activity in bonds, notes and loans payable during 2003.

Type of obligation	(in thousands)					Balance December 31, 2003	Amount due in 2004
	Balance December 31, 2002	New Issues	Refundings	Maturities	Refunded		
Governmental type							
General obligation							
OPWC notes	\$ 3,751	600	-	251	-	4,100	\$ 316
Bonds-fixed rate	728,755	-	40,985	71,348	44,235	654,157	77,073
Bonds-variable rate	25,685	-	-	2,295	-	23,390	2,295
Capitalized lease (Note J)	2,600	-	-	860	-	1,740	870
Information services bonds- fixed rate	3,775	-	-	610	-	3,165	625
Fleet management bonds-fixed rate	510	-	-	30	-	480	30
Revenue obligations							
Bonds (TIFs)-fixed rate	30,605	-	-	150	-	30,455	165
Bonds (TIFs)-variable rate	6,300	-	-	1,300	-	5,000	-
Notes (TIF)-long-term fixed rate	1,221	1,837	-	-	-	3,058	N/A
Single family mortgage revenue note (FNMA)	66	-	-	24	-	42	N/A
Total governmental type	<u>803,268</u>	<u>2,437</u>	<u>40,985</u>	<u>76,868</u>	<u>44,235</u>	<u>725,587</u>	<u>81,374</u>
Business type-enterprise							
Water							
General obligations							
Bonds-fixed rate	199,959	-	29,490	16,398	31,810	181,241	17,302
Bonds-variable rate	44,555	-	-	3,140	-	41,415	3,140
Revenue obligations							
Bonds-fixed rate	48,790	-	-	4,680	-	44,110	4,950
Total water	<u>293,304</u>	<u>-</u>	<u>29,490</u>	<u>24,218</u>	<u>31,810</u>	<u>266,766</u>	<u>25,392</u>
Sanitary sewer							
General obligations							
Bonds-fixed rate	219,530	-	37,935	22,398	40,970	194,097	22,488
Revenue obligations							
Bonds-fixed rate	71,640	-	-	10,940	-	60,700	11,300
Bonds-variable rate	51,600	-	-	-	-	51,600	-
OWDA/EPA loans	237,625	56,638	-	10,733	-	283,530	13,272
Total sanitary sewer	<u>580,395</u>	<u>56,638</u>	<u>37,935</u>	<u>44,071</u>	<u>40,970</u>	<u>589,927</u>	<u>47,060</u>
Storm sewer							
General obligations							
Bonds-fixed rate	66,189	-	4,555	4,341	5,010	61,393	4,526
Bonds-variable rate	4,955	-	-	345	-	4,610	345
Total storm sewer	<u>71,144</u>	<u>-</u>	<u>4,555</u>	<u>4,686</u>	<u>5,010</u>	<u>66,003</u>	<u>4,871</u>
Electricity							
General obligations							
Notes	-	1,693	-	-	-	1,693	468
Bonds-fixed rate	24,426	-	1,290	3,781	1,315	20,620	3,706
Bonds-variable rate	6,375	-	-	915	-	5,460	910
Total electricity	<u>30,801</u>	<u>1,693</u>	<u>1,290</u>	<u>4,696</u>	<u>1,315</u>	<u>27,773</u>	<u>5,084</u>
Total business type-enterprise	<u>975,644</u>	<u>58,331</u>	<u>73,270</u>	<u>77,671</u>	<u>79,105</u>	<u>950,469</u>	<u>82,407</u>
Total	<u>\$ 1,778,912</u>	<u>60,768</u>	<u>114,255</u>	<u>154,539</u>	<u>123,340</u>	<u>1,676,056</u>	<u>\$ 163,781</u>

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

The principal retirement and payment of obligations under the capitalized lease in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances is comprised of the following. (in thousands)

General obligation OPWC notes	\$ 251
Single Family Mortgage Revenue Note (FNMA)	24
General obligation bonds	73,643
Obligation under capital lease	860
Revenue bonds (TIFs)	1,450
Principal redeemed on refunding	44,235
Total	<u>\$ 120,463</u>

Proceeds from bonds and long term notes in the Other Governmental Funds (Capital Projects Fund) Statement of Revenue, Expenditures and Changes in Fund Balance consist of the following. (in thousands)

General obligation OPWC notes	\$ 600
General obligation bonds - Refunding	40,985
Revenue note (TIF)	1,837
Total	<u>\$ 43,422</u>

Premiums received on bonds are included in the Special Income Tax fund in the amount of \$4,278,974.

Short-Term Notes

The City issues special assessment notes for certain projects where the direct citizen-beneficiary of the project shares in its costs. Upon final determination of costs, the City then converts the remaining portion of the note (the portion not paid upon project completion by the citizen-beneficiary) to bonds. All special assessment notes are general obligations of the City and are held by the Debt Service Fund or the City's pooled cash and investments with Treasurer. All such notes are accounted for in Business-Type-Enterprise activities.

Issuances and maturities of such notes during 2003 were as follows. (in thousands)

Accounted for in:	Date issued	Maturity date	Interest rate	Balance December 31, 2002	Additions	Deletions	Balance December 31, 2003
Electricity Enterprise	4/2/2003	7/2/2004	1.60%	\$ -	140,000	-	140,000
	4/2/2003	10/2/2004	1.70%	-	328,000	-	328,000
	4/2/2003	4/2/2005	1.80%	-	1,225,000	-	1,225,000
Total Electricity				<u>\$ -</u>	<u>1,693,000</u>	<u>-</u>	<u>1,693,000</u>

Long-Term Notes

Except for the FNMA note and the TIF note, all other notes payable are backed by the full faith and credit, i.e. general obligations, of the City. Notes may be issued in anticipation of long-term bond financing and are refinanced until such bonds are issued. There are, however, long-term notes for which the debt service will be paid from current resources. Those notes are as follows.

Ohio Public Works Commission (OPWC): OPWC extends both grants and loans to the City. In certain OPWC commitments, the agreements with OPWC provide for cash received by the City to be first considered as grant receipts. Monies received by the City after the grant commitment has been fulfilled by OPWC are then considered loans. Only the loan portion need be repaid by the City. The first two commitments from OPWC included loan monies only.

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

Notes in the amount of \$4.1 million accounted for as Governmental type represent the amounts due on thirteen loans from the Ohio Public Works Commission (OPWC) for infrastructure improvements. These notes are non-interest-bearing and have serial maturities, with final maturities July 1, 2023. Initial repayments of the loans began in July 1994. OPWC has committed to additional non-interest-bearing loans as shown below. Cash is provided to the City by OPWC only to the extent of project completion. Only that portion of the loan commitment actually paid to the City is recognized as a liability by the City. Repayments of these loans are made from the Debt Service Fund. OPWC loans are considered general obligations of the City and Governmental type obligations. Grant and loan commitments and loans outstanding at December 31, 2003 were as follows: (in thousands)

Project	Project Number	Total grant commitment	Total loan commitment	Total Loaned at 12/31/03	Repaid by City		Outstanding Loans at 12/31/03
					Prior to 2003	In 2003	
Sawmill Road	CC515	\$ -	\$ 200	200	90	10	100
Roberts Road	CC522	-	902	902	411	45	446
Neil Avenue	CC814	2,278	56	56	16	3	37
Cleveland Ave. North	CC903	2,503	1,347	1,347	336	67	944
Cleveland Ave. South	CC914	2,773	1,053	1,053	237	53	763
Main Street Rehab.	CC019	441	88	88	19	4	65
Mound Street Rehab.	CC017	546	98	98	22	5	71
Livingston Ave. Rehab.	CC015	1,622	352	352	80	18	254
Group 6	CC013	361	58	58	9	3	46
Edgehill Improvements	CC15A	577	162	162	24	8	130
US 23 Culvert	CC18A	305	39	39	8	2	29
James Road	CC08B	2,867	623	623	62	31	530
Stelzer Road	CC06C	2,082	87	87	-	2	85
Greenlawn Avenue	CC04D	5,298	1,277	600	-	-	600
Total			\$ 6,342	5,665	1,314	251	4,100

Future debt service requirements on the OPWC loans and loan commitments are shown as Future Debt Service for Governmental Type Non-Proprietary – Notes contained in this Note G.

Notes (TIF): This amount represents a developer’s participation in debt service on certain limited general obligation bonds. The agreement between the City and the developer requires the developer to pay to the City 65% of debt service on the applicable portion of the bonds less the revenues received by the City from two TIFs. The amount received by the City from the developer on March 5, 2003 was \$1,836,912 and the amount received on April 27, 2002 was \$1,220,536. The City must begin repaying the developer when the applicable TIF revenues exceed 65% of the debt service on the applicable portion of the bonds. The interest rate on the notes shall not exceed the City’s rate of borrowing on general obligation bonds. The interest rate on the notes is estimated to be 4.60%. The repayment obligation is limited solely to revenues of the two applicable TIFs and does not constitute a general obligation of the City. While a precise date for beginning repayments of the notes and any such future notes can not be determined, it is estimated that such repayments will not begin for several years.

FNMA: The City participates in various affordable housing efforts. The following long-term note is not a general obligation of the City but is payable solely from mortgage payments made by the homebuyers and certain grant funds provided solely for this purpose. The FNMA note is also considered a governmental type obligation.

	Issue Date	Maturity Date	Interest Rate	Outstanding At 12/31/2003 (in thousands)
Non-enterprise:				
Federal National Mortgage Association (FNMA)				
Single Family Mortgage				
Revenue Note	8/11/98	9/1/09	6.63%	\$ 42

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

Arbitrage Regulations

The City has calculated and recorded all liabilities related to federal arbitrage regulation.

Long-Term Summary

Long-term debt, both general obligation (G.O.) and revenue supported is summarized below, exclusive of the capitalized lease (Note J).

	Years of Issue	Years due through	Interest rate	Weighted Average Interest rate	Amount (in thousands)
Governmental type					
G.O. Ohio Public Works Commission notes	1993-1999	2022	0.00%	0.00%	\$ 4,100
G.O. Bonds—fixed rate	1972-2003	2020	3.00% to 12.375%	5.21%	654,157
G.O. Bonds-variable rate	1996	2017	0.60% to 1.25% (1.15% at year end)	0.94%	23,390
G.O. Information services bonds-fixed rate	1994-2000	2011	4.83% to 5.55%	5.03%	3,165
G.O. Fleet management bonds-fixed rate	1998	2019	4.62%	4.62%	480
Revenue Bonds (TIFs)-fixed rate-Easton	1999	2024	4.25% to 5.30%	5.00%	29,900
Revenue Bonds (TIFs)-fixed rate-Brewery	2002	2012	6.20%	6.20%	555
Revenue Bonds (TIFs)-variable rate-Polaris	2001	2011	0.75% to 1.40% (1.30% at year end)	1.07%	2,100
Revenue Bonds (TIFs)-variable rate-Brewery	2002	2022	0.70% to 1.35% (1.25% at year end)	1.05%	2,900
Revenue Note (TIF)-fixed rate	2002-2003	-	4.30%	4.30%	3,058
Revenue FNMA note	1998	2019	6.63%	6.63%	42
Total governmental type					<u>723,847</u>
Business type – enterprise					
Water					
G.O. bonds-fixed rate	1968-2003	2019	4.325% to 12.375%	5.36%	181,241
G.O. bonds-variable rate	1995-1996	2017	0.60% to 1.25% (1.15% at year end)	0.94%	41,415
Revenue bonds-fixed rate Series 1999	1999	2010	4.50% to 5.00%	4.94%	44,110
Sanitary sewer					
G.O. bonds-fixed rate	1976-2003	2023	4.163% to 12.375%	5.45%	194,097
Revenue bonds-fixed rate Series 2002	2002	2008	5.00%	5.00%	60,700
Revenue bonds-variable rate Series 1994	1994	2011	0.70% to 1.35% (1.25% at year end)	1.04%	51,600
OWDA-EPA loans	1977-2003	2028	0.91% to 6.75%	4.13%	283,530
Storm sewer					
G.O. bonds-fixed rate	1967-2003	2023	3.50% to 12.375%	5.17%	61,393
G.O. bonds-variable rate	1995-1996	2017	0.60% to 1.25% (1.15% at year end)	0.94%	4,610
Electricity					
G.O. bonds-fixed rate	1985-2003	2013	3.00% to 6.25%	5.25%	20,620
G.O. bonds-variable rate	1996	2009	0.60% to 1.25% (1.15% at year end)	0.94%	5,460
Total business type-enterprise					<u>948,776</u>
Total					<u>\$ 1,672,623</u>

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

Certain characteristics of the City's debt are shown in the following table.

	(in thousands)							
	Governmental Type	Business Type					Total	Total
		Water	Sanitary Sewer	Storm Sewer	Electricity	Total		
Amount outstanding								
General obligations (G.O.)	\$ 685,292	222,656	194,097	66,003	26,080	508,836	1,194,128	
Revenue obligations	38,555	44,110	395,830	-	-	439,940	478,495	
Total	<u>\$ 723,847</u>	<u>266,766</u>	<u>589,927</u>	<u>66,003</u>	<u>26,080</u>	<u>948,776</u>	<u>1,672,623</u>	
% of outstanding amounts								
General obligations (% X total)	94.7%	83.5%	32.9%	100.0%	100.0%	53.6%	71.4%	
Limited-unvoted (% X G.O.)	30.5%	24.0%	12.0%	10.3%	24.5%	17.7%	25.0%	
Unlimited-voted (% X G.O.)	69.5%	76.0%	88.0%	89.7%	75.5%	82.3%	75.0%	
Revenue obligations (% X total)	5.3%	16.5%	67.1%	0.0%	0.0%	46.4%	28.6%	
% X Principal paid out within 10 yrs								
General obligations	82.3% ⁽¹⁾	77.2%	73.9%	66.4%	100.0%	75.7%	79.5% ⁽¹⁾	
Revenue obligations	29.6% ⁽²⁾	100.0%	100.0% ⁽³⁾	-	-	100.0% ⁽³⁾	87.0% ⁽²⁾⁽³⁾	
Weighted average interest rate								
General obligations	5.07%	4.55%	5.45%	4.90%	4.30%	4.93%	5.01%	
Revenue obligations	4.41%	4.94%	3.86%	-	-	3.98%	4.01%	

(1) Exclusive of Ohio Public Works Commission Notes of \$4,099,668.

(2) Exclusive of TIF Note of \$3,057,448 and FNMA Note of \$41,588.

(3) Exclusive of Ohio Water Development Authority Loans of \$283,530,345.

Variable interest rate bonds

The variable interest rate bonds were issued, pursuant to ordinances adopted by Council, in the Electricity Enterprise in 1996; Sanitary Sewer Enterprise in 1994; Water Enterprise in 1995 and 1996; Storm Sewer Enterprise in 1995 and 1996; and Non-enterprise in 1995 and 1996, respectively. The 1994 Sanitary Sewer (weekly interest rate mode) bonds are revenue bonds. The Water Enterprise, the 1996 Electricity Enterprise, the Storm Sewer Enterprise and the Non-enterprise bonds are variable rate, weekly interest rate mode, general obligation bonds. The proceeds of the bonds were used to provide funds for certain capital improvements, retire certain bonds and notes previously issued by the City, establish bond reserve funds, where required, in accordance with trust agreements, and pay costs incurred to issue the bonds.

Interest on the variable interest rate bonds is paid at various times as specified in the trust agreements relating to such bonds, at rates determined by the remarketing agent and the City after reviewing the rates of similar municipal issues. The bonds may be put at the discretion of the holders at a price equal to principal plus accrued interest on any interest payment date or such other dates as specified in the trust agreements. The remarketing agent is authorized to use its best efforts to sell the put bonds at a price equal to 100% of the principal amount.

The variable rate general obligation bonds are accounted for in the Governmental type bonds (\$23,390,000) the Water Enterprise Fund (\$41,415,000), the Electricity Enterprise Fund (\$5,460,000), and the Storm Sewer Enterprise Fund (\$4,610,000). These bonds are enhanced by a Liquidity Facility provided by Westdeutsche Landesbank Girozentrale—New York Branch (West L-B).

Under the Liquidity Facility for the variable rate general obligation bonds, subject to certain terms and conditions set forth therein, West L-B agrees to make funds available to purchase bonds that are tendered or required to be tendered for purchase and not remarketed or for which remarketing proceeds are not delivered. The Liquidity Facility on the 1995 variable rate general obligation bonds and the 1996 variable rate general obligation bonds will expire on June 15, 2011 and December 15, 2011, respectively, subject to earlier termination in accordance with its terms, but may be extended or replaced. Extension of the

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

termination date, if the City requests, is at the option of West L-B. The immediate termination or suspension of West L-B's obligation to purchase bonds under the Liquidity Facility does not result in acceleration of the bonds. West L-B is not obligated to pay the principal or redemption price of or interest on the bonds under any circumstances, but is obligated only to purchase bonds upon the tender thereof, subject to the terms and provisions of the Liquidity Facility.

If West L-B should be required to purchase these bonds, the City would be required to pay West L-B interest at the higher of the West L-B's prime rate (4.00% at December 31, 2003) or 2% over the Federal Funds rate. This increased interest is reflected in the following table as Debt Service Fund, Water Enterprise Fund, Electricity Enterprise Fund and Storm Sewer Enterprise Fund general obligation bonds.

The Polaris TIF variable rate revenue bonds (\$2,100,000) are enhanced by a letter of credit issued by Fifth Third Bank of Cincinnati, Ohio and the Brewery TIF variable rate revenue bonds (\$2,900,000) are enhanced by a letter of credit issued by Huntington National Bank, Columbus, Ohio.

The Sanitary Sewer variable rate revenue bonds (\$51,600,000) carry no letter of credit or liquidity enhancement. If a put bond proves to be unremarkable by the remarketing agent, the City is required by statute to buy the bonds into its own portfolio. A specific interest rate is not required of the Sanitary Sewer variable rate revenue bonds if purchased into City's investment portfolio.

The following table reflects the additional interest the City would have to pay if the variable rate bonds were purchased into the City's own portfolio. The assumed incremental interest rate in the table is 4.00%.

	<u>(in thousands)</u>				
	Debt Service Fund General Obligation and Revenue Bonds	Enterprise Funds			
		Water General Obligation Bonds	Electricity General Obligation Bonds	Storm Sewer General Obligation Bonds	Sanitary Sewer Revenue Bonds
Year ending December 31:					
2004	\$ 1,173	1,617	234	183	2,064
2005	1,082	1,492	197	169	2,064
2006	990	1,366	161	155	2,064
2007	899	1,241	124	141	2,064
2008	807	1,115	88	128	2,064
2009-2013	2,340	3,692	51	431	3,200
2014-2018	447	746	-	101	-
2019-2022	178	-	-	-	-
	<u>\$ 7,916</u>	<u>11,269</u>	<u>855</u>	<u>1,308</u>	<u>13,520</u>

The City may, at its option, convert the variable rate bonds to a fixed rate. Furthermore, the bonds may be called at the discretion of the City under specified procedures on any interest payment date.

Future Debt Service

The following tables summarize the City's future debt service requirements on its outstanding bonds, long-term notes, and OWDA/EPA loans and loan commitments as of December 31, 2003. Future interest assumes rates on variable rate debt in effect at December 31, 2003. Although the variable rate bonds may be payable upon demand (as described previously), the City intends to repay these issues in accordance with the respective redemption schedules.

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

(in thousands)

	Governmental Type Non-Proprietary			Governmental Type Internal Service	
	Bond	Note	Interest	Principal	Interest
	Principal	Principal			
Year ending December 31:					
2004	\$ 79,533	316	34,756	655	166
2005	76,816	316	30,731	645	133
2006	72,084	316	26,773	545	102
2007	69,329	316	23,022	540	74
2008	58,727	316	19,601	425	50
2009-2013	211,217	1,584	62,964	655	84
2014-2018	119,116	1,199	20,306	150	24
2019-2023	23,625	414	3,062	30	1
2024	2,555	-	125	-	-
	<u>\$ 713,002</u>	<u>4,777</u>	<u>221,340</u>	<u>3,645</u>	<u>634</u>

	Enterprise Funds						
	Water		Sanitary Sewer			Electricity	
	Principal	Interest	Bond Principal	OWDA Principal	Interest	Principal	Interest
Year ending December 31:							
2004	\$ 25,392	11,956	33,788	13,272	25,153	4,616	1,086
2005	25,504	10,680	28,832	15,152	24,799	4,182	894
2006	25,299	9,363	29,082	16,615	22,846	3,761	709
2007	25,732	8,059	29,452	17,050	20,538	3,490	547
2008	23,720	6,845	28,446	19,635	20,298	2,907	411
2009-2013	90,273	19,377	106,159	119,868	84,150	7,124	624
2014-2018	49,476	5,169	36,178	126,105	48,207	-	-
2019-2023	1,370	32	14,460	106,052	18,482	-	-
2024-2028	-	-	-	38,850	3,185	-	-
	<u>\$ 266,766</u>	<u>71,481</u>	<u>306,397</u>	<u>472,599</u>	<u>267,658</u>	<u>26,080</u>	<u>4,271</u>

	Enterprise Funds (continued)	
	Storm Sewer	
	Principal	Interest
Year ending December 31:		
2004	\$ 4,871	3,157
2005	4,649	2,913
2006	4,626	2,674
2007	4,583	2,436
2008	4,405	2,210
2009-2013	20,704	7,993
2014-2018	16,485	3,432
2019-2023	5,680	489
	<u>\$ 66,003</u>	<u>25,304</u>

Restricted Assets

In conjunction with the issuance of the Water and Sanitary Sewer revenue bonds, the City entered into various trust agreements with commercial banks. These trust agreements require that the City establish various funds for the cost of construction and repayment of debt. The restricted asset balances in the Enterprise Funds segregate funds held by the City from funds held by trustees in accordance with the trust agreements. Enterprise restricted assets consisted of the following at December 31, 2003:

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

(in thousands)

	<u>Water</u>	<u>Sanitary Sewer</u>	<u>Storm Sewer</u>	<u>Electricity</u>	<u>Total Enterprise</u>
Held by the City— Construction funds	\$ 37,326	3,371	20,980	1,955	63,632
Held by trustees— Debt service funds	1,786	6,891	-	-	8,677
Accrued interest receivable on investments	-	<u>2</u>	-	-	<u>2</u>
Total restricted assets	<u>\$ 39,112</u>	<u>10,264</u>	<u>20,980</u>	<u>1,955</u>	<u>72,311</u>

Except for accrued interest receivable, restricted assets consist of cash, cash equivalents, and investments. In addition, these trust agreements require the City to pledge net revenues (defined in the trust agreement as revenues less operating and maintenance expenses) of the Water and Sanitary Sewer Enterprise Funds to the payment of the principal and interest on the respective bonds when due.

In the opinion of management, the city has complied with all bond covenants.

Matured Bonds and Interest

Matured bonds and interest payable include \$1,107,000 and \$625,749 respectively at December 31, 2003; \$955,000 and \$625,248 at December 31, 2002.

OWDA

Loans payable to the Ohio Water Development Authority (OWDA/EPA), \$283,530,345 are revenue obligations incurred to help finance sewerage treatment facilities and are to be repaid from charges for sewerage services.

Voted Debt Authority

Various amounts of debt for various purposes were authorized by the City's voters (voted-unlimited) in May 1991 and November 1999. The remaining unissued amounts and purposes of these authorizations are shown in the following table (in thousands). There is no time limit regarding utilization of the authorization.

	<u>Date</u>	<u>Total</u>	<u>(in thousands)</u>		<u>Unissued as</u>
	<u>Authorized</u>	<u>Authorized</u>	<u>Issued in</u>	<u>Issued in</u>	<u>of 12/31/03</u>
			<u>1991-2002</u>	<u>2003</u>	
Sanitary sewer system	1991	\$ 325,000	279,455	-	45,545
Public safety	1999	28,255	28,255	-	-
Recreation and parks	1999	59,375	32,645	-	26,730
Refuse collection	1999	10,675	8,295	-	2,380
Streets and highways	1999	203,720	157,400	-	46,320
Health	1999	30,500	30,500	-	-
Electricity	1999	28,330	7,955	-	20,375
Storm sewers	1999	30,000	30,000	-	-
Water system	1999	<u>200,000</u>	<u>62,920</u>	-	<u>137,080</u>
		<u>\$ 915,855</u>	<u>637,425</u>	-	<u>278,430</u>

Bonds identified above as Sanitary sewer system, Electricity, Water system and Storm sewers are accounted for in the respective Business type enterprise funds. Other bonds are accounted for as Governmental type bonds.

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

Legal Debt Margins

The ORC provides that the total net debt (as defined in the ORC) 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 municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2003, the City's total net debt amounted to 3.57% of total assessed value of all property within the City and unvoted net debt amounted to 0.17% of the total assessed value of all property within the City. The City had a legal debt margin for total debt of \$1,004.763 million and a legal debt margin for unvoted debt of \$772.013 million. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions.

Conduit Type Debt

In 1994, the City issued \$2,225,000 in library improvement revenue bonds in conjunction with the Worthington Public Library, another separate and distinct political subdivision. The site of this Worthington Public Library building, however, is located within the geographic boundaries of the City of Columbus. The proceeds of the bonds were used to construct and expand library facilities that were leased to the Board of Trustees of the library. The lessee makes lease payments directly to the revenue bond trustee in an amount equal to the revenue bond payments. In the event of default on the lease payments, the City's liability is limited to surrendering possession of the library facilities to the trustees. The revenue bonds do not constitute a debt or a pledge of the faith and credit of the City and, accordingly, are not reflected in the accompanying basic financial statements. All payments of principal and interest were made when due. Bonds remaining outstanding at December 31, 2003 are as follows: (in thousands)

Title	Issue Date	Interest Rates	Original Amount	Outstanding at December 31, 2003	Final Maturity Date
City of Columbus, Ohio Library Improvement Revenue Bonds, Series 1994 (Board of Trustees of the Worthington Public Library—Lessee)	August 1, 1994	5.00% to 6.15%	\$ 2,225	\$ 1,320	January 1, 2015

Defeased Bonds

A description of the City's advance refunded, defeased, bonds with remaining outstanding amounts follows: (in thousands)

Descriptions of Defeased bonds	Date Originally Issued	Original Par Amount	Redemption or Call Date	Date Defeased	Maturities Defeased	Interest Rates of Defeased Bonds	Amount Defeased	Amount Outstanding at December 31, 2003
Sewer Improvement No. 26 (U) – GO	6/15/91	\$101,320	9/15/01	11/15/93	2011	6.00%	\$ 5,070	\$ 5,070 (1)
Sewer Improvement No. 26 (U) – GO	6/15/91	101,320	9/15/01	4/8/94	2005-2010	6.00% to 6.875%	30,405	30,405 (1)
Various Purpose Series 1994 – I (L) – GO	5/15/94	38,110	5/15/04	1/15/98	2006-2015	5.70% to 6.00%	9,305	9,305 (2)

- (1) These defeasances apply to these maturities only. These bonds are not called. The City has escrowed money for principal and interest to their final maturities, 9/15/2005, 06, 07, 08, 09, 10 and 11. The City does however reserve the right to call these bonds.
- (2) Monies providing for the payment of these outstanding bonds, both principal and interest are held by an escrow agent who will redeem such bonds on their maturity or call dates. These monies and corresponding liabilities, since the bonds are defeased and not considered a liability of the City, are not included in the City's financial statements.

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

Tax Increment Financing Districts (TIFs)

The City, pursuant to the Ohio Revised Code and City ordinances, has established 22 TIFs. A TIF represents a geographic area wherein property values created after the commencement date of the TIF are exempt, in whole or in part, from property taxes. Owners of such property, however, must pay amounts equal to the property taxes, known as "service fees", as though the TIF had not been established. These "service fees" are then dedicated to the payments for various public improvements within or adjacent to the TIF area. However, payments from one of the TIFs will assist the City in paying for certain public improvements in an area remote from the TIF area. Property values existing before the commencement date of a TIF continue to be subjected to property taxes.

"Service fee" revenue was \$5.556 million in 2003 and is accounted for as miscellaneous revenue in the Debt Service Funds since these monies are intended to pay principal and interest on bonds whose proceeds will be used to construct public improvements. Corresponding fixed assets are accounted for in the City's infrastructure accounts.

TIFs have a longevity of the shorter period of 30 years or until the public improvements are paid for. The property tax exemption then ceases; service fees cease and property taxes then apply to the property values.

Premium and Issuance Costs

Only those bonds issued in 2003 having premiums and/or issuance costs, none had discounts, are shown in the following table.

	(in thousands)		
	Par	Premium	Costs of Issuance
Governmental type			
GO Various purpose-refunding	\$ 40,985	4,279	144
Total	<u>\$ 40,985</u>	<u>4,279</u>	<u>144</u>
Business type			
GO Water enterprise-refunding	\$ 29,490	3,024	104
GO Sanitary Sewer enterprise-refunding	37,935	3,834	125
GO Storm Sewer enterprise-refunding	4,555	582	16
GO Electricity enterprise-refunding	1,290	57	4
Total	<u>\$ 73,270</u>	<u>7,497</u>	<u>249</u>

Advance Refundings and Defeasances

There were no advance refundings of bonds in 2003 and therefore, no defeasances.

Current Refundings

On June 5, 2003 the City sold \$114,255,000 of General Obligation Refunding Bonds, dated June 17, 2003. The Refunding Bonds consisted of two series: \$72,570,000 of unlimited (voted) bonds with a final maturity of July 1, 2018 and \$41,685,000 of limited (unvoted) bonds with a final maturity of July 1, 2011. The Refunding Bonds refunded \$123,340,000 of various purpose bonds issued on February 15, 1993 and March 15, 1993. These bonds were called on their call dates of July 1, 2003 and September 1, 2003. The refunding resulted in a premium of \$11,776,036 and issuance costs, including underwriter's discount, of \$393,598. A summary of the current refunding appears below.

NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

	Governmental Type	Business Type – Enterprise				Total
		Electricity System	Sanitary Sewers	Storm Sewers	Water System	
Requisition Price						
Old bonds outstanding	\$ 44,235	1,315	40,970	5,010	31,810	123,340
Call premium on old bonds	872	26	723	96	616	2,333
Funds required to refund old bonds	<u>45,107</u>	<u>1,341</u>	<u>41,693</u>	<u>5,106</u>	<u>32,426</u>	<u>125,673</u>
Net carrying amount of old bonds						
Old bonds outstanding	<u>44,235</u>	<u>1,315</u>	<u>40,970</u>	<u>5,010</u>	<u>31,810</u>	<u>123,340</u>
Deferred amount on the refunding	<u>\$ 872</u>	<u>26</u>	<u>723</u>	<u>96</u>	<u>616</u>	<u>2,333</u>
Funds used to accomplish the refunding						
Principal amount of new bonds issued	40,985	1,290	37,935	4,555	29,490	114,255
Portion of premium received on sale of new bonds	4,122	51	3,758	551	2,936	11,418
Total funds used to accomplish the refunding	<u>\$ 45,107</u>	<u>1,341</u>	<u>41,693</u>	<u>5,106</u>	<u>32,426</u>	<u>125,673</u>
Nominal savings, economic gain and present value savings						
Refunded (old) bonds						
Principal	\$ 44,235	1,315	40,970	5,010	31,810	123,340
Interest	8,700	97	11,964	1,385	9,657	31,803
Total refunded	<u>52,935</u>	<u>1,412</u>	<u>52,934</u>	<u>6,395</u>	<u>41,467</u>	<u>155,143</u>
Refunding (new) bonds						
Principal	40,985	1,290	37,935	4,555	29,490	114,255
Interest	7,417	77	9,353	1,177	7,533	25,557
Total refunding	<u>48,402</u>	<u>1,367</u>	<u>47,288</u>	<u>5,732</u>	<u>37,023</u>	<u>139,812</u>
Unadjusted reduction in aggregate debt service						
	4,533	45	5,646	663	4,444	15,331
Premium received						
	4,279	57	3,834	582	3,024	11,776
< Less > Call premium paid	(872)	(26)	(723)	(96)	(616)	(2,333)
< Less > Bonds redeemed with call premium	(3,250)	(25)	(3,035)	(455)	(2,320)	(9,085)
< Less > Underwriter's discount	(91)	(3)	(76)	(10)	(66)	(246)
< Less > Costs of issuance	(53)	(1)	(49)	(6)	(38)	(147)
Adjusted reduction in aggregate debt service	<u>\$ 4,546</u>	<u>47</u>	<u>5,597</u>	<u>678</u>	<u>4,428</u>	<u>15,296</u>
Economic gain – present value of adjusted reduction in aggregate debt service						
	<u>\$ 4,106</u>	<u>45</u>	<u>4,739</u>	<u>596</u>	<u>3,722</u>	<u>13,208</u>
Present value rate – true interest cost of new bonds						
	1.96%	1.14%	2.49%	2.33%	2.53%	2.34%
Interest rate borne by old bonds						
	4.85% to 5.50%	4.85% to 5.35%	4.85% to 5.50%	4.85% to 5.50%	4.85% to 5.50%	

NOTE H—ELECTRICITY

The City's Electricity Enterprise celebrated its 104th year of operation in 2003. The Enterprise presently serves 3,860 commercial customers and 9,589 residential customers and in 2003 had operating revenues of \$57.6 million (\$56.2 million in 2002). During 2003, the Electricity Enterprise Fund received approximately 24.3% (24.0% in 2002) of its charges for services from other funds of the City for electric power. The enterprise purchases and resells its power. The enterprise does not generate power.

On November 30, 2000 the Enterprise entered into a mandatory, exclusive contract for the purchase of power at \$36.14 per megawatt hour, adjusted for various transmission and other factors. The contract shall remain in effect until December 31, 2008, subject to the supplier's option to terminate on December 31 of 2005, 2006 or 2007. The City intends to continue to operate its Electricity Enterprise.

NOTE H—ELECTRICITY (continued)

Included in receivables (Note D) in the Special Income Tax debt service fund is \$94,146,487 representing amounts due from the Solid Waste Authority of Central Ohio (SWACO). On April 1, 1993, the City leased to SWACO an electricity-generating, solid waste recovery plant and related transfer stations (the Plant). The annual lease payments to the City were to be in the amount of the related debt service requirements. SWACO paid these rental payments to the City in a timely manner in 1993 and in 1994. The lease resulted in the removal of certain real and personal property assets from the Electricity Enterprise Fund with costs in the amount of \$202,000,000. The lease was accounted for as a capital lease in accordance with Statement No. 13 of the Financial Accounting Standards Board, *Accounting for Leases*, as amended, and was originally accounted for in the Electricity Enterprise Fund.

Due to a series of federal court decisions and U.S. E.P.A. decisions, the Plant ceased operations in 1994. Because the asset underlying the lease was no longer a functioning asset the lease was transferred from the Electricity Enterprise Fund to the Special Income Tax debt service fund in 1994. General obligation bonds outstanding at that time and related to the construction of the underlying assets were also transferred, in 1994, from the Electricity Enterprise Fund to the then existing General Long-Term Obligations Account Group. These bonds now appear in the financial statements as Governmental type general obligation fixed rate bonds. In 1984 the City issued \$70.0 million of Variable Rate Demand Electric System Revenue Bonds. Proceeds of the bonds were used toward the completion of the Plant. Bondholders, however, had first lien on all revenues of the Electric Enterprise. Even after the closure of the Plant in 1994, these bonds, because of the lien on all revenues of the enterprise, remained as liabilities of the enterprise. In 2001 these revenue bonds were converted, refunded, by the issuance of Governmental Type general obligation fixed rate unvoted bonds of the City. Since no claim on enterprise revenues remains and the related asset was long ago, 1994, transferred out of the enterprise, the remaining bonds of \$29.450 million outstanding at December 31, 2001 were transferred out of the enterprise in 2002 as a Nonreciprocal Interfund Transfer.

In 1998 and again in 1999, the City and SWACO amended the lease, the third and fourth modifications. Essentially, the City agreed to reduce the amount due from SWACO to the City to an amount equal to 65% of debt service and associated bond costs required for the City's bonds from January 1, 1995 to the bonds' final maturity in 2010. SWACO agreed to impose a new fee on garbage originating throughout the SWACO boundaries, primarily Franklin County, Ohio. Proceeds from this new fee produce approximately \$5 million cash annually to be paid in total to the City. The City, rather than pay cash to SWACO for residential type garbage picked up by City garbage trucks, grants a credit to SWACO against the amount due by SWACO to the City. This credited amount would approximate an additional \$2.3 million annually. This new fee applies to all garbage originating within SWACO boundaries regardless of whether the garbage is disposed of (tipped) at SWACO's landfill or not. This new fee was authorized by SWACO in December 1998 to be effective at various dates in 1999. SWACO also agreed to remit to the City all profits from the landfill operations, after maintaining certain reserves, and other miscellaneous revenues.

SWACO operates a landfill and agrees to continue to operate the landfill in a manner that ensures that disposal capacity in the Franklin County Landfill will be available to the City and to residents through, at a minimum, the year 2025. The City continues to agree to dispose of all garbage collected by the City at the SWACO landfill. In 2003, the City paid SWACO \$10.3 million for landfill tipping fees (\$10.9 million in 2002).

The lease of the Plant between the City and SWACO extends to March 31, 2010 with automatic renewals of 5-year terms at annual rentals of \$100,000, unless SWACO chooses not to renew.

The City received \$500,000 from SWACO in January, February, 2004 and is recognized as revenue in 2003 (60 day rule). All lease receivable amounts not received within 60 days after year-end have been accounted for as deferred revenue in the Special Income Tax debt service fund.

NOTE H—ELECTRICITY (continued)

A reconciliation of the debt service on the City's bonds related to the SWACO agreement to the City's lease receivable due from SWACO at December 31, 2003 follows:

Debt service: 1995-2002	\$ 140,287,639
2003	16,450,080
Projected debt service 2004-2010	73,667,872
Less:	
Debt service prorated to Alum Creek transfer station vacated by SWACO (2004)	<u>(76,952)</u>
Total applicable debt service	<u>\$ 230,328,639</u>
65% of total applicable debt service	\$ 149,713,615
Less:	
Payments made by SWACO:	
1995-2002	(44,626,193)
2003	(8,297,000)
Credits in lieu of payments -	
Retired facility fee:	
1999-2002	(8,875,544)
2003	(2,466,421)
Environmental costs and other:	
1998-2002	(3,279,433)
2003	(121,784)
Interest due on deferred payment:	
1998-2002	9,948,741
2003	<u>2,150,506</u>
Amount due from SWACO to City at 12-31-2003	<u>\$ 94,146,487</u>

Debt service for 1995 through 2003 includes actual principal and interest on the general obligation bonds and principal and interest on the revenue bonds paid to the revenue bond trustee until such revenue bonds were refunded by general obligation bonds in March 2001. Also included are associated bond costs: letter of credit fees, trustee fees and remarketing agent fees applicable to the revenue bonds. Total principal, interest and associated bond costs were then reduced by interest earned and collected by the revenue bond trustee. Amounts for years 2004 to 2010 include actual principal and interest on the general obligation bonds remaining to be paid. Debt service requirements on the City's bonds will be paid from the City's General Bond Retirement debt service fund. The City is fully capable of meeting the debt service requirements of these bonds.

See Note R – Subsequent Event.

NOTE I—PROPERTY LEASED TO OTHERS

The City leased to others in 1985, an office building known as the old, old post office. The City has no net investment in this lease because the City's purchase price of \$3 million for the building was entirely recovered by a lease payment received at the lease's inception. The initial lease term is for 20 years with a 20-year renewal term at \$100 per year. The lessee may then purchase the property at its then fair market value or continue to lease it for up to 55 additional years.

The City leases certain real property, together with buildings and improvements located thereon, to the Columbus Zoological Park Association (the Zoo). The lease, with annual rental payments of \$10 per year, payable in a lump sum of \$200 on or before the first anniversary date of the amended lease, is an

NOTE I—PROPERTY LEASED TO OTHERS (continued)

extension of earlier leases that began in 1970. This current lease which commenced in 2003 expires December 31, 2023. The Zoo uses and occupies the premises solely for zoological, conservation, educational, research and recreational purposes. Animals at the Zoo are not owned by the City.

See also Note H regarding assets leased to SWACO by the City.

NOTE J—LEASE COMMITMENTS AND LEASED ASSET

The City leases a significant amount of property and equipment under short term operating leases. Total rental expenditures on such leases for the year ended December 31, 2003 were approximately \$5.1 million (\$6.7 million in 2002).

The City also leases a building under a capitalized lease. The cost of the building, \$19.8 million, is included in the City's capital assets used in governmental activities. The following is a schedule of future minimum lease payments under the capitalized lease together with the present value of the net minimum lease payments as of December 31, 2003. This amount also appears in Note G.

Year ending December 31:	<u>(in thousands)</u>
2004	\$ 1,007
2005	<u>916</u>
Total minimum lease payments	\$ 1,923
Less—amount representing interest at 10.5%	<u>(183)</u>
Present value of net minimum lease payments	<u><u>\$ 1,740</u></u>

NOTE K—PENSION PLANS

Police and fire-sworn personnel participate in the statewide Ohio Police and Fire Pension Fund (P&F). Substantially all other City employees participate in the statewide Ohio Public Employees Retirement System (OPERS). Both P&F and OPERS are cost sharing, multiple-employer public employee retirement systems administered by their respective Retirement Boards, each consisting of 6 members elected by representative groups and 3 statutory members. The total payroll for the City's employees for the year ended December 31, 2003 was \$415.7 million. Of this amount, \$197.1 million was covered by P&F, \$212.9 million was covered by OPERS and \$5.7 million was not subject to pension benefit calculations.

Employer and employee required contributions to P&F and OPERS are established by the Ohio Revised Code (ORC) and are based on percentages of covered employees' gross salaries, as defined. In addition to paying the employer's share as required by the ORC, the City pays a portion of the employee's share.

Required contributions to P&F and OPERS are used to fund pension obligations and health care programs. Rates required attributable to 2002 payroll costs are summarized as follows:

	<u>Percentage of covered payroll—January 1, 2003 to December 31, 2003</u>				
	<u>Employee share</u>			<u>Employer</u>	
	<u>Paid by City</u>	<u>Paid by employee</u>	<u>Total</u>	<u>Share</u>	<u>Total</u>
Police	6.5	3.5	10.0%	19.5%	29.5%
Fire	6.5	3.5	10.0%	24.0%	34.0%
OPERS:					
Full time	8.5	-	8.5%	13.55%	22.05%
Part time	6.0	2.5	8.5%	13.55%	22.05%

NOTE K—PENSION PLANS (continued)

Police and Fire (P&F)

P&F has provided the following information to the City in order to assist the City in complying with Statement No. 27.

- A. P&F is a cost-sharing multiple-employer defined benefit pension plan.
- B. P&F provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries.
- C. Authority to establish and amend benefits is provided by state statute per Chapter 742 of the ORC.
- D. P&F issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to P&F at: 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975. (www.op-f.org)
- E. The ORC provides statutory authority for employee and employer contributions. The required contributions are:

	<u>Employees</u>	<u>Employer</u>
Police	10%	19.5%
Fire	10%	24.0%

- F. Required employer contributions are equal to 100% of the dollar amount billed to each employer.

City data indicates the required amounts for the past five years have been:

<u>Year</u>	<u>Employee share paid by employee</u>	<u>Employee share paid by City</u>	<u>Employer share paid by City</u>	<u>Total paid by City</u>
		<u>(in thousands)</u>		
Police:				
2003	\$ 3,756	6,975	20,927	27,902
2002	3,781	7,022	21,067	28,089
2001	3,782	7,024	21,072	28,096
2000	3,287	6,104	18,311	24,415
1999	3,218	5,976	17,934	23,910
Fire:				
2003	\$ 2,359	6,625	21,561	28,186
2002	1,268	7,185	20,286	27,471
2001	1,207	6,842	19,317	26,159
2000	1,223	6,929	19,565	26,494
1999	982	5,565	15,700	21,265

Participants in P&F may retire at age 48 with at least 25 years of credited service or at age 62 with at least 15 years of credited service and are entitled to an annual retirement benefit, payable in monthly installments for life, equal to 2.5% of annual earnings for each of the first 20 years of credited service, 2.0% for each of the next five years of credited service, and 1.5% for each year of service thereafter. However, this normal retirement benefit is not to exceed 72% of the member's average annual salary of the three years during which the total earnings were greatest. Members become vested in certain benefits after 15 years of service and become vested in full normal retirement benefits after 25 years of service. P&F also provides a \$1,000 lump-sum death benefits payment in addition to survivor and disability benefits. Benefits are established by the ORC.

NOTE K—PENSION PLANS (continued)

P&F has provided the following information pertaining to other postemployment benefits for health care costs in order to assist the City in complying with Statement No. 12.

- A. P&F provides postretirement 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 2/3 basis. The health care coverage provided by the retirement system is considered an Other Postemployment Benefits (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that the health care cost paid from the fund of P&F shall be included in the employer's contribution rate. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll.
- B. The ORC provides the statutory authority allowing P&F's Board of Trustees (Board) to provide health care coverage to all eligible individuals.
- C. Health care funding and accounting is on a pay-as-you-go basis. A percentage of covered payroll, as defined by the Board, is used to pay retiree health care expenses. The Board defined allocation was 7.75% of covered payroll in 2002 and 2003. 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. Beginning in 2001, all retirees and survivors have monthly health care contributions.
- D. The total health care expense paid by the retirement plan was \$141,028,006 net of member contributions of \$12,623,875 for the year ended December 31, 2002. Eligible benefit recipients totaled 13,527 for police and 10,396 for fire. Based on the portion of each employer's contribution to P&F set aside for funding of postretirement health care, as described above, the City's contribution for 2003 allocated to postretirement care was approximately \$8.3 million for police and \$7.0 million for fire.

OPERS

OPERS has provided the following information to the City in order to assist the City in complying with GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* (Statement No. 27). OPERS administers three separate pension plans as described below:

- The Traditional Pension Plan (TP) – a cost-sharing multiple-employer defined benefit pension plan.
- The Member-Directed Plan (MD) – a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon.
- The Combined Plan (CO) – a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.
- OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Plan and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits.
- Authority to establish and amend benefits is provided by state statute per Chapter 145 of the ORC.

NOTE K—PENSION PLANS (continued)

- OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS at: 277 East Town Street, Columbus, Ohio 43215-4642 or calling (614) 222-6705 or 1-800-222-PERS (7377). (www.opers.org)
- The ORC provides statutory authority for employee and employer contributions. The City's employee contribution rate in 2003 was 8.5%. The City's contribution rate, as an employer, was 13.55% of covered payroll.
- Required employer contributions are equal to 100% of the dollar amount billed to each employer and must be extracted from the employer's records.

City data indicates the required amounts for the past five years have been:

	Employee share Paid by <u>employee</u>	Employee share <u>paid by City</u>	Employer share <u>paid by City</u>	Total paid <u>by City</u>
	(in thousands)			
2003	\$ 225	17,878	28,858	46,736
2002	268	17,444	28,713	46,157
2001	286	17,251	27,957	45,208
2000	314	16,455	21,200	37,655
1999	304	15,758	25,612	41,370

Participants in OPERS may retire, at any age with 30 years of service, at age 60 with a minimum of five years of credited service, and at age 55 with a minimum of 25 years of service. Those individuals retiring with less than 30 years of service or less than age 65 receive reduced retirement benefits. Eligible employees are entitled to a retirement benefit, payable monthly for life, equal to 2.2% of their final average salary for each year of credited service up to 30 years. Employees are entitled to 2.5% of their final average salary for each year of service over 30 years. Final average salary is the employee's average salary over the highest three years of earnings. Benefits fully vest upon reaching five years of service. OPERS also provides death and disability benefits. Benefits are established by the ORC.

OPERS has provided the following information pertaining to other postemployment benefits for health care costs in order to assist the City in complying with *GASB Statement No. 12, Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Government Employers* (Statement No. 12).

- A. Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan (TP) – a cost sharing multiple-employer defined benefit pension plan; the Member-Directed Plan (MD) – a defined contribution plan; and the Combined Plan (CO) – a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS provides retirement, disability, survivor and post-retirement health care benefits to qualifying members of both the Traditional and the Combined Plans; however, health care benefits are not statutorily guaranteed. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-retirement health care coverage, age and service retirees must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the Retirement System is considered an Other Post-employment Benefit (OPEB) as described in GASB Statement No. 12.

NOTE K—PENSION PLANS (continued)

A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. The OPERS law enforcement program is separated into two divisions, law enforcement and public safety with separate employee contribution rates and benefits. The 2003 employer contribution rate for local government employer units, was 13.55% of covered payroll, and 5.00% was used to fund health care for the year.

B. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to OPERS.

C. Summary of Assumptions:

Actuarial Review. The assumptions and calculations below were based on the Systems latest Actuarial Review performed as of December 31, 2002.

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 annually to reflect 25% of unrealized market appreciation or depreciation on investment assets.

Investment Return. The investment assumption rate for 2002 was 8.00%.

Active Employee Total Payroll. An annual increase of 4.00% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.00% base increase, were assumed to range from .50% to 6.3%.

Health Care. Health care costs were assumed to increase 4.00% annually.

D. OPEB are advanced-funded on an actuarially determined basis. The following disclosures are required:

1. The number of active contributing participants at year end 2003 was 364,881.
2. The City's contribution used to fund OPEB was \$10.65 million.
3. \$10.0 billion represents the actuarial value of the Retirement System's net assets available for OPEB at December 31, 2002.
4. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$18.7 billion and \$8.7 billion, respectively.

E. OPERS Board adopts new Health Care "Choices" Plan

In December 2001, the Board adopted the Health Care "Choices" Plan in its continuing effort to respond to the rise in the cost of health care. The Choices Plan will be offered to all persons newly hired in an OPERS covered-position after January 1, 2003, with no prior service credit accumulated toward health care coverage. Choices, as the name suggests, will incorporate a cafeteria approach, offering a more broad range of health care options. The plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten-year "cliff" eligibility standard for the present plan.

NOTE K—PENSION PLANS (continued)

The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The plan will also offer a spending account feature, enabling the benefit recipient to apply his or her allowance toward specific medical expenses, much like a Medical Spending Account.

In response to the adverse investment returns experienced by OPERS from 2000 through 2002 and the continued staggering rate of health care inflation, the OPERS Board, during 2003, considered extending "Choices" type cost cutting measures to all active members and benefit recipients. As of this date, the Board has not determined the exact changes that will be made to the health care plan. However, changes to the plan are expected to be approved by the summer of 2004.

There are no post-employment benefits provided by the City other than those provided through OPERS and P&F.

The liability for past service costs at the time OPERS was established was assumed by the State of Ohio; therefore, it is not a liability of the City. The liability for past service costs at the time P&F was established was paid by the City to P&F in January 1994. The City is current on all of its required pension fund contributions.

NOTE L—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 employees' compensation and remit this tax to the City semimonthly, monthly, or quarterly, depending upon the amounts withheld. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

For the governmental fund financial statements, the City recognizes as revenue income tax received within 60 days after year end applicable to taxpayer liabilities for periods prior to the year end net of an allowance for income tax refunds. These taxes are considered both measurable and available whereas all other income taxes are recognized as revenue when received. The City has consistently followed this practice for many years.

Receivables and deferred revenues have been recorded in the General and Special Income Tax fund in the amount of \$43,559,673 and \$14,519,891, respectively, for the estimated income tax due to the City for 2003 and prior tax years, but not collected within the available period.

NOTE M—PROPERTY TAXES

Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the City.

Real property taxes and public utility taxes collected during 2003 were levied after October 1, 2002 on the assessed value listed as of January 1, 2002, the lien date. One half of these taxes were due January 20, 2003 with the remaining balance due on June 20, 2003. Tangible personal property taxes attach as a lien and were levied on January 1, 2003. One half of this tax was due on April 30, 2003 and the remaining balance was due on September 20, 2003.

Assessed values on real property are established by state law at 35% of appraised market value. A revaluation of all property is required to be completed every sixth year. The last revaluation was

NOTE M—PROPERTY TAXES (continued)

completed in 1999. Tangible personal property assessments are 25% of true value (true values are based on cost and established by the State of Ohio). The assessed value upon which the 2003 levy was based was approximately \$14.551 billion. The assessed value for 2003, upon which the 2004 levy will be based, is approximately \$14.489 billion.

Ohio law prohibits taxation of property from all taxing authorities within a county in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .314% (3.14 mills) of assessed value. Increases in the property tax rate are restricted only by voter willingness to approve such increases.

The County Treasurers collect property taxes on behalf of all taxing districts in the counties, including the City of Columbus. The County Auditors periodically remit to the City its portion of the taxes collected. Property taxes may be paid on either an annual or semiannual basis. Current tax collections for the year ended December 31, 2003 were 95.2% (94.7% in 2002) of the tax levy.

Property taxes levied in 2003 but not due for collection until 2004 are recorded in the General Fund as taxes receivable and deferred revenues at December 31, 2003 in the amount of \$45.1 million.

NOTE N—DEFICIT FUND EQUITIES

At December 31, 2003, the Recreation Debt Service Fund and the Parks & Recreation V-95, V-99 Capital Projects Fund had deficits of \$3.787 million and \$72 thousand, respectively. These deficits will be eliminated by future charges for services or bond proceeds.

Fund balance deficits may be budgeted for and exist on the City's budgetary basis of accounting for certain funds. These fund balance deficits exist because encumbrances are recorded against certain accounts receivable that are not recognized as revenue on the budget basis of accounting.

NOTE O—MISCELLANEOUS REVENUES

For the year ended December 31, 2003, miscellaneous revenues in the fund financial statement consisted of the following:

	(in thousands)		
	General	Special Income Tax	Other Governmental Funds
Hotel/motel taxes	\$ 2,804	-	8,636
Refunds and reimbursements	1,206	96	2,126
Rent :			
SWACO	-	10,385	-
Other	90	219	210
Capital contribution	-	-	41
Payments in lieu of property taxes	14	-	5,620
Donations	-	-	1,754
HUD loan interest	-	-	754
City auto license tax	-	-	2,966
Commissions	64	-	-
Sale of assets	-	-	371
CRAA	-	5,858	-
Zoo	-	1,654	-
Other	1,267	-	4,787
	<u>\$ 5,445</u>	<u>18,212</u>	<u>27,265</u>

NOTE P—TRANSFERS

For the year ended December 31, 2003, transfers presented in conformity with generally accepted accounting principles (GAAP) consisted of the following: (in thousands)

	Transfers in						
	Total Transfer Out	General Fund	General Bond Retirement Fund	Special Income Tax Fund	Other Governmental Funds	Governmental Activities Internal Service Funds	Business Type Activities-Enterprise Fund
<i>General Fund:</i>							
Recreation Operating	\$ 25,122	-	-	-	25,122	-	-
Health Operating	16,204	-	-	-	16,204	-	-
Other	203	-	-	-	203	-	-
Total General Fund	41,529	-	-	-	41,529	-	-
<i>Special Income Tax Fund:</i>							
Bond premiums used for interest	2,403	-	2,403	-	-	-	-
Nonreciprocal interfund transfer to Storm Sewer (for debt service)	2,944	-	-	-	-	-	2,944
Nonreciprocal interfund transfer to Electricity (subsidy)	104	-	-	-	-	-	104
Tipping fees	13,450	13,450	-	-	-	-	-
Other	60,000	-	53,074	-	6,926	-	-
Total Special Income Tax Fund	78,901	13,450	55,477	-	6,926	-	3,048
<i>Other Governmental Funds:</i>							
Special Revenue Funds	2,265	73	1,428	-	764	-	-
Nonmajor Debt Service Funds	9,998	-	4,623	4,231	1,144	-	-
Capital Projects Funds	14,169	-	93	250	13,826	-	-
Other	-	-	-	-	-	-	-
Total Other Governmental Funds	26,432	73	6,144	4,481	15,734	-	-
<i>Governmental Activities – Internal Service Funds:</i>							
Internal Service Funds	19,000	14,157	6	-	1,549	524	2,764
Total	\$ 165,862	27,680	61,627	4,481	65,738	524	5,812

NOTE Q—JOINT VENTURES

FRANKLIN PARK CONSERVATORY JOINT RECREATION DISTRICT

As noted in Note A, the Franklin Park Conservatory Joint Recreation District (the Conservatory District) is considered a joint venture of the City and Franklin County (the County). The arrangement with the Conservatory District possesses all of the following characteristics to be classified as a joint venture. The Conservatory District:

- resulted from a contractual arrangement (City Resolution 109X-90 and Franklin County Resolution 79-90 pursuant to authority contained in Section 755.14(B) of the Ohio Revised Code);
- functions as a separate and specific activity from the City and the County;
- is governed by the City and the County, with neither entity in a position to unilaterally control the Conservatory District's financial or operating policies; and
- involves an ongoing financial responsibility on the part of the City and the County.

The Conservatory District receives an annual operating subsidy from the City, subject to annual appropriation by the City's Council. Financial statements of the Conservatory District may be obtained from the Conservatory District's administration offices at 1777 East Broad Street, Columbus, Ohio 43203. Summary financial data for the year ended December 31, 2003 are as follows:

	(in thousands)
Cash and investments	\$ 453
Other current assets	379
Capital assets, net of accumulated depreciation	5,134
Other noncurrent assets	<u>213</u>
Total assets	<u>6,179</u>
Current liabilities	841
Noncurrent liabilities	<u>86</u>
Total liabilities	<u>927</u>
Investment in capital assets net of related debt	5,134
Restricted net assets	279
Unrestricted net assets	<u>(161)</u>
Total net asset	<u>\$ 5,252</u>
Total revenues (including City payments of \$608,003)	\$ 4,041
Total expense	<u>(4,054)</u>
Loss before depreciation	(13)
Depreciation expense	(329)
Capital contributions	<u>100</u>
Decrease in net assets	<u>\$ (242)</u>

The Conservatory District's restricted net assets at December 31, 2003 are comprised of an expendable endowment of \$124,551 and an investment of \$154,688 at the Columbus Foundation, an Ohio not-for-profit corporation, for the purpose of furthering the Conservatory District's mission. The Conservatory District has the right to suggest to the Columbus Foundation how these monies are to be expended.

NOTE Q—JOINT VENTURES (CONTINUED)

COLUMBUS/FRANKLIN COUNTY AFFORDABLE HOUSING TRUST CORPORATION

Also, as noted in Note A, the Columbus/Franklin County Affordable Housing Trust Corporation (AHT) is considered a joint venture of the City and County. In its *Audits of State and Local Governmental Units, with Conforming Changes as of May 1, 2001*, both the Financial Accounting Standards Board (FASB) and the Governmental Accounting Standards Board (GASB) recognizes an organization to be governmental if it has one or more of the following characteristics:

- "Popular election of officers or appointment (or approval) of a controlling majority of the members of the organization's governing body by officials of one or more state or local governments."

All members of AHT's board of trustees are jointly appointed by the City's Mayor and the County's Commissioners.

- "The potential for unilateral dissolution by a government with the net assets reverting to the government."

The contract between the City and AHT, in the event of its termination, calls for assets of AHT received from the City and assets of AHT acquired through the use of City funds to revert to the City.

- "The power to enact and enforce a tax levy."

AHT does not have taxing authority.

Having two of the above characteristics AHT, therefore, is considered a joint venture of the City. AHT will continue to receive annual funding from the City as long as the current agreement continues. Summary financial data for the year ended December 31, 2003 are as follows:

	(in thousands)
Cash and cash equivalents	\$ 5,078
Other current assets, restricted	76
Capital assets, net of accumulated depreciation	23
Non-current assets other than capital	<u>2,777</u>
Total assets	<u>7,954</u>
Current liabilities	65
Non-current liabilities	<u>6</u>
Total liabilities	<u>71</u>
Investment in capital assets net of related debt	23
Restricted net assets	7,636
Unrestricted net assets	<u>224</u>
Total net assets	<u>\$ 7,883</u>
Total revenues (including City support of \$1,338,593)	\$ 2,558
Total expense	<u>(626)</u>
Increase in net assets	<u>\$ 1,932</u>

NOTE Q—JOINT VENTURES (CONTINUED)**COLUMBUS REGIONAL AIRPORT AUTHORITY**

On December 12, 2002 the City of Columbus, Ohio, the Columbus Municipal Airport Authority and the County of Franklin, Ohio entered into the *Port Authority Consolidation and Joinder Agreement*. The effective date of the agreement was January 1, 2003. The agreement unites the operations of Columbus Municipal Airport Authority, created by the City in 1990, and the Rickenbacker Port Authority, created by the County in 1979 and dissolved by the County Commissioners via this action. The new entity is titled the *Columbus Regional Airport Authority (CRAA)*. The board of directors of the CRAA is its governing body and consists of nine (9) members; four (4) appointed by the Mayor of the City of Columbus, four (4) by the County Commissioners of Franklin County and one (1) jointly by the Mayor and the County Commissioners.

Beginning January 1, 2003 the Columbus Regional Airport Authority (CRAA) is characterized as a Joint Venture of the City and the County whereas, the Columbus Municipal Airport Authority (CMAA) was reported as a component unit of the City through December 31, 2002.

Summary financial data of CRAA for the year ended December 31, 2003 are as follows:

	(in thousands)
Cash and cash equivalents, unrestricted	\$ 29,402
Other current assets, unrestricted	6,944
Cash and cash equivalents, restricted	97,783
Other current assets, restricted	3,155
Capital assets, net of accumulated depreciation	411,451
Non-current assets other than capital	<u>7,194</u>
Total assets	<u>555,929</u>
Current liabilities payable from unrestricted assets	14,483
Current liabilities payable from restricted assets	11,979
Non-current liabilities	<u>135,505</u>
Total liabilities	<u>161,967</u>
Investment in capital assets net of related debt	275,778
Restricted net assets	96,829
Unrestricted net assets	<u>21,355</u>
Total net assets	<u>\$ 393,962</u>
Total revenues and capital contributions	\$ 88,710
Total expense	<u>(69,044)</u>
Increase in net assets	19,666
Net assets acquired through merger	73,259
Net assets at beginning of year	<u>301,037</u>
Total net assets at end of year	<u>\$ 393,962</u>

NOTE R—SUBSEQUENT EVENT

On May 4, 2004, the City received \$55.1 million from SWACO for partial satisfaction of lease rental payments due the City as described in Note H.

REQUIRED SUPPLEMENTARY INFORMATION

City of Columbus, Ohio

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City of Columbus, Ohio
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2003
(amounts expressed in thousands)

Exhibit 9

	General Fund			
	Budgeted Amounts		Actual	Variance— Positive (negative)
	Original	Final		
Revenues:				
Income taxes	\$ 341,000	\$ 331,500	\$ 329,282	\$ (2,218)
Property taxes	43,500	45,396	45,360	(36)
Investment income	12,250	9,400	10,228	828
Licenses and permits	1,480	900	958	58
Shared revenues	57,911	56,666	57,170	504
Charges for services	34,590	32,300	32,791	491
Fines and forfeits	15,050	16,700	17,091	391
Miscellaneous	3,975	4,151	4,388	237
Total revenues	509,756	497,013	497,268	255
Expenditures:				
Current:				
General government	67,144	67,856	66,787	1,069
Public service	37,908	35,391	35,102	289
Public safety	358,533	366,898	364,937	1,961
Development	18,638	16,670	16,504	166
Expenditures paid through county auditor	1,026	796	759	37
Total expenditures	483,249	487,611	484,089	3,522
Excess (deficiency) of revenues over expenditures	26,507	9,402	13,179	3,777
Other financing sources (uses):				
Transfers in	100	25,358	29,478	4,120
Transfers out	(63,208)	(61,475)	(56,239)	5,236
Total other financing sources (uses)	(63,108)	(36,117)	(26,761)	9,356
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(36,601)	(26,715)	(13,582)	13,133
Fund balances at beginning of year	50,368	50,368	50,368	-
Lapsed encumbrances	1,026	2,596	2,596	-
Fund balances (deficit) at end of year	\$ 14,793	\$ 26,249	\$ 39,382	\$ 13,133

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

Deficiency of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule	(13,582)
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at December 31, 2002	(139,353)
Accrued as receivables at December 31, 2003 but not recognized in budget	142,464
Deferred at December 31, 2002 but not recognized in budget	114,607
Deferred at December 31, 2003 but recognized in budget	(114,398)
(Increases) decreases from encumbrances:	
Expenditures of amounts encumbered during the year ended December 31, 2002	(12,392)
Recognized as expenditures in the budget	16,706
(Increases) decreases from expenditures:	
Accrued as liabilities at December 31, 2002 recognized as expenditures (GAAP) but not in budget	36,456
Accrued as liabilities at December 31, 2003	(33,777)
Unrealized loss on investments	(2,459)
Net change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balance (Exhibit 4)	\$ (5,728)

See notes to required supplementary information.

CITY OF COLUMBUS, OHIO

Notes to the Required Supplementary Information

December 31, 2003

NOTE A—BUDGETARY DATA

City Council follows the procedures outlined below in establishing expenditure budget data.

- (1) Prior to November 15, the Mayor 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 ordinances, the budget is legally enacted through passage of the ordinances. The budget specifies expenditure amounts by Object Level One for each division within each fund. The objects are (1) personal services, (2) materials and supplies, (3) contractual services, (4) debt principal payments, (5) other, (6) capital outlay, (7) interest on debt, and (10) transfers.
- (4) Transfers of appropriations of less than \$25,000 can be made between budget Object Level One within a division and fund without additional City Council action, but with responsible management approval. Transfers in excess of this amount require the approval of both City Council and the Mayor. Supplemental appropriations must be approved by City Council. During 2003, all appropriations were approved as required. Appropriations for general funds expenditures and transfers out, were as follows:

	(in thousands)		
	Original budget	Revisions	Final budget
General	\$ 546,457	2,629	549,086

- (5) The City maintains budgetary controls by not permitting expenditures to exceed appropriations at the Object Level One level for each division within each fund.
- (6) Unencumbered appropriations lapse at year-end.

All General fund expenditures, except for expenditures paid through the county auditor, have annual expenditures budgeted by City Council. Revenues and expenditures paid through the county auditor are estimated by the City Auditor in conjunction with the annual budgeting process. However, this estimate is not included or required in the budget ordinance.

Revenues for the General fund are estimated by the City Auditor in conjunction with the annual budgeting process. However, this estimate is not included or required in the budget ordinance.

Notes to the Required Supplementary Information (continued)

The City's budgetary process is based upon accounting for certain transactions on a basis other than GAAP. The major differences are:

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

City of Columbus, Ohio

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SUPPLEMENTARY INFORMATION

City of Columbus, Ohio

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City of Columbus, Ohio

Major Governmental Funds

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

General Bond Retirement Fund – required by State statutes and accounts for all general obligation debt, except proprietary funds' general obligation debt, of the City.

Special Income Tax Fund – used to account for 25% of income tax collections set aside for debt service and related expenditures.

City of Columbus, Ohio

Exhibit A-1

Schedule of Expenditures-Budget and Actual
 General Fund
 Budget Basis
 Year Ended December 31, 2003

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Expenditures				
Current				
General Government				
City council				
Personal services	\$ 2,453,751	\$ 2,330,751	\$ 2,313,872	\$ 16,879
Materials and supplies	31,800	31,800	28,670	3,130
Contractual services	1,506,021	1,506,021	1,177,838	328,183
Total city council	<u>3,991,572</u>	<u>3,868,572</u>	<u>3,520,380</u>	<u>348,192</u>
City auditor				
Personal services	2,115,632	1,983,316	1,943,475	39,841
Materials and supplies	25,500	25,500	25,259	241
Contractual services	751,800	762,800	700,669	62,131
Capital outlay	-	4,000	4,000	-
Total city auditor	<u>2,892,932</u>	<u>2,775,616</u>	<u>2,673,403</u>	<u>102,213</u>
Income tax				
Personal services	4,724,365	4,608,856	4,540,670	68,186
Materials and supplies	44,500	35,500	25,394	10,106
Contractual services	619,720	599,720	573,354	26,366
Total income tax	<u>5,388,585</u>	<u>5,244,076</u>	<u>5,139,418</u>	<u>104,658</u>
City treasurer				
Personal services	752,005	744,005	742,176	1,829
Materials and supplies	5,000	5,000	5,000	-
Contractual services	121,594	121,594	120,472	1,122
Total city treasurer	<u>878,599</u>	<u>870,599</u>	<u>867,648</u>	<u>2,951</u>
Parking violations bureau				
Personal services	2,046,331	1,982,368	1,971,055	11,313
Materials and supplies	27,655	27,655	22,997	4,658
Contractual services	644,486	662,304	646,852	15,452
Other	12,000	14,000	14,000	-
Total parking violations bureau	<u>2,730,472</u>	<u>2,686,327</u>	<u>2,654,904</u>	<u>31,423</u>
City attorney				
Personal services	8,451,272	8,656,115	8,501,339	154,776
Materials and supplies	58,000	82,950	82,919	31
Contractual services	586,556	1,009,606	976,899	32,707
Total city attorney	<u>9,095,828</u>	<u>9,748,671</u>	<u>9,561,157</u>	<u>187,514</u>
Real estate				
Personal services	430,993	364,204	360,077	4,127
Materials and supplies	4,140	7,082	7,082	-
Contractual services	17,852	14,910	14,540	370
Total real estate	<u>452,985</u>	<u>386,196</u>	<u>381,699</u>	<u>4,497</u>

(Continued)

City of Columbus, Ohio

Exhibit A-1 (continued)

Schedule of Expenditures-Budget and Actual
 General Fund
 Budget Basis
 Year Ended December 31, 2003

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Municipal court judges				
Personal services	\$ 10,301,150	10,396,150	\$ 10,364,886	\$ 31,264
Materials and supplies	61,900	61,900	61,732	168
Contractual services	1,341,944	1,431,944	1,430,286	1,658
Total municipal court judges	<u>11,704,994</u>	<u>11,889,994</u>	<u>11,856,904</u>	<u>33,090</u>
Municipal court clerk				
Personal services	8,592,057	8,532,348	8,532,348	-
Materials and supplies	161,500	162,780	162,780	-
Contractual services	187,057	174,102	174,102	-
Total municipal court clerk	<u>8,940,614</u>	<u>8,869,230</u>	<u>8,869,230</u>	<u>-</u>
Civil service commission				
Personal services	2,499,008	2,449,969	2,431,439	18,530
Materials and supplies	27,897	20,497	13,488	7,009
Contractual services	202,707	147,495	124,106	23,389
Other	-	1,212	1,212	-
Total civil service commission	<u>2,729,612</u>	<u>2,619,173</u>	<u>2,570,245</u>	<u>48,928</u>
Human resources				
Personal services	1,484,578	1,409,911	1,402,343	7,568
Materials and supplies	27,400	13,900	13,438	462
Contractual services	182,018	193,018	192,726	292
Total human resources	<u>1,693,996</u>	<u>1,616,829</u>	<u>1,608,507</u>	<u>8,322</u>
Technology director				
Personal services	1,916,029	1,843,970	1,834,753	9,217
Materials and supplies	54,796	35,796	32,678	3,118
Contractual services	926,276	829,276	776,022	53,254
Capital outlay	10,545	-	-	-
Total technology director	<u>2,907,646</u>	<u>2,709,042</u>	<u>2,643,453</u>	<u>65,589</u>
Telecommunications				
Personal services	440,683	379,782	376,601	3,181
Materials and supplies	2,702	2,702	2,034	668
Contractual services	16,650	11,150	8,064	3,086
Total telecommunications	<u>460,035</u>	<u>393,634</u>	<u>386,699</u>	<u>6,935</u>
Mayor				
Personal services	1,812,328	1,821,522	1,784,295	37,227
Materials and supplies	19,800	4,478	3,865	613
Contractual services	645,114	605,647	583,574	22,073
Other	250	250	250	-
Total mayor	<u>2,477,492</u>	<u>2,431,897</u>	<u>2,371,984</u>	<u>59,913</u>

(Continued)

City of Columbus, Ohio

Exhibit A-1 (continued)

Schedule of Expenditures-Budget and Actual
 General Fund
 Budget Basis
 Year Ended December 31, 2003

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Community relations commission				
Personal services	\$ 566,102	\$ 542,264	\$ 537,642	\$ 4,622
Materials and supplies	9,275	7,285	6,322	963
Contractual services	40,908	42,898	40,618	2,280
Total community relations comm.	<u>616,285</u>	<u>592,447</u>	<u>584,582</u>	<u>7,865</u>
Equal business opportunity office				
Personal services	863,539	845,975	839,246	6,729
Materials and supplies	6,000	6,000	4,190	1,810
Contractual services	40,457	37,957	36,005	1,952
Total equal business opportunity	<u>909,996</u>	<u>889,932</u>	<u>879,441</u>	<u>10,491</u>
Finance				
Personal services	2,312,090	2,295,609	2,282,695	12,914
Materials and supplies	17,400	13,400	8,836	4,564
Contractual services	6,942,504	7,954,737	7,926,160	28,577
Total finance	<u>9,271,994</u>	<u>10,263,746</u>	<u>10,217,691</u>	<u>46,055</u>
Total general government	<u>67,143,637</u>	<u>67,855,981</u>	<u>66,787,345</u>	<u>1,068,636</u>
Public service				
Service director				
Personal services	1,912,792	1,403,264	1,385,516	17,748
Materials and supplies	3,250	2,170	2,004	166
Contractual services	18,324	11,904	11,877	27
Total service director	<u>1,934,366</u>	<u>1,417,338</u>	<u>1,399,397</u>	<u>17,941</u>
Refuse collection				
Personal services	13,150,093	12,947,219	12,872,861	74,358
Materials and supplies	133,554	93,554	91,699	1,855
Contractual services	7,958,126	7,858,126	7,763,892	94,234
Other	78,300	78,300	53,794	24,506
Total refuse collection	<u>21,320,073</u>	<u>20,977,199</u>	<u>20,782,246</u>	<u>194,953</u>
Fleet				
Capital outlay	1,656,730	1,100,730	1,099,936	794
Total fleet	<u>1,656,730</u>	<u>1,100,730</u>	<u>1,099,936</u>	<u>794</u>
Facilities management				
Personal services	5,303,936	5,347,339	5,347,339	-
Materials and supplies	586,483	380,783	361,693	19,090
Contractual services	6,369,152	6,140,681	6,099,302	41,379
Other		26,700	11,500	15,200
Total facilities management	<u>12,259,571</u>	<u>11,895,503</u>	<u>11,819,834</u>	<u>75,669</u>

(Continued)

City of Columbus, Ohio

Exhibit A-1 (continued)

Schedule of Expenditures-Budget and Actual
 General Fund
 Budget Basis
 Year Ended December 31, 2003

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Transportation				
Personal services	\$ 416,246	\$ -	\$ -	\$ -
Materials and supplies	92,150	-	-	-
Contractual services	123,590	-	-	-
Other	105,000	-	-	-
Total transportation	<u>736,986</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total public service	<u>37,907,726</u>	<u>35,390,770</u>	<u>35,101,413</u>	<u>289,357</u>
Public safety				
Safety director				
Personal services	2,190,258	2,037,658	2,018,601	19,057
Materials and supplies	22,800	22,800	20,909	1,891
Contractual services	11,910,443	12,800,443	12,786,765	13,678
Other	500	500	30	470
Total safety director	<u>14,124,001</u>	<u>14,861,401</u>	<u>14,826,305</u>	<u>35,096</u>
Communications				
Personal services	2,266,984	2,258,068	2,258,068	-
Materials and supplies	456,863	530,382	512,059	18,323
Contractual services	410,306	339,866	322,687	17,179
Other	500	500	-	500
Total communications	<u>3,134,653</u>	<u>3,128,816</u>	<u>3,092,814</u>	<u>36,002</u>
Police				
Personal services	182,533,338	183,906,360	183,065,930	840,430
Materials and supplies	4,215,287	4,187,337	4,183,009	4,328
Contractual services	8,967,919	9,593,352	9,295,703	297,649
Other	325,000	325,000	284,773	40,227
Capital outlay	97,200	93,146	31,895	61,251
Total police	<u>196,138,744</u>	<u>198,105,195</u>	<u>196,861,310</u>	<u>1,243,885</u>
Fire				
Personal services	138,102,950	141,641,434	141,011,353	630,081
Materials and supplies	3,415,193	3,909,772	3,903,292	6,480
Contractual services	3,594,929	5,207,022	5,206,123	899
Other	22,500	18,650	10,588	8,062
Capital outlay	-	25,850	25,560	290
Total fire	<u>145,135,572</u>	<u>150,802,728</u>	<u>150,156,916</u>	<u>645,812</u>
Total public safety	<u>358,532,970</u>	<u>366,898,140</u>	<u>364,937,345</u>	<u>1,960,795</u>
Development				
Development administration				
Personal services	1,903,626	1,657,989	1,645,721	12,268
Materials and supplies	40,061	22,850	22,549	301
Contractual services	418,210	288,184	269,332	18,852
Total development administration	<u>2,361,897</u>	<u>1,969,023</u>	<u>1,937,602</u>	<u>31,421</u>

(Continued)

City of Columbus, Ohio

Exhibit A-1 (continued)

Schedule of Expenditures-Budget and Actual
 General Fund
 Budget Basis
 Year Ended December 31, 2003

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Economic Development				
Personal services	\$ 280,326	\$ 255,927	\$ 255,927	\$ -
Materials and supplies	7,700	6,500	6,373	127
Contractual services	581,838	554,170	553,639	531
Other	<u>3,000,689</u>	<u>2,302,762</u>	<u>2,302,762</u>	<u>-</u>
Total economic development	<u>3,870,553</u>	<u>3,119,359</u>	<u>3,118,701</u>	<u>658</u>
Neighborhood Services				
Personal services	5,661,598	5,415,593	5,375,341	40,252
Materials and supplies	191,882	63,177	61,898	1,279
Contractual services	3,438,464	3,568,293	3,518,192	50,101
Other	<u>10,000</u>	<u>14,950</u>	<u>12,753</u>	<u>2,197</u>
Total neighborhood services	<u>9,301,944</u>	<u>9,062,013</u>	<u>8,968,184</u>	<u>93,829</u>
Planning				
Personal services	930,652	885,076	876,368	8,708
Materials and supplies	18,400	11,128	10,866	262
Contractual services	<u>68,140</u>	<u>55,747</u>	<u>39,153</u>	<u>16,594</u>
Total planning	<u>1,017,192</u>	<u>951,951</u>	<u>926,387</u>	<u>25,564</u>
Housing				
Personal services	242,413	223,127	215,149	7,978
Materials and supplies	1,000	1,000	-	1,000
Contractual services	<u>1,843,500</u>	<u>1,343,500</u>	<u>1,338,027</u>	<u>5,473</u>
Total housing	<u>2,086,913</u>	<u>1,567,627</u>	<u>1,553,176</u>	<u>14,451</u>
Total Development	<u>18,638,499</u>	<u>16,669,973</u>	<u>16,504,050</u>	<u>165,923</u>
Expenditures paid through county auditor	<u>1,026,000</u>	<u>796,000</u>	<u>759,216</u>	<u>36,784</u>
Total expenditures	<u>\$ 483,248,832</u>	<u>\$ 487,610,864</u>	<u>\$ 484,089,369</u>	<u>\$ 3,521,495</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Bond Retirement
Budget Basis
Year ended December 31, 2003

Exhibit A-2

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	Variance with Final Budget-
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Investment earnings	\$ 65,513	\$ 65,513	\$ 65,513	\$ -
Special assessments	94,780	94,780	94,780	-
Miscellaneous	<u>162,987,786</u>	<u>162,987,786</u>	<u>162,987,786</u>	-
Total revenues	<u>163,148,079</u>	<u>163,148,079</u>	<u>163,148,079</u>	<u>-</u>
Expenditures				
Current				
General government				
Sinking fund trustees				
Personal services	207,850	207,850	169,336	38,514
Materials and supplies	1,200	1,200	102	1,098
Contractual services	13,650	13,650	3,493	10,157
Capital outlay	<u>2,300</u>	<u>2,300</u>	<u>250</u>	<u>2,050</u>
Total sinking fund trustees	<u>225,000</u>	<u>225,000</u>	<u>173,181</u>	<u>51,819</u>
Total general government	<u>225,000</u>	<u>225,000</u>	<u>173,181</u>	<u>51,819</u>
Debt service				
Principal retirement and payment of obligation under capitalized lease	125,758,136	252,596,534	252,596,534	-
Interest and fiscal charges	<u>66,720,551</u>	<u>66,720,551</u>	<u>66,371,019</u>	<u>349,532</u>
Total debt service	<u>192,478,687</u>	<u>319,317,085</u>	<u>318,967,553</u>	<u>349,532</u>
Total expenditures	<u>192,703,687</u>	<u>319,542,085</u>	<u>319,140,734</u>	<u>401,351</u>
Excess (deficiency) of revenues over expenditures	(29,555,608)	(156,394,006)	(155,992,655)	401,351
Other financing sources (uses)				
Operating transfers in	<u>155,875,137</u>	<u>155,875,137</u>	<u>155,875,137</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	126,319,529	(518,869)	(117,518)	401,351
Fund balance at beginning of year	3,390,483	3,390,483	3,390,483	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 129,710,012</u>	<u>\$ 2,871,614</u>	<u>\$ 3,272,965</u>	<u>\$ 401,351</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Special Income Tax
Budget Basis
Year ended December 31, 2003

Exhibit A-3

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	Variance with Final Budget-
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Income taxes	\$ 109,760,620	\$ 109,760,620	\$ 109,760,620	\$ -
Miscellaneous	14,638,603	14,638,603	14,638,603	-
Total revenues	<u>124,399,223</u>	<u>124,399,223</u>	<u>124,399,223</u>	<u>-</u>
Expenditures				
Current				
General government				
City auditor				
Contractual services	-	50,000	50,000	-
Total city auditor	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
City attorney				
Contractual services	125,000	125,000	-	125,000
Total city attorney	<u>125,000</u>	<u>125,000</u>	<u>-</u>	<u>125,000</u>
Finance				
Contractual services	240,700	240,700	60,212	180,488
Other	-	170,000	170,000	-
Total finance	<u>240,700</u>	<u>410,700</u>	<u>230,212</u>	<u>180,488</u>
Total general government	<u>365,700</u>	<u>585,700</u>	<u>280,212</u>	<u>305,488</u>
Public service				
Facilities management				
Contractual services	-	285,000	285,000	-
Total facilities management	<u>-</u>	<u>285,000</u>	<u>285,000</u>	<u>-</u>
Refuse collection				
Contractual services	10,858,000	10,858,000	10,858,000	-
Total refuse collection	<u>10,858,000</u>	<u>10,858,000</u>	<u>10,858,000</u>	<u>-</u>
Total public service	<u>10,858,000</u>	<u>11,143,000</u>	<u>11,143,000</u>	<u>-</u>
Public safety				
Police				
Capital Outlay	-	1,105,562	1,105,562	-
Total refuse collection	<u>-</u>	<u>1,105,562</u>	<u>1,105,562</u>	<u>-</u>
Total public safety	<u>-</u>	<u>1,105,562</u>	<u>1,105,562</u>	<u>-</u>
Debt service				
Principal retirement and payment of obligation under capitalized lease	1,110,000	1,110,688	1,110,688	-
Interest and fiscal charges	227,850	227,850	221,338	6,512
Total debt service	<u>1,337,850</u>	<u>1,338,538</u>	<u>1,332,026</u>	<u>6,512</u>
Total expenditures	<u>12,561,550</u>	<u>14,172,800</u>	<u>13,860,800</u>	<u>312,000</u>
Excess of revenues over expenditures	111,837,673	110,226,423	110,538,423	312,000
Other financing sources (uses)				-
Debt Proceeds	40,985,000	40,985,000	40,985,000	-
Operating transfers in	4,413,674	4,413,674	4,413,674	-
Operating transfers out	(153,754,911)	(189,720,524)	(189,720,524)	-
Total other financing sources (uses)	<u>(108,356,237)</u>	<u>(144,321,850)</u>	<u>(144,321,850)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	3,481,436	(34,095,427)	(33,783,427)	312,000
Fund balance at beginning of year	131,226,204	131,226,204	131,226,204	-
Lapsed encumbrances	9,584,000	9,584,000	9,584,000	-
Fund balance at end of year	<u>\$ 144,291,640</u>	<u>\$ 106,714,777</u>	<u>\$ 107,026,777</u>	<u>\$ 312,000</u>

City of Columbus, Ohio

Other Governmental Funds

Special Revenue Funds – used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. City ordinances or Federal and/or State statutes specify the uses and limitations of each Special Revenue Fund. The title of the funds is descriptive of the activities involved. The Special Revenue Funds are:

City Ordinances

- Cable Communications
- Fannie Mae Loans
- Land Management
- Area Commissions
- Special Purpose
- Mayor’s Education Charitable Trust
- Columbus Community Relations
- Housing/Business Tax Incentives
- Hester Dysart Paramedic Education
- Hotel-Motel Tax
- Emergency Human Services
- Private Leisure Assistance for Youth
- Tree Replacement
- Gatrell Arts Vocational Rehabilitation
- Columbus Housing Fund
- Neighborhood Economic Dev. Fund
- Development Services
- Health
- Fire Quarter Master Incentive Travel Fund
- Municipal Motor Vehicle Tax
- Treasury Investment Earnings
- Golf Course Operations
- Recreation & Parks Operations
- Private Grants
- Urban Site Acquisition Loan Fund
- Collection Fees
- Environmental Fund
- Citywide Training Fund

State Statutes

To Account for Shared Revenues, Fines, and Other Special Revenues

- Drivers Alcohol Treatment
- Municipal Court Special Projects
- Municipal Court Clerk
- County Auto License
- Street Const. Maintenance & Repair

Federal and/or State Statutes

To Account for Grants and Subsidies

- HOME Program
- HOPE Program
- HUD Section 108 Loans
- Law Enforcement
- General Government Grants
- Local Law Enforcement Block Grant
- Urban Development Action Grants
- Community Development Act
- Health Department Grants
- Recreation & Parks Grants

City of Columbus, Ohio

Other Governmental Funds (continued)

Debt Service Funds – used to account for the accumulation of resources for and payment of general obligation principal, interest, and related expenditures.

- Tax Increment Financing (TIF) funds
- Recreation Debt Service Fund
- Capitol South Debt Service Fund

Capital Project Funds – used to account for financial resources used for the acquisition and construction of major capital facilities other than those financed by proprietary funds and fiduciary funds. The titles of the funds are descriptive of the activities involved. The Capital Projects Funds classified by the primary sources of funding are:

Debt Proceeds

- Public Safety V-95
- Parks & Recreation V-95, V-99
- Refuse Collection V-95
- Streets & Highways V-95, V-99
- Health
- Engineering & Construction Bond
- Streets & Traffic Bond
- Nationwide Development Bond
- Parks & Recreation Bond 6-89
- Lyra Gemini Polaris
- Facilities Management
- Northwood Rd. Special Assessment
- Northland & Other Acquisitions
- Police Bonds 6-91
- Brewery District
- Streets & Traffic V-88
- Development Bonds
- Police V-88
- Parks & Recreation V-88
- Geographic Information System Bond
- Computer System Bond
- Information Services Bonds
- Downtown Development
- COSI Bonds

Grant Revenue and Other Funding Sources

- Short North SID
- Neil Ave-Vine St Improvements
- Parks & Rec. Permanent Improvement
- General Permanent Improvement
- Transportation Improvement Program
- State Issue 2-Streets
- Federal State Highway Engineering
- Street & Highway Improvement

City of Columbus, Ohio

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City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1

		Special Revenue												
		HOME Program	HOPE Program	Cable Communications	HUD Section 108 Loans	Fannie Mae Loans	Land Management	Law Enforcement						
ASSETS														
Cash and cash equivalents:														
Cash and investments with treasurer	\$	1,465	\$	6	\$	2,295	\$	193	\$	15	\$	224	\$	1,626
Cash and investments with fiscal and escrow agents		-		-		-		-		-		-		-
Investments		-		-		-		-		-		-		-
Receivables (net of allowances for uncollectibles)		1,148		105		3		823		-		-		2
Due from other:														
Governments		-		-		-		-		-		-		-
Funds		5		-		8		-		-		-		-
Total assets	\$	2,618	\$	111	\$	2,306	\$	1,016	\$	15	\$	224	\$	1,628
LIABILITIES														
Accounts payable		162		-		308		16		-		-		16
Due to other funds		-		-		-		-		-		-		-
Interfund payables		-		-		-		-		-		-		-
Deferred revenue and other		1,298		-		-		1,000		-		-		-
Accrued wages and benefits		10		-		97		-		-		-		-
Total liabilities		1,470		-		405		1,016		-		-		16
FUND BALANCES														
Reserved for encumbrances		8,672		50		479		11,930		20		-		266
Reserved for non-current loans receivable		1,148		105		-		823		-		-		-
Unreserved, undesignated		(8,672)		(44)		1,422		(12,753)		(5)		224		1,346
Total fund balances		1,148		111		1,901		-		15		224		1,612
Total liabilities and fund balances	\$	2,618	\$	111	\$	2,306	\$	1,016	\$	15	\$	224	\$	1,628

(continued)

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

Special Revenue

	HOME Program	HOPE Program	Cable Communications	HUD Section 108 Loans	Fannie Mae Loans	Land Management	Law Enforcement
REVENUES							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	1,649	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	24
Licenses and permits	-	-	6,403	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	503	-	-	-	285
Fines and forfeits	-	-	-	-	-	-	302
Miscellaneous	56	12	12	33	17	14	186
Total revenues	1,705	-	6,918	33	17	14	797
EXPENDITURES							
Current:							
General government	1,636	-	4,507	-	-	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	65	-	-	-	530
Development	-	-	-	33	-	4	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	-	-	86	-	-	-	125
Total expenditures	1,636	-	4,658	33	-	4	655
Excess (deficiency) of revenues over expenditures	69	-	2,260	-	17	10	142
OTHER FINANCING SOURCES (USES)							
Transfers in	2	-	47	-	-	-	-
Transfers out	-	-	(1,400)	-	(28)	-	(14)
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-
Total other financing sources (uses)	2	-	(1,353)	-	(28)	-	(14)
Net change in fund balance	71	-	907	-	(11)	10	128
Fund balances—beginning of year	1,077	111	994	-	26	214	1,484
Fund balances—end of year	\$ 1,148	\$ 111	\$ 1,901	\$ -	\$ 15	\$ 224	\$ 1,612

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

	Special Revenue									
	General Government Grants	Area Commissions	Local Law Enforcement		Special Purpose	Mayor's Education		Drivers Alcohol Treatment	Municipal Court Special Projects	
			Block Grant	Enforcement		Charitable Trust	Trust			
\$	654	67	817	2,793	406	866	590			
	-	-	-	-	-	-	-			
	-	-	-	-	-	-	-			
	14	-	1	-	1	-	-			
	4,999	-	236	-	-	-	-			
	90	-	1	-	-	-	6			
Total assets	5,757	67	1,055	2,793	407	866	596			
	1,492	1	-	38	21	25	22			
	232	-	-	2	-	-	-			
	-	-	-	-	-	-	-			
	3,974	-	1,055	-	-	-	-			
	59	-	-	2	-	-	17			
Total liabilities	5,757	1	1,055	42	21	25	39			
	13,855	47	39	149	79	5	30			
	14	-	-	-	-	-	-			
	(13,869)	19	(39)	2,602	307	836	527			
Total fund balances	-	66	-	2,751	386	841	557			
Total liabilities and fund balances	5,757	67	1,055	2,793	407	866	596			

(continued)

City of Columbus, Ohio

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Special Revenue										
	General Government Grants	Area Commissions	Local Law Enforcement		Special Purpose	Mayor's Education		Municipal Court Special Projects			
			Block Grant	Enforcement		Charitable Trust	Drivers Alcohol Treatment	Court Special Projects			
REVENUES											
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	11,649	-	709	-	-	-	-	-	-	-	-
Investment income	-	-	9	-	-	6	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-	143	-	-	-
Charges for services	8	-	-	-	165	7	-	-	-	-	-
Fines and forfeits	-	-	-	-	56	-	-	71	-	-	1,162
Miscellaneous	220	2	-	-	874	223	-	-	-	-	72
Total revenues	11,877	2	718	1,095	236	214	268	33	869	1,234	
EXPENDITURES											
Current:											
General government	1,269	-	-	148	231	245	-	-	-	-	836
Public service	894	-	-	-	-	-	-	-	-	-	-
Public safety	936	-	568	70	-	23	-	-	-	-	-
Development	7,750	27	-	-	-	-	-	-	-	-	-
Health	395	-	-	22	-	-	-	-	-	-	-
Recreation and parks	-	-	-	449	-	-	-	-	-	-	-
Capital outlay	761	-	228	54	-	-	-	-	-	-	33
Total expenditures	12,005	27	796	743	231	268	33	869	1,234	1,234	
Excess (deficiency) of revenues over expenditures	(128)	(25)	(78)	352	5	(54)	365	365	365	365	
OTHER FINANCING SOURCES (USES)											
Transfers in	128	54	78	-	5	-	-	-	-	-	-
Transfers out	-	-	-	(81)	-	-	-	-	-	-	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	128	54	78	(81)	5	(54)	365	365	365	365	
Net change in fund balance	-	29	-	271	10	(54)	365	192	192	192	
Fund balances—beginning of year	-	37	-	2,480	376	895	841	557	557	557	
Fund balances—end of year	\$ -	\$ 66	\$ -	\$ 2,751	\$ 386	\$ 841	\$ 557	\$ 557	\$ 557	\$ 557	

(continued)

City of Columbus, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2003
(amounts expressed in thousands)

Exhibit B-1 (continued)

		Special Revenue							
		Columbus Community Relations	Housing / Business Tax Incentives	Hester Dysart Paramedic Education	Hotel-Motel Tax	Emergency Human Services	Private Leisure Assistance for Youth		
ASSETS									
Cash and cash equivalents:									
Cash and investments with treasurer	\$	2,577	\$ 12	\$ 170	\$ 145	\$ 203	\$ 1,403	\$	53
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-	-	430
Investments	-	-	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-	-	-	-
Due from other:									
Governments	-	-	-	-	-	-	-	-	-
Funds	8	-	-	-	-	-	-	-	-
Total assets	\$	2,585	\$ 12	\$ 170	\$ 145	\$ 203	\$ 1,403	\$	483
LIABILITIES									
Accounts payable	13	-	-	-	-	-	284	-	1
Due to other funds	-	-	-	-	-	-	-	-	-
Interfund payables	-	-	-	-	-	-	-	-	-
Deferred revenue and other	-	-	-	-	-	-	-	-	-
Accrued wages and benefits	35	-	3	-	-	-	-	-	-
Total liabilities	48	-	3	-	-	-	284	-	1
FUND BALANCES									
Reserved for encumbrances	108	-	-	2	-	-	580	-	4
Reserved for non-current loans receivable	-	-	-	-	-	-	-	-	-
Unreserved, undesignated	2,429	12	167	143	203	539	478	-	478
Total fund balances	2,537	12	167	145	203	1,119	482	-	482
Total liabilities and fund balances	\$	2,585	\$ 12	\$ 170	\$ 145	\$ 203	\$ 1,403	\$	483

(continued)

City of Columbus, Ohio

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Special Revenue										
	Municipal Clerk	Columbus Community Relations	Housing / Business Tax Incentives	Hester Dysart Paramedic Education	Hotel-Motel Tax	Emergency Human Services	Private Leisure Assistance for Youth				
REVENUES											
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	2	-	-	-	-	-	-	42
Licenses and permits	-	-	102	-	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-	-	-
Fines and forfeits	2,542	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	5	-	-	6,729	943	-	-	-	-	56
Total revenues	2,542	5	102	2	6,729	943	943	6,729	943	943	98
EXPENDITURES											
Current:											
General government	2,380	2	-	-	6,628	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	3	-	-	-	-	-	-	-
Development	-	-	59	-	-	1,777	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-	-	-	-	57
Capital outlay	36	-	-	38	-	-	-	-	-	-	-
Total expenditures	2,416	2	59	41	6,628	1,777	1,777	6,628	1,777	1,777	57
Excess (deficiency) of revenues over expenditures	126	3	43	(39)	101	(834)	(834)	101	(834)	(834)	41
OTHER FINANCING SOURCES (USES)											
Transfers in	19	-	2	-	-	-	-	-	-	1	-
Transfers out	(55)	-	-	-	(76)	-	-	-	-	-	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(36)	-	2	-	(76)	1	1	(76)	(76)	1	-
Net change in fund balance	90	3	45	(39)	25	(833)	(833)	25	(833)	41	41
Fund balances—beginning of year	2,447	9	122	184	178	1,952	1,952	178	1,952	1,952	441
Fund balances—end of year	\$ 2,537	\$ 12	\$ 167	\$ 145	\$ 203	\$ 1,119	\$ 1,119	\$ 203	\$ 1,119	\$ 1,119	\$ 482

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

		Special Revenue							
		Gatrell Arts		Neighborhood Economic		Fire Quarter Master		Urban Dev.	
		Vocational	Columbus	Development	Incentive	Development	Services	Development	Action Grants
Tree Replacement	Rehabilitation	Housing Fund	Fund	Travel Fund	Services	Urban Dev.			
\$	98	\$ 2	\$ -	\$ 126	\$ 10	\$ 4,297	\$	797	
	-	-	-	-	-	-	-	-	
	-	33	-	-	-	-	-	-	
	-	-	-	-	-	480	-	847	
	-	-	-	-	-	-	-	-	
	-	-	-	-	-	160	-	-	
Total assets	98	\$ 35	\$ -	\$ 126	\$ 10	\$ 4,937	\$	1,644	
LIABILITIES									
Accounts payable	-	-	-	-	-	152	-	670	
Due to other funds	-	-	-	-	-	38	-	-	
Interfund payables	-	-	-	-	-	-	-	-	
Deferred revenue and other	-	-	-	-	-	-	-	-	
Accrued wages and benefits	-	-	-	-	-	568	-	-	
Total liabilities	-	-	-	-	-	758	-	670	
FUND BALANCES									
Reserved for encumbrances	2	-	-	1	-	200	-	25	
Reserved for non-current loans receivable	-	-	-	-	-	-	-	847	
Unreserved, undesignated	96	35	-	125	10	3,979	-	102	
Total fund balances	98	35	-	126	10	4,179	-	974	
Total liabilities and fund balances	98	\$ 35	\$ -	\$ 126	\$ 10	\$ 4,937	\$	1,644	

(continued)

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Special Revenue							
	Tree Replacement	Gatrell Arts		Neighborhood Economic		Fire Quarter Master		Urban Dev. Action Grants
		Vocational Rehabilitation	Columbus Housing Fund	Development Fund	Incentive Travel Fund	Development Services		
REVENUES								
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-	-
Investment income	-	1	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	14,916	-	-
Shared revenues	-	-	-	-	-	-	6,753	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Miscellaneous	21	-	964	127	-	823	-	247
Total revenues	21	1	964	127	-	22,492	-	247
EXPENDITURES								
Current:								
General government	-	-	-	-	-	-	-	36
Public service	-	-	-	-	-	8,649	-	-
Public safety	-	-	-	-	-	-	-	-
Development	-	-	964	1	-	13,372	-	60
Health	-	-	-	-	-	-	-	-
Recreation and parks	31	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	29	-	5
Total expenditures	31	-	964	1	-	22,050	-	101
Excess (deficiency) of revenues over expenditures	(10)	1	-	126	-	442	-	146
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	10	190	-	10
Transfers out	-	-	-	-	-	-	-	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	126	10	190	-	10
Net change in fund balance	(10)	1	-	126	10	632	-	156
Fund balances—beginning of year	108	34	-	-	-	3,547	-	818
Fund balances—end of year	\$ 98	\$ 35	\$ -	\$ 126	\$ 10	\$ 4,179	\$ -	\$ 974

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

	Special Revenue							
	Community Development Act	Health	Health Department Grants	County Auto License	Street Const. Maintenance & Repair	Municipal Motor Vehicle Tax	Treasury Investment Earnings	
ASSETS								
Cash and cash equivalents:								
Cash and investments with treasurer	\$ 2,724	\$ 2,102	\$ 1,585	\$ 340	\$ 3,563	\$ 2,071	\$ 77	
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-	
Investments	-	-	-	-	-	-	-	
Receivables (net of allowances for uncollectibles)	16,157	491	-	-	364	-	-	
Due from other:								
Governments	-	-	18	1,450	10,875	1,483	-	
Funds	49	128	61	-	822	224	-	
Total assets	\$ 18,930	\$ 2,721	\$ 1,664	\$ 1,790	\$ 15,624	\$ 3,778	\$ 77	
LIABILITIES								
Accounts payable	505	337	282	-	105	194	-	
Due to other funds	-	-	-	-	94	436	-	
Interfund payables	-	-	-	-	-	-	-	
Deferred revenue and other	2,187	-	1,204	1,450	10,631	1,483	-	
Accrued wages and benefits	169	456	178	-	591	-	-	
Total liabilities	2,861	793	1,664	1,450	11,421	2,113	-	
FUND BALANCES								
Reserved for encumbrances	7,832	323	1,679	-	565	1,283	-	
Reserved for non-current loans receivable	16,154	-	-	-	-	-	-	
Unreserved, undesignated	(7,917)	1,605	(1,679)	340	3,638	382	77	
Total fund balances	16,069	1,928	-	340	4,203	1,665	77	
Total liabilities and fund balances	\$ 18,930	\$ 2,721	\$ 1,664	\$ 1,790	\$ 15,624	\$ 3,778	\$ 77	

(continued)

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

Special Revenue

	Community Development Act	Health		Department Grants		County License	Auto	Street Const. Maintenance & Repair		Municipal Motor Vehicle Tax	Treasury Investment Earnings
		Health		Department Grants							
REVENUES											
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	10,381	-	-	11,377	-	-	-	-	-	-	-
Investment income	34	-	-	-	-	-	-	56	-	-	-
Licenses and permits	-	1,784	-	-	-	-	-	1,043	-	-	-
Shared revenues	-	-	-	-	2,900	-	-	21,261	-	-	-
Charges for services	241	5,719	-	318	-	-	-	4,465	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	907	136	-	34	-	-	-	245	-	2,966	-
Total revenues	11,563	7,639	-	11,729	2,900	-	2,900	27,070	-	2,966	-
EXPENDITURES											
Current:											
General government	1,079	-	-	-	-	-	-	-	-	-	-
Public service	263	-	-	-	768	-	-	28,053	-	3,624	-
Public safety	-	-	-	-	-	-	-	-	-	-	-
Development	11,444	-	-	-	-	-	-	-	-	-	-
Health	330	24,026	-	11,689	-	-	-	-	-	-	-
Recreation and parks	252	-	-	-	-	-	-	-	-	-	-
Capital outlay	10	10	-	50	-	-	-	92	-	433	-
Total expenditures	13,378	24,036	-	11,739	2,602	-	1,834	28,145	-	4,057	-
Excess (deficiency) of revenues over expenditures	(1,815)	(16,397)	(10)	298	(1,091)	-	(1,091)	-	-	-	-
OTHER FINANCING SOURCES (USES)											
Transfers in	180	16,265	70	-	-	-	-	871	-	224	-
Transfers out	(10)	(70)	(60)	-	-	-	-	-	-	(274)	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	170	16,195	10	-	-	-	-	871	-	(50)	-
Net change in fund balance	(1,645)	(202)	-	298	(1,141)	-	(1,141)	(204)	-	(1,141)	-
Fund balances—beginning of year	17,714	2,130	-	42	4,407	-	4,407	77	-	2,806	77
Fund balances—end of year	\$ 16,069	\$ 1,928	\$ -	\$ -	\$ 340	\$ -	\$ 340	\$ 4,203	\$ -	\$ 1,665	\$ 77

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

	Special Revenue						
	Golf Course Operations	Recreation & Parks Operations	Recreation & Parks Grants	Private Grants	Urban Site Acquisition Loan Fund	Collection Fees	Environmental Fund
ASSETS							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 1,059	\$ 927	\$ 663	\$ 601	\$ 950	\$ 198	\$ 74
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	26	-	1	-	4,800	-	-
Due from other:							
Governments	-	-	13,954	-	-	-	-
Funds	30	178	63	2	-	-	-
Total assets	<u>\$ 1,115</u>	<u>\$ 1,105</u>	<u>\$ 14,681</u>	<u>\$ 603</u>	<u>\$ 5,750</u>	<u>\$ 198</u>	<u>\$ 74</u>
LIABILITIES							
Accounts payable	66	382	4,026	9	-	26	-
Due to other funds	-	22	-	-	-	1	-
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	-	-	10,446	-	-	-	-
Accrued wages and benefits	84	669	209	3	-	2	-
Total liabilities	<u>150</u>	<u>1,073</u>	<u>14,681</u>	<u>12</u>	<u>-</u>	<u>29</u>	<u>-</u>
FUND BALANCES							
Reserved for encumbrances	307	400	31,405	390	950	555	-
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	658	(368)	(31,405)	201	4,800	(386)	74
Total fund balances	<u>965</u>	<u>32</u>	<u>-</u>	<u>591</u>	<u>5,750</u>	<u>169</u>	<u>74</u>
Total liabilities and fund balances	<u>\$ 1,115</u>	<u>\$ 1,105</u>	<u>\$ 14,681</u>	<u>\$ 603</u>	<u>\$ 5,750</u>	<u>\$ 198</u>	<u>\$ 74</u>

(continued)

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

Special Revenue

	Special Revenue							Environmental Fund
	Golf Course Operations	Recreation & Parks Operations	Recreation & Parks Grants	Private Grants	Urban Site Acquisition Loan Fund	Collection Fees		
REVENUES								
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 223	\$ -
Grants and subsidies	-	-	43,430	393	-	-	-	-
Investment income	-	-	16	-	-	-	-	-
Licenses and permits	-	4	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-	-
Charges for services	4,059	3,256	607	14	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	419	74
Miscellaneous	24	854	178	256	-	-	-	-
Total revenues	4,083	4,114	44,231	663	-	642	-	74
EXPENDITURES								
Current:								
General government	-	-	-	102	-	-	599	-
Public service	-	-	-	-	-	-	-	-
Public safety	-	-	-	12	-	-	-	-
Development	-	-	-	-	-	-	-	-
Health	-	-	-	377	-	-	-	-
Recreation and parks	4,496	27,950	37,439	8	-	-	-	-
Capital outlay	192	32	7,137	211	-	-	-	-
Total expenditures	4,688	27,982	44,576	710	-	599	-	-
Excess (deficiency) of revenues over expenditures	(605)	(23,868)	(345)	(47)	-	43	-	74
OTHER FINANCING SOURCES (USES)								
Transfers in	89	25,200	345	2	-	-	-	-
Transfers out	-	(197)	-	-	-	-	-	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-	-
Total other financing sources (uses)	89	25,003	345	2	-	-	-	-
Net change in fund balance	(516)	1,135	-	(45)	-	43	-	74
Fund balances—beginning of year	1,481	(1,103)	-	636	5,750	126	-	-
Fund balances—end of year	\$ 965	\$ 32	\$ -	\$ 591	\$ 5,750	\$ 169	\$ -	\$ 74

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

	<u>Special Revenue</u>			<u>Debt Service</u>				
	Citywide Training Fund	Total Nonmajor Special Revenue	Easton TIF	Polaris TIF	Tuttle Crossing TIF	Nationwide Pen Site TIF	Nationwide Off Sites TIF	
ASSETS								
Cash and cash equivalents:								
Cash and investments with treasurer	\$ 1	\$ 38,845	\$ 3,063	\$ 1,263	\$ 882	\$ 30	\$ 750	
Cash and investments with fiscal and escrow agents	-	430	-	-	-	-	-	
Investments	-	33	-	-	-	-	-	
Receivables (net of allowances for uncollectibles)	-	25,263	5	3	-	2	1	
Due from other:								
Governments	-	33,015	-	-	-	-	-	
Funds	-	1,835	-	-	-	-	-	
Total assets	\$ 1	\$ 99,421	\$ 3,068	\$ 1,266	\$ 882	\$ 32	\$ 751	
LIABILITIES								
Accounts payable	-	9,153	-	-	-	-	-	
Due to other funds	-	825	-	-	-	-	-	
Interfund payables	-	-	-	-	-	-	-	
Deferred revenue and other	-	34,728	-	-	-	-	-	
Accrued wages and benefits	-	3,152	-	-	-	-	-	
Total liabilities	-	47,858	-	-	-	-	-	
FUND BALANCES								
Reserved for encumbrances	-	82,232	-	2	-	-	-	
Reserved for non-current loans receivable	-	19,091	-	-	-	-	-	
Unreserved, undesignated	1	(49,760)	3,068	1,264	882	32	751	
Total fund balances	1	51,563	3,068	1,266	882	32	751	
Total liabilities and fund balances	\$ 1	\$ 99,421	\$ 3,068	\$ 1,266	\$ 882	\$ 32	\$ 751	

(continued)

City of Columbus, Ohio

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds
For the Year Ended December 31, 2003
(amounts expressed in thousands)

		<u>Special Revenue</u>				<u>Debt Service</u>			
	Citywide	Total Nonmajor Special Revenue	Easton TIF	Polaris TIF	Tuttle Crossing TIF	Nationwide Pen Site TIF	Nationwide Off Sites TIF		
REVENUES									
Income taxes	-	\$ 223	-	-	-	-	-	-	-
Grants and subsidies	-	79,588	-	-	-	-	-	-	-
Investment income	-	190	63	43	-	20	10	-	-
Licenses and permits	-	24,252	-	-	-	-	-	-	-
Shared revenues	-	24,304	-	-	-	-	-	-	-
Charges for services	1	26,401	-	-	-	-	-	-	-
Fines and forfeits	-	4,626	-	-	-	-	-	-	-
Miscellaneous	-	17,224	2,057	-	1,600	-	664	-	746
Total revenues	1	176,808	2,120	1,643	664	20	746	-	756
EXPENDITURES									
Current:									
General government	-	19,698	22	26	7	-	9	-	-
Public service	-	42,251	-	16	-	-	-	-	-
Public safety	-	2,207	-	-	-	-	-	-	-
Development	-	35,491	-	-	-	-	-	-	-
Health	-	36,839	-	-	-	-	-	-	-
Recreation and parks	-	70,682	-	-	-	-	-	-	-
Capital outlay	-	11,396	-	-	-	-	-	-	-
Total expenditures	-	218,564	22	42	7	-	9	-	9
Excess (deficiency) of revenues over expenditures	1	(41,756)	2,098	1,601	657	20	747	-	747
OTHER FINANCING SOURCES (USES)									
Transfers in	-	43,792	-	-	-	-	-	-	-
Transfers out	-	(2,265)	(1,652)	(1,335)	(817)	(1,971)	(416)	-	(416)
Proceeds from bonds and long-term notes issued	-	-	-	-	-	1,837	-	-	-
Total other financing sources (uses)	-	41,527	(1,652)	(1,335)	(817)	(134)	(416)	-	(416)
Net change in fund balance	1	(229)	446	266	(160)	(114)	331	-	331
Fund balances—beginning of year	-	51,792	2,622	1,000	1,042	146	420	-	420
Fund balances—end of year	1	\$ 51,563	\$ 3,068	\$ 1,266	\$ 882	\$ 32	\$ 751	-	\$ 751

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

	Debt Service							Capital Projects	
	Miranova TIF	Crewville TIF	Brewery District TIF	Recreation Debt Service	Capital South	Total Nonmajor Debt Service	Public Safety V-95		
ASSETS									
Cash and cash equivalents:									
Cash and investments with treasurer	\$ 529	\$ 17	\$ 444	\$ 50	\$ 12,610	\$ 19,638	\$ 21,082		
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-		
Investments	-	-	-	-	-	-	-		
Receivables (net of allowances for uncollectibles)	-	-	2	-	-	13	-		
Due from other:									
Governments	-	-	-	-	-	-	-		
Funds	-	-	-	-	-	-	-		
Total assets	\$ 529	\$ 17	\$ 446	\$ 50	\$ 12,610	\$ 19,651	\$ 21,082		
LIABILITIES									
Accounts payable	-	-	-	-	11	11	2,191		
Due to other funds	-	-	-	-	-	-	-		
Interfund payables	-	-	-	3,837	-	3,837	-		
Deferred revenue and other	-	-	-	-	-	-	-		
Accrued wages and benefits	-	-	-	-	-	-	-		
Total liabilities	-	-	-	3,837	11	3,848	2,191		
FUND BALANCES									
Reserved for encumbrances	-	-	-	-	476	478	16,580		
Reserved for non-current loans receivable	-	-	-	-	-	-	-		
Unreserved, undesignated	529	17	446	(3,787)	12,123	15,325	2,311		
Total fund balances	529	17	446	(3,787)	12,599	15,803	18,891		
Total liabilities and fund balances	\$ 529	\$ 17	\$ 446	\$ 50	\$ 12,610	\$ 19,651	\$ 21,082		

(continued)

City of Columbus, Ohio

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Debt Service						Capital Projects
	Miranova TIF	Crewville TIF	Brewery District TIF	Recreation Debt Service	Capital South	Total Nonmajor Debt Service	Public Safety V-95
REVENUES							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	-	-	30	-	-	166	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	425	-	425	-
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	472	17	-	-	1,108	6,664	-
Total revenues	472	17	30	425	1,108	7,255	-
EXPENDITURES							
Current:							
General government	273	-	-	-	-	337	-
Public service	-	-	-	-	-	16	-
Public safety	-	-	-	-	-	-	-
Development	-	-	4	-	85	89	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	11,982
Total expenditures	273	-	4	-	85	442	11,982
Excess (deficiency) of revenues over expenditures	199	17	26	425	1,023	6,813	(11,982)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	(62)	(1,060)	(2,685)	(9,998)	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	1,837	-
Total other financing sources (uses)	-	-	(62)	(1,060)	(2,685)	(8,161)	-
Net change in fund balance	199	17	(36)	(635)	(1,662)	(1,348)	(11,982)
Fund balances—beginning of year	330	-	482	(3,152)	14,261	17,151	30,873
Fund balances—end of year	\$ 529	\$ 17	\$ 446	\$ (3,787)	\$ 12,599	\$ 15,803	\$ 18,891

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

Capital Projects

	Capital Projects						
	Parks & Recreation V-95, V-99	Refuse Collection V-95	Streets & Highways V-95, V-99	Health	Short North SID	Engineering & Const Bond	Streets & Traffic Bond
ASSETS							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 47	\$ 25	\$ 29,065	\$ 432	\$ 224	\$ 114	\$ 42
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-	-
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	-	-	3,874	-	-	-	-
Total assets	\$ 47	\$ 25	\$ 32,939	\$ 432	\$ 224	\$ 114	\$ 42
LIABILITIES							
Accounts payable	119	6	858	69	-	-	-
Due to other funds	-	-	-	-	-	-	-
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	-	-	-	-	-	-	-
Accrued wages and benefits	-	-	-	-	-	-	-
Total liabilities	119	6	858	69	-	-	-
FUND BALANCES							
Reserved for encumbrances	803	3,417	32,566	185	122	-	-
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	(875)	(3,398)	(485)	178	102	114	42
Total fund balances	(72)	19	32,081	363	224	114	42
Total liabilities and fund balances	\$ 47	\$ 25	\$ 32,939	\$ 432	\$ 224	\$ 114	\$ 42

(continued)

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Capital Projects						
	Parks & Recreation V-95, V-99	Refuse Collection V-95	Streets & Highways V-95, V-99	Health	Short North SID	Engineering & Const Bond	Streets & Traffic Bond
REVENUES							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	-	-	19	-	64	-	-
Total revenues	-	-	19	-	64	-	-
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	4,721	1,564	32,116	1,184	-	-	-
Total expenditures	4,721	1,564	32,116	1,184	-	-	-
Excess (deficiency) of revenues over expenditures	(4,721)	(1,564)	(32,097)	(1,184)	64	-	-
OTHER FINANCING SOURCES (USES)							
Transfers in	400	-	1,379	-	-	-	-
Transfers out	-	-	(11,964)	-	-	-	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-
Total other financing sources (uses)	400	-	(10,585)	-	-	-	-
Net change in fund balance	(4,321)	(1,564)	(42,682)	(1,184)	64	-	-
Fund balances—beginning of year	4,249	1,583	74,763	1,547	160	114	42
Fund balances—end of year	\$ (72)	\$ 19	\$ 32,081	\$ 363	\$ 224	\$ 114	\$ 42

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

		Capital Projects						
		Neil Ave -	Parks &	Lyra Gemini	Facilities	Northwood Rd	Northland and	
		Vine St	Recreation	Polaris	Management	Special	Other	
		Improvements	Bond 6-89			Assessment	Acquisitions	
Nationwide	Development							
Bond								
	\$	1,062	\$ 140	\$ -	\$ 544	\$ 1,002	\$ 43	\$ -
Cash and cash equivalents:		-	-	-	-	-	-	-
Cash and investments with treasurer		-	-	-	-	-	-	-
Cash and investments with fiscal and escrow agents		-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)		-	-	-	-	-	-	-
Due from other:		-	-	-	-	-	-	-
Governments		-	-	-	-	-	-	-
Funds		-	-	-	-	-	-	-
Total assets	\$	<u>1,062</u>	<u>\$ 140</u>	<u>\$ -</u>	<u>\$ 544</u>	<u>\$ 1,002</u>	<u>\$ 43</u>	<u>\$ -</u>
LIABILITIES								
Accounts payable		-	-	-	33	16	-	-
Due to other funds		-	-	-	-	-	-	-
Interfund payables		-	-	-	-	-	-	-
Deferred revenue and other		-	-	-	-	-	-	-
Accrued wages and benefits		-	-	-	-	-	-	-
Total liabilities					<u>33</u>	<u>16</u>		
FUND BALANCES								
Reserved for encumbrances		506	17	-	511	691	-	3,315
Reserved for non-current loans receivable		-	-	-	-	-	-	-
Unreserved, undesignated		556	123	-	-	295	43	(3,315)
Total fund balances		<u>1,062</u>	<u>140</u>	<u>-</u>	<u>511</u>	<u>986</u>	<u>43</u>	<u>-</u>
Total liabilities and fund balances	\$	<u>1,062</u>	<u>\$ 140</u>	<u>\$ -</u>	<u>\$ 544</u>	<u>\$ 1,002</u>	<u>\$ 43</u>	<u>\$ -</u>

(continued)

City of Columbus, Ohio

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended December 31, 2003

(amounts expressed in thousands)

Capital Projects

	Capital Projects							
	Nationwide Development Bond	Neil Ave - Vine St Improvements	Parks & Recreation Bond 6-89	Lyra Gemini Polaris	Facilities Management	Northwood Rd Special Assessment	Northland and Other Acquisitions	
REVENUES								
Income taxes	-	-	-	-	-	-	-	-
Grants and subsidies	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Miscellaneous	556	-	-	-	-	-	-	-
Total revenues	556	-	-	-	-	-	-	-
EXPENDITURES								
Current:								
General government	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-	-
Capital outlay	415	12	-	79	669	-	9,885	-
Total expenditures	415	12	-	79	669	-	9,885	-
Excess(deficiency) of revenues over expenditures	141	(12)	-	(79)	(669)	-	(9,885)	-
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	9,885	-
Transfers out	-	-	(53)	-	-	-	-	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(53)	-	-	-	9,885	-
Net change in fund balance	141	(12)	(53)	(79)	(669)	-	-	-
Fund balances—beginning of year	921	152	53	590	1,655	43	-	-
Fund balances—end of year	\$ 1,062	\$ 140	\$ -	\$ 511	\$ 986	\$ 43	\$ -	\$ -

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

		Capital Projects						
	Police Bonds 6-91	Brewery District	Streets & Traffic V-88	Development Bonds	Police V-88	Parks & Recreation V-88	Parks & Rec. Permanent Improvement	
ASSETS								
Cash and cash equivalents:								
Cash and investments with treasurer	\$ 57	\$ 1,532	\$ 578	\$ 1,047	\$ 60	\$ -	\$ 492	
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-	
Investments	-	-	-	-	-	-	-	
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-	-	
Due from other:								
Governments	-	-	-	-	-	-	-	
Funds	-	-	-	-	-	-	-	
Total assets	\$ 57	\$ 1,532	\$ 578	\$ 1,047	\$ 60	\$ -	\$ 492	
LIABILITIES								
Accounts payable	-	-	-	16	-	-	3	
Due to other funds	-	-	-	-	-	-	-	
Interfund payables	-	-	-	-	-	-	-	
Deferred revenue and other	-	-	-	-	-	-	-	
Accrued wages and benefits	-	-	-	-	-	-	-	
Total liabilities	-	-	-	16	-	-	3	
FUND BALANCES								
Reserved for encumbrances	-	1,532	58	714	60	-	256	
Reserved for non-current loans receivable	-	-	-	-	-	-	-	
Unreserved, undesignated	57	-	520	317	-	-	233	
Total fund balances	57	1,532	578	1,031	60	-	489	
Total liabilities and fund balances	\$ 57	\$ 1,532	\$ 578	\$ 1,047	\$ 60	\$ -	\$ 492	

(continued)

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

Capital Projects

	Police Bonds 6-91	Brewery District	Streets & Traffic V-88	Development Bonds	Police V-88	Parks & Recreation V-88	Parks & Rec. Permanent Improvement
REVENUES							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	150
Total revenues	-	-	-	-	-	-	150
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	-	968	98	107	-	-	520
Total expenditures	-	968	98	107	-	-	520
Excess (deficiency) of revenues over expenditures	-	(968)	(98)	(107)	-	-	(370)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(1)	-
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	(1)	-
Net change in fund balance	-	(968)	(98)	(107)	-	(1)	(370)
Fund balances—beginning of year	57	2,500	676	1,138	60	1	859
Fund balances—end of year	\$ 57	\$ 1,532	\$ 578	\$ 1,031	\$ 60	\$ -	\$ 489

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

Exhibit B-1 (continued)

		Capital Projects						
	General Permanent Improvement	Geographic Information		Computer System Bond	Information Services Bonds	Transportation Improvement Program	State Issue 2 - Streets	Federal State Highway Engineering
		System Bond	Information					
ASSETS								
Cash and cash equivalents:								
Cash and investments with treasurer	\$ 1,757	\$ 650	\$ 184	\$ 829	\$ 3,129	\$ 532	\$ 1,648	
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-	-	-
Due from other:								
Governments	-	-	-	-	-	1,961	3,099	-
Funds	165	-	-	-	-	-	-	-
Total assets	<u>\$ 1,922</u>	<u>\$ 650</u>	<u>\$ 184</u>	<u>\$ 829</u>	<u>\$ 3,129</u>	<u>\$ 2,493</u>	<u>\$ 4,747</u>	
LIABILITIES								
Accounts payable	103	93	-	50	199	-	944	
Due to other funds	-	-	-	-	-	2,493	2,174	
Interfund payables	-	-	-	-	-	-	-	
Deferred revenue and other	-	-	-	-	-	-	1,629	
Accrued wages and benefits	-	-	-	-	-	-	-	
Total liabilities	<u>103</u>	<u>93</u>	<u>-</u>	<u>50</u>	<u>199</u>	<u>2,493</u>	<u>4,747</u>	
FUND BALANCES								
Reserved for encumbrances	999	197	117	300	4,435	684	16,313	
Reserved for non-current loans receivable	-	-	-	-	-	-	-	
Unreserved, undesignated	820	360	67	479	(1,505)	(684)	(16,313)	
Total fund balances	<u>1,819</u>	<u>557</u>	<u>184</u>	<u>779</u>	<u>2,930</u>	<u>-</u>	<u>-</u>	
Total liabilities and fund balances	<u>\$ 1,922</u>	<u>\$ 650</u>	<u>\$ 184</u>	<u>\$ 829</u>	<u>\$ 3,129</u>	<u>\$ 2,493</u>	<u>\$ 4,747</u>	

(continued)

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

Capital Projects

	General Permanent Improvement	Geographic Information		Computer System Bond	Information Services Bonds	Transportation Improvement Program	State Issue 2 - Streets	Federal State Highway Engineering
		System Bond	Information					
REVENUES								
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	1,099	-	4,939	1,366
Investment income	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Miscellaneous	599	-	-	-	-	-	-	1,626
Total revenues	599	-	-	-	-	1,099	4,939	2,992
EXPENDITURES								
Current:								
General government	-	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-	-
Capital outlay	683	107	-	-	470	5,422	5,539	6,237
Total expenditures	683	107	-	-	470	5,422	5,539	6,237
Excess (deficiency) of revenues over expenditures	(84)	(107)	-	-	(470)	(4,323)	(600)	(3,245)
OTHER FINANCING SOURCES (USES)								
Transfers in	165	-	-	-	-	7,503	-	1,429
Transfers out	(95)	-	-	-	-	(250)	-	(1,767)
Proceeds from bonds and long-term notes issued	-	-	-	-	-	-	600	-
Total other financing sources (uses)	70	-	-	-	-	7,253	600	(338)
Net change in fund balance	(14)	(107)	-	-	(470)	2,930	-	(3,583)
Fund balances—beginning of year	1,833	664	184	1,249	-	-	-	3,583
Fund balances—end of year	\$ 1,819	\$ 557	\$ 184	\$ 779	\$ 2,930	\$ -	\$ -	\$ -

(continued)

City of Columbus, Ohio
 Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2003
 (amounts expressed in thousands)

<u>Capital Projects</u>					
	<u>Street & Highway Improvement</u>	<u>Downtown Development</u>	<u>COSI Bonds</u>	<u>Total Nonmajor Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS					
Cash and cash equivalents:					
Cash and investments with treasurer	\$ 1,223	\$ -	\$ -	\$ 67,540	\$ 126,023
Cash and investments with fiscal and escrow agents	-	-	-	-	430
Investments	-	-	-	-	33
Receivables (net of allowances for uncollectibles)	-	-	-	-	25,276
Due from other:					
Governments	-	-	-	5,060	38,075
Funds	376	-	-	4,415	6,250
Total assets	<u>\$ 1,599</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77,015</u>	<u>\$ 196,087</u>
LIABILITIES					
Accounts payable	75	-	-	4,775	13,939
Due to other funds	-	-	-	4,667	5,492
Interfund payables	-	-	-	-	3,837
Deferred revenue and other	-	-	-	1,629	36,357
Accrued wages and benefits	-	-	-	-	3,152
Total liabilities	<u>75</u>	<u>-</u>	<u>-</u>	<u>11,071</u>	<u>62,777</u>
FUND BALANCES					
Reserved for encumbrances	222	356	-	84,956	167,666
Reserved for non-current loans receivable	-	-	-	-	19,091
Unreserved, undesignated	1,302	(356)	-	(19,012)	(53,447)
Total fund balances	<u>1,524</u>	<u>-</u>	<u>-</u>	<u>65,944</u>	<u>133,310</u>
Total liabilities and fund balances	<u>\$ 1,599</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77,015</u>	<u>\$ 196,087</u>

City of Columbus, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Capital Projects					Total Nonmajor Governmental Funds
	Street & Highway Improvement	Downtown Development	COSI Bonds	Total Nonmajor Capital Projects	Total Nonmajor Governmental Funds	
REVENUES						
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	223
Grants and subsidies	-	-	-	7,404	-	86,992
Investment income	-	-	-	-	-	356
Licenses and permits	-	-	-	-	-	24,252
Shared revenues	-	-	-	-	-	24,304
Charges for services	151	-	-	151	-	26,977
Fines and forfeits	-	-	-	-	-	4,626
Miscellaneous	363	-	-	3,377	-	27,265
Total revenues	514	-	-	10,932	-	194,995
EXPENDITURES						
Current:						
General government	-	-	-	-	-	20,035
Public service	-	-	-	-	-	42,267
Public safety	-	-	-	-	-	2,207
Development	-	-	-	-	-	35,580
Health	-	-	-	-	-	36,839
Recreation and parks	-	-	-	-	-	70,682
Capital outlay	606	1,144	-	84,528	-	95,924
Total expenditures	606	1,144	-	84,528	-	303,534
Excess (deficiency) of revenues over expenditures	(92)	(1,144)	-	(73,596)	-	(108,539)
OTHER FINANCING SOURCES (USES)						
Transfers in	41	1,144	-	21,946	-	65,738
Transfers out	-	-	(39)	(14,169)	-	(26,432)
Proceeds from bonds and long-term notes issued	-	-	-	600	-	2,437
Total other financing sources (uses)	41	1,144	(39)	8,377	-	41,743
Net change in fund balance	(51)	-	(39)	(65,219)	-	(66,796)
Fund balances—beginning of year	1,575	-	39	131,163	-	200,106
Fund balances—end of year	\$ 1,524	\$ -	\$ -	\$ 65,944	\$ -	\$ 133,310

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
HOME Program
Budget Basis
Year ended December 31, 2003

Exhibit B-3

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants and subsidies	\$ 6,108,302	\$ 6,108,302	\$ 6,108,302	\$ -
Miscellaneous	320,490	320,490	320,490	-
Total revenues	<u>6,428,792</u>	<u>6,428,792</u>	<u>6,428,792</u>	<u>-</u>
Expenditures				
Current				
Development				
Housing				
Personal services	-	507,298	506,919	379
Materials and supplies	-	10,000	265	9,735
Contractual services	-	303,649	299,491	4,158
Other	42,749	4,694,778	4,694,778	-
Total housing	<u>42,749</u>	<u>5,515,725</u>	<u>5,501,453</u>	<u>14,272</u>
Total development	<u>42,749</u>	<u>5,515,725</u>	<u>5,501,453</u>	<u>14,272</u>
Total expenditures	<u>42,749</u>	<u>5,515,725</u>	<u>5,501,453</u>	<u>14,272</u>
Excess of revenues over expenditures	6,386,043	913,067	927,339	14,272
Other financing sources (uses)				
Operating transfers in	<u>1,900</u>	<u>1,900</u>	<u>1,900</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	6,387,943	914,967	929,239	14,272
Fund balance (deficit) at beginning of year	(8,341,858)	(8,341,858)	(8,341,858)	-
Lapsed encumbrances	42,872	42,872	42,872	-
Fund balance (deficit) at end of year	<u>\$ (1,911,043)</u>	<u>\$ (7,384,019)</u>	<u>\$ (7,369,747)</u>	<u>\$ 14,272</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
HOPE Program
Budget Basis
Year ended December 31, 2003

Exhibit B-4

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 6,500	\$ 6,500	\$ 6,500	\$ -
Total revenues	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>	<u>-</u>
Expenditures	-	-	-	-
Excess of revenues over expenditures	6,500	6,500	6,500	-
Other financing sources (uses)	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	6,500	6,500	6,500	-
Fund balance (deficit) at beginning of year	(52,103)	(52,103)	(52,103)	-
Lapsed encumbrances	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ (45,603)</u>	<u>\$ (45,603)</u>	<u>\$ (45,603)</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Cable Communications
Budget Basis
Year ended December 31, 2003

Exhibit B-5

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and permits	\$ 6,403,405	\$ 6,403,405	\$ 6,403,405	\$ -
Charges for services	502,828	502,828	502,828	-
Miscellaneous	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>-</u>
Total revenues	<u>6,918,233</u>	<u>6,918,233</u>	<u>6,918,233</u>	<u>-</u>
Expenditures				
Current				
General government				
Telecommunications				
Personal services	1,001,353	1,001,353	981,794	19,559
Materials and supplies	258,665	258,665	229,652	29,013
Contractual services	4,089,173	4,089,173	3,668,460	420,713
Capital outlay	<u>60,815</u>	<u>60,815</u>	<u>28,782</u>	<u>32,033</u>
Total telecommunications	<u>5,410,006</u>	<u>5,410,006</u>	<u>4,908,688</u>	<u>501,318</u>
Total general government	<u>5,410,006</u>	<u>5,410,006</u>	<u>4,908,688</u>	<u>501,318</u>
Total expenditures	<u>5,410,006</u>	<u>5,410,006</u>	<u>4,908,688</u>	<u>501,318</u>
Excess of revenues over expenditures	1,508,227	1,508,227	2,009,545	501,318
Other financing sources (uses)				
Operating transfers in	47,500	47,500	47,500	-
Operating transfers out	<u>(1,400,363)</u>	<u>(1,400,363)</u>	<u>(1,400,363)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,352,863)</u>	<u>(1,352,863)</u>	<u>(1,352,863)</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	155,364	155,364	656,682	501,318
Fund balance at beginning of year	445,455	445,455	445,455	-
Lapsed encumbrances	<u>406,262</u>	<u>406,262</u>	<u>406,262</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,007,081</u>	<u>\$ 1,007,081</u>	<u>\$ 1,508,399</u>	<u>\$ 501,318</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
HUD Section 108 Loans
Budget Basis
Year ended December 31, 2003

Exhibit B-6

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 115,491	\$ 115,491	\$ 115,491	\$ -
Total revenues	<u>115,491</u>	<u>115,491</u>	<u>115,491</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	115,491	115,491	115,491	-
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	115,491	115,491	115,491	-
Fund balance (deficit) at beginning of year	(11,868,467)	(11,868,467)	(11,868,467)	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ (11,752,976)</u>	<u>\$ (11,752,976)</u>	<u>\$ (11,752,976)</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Fannie Mae Loans
Budget Basis
Year ended December 31, 2003

Exhibit B-7

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 17,145	\$ 17,145	\$ 17,145	\$ -
Total revenues	<u>17,145</u>	<u>17,145</u>	<u>17,145</u>	<u>-</u>
Expenditures	-	-	-	-
Excess of revenues over expenditures	17,145	17,145	17,145	-
Other financing sources (uses)				
Operating transfers out	<u>(7,571)</u>	<u>(28,429)</u>	<u>(28,429)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	9,574	(11,284)	(11,284)	-
Fund balance at beginning of year	6,654	6,654	6,654	-
Lapsed encumbrances	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ 16,228</u>	<u>\$ (4,630)</u>	<u>\$ (4,630)</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Land Management
Budget Basis
Year ended December 31, 2003

Exhibit B-8

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 13,814	\$ 13,814	\$ 13,814	\$ -
Total revenues	<u>13,814</u>	<u>13,814</u>	<u>13,814</u>	<u>-</u>
Expenditures				
Current				
Development				
Administration				
Contractual services	-	10,000	3,944	6,056
Other	-	5,000	-	5,000
Total expenditures	<u>-</u>	<u>15,000</u>	<u>3,944</u>	<u>11,056</u>
Excess of revenues over expenditures	13,814	(1,186)	9,870	11,056
Other financing sources (uses)	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	13,814	(1,186)	9,870	11,056
Fund balance at beginning of year	214,084	214,084	214,084	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 227,898</u>	<u>\$ 212,898</u>	<u>\$ 223,954</u>	<u>\$ 11,056</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Law Enforcement
Budget Basis
Year ended December 31, 2003

Exhibit B-9

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 35,077	\$ 35,077	\$ 35,077	\$ -
Charges for services	284,978	284,978	284,978	-
Fines and forfeitures	302,028	302,028	302,028	-
Miscellaneous	185,747	185,747	185,747	-
Total revenues	<u>807,830</u>	<u>807,830</u>	<u>807,830</u>	<u>-</u>
Expenditures				
Current				
Public safety				
Police				
Materials and supplies	-	452,039	409,147	42,892
Contractual services	-	187,650	182,401	5,249
Other	-	5,000	100	4,900
Capital outlay	-	143,500	111,598	31,902
Total police	<u>-</u>	<u>788,189</u>	<u>703,246</u>	<u>84,943</u>
Total public safety	<u>-</u>	<u>788,189</u>	<u>703,246</u>	<u>84,943</u>
Total expenditures	<u>-</u>	<u>788,189</u>	<u>703,246</u>	<u>84,943</u>
Excess of revenues over expenditures	807,830	19,641	104,584	84,943
Other financing sources (uses)				
Operating transfers in	276	276	276	-
Operating transfers out	(13,412)	(13,412)	(13,412)	-
Total other financing sources (uses)	<u>(13,136)</u>	<u>(13,136)</u>	<u>(13,136)</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	794,694	6,505	91,448	84,943
Fund balance at beginning of year	1,224,405	1,224,405	1,224,405	-
Lapsed encumbrances	43,338	43,338	43,338	-
Fund balance at end of year	<u>\$ 2,062,437</u>	<u>\$ 1,274,248</u>	<u>\$ 1,359,191</u>	<u>\$ 84,943</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Government Grants
Budget Basis
Year ended December 31, 2003

Exhibit B-10

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants and subsidies	\$ 10,181,359	\$ 10,181,359	\$ 10,181,359	\$ -
Charges for services	8,190	8,190	8,190	-
Miscellaneous	210,107	210,107	210,107	-
Total revenues	<u>10,399,656</u>	<u>10,399,656</u>	<u>10,399,656</u>	<u>-</u>
Expenditures				
Current				
General government				
City attorney				
Personal services	147,865	649,628	649,628	-
Materials and supplies	4,706	4,706	4,706	-
Contractual services	-	200,299	144,159	56,140
Total city attorney	<u>152,571</u>	<u>854,633</u>	<u>798,493</u>	<u>56,140</u>
Municipal court judges				
Personal services	3,783	217,209	217,209	-
Materials and supplies	942	-	-	-
Other	-	26,579	26,579	-
Capital outlay	1,243	-	-	-
Total municipal court judges	<u>5,968</u>	<u>243,788</u>	<u>243,788</u>	<u>-</u>
Finance				
Contractual services	-	300,000	300,000	-
Total finance	<u>-</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>
Total general government	<u>158,539</u>	<u>1,398,421</u>	<u>1,342,281</u>	<u>56,140</u>
Public service				
Refuse collection				
Personal services	128,682	229,078	229,078	-
Materials and supplies	-	6,244	1,047	5,197
Contractual services	-	13,020	9,856	3,164
Total refuse collection	<u>128,682</u>	<u>248,342</u>	<u>239,981</u>	<u>8,361</u>
Transportation				
Materials and supplies	-	636,583	554,951	81,632
Capital outlay	25,000	150,000	150,000	-
Total transportation	<u>25,000</u>	<u>786,583</u>	<u>704,951</u>	<u>81,632</u>
Total public service	<u>153,682</u>	<u>1,034,925</u>	<u>944,932</u>	<u>89,993</u>
Public safety				
Safety director				
Materials and supplies	-	392,603	392,603	-
Capital outlay	-	95,000	88,165	6,835
Total safety director	<u>-</u>	<u>487,603</u>	<u>480,768</u>	<u>6,835</u>
Communications				
Contractual services	-	3,400	-	3,400
Capital outlay	-	2,503,513	2,241,983	261,530
Total communications	<u>-</u>	<u>2,506,913</u>	<u>2,241,983</u>	<u>264,930</u>
Police				
Personal services	505,833	288,047	288,047	-
Materials and supplies	-	463,356	154,538	308,818
Contractual services	18,265	34,586	34,586	-
Other	700	-	-	-
Capital outlay	10,642	-	-	-
Total police	<u>535,440</u>	<u>785,989</u>	<u>477,171</u>	<u>308,818</u>
Fire				
Personal services	6,698	-	-	-
Materials and supplies	42,356	50,794	50,794	-
Contractual services	6,349	-	-	-
Capital outlay	36,044	31,369	31,369	-
Total fire	<u>91,447</u>	<u>82,163</u>	<u>82,163</u>	<u>-</u>
Total public safety	<u>626,887</u>	<u>3,862,668</u>	<u>3,282,085</u>	<u>580,583</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General Government Grants
Budget Basis
Year ended December 31, 2003

Exhibit B-10 (continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Development				
Development administration				
Personal Services	\$ 197,386	\$ 197,386	\$ 197,386	\$ -
Materials and supplies	679	679	679	-
Contractual services	9,005	9,005	9,005	-
Total development administration	207,070	207,070	207,070	-
Economic Development				
Contractual services	115,623	115,623	115,623	-
Total economic development	115,623	115,623	115,623	-
Neighborhood services				
Contractual services	10,000	210,000	210,000	-
Total neighborhood services	10,000	210,000	210,000	-
Housing				
Personal services	-	487,290	148,087	339,203
Materials and supplies	600	600	600	-
Contractual services	-	118,130	86,267	31,863
Other	152,093	1,682,093	1,682,093	-
Total housing	152,693	2,288,113	1,917,047	371,066
Total development	485,386	2,820,806	2,449,740	371,066
Health				
Health				
Personal services	-	16,950	15,262	1,688
Materials and supplies	-	11,901	50	11,851
Contractual services	-	587,982	547,237	40,745
Total health	-	616,833	562,549	54,284
Total health	-	616,833	562,549	54,284
Total expenditures	1,424,494	9,733,653	8,581,587	1,152,066
Excess of revenues over expenditures	8,975,162	666,003	1,818,069	1,152,066
Other financing sources (uses)				
Operating transfers in	132,617	132,617	132,617	-
Operating transfers out	(276)	(276)	(276)	-
Total other financing sources (uses)	132,341	132,341	132,341	-
Excess of revenues and other financing sources over expenditures and other uses	9,107,503	798,344	1,950,410	1,152,066
Fund balance (deficit) at beginning of year	(17,027,736)	(17,027,736)	(17,027,736)	-
Lapsed encumbrances	383,434	383,434	383,434	-
Fund balance (deficit) at end of year	\$ (7,536,799)	\$ (15,845,958)	\$ (14,693,892)	\$ 1,152,066

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Area Commissions
Budget Basis
Year ended December 31, 2003

Exhibit B-11

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 1,571	\$ 1,571	\$ 1,571	\$ -
Total revenues	<u>1,571</u>	<u>1,571</u>	<u>1,571</u>	<u>-</u>
Expenditures				
Current				
Development				
Neighborhood services				
Contractual services	-	54,000	47,843	6,157
Total neighborhood services	-	54,000	47,843	6,157
Total development	-	54,000	47,843	6,157
Total expenditures	-	54,000	47,843	6,157
Excess (deficiency) of revenues over expenditures	1,571	(52,429)	(46,272)	6,157
Other financing sources (uses)				
Operating transfers in	54,000	54,000	54,000	-
Excess of revenues and other financing sources over expenditures and other uses	55,571	1,571	7,728	6,157
Fund balance at beginning of year	4,280	4,280	4,280	-
Lapsed encumbrances	6,419	6,419	6,419	-
Fund balance at end of year	<u>\$ 66,270</u>	<u>\$ 12,270</u>	<u>\$ 18,427</u>	<u>\$ 6,157</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Local Law Enforcement Block Grant
Budget Basis
Year ended December 31, 2003

Exhibit B-12

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants and subsidies	\$ 538,821	\$ 538,821	\$ 538,821	\$ -
Investment earnings	18,390	18,390	18,390	-
Total revenues	<u>557,211</u>	<u>557,211</u>	<u>557,211</u>	<u>-</u>
Expenditures				
Current				
Public safety				
Police				
Personal services	-	82,554	70,989	11,565
Materials and supplies	-	234,871	128,042	106,829
Contractual services	98,738	147,526	147,526	-
Capital outlay	-	53,820	-	53,820
Total police	98,738	518,771	346,557	172,214
Total public safety	98,738	518,771	346,557	172,214
Total expenditures	98,738	518,771	346,557	172,214
Excess of revenues over expenditures	458,473	38,440	210,654	172,214
Other financing sources (uses)				
Operating transfers in	77,952	77,952	77,952	-
Excess of revenues and other financing sources over expenditures and other uses	536,425	116,392	288,606	172,214
Fund balance at beginning of year	484,661	484,661	484,661	-
Lapsed encumbrances	3,051	3,051	3,051	-
Fund balance at end of year	<u>\$ 1,024,137</u>	<u>\$ 604,104</u>	<u>\$ 776,318</u>	<u>\$ 172,214</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Special Purpose
Budget Basis
Year ended December 31, 2003

Exhibit B-13

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 164,700	\$ 164,700	\$ 164,700	\$ -
Fines and forfeitures	55,774	55,774	55,774	-
Miscellaneous	871,761	871,761	871,761	-
Total revenues	<u>1,092,235</u>	<u>1,092,235</u>	<u>1,092,235</u>	<u>-</u>
Expenditures				
Current				
General government				
City auditor				
Materials and supplies	-	92	92	-
Contractual services	-	8,649	8,649	-
Total city auditor	<u>-</u>	<u>8,741</u>	<u>8,741</u>	<u>-</u>
City attorney				
Personal services	-	302,000	135,494	166,506
Total city attorney	<u>-</u>	<u>302,000</u>	<u>135,494</u>	<u>166,506</u>
Mayor				
Materials and supplies	-	27,498	24,998	2,500
Total mayor	<u>-</u>	<u>27,498</u>	<u>24,998</u>	<u>2,500</u>
Total general government	<u>-</u>	<u>338,239</u>	<u>169,233</u>	<u>169,006</u>
Public service				
Transportation				
Materials and supplies	-	1,468	225	1,243
Other	-	500	-	500
Total transportation	<u>-</u>	<u>1,968</u>	<u>225</u>	<u>1,743</u>
Total public service	<u>-</u>	<u>1,968</u>	<u>225</u>	<u>1,743</u>
Public safety				
Police				
Materials and supplies	-	13,500	794	12,706
Contractual services	-	53,299	34,559	18,740
Capital outlay	-	5,500	-	5,500
Total police	<u>-</u>	<u>72,299</u>	<u>35,353</u>	<u>36,946</u>
Fire				
Materials and supplies	-	106,661	24,621	82,040
Contractual services	-	10,000	9,885	115
Capital outlay	-	22,000	8,628	13,372
Total fire	<u>-</u>	<u>138,661</u>	<u>43,134</u>	<u>95,527</u>
Total public safety	<u>-</u>	<u>210,960</u>	<u>78,487</u>	<u>132,473</u>
Recreation and parks				
Recreation and parks				
Materials and supplies	64,094	189,094	92,905	96,189
Contractual services	186,836	453,954	349,334	104,620
Capital outlay	1,496,956	1,695,860	63,800	1,632,060
Total recreation and parks	<u>1,747,886</u>	<u>2,338,908</u>	<u>506,039</u>	<u>1,832,869</u>
Total recreation and parks	<u>1,747,886</u>	<u>2,338,908</u>	<u>506,039</u>	<u>1,832,869</u>
Total expenditures	<u>1,747,886</u>	<u>2,890,075</u>	<u>753,984</u>	<u>2,136,091</u>
Excess (deficiency) of revenues over expenditures	(655,651)	(1,797,840)	338,251	2,136,091
Other financing sources (uses)				
Operating transfers out	<u>(80,641)</u>	<u>(80,641)</u>	<u>(80,641)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(736,292)	(1,878,481)	257,610	2,136,091
Fund balance at beginning of year	2,338,909	2,338,909	2,338,909	-
Lapsed encumbrances	6,666	6,666	6,666	-
Fund balance at end of year	<u>\$ 1,609,283</u>	<u>\$ 467,094</u>	<u>\$ 2,603,185</u>	<u>\$ 2,136,091</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Mayor's Education Charitable Trust
Budget Basis
Year ended December 31, 2003

Exhibit B-14

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment Earnings	\$ 8,757	\$ 8,757	\$ 8,757	\$ -
Charges for services	7,251	7,251	7,251	-
Miscellaneous	223,039	223,039	223,039	-
Total revenues	<u>239,047</u>	<u>239,047</u>	<u>239,047</u>	<u>-</u>
Expenditures				
Current				
General government				
Office of education				
Materials and supplies	-	2,000	1,059	941
Contractual services	-	73,669	64,550	9,119
Other	-	250	250	-
Total office of education	<u>-</u>	<u>75,919</u>	<u>65,859</u>	<u>10,060</u>
Total general government	<u>-</u>	<u>75,919</u>	<u>65,859</u>	<u>10,060</u>
Total expenditures	<u>-</u>	<u>75,919</u>	<u>65,859</u>	<u>10,060</u>
Excess of revenues over expenditures	239,047	163,128	173,188	10,060
Other financing sources (uses)				
Operating transfers in	<u>4,409</u>	<u>4,409</u>	<u>4,409</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	243,456	167,537	177,597	10,060
Fund balance at beginning of year	127,031	127,031	127,031	-
Lapsed encumbrances	880	880	880	-
Fund balance at end of year	<u>\$ 371,367</u>	<u>\$ 295,448</u>	<u>\$ 305,508</u>	<u>\$ 10,060</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Drivers Alcohol Treatment
Budget Basis
Year ended December 31, 2003

Exhibit B-15

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Shared revenues	\$ 142,529	\$ 142,529	\$ 142,529	\$ -
Fines and forfeitures	70,704	70,704	70,704	-
Total revenues	<u>213,233</u>	<u>213,233</u>	<u>213,233</u>	<u>-</u>
Expenditures				
Current				
General government				
Municipal court judges				
Contractual services	-	250,000	231,432	18,568
Total municipal court judges	-	250,000	231,432	18,568
Total general government	-	250,000	231,432	18,568
Public safety				
Police				
Contractual services	-	30,000	25,670	4,330
Total police	-	30,000	25,670	4,330
Total public safety	-	30,000	25,670	4,330
Total expenditures	-	280,000	257,102	22,898
Excess (deficiency) of revenues over expenditures	213,233	(66,767)	(43,869)	22,898
Other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	213,233	(66,767)	(43,869)	22,898
Fund balance at beginning of year	879,446	879,446	879,446	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 1,092,679</u>	<u>\$ 812,679</u>	<u>\$ 835,577</u>	<u>\$ 22,898</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Municipal Court Special Projects
Budget Basis
Year ended December 31, 2003

Exhibit B-16

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 1,161,603	\$ 1,161,603	\$ 1,161,603	\$ -
Miscellaneous	71,973	71,973	71,973	-
Total revenues	<u>1,233,576</u>	<u>1,233,576</u>	<u>1,233,576</u>	<u>-</u>
Expenditures				
Current				
General government				
Municipal court judges				
Personal services	559,056	563,376	561,528	1,848
Materials and supplies	2,000	2,000	1,360	640
Contractual services	306,000	306,000	304,470	1,530
Capital outlay	37,000	32,680	32,680	-
Total municipal court judges	904,056	904,056	900,038	-
Total general government	904,056	904,056	900,038	-
Total expenditures	904,056	904,056	900,038	4,018
Excess of revenues over expenditures	329,520	329,520	333,538	4,018
Other financing sources (uses)	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	329,520	329,520	333,538	4,018
Fund balance at beginning of year	204,221	204,221	204,221	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 533,741</u>	<u>\$ 533,741</u>	<u>\$ 537,759</u>	<u>\$ 4,018</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Municipal Court Clerk
Budget Basis
Year ended December 31, 2003

Exhibit B-17

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 2,542,029	\$ 2,542,029	\$ 2,542,029	\$ -
Total revenues	<u>2,542,029</u>	<u>2,542,029</u>	<u>2,542,029</u>	<u>-</u>
Expenditures				
Current				
General government				
Municipal court judges				
Personal services	113,209	241,189	231,704	9,485
Materials and supplies	305,500	313,820	289,140	24,680
Contractual services	331,875	399,843	367,021	32,822
Capital outlay	13,000	11,000	5,649	5,351
Total municipal court judges	<u>763,584</u>	<u>965,852</u>	<u>893,514</u>	<u>72,338</u>
Municipal court clerk				
Personal services	600,955	635,955	632,853	3,102
Materials and supplies	698,350	698,350	357,478	340,872
Contractual services	1,028,477	993,477	549,881	443,596
Capital outlay	50,000	50,000	35,729	14,271
Total municipal court clerk	<u>2,377,782</u>	<u>2,377,782</u>	<u>1,575,941</u>	<u>801,841</u>
Total general government	<u>3,141,366</u>	<u>3,343,634</u>	<u>2,469,455</u>	<u>874,179</u>
Total expenditures	<u>3,141,366</u>	<u>3,343,634</u>	<u>2,469,455</u>	<u>874,179</u>
Excess (deficiency) of revenues over expenditures	(599,337)	(801,605)	72,574	874,179
Other financing sources (uses)				
Operating transfers in	19,000	19,000	19,000	
Operating transfers out	(55,000)	(55,000)	(55,000)	-
Total other financing sources (uses)	<u>(36,000)</u>	<u>(36,000)</u>	<u>(36,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(635,337)	(837,605)	36,574	874,179
Fund balance at beginning of year	2,405,363	2,405,363	2,405,363	-
Lapsed encumbrances	13,998	13,998	13,998	-
Fund balance at end of year	<u>\$ 1,784,024</u>	<u>\$ 1,581,756</u>	<u>\$ 2,455,935</u>	<u>\$ 874,179</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Columbus Community Relations
Budget Basis
Year ended December 31, 2003

Exhibit B-18

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 5,358	\$ 5,358	\$ 5,358	\$ -
Total revenues	<u>5,358</u>	<u>5,358</u>	<u>5,358</u>	<u>-</u>
Expenditures				
Current				
General government				
Community relations				
Materials and supplies	-	7,254	299	6,955
Contractual services	-	7,254	1,725	5,529
Total community relations	<u>-</u>	<u>14,508</u>	<u>2,024</u>	<u>12,484</u>
Total general government	<u>-</u>	<u>14,508</u>	<u>2,024</u>	<u>12,484</u>
Excess (deficiency) of revenues over expenditures	5,358	(9,150)	3,334	12,484
Other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	5,358	(9,150)	3,334	12,484
Fund balance at beginning of year	9,094	9,094	9,094	-
Lapsed encumbrances	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ 14,452</u>	<u>\$ (56)</u>	<u>\$ 12,428</u>	<u>\$ 12,484</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Housing/Business Tax Incentives
Budget Basis
Year ended December 31, 2003

Exhibit B-19

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and permits	\$ 102,750	\$ 102,750	\$ 102,750	\$ -
Total revenues	<u>102,750</u>	<u>102,750</u>	<u>102,750</u>	<u>-</u>
Expenditures				
Current				
Development				
Economic development				
Personal services	-	58,047	57,491	556
Total economic development	-	58,047	57,491	556
Total development	-	58,047	57,491	556
Total expenditures	-	58,047	57,491	556
Excess of revenues over expenditures	102,750	44,703	45,259	556
Other financing sources (uses)				
Operating transfers in	1,900	1,900	1,900	-
Excess of revenues and other financing sources over expenditures and other uses	104,650	46,603	47,159	556
Fund balance at beginning of year	123,295	123,295	123,295	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 227,945</u>	<u>\$ 169,898</u>	<u>\$ 170,454</u>	<u>\$ 556</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Hester Dysart Paramedic Education
Budget Basis
Year ended December 31, 2003

Exhibit B-20

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 3,674	\$ 3,674	\$ 3,674	\$ -
Total revenues	<u>3,674</u>	<u>3,674</u>	<u>3,674</u>	<u>-</u>
Expenditures				
Current				
Public safety				
Fire				
Materials and supplies	-	7,500	524	6,976
Contractual services	-	17,500	3,650	13,850
Total fire	-	25,000	4,174	20,826
Total public safety	-	25,000	4,174	20,826
Total expenditures	-	25,000	4,174	20,826
Excess (deficiency) of revenues over expenditures	3,674	(21,326)	(500)	20,826
Other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	3,674	(21,326)	(500)	20,826
Fund balance at beginning of year	143,410	143,410	143,410	-
Lapsed encumbrances	87	87	87	-
Fund balance at end of year	<u>\$ 147,171</u>	<u>\$ 122,171</u>	<u>\$ 142,997</u>	<u>\$ 20,826</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Hotel-Motel Tax
Budget Basis
Year ended December 31, 2003

Exhibit B-21

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 6,729,338	\$ 6,729,338	\$ 6,729,338	\$ -
Total revenues	<u>6,729,338</u>	<u>6,729,338</u>	<u>6,729,338</u>	<u>-</u>
Expenditures				
Current				
General government				
City council				
Contractual services	6,840,000	6,840,000	6,628,398	211,602
Total city council	<u>6,840,000</u>	<u>6,840,000</u>	<u>6,628,398</u>	<u>211,602</u>
Total general government	<u>6,840,000</u>	<u>6,840,000</u>	<u>6,628,398</u>	<u>211,602</u>
Total expenditures	<u>6,840,000</u>	<u>6,840,000</u>	<u>6,628,398</u>	<u>211,602</u>
Excess (deficiency) of revenues over expenditures	(110,662)	(110,662)	100,940	211,602
Other financing sources (uses)				
Operating transfers out	(75,900)	(75,900)	(75,900)	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(186,562)	(186,562)	25,040	211,602
Fund balance at beginning of year	178,191	178,191	178,191	-
Lapsed encumbrances	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ (8,371)</u>	<u>\$ (8,371)</u>	<u>\$ 203,231</u>	<u>\$ 211,602</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Emergency Human Services
Budget Basis
Year ended December 31, 2003

Exhibit B-22

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 942,702	\$ 942,702	\$ 942,702	\$ -
Total revenues	<u>942,702</u>	<u>942,702</u>	<u>942,702</u>	<u>-</u>
Expenditures				
Current				
Development				
Neighborhood services				
Contractual services	-	810,167	795,000	15,167
Total neighborhood services	<u>-</u>	<u>810,167</u>	<u>795,000</u>	<u>15,167</u>
Housing				
Contractual services	266,667	766,667	766,667	-
Total housing	<u>266,667</u>	<u>766,667</u>	<u>766,667</u>	<u>-</u>
Total development	<u>266,667</u>	<u>1,576,834</u>	<u>1,561,667</u>	<u>15,167</u>
Total expenditures	<u>266,667</u>	<u>1,576,834</u>	<u>1,561,667</u>	<u>15,167</u>
Excess (deficiency) of revenues over expenditures	676,035	(634,132)	(618,965)	15,167
Other financing sources (uses)				
Operating transfers in	1,004	1,004	1,004	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	677,039	(633,128)	(617,961)	15,167
Fund balance at beginning of year	1,078,475	1,078,475	1,078,475	-
Lapsed encumbrances	78,855	78,855	78,855	-
Fund balance at end of year	<u>\$ 1,834,369</u>	<u>\$ 524,202</u>	<u>\$ 539,369</u>	<u>\$ 15,167</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Private Leisure Assistance For Youth
Budget Basis
Year ended December 31, 2003

Exhibit B-23

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 1,715	\$ 1,715	\$ 1,715	\$ -
Miscellaneous	56,295	56,295	56,295	-
Total revenues	<u>58,010</u>	<u>58,010</u>	<u>58,010</u>	<u>-</u>
Expenditures				
Current				
Recreation and parks				
Recreation and parks				
Materials and supplies	-	20,000	2,418	17,582
Contractual services	-	88,959	58,153	30,806
Total recreation and parks	<u>-</u>	<u>108,959</u>	<u>60,571</u>	<u>48,388</u>
Total recreation and parks	<u>-</u>	<u>108,959</u>	<u>60,571</u>	<u>48,388</u>
Total expenditures	<u>-</u>	<u>108,959</u>	<u>60,571</u>	<u>48,388</u>
Excess (deficiency) of revenues over expenditures	58,010	(50,949)	(2,561)	48,388
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	58,010	(50,949)	(2,561)	48,388
Fund balance at beginning of year	434,381	434,381	434,381	-
Lapsed encumbrances	6,721	6,721	6,721	-
Fund balance at end of year	<u>\$ 499,112</u>	<u>\$ 390,153</u>	<u>\$ 438,541</u>	<u>\$ 48,388</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Tree Replacement
Budget Basis
Year ended December 31, 2003

Exhibit B-24

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 20,988	\$ 20,988	\$ 20,988	\$ -
Total revenues	<u>20,988</u>	<u>20,988</u>	<u>20,988</u>	<u>-</u>
Expenditures				
Current				
Recreation and parks				
Recreation and parks				
Materials and supplies	-	97,426	5,586	91,840
Contractual services	-	1,450	1,450	-
Other	-	1,000	500	500
Total recreation and parks	<u>-</u>	<u>99,876</u>	<u>7,536</u>	<u>92,340</u>
Total recreation and parks	<u>-</u>	<u>99,876</u>	<u>7,536</u>	<u>92,340</u>
Total expenditures	<u>-</u>	<u>99,876</u>	<u>7,536</u>	<u>92,340</u>
Excess (deficiency) of revenues over expenditures	20,988	(78,888)	13,452	92,340
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	20,988	(78,888)	13,452	92,340
Fund balance at beginning of year	75,343	75,343	75,343	-
Lapsed encumbrances	7,266	7,266	7,266	-
Fund balance at end of year	<u>\$ 103,597</u>	<u>\$ 3,721</u>	<u>\$ 96,061</u>	<u>\$ 92,340</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Gatrell Arts and Vocational Rehabilitation
Budget Basis
Year ended December 31, 2003

Exhibit B-25

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 706	\$ 706	\$ 706	\$ -
Total revenues	<u>706</u>	<u>706</u>	<u>706</u>	<u>-</u>
Expenditures				
Recreation and parks				
Recreation and parks				
Contractual services	-	1,990	-	1,990
Total recreation and parks	<u>-</u>	<u>1,990</u>	<u>-</u>	<u>1,990</u>
Total recreation and parks	<u>-</u>	<u>1,990</u>	<u>-</u>	<u>1,990</u>
Total expenditures	<u>-</u>	<u>1,990</u>	<u>-</u>	<u>1,990</u>
Excess (deficiency) of revenues over expenditures	706	(1,284)	706	1,990
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	706	(1,284)	706	1,990
Fund balance at beginning of year	34,228	34,228	34,228	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 34,934</u>	<u>\$ 32,944</u>	<u>\$ 34,934</u>	<u>\$ 1,990</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Columbus Housing
Budget Basis
Year ended December 31, 2003

Exhibit B-26

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 964,439	\$ 964,439	\$ 964,439	\$ -
Total revenues	<u>964,439</u>	<u>964,439</u>	<u>964,439</u>	<u>-</u>
Expenditures				
Current				
Development				
Development administration				
Contractual services	-	980,000	964,439	15,561
Total development administration	<u>-</u>	<u>980,000</u>	<u>964,439</u>	<u>15,561</u>
Total development	<u>-</u>	<u>980,000</u>	<u>964,439</u>	<u>15,561</u>
Total expenditures	<u>-</u>	<u>980,000</u>	<u>964,439</u>	<u>15,561</u>
Excess (deficiency) of revenues over expenditures	964,439	(15,561)	-	15,561
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	964,439	(15,561)	-	15,561
Fund balance at beginning of year	-	-	-	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 964,439</u>	<u>\$ (15,561)</u>	<u>\$ -</u>	<u>\$ 15,561</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Neighborhood Economic Development
Budget Basis
Year ended December 31, 2003

Exhibit B-27

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 127,000	\$ 127,000	\$ 127,000	\$ -
Total revenues	<u>127,000</u>	<u>127,000</u>	<u>127,000</u>	<u>-</u>
Expenditures				
Current				
Development				
Development administration				
Contractual services	-	10,000	1,186	8,814
Total housing	-	10,000	1,186	8,814
Total development	-	10,000	1,186	8,814
Total expenditures	-	10,000	1,186	8,814
Excess of revenues over expenditures	127,000	117,000	125,814	8,814
Other financing sources (uses)	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	127,000	117,000	125,814	8,814
Fund balance at beginning of year	-	-	-	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 127,000</u>	<u>\$ 117,000</u>	<u>\$ 125,814</u>	<u>\$ 8,814</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Fire Quarter Master Incentive Travel
Budget Basis
Year ended December 31, 2003

Exhibit B-28

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Current				
Public safety				
Fire				
Contractual services	-	10,000	-	10,000
Total fire	-	10,000	-	10,000
Total public safety	-	10,000	-	10,000
Total expenditures	-	10,000	-	10,000
Excess (deficiency) of revenues over expenditures	-	(10,000)	-	10,000
Other financing sources (uses)				
Operating transfers in	10,000	10,000	10,000	-
Excess of revenues and other financing sources over expenditures and other uses	10,000	-	10,000	10,000
Fund balance at beginning of year	-	-	-	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Development Services
Budget Basis
Year ended December 31, 2003

Exhibit B-29

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and permits	\$ 15,005,602	\$ 15,005,602	\$ 15,005,602	\$ -
Charges for services	6,449,296	6,449,296	6,449,296	-
Miscellaneous	821,368	821,368	821,368	-
Total revenues	<u>22,276,266</u>	<u>22,276,266</u>	<u>22,276,266</u>	<u>-</u>
Expenditures				
Current				
Development				
Development administration				
Personal Services	211,719	434,375	418,626	15,749
Total development administration	<u>211,719</u>	<u>434,375</u>	<u>418,626</u>	<u>15,749</u>
Building services				
Personal Services	11,135,930	10,796,105	10,617,804	178,301
Materials and supplies	156,225	117,241	117,241	-
Contractual services	2,004,897	2,161,040	2,161,040	-
Other	19,160	72,181	72,181	-
Capital outlay	25,000	28,896	28,896	-
Total building services	<u>13,341,212</u>	<u>13,175,463</u>	<u>12,997,162</u>	<u>178,301</u>
Planning				
Personal Services	96,882	60,722	60,000	722
Materials and supplies	-	30,670	30,634	36
Total planning	<u>96,882</u>	<u>91,392</u>	<u>90,634</u>	<u>758</u>
Total development	<u>13,649,813</u>	<u>13,701,230</u>	<u>13,506,422</u>	<u>194,808</u>
Public Service				
Public Service Administration				
Personal services	288,289	271,989	270,017	1,972
Total public service administration	<u>288,289</u>	<u>271,989</u>	<u>270,017</u>	<u>1,972</u>
Transportation				
Personal services	7,083,811	7,350,700	7,284,867	65,833
Materials and supplies	67,050	50,020	50,020	-
Contractual services	1,344,975	1,327,728	1,229,033	98,695
Other	5,000	-	-	-
Capital outlay	10,000	-	-	-
Total transportation	<u>8,510,836</u>	<u>8,728,448</u>	<u>8,563,920</u>	<u>164,528</u>
Total public service	<u>8,799,125</u>	<u>9,000,437</u>	<u>8,833,937</u>	<u>166,500</u>
Total expenditures	<u>22,448,938</u>	<u>22,701,667</u>	<u>22,340,359</u>	<u>182,249</u>
Excess (deficiency) of revenues over expenditures	(172,672)	(425,401)	(64,093)	361,308
Other financing sources (uses)				
Operating transfers in	190,000	190,000	190,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	17,328	(235,401)	125,907	361,308
Fund balance at beginning of year	3,634,288	3,634,288	3,634,288	-
Lapsed encumbrances	184,087	184,087	184,087	-
Fund balance at end of year	<u>\$ 3,835,703</u>	<u>\$ 3,582,974</u>	<u>\$ 3,944,282</u>	<u>\$ 361,308</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Urban Development Action Grants
Budget Basis
Year ended December 31, 2003

Exhibit B-30

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 101,207	\$ 101,207	\$ 101,207	\$ -
Total revenues	<u>101,207</u>	<u>101,207</u>	<u>101,207</u>	<u>-</u>
Expenditures				
Current				
General government				
Finance				
Contractual services	-	66,668	66,668	-
Total finance	<u>-</u>	<u>66,668</u>	<u>66,668</u>	<u>-</u>
Total general government	<u>-</u>	<u>66,668</u>	<u>66,668</u>	<u>-</u>
Development				
Economic development				
Contractual services	-	272,000	272,000	-
Total economic dev. and planning	<u>-</u>	<u>272,000</u>	<u>272,000</u>	<u>-</u>
Development administration				
Other	-	6,000	6,000	-
Total development administration	<u>-</u>	<u>6,000</u>	<u>6,000</u>	<u>-</u>
Total development	<u>-</u>	<u>278,000</u>	<u>278,000</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>344,668</u>	<u>344,668</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	101,207	(243,461)	(243,461)	-
Other financing sources (uses)				
Operating transfers in	<u>10,193</u>	<u>10,193</u>	<u>10,193</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	111,400	(233,268)	(233,268)	-
Fund balance at beginning of year	57,022	57,022	57,022	-
Lapsed encumbrances	<u>278,000</u>	<u>278,000</u>	<u>278,000</u>	<u>-</u>
Fund balance at end of year	<u>\$ 446,422</u>	<u>\$ 101,754</u>	<u>\$ 101,754</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Community Development Act
Budget Basis
Year ended December 31, 2003

Exhibit B-31

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u> <u>(Negative)</u>
Revenues				
Grants and subsidies	\$ 10,381,067	\$ 10,381,067	\$ 10,381,067	\$ -
Investment earnings	41,115	41,115	41,115	-
Charges for services	239,864	239,864	239,864	-
Miscellaneous	4,290,510	4,290,510	4,290,510	-
Total revenues	<u>14,952,556</u>	<u>14,952,556</u>	<u>14,952,556</u>	<u>-</u>
Expenditures				
Current				
General government				
Community relations				
Contractual services	5,266	5,266	-	5,266
Total community relations	<u>5,266</u>	<u>5,266</u>	<u>-</u>	<u>5,266</u>
Office of education				
Personal services	250,000	250,000	249,992	8
Contractual services	4,340	4,340	30	4,310
Total office of education	<u>254,340</u>	<u>254,340</u>	<u>250,022</u>	<u>4,318</u>
Finance				
Personal services	430,614	430,614	395,203	35,411
Materials and supplies	5,500	5,500	420	5,080
Contractual services	404,695	404,695	399,370	5,325
Other	105,000	105,000	61,760	43,240
Total Finance	<u>945,809</u>	<u>945,809</u>	<u>856,753</u>	<u>89,056</u>
Total general government	<u>1,205,415</u>	<u>1,205,415</u>	<u>1,106,775</u>	<u>98,640</u>
Public service				
Refuse				
Personal services	11,040	11,040	-	11,040
Materials and supplies	12,693	12,693	4,746	7,947
Contractual services	165,267	165,267	158,000	7,267
Total refuse	<u>189,000</u>	<u>189,000</u>	<u>162,746</u>	<u>26,254</u>
Facilities management				
Capital outlay	-	6,284	5,924	360
Total facilities management	<u>-</u>	<u>6,284</u>	<u>5,924</u>	<u>360</u>
Transportation				
Personal services	132,166	132,166	128,826	3,340
Contractual services	7,000	7,000	-	7,000
Total transportation	<u>139,166</u>	<u>139,166</u>	<u>128,826</u>	<u>10,340</u>
Total public service	<u>328,166</u>	<u>334,450</u>	<u>297,496</u>	<u>36,954</u>
Development				
Development administration				
Personal services	779,195	779,195	728,188	51,007
Materials and supplies	7,646	7,646	1,500	6,146
Contractual services	26,005	26,005	11,911	14,094
Total development administration	<u>812,846</u>	<u>812,846</u>	<u>741,599</u>	<u>71,247</u>
Economic development				
Personal services	932,575	932,575	925,855	6,720
Materials and supplies	12,100	12,100	6,235	5,865
Contractual services	1,054,474	2,054,474	2,022,027	32,447
Other	1,285,000	285,000	285,000	-
Total economic development	<u>3,284,149</u>	<u>3,284,149</u>	<u>3,239,117</u>	<u>45,032</u>
Neighborhood services				
Personal services	915,494	915,494	822,695	92,799
Materials and supplies	5,000	5,000	-	5,000
Contractual services	539,154	539,154	453,894	85,260
Other	125,000	125,000	120,807	4,193
Total neighborhood services	<u>1,584,648</u>	<u>1,584,648</u>	<u>1,397,396</u>	<u>187,252</u>

(continued)

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Community Development Act
Budget Basis
Year ended December 31, 2003

Exhibit B-31 (Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget-
	Original	Final		Positive (Negative)
Planning				
Personal services	\$ 183,822	\$ 183,822	\$ 165,939	\$ 17,883
Materials and supplies	1,500	1,500	1,500	-
Contractual services	5,000	5,000	1,721	3,279
Total planning	190,322	190,322	169,160	21,162
Housing				
Personal services	1,925,061	1,925,061	1,783,720	141,341
Materials and supplies	29,733	47,733	42,329	5,404
Contractual services	1,951,976	2,251,976	2,163,694	88,282
Other	2,530,318	2,230,318	2,229,947	371
Capital outlay	24,000	6,000	-	6,000
Total housing	6,461,088	6,461,088	6,219,690	241,398
Total development	12,333,053	12,333,053	11,766,962	566,091
Health				
Health				
Personal services	319,960	319,960	313,071	6,889
Materials and supplies	4,012	4,012	2,354	1,658
Contractual services	16,028	16,028	13,334	2,694
Total health	340,000	340,000	328,759	11,241
Total health	340,000	340,000	328,759	11,241
Recreation and parks				
Recreation and parks				
Personal services	176,062	200,334	174,063	26,271
Materials and supplies	14,005	9,017	8,544	473
Contractual services	78,933	59,649	58,299	1,350
Other	1,000	1,000	950	50
Total recreation and parks	270,000	270,000	241,856	28,144
Total recreation and parks	270,000	270,000	241,856	28,144
Total expenditures	14,476,634	14,482,918	13,741,848	741,070
Excess of revenues over expenditures	475,922	469,638	1,210,708	741,070
Other financing sources (uses)				
Operating transfers in	180,500	180,500	180,500	-
Operating transfers out	(10,193)	(10,193)	(10,193)	-
Total other financing sources (uses)	170,307	170,307	170,307	-
Excess of revenues and other financing sources over expenditures and other uses	646,229	639,945	1,381,015	741,070
Fund balance (deficit) at beginning of year	(7,763,838)	(7,763,838)	(7,763,838)	-
Lapsed encumbrances	632,845	632,845	632,845	-
Fund balance (deficit) at end of year	\$ (6,484,764)	\$ (6,491,048)	\$ (5,749,978)	\$ 741,070

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Health
Budget Basis
Year ended December 31, 2003

Exhibit B-32

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants and subsidies	\$ 54,088	\$ 54,088	\$ 54,088	\$ -
Licenses and permits	1,783,636	1,783,636	1,783,636	-
Charges for services	4,236,988	4,236,988	4,236,988	-
Miscellaneous	145,914	145,914	145,914	-
Total revenues	<u>6,220,626</u>	<u>6,220,626</u>	<u>6,220,626</u>	<u>-</u>
Expenditures				
Current				
Health				
Health				
Personal services	15,215,381	14,740,852	14,620,846	120,006
Materials and supplies	660,480	627,984	614,800	13,184
Contractual services	9,189,860	9,027,560	9,017,037	10,523
Other	5,400	19,700	19,420	280
Total health	<u>25,071,121</u>	<u>24,416,096</u>	<u>24,272,103</u>	<u>143,993</u>
Total health	<u>25,071,121</u>	<u>24,416,096</u>	<u>24,272,103</u>	<u>143,993</u>
Total expenditures	<u>25,071,121</u>	<u>24,416,096</u>	<u>24,272,103</u>	<u>143,993</u>
Excess (deficiency) of revenues over expenditures	(18,850,495)	(18,195,470)	(18,051,477)	143,993
Other financing sources (uses)				
Operating transfers in	17,253,451	17,253,451	17,253,451	-
Operating transfers out	(70,000)	(70,000)	(70,000)	-
Total other financing sources (uses)	<u>17,183,451</u>	<u>17,183,451</u>	<u>17,183,451</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,667,044)	(1,012,019)	(868,026)	143,993
Fund balance at beginning of year	405,364	405,364	405,364	-
Lapsed encumbrances	540,457	540,457	540,457	-
Fund balance (deficit) at end of year	<u>\$ (721,223)</u>	<u>\$ (66,198)</u>	<u>\$ 77,795</u>	<u>\$ 143,993</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Health Department Grants
Budget Basis
Year ended December 31, 2003

Exhibit B-33

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants and subsidies	\$ 11,000,786	\$ 11,000,786	\$ 11,000,786	\$ -
Charges for service	317,573	317,573	317,573	-
Miscellaneous	33,841	33,841	33,841	-
Total revenues	<u>11,352,200</u>	<u>11,352,200</u>	<u>11,352,200</u>	<u>-</u>
Expenditures				
Current				
Health				
Health				
Personal services	2,458,466	8,190,578	8,190,578	-
Materials and supplies	608,389	498,008	498,008	-
Contractual services	2,165,910	3,232,621	3,232,621	-
Other	361,851	174,625	174,625	-
Capital outlay	184,150	50,192	50,192	-
Total health	<u>5,778,766</u>	<u>12,146,024</u>	<u>12,146,024</u>	<u>-</u>
Total health	<u>5,778,766</u>	<u>12,146,024</u>	<u>12,146,024</u>	<u>-</u>
Total expenditures	<u>5,778,766</u>	<u>12,146,024</u>	<u>12,146,024</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	5,573,434	(793,824)	(793,824)	-
Other financing sources (uses)				
Operating transfers in	70,000	70,000	70,000	-
Operating transfers out	(60,000)	(60,000)	(60,000)	-
Total other financing sources (uses)	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	5,583,434	(783,824)	(783,824)	-
Fund balance (deficit) at beginning of year	(93,127)	(93,127)	(93,127)	-
Lapsed encumbrances	500,421	500,421	500,421	-
Fund balance (deficit) at end of year	<u>\$ 5,990,728</u>	<u>\$ (376,530)</u>	<u>\$ (376,530)</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
County Auto License
Budget Basis
Year ended December 31, 2003

Exhibit B-34

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Shared revenues	\$ 2,900,000	\$ 2,900,000	\$ 2,900,000	\$ -
Total revenues	<u>2,900,000</u>	<u>2,900,000</u>	<u>2,900,000</u>	<u>-</u>
Expenditures				
Current				
Public service				
Transportation				
Contractual services	-	900,000	767,943	132,057
Capital outlay	-	2,000,000	1,834,421	165,579
Total transportation	<u>-</u>	<u>2,900,000</u>	<u>2,602,364</u>	<u>297,636</u>
Total public service	<u>-</u>	<u>2,900,000</u>	<u>2,602,364</u>	<u>297,636</u>
Total expenditures	<u>-</u>	<u>2,900,000</u>	<u>2,602,364</u>	<u>297,636</u>
Excess of revenues over expenditures	2,900,000	-	297,636	297,636
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	2,900,000	-	297,636	297,636
Fund balance at beginning of year	42,406	42,406	42,406	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,942,406</u>	<u>\$ 42,406</u>	<u>\$ 340,042</u>	<u>\$ 297,636</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Street Construction Maintenance & Repair
Budget Basis
Year ended December 31, 2003

Exhibit B-35

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 84,615	\$ 84,615	\$ 84,615	\$ -
Licenses and permits	1,164,360	1,164,360	1,164,360	-
Shared revenues	21,260,789	21,260,789	21,260,789	-
Charges for services	4,275,368	4,275,368	4,275,368	-
Miscellaneous	204,932	204,932	204,932	-
Total revenues	<u>26,990,064</u>	<u>26,990,064</u>	<u>26,990,064</u>	<u>-</u>
Expenditures				
Current				
Public service				
Service director				
Personal services	1,251,233	1,299,600	1,291,139	8,461
Total service director	<u>1,251,233</u>	<u>1,299,600</u>	<u>1,291,139</u>	<u>8,461</u>
Transportation				
Personal services	19,614,354	20,098,876	20,098,874	2
Materials and supplies	1,155,342	1,047,492	1,019,366	28,126
Contractual services	6,206,939	7,017,253	6,116,192	901,061
Other	-	115,000	109,644	5,356
Capital outlay	325,000	75,000	74,847	153
Total transportation	<u>27,301,635</u>	<u>28,353,621</u>	<u>27,418,923</u>	<u>934,698</u>
Total public service	<u>28,552,868</u>	<u>29,653,221</u>	<u>28,710,062</u>	<u>943,159</u>
Total expenditures	<u>28,552,868</u>	<u>29,653,221</u>	<u>28,710,062</u>	<u>943,159</u>
Excess (deficiency) of revenues over expenditures	(1,562,804)	(2,663,157)	(1,719,998)	943,159
Other financing sources (uses)				
Operating transfers in	<u>870,759</u>	<u>870,759</u>	<u>870,759</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(692,045)	(1,792,398)	(849,239)	943,159
Fund balance at beginning of year	3,268,419	3,268,419	3,268,419	-
Lapsed encumbrances	<u>469,895</u>	<u>469,895</u>	<u>469,895</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,046,269</u>	<u>\$ 1,945,916</u>	<u>\$ 2,889,075</u>	<u>\$ 943,159</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Municipal Motor Vehicle Tax
Budget Basis
Year ended December 31, 2003

Exhibit B-36

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget- Positive (Negative)
Revenues				
Miscellaneous	\$ 2,966,223	\$ 2,966,223	\$ 2,966,223	\$ -
Total revenues	<u>2,966,223</u>	<u>2,966,223</u>	<u>2,966,223</u>	<u>-</u>
Expenditures				
Current				
Public service				
Transportation				
Materials and supplies	-	1,356,902	1,321,022	35,880
Contractual services	-	1,992,799	1,678,734	314,065
Capital outlay	213,932	713,932	713,932	-
Total transportation	<u>213,932</u>	<u>4,063,633</u>	<u>3,713,688</u>	<u>349,945</u>
Total public service	<u>213,932</u>	<u>4,063,633</u>	<u>3,713,688</u>	<u>349,945</u>
Total expenditures	<u>213,932</u>	<u>4,063,633</u>	<u>3,713,688</u>	<u>349,945</u>
Excess (deficiency) of revenues over expenditures	2,752,291	(1,097,410)	(747,465)	349,945
Other financing sources (uses)				
Operating transfers out	<u>(273,500)</u>	<u>(273,500)</u>	<u>(273,500)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	2,478,791	(1,370,910)	(1,020,965)	349,945
Fund balance at beginning of year	1,471,919	1,471,919	1,471,919	-
Lapsed encumbrances	<u>143,012</u>	<u>143,012</u>	<u>143,012</u>	<u>-</u>
Fund balance at end of year	<u>\$ 4,093,722</u>	<u>\$ 244,021</u>	<u>\$ 593,966</u>	<u>\$ 349,945</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Treasury Investment Earnings
Budget Basis
Year ended December 31, 2003

Exhibit B-37

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget- Positive (Negative)
Revenues				
Investment earnings	\$ 413,343	\$ 413,343	\$ 413,343	\$ -
Total revenues	<u>413,343</u>	<u>413,343</u>	<u>413,343</u>	<u>-</u>
Expenditures				
Current				
General government				
City auditor				
Other	413,343	413,343	413,343	-
Total city auditor	<u>413,343</u>	<u>413,343</u>	<u>413,343</u>	<u>-</u>
Total general government	<u>413,343</u>	<u>413,343</u>	<u>413,343</u>	<u>-</u>
Total expenditures	<u>413,343</u>	<u>413,343</u>	<u>413,343</u>	<u>-</u>
Excess of revenues over expenditures	-	-	-	-
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	77,301	77,301	77,301	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 77,301</u>	<u>\$ 77,301</u>	<u>\$ 77,301</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Golf Course Operations
Budget Basis
Year ended December 31, 2003

Exhibit B-38

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	Variance with Final Budget-
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Charges for services	\$ 4,075,488	\$ 4,075,488	\$ 4,075,488	\$ -
Miscellaneous	24,597	24,597	24,597	-
Total revenues	<u>4,100,085</u>	<u>4,100,085</u>	<u>4,100,085</u>	<u>-</u>
Expenditures				
Current				
Recreation and parks				
Golf				
Personal services	3,230,117	3,230,117	3,100,520	129,597
Materials and supplies	493,700	443,700	435,185	8,515
Contractual services	1,181,700	1,252,700	1,222,600	30,100
Other	3,200	3,200	1,813	1,387
Capital outlay	223,300	223,300	177,140	46,160
Total golf	<u>5,132,017</u>	<u>5,153,017</u>	<u>4,937,258</u>	<u>215,759</u>
Total recreation and parks	<u>5,132,017</u>	<u>5,153,017</u>	<u>4,937,258</u>	<u>215,759</u>
Total expenditures	<u>5,132,017</u>	<u>5,153,017</u>	<u>4,937,258</u>	<u>215,759</u>
Excess (deficiency) of revenues over expenditures	(1,031,932)	(1,052,932)	(837,173)	215,759
Other financing sources (uses)				
Operating transfers in	<u>89,300</u>	<u>89,300</u>	<u>89,300</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(942,632)	(963,632)	(747,873)	215,759
Fund balance at beginning of year	1,193,922	1,193,922	1,193,922	-
Lapsed encumbrances	239,068	239,068	239,068	-
Fund balance at end of year	<u>\$ 490,358</u>	<u>\$ 469,358</u>	<u>\$ 685,117</u>	<u>\$ 215,759</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Recreation and Parks Operations
Budget Basis
Year ended December 31, 2003

Exhibit B-39

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses and permits	\$ 4,000	\$ 4,000	\$ 4,000	\$ -
Charges for services	3,272,967	3,272,967	3,272,967	-
Miscellaneous	853,924	853,924	853,924	-
Total revenues	<u>4,130,891</u>	<u>4,130,891</u>	<u>4,130,891</u>	<u>-</u>
Expenditures				
Current				
Recreation and parks				
Recreation and parks				
Personal services	22,228,145	22,606,199	22,490,781	115,418
Materials and supplies	1,078,000	1,008,000	743,768	264,232
Contractual services	5,581,394	5,652,294	5,263,610	388,684
Other	64,000	139,000	137,561	1,439
Capital outlay	35,000	35,000	32,300	2,700
Total recreation and parks	<u>28,986,539</u>	<u>29,440,493</u>	<u>28,668,020</u>	<u>772,473</u>
Total recreation and parks	<u>28,986,539</u>	<u>29,440,493</u>	<u>28,668,020</u>	<u>772,473</u>
Total expenditures	<u>28,986,539</u>	<u>29,440,493</u>	<u>28,668,020</u>	<u>772,473</u>
Excess (deficiency) of revenues over expenditures	(24,855,648)	(25,309,602)	(24,537,129)	772,473
Other financing sources (uses)				
Operating transfers in	25,200,392	25,200,392	25,200,392	-
Operating transfers out	(197,200)	(197,200)	(197,200)	-
Total other financing sources (uses)	<u>25,003,192</u>	<u>25,003,192</u>	<u>25,003,192</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	147,544	(306,410)	466,063	772,473
Fund balance (deficit) at beginning of year	(611,482)	(611,482)	(611,482)	-
Lapsed encumbrances	288,705	288,705	288,705	-
Fund balance (deficit) at end of year	<u>\$ (175,233)</u>	<u>\$ (629,187)</u>	<u>\$ 143,286</u>	<u>\$ 772,473</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Recreation & Parks Grants
Budget Basis
Year ended December 31, 2003

Exhibit B-40

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants and subsidies	\$ 39,048,560	\$ 39,048,560	\$ 39,048,560	\$ -
Investment earnings	19,493	19,493	19,493	-
Charges for service	2,160,767	2,160,767	2,160,767	-
Miscellaneous	179,710	179,710	179,710	-
Total revenues	<u>41,408,530</u>	<u>41,408,530</u>	<u>41,408,530</u>	<u>-</u>
Expenditures				
Current				
Recreation and parks				
Recreation and parks				
Personal services	-	8,057,336	7,763,515	293,821
Materials and supplies	-	770,051	303,007	467,044
Contractual services	9,511,284	39,916,090	39,916,090	-
Other	-	46,000	24,796	21,204
Capital outlay	7,452,819	10,610,489	10,610,489	-
Total recreation and parks	<u>16,964,103</u>	<u>59,399,966</u>	<u>58,617,897</u>	<u>782,069</u>
Total recreation and parks	<u>16,964,103</u>	<u>59,399,966</u>	<u>58,617,897</u>	<u>782,069</u>
Total expenditures	<u>16,964,103</u>	<u>59,399,966</u>	<u>58,617,897</u>	<u>782,069</u>
Excess (deficiency) of revenues over expenditures	24,444,427	(17,991,436)	(17,209,367)	782,069
Other financing sources (uses)				
Operating transfers in	345,400	345,400	345,400	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	24,789,827	(17,646,036)	(16,863,967)	782,069
Fund balance (deficit) at beginning of year	(25,846,858)	(25,846,858)	(25,846,858)	-
Lapsed encumbrances	7,941,721	7,941,721	7,941,721	-
Fund balance (deficit) at end of year	<u>\$ 6,884,690</u>	<u>\$ (35,551,173)</u>	<u>\$ (34,769,104)</u>	<u>\$ 782,069</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Private Grants
Budget Basis
Year ended December 31, 2003

Exhibit B-41

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Grants and subsidies	\$ 428,900	\$ 428,900	\$ 428,900	\$ -
Charges for services	14,472	14,472	14,472	
Miscellaneous	133,803	133,803	133,803	-
Total revenues	<u>577,175</u>	<u>577,175</u>	<u>577,175</u>	<u>-</u>
Expenditures				
Current				
General government				
Office of education				
Personal services	27,451	40,711	40,711	-
Materials and supplies	-	82,309	14,321	67,988
Contractual services	-	90,990	59,838	31,152
Total office of education	<u>27,451</u>	<u>214,010</u>	<u>114,870</u>	<u>99,140</u>
Total general government	<u>27,451</u>	<u>214,010</u>	<u>114,870</u>	<u>99,140</u>
Public safety				
Police				
Materials and supplies	-	7,500	7,500	-
Total police	<u>-</u>	<u>7,500</u>	<u>7,500</u>	<u>-</u>
Fire				
Materials and supplies	-	11,600	8,355	3,245
Contractual services	-	3,000	-	3,000
Total fire	<u>-</u>	<u>14,600</u>	<u>8,355</u>	<u>6,245</u>
Total public safety	<u>-</u>	<u>22,100</u>	<u>15,855</u>	<u>6,245</u>
Health				
Personal Services	-	308,624	256,312	52,312
Materials & supplies	51,823	15,826	15,826	-
Contractual services	23,577	99,494	99,494	-
Other	-	2,693	2,693	-
Capital outlay	82,411	183,547	183,547	-
Total health	<u>157,811</u>	<u>610,184</u>	<u>557,872</u>	<u>52,312</u>
Total health	<u>157,811</u>	<u>610,184</u>	<u>557,872</u>	<u>52,312</u>
Recreation and parks				
Materials & supplies	33	33	33	-
Contractual services	39,477	6,829	6,829	-
Capital outlay	22,500	22,500	22,500	-
Total recreation and parks	<u>62,010</u>	<u>29,362</u>	<u>29,362</u>	<u>-</u>
Total recreation and parks	<u>62,010</u>	<u>29,362</u>	<u>29,362</u>	<u>-</u>
Total expenditures	<u>247,272</u>	<u>875,656</u>	<u>717,959</u>	<u>157,697</u>
Excess (deficiency) of revenues over expenditures	329,903	(298,481)	(140,784)	157,697
Other financing sources (uses)				
Transfers in	<u>123,650</u>	<u>123,650</u>	<u>123,650</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	453,553	(174,831)	(17,134)	157,697
Fund balance at beginning of year	205,951	205,951	205,951	-
Lapsed encumbrances	12,296	12,296	12,296	-
Fund balance at end of year	<u>\$ 671,800</u>	<u>\$ 43,416</u>	<u>\$ 201,113</u>	<u>\$ 157,697</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Urban Site Acquisition Loan Fund
Budget Basis
Year ended December 31, 2003

Exhibit B-42

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Other financing sources (uses)	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	-	-	-	-
Fund balance at beginning of year	183	183	183	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 183</u>	<u>\$ 183</u>	<u>\$ 183</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Collection Fees
Budget Basis
Year ended December 31, 2003

Exhibit B-43

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Income taxes	\$ 223,352	\$ 223,352	\$ 223,352	\$ -
Fines & forfeitures	418,630	418,630	418,630	-
Total revenues	<u>641,982</u>	<u>641,982</u>	<u>641,982</u>	<u>-</u>
Expenditures				
Current				
General government				
City attorney				
Contractual services	300,000	458,953	435,846	23,107
Total City attorney	<u>300,000</u>	<u>458,953</u>	<u>435,846</u>	<u>23,107</u>
Parking violations bureau				
Contractual services	-	38,663	32,034	6,629
Total Parking violations bureau	<u>-</u>	<u>38,663</u>	<u>32,034</u>	<u>6,629</u>
Municipal court clerk				
Personal services	-	2,900	2,670	230
Contractual services	150,000	787,100	690,000	97,100
Total municipal court clerk	<u>150,000</u>	<u>790,000</u>	<u>692,670</u>	<u>97,330</u>
Total general government	<u>450,000</u>	<u>1,287,616</u>	<u>1,160,550</u>	<u>127,066</u>
Total expenditures	<u>450,000</u>	<u>1,287,616</u>	<u>1,160,550</u>	<u>127,066</u>
Excess (deficiency) of revenues over expenditures	191,982	(645,634)	(518,568)	127,066
Other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	191,982	(645,634)	(518,568)	127,066
Fund balance at beginning of year	136,038	136,038	136,038	-
Lapsed encumbrances	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ 328,020</u>	<u>\$ (509,596)</u>	<u>\$ (382,530)</u>	<u>\$ 127,066</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Environmental Fund
Budget Basis
Year ended December 31, 2003

Exhibit B-44

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Fines and forfeitures	\$ 74,201	\$ 74,201	\$ 74,201	\$ -
Total revenues	<u>74,201</u>	<u>74,201</u>	<u>74,201</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	74,201	74,201	74,201	-
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	74,201	74,201	74,201	-
Fund balance at beginning of year	-	-	-	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 74,201</u>	<u>\$ 74,201</u>	<u>\$ 74,201</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Citywide Training Entrepreneurial
Budget Basis
Year ended December 31, 2003

Exhibit B-45

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for services	\$ 1,206	\$ 1,206	\$ 1,206	\$ -
Total revenues	<u>1,206</u>	<u>1,206</u>	<u>1,206</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	1,206	1,206	1,206	-
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	1,206	1,206	1,206	-
Fund balance at beginning of year	-	-	-	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 1,206</u>	<u>\$ 1,206</u>	<u>\$ 1,206</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Easton TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-46

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 80,730	\$ 80,730	\$ 80,730	\$ -
Miscellaneous	2,035,210	2,035,210	2,035,210	-
Total revenues	<u>2,115,940</u>	<u>2,115,940</u>	<u>2,115,940</u>	<u>-</u>
Expenditures	-	-	-	-
Excess of revenues over expenditures	2,115,940	2,115,940	2,115,940	-
Other financing sources (uses)				
Operating transfers out	<u>(1,652,199)</u>	<u>(1,652,199)</u>	<u>(1,652,199)</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	463,741	463,741	463,741	-
Fund balance at beginning of year	2,596,711	2,596,711	2,596,711	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 3,060,452</u>	<u>\$ 3,060,452</u>	<u>\$ 3,060,452</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Polaris TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-47

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 53,729	\$ 53,729	\$ 53,729	\$ -
Miscellaneous	1,573,395	1,573,395	1,573,395	-
Total revenues	<u>1,627,124</u>	<u>1,627,124</u>	<u>1,627,124</u>	<u>-</u>
Expenditures				
Current				
Public Service				
Public service director				
Contractual services	-	11,438	11,437	1
Total public service director	-	11,438	11,437	1
Total public service	-	11,438	11,437	1
Total expenditures	-	11,438	11,437	1
Excess of revenues over expenditures	1,627,124	1,615,686	1,615,687	1
Other financing sources (uses)				
Operating transfers out	<u>(105,000)</u>	<u>(1,405,000)</u>	<u>(1,334,929)</u>	<u>70,071</u>
Excess of revenues and other financing sources over expenditures and other uses	1,522,124	210,686	280,758	70,072
Fund balance at beginning of year	920,791	920,791	920,791	-
Lapsed encumbrances	57,613	57,613	57,613	-
Fund balance at end of year	<u>\$ 2,500,528</u>	<u>\$ 1,189,090</u>	<u>\$ 1,259,162</u>	<u>\$ 70,072</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Tuttle Crossing TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-48

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 656,576	\$ 656,576	\$ 656,576	\$ -
Total revenues	<u>656,576</u>	<u>656,576</u>	<u>656,576</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	656,576	656,576	656,576	-
Other financing sources (uses)				
Operating transfers out	<u>-</u>	<u>(816,950)</u>	<u>(816,950)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	656,576	(160,374)	(160,374)	-
Fund balance at beginning of year	1,042,063	1,042,063	1,042,063	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,698,639</u>	<u>\$ 881,689</u>	<u>\$ 881,689</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Nationwide Pen Site TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-49

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 28,885	\$ 28,885	\$ 28,885	\$ -
Miscellaneous	<u>1,836,913</u>	<u>1,836,913</u>	<u>1,836,913</u>	<u>-</u>
Total revenues	<u>1,865,798</u>	<u>1,865,798</u>	<u>1,865,798</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	1,865,798	1,865,798	1,865,798	-
Other financing sources (uses)				
Operating transfers out	<u>-</u>	<u>(1,970,721)</u>	<u>(1,970,721)</u>	<u>-</u>
	<u>-</u>	<u>(1,970,721)</u>	<u>(1,970,721)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	1,865,798	(104,923)	(104,923)	-
Fund balance at beginning of year	133,808	133,808	133,808	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,999,606</u>	<u>\$ 28,885</u>	<u>\$ 28,885</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Nationwide Off Sites TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-50

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 12,093	\$ 12,093	\$ 12,093	\$ -
Miscellaneous	<u>737,167</u>	<u>737,167</u>	<u>737,167</u>	<u>-</u>
Total revenues	<u>749,260</u>	<u>749,260</u>	<u>749,260</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	749,260	749,260	749,260	-
Other financing sources (uses)				
Operating transfers out	<u>-</u>	<u>(416,371)</u>	<u>(416,371)</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	749,260	332,889	332,889	-
Fund balance at beginning of year	416,371	416,371	416,371	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,165,631</u>	<u>\$ 749,260</u>	<u>\$ 749,260</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Miranova TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-51

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 466,528	\$ 466,528	\$ 466,528	\$ -
Total revenues	<u>466,528</u>	<u>466,528</u>	<u>466,528</u>	<u>-</u>
Expenditures				
Current				
General government				
City auditor				
Other	<u>-</u>	<u>267,940</u>	<u>267,940</u>	<u>-</u>
Total city auditor	<u>-</u>	<u>267,940</u>	<u>267,940</u>	<u>-</u>
Total general government	<u>-</u>	<u>267,940</u>	<u>267,940</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>267,940</u>	<u>267,940</u>	<u>-</u>
Excess of revenues over expenditures	466,528	198,588	198,588	-
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	466,528	198,588	198,588	-
Fund balance at beginning of year	330,301	330,301	330,301	-
Lapsed encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 796,829</u>	<u>\$ 528,889</u>	<u>\$ 528,889</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Crewville TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-52

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 16,970	\$ 16,970	\$ 16,970	\$ -
Total revenues	<u>16,970</u>	<u>16,970</u>	<u>16,970</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	16,970	16,970	16,970	-
Other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	16,970	16,970	16,970	-
Fund balance at beginning of year	-	-	-	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 16,970</u>	<u>\$ 16,970</u>	<u>\$ 16,970</u>	<u>\$ -</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Brewery District TIF
Budget Basis
Year ended December 31, 2003

Exhibit B-53

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Investment earnings	\$ 50,390	\$ 50,390	\$ 50,390	\$ -
Total revenues	<u>50,390</u>	<u>50,390</u>	<u>50,390</u>	<u>-</u>
Expenditures				
Current				
Development				
Other	-	1,755	1,755	-
Total development	<u>-</u>	<u>1,755</u>	<u>1,755</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>1,755</u>	<u>1,755</u>	<u>-</u>
Excess of revenues over expenditures	50,390	48,635	48,635	-
Other financing sources (uses)				
Operating transfers out	<u>(120,000)</u>	<u>(120,000)</u>	<u>(62,430)</u>	<u>57,570</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(69,610)	(71,365)	(13,795)	57,570
Fund balance at beginning of year	430,343	430,343	430,343	-
Lapsed encumbrances	25,449	25,449	25,449	-
Fund balance at end of year	<u>\$ 386,182</u>	<u>\$ 384,427</u>	<u>\$ 441,997</u>	<u>\$ 57,570</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Recreation Debt Service
Budget Basis
Year ended December 31, 2003

Exhibit B-54

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for service	\$ 425,315	\$ 425,315	\$ 425,315	\$ -
Total revenues	<u>425,315</u>	<u>425,315</u>	<u>425,315</u>	<u>-</u>
Expenditures	-	-	-	-
Excess of revenues over expenditures	425,315	425,315	425,315	-
Other financing sources (uses)				
Operating transfers out	<u>(1,072,825)</u>	<u>(1,463,771)</u>	<u>(424,256)</u>	<u>1,039,515</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(647,510)	(1,038,456)	1,059	(1,039,515)
Fund balance at beginning of year	46,871	46,871	46,871	-
Lapsed encumbrances	-	-	-	-
Fund balance (deficit) at end of year	<u>\$ (600,639)</u>	<u>\$ (991,585)</u>	<u>\$ 47,930</u>	<u>\$ (1,039,515)</u>

City of Columbus, Ohio
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Capitol South
Budget Basis
Year ended December 31, 2003

Exhibit B-55

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$ 1,108,430	\$ 1,108,430	\$ 1,108,430	\$ -
Total revenues	<u>1,108,430</u>	<u>1,108,430</u>	<u>1,108,430</u>	<u>-</u>
Expenditures				
Current				
Development				
Housing				
Personal services	-	7,848	7,848	-
Contractual services	-	97,152	97,152	-
Other	-	100,000	100,000	-
Total Housing	-	<u>205,000</u>	<u>205,000</u>	-
Total development	-	<u>205,000</u>	<u>205,000</u>	-
Total expenditures	-	<u>205,000</u>	<u>205,000</u>	-
Excess of revenues over expenditures	1,108,430	903,430	903,430	-
Other financing sources (uses)				
Operating transfers out	<u>(1,800,000)</u>	<u>(3,300,000)</u>	<u>(3,041,175)</u>	<u>258,825</u>
Total other financing sources (uses)	<u>(1,800,000)</u>	<u>(3,300,000)</u>	<u>(3,041,175)</u>	<u>258,825</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(691,570)	(2,396,570)	(2,137,745)	258,825
Fund balance at beginning of year	14,260,411	14,260,411	14,260,411	-
Lapsed encumbrances	-	-	-	-
Fund balance at end of year	<u>\$ 13,568,841</u>	<u>\$ 11,863,841</u>	<u>\$ 12,122,666</u>	<u>\$ 258,825</u>

City of Columbus, Ohio

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government, generally on a cost-reimbursement basis. The title of the funds indicates the type of service provided. The Internal Service Funds are:

- **Employee Benefits**
- **Fleet Management**
- **Information Services**
- **Purchasing/Contract**
- **Telecommunications**
- **Land Acquisition**

City of Columbus, Ohio
Combining Statement of Net Assets
Internal Service Funds
December 31, 2003
(amounts expressed in thousands)

Exhibit C-1

	<u>Employee Benefits</u>	<u>Fleet Management</u>	<u>Information Services</u>	<u>Purchasing/Contract</u>	<u>Telecom-munications</u>	<u>Land Acquisition</u>	<u>Total</u>
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 14,562	\$ 1,549	\$ 2,529	\$ 82	\$ 143	\$ 195	\$ 19,060
Cash and investments with treasurer	-	-	30	-	3	-	33
Receivables (net of allowances for uncollectibles)	8	126	65	-	2	7	208
Due from other funds	-	923	-	-	-	-	923
Inventory	-	-	-	-	-	-	-
Total current assets	<u>14,570</u>	<u>2,598</u>	<u>2,624</u>	<u>82</u>	<u>148</u>	<u>202</u>	<u>20,224</u>
Noncurrent assets:							
Property, plant and equipment, at cost	-	4,721	31,773	-	3,120	10	39,624
Less accumulated depreciation	-	(2,776)	(27,316)	-	(2,366)	(1)	(32,459)
Net property, plant and equipment	-	1,945	4,457	-	754	9	7,165
Total noncurrent assets:	-	1,945	4,457	-	754	9	7,165
Total assets	<u>14,570</u>	<u>4,543</u>	<u>7,081</u>	<u>82</u>	<u>902</u>	<u>211</u>	<u>27,389</u>
LIABILITIES							
Current liabilities:							
Accounts payable	2,796	882	355	-	4	-	4,037
Accrued interest payable	-	1	10	-	-	-	11
Accrued wages and benefits	5,537	236	363	-	8	24	6,168
Accrued vacation and sick leave	81	460	443	-	-	10	994
Current portion of:							
Bonds payable	-	30	625	-	-	-	655
Total current liabilities	<u>8,414</u>	<u>1,609</u>	<u>1,796</u>	<u>-</u>	<u>12</u>	<u>34</u>	<u>11,865</u>
Noncurrent liabilities:							
Bonds payable	-	450	2,540	-	-	-	2,990
Total noncurrent liabilities:	<u>-</u>	<u>450</u>	<u>2,540</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,990</u>
Total liabilities	<u>8,414</u>	<u>2,059</u>	<u>4,336</u>	<u>-</u>	<u>12</u>	<u>34</u>	<u>14,855</u>
NET ASSETS							
Invested in capital assets	-	1,465	1,292	-	754	9	3,520
Unrestricted	6,156	1,019	1,453	82	136	168	9,014
Total net assets	<u>\$ 6,156</u>	<u>\$ 2,484</u>	<u>\$ 2,745</u>	<u>\$ 82</u>	<u>\$ 890</u>	<u>\$ 177</u>	<u>\$ 12,534</u>

City of Columbus, Ohio
 Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
 Internal Service Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	Employee Benefits	Fleet Management	Information Services	Purchasing/Contract	Telecom-munications	Land Acquisition	Total
OPERATING REVENUES							
Charges for service	\$ 64,195	\$ 19,157	\$ 17,569	\$ -	\$ 170	\$ 719	\$ 101,810
Other	-	53	1	-	-	1	55
Total operating revenues	<u>64,195</u>	<u>19,210</u>	<u>17,570</u>	<u>-</u>	<u>170</u>	<u>720</u>	<u>101,865</u>
OPERATING EXPENSES							
Personal services	982	7,534	7,829	-	191	582	17,118
Materials and supplies	28	9,178	412	-	29	3	9,650
Contractual services	59,738	3,137	8,171	-	71	42	71,159
Depreciation	-	318	2,381	-	179	-	2,878
Other	-	-	6	-	-	-	6
Total operating expenses	<u>60,748</u>	<u>20,167</u>	<u>18,799</u>	<u>-</u>	<u>470</u>	<u>627</u>	<u>100,811</u>
Operating income (loss)	<u>3,447</u>	<u>(957)</u>	<u>(1,229)</u>	<u>-</u>	<u>(300)</u>	<u>93</u>	<u>1,054</u>
Nonoperating revenues (expenses)							
Interest expense	-	(23)	(173)	-	-	-	(196)
Other, net	-	20	472	-	28	-	520
Total nonoperating revenues (expenses)	<u>-</u>	<u>(3)</u>	<u>299</u>	<u>-</u>	<u>28</u>	<u>-</u>	<u>324</u>
Income before transfers	<u>3,447</u>	<u>(960)</u>	<u>(930)</u>	<u>-</u>	<u>(272)</u>	<u>93</u>	<u>1,378</u>
Transfers in	23	300	179	-	5	17	524
Transfers out	(19,000)	-	-	-	-	-	(19,000)
Net income (loss)	<u>(15,530)</u>	<u>(660)</u>	<u>(751)</u>	<u>-</u>	<u>(267)</u>	<u>110</u>	<u>(17,098)</u>
Total net assets at beginning of year	<u>21,686</u>	<u>3,144</u>	<u>3,496</u>	<u>82</u>	<u>1,157</u>	<u>67</u>	<u>29,632</u>
Total net assets at end of year	<u>\$ 6,156</u>	<u>\$ 2,484</u>	<u>\$ 2,745</u>	<u>\$ 82</u>	<u>\$ 890</u>	<u>\$ 177</u>	<u>\$ 12,534</u>

City of Columbus, Ohio
 Combining Statement of Cash Flows
 Internal Service Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	<u>Employee Benefits</u>	<u>Fleet Management</u>	<u>Information Services</u>	<u>Purchasing/Contract</u>	<u>Telecom-munications</u>	<u>Land Acquisition</u>	<u>Total</u>
OPERATING ACTIVITIES:							
Quasi external operating receipts	\$ 64,219	\$ 19,217	\$ 17,663	\$ -	\$ 170	\$ 741	\$ 102,010
Cash paid to employees	(995)	(7,630)	(7,813)	-	(192)	(580)	(17,210)
Cash paid to suppliers	(62,218)	(12,505)	(8,952)	-	(106)	(45)	(83,826)
Other receipts	-	53	1	-	-	1	55
Other payments	-	-	(6)	-	-	-	(6)
Net cash provided (used) by operating activities	<u>1,006</u>	<u>(865)</u>	<u>893</u>	<u>-</u>	<u>(128)</u>	<u>117</u>	<u>1,023</u>
NONCAPITAL FINANCING ACTIVITIES							
Transfers in	23	300	179	-	5	17	524
Transfers out	(19,000)	-	-	-	-	-	(19,000)
Net cash provided (used) by noncapital financing activities	<u>(18,977)</u>	<u>300</u>	<u>179</u>	<u>-</u>	<u>5</u>	<u>17</u>	<u>(18,476)</u>
CAPITAL FINANCING ACTIVITIES:							
Purchases of property, plant, and equipment	-	-	(303)	-	-	(9)	(312)
Principal payments on bonds and notes	-	(30)	(565)	-	-	-	(595)
Interest paid on bonds and notes	-	(23)	(175)	-	-	-	(198)
Net cash used by capital financing activities	<u>-</u>	<u>(53)</u>	<u>(1,043)</u>	<u>-</u>	<u>-</u>	<u>(9)</u>	<u>(1,105)</u>
Increase (decrease) in cash and cash equivalents	(17,971)	(618)	29	-	(123)	125	(18,558)
Cash and cash equivalents at beginning of year	<u>32,533</u>	<u>2,167</u>	<u>2,500</u>	<u>82</u>	<u>266</u>	<u>70</u>	<u>37,618</u>
Cash and cash equivalents at end of year	<u>\$ 14,562</u>	<u>\$ 1,549</u>	<u>\$ 2,529</u>	<u>\$ 82</u>	<u>\$ 143</u>	<u>\$ 195</u>	<u>\$ 19,060</u>

City of Columbus, Ohio
 Combining Statement of Cash Flows
 Internal Service Funds
 For the Year Ended December 31, 2003
 (amounts expressed in thousands)

	<u>Employee Benefits</u>	<u>Fleet Management</u>	<u>Information Services</u>	<u>Purchasing/Contract</u>	<u>Telecommunications</u>	<u>Land Acquisition</u>	<u>Total</u>
\$	3,447	\$ (957)	\$ (1,229)	\$ -	\$ (300)	\$ 93	\$ 1,054
	-	318	2,381	-	179	-	2,878
	-	-	(4)	-	-	-	(4)
	16	40	48	-	(2)	16	118
	-	80	-	-	-	-	80
	(1,451)	(269)	(369)	-	(5)	-	(2,094)
	-	(22)	(15)	-	-	-	(37)
	(1,000)	(6)	35	-	-	3	(968)
	(6)	(49)	46	-	-	5	(4)
\$	<u>1,006</u>	<u>\$ (865)</u>	<u>\$ 893</u>	<u>\$ -</u>	<u>\$ (128)</u>	<u>\$ 117</u>	<u>\$ 1,023</u>

Reconciliation of operating income to net cash provided (used) by operating activities:

Operating income (loss)	Depreciation	Decrease (increase) in operating assets and increase (decrease) in operating liabilities:
	Receivables	Due from other funds
	Inventories	Accounts payable -- net of items affecting property, plant and equipment
		Due to other funds
		Accrued wages and benefits
		Accrued vacation and sick leave

Net cash provided (used) by operating activities

City of Columbus, Ohio

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City of Columbus, Ohio

Fiduciary Funds - Agency Funds

Agency funds - used to account for assets held by the government as an agent for individuals, private organizations, other governments, and/or other funds. Assets held for other funds or governments include payroll taxes and other employee withholdings and income taxes and utility charges collected by the City on behalf of other governments. Their titles are descriptive of their nature. They are:

- Payroll Deposit
- Garnishments
- Unclaimed money
- Short North SID Deposit
- Capital Crossroads SID
- Health Deposit
- Construction Insp. Deposit
- City Auditor's Deposit
- City Attorney's Deposit
- Safety Agency Deposit
- Police Property Room Deposit
- Suburb Utility Surcharges
- Suburb Income Tax
- City Treasurer's Deposit
- Purchasing Deposit
- Recreation Deposit
- Development Deposit
- Convention Facility Tax
- Service Department Deposit

City of Columbus, Ohio
Schedule of Changes in Assets and Liabilities
Agency Funds—Individual Fund Grouping
For the Year Ended December 31, 2003

Agency Funds	Assets			Liabilities			
	Balance January 1, 2003	Additions	Deletions	Balance January 1, 2003	Additions	Deletions	Balance December 31, 2003
Payroll deposit	\$ 26,065,322	275,001,380	258,982,210	\$ 26,065,322	275,001,380	258,982,210	42,084,492
Garnishments	-	10,998	10,998	-	10,998	10,998	-
Unclaimed money	1,674,550	803,784	1,606,975	1,674,550	803,784	1,606,975	871,359
Short North SID deposit	-	103,715	103,715	-	103,715	103,715	-
Capital Crossroads SID	-	1,173,511	1,173,511	-	1,173,511	1,173,511	-
Health deposit	175,760	1,671,730	1,408,190	175,760	1,671,730	1,408,190	439,300
Construction Insp. deposit	4,549,943	5,146,522	4,530,429	4,549,943	5,146,522	4,530,429	5,166,036
City auditor's deposit	838,263	21,451	750,876	838,263	21,451	750,876	108,838
City attorney's deposit	13,275	16,411	6,167	13,275	16,411	6,167	23,519
Safety agency deposit	112,317	138,180	192,607	112,317	138,180	192,607	57,890
Police property room deposit	1,310,804	652,657	594,848	1,310,804	652,657	594,848	1,368,613
Suburb utility surcharges	427,804	4,408,169	4,473,535	427,804	4,408,169	4,473,535	362,438
Suburb income tax	2,432,973	28,608,786	28,687,157	2,432,973	28,608,786	28,687,157	2,354,602
City treasurer's deposit	46,372	254,299	252,196	46,372	254,299	252,196	48,475
Purchasing deposit	245,910	64,325	86,579	245,910	64,325	86,579	223,656
Recreation deposit	28,495	71,368	69,386	28,495	71,368	69,386	30,477
Development deposit	780,099	535,032	429,810	780,099	535,032	429,810	885,321
Convention facility tax	-	13,263,391	13,263,391	-	13,263,391	13,263,391	-
Service department deposit	1,118,080	944,271	1,115,604	1,118,080	944,271	1,115,604	946,747
Total all agency funds	\$ 39,819,967	332,889,980	317,738,184	\$ 39,819,967	332,889,980	317,738,184	54,971,763

STATISTICAL SECTION

City of Columbus, Ohio

General Governmental Expenditures by Function (1) Last Ten Fiscal Years (in thousands, except %)

Table 1

<u>Fiscal year</u>	<u>General government</u>	<u>Public service</u>	<u>Public safety</u>	<u>Development</u>	<u>Health</u>	<u>Recreation & parks</u>	<u>Public utilities (2)</u>	<u>Debt service</u>	<u>Capital outlay</u>	<u>Total</u>
1994	59,525 12.26	59,055 12.17	211,597 43.58	25,876 5.33	26,739 5.51	39,712 8.18	6,331 1.30	48,297 9.95	8,372 1.72	485,504 100.00 %
1995	61,417 11.24	55,442 10.15	224,158 41.03	40,127 7.35	28,102 5.14	44,276 8.10	10,248 1.88	69,999 12.81	12,529 2.30	546,298 100.00 %
1996	62,352 10.99	58,269 10.27	241,863 42.64	26,995 4.76	29,233 5.15	48,169 8.49	10,338 1.82	72,309 12.75	17,776 3.13	567,304 100.00 %
1997	60,085 9.94	65,880 10.89	256,283 42.38	36,842 6.09	30,827 5.10	50,622 8.37	10,711 1.77	75,750 12.53	17,776 2.93	604,776 100.00 %
1998	72,011 10.96	69,067 10.52	265,701 40.45	42,031 6.40	33,126 5.04	53,624 8.16	11,938 1.82	84,205 12.82	25,140 3.83	656,843 100.00 %
1999	65,798 9.43	77,414 11.09	291,930 41.82	43,831 6.28	34,476 4.94	55,362 7.93	12,327 1.77	94,828 13.58	22,097 3.16	698,063 100.00 %
2000	72,611 9.68	81,400 10.85	322,963 43.05	42,357 5.64	36,712 4.89	62,501 8.33	12,963 1.73	99,317 13.24	19,451 2.59	750,275 100.00 %
2001	81,858 10.11	95,808 11.83	342,649 42.32	52,419 6.47	37,529 4.64	68,662 8.48	11,100 1.37	107,238 13.25	12,376 1.53	809,639 100.00 %
2002	85,963 10.50	90,495 11.05	355,237 43.37	54,068 6.60	38,678 4.72	71,696 8.75	-	108,850 13.29	14,046 1.72	819,033 100.00 %
2003	82,107 9.95	90,279 10.94	363,100 44.01	52,077 6.31	37,106 4.50	71,290 8.64	-	116,387 14.11	12,669 1.54	825,015 100.00 %

(1) Includes General, Special Revenue, and Debt Service Funds presented on modified accrual basis of accounting.

(2) Prior to 2002, storm sewer financial activities, a public utility service, were accounted for in a special revenue fund. In 2002, those activities and net assets were transferred to an enterprise fund.

(3) 2003 excludes \$44.235 million of refunded bond principal in debt service and \$84.528 million of capital projects funds

Source: City of Columbus, Ohio, City Auditor.

City of Columbus, Ohio
General Governmental Revenues by Source (1)
Last Ten Fiscal Years
(in thousands, except %)

Table 2

Fiscal year	Income taxes	Property taxes	Grants and subsidies	Investment earnings	Special assessments	Licenses and permits	Shared revenues	Charges for services	Fines and forfeits	Miscellaneous	Total
1994	289,776 55.44	29,522 5.65	32,425 6.20	10,767 2.06	97 0.02	9,190 1.76	58,740 11.24	52,094 9.96	11,967 2.29	28,131 5.38	522,709 100.00 %
1995	312,257 53.65	29,507 5.07	44,815 7.70	16,097 2.77	135 0.02	10,553 1.81	63,137 10.85	56,805 9.76	13,943 2.40	34,750 5.97	581,999 100.00 %
1996	325,131 56.37	30,132 5.22	35,757 6.20	16,636 2.88	278 0.05	10,243 1.78	66,885 11.60	52,682 9.13	13,999 2.43	25,047 4.34	576,790 100.00 %
1997	349,429 55.06	31,856 5.02	45,500 7.17	18,622 2.93	196 0.03	11,840 1.87	70,359 11.09	54,781 8.63	16,183 2.55	35,836 5.65	634,602 100.00 %
1998	381,377 54.06	33,496 4.75	52,778 7.48	21,501 3.05	161 0.02	14,229 2.02	79,409 11.26	53,441 7.58	15,320 2.17	53,682 7.61	705,394 100.00 %
1999	410,964 57.38	34,403 4.80	49,246 6.88	20,610 2.88	161 0.02	17,425 2.43	81,577 11.39	54,235 7.57	15,214 2.12	32,411 4.53	716,246 100.00 %
2000	420,812 54.22	39,049 5.03	52,133 6.72	36,241 4.67	179 0.02	18,229 2.35	86,455 11.14	62,201 8.01	15,196 1.96	45,633 5.88	776,128 100.00 %
2001	434,986 53.59	40,881 5.04	69,923 8.61	29,379 3.62	100 0.01	20,133 2.48	85,374 10.52	73,193 9.02	15,975 1.96	41,799 5.15	811,743 100.00 %
2002	435,567 55.54	41,520 5.29	76,130 9.71	14,195 1.81	99 0.01	23,567 3.01	79,634 10.15	57,051 7.27	19,108 2.44	37,346 4.77	784,217 100.00 %
2003	438,993 54.25	45,660 5.64	79,588 (2) 9.83	8,196 1.01	95 0.01	25,209 3.12	81,474 10.07	60,787 (2) 7.51	21,717 2.68	47,545 (2) 5.88	809,264 100.00 %

(1) Includes General, Special Revenue, and Debt Service Funds presented on modified accrual basis of accounting.

(2) Excludes \$7.404 million of grants, \$151 thousand in charges for services and \$3.377 million in miscellaneous revenue in Capital Projects Funds.

Source: City of Columbus, Ohio, City Auditor.

City of Columbus, Ohio
Property Tax Levies and Collections
Last Ten Fiscal 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	Outstanding delinquent taxes	Percent of outstanding delinquent taxes to tax levy
<u>Franklin County (1)</u>								
1994	28,518,945	27,905,466	97.8	1,482,625	29,388,091	103.0	2,045,461	7.2
1995	28,987,569	28,318,667	97.7	1,072,973	29,391,640	101.4	2,069,850	7.1
1996	29,774,228	28,920,406	97.1	963,489	29,883,895	100.4	2,285,876	7.7
1997	31,591,109	30,840,137	97.6	1,039,115	31,879,252	100.9	1,918,120	6.1
1998	32,534,565	31,818,835	97.8	1,093,519	32,912,354	101.2	2,108,344	6.5
1999	34,666,856	33,960,069	98.0	706,787	34,666,856	100.0	2,405,944	6.9
2000	38,579,140	37,295,711	96.7	1,063,510	38,359,221	99.4	2,889,008	7.5
2001	40,143,446	38,774,229	96.6	1,439,087	40,213,316	100.2	3,233,123	8.1
2002	41,113,475	38,954,842	94.7	1,671,021	40,625,863	98.8	3,756,375	9.1
2003	44,572,666	42,426,169	95.2	2,062,871	44,489,040	99.8	4,036,335	9.1
<u>Fairfield County (1)</u>								
2003	\$ 346,018	329,963	95.4 %	\$ 9,873	339,836	98.2 %	\$ 9,246	2.7 %
<u>Delaware County (1)</u>								
2003	\$ 332,431	315,598	94.9 %	\$ 17,209	332,807	100.1 %	\$ 9,317	2.8 %

(1) The City of Columbus entered Fairfield County in 1975 and Delaware County in 1991. Because the vast majority of property within the City lies within Franklin County, the above table demonstrates a ten year history of the property within Franklin County, but only current year data for Fairfield and Delaware counties

Sources: Franklin, Fairfield, and Delaware County Auditors

City of Columbus, Ohio
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands, except %)

Tax year	For	Real Property		Personal Property		Public Utilities		Total		Percent of total assessed to total estimated actual value
		Assessed value	Estimated actual value	Assessed value	Estimated actual value (2)	Assessed value	Estimated actual value (2)	Assessed value	Estimated actual value	
1994	1995	7,334,469	20,955,626	1,325,368	5,301,472	552,569	1,578,769	9,212,406	27,835,867	33.1
1995	1996	7,523,751	21,496,431	1,365,419	5,461,676	518,908	1,482,594	9,408,078	28,440,701	33.1
1996	1997	8,043,277	22,980,791	1,464,285	5,857,140	519,964	1,485,611	10,027,526	30,323,542	33.1
1997	1998	8,300,546	23,715,846	1,523,089	6,092,356	539,815	1,542,329	10,363,450	31,350,531	33.1
1998	1999	8,710,415	24,886,900	1,547,605	6,190,420	540,892	1,545,406	10,798,912	32,622,726	33.1
1999	2000	9,991,033	28,545,809	1,619,657	6,478,628	558,957	1,597,020	12,169,647	36,621,457	33.2
2000	2001	10,312,863	29,465,323	1,746,957	6,987,828	554,901	1,585,431	12,614,721	38,038,582	33.2
2001	2002	10,632,901	30,379,717	1,754,763	7,019,052	463,164	1,323,326	12,850,828	38,722,095	33.2
2002	2003	11,958,533	34,167,237	1,852,911	7,411,644	427,848	1,222,423	14,239,292	42,801,304	33.3
2003	2004	12,244,724	34,984,926	1,513,220	6,305,083	441,780	1,262,229	14,199,724	42,552,238	33.4
2003	2004	\$ 120,396	343,988	853	3,414	1,581	4,517	122,830	351,919	34.9 %
2003	2004	\$ 125,375	358,213	35,003	140,011	5,942	16,978	166,320	515,202	32.3 %

(1) The City of Columbus entered Fairfield County in 1975 and Delaware County in 1991. Because the vast majority of property within the City lies within Franklin County, the above table demonstrates a ten year history of that property within Franklin County, but only current year data for Fairfield and Delaware Counties.

(2) Estimated actual values for Personal Property and Public Utilities have been calculated by the respective county auditors.

Sources: Franklin, Fairfield, and Delaware County Auditors.

City of Columbus, Ohio

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

Fiscal Year	Effective Rate (1)			City							Total City	County	School	Library	Joint Vocational School and Other
	Class 1 Res/Agr	Class 2 All other	Total Rate	General Fund	Police Pensions	Fire Pensions	Franklin County (2)	Fairfield County (2)	Delaware County (2)						
1994 for 1995	49.40	55.40	72.92	2.54	0.30	0.30	2.54	0.30	0.30	3.14	14.57	53.01	2.20	-	
1995 for 1996	49.64	56.12	73.14	2.54	0.30	0.30	2.54	0.30	0.30	3.14	14.82	52.98	2.20	-	
1996 for 1997	52.00	60.44	78.57	2.54	0.30	0.30	2.54	0.30	0.30	3.14	15.12	58.11	2.20	-	
1997 for 1998	52.05	60.39	78.60	2.54	0.30	0.30	2.54	0.30	0.30	3.14	15.22	58.04	2.20	-	
1998 for 1999	54.12	62.33	80.83	2.54	0.30	0.30	2.54	0.30	0.30	3.14	17.54	57.95	2.20	-	
1999 for 2000	49.04	59.56	80.55	2.54	0.30	0.30	2.54	0.30	0.30	3.14	17.64	57.57	2.20	-	
2000 for 2001	48.63	58.62	80.35	2.54	0.30	0.30	2.54	0.30	0.30	3.14	17.64	57.37	2.20	-	
2001 for 2002	48.39	58.16	80.35	2.54	0.30	0.30	2.54	0.30	0.30	3.14	17.64	57.37	2.20	-	
2002 for 2003	46.20	57.41	81.78	2.54	0.30	0.30	2.54	0.30	0.30	3.14	17.64	58.80	2.20	-	
2003 for 2004	46.37	58.05	82.16	2.54	0.30	0.30	2.54	0.30	0.30	3.14	17.64	59.18	2.20	-	
2003 for 2004	50.05	50.15	89.95	1.70	0.30	0.30	1.70	0.30	0.30	2.30	7.05	80.00	-	-	
2003 for 2004	37.99	37.07	61.22	1.50	0.30	0.30	1.50	0.30	0.30	2.10	5.30	50.50	0.12	3.20	

(1) The effective rate is determined by multiplying the total rate by a composite reduction factor which is determined annually by the State Tax Commissioner to adjust for changes in the valuation of the property tax base.

(2) The City of Columbus entered Fairfield County in 1975 and Delaware County in 1991. Because the vast majority of property within the City lies within Franklin County, the above table demonstrates a ten year history of that property within Franklin County, but only current year data for Fairfield and Delaware counties.

Sources: Franklin, Fairfield, and Delaware County Auditors.

City of Columbus, Ohio

Table 6

Principal Property Taxpayers Franklin County December 31, 2003

	Assessed valuation (in thousands)	% of total assessed valuation
<u>Public Utilities</u>		
1. Columbus Southern Power Company	\$ 232,568,410	1.64 %
2. Ohio Bell Telephone Company (Ameritech)	105,243,650	0.74
3. Columbia Gas of Ohio Inc.	38,397,740	0.27
4. New Par	23,859,550	0.17
 <u>Real Estate</u>		
1. Nationwide Mutual Insurance Company	99,260,390	0.70
2. Huntington Center	58,450,000	0.41
3. Capitol South Community	43,603,800	0.31
4. Distribution Land Corp.	37,408,980	0.26
5. American Electric Power	29,770,160	0.21
6. Duke Realty LP	29,560,980	0.21
7. Equitable Life Assurance	25,200,000	0.18
8. Olentangy Commons	18,267,210	0.13
9. Battelle Memorial	18,094,410	0.13
10. Anheuser-Busch, Inc.	17,776,400	0.13
 <u>Tangible Personal Property</u>		
1. Anheuser Busch Inc.	84,472,909	0.59
2. Abbott Laboratories	34,959,140	0.25
3. Lucent Technologies, Inc.	34,388,610	0.24
4. Roxane Laboratories Inc.	28,616,298	0.20
5. Techneglas, Inc.	27,549,520	0.19
6. Sears Roebuck & Company	22,836,610	0.16
7. Amerisource Corporation	22,005,830	0.15
8. Kal Kan Foods Inc.	17,139,940	0.12
9. IBM Credit LLC	14,937,240	0.11
10. Big Lots Stores, Inc.	14,863,740	0.10
Total Principal Property Taxpayers	1,079,231,517	7.60
All Others	13,120,492,962	92.40
Total Assessed Valuation in Franklin County	\$ 14,199,724,479	100.00 %

Source: Franklin County Auditor

City of Columbus, Ohio

Table 7

Special Assessment Billings and Collections Last Ten Fiscal Years

<u>Fiscal year</u>	<u>Special assessment debt service requirements</u>	<u>Special assessment requirements billed by County Auditor</u>	<u>Special assessments collected</u>
1994	59,372	N.A.	108,603
1995	103,869	N.A.	163,759
1996	291,322	251,329	279,809
1997	270,904	312,006	344,745
1998	749,068	1,234,815	525,163
1999	453,997	1,970,085	1,374,804
2000	448,576	2,303,866	1,233,392
2001	388,785	1,946,808	916,666
2002	431,248	3,334,082	2,065,070
2003	519,301	3,350,785	2,188,407

Responsibility for the billing and collection of special assessments is, under Ohio Law, vested with the County Auditor's office. Data relative to Special assessment requirements billed during 1994 and 1995 are not available (N.A.).

All Special assessment type debt is general obligation debt of the City.

Sources: City of Columbus, Ohio, City Auditor and Franklin County Auditor.

City of Columbus, Ohio
Statement of Legal Debt Margins
December 31, 2003

Table 8

		(in thousands)	
<u>Line</u>		Total debt limit 10.5%	Total unvoted debt limit 5.5%
1	Total assessed property value, per		
2	Franklin County	\$ 14,199,724	14,199,724
3	Fairfield County	122,830	122,830
4	Delaware County	166,320	166,320
5	Total (lines 2 through 4)	<u>\$ 14,488,874</u>	<u>14,488,874</u>
6	Debt limit 10.5% & 5.5% of assessed value (x line 5)	<u>\$ 1,521,332</u>	<u>796,888</u>
7	<u>Total Outstanding Bond and Note Debt</u>		
8	Bonds & Long-Term Notes Payable (excludes long term lease of \$1.740 million)	\$ 1,672,623	777,133
9	Notes, Short-Term	1,693	1,693
10	Total (lines 8 + 9)	<u>1,674,316</u>	<u>778,826</u>
11	<u>Exemptions:</u>		
12	Debt Service Fund Balances Applicable to Non-Enterprise G.O. Bonds	166,839	166,839
13	G.O. Assessment Bonds (Non-Enterprise)	167	167
14	G.O. Limited Enterprise debt (Unvoted; supported by enterprise revenues)		
15	Water Bonds	53,394	53,394
16	Sanitary Sewer Bonds	23,288	23,288
17	Storm Sewer Bonds	6,825	6,825
18	Electric Bonds	6,385	6,385
19	Electric Assessment Notes	1,693	1,693
20	Airport Bonds	11,625	11,625
21	Total (lines 15 through 20)	<u>103,210</u>	<u>103,210</u>
22	G.O. Unlimited Enterprise debt (Voted; supported by enterprise revenues)		
23	Water Bonds	169,262	-
24	Sanitary Sewer Bonds	170,809	-
25	Storm Sewer Bonds	42,155	-
26	Electric Bonds	19,695	-
27	Airport Bonds	1,875	-
28	Total (lines 23 through 27)	<u>403,796</u>	<u>-</u>
29	Revenue Bonds and Long-Term Notes		
30	Water	44,110	44,110
31	Sewer:		
32	Sewer Revenue	112,300	112,300
33	OWDA/EPA	283,530	283,530
34	Non-Enterprise Bonds (TIF)	35,455	35,455
35	Non-Enterprise Note (TIF)	3,058	3,058
36	Total (lines 30 through 35)	<u>478,453</u>	<u>478,453</u>
37	Urban Redevelopment Bonds	5,240	5,240
38	Taxable Single Family Mortgage Revenue Note (FNMA)	42	42
39	Total Exemptions (lines 12, 13, 21, 28, 36, 37 and 38)	<u>1,157,747</u>	<u>753,951</u>
40	Net Debt (line 10 less line 39)	<u>516,569</u>	<u>24,875</u>
41	Total Legal Debt Margin (line 6 less line 40)	<u>\$ 1,004,763</u>	<u>772,013</u>
42	Percent of Net Debt to Assessed Value (lines 40 / 5)	3.57%	0.17%
43	Percent of Legal Debt Limit	<u>10.50%</u>	<u>5.50%</u>
44	Percent of Legal Debt Margin (line 43 less line 42)	<u>6.93%</u>	<u>5.33%</u>

Source: City of Columbus, Ohio, City Auditor

City of Columbus, Ohio

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita

Last Ten Fiscal Years

(dollar amounts in thousands, except per capita)

Fiscal Year	Population (1)	Assessed value (2)	Gross bonded debt (3)	Less debt service funds (4)	Less payable from Enterprise Revenues, TIF Revenues, and CRAA		Net general bonded debt	Ratio of net general bonded debt to assessed value	Net general bonded debt per capita
					General obligation bonds (5)	Revenue bonds (6)			
1994	659,899	\$9,266,927	\$1,421,080	64,831	521,108	394,407	440,734	4.76	\$667.88
1995	665,734	9,483,390	1,441,001	73,436	534,083	396,339	437,143	4.61	656.63
1996	675,045	10,130,785	1,472,951	76,367	519,756	408,449	468,379	4.62	693.85
1997	684,928	10,483,853	1,550,476	88,053	554,058	424,708	483,657	4.61	706.14
1998	696,849	10,972,327	1,727,458	118,942	567,085	519,494	521,937	4.76	749.00
1999	698,495	12,397,530	1,786,762	135,216	525,360	546,425	579,761	4.68	830.01
2000	711,470	12,939,074	1,819,875	148,677	480,308	545,775	645,115	4.99	906.74
2001	720,230	13,107,854	1,857,435	160,083	542,989	528,446	625,917	4.78	869.05
2002	734,024	14,551,080	1,898,329	165,985	565,062	569,864	597,418	4.11	813.89
2003	743,343	14,488,874	1,672,623	166,839	505,313	478,495	521,976	3.60	702.20

Sources:

- (1) U.S. Bureau of Census for 2000; City of Columbus; Department of Trade and Development for 1991-1995; and Mid Ohio Regional Planning Commission for 1996-1999 and 2001-2003.
- (2) Franklin, Fairfield, and Delaware County Auditors; from Table 4.
- (3) Gross bonded debt includes long-term notes; excludes short term notes (\$1.693 million) and capitalized lease (1.740 million) in 2003.
- (4) Debt service fund balances applicable to non-enterprise G.O. bonds only.
- (5) Includes \$13.500 million G.O. governmental type bonds paid by Columbus Regional Airport Authority (CRAA); excludes \$17.024 million storm sewer G.O. debt not supported by enterprise in 2003.
- (6) Includes long term Ohio Water Development Authority/EPA notes, FNMA note, TIF revenue bonds and long term TIF notes.

City of Columbus, Ohio

Table 10

Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures

Fiscal year	Last Ten Fiscal Years				Ratio of debt service to total general governmental expenditures
	Principal	Interest	Total debt service (1)	Total general governmental expenditures (2)	
1994	26,138	22,159	48,297	485,504	9.95
1995	38,476	31,523	69,999	546,298	12.81
1996	42,264	30,045	72,309	567,304	12.75
1997	44,634	31,116	75,750	604,776	12.53
1998	50,689	33,516	84,205	656,843	12.82
1999	60,840	33,186	94,026	698,063	13.47
2000	59,916	37,413	97,329	750,275	12.97
2001	64,743	40,928	105,671	809,639	13.05
2002	70,362	36,292	106,654	819,033	13.02
2003	74,753	38,555	113,308	825,025	13.73

(1) Includes all general obligation bond debt service other than proprietary; excludes FNMA revenue note (\$24,912 principal and \$3,517 interest), TIF revenue bonds (\$1,450,000 principal and \$1,599,558 interest) and current refunding bond principal of \$44.235 million in 2003.

(2) Includes Total Governmental Funds, exclusive of Capital Projects Funds, presented on modified accrual basis of accounting (Table 1).

Source: City of Columbus, Ohio, City Auditor.

City of Columbus, Ohio

Table 11

Computation of Direct and Overlapping Debt

Debt of the City, authorized by the Council but not by a vote of the electors, is subject to overlapping restrictions with each respective county and school district. Limitations apply to each county total and should not be considered cumulatively. Total debt service charges for any one year of all overlapping debt must not exceed ten mills (1%) of the assessed property value. This determination is made by the respective county auditor: each time a subdivision proposes to issue unvoted debt. The most recent data prepared by the county auditor: for this purpose is as of December 31, 2003.

Political subdivision of State of Ohio	Principal outstanding (in thousands)	Percentage applicable to Columbus	Amount applicable to Columbus (in thousands)	Mills required
<i>Per Franklin County Auditor:</i>				
Direct				
City of Columbus	\$ 287,307	100.00 %	\$ 287,307	3.5585
Overlapping				
Franklin County	146,590	57.54	84,348	0.6298
School District	<u>725</u>	23.36	<u>169</u>	<u>0.8168</u>
Total	<u>\$ 434,622</u>		<u>\$ 371,824</u>	<u>5.0051</u>
<i>Per Fairfield County Auditor:</i>				
Direct				
City of Columbus	\$ 2,485	100.00 %	\$ 2,485	3.5585
Overlapping				
Fairfield County	53,543	4.95	2,650	1.9337
JVSD	<u>1,530</u>	18.68	<u>286</u>	<u>0.0421</u>
Total	<u>\$ 57,558</u>		<u>\$ 5,421</u>	<u>5.5343</u>
<i>Per Delaware County Auditor:</i>				
Direct				
City of Columbus	\$ 3,366	100.00 %	\$ 3,366	3.5585
Overlapping				
Delaware County	94,635	4.34	4,107	2.1990
JVSD	<u>290</u>	6.36	<u>18</u>	<u>0.0223</u>
Total	<u>\$ 98,291</u>		<u>\$ 7,491</u>	<u>5.7798</u>

The City does not pay general obligation debt service from property taxes. General obligation debt service relating to enterprise funds is paid from the respective enterprise fund. All other general obligation debt service is paid from income taxes, certain charges for services, and payments in lieu of taxes designated by the City for that purpose and accounted for in a debt service fund and from special assessments

City of Columbus, Ohio
Water Enterprise Revenue Bond Coverage (1)
Water System Revenue Refunding Bonds Series 1999
1994 through 2003
 (in thousands, except coverages)

Line	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
A	77,950	83,464	89,368	94,690	100,108	102,417	95,978	100,506	100,037	94,287
B	-	-	-	-	-	-	-	-	-	-
C	77,950	83,464	89,368	94,690	100,108	102,417	95,978	100,506	100,037	94,287
D	55,818	56,946	62,409	67,182	69,821	73,420	72,781	78,679	80,109	79,673
E	(10,097)	(10,627)	(12,430)	(12,718)	(14,004)	(16,413)	(15,167)	(16,749)	(15,446)	(15,550)
F	(1,522)	(1,184)	(1,215)	(1,150)	(1,322)	(1,158)	(1,204)	(1,204)	(1,213)	(1,267)
G	44,199	45,135	48,764	53,314	54,495	55,849	56,410	60,726	63,450	62,856
H	33,751	38,329	40,604	41,376	45,613	46,568	39,568	39,780	36,587	31,431
I	18,700	23,000	28,000	32,000	35,000	39,000	37,171	34,371	36,928	36,975
J	(4,420)	(4,514)	(4,876)	(5,331)	(5,450)	(5,585)	(5,641)	(6,073)	(6,345)	(6,286)
K	14,280	18,486	23,124	26,669	29,550	33,415	31,530	28,298	30,583	30,689
L	48,031	56,815	63,728	68,045	75,163	79,983	71,098	68,078	67,170	62,120
M	-	2,240	2,325	2,595	2,770	3,040	3,745	4,020	4,395	4,680
N	4,422	4,422	4,309	4,189	4,050	3,989	2,963	2,756	2,530	2,354
O	8,807	12,112	12,517	15,062	16,229	17,431	18,753	18,713	18,658	19,538
P	12,290	12,687	12,714	12,121	12,522	12,947	12,183	10,647	9,724	10,964
Q	-	-	-	-	-	-	-	-	-	-
R	1,522	1,184	1,215	1,150	1,322	1,158	1,204	1,204	1,213	1,267
S	27,041	32,645	33,080	35,117	36,893	38,565	38,848	37,340	36,520	38,803
Rate covenant tests:										
Adjusted net revenues vs. total debt service	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Required ratio of lines L ÷ S	1.78	1.74	1.93	1.94	2.04	2.07	1.83	1.82	1.84	1.60
Actual ratio of lines L ÷ S										
Adjusted net revenues vs. revenue bond debt service	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Required ratio of lines L ÷ (M + N)	10.86	8.53	9.61	10.03	11.02	11.38	10.60	10.05	9.70	8.83
Actual ratio of lines L ÷ (M + N)										
Bond reserve requirement test:										
Adjusted net revenues vs. revenue bond debt service	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Required ratio of lines L ÷ (M + N)	10.86	8.53	9.61	10.03	11.02	11.38	10.60	10.05	9.70	8.83
Actual ratio of lines L ÷ (M + N)										

(1) The Water System Revenue Refunding Bonds Series 1999 includes a partial refunding of the Series 1991; both series require three coverage tests. Two rate covenant tests determine if the City is required to increase user rates or engage an independent engineer to assist in determining adequate rates. The bond reserve requirement test determines whether the City will be required to establish a debt service reserve fund. The City has exceeded all coverage requirements.

Source: City of Columbus, Ohio, City Auditor.

City of Columbus, Ohio

**Sanitary Sewer Enterprise Revenue Bond Coverage (1)
Sanitary Sewer System Revenue Refunding Bonds Series 1992 (2), 1994 and 2002
1994 through 2003**

	(in thousands, except coverages)									
Line	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
A	As defined in indenture									
A	Gross revenue, including interest	112,574	117,906	116,972	121,695	129,084	121,110	119,237	125,795	116,787
B	O & M expenses, net of depreciation	(51,581)	(50,232)	(48,549)	(50,613)	(54,226)	(55,786)	(59,568)	(61,476)	(64,205)
C	Net revenues (A - B)	60,993	67,674	68,423	71,082	74,858	65,324	59,669	64,319	52,582
D	System reserve fund at January 31	19,000	24,000	37,000	50,000	60,306	72,000	66,562	66,562	66,562
E	O & M expense reserve requirement (B x 10%)	(5,158)	(5,023)	(4,855)	(5,061)	(5,423)	(5,578)	(5,967)	(6,148)	(6,421)
F	System reserve fund available (D - E)	13,842	18,977	32,145	44,939	54,883	66,422	60,595	60,414	60,141
G	Adjusted net revenue (C + F)	74,835	86,651	100,568	116,021	129,741	131,746	120,264	124,733	112,723
H	Revenue bond principal	6,715	1,625	1,705	7,620	8,015	8,435	9,380	9,900	10,940
I	Revenue bond interest	9,902	9,581	9,297	9,146	8,652	8,064	6,902	7,085	3,793
J	General obligation bond principal	15,366	18,181	18,106	17,253	17,698	18,320	20,417	20,478	22,398
K	General obligation bond interest	17,924	15,914	14,708	13,519	13,672	13,656	11,152	11,109	11,675
L	General obligation note interest	2	3	-	-	27	-	18	-	-
M	OWDA/EPA principal	2,102	2,190	2,922	3,053	5,326	5,604	7,598	4,830	10,733
N	OWDA/EPA interest	1,921	1,989	2,467	2,336	5,027	4,826	6,199	4,221	9,327
O	Total debt service (H - N)	53,932	49,483	49,205	52,927	58,417	58,905	61,666	57,623	68,866
Rate covenant tests:										
	Adjusted net revenues vs. total debt service	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Required ratio of lines G ÷ O	1.39	1.75	2.04	2.19	2.22	2.24	1.95	2.16	1.64
	Actual ratio of lines G ÷ O									
	Adjusted net revenues vs. revenue bond debt service	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
	Required ratio of lines G ÷ (H + I)	4.50	7.73	9.14	6.92	7.78	7.99	7.39	7.34	7.65
	Actual ratio of lines G ÷ (H + I)									
Bond reserve requirement test:										
	Adjusted net revenues vs. revenue bond debt service	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Required ratio of lines G ÷ (H + I)	4.50	7.73	9.14	6.92	7.78	7.99	7.39	7.34	7.65
	Actual ratio of lines G ÷ (H + I)									

(1) The Sanitary Sewer System Refunding Bonds Series 1992 and 1994 require three coverage tests. Two rate covenant tests determine if the City is required to increase user rates or engage an independent engineer to assist in determining adequate rates. The bond reserve requirement test determines whether the City will be required to establish debt service reserve funds. The City has exceeded all coverage requirements.

(2) The 1992 bonds were called for redemption by the Trustee on June 1, 2002. These 1992 bonds were refunded (a current refunding) on April 2, 2002 with Series 2002 bonds requiring the same coverage tests.

Source: City of Columbus, Ohio, City Auditor.

City of Columbus, Ohio
City Income Tax Revenue
Net of Refunds
Last Ten Fiscal Years
(in thousands, except percent)

Table 14

GAAP (modified accrual) Basis:

<u>Fiscal Year</u>		<u>General Fund</u>	<u>Debt Service Funds</u>	<u>Other Governmental Funds</u>	<u>Total</u>	<u>% Increase Over Prior Year</u>
1994	\$	217,215	72,561	-	289,776	5.63
1995		234,309	77,947	-	312,256	7.76
1996		243,848	81,283	-	325,131	4.12
1997		262,072	87,357	-	349,429	7.47
1998		286,034	95,343	-	381,377	9.14
1999		308,223	102,741	-	410,964	7.76
2000		315,610	105,202	-	420,812	2.40
2001		326,259	108,727	-	434,986	3.37
2002		326,612	108,897	58	435,567	0.13
2003		329,077	109,693	223	438,993	0.79

Budget (cash) Basis
(collections, net of refunds):

1994	\$	217,415	72,627	-	290,042	5.79
1995		234,030	77,854	-	311,884	7.53
1996		244,820	81,607	-	326,427	4.66
1997		257,891	85,963	-	343,854	5.34
1998		288,668	96,222	-	384,890	11.93
1999		301,794	100,623	-	402,417	4.55
2000		318,170	106,057	-	424,227	5.42
2001		329,210	109,737	-	438,947	3.47
2002		328,205	109,402	58	437,665	(0.29)
2003		329,282	109,761	223	439,266	0.37

Source: City of Columbus, Ohio, City Auditor

City of Columbus, Ohio

Table 15

Business Indicators (1) 1994—2003

<u>Year</u>	Square Mile Area City of Columbus <u>Year End</u>	Air Passengers (000)	Scheduled Airline Freight (000 lbs.) (2)
1994	199.9	5,440	129,787
1995	204.3	5,640	98,297
1996	209.2	6,276	82,767
1997	212.0	6,517	81,173
1998	212.5	6,420	60,728
1999	214.7	6,542	51,329
2000	216.6	6,873	49,772
2001	218.6	6,680	33,649
2002	221.2	6,741	23,591
2003	222.5	6,252	23,742

<u>Year</u>	Active Gas Meters	Telephone Access Lines	New Car Sales
1994	344,890	710,121	67,378
1995	359,222	756,432	42,993
1996	364,751	N.A.	87,232
1997	404,742	N.A.	93,666
1998	404,937	N.A.	86,414
1999	414,824	836,971	54,920
2000	419,865	813,214	52,819
2001	427,844	855,027	49,812
2002	444,612	769,332	41,865
2003	442,639	758,364	39,604

<u>Year</u>	<u>New Truck Sales</u>	<u>All Vehicle Registrations</u>	
		<u>Columbus, Ohio</u>	<u>Franklin County (Includes Columbus)</u>
1994	15,981	465,844	732,928
1995	29,984	475,608	745,402
1996	21,910	491,487	772,661
1997	26,699	497,131	777,427
1998	28,838	516,543	795,869
1999	48,856	693,200	1,054,030
2000	38,092	668,609	1,072,923
2001	35,284	692,880	1,084,172
2002	30,654	664,144	1,094,862
2003	31,073	668,534	1,100,170

(1) Franklin County data unless otherwise indicated.

(2) Includes cargo, freight and mail. Data representative of Columbus Municipal Airport Authority only.

N.A. Information not available.

Sources: Columbus Area Chamber of Commerce, Research Department; Columbia Gas of Ohio; Ameritech; Columbus Municipal Airport Authority; The Polk Company, Government Relations; and the State of Ohio, Bureau of Motor Vehicles.

City of Columbus, Ohio

Table 16

Growth in Land Area Selected Years

<u>Year</u>	<u>Square miles at December 31</u>	<u>Square miles annexed (1)</u>
1950	39.977	-
1955	54.406	14.429
1960	91.210	36.804
1965	104.700	13.490
1970	143.894	39.194
1975	173.210	29.316
1980	183.112	9.902
1985	187.316	4.204
1990	196.028	8.712
1991	196.829	0.801
1992	198.344	1.515
1993	199.323	0.979
1994	199.965	0.642
1995	204.279	4.314
1996	209.218 (2)	1.953
1997	212.015	2.797
1998	213.535	1.520
1999	214.676	1.141
2000	216.633	1.957
2001	218.554	1.921
2002	221.232	2.678
2003	222.461	1.229

(1) Net of de-annexations.

(2) 1996 includes 2.986 square miles resulting from refined
remeasurements of City area.

Source: City of Columbus, Division of Engineering and Construction, Maps Section.

City of Columbus, Ohio

Table 17

Largest Employers in the Greater Columbus Area Ranked by Number of Employees

1. State of Ohio	25,787	25. Battelle	2,184
2. Ohio State University	17,361	26. Retail Ventures, Inc.	2,058
3. Federal Government/United States Postal Service	13,300 (1)	27. Big Lots, Inc.	2,030
* Defense Supply Center	2,275 (1)	28. Big Bear Stores Co.	2,000
* Defense Finance & Accounting Service Center	2,080 (1)	29. Cardinal Health, Inc.	2,000
4. Columbus Public Schools	12,092	30. Arc Industries Inc.	1,950
5. Nationwide	10,815	31. Dispatch Printing Co.	1,900
6. Bank One Corp.	8,873	32. State Farm	1,800
7. Ohio Health	8,304	33. National City Corp.	1,795
8. City of Coumbus	8,067	34. Hilliard City Schools	1,648
9. Limited Brands	7,200	35. Alliance Data Systems	1,647
10. Franklin County	7,161	36. Westerville City Schools	1,606
11. Honda of America Mfg. Inc .	6,600	37. United Parcel Service	1,601
12. Mount Carmel	4,983	38. Netjets Inc.	1,533
13. Kroger Co.	4,632	39. Owens Corning	1,531
14. Wendy's International Inc.	4,500	40. Ashland Inc.	1,511
15. Wal-Mart Stores Inc.	4,444	41. Dublin City Schools	1,449
16. American Electric Power	3,795	42. Chemical Abstracts Service	1,420
17. Huntington Bancshares Inc.	3,521	43. Verizon Wireless	1,401
18. SBC Ohio	3,000	44. Lucent Technologies	1,400
19. Chase Home Finance	2,861	45. Fairfield Medical Center	1,230
20. Medco Health Solutions, Inc.	2,528	46. TS Tech North America	1,225
21. Children's Hospital, Inc.	2,505	47. McDonald's Corp.	1,199
22. Discover Financial Services	2,496	48. Worthington City Schools	1,190
23. South-Western City Schools	2,440	49. Anchor Hocking Glass Co.	1,185
24. Ross Products, division Abbott Laboratories	2,392	50. Liebert Corp.	1,169

(1) Greater Columbus, excluding Union County federal government employment as of August 2003. This number includes the federal agencies shown above.

Source: Reprinted with permission of Business First of Columbus, Inc.
December 12, 2003

City of Columbus, Ohio

Table 18

Estimated Civilian Labor Force and Annual Average Unemployment Rates 1994—2003

Year	Franklin County		(Labor Force in Thousands) Columbus M.S.A. (1)		Ohio		U.S.
	Labor force (2)	Unem- ployment rate (3)	Labor force (2)	Unem- ployment rate (3)	Labor force (2)	Unem- ployment rate (3)	Unem- ployment rate (3)
1994	561.2	3.9 %	767.8	4.1 %	5,537.0	5.5 %	6.1 %
1995	562.4	3.3	769.4	3.5	5,573.0	4.8	5.6
1996	574.0	2.9	794.0	3.1	5,643.0	4.9	5.4
1997	588.3	2.7	813.7	2.9	5,756.0	4.6	4.9
1998	581.9	2.5	811.8	2.7	5,678.0	4.3	4.5
1999	593.4	2.5	829.9	2.6	5,749.0	4.3	4.2
2000	604.3	2.4	850.8	2.5	5,783.0	4.1	4.0
2001	622.0	2.8	875.5	2.8	5,857.0	4.3	4.8
2002	624.7	4.4	882.9	4.4	5,828.0	5.7	5.8
2003	629.6	4.7	890.6	4.8	5,877.0	5.9	6.0

- (1) The Columbus M.S.A. includes Delaware, Fairfield, Franklin, Licking, Madison, and Pickaway counties.
- (2) Civilian labor force is the estimated number of persons 16 years of age and over, employed and unemployed distributed by place of residence.
- (3) The unemployment rate is equal to the estimate of unemployed persons divided by the estimated civilian labor force.

Source: Ohio Department of Job and Family Services, Bureau of Labor Market Information (preliminary data that is subject to change).

City of Columbus, Ohio
Estimated Per Capita Income
1994—2003

Year	Columbus M.S.A. (1)		Franklin County (1)		Ohio (2)		United States (2)	
	Per capita income	% of national average	Per capita income	% of national average	Per capita income	% of national average	Per capita income	Per capita income
1994	\$ 22,738	102.5 %	\$ 23,650	106.6 %	\$ 21,370	96.3 %	\$ 22,186	
1995	23,910	102.4	24,943	106.8	22,560	96.6	23,359	
1996	24,863	101.7	25,959	106.2	23,493	96.1	24,436	
1997	25,728	101.7	26,647	105.4	24,163	95.6	25,288	
1998	28,454	104.6	29,425	108.2	26,073	95.8	27,203	
1999	29,777	104.3	30,820	108.0	27,171	95.2	28,546	
2000	30,619	103.9	31,685	107.5	27,977	94.9	29,469	
2001	31,343	103.1	32,361	106.4	28,699	94.4	30,413	
2002	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
2003	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

(1) Per capita income has been restated for years 1994 to 1996 using revised Bureau of Census population estimates.

(2) Per capita income information has been computed using revised Bureau of Census population estimates. Accordingly, all years have been restated and benchmarked against this new data.

N.A. = Information not available.

Source: U.S. Department of Commerce, Division of Regional Measurement, Bureau of Economic Analysis

City of Columbus, Ohio

Columbus Metropolitan Statistical Area Employment (1)
Nonagricultural Wage and Salary Employment in Selected Industries (2)
Annual Average Data for 1994—2003
(in thousands, except percent)

Industry	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	Percentage of Total 2002 employment
Total	755.9	784.4	798.9	814.2	836.2	857.9	888.1	889.9	883.5	N.A.	100.0
Manufacturing:	92.0	93.3	91.6	92.8	93.3	93.0	95.0	91.2	77.0	N.A.	8.7
Durable Goods	54.4	55.8	54.3	55.6	55.2	55.8	57.6	54.9	49.4	N.A.	5.6
Nondurable Goods	37.7	37.5	37.4	37.2	38.1	37.2	37.4	36.3	27.6	N.A.	3.1
Nonmanufacturing:	663.9	691.1	707.3	721.4	742.9	764.9	793.1	798.7	806.5	N.A.	91.3
Construction	29.8	31.2	32.6	35.0	35.5	38.1	40.4	40.1	41.1	N.A.	4.7
Transportation and Public Utilities	32.8	34.5	35.7	36.2	38.0	40.3	42.9	43.1	34.1	N.A.	3.9
Wholesale Trade	38.2	39.4	40.2	41.5	42.7	44.2	46.0	45.8	38.4	N.A.	4.3
Retail Trade	161.5	171.3	176.5	171.7	174.4	177.7	184.2	182.8	113.2	N.A.	12.8
Finance, Insurance, and Real Estate	63.2	64.3	67.6	71.2	75.2	77.8	76.8	78.0	74.9	N.A.	8.4
Services	204.9	216.0	220.5	229.1	238.9	247.2	261.5	265.1	359.2	N.A.	40.7
Government:	132.7	133.6	133.7	136.7	137.5	138.9	141.3	143.8	145.6	N.A.	16.5
Federal Government	15.2	15.3	14.2	15.6	14.7	14.3	14.6	13.8	13.6	N.A.	1.5
State Government	57.9	58.0	57.5	58.5	58.6	58.5	58.7	59.6	59.9	N.A.	6.8
Local Government	59.6	60.3	62.0	62.6	64.2	66.1	68.0	70.4	72.1	N.A.	8.2

(1) Columbus Metropolitan Statistical Area includes Delaware, Franklin, Fairfield, Licking, Madison, and Pickaway counties.

(2) Nonagricultural employment excludes farm workers, proprietors, the self-employed, unpaid family workers, and domestic workers.
N.A. = Information not available.

Source: Ohio Department of Job and Family Services, Labor Market Information Bureau

City of Columbus, Ohio

Table 21

School Enrollment Trends in Franklin County 1994—2003

Year	The Ohio State <u>University</u>	Columbus State Community <u>College</u>	Other Colleges/ <u>Universities (1)</u>	Total Colleges/ <u>Universities</u>	Columbus Public <u>Schools (2)</u>
1994	50,000	16,795	14,348	81,143	62,915
1995	48,676	15,999	14,432	79,107	62,812
1996	48,352	16,330	14,439	79,121	63,368
1997	48,278	16,340	14,652	79,270	64,248
1998	48,511	16,600	14,969	80,080	65,054
1999	48,003	17,662	15,600	81,265	64,339
2000	47,952	18,094	15,943	81,989	64,859
2001	48,477	19,642	16,678	84,617	64,548
2002	49,676	22,222	17,140	89,038	63,628
2003	50,731	23,297	18,010	92,038	62,281

(1) Includes Capital University, Columbus College of Art & Design, Franklin University, Ohio Dominican College, Otterbein College and Mt. Carmel College of Nursing.

Devry Institute of Technology, Fall 2003 enrollment was approximately 3,550 students. Also, in Franklin County there are 42 proprietary schools with an estimated enrollment of 6,760 students.

(2) The Columbus City School District is a political subdivision under Ohio law, separate and distinct from the City of Columbus. Sixteen other public school districts lie partially or wholly within Franklin County. Enrollment in these districts, for Franklin County only, is estimated at 111,576. Additionally, the Catholic Diocese of Columbus operates 31 elementary and secondary schools in Franklin County with approximately 12,583 students. The 77 additional nonpublic schools located in Franklin County have an estimated enrollment of 10,108.

Sources: Columbus Public Schools; Catholic Diocese of Columbus; Ohio Department of Education; Ohio Board of Regents; The Ohio State University; Columbus State Community College; Association of Independent Colleges and Universities of Ohio; State Board of Career Colleges and Schools.

City of Columbus, Ohio

Table 22

City of Columbus and Franklin County, Ohio Land Area December 31, 2003

<u>Jurisdiction</u>	<u>Square Miles</u>
Columbus.....	222.5 (1)
Less portion outside of Franklin County.....	(7.1) (2)
Other incorporated areas in Franklin County excluding Columbus.....	134.5 (2)
Unincorporated Townships within Franklin County.....	<u>194.0</u> (2)
Total approximate area of Franklin County	<u><u>543.9</u></u>

Sources: (1) City of Columbus, Department of Public Service &
Transportation - City Map Room
(2) Franklin County Engineer

**Exempted Real Property
in Franklin County
1994—2003**

<u>Year</u>	<u>Amount (in thousands)</u>
1994	\$ 2,724,979
1995	2,790,753
1996	2,237,768
1997	2,272,602
1998	2,295,563
1999	2,282,662
2000	2,733,229
2001	2,881,736
2002	2,809,079
2003	3,231,183

Exempted real property represents assessed value of certain real property owned by governmental entities (e.g., state, county, city, schools, etc.) or owned by religious or charitable organizations.

Source: Franklin County Auditor.

City of Columbus, Ohio

Table 24

**Salaries of Principal Officials
December 31, 2003**

<u>Title</u>	Annual Salary	
	<u>2003</u>	<u>2004</u>
Mayor	\$ 129,036	\$ 132,907
President of City Council	44,037	42,755
Member of Council	36,607	35,541
City Attorney	116,596	121,260
City Auditor	116,596	121,260
City Clerk	88,293	75,655 (1)
City Treasurer	85,718	85,818 (1)
Department Heads/Directors:		
Civil Service Executive Secretary	114,339	114,339 (1)
Health Commissioner	139,199	143,993 (1)
Recreation and Parks	120,418	120,608 (1)
Public Safety	121,742	121,742 (1)
Public Service	113,589	115,856 (1)
Community Relations	91,966	91,966 (1)
Development	113,589	113,589 (1)
Equal Business Opportunity	89,703	89,803 (1)
Education	75,733	75,733 (1)
Human Resources	102,960	102,960 (1)
Technology	129,542	129,542 (1)
Utilities	114,439	133,487 (1)
Finance	113,589	113,589 (1)

(1) Hourly rate at January, 2004 annualized X 2,080 hours.

Source: City of Columbus, Ohio, City Auditor.

Table 25

City of Columbus, Ohio

**Surety Bond Coverage
December 31, 2003**

<u>Position</u>	<u>Coverage</u>	<u>Amount</u>
City Treasurer	Fidelity Bond	\$ 5,000,000 (1)
Deputy Treasurer	Fidelity Bond	\$ 5,000,000 (1)
Police through the rank of Sergeant	Honesty Blanket Position Bond	\$ 25,000 (2)
All other employees and elected or appointed officials including all officially appointed members of City Boards and/or Commissions	Faithful Performance Blanket Bond	\$ 250,000 (1)

(1) Fidelity bonds are provided by The Cincinnati Insurance Company and expire on 12-31-04.

(2) Honesty Blanket Position and Faithful Performance Blanket bonds are provided by the St. Paul Fire and Marine Insurance Company and expire on 12-31-04.

Source: City of Columbus, Ohio, City Auditor.

City of Columbus, Ohio
Miscellaneous Statistics
December 31, 2003

Table 26

Date of incorporation	March 3, 1834
Form of government	Council/Mayor
Area	222.5 square miles
Miles of streets, alleys	2,001.18 miles (exclusive of 90.86 freeway miles)
Number of traffic signals	953 (531 computerized)
Number of parking meters	4,623
City fleet (licensed on-road):	
Fire	383
Police	1,180
Refuse	254
Other	1,638
Fire protection:	
Number of stations	32
	1—Administration Building
	1—Training Academy
Number of fire companies	34 Engines / 16 Ladders
Number of firefighters & officers	1,532
Police protection:	
Number of stations	1—Headquarters
	1—Heliport
	1—Training Academy
	13—Substations
Number of precincts	19
Number of police officers	1,825 (exclusive of volunteers)
Municipal water division:	
Number of customer accounts	260,875
Average daily pumpage	140.8 million gallons
Miles of water mains	2,495 owned - 3,334 maintained
Municipal sewer division:	
Number of customer accounts - sanitary	256,647
Number of customer accounts - storm	192,005
Sanitary sewers	2,363 miles
Storm sewers	1,789 miles
Combined sanitary/storm sewers	205 miles
Municipal electric division:	
Number of streetlights	46,322
Number of customers	13,449
Recreation & parks:	
Recreation centers	27
Playgrounds	128
Parks/parkland	340 parks, 14,617.01 acres (land and water)
Swimming pools	11
Senior citizens centers	6
Athletic complexes	5
Specialized facilities	7
Shelterhouses	8
Tennis courts	141
Golf courses	7
Reservoirs	3

Source: City of Columbus, City Auditor

City of Columbus, Ohio
Comparison of Building Permits Issued
1994-2003

Table 27

Year	New Construction		Alterations & Additions		Total	
	Permits issued	Valuation (in thousands)	Permits issued	Valuation (in thousands)	Permits issued	Valuation (in thousands)
1994	3,298	\$ 471,540	6,081	\$ 207,546	9,379	\$ 679,086
1995	2,778	473,647	6,092	275,963	8,870	749,610
1996	3,473	532,599	5,497	330,900	8,970	863,499
1997	3,470	840,187	6,515	583,530	9,985	1,423,717
1998	4,324	1,189,922	6,466	570,222	10,790	1,760,144
1999	4,188	866,932	5,287	692,390	9,475	1,559,322
2000	3,880	1,287,368	5,058	723,754	8,938	2,011,122
2001	4,125	1,194,028	3,682	589,247	7,807	1,783,275
2002	4,179	831,872	3,200	421,685	7,379	1,253,557
2003	3,885	673,876	3,391	297,096	7,276	970,972

Source: City of Columbus, Ohio, Department of Development,
 Building and Development Services

City of Columbus, Ohio
Average Cost of Housing Construction
1994—2003

Table 28

Year	Single-family average structure cost	% Change from previous year	% Change from 1993	Multi-family average unit cost	% Change from previous year	% Change from 1993
1994	\$ 82,374	4.7 %	4.7 %	\$ 38,078	19.4 %	19.4 %
1995	92,159	11.9	17.1	36,288	(4.7)	13.8
1996	90,597	(1.7)	15.1	36,173	(0.3)	13.4
1997	92,327	1.9	17.3	62,806	73.6	96.9
1998	89,561	(3.0)	13.8	46,155	(26.5)	44.7
1999	102,377	14.3	30.1	36,129	(21.7)	13.3
2000	129,906	26.9	65.1	42,517	17.7	33.3
2001	130,403	0.4	65.7	45,800	7.7	43.6
2002	133,643	2.5	69.8	43,526	(5.0)	36.5
2003	137,895	3.2	75.2	41,844	(3.9)	31.2

Source: City of Columbus, Ohio, Department of Development, Building Services

City of Columbus, Ohio

Table 29

Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

In the spirit of full disclosure and in compliance with the above Rule, the City is pleased to disclose the following regarding its outstanding obligations.

Description of Material Events:

1. There were no delinquencies of principal and/or interest payments.
2. There were no non-payment related defaults.
3. There were no unscheduled draws on debt service reserves reflecting financial difficulties.
4. There were no unscheduled draws on credit enhancements reflecting financial difficulties.
5. There were no substitutions of credit or liquidity providers. No current provider failed to perform.
6. There have been no adverse tax opinions affecting the tax-exempt status of any of the City's outstanding obligations.
7. There have been no modifications to rights of the holders of the City's obligations.
8. The City currently refunded (not a defeasance) \$123,340,000 of various purpose bonds originally issued on February 15, 1993 and March 15, 1993. These bonds were refunded by the issuance of \$114,255,000 of General Obligation Refunding Bonds dated June 17, 2003. The Refunding Bonds consisted of two series: \$72,570,000 of unlimited (voted) bonds with a final maturity of July 1, 2018 and \$41,685,000 of limited (unvoted) bonds with a final maturity of July 1, 2011. The refunding was accomplished as follows:

Reacquisition price and net carrying amount of the refunded bonds	\$	125,672,850
		<u>125,672,850</u>
Funds used to accomplish the refunding:		
• Principal amount of new bonds issued	\$	114,255,000
• Plus: Premium received on new bonds issued		11,417,850
Total	\$	<u>125,672,850</u>

9. There were no defeasances in 2003.
10. The City did not release, substitute, or sell any property (the City has not secured any of its obligations with any of its property) securing repayment of obligations.

City of Columbus, Ohio

Table 29 (Continued)

Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

11. Ratings of the City's bonds and any changes occurring since the City's 2002 CAFR are as follows.

<u>Bond Description</u>	<u>Moody's Investors Service</u>		<u>Standard and Poor's</u>	
	<u>Prior Rating</u>	<u>Current Rating</u>	<u>Prior Rating</u>	<u>Current Rating</u>
General Obligation Fixed Rate Bonds	Aaa	Aaa	AAA	AAA
General Obligation Variable Rate Demand Bonds	Aaa/VMIG1	Aaa/VMIG1	AAA/A1+	AAA/A1+
1999 Water System Revenue Refunding Bonds	Aa2	Aa2	AA	AA
1994 Sewer System Adjustable Rate Refunding Revenue Bonds	Aa2/VMIG1	Aa2/VMIG1	AA/A1+	AA/A1+
2002 Sewer System Revenue Refunding Bonds	Aa2	Aa2	AA	AA

12. The City will continue to provide all the necessary information, contained below under "Continuing Disclosure Undertaking", on an annual basis as is required by the Rule.

Continuing Disclosure Undertaking:

The following provides the Annual Information and/or indicates where in this report the Annual Information may be obtained.

- (1.) **Electricity System – Electricity Enterprise Fund** – see respective financial statements contained in this report.
- (2.) **Columbus Regional Airport Authority** – see Notes A and Q contained in this report.
- (3.) **Sewer System – Sewer Enterprise Fund** – see respective financial statements contained in this report.
- (4.) **Summary of Financial Information – Summary of Certain Financial Statements for General Fund and Debt Service Funds** – see respective financial statements contained in this report.
- (5.) **Water System – Water Enterprise Fund** – see respective financial statements contained in this report.
- (6.) **Water System – Outstanding Debt** – see respective financial statements, Note G and Table 12 contained in this report.
- (7.) **Debt Summary – Outstanding Debt** – see Note G contained in this report.
- (8.) **Debt Summary – Conduit Type Debt** – see Note G contained in this report.
- (9.) **Debt Summary – Overlapping Debt** – see Table 11 contained in this report.
- (10.) **Certain Municipal Income Tax Matters – Historical City Income Tax Revenues** – see Table 14 contained in this report.
- (11.) **Certain Property Tax Matters – Ad Valorem Taxes Levied and Collected** – see Table 3 contained in this report.
- (12.) **Certain Property Tax Matters – Principal Taxpayers** – see Table 6 contained in this report.

City of Columbus, Ohio

Table 29 (continued)

Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

- (13.) **Certain Property Tax Matters – Tax Rates** – see Table 5 contained in this report.
- (14.) **Certain Property Tax Matters – Assessed Value of Taxable Property** – see Table 4 contained in this report.
- (15.) **Electricity System – Rate Determination** – see section entitled “Electricity” contained in the Transmittal Letter of this report.
- (16.) **Debt Summary – Historical Debt Information** – see section entitled “Debt Administration – Bond and Note History” contained in the Transmittal Letter of this report.
- (17.) **Water System – Largest Customers** – see table below.

Water Enterprise – Ten Largest Customers (Based upon 2003 Sales)

<u>Customer</u>	<u>Total Charges (in thousands)</u>	<u>% of Total Water Charges</u>
City of Reynoldsburg	\$ 1,849	2.09%
City of Gahanna	1,838	2.07
Anheuser Busch Inc.	1,591	1.80
Franklin County Sanitation Engineer	931	1.05
OSU Physical Facilities	873	0.99
City of Bexley	870	0.98
Village of Obetz	620	0.70
Abbott Laboratories	272	0.31
Masterfoods Inc. (Kal Kan)	228	0.26
7 Up Columbus	216	0.24
Total	<u>\$ 9,288</u>	<u>10.49%</u>

Source: Department of Public Utilities, Division of Water

- (18.) **Sewer System – Largest Customers** – see table below.

Sewer Enterprise – Ten Largest Customers (Based upon 2003 Sales)*

<u>Customer</u>	<u>Total Charges (in thousands)</u>	<u>% of Total Sewer Charges</u>
Anheuser Busch Inc.	\$ 5,183	4.92%
Ohio State University	1,885	1.79
Franklin County Sanitary Engineer	1,524	1.45
Abbott Laboratories	1,067	1.01
Columbus Metropolitan Housing Authority	661	0.63
Masterfoods Inc. (Kal Kan)	654	0.62
Coca Cola USA	653	0.62
T. Marzetti	636	0.60
Worthington Better Living	552	0.52
7 Up Columbus	541	0.51
Total	<u>\$ 13,356</u>	<u>12.67%</u>

Source: Department of Public Utilities, Division of Sewerage and Drainage

* does not include information for storm water

City of Columbus, Ohio

Table 29 (continued)

Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

- (19.) **Electricity System – Largest Customers** – see table below.

Electricity Enterprise – Ten Largest Customers (Based upon 2003 Sales)

<u>Customer</u>	<u>Total Charges (in thousands)</u>	<u>% of Total Electric Charges</u>
City of Columbus – Division of Sewerage & Drains	\$ 6,754	12.32%
City of Columbus – Division of Water	3,931	7.17
Franklin County	1,580	2.88
Martin Marietta / Shelly Materials	1,301	2.37
Columbus State Community College	1,200	2.19
Columbus Public Schools	1,158	2.11
State Hilltop Properties	1,148	2.09
City of Columbus – Division of Facilities Management	910	1.66
Ohio Building Authority	901	1.64
Franklin International	<u>802</u>	<u>1.46</u>
Total	<u>\$ 19,685</u>	<u>35.89%</u>

Source: Department of Public Utilities, Division of Electricity

- (20.) **Tax Increment Revenues – Easton** – The following is an update to the information provided in the Official Statement, dated June 3, 1999 and relating to the original issuance of \$30,050,000 City of Columbus, Ohio Tax Increment Financing Bonds, Series 1999 (Easton Project), under the caption “TAX INCREMENT REVENUES.” (See Page 11 of the Official Statement.):

Based upon billing data for collection year 2003, the top ten obligors with respect to TIF Payments, and their respective percentages of the total TIF Payments for that collection year (\$2,057,592), are as follows:

<u>Rank</u>	<u>Name of Obligor</u>	<u>% of Total TIF Payments</u>
1	Easton Towne Center LLC	39.97%
2	Easton Market LLC	12.48
3	MORSO Holding Co.	7.69
4	Richs Department Stores	4.82
5	Easton Communities LLC	3.82
6	Nordstrom Inc.	3.60
7	Lowes Home Centers Inc.	2.62
8	Dayton Hudson Corp.	2.51
9	Robert Lindemann Tr.	2.41
10	Germain Real Estate Co.	1.25

City of Columbus, Ohio

Table 29 (continued)

Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

(21.) **Debt Summary – Projected Additional Debt**

To be eligible for capital improvements funding (i.e., from issuance of debt), an asset must have a useful life of at least five years and be considered non-operational. Some examples of capital improvements projects include the purchase of major equipment items, street lighting, street improvements, land acquisition for recreational needs, building construction and facility rehabilitation. The City's current capital improvements program (CIP), for the period 2004 through 2009, provides for approximately \$1.7 billion in funding for various capital improvements. A copy of the current CIP may be obtained by contacting the Department of Finance, City Hall, 90 West Broad Street, Columbus, Ohio 43215.

This Comprehensive Annual Financial Report of the City of Columbus, Ohio will be distributed to approximately 500 recipients including the Municipal Securities Rulemaking Board, all nationally recognized municipal securities information repositories (NRMSIRS), and to the Ohio Municipal Advisory Council. This report is also available on the City's website. The Internet address is: <http://www.cityofcolumbus.org>.

SINGLE AUDIT SECTION

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED UPON THE AUDIT PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Hugh J. Dorrian
City Auditor
City of Columbus, Ohio
and The Honorable Betty Montgomery
Auditor of State of Ohio

We have audited the financial statements of the City of Columbus, Ohio (the "City") as of and for the year ended December 31, 2003, and have issued our report thereon dated April 16, 2004. 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 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 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. However, we noted certain immaterial instances of noncompliance that we have reported to the management and the City in a separate letter dated April 16, 2004.

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 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 certain matters involving the internal control over financial reporting, which we have presented to management and the City in a separate letter dated April 16, 2004.

This report is intended solely for the information and use of the City's management, the Auditor of State of Ohio, federal, state and pass-through awarding agencies, and is not intended to be and should not be used by anyone other than these specified parties.

Deloitte + Touche LLP

April 16, 2004

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE AND ON THE SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL, STATE AND COUNTY AWARDS

The Honorable Hugh J. Dorrian
City Auditor
City of Columbus, Ohio
and The Honorable Betty Montgomery
Auditor of State of Ohio

Compliance

We have audited the compliance of the City of Columbus, Ohio (the "City") with the types of compliance requirements described in the *U.S. Office of Management and Budget ("OMB") Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2003. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended December 31, 2003. However, the result of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 03-01, 03-02, 03-03, 03-04, 03-05, 03-06, 03-07, 03-08, 03-09, and 03-10.

Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the City as of and for the year ended December 31, 2003, and have issued our report thereon dated April 16, 2004. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. This schedule is the responsibility of the management of the City of Columbus, Ohio. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

This report is intended solely for the information of the City's management, the Ohio Auditor of State, federal, state and pass-through awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Deloitte + Touche LLP".

April 16, 2004

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2003

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	Miscellaneous Receipts	Expenditures
Federal Grants								
Department of Agriculture								
510216	286	Wetlands Reserve Program	10.072	-	22,241 \$	-	-	4,206
513016	286	2003 Summer Food Service Program for Children	10.559	-	1,204,967	779,646	-	760,218
518309	286	Senior Farmers Market Nutrition Program	10.576	-	100,000	100,000	-	132,153
511020	286	Wildlife Habitat Incentive Program	10.914	-	24,000	24,000	-	5,200
		Total Department of Agriculture			\$ 903,646			901,777
From Ohio Environmental Protection Agency:								
502037	251	Columbus Lead - Safe Yard	66.707	3525	150,000	50,000	35	25,683
448298	220	Brownfields Assessment Project	66.811	-	350,000	86,716	-	62,767
		Total Environmental Protection Agency			\$ 136,716		35	88,450
Department of Health and Human Services								
518019	286	Title VII, Prevention of Elder Abuse	93.041		15,681	15,681	-	15,681
518307	286	Title IIIIE - Caregiver Support	93.052	88-06	696,236	557,638	100	710,634
518317	286	Title IIIIE - Caregiver Support	93.052	88-06	4,200	4,200	-	4,575
		Total for CFDA 93.052				561,838	100	715,209
518310	286	Title IV - Senior Medicare	93.048		145,128	80,496	-	112,468
508317	251	Preventive Health & Health Services Block Grant	93.283	282-97-0038	600,000	150,000	-	76,901
518020	286	Low-Income Home Energy Assistance	93.568	HEAP-06	27,253	27,253	-	27,253
448220	220	Social Services Block Grant	93.667	G-9501-04-ECUR	2,947,368	46,631	-	56,615
502017	251	2002 Healthy Start Initiative	93.926	5H47MCC0028-03	500,000	380,676	-	290,772
503017	251	2003 Healthy Start Initiative	93.926	5H49MCC0028-04	500,000	216,555	-	241,855
		Total for CFDA 93.926				597,231	-	532,627
		Total Department of Health and Human Services			1,479,130		100	1,536,754
From the Ohio Department of Aging:								
518318	286	Programs for the Aging-Title III, Part F-Preventive Health Serv	93.043	-	88,914	77,104	-	78,978
518301	286	Programs for the Aging-Title III, Part B-Senior Support Services	93.044	88-06	1,883,255	1,579,900	3,031	1,759,757
518303	286	Programs for the Aging-Title III, Part C-Nutrition Services	93.045	-	2,363,257	2,363,257	5,564	2,225,340
518324	286	Programs for the Aging-Title III, Part A-Nutrition Services	93.045	-	356,670	338,354	246,174	488,222
		Total for CFDA 93.044 and CFDA 93.045				4,281,511	254,769	4,473,319
518139	286	(4) Medical Assistance Program (PASSPORT)	93.778	-	25,863,656	25,798,387	603,717	27,325,891
		Total Ohio Department of Aging			30,157,002		858,486	31,878,188

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2003

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and		
						Receipts	Miscellaneous Receipts	Expenditures
From the Ohio Department of Health:								
501016	251	2001 Women, Infants, and Children Program	10.557	J486	3,124,776	-	-	6,905
502016	251	2002 Women, Infants, and Children Program	10.557	K033	3,324,301	2,589,191	-	2,642,358
503016	251	2003 Women, Infants, and Children Program	10.557	K630	3,506,045	876,555	-	741,999
		Total for CFDA 10.557				3,465,746	-	3,291,262
503004	251	TB Prevention Control	93.118	K091	184,731	184,731	-	178,400
502004	251	TB Prevention Control	93.118	J502	223,753	-	-	9,453
		Total for CFDA 93.118				184,731	-	187,853
502022	251	2002 Childhood Lead Poisoning Prevention Program	93.197	J797	90,000	45,000	-	46,550
503022	251	2003 Childhood Lead Poisoning Prevention Program	93.197	K370	94,000	47,000	-	48,484
		Total for CFDA 93.197				92,000	-	95,034
503006	251	2003 Immunization Action Plan	93.268	K095	362,963	302,665	-	331,805
502006	251	Childhood Immunization Grants	93.268	J523	355,963	30,324	-	24,389
502007	251	Childhood Immunization Grants	93.268	-	10,000	-	-	563
		Total for CFDA 93.268				332,989	-	356,757
502045	251	Public Health Infrastructure	93.283	J321	668,186	426,713	-	590,984
504051	251	Metropolitan Medical Response	93.283	J321	280,000	-	-	484
		Cooperative Agreements-State Based Comprehensive Breast/Cervical						
503023	251	Cancer Early Detection Programs 2003	93.283	K342	191,885	95,942	-	88,179
503051	251	Regional Medical Response System	93.283		100,000	100,000	-	100,000
504052	251	Public Health Infrastructure	93.283		844,572	369,173	-	173,371
		Total for CFDA 93.283				991,828	-	953,018
503009	251	HIV Care Formula Grants 2003	93.917	142-AI	31,000	17,884	-	12,909
502009	251	HIV Care Formula Grants 2002	93.917	142-AI	31,000	12,582	-	11,671
		Total for CFDA 93.917				30,466	-	24,580
502023	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical	93.919	-	136,975	99,672	-	91,841
		Cancer Early Detection Programs 2002				99,672	-	91,841
		Total for CFDA 93.919						
503005	251	HIV Prevention Activities-Health Department Based	93.940	K104	883,568	691,764	-	682,767
502005	251	HIV Prevention Activities-Health Department Based	93.940	J524	762,107	127,287	-	163,161
		Total for CFDA 93.940				819,051	-	845,928
503013	251	Health Delivery Services to Persons with AIDS 2003	93.959	142	120,702	25,901	-	30,134
502013	251	Health Delivery Services to Persons with AIDS 2002	93.959	142	120,702	116,997	-	70,568
		Total for CFDA 93.959				142,898	-	100,702
503003	251	2003 STD Control Program	93.977	K103	400,773	295,203	-	296,606
502003	251	2002 STD Control Program	93.977	J568	516,919	-	-	219,909
508318	251	STD Diagnostic & Treatment Services	93.977		108,000	-	-	3,062
		Total for CFDA 93.977				295,203	-	519,577
502049	251	Food Safety Demonstration	93.991	-	49,674	49,684	-	41,633
		Total for CFDA 93.991				49,684	-	41,633

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2003

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	Miscellaneous Receipts	Expenditures
501018	251	Maternal & Child Health Svs Block Grant to the States	93.994	J364	1,151,741	-	-	16,559
502018	251	Maternal & Child Health Svs Block Grant to the States	93.994	J940	722,291	553,485	94,391	861,947
503018	251	Maternal & Child Health Svs Block Grant to the States	93.994	J940	539,208	335,420	49,751	204,728
501020	251	2001 Ohio Infant Mortality Reduction	93.994	J364	120,000	-	-	3,546
502020	251	2002 Ohio Infant Mortality Reduction	93.994	J940	150,000	112,500	-	122,997
503020	251	2003 Ohio Infant Mortality Reduction	93.994	J940	150,000	37,500	-	23,010
		Total for CFDA 93.994			1,038,905	1,038,905	144,142	1,232,787
		Total Ohio Department of Health			7,543,173	7,543,173	144,142	7,840,972
From the Franklin County A.D.A.M.H. Board:								
501027	251	2001 HIV Early Intervention Services	93.959		337,407	-	-	8,831
502027	251	2002 HIV Early Intervention Services	93.959		330,321	97,043	-	192,604
502028	251	2002 Lifestyle Risk Reduction/COA	93.959		131,153	28,100	1,316	102,820
502030	251	2002 Women's Alcohol Recovery	93.959		225,195	112,385	33,052	155,907
503027	251	2003 HIV Early Intervention Services	93.959		158,500	47,719	-	120,889
503028	251	2003 Lifestyle Risk Reduction/COA	93.959		67,736	-	-	32,673
503030	251	2003 Women's Alcohol Recovery	93.959		70,871	46,471	-	135,263
		Total Franklin County A.D.A.M.H Board			331,718	331,718	34,368	748,987
		Total Department of Health and Human Services			39,511,023	39,511,023	1,037,096	42,004,901
458004	201	Total Department of Housing and Urban Development	14.174		-	-	-	1,121,732
		Housing Development Grant Program			-	-	-	-
518002	286	Congregate Housing Services Program	14.191		354,000	229,049	117,301	346,221
sfb 001	248	Community Development Block Grant-Non-loan program	14.218	B-96-MC-39-009		10,381,067	2,407,965	12,687,994
sfb 002	248	Community Development Block Grant-Loan program	14.218	B-96-MC-39-009		-	2,354,216	1,159,760
		Total for CFDA 14.218				10,381,067	4,762,181	13,847,754
sfb 016	243	Urban Development Action Grant	14.221	B-81-AA-39-0110	6,000,000	-	-	5,433
sfb 018	243	Urban Development Action Grant	14.221	B-81-AA-39-0111	1,000,000	-	44,732	84,024
		Total for CFDA 14.221				-	44,732	89,457
458084	220	Emergency Shelter Grants Program	14.231		1,210,779	246,394	-	246,394
458001	201	HOME Investment Partnerships Program-Non-loan program	14.239		18,130,483	-	124,871	723,550
458001	201	HOME Investment Partnerships Program-Loan program	14.239		18,130,483	1,984,302	-	34,918,252
		Total for CFDA 14.239				1,984,302	124,871	35,641,802
508274	220	Housing for People with AIDS (HOPWA)	14.241	OH16H97-F051	1,821,611	419,292	-	398,894
449006	220	Empowerment Zones Program	14.244		8,791,163	5,317,729	-	5,768,622
441006	220	Economic Development Initiative	14.246		429,054	429,054	-	429,054
449003	204	Central City Loan	14.246		3,000,000	-	115,491	17,614
		Total for CFDA 14.246				429,054	115,491	446,668
442004	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLA0055-95	3,190	3,190	-	1,756
443004	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLA0055-95	2,157,343	995,226	-	551,835
449005	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLA0055-95	1,124,223	-	-	99,552
508101	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLA0055-95	4,687,684	-	-	122,094
		Total for CFDA 14.900				998,416	-	775,237
		Total Department of Housing and Urban Development			\$	20,005,303	5,164,576	58,682,781

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2003

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	Miscellaneous Receipts	Expenditures
512021	220	Cultural Arts Center	15.914	-	-	8,062	-	10,803
512022	220	Beatty Park & Recreation Center	15.919	-	1,500,000	825,705	-	829,916
		Total Department of Interior			\$	833,767	-	840,719
240002	220	Juvenile Justice and Delinquency Prevention	16.540	99-JJ-OP2-0209	59,786	34,690	-	-
243008	220	Project Smart - Student Mediation	16.540		41,846	-	-	16,222
		Total for CFDA 16.540				34,690	-	16,222
332005	220	Operation Nite Light (01 JAJBG)	16.523	01-JB-007-F130	114,238	34,120	-	4,987
333005	220	Operation Nite Light (02 JAJBG)	16.523	02-JB-007-F130	95,061	31,703	9,412	74,131
332010	220	S.T.O.P. Teenage Opportunity to Purchase	16.523	00-JB-013-A049	16,586	16,586	-	16,586
		Total for CFDA 16.523				82,409	9,412	95,704
338005	222	Local Law Enforcement Block Grant (LLEBG)	16.592	00-LB-BX-1632	1,042,719	-	-	2,856
338006	222	Local Law Enforcement Block Grant (LLEBG)	16.592	01-LB-BX-1435	910,916	-	3,190	516,548
338007	222	Local Law Enforcement Block Grant (LLEBG)	16.592	02-LB-BX-0949	701,568	-	90,020	503,747
338008	222	Local Law Enforcement Block Grant (LLEBG)	16.592	03-LB-BX-1654	538,821	538,821	3,132	-
		Total for CFDA 16.592				538,821	96,342	1,023,151
331003	220	Bulletproof Vest Partnership	16.607	-	73,207	-	-	39,566
240001	220	Byrne Formula Grant	16.579	DG-E01-7721	378,540	99,859	-	165,781
333015	220	Central Ohio Reg Drug Task Force	16.579	02-DG-A01-7206	100,000	14,264	4,000	51,797
		Total Alliance for Cooperative Justice				114,123	4,000	217,578
252004	220	2002 Planning In Community Prosecution	16.609	-	75,000	32,965	-	49,705
241004	220	Violence Against Women Formula Grants	16.588	96-WF-VA2-8758	28,429	44,591	-	50,275
241005	220	Violence Against Women Formula Grants	16.588	96-WF-VA5-8757	56,470	52,496	-	36,213
248270	220	Violence Against Women Formula Grants	16.588	96-WF-VA2-8758	398,534	140,255	-	129,224
248271	220	Violence Against Women Formula Grants	16.588	96-WF-VA5-8757	267,679	105,455	-	99,735
248295	220	Violence Against Women Formula Grants	16.588	99-VA-DSC-E317	439,333	112,436	-	111,368
333007	220	Violence Against Women Formula Grants	16.588	02-WF-VA3-8752	19,050	1,499	-	4,637
332007	220	Violence Against Women Formula Grants	16.588	01-WF-VA3-8752	46,416	22,331	-	21,088
		Total for CFDA 16.588				479,063	-	452,540
333017	220	Justice Research, Development, and Evaluation Project Grants	16.560	-	8,330	-	-	2,430
332012	220	Crime Laboratory Improvements	16.564	-	210,000	172,200	-	77,080
240003	220	Telecomm Harrasmant Grant	16.575	DG-E02-B515	136,912	123,274	-	104,211
252003	220	2002 Probation Svcs - Victim Advocates	16.575	03VADSCE478	47,279	35,459	-	70,603
253003	220	2003 Probation Svcs - Victim Advocates	16.575	03VADSCE478	42,550	14,184	55,000	26,960
		Total for CFDA 16.575				172,917	55,000	201,774
		Total Department of Justice			\$	1,627,188	164,754	2,175,750

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2003

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	Miscellaneous Receipts	Expenditures
Department of Transportation								
From Ohio Public Safety								
540002	220	Highway Planning & Construction	20.205		315,000	110,068	-	106,596
548077	220	Highway Planning & Construction	20.205	PF-FRA-189	630,838	128,910	-	151,771
549001	220	Highway Planning & Construction	20.205		550,000	-	-	-
		Total for CFDA 20.205				238,978	-	258,367
333013	220	2003 Selective Traffic Enforcement	20.600		53,237	53,237	-	53,237
333019	220	2003 CPD-Ohio Safe Commute	20.600		66,169	-	-	31,443
343003	220	2003 EMS Grant	20.600		35,425	32,808	1,915	23,256
343008	220	2003 EMS Grant	20.600		9,242	9,242	-	9,242
344002	220	2004 EMS Grant	20.600		13,550	-	6,275	2,913
503024	251	2003 Safe Communities	20.600	4166.2	117,500	-	-	14,117
503025	251	2003 Occupant Protection Program	20.600	4082.0	68,667	-	-	10,978
503026	251	2003 Child Passenger Van Grant	20.600	4083.0	34,215	-	-	12,711
501024	251	2001 Safe Communities	20.600	1691.1	71,339	-	-	3,168
502024	251	2002 Safe Communities	20.600	3025.1	101,000	94,626	-	79,216
502025	251	2002 Occupant Protection Program	20.600	3011.1	68,667	68,541	-	63,115
502026	251	2002 Child Passenger Van Grant	20.600	3009.2	68,431	44,358	-	62,996
		Total for CFDA 20.600				302,812	8,190	366,392
		Total Ohio Public Safety				541,790	8,190	624,759
From the Ohio Department of Transportation:								
561001	765	Highway Planning & Construction - Hard Road - Phase B	20.205		13,459,945	-	452,942	3,112,672
561101	765	Highway Planning & Construction - Hard Road - Phase C	20.205		4,760,000	1,421,062	-	-
530152	765	Highway Planning & Construction - I71/Morse Road Interchange	20.205		600,000	-	-	676,130
593007	765	Highway Planning & Construction - Norton Road	20.205		8,619,202	-	94,728	-
561034	765	Highway Planning & Construction - Spring-Sandusky Inter.	20.205	I-70-3-3(13)92	7,027,726	-	-	7,650
561119	765	Highway Planning & Construction - I670/I71/I270	20.205		89,301	-	-	4,056
562001	765	Highway Planning & Construction - Central Ohio Mgt Based	20.205		3,198,867	-	273,500	-
		Total Ohio Department of Transportation				1,421,062	821,170	3,800,508
		Total Department of Transportation				1,962,852	829,360	4,425,267
Federal Emergency Management Agency								
343004	220	FEMA - Assistance to Firefighters	83.554		500,000	30,303	-	43,289
593005	220	FEMA - Public Assistance/Emergency Relief	83.544		264,555	264,555	-	264,555
		Total Federal Assistance - Primary Government				294,858	-	307,844
		Total Federal Assistance - Reporting Entity				65,275,353	7,195,821	109,427,489
Other Federal Agencies								
442003	220	Emerson Burkhardt Mural	45.024		10,000	10,000	-	10,000
Other Federal Assistance - Loans								
		US EPA/OWDA Water Pollution Control Loan	66.458		30,316,000	-	16,203,365	20,618,726
		Total Federal Assistance - Reporting Entity				65,285,353	23,399,186	130,056,215

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2003

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	Miscellaneous Receipts	Expenditures
State Grants								
Department of Aging								
518006	286	RSS/Assisted Living		GRF-490-412	47,590	47,590	-	48,798
518025	286	Senior Volunteer Program		GRF-490-506	23,646	22,996	-	22,284
518047	286	Alzheimer's Respite		GRF-490-512	454,936	359,637	-	460,841
518308	286	Home Care Ombudsman		GRF-490-510	174,569	174,569	-	174,758
518315	286	Senior Block Grant		GRF-490-411	1,024,315	1,015,806	-	1,013,884
		Total Department of Aging			\$ 1,620,598	\$ 1,620,598	-	\$ 1,720,565
Ohio Department of Alcohol and Drug Addiction Services								
501029	251	2001 ADA - Prevention		-	54,166	-	-	1,684
Ohio Department of Development								
440003	220	Ohio Empowerment		-	466,666	170,268	-	200,000
593003	220	Frank Road/Harmon Road Improvements		-	150,000	-	-	75,000
518082	286	Housing Trust Fund Program		-	6,800	52,500	-	52,500
518482	286	Service Coordination Program		-	43,910	43,910	-	30,191
		Total Department of Development			\$ 266,678	\$ 266,678	-	\$ 357,691
Ohio Environmental Protection Agency								
504053	251	Columbus Environmental Asthma		03M-031	4,983	4,983	-	-
512024	286	2002 Ohio Bio-Blitz - Bio Diversity Program		-	5,000	-	-	4,775
513024	286	2003 Ohio Bio-Blitz - Bio Diversity Program		-	1,000	1,000	1,000	274
		Total Ohio Environmental Protection Agency			5,983	5,983	1,000	5,049
Ohio Department of Transportation								
313001	220	CAD/FMS Improvements		-	487,603	-	-	478,725
Ohio Department of Health								
501032	251	TB Enhancement/Tobacco Settlement		-	216,000	133,860	-	68,215
502035	251	2002 Community Access Program		J991	105,561	64,326	-	104,880
502014	251	2002 State AIDS Care		-	46,900	12,033	-	10,209
502029	251	2002 ADA Prevention Services		-	66,916	11,000	-	49,203
502040	251	2002 Cardiovascular Health		-	158,000	27,163	-	36,959
502048	251	2003 Cardiovascular Health		-	156,500	135,369	-	144,969
503014	251	2003 State AIDS Care		K314	51,713	38,154	-	36,399
503018	251	Maternal & Child Health Sys Block Grant to the States		J940	438,670	274,434	40,706	167,505
503029	251	2003 ADA Prevention Services		-	34,850	-	-	20,048
503035	251	2003 Community Access Program		K680	52,800	27,200	-	275
504056	251	Indoor Radon		-	10,935	-	-	1,011
508040	251	Ohio Childhood Automobile		-	15,000	-	7,979	11,637
508001	251	State Health Subsidy		-	210,042	216,767	28,602	316,196
509016	251	1999 Ohio Immunization Action Plan		-	66,800	-	-	7,323
		Total Ohio Department of Health			\$ 940,306	\$ 77,287	\$ 77,287	\$ 974,829

**City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2003**

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous	
						Receipts	Expenditures
Department of Natural Resources							
510102	286	Scioto Peninsula		-	12,000,000	621,094	656,561
512008	286	2002 Angler Education		-	3,352	-	2,986
513008	286	2003 Angler Education		-	1,102	1,102	-
513023	286	Alum Creek Trail		-	420,000	-	7,929
592001	220	2002 Recycle Ohio Grant		-	140,960	26,136	21,372
593001	220	2003 Recycle Ohio Grant		-	141,500	57,600	182,255
338203	220	State Marine Patrol		-	11,820	11,820	8,031
		Total Department of Natural Resources			\$ 717,752	120,805	879,134
Department of Rehabilitation and Corrections							
252002	220	2002 Misdemeanor Diversion		-	144,400	68,590	67,801
253002	220	2003 Misdemeanor Diversion		-	140,790	36,100	53,668
		Total Department of Rehabilitation and Corrections			\$ 104,690	-	121,469
Ohio Arts Council							
510201	286	PAINT 2002		-	22,031	22,031	-
510202	286	2002 Scioto Peninsula		-	4,750,000	1,176,552	1,349,033
510203	286	2002 Festival Latino - OAC		-	18,625	18,625	-
510206	286	Spring & Long Park		-	7,750,000	1,924,509	2,984,346
510301	286	PAINT 2003		-	20,635	-	18,034
510303	286	2003 Festival Latino - OAC		-	15,907	15,907	16,162
518626	286	Music in the Air-Donations/Grants		-	12,310	-	149,736
		Total Ohio Arts Council			\$ 3,157,624	143,081	4,517,311
Ohio Attorney General's Office							
333001	220	DARE Law Enforcement Program		-	85,000	85,000	85,000
Ohio Public Safety							
593005	220	FEMA Project PW 691		-	42,785	42,785	42,785
Ohio Public Works Commission							
513764	764	Cherry Bottom Park		-	7,426	-	7,426
590410	764	Lane Avenue		-	2,425,740	513,560	3,006,107
560002	764	Group 9 Intersection Improvements		-	1,166,459	72,487	116,292
560005	763	Chatterton Road Improvement		-	3,495,131	1,092,635	696,114
560007	764	Group 10 Intersection Improvements		-	671,507	9,139	40,202
560008	764	ADA Curb Ramps		-	469,666	447,878	291,598
561002	764	Greenlawn Avenue Improvements		-	5,297,824	1,175,224	2,306,912
563001	763	ADA Curb Ramps		-	4,389,627	597,496	4,753,578
569020	763	Group 8 Intersection Improvements		-	1,690,848	106,935	133,142
		Total Ohio Public Works Commission			\$ 4,015,354	7,502,660	11,351,371
Other Agency							
343005	220	2003 PUCO Hazardous Material Training		-	2,250	2,250	2,250
333014	220	2003 Truancy Deterrence Program		02-JJ-DP2-J106	21,769	11,612	18,587
503050	251	2003 Minority Health Month		MHM03-82	2,000	1,729	1,729
504054	251	2003 Community Chats		MGS03-02	5,000	5,000	691
		Total Other Agency			20,991	-	23,257
		Total State Assistance			\$ 10,977,361	7,844,833	20,558,870

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2003

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous	
						Receipts	Expenditures
County Grants							
A.D.A.M.H. Board							
501031	251	2001 Outpatient Treatment		-	472,744	-	25,331
502031	251	2002 Outpatient Treatment		-	357,896	57,147	255,534
502042	251	Consumer Outcomes Development		-	18,583	-	-
503031	251	2003 Outpatient Treatment		-	183,093	74,881	233,148
518018	286	Volunteer Guardianship Program		-	89,148	5,340	112,373
		Total A.D.A.M.H. Board			\$ 384,916	\$ 137,368	\$ 626,386
Board of Health							
593002	220	2003 Comprehensive Antidumping Enforcement		-	60,078	45,821	54,169
592002	220	2002 Comprehensive Antidumping Enforcement		-	62,278	1,185	867
		Total Board of Health			\$ -	\$ 47,006	\$ 55,036
Franklin County Department of Jobs and Family Services							
501021	251	2001 FCCS Intake & Investigations		-	131,401	-	164,984
501034	251	Teen Pregnancy Prevention		-	73,188	-	68,781
501015	251	2001 In-Home Parenting		-	33,221	-	18,331
501208	251	2001 Welcome Home		-	300,000	-	86,716
503015	251	2003 In-Home Parenting		-	75,000	-	31,477
502044	251	Help Me Grow - Oversight & Planning		-	202,265	105,688	153,193
502046	251	Help Me Grow Direct Services		-	316,693	294,823	218,208
503046	251	Help Me Grow Direct Services		-	401,096	152,174	153,056
		Total Franklin County Department of Jobs and Family Services			\$ 788,199	\$ -	\$ 894,746
Franklin County Commissioners							
518335	286	Franklin County Seniors Options		-	2,291,253	520	2,266,192
512005	286	Franklin County Seniors Options		-	9,984	-	5,565
		Total Franklin County Commissioners			\$ 2,233,565	\$ 520	\$ 2,271,737
Other Agency							
513005	220	2003 Health and Wellness		-	10,184	-	-
508052	251	Chemical Emergency Preparedness		-	75,621	-	93,923
441008	220	CMHA Homebuyer Assistance		-	120,000	15,000	45,000
		Total Other Agency			\$ 130,805	\$ 15,000	\$ 138,923
		Total County Assistance			\$ 3,537,485	\$ 199,894	\$ 3,986,848
		Total Private Assistance, net			859,699	605,179	824,987
		Total State Assistance (See above)			10,977,361	7,844,833	20,588,870
		Total Federal Assistance - Reporting Entity (See above)			65,285,353	23,399,186	130,056,215
		Total Assistance			\$ 80,659,898	\$ 32,049,092	\$ 155,426,920
		Increase (decrease) in Accrued Grant and Contract Revenue			6,332,097	-	-
		Total Grant and Contract Revenue			\$ 86,991,995	-	-

CITY OF COLUMBUS, OHIO

Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards December 31, 2003

Note A-General

The accompanying Schedule of Receipts and Expenditures of Federal, State, and County Awards (the Schedule) presents the activity of all federal, state and county award programs of the City of Columbus, Ohio (the City). The City's reporting entity is defined in Note A to the City's basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included on the Schedule.

Note B-Basis of Accounting

The accompanying Schedule is presented using the cash basis of accounting in which revenues are recognized when received and expenditures are recognized when paid.

Note C-Relationship to Basic Financial Statements

Grant revenues are reported in the City's special revenue and capital projects funds. See the Schedule for the reconciliation between the fund financial statements prepared in accordance with generally accepted accounting principles (GAAP) and the Schedule prepared on the cash basis of accounting.

Note D-Schedule References

1. Grant No. represents the City's Performance Accounting System classification structure and is used for internal purposes only.
2. Grant number for pass-through grants is the State of Ohio's grant number.
3. Grant award amounts represent grantor's share only.
4. The P.A.S.S.P.O.R.T. program is funded by both federal and state Medicaid. The amount presented is the federal portion only.

Note E-Loans Outstanding

The City administers loan programs with funding received from the Department of Housing and Urban Development. Following are the loan balances outstanding for these programs as of December 31, 2003:

Program Title	Federal CFDA Number	Amount Outstanding
Community Development Block Grant	14.218	\$38,884,511
HOME Investment Partnership	14.239	34,918,252
Housing Development Grant Program	14.174	1,121,732
Homeownership Opportunities For People Everywhere	14.185	104,700
Rental Rehabilitation	14.230	3,278,674
Section 108	14.246	822,708
Urban Development Action Grant	14.221	2,530,509

CITY OF COLUMBUS, OHIO

Notes to Schedule to Receipts and Expenditures of Federal, State, and County Awards December 31, 2003

Note F - Subrecipients

Of the federal expenditures presented in the schedule, the City provided federal awards to subrecipients as follows:

	Federal CFDA Number	Amount Provided to Subrecipients
Children's Hospital, Inc.	10.557	\$ 193,705
Children's Research Institute	10.557	73,436
Total CFDA 10.557		267,141
 Lifecare Alliance	 10.572	 132,153
 Catholic Social Services, Inc.	 14.218	 24,661
Center For New Directions	14.218	30,067
Central Community House Of Columbus Inc	14.218	142,692
Columbus Compact, Inc.	14.218	154,063
Columbus Housing Partnership	14.218	192,470
Columbus Literacy Council	14.218	80,343
Columbus Urban Growth Corp.	14.218	290,101
Columbus Urban League	14.218	159,915
Community Shelter Board	14.218	450,481
First Night Columbus, Inc.	14.218	5,000
Southside Community Action Network Association	14.218	29,990
Total CFDA 14.218		1,559,783
 Community Shelter Board	 14.231	 246,394
 Columbus Aids Task Force	 14.241	 309,416
Licking County Coalition For Housing	14.241	74,216
Total CFDA 14.241		383,632
 Columbus Compact, Inc.	 14.244	 5,556,645
Columbus/Franklin County Affordable Trust Authority	14.246	429,054
Columbus Urban Growth Corp	66.811	62,767
Catholic Social Services, Inc.	93.041	15,681
 Alzheimer's Association	 93.044	 13,890
American Red Cross Of Greater Columbus	93.044	76,381
American Red Cross-Central Ohio Region	93.044	5,050
Catholic Social Services, Inc.	93.044	275,922
Columbus Neighborhood Health Center	93.044	23,857
Community Action Agency Of Fayette County	93.044	29,407
Elder Choices Of Central Ohio	93.044	132,368
Hospice & Health Services Of Fairfield County	93.044	46,454
L.E.A.D.S. Community Action Agency	93.044	3,905
Legal Aid Society Of Columbus	93.044	55,558
Lifecare Alliance	93.044	423,946
Meals On Wheels-Older Adult Alternatives	93.044	30,052
Pickaway County Commission On Aging	93.044	33,425
Salvation Army	93.044	6,395
Total CFDA 93.044		1,156,610

CITY OF COLUMBUS, OHIO

Notes to Schedule to Receipts and Expenditures of Federal, State, and County Awards December 31, 2003

	Federal CFDA Number	Amount Provided to Subrecipients
Council For Older Adults	93.045	152,014
Lifecare Alliance	93.045	1,275,455
Meals On Wheels-Older Adult Alternatives	93.045	205,609
Pickaway County Commission On Aging	93.045	117,133
Total CFDA 93.045		1,750,211
Council For Older Adults	93.048	16,129
Meals On Wheels-Older Adult Alternatives	93.048	16,215
Total CFDA 93.048		32,344
Community Action Agency Of Fayette County	93.052	38,115
Council For Older Adults	93.052	38,626
Meals On Wheels-Older Adult Alternatives	93.052	56,786
Pickaway County Commission On Aging	93.052	53,226
Total CFDA 93.052		186,753
Catholic Social Services, Inc.	93.568	3,800
Council For Older Adults	93.568	2,400
Elder Choices Of Central Ohio	93.568	1,900
Meals On Wheels-Older Adult Alternatives	93.568	1,900
Pickaway County Commission On Aging	93.568	2,400
Total CFDA 93.568		12,400
Columbus Compact, Inc.	93.667	56,615
Ohio Aids Coalition	93.917	12,232
Neighborhood House, Inc.	93.926	268,259
Children's Hospital, Inc.	93.940	28,807
Children's Research Institute	93.940	13,218
Columbus Aids Task Force	93.940	142,745
Columbus Urban League	93.940	8,618
Ohio Aids Coalition	93.940	5,469
Ohio State University	93.940	18,285
The Tobias Project, Inc.	93.940	63,082
Total CFDA 93.940		280,224
CMACAO	93.977	3,335
Southside Community Action Network Association	93.977	5,000
Stonewall Columbus	93.977	61,291
The Tobias Project, Inc.	93.977	3,333
Total CFDA 93.977		72,959
Children's Hospital, Inc.	93.994	579,766
Ohio State University	93.994	99,893
Total CFDA 93.994		679,659

CITY OF COLUMBUS, OHIO

Notes to Schedule to Receipts and Expenditures of Federal, State, and County Awards December 31, 2003

	Federal CFDA Number	Amount Provided to Subrecipients
Alzheimer's Association	97.999	133,328
Catholic Social Services, Inc.	97.999	190,453
Columbus Compact, Inc.	97.999	200,000
Community Action Agency Of Fayette County	97.999	9,013
Council For Older Adults	97.999	14,378
Elder Choices Of Central Ohio	97.999	38,737
Hospice & Health Services Of Fairfield County	97.999	9,295
L.E.A.D.S. Community Action Agency	97.999	15,121
Lifecare Alliance	97.999	368,676
Meals On Wheels-Older Adult Alternatives	97.999	78,228
Pickaway County Commission On Aging	97.999	57,855
Salvation Army	97.999	11,400
Franklin County	97.999	24,000
Total CFDA 97.999		1,150,484
Total federal awards provided to subrecipients		\$ 14,312,000

CITY OF COLUMBUS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED DECEMBER 31, 2003

PART I—SUMMARY OF AUDITORS' RESULTS

1. The independent auditors' report on the financial statements expressed an unqualified opinion.
2. No reportable conditions in internal control over financial reporting were identified.
3. No instance of noncompliance considered material to the financial statements was disclosed by the audit.
4. No reportable conditions in internal control over compliance with requirements applicable to major federal awards programs were identified.
5. The independent auditors' report on compliance with requirements applicable to major federal award programs expressed an unqualified opinion.
6. The audit disclosed findings which are required to be reported by OMB Circular A-133.
7. The organization's major programs were: Community Development Block Grant (CFDA# 14.218), Highway Planning and Construction Program (CFDA# 20.205), US EPA/OWDA Water Pollution Control Loan (CFDA# 66.458).
8. Dollar threshold used to distinguish between Type A and Type B programs: \$2,167,132.
9. The Auditee did qualify as a low-risk auditee as that term is defined in OMB Circular A-133.

PART II—FINANCIAL STATEMENT FINDINGS SECTION

No matters are reportable.

PART III—FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

#03-01 Allowable Costs

Grantor: U.S. Department of Transportation – Highway Planning and Construction, CFDA 20.205

Project Number: #540002 – “Freeway Management System” and #548077 – “Paving the Way”

Criteria:

The A-133 OMB Compliance Supplement Part 3 Compliance Requirement, *Allowable Cost Requirements* states: “(1) Cost must be given consistent treatment through application of those generally accepted accounting principles appropriate to the circumstances. A cost may not be assigned to a Federal award as a direct cost if any other cost incurred for the same purpose in like circumstances was allocated to the Federal award as an indirect cost and (2) Costs must conform to any limitations or exclusions set forth in the circulars, Federal laws, State or local laws, sponsored agreements or other governing regulations as to types or amounts of cost items.”

Finding:

The City of Columbus submitted invoices to the Ohio Department of Transportation at a different overhead rate than the overhead rate established by the Ohio Department of Transportation of 82.6%. We noted in 17 of 19 transactions tested that the City requested reimbursement for overhead at a rate different than 82.6%, which resulted in an over-reimbursement to the City of Columbus of \$4,019, offset by \$4,287 of costs not reimbursed by the Ohio Department of Transportation, for a net amount of \$268.

Effect:

Inconsistency in overhead rates utilized in the calculation of eligible reimbursable costs could result in the reimbursement of unallowed costs.

Questioned Cost:

This resulted in an over-reimbursement to the City of Columbus of \$4,019, offset by \$4,287 of costs not reimbursed by the Ohio Department of Transportation, for a net amount of \$268.

Recommendation:

We recommend that the City (1) implement a process of reviewing the invoice before it is billed to the State for reimbursement to ensure that programs are charged at the correct rate and (2) institute policies and procedures that establish responsibility and provide for periodic monitoring, verification, and reporting of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of issues that may arise within the project.

#03-02 Allowable Costs

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Project Number: #540002 – “Freeway Management System” and #548077 – “Paving the Way”

Criteria:

The A-133 OMB Compliance Supplement Part 3, *Compliance Requirement, Allowable Cost Requirements*, “(1) Cost must be given consistent treatment through application of those generally accepted accounting principles appropriate to the circumstances. A cost may not be assigned to a Federal award as a direct cost if any other cost incurred for the same purpose in like circumstances was allocated to the Federal award as an indirect cost and (2) Costs must conform to any limitations or exclusions set forth in the circulars, Federal laws, State or local laws, sponsored agreements or other governing regulations as to types or amounts of cost items.” Additionally, Part 6 *Internal Control – Activities Allowed or Unallowed and Allowable Costs/Cost Principles* states, “management should review supporting documentation or allowable cost information.”

Finding:

Project expenditures including vacation and sick days and overtime were not properly approved by a project supervisor in accordance with the Department of Transportation’s policy. We noted 5 incidents out of 19 transactions tested in which vacation and sick or overtime hours were paid without proper signature of supervisor.

Effect:

Unallowed expenditures might be charged to Highway Planning and Construction Planning Program.

Questioned Cost:

N/A.

Recommendation:

We recommend that the City (1) implement a process of reviewing and approving sick and vacation days paid, as well as, overtime approval sheets and compare this data to the Department of Transportation payroll system to ensure hours to be paid were properly approved by a supervisor and, (2) institute policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

#03-03 Allowable Costs

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Project Number: #561119 - “I-670, I-71, I-270 Project”

Criteria:

The A-133 OMB Compliance Supplement Part 3 *Compliance Requirement, A133 Compliance Supplement, 3-B-1* states, “The general criteria affecting the allowability of the costs under Federal Awards are: Costs must be reasonable and necessary for the performance and administration of the Federal Awards; Costs must be allocable to the Federal awards under the provisions of the cost principles per GASB standards, as applicable. A cost is allocable to a particular cost objective [...] if the goods or services involved are charged or assigned to such cost objectives in accordance with relative benefits received.”

Finding:

Included in the schedule of federal awards was \$4,056 in expenditures relating to project 561119, the “I-670, I-71, I-270 Project,” for which the Department of Transportation could not provide supporting contractual information.

Effect:

Unallowed expenditures might be charged to Highway Planning and Construction Program.

Questioned Cost:

The 2003 expenditures under project 561119 – “I-670, I-71, I-270 Project” were \$4,056. We were unable to obtain appropriate supporting contractual information to determine allowability of these expenditures. Consequently, the total amount of \$4,056 is considered to be a questioned cost.

Recommendation:

We recommend that the City maintain the agreements for all federally funded project and institute policies and procedures to establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

#03-04 Allowable Costs—Control

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Project Number: Various

Criteria:

The A-102 Common Rule and OMB Circular A-110 require that “entities that receive Federal Awards establish and maintain internal controls designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements.”

Finding:

Based on discussions with the City Transportation Department personnel they are not fully aware of the requirements of the A-133 Compliance Supplement.

Effect:

The Department of Transportation did not have policies and procedures in place that include supervisory reviews of tasks and management did not have full knowledge of requirements of the A-133 Compliance Supplement. Consequently the possibility of unallowed costs being processed for reimbursement or non-compliance with grant requirements occurring and not being detected exists.

Questioned Cost:

N/A

Recommendation:

We recommend the City implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

#03-05 Cash Management

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Sponsor Identification Number: Various

Project Number: #561034 – “Spring Sandusky A-1 Bikeway” Project

Criteria:

The A-133 OMB Compliance Supplement Part 3, *Compliance Requirement, A133 Compliance Supplement – Cash Management*, “When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government. Pass-through entities must establish reasonable procedures to ensure receipt of reports on subrecipients’ cash balances and cash disbursements in sufficient time to enable the pass-through entities to submit complete and accurate cash transactions reports to the Federal awarding agency or pass-through entity. Pass-through entities must monitor cash drawdowns by their subrecipients to assure that subrecipients conform substantially to the same standards of timing and amount as apply to the pass-through entity.”

Finding:

We noted one incident out of one selection in the amount of \$300 that the City didn’t request for reimbursement. Upon further inquiry we noted, the total expenditures of \$7,650 in the current year were not requested for reimbursement.

Effect:

The time elapsing between the disbursement of funds by the City and the corresponding transfer of funds from the State for reimbursement increases, resulting in poor cash management.

Questioned Cost:

N/A

Recommendation:

We recommend the City implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

#03-06 Cash Management

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Project Number: #561001 – “Hard Road B”

Criteria:

The A-133 OMB Compliance Supplement Part 3 *Compliance Requirement, A133 Compliance Supplement – Cash Management*, “When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government. Pass-through entities must establish reasonable procedures to ensure receipt of reports on subrecipients’ cash balances and cash disbursements in sufficient time to enable the pass-through entities to submit complete and accurate cash transactions reports to the Federal awarding agency or pass-through entity. Pass-through entities must monitor cash drawdowns by their subrecipients to assure that subrecipients conform substantially to the same standards of timing and amount as apply to the pass-through entity.”

Finding:

We noted in three of four transactions the City did not submit a request for reimbursement from the Ohio Department of Transportation within a reasonable period of time. Expenditures incurred in April, June and August 2003 have not been submitted for reimbursement as of December 31, 2003.

Effect:

The time elapsing between the disbursement of funds by the City and the corresponding transfer of funds from the State for reimbursement increases, resulting in poor cash management.

Questioned Cost:

N/A

Recommendation:

We recommend the City implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and reporting of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

#03-07 Cash Management

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Project Number: #548077 – “Paving the Way”

Criteria:

The A-133 OMB Compliance Supplement Part 3, *Compliance Requirement, A133 Compliance Supplement – Cash Management*, “When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government. Pass-through entities must establish reasonable procedures to ensure receipt of reports on subrecipients’ cash balances and cash disbursements in sufficient time to enable the pass-through entities to submit complete and accurate cash transactions reports to the Federal awarding agency or pass-through entity. Pass-through entities must monitor cash drawdowns by their subrecipients to assure that subrecipients conform substantially to the same standards of timing and amount as apply to the pass-through entity.” Additionally, OMB Circular A-133, Subpart C, § ___.310 (b) (3) states “the auditee shall also prepare a schedule of expenditures of federal awards for the period covered by the auditee’s financial statements. At a minimum, the schedule shall...provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.”

Finding:

In 7 of 25 transactions tested, we noted the City had submitted for reimbursements on vehicle usage, telephone, office supplies, etc., however, these expenditures were not coded in the general ledger as grant funds but were instead coded as operating funds. Total expenditures on 7 incidents were \$3,397.

Effect:

The total Federal expenditures included in the schedule of federal awards are understated.

Questioned Cost:

N/A

Recommendation:

We recommend that the City implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

#03-08 Reporting

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Project Number: #561001 – “Hard Road B” and #530152 – “I-71/Morse Road”

Criteria:

OMB Circular A-133, Subpart C, § ___.310 (b) (3) states “the auditee shall also prepare a schedule of expenditures of federal awards for the period covered by the auditee’s financial statements. At a minimum, the schedule shall...provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.”

Finding:

We noted expenditures in two projects funded by Federal grants were coded under either an incorrect grant number or coded to a non-grant fund. \$2,378,437 in expenditures for Hard Road B project was included in an incorrect grant number and \$676,130 in expenditures was included in a non-grant fund. The City made coding corrections at year-end.

Effect:

This could cause an understatement of expenditures in the schedule of federal awards.

Questioned Cost:

N/A

Recommendation:

We recommend that the City implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

#03-09 Preparation of the Schedule of Federal Awards

Grantor: U.S. Department of Transportation – Highway Planning and Construction Program, CFDA 20.205

Project Number: #561101 – “Hard Road C”

Criteria:

OMB Circular A-133, Subpart C, §___.310 (b) (3) states “the auditee shall also prepare a schedule of expenditures of federal awards for the period covered by the auditee’s financial statements. At a minimum, the schedule shall...provide total Federal awards expended for each individual Federal program and the CFDA number or other identifying number when the CFDA information is not available.”

Finding:

We noted for the fiscal years ended December 31, 1998 through 2001 expenditures under this project were not coded in the general ledger as grant funds and therefore were not reflected in the schedule of federal awards.

Effect:

This caused an understatement of expenditures for this program in the schedule of federal awards for the years ending December 31, 1998 through 2001 as follows:

\$501,755

\$532,684

\$3,065

\$577,324

Questioned Cost:

N/A

Recommendation:

We recommend that the City implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program coding and reporting. This will ensure that all expenditures are properly captured.

#03-10 Allowable Costs/Cost Principles

Grantor: US Department of Housing and Urban Development, CFDA 14.218

Project Number: N/A

Criteria:

According to the A-133 OMB Compliance Supplement Part 3, Allowable Cost Requirements, “the general criteria affecting allowability of costs under Federal awards are: Costs must be reasonable and necessary for the performance and administration of Federal awards. Costs must be allocable to the Federal awards under the provisions of the cost principles or GASB Standards, as applicable. A cost is allocable to a particular cost objective (e.g., a specific function, program, project, department, or the like) if the goods or services involved are charged or assigned to such cost objective in accordance with relative benefits received.”

Finding:

The City has drawn down Federal funds related to the CDBG grant for reimbursement of a cost that is not related to a Federal program. The cost was for snacks relating to a City summer program that was not a program eligible for Federal cost reimbursement.

Effect:

Unallowable expense is being charged to the CDBG program.

Questioned Cost:

There was a charge for \$30.57 that was not related to the CDBG program.

Recommendation:

We recommend that the Recreation and Parks Division implement stricter controls over the review and authorization of expenses paid with Federal funds. Each expenditure should be authorized by a single project manager who is held accountable for determining what is an allowable cost under the applicable Federal program.

PART IV—SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.



HUGH J. DORRIAN

CITY AUDITOR
614/645-7615

City of Columbus OHIO

90 WEST BROAD STREET
COLUMBUS, OH 43215

ROBERT L. MCDANIEL

DEPUTY CITY AUDITOR
FAX: 614/645-8444

CORRECTIVE ACTION PLAN For the Year Ended December 31, 2003

Finding: 2003-01

A. Name of contact person

Allowable Costs

Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Transportation has been instructed to implement a process of reviewing the invoice before it is billed to the State for reimbursement to ensure that programs are charged at the correct rate and (2) institute policies and procedures that establish responsibility and provide for periodic monitoring, verification, and reporting of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of issues that may arise within the project.

C. Completion Date

December 31, 2004

Finding: 2003-02

A. Name of contact person

Allowable Costs

Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Transportation has been instructed to implement a process of reviewing and approving sick and vacation days paid, as well as, overtime approval sheets and compare this data to the Department of Transportation payroll system to ensure hours to be paid were properly approved by supervisor (2) institute policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

City of Columbus, Ohio 2003 Corrective Action Plan

C. Completion Date December 31, 2004

Finding: 2003-03

Allowable Costs

A. Name of contact person Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Transportation has been instructed to maintain the agreements for all federally funded project and institute policies and procedures to establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

C. Completion Date December 31, 2004

Finding: 2003-04

Allowable Costs - Control

A. Name of contact person Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Transportation has been instructed to implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

C. Completion Date December 31, 2004

Finding: 2003-05

Cash Management

A. Name of contact person Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Transportation has been instructed to implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program

City of Columbus, Ohio 2003 Corrective Action Plan

progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

C. Completion Date December 31, 2004

Finding: 2003-06 Cash Management

A. Name of contact person Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Transportation has been instructed to implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

C. Completion Date December 31, 2004

Finding: 2003-07 Cash Management

A. Name of contact person Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Transportation has been instructed to implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

C. Completion Date December 31, 2004

Finding: 2003-08 Reporting

A. Name of contact person Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.

City of Columbus, Ohio 2003 Corrective Action Plan

- The Division of Transportation has been instructed to implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program progress and accomplishments. This will ensure that management/supervisors are involved in the process and are knowledgeable of any issues that may arise within the project.

C. Completion Date December 31, 2004

Finding: 2003-09

Preparation of the Schedule of Federal Awards

A. Name of contact person

Henry Guzman, Director of the Department of Public Service
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Transportation has been instructed to implement policies and procedures that establish responsibility and provide for periodic monitoring, verification, and report of program coding and reporting. This will ensure that all expenditures are properly captured.

C. Completion Date December 31, 2004

Finding: 2003-10

Allowable Costs/Cost Principles

A. Name of contact person

Wayne Roberts, Director of the Division of Recreation and Parks
City of Columbus, Ohio

B. Corrective Action

- On December 15, 2003, the City Auditor provided a training session to all City grant administrators on OMB Circular A-133. This session will be repeated annually as a form of training for all City grant administrators.
- The Division of Recreation and Parks has been instructed to implement stricter controls over the review and authorization of expenses paid with Federal Funds. Each expenditure should be authorized by a single project manager who is held accountable for determining what is an allowable cost under the applicable federal program.

C. Completion Date December 31, 2004



**Auditor of State
Betty Montgomery**

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CITY OF COLUMBUS

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 20, 2004**