

**VILLAGE OF NEW ALBANY
FRANKLIN COUNTY, OHIO**

SUPPLEMENTAL REPORT

DECEMBER 31, 2007

JAMES M. NICHOLSON, DIRECTOR OF FINANCE



Mary Taylor, CPA
Auditor of State

Honorable Mayor and Members of Village Council
Village of New Albany
P. O. Box 188
99 West Main Street
New Albany, Ohio 43054-0188

We have reviewed the *Independent Auditor's Report* of the Village of New Albany, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2007 through December 31, 2007. 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 Village of New Albany is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 11, 2008

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**VILLAGE OF NEW ALBANY
FRANKLIN COUNTY, OHIO**

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Julian & Grube, Inc.

Serving Ohio Local Governments

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

Members of Council and Mayor
Village of New Albany
99 W. Main Street
New Albany, Ohio 43054

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Village of New Albany, Franklin County, Ohio, as of and for the year ended December 31, 2007, which collectively comprise the Village of New Albany's basic financial statements and have issued our report thereon dated May 30, 2008. As disclosed in Note 3 to the financial statements, the Village implemented Governmental Accounting Standards Board (GASB) Statement No. 48 "Sales and Pledges of Receivables and Intra-Entity Transfers of Assets and Future Revenues" for the year ended December 31, 2007. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village of New Albany's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of New Albany's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of the Village of New Albany's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Village of New Albany's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Village of New Albany's financial statements that is more than inconsequential will not be prevented or detected by the Village of New Albany's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Village of New Albany's internal control.

Members of Council and Mayor
Village of New Albany

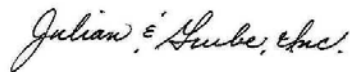
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of New Albany's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Village of New Albany in a separate letter dated May 30, 2008.

This report is intended solely for the information and use of the management and members of council and mayor of the Village of New Albany and is not intended to be and should not be used by anyone other than these specified parties.



Julian & Grube, Inc.
May 30, 2008

**VILLAGE OF NEW ALBANY
FRANKLIN COUNTY, OHIO
DECEMBER 31, 2007**

STATUS OF PRIOR AUDIT FINDINGS

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <u>Explain:</u>
2006-1	The Village does not have proper control procedures related to financial reporting that enable management to identify, prevent, detect and correct potential misstatements in the financial statements and footnotes.	Yes	N/A
2006-2	Ohio Revised Code Section 5705.39 requires that the total appropriation from each fund should not exceed total estimated resources. Additionally, Ohio Revised Code Section 5705.41(B) requires that no subdivision is to expend money unless it has been appropriated.	Yes	N/A

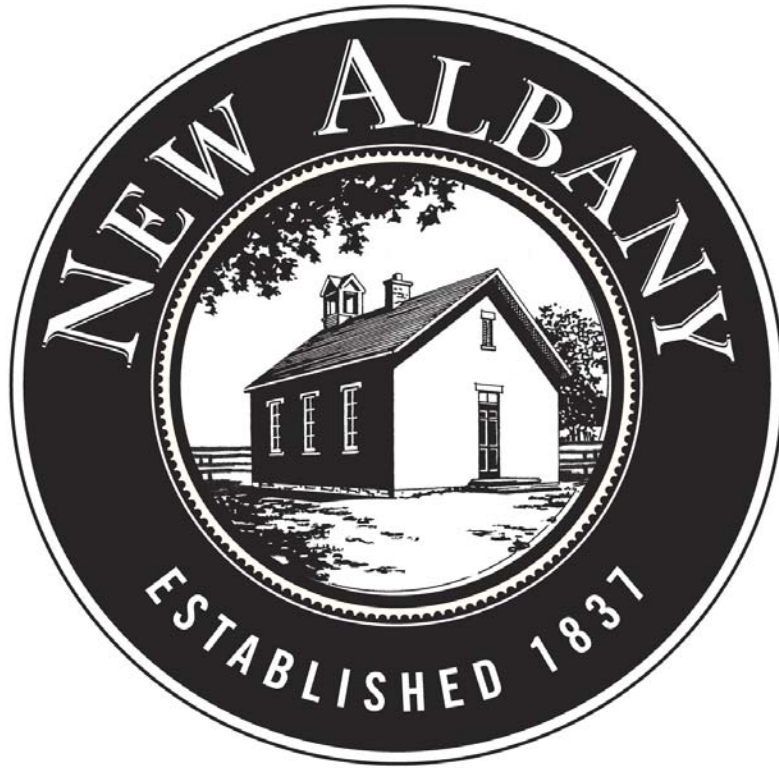


Village of New Albany, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2007

James M. Nicholson
Director of Finance



INTRODUCTORY SECTION

**VILLAGE OF NEW ALBANY
FRANKLIN & LICKING COUNTIES, OHIO**

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FRANKLIN & LICKING COUNTIES, OHIO**

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FRANKLIN & LICKING COUNTIES, OHIO**

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June 23, 2008

Honorable Mayor, Members of Village Council
And Citizens of the Village of New Albany
New Albany, Ohio

The Comprehensive Annual Financial Report (CAFR) for the Village of New Albany, Ohio (Village) is hereby presented. This CAFR reports the Village's operations and financial position for the year ended December 31, 2007, in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. This official report has been developed to accurately detail the status of the Village finances for review by New Albany residents and elected officials, investment banks and underwriters and all other interested parties. This report is presented in compliance with Governmental Accounting Standards Board Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments" (GASB Statement No. 34). It is intended to provide all pertinent and necessary information that may be required by the citizens of New Albany to review the fiscal condition of the community.

Village management is responsible for the accuracy of the data, the completeness and fairness of the presentation, and for all disclosure. In order to provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Village of New Albany's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village's internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of management's knowledge, the financial and other data contained in this report fairly present the financial position and results of operations of the Village. All necessary disclosures to enable the citizens and other readers to understand the Village's financial activities are included in this report.

The Village is required by state law to have an annual audit performed by either the Auditor of State's Office (AOS) or by an Independent Auditor operating under the auspices of the AOS. For years 2007-2009, the Village has engaged the accounting firm of Julian & Grube, Inc. to audit the Village's financial records. The Village continues to receive an unqualified opinion. The Independent Auditor's Report on the Village's financial statements is included in the Financial Section of this report.

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

Profile of the Government

Basic Information

The Village of New Albany is located in central Ohio, approximately 15 miles northeast of the state capital, Columbus, and is located in both Franklin and Licking Counties. The Village covers an area of approximately 11.51 square miles, and has an estimated population of 6,354¹ as of 2006. Founded in 1837 and incorporated in 1856, the Village operates under a home rule charter form of government, which was originally adopted on November 3, 1992. The voters adopted the current charter on November 2, 1999. The form of government provided by the Charter is known as 'Mayor-



Figure 1 - 2007 Village Council

Council-Administrator'. In this form of government, an appointed Village Administrator manages the day-to-day operations of the municipality. The elected Mayor presides over Council meetings and the local traffic court, but has no veto authority over legislation adopted by Council. All officials are elected at large to four-year terms beginning on January 1 after their election. There is a President Pro-Tempore of Council who serves in the absence of the Mayor, as well as five additional Council members.

The Village Administrator serves as the chief administrative and law officer of the Village and is appointed by Council. The Village has a Department of Law, Department of Finance and other departments as Council may create. The Administrator appoints the Law Director and Director of Finance, subject to the consent and approval of Council. The Director of Finance, as the head of the Department of Finance, serves as the chief financial officer of the Village.

The Village provides a range of municipal services mandated by statute or charter, including police protection, street maintenance, planning, zoning and other general government services. Health services are contracted with, and provided by, the Franklin County Board of Health.

The Council is required to adopt a final budget no later than the close of the preceding fiscal year. This annual budget serves as the foundation for the Village's financial planning and control process. The budget is prepared by fund,

¹ US Census Bureau 2006 Population Estimates

program/department for all funds except for the agency funds. Projections of revenues and expenditures are developed for agency funds, but are not included in the permanent budget adopted by Village Council. Department heads may make budget transfers within the lowest level of budgetary control.

Budget Process & Methodology

Budget Process & Schedule

Ohio law requires the Village of New Albany by July 15 of each year to prepare an estimate of resources available for expenditure in the following year. This estimate of resources is known as a *Tax Budget*. The annual budget development process begins with the development and submission of the Tax Budget to the Franklin County Budget Commission. The Commission reviews the Tax Budget, approves it and generates a *Certificate of Estimated Resources*. This certificate serves as the basis of available funds for the development of the expenditure budget.

The Village of New Albany Charter requires that the Village Administrator, in consultation with the Finance Director, develop revenue and expenditure estimates and present a proposed budget to Village Council for their consideration at least 60 days prior to the beginning of the next fiscal year.

Basis of Budgeting

A jurisdiction's 'basis of budgeting' refers to when revenues and expenditures are recognized in the accounts. The Village's budget basis is a cash-encumbrance basis wherein transactions are recorded when cash is received or disbursed, or when a commitment has been recorded as an encumbrance against an applicable appropriation. All annual appropriations lapse at year-end to the extent that they have not been expended or lawfully encumbered. Fund balances are shown as unencumbered cash balances. This basis is used for all interim financial statements during the year.

Budgetary Control

Ohio Revised Code (ORC) §5705.38(c) requires each municipality to present their annual operating budget to their legislative authority, at minimum, at the level of fund, department, and within department, identifying personal services and other expenditures. The Village adopts its' annual budget in the format of fund, program/department and object. *Fund* is the individual fund number and description established by the authority to separate and control expenditures of specific monies. While all governmental funds are included in the annual appropriation ordinance, agency and fiduciary funds are not included. *Program/Department* represents groupings of functionally similar tasks performed by the jurisdiction and is the local equivalent of the ORC-required department. There are nine major programs/departments identified by the Village Finance Director and include the following:

- General Government
- Council

- Police
- Public Service
- Community Development
- Finance & Legal
- Parks & Lands
- Debt Service
- Transfers & Advances

The final ORC required component is *Object*. The object code is the lowest level of control provided for in the appropriation legislation. The current format provides the level of detail required by the ORC while not unduly restricting the ability of the Finance Director to manage the budget without submitting numerous supplemental appropriations to provide for minor budget transfers. In this budget structure, similar types of account numbers are grouped together into higher-level summary accounts. These summary groups include:

- Salary & Related
- Contractual Services
- General Operating
- Capital Outlay
- Debt Service
- Transfers & Advances

Amendments to authorized appropriations at the legal level of control may be made periodically as changing circumstances dictate. These will be recommended to Village Council by either the Village Administrator or the Director of Finance along with the rationale supporting the requests. Such budget amendments must be approved by ordinance of Council.

Economic Condition and Outlook

The Village of New Albany is an extremely unique entity in many respects. While technically still a Village (2000 Census Population of 3,711), New Albany plans,

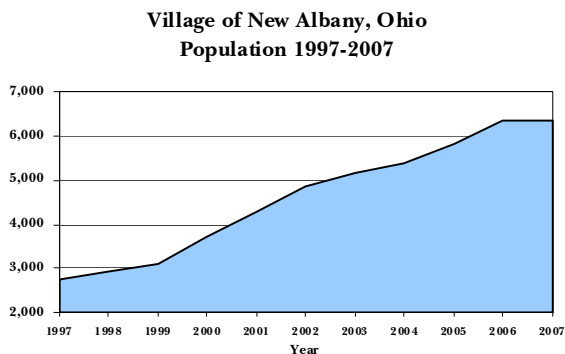


Figure 2 - Population growth, 1997-2007

develops and operates like many larger cities. The current estimated population is nearly 6,400, and represents a population growth rate of 71% in just 7 years. This accelerated rate of growth presents a myriad of challenges such as developing long-term infrastructure planning and determining the optimal funding of such improvements. Careful planning and analysis will continue to be

required in order to balance the demands placed by continued growth with the need for a stabilized funding source.

The Village's primary revenue source is an income tax on local residents, and payroll taxes withheld on New Albany-based businesses and their non-resident employees working in the Village. Residents voted in May 2003 to approve an increase in the Village's income tax rate from 1.0% of taxable earnings with a 50% credit for local income taxes paid to neighboring jurisdictions, to 2.0% with 100%

credit (up to 2%). Combined with the tax rate increase, the Village's income tax base has grown dramatically in the same time period due to the establishment of the business campus and related economic opportunity zones (EOZ). These EOZ's have allowed the Village to attract a number of large, revenue-generating corporations and businesses into the Village.

The Village is projecting general fund revenue in 2008 to be 1.2% higher than prior year due to the current economic conditions. General fund expenditures for 2008 have been budgeted to be 22.2% higher than the prior year primarily due to higher wages and associated employee benefits, increased equipment purchases, additional interfund transfers for debt service payments, as well as general non-wage inflationary increases. Programs supported by the general fund are budgeted at the same level of service as last year.

New Albany is poised for continued growth. Strategically located along the recently improved and expanded State Route 161, New Albany is within 3 minutes of the I-270 outerbelt in the northeast quadrant of the greater Columbus metropolitan area. All of the major transportation amenities are a short distance away: 15 minutes from Port Columbus International Airport and 20 minutes from downtown Columbus.

Residential Activity

According to the United States Census Bureau 2006 Population Estimates, the Village of New Albany's population for 2006 is 6,354. The Village's Strategic Land Use Plan estimates that the population of the Village at build out is 18,000-22,000 residents. Despite the overall downturn in the housing market, the Village issued 102 residential building permits in 2007. The maximum density of residential development in the Village is maintained at 1.17 units per acre.² The average family size in New Albany is 3.3 members and the median age is 37.6 years.³ The average price for a single family residential home is \$452,900 and the average household income is \$102,180.⁴ Approximately 55% of the population over the age of 25 has earned a Bachelor's Degree or higher.⁵

In 2006, New Albany created nine (9) new Tax Increment Financing Districts. The projected net present value of the TIF Districts is \$23 million. The funds will be used to pay for public infrastructure projects such as road improvements and trail connections.

Commercial Activity

In 2007, economic development efforts in New Albany focused on improving the infrastructure to attract high-tech businesses. The Village recognizes that

² Village of New Albany Community Development Department

³ Federal 2000 decennial census

⁴ Ibid

⁵ Ibid

broadband internet connectivity is becoming a key infrastructure component similar to roads, electricity and water/sewer lines. Ten years ago, the Village entered into a private/public partnership with The New Albany Company to invest \$20 million in the development of Smiths Mill Road and Walton Parkway to create 'shovel-ready' sites for commercial development. In 2007, the Village and American Electric Power (AEP) entered into a similar arrangement to create the New Albany Net.

New Albany Net is a robust, redundant fiber optic network that provides connectivity to the Central Ohio Research Network (CORN). The CORN network enables companies to connect to every major university and research institution across the state of Ohio. One practical application of this technology is the ability of doctors at the Mt. Carmel Orthopedic Hospital to reach into Appalachia and remotely serve patients in rural areas through the use of the high speed connection. Another example is the ability to provide assistance to companies such as Tween Brands with their workforce development issues by cultivating talent through online internships or offering teaching opportunities with the University of Cincinnati's design program. Using this technology, Tween Brands can attract the best and brightest talent by informing them of potential opportunities in Ohio (specifically New Albany) instead of chasing after them in designer-friendly cities such as New York, Chicago and San Francisco.

New Albany Net complements the Village's commitment to a partnership with the regional leader in technology incubation, Tech Columbus. This partnership leverages over \$1.5 million in grant money from the Ohio Third Frontier program to develop a regional business incubator in the Village Center. The three-year program will bring ten (10) new technology businesses to the Village Center. The Ohio Tech Angels, the nation's 3rd largest Angel investment group, will use the New Albany TechStart office for events and meetings.

Business Park

In 2007, over 1.3 million square feet of commercial space in New Albany was either under construction or in the planning phase. Over 1.5 million square feet of commercial development has been added since 2006. In order to retain current businesses in the Village and promote existing available space, New Albany implemented a comprehensive Business Retention & Expansion Program in June 2005. Establishing and maintaining relationships with existing Village businesses to identify growth opportunities is a vital component of the BR&E program. Commercial Vehicle Group (CVG) and Tween Brands are two good examples of how the Village attracted, retained and helped grow international companies.



Figure 3 - CVG Corporate Headquarters

New Albany's investment in a \$1.3 million fiber optic cable infrastructure project was appealing to existing companies like CVG. The fiber network, which connects to the regional Columbus FiberNet, provides opportunities for New Albany to use fiber and high-speed connectivity as incentives in the Village's retention and expansion efforts. A successful example of a public/private partnership, CVG moved into their new 91,000 square foot corporate office and research/development facility in January 2008. This high tech corporate campus won the 2007 NAIOP Award for best new large office building.



Figure 4 - Tween Brands Headquarters

Tween Brands, the creator of iconic fashion for girls ages 7-14, chose the New Albany Business Park as the location for its corporate headquarters in 1999. The steadily growing clothing chain – through the brands Limited TOO and Justice – has a total payroll of more than 500 employees and has over 850 stores, including an additional 25 stores in the Middle East with plans for further international expansion. In January 2004, Tween Brands opened the first Justice Store, an off-the-mall specialty apparel store with moderately priced options for girls – and moms. The Justice concept has exceeded projections and grown to over 130 employees – resulting in the 180,000 square foot headquarters busting at the seams. In November 2007, Tween Brands moved the Justice headquarters into a new 60,000 square foot state of the art facility adjacent to its existing facility.

New Albany also worked with the development team Daimler–New Albany, a joint venture partnership between The New Albany Company and The Daimler Group, to provide an ownership and incentive structure that fit the needs of the growing company. The Village partnered with Daimler-New Albany to begin construction on a new 265,000 square foot speculative office project located on the State Route 161 expressway known as Water's Edge. Water's Edge provides the signature corporate

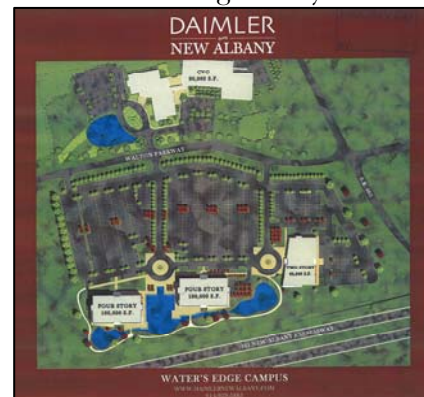


Figure 5 - Daimler-New Albany
Water's Edge Project

campus environment with freeway exposure. In 2007, the Village provided a \$300,000 10-year no-interest loan in order to capitalize on the natural amenities of the site including large stands of existing trees, and to create new features such as a series of cascading waterfalls and trail connections. The development is expected to generate over 1,000 new jobs and over



Figure 6 - Village Center/Market Square

\$500,000 per year in additional revenue for the Village.

Village Center

The Village Center is the heart and soul of the community. The guidelines for the development of this area, as outlined by the adopted Village Center plan, create a vibrant urban streetscape that is anchored by traditional ‘town center’ amenities such as the library, Village Hall and Post Office. Future development plans will result in a pedestrian-friendly, mixed-use environment with a high concentration of residential units, office and retail uses.

Incentives

New Albany also offers a competitive real property tax abatement package that provides for up to fifteen (15) years of property tax abatement for up to 100%. The New Albany Plain Local School District has been instrumental in partnering with the Village to adopt a compensation agreement for all properties within eligible tax abated areas. Since 2006, New Albany paid the school district over \$3.1 million in income tax revenue as an offset for the taxes they would have otherwise received in the business park.

Quality of Life

New Albany has many amenities for the residential and business population. The unique urban Village design creates an opportunity for connectivity to the library, restaurants, retail and specialty shops through leisure trails and paths. The topography is arguably some of the most scenic in central Ohio with breathtaking wooded settings and esteemed golf courses. Our residential neighborhoods, from the country club communities to the traditionally designed communities, offer residents a range of housing styles and price points while maintaining the highest level of quality and attention to detail. The new Wexner Park and Pavilion features a playground complex, a pavilion and a commons area for community gatherings. The Rose Run Streamside Park is a passive park in the heart of the Village that will serve as a focal point for residents and employees to walk and enjoy nature.



Figure 7 - New Albany County Club



Figure 8 – Jeanne B. McCoy Community Center for the Arts

2007 was a significant year in the life of the New Albany arts community with the dedication of the Jeanne B. McCoy Community Center for the Arts (the McCoy Center). The mission of the McCoy Center is to provide ongoing educational and cultural programming for the school district and community. It is important to note that the

New Albany - Plain Local Schools, the Village of New Albany, Plain Township and the New Albany Community Foundation have partnered to develop a center that will serve as a school facility and as a community resource. Events will include music, theatre, dance, ballet, lecture and more with the intent to empower, inspire and educate residents, especially Central Ohio youth. Collaborations are being discussed with over a dozen Central Ohio arts organizations to promote their missions and provide outreach opportunities including the Columbus Symphony Orchestra, Ballet Met, Columbus Museum of Art, Columbus Association of the Performing Arts, Columbus College of Art and Design, Contemporary American Theatre Company, ProMusica, The Wexner Center for the Arts, The Thurber House and The Ohio State University. The New Albany Community Foundation has established endowments designed to support ongoing educational and cultural programming in the center for students and residents. To-date, over \$6 million has been pledged toward the endowments, including a \$2 million gift from New Albany resident John G. McCoy in honor of his late wife, Jeanne.⁶ Land for the \$15 million facility situated in the heart of the historic Village center and contiguous to the 'learning community campus' was donated by The New Albany Company.⁷

Financial Policies

The Village of New Albany has a responsibility to its citizens to carefully account for public funds, manage municipal finances wisely, and to plan for the provision of services desired by the public. Sound financial policies are necessary to carry out that responsibility. To that end, the New Albany Village Council adopted in August 2007 a *Statement of Financial Policies* which covered many aspects of long-term planning. This policy statement provides a summary of significant financial and budgetary policies required by state law, the Village Charter, Village ordinances, accounting principles generally accepted in the United States, and administrative practices.

The policies are designed to: (1) provide conceptual standards for financial decision-making; (2) enhance consistency in financial decisions; and (3) establish parameters for the Administration and Finance Department to use in directing the day-to-day financial affairs of the Village. The scope of the policies includes budgeting, financial reporting, auditing, internal controls, asset management, risk management, capital improvement program, debt management and financial performance targets.

Long-Term Planning

As previously discussed, the Village adopted by Resolution the *Statement of Financial Policies*. Included in this policy statement were the following mandates to better

⁶ Jeanne B. McCoy website

⁷ Ibid

manage the long-term planning process of the Village as part of the annual budget process: (1), the development of a 5-year pro-forma financial statement (including unencumbered and available fund balance) is required; (2) the development and maintenance of a 5-year Capital Improvement Program (CIP) document, which shall include descriptions of the proposed projects, justifications (i.e., cost savings, productivity improvements, or other basis), and the projects funding requirements, and sources of funds is also required; and (3) designated fund balance targets which are expressed as a percentage of the prior year expenditures.

For the 2008 budget, the Village Finance Department complied with all of the requirements above. In addition to developing the 2008 operating budget, a 5-year pro-forma plan was presented to Council as well as a 5-year CIP document. For 2008, the approved budget estimates that the general fund will have an unencumbered and available fund balance of \$5.11 million, which is 44.58% of the proposed budget and compares very favorably to a target of 30-35%.

Major Initiatives & Accomplishments

- The Village entered into a \$1 million loan agreement with the Ohio Public Works Commission (OPWC) in 2007 for the reconstruction of the intersection of High and Main streets, and the construction of streetscape improvements, which includes brick walkways and mast arm traffic lights at the intersection. The project was started in 2007 and is expected to be completed mid-2008.
- Through a public/private partnership with the New Albany Company, an extension of Village Hall Road was constructed which connects Main Street to Market Square. The construction of this segment of roadway opens up over 7 acres of prime commercial real estate for development in the heart of the Village Center.
- New Albany is a partner in the development of a 52 acre site at the northeast corner of Smith's Mill Road and US Route 62. The \$3.4 million public contribution will assist with the construction of public roads, utilities and fiber infrastructure – as well as the improvement and beautification of US Route 62. Construction is anticipated to be completed by November, 2008.
- Negotiations with the City of Columbus continued for the establishment and creation of a 1,200-acre Metro Park at the northern border of New Albany. The Metro Park agreement was signed by all parties in early 2008, with the Village committing to contribute land valued at approximately \$650 thousand to the park as well as agreeing to issue approximately \$1.85 million in new debt for the remaining contribution obligation.

- New Albany and AEP have partnered to design and build a comprehensive fiber optic network that benefits the schools, the municipal government and companies located within the business park. The fiber will connect to the Ohio Third Frontier Network. Construction is well underway and should be completed in mid-2008.
- The Village entered into an agreement for the development of a leisure path segment which will go over State Route 161. The project, estimated to cost \$400 thousand, was begun in fall 2007 and is anticipated to be completed in mid-2008.
- In the past two years, the Village has received two rating upgrades from Moody's (from A1 to Aa3), and one from Standard & Poor's (from AA- to AA) and.
- New Albany will design an intersection improvement plan for the intersection of US Route 62 and Central College Road. The construction cost on this multi-jurisdictional project is expected to exceed \$5 million.

Awards and Acknowledgements

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 Village of New Albany for its comprehensive annual financial report for the fiscal year ended December 31, 2006. This was the third consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. This 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. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Distinguished Budget Presentation Award

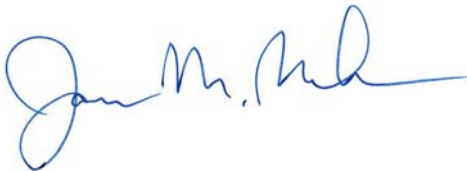
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Distinguished Budget Presentation Award to the Village of New Albany for the Annual Budget for the fiscal year beginning January 1, 2008. This was the second consecutive year that the government has achieved this prestigious award. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations

guide, as a financial plan, and as a communications device. This award is valid for a period of one year only.

Acknowledgement

The presentation of this report could not have been accomplished without the dedication and effort of the entire Finance Department staff. I would like to express my appreciation to those directly involved with this report and to the entire staff for their efficient service throughout the year.

Sincerely,

A handwritten signature in blue ink, appearing to read "James M. Nicholson". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

James M. Nicholson
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of New Albany
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2006

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.



Oliver S. Cox

President

Jeffrey R. Emery

Executive Director



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**Village of New Albany
Ohio**

For the Fiscal Year Beginning

January 1, 2008

President

Executive Director

Village of New Albany, Ohio
Elected & Appointed Officials
As of December 31, 2007

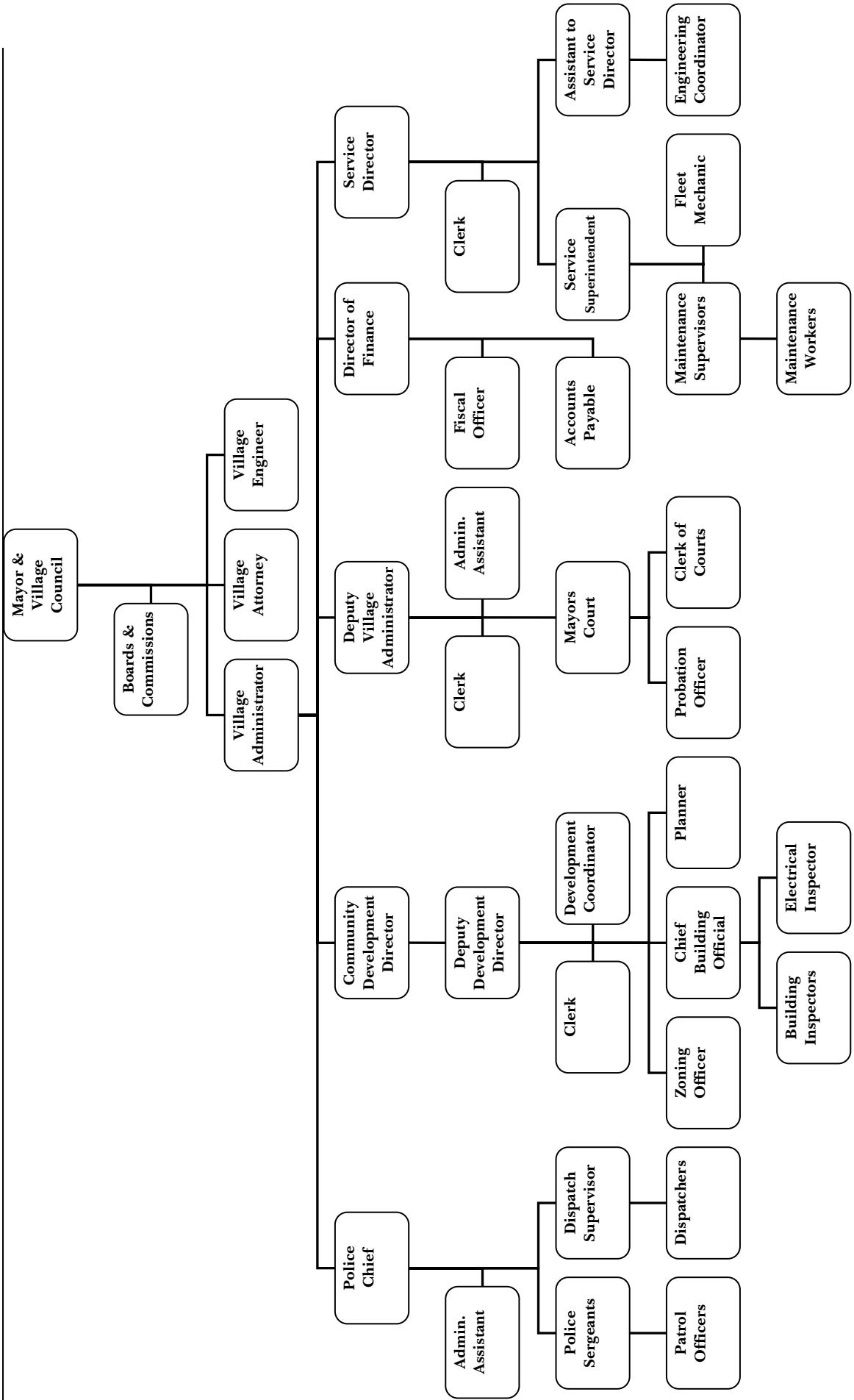
Elected Officials

Mayor	Nancy I. Ferguson (2007)
President of Council	Michael L. Mott (2009)
Council Members	Colleen H. Briscoe (2009) Edward J. Fellows (2007) Glyde A. Marsh (2009) David C. Olmstead (2007) Stephen G. Pleasnick (2007)

Appointed Officials:

Village Administrator	Joseph F. Stefanov
Deputy Administrator	Debra K. Mecozzi
Director of Finance	James M. Nicholson
Village Attorney	Mitchell H. Banchefsky
Development Director	Jennifer A. Chrysler
Public Service Director	Mark A. Nemec
Chief of Police	Mark A. Chaney

Village of New Albany, Ohio Organizational Chart

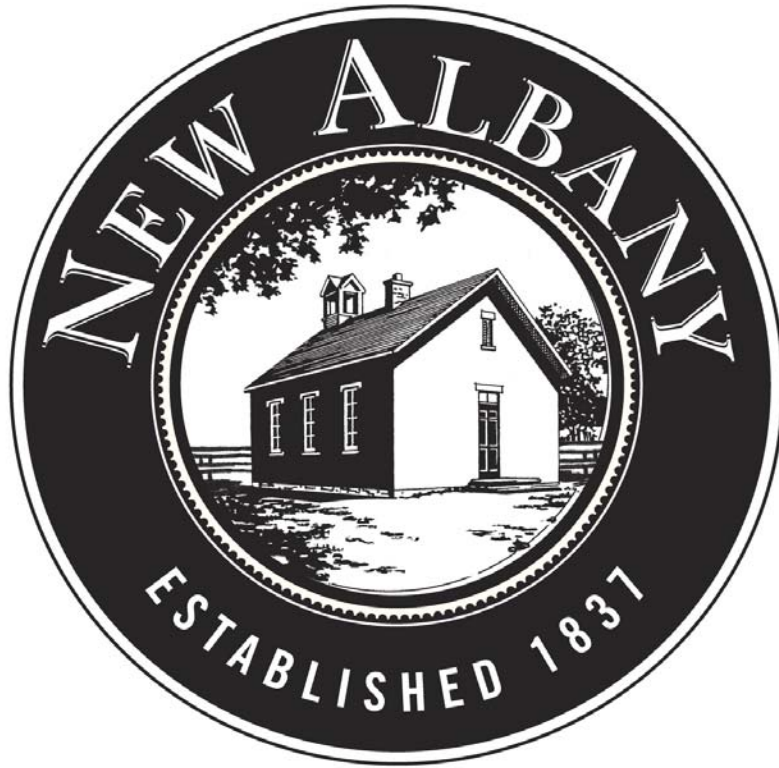


**Village of New Albany, Ohio
Boards & Commissions**





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FINANCIAL SECTION



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Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

Members of Council and Mayor
Village of New Albany
99 W. Main Street
New Albany, Ohio 43054

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Village of New Albany, Franklin County, Ohio, as of and for the year ended December 31, 2007, which collectively comprise the Village of New Albany's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of New Albany's management. Our responsibility is to express opinions on these 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Village of New Albany, Franklin County, Ohio, as of December 31, 2007, and the respective changes in financial position and the respective budgetary comparison for the general fund and major special revenue funds: economic opportunity, Windsor TIF and economic development for the year then ended in conformity with accounting principles generally accepted in the United States of America.

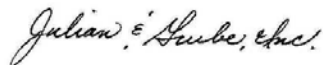
As disclosed in Note 3 to the financial statements, the Village implemented Governmental Accounting Standards Board (GASB) Statement No. 48 "Sales and Pledges of Receivables and Intra-Entity Transfers of Assets and Future Revenues" for the year ended December 31, 2007.

Members of Council and Mayor
Village of New Albany

In accordance with *Government Auditing Standards*, we have also issued our report dated May 30, 2008, on our consideration of the Village of New Albany's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of New Albany's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied 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 tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Julian & Grube, Inc.
May 30, 2008

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

The management's discussion and analysis of the Village of New Albany (the "Village") financial performance provides an overall review of the Village's financial activities for the year ended December 31, 2007. The intent of this discussion and analysis is to look at the Village's financial performance as a whole; readers should also review the transmittal letter, basic financial statements and the notes to the basic financial statements to enhance their understanding of the Village's financial performance.

Financial Highlights

Key financial highlights for 2007 are as follows:

- The total net assets of the Village increased \$8,665,111.
- General revenues accounted for \$23,102,378 or 75.13% of total governmental activities revenue. Program specific revenues including charges for services, grants and contributions accounted for \$7,646,961 or 24.87% of total governmental activities revenue.
- The Village had \$22,084,228 in expenses related to governmental activities.
- The Village had four major funds consisting of the general fund, Economic Opportunity fund, Windsor TIF fund and Economic Development fund.
- The general fund had revenues and other financing sources of \$11,196,107 in 2007. The expenditures and other financing uses of the general fund totaled \$9,559,971 in 2007. The net increase in fund balance for the general fund was \$1,636,136 or 30.97%.
- The Economic Opportunity fund had revenues of \$8,924,600 in 2007. Expenditures in the Economic Opportunity fund totaled \$8,822,000 in 2007. The net increase in fund balance for the economic opportunity fund was \$102,600.
- The Windsor TIF fund had revenues of \$440,412 in 2007. Expenditures in the Windsor TIF fund totaled \$74,516 in 2007. The net increase in fund balance for the Windsor TIF fund was \$365,896.
- The Economic Development fund had revenues of \$4,174,362 in 2007. Expenditures and other financing uses in the Economic Development fund totaled \$3,197,999 in 2007. The net increase in fund balance for the Economic Development fund was \$973,363.
- General fund actual revenues and other financing sources at year-end was \$156,655 greater than the final budgeted amount. Budgeted revenues increased by \$1,246,896 from the original estimate to the final budget.
- Final general fund expenditures and other financing uses were \$1,318,744 less than the final appropriations. The Village's general fund final appropriations were increased by \$1,082,767 from original budgeted appropriations.

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

Using this Comprehensive Annual Financial Report

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

The statement of net assets and statement of activities provide information about the activities of the Village as a whole, presenting both an aggregate view of the Village's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the Village's most significant funds with all other non-major funds presented in total in one column.

Reporting the Village as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains a large number of funds used by the Village to provide programs and activities, the view of the Village as a whole looks at all financial transactions and asks the question, "How did we do financially during 2007?" The statement of net assets and the statement of activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

Governmental activities - Most of the Village's programs and services are reported here including police, street maintenance, capital improvements and general administration. These services are funded primarily by property and income taxes, special assessments, and intergovernmental revenues including federal and state grants and other shared revenues.

The Village's statement of net assets and statement of activities can be found on pages 42-43 of this report.

Reporting the Village's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

segregated for specific activities or objectives. The Village, 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 Village can be divided into two categories: governmental and fiduciary.

Fund financial reports provide detailed information about the Village's major funds. The Village uses many funds to account for a multitude of financial transactions. However, these fund financial statements focuses on the Village's most significant funds. The analysis of the Village's major governmental funds begins on page 34.

Governmental Funds

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

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

The Village maintains a multitude of individual governmental funds. The Village has segregated these funds into major funds and non-major funds. The Village's major governmental funds are the general fund, Economic Opportunity fund, Windsor TIF fund and Economic Development fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 44-51 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The Village's only fiduciary funds are agency funds. The basic fiduciary fund financial statement can be found on page 52 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 53-89 of this report.

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

The following table provides a summary of the Village's net assets at December 31, 2007 and 2006. The Village's net assets at December 31, 2006 have been restated as detailed in Note 3.

	Net Assets	
	Governmental Activities 2007	Restated Governmental Activities 2006
<u>Assets</u>		
Current and other assets	\$ 26,523,345	\$ 21,131,108
Capital assets, net	79,849,147	75,759,685
Total Assets	\$ 106,372,492	\$ 96,890,793
<u>Liabilities</u>		
Other liabilities	\$ 5,549,356	\$ 13,708,001
Long-term liabilities outstanding	28,150,963	19,175,730
Total Liabilities	\$ 33,700,319	\$ 32,883,731
<u>Net Assets</u>		
Invested in capital assets, net of related debt	\$ 63,767,427	\$ 59,602,564
Restricted	12,217,654	9,745,819
Unrestricted	(3,312,908)	(5,341,321)
Total Net Assets	\$ 72,672,173	\$ 64,007,062

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2007, the Village's assets exceeded liabilities by \$72,672,173.

Capital assets reported on the government-wide statements represent the largest portion of the Village's net assets. At year-end, capital assets represented 75.07% of total assets. Capital assets include land, construction in progress, buildings and improvements, equipment, vehicles and infrastructure. Capital assets, net of related debt to acquire the assets at December 31, 2007, were \$63,767,427. These capital assets are used to provide services to citizens and are not available for future spending. Although the Village's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the Village's net assets, \$12,217,654, represents resources that are subject to external restriction on how they may be used.

The following table depicts the changes in net assets for fiscal years 2007 and 2006. The 2006 amounts have been restated as detailed in Note 3.

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

	Change in Net Assets	
Revenues	Governmental Activities 2007	Restated Governmental Activities 2006
<u>Program revenues:</u>		
Charges for services	\$ 1,363,992	\$ 1,558,503
Operating grants and contributions	4,471,719	361,318
Capital grants and contributions	1,811,250	36,679,713
Total Program Revenues	\$ 7,646,961	\$ 38,599,534
<u>General revenues:</u>		
Property taxes	\$ 959,705	\$ 943,465
Income taxes	19,101,206	16,422,003
Unrestricted grants and entitlements	484,214	387,579
Investment earnings	978,234	742,673
Payment in lieu of taxes	1,380,092	249,666
Miscellaneous	198,927	245,191
Total General Revenue	\$ 23,102,378	\$ 18,990,577
Total Revenues	\$ 30,749,339	\$ 57,590,111
<u>Expenses</u>		
General government	\$ 3,869,801	\$ 3,212,776
Security of persons and property	2,487,326	3,033,408
Public health and welfare	1,413	90,562
Transportation	2,917,171	2,630,025
Community environment	974,009	968,588
Leisure time activity	27,752	6,371
Economic development	10,554,529	7,369,090
Interest and fiscal charges	1,252,227	1,243,060
Total Expenses	\$ 22,084,228	\$ 18,553,880
Change in Net Assets	\$ 8,665,111	\$ 39,036,231
Net assets at beginning of year (restated)	64,007,062	24,970,831
Net Assets at End of Year	\$ 72,672,173	\$ 64,007,062

Governmental Activities

Governmental activities net assets increased \$8,665,111 in 2007. This increase is primarily a result of capital contributions of donated infrastructure as well as an increase in income tax revenue.

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

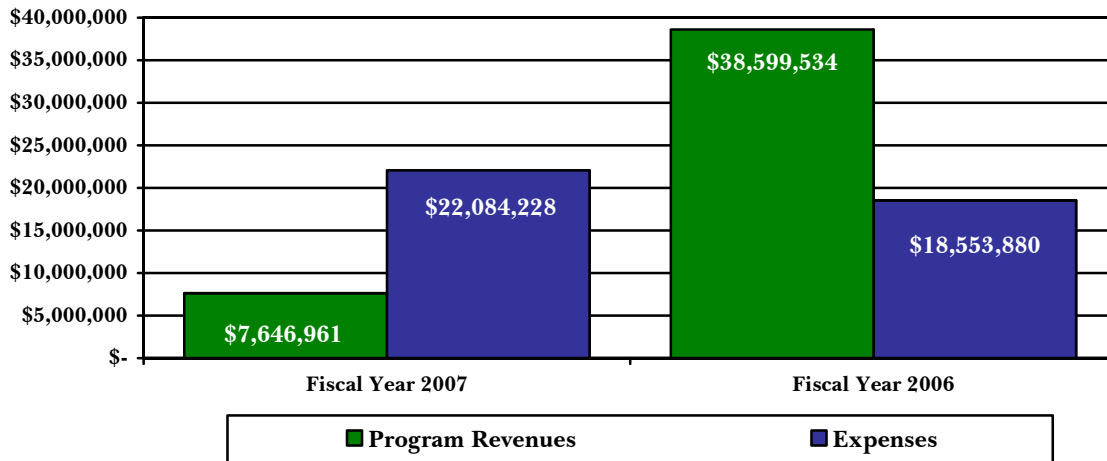
Security of persons and property, which primarily supports the operations of the police department, had expenses of \$2,487,326 which accounted for 11.26% of the total expenses of the Village. These expenses were partially funded by \$113,263 in direct charges to users of the services. General government expenses totaled \$3,869,801 which was partially funded by \$845,223 in direct charges to users of the services. Economic development expenses totaled \$10,554,529 which accounted for 47.79% of the total expenses of the Village. Transportation expenses totaled \$2,917,171 which accounted for 13.21% of the total expenses of the Village.

The state and federal government contributed to the Village a total of \$4,471,719 in operating grants and contributions. The Village had \$1,811,250 in capital grants and contributions, primarily from capital assets built by developers. These revenues are restricted to a particular program or purpose.

General revenues totaled \$23,102,378 and amounted to 75.13% of total governmental revenues. These revenues primarily consist of property and income tax revenue of \$20,060,911. The other primary source of general revenues is payment in lieu of taxes which totaled \$1,380,092.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. The Village is dependent upon property and income taxes as well as unrestricted grants and entitlements to support governmental activities, including security of persons and property and general government expenditures.

Governmental Activities – Program Revenues vs. Total Expenses



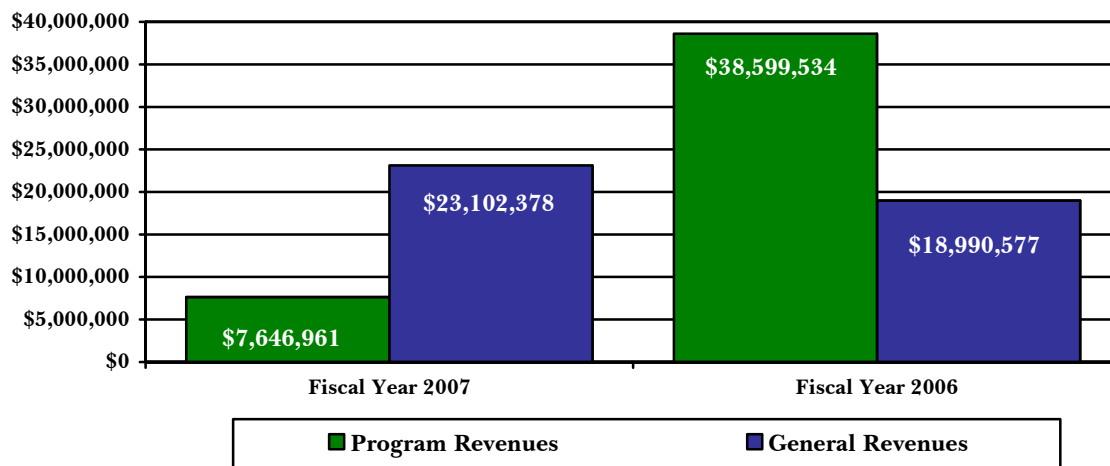
VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

Governmental Activities

	Total Cost of Services 2007	Net Cost of Services 2007	Total Cost of Services 2006	Net Cost of Services 2006
<u>Program Expenses:</u>				
General government	\$ 3,869,801	\$ 2,978,410	\$ 3,212,776	\$ 2,220,576
Security of persons and property	2,487,326	2,374,063	3,033,408	2,888,924
Public health and welfare	1,413	1,413	90,562	90,562
Transportation	2,917,171	854,732	2,630,025	(34,343,419)
Community environment	974,009	568,503	968,588	479,182
Leisure time activity	27,752	27,752	6,371	6,371
Economic development	10,554,529	6,380,167	7,369,090	7,369,090
Interest and fiscal charges	1,252,227	1,252,227	1,243,060	1,243,060
Total Expenses	\$ 22,084,228	\$ 14,437,267	\$ 18,553,880	\$ (20,045,654)

The Village is dependent on general revenues, including taxes, to support most of the Village's expenses including general government expenses, security of persons and property, public health and welfare, community environment, leisure time activities, economic development and interest and fiscal charges. 65.37% of the Village's expenditures are supported through taxes and other general revenues. In accordance with GASB Statement No. 34, capital contributions of infrastructure are program revenues offsetting transportation program expenses which ultimately support the maintenance of the infrastructure. The major difference in net cost of services from 2007 and 2006 is that the Village received only \$1,811,250 in capital contributions during 2007 while it received \$36,541,562 in capital contributions during 2006.

Governmental Activities – General and Program Revenues



VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

Financial Analysis of the Government's Funds

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

Governmental Funds

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

The Village's governmental funds (as presented on the balance sheet on page 44) reported a combined fund balance of \$15,888,242 which is \$13,243,555 higher than last year's total of \$2,644,687. The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2007 and December 31, 2006 for all major and non-major governmental funds.

	Fund Balances <u>12/31/07</u>	Fund Balances/(Deficit) <u>12/31/06</u>	Increase <u>(Decrease)</u>
<u>Major funds:</u>			
General	\$ 6,919,911	\$ 5,283,775	30.97%
Economic Opportunity	102,600	-	100.00%
Windsor TIF	444,455	78,559	465.76%
Economic Development	976,363	-	100.00%
Other nonmajor governmental funds	<u>7,444,913</u>	<u>(2,717,647)</u>	<u>-373.95%</u>
Total Fund Balance - Major Funds	<u>\$ 15,888,242</u>	<u>\$ 2,644,687</u>	<u>500.76%</u>

General Fund

The Village's general fund balance increased \$1,636,136, primarily due to increased revenues in the areas of income taxes and investment income. Revenue in the general fund increased 2.79% during 2007.

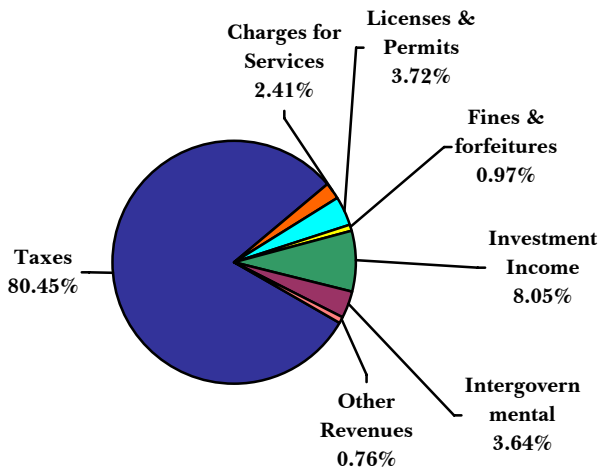
Tax revenue represents 80.43% of all general fund revenue. Tax revenue increased primarily due to an increase in jobs within the Village, which increased the number of individuals contributing to the income tax. Investment income increased due to greater earnings on the increased size of the investment portfolio. Charges for services decreased due to lower review fees charged during the year. Intergovernmental revenue increased due to a large increase in estate tax collection during 2007.

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

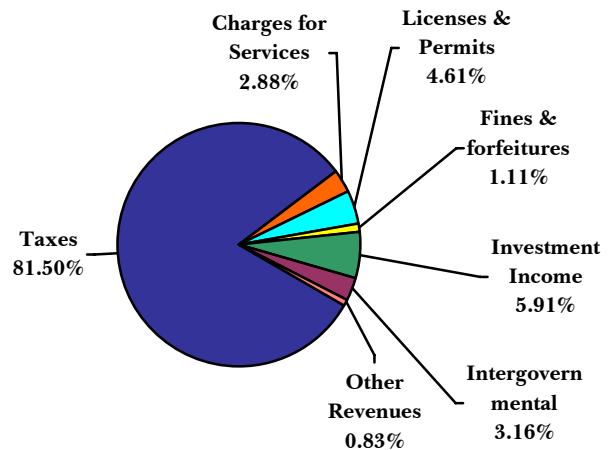
The table that follows assists in illustrating the revenues of the general fund.

<u>Revenues</u>	<u>2007</u> <u>Amount</u>	<u>2006</u> <u>Amount</u>	<u>Percent</u> <u>Change</u>
Taxes	\$ 8,899,484	\$ 8,770,448	1.47%
Charges for services	266,115	309,931	-14.14%
Licenses, permits and fees	411,667	496,531	-17.09%
Fines and forfeitures	107,558	119,688	-10.13%
Intergovernmental	402,579	339,666	18.52%
Investment income	890,810	636,096	40.04%
Other	83,772	89,173	-6.06%
Total Revenues - General Fund	<u>\$ 11,061,985</u>	<u>\$ 10,761,533</u>	<u>2.79%</u>

Revenues – Fiscal Year 2007



Revenues – Fiscal Year 2006



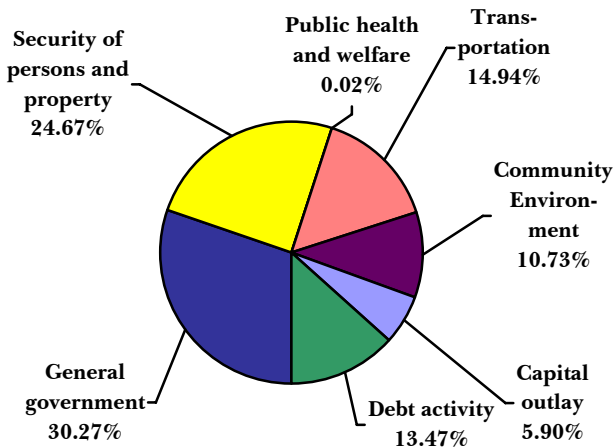
Security of persons and property and transportation expenditures increased due to increased wages paid and increased services provided by the Village. Capital outlay expenditures decreased due to fewer construction projects entered into by the Village.

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

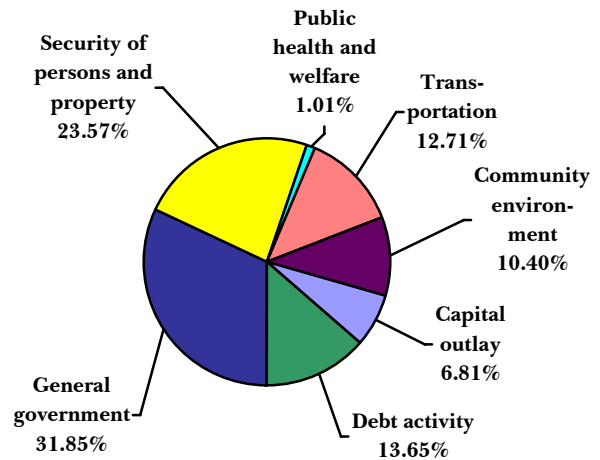
The tables that follow assist in illustrating the expenditures of the general fund.

<u>Expenditures</u>	<u>2007 Amount</u>	<u>2006 Amount</u>	<u>Percent Change</u>
General government	\$ 2,786,621	\$ 2,844,719	-2.04%
Security of persons and property	2,271,595	2,105,139	7.91%
Public health and welfare	1,413	90,562	-98.44%
Transportation	1,375,526	1,135,156	21.18%
Community environment	988,135	928,787	6.39%
Capital outlay	543,629	608,282	-10.63%
Debt activity	1,240,052	1,219,578	1.68%
Total Expenditures - General Fund	<u>\$ 9,206,971</u>	<u>\$ 8,932,223</u>	<u>3.08%</u>

Expenditures – Fiscal Year 2007



Expenditures – Fiscal Year 2006



Economic Opportunity Fund

The Village's Economic Opportunity fund receives income tax revenue pledged to the New Albany Community Authority and the New Albany-Plain Local School District. The Economic Opportunity fund had \$8,924,600 in revenues and \$8,822,000 in expenditures during 2007.

Windsor TIF Fund

The Village's Windsor TIF fund had \$440,412 in revenues and \$74,516 in expenditures during 2007. The Windsor TIF fund's balance increased \$365,896 during 2007. This increase is due to an increase in

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

payment in lieu of taxes (PILOT) revenues during 2007 compared to 2006 resulting from additional assessed property valuation on newly constructed residential housing.

Economic Development Fund

The Village's Economic Development fund had revenues of \$4,174,362 and \$3,197,999 in expenditures and other financing uses during 2007. The Economic Development fund's balance increased \$976,363 during 2007 due to increased funding received from the New Albany Community Authority's Economic Development fund.

Budgeting Highlights

The Village's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the Village's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the Village's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly.

Budgetary information is presented for the general fund, Economic Opportunity fund, Windsor TIF fund and Economic Development fund. In the general fund, the actual revenues and other financing sources came in \$156,655 higher than they were in the final budget and actual expenditures and other financing uses were \$1,318,744 less than the amount in the final budget. Budgeted revenues increased \$1,246,896 from the original to the final budget due primarily to an increase in projected income tax revenue. Final appropriations were increased \$1,082,767 from the original appropriation amounts.

In the Economic Opportunity fund, the actual revenues came in \$953,758 lower than the final budget and actual expenditures were \$953,758 less than the amount in the final budget. Budgeted revenues were increased \$2,045,596 from the original to the final budget. Original and final appropriations were increased \$2,045,598 from the original to the final budget.

In the Windsor TIF fund, the actual revenues came in \$29,588 lower than the final budget and actual expenditures were \$275,696 less than the amount in the final budget. Budgeted revenues were increased \$275,000 from the original to the final budget. Original and final appropriations were increased \$104,000 from the original to the final budget.

In the Economic Development fund, the actual revenues came in \$1,075,638 lower than the final budget and actual expenditures and other financing uses were \$1,750,000 less than the amount in the final budget. The Economic Development fund did not have an original budget.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2007, the Village had \$79,849,147 (net of accumulated depreciation) invested in land, buildings and improvements, equipment, vehicles, infrastructure and construction in progress.

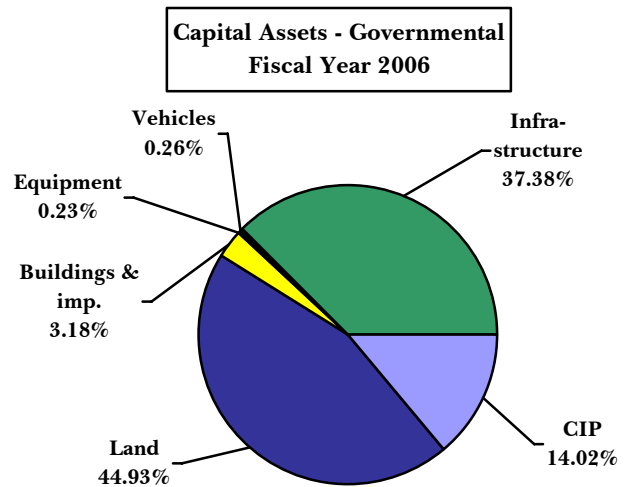
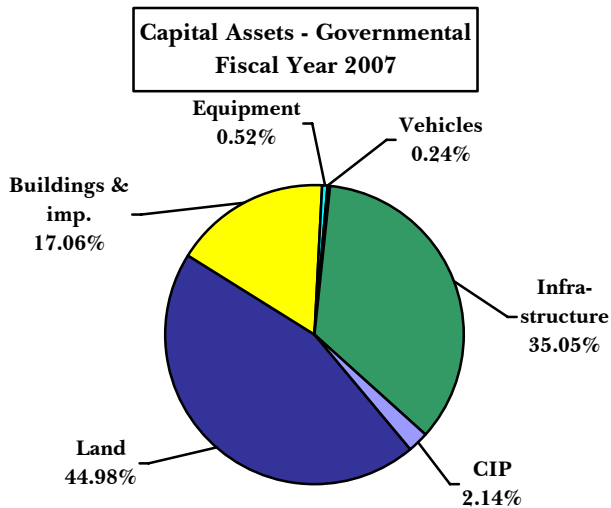
VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

The following table shows fiscal year 2007 balances compared to 2006 (see note 9 to the basic financial statements):

Capital Assets at December 31
(Net of Depreciation)

	Governmental Activities	
	2007	2006
Land	\$ 35,919,390	\$ 34,038,140
Construction-in-progress	1,710,954	10,618,874
Buildings and improvements	13,624,463	2,406,968
Furniture and equipment	411,825	176,631
Vehicles	195,299	194,153
Infrastructure	27,987,216	28,324,919
Total Capital Assets - Governmental	\$ 79,849,147	\$ 75,759,685

The following graphs show the breakdown of governmental capital assets by category for 2007 and 2006.



VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

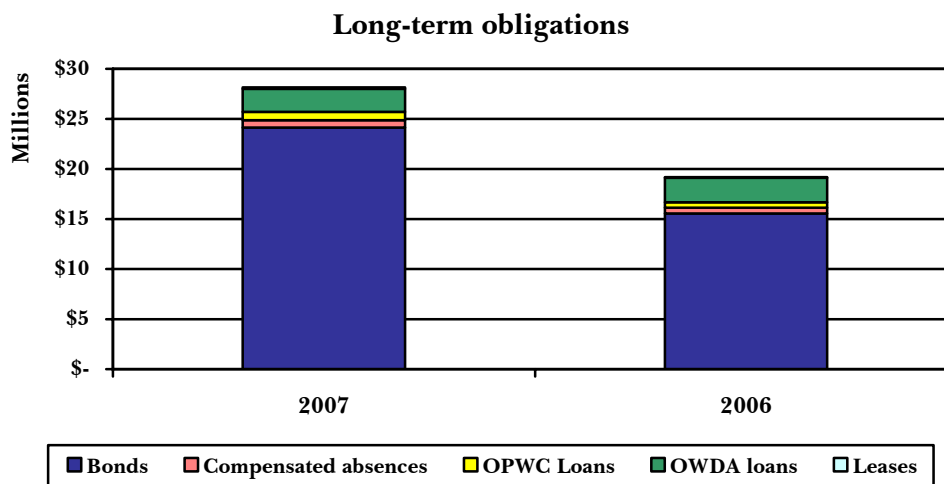
Debt Administration

The Village had the following long-term obligations outstanding at December 31, 2007 and 2006 (see note 12 to the basic financial statements).

	<u>2007</u>	<u>2006</u>
General obligation bonds	\$ 12,465,000	\$ 12,715,000
Capital improvement bonds	2,655,000	2,840,000
Capital facilities bonds	9,005,000	-
Compensated absences	742,621	577,072
Capital lease obligation payable	135,687	70,602
OWDA loans	2,304,013	2,441,537
OPWC loans	<u>826,033</u>	<u>531,519</u>
Total long-term obligations	<u>\$ 28,133,354</u>	<u>\$ 19,175,730</u>

The large increase in long-term obligations is due mainly to the Village issuing \$9,005,000 in general obligation bonds during 2007 to retire \$8,606,000 in bond anticipation notes. The Village also received \$345,595 in OPWC loans. See Note 12 for detail on long-term obligations.

A comparison of the long-term obligations of 2007 and 2006 by category is depicted in the following chart:



Economic Condition and Outlook

The Village of New Albany is an extremely unique entity in many respects. Although still a Village by the 2000 Census Population, New Albany plans, develops and operates like many larger cities. The current estimated population is nearly 6,400, and reflects a population growth rate of 71% in just 7 years. The Village is poised for continued growth in all areas. Strategically located along the recently improved and expanded State Route 161, New Albany is within 3 minutes of the I-270 outerbelt in the northeast quadrant of the greater Columbus metropolitan area. All of the major transportation

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

amenities are a short distance away: 15 minutes from Port Columbus International Airport and 20 minutes from downtown Columbus.

Residential Activity

The Village of New Albany has experienced tremendous, rapid growth over the past 10 years. From an estimated 2,753 residents in 1997 to the United States Census Bureau 2006 Population Estimate of 6,354. This impressive rate of growth has been managed successfully through the development and adoption of the Village's Strategic Land Use Plan. The Plan divides the Village into residential, retail and other development types to facilitate economic growth without unduly burdening the school district and other Village and Township services.

In 2006, New Albany created nine (9) new Tax Incentive Financing Districts. The projected net present value of the TIF Districts is \$23 million. The funds will be used to pay for public infrastructure projects such as road improvements and trail connections.

Commercial Activity

In 2007, economic development efforts in New Albany focused on creating and improving the Village's infrastructure to attract high-tech businesses. The Village recognizes that broadband internet connectivity is becoming a key infrastructure component similar to roads, electricity and water/sewer lines. Ten years ago, the Village entered into a private/public partnership with The New Albany Company to invest \$20 million in the development of roads and utilities to create 'shovel-ready' sites for commercial development. In 2007, the Village and American Electric Power (AEP) entered into a similar arrangement to create the New Albany Net, a robust, redundant fiber optic network that provides connectivity to the Central Ohio Research Network. The Village's fiber loop will be used as an incentive to locate technology-related companies in the Village.

Business Park

In 2007, over 1.3 million square feet of commercial space in New Albany was either under construction or in the planning phase. Over 1.5 million square feet of commercial development has been added since 2006. In order to retain current businesses in the Village and promote existing available space, New Albany implemented a comprehensive Business Retention & Expansion Program in June 2005. Establishing and maintaining relationships with existing Village businesses to identify growth opportunities is a vital component of the BR&E program. Commercial Vehicle Group (CVG) and Tween Brands are two good examples of how the Village attracted, retained and helped grow international companies.

Several large companies either expanded or relocated their corporate headquarters in the Village during 2007. In addition, a developer has recently announced plans to construct a 265,000 square foot office park with convenient access to the expressway. The development is expected to generate over 1,000 new jobs and over \$500,000 per year in additional revenue for the Village.

Village Center

The Village Center is the heart and soul of the community. The guidelines for the development of this area, as outlined by the adopted Village Center plan, create a vibrant urban streetscape that is anchored by traditional 'town center' amenities such as the library, Village Hall and Post Office. Future

VILLAGE OF NEW ALBANY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007

development plans will result in a pedestrian-friendly, mixed-use environment with a high concentration of residential units, office and retail uses.

Incentives

New Albany also offers a competitive real property tax abatement package that provides for up to fifteen (15) years of property tax abatement for up to 100%. The New Albany Plain Local School District has been instrumental in partnering with the Village to adopt a compensation agreement for all properties within eligible tax abated areas. Since 2006, New Albany paid the school district over \$3.1 million in income tax revenue as an offset for the taxes they would have otherwise received in the business park.

Quality of Life

New Albany has many amenities for the residential and business population. The unique urban Village design creates an opportunity for connectivity to the library, restaurants, retail and specialty shops through leisure trails and paths. The topography is arguably some of the most scenic in central Ohio with breathtaking wooded settings and esteemed golf courses. Our residential neighborhoods, from the country club communities to the traditionally designed communities, offer residents a range of housing styles and price points while maintaining the highest level of quality and attention to detail. The new Wexner Park and Pavilion features a playground complex, a pavilion and a commons area for community gatherings. The Rose Run Streamside Park is a passive park in the heart of the Village that will serve as a focal point for residents and employees to walk and enjoy nature.

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the Village's finances and to show the Village's accountability for the money it receives. If you have questions about this report or need additional financial information contact: James M. Nicholson, Director of Finance, Village of New Albany, 99 W. Main Street, P.O. Box 188, New Albany, Ohio 43054 or email finance@villageofnewalbany.org.

VILLAGE OF NEW ALBANY, OHIO

STATEMENT OF NET ASSETS

DECEMBER 31, 2007

	Governmental Activities
<u>ASSETS</u>	
Equity in pooled cash and cash equivalents and investments	\$ 15,928,773
Receivables (net of allowances for uncollectibles):	
Income taxes	5,878,064
Property and other taxes	1,020,622
Accounts	79,340
Accrued interest	118,646
Due from other governments	3,181,136
Prepayments	86,506
Materials and supplies inventory	41,450
Unamortized bond issuance costs	188,808
Capital assets:	
Land and construction in progress	37,630,344
Depreciable capital assets, net	42,218,803
Total capital assets	79,849,147
Total Assets	\$ 106,372,492
<u>LIABILITIES</u>	
Accounts payable	\$ 470,251
Retainage payable	186,087
Contracts payable	671,552
Accrued wages and benefits	140,767
Due to other governments	3,016,530
Unearned revenue	971,094
Accrued interest payable	93,075
Long-term liabilities:	
Due within one year	983,112
Due in more than one year	27,167,851
Total Liabilities	\$ 33,700,319
<u>NET ASSETS</u>	
Invested in capital assets, net of related debt	\$ 63,767,427
Restricted for:	
Debt service	6,619
Capital projects	6,485,030
Street construction and maintenance	601,048
Safety programs	117,255
Economic development programs	1,078,963
Tax increment financing programs	3,910,411
Other purposes	18,328
Unrestricted (deficit)	(3,312,908)
Total Net Assets	\$ 72,672,173

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2007

	Program Revenues			Net Revenue (Expense) and Change in Net Assets	
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
Governmental Activities:					
General government	\$ 3,869,801	\$ 845,223	\$ 46,168	\$ -	\$ (2,978,410)
Security of persons and property	2,487,326	113,263	-	-	(2,374,063)
Public health and welfare	1,413	-	-	-	(1,413)
Transportation	2,917,171	-	251,189	1,811,250	(854,732)
Community environment	974,009	405,506	-	-	(568,503)
Leisure time activity	27,752	-	-	-	(27,752)
Economic development	10,554,529	-	4,174,362	-	(6,380,167)
Interest and fiscal charges	1,252,227	-	-	-	(1,252,227)
Total Governmental Activities	\$ 22,084,228	\$ 1,363,992	\$ 4,471,719	\$ 1,811,250	\$ (14,437,267)
General Revenues:					
<i>Property taxes levied for:</i>					
General fund					\$ 959,705
<i>Income taxes levied for:</i>					
General fund					8,751,269
Special revenue					9,085,097
Capital projects					1,264,840
Grants and entitlements not restricted to specific programs					484,214
Investment earnings					978,234
Payment in lieu of taxes					1,380,092
Miscellaneous					198,927
					\$ 23,102,378
Change in Net Assets					\$ 8,665,111
Net Assets at Beginning of Year (Restated)					64,007,062
Net Assets At End of Year					\$ 72,672,173

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2007

	General	Economic Opportunity Fund	Windsor TIF Fund	Economic Development Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Equity in pooled cash, cash equivalents and investments	\$ 6,219,593	\$ 205,200	\$ 444,455	\$ 1,434,362	\$ 7,625,163	\$ 15,928,773
<i>Receivables (net of allowance for uncollectibles):</i>						
Income taxes	2,679,200	2,828,268	-	-	370,596	5,878,064
Property and other taxes	1,020,622	-	-	-	-	1,020,622
Accounts	78,554	-	-	-	786	79,340
Accrued interest	107,395	-	-	-	11,251	118,646
Due from other governments	106,670	-	2,869,130	-	205,336	3,181,136
Prepayments	86,506	-	-	-	-	86,506
Materials and supplies inventory	-	-	-	-	41,450	41,450
Total Assets	\$ 10,298,540	\$ 3,033,468	\$ 3,313,585	\$ 1,434,362	\$ 8,254,582	\$ 26,334,537
LIABILITIES						
Accounts payable	\$ 338,480	\$ 102,600	\$ -	\$ 12,999	\$ 16,172	\$ 470,251
Contracts payable	-	-	-	445,000	226,552	671,552
Retainage payable	-	-	-	-	186,087	186,087
Accrued wages and benefits	140,767	-	-	-	-	140,767
Due to other governments	187,597	1,375,543	-	-	665	1,563,805
Deferred revenue	1,740,691	1,452,725	2,869,130	-	380,193	6,442,739
Unearned revenue	971,094	-	-	-	-	971,094
Total Liabilities	\$ 3,378,629	\$ 2,930,868	\$ 2,869,130	\$ 457,999	\$ 809,669	\$ 10,446,295
FUND BALANCES						
Reserved for encumbrances	541,458	102,600	-	302,001	924,371	1,870,430
Reserved for prepayments	86,506	-	-	-	-	86,506
Reserved for debt service	-	-	-	-	6,593	6,593
Reserved for materials & supplies	-	-	-	-	41,450	41,450
<i>Unreserved, undesignated reported in:</i>						
General fund	6,291,947	-	-	-	-	6,291,947
Special revenue funds	-	-	444,455	674,362	838,252	1,957,069
Capital projects funds	-	-	-	-	5,634,247	5,634,247
Total Fund Balances	\$ 6,919,911	\$ 102,600	\$ 444,455	\$ 976,363	\$ 7,444,913	\$ 15,888,242
Total Liabilities & Fund Balances	\$ 10,298,540	\$ 3,033,468	\$ 3,313,585	\$ 1,434,362	\$ 8,254,582	\$ 26,334,537

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2007

Total Governmental Fund Balances **\$ 15,888,242**

Amounts reported for governmental activities in the Statement of Net Assets are different due to the following:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 79,849,147

Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.

Delinquent property taxes	\$	49,528
Income taxes		3,260,398
Fines and forfeitures		1,956
Payment in lieu of taxes		2,840,985
Intergovernmental revenues		262,764
Accrued interest		27,108
		6,442,739

Total Long-Term Assets **6,442,739**

Unamortized premiums on bond issuance is not recognized in the funds. (17,609)

Unamortized bond issuance costs are not recognized in the funds. 188,808

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. The long-term liabilities are as follows:

Accrued interest payable	\$	(93,075)
General obligation bonds		(24,125,000)
OWDA loans		(2,304,013)
OPWC loans		(826,033)
Compensated absences		(742,621)
Intergovernmental payable		(1,452,725)
Capital lease payable		(135,687)
		(29,679,154)

Total Long-Term Liabilities **(29,679,154)**

Net Assets of Governmental Activities **\$ 72,672,173**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	General	Economic Opportunity Fund	Windsor TIF Fund	Economic Development Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Income taxes	\$ 7,939,779	\$ 8,924,600	\$ -	\$ -	\$ 1,134,900	\$ 17,999,279
Property and other taxes	959,705	-	-	-	-	959,705
Charges for services	266,115	-	-	-	64,217	330,332
Licenses and permits	411,667	-	-	-	515,817	927,484
Fines and forfeitures	107,558	-	-	-	7,298	114,856
Intergovernmental	402,579	-	43,258	-	305,636	751,473
Payment in lieu of taxes	-	-	397,154	-	1,273,725	1,670,879
Investment income	890,810	-	-	-	92,783	983,593
Contributions	-	-	-	4,174,362	-	4,174,362
Donations	-	-	-	-	26,180	26,180
Other	83,772	-	-	-	88,975	172,747
Total Revenues	\$ 11,061,985	\$ 8,924,600	\$ 440,412	\$ 4,174,362	\$ 3,509,531	\$ 28,110,890
EXPENDITURES						
<i>Current:</i>						
General government	\$ 2,786,621	\$ -	\$ 74,516	\$ -	\$ 724,984	\$ 3,586,121
Security of persons and property	2,271,595	-	-	-	11,190	2,282,785
Public health and welfare	1,413	-	-	-	-	1,413
Transportation	1,375,526	-	-	-	281,710	1,657,236
Community environment	988,135	-	-	-	-	988,135
Leisure time activity	-	-	-	-	27,752	27,752
Economic development	-	8,822,000	-	1,052,999	-	9,874,999
Capital outlay	543,629	-	-	445,000	2,858,064	3,846,693
<i>Debt service:</i>						
Principal retirement	504,037	-	-	-	188,605	692,642
Interest and fiscal charges	736,015	-	-	-	483,480	1,219,495
Bond issuance costs	-	-	-	-	192,758	192,758
Total Expenditures	\$ 9,206,971	\$ 8,822,000	\$ 74,516	\$ 1,497,999	\$ 4,768,543	\$ 24,370,029
Excess (deficiency) of revenues over (under) expenditures	1,855,014	102,600	365,896	2,676,363	(1,259,012)	3,740,861
OTHER FINANCING SOURCES/(USES)						
OPWC loans issued	\$ -	\$ -	\$ -	\$ -	\$ 345,595	\$ 345,595
Sale of bonds	-	-	-	-	9,005,000	9,005,000
Premium on bonds sold	-	-	-	-	17,977	17,977
Capital lease transaction	134,122	-	-	-	-	134,122
Transfers in	-	-	-	-	2,686,000	2,686,000
Transfers out	(353,000)	-	-	(1,700,000)	(633,000)	(2,686,000)
Total Other Financing Sources/(Uses)	\$ (218,878)	\$ -	\$ -	\$ (1,700,000)	\$ 11,421,572	\$ 9,502,694
NET CHANGE IN FUND BALANCES	\$ 1,636,136	\$ 102,600	\$ 365,896	\$ 976,363	\$ 10,162,560	\$ 13,243,555
Fund balances (deficit) at beginning of year	5,283,775	-	78,559	-	(2,717,647)	2,644,687
FUND BALANCES AT END OF YEAR	\$ 6,919,911	\$ 102,600	\$ 444,455	\$ 976,363	\$ 7,444,913	\$ 15,888,242

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2007

Net Change in Fund Balances - Total Governmental Funds **\$ 13,243,555**

Amounts reported for governmental activities in the Statement of Activities are different due to the following:

Government funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Capital outlays	\$	4,289,436	
Depreciation expense		(1,931,072)	
Total			2,358,364

The net effect of various miscellaneous transactions involving capital assets is to increase net assets. The Village received \$1,811,250 in capital contributions and recorded (\$80,152) disposal in capital assets, net. 1,731,098

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

Income taxes	\$	1,101,927	
Fines and forfeitures		(8,680)	
Payment in lieu of taxes		(290,787)	
Intergovernmental revenue		30,098	
Interest		(5,359)	
Total			827,199

Repayment of bond, loan and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets. 692,642

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated absences	\$	(165,549)	
Intergovernmental payable		(679,530)	
Total			(845,079)

Premiums on debt issuances are recognized as an other financing source in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities. (17,977)

Bond issuance costs are recognized as expenditures in the governmental fund, however, they are amortized over the life of the issuance in the statement of activities. 192,758

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in more interest being reported on the statement of statement of activities.

Increase in accrued interest payable	\$	(29,150)	
Amortization of bond issue costs		(3,950)	
Amortization of bond premiums		368	
Total			(32,732)

The issuances of bonds, loans and capital leases are recognized as other financing sources in the governmental funds, however, on the statement of activities they are not reported as revenues as they increase liabilities on the statement of net assets. (9,484,717)

Change in Net Assets of Governmental Activities **\$ 8,665,111**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Income taxes	\$ 7,679,461	\$ 8,179,461	\$ 8,382,068	\$ 202,607
Property and other taxes	906,615	954,115	959,305	5,190
Charges for services	318,780	276,130	264,450	(11,680)
Licenses and permits	470,500	470,500	425,471	(45,029)
Fines and forfeitures	105,000	105,000	110,314	5,314
Intergovernmental	393,565	705,611	516,437	(189,174)
Investment income	220,000	400,000	609,615	209,615
Other	55,000	55,000	27,741	(27,259)
Total Revenues	\$ 10,148,921	\$ 11,145,817	\$ 11,295,401	\$ 149,584
<u>EXPENDITURES</u>				
<i>Current:</i>				
General government	\$ 3,023,119	\$ 3,572,827	\$ 3,251,571	\$ 321,256
Security of persons and property	2,477,624	2,560,837	2,241,454	319,383
Transportation	1,746,329	1,799,329	1,496,038	303,291
Community environment	1,394,255	1,414,555	1,135,608	278,947
Capital outlay	525,784	562,330	466,463	95,867
<i>Debt service:</i>				
Principal retirement	435,000	435,000	435,000	-
Interest and fiscal charges	732,048	732,048	732,048	-
Total Expenditures	\$ 10,334,159	\$ 11,076,926	\$ 9,758,182	\$ 1,318,744
Excess (deficiency) of revenues over (under) expenditures	(185,238)	68,891	1,537,219	1,468,328
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	(263,000)	(353,000)	(353,000)	-
Advances in	-	250,000	250,000	-
Advances out	-	(250,000)	(250,000)	-
Sale of capital assets	-	-	7,071	7,071
Total Other Financing Sources (Uses)	\$ (263,000)	\$ (353,000)	\$ (345,929)	\$ 7,071
NET CHANGE IN FUND BALANCES	\$ (448,238)	\$ (284,109)	\$ 1,191,290	\$ 1,475,399
Fund balances at beginning of year	3,365,869	3,365,869	3,365,869	-
Prior year encumbrances appropriated	569,932	569,932	569,932	-
FUND BALANCES AT END OF YEAR	\$ 3,487,563	\$ 3,651,692	\$ 5,127,091	\$ 1,475,399

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ECONOMIC OPPORTUNITY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Income taxes	\$ 8,347,351	\$ 10,392,947	\$ 9,439,189	\$ (953,758)
Total Revenues	\$ 8,347,351	\$ 10,392,947	\$ 9,439,189	\$ (953,758)
<u>EXPENDITURES</u>				
Economic development	\$ 8,347,349	\$ 10,392,947	\$ 9,439,189	\$ 953,758
Total Expenditures	\$ 8,347,349	\$ 10,392,947	\$ 9,439,189	\$ 953,758
NET CHANGE IN FUND BALANCE	\$ 2	\$ -	\$ -	\$ -
Fund balance at beginning of year	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ 2	\$ -	\$ -	\$ -

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WINDSOR TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 70,000	\$ 70,000	\$ 43,258	\$ (26,742)
Payment in lieu of taxes	125,000	400,000	397,154	(2,846)
Total Revenues	\$ 195,000	\$ 470,000	\$ 440,412	\$ (29,588)
<u>EXPENDITURES</u>				
<i>Current:</i>				
General government	\$ 2,000	\$ 106,000	\$ 90,304	\$ 15,696
<i>Debt Service</i>				
Principal retirement	\$ 250,000	\$ 250,000	\$ -	\$ 250,000
Interest and fiscal charges	10,000	10,000	-	10,000
Total Debt Service	\$ 260,000	\$ 260,000	\$ -	\$ 260,000
Total Expenditures	\$ 262,000	\$ 366,000	\$ 90,304	\$ 275,696
NET CHANGE IN FUND BALANCE	\$ (67,000)	\$ 104,000	\$ 350,108	\$ 246,108
Fund Balance at Beginning of Year	94,347	94,347	94,347	-
FUND BALANCE AT END OF YEAR	\$ 27,347	\$ 198,347	\$ 444,455	\$ 246,108

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ECONOMIC DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Contributions	\$ -	\$ 5,250,000	\$ 4,174,362	\$ (1,075,638)
Total Revenues	\$ -	\$ 5,250,000	\$ 4,174,362	\$ (1,075,638)
<u>EXPENDITURES</u>				
<i>Current:</i>				
Economic Development	\$ -	\$ 3,550,000	\$ 1,800,000	\$ 1,750,000
Total expenditures	\$ -	\$ 3,550,000	\$ 1,800,000	\$ 1,750,000
Excess of revenues over expenditures	-	1,700,000	2,374,362	674,362
<u>OTHER FINANCING USES</u>				
Transfers out	\$ -	\$ (1,700,000)	\$ (1,700,000)	\$ -
	\$ -	\$ (1,700,000)	\$ (1,700,000)	\$ -
NET CHANGE IN FUND BALANCE	\$ -	\$ -	\$ 674,362	\$ 674,362
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ -	\$ -	\$ 674,362	\$ 674,362

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF NEW ALBANY, OHIO
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2007

	Agency
<u>ASSETS</u>	
Equity in pooled cash, cash equivalents and investments	\$ 1,446,989
Total Assets	\$ 1,446,989
<u>LIABILITIES</u>	
Deposits held and due to others	\$ 1,446,989
Total Liabilities	\$ 1,446,989

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**VILLAGE OF NEW ALBANY
FRANKLIN & LICKING COUNTIES, OHIO**

SCHEDULE OF NOTES TO THE FINANCIAL STATEMENTS

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**VILLAGE OF NEW ALBANY
FRANKLIN & LICKING COUNTIES, OHIO**

SCHEDULE OF NOTES TO THE FINANCIAL STATEMENTS

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VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 1 - DESCRIPTION OF THE VILLAGE

The Village of New Albany (the "Village") is an independent political subdivision of the State of Ohio and operates subject to the provisions of the Ohio Constitution, the Village Charter, and various sections of the Ohio Revised Code. The Village is located in the northeast section of Franklin County, Ohio, in the Columbus metropolitan area, and encompasses approximately 11.5 square miles.

The Village was founded in 1837 and incorporated as a Village in 1856. The Village operates under a Charter that was approved by the voters on November 3, 1992, and became effective on January 1, 1993. The Village is organized as a Mayor-Council-Administrator form of government.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements (BFS) of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The Village also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental funds provided they do not conflict with or contradict GASB pronouncements. The most significant of the Village's accounting policies are described below.

A. Reporting Entity

For financial reporting purposes, the Village's BFS include all funds, agencies, boards, commissions, and departments for which the Village is financially accountable. Financial accountability, as defined by the GASB, exists if the Village appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens on, the Village. The Village may also be financially accountable for governmental organizations with a separately elected governing board, a governing board appointed by another government, or a jointly appointed board that is fiscally dependent on the Village. The Village also took into consideration other organizations for which the nature and significance of their relationship with the Village are such that exclusion would cause the Village's basic financial statements to be misleading or incomplete. The Village has no component units.

To provide necessary services to its citizens, the Village is divided into various departments including police, fire fighting and prevention, street maintenance, parks and recreation, public service and planning, and zoning. The operation of each of these departments is directly controlled by the Village, through the budgetary process and therefore is included as a part of the reporting entity.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

The following organizations are described due to their significant relationship to the Village:

JOINTLY GOVERNED ORGANIZATIONS:

Jeanne B. McCoy Community Center for the Arts

In 2004, the Village entered into a joint operating agreement with New Albany-Plain Local School District (the "District"), Plain Township (the "Township") and the New Albany Community Foundation (the "Foundation") for the operations of the Jeanne B. McCoy Community Center for the Arts (the "Center"). The Center was constructed through a joint collaboration between the Village, District and Township. Each of these entities owns a portion of the Center, as tenants in common, equal to their financial contribution of the construction. The Village, District and Township have committed amounts not to exceed \$5 million, \$5 million and \$3 million, respectively, to supplement the construction of the Center. The Village made the \$3 million contribution to the Center on behalf of the Township in exchange for tax revenues from three area tax increment financing agreements. The Foundation has secured over \$8 million in gifts and pledges to the Center to date. Approximately \$2.5 million has already been contributed toward the construction of the "teaching wing" and other improvements to the facility, as well as seeding the newly formed 501(c)(3) organization responsible for community programming. The Foundation's remaining funds are earmarked for endowments that will support ongoing educational and cultural programming at the McCoy Center for students and residents.

A 15-member Board of Directors ("the board") governs the Jeanne B. McCoy Community Center for the Arts Inc., a 501(c)(3) organization formed to present community programming. Each of the founding members, along with the board itself, appoints the members of the board. The Village, the District, the Township and the Foundation each appoint three members to the board. The remaining three positions are appointed by the member-appointed twelve board members. The Village does not appoint a voting majority of the Board.

The Village has no ongoing financial interest or responsibility in the operation of the Center. The Board approves the operating budget of the Center. Complete financial statements for the Center may be obtained from the Treasurer of the New Albany-Plain Local School District at 99 West Main Street, 2nd Floor, New Albany, OH 43054.

New Albany - Plain Local Joint Park District

The New Albany Plain-Local Joint Park District (the "Park District") is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the participating entities as follows: (1) The Village of New Albany; (2) Plain Township; (3) The New Albany-Plain Local School District. The Park District possesses its own budgeting and taxing authority.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

B. Basis of Presentation - Fund Accounting

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

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the Village as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

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

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

C. Fund Accounting

The Village uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary. The Village does not have proprietary funds.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

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

General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund.

Economic Opportunity Fund - The Economic Opportunity fund accounts for financial resources pledged to the New Albany Community Authority and the New Albany-Plain Local School District for public infrastructure improvements. This fund consists of three distinct economic opportunity zones. These zones are the Oak Grove, Central College and Blacklick sub areas.

Windsor TIF Fund - The Windsor TIF fund accounts for resources collected from Lansdowne, Windsor and Souder East tax incremental financing areas.

Economic Development Fund - The Economic Development fund accounts for financial resources received from the New Albany Community Authority for miscellaneous projects throughout the Village.

Other governmental funds of the Village are used to account for (a) the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs; (b) financial resources to be used for the acquisition, construction, or improvement of capital facilities; and (c) for grants and other resources whose use is restricted to a particular purpose.

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

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

D. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the Village are included on the statement of net assets.

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

E. Basis of Accounting

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

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

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

Nonexchange transactions, in which the Village receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned (See Note 7). Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Village must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Village on a reimbursement basis.

On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Unearned Revenue and Deferred Revenue - Unearned revenue and deferred revenue arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2007, but which were levied to finance year 2008 operations, and other revenues received in advance of the fiscal year for which they were intended to finance, have been recorded as unearned revenue. Income taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at December 31, 2007, are recorded as deferred revenue.

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

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

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

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

F. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. For all funds, Council appropriations are made by fund and program/department to salary & related, contractual services, general operating, capital outlay, debt service and transfers. This is known as the legal level of budgetary control. Budgetary modifications may only be made by ordinance of the Village Council at the legal level of control. All funds, except agency funds, are legally required to be budgeted.

Tax Budget - A tax budget of estimated revenue and expenditures for all funds is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the Village by September 1. As part of this certification, the Village receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the Village must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include unencumbered cash balances at December 31 of the preceding year. The certificate may be further amended during the year if the Village Finance Director determines, and the Budget Commission agrees, that the estimate needs to be either increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificates of estimated resources issued during 2007.

Appropriations - A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the legal level of budgetary control. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The appropriations at the legal level of control for a fund may only be modified during the year by an ordinance of Council. The amounts on the budgetary statement reflect the original and final appropriation amounts, including all amendments and modifications legally enacted by Council.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

Lapsing of Appropriations - At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbrances are carried forward and are not reappropriated as part of the subsequent year appropriations.

G. Cash and Cash Equivalents

Cash balances of the Village's funds are pooled and invested in investments maturing within ten years in order to provide improved cash management. Individual fund integrity is maintained through Village records. Each fund's interest in the pooled bank account is presented on the financial statements as "Equity in Pooled Cash, Cash Equivalents and Investments".

During fiscal year 2007, investments were limited to federal agency securities, a U.S. Government money market account, and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio).

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

The Village has invested funds in STAR Ohio during fiscal 2007. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares price which is the price the investment could be sold for on December 31, 2007.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. During fiscal 2007, interest revenue credited to the general fund amounted to \$890,810 which includes \$556,579 assigned from other Village funds.

For purpose of presentation on the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the Village are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the Village's investment account at year-end is provided in Note 4.

VILLAGE OF NEW ALBANY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

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

H. Inventories of Materials and Supplies

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

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance reserve which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption.

I. Capital Assets

These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and deductions during the year. Donated capital assets are recorded at their fair market values as of the date received. The Village chose not to retroactively report infrastructure in accordance with Phase III implementation of GASB 34. The Village's infrastructure consists of curbs, sidewalks, and streets constructed or improved after fiscal year 2003. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. During 2007, the Village implemented a capital asset policy that changed the capital asset threshold from \$5,000 for all asset classes to the amounts noted below. Capital assets within a class can have different thresholds depending on the asset category within the class. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Capitalization Threshold</u>
Buildings & improvements	10 - 50 years	\$10,000
<u>Equipment:</u>		
Athletic, grounds, agricultural, appliances/food service, audiovisual, books/multimedia, photocopiers, & construction equipment	5 - 15 years	\$10,000
All other equipment	3 - 20 years	\$5,000
Vehicles	6 - 15 years	\$25,000
<u>Infrastructure:</u>		
Traffic lights	15 - 20 years	\$15,000
All other infrastructure	15 - 50 years	\$25,000

J. Compensated Absences

Compensated absences of the Village consist of vacation leave and sick leave to the extent that payment to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the Village and the employee.

In conformity with GASB Statement No. 16, "Accounting for Compensated Absences", vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the Village will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at December 31 by all employees.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments. Village 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.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

K. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

L. Prepayments

Payments made to vendors for services that will benefit beyond December 31, 2007, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which it was consumed.

M. Interfund Activity

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

N. Fund Balance Reserves

Reserved fund balances indicate that portion of fund equity which is not available for current appropriation or use. The unreserved and designated portions of fund equity reflected in the governmental funds are available for use within the specific purposes of the funds.

VILLAGE OF NEW ALBANY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

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

The Village reports a reservation of fund balance for amounts representing encumbrances outstanding, prepayments, debt service and materials and supplies inventory in the governmental fund financial statements.

O. Unamortized Issuance Costs/Bond Premium

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight line method. The unamortized portion of issuance costs are recorded as unamortized bond issuance costs on the statement of net assets.

Bond premiums are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

On the governmental fund financial statements, issuance costs and bond premiums are recognized in the current period. The reconciliation between the bonds face value and the amount reported on the statement of net assets is presented in Note 12.

P. Estimates

The preparation of the BFS in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the BFS and accompanying notes. Actual results may differ from those estimates.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

Q. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes primarily consist of the Mayor's Court computer fund (a non-major governmental fund).

The Village applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

Change in Accounting Principles

For 2007, the Village has implemented GASB Statement No. 48 "Sales and Pledges of Receivables and Intra-Entity Transfers of Assets and Future Revenues." GASB Statement No. 48 established criteria to ascertain whether certain transactions should be regarded as sales or as collateralized borrowings, as well as disclosure requirements for future revenues that are pledged and sold. GASB Statement No. 48 had the following effect on net assets of the governmental activities as previously reported at December 31, 2006:

	<u>Governmental Activities</u>
Net assets, December 31, 2006	\$ 60,875,290
Adjustment for pledged revenues receivable	<u>3,131,772</u>
Restated net assets, December 31, 2006	<u>\$ 64,007,062</u>

See Note 18 for additional disclosures.

NOTE 4 - DEPOSITS AND INVESTMENTS

State Statutes classify monies held by the Village into three categories: active, inactive and interim deposits.

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

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Inactive deposits – These monies are public deposits not required for use within the current five year period of designation of depositories as defined by the Village’s investment policy. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

Interim moneys may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer’s investment pool (STAR Ohio);
7. High grade commercial paper for a period not to exceed 180 days in an amount not to exceed twenty-five percent of the Village’s interim monies available for investment; and
8. Bankers acceptances for a period not to exceed 180 days and in an amount not to exceed twenty-five percent of the Village’s interim monies available for investment.

VILLAGE OF NEW ALBANY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

1. Bonds and other obligations guaranteed by the United States;
2. Discount notes of the Federal National Mortgage Association;
3. Bonds of the State of Ohio; and
4. Bonds of any municipal corporation, village, county, township, or other political subdivision of Ohio, as to which there is no default of principal, interest or coupons;

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

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

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

Cash on hand: At year-end, the Village had \$300 in undeposited cash on hand which is included on the financial statements of the Village as part of "Equity in pooled cash and cash equivalents and investments".

A. Deposits with Financial Institutions

At December 31, 2007, the carrying amount of all Village deposits was \$6,034,657. As of December 31, 2007, \$6,005,343 of the Village's bank balance of \$6,222,875 was exposed to custodial risk as discussed below, while \$217,532 was covered by the Federal Deposit Insurance Corporation.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Custodial credit risk is the risk that, in the event of bank failure, the Village will not be able to recover deposits or collateral securities that are in the possession of an outside party. As permitted by Ohio Revised Code, the Village's deposits are collateralized by a pool of eligible securities deposited with Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the depository bank and pledged as a pool of collateral against all public deposits held by the depository.

The Village has no deposit policy for custodial credit risk beyond the requirements of State Statute. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the Village to a successful claim by the FDIC.

B. Investments

As of December 31, 2007, the Village had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>		
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>Greater than 24 months</u>
FHLMC	\$ 3,002,340	\$ -	\$ 992,490	\$ 2,009,850
FHLB	5,635,160	-	-	5,635,160
FNMA	2,019,370	999,060	-	1,020,310
U.S. Government Money Market	554,050	554,050	-	-
STAR Ohio	129,885	129,885	-	-
Total	\$ 11,340,805	\$ 1,682,995	\$ 992,490	\$ 8,665,320

The weighted average maturity of investments is 3.22 years.

Interest Rate Risk: The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The Village's investment policy addresses interest rate risk by requiring the consideration of market conditions and cash flow requirements in determining the term of an investment.

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

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Credit Risk: STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard service rating. The federal agency securities and the U.S. government securities underlying the money market carry a rating of AAA by Standard & Poor's and Moody. The Village does not have an investment policy that addresses credit risk.

Concentration of Credit Risk: The Village's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities. The following table includes the percentage of each investment type held by the Village at December 31, 2007:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLMC	\$ 3,002,340	26.47%
FHLB	5,635,160	49.68%
FNMA	2,019,370	17.81%
U.S. Government Money Market	554,050	4.89%
STAR Ohio	129,885	1.15%
Total	<u>\$ 11,340,805</u>	<u>100.00%</u>

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

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the statement of net assets as of December 31, 2007:

<u>Cash and Investments per footnote</u>	
Carrying amount of deposits	\$ 6,034,657
Investments	11,340,805
Cash in segregated accounts	-
Cash on hand	300
Total	<u>\$ 17,375,762</u>
 <u>Cash and investments per Statement of Net Assets</u>	
Governmental activities	\$ 15,928,773
Business type activities	
Private-purpose trust funds	
Agency funds	1,446,989
Total	<u>\$ 17,375,762</u>

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 5 - INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2007, consisted of the following, as reported in the fund financial statements:

<u>Transfers to</u>	<u>General Fund</u>	<u>Economic Development Fund</u>	<u>Non-Major Special Revenue</u>	<u>Non-Major Capital Projects</u>	<u>Total</u>
Nonmajor					
Special revenue	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000
Debt Service	-	-	-	135,000	135,000
Capital Projects	<u>348,000</u>	<u>1,700,000</u>	<u>228,000</u>	<u>270,000</u>	<u>2,546,000</u>
Total	<u>\$ 353,000</u>	<u>\$ 1,700,000</u>	<u>\$ 228,000</u>	<u>\$ 405,000</u>	<u>\$ 2,686,000</u>

Transfers are used to: (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due; (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; and (4) to transfer local match amounts for OPWC projects. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

Transfers between governmental funds are eliminated on the government-wide financial statements

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the Village. Real property taxes and public utility taxes are levied after October 1 on the assessed value as of the prior January 1, the tax lien date. Assessed values are established by state law at 35 percent of appraised market value, as established by the County Auditor. All real property is required to be revalued every six years. The last revaluation was completed in 2006. Real property taxes are payable annually or semiannually. The first payment for 2007 was due December 31, with the remainder payable June 20. Under certain circumstances, State Statute permits later payment dates of property taxes to be established.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2007 public utility property taxes became a lien December 31, 2006, are levied after October 1, 2007, and are collected in 2008 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 6 - PROPERTY TAXES - (Continued)

Tangible personal property tax revenues received in 2007 (other than public utility property) represent the collection of 2007 taxes. Tangible personal property taxes received in 2007 were levied after October 1, 2006, on the true value as of December 31, 2006. Tangible personal property tax is being phased out - the assessment percentage for property, including inventory, is 12.5% for 2007. This percentage will be reduced to 6.25% for 2008 and zero for 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the Village due to the phasing out of the tax. In calendar years 2007-2010, the Village will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

Public utility property taxes are assessed on tangible personal property, as well as land and improvements.

The Franklin County Treasurer collects property taxes on behalf of all taxing districts in Franklin County, including the Village. The Franklin County Auditor periodically remits to the Village its portion of the taxes collected. The full rate for all Village operations for the year ended December 31, 2007, was \$1.94 per \$1,000.00 of assessed value. The assessed values of real and tangible personal property, upon which taxes for 2007 were collected, are as follows:

<u>Category</u>	
Real	\$ 546,807,820
Personal property	7,078,084
Public utility	<u>3,107,506</u>
Total assessed valuation	<u><u>\$ 556,993,410</u></u>

Accrued taxes receivable represent delinquent taxes outstanding and real, tangible personal, and public utility taxes which were measurable and unpaid as of December 31, 2007. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31 and are not intended to finance 2007 operations. Accordingly, the receivable is offset by a credit to "Unearned Revenue."

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 7 - LOCAL INCOME TAX

The Village levies a municipal income tax of 2.0% on all salaries, wages, commissions and other compensation; on net profits earned within the Village; and on incomes of residents earned outside of the Village. In the latter case, the Village allows a credit of 100% for any income tax paid to another municipality to a maximum of the total amount assessed.

Employers within the Village are required to withhold income tax on employees' compensation and remit the tax to the Village either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax revenue has been reported as revenue in the general fund, Economic opportunity major fund, and non-major capital projects funds to the extent that it was measurable and available to finance current operations at December 31. Income tax revenue for 2007 was \$17,999,279 on the modified accrual statements.

NOTE 8 - RECEIVABLES

Receivables at December 31, 2007, consisted of taxes, accounts (billings for user charged services), accrued interest, and intergovernmental receivables arising from grants, entitlements, and shared revenue. All intergovernmental receivables have been classified as "Due From Other Governments" on the BFS. Receivables have been recorded to the extent that they are measurable at December 31, 2007.

A summary of the principal items of receivables reported on the statement of net assets follows:

<u>Governmental Activities:</u>	
Income taxes	\$ 5,878,064
Real and other taxes	1,020,622
Accounts	79,340
Accrued interest	118,646
Due from other governments	<u>3,181,136</u>
Total	<u>\$ 10,277,808</u>

Receivables have been disaggregated on the face of the BFS. All receivables are expected to be collected within the subsequent year with the exception of the TIF receivable from the Township which will be collected over the course of the TIF agreement.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2007, was as follows:

	Balance			Balance
<u>Governmental Activities:</u>	<u>12/31/06</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/07</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 34,038,140	\$ 1,881,250	\$ -	\$ 35,919,390
Construction in progress	<u>10,618,874</u>	<u>3,675,535</u>	<u>(12,583,455)</u>	<u>1,710,954</u>
Total capital assets, not being depreciated	<u>\$ 44,657,014</u>	<u>\$ 5,556,785</u>	<u>\$(12,583,455)</u>	<u>\$ 37,630,344</u>
<i>Capital assets, being depreciated:</i>				
Buildings and improvements	2,832,146	11,360,287	-	14,192,433
Equipment	557,350	344,945	(51,301)	850,994
Vehicles	866,296	102,510	(307,503)	661,303
Infrastructure	<u>30,331,105</u>	<u>1,319,614</u>	<u>(13,934)</u>	<u>31,636,785</u>
Total capital assets, being depreciated	<u>\$ 34,586,897</u>	<u>\$ 13,127,356</u>	<u>\$ (372,738)</u>	<u>\$ 47,341,515</u>
<i>Less: accumulated depreciation:</i>				
Buildings and improvements	(425,178)	(142,792)	-	(567,970)
Equipment	(380,719)	(90,618)	32,168	(439,169)
Vehicles	(672,143)	(52,537)	258,676	(466,004)
Infrastructure	<u>(2,006,186)</u>	<u>(1,645,125)</u>	<u>1,742</u>	<u>(3,649,569)</u>
Total accumulated depreciation	<u>\$ (3,484,226)</u>	<u>\$ (1,931,072)</u>	<u>\$ 292,586</u>	<u>\$ (5,122,712)</u>
Total capital assets, being depreciated, net	<u>31,102,671</u>	<u>11,196,284</u>	<u>(80,152)</u>	<u>42,218,803</u>
Governmental activities capital assets, net	<u>\$ 75,759,685</u>	<u>\$ 16,753,069</u>	<u>\$(12,663,607)</u>	<u>\$ 79,849,147</u>

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to functions/programs of the Village as follows:

Governmental activities:

General government	\$ 182,090
Security of persons and property	99,528
Community environment	1,067
Transportation	<u>1,648,387</u>
Total depreciation expense - governmental activities	<u><u>\$ 1,931,072</u></u>

NOTE 10 - CAPITALIZED LEASES - LESSEE DISCLOSURE

During 2007, the Village entered into capital lease agreements for the acquisition of a bucket truck and copier equipment. In prior years, the Village entered into capital lease agreements for the acquisition of a street sweeper and for copier equipment.

The terms of the lease agreements provide that ownership of the equipment shall transfer to the Village at the end of the lease term. These leases meet the criteria of a capital lease as defined by Financial Accounting Standards Board (FASB) Statement No. 13 "Accounting for Leases" which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital lease payments have been reclassified and are reflected as debt service expenditures in the general fund in the fund financial statements. Capital assets, acquired by leases, have been capitalized in the amount of \$344,806, including \$251,010 in vehicles and \$93,796 in equipment. This amount is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded. Accumulated depreciation on the vehicles and equipment totaled \$137,637 and \$30,299, respectively, leaving current book values of \$113,373 and \$63,497 respectively. Copiers in the amount of \$8,128 have not been capitalized since the assets individually do not meet the Village's capitalization threshold. Principal payments in fiscal year 2007 totaled \$69,037 in the general fund.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2007:

<u>Year Ending</u> <u>December 31</u>	<u>Equipment</u>
2008	\$ 46,909
2009	42,972
2010	31,752
2011	<u>31,752</u>
Total minimum lease payments	153,385
Less: amount representing interest	<u>(17,698)</u>
Present value of future minimum lease payments	<u><u>\$ 135,687</u></u>

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 11 - OTHER EMPLOYEE BENEFITS - COMPENSATED ABSENCES

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Employees earn ten to twenty days of vacation per year, depending upon length of service and type of employment. Earned, unused vacation time is paid upon termination of employment. Employees earn sick leave at different rates depending upon length of service and type of employment. Sick leave is accrued continuously by an employee during his or her employment with the Village with no limit on the balance the employee can carry. Upon separation of employment, an employee can be paid hour for hour for the first 120 hours of accumulated, unused sick leave and one third of the remaining hours of accumulated, unused sick leave. As of December 31, 2007, the liability for unpaid compensated absences was \$742,621 for the entire Village, which is reported as a fund liability and/or on the government-wide financial statements as applicable. Compensated absences will be paid from the General fund.

NOTE 12 - LONG-TERM OBLIGATIONS

A. The maturity date, interest rate, and original issue amount for the Village's long-term obligations are as follows:

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
<u>General Obligation Bonds:</u>			
Series 2003 Capital Improvement	2033	4.99%	\$13,460,000
Municipal Building	2018	variable	4,080,000
Series 2007 Capital Facility	2027	4.00-5.00%	9,005,000
<u>Ohio Public Works Commission (OPWC) Loans:</u>			
CT06G Thompson/Harlem Road	2026	0%	98,000
CT66G Intersection Improvements for SR161	2025	0%	338,006
CC12E US62/Dublin-Granville Intersection	2011	0%	204,968
<u>Ohio Water Development Authority (OWDA) Loans:</u>			
2977 Bevelhimer/Cederbrook Waterlines	2015	6.72%	614,938
3189 Central College/Kitzmiller Waterlines	2020	6.13%	701,331
2163 Elevated Storage Tank	2020	5.77%	1,933,380

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 12 - LONG-TERM OBLIGATIONS - (Continued)

B. During fiscal year 2007, the following changes occurred in governmental activities long-term obligations:

GOVERNMENTAL ACTIVITIES	Balance 12/31/06	Additions	Reductions	Balance 12/31/07	Due in One Year
<u>General Obligation bonds:</u>					
Series 2003					
Capital Improvement	\$ 12,715,000	\$ -	\$ (250,000)	\$ 12,465,000	\$ 260,000
Municipal Building	2,840,000	-	(185,000)	2,655,000	200,000
Series 2007 Capital Facilities	-	9,005,000	-	9,005,000	75,000
Total - bonds	15,555,000	9,005,000	(435,000)	24,125,000	535,000
<u>OWDA loans:</u>					
OWDA Loan 2977					
Bevelhimer/Cederbrook waterlines	358,625	-	(32,689)	325,936	34,886
OWDA Loan 3189					
Central College/Kitzmilller waterlines	557,612	-	(27,556)	530,056	29,271
OWDA Loan 2163					
Elevated Storage Tank	1,525,300	-	(77,279)	1,448,021	81,802
<u>OPWC loans:</u>					
CTO6G - Thompson/Harlem Rd.	95,550	-	(4,900)	90,650	4,900
CT66G - SR161 intersection impr.	304,205	-	(16,900)	287,305	16,900
CC12E - US 62/SR 161 intersection impr.	131,764	-	(29,281)	102,483	29,281
CCS04 - Smith's Mill/62/Central College	-	97,588	-	97,588	-
CT67I - High & Main intersection impr	-	248,007	-	248,007	-
Total loans	2,973,056	345,595	(188,605)	3,130,046	197,040
<u>Other long-term obligations:</u>					
Compensated absences	577,072	402,464	(236,915)	742,621	211,944
Capital lease obligation	70,602	134,122	(69,037)	135,687	39,128
Total other long-term obligations	647,674	536,586	(305,952)	878,308	251,072
Total governmental activities and long-term obligations	\$ 19,175,730	\$ 9,887,181	\$ (929,557)	28,133,354	\$ 983,112
				Add: Unamortized Premium	17,609
				\$ 28,150,963	
Total on Statement of Net Assets				\$ 28,150,963	

Compensated absences reported in the "long-term liabilities" account will be paid from the general fund. Capital lease obligations will be paid from the general fund.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 12 - LONG-TERM OBLIGATIONS - (Continued)

The December 31, 2007 balance of the Series 2007 Capital Facilities bonds (\$9,005,000) and the OWDA loans (\$2,304,013) are not included in the Village's calculation of net assets invested in capital assets net of related debt as the capital assets acquired by these debt obligations are not recorded on the Village's financial statements. The Series 2007 bonds were issued to refinance bond anticipation notes previously issued to construct the OWDA and the Performing Arts Center loans were used to acquire infrastructure assets that were not required to be reported by the Village under GASB Statement No.34.

- C. As of December 31, 2007, the Village's overall legal debt margin (the ability to issue additional amounts of general obligation bonded debt) was \$55,092,708. The following is a summary of the Village's future annual debt service requirements to maturity for the general obligation bonds payable:

Year Ending December 31	Municipal Building			Series 2003 Capital Improvement		
	Principal	Interest	Total	Principal	Interest	Total
	2008	\$ 200,000	\$ 119,993	\$ 319,993	\$ 260,000	\$ 597,872
2009	200,000	111,992	311,992	270,000	590,072	860,072
2010	210,000	103,792	313,792	280,000	581,298	861,298
2011	220,000	94,973	314,973	300,000	571,497	871,497
2012	225,000	85,622	310,622	300,000	559,498	859,498
2013 - 2017	1,300,000	261,098	1,561,098	1,710,000	2,596,412	4,306,412
2018 - 2022	300,000	14,250	314,250	2,180,000	2,129,737	4,309,737
2023 - 2027	-	-	-	2,790,000	1,526,000	4,316,000
2028 - 2032	-	-	-	3,555,000	755,250	4,310,250
2033	-	-	-	820,000	41,000	861,000
Total	\$ 2,655,000	\$ 791,720	\$ 3,446,720	\$ 12,465,000	\$ 9,948,636	\$ 22,413,636

Year Ending December 31	Series 2007 Capital Facilities			Total General Obligation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
	2008	\$ 75,000	\$ 399,038	\$ 474,038	\$ 535,000	\$ 1,116,903
2009	100,000	396,037	496,037	570,000	1,098,101	1,668,101
2010	125,000	392,038	517,038	615,000	1,077,128	1,692,128
2011	360,000	387,038	747,038	880,000	1,053,508	1,933,508
2012	325,000	372,637	697,637	850,000	1,017,757	1,867,757
2013 - 2017	2,125,000	1,617,124	3,742,124	5,135,000	4,474,634	9,609,634
2018 - 2022	2,615,000	1,122,344	3,737,344	5,095,000	3,266,331	8,361,331
2023 - 2027	3,280,000	478,157	3,758,157	6,070,000	2,004,157	8,074,157
2028 - 2032	-	-	-	3,555,000	755,250	4,310,250
2033	-	-	-	820,000	41,000	861,000
Total	\$ 9,005,000	\$ 5,164,413	\$ 14,169,413	\$ 24,125,000	\$ 15,904,769	\$ 40,029,769

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

D. The following is a summary of the Village's future annual debt service requirements to maturity for the OWDA Loans payable:

Year Ending December 31	OWDA Loan #2977			OWDA Loan #3189		
	Bevelhimer/Cedarbrook Waterlines			Central College/Kitzmilller Waterlines		
	Principal	Interest	Total	Principal	Interest	Total
2008	\$ 34,886	\$ 21,903	\$ 56,789	\$ 29,271	\$ 32,051	\$ 61,322
2009	37,230	19,559	56,789	31,093	30,229	61,322
2010	39,732	17,057	56,789	33,028	28,294	61,322
2011	42,402	14,387	56,789	35,084	26,237	61,321
2012	45,251	11,537	56,788	37,267	24,055	61,322
2013 - 2017	126,435	15,536	141,971	224,155	82,453	306,608
2018 - 2020	-	-	-	140,158	13,147	153,305
Total	\$ 325,936	\$ 99,979	\$ 425,915	\$ 530,056	\$ 236,466	\$ 766,522

Year Ending December 31	OWDA Loan #2163			Total		
	Elevated Storage Tanks			All OWDA Loans		
	Principal	Interest	Total	Principal	Interest	Total
2008	\$ 81,802	\$ 82,388	\$ 164,190	\$ 145,959	\$ 136,342	\$ 282,301
2009	86,592	77,600	164,192	154,915	127,388	282,303
2010	91,658	72,531	164,189	164,418	117,882	282,300
2011	97,023	67,166	164,189	174,509	107,790	282,299
2012	102,702	61,487	164,189	185,220	97,079	282,299
2013 - 2017	611,037	209,912	820,949	961,627	307,901	1,269,528
2018 - 2020	377,207	33,266	410,473	517,365	46,413	563,778
Total	\$ 1,448,021	\$ 604,350	\$ 2,052,371	\$ 2,304,013	\$ 940,795	\$ 3,244,808

E. The following is a summary of the Village's future annual debt service requirements to maturity for the OPWC Loans payable. Loans CCS04 and CT67I are currently "open" meaning that final disbursements have not been made from the OPWC. Therefore, future debt service requirements have not been finalized and are have not been presented in the schedule of future debt services above:

Year Ending December 31	OPWC Loan #CT06G			OPWC Loan #CT66G		
	Thompson/Harlem Road Impr.			SR161 Intersection Improvements		
	Principal	Interest	Total	Principal	Interest	Total
2008	\$ 4,900	\$ -	\$ 4,900	\$ 16,900	\$ -	\$ 16,900
2009	4,900	-	4,900	16,900	-	16,900
2010	4,900	-	4,900	16,900	-	16,900
2011	4,900	-	4,900	16,900	-	16,900
2012	4,900	-	4,900	16,901	-	16,901
2013 - 2017	24,500	-	24,500	84,501	-	84,501
2018 - 2022	24,500	-	24,500	84,502	-	84,502
2023 - 2026	17,150	-	17,150	33,801	-	33,801
Total	\$ 90,650	\$ -	\$ 90,650	\$ 287,305	\$ -	\$ 287,305

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 12 - LONG-TERM OBLIGATIONS - (Continued)

Year Ending December 31	OPWC Loan #CC12E US62/SR161 Road Improvements			Total All OPWC Loans		
	Principal	Interest	Total	Principal	Interest	Total
	2008	\$ 29,281	\$ -	\$ 29,281	\$ 51,081	\$ -
2009	29,281	-	29,281	51,081	-	51,081
2010	29,281	-	29,281	51,081	-	51,081
2011	14,640	-	14,640	36,440	-	36,440
2012	-	-	-	21,801	-	21,801
2013 - 2017	-	-	-	109,001	-	109,001
2018 - 2022	-	-	-	109,002	-	109,002
2023 - 2026	-	-	-	50,951	-	50,951
Total	\$ 102,483	\$ -	\$ 102,483	\$ 480,438	\$ -	\$ 480,438

NOTE 13 - NOTES PAYABLE

On December 14, 2006, the Village issued \$8,606,000 in capital facilities notes to provide resources for the construction, furnishing and equipping of a performing arts center. A summary of the note transactions for the year ended December 31, 2007, follows:

	<u>Maturity Date</u>	<u>Outstanding 12/31/2006</u>	<u>Issued</u>	<u>Retired</u>	<u>Outstanding 12/31/2007</u>
Governmental Activities:					
Capital Facilities					
Note - 4.25%	12/13/2007	\$ 8,606,000	\$ -	\$ (8,606,000)	\$ -
Total on Statement of Net Assets		\$ 8,606,000	\$ -	\$ (8,606,000)	\$ -

The notes are backed by the full faith and credit of the Village. These notes were repaid on December 13, 2007 with the proceeds of a bond issue (see Note 12.B).

NOTE 14 - RISK MANAGEMENT

A. Risk Pool Membership

The Village belongs to the Ohio Government Risk Management Plan (the "Plan"), an unincorporated non-profit association providing a formalized, jointly administered self-insurance risk management program and other administrative services to approximately 500 Ohio governments ("Members").

Pursuant to Section 2744.081 of the Ohio Revised Code, the Plan is a separate legal entity. The Plan provides property, liability, errors and omissions, law enforcement, automobile, excess liability, crime, surety and bond, inland marine and other coverages, modified for each Member's needs. The Plan pays judgments, settlements and other expenses resulting from covered claims that exceed the Member's deductible.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 14 - RISK MANAGEMENT - (Continued)

The Plan issues its own policies and reinsures with A- VII or better rated carriers, except for a 5% portion the Plan retains. With policies effective November 1, 2005 and after, the Plan pays the lesser of 5% or \$37,500 for casualty losses up to the coverage limit and the lesser of 5% or \$100,000 for property losses up to the coverage limit. The individual members are only responsible for their self-retention (deductible) amounts, which vary from Member to Member.

The Plan's financial statements (audited by other auditors) conform with generally accepted accounting principles, and reported the following assets, liabilities and members' equity at December 31, 2007:

	<u>2007</u>
Assets	\$10,734,173
Liabilities	<u>(4,007,369)</u>
Members' Equity	<u>\$ 6,726,804</u>

B. Health, Dental, Vision and Life Insurance

Employees are covered for private medical coverage. Payments are made to the carrier by the Village on behalf of the employees. The current carrier is United Health Care of Ohio. The family and single rate is gender and age sensitive and different for each employee. Dental benefits, vision benefits, and life insurance are also provided. There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

C. Workers' Compensation

Workers' Compensation coverage is provided by the State of Ohio. The Village pays the State Workers' Compensation system a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 15 - PENSION PLANS

A. Ohio Public Employees Retirement System

The Village participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and (vested) employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377, or by visiting the OPERS website at www.opers.org.

For the year ended December 31, 2007, the members of all three plans, except those in law enforcement under the Traditional Pension Plan, were required to contribute 9.5% of their annual covered salaries. Members participating in the Traditional Pension Plan that were in law enforcement contributed 10.1% of their annual covered salary. The Village's contribution rate for pension benefits for 2007 was 8.85% for the period January 1, 2007 through June 30, 2007 and 7.85% for the period July 1, 2007 through December 31, 2007, except for those plan members in law enforcement and public safety. For those classifications, the Village's pension contributions were 12.17% of covered payroll for the period January 1, 2007 through June 30, 2007 and 11.17% of covered payroll for the period July 1, 2007 through December 31, 2007. The Ohio Revised Code provides statutory authority for member and employer contributions. The Village's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2007, 2006, and 2005 were \$298,546, \$292,623, and \$238,801, respectively; 87.11% has been contributed for 2007 and 100% has been contributed for 2006 and 2005. The unpaid contribution to fund pension obligations for 2007 in the amount of \$38,472 is recorded as a fund liability.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 15 - PENSION PLANS - (Continued)

B. Ohio Police and Fire Pension Fund

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

Plan members are required to contribute 10.0% of their annual covered salary, while the Village is required to contribute 19.5% and 24.0% for police officers and firefighters, respectively. The portion of the Village's contributions to fund pension obligations was 12.75% for police officers and 17.25% for firefighters. The Village's required contributions for pension obligations to OP&F for police officers was \$168,725 for the year ended December 31, 2007, \$190,883 for the year ended December 31, 2006 and \$171,469 for the year ended December 31, 2005. The full amount has been contributed for 2006 and 2005. 82.53% for police officers has been contributed for 2007 with the remainder being reported as a liability in the general fund.

NOTE 16 - POST-EMPLOYMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides post-employment health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the Traditional Pension or Combined Plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the Member-Directed Plan do not qualify for post-employment health care coverage. The health care coverage provided by OPERS is considered an Other Post-employment Benefit as described in GASB Statement No. 12, "Disclosure of Information on Post-employment Benefits other than Pension Benefits by State and Local Government Employers". A portion of each employer's contribution to the Traditional Pension or Combined Plans is set aside for the funding of post-employment health care based on authority granted by State statute. The 2007 local government employer contribution rate was 13.85% of covered payroll (17.17% for public safety and law enforcement); 5.00% of covered payroll was the portion that was used to fund health care for the period January 1, 2007 through June 30, 2007 and 6.00% of covered payroll was the portion that was used to fund health care for the period July 1, 2007 through December 31, 2007.

VILLAGE OF NEW ALBANY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

NOTE 16 - POST-EMPLOYMENT BENEFIT PLANS - (Continued)

Benefits are advance-funded using the entry age actuarial cost method. Significant actuarial assumptions, based on OPERS' latest actuarial review performed as of December 31, 2006, include a rate of return on investments of 6.50%, an annual increase in active employee total payroll of 4.00% compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50% and 6.30% based on additional annual pay increases. Health care premiums were assumed to increase at the projected wage inflation rate (4.00%) plus an additional factor ranging from .50% to 5.00% for the next eight years. In subsequent years, (nine and beyond) health care costs were assumed to increase at 4.00%.

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

The number of active contributing participants in the Traditional Pension and Combined Plans was 374,979 as of December 31, 2007. The Village's actual employer contributions for 2007 which were used to fund post-employment benefits were \$119,478. The actual contribution and the actuarially required contribution amounts are the same. OPERS' net assets available for payment of benefits at December 31, 2006 (the latest information available) were \$12.0 billion. At December 31, 2006 (the latest information available), the actuarially accrued liability and the unfunded actuarial accrued liability were \$30.7 billion and \$18.7 billion, respectively.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

B. Ohio Police and Fire Pension Fund

The Ohio Police and Fire Pension Fund (OP&F) provides post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person. 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.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 16 - POST-EMPLOYMENT BENEFIT PLANS - (Continued)

The health care coverage provided by OP&F is considered an Other Post-employment Benefit as described in GASB Statement No. 12, "Disclosure of Information on Post-employment Benefits other than Pension Benefits by State and Local Government Employers". The Ohio Revised Code provides the authority allowing the OP&F's Board of Trustees to provide health care coverage and states that health care costs paid from the funds of OP&F shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll, of which 6.75% of covered payroll was applied to the post-employment health care program during 2007. 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.

The Village's actual contributions for 2007 that were used to fund post-employment benefits were \$66,984 for police officers. The OP&F's total health care expense for the year ended December 31, 2006 (the latest information available) was \$120.374 million, which was net of member contributions of \$58.533 million. The number of OP&F participants eligible to receive health care benefits as of December 31, 2006 (the latest information available), was 14,120 for police officers and 10,563 for firefighters.

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues and other financing sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses and other financing uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Investments are reported at fair value (GAAP basis) rather than cost (budget basis).

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the fund financial statements) to the budgetary basis statements for all governmental funds for which a budgetary basis statement is presented.

Net Change in Fund Balance

	<u>General Fund</u>	<u>Economic Opportunity Fund</u>	<u>Windsor TIF Fund</u>	<u>Economic Development Fund</u>
Budget basis	\$1,191,290	\$ -	\$ 350,108	\$ 674,362
Net adjustment for revenue accruals	(233,416)	(514,589)	-	-
Net adjustment for expenditure accruals	(338,564)	411,989	15,788	(457,999)
Net adjustment for other financing sources (uses)	127,051	-	-	-
Adjustment for encumbrances	889,775	205,200	-	760,000
GAAP basis	<u>\$1,636,136</u>	<u>\$ 102,600</u>	<u>\$ 365,896</u>	<u>\$ 976,363</u>

NOTE 18 - PLEDGED REVENUES

A. Allocation of Pledged Revenues

On July 2, 1996, the Village adopted Resolution 13-96 establishing the New Albany Economic Opportunity Zone (the "EOZ"). Income tax revenue received by the Village each year from this zone is applied as follows: (1) administrative costs of the Regional Income Tax Agency (RITA); (2) thirty percent of the balance to be deposited with the New Albany Community Authority (the "Authority"); and (3) the remaining balance to be deposited with the New Albany - Plain Local School District (the "District").

On July 7, 1998, the Village adopted Resolution R-30-98 expanding the New Albany EOZ. Income tax revenue received by the Village each year from this expanded EOZ is applied as follows: (1) administrative costs of the Regional Income Tax Agency (RITA); (2) thirty percent of the balance to be deposited with the Authority; and (3) the remaining balance to be deposited with the District.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 18 - PLEDGED REVENUES - (Continued)

On March 2, 1999, the Village adopted Resolution R-17-99 establishing the Blacklick EOZ. Within the Blacklick EOZ, the Village established Phase I and Phase II subaccounts. Income tax revenue received by the Village each year from the Phase I of the Blacklick EOZ is applied as follows: (1) administrative costs of the Regional Income Tax Agency (RITA); (2) fifty percent of the balance to be deposited with the Authority; (3) an amount to the Plain Township Fire Department, in each of the years 2001 through 2005, as is mutually agreeable to the Village and the Plain Township Fire Department, and (4) the remaining balance to be deposited with the District to the extent of real property tax payments which the District would have received had the Village not issue the tax exemption. Income tax revenue received by the Village each year from Phase II of the Blacklick EOZ is applied as follows: (1) administrative costs of the Regional Income Tax Agency (RITA); (2) thirty percent of the balance to be deposited with the Authority; and (3) thirty-five percent to be deposited with the District to the extent of real property tax payments which the District would have received had the Village not issued the tax exemption.

B. New Albany Community Authority

The income tax revenue pledged to the Authority is used for the repayment of Multi-purpose Infrastructure Improvement Bonds, Series C (the "bonds"). These bonds were used for public infrastructure construction and improvements in the EOZ's.

In January 2004, the Authority refunded the Multi-purpose Infrastructure Improvement Bonds, Series B, using the proceeds of the Series C Bonds. The bonds have a variable interest rate, currently determined weekly, not to exceed 12%. Interest rates averaged 3.796% for 2006. The final stated maturity date is February 1, 2025. The amount of principal outstanding on the bonds at December 31, 2007 was \$10,800,000.

The Village has agreed to pledge these income tax revenues to the Authority for so long as any Authority Bonds are issued and outstanding. The Authority agrees to pledge such revenues to pay the principal of and interest and redemption premium on the Authority Bonds and any other costs, including, but not limited to, administrative, credit enhancement, trustee or other costs, related to the issuance of those Authority Bonds or the periodic payment of principal of and interest and redemption premiums on those Authority Bonds.

During fiscal year 2007, the total amount of pledged revenues paid to the Authority was \$5,447,958, or 28.72% of the government-wide total income tax revenues, and principal and interest payments by the Authority on the outstanding bonds were \$3,000,000 and \$501,730, respectively.

VILLAGE OF NEW ALBANY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

NOTE 18 - PLEDGED REVENUES - (Continued)

C. New Albany - Plain Local School District

The income tax revenue pledged to the District is used to pay the cost associated with construction of administrative facilities and for the mutual use of the Village and the District, for the purchase and improvement of land that is mutually beneficial to the Village and the District, and for any other purposes that are mutually beneficial to the Village and the District.

District agreements are to stay in effect until the real property tax exemptions granted for individual projects expire or until terminated by mutual agreement of the parties. During fiscal year 2007, the total amount of pledged revenues paid to the District was \$3,599,685, or 18.85% of the government-wide total income tax revenues.

NOTE 19 - TAX INCREMENT FINANCING DISTRICTS

The Village, pursuant to the Ohio Revised Code and Village ordinances, has established 15 Tax Increment Financing Districts (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 a "payment in lieu of taxes" or PILOTS, as though the TIF had not been established. These PILOTS are then dedicated to the payment for various public improvements within or adjacent to the TIF area. Property values existing before the commencement date of a TIF continue to be subjected to property taxes.

Payment in lieu of taxes revenue was \$1,670,879 on the modified accrual basis of accounting in 2007 and is accounted for in three special revenue funds. Corresponding capital assets are accounted for in the Village's infrastructure.

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; payment in lieu of taxes cease, and property taxes then apply to the increased property values.

NOTE 20 - CONTINGENCIES

A. Grants

The Village receives significant financial assistance from numerous federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the Village at December 31, 2007.

VILLAGE OF NEW ALBANY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 20 – CONTINGENCIES - (Continued)

B. Litigation

The Village is currently not involved in litigation for which the Village’s legal counsel anticipates a loss.

NOTE 21 - CONTRACTUAL COMMITMENTS

At December 31, 2007, the Village had the following outstanding contractual commitments:

<u>Vendor</u>	<u>Contract Amount</u>	<u>Amount Paid at 12/31/07</u>	<u>Amount Outstanding</u>
Moorehead Design	\$ 18,875	\$ 6,291	\$ 12,584
Moorehead Design	50,000	16,666	33,334
Moorehead Design	20,000	8,334	11,666
FMSM	50,000	19,212	30,788
Decker Construction	275,197	18,916	256,281
Whiteboard Broadband Solutions	52,000	17,332	34,668
McDaniel's Construction	594,888	514,492	80,396
McDaniel's Construction	146,937	67,600	79,337
Quality Control Inspection	30,000	7,234	22,766
Total Contractual Commitments	<u>\$ 1,237,897</u>	<u>\$ 676,077</u>	<u>\$ 561,820</u>

**VILLAGE OF NEW ALBANY, OHIO
FUND DESCRIPTIONS – GOVERNMENTAL FUNDS**

GENERAL FUND

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

NONMAJOR SPECIAL REVENUE FUNDS

The special revenue funds are used to account for all specific financial resources (other than major capital projects) that are legally restricted for specified expenditure purposes. The following are the special revenue funds which the Village operates:

Street Construction Maintenance and Repair Fund

The street fund is required by the Ohio Revised Code to account for the portion of the State gasoline and motor vehicle registration fees designated for the maintenance of the streets within the Village.

Blacklick TIF Fund

To account for the revenues and expenditures collected and disbursed related to the Blacklick Tax Incremental Financing agreement.

Mayor's Court Computer Fund

To account for revenues collected by the courts to be used for computer maintenance of the courts.

Alcohol Education Fund

To account for revenues generated from fines to be used for alcohol related educational programs.

Village Center TIF Fund

To account for the revenues and expenditures collected and disbursed related to the Village Center Tax Incremental Financing agreement.

Windsor TIF Fund

To account for the revenues and expenditures collected and disbursed related to the Windsor Tax Incremental Financing agreement.

Law Enforcement and Education Fund

To account for grant monies received from DUI arrests to be used for enforcement and education and for DUI housing reimbursements pursuant to Ohio Revised Code Section 4511.191.

**VILLAGE OF NEW ALBANY, OHIO
FUND DESCRIPTIONS – GOVERNMENTAL FUNDS**

COPS More Grant Fund

To account for United States Department of Justice monies received and personnel expenses related to the COPS Universal Hiring Program grant.

Safety Town Fund

To account for revenues generated from charges for services and donations collected for expenses related to the Safety Town traffic safety program for children.

DUI Grant Fund

To account for the state grant monies received relating to DUI arrests.

State Highway Fund

To account for the portion of the state gasoline tax and motor vehicle registration fees designated for the maintenance of state highways within the Village.

Permissive Tax Fund

To account for the local vehicle license fees designated for maintenance of streets in the Village.

Economic Development Fund

To account for the funding received from and expenditures paid on behalf of the Village by the New Albany Community Authority's Economic Development fund. The revenues provided by the Authority were initially generated by the Economic Opportunity Zones (EOZ).

Community Events Fund

To account for donations and transfers associated with community-wide events such as the Village's 4th of July parade, festivals, and entertainment to promote the quality of life in New Albany for its residents and visitors.

Alcohol Indigent Fund

To account for revenues generated from fines imposed by the Mayor's Court for DUI arrests to be used for DUI enforcement training for police officers and other traffic safety programs.

NONMAJOR DEBT SERVICE FUNDS

The debt service funds are used to account for the accumulation of resources and the payments of general obligation and special assessment principal, interest and related costs.

Debt Service Fund

To account for monies used for the purpose of retiring principal and interest on debt.

**VILLAGE OF NEW ALBANY, OHIO
FUND DESCRIPTIONS – GOVERNMENTAL FUNDS**

NONMAJOR CAPITAL PROJECTS FUNDS

The capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary fund types. Following are descriptions of the capital projects funds:

Capital Improvement Fund

To account for property and municipal income tax transfers for various capital improvement expenditures within the Village.

Issue II Improvement Fund

To account for projects funded by Issue II monies.

Park Improvement Fund

To account for income tax revenue and other revenues for the improvement of the Village's parks and recreation areas.

Water and Sanitary Sewer Improvement Fund

To account for revenues used for the improvement of water and storm sewer lines within the Village.

605/161 Issue II Fund

To account for Issue II monies used for the improvement of the intersection of Interstate 161 and Route 605.

Harlem / Thompson Issue II Fund

To account for Issue II monies used for the improvement of the intersection of Route 62, Harlem Rd, and Thompson Rd.

Capital Asset Fund

To account for infrastructure improvements including road improvements and paving.

Leisure Trail Improvement Fund

To account for monies received to improve leisure trails within the Village.

OPWC 62/605 Improvement Fund

To account for Issue II (OPWC) monies used for the improvement of the intersection of Routes 62 and 605.

OPWC Smith's Mill-Central College Fund

To account for Issue II (OPWC) monies used for the improvement of the roads and intersection at Smith's Mill, SR62 and Central College Road.



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**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

VILLAGE OF NEW ALBANY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Income taxes	\$ 7,679,461	\$ 8,179,461	\$ 8,382,068	\$ 202,607
Property and other taxes	906,615	954,115	959,305	5,190
Charges for services	318,780	276,130	264,450	(11,680)
Licenses and permits	470,500	470,500	425,471	(45,029)
Fines and forfeitures	105,000	105,000	110,314	5,314
Intergovernmental	393,565	705,611	516,437	(189,174)
Investment income	220,000	400,000	609,615	209,615
Other	55,000	55,000	27,741	(27,259)
Total Revenues	\$ 10,148,921	\$ 11,145,817	\$ 11,295,401	\$ 149,584
EXPENDITURES				
<i>Current:</i>				
General Government				
<u>Village Administrator</u>				
Personal services	\$ 437,083	\$ 443,083	\$ 372,244	\$ 70,839
Training & travel	13,675	13,675	9,549	4,126
Contractual services	64,877	72,377	67,711	4,666
Other operating	67,952	61,302	38,888	22,414
Total Village Administrator	\$ 583,587	\$ 590,437	\$ 488,392	\$ 102,045
<u>Finance Department</u>				
Personal services	\$ 247,848	\$ 248,023	\$ 230,955	\$ 17,068
Training & travel	6,000	6,825	6,628	197
Contractual services	52,150	56,750	55,313	1,437
Other operating	179,566	205,566	193,408	12,158
Total Finance Department	\$ 485,564	\$ 517,164	\$ 486,304	\$ 30,860
<u>Village Council</u>				
Personal services	\$ 147,164	\$ 149,914	\$ 147,187	\$ 2,727
Training & travel	7,300	1,050	312	738
Contractual services	8,000	11,800	8,647	3,153
Other operating	67,700	69,700	56,556	13,144
Total Village Council	\$ 230,164	\$ 232,464	\$ 212,702	\$ 19,762
<u>Mayor's Court</u>				
Personal services	\$ 106,707	\$ 106,707	\$ 98,618	\$ 8,089
Training & travel	5,450	5,450	1,989	3,461
Contractual services	43,762	40,262	35,604	4,658
Other operating	60,192	55,192	41,928	13,264
Total Mayor's Court	\$ 216,111	\$ 207,611	\$ 178,139	\$ 29,472
<u>Village Engineer</u>				
Contractual services	\$ 552,280	\$ 927,280	\$ 896,538	\$ 30,742
Total Village Engineer	\$ 552,280	\$ 927,280	\$ 896,538	\$ 30,742
<u>Village Attorney</u>				
Contractual services	\$ 255,662	\$ 279,970	\$ 279,970	\$ -
Total Village Attorney	\$ 255,662	\$ 279,970	\$ 279,970	\$ -

Continued

VILLAGE OF NEW ALBANY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Village Planner</u>				
Contractual Services	\$ 15,989	\$ 15,989	\$ 15,989	\$ -
Total Village Planner	\$ 15,989	\$ 15,989	\$ 15,989	\$ -
<u>Lands & Buildings</u>				
Contractual Services	\$ 3,317	\$ 3,317	\$ 630	\$ 2,687
Other operating	256,224	294,224	208,281	85,943
Total Lands & Buildings	\$ 259,541	\$ 297,541	\$ 208,911	\$ 88,630
<u>IT Administration</u>				
Contractual Services	\$ 69,669	\$ 94,669	\$ 85,850	\$ 8,819
Other operating	1,500	1,500	-	1,500
Total IT Administration	\$ 71,169	\$ 96,169	\$ 85,850	\$ 10,319
<u>Other Charges</u>				
Personal services	\$ 76,632	\$ 76,632	\$ 74,529	\$ 2,103
Contractual Services	236,420	235,420	228,097	7,323
Other operating	40,000	96,150	96,150	-
Total Other Charges	\$ 353,052	\$ 408,202	\$ 398,776	\$ 9,426
Total General Government	\$ 3,023,119	\$ 3,572,827	\$ 3,251,571	\$ 321,256
Security of Persons & Property				
<u>Police</u>				
Personal services	\$ 2,152,103	\$ 2,165,639	\$ 1,935,889	\$ 229,750
Training & travel	37,872	36,836	22,913	13,923
Contractual Services	78,497	93,497	82,930	10,567
Other operating	209,152	264,865	199,722	65,143
Total Police	\$ 2,477,624	\$ 2,560,837	\$ 2,241,454	\$ 319,383
Total Security of Persons & Property	\$ 2,477,624	\$ 2,560,837	\$ 2,241,454	\$ 319,383
Transportation				
<u>Public services</u>				
Personal services	\$ 1,164,813	\$ 1,164,813	\$ 1,051,054	\$ 113,759
Training & travel	16,841	16,841	10,667	6,174
Contractual Services	147,666	147,666	109,979	37,687
Other operating	417,009	470,009	324,338	145,671
Total Public Services	\$ 1,746,329	\$ 1,799,329	\$ 1,496,038	\$ 303,291
Total Transportation	\$ 1,746,329	\$ 1,799,329	\$ 1,496,038	\$ 303,291

Continued

VILLAGE OF NEW ALBANY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Community Environment				
<u>Community Development</u>				
Personal services	\$ 857,743	\$ 813,743	\$ 700,956	\$ 112,787
Training & travel	20,730	20,730	13,216	7,514
Contractual Services	382,978	441,978	351,575	90,403
Other operating	132,804	138,104	69,861	68,243
Total Community Development	\$ 1,394,255	\$ 1,414,555	\$ 1,135,608	\$ 278,947
Total Community Environment	\$ 1,394,255	\$ 1,414,555	\$ 1,135,608	\$ 278,947
Capital Outlay				
General Government	\$ 61,658	\$ 61,658	\$ 29,055	\$ 32,603
Security of Persons & Property	129,021	155,567	154,009	1,558
Community Environment	-	10,000	10,000	-
Transportation	335,105	335,105	273,399	61,706
Total Capital Outlay	\$ 525,784	\$ 562,330	\$ 466,463	\$ 95,867
Total Capital Outlay	\$ 525,784	\$ 562,330	\$ 466,463	\$ 95,867
Debt Service				
Principal retirement	\$ 435,000	\$ 435,000	\$ 435,000	\$ -
Interest and fiscal charges	732,048	732,048	732,048	-
Total Debt Service	\$ 1,167,048	\$ 1,167,048	\$ 1,167,048	\$ -
Total Expenditures	\$ 10,334,159	\$ 11,076,926	\$ 9,758,182	\$ 1,318,744
Excess (deficiency) of revenues over (under) expenditures	(185,238)	68,891	1,537,219	1,468,328
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	\$ (263,000)	\$ (353,000)	\$ (353,000)	\$ -
Advance in	-	250,000	250,000	-
Advance out	-	(250,000)	(250,000)	-
Sale of capital assets	-	-	7,071	7,071
Total Other Financing Sources (Uses)	\$ (263,000)	\$ (353,000)	\$ (345,929)	\$ 7,071
NET CHANGE IN FUND BALANCE	\$ (448,238)	\$ (284,109)	\$ 1,191,290	\$ 1,475,399
Fund Balances at Beginning of Year	3,365,869	3,365,869	3,365,869	-
Prior year encumbrances appropriated	569,932	569,932	569,932	-
FUND BALANCE AT END OF YEAR	\$ 3,487,563	\$ 3,651,692	\$ 5,127,091	\$ 1,475,399

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ECONOMIC OPPORTUNITY FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Income taxes	\$ 8,347,351	\$ 10,392,947	\$ 9,439,189	\$ (953,758)
Total Revenues	\$ 8,347,351	\$ 10,392,947	\$ 9,439,189	\$ (953,758)
<u>EXPENDITURES</u>				
Economic Development				
Other uses	\$ 8,347,349	\$ 10,392,947	\$ 9,439,189	\$ 953,758
Total Expenditures	\$ 8,347,349	\$ 10,392,947	\$ 9,439,189	\$ 953,758
 NET CHANGE IN FUND BALANCE	 \$ 2	 \$ -	 \$ -	 \$ -
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ 2	\$ -	\$ -	\$ -

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WINDSOR TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 70,000	\$ 70,000	\$ 43,258	\$ (26,742)
Payment in lieu of taxes	125,000	400,000	397,154	(2,846)
Total Revenues	\$ 195,000	\$ 470,000	\$ 440,412	\$ (29,588)
<u>EXPENDITURES</u>				
<u>General government</u>				
Contractual services	\$ 2,000	\$ 6,000	\$ 5,073	\$ 927
Other operating	-	100,000	85,231	14,769
Total General Government	\$ 2,000	\$ 106,000	\$ 90,304	\$ 15,696
<u>Debt Service</u>				
Principal retirement	\$ 250,000	\$ 250,000	\$ -	\$ 250,000
Interest and fiscal charges	10,000	10,000	-	10,000
Total Debt Service	\$ 260,000	\$ 260,000	\$ -	\$ 260,000
Total Expenditures	\$ 262,000	\$ 366,000	\$ 90,304	\$ 275,696
NET CHANGE IN FUND BALANCE	\$ (67,000)	\$ 104,000	\$ 350,108	\$ 246,108
Fund Balance at Beginning of Year	94,347	94,347	94,347	-
FUND BALANCE AT END OF YEAR	\$ 27,347	\$ 198,347	\$ 444,455	\$ 246,108

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ECONOMIC DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Contributions	\$ -	\$ 5,250,000	\$ 4,174,362	\$ (1,075,638)
Total Revenues	\$ -	\$ 5,250,000	\$ 4,174,362	\$ (1,075,638)
<u>EXPENDITURES</u>				
Economic Development				
Contractual services	\$ -	\$ 50,000	\$ 40,000	\$ 10,000
Other operating	-	300,000	-	300,000
Capital outlay	-	3,200,000	1,760,000	1,440,000
Total expenditures	\$ -	\$ 3,550,000	\$ 1,800,000	\$ 1,750,000
Excess of revenues over (under) expenditures	-	1,700,000	2,374,362	674,362
<u>OTHER FINANCING USES</u>				
Transfers out	\$ -	\$ (1,700,000)	\$ (1,700,000)	\$ -
Total other financing uses	\$ -	\$ (1,700,000)	\$ (1,700,000)	\$ -
NET CHANGE IN FUND BALANCE	\$ -	\$ -	\$ 674,362	\$ 674,362
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ -	\$ -	\$ 674,362	\$ 674,362

VILLAGE OF NEW ALBANY, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2007

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>ASSETS</u>				
Equity in pooled cash and cash equivalents and investments	\$ 1,097,188	\$ 6,503	\$ 6,521,472	\$ 7,625,163
<i>Receivables (net of allowances for uncollectibles):</i>				
Income taxes	-	-	370,596	370,596
Accounts	786	-	-	786
Accrued interest	6,695	116	4,440	11,251
Due from other governments	205,336	-	-	205,336
Materials and supplies inventory	41,450	-	-	41,450
Total Assets	\$ 1,351,455	\$ 6,619	\$ 6,896,508	\$ 8,254,582
<u>LIABILITIES</u>				
Accounts payable	\$ 16,172	\$ -	\$ -	\$ 16,172
Contracts payable	-	-	226,552	226,552
Retainage payable	1,161	-	184,926	186,087
Due to other governments	665	-	-	665
Deferred revenue	159,754	26	220,413	380,193
Total Liabilities	\$ 177,752	\$ 26	\$ 631,891	\$ 809,669
<u>FUND BALANCES</u>				
Reserved for encumbrances	\$ 294,001	\$ -	\$ 630,370	\$ 924,371
Reserved for materials & supplies inventory	41,450	-	-	41,450
Reserved for debt service	-	6,593	-	6,593
<i>Unreserved, undesignated, reported in:</i>				
Special revenue funds	838,252	-	-	838,252
Capital projects funds	-	-	5,634,247	5,634,247
Total Fund Balances	\$ 1,173,703	\$ 6,593	\$ 6,264,617	\$ 7,444,913
Total Liabilities & Fund Equity	\$ 1,351,455	\$ 6,619	\$ 6,896,508	\$ 8,254,582

VILLAGE OF NEW ALBANY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>REVENUES</u>				
Income taxes	\$ -	\$ -	\$ 1,134,900	\$ 1,134,900
Charges for services	-	-	64,217	64,217
Licenses and permits	14,385	-	501,432	515,817
Fines and forfeitures	7,298	-	-	7,298
Intergovernmental	305,636	-	-	305,636
Payment in lieu of taxes	1,273,725	-	-	1,273,725
Investment income	53,825	932	38,026	92,783
Donations	26,180	-	-	26,180
Other	-	-	88,975	88,975
Total Revenues	\$ 1,681,049	\$ 932	\$ 1,827,550	\$ 3,509,531
<u>EXPENDITURES</u>				
<i>Current:</i>				
General government	\$ 724,984	\$ -	\$ -	\$ 724,984
Security of persons and property	11,190	-	-	11,190
Transportation	281,710	-	-	281,710
Leisure time activity	27,752	-	-	27,752
Capital outlay	1,161	-	2,856,903	2,858,064
<i>Debt service:</i>				
Principal retirement	-	-	188,605	188,605
Interest and fiscal charges	-	134,121	349,359	483,480
Bond issuance costs	-	-	192,758	192,758
Total Expenditures	\$ 1,046,797	\$ 134,121	\$ 3,587,625	\$ 4,768,543
Excess (deficiency) of revenues over/(under) expenditures	\$ 634,252	\$ (133,189)	\$ (1,760,075)	\$ (1,259,012)
<u>OTHER FINANCING SOURCES (USES)</u>				
OPWC loans	\$ -	\$ -	\$ 345,595	\$ 345,595
Sale of bonds	-	-	9,005,000	9,005,000
Premium on bonds sold	-	-	17,977	17,977
Transfers in	5,000	135,000	2,546,000	2,686,000
Transfers out	(228,000)	-	(405,000)	(633,000)
Total Other Financing Sources (Uses)	\$ (223,000)	\$ 135,000	\$ 11,509,572	\$ 11,421,572
NET CHANGE IN FUND BALANCES	411,252	1,811	9,749,497	10,162,560
Fund Balances (Deficit) at Beginning of Year	762,451	4,782	(3,484,880)	(2,717,647)
FUND BALANCES AT END OF YEAR	\$ 1,173,703	\$ 6,593	\$ 6,264,617	\$ 7,444,913

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VILLAGE OF NEW ALBANY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2007

	Street Fund	Blacklick TIF Fund	Mayor's Court Computer Fund	Alcohol Education Fund	Village Center TIF Fund	Law Enforcement & Education Fund
ASSETS						
Equity in pooled cash and cash equivalents and investments	\$ 374,939	\$ 530,897	\$ 15,361	\$ 6,728	\$ 783	\$ 163
<i>Receivables (net of allowances for uncollectibles):</i>						
Accounts	399	-	-	25	-	-
Accrued interest	6,695	-	-	-	-	-
Due from other governments	94,234	-	-	-	65,146	-
Materials and supplies inventory	41,450	-	-	-	-	-
Total Assets	\$ 517,717	\$ 530,897	\$ 15,361	\$ 6,753	\$ 65,929	\$ 163
LIABILITIES						
Accounts payable	\$ 15,415	\$ -	\$ -	\$ -	\$ -	\$ -
Retainage payable	1,161	-	-	-	-	-
Due to other governments	665	-	-	-	-	-
Deferred revenues	57,493	-	-	-	65,146	-
Total Liabilities	\$ 74,734	\$ -	\$ -	\$ -	\$ 65,146	\$ -
FUND BALANCES:						
Reserved for encumbrances	\$ 293,717	\$ -	\$ -	\$ -	\$ -	\$ -
Reserved for materials & supplies inventory	41,450	-	-	-	-	-
<i>Unreserved, undesignated, reported in:</i>						
Special revenue funds	107,816	530,897	15,361	6,753	783	163
Total Fund Balances	\$ 442,983	\$ 530,897	\$ 15,361	\$ 6,753	\$ 783	\$ 163
Total Liabilities & Fund Equity	\$ 517,717	\$ 530,897	\$ 15,361	\$ 6,753	\$ 65,929	\$ 163

<u>COPS More Grant Fund</u>	<u>Safety Town Fund</u>	<u>DUI Grant Fund</u>	<u>State Highway Fund</u>	<u>Permissive Tax Fund</u>	<u>Community Events Fund</u>	<u>Alcohol Indigent Fund</u>	<u>Totals</u>
\$ 68,398	\$ 42,861	\$ 298	\$ 16,727	\$ 37,857	\$ 1,501	\$ 675	\$ 1,097,188
-	-	330	32	-	-	-	786
-	-	-	-	-	-	-	6,695
-	-	-	8,620	37,336	-	-	205,336
-	-	-	-	-	-	-	41,450
<u>\$ 68,398</u>	<u>\$ 42,861</u>	<u>\$ 628</u>	<u>\$ 25,379</u>	<u>\$ 75,193</u>	<u>\$ 1,501</u>	<u>\$ 675</u>	<u>\$ 1,351,455</u>
\$ -	\$ 757	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,172
-	-	-	-	-	-	-	1,161
-	-	-	-	-	-	-	665
-	-	-	5,518	31,597	-	-	159,754
<u>\$ -</u>	<u>\$ 757</u>	<u>\$ -</u>	<u>\$ 5,518</u>	<u>\$ 31,597</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 177,752</u>
\$ -	\$ 284	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 294,001
-	-	-	-	-	-	-	41,450
68,398	41,820	628	19,861	43,596	1,501	675	838,252
<u>\$ 68,398</u>	<u>\$ 42,104</u>	<u>\$ 628</u>	<u>\$ 19,861</u>	<u>\$ 43,596</u>	<u>\$ 1,501</u>	<u>\$ 675</u>	<u>\$ 1,173,703</u>
<u>\$ 68,398</u>	<u>\$ 42,861</u>	<u>\$ 628</u>	<u>\$ 25,379</u>	<u>\$ 75,193</u>	<u>\$ 1,501</u>	<u>\$ 675</u>	<u>\$ 1,351,455</u>

VILLAGE OF NEW ALBANY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Street Fund</u>	<u>Blacklick TIF</u>	<u>Mayor's Court Computer Fund</u>	<u>Alcohol Education Fund</u>	<u>Village Center TIF Fund</u>	<u>Law Enforcement & Education Fund</u>
<u>REVENUES</u>						
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	5,870	1,428	-	-
Intergovernmental	220,953	-	-	-	18,654	-
Investment income	53,825	-	-	-	-	-
Payment in lieu of taxes	-	397,363	-	-	876,362	-
Donations	-	-	-	-	-	-
Total Revenues	\$ 274,778	\$ 397,363	\$ 5,870	\$ 1,428	\$ 895,016	\$ -
<u>EXPENDITURES</u>						
<i>Current:</i>						
General government	\$ -	\$ 2,885	\$ 4,872	\$ -	\$ 710,687	\$ 1,500
Security of persons and property	-	-	-	-	-	-
Transportation	281,710	-	-	-	-	-
Leisure time activity	-	-	-	-	-	-
Capital outlay	1,161	-	-	-	-	-
Total Expenditures	\$ 282,871	\$ 2,885	\$ 4,872	\$ -	\$ 710,687	\$ 1,500
Excess (deficiency) of revenues over (under) expenditures	(8,093)	394,478	998	1,428	184,329	(1,500)
<u>OTHER FINANCING SOURCES (USES):</u>						
Transfer in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer out	-	-	-	-	(228,000)	-
Total other financing sources (uses)	-	-	-	-	(228,000)	-
NET CHANGE IN FUND BALANCES	\$ (8,093)	\$ 394,478	\$ 998	\$ 1,428	\$ (43,671)	\$ (1,500)
Fund Balances at Beginning of Year	451,076	136,419	14,363	5,325	44,454	1,663
FUND BALANCES AT END OF YEAR	\$ 442,983	\$ 530,897	\$ 15,361	\$ 6,753	\$ 783	\$ 163

<u>COPS More Grant</u>	<u>Safety Town Fund</u>	<u>DUI Grant Fund</u>	<u>State Highway Fund</u>	<u>Permissive Tax Fund</u>	<u>Community Events Fund</u>	<u>Alcohol Indigent Fund</u>	<u>Totals</u>
\$ -	\$ 14,385	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,385
-	-	-	-	-	-	-	7,298
-	-	2,572	19,861	43,596	-	-	305,636
-	-	-	-	-	-	-	53,825
-	-	-	-	-	-	-	1,273,725
-	10,000	-	-	-	16,180	-	26,180
<u>\$ -</u>	<u>\$ 24,385</u>	<u>\$ 2,572</u>	<u>\$ 19,861</u>	<u>\$ 43,596</u>	<u>\$ 16,180</u>	<u>\$ -</u>	<u>\$ 1,681,049</u>
\$ 1	\$ -	\$ 5,039	\$ -	\$ -	\$ -	\$ -	\$ 724,984
-	11,190	-	-	-	-	-	11,190
-	-	-	-	-	-	-	281,710
-	-	-	-	-	27,752	-	27,752
-	-	-	-	-	-	-	1,161
<u>\$ 1</u>	<u>\$ 11,190</u>	<u>\$ 5,039</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,752</u>	<u>\$ -</u>	<u>\$ 1,046,797</u>
<u>(1)</u>	<u>13,195</u>	<u>(2,467)</u>	<u>19,861</u>	<u>43,596</u>	<u>(11,572)</u>	<u>-</u>	<u>634,252</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ -	\$ 5,000
-	-	-	-	-	-	-	(228,000)
-	-	-	-	-	5,000	-	(223,000)
\$ (1)	\$ 13,195	\$ (2,467)	\$ 19,861	\$ 43,596	\$ (6,572)	\$ -	\$ 411,252
68,399	28,909	3,095	-	-	8,073	675	762,451
<u>\$ 68,398</u>	<u>\$ 42,104</u>	<u>\$ 628</u>	<u>\$ 19,861</u>	<u>\$ 43,596</u>	<u>\$ 1,501</u>	<u>\$ 675</u>	<u>\$ 1,173,703</u>

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 275,000	\$ 225,000	\$ 228,122	\$ 3,122
Investment income	10,000	40,000	48,660	8,660
Total Revenues	\$ 285,000	\$ 265,000	\$ 276,782	\$ 11,782
<u>EXPENDITURES</u>				
<u>Transportation</u>				
Other operating	\$ 61,000	\$ 90,241	\$ 83,823	\$ 6,418
Capital outlay	498,861	504,861	459,478	45,383
Total Expenditures	\$ 559,861	\$ 595,102	\$ 543,301	\$ 51,801
NET CHANGE IN FUND BALANCE	\$ (274,861)	\$ (330,102)	\$ (266,519)	\$ 63,583
Fund Balance at Beginning of Year	281,600	281,600	281,600	-
Prior year encumbrances appropriated	50,061	50,061	50,061	-
FUND BALANCE AT END OF YEAR	\$ 56,800	\$ 1,559	\$ 65,142	\$ 63,583

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BLACKLICK TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Payment in lieu of taxes	\$ 140,000	\$ 405,000	\$ 397,363	\$ (7,637)
Total Revenues	\$ 140,000	\$ 405,000	\$ 397,363	\$ (7,637)
<u>EXPENDITURES</u>				
<u>General government</u>				
Contractual services	\$ 2,000	\$ 4,500	\$ 2,885	\$ 1,615
Total Expenditures	\$ 2,000	\$ 4,500	\$ 2,885	\$ 1,615
NET CHANGE IN FUND BALANCE	\$ 138,000	\$ 400,500	\$ 394,478	\$ (6,022)
Fund Balance at Beginning of Year	136,419	136,419	136,419	-
FUND BALANCE AT END OF YEAR	\$ 274,419	\$ 536,919	\$ 530,897	\$ (6,022)

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Fines and forfeitures	\$ 5,500	\$ 5,500	\$ 5,870	\$ 370
Total Revenues	\$ 5,500	\$ 5,500	\$ 5,870	\$ 370
<u>EXPENDITURES</u>				
<u>General government</u>				
Contractual services	\$ 9,760	\$ 9,508	\$ 120	\$ 9,388
Other operating	5,097	5,349	4,752	597
Total Expenditures	\$ 14,857	\$ 14,857	\$ 4,872	\$ 9,985
NET CHANGE IN FUND BALANCE	\$ (9,357)	\$ (9,357)	\$ 998	\$ 10,355
Fund Balance at Beginning of Year	13,766	13,766	13,766	-
Prior year encumbrances appropriated	597	597	597	-
FUND BALANCE AT END OF YEAR	\$ 5,006	\$ 5,006	\$ 15,361	\$ 10,355

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALCOHOL EDUCATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Fines and forfeitures	\$ 1,000	\$ 1,000	\$ 1,403	\$ 403
Total Revenues	\$ 1,000	\$ 1,000	\$ 1,403	\$ 403
<u>EXPENDITURES</u>				
Security of persons and property				
Other operating	\$ 1,500	\$ 1,500	\$ -	\$ 1,500
Total Expenditures	\$ 1,500	\$ 1,500	\$ -	\$ 1,500
 NET CHANGE IN FUND BALANCE	 \$ (500)	 \$ (500)	 \$ 1,403	 \$ 1,903
Fund Balance at Beginning of Year	5,325	5,325	5,325	-
FUND BALANCE AT END OF YEAR	\$ 4,825	\$ 4,825	\$ 6,728	\$ 1,903

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
VILLAGE CENTER TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 25,000	\$ 18,654	\$ 18,654	\$ -
Payment in lieu of taxes	100,000	876,362	876,362	-
Total Revenues	\$ 125,000	\$ 895,016	\$ 895,016	\$ -
<u>EXPENDITURES</u>				
<u>General government</u>				
Contractual services	\$ 1,000	\$ 11,000	\$ 10,687	\$ 313
Other operating	-	700,000	700,000	-
Total Expenditures	\$ 1,000	\$ 711,000	\$ 710,687	\$ 313
Excess of revenues over expenditures	124,000	184,016	184,329	313
<u>OTHER FINANCING USES</u>				
Transfers out	\$ -	\$ (228,000)	\$ (228,000)	\$ -
Total other financing uses	\$ -	\$ (228,000)	\$ (228,000)	\$ -
NET CHANGE IN FUND BALANCE	\$ 124,000	\$ (43,984)	\$ (43,671)	\$ 313
Fund Balance at Beginning of Year	44,454	44,454	44,454	-
FUND BALANCE AT END OF YEAR	\$ 168,454	\$ 470	\$ 783	\$ 313

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT & EDUCATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Fines and forfeitures	\$ 450	\$ 450	\$ -	\$ (450)
Total Revenues	\$ 450	\$ 450	\$ -	\$ (450)
<u>EXPENDITURES</u>				
Security of persons and property				
Other operating	\$ 1,500	\$ 1,500	\$ 1,500	\$ -
Total Expenditures	\$ 1,500	\$ 1,500	\$ 1,500	\$ -
NET CHANGE IN FUND BALANCE	\$ (1,050)	\$ (1,050)	\$ (1,500)	\$ (450)
Fund Balance at Beginning of Year	1,663	1,663	1,663	-
FUND BALANCE AT END OF YEAR	\$ 613	\$ 613	\$ 163	\$ (450)

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COPS MORE GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fund Balance at Beginning of Year	\$ 68,398	\$ 68,398	\$ 68,398	\$ -
FUND BALANCE AT END OF YEAR	<u>\$ 68,398</u>	<u>\$ 68,398</u>	<u>\$ 68,398</u>	<u>\$ -</u>

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SAFETY TOWN FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Charges for services	\$ 12,000	\$ 12,000	\$ 14,385	\$ 2,385
Donations	500	500	10,000	9,500
Total Revenues	\$ 12,500	\$ 12,500	\$ 24,385	\$ 11,885
<u>EXPENDITURES</u>				
Security of persons and property				
Other operating	\$ 11,510	\$ 11,510	\$ 11,474	\$ 36
Total Expenditures	\$ 11,510	\$ 11,510	\$ 11,474	\$ 36
NET CHANGE IN FUND BALANCE	\$ 990	\$ 990	\$ 12,911	\$ 11,921
Fund Balance at Beginning of Year	28,899	28,899	28,899	-
Prior year encumbrances appropriated	10	10	10	-
FUND BALANCE AT END OF YEAR	\$ 29,899	\$ 29,899	\$ 41,820	\$ 11,921

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DUI GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ 1,500	\$ 2,000	\$ 2,242	\$ 242
Total Revenues	\$ 1,500	\$ 2,000	\$ 2,242	\$ 242
<u>EXPENDITURES</u>				
Security of persons and property				
Personal services	\$ 4,575	\$ 5,039	\$ 5,039	\$ -
Total expenditures	\$ 4,575	\$ 5,039	\$ 5,039	\$ -
 NET CHANGE IN FUND BALANCE	 \$ (3,075)	 \$ (3,039)	 \$ (2,797)	 \$ 242
Fund Balance at Beginning of Year	3,095	3,095	3,095	-
FUND BALANCE AT END OF YEAR	\$ 20	\$ 56	\$ 298	\$ 242

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STATE HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ 11,000	\$ 16,727	\$ 5,727
Total Revenues	\$ -	\$ 11,000	\$ 16,727	\$ 5,727
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ 11,000	 \$ 16,727	 \$ 5,727
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ -	\$ 11,000	\$ 16,727	\$ 5,727

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMISSIVE TAX FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Intergovernmental	\$ -	\$ 65,000	\$ 37,857	\$ (27,143)
Total Revenues	\$ -	\$ 65,000	\$ 37,857	\$ (27,143)
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ 65,000	 \$ 37,857	 \$ (27,143)
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ -	\$ 65,000	\$ 37,857	\$ (27,143)

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY EVENTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>REVENUES</u>				
Donations	\$ 7,000	\$ 22,000	\$ 16,180	\$ (5,820)
Total Revenues	\$ 7,000	\$ 22,000	\$ 16,180	\$ (5,820)
<u>EXPENDITURES</u>				
Leisure time activity				
Other operating	\$ 10,000	\$ 33,775	\$ 27,752	\$ 6,023
Total Expenditures	\$ 10,000	\$ 33,775	\$ 27,752	\$ 6,023
Excess (deficiency) of revenues over (under) expenditures	(3,000)	(11,775)	(11,572)	203
<u>OTHER FINANCING SOURCES</u>				
Transfers in	\$ 5,000	\$ 5,000	\$ 5,000	\$ -
Total other financing sources	\$ 5,000	\$ 5,000	\$ 5,000	\$ -
NET CHANGE IN FUND BALANCE	\$ 2,000	\$ (6,775)	\$ (6,572)	\$ 203
Fund Balance at Beginning of Year	8,073	8,073	8,073	-
FUND BALANCE AT END OF YEAR	\$ 10,073	\$ 1,298	\$ 1,501	\$ 203

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALCOHOL INDIGENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fund Balance at Beginning of Year	\$ 675	\$ 675	\$ 675	\$ -
FUND BALANCE AT END OF YEAR	\$ 675	\$ 675	\$ 675	\$ -

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Investment income	\$ -	\$ -	\$ 842	\$ 842
Total Revenues	\$ -	\$ -	\$ 842	\$ 842
<u>EXPENDITURES</u>				
<u>Debt Service</u>				
Interest and fiscal charges	\$ -	\$ 135,000	\$ 134,121	\$ 879
Total expenditures	\$ -	\$ 135,000	\$ 134,121	\$ 879
Deficiency of revenues under expenditures	-	(135,000)	(133,279)	1,721
<u>OTHER FINANCING SOURCES</u>				
Transfer in	\$ -	\$ 135,000	\$ 135,000	\$ -
Total other financing sources	\$ -	\$ 135,000	\$ 135,000	\$ -
NET CHANGE IN FUND BALANCE	\$ -	\$ -	\$ 1,721	\$ 1,721
Fund Balance at Beginning of Year	4,782	4,782	4,782	-
FUND BALANCE AT END OF YEAR	\$ 4,782	\$ 4,782	\$ 6,503	\$ 1,721

VILLAGE OF NEW ALBANY, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2007

	Capital Improvement Fund	Bond Improvement Fund	Park Improvement Fund	Water & Sanitary Sewer Improvement Fund
<u>ASSETS</u>				
Equity in pooled cash and cash equivalents and investments	\$ 927,310	\$ 248,666	\$ 702,508	\$ 1,669,748
<i>Receivables (net of allowances for uncollectibles):</i>				
Income taxes	308,831	-	61,765	-
Accrued interest	-	4,440	-	-
Total Assets	\$ 1,236,141	\$ 253,106	\$ 764,273	\$ 1,669,748
<u>LIABILITIES</u>				
Contracts payable	\$ 152,190	\$ -	\$ -	\$ -
Retainage payable	31,896	102,000	-	-
Deferred revenue	182,833	1,014	36,566	-
Total Liabilities	\$ 366,919	\$ 103,014	\$ 36,566	\$ -
<u>FUND BALANCES</u>				
Reserved for encumbrances	\$ 212,176	\$ 101,075	\$ 278,391	\$ -
<i>Unreserved, undesignated, reported in:</i>				
Capital projects funds	657,046	49,017	449,316	1,669,748
Total Fund Balances	\$ 869,222	\$ 150,092	\$ 727,707	\$ 1,669,748
Total Liabilities & Fund Equity	\$ 1,236,141	\$ 253,106	\$ 764,273	\$ 1,669,748

<u>Harlem/ Thompson Issue II Fund</u>	<u>Capital Asset Fund</u>	<u>Leisure Trail Improvement Fund</u>	<u>OPWC 62/605 Improvement Fund</u>	<u>OPWC Smiths Mill Central College Improvement Fund</u>	<u>Total</u>
\$ 38,833	\$ 1,000,000	\$ 71,875	\$ 286,735	\$ 1,575,797	\$ 6,521,472
-	-	-	-	-	370,596
-	-	-	-	-	4,440
<u>\$ 38,833</u>	<u>\$ 1,000,000</u>	<u>\$ 71,875</u>	<u>\$ 286,735</u>	<u>\$ 1,575,797</u>	<u>\$ 6,896,508</u>
\$ -	\$ -	\$ -	\$ -	\$ 74,362	\$ 226,552
-	-	-	51,030	-	184,926
-	-	-	-	-	220,413
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 51,030</u>	<u>\$ 74,362</u>	<u>\$ 631,891</u>
\$ -	\$ -	\$ -	\$ 38,728	\$ -	\$ 630,370
38,833	1,000,000	71,875	196,977	1,501,435	5,634,247
<u>\$ 38,833</u>	<u>\$ 1,000,000</u>	<u>\$ 71,875</u>	<u>\$ 235,705</u>	<u>\$ 1,501,435</u>	<u>\$ 6,264,617</u>
<u>\$ 38,833</u>	<u>\$ 1,000,000</u>	<u>\$ 71,875</u>	<u>\$ 286,735</u>	<u>\$ 1,575,797</u>	<u>\$ 6,896,508</u>

VILLAGE OF NEW ALBANY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	Capital Improvement Fund	Bond Improvement Fund	Park Improvement Fund	Water & Sanitary Sewer Improvement Fund
<u>REVENUES</u>				
Income taxes	\$ 945,750	\$ -	\$ 189,150	\$ -
Charges for services	-	-	-	-
Licenses and permits	44,500	-	14,950	441,982
Investment income	-	38,026	-	-
Other	-	506	88,469	-
Total Revenues	\$ 990,250	\$ 38,532	\$ 292,569	\$ 441,982
<u>EXPENDITURES</u>				
Capital outlay	\$ 1,416,733	\$ 606,615	\$ -	\$ 27,100
<i>Debt service:</i>				
Principal retirement	51,081	-	-	137,524
Interest and fiscal charges	-	204,583	-	144,776
Bond issuance costs	-	192,758	-	-
Total Expenditures	\$ 1,467,814	\$ 1,003,956	\$ -	\$ 309,400
Excess (deficiency) of revenues over (under) expenditures	(477,564)	(965,424)	292,569	132,582
<u>OTHER FINANCING SOURCES (USES)</u>				
OPWC loans issued	\$ -	\$ -	\$ -	\$ -
Sale of bonds	-	9,005,000	-	-
Premium on sale of bonds	-	17,977	-	-
Transfers in	348,000	-	-	-
Transfers out	(270,000)	(135,000)	-	-
Total Other Financing Sources/(Uses)	\$ 78,000	\$ 8,887,977	\$ -	\$ -
NET CHANGE IN FUND BALANCES	\$ (399,564)	\$ 7,922,553	\$ 292,569	\$ 132,582
Fund balances (deficit) at beginning of year	1,268,786	(7,772,461)	435,138	1,537,166
FUND BALANCES AT END OF YEAR	\$ 869,222	\$ 150,092	\$ 727,707	\$ 1,669,748

Harlem/ Thompson Issue II Fund	Capital Asset Fund	Leisure Trail Improvement Fund	OPWC 62/605 Improvement Fund	OPWC Smiths Mill Central College Improvement Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,134,900
-	-	64,217	-	-	64,217
-	-	-	-	-	501,432
-	-	-	-	-	38,026
-	-	-	-	-	88,975
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,217</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,827,550</u>
\$ -	\$ -	\$ -	\$ 510,302	\$ 296,153	\$ 2,856,903
-	-	-	-	-	188,605
-	-	-	-	-	349,359
-	-	-	-	-	192,758
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 510,302</u>	<u>\$ 296,153</u>	<u>\$ 3,587,625</u>
-	-	64,217	(510,302)	(296,153)	(1,760,075)
\$ -	\$ -	\$ -	\$ 248,007	\$ 97,588	\$ 345,595
-	-	-	-	-	9,005,000
-	-	-	-	-	17,977
-	-	-	498,000	1,700,000	2,546,000
-	-	-	-	-	(405,000)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 746,007</u>	<u>\$ 1,797,588</u>	<u>\$ 11,509,572</u>
\$ -	\$ -	\$ 64,217	\$ 235,705	\$ 1,501,435	\$ 9,749,497
38,833	1,000,000	7,658	-	-	(3,484,880)
<u>\$ 38,833</u>	<u>\$ 1,000,000</u>	<u>\$ 71,875</u>	<u>\$ 235,705</u>	<u>\$ 1,501,435</u>	<u>\$ 6,264,617</u>

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Income taxes	\$ 867,893	\$ 1,027,893	\$ 1,010,014	\$ (17,879)
Licenses and permits	40,000	40,000	44,500	4,500
Intergovernmental	580,000	-	-	-
Total Revenues	\$ 1,487,893	\$ 1,067,893	\$ 1,054,514	\$ (13,379)
<u>EXPENDITURES</u>				
<u>General government</u>				
Other operating	\$ 16,643	\$ 21,143	\$ 20,611	\$ 532
Capital outlay	2,337,131	2,326,521	1,783,913	542,608
<i>Debt service:</i>				
Principal retirement	51,082	51,082	51,082	-
Total Expenditures	\$ 2,404,856	\$ 2,398,746	\$ 1,855,606	\$ 543,140
Excess (deficiency) of revenues over (under) expenditures	(916,963)	(1,330,853)	(801,092)	529,761
<u>OTHER FINANCING SOURCES</u>				
Transfers in	\$ 258,000	\$ 348,000	\$ 348,000	\$ -
Transfers out	-	(270,000)	(270,000)	-
Advance in	-	250,000	250,000	-
Advance out	-	(250,000)	(250,000)	-
Total Other Financing Sources	\$ 258,000	\$ 78,000	\$ 78,000	\$ -
NET CHANGE IN FUND BALANCE	\$ (658,963)	\$ (1,252,853)	\$ (723,092)	\$ 529,761
Fund Balance at Beginning of Year	656,905	656,905	656,905	-
Prior year encumbrances appropriated	629,131	629,131	629,131	-
FUND BALANCE AT END OF YEAR	\$ 627,073	\$ 33,183	\$ 562,944	\$ 529,761

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BOND IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Investment income	\$ 150,000	\$ 40,000	\$ 42,071	\$ 2,071
Other	-	-	506	506
Total Revenues	\$ 150,000	\$ 40,000	\$ 42,577	\$ 2,577
<u>EXPENDITURES</u>				
<u>General Government</u>				
Contractual services	\$ 15,044	\$ 15,044	\$ 13,156	\$ 1,888
Capital outlay	1,256,009	1,256,009	1,248,024	7,985
Total General Government	\$ 1,271,053	\$ 1,271,053	\$ 1,261,180	\$ 9,873
<u>Debt Service</u>				
Principal retirement	\$ 8,606,000	\$ 8,606,000	\$ 8,606,000	\$ -
Interest & fiscal charges	356,000	219,823	219,823	-
Bond issuance costs	-	221,377	192,758	28,619
Total Debt Service	\$ 8,962,000	\$ 9,047,200	\$ 9,018,581	\$ 28,619
Total Expenditures	\$ 10,233,053	\$ 10,318,253	\$ 10,279,761	\$ 38,492
Excess (deficiency) of revenues over (under) expenditures	<u>(10,083,053)</u>	<u>(10,278,253)</u>	<u>(10,237,184)</u>	<u>41,069</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Premium on bonds	\$ -	\$ 17,977	\$ 17,977	\$ -
Bond issuance	8,606,000	9,005,000	9,005,000	-
Transfers out	-	(135,000)	(135,000)	-
Total Other Financing Sources	\$ 8,606,000	\$ 8,887,977	\$ 8,887,977	\$ -
NET CHANGE IN FUND BALANCE	\$ (1,477,053)	\$ (1,390,276)	\$ (1,349,207)	\$ 41,069
Fund Balance at Beginning of Year	233,245	233,245	233,245	-
Prior year encumbrances appropriated	1,263,553	1,263,553	1,263,553	-
FUND BALANCE AT END OF YEAR	\$ 19,745	\$ 106,522	\$ 147,591	\$ 41,069

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARK IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Income taxes	\$ 173,579	\$ 193,579	\$ 202,003	\$ 8,424
Licenses and permits	28,865	28,865	14,950	(13,915)
Intergovernmental	23,672	23,672	44,782	21,110
Other	-	-	27,500	27,500
Total Revenues	\$ 226,116	\$ 246,116	\$ 289,235	\$ 43,119
<u>EXPENDITURES</u>				
Contractual services	\$ 1,779	\$ 1,779	\$ -	\$ 1,779
Capital outlay	2,813,655	2,813,655	293,976	2,519,679
Total Expenditures	\$ 2,815,434	\$ 2,815,434	\$ 293,976	\$ 2,521,458
Deficiency of revenues under expenditures	<u>(2,589,318)</u>	<u>(2,569,318)</u>	<u>(4,741)</u>	<u>2,564,577</u>
OTHER FINANCING SOURCES:				
Sale of notes	\$ 2,500,000	\$ 2,500,000	\$ -	\$ (2,500,000)
Total other financing sources	\$ 2,500,000	\$ 2,500,000	\$ -	\$ -
NET CHANGE IN FUND BALANCE	\$ (89,318)	\$ (69,318)	\$ (4,741)	\$ 64,577
Fund Balance at Beginning of Year	407,844	407,844	407,844	-
Prior year encumbrances appropriated	21,014	21,014	21,014	-
FUND BALANCE AT END OF YEAR	\$ 339,540	\$ 359,540	\$ 424,117	\$ 64,577

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WATER AND SANITARY SEWER IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Licenses and permits	\$ 350,000	\$ 350,000	\$ 441,982	\$ 91,982
Total Revenues	\$ 350,000	\$ 350,000	\$ 441,982	\$ 91,982
<u>EXPENDITURES</u>				
Capital outlay				
Capital outlay	\$ -	\$ 30,000	\$ 27,100	\$ 2,900
<i>Debt service:</i>				
Principal retirement	136,524	137,524	137,524	-
Interest and fiscal charges	144,777	144,777	144,776	1
Total Expenditures	\$ 281,301	\$ 312,301	\$ 309,400	\$ 2,901
NET CHANGE IN FUND BALANCE	\$ 68,699	\$ 37,699	\$ 132,582	\$ 94,883
Fund Balance at Beginning of Year	1,537,166	1,537,166	1,537,166	-
FUND BALANCE AT END OF YEAR	\$ 1,605,865	\$ 1,574,865	\$ 1,669,748	\$ 94,883

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HARLEM/THOMPSON ISSUE II FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fund Balance at Beginning of Year	38,833	38,833	38,833	-
FUND BALANCE AT END OF YEAR	<u>\$ 38,833</u>	<u>\$ 38,833</u>	<u>\$ 38,833</u>	<u>\$ -</u>

VILLAGE OF NEW ALBANY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL ASSET FUND
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fund Balance at Beginning of Year	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ -
FUND BALANCE AT END OF YEAR	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ -</u>

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LEISURE TRAIL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Charges for services	\$ 5,000	\$ 54,400	\$ 64,217	\$ 9,817
Total Revenues	\$ 5,000	\$ 54,400	\$ 64,217	\$ 9,817
NET CHANGE IN FUND BALANCE	\$ 5,000	\$ 54,400	\$ 64,217	\$ 9,817
Fund Balance at Beginning of Year	7,658	7,658	7,658	-
FUND BALANCE AT END OF YEAR	\$ 12,658	\$ 62,058	\$ 71,875	\$ 9,817

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OPWC 62/605 IMPROVEMENTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>EXPENDITURES</u>				
Capital outlay	\$ -	\$ 1,078,000	\$ 498,000	\$ 580,000
Total Expenditures	\$ -	\$ 1,078,000	\$ 498,000	\$ 580,000
Excess (deficiency) of revenues over (under) expenditures	-	(1,078,000)	(498,000)	580,000
<u>OTHER FINANCING SOURCES</u>				
OPWC loans	\$ -	\$ 580,000	\$ 248,007	\$ (331,993)
Transfers in	-	498,000	498,000	-
Total Other Financing Sources	\$ -	\$ 1,078,000	\$ 746,007	\$ (331,993)
NET CHANGE IN FUND BALANCE	\$ -	\$ -	\$ 248,007	\$ 248,007
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ -	\$ -	\$ 248,007	\$ 248,007

VILLAGE OF NEW ALBANY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OPWC SMITHS MILL\CENTRAL COLLEGE FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<u>EXPENDITURES</u>				
Capital outlay	\$ -	\$ 4,253,365	\$ 296,153	\$ 3,957,212
Total Expenditures	\$ -	\$ 4,253,365	\$ 296,153	\$ 3,957,212
Excess (deficiency) of revenues over (under) expenditures	-	(4,253,365)	(296,153)	3,957,212
<u>OTHER FINANCING SOURCES</u>				
OPWC loans	\$ -	\$ 1,869,650	\$ 97,588	\$ (1,772,062)
Other sources	-	700,000	-	(700,000)
Transfers in	-	1,700,000	1,700,000	-
Total Other Financing Sources	\$ -	\$ 4,269,650	\$ 1,797,588	\$ (2,472,062)
NET CHANGE IN FUND BALANCE	\$ -	\$ 16,285	\$ 1,501,435	\$ 1,485,150
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ -	\$ 16,285	\$ 1,501,435	\$ 1,485,150

VILLAGE OF NEW ALBANY, OHIO

COMBINING STATEMENTS - FIDUCIARY FUNDS

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

Agency Funds

Agency funds are custodial in nature, and thus, do not recognize revenues or expenditures, only changes in assets and liabilities. The Village has the following agency funds:

Columbus Agency Fund

Subdivision Development Fund

Builder's Escrow Fund

Board of Building Standards

Mayor's Court

Columbus Annexation Fund

VILLAGE OF NEW ALBANY, OHIO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2007

COLUMBUS AGENCY FUND	Balance 1/1/2007	Additions	Reductions	Balance 12/31/2007
<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 347,555	\$ 393,702	\$ 324,107	\$ 417,150
Total Assets	\$ 347,555	\$ 393,702	\$ 324,107	\$ 417,150
<u>LIABILITIES</u>				
Deposits held and due to others	\$ 347,555	\$ 393,702	\$ 324,107	\$ 417,150
Total Liabilities	\$ 347,555	\$ 393,702	\$ 324,107	\$ 417,150

SUBDIVISION DEVELOPMENT FUND

<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 715,272	\$ 200,906	\$ 458,540	\$ 457,638
Total Assets	\$ 715,272	\$ 200,906	\$ 458,540	\$ 457,638
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Deposits held and due to others	715,272	200,906	458,540	457,638
Total Liabilities	\$ 715,272	\$ 200,906	\$ 458,540	\$ 457,638

BUILDER'S ESCROW FUND

<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 596,899	\$ 198,210	\$ 241,030	\$ 554,079
Total Assets	\$ 596,899	\$ 198,210	\$ 241,030	\$ 554,079
<u>LIABILITIES</u>				
Deposits held and due to others	\$ 596,899	\$ 198,210	\$ 241,030	\$ 554,079
Total Liabilities	\$ 596,899	\$ 198,210	\$ 241,030	\$ 554,079

BOARD OF BUILDING STANDARDS

<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 719	\$ 3,736	\$ 3,865	\$ 590
Total Assets	\$ 719	\$ 3,736	\$ 3,865	\$ 590
<u>LIABILITIES</u>				
Deposits held and due to others	\$ 719	\$ 3,736	\$ 3,865	\$ 590
Total Liabilities	\$ 719	\$ 3,736	\$ 3,865	\$ 590

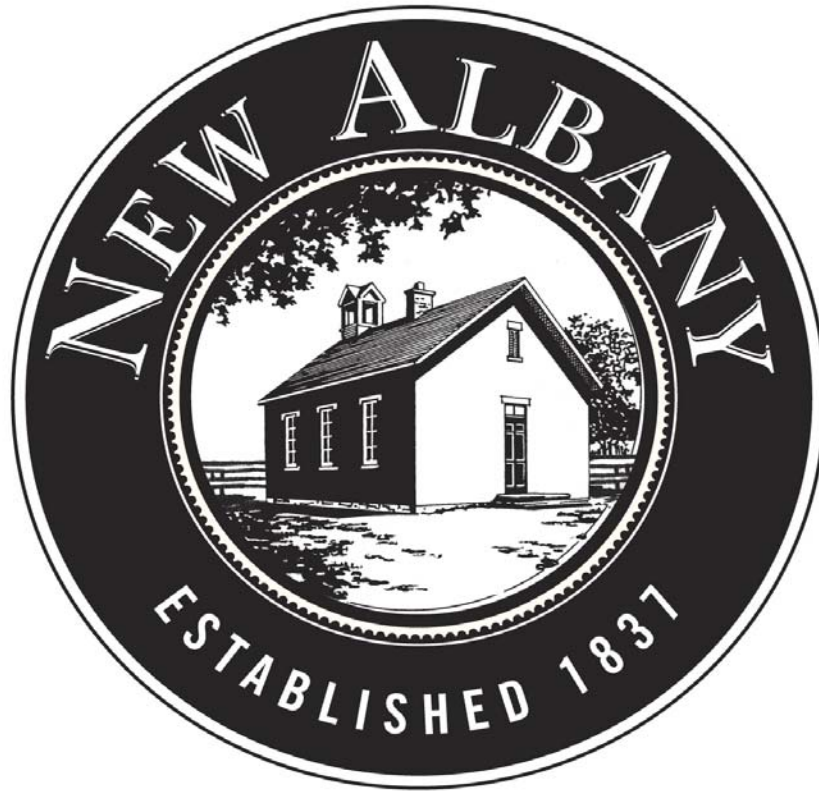
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VILLAGE OF NEW ALBANY, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2007

MAYOR'S COURT	Balance 1/1/2007	Additions	Reductions	Balance 12/31/2007
<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 21,059	\$ 154,012	\$ 157,539	\$ 17,532
Total Assets	\$ 21,059	\$ 154,012	\$ 157,539	\$ 17,532
<u>LIABILITIES</u>				
Deposits held and due to others	\$ 21,059	\$ 154,012	\$ 157,539	\$ 17,532
Total Liabilities	\$ 21,059	\$ 154,012	\$ 157,539	\$ 17,532
<u>COLUMBUS ANNEXATION FUND</u>				
<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ -	\$ 151,748	\$ 151,748	\$ -
Total Assets	\$ -	\$ 151,748	\$ 151,748	\$ -
<u>LIABILITIES</u>				
Deposits held and due to others	\$ -	\$ 151,748	\$ 151,748	\$ -
Total Liabilities	\$ -	\$ 151,748	\$ 151,748	\$ -
<u>TOTAL AGENCY FUNDS</u>				
<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 1,681,504	\$ 1,102,314	\$ 1,336,829	\$ 1,446,989
Total Assets	\$ 1,681,504	\$ 1,102,314	\$ 1,336,829	\$ 1,446,989
<u>LIABILITIES</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Deposits held and due to others	1,681,504	1,102,314	1,336,829	1,446,989
Total Liabilities	\$ 1,681,504	\$ 1,102,314	\$ 1,336,829	\$ 1,446,989



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STATISTICAL SECTION



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VILLAGE OF NEW ALBANY, OHIO

STATISTICAL SECTION
TABLE OF CONTENTS

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	142-147
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax and income tax.	148-156
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	157-160
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	161-163
Operating Information This schedule contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	164-168

Sources: Sources are noted on the individual schedules. The Village implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF NEW ALBANY, OHIO

NET ASSETS BY COMPONENT

LAST FOUR YEARS ^(a)

(accrual basis of accounting)

	Fiscal Year			
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<u>Governmental activities</u>				
Invested in capital assets, net of related debt	\$ 63,767,427	\$ 59,602,564	\$ 13,913,512	\$ 4,902,025
Restricted	12,217,654	6,614,047	5,593,375	13,226,524
Unrestricted	<u>(3,312,908)</u>	<u>(5,341,321)</u>	<u>2,332,172</u>	<u>(5,363,130)</u>
Total Governmental Activities Net Assets	<u>\$ 72,672,173</u>	<u>\$ 60,875,290</u>	<u>\$ 21,839,059</u>	<u>\$ 12,765,419</u>

^(a) The year ended December 31, 2004 was the first year of implementation of GASB Statement No. 34

VILLAGE OF NEW ALBANY, OHIO

CHANGES IN NET ASSETS
LAST FOUR YEARS (a)

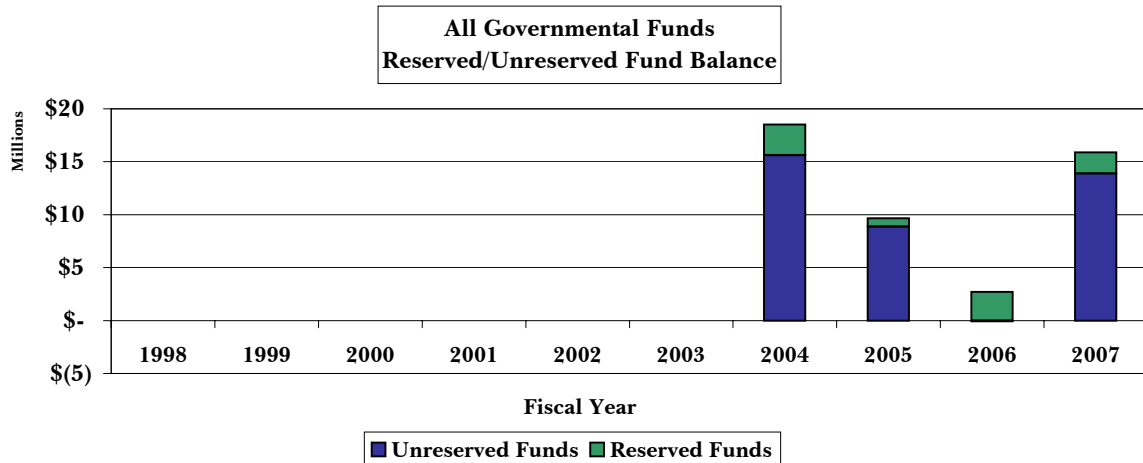
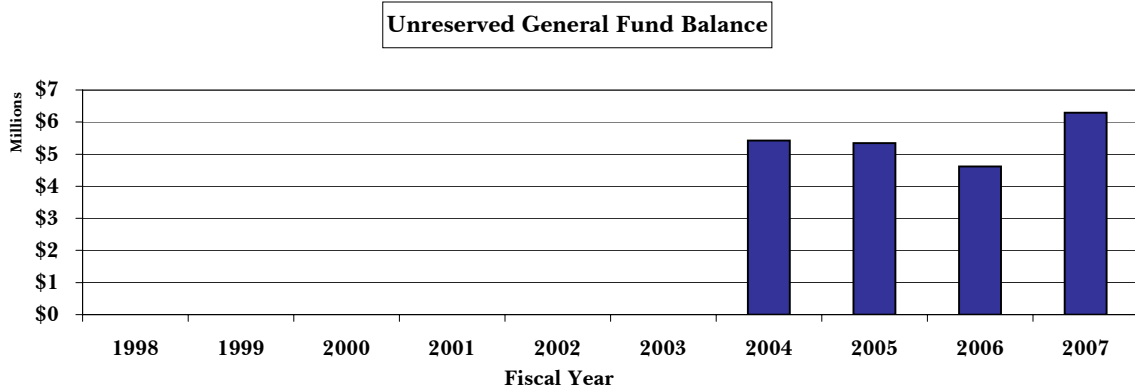
(accrual basis of accounting)

<u>PROGRAM REVENUES</u>	Fiscal Year			
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Governmental Activities:				
<i>Charges for Services:</i>				
General Government	\$ 845,223	\$ 924,613	\$ 1,141,102	\$ 1,196,148
Security of Persons & Property	113,263	144,484	111,469	106,268
Transportation	-	-	38,144	5,000
Community Environment	405,506	489,406	462,886	388,313
<i>Operating Grants & Contributions</i>				
General Government	46,168	-	-	-
Security of Persons & Property	-	67,587	6,427	-
Transportation	251,189	293,731	311,822	294,986
Leisure Time Activities	-	-	12,736	-
Economic Development	4,174,362	-	-	-
Interest and Fiscal Charges	-	-	-	8,407
<i>Capital Grants & Contributions</i>				
Transportation	1,811,250	36,679,713	14,901,968	6,395,947
Total Governmental Activities Program Revenues	\$ 7,646,961	\$ 38,599,534	\$ 16,986,554	\$ 8,395,069
PROGRAM EXPENSES				
Governmental Activities:				
General Government	\$ 3,869,801	\$ 3,212,776	\$ 3,307,782	\$ 2,268,897
Security of Persons & Property	2,487,326	3,033,408	2,521,196	2,049,174
Public Health Services	1,413	90,562	78,053	71,340
Transportation	2,917,171	2,630,025	2,107,148	1,362,349
Community Environment	974,009	968,588	8,705,116	421,899
Leisure Time Activities	27,752	6,371	14,127	9,914
Economic Development	10,554,529	7,369,090	7,961,170	5,786,667
Interest & Fiscal Charges	1,252,227	1,243,060	969,181	956,680
Total Governmental Activities Expenses	\$ 22,084,228	\$ 18,553,880	\$ 25,663,773	\$ 12,926,920
Total Primary Government Net (Expense)/Revenue	\$ (14,437,267)	\$ 20,045,654	\$ (8,677,219)	\$ (4,531,851)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS				
Governmental Activities:				
<i>Taxes:</i>				
Property taxes	\$ 959,705	\$ 943,465	\$ 779,007	\$ 746,233
Income taxes	19,101,206	16,422,003	15,227,623	13,341,411
Grants and Entitlements not Restricted to Specific Programs	484,214	387,579	435,904	218,124
Investment Earnings	978,234	742,673	556,217	276,738
Payments in lieu of taxes (PILOT)	1,380,092	249,666	15,876	67,113
Miscellaneous	198,927	245,191	736,252	85,891
Total Governmental Activities	\$ 23,102,378	\$ 18,990,577	\$ 17,750,879	\$ 14,735,510
Total Primary Government Change in Net Assets	\$ 8,665,111	\$ 39,036,231	\$ 9,073,660	\$ 10,203,659

(a) The year ended December 31, 2004 was the first year of implementation of GASB Statement No. 34

VILLAGE OF NEW ALBANY, OHIO
FUND BALANCES, GOVERNMENTAL FUNDS
LAST FOUR YEARS (a)
(modified accrual basis of accounting)

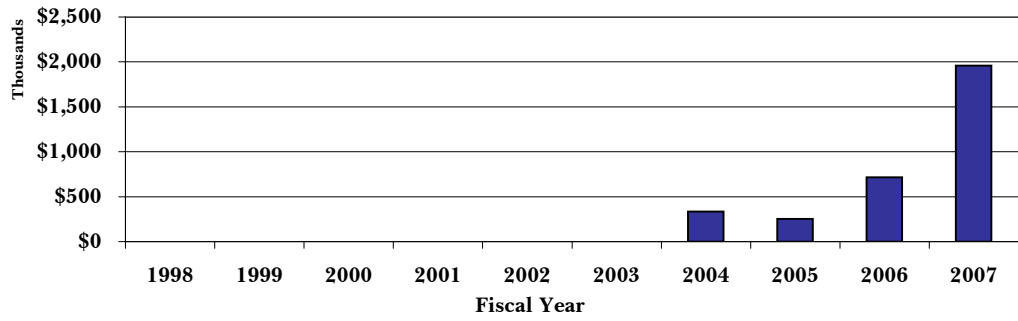
	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<u>General Fund</u>				
Reserved	\$ 627,964	\$ 662,302	\$ 325,056	\$ 144,420
Unreserved	<u>6,291,947</u>	<u>4,621,473</u>	<u>5,347,399</u>	<u>5,421,291</u>
Total General Fund	\$ 6,919,911	\$ 5,283,775	\$ 5,672,455	\$ 5,565,711
 <u>All Other Governmental Funds</u>				
Reserved	\$ 1,377,015	\$ 2,052,724	\$ 472,076	\$ 2,784,388
<i>Unreserved, undesignated reported in:</i>				
Special Revenue funds	1,957,069	716,766	254,582	336,453
Capital Project funds	<u>5,634,247</u>	<u>(5,408,578)</u>	<u>3,261,717</u>	<u>9,845,747</u>
Total All Other Governmental Funds	\$ 8,968,331	\$ (2,639,088)	\$ 3,988,375	\$ 12,966,588
Total Governmental Funds	<u>\$ 15,888,242</u>	<u>\$ 2,644,687</u>	<u>\$ 9,660,830</u>	<u>\$ 18,532,299</u>



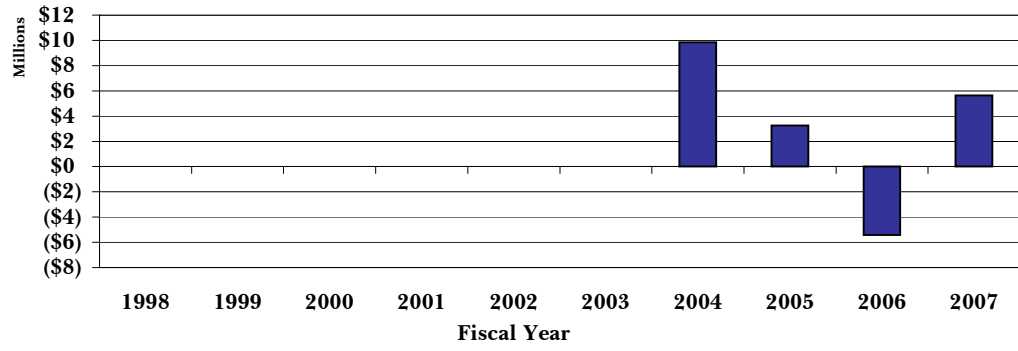
(a) The year ended December 31, 2004 was the first year of implementation of GASB Statement No. 34 and modified accrual basis accounting, so comparative information is unavailable for prior years.

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	-	-	-	-	-	-
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -

Unreserved Special Revenue Fund Balance

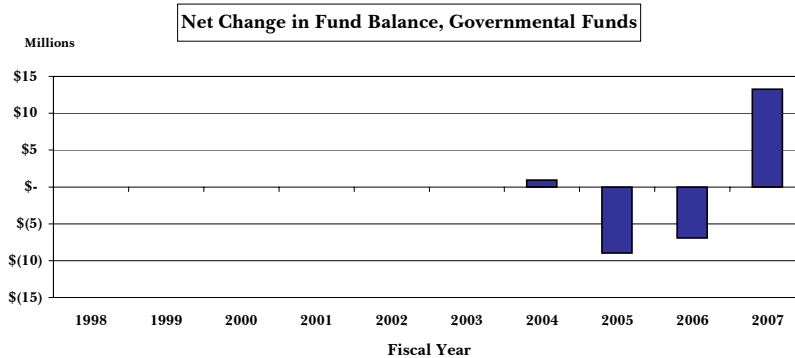


Unreserved Capital Projects Fund Balance



VILLAGE OF NEW ALBANY, OHIO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST FOUR YEARS (a)
(modified accrual basis of accounting)

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Revenues:				
Municipal income tax	\$ 17,999,279	\$ 16,591,706	\$ 15,910,715	\$ 11,466,513
Property and other taxes	959,705	926,298	771,284	743,761
Charges for services	330,332	331,749	583,027	506,908
Licenses, permits & fees	927,484	1,089,115	1,067,310	1,082,342
Fines and forfeitures	114,856	127,003	103,264	106,479
Intergovernmental	751,473	789,176	1,834,620	1,173,663
Payments in lieu of taxes (PILOT)	1,670,879	249,666	15,876	67,113
Investment income	983,593	773,549	518,831	282,135
Contributions	4,174,362	-	-	-
Donations	26,180	7,916	19,163	-
Other	172,747	237,275	736,232	365,891
Total Revenues	\$ 28,110,890	\$ 21,123,453	\$ 21,560,322	\$ 15,794,805
Expenditures:				
<i>Current:</i>				
General government	\$ 3,586,121	\$ 2,877,300	\$ 2,666,895	\$ 1,950,445
Security of persons and property	2,282,785	2,113,240	2,019,923	1,751,971
Public health and welfare	1,413	90,562	78,053	71,340
Transportation	1,657,236	1,318,907	1,144,549	932,141
Community environment	988,135	928,787	8,676,147	423,634
Leisure time activities	27,752	6,371	14,127	9,914
Economic development	9,874,999	7,677,382	8,088,188	4,984,761
Capital outlay	3,846,693	11,158,873	6,295,668	3,294,312
<i>Debt service:</i>				
Principal retirement	692,642	670,049	625,495	556,357
Interest & fiscal charges	1,219,495	1,273,968	1,123,493	960,074
Note issuance costs	192,758	36,022	-	-
Total Expenditures	\$ 24,370,029	\$ 28,151,461	\$ 30,732,538	\$ 14,934,949
Excess of Revenues Over (Under) Expenditures	\$ 3,740,861	\$ (7,028,008)	\$ (9,172,216)	\$ 859,856
Other Financing Sources (Uses):				
OPWC loans issued	\$ 345,595	\$ 38,833	\$ 79,292	\$ -
Sale of bonds	9,005,000	-	-	-
Premium on sale of bonds	17,977	-	-	-
Capital lease transaction	134,122	-	49,017	8,128
Premium on notes sold	-	58,004	87,466	66,139
Transfers in	2,686,000	2,452,496	1,708,000	926,200
Transfers out	(2,686,000)	(2,452,496)	(1,708,000)	(926,200)
Total Other Financing Sources (Uses)	\$ 9,502,694	\$ 96,837	\$ 215,775	\$ 74,267
Net Change in Fund Balances	\$ 13,243,555	\$ (6,931,171)	\$ (8,956,441)	\$ 934,123
Capital Expenditures	\$ 4,289,436	\$ 10,145,296	\$ 5,067,706	\$ 8,230,910
<i>Debt Service as a Percentage of Noncapital Expenditures</i>	<i>10.48%</i>	<i>11.00%</i>	<i>6.81%</i>	<i>22.62%</i>



(a) The year ended December 31, 2004 was the first year of implementation of GASB Statement No. 34 and modified accrual basis accounting, so comparative information is unavailable.

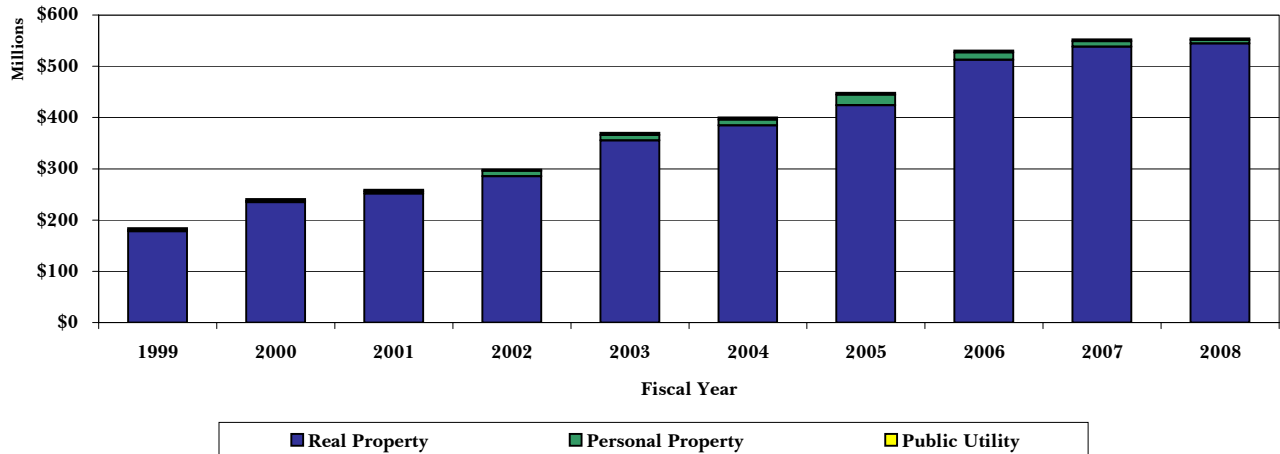
VILLAGE OF NEW ALBANY, OHIO
ASSESSED VALUATION AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY
LAST TEN YEARS
(\$000's omitted)

Tax Year	Collection Year	Real Property		Personal Property		Public Utility		TOTAL	
		Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual
1998	1999	\$177,980	\$508,513	\$2,612	\$10,449	\$3,334	\$9,527	\$183,926	\$528,489
1999	2000	\$234,567	\$670,192	\$2,744	\$10,978	\$3,728	\$10,651	\$241,039	\$691,821
2000	2001	\$251,680	\$719,085	\$4,457	\$17,828	\$3,119	\$8,911	\$259,256	\$745,824
2001	2002	\$285,529	\$815,798	\$10,380	\$41,522	\$2,491	\$7,116	\$298,400	\$864,436
2002	2003	\$355,433	\$1,015,524	\$10,548	\$42,193	\$4,028	\$11,508	\$370,009	\$1,069,225
2003	2004	\$384,299	\$1,097,998	\$11,578	\$46,312	\$4,219	\$12,053	\$400,096	\$1,156,363
2004	2005	\$423,677	\$1,210,507	\$20,640	\$82,559	\$4,276	\$12,218	\$448,593	\$1,305,284
2005	2006	\$512,801	\$1,465,146	\$13,845	\$57,688	\$4,095	\$11,701	\$530,741	\$1,534,535
2006	2007	\$538,167	\$1,537,620	\$10,382	\$45,140	\$3,877	\$11,078	\$552,426	\$1,593,838
2007	2008	\$544,396	\$1,555,417	\$7,078	\$30,774	\$3,108	\$8,879	\$554,582	\$1,595,070

Note: Assessed values only include taxable property and do not include any TIF'd or otherwise tax-exempt property.

Source: Franklin County, Ohio; County Auditor

Assessed Valuations by Property Type
Collection Years 1999 - 2008



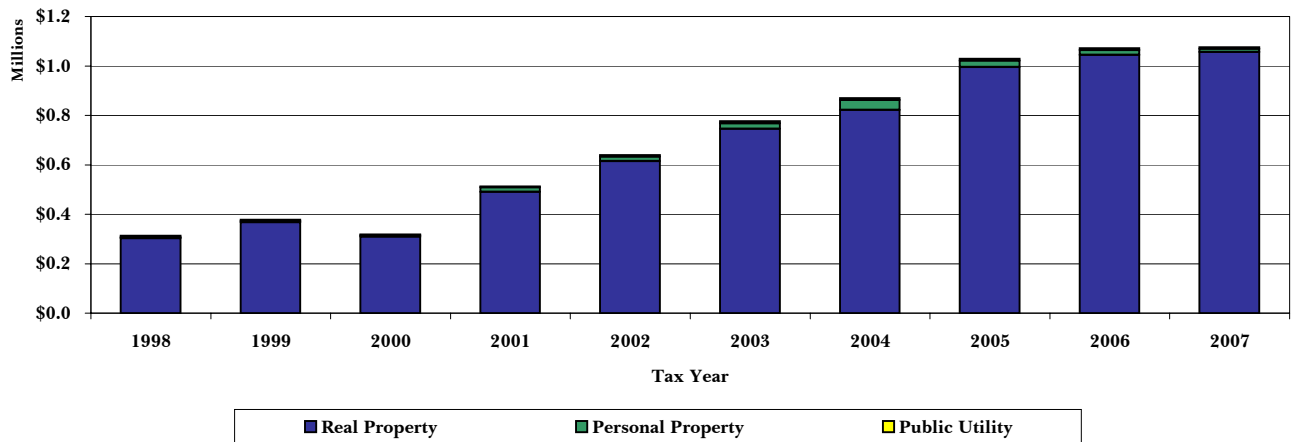
VILLAGE OF NEW ALBANY, OHIO
ESTIMATED ASSESSED TAXES AND AVERAGE EFFECTIVE RATES OF TAXABLE PROPERTY
LAST TEN YEARS

Tax Year	Real Property		Personal Property		Public Utility		TOTAL	
	Estimated Assessed Taxes	Average Effective Millage	Estimated Assessed Taxes	Average Effective Millage	Estimated Assessed Taxes	Average Effective Millage	Estimated Assessed Taxes	Average Effective Millage
1998	\$302,565	\$1.7000	\$4,441	\$1.7000	\$5,668	\$1.7000	\$312,674	\$1.7000
1999	\$368,271	\$1.5700	\$4,309	\$1.5700	\$5,853	\$1.5700	\$378,433	\$1.5700
2000	\$309,566	\$1.2300	\$5,482	\$1.2300	\$3,836	\$1.2300	\$318,884	\$1.2300
2001	\$491,110	\$1.7200	\$17,854	\$1.7200	\$4,284	\$1.7200	\$513,248	\$1.7200
2002	\$614,908	\$1.7300	\$18,249	\$1.7300	\$6,968	\$1.7300	\$640,125	\$1.7300
2003	\$745,541	\$1.9400	\$22,461	\$1.9400	\$8,184	\$1.9400	\$776,186	\$1.9400
2004	\$821,934	\$1.9400	\$40,041	\$1.9400	\$8,296	\$1.9400	\$870,271	\$1.9400
2005	\$994,834	\$1.9400	\$26,860	\$1.9400	\$7,945	\$1.9400	\$1,029,639	\$1.9400
2006	\$1,044,044	\$1.9400	\$20,141	\$1.9400	\$7,522	\$1.9400	\$1,071,707	\$1.9400
2007	\$1,056,128	\$1.9400	\$13,731	\$1.9400	\$6,029	\$1.9400	\$1,075,888	\$1.9400

Notes: Estimated taxes do not include any estimates of prior-year delinquent tax payments, state tax rollbacks or homestead credits provided to the taxpayer.

Source: Franklin County, Ohio; County Auditor

Estimated Assessed Taxes by Property Type
Tax Years 1998 - 2007

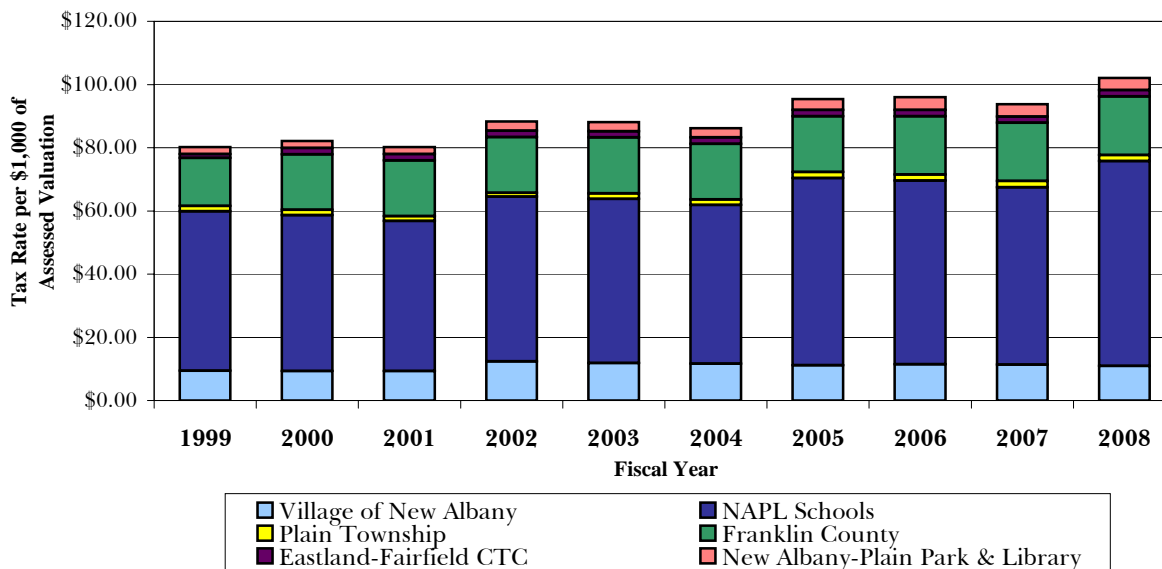


VILLAGE OF NEW ALBANY, OHIO
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
RATES EXPRESSED PER \$1,000 OF ASSESSED VALUATION
LAST TEN YEARS

Tax Year	Collection Year	Village of New Albany	Plain Local New Albany Schools	Plain Township	Franklin County
1998	1999	\$1.70	\$50.45	\$9.42	\$15.22
1999	2000	\$1.70	\$49.34	\$9.34	\$17.54
2000	2001	\$1.57	\$47.46	\$9.31	\$17.64
2001	2002	\$1.23	\$52.17	\$12.35	\$17.64
2002	2003	\$1.72	\$52.03	\$11.80	\$17.64
2003	2004	\$1.73	\$50.17	\$11.69	\$17.64
2004	2005	\$1.94	\$59.19	\$11.17	\$17.64
2005	2006	\$1.94	\$58.10	\$11.42	\$18.44
2006	2007	\$1.94	\$56.16	\$11.32	\$18.44
2007	2008	\$1.94	\$64.88	\$10.90	\$18.49

Source: Franklin County, Ohio; County Auditor

Assessed Property Tax Rates - By Entity
Collection Years 1999 - 2008



Eastland-Fairfield Career & Technical Center	New Albany-Plain Park Dist & Public Library	TOTAL
--	---	-------

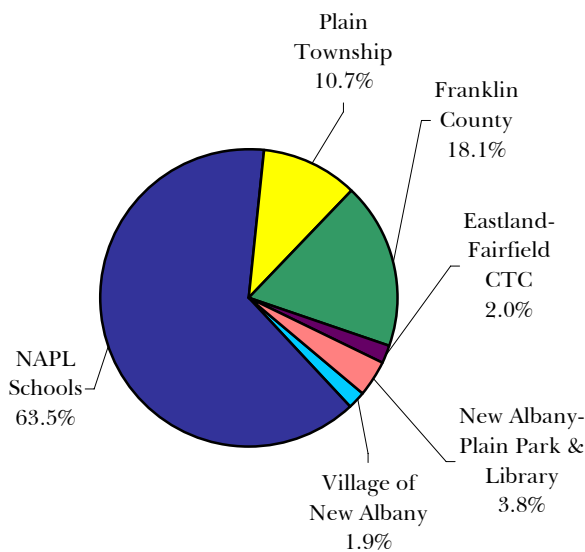
\$1.20	\$2.20	\$80.19
\$2.00	\$2.20	\$82.12
\$2.00	\$2.20	\$80.18
\$2.00	\$2.95	\$88.34
\$2.00	\$2.95	\$88.14
\$2.00	\$2.95	\$86.18
\$2.00	\$3.47	\$95.41
\$2.00	\$4.07	\$95.97
\$2.00	\$3.92	\$93.78
\$2.00	\$3.89	\$102.10

Res/Agr Effective Rate	Com/Ind Effective Rate
------------------------	------------------------

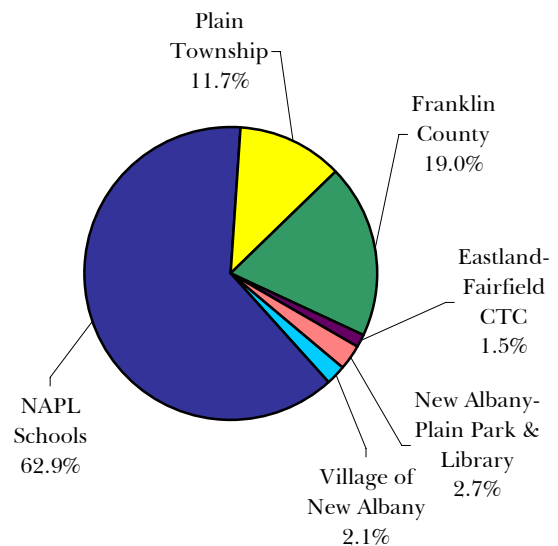
\$59.3016	\$60.6843
\$56.0149	\$57.6299
\$63.9738	\$64.9088
\$63.4470	\$64.0541
\$60.1871	\$60.9190
\$69.2682	\$69.9242
\$70.6765	\$71.3471
\$65.7155	\$67.9800
\$75.4105	\$76.9168
\$75.0319	\$76.3908

**1999 - 2008 Property Tax Breakdown
by Government Entity**

1999 Collection Year



2008 Collection Year



VILLAGE OF NEW ALBANY, OHIO
TOP PRINCIPAL PROPERTY TAXPAYERS
December 31, 2007

Rank	Taxpayer Name	Assessed Valuation	% of Total Assessed Valuation
<u>Public Utilities</u>			
1.	Columbus Southern Power	\$2,579,620	0.47%
<u>Real Estate</u>			
1.	Leslie H. Wexner	20,187,470	3.64%
2.	New Albany Company LP	16,048,010	2.89%
3.	New Albany Co. LLC	9,065,230	1.63%
4.	Abercrombie & Fitch	5,640,410	1.02%
5.	New Albany Company LLC	5,192,660	0.94%
6.	Tween Brands Service Co.	4,431,780	0.80%
7.	M/I Homes of Central Ohio	4,305,080	0.78%
8.	HHD & B LLC	3,500,000	0.63%
9.	Smith Mill Ventures LLC	3,088,440	0.56%
10.	Discover Financial	2,442,090	0.44%
<u>Tangible Personal Property</u> ⁽¹⁾			
1.	Discover Financial Services, Inc.	3,371,930	0.61%
2.	Abercrombie & Fitch Management	2,945,894	0.53%
3.	Abercrombie & Fitch Trading Co.	1,661,351	0.30%
4.	Abercrombie & Fitch Stores	1,204,900	0.22%
5.	The New Albany Company LLC	576,190	0.10%
6.	Tween Brands Service Co.	562,960	0.10%
7.	IBM Credit, LLC	345,800	0.06%
8.	Ohio Bell Telephone Company	336,390	0.06%
9.	Decimus Corporation	289,130	0.05%
10.	Kroger Company	285,240	0.05%
ALL OTHER TAXPAYERS		466,521,889	84.12%
TOTAL ASSESSED VALUATION		\$554,582,464	100.00%

⁽¹⁾ HB66 began the phase-out of Tangible Personal Property Tax in the next three years. To reflect this phase-out, the assessed valuation listed above for TPP is 50% of the 2006 Assessed Valuation.

**VILLAGE OF NEW ALBANY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

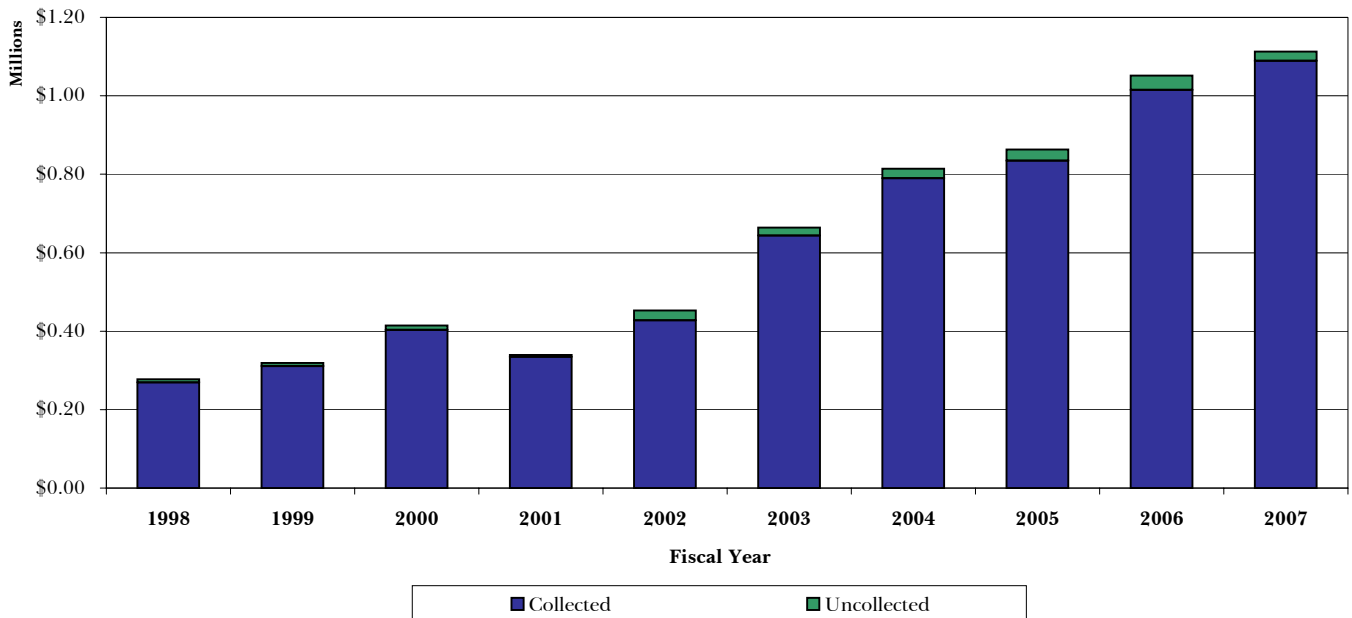
Tax Year	Collection Year	Total Tax Levy	Current Collection	Delinquent Collection *	Total Tax Collections	Accumulated Outstanding Delinquent Taxes	Percent of Total Collections to Tax Levy	Percent of Delinquent Taxes to Total Tax Levy
1997	1998	\$ 273,272	\$ 268,894	\$ 10,601	\$ 279,495	\$ 11,451	102.28%	4.19%
1998	1999	\$ 314,351	\$ 311,025	\$ 8,765	\$ 319,790	\$ 10,463	101.73%	3.33%
1999	2000	\$ 395,980	\$ 402,584	\$ 9,653	\$ 412,237	\$ 12,430	104.11%	3.14%
2000	2001	\$ 334,755	\$ 334,197	\$ 5,721	\$ 339,918	\$ 12,151	101.54%	3.63%
2001	2002	\$ 555,830	\$ 427,709	\$ 12,215	\$ 439,924	\$ 24,896	79.15%	4.48%
2002	2003	\$ 653,060	\$ 643,472	\$ 23,459	\$ 666,931	\$ 22,166	102.12%	3.39%
2003	2004	\$ 806,561	\$ 789,613	\$ 21,813	\$ 811,426	\$ 24,638	100.60%	3.05%
2004	2005	\$ 880,567	\$ 834,617	\$ 20,619	\$ 855,236	\$ 32,361	97.12%	3.68%
2005	2006	\$ 1,053,820	\$ 1,014,582	\$ 19,912	\$ 1,034,494	\$ 49,528	98.17%	4.70%
2006	2007	\$ 1,137,330	\$ 1,089,051	\$ 23,816	\$ 1,112,868	\$ 49,528	97.85%	4.35%
Ten Year Average		\$ 640,553	\$ 611,574	\$ 15,657	\$ 627,232	\$ 24,961	97.92%	3.90%

Note: Annual property tax rates can be found on pages 148 & 149

Source: Franklin County, Ohio; County Auditor

* Represents collection of delinquent prior period taxes during the indicated collection year.

**Property Tax Levies - Collected vs Delinquent
Collection Years 1998 - 2007**

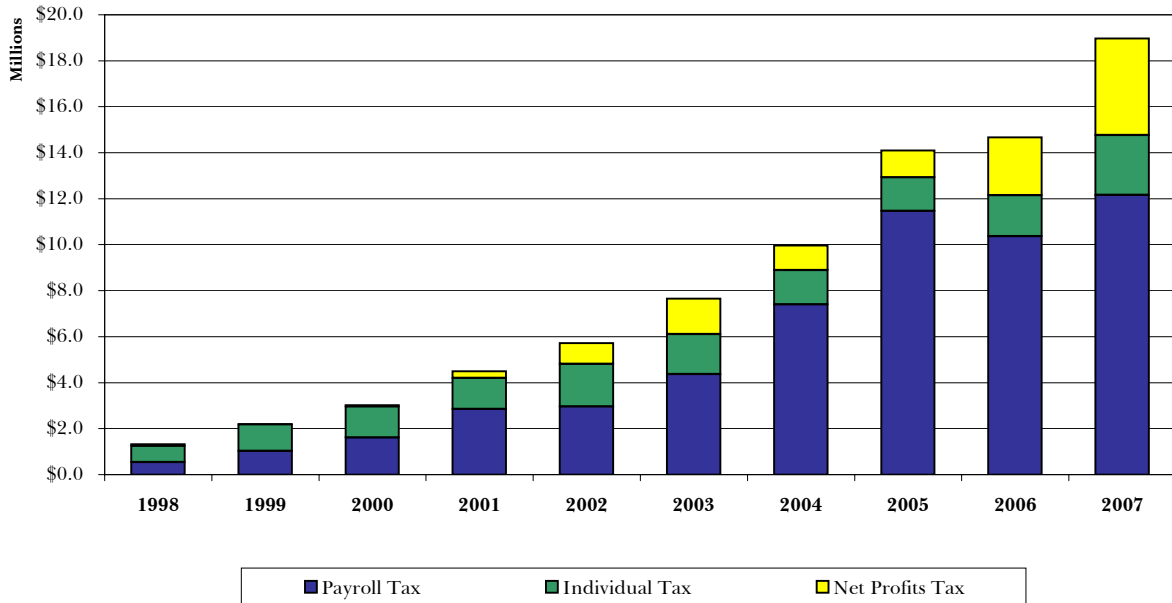


VILLAGE OF NEW ALBANY, OHIO
GOVERNMENT-WIDE INCOME TAX COLLECTIONS
LAST TEN YEARS
(Cash Basis)

Tax Year	Tax Rate	Payroll Tax	Individual Tax	Net Profits Tax	Total Tax Collections	Total Government-Wide Revenues	Total Income Taxes as % of Total Government Revenues
1998	1.0%	\$ 549,652	\$ 700,947	\$ 67,202	\$ 1,317,801	\$ 5,060,158	26.04%
1999	1.0%	\$ 1,028,902	\$ 1,155,113	\$ 11,420	\$ 2,195,434	\$ 12,996,791	16.89%
2000	1.0%	\$ 1,619,041	\$ 1,338,517	\$ 64,850	\$ 3,022,408	\$ 8,763,217	34.49%
2001	1.0%	\$ 2,849,344	\$ 1,348,570	\$ 298,204	\$ 4,496,118	\$ 9,200,763	48.87%
2002	1.0%	\$ 2,968,871	\$ 1,849,810	\$ 905,269	\$ 5,723,950	\$ 14,167,865	40.40%
2003	1.0%*	\$ 4,371,573	\$ 1,734,787	\$ 1,544,664	\$ 7,651,024	\$ 27,843,146	27.48%
2004	2.0%	\$ 7,403,441	\$ 1,484,759	\$ 1,080,664	\$ 9,968,864	\$ 25,205,036	39.55%
2005	2.0%	\$ 11,472,781	\$ 1,455,864	\$ 1,166,959	\$ 14,095,604	\$ 33,712,715	41.81%
2006	2.0%	\$ 10,365,067	\$ 1,789,748	\$ 2,516,410	\$ 14,671,225	\$ 32,307,374	45.41%
2007	2.0%	\$ 12,157,879	\$ 2,613,287	\$ 4,194,971	\$ 18,966,137	\$ 42,426,504	44.70%
Ten Year Average		\$ 5,478,655	\$ 1,547,140	\$ 1,185,061	\$ 8,210,857	\$ 21,168,357	38.79%

*Note: Tax rate was increased to 2.0% of taxable income effective July 1, 2003.

**Government-Wide Income
Tax Revenues by Type
Collection Years 1998 - 2007**



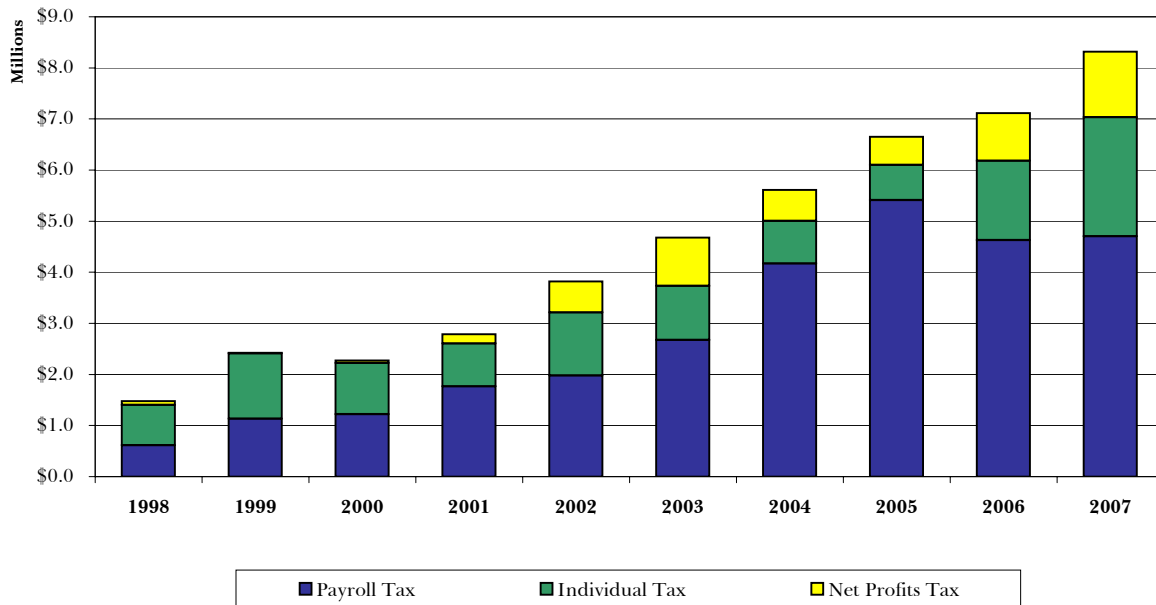
Source: Regional Income Tax Agency & Village financial reports

VILLAGE OF NEW ALBANY, OHIO
GENERAL FUND INCOME TAX COLLECTIONS
LAST TEN YEARS
(Cash Basis)

Tax Year	Tax Rate	Payroll Tax	Individual Tax	Net Profits Tax	Total Tax Collections	Total General Fund Revenues	Total Income Taxes as % of Total General Fund Revenues
1998	1.0%	\$ 615,912	\$ 785,446	\$ 75,303	\$ 1,476,661	\$ 2,779,443	53.13%
1999	1.0%	\$ 1,135,522	\$ 1,274,812	\$ 12,603	\$ 2,422,937	\$ 4,157,961	58.27%
2000	1.0%	\$ 1,218,695	\$ 1,007,537	\$ 48,814	\$ 2,275,046	\$ 3,691,119	61.64%
2001	1.0%	\$ 1,766,788	\$ 836,206	\$ 184,907	\$ 2,787,901	\$ 4,337,495	64.27%
2002	1.0%	\$ 1,981,409	\$ 1,234,553	\$ 604,172	\$ 3,820,134	\$ 5,931,609	64.40%
2003	1.0%*	\$ 2,672,852	\$ 1,060,677	\$ 944,433	\$ 4,677,962	\$ 7,269,368	64.35%
2004	2.0%	\$ 4,168,462	\$ 835,984	\$ 608,461	\$ 5,612,907	\$ 7,948,898	70.61%
2005	2.0%	\$ 5,412,093	\$ 686,780	\$ 550,493	\$ 6,649,366	\$ 9,329,960	71.27%
2006	2.0%	\$ 4,629,294	\$ 1,552,661	\$ 932,458	\$ 7,114,413	\$ 9,807,268	72.54%
2007	2.0%	\$ 4,705,952	\$ 2,325,286	\$ 1,283,693	\$ 8,314,931	\$ 11,552,472	71.98%
Ten Year Average		\$ 2,830,698	\$ 1,159,994	\$ 524,534	\$ 4,515,226	\$ 6,680,559	67.59%

*Note: Tax rate was increased to 2.0% of taxable income effective July 1, 2003.

**General Fund Income
Tax Revenues by Type
Collection Years 1998 - 2007**



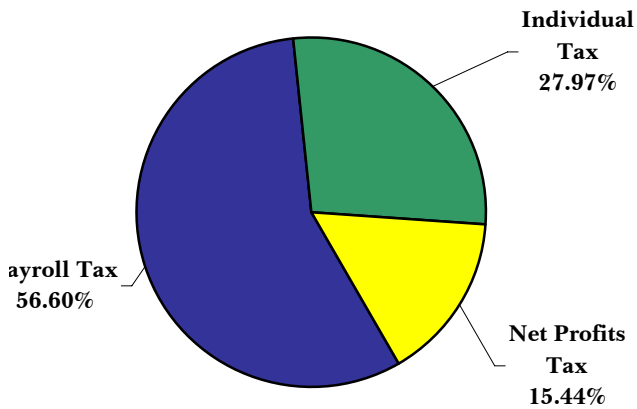
Source: Regional Income Tax Agency & Village financial reports

VILLAGE OF NEW ALBANY, OHIO
INCOME TAX COLLECTIONS
CURRENT YEAR AND NINE YEARS AGO
(Cash Basis)

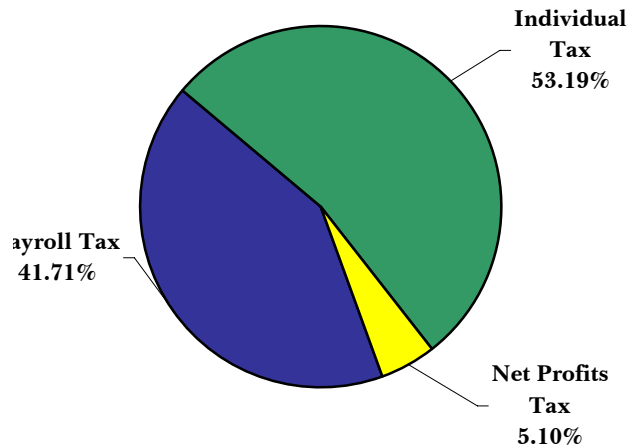
	<u>Fiscal Year 2007</u>		<u>Fiscal Year 1998</u>	
Payroll Tax	\$ 4,705,952	56.60%	\$ 615,912	41.72%
Individual Tax	2,325,286	27.97%	785,446	53.19%
Net Profits Tax	<u>1,283,693</u>	<u>15.44%</u>	<u>75,303</u>	<u>5.10%</u>
Total Income Tax Collections	<u>\$ 8,314,931</u>	<u>100.00%</u>	<u>\$ 1,476,661</u>	<u>100.00%</u>

**2007 - 1998 Income Tax Breakdown
by Tax Type**

Fiscal Year 2007



Fiscal Year 1998



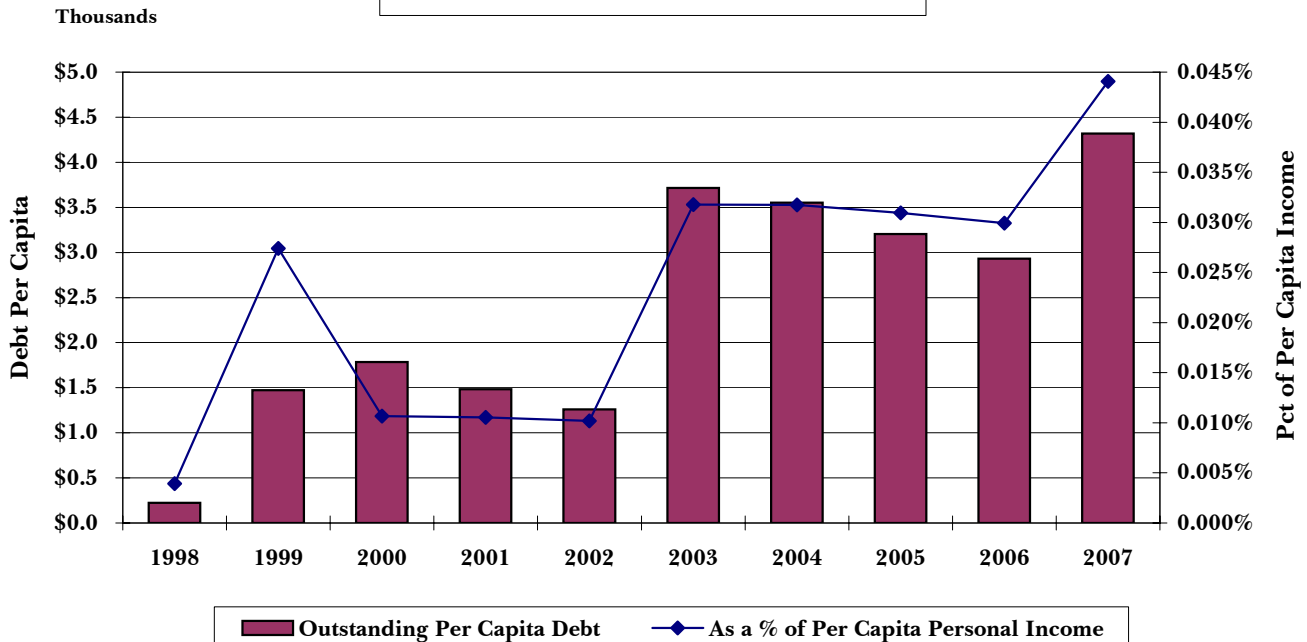
VILLAGE OF NEW ALBANY, OHIO

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS
(\$000's omitted)

Fiscal Year	Limited Tax General Obligation Debt	General Obligation Bonds	Capital Leases	OPWC/OWDA Loans	Total Debt	Percent of Per Capita Income	Total Debt Per Capita
2007	\$ 21,470.0	\$ 2,655.0	\$ 135.7	\$ 3,130.0	\$ 27,390.7	0.044%	\$4,316.90
2006	\$ 12,715.0	\$ 2,840.0	\$ 70.6	\$ 2,973.1	\$ 18,598.7	0.030%	\$2,931.23
2005	\$ 12,965.0	\$ 3,015.0	\$ 114.4	\$ 3,135.5	\$ 19,229.9	0.031%	\$3,202.84
2004	\$ 13,215.0	\$ 3,190.0	\$ 106.0	\$ 3,216.1	\$ 19,727.1	0.032%	\$3,551.23
2003	\$ 13,460.0	\$ 3,355.0	\$ 129.2	\$ 2,808.2	\$ 19,752.4	0.032%	\$3,715.66
2002	\$ -	\$ 3,505.0	\$ -	\$ 2,820.5	\$ 6,325.5	0.010%	\$1,261.31
2001	\$ -	\$ 3,655.0	\$ -	\$ 2,899.5	\$ 6,554.5	0.011%	\$1,484.60
2000	\$ -	\$ 3,805.0	\$ -	\$ 2,816.5	\$ 6,621.5	0.011%	\$1,784.29
1999	\$ -	\$ 3,945.0	\$ 88.4	\$ 536.5	\$ 4,569.9	0.027%	\$1,471.78
1998	\$ -	\$ -	\$ 88.1	\$ 565.4	\$ 653.4	0.004%	\$223.62

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

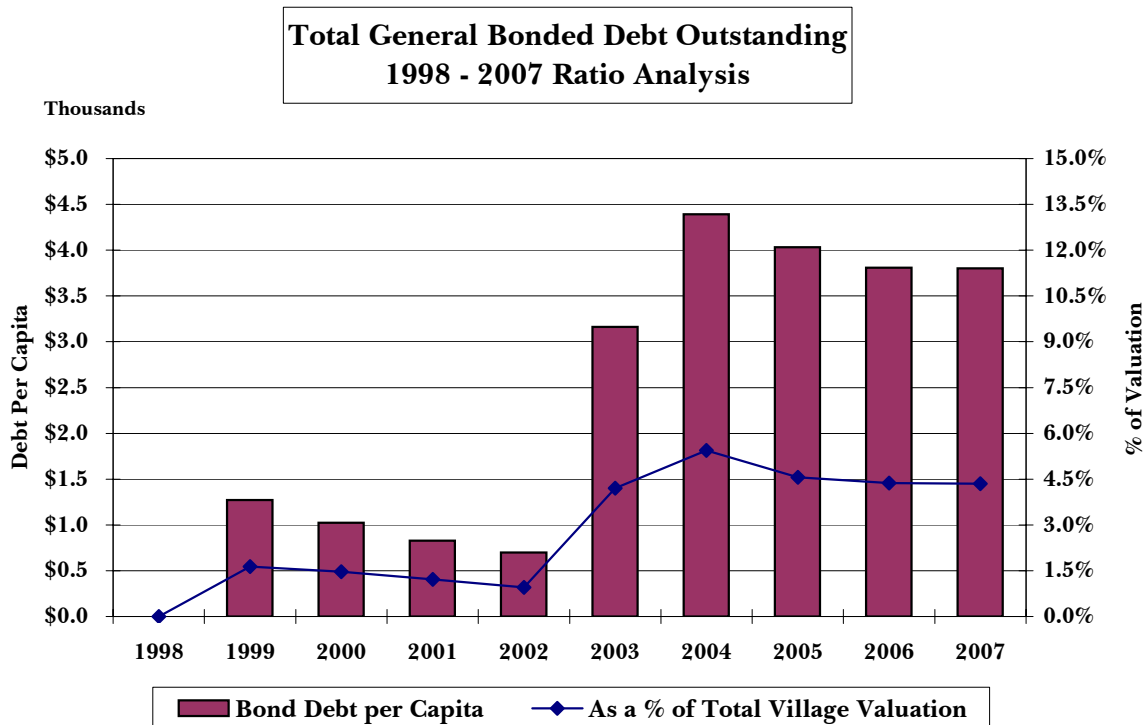
Total Outstanding Debt Ratio Analysis
1998 - 2007



VILLAGE OF NEW ALBANY, OHIO
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS

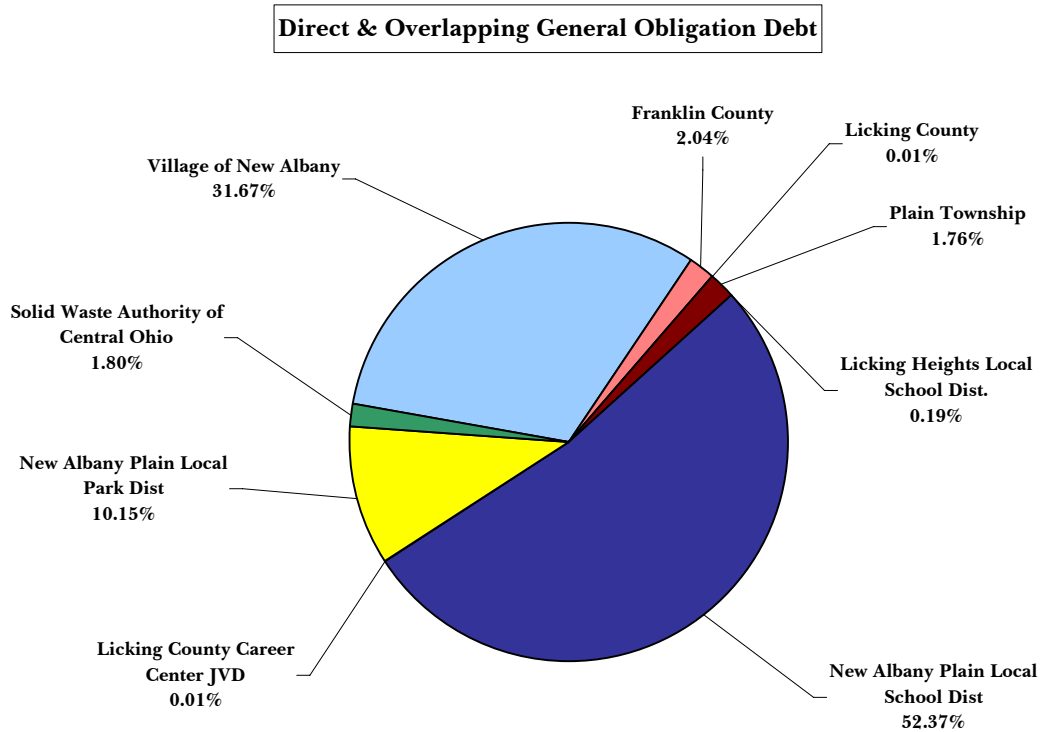
Fiscal Year	General Bonded Debt Outstanding (\$000)				Percent of Actual Taxable Property Value	Outstanding Debt Per Capita
	Mortgage Revenue Bonds	General Obligation Bonds	General Obligation Notes	Total		
2007	\$ 21,470.0	\$ 2,655.0	\$ -	\$ 24,125.0	4.35%	\$3,802.21
2006	\$ 12,715.0	\$ 2,840.0	\$ 8,606.0	\$ 24,161.0	4.37%	\$3,807.88
2005	\$ 12,965.0	\$ 3,015.0	\$ 8,236.0	\$ 24,216.0	4.56%	\$4,033.31
2004	\$ 13,215.0	\$ 3,190.0	\$ 8,000.0	\$ 24,405.0	5.44%	\$4,393.34
2003	\$ 13,460.0	\$ 3,355.0	\$ -	\$ 16,815.0	4.20%	\$3,163.09
2002	\$ -	\$ 3,505.0	\$ -	\$ 3,505.0	0.95%	\$698.90
2001	\$ -	\$ 3,655.0	\$ -	\$ 3,655.0	1.22%	\$827.86
2000	\$ -	\$ 3,805.0	\$ -	\$ 3,805.0	1.47%	\$1,025.33
1999	\$ -	\$ 3,945.0	\$ -	\$ 3,945.0	1.64%	\$1,270.53
1998	\$ -	\$ -	\$ -	\$ -	0.00%	\$0.00

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.



VILLAGE OF NEW ALBANY, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
As of December 31, 2007
(\$000's omitted)

Governmental Unit	Assessed Valuation	Total Debt Outstanding	Percent Applicable to District	Amount Applicable to District
Direct				
Village of New Albany	\$554,582.5	\$27,390.7	100.00%	\$27,390.7
Overlapping				
Franklin County	\$28,734,842.7	\$91,615.0	1.93%	\$1,768.2
Licking County	\$1,386,456,160.0	16,807.4	0.04%	6.7
Plain Township	\$661,556.1	1,815.0	83.83%	1,521.5
Licking Heights Local School Dist.	\$198,065,165.7	57,894.0	0.28%	162.1
New Albany Plain Local School Dist	\$897,237.4	73,270.3	61.81%	45,288.4
Licking County Career Center JVD	\$1,848,608,213.3	29,715.0	0.03%	8.9
New Albany Plain Local Park Dist	\$920,316.1	14,560.0	60.26%	8,773.8
Solid Waste Authority of Central Ohio	\$29,977,430.5	<u>84,155.0</u>	<u>1.85%</u>	<u>1,556.9</u>
Total Overlapping Debt		<u>\$369,831.7</u>		<u>\$59,086.5</u>
Total Direct & Overlapping Debt		<u>\$397,222.4</u>		<u>\$86,477.2</u>

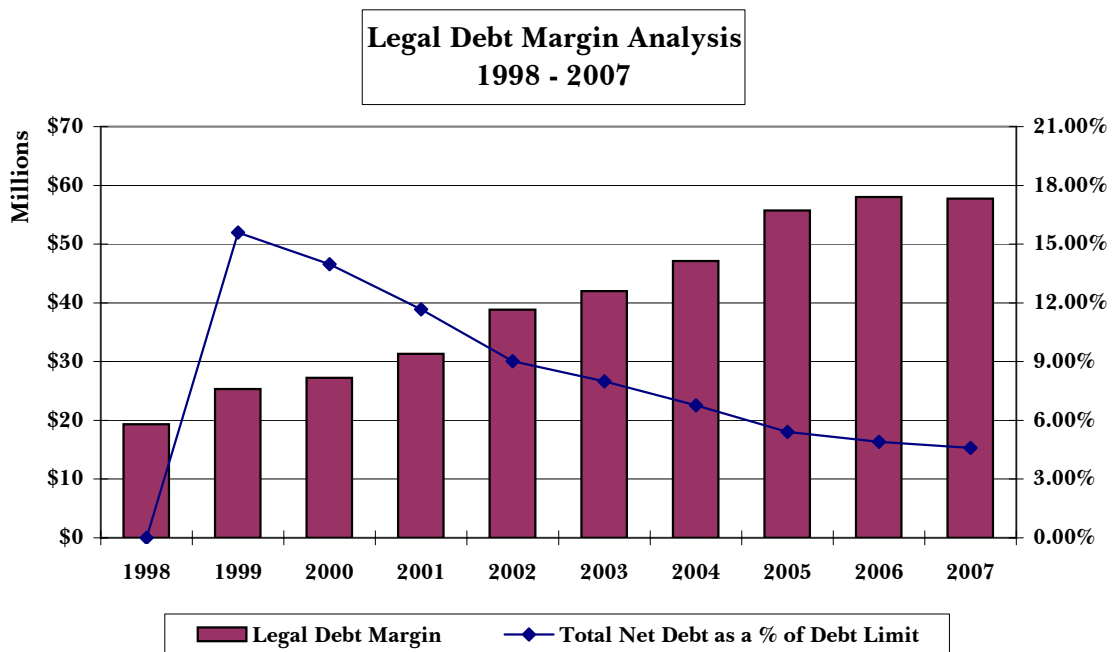


VILLAGE OF NEW ALBANY, OHIO
LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Debt Service Available Balance	Legal Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2007	\$ 57,741,115	\$ 2,655,000	\$ 6,593	\$ 55,092,708	4.60%
2006	\$ 58,004,759	\$ 2,840,000	\$ 4,782	\$ 55,169,541	4.90%
2005	\$ 55,727,857	\$ 3,015,000	\$ -	\$ 52,712,857	5.41%
2004	\$ 47,102,312	\$ 3,190,000	\$ -	\$ 43,912,312	6.77%
2003	\$ 42,010,088	\$ 3,355,000	\$ -	\$ 38,655,088	7.99%
2002	\$ 38,850,976	\$ 3,505,000	\$ 9,121	\$ 35,355,097	9.02%
2001	\$ 31,332,018	\$ 3,655,000	\$ -	\$ 27,677,018	11.67%
2000	\$ 27,221,841	\$ 3,805,000	\$ -	\$ 23,416,841	13.98%
1999	\$ 25,309,054	\$ 3,945,000	\$ -	\$ 21,364,054	15.59%
1998	\$ 19,312,237	\$ -	\$ -	\$ 19,312,237	0.00%

Note: Debt limit is calculated as assessed valuation multiplied by 10.5%. Debt issued since 1999, all GO debt has a pledge clause that would exclude it from inclusion in the 'Total Net Debt Applicable to Limit'.

Note: HB66 began the phase-out of Tangible Personal Property Tax in the next three years. To reflect this phase-out, the assessed valuation listed above has been reduced for TPP by 50% of the 2006 Assessed Valuation.



**VILLAGE OF NEW ALBANY, OHIO
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population	Per Capita Income	Personal Income (thousands)	Median Age	School Enrollment ⁽⁴⁾	Unemployment Rate ⁽⁵⁾
2007	6,345 ⁽¹⁾	\$62,131 ⁽²⁾	\$ 394,221.2	37.6 ⁽²⁾	3,929	4.7%
2006	6,345 ⁽¹⁾	\$62,131 ⁽²⁾	\$ 394,221.2	37.6 ⁽²⁾	3,436	4.4%
2005	6,004 ⁽¹⁾	\$62,131 ⁽²⁾	\$ 373,034.5	37.6 ⁽²⁾	3,209	4.8%
2004	5,555 ⁽¹⁾	\$62,131 ⁽²⁾	\$ 345,137.7	37.6 ⁽²⁾	2,851	4.3%
2003	5,316 ⁽¹⁾	\$62,131 ⁽²⁾	\$ 330,288.4	37.6 ⁽²⁾	2,567	4.9%
2002	5,015 ⁽¹⁾	\$62,131 ⁽²⁾	\$ 311,587.0	37.6 ⁽²⁾	2,275	4.4%
2001	4,415 ⁽¹⁾	\$62,131 ⁽²⁾	\$ 274,308.4	37.6 ⁽²⁾	1,995	2.7%
2000	3,711 ⁽²⁾	\$62,131 ⁽²⁾	\$ 230,568.1	37.6 ⁽²⁾	1,693	2.7%
1999	3,105 ⁽³⁾	\$16,668 ⁽³⁾	\$ 51,754.1	39.0 ⁽³⁾	1,430	2.5%
1998	2,922 ⁽³⁾	\$16,668 ⁽³⁾	\$ 48,703.9	39.0 ⁽³⁾	1,266	2.5%

OTHER MISCELLANEOUS INFORMATION ⁽⁶⁾

Date of Incorporation	1856
Form of Government	Mayor/Council/Administrator
Population (as of 7/1/2006)	6,345

Area in square miles 11.51

<u>Village Acreage by class:</u>	<u>Total</u>	<u>Percent</u>
Agricultural	1,765.70	23.97%
Residential	1,581.88	21.47%
Commercial - All Types	58.58	0.80%
Office	223.02	3.03%
Community Facilities	390.31	5.30%
Light Industrial	21.53	0.29%
General Employment	556.09	7.55%

Planned Unit Development (PUD):

Commercial	1,781.00	24.18%
Residential	551.30	7.48%
Mixed-use	336.40	4.57%
Infill	<u>100.56</u>	<u>1.37%</u>

Total Village Acreage 7,366.37 100.00%

Facilities & Services

Miles of streets	52.07
Number of street lights	1021
Number of signalized intersections	12

Sources:

- (1) US Census 2006 population estimates
- (2) Federal 2000 decennial census
- (3) Federal 1990 decennial census
- (4) New Albany Plain Local Schools
- (5) Ohio Job & Family Services, Labor Market Information department. Rates are for Franklin County.
- (6) Village departments

**VILLAGE OF NEW ALBANY, OHIO
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2007		1998	
	Rank	Percent of Total Withholding Taxes Paid	Rank	Percent of Total Withholding Taxes Paid
Abercrombie & Fitch Companies	1	41.18%	NA	0.0%
Discover Financial Services	2	12.08%	NA	0.0%
Tween Brands	3	10.14%	NA	0.0%
Aetna Life Insurance	4	6.21%	11	1.6%
New Albany Plain Local Schools	5	3.83%	1	9.9%
Mount Carmel Health System	6	1.41%	NA	0.0%
CVG Management Corp.	7	1.37%	NA	0.0%
Orthopedic & Neurological Cons.	8	0.99%	NA	0.0%
Liberty Mutual Insurance Co.	9	0.77%	NA	0.0%
Sage Software Healthcare, Inc.	10	0.79%	NA	0.0%
Bank One Management Co.	2,235	0.00%	2	4.7%
New Albany Country Club	12	0.59%	3	3.6%
Leslie H. Wexner	14	0.53%	4	2.9%
Limited Brand Store Ops.	2,229	0.00%	5	2.7%
New Albany Brewery, Inc.	21	0.36%	6	2.5%
Lane Bryant Inc.	NA	0.00%	7	2.1%
New Albany Company Partners	35	0.20%	8	2.0%
Bobby Rahal, Inc.	343	0.01%	9	2.0%
Victoria's Secret Stores	2,252	0.00%	10	1.7%
Total of Top Ten *		78.76%		34.1%
Total Withholdings - All Employers		\$ 12,157,879		\$ 613,764

* Percentage presented is only for the top 10 employers in each respective year.

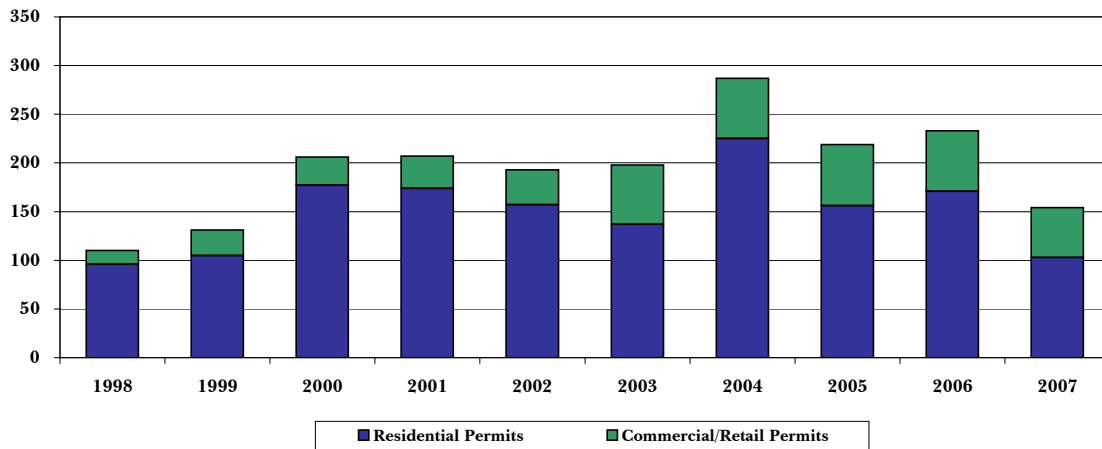
Source: Regional Income Tax Agency (RITA) records.
'NA' indicates no data available for time period.

VILLAGE OF NEW ALBANY, OHIO
CONSTRUCTION ACTIVITY
LAST TEN FISCAL YEARS

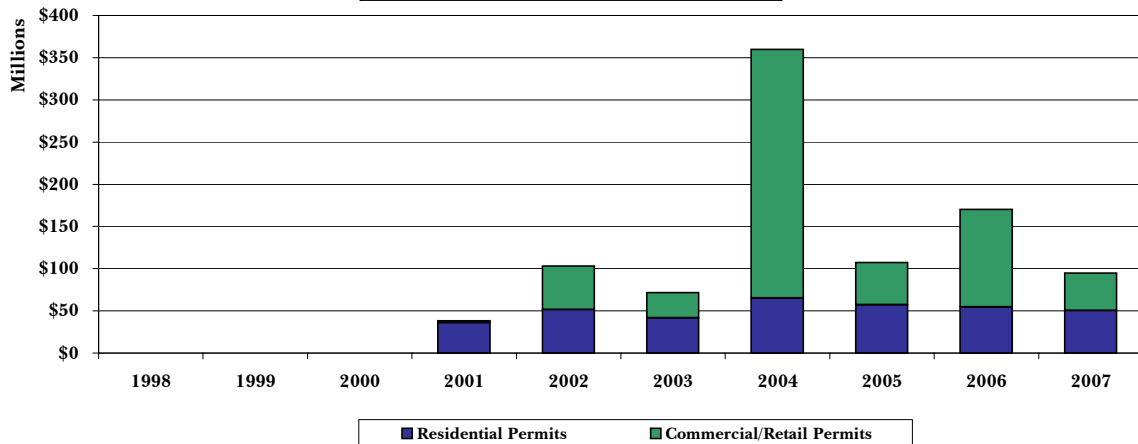
Fiscal Year	Residential			Commercial/Retail			Total		
	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value
2007	103	\$50,375,658	\$489,084	51	\$44,313,058	\$868,883	154	\$94,688,716	\$614,862
2006	171	\$54,441,127	\$318,369	62	\$115,927,465	\$1,869,798	233	\$170,368,592	\$731,196
2005	156	\$57,286,718	\$367,223	63	\$50,117,171	\$795,511	219	\$107,403,889	\$490,429
2004	225	\$65,342,856	\$290,413	62	\$294,460,671	\$4,749,366	287	\$359,803,527	\$1,253,671
2003	137	\$41,680,207	\$304,235	61	\$29,808,819	\$488,669	198	\$71,489,026	\$361,056
2002	157	\$51,461,896	\$327,783	36	\$51,520,627	\$1,431,129	193	\$102,982,523	\$533,588
2001	174	\$36,037,565	\$207,112	33	\$2,357,728	\$71,446	207	\$38,395,293	\$185,485
2000	177	NA	NA	29	NA	NA	206	NA	NA
1999	105	NA	NA	26	NA	NA	131	NA	NA
1998	96	NA	NA	14	NA	NA	110	NA	NA

Note: 'NA' indicates that data for the period is not available.

**Number of Building Permits Issued
1998 - 2007**



**Total Value of Building Permits Issued
1998 - 2007**

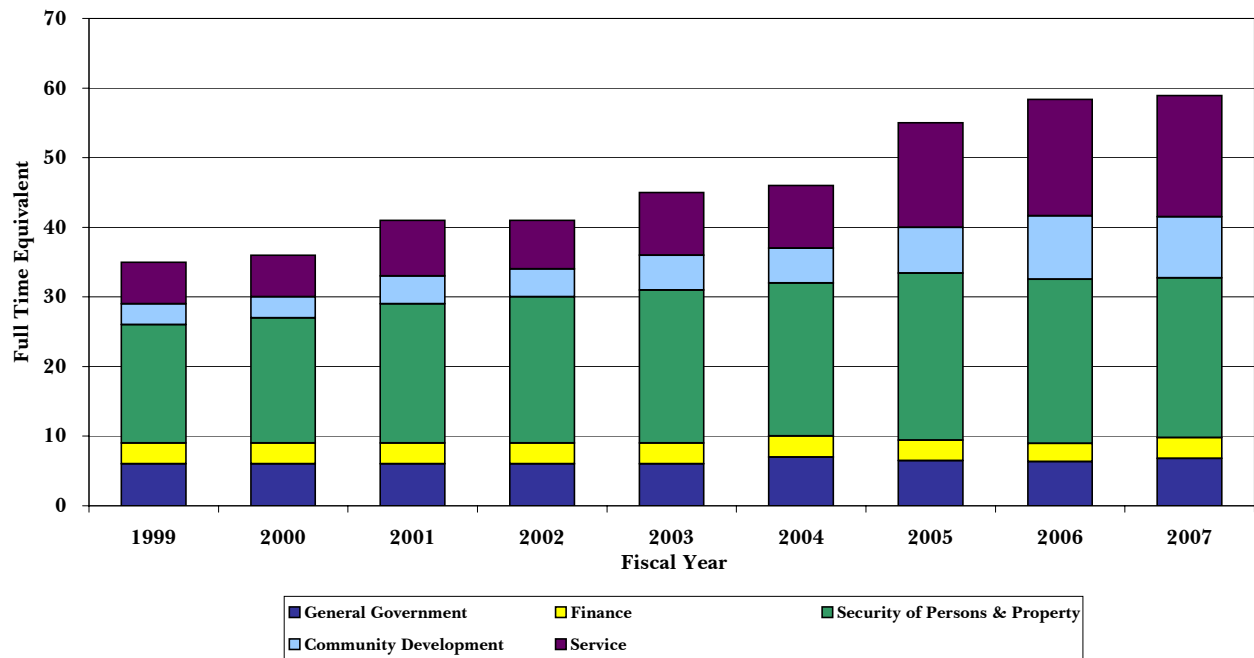


VILLAGE OF NEW ALBANY, OHIO
FULL TIME EQUIVALENT VILLAGE GOVERNMENT
EMPLOYEES BY FUNCTION/PROGRAM
LAST NINE FISCAL YEARS

Function/Program	2007	2006	2005	2004
General government	9.800	8.974	9.425	10.000
Administration	5.260	4.784	4.762	5.000
Finance	3.002	2.621	2.958	3.000
Mayor's Court	1.538	1.569	1.705	2.000
Community Development	8.810	9.091	6.583	5.000
Building & Zoning	3.904	5.654	4.955	-
Planning & Development	4.906	3.437	1.628	5.000
Security of persons & property	22.912	23.586	23.996	22.000
Police	16.973	17.229	18.128	14.000
Communications/Civilians	5.939	6.357	5.868	8.000
Service	17.416	16.714	15.000	9.000
Total Full-Time Equivalent (FTE)	58.938	58.365	55.004	46.000

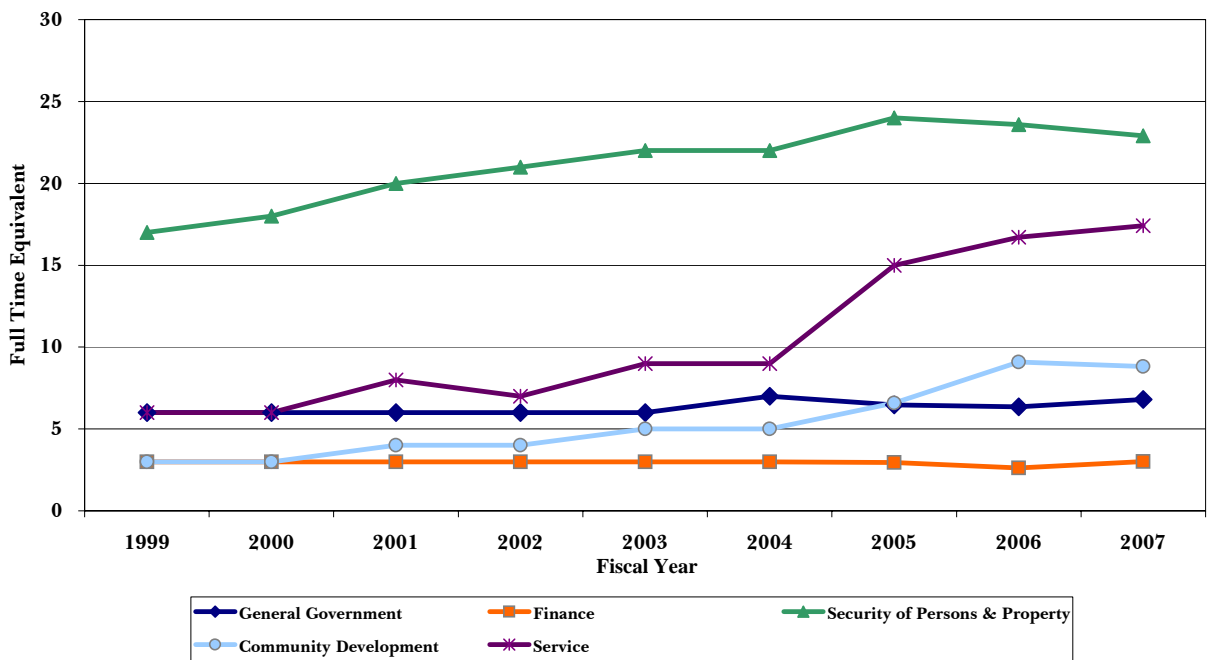
Source: Village payroll systems

**Full-Time Equivalent Employees
By Function 1999 - 2007**



2003	2002	2001	2000	1999
9.000	9.000	9.000	9.000	9.000
4.000	4.000	4.000	4.000	4.000
3.000	3.000	3.000	3.000	3.000
2.000	2.000	2.000	2.000	2.000
5.000	4.000	4.000	3.000	3.000
-	-	-	-	-
5.000	4.000	4.000	3.000	3.000
22.000	21.000	20.000	18.000	17.000
15.000	15.000	14.000	13.000	12.000
7.000	6.000	6.000	5.000	5.000
9.000	7.000	8.000	6.000	6.000
45.000	41.000	41.000	36.000	35.000

**Full-Time Equivalent Employees
By Function 1999 - 2007**



VILLAGE OF NEW ALBANY, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2007	2006	2005	2004
Police				
Physical arrests	410	413	331	470
Traffic citations	2,099	2,464	1,738	2,105
Fire				
Medic/EMS Runs	1,084	982	1,025	963
Fire Runs	606	602	730	697
Operating Budget (\$millions)	\$3,182.7	\$2,916.8	NA	NA
Mayor's Court				
Traffic Cases	1,228	1,847	1,398	1,518
Criminal Cases	45	89	88	151
Service				
Street resurfacing (miles)	1.080	0.000	0.000	2.530
Potholes repaired	200	200	100	150
Building & Zoning				
Residential permits issued	103	171	156	225
Commercial permits issued	51	62	63	62
Board & Commission applications	126	92	NA	NA
Finance				
Vouchers issued	2,099	2,234	2,196	1,947
Invoices processed	5,952	5,308	5,246	4,474
Average invoices per voucher	2.84	2.38	2.39	2.30
Purchase orders issued	1,759	1,253	1,192	1,172
School District				
Total student enrollment	3,929	3,436	3,209	2,851
Total staff	522	462	418	391
Total certified staff	311	277	253	233
Avg certified staff/pupil ratio	12.633	12.404	12.684	12.236
Library				
Materials owned	105,575	116,664	117,589	107,207
Circulation volume	935,378	868,032	784,162	706,147
Visitors to Library	419,537	433,330	397,245	276,548

Source: Village Department Directors.
New Albany Plain Local School Treasurer's Office
Columbus Public Library, New Albany Branch

'NA' indicates that the data was not available
for that specific time period.

2003	2002	2001	2000	1999	1998
352	285	420	416	410	438
2,014	2,197	2,998	2,472	1,862	2,282
873	733	838	739	694	687
562	482	517	519	458	450
NA	NA	NA	NA	NA	NA
1,611	2,155	NA	NA	NA	NA
106	NA	NA	NA	NA	NA
0.690	NA	NA	NA	NA	NA
10	NA	NA	NA	NA	NA
137	157	174	177	105	96
61	36	33	29	26	14
NA	NA	NA	NA	NA	NA
1,880	1,853	1,725	1,588	1,481	1,400
4,235	3,766	3,639	3,288	3,307	3,572
2.25	2.03	2.11	2.07	2.23	2.55
1,371	1,492	1,258	1,074	1,612	NA
2,567	2,275	1,995	1,693	1,430	1,266
386	318	255	222	190	158
228	186	161	141	121	100
11.259	12.231	12.391	12.007	11.818	12.660
73,011	NA	NA	NA	NA	NA
244,279	NA	NA	NA	NA	NA
108,244	NA	NA	NA	NA	NA

VILLAGE OF NEW ALBANY, OHIO
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<u>Police</u>				
Stations	1	1	1	1
Cruisers/Patrol Vehicles	12	11	11	11
<u>Fire/Emergency Medical Services</u>				
Stations	1	1	1	1
Ambulance/Medic Vehicle	2	2	2	2
Fire Engines	2	2	2	2
Ladder Trucks	1	1	1	1
Staff Vehicles	3	3	3	3
<u>Sanitation/Service</u>				
Staff vehicles	4	4	3	2
Dump trucks/plow vehicles	6	6	5	5
Pick-up trucks & other vehicles	8	5	4	3
<u>Other Public Works</u>				
Streets & alleys (miles)	52.07	51.09	47.39	40.47
Streets & alleys (lane miles)	154.1	151.4	138.3	136.1
Streetlights	1021	998	898	874
Bridges	16	16	16	14
Signalized intersections	12	11	9	8
<u>Parks & Recreation</u>				
Number of parks	3	3	3	2
Park acreage	200	200	145	80
Shelter houses	2	2	2	1
Swimming pools	2	2	2	2
Tennis courts	7	7	7	2
Lighted baseball/softball fields	4	4	0	0
<u>Water</u>				
Water mains (miles)	57.85	57.04	53.45	47.69
Fire hydrants	918	891	805	787
<u>Sanitary/Storm Sewer System</u>				
Miles of sanitary sewers	58.70	58.02	54.64	48.85
Miles of storm sewers	60.53	59.56	54.70	46.24
Treatment plants (provided by City of Columbus)	0	0	0	0

Source: Village Department Directors.
E.P. Ferris & Associates, Village Engineer
Plain Township Fire Department
New Albany Plain Local Joint Park District

'NA' indicates that the data was not available
for that specific time period.

2003	2002	2001	2000	1999	1998
1	1	1	1	1	1
11	11	11	11	11	11
1	1	1	1	1	1
2	2	2	2	2	2
2	2	2	2	2	2
1	1	1	1	1	1
3	3	3	3	3	3
2	2	2	2	0	0
5	6	6	5	5	3
2	3	3	1	0	0
37.85	34.82	32.06	28.4	23.98	23.32
130.1	123.5	114.9	94.5	89.8	89.1
830	773	743	719	557	443
11	11	10	10	9	7
8	7	7	7	7	4
2	2	2	2	NA	NA
80	80	80	80	NA	NA
1	1	1	1	NA	NA
2	1	1	1	1	1
2	0	0	0	0	0
0	0	0	0	0	0
44.59	41.87	39.01	35.61	31.04	30.29
748	712	689	672	592	564
45.75	42.11	38.98	35.44	31.85	30.68
42.82	39.32	36.02	29.28	23.74	23.06
0	0	0	0	0	0



END OF REPORT



Mary Taylor, CPA
Auditor of State

VILLAGE OF NEW ALBANY

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
AUGUST 21, 2008