

**CITY OF REYNOLDSBURG**

**FRANKLIN COUNTY**

**REGULAR AUDIT**

**JANUARY 1, 2006 – DECEMBER 31, 2006**





Mary Taylor, CPA  
Auditor of State

Honorable Mayor and City Council  
City of Reynoldsburg  
7232 East Main Street  
Reynoldsburg, Ohio 43068

We have reviewed the *Independent Auditor's Report* of the City of Reynoldsburg, Franklin County, prepared by Wilson, Shannon & Snow, Inc., for the audit period January 1, 2006 through December 31, 2006. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

July 25, 2007

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**CITY OF REYNOLDSBURG  
FRANKLIN COUNTY**

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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***

City of Reynoldsburg  
Franklin County  
7232 East Main Street  
Reynoldsburg, Ohio 43068

To the City Council:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Reynoldsburg, Franklin County, Ohio (the City) as of and for the year ended December 31, 2006, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 29, 2007, wherein we noted the City adopted Governmental Accounting Standards Board (GASB) Statement No. 44, *Economic Condition Reporting: The Statistical Section*. 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 City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City'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 City'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 City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control.

*Wilson, Shannon & Snow, Inc.*

**CERTIFIED PUBLIC ACCOUNTANTS**  
Ten West Locust Street  
Newark, Ohio 43055  
(740) 345-6611  
1-800-523-6611  
FAX (740) 345-5635

City of Reynoldsburg  
Franklin County  
Report on the Internal Control over Financial  
Reporting and on Compliance and Other Matters  
Required by *Government Auditing Standards*

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 City's internal control.

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. However, we noted certain matters that we reported to the City's management in a separate letter dated June 29, 2007.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and 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*.

This report is intended solely for the information and use of the audit committee, management, City Council, and the Auditor of State and is not intended to be and should not be used by anyone other than these specified parties.

*Wilson, Sherman & Snow, Inc.*

Newark, Ohio  
June 29, 2007

**Comprehensive  
Annual Financial  
Report**

City of

**Reynoldsburg**

**Ohio**



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2006

Issued by:  
Richard E. Harris  
City Auditor



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FRANKLIN, FAIRFIELD AND LICKING COUNTIES, OHIO**

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## *INTRODUCTORY SECTION*

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# CITY OF REYNOLDSBURG

7232 East Main Street • Reynoldsburg, Ohio 43068  
Richard E. Harris, City Auditor

phone (614) 322-6858

fax (614)-322-6857

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June 29, 2007

Honorable Citizens of Reynoldsburg  
and Members of City Council  
Reynoldsburg, Ohio:

I am pleased to present the Comprehensive Annual Financial Report for the City of Reynoldsburg for the year ended December 31, 2006. This report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

## **INTRODUCTION**

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Reynoldsburg (the "City") to conform to nationally recognized standards of excellence in financial reporting. The City implemented GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*. Implementation of this GASB had no impact on the City's financial position or results of operation. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of my knowledge and belief, the enclosed data, as presented, is accurate in all material respects, is presented in a manner designed to fairly set forth the financial position and results of operations of the City and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Reynoldsburg's MD&A can be found immediately following the report of the independent auditors.

## **The Reporting Entity**

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (the "GASB") Statement No. 14, *The Financial Reporting Entity*, in that the financial statements include all the organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide financial benefit to or impose a financial burden on the City.

***Letter of Transmittal  
For the Year Ended December 31, 2006***

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Based on the foregoing, the reporting entity of the City has no component units but includes the following services as authorized by its Charter: police protection, parks and recreation, planning, zoning, street maintenance and other governmental services. Additionally, the City owns the water distribution system, the wastewater collection system and the stormwater collection system, each of which is reported as an enterprise fund. Treatment services for both water and wastewater are provided by the City of Columbus on a contractual basis. The City also reports the solid waste collection and disposal operations as an enterprise fund.

**Historical Information**

The origin of Reynoldsburg can be traced to 1801 when Thomas Jefferson signed an Act of Congress granting land to Lt. Colonel Bradford to be appropriated for refugees from Canada. The first settler was Thomas Palmer, who came from Massachusetts in 1803. The village of Frenchtown was platted in 1831 on land owned by John D. French. The name was changed in 1839 to Reynoldsburg in honor of John C. Reynolds, the Postmaster and a representative in the Ohio General Assembly. The village was incorporated in 1839 and granted city status in 1960.

Reynoldsburg is noted as "the birthplace of the tomato" because of its famous resident horticulturist Alexander W. Livingston (1821-1898), internationally known for his development of the "Paragon" tomato.

**Location**

Reynoldsburg is located ten miles east of downtown Columbus and comprises the eastern edge of the Columbus metropolitan area. It was the first Franklin County city to expand into two other counties: Licking County to the east and Fairfield County to the south. Encompassing approximately thirteen square miles, the City lies near the geographic center of the state and is easily accessible from all areas in Ohio. The City is seven miles from Port Columbus International Airport and offers immediate accessibility to interstate highways I-70 and I-270 via three major interchanges. Reynoldsburg is situated 833 feet above sea level and experiences mean temperatures of 71.97 degrees during the summer and 29.8 degrees during the winter.

**Form of Government**

The City operates under the Charter first adopted by the voters in 1979 and amended by the voters in 1982, 1987, 1992, 1995 and 1997, which provides for a Mayor-Council form of government. The laws of the State of Ohio prevail when conflicts exist between the Charter and the State Constitution and in matters where the Charter is silent. Legislative authority is vested in a seven member Council of whom three members are elected at-large and four are elected from wards. The presiding officer is the President of Council who is elected at-large. All members are elected to four year terms. The City's chief executive and administrative officer is the Mayor who is elected to that full-time office for a four year term. The Mayor appoints all employees except those of City Council, the City Auditor's office and the City Attorney's office. The City's chief fiscal officer is the City Auditor, who is elected to that full-time office for a four year term. The City's legal officer is the City Attorney, who is elected to that full-time office for a four year term.

***Letter of Transmittal  
For the Year Ended December 31, 2006***

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**ECONOMIC OUTLOOK**

Reynoldsburg continues to experience positive commercial growth in all sectors of the community. The completion of the Main Street Revitalization Project has enabled the City to reap the benefits with new projects at various stages of construction along the Main Street Corridor. Reynoldsburg experienced growth in the retail banking sector, restaurants, medical and miscellaneous retail.

The largest employer in the City is Limited Brands, Inc., consisting of office, shipping, and distribution facilities on a 360-acre site. The Limited Brands Inc. specialty shops/facilities at the Reynoldsburg site are Victoria's Secret Stores, Inc., the new 1 million square foot Victoria Secret Direct Distribution Center and the Bath and Bodyworks Division. The national retail clothing company has contributed an average of approximately \$2,500,000 dollars a year in income tax receipts since 1991. Agreement was reached in 2005 to bring Victoria Secret Direct to the Limited Campus in Reynoldsburg. Construction to expand the facility was begun in 2006. When completed in the fall of 2007 it will bring an additional 931 jobs to the city. Other large employers located in the City include Reynoldsburg City School District, the State of Ohio Department of Agriculture. The new Ohio EPA & Ohio Department of Health Laboratory, Wal-Mart, Dynalab Inc., the Kroger Company, Sam's Club, Home Depot and Lowe's.

The City established the Department of Development in late 1997 to provide business and industry with a point of contact within local government. The department is responsible for business attraction, retention, zoning and planning. The department facilitated the following projects in 2006.

<u>Project</u>	<u>Jobs</u>	<u>Estimated Payroll</u>	<u>Construction Costs</u>
Ohio Health /EPA	75 new	\$4,000,000	\$20,000,000
FMS	65 new	\$1,500,000	Existing
Lowe's	25 new	\$175,000	\$300,000
Victoria Secret Direct	935 new	\$35,000,000	\$400,000,00
The Shops at Slate Ridge	165 new	\$1,700,000	\$7,500,000

Construction on the Taylor Square West has begun and will provide a site for a 120,000 square foot Target Store and a 30,000 square foot retail center with several out parcels.

Construction has started at The Shops at East Broad Street. The first major tenant is Lowes and is expected to open in the fall of 2007. This will be a 600,000 square foot shopping facility which will be anchored by a large home center. When completed this will create 1,200-1,500 jobs.

The single family housing market continues to struggle and the condominium market is still moving ahead with several projects under construction.

The City began Streetscape Phase 1 on Main Street in 2003. It was completed mid-2004. Streetscape Phase 2 was financed and construction began in summer of 2005. Phase 2 was completed in the spring of 2007. The elements of the project are designed to stimulate and protect investment.

***Letter of Transmittal  
For the Year Ended December 31, 2006***

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**Unemployment Rates**

The great diversity of job opportunities in the Central Ohio area has helped the unemployment rate remain consistently lower than state and national averages. It has been estimated that 80% of Reynoldsburg residents work in Columbus and the surrounding area. Therefore, the City's rate of unemployment is influenced to a great extent by that of the metropolitan area. At the end of 2006 when the state experienced an unemployment rate of 5.5% and the nation an unemployment rate of 4.6% Reynoldsburg experienced an unemployment rate estimated to average 4.7%.

**MAJOR INITIATIVES**

**Capital Improvements**

The City continued its conservative posture with respect to spending for capital improvements in 2006. Sources of funds other than General Fund sources financed many of the projects. Projects begun, completed and/or in process in 2006 include—

- Main Street – Brice Road Streetscape, Phase 2
  - Financing and bidding for Phase 2 of Streetscape which extends from Rose Hill Road to City Hall was completed in 2005. Construction on Phase 2, began in 2005 and continued throughout 2006. \$7,600,000 has been spent to date, with a completion date expected in Spring 2007. This project was funded by a variety of grants, low interest loans and a bond issue.
- Taylor Road Reconstruction
  - Taylor Road between Main Street and Reynoldsburg City limits just South of Windsor Drive is being widened with sidewalk and storm sewer installation. The majority of the \$1,800,000 project was completed in 2006 and the remaining portion is to be completed in 2007. This project was funded by a bond issue.
- Bartlett Road Storm Water Relief Project
  - \$737,646 was spent to alleviate a problem area in the storm sewer system on Bartlett Road. This project was completed in 2006.
- Taylor Road Water Main
  - \$102,633 was spent to install a 12” water main extension on Taylor Road.
- Broad Street 24” Water Main
  - \$121,500 was appropriated for engineering services to install a 24” water main on East Broad Street. This project will be completed in 2008.

***Letter of Transmittal  
For the Year Ended December 31, 2006***

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**Employee Relations**

The full-time employee profile, excluding the Police Department, is as follows:

Elected Officials	3
Classified Employees	49
Non-Classified Employees	<u>17</u>
Total	69

The police department profile is as follows:

Sworn Officers	52
Dispatchers	7
Others	<u>8</u>
Total	67

City Council consists of the following:

President of Council	1
Ward Councilpersons	4
At-Large Councilpersons	<u>3</u>
Total	8

A collective bargaining agreement between the City of Reynoldsburg and the Fraternal Order of Police, Capital City Lodge #9, which represents 49 sworn officers, is effective January 1, 2004 through December 31, 2006. The contract between the City and the Fraternal Order of Police, Ohio Labor Council, which represents the seven dispatchers, is effective January 1, 2004 through December 31, 2006. All other employees are governed by legislative action of City Council.

**FINANCIAL INFORMATION**

**Internal Control, Budgetary Control and the Accounting System**

Development of the City's accounting system included substantial consideration of the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance of the following:

1. The City's assets are protected against loss and unauthorized use or disposition.
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated applying the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation.
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the City administration and the Auditor's Office.

***Letter of Transmittal  
For the Year Ended December 31, 2006***

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All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The Auditor's Office is responsible for the auditing and analysis of all purchase orders of the City. Personnel of the Auditor's Office carefully review purchase orders to ensure the availability of monies in the proper funds and accounts prior to the certification and subsequent payment of approved invoices. The City utilizes a fully automated accounting system as well as an automated system of controls for fixed asset accounting and payroll. These systems, coupled with the review and examination performed by the City Auditor's Office, ensure that the financial information generated is both accurate and reliable.

Budgetary control is maintained at the object level for each department within each fund via legislation approved by City Council. The various objects are:

- Personal services
- Contractual Services
- Other Expenditures
- Transfers
- Materials and Supplies
- Capital Outlay
- Debt Service:  
Principal  
Interest

Lower levels within each object are accounted for and reported internally. Such lower levels are referred to as line items of expenditure. Estimated amounts must be encumbered prior to final approval of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level appropriations are not approved unless additional appropriations are authorized. Unencumbered appropriations return (lapse) to the unappropriated balances in the individual funds at the end of each fiscal year, which coincides with the calendar year.

**Cash Management**

Cash management is a vital component of the City of Reynoldsburg's overall financial strategy. The primary objective of the City's investment activity is the preservation of capital and the protection of invested principal. The City pools its cash for maximum investing efficiency, except for the cash held by fiscal and escrow agents.

Public funds are invested to achieve maximum return on the portfolio without assuming unreasonable risk. The City purchases investments only through member banks of the Federal Reserve System or broker-dealers registered with the U.S. Securities and Exchange Commission. Investments are diversified to avoid incurring unreasonable risks relating to a specific type of security or to a particular individual financial institution. Portfolio investments remain sufficiently liquid to ensure that all operating requirements are satisfied in a timely manner.

Responsibility for the collection and investment of all City funds is assigned to the City Auditor/Treasurer pursuant to Section 7.06 of the City Charter, and subject to the direction of City Council by resolution or ordinance. To assist the City Auditor/Treasurer in this responsibility, the Treasury Investment Board was created pursuant to Section 7.06 of the City Charter.

**CITY OF REYNOLDSBURG, OHIO**

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**Letter of Transmittal  
For the Year Ended December 31, 2006**

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The primary objectives of the City's investment program, in order of priority, are as follows:

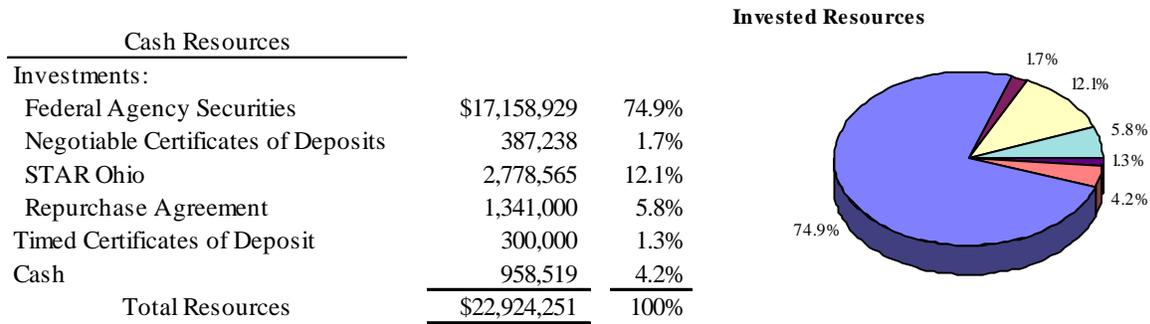
- preservation of capital and protection of principal
- maintenance of sufficient liquidity to meet any unanticipated needs
- maximization of return on the portfolio
- diversification into various eligible securities
- diversification into various eligible financial institutions

Once each quarter, the City Auditor/Treasurer submits a report to City Council and the Treasury Investment Board that provides a summary of investment transactions and performance results for the preceding quarter. Prior to February 1 of each year, the City Auditor/Treasurer submits a report to City Council and the Treasury Investment Board that provides a summary of investment transactions and performance results for the preceding fiscal year.

All investments are made in accordance with Section 143-05 of the Codified Ordinances of the City. The following is a summary of authorized investments:

- bonds, notes, bills issued by the United States Treasury, or any other instrument issued by the U.S. Treasury for which the full faith and credit of the United States is pledged for the payment of principal and interest, thereon.
- investment grade bonds, notes or other obligations issued by any federal governmental agency.
- certificates of deposit and time deposit accounts, either insured by the Federal Deposit Insurance Corporation, or collateralized by U.S. Treasury securities, in any eligible institution mentioned in Section 135.32 of the Ohio Revised Code, having an office within the territorial limits of the City - obligations of the State of Ohio, or agencies of the State, rated AA or better, or obligations of the City at a fair market rate.
- repurchase agreements entered into with qualified financial institutions, under the terms of which, the City Auditor/Treasurer purchases and the seller agrees unconditionally to repurchase any of the securities listed above.

The City's cash resources were invested at December 31, 2006 as follows:



The City also maintained cash with fiscal agents in the amount of \$1,083,432

## ***CITY OF REYNOLDSBURG, OHIO***

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### ***Letter of Transmittal For the Year Ended December 31, 2006***

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The City earned interest of \$1,225,735 on investments for fiscal year 2006. Interest earned was allocated to the governmental funds.

At December 31, 2006, the City had deposits of \$2,128,754. \$162,620 of the deposits were covered by the Federal Deposit Insurance Corporation and \$1,965,716 of the balance was collateralized by pooled collateral. The Ohio Revised Code provides for the establishment of collateral pools by financial institutions designed to safeguard public deposits. The face value of the pooled collateral must equal at least 105 percent of the public funds on deposit with the financial institution. The collateral is held by the financial institution. All deposits are made under contracts with local banking institutions pursuant to statute.

#### **Risk Management**

The proactive approach that the administration employs in addressing its ongoing operations is reflected in the composition of the City's insurance protection package and its very favorable loss experience.

The City reduces exposure to risk through several initiatives. They include insurance coverages for vehicles, general liability, building and contents and computer insurance with the St. Paul Fire and Marine Insurance Company, and vehicle insurance with the Westfield Insurance Company. Law enforcement liability coverages is with Scottsdale Insurance Company and boiler and machinery coverage with CNA Insurance Company.

Deductible levels have been selected so as not to expose the City to excessive "first dollars" in claims. Deductibles for property damage and coverages are:

	<u>Occurrence Limits</u>	<u>Total Limit</u>	<u>Deductible</u>
General Liability	\$1,000,000	\$2,000,000	\$25,000
Public Officials Wrongful Act Liability	1,000,000	1,000,000	\$25,000/occurrence
Law Enforcement Agency Officers	1,000,000	1,000,000	\$25,000/occurrence
Employee Benefits Liability	1,000,000	3,000,000	\$1,000
Automobile Liability	1,000,000		\$1,000
			Comprehensive \$1,000 Collision
Commercial Umbrella/Excess	5,000,000	5,000,000	\$10,000

#### **OTHER INFORMATION**

##### **Independent Audit**

The basic financial statements of the City of Reynoldsburg were audited by Wilson, Shannon and Snow, Inc., Certified Public Accountants. The independent auditor's unqualified opinion has been included in this report.

***Letter of Transmittal  
For the Year Ended December 31, 2006***

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**Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Reynoldsburg, Ohio for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2005. This was the fifteenth consecutive year (1991-2005) that the City received this award.

The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards in state and local government financial reporting. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report with contents conforming to all program standards. The report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements respective to the reporting entity.

A Certificate of Achievement is valid for a period of one year. The City of Reynoldsburg received its first Certificate of Achievement for the fiscal year ended December 31, 1991. I believe this current report continues to conform to the Certificate of Achievement program requirements, and I am submitting the report to the GFOA.

The publication of this Comprehensive Annual Financial Report is indicative of the City's commitment to provide significantly enhanced financial information and accountability to its citizens. In addition to the citizens of Reynoldsburg, the recipients of this report include City, state and federal officials, schools, libraries, newspapers, investment banking firms, banks and rating agencies. The report is made available to any person or organization requesting it. The extensive effort to prepare and distribute this report is indicative of the City Auditor's goal of full disclosure of the City's finances.

**Acknowledgments**

Sincere appreciation is extended to the individuals who have contributed their time and effort in gathering data for this report, particularly the staff of the City Auditor and the offices of the Auditors of Franklin, Licking and Fairfield Counties.

Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their continued guidance in the preparation of this report.

Special thanks to the members of City Council and the City Administration whose support is necessary for the City of Reynoldsburg to conform to reporting requirements established for municipal governments to maintain the sound financial position that the City has enjoyed for many years.

Finally, my sincere gratitude to the people of Reynoldsburg for electing me so that I may serve as their City Auditor.

Sincerely,



Richard E. Harris  
City Auditor

***CITY OF REYNOLDSBURG, OHIO***

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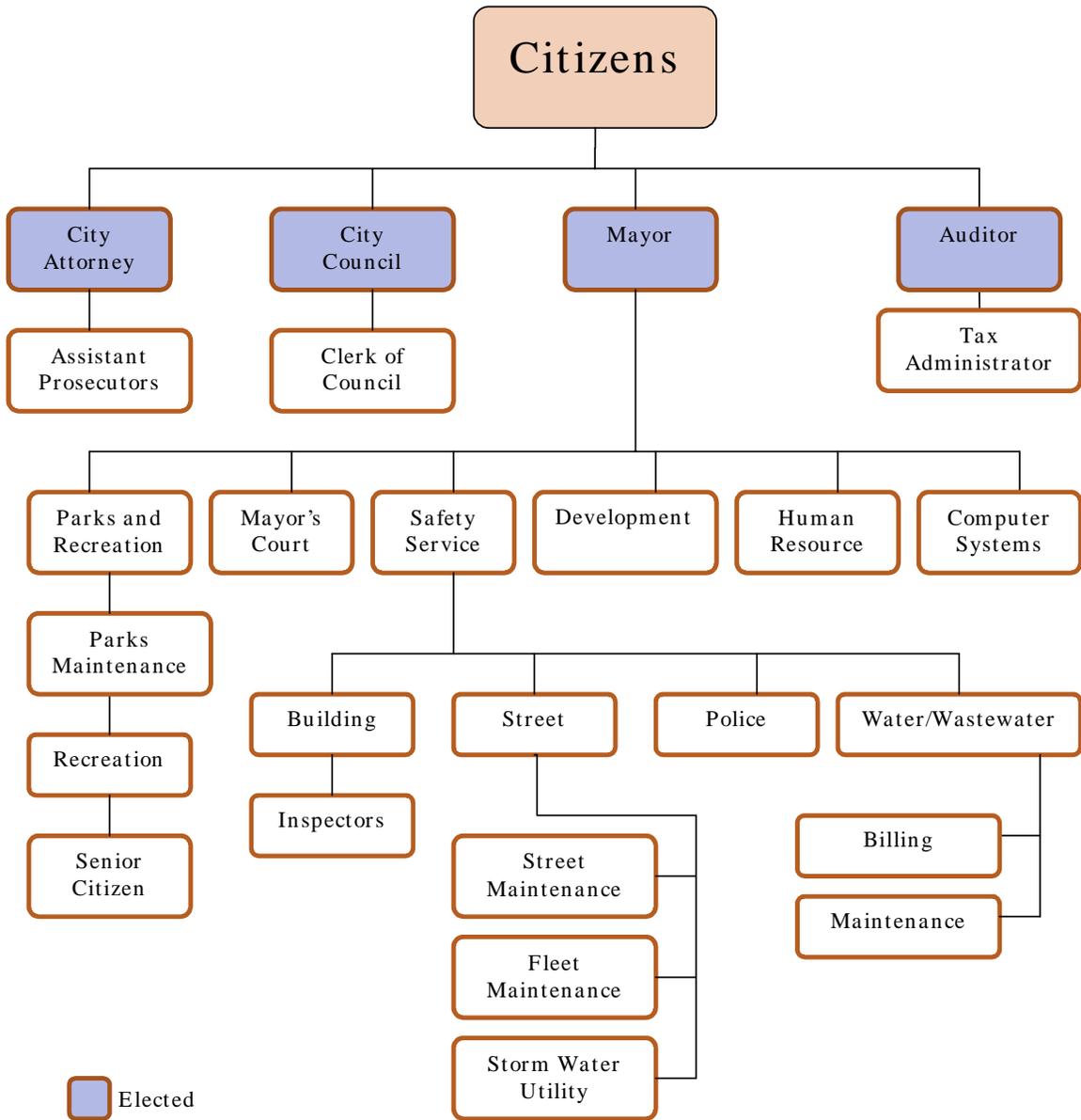
***List of Principal Officials  
For the Year Ended December 31, 2006***

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<u>Office</u>	<u>Name</u>	<u>Years in Office</u>	<u>Years with the City</u>	<u>Vocation</u>	<u>Term Expires</u>
Mayor	Robert L. McPherson	19	21		12/31/2007
Auditor	Richard E. Harris	1	5		12/31/2009
City Attorney	Jed Hood	1	1		12/31/2007
President of Council	William Hills	13	13	Attorney	12/31/2007
Members of Council	Donna Shirey	1	1	Banking	12/31/2009
	Antoinette Newman	3	3	Retired	12/31/2009
	Ron Stake	5	5	Insurance	12/31/2009
	Preston Stearns	3	3	Retired	12/31/2007
	Mel Clemens	7	17	Retired	12/31/2007
	Brett Baxter	3	3	Banking	12/31/2007
	Doug Joseph	1	1	Consultant	12/31/2007

**City Organizational Chart  
For the Year Ended December 31, 2006**

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Certificate of  
Achievement  
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Reporting

Presented to

City of Reynoldsburg  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2005

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.



A handwritten signature in black ink, appearing to read "Thomas J. Blain".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emery".

Executive Director

## *FINANCIAL SECTION*

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City of Reynoldsburg  
Franklin County  
7232 East Main Street  
Reynoldsburg, Ohio 43068

## INDEPENDENT AUDITOR'S REPORT

To the City Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Reynoldsburg, Franklin County, Ohio (the City) as of and for the year ended December 31, 2006, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Reynoldsburg, Franklin County, as of December 31, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General and the Permissive Tax funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As disclosed in Note 14, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 44, *Economic Conditions: The Statistical Section*.

*Wilson, Shannon & Snow, Inc.*

**CERTIFIED PUBLIC ACCOUNTANTS**  
Ten West Locust Street  
Newark, Ohio 43055  
(740) 345-6611  
1-800-523-6611  
FAX (740) 345-5635

City of Reynoldsburg  
Franklin County  
Independent Auditor's Report

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2007 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result 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.

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 applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. 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 City'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, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Wilson, Shuman & Snow, Inc.*

Newark, Ohio  
June 29, 2007

The Management's Discussion and Analysis of the City of Reynoldsburg's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2006. The intent of the Management's Discussion and Analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

## **FINANCIAL HIGHLIGHTS**

Key financial highlights for 2006 are as follows:

- ❑ In total, net assets increased \$3,159,335. Net assets of governmental activities increased \$3,327,742 which represents a 8.3% increase from 2005. Net assets of business-type activities decreased \$168,407 or 0.2% from 2005.
- ❑ General revenues accounted for \$15,786,263 in revenue or 49.3% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$16,260,452, 50.7% of total revenues of \$32,046,715.
- ❑ The City had \$16,961,734 in expenses related to governmental activities; \$4,503,213 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$15,786,263 were adequate to provide for these programs.
- ❑ Among major funds, the General Fund had \$12,990,928 in revenues and \$11,733,986 in expenditures. The General Fund's fund balance increased from \$5,068,818 to \$6,323,853.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining and individual statements and schedules* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

### **Government-wide Statements**

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the City's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net assets and how they have changed. Net-assets (the difference between the City's assets and liabilities) is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional non-financial factors such as the City's tax base and the condition of the City's capital assets.

The government-wide financial statements of the City are divided into two categories:

- ***Governmental Activities*** – Most of the City's program's and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- ***Business-Type Activities*** – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's water, sewer, storm water and solid waste removal services are reported as business-type activities.

### **Fund Financial Statements**

Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole.

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

**Management's Discussion and Analysis  
For the Year Ended December 31, 2006**

**Unaudited**

**Proprietary Funds** – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match. The proprietary fund financial statements provide separate information for the Water, Sewer, Storm Water Drainage and Solid Waste funds, all of which are considered major funds.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. All of the City's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The following table provides a summary of the City's net assets for 2006 compared to 2005:

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Current and other assets	\$22,623,902	\$25,062,712	\$9,297,459	\$11,244,106	\$31,921,361	\$36,306,818
Capital assets, Net	55,833,728	49,934,094	94,485,606	94,141,165	150,319,334	144,075,259
Total assets	<u>78,457,630</u>	<u>74,996,806</u>	<u>103,783,065</u>	<u>105,385,271</u>	<u>182,240,695</u>	<u>180,382,077</u>
Long-term liabilities outstanding	32,357,020	33,007,656	4,737,049	5,315,033	37,094,069	38,322,689
Other liabilities	2,778,287	1,994,569	1,807,479	2,663,294	4,585,766	4,657,863
Total liabilities	<u>35,135,307</u>	<u>35,002,225</u>	<u>6,544,528</u>	<u>7,978,327</u>	<u>41,679,835</u>	<u>42,980,552</u>
Net assets						
Invested in capital assets, net of related debt	25,831,147	24,861,005	89,887,751	89,763,557	115,718,898	114,624,562
Restricted	8,091,927	7,203,353	0	0	8,091,927	7,203,353
Unrestricted	9,399,249	7,930,223	7,350,786	7,643,387	16,750,035	15,573,610
Total net assets	<u>\$43,322,323</u>	<u>\$39,994,581</u>	<u>\$97,238,537</u>	<u>\$97,406,944</u>	<u>\$140,560,860</u>	<u>\$137,401,525</u>

**CITY OF REYNOLDSBURG, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2006**

**Unaudited**

Changes in Net Assets – The following table shows the changes in net assets for 2006 compared to 2005:

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Revenues						
Program Revenues:						
Charges for Services and Sales	\$1,453,329	\$1,433,640	\$9,255,321	\$8,964,303	\$10,708,650	\$10,397,943
Operating Grants and Contributions	1,626,644	1,887,916	0	0	1,626,644	1,887,916
Capital Grants and Contributions	1,423,240	169,499	2,501,918	3,128,295	3,925,158	3,297,794
Total Program Revenues	4,503,213	3,491,055	11,757,239	12,092,598	16,260,452	15,583,653
General Revenues:						
Property Taxes	1,845,610	1,452,928	0	0	1,845,610	1,452,928
Income Taxes	9,948,975	8,808,522	0	0	9,948,975	8,808,522
Other Local Taxes	304,518	160,626	0	0	304,518	160,626
Intergovernmental Revenue, Unrestricted	2,136,401	2,013,512	0	0	2,136,401	2,013,512
Investment Earnings	1,224,757	719,458	0	0	1,224,757	719,458
Miscellaneous	326,002	310,442	0	0	326,002	310,442
Total General Revenues	15,786,263	13,465,488	0	0	15,786,263	13,465,488
Total Revenues	20,289,476	16,956,543	11,757,239	12,092,598	32,046,715	29,049,141
Program Expenses						
Security of Persons and Property	7,060,773	6,890,178	0	0	7,060,773	6,890,178
Public Health and Welfare Services	171,180	156,728	0	0	171,180	156,728
Leisure Time Activities	1,052,430	1,024,894	0	0	1,052,430	1,024,894
Community Environment	1,451,918	1,500,429	0	0	1,451,918	1,500,429
Transportation	2,287,980	2,365,068	0	0	2,287,980	2,365,068
General Government	3,928,930	3,511,329	0	0	3,928,930	3,511,329
Interest and Fiscal Charges	1,008,523	1,110,381	0	0	1,008,523	1,110,381
Water	0	0	3,857,790	3,989,375	3,857,790	3,989,375
Sewer	0	0	5,014,137	4,600,169	5,014,137	4,600,169
Storm Water Drainage	0	0	1,350,167	1,237,899	1,350,167	1,237,899
Solid Waste	0	0	1,703,552	1,398,689	1,703,552	1,398,689
Total expenses	16,961,734	16,559,007	11,925,646	11,226,132	28,887,380	27,785,139
Total Change in Net Assets	3,327,742	397,536	(168,407)	866,466	3,159,335	1,264,002
Beginning Net Assets	39,994,581	39,597,045	97,406,944	96,540,478	137,401,525	136,137,523
Ending Net Assets	\$43,322,323	\$39,994,581	\$97,238,537	\$97,406,944	\$140,560,860	\$137,401,525

**Governmental Activities**

Net assets of the City's governmental activities increased by \$3,327,742. The City realized this increase due to many factors. Income tax revenues increased by \$1,140,453. An Ohio Public Works Commission Grant of \$652,900 was received along with a Community Development Block Grant of \$250,000. Also, investment income was over \$500,000 greater than 2005 and over \$500,000 of capital contributions were donated from private developers.

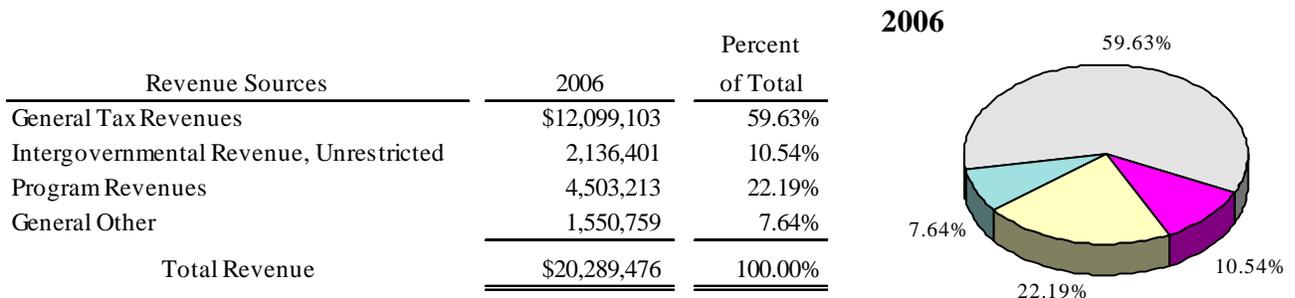
**CITY OF REYNOLDSBURG, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2006**

**Unaudited**

The City receives an income tax, which is based on 1.5% of all salaries, wages, commissions and other compensation and on net profits earned from those working in the City.

Income taxes and property taxes made up 49.0% and 9.1% respectively of revenues for governmental activities for the City in fiscal year 2006. The City's reliance upon tax revenues is demonstrated by the following graph indicating 59.63% of total revenues are from general tax revenues:



**Business-Type Activities**

Net assets of the business type activities decreased by \$168,407. This decrease represents less than two tenths of one percent of total assets and reflects the limited profitability of the enterprise funds. User charges are set at the level needed to provide Water, Sewer, Storm Water Drainage and Solid Waste services.

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

The City's governmental funds reported a combined fund balance of \$16,839,525, which is a decrease from last year's balance of \$20,189,628. The schedule below indicates the fund balance and the total change in fund balance by funds as of December 31, 2006 and 2005:

	Fund Balance December 31, 2006	Fund Balance December 31, 2005	Increase (Decrease)
General	\$6,323,853	\$5,068,818	\$1,255,035
Permissive Tax	328,840	220,269	108,571
Capital Improvement	1,582,942	2,918,793	(1,335,851)
Brice-Main TIF	2,251,394	6,228,121	(3,976,727)
Other Governmental	6,352,496	5,753,627	598,869
<b>Total</b>	<b>\$16,839,525</b>	<b>\$20,189,628</b>	<b>(\$3,350,103)</b>

**CITY OF REYNOLDSBURG, OHIO**

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**Management's Discussion and Analysis  
For the Year Ended December 31, 2006**

**Unaudited**

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General Fund – The City's General Fund balance increase is due to several factors. The tables that follow assist in illustrating the financial activities of the General Fund:

	2006	2005	Increase
	Revenues	Revenues	(Decrease)
Property and Other Taxes	\$8,641,636	\$7,368,056	\$1,273,580
Intergovernmental Revenue	2,123,048	2,230,568	(107,520)
Charges for Services	168,064	156,987	11,077
Licenses and Permits	332,979	408,402	(75,423)
Investment Earnings	933,158	508,154	425,004
Fines and Forfeitures	426,305	436,072	(9,767)
All Other Revenue	365,738	369,297	(3,559)
Total	<u>\$12,990,928</u>	<u>\$11,477,536</u>	<u>\$1,513,392</u>

General Fund revenues in 2006 increased approximately 13.2% compared to revenues in 2005. As stated previously, the City realized income tax proceeds of \$1,140,453 greater than 2005. Increasing investment yields also led to investment earnings of over \$425,000 greater than 2005.

	2006	2005	Increase
	Expenditures	Expenditures	(Decrease)
Security of Persons and Property	\$6,500,774	\$6,261,722	\$239,052
Public Health and Welfare Services	171,180	156,728	14,452
Leisure Time Activities	927,432	873,608	53,824
Community Environment	1,212,360	1,216,106	(3,746)
General Government	2,922,240	2,755,370	166,870
Total	<u>\$11,733,986</u>	<u>\$11,263,534</u>	<u>\$470,452</u>

General Fund expenditures increased by \$470,452 or 4.2% compared to the prior year. This increase is mainly due to Police Department increased compensation and accrued benefits negotiated through the Fraternal Order of Police contract. The city also experienced increases in contractual services in nearly every department, including a \$50,000 increase in workers compensation and unemployment premiums.

*Permissive Tax Fund* – The Permissive Tax Fund increased by approximately \$100,000 due to the City accumulating funds for future street projects.

*Capital Improvement Fund* – This fund experienced a decrease due to Taylor Road reconstruction expenditures and a limited revenue stream.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2006***

***Unaudited***

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*Brice-Main TIF Fund* - This fund decreased from \$6,228,121 to \$2,251,394. This is a result of the bond proceeds being expended for the construction of the Major Commercial Corridor Revitalization Phase II project.

Proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Factors concerning the finances of these funds have been addressed in the discussion of the City's business-type activities.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of 2006 the City amended its General Fund budget several times, none significant. With regard to expenditures, the positive variance with the final budget of \$1,061,873 was primarily the result of operating a large portion of the year at less than full capacity in the police department.

For the General Fund, final budget basis revenue and other financing sources of \$11,441,373 did not significantly change over the original budget estimates of \$11,353,777. The actual revenues and other financing sources of \$12,161,986 on a budgetary basis were greater than the final amended budget primarily due to larger than expected intergovernmental revenue.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

***Capital Assets***

At the end of fiscal 2006 the City had \$150,319,334 net of accumulated depreciation invested in land, buildings, equipment and vehicles. Of this total, \$55,833,728 was related to governmental activities and \$94,485,606 to the business-type activities. The following table shows 2006 and 2005 balances:

	Governmental Activities		Increase
	2006	2005	(Decrease)
Land and Land Improvements	\$16,693,628	\$16,539,608	\$154,020
Buildings	11,764,151	11,762,976	1,175
Improvements Other than Buildings	1,747,041	1,747,041	0
Infrastructure	29,686,431	29,320,111	366,320
Machinery and Equipment	4,254,019	4,031,133	222,886
Construction In Progress	9,356,403	2,280,495	7,075,908
Less: Accumulated Depreciation	(17,667,945)	(15,747,270)	(1,920,675)
Totals	<u>\$55,833,728</u>	<u>\$49,934,094</u>	<u>\$5,899,634</u>

**CITY OF REYNOLDSBURG, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2006**

**Unaudited**

The increase in capital assets is mainly due to the increase in construction in progress. This increase in construction in progress is the Major Commercial Corridor Revitalization Phase II project and the Taylor Road Reconstruction.

	Business-Type Activities		Increase (Decrease)
	2006	2005	
Land	\$3,000	\$3,000	\$0
Buildings and Improvements	152,616	152,616	0
Infrastructure	120,413,498	117,660,913	2,752,585
Machinery and Equipment	741,818	735,959	5,859
Construction in Progress	90,681	74,744	15,937
Less: Accumulated Depreciation	(26,916,007)	(24,486,067)	(2,429,940)
Totals	\$94,485,606	\$94,141,165	\$344,441

Business type capital assets increased by \$344,441. The \$2,752,585 increase in infrastructure is from \$1,912,306 of water, sewer, and storm water lines being donated to the City by developers and \$840,279 of completed projects paid for by the City. Additional information on the City's capital assets can be found in Note 6.

**Debt**

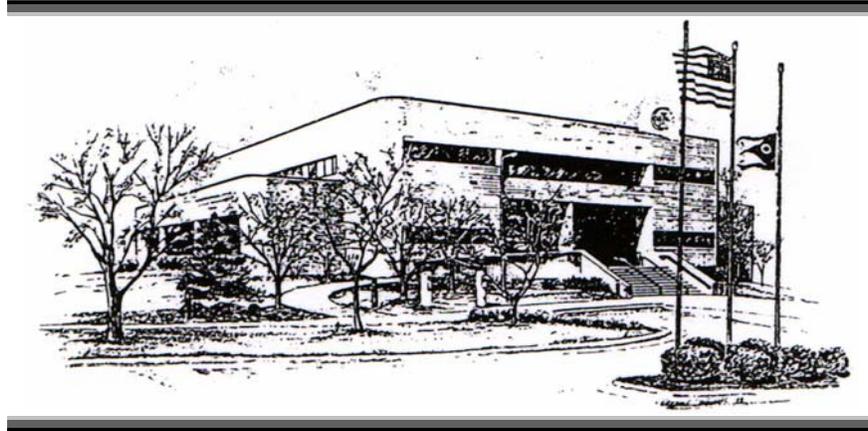
At December 31, 2006, the City had \$30,001,315 in general obligation bonds outstanding, \$1,835,000 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2006 and 2005:

	2006	2005
Governmental Activities:		
General Obligation Bonds	\$27,308,911	\$28,463,857
Special Assessment Bonds	20,000	30,000
Ohio Public Works Commission Loans	4,032,745	3,563,281
State Infrastructure Bank Loan	239,105	239,105
Compensated Absences	756,259	711,413
Total Governmental Activities	32,357,020	33,007,656
Business-Type Activities:		
General Obligation Bonds	\$2,692,404	\$3,179,967
Ohio Public Works Commission Loans	1,905,451	1,997,641
Compensated Absences	139,194	137,425
Total Business-Type Activities	4,737,049	5,315,033
Totals	\$37,094,069	\$38,322,689

Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of property. At December 31, 2006, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 8.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mr. Richard E. Harris, City Auditor of the City of Reynoldsburg.



**CITY OF REYNOLDSBURG, OHIO**

**Statement of Net Assets  
December 31, 2006**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 4,800,306	\$ 115,556	\$ 4,915,862
Investments	10,330,952	7,115,646	17,446,598
Receivables:			
Taxes	3,415,019	0	3,415,019
Accounts	77,883	1,762,939	1,840,822
Intergovernmental	1,757,934	0	1,757,934
Interest	186,664	0	186,664
Special Assessments	82,600	190,998	273,598
Inventory of Supplies, at Cost	201,808	34,743	236,551
Prepaid Items	16,876	2,063	18,939
Restricted Assets:			
Cash and Cash Equivalents	961	0	961
Cash and Cash Equivalents with Fiscal Agent	1,083,432	0	1,083,432
Investments	340,000	59,569	399,569
Deferred Charge	329,467	15,945	345,412
Capital Assets Not Being Depreciated	26,050,031	93,681	26,143,712
Capital Assets Being Depreciated, Net	29,783,697	94,391,925	124,175,622
<b>Total Assets</b>	<u>78,457,630</u>	<u>103,783,065</u>	<u>182,240,695</u>
<b>Liabilities:</b>			
Accounts Payable	997,347	181,624	1,178,971
Accrued Wages and Benefits	785,721	60,900	846,621
Intergovernmental Payable	43,398	1,303,842	1,347,240
Claims Payable	23,476	0	23,476
Retainage Payable	340,961	0	340,961
Refundable Deposits	0	59,569	59,569
Unearned Revenue	491,177	192,753	683,930
Accrued Interest Payable	96,207	8,791	104,998
Long Term Liabilities:			
Due Within One Year	2,043,957	642,161	2,686,118
Due in More Than One Year	30,313,063	4,094,888	34,407,951
<b>Total Liabilities</b>	<u>35,135,307</u>	<u>6,544,528</u>	<u>41,679,835</u>
<b>Net Assets:</b>			
Invested in Capital Assets, Net of Related Debt	25,831,147	89,887,751	115,718,898
Restricted For:			
Capital Projects	2,718,914	0	2,718,914
Debt Service	1,987,453	0	1,987,453
Security of Persons and Property	171,494	0	171,494
Streets and Highways	3,153,426	0	3,153,426
Other Purposes	60,640	0	60,640
Unrestricted	9,399,249	7,350,786	16,750,035
<b>Total Net Assets</b>	<u>\$ 43,322,323</u>	<u>\$ 97,238,537</u>	<u>\$ 140,560,860</u>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2006**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Security of Persons and Property	\$ 7,060,773	\$ 125,261	\$ 5,651	\$ 0
Public Health and Welfare Services	171,180	0	0	0
Leisure Time Activities	1,052,430	157,401	0	0
Community Environment	1,451,918	607,502	0	0
Transportation	2,287,980	95,716	1,620,993	1,423,240
General Government	3,928,930	467,449	0	0
Interest and Fiscal Charges	1,008,523	0	0	0
<b>Total Governmental Activities</b>	<b>16,961,734</b>	<b>1,453,329</b>	<b>1,626,644</b>	<b>1,423,240</b>
<b>Business-Type Activities:</b>				
Water	3,857,790	2,901,355	0	589,738
Sewer	5,014,137	4,092,723	0	1,225,049
Storm Water Drainage	1,350,167	582,678	0	687,131
Solid Waste	1,703,552	1,678,565	0	0
<b>Total Business-Type Activities</b>	<b>11,925,646</b>	<b>9,255,321</b>	<b>0</b>	<b>2,501,918</b>
<b>Totals</b>	<b>\$ 28,887,380</b>	<b>\$ 10,708,650</b>	<b>\$ 1,626,644</b>	<b>\$ 3,925,158</b>

**General Revenues**

Property Taxes Levied for:

General Purposes

Special Purposes

Debt Service

Income Taxes

Other Local Taxes

Intergovernmental Revenue, Unrestricted

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

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Net (Expense) Revenue  
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (6,929,861)	\$ 0	\$ (6,929,861)
(171,180)	0	(171,180)
(895,029)	0	(895,029)
(844,416)	0	(844,416)
851,969	0	851,969
(3,461,481)	0	(3,461,481)
(1,008,523)	0	(1,008,523)
<u>(12,458,521)</u>	<u>0</u>	<u>(12,458,521)</u>
0	(366,697)	(366,697)
0	303,635	303,635
0	(80,358)	(80,358)
<u>0</u>	<u>(24,987)</u>	<u>(24,987)</u>
<u>0</u>	<u>(168,407)</u>	<u>(168,407)</u>
<u>(12,458,521)</u>	<u>(168,407)</u>	<u>(12,626,928)</u>
271,494	0	271,494
190,783	0	190,783
1,383,333	0	1,383,333
9,948,975	0	9,948,975
304,518	0	304,518
2,136,401	0	2,136,401
1,224,757	0	1,224,757
326,002	0	326,002
<u>15,786,263</u>	<u>0</u>	<u>15,786,263</u>
3,327,742	(168,407)	3,159,335
<u>39,994,581</u>	<u>97,406,944</u>	<u>137,401,525</u>
<u>\$ 43,322,323</u>	<u>\$ 97,238,537</u>	<u>\$ 140,560,860</u>

**CITY OF REYNOLDSBURG, OHIO**

**Balance Sheet  
Governmental Funds  
December 31, 2006**

	General	Permissive Tax	Capital Improvement
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 100,148	\$ 4,659	\$ 35,025
Investments	4,465,468	288,113	1,894,495
Receivables:			
Taxes	2,756,863	0	54,872
Accounts	73,606	0	0
Intergovernmental	995,100	104,910	0
Interest	179,469	1,968	0
Special Assessments	0	0	0
Inventory of Supplies, at Cost	3,033	0	0
Prepaid Items	16,611	0	0
Restricted Assets:			
Cash and Cash Equivalents	0	0	961
Cash and Cash Equivalents with Fiscal Agent	0	1,083,432	0
Investments	0	0	340,000
<b>Total Assets</b>	<b>\$ 8,590,298</b>	<b>\$ 1,483,082</b>	<b>\$ 2,325,353</b>
<b>Liabilities:</b>			
Accounts Payable	\$ 166,499	\$ 0	\$ 393,312
Accrued Wages and Benefits Payable	750,415	0	0
Intergovernmental Payable	43,398	0	0
Claims Payable	0	0	0
Retainage Payable	0	0	340,961
Deferred Revenue	1,306,133	1,154,242	8,138
<b>Total Liabilities</b>	<b>2,266,445</b>	<b>1,154,242</b>	<b>742,411</b>
<b>Fund Balances:</b>			
Reserved for Encumbrances	181,427	0	795,147
Reserved for Prepaid Items	16,611	0	0
Reserved for Supplies Inventory	3,033	0	0
Reserved for Debt Service	0	0	0
Unreserved, Undesignated in:			
General Fund	6,122,782	0	0
Special Revenue Funds	0	328,840	0
Capital Projects Funds	0	0	787,795
<b>Total Fund Balances</b>	<b>6,323,853</b>	<b>328,840</b>	<b>1,582,942</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 8,590,298</b>	<b>\$ 1,483,082</b>	<b>\$ 2,325,353</b>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

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Brice-Main TIF	Other Governmental Funds	Total Governmental Funds
\$ 2,661,847	\$ 1,998,627	\$ 4,800,306
0	3,682,876	10,330,952
0	603,284	3,415,019
0	4,277	77,883
0	657,924	1,757,934
0	5,227	186,664
0	82,600	82,600
0	198,775	201,808
0	265	16,876
0	0	961
0	0	1,083,432
0	0	340,000
<u>\$ 2,661,847</u>	<u>\$ 7,233,855</u>	<u>\$ 22,294,435</u>
\$ 410,453	\$ 27,083	\$ 997,347
0	35,306	785,721
0	0	43,398
0	23,476	23,476
0	0	340,961
0	795,494	3,264,007
<u>410,453</u>	<u>881,359</u>	<u>5,454,910</u>
1,519,314	369,284	2,865,172
0	265	16,876
0	198,775	201,808
0	2,066,712	2,066,712
0	0	6,122,782
0	3,454,416	3,783,256
<u>732,080</u>	<u>263,044</u>	<u>1,782,919</u>
<u>2,251,394</u>	<u>6,352,496</u>	<u>16,839,525</u>
<u>\$ 2,661,847</u>	<u>\$ 7,233,855</u>	<u>\$ 22,294,435</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Reconciliation Of Total Governmental Fund Balances  
To Net Assets Of Governmental Activities  
December 31, 2006***

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**Total Governmental Fund Balances** \$ 16,839,525

***Amounts reported for governmental activities in the  
statement of net assets are different because***

Capital Assets used in governmental activities are not  
resources and therefore are not reported in the funds. 55,833,728

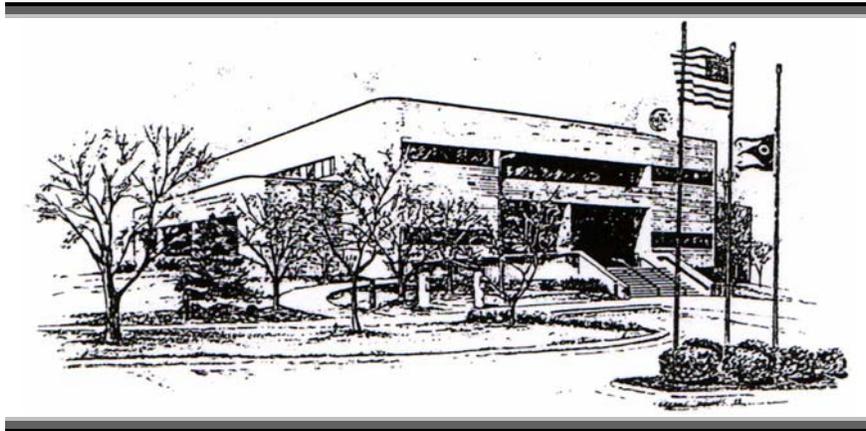
Other long-term assets are not available to pay for current-  
period expenditures and therefore are deferred in the funds. 2,772,830

Long-term liabilities, including bonds payable, are not due  
and payable in the current period and therefore are not  
reported in the funds.

General Obligation Bonds Payable	(27,308,911)	
Deferred Bond Issuance Costs	329,467	
Special Assessment Bonds Payable	(20,000)	
Ohio Public Works Commission Loans Payable	(4,032,745)	
State Infrastructure Bank Loan	(239,105)	
Compensated Absences Payable	(756,259)	
Accrued Interest Payable	(96,207)	(32,123,760)
		<hr/>

***Net Assets of Governmental Activities*** \$ 43,322,323

See accompanying notes to the basic financial statements



**CITY OF REYNOLDSBURG, OHIO**

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**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2006**

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	General	Permissive Tax	Capital Improvement
<b>Revenues:</b>			
Taxes	\$ 8,641,636	\$ 0	\$ 192,106
Intergovernmental Revenues	2,123,048	203,777	0
Charges for Services	168,064	0	0
Licenses and Permits	332,979	0	0
Investment Earnings	933,158	16,366	107,996
Special Assessments	0	0	0
Fines and Forfeitures	426,305	0	0
All Other Revenue	365,738	0	0
<b>Total Revenue</b>	<b>12,990,928</b>	<b>220,143</b>	<b>300,102</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property	6,500,774	0	0
Public Health and Welfare Services	171,180	0	0
Leisure Time Activities	927,432	0	0
Community Environment	1,212,360	0	0
Transportation	0	411	0
General Government	2,922,240	0	0
Capital Outlay	0	0	1,635,953
Debt Service:			
Principal Retirement	0	87,443	0
Interest and Fiscal Charges	0	23,718	0
<b>Total Expenditures</b>	<b>11,733,986</b>	<b>111,572</b>	<b>1,635,953</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,256,942	108,571	(1,335,851)
<b>Other Financing Sources (Uses):</b>			
Ohio Public Works Commission Loan	0	0	0
Premium on General Obligation Bonds	0	0	0
Refunding General Obligation Bonds Issued	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Change in Fund Balances	1,256,942	108,571	(1,335,851)
<b>Fund Balances at Beginning of Year</b>	<b>5,068,818</b>	<b>220,269</b>	<b>2,918,793</b>
Increase (Decrease) in Inventory Reserve	(1,907)	0	0
<b>Fund Balances End of Year</b>	<b>\$ 6,323,853</b>	<b>\$ 328,840</b>	<b>\$ 1,582,942</b>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

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Brice-Main TIF	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 3,384,963	\$ 12,218,705
902,900	1,299,269	4,528,994
0	273,171	441,235
0	12,795	345,774
107,232	60,983	1,225,735
0	121,276	121,276
0	65,981	492,286
25,456	25,921	417,115
1,035,588	5,244,359	19,791,120
0	303,072	6,803,846
0	0	171,180
0	0	927,432
0	246,281	1,458,641
0	895,250	895,661
0	850,089	3,772,329
5,654,325	6,075	7,296,353
0	1,432,200	1,519,643
0	1,115,740	1,139,458
5,654,325	4,848,707	23,984,543
(4,618,737)	395,652	(4,193,423)
642,010	0	642,010
0	84,674	84,674
0	9,720,000	9,720,000
0	(9,641,147)	(9,641,147)
642,010	163,527	805,537
(3,976,727)	559,179	(3,387,886)
6,228,121	5,753,627	20,189,628
0	39,690	37,783
\$ 2,251,394	\$ 6,352,496	\$ 16,839,525

**CITY OF REYNOLDSBURG, OHIO**

**Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances To The Statement Of Activities  
Governmental Funds  
For the Year Ended December 31, 2006**

**Net Change in Fund Balances - Total Governmental Funds** \$ (3,387,886)

*Amounts reported for governmental activities in the statement of activities are different because*

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

Capital Outlay	7,465,029	
Depreciation Expense	<u>(2,084,466)</u>	5,380,563

The net effect of various miscellaneous transactions involving capital assets (i.e. disposals and donations) is to increase net assets.

Donations of capital assets increase net assets in the statement of activities, but do not appear in the governmental funds because they are not financial resources.		520,341
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The statement of activities reports losses arising from the disposal of capital assets. Conversely, the governmental funds do not report any loss on the disposal of capital assets.	<u>(1,270)</u>	519,071
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (21,984)

The issuance of long-term debt (e.g. notes, leases) provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums and deferred amount on refundings when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Refunding of General Obligation Bonds Payable	(9,720,000)	
Ohio Public Works Commission Loan	(642,010)	
Premium on Sale of Bonds	(84,674)	
Deferred Bond Issuance Costs	162,233	
Unamortized Loss on Refunding	<u>541,147</u>	(9,743,304)

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

General Obligation Bond Principal Payment	1,337,097	
Special Assessment Bond Principal Payment	10,000	
Ohio Public Works Commission Loan Principal Payment	172,546	
Payment to Escrow Agent for Refunding	<u>9,100,000</u>	10,619,643

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 5,244

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

Compensated Absences	(44,846)	
Change in Inventory	37,783	
Amortization of Bond Premium	9,483	
Amortization of Bond Issuance Costs	(17,918)	
Amortization of Loss on Refunding	<u>(28,107)</u>	(43,605)

**Change in Net Assets of Governmental Activities** \$ 3,327,742

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, 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, 2006**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 7,760,487	\$ 7,848,083	\$ 8,042,015	\$ 193,932
Intergovernmental Revenue	1,529,512	1,529,512	2,035,089	505,577
Charges for Services	157,260	157,260	168,064	10,804
Licenses and Permits	366,487	366,487	332,979	(33,508)
Investment Earnings	800,000	800,000	824,712	24,712
Fines and Forfeitures	315,000	315,000	419,847	104,847
All Other Revenues	90,031	90,031	321,938	231,907
<b>Total Revenues</b>	<b>11,018,777</b>	<b>11,106,373</b>	<b>12,144,644</b>	<b>1,038,271</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	6,759,057	7,029,921	6,538,117	491,804
Public Health and Welfare Services	171,180	171,180	171,180	0
Leisure Time Activities	1,066,808	1,071,258	957,280	113,978
Community Environment	1,355,473	1,391,473	1,295,155	96,318
General Government	3,255,849	3,388,574	3,028,801	359,773
<b>Total Expenditures</b>	<b>12,608,367</b>	<b>13,052,406</b>	<b>11,990,533</b>	<b>1,061,873</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,589,590)	(1,946,033)	154,111	2,100,144
<b>Other Financing Sources (Uses):</b>				
Transfers In	335,000	335,000	0	(335,000)
Advances In	0	0	17,342	17,342
<b>Total Other Financing Sources (Uses):</b>	<b>335,000</b>	<b>335,000</b>	<b>17,342</b>	<b>(317,658)</b>
<b>Net Change in Fund Balance</b>	<b>(1,254,590)</b>	<b>(1,611,033)</b>	<b>171,453</b>	<b>1,782,486</b>
Fund Balance at Beginning of Year	3,750,268	3,750,268	3,750,268	0
Prior Year Encumbrances	313,160	313,160	313,160	0
<b>Fund Balance at End of Year</b>	<b>\$ 2,808,838</b>	<b>\$ 2,452,395</b>	<b>\$ 4,234,881</b>	<b>\$ 1,782,486</b>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

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**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Special Revenue Fund – Permissive Tax Fund  
For the Year Ended December 31, 2006**

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenue	\$ 233,000	\$ 233,000	\$ 194,267	\$ (38,733)
Investment Earnings	3,500	3,500	11,966	8,466
Total Revenues	<u>236,500</u>	<u>236,500</u>	<u>206,233</u>	<u>(30,267)</u>
<b>Expenditures:</b>				
Current:				
Transportation	5,000	5,000	411	4,589
Debt Service:				
Principal Retirement	87,445	87,445	87,443	2
Interest and Fiscal Charges	23,720	23,720	23,718	2
Total Expenditures	<u>116,165</u>	<u>116,165</u>	<u>111,572</u>	<u>4,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	120,335	120,335	94,661	(25,674)
Fund Balance at Beginning of Year	<u>199,280</u>	<u>199,280</u>	<u>199,280</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 319,615</u>	<u>\$ 319,615</u>	<u>\$ 293,941</u>	<u>\$ (25,674)</u>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Net Assets  
Proprietary Funds  
December 31, 2006**

	Business-Type Activities				Total
	Enterprise Funds				
	Water	Sewer	Storm Water Drainage	Solid Waste	
<b>Assets:</b>					
<i>Current Assets:</i>					
Cash and Cash Equivalents	\$ 31,014	\$ 60,696	\$ 13,210	\$ 10,636	\$ 115,556
Investments	1,866,200	3,768,781	820,255	660,410	7,115,646
<i>Receivables:</i>					
Accounts	728,981	1,033,958	0	0	1,762,939
Special Assessments	0	190,998	0	0	190,998
Inventory of Supplies at Cost	29,683	0	5,060	0	34,743
Prepaid Items	1,314	666	83	0	2,063
<b>Total Current Assets</b>	<b>2,657,192</b>	<b>5,055,099</b>	<b>838,608</b>	<b>671,046</b>	<b>9,221,945</b>
<i>Non Current Assets:</i>					
<i>Restricted Assets:</i>					
Investments	59,569	0	0	0	59,569
Deferred Charges	3,441	12,504	0	0	15,945
Capital Assets Not Being Depreciated	64,541	29,140	0	0	93,681
Capital Assets Being Depreciated, Net	23,217,296	34,653,290	36,521,339	0	94,391,925
<b>Total Noncurrent Assets</b>	<b>23,344,847</b>	<b>34,694,934</b>	<b>36,521,339</b>	<b>0</b>	<b>94,561,120</b>
<b>Total Assets</b>	<b>26,002,039</b>	<b>39,750,033</b>	<b>37,359,947</b>	<b>671,046</b>	<b>103,783,065</b>
<b>Liabilities:</b>					
<i>Current Liabilities:</i>					
Accounts Payable	24,445	9,110	8,595	139,474	181,624
Accrued Wages and Benefits	30,791	16,769	13,340	0	60,900
Intergovernmental Payable	671,966	631,876	0	0	1,303,842
Accrued Interest Payable	1,505	4,842	2,444	0	8,791
Unearned Revenue	0	0	55,412	137,341	192,753
Compensated Absences Payable - Current	20,878	7,497	9,936	0	38,311
General Obligation Bonds - Current	240,913	197,960	70,000	0	508,873
Ohio Public Works Commission Loan Payable - Current	52,990	41,987	0	0	94,977
<b>Total Current Liabilities</b>	<b>1,043,488</b>	<b>910,041</b>	<b>159,727</b>	<b>276,815</b>	<b>2,390,071</b>
<i>Noncurrent Liabilities:</i>					
Refundable Deposits	59,569	0	0	0	59,569
Compensated Absences Payable	63,517	15,197	22,169	0	100,883
General Obligation Bonds Payable	368,426	1,148,105	667,000	0	2,183,531
OPWC Loans Payable	1,102,350	708,124	0	0	1,810,474
<b>Total Noncurrent Liabilities</b>	<b>1,593,862</b>	<b>1,871,426</b>	<b>689,169</b>	<b>0</b>	<b>4,154,457</b>
<b>Total Liabilities</b>	<b>2,637,350</b>	<b>2,781,467</b>	<b>848,896</b>	<b>276,815</b>	<b>6,544,528</b>
<b>Net Assets:</b>					
Invested in Capital Assets, Net of Related Debt	21,517,158	32,586,254	35,784,339	0	89,887,751
Unrestricted	1,847,531	4,382,312	726,712	394,231	7,350,786
<b>Total Net Assets</b>	<b>\$ 23,364,689</b>	<b>\$ 36,968,566</b>	<b>\$ 36,511,051</b>	<b>\$ 394,231</b>	<b>\$ 97,238,537</b>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2006**

	Business-Type Activities				Total
	Enterprise Funds				
	Water	Sewer	Storm Water Drainage	Solid Waste	
<b>Operating Revenues:</b>					
Charges for Services	\$ 2,901,355	\$ 4,041,098	\$ 582,678	\$ 1,678,565	\$ 9,203,696
Other Operating Revenue	0	51,625	0	0	51,625
<b>Total Operating Revenues</b>	<b>2,901,355</b>	<b>4,092,723</b>	<b>582,678</b>	<b>1,678,565</b>	<b>9,255,321</b>
<b>Operating Expenses:</b>					
Personal Services	410,696	257,553	194,108	0	862,357
Contractual Services	2,677,154	3,744,914	170,051	1,703,038	8,295,157
Materials and Supplies	93,431	11,858	29,241	514	135,044
Depreciation	616,407	906,242	925,137	0	2,447,786
<b>Total Operating Expenses</b>	<b>3,797,688</b>	<b>4,920,567</b>	<b>1,318,537</b>	<b>1,703,552</b>	<b>11,740,344</b>
Operating Income (Loss)	(896,333)	(827,844)	(735,859)	(24,987)	(2,485,023)
<b>Nonoperating Revenue (Expenses):</b>					
Special Assessments	0	83,656	0	0	83,656
Interest Expense	(60,102)	(93,570)	(31,630)	0	(185,302)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(60,102)</b>	<b>(9,914)</b>	<b>(31,630)</b>	<b>0</b>	<b>(101,646)</b>
Income (Loss) Before Contributions	(956,435)	(837,758)	(767,489)	(24,987)	(2,586,669)
Capital Contributions-Tap Fees	222,380	283,576	0	0	505,956
Capital Contributions	367,358	857,817	687,131	0	1,912,306
Change in Net Assets	(366,697)	303,635	(80,358)	(24,987)	(168,407)
Net Assets Beginning of Year	23,731,386	36,664,931	36,591,409	419,218	97,406,944
Net Assets End of Year	\$ 23,364,689	\$ 36,968,566	\$ 36,511,051	\$ 394,231	\$ 97,238,537

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2006**

	Business-Type Activities				Totals
	Enterprise Funds				
	Water	Sewer	Storm Water Drainage	Solid Waste	
<b>Cash Flows from Operating Activities:</b>					
Cash Received from Customers	\$3,045,962	\$3,952,723	\$582,540	\$1,691,827	\$9,273,052
Cash Payments for Goods and Services	(3,478,270)	(3,961,780)	(202,811)	(1,679,265)	(9,322,126)
Cash Payments to Employees	(407,306)	(257,609)	(192,845)	0	(857,760)
Net Cash Provided (Used) by Operating Activities	(839,614)	(266,666)	186,884	12,562	(906,834)
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Cash Received from Tap-in Fees in Excess of Cost	222,380	283,576	0	0	505,956
Receipt of Special Assessments	0	11,281	0	0	11,281
Acquisition and Construction of Assets	(162,706)	(27,114)	(690,703)	0	(880,523)
Principal Paid on General Obligation Bonds	(233,033)	(194,870)	(63,000)	0	(490,903)
Principal Paid on Ohio Public Works Commission Loans	(51,435)	(40,755)	0	0	(92,190)
Interest Paid on All Debt	(59,092)	(88,934)	(30,071)	0	(178,097)
Net Cash Used by Capital and Related Financing Activities	(283,886)	(56,816)	(783,774)	0	(1,124,476)
<b>Cash Flows from Investing Activities:</b>					
Sale of Investments	1,073,500	274,952	572,480	0	1,920,932
Purchase of Investments	0	0	0	(19,245)	(19,245)
Net Cash Provided (Used) by Investing Activities	1,073,500	274,952	572,480	(19,245)	1,901,687
Net Decrease in Cash and Cash Equivalents	(50,000)	(48,530)	(24,410)	(6,683)	(129,623)
Cash and Cash Equivalents at Beginning of Year	81,014	109,226	37,620	17,319	245,179
Cash and Cash Equivalents at End of Year	\$31,014	\$60,696	\$13,210	\$10,636	\$115,556
<b>Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities:</b>					
Operating Loss	(\$896,333)	(\$827,844)	(\$735,859)	(\$24,987)	(\$2,485,023)
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) by Operating Activities:					
Depreciation Expense	616,407	906,242	925,137	0	2,447,786
Miscellaneous Nonoperating Revenue	907	0	0	0	907
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	143,700	(140,000)	0	0	3,700
Increase in Inventory	(18,751)	0	(260)	0	(19,011)
Increase in Prepaid Items	(250)	(84)	0	0	(334)
Increase (Decrease) in Accounts Payable	4,586	(16,858)	(2,159)	24,287	9,856
Increase in Accrued Wages and Benefits	1,615	654	559	0	2,828
Decrease in Intergovernmental Payable	(693,270)	(188,066)	(1,100)	0	(882,436)
Increase (Decrease) in Unearned Revenue	0	0	(138)	13,262	13,124
Increase (Decrease) in Compensated Absences	1,775	(710)	704	0	1,769
Total Adjustments	56,719	561,178	922,743	37,549	1,578,189
Net Cash Provided (Used) by Operating Activities	(\$839,614)	(\$266,666)	\$186,884	\$12,562	(\$906,834)

**Schedule of Noncash Investing, Capital and Financing Activities:**

During 2006 the Water Fund, Sewer Fund and Storm Water Drainage Fund received capital contributions from developers of \$367,358, \$857,817 and \$687,131 respectively.

See accompanying notes to the basic financial statements.

**CITY OF REYNOLDSBURG, OHIO**

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***Statement of Assets and Liabilities  
Fiduciary Funds  
December 31, 2006***

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	<u>Agency</u>
<b>Assets:</b>	
Cash and Cash Equivalents	\$ 161,261
Receivables:	
Taxes	<u>8,817</u>
<b>Total Assets</b>	<u><u>\$ 170,078</u></u>
<b>Liabilities:</b>	
Intergovernmental Payable	\$ 121,961
Due to Others	<u>48,117</u>
<b>Total Liabilities</b>	<u><u>\$ 170,078</u></u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Reynoldsburg, Ohio (the City) is a home-rule municipal corporation created under the laws of the State of Ohio. The City was first incorporated in 1839 and currently operates under and is governed by its own Charter. The current City Charter, which provides for a Mayor-Council form of government, was adopted in 1979 and has been amended by the voters in 1982, 1987, 1992, 1995 and 1997.

The financial statements are presented as of December 31, 2006 and for the year then ended, and have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

**A. Reporting Entity**

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 39, *"Determining Whether Certain Organizations are Component Units"* in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, including the following services: police protection, parks and recreation, planning, zoning, street maintenance, and other governmental services. In addition, the City owns the water distribution system and the wastewater collection system, each of which is reported as an enterprise fund. Treatment services for both water and wastewater are provided by the City of Columbus on a contractual basis. The City is also associated with a jointly governed organization, the Mid-Ohio Regional Planning Commission. This organization is discussed in Note 12 to the basic financial statements.

**B. Basis of Presentation - Fund Accounting**

The accounting system is organized and operated on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses. The following fund types are used by the City:

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting (Continued)**

***Governmental Funds***

Governmental funds are those funds through which most governmental functions typically are financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is on determination of "financial flow" (sources and use and balances of financial resources). The following are the City's major governmental funds:

General Fund - This fund is used to account for all financial resources except those accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio and the limitations of the City Charter.

Permissive Tax Fund – This fund is used to account for the permissive auto license taxes levied for street construction, maintenance and repair.

Capital Improvement Fund – This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Brice-Main TIF – This fund is used to account for financial resources to be used for infrastructure improvements.

Other governmental funds of the City 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 other than those financed by proprietary funds; and (c) for grants and other resources whose use is restricted to a particular purpose.

***Proprietary Funds***

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

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

Water Fund – This fund is used to account for the operation of the City's water service.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting** (Continued)

Sewer Fund – This fund is used to account for the operation of the City’s sanitary sewer service.

Storm Water Drainage Fund – This fund is used to account for the operation of the City’s storm water drainage service.

Solid Waste Fund – This fund is used to account for the operation of the City’s solid waste collection and disposal service.

***Fiduciary Funds***

Agency Funds - These funds are used to account for assets held by a governmental unit as an agent for individuals, private organizations or other governmental units. The agency funds account for building permit fees collected on behalf of the State, mayor’s court collections that are distributed to various local governments, hotel tax collections to be distributed to the Reynoldsburg Visitors and Activities Bureaus, fees collected for school activities, and sewer capacity charges distributed to the City of Columbus. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**C. Basis of Presentation – Financial Statements**

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City’s governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements (Continued)**

**Fund Financial Statements** – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

**D. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which the City considers to be 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Basis of Accounting** (Continued)

resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenues considered susceptible to accrual at year end include income taxes, interest on investments, and state levied locally shared taxes, including motor vehicle license fees and local government assistance. Other revenues, including licenses, permits, certain charges for services, and miscellaneous revenues are recorded when received in cash, because generally these revenues are not measurable until received.

Special assessment installments and related accrued interest, which are measurable but not available at December 31, are recorded as deferred revenues. Property taxes measurable as of December 31, 2006 but which are not intended to finance 2006 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenues.

The accrual basis of accounting is utilized for reporting purposes by governmental activities, the proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

For governmental activities and proprietary funds, the City applies Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

**E. Budgetary Process**

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 appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

**1. Tax Budget**

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is by fund at the major object level (i.e., personal services, materials and supplies, contractual services) by department. Budgetary modifications may only be made by ordinance of the City Council.

By July 15, the Mayor submits an annual tax budget for the following fiscal year to City Council for consideration and passage. The adopted budget 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.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process** (Continued)

2. 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 Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do 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 any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2006.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund and major object level (i.e. personal services, materials and supplies, contractual services) and may be modified during the year by Ordinance of City Council. Total fund appropriations may not exceed the current estimated resources certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level. During 2006, several supplemental appropriations were necessary to budget for major capital improvement projects that were not originally appropriated. Administrative control is maintained through the establishment of more detailed line-item budgets. Funds may be moved from one line-item account to another within the same object without approval of City Council. The City Auditor maintains an accounting of the line-item expenditures to insure that the total expenditures within a department by object do not exceed approved appropriations. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. The amounts reported as the original budget amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as final budget amounts in the statement of budgetary comparison represent the final appropriations amount including all amendments and modifications.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process (Continued)**

4. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balances are carried forward to the subsequent fiscal year and needs not be reappropriated.

5. Budgetary Basis of Accounting

The City's budgetary process accounts for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures recorded when paid. In addition, encumbrances are recorded as the equivalent of expenditures on the budgetary basis as opposed to reservation of fund balance on the GAAP basis. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. On the budgetary basis investment earnings are recognized when realized, whereas on a GAAP basis unrealized gains and losses are recognized when investments are adjusted to fair value.

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***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process** (Continued)

5. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and major Special Revenue Fund:

	Net Change in Fund Balance	
	General Fund	Permissive Tax Fund
GAAP Basis (as reported)	\$1,256,942	\$108,571
Increase (Decrease):		
Accrued Revenues at December 31, 2006 received during 2007	(2,726,845)	(36,068)
Accrued Revenues at December 31, 2005 received during 2006	1,977,833	25,798
Accrued Expenditures at December 31, 2006 paid during 2007	960,312	0
Accrued Expenditures at December 31, 2005 paid during 2006	(889,318)	0
2005 Prepays for 2006	9,990	0
2006 Prepays for 2007	(16,611)	0
Adjustment to Fair Value	(79,930)	(3,640)
Outstanding Encumbrances	(320,920)	0
Budget Basis	<u>\$171,453</u>	<u>\$94,661</u>

**F. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits, repurchase agreements, the State Treasury Asset Reserve (STAR Ohio) and certificates of deposit with original maturity dates of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. See Note 3, "Cash, Cash Equivalents and Investments."

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**G. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City reports its investments at fair value, except for nonparticipating investment contracts (certificates of deposit and repurchase agreements) which are reported at cost, which approximates fair value. The changes in the fair value of investments, are netted against investment earnings in the operating statements. Fair value is determined by quoted market prices.

The City has invested funds in the STAR Ohio during 2006. 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 share price which is the price the investment could be sold for on December 31, 2006. See Note 3, "Cash, Cash Equivalents and Investments."

**H. Inventory**

Inventory is stated at cost (first-in, first-out) in the governmental funds, and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the governmental activities and proprietary funds when used.

**I. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2006, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

**J. Capital Assets and Depreciation**

Capital assets are defined by the City as assets with an initial, individual cost of more than \$1,000.

**1. Property, Plant and Equipment - Governmental Activities**

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**J. Capital Assets and Depreciation** (Continued)

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

2. Property, Plant and Equipment – Business Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds in the Fund Financial Statements.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (in years)</u>
Buildings	15 - 40
Improvements other than Buildings	25
Infrastructure	10-50
Machinery, Equipment, Furniture and Fixtures	5 - 10

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Long-Term Obligations**

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	Permissive Tax Fund, Street Construction, Maintenance and Repair Fund, General Debt Retirement Fund, Taylor Square Tax Debt Retirement Fund, Water Fund, Sewer Fund, Storm Water Drainage Fund
Special Assessment Bonds	Special Assessment Debt Retirement Fund
Ohio Public Works Commission Loans	General Debt Retirement Fund, Water Fund, Sewer Fund
State Infrastructure Bank Loan	General Debt Retirement Fund
Compensated Absences	General Fund, Income Tax Fund, Street Construction, Maintenance and Repair Fund Water Fund, Sewer Fund, Storm Water Drainage Fund

**L. Compensated Absences**

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," compensated absences are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Employees earn vacation leave based on length of service and position. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement is accrued to the extent that it is considered probable that the conditions for compensation will be met in the future.

Sick leave benefits are accrued as a liability using the vesting method. Employees earn 15 days of sick leave per year. After 10 years of service and upon retirement or resignation, full-time police officers will be paid 25% of the accumulated sick leave up to a maximum of 720 hours. The payment will be increased by 2% for each additional 5 years of uninterrupted service. After 10 years of service and upon retirement, all other employees will be paid 25% of the accumulated sick leave up to a maximum of 560 hours.

Compensated absences accumulated by governmental fund type and proprietary fund type employees are reported as an expense when earned in the government-wide financial statements. For governmental fund financial statements, that portion of unpaid compensated absences expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid. The noncurrent portion of the liability is not reported.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**M. 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 borrowings used for the acquisition, construction or improvement of those assets. Any unspent capital debt proceeds at December 31, 2006 does not reduce invested in capital assets, net of related debt. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**N. Pensions**

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

**O. 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 and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. In addition, interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. Only transfers between governmental activities and business-type activities are reported on the statement of activities. There are no interfund balances reported at December 31, 2006.

**P. Reservations of Fund Balance**

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for inventories of supplies, prepaid items, debt service and encumbrances (excluding encumbered amounts reflected as payables).

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Q. Restricted Assets**

Customer deposits, retainage payable, and cash with fiscal agent are classified as restricted assets on the statement of net assets because these funds are being held for specified purposes.

**R. Operating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water treatment and distribution, wastewater collection and treatment, maintenance of storm water collection systems and collection of solid waste refuse. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**S. Estimates**

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

**T. Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund loans receivables/payables." On fund financial statements, long-term interfund loans are classified as "advances to/from other funds" on the financial statements and are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources. These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances. The City did not have outstanding interfund loans at December 31, 2006.

**U. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2006.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

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**NOTE 2 - COMPLIANCE AND ACCOUNTABILITY**

For the year ended December 31, 2006, expenditures exceeded appropriations at the object level (i.e., the legal level of budgetary control) as follows:

<u>Fund</u>	<u>Excess</u>
General Fund:	
General Government:	
Commissions:	
Personal Services	\$6

The excess expenditures were funded from available fund balance.

**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments. The City Auditor, with the guidance of the City's Treasury Investment Board, has the responsibility of investing all cash. The City has adopted an Investment Policy that follows Ohio Revised Code Chapter 135 and applies the prudent person standard. The prudent person standard requires the City Auditor to exercise the care, skill and experience that a prudent person would use to manage his/her personal financial affairs. The main objectives of the Investment Policy are the preservation of capital, maintenance of liquidity, and maximization of return on the portfolio.

Statutes require the classification of funds held by the City into three categories.

Category 1 consists of "active" funds - those funds required to be kept in a "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- 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;

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

- 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;
- 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;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

**A. Deposits**

Custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned. Protection of City cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. The City has no policy on custodial credit risk and is governed by Ohio Revised Code. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**A. Deposits (Continued)**

At year end the carrying amount of the City's deposits was \$1,258,519 and the bank balance was \$2,128,754. Federal deposit insurance covered \$162,620 of the bank balance and \$1,966,134 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and uncollateralized	\$418
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	<u>1,965,716</u>
Total Balance	<u><u>\$1,966,134</u></u>

Investment earnings of \$717,791 earned by other funds was credited to the General Fund as required by state statute.

**B. Investments**

The City's investments at December 31, 2006 were as follows:

	Fair Value	Credit Rating	Investment Maturities (in Months)			
			less than 6	7-12	13-18	19-24
FNMA	\$4,545,634	AAA <sup>1</sup>	\$2,490,163	\$644,559	\$665,995	\$744,917
FHLB	7,539,076	AAA <sup>1</sup>	1,897,035	997,170	2,659,849	1,985,022
FHLMC	5,034,720	AAA <sup>1</sup>	998,750	0	3,751,602	284,368
Negotiable CD's	387,238	AAA <sup>2</sup>	202,938	184,300	0	0
FFCB	39,499	AAA <sup>1</sup>	0	0	0	39,499
Repurchase Agreements	1,341,000	N/A	1,341,000	0	0	0
STAR Ohio	<u>2,778,565</u>	AAA <sup>Am</sup> <sup>1</sup>	<u>2,778,565</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Investments	<u><u>\$21,665,732</u></u>		<u><u>\$9,708,451</u></u>	<u><u>\$1,826,029</u></u>	<u><u>\$7,077,446</u></u>	<u><u>\$3,053,806</u></u>

1 Standard & Poor's

2 All are fully FDIC insured and therefore have an implied AAA credit rating

*Interest Rate Risk* – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The City's Investment Policy does not permit the City Auditor to invest in any security maturing in more than 2 years.

*Investment Credit Risk* – The City has no investment policy that limits its investment choices other than the limitation of State statute for "interim" funds described previously.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**B. Investments** (Continued)

*Concentration of Credit Risk* – The Investment Policy places no limit on the amount the Auditor may invest in one issuer. The policy limits investments with any one financial institution to 25% of the investment portfolio, with the exception of a 40% limit to investments in STAR Ohio. Of the City's total investments, 21% are FNMA, 35% are FHLB, 23% are FHLMC, and 13% are STAR Ohio, and 6% are Repurchase Agreements. All other investments are less than 2% of the City's total investments.

*Custodial Credit Risk* – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. Of the City's investment in repurchase agreements, the entire balance is collateralized by underlying securities pledged by the investment's counterparty, not in the name of the City. The City has no policy on custodial credit risk and is governed by Ohio Revised Code as described under Deposits.

**C. Cash with Fiscal Agents**

In addition to deposits and investments, the City has uninsured and uncollateralized cash in the amount of \$1,083,432 being held by the Franklin and Fairfield County Engineers. This cash is restricted in its use for various road improvement projects.

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

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**NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**D. Reconciliation of Cash, Cash Equivalents and Investments**

The classification of cash, cash equivalents and investments on the combined financial statements were based on criteria set forth in GASB Statement No. 9. Repurchase agreements and certificates of deposit with an original maturity of three months or less were treated as cash equivalents. The classification of cash and cash equivalents (deposits) for purposes of this note were based on criteria set forth in GASB Statement No. 3.

A reconciliation between classifications of cash and investments on the financial statements and classifications per items A and B of this note are as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Financial Statements	\$5,078,084	\$17,846,167
Certificates of Deposit (with maturities of more than 3 months)	300,000	(300,000)
Investments:		
Repurchase Agreement	(1,341,000)	1,341,000
STAR Ohio	(2,778,565)	2,778,565
Per GASB Statement No. 3	<u>\$1,258,519</u>	<u>\$21,665,732</u>

\* Does not include cash with fiscal agent.

**NOTE 4 - TAXES**

**A. Property Taxes**

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property located in the City and used in business. Real property taxes (other than public utility) collected during 2006 were levied after October 1, 2005 on assessed values as of January 1, 2005, the lien date. Assessed values are established by the county auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made in the third year following reappraisal. The last revaluations were completed in 2005 in Franklin County and Licking County, and in Fairfield County, the last revaluation was completed in 2001. Real property taxes are paid annually or semi-annually. The first payment is due January 20; the remainder payable by June 20.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer ending on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Except for public utilities, tangible personal property used in business is currently assessed for ad valorem taxation purposes at 12.5 percent of its true value. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semiannually: the first payment is due April 30; the remainder payable by September 20.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 4 - TAXES (Continued)**

**A. Property Taxes** (Continued)

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. Certain public utility tangible personal property is currently assessed at 88 percent of its true value. Public utility property taxes are payable on the same dates as the real property taxes described previously.

The County Treasurers collect property taxes on behalf of all taxing districts in the County including the City of Reynoldsburg. The County Auditors periodically remit to the City its portion of the taxes collected. The full tax rate for all City operations for the year ended December 31, 2006 was \$0.7 per \$1,000 of assessed value. The assessed value upon which the 2006 tax receipts were based was \$726,596,481. This amount constitutes \$694,816,770 in real property assessed value, \$11,109,850 in public utility assessed value and \$20,669,861 in tangible personal property assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .07% (0.7 mills) of assessed value.

**B. Income Tax**

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

**NOTE 5 - RECEIVABLES**

Receivables at December 31, 2006 consisted of taxes, interest, accounts receivable, special assessments, and intergovernmental receivables arising from shared revenues. Receivables have been recorded to the extent that they are measurable at December 31, 2006, as well as intended to finance 2006 operations. All receivables have been disaggregated on the face of the basic financial statements. The only receivable not expected to be collected within the subsequent year are the special assessments which are collected over the life of the assessment.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

**NOTE 6 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets for year ended December 31, 2006:

**Historical Cost:**

Class	Balance at December 31, 2005	Additions	Deletions	Balance at December 31, 2006
<b>Capital assets not being depreciated:</b>				
Land	\$16,539,608	\$154,020	\$0	\$16,693,628
Construction in Progress	2,280,495	9,356,403	(2,280,495)	9,356,403
Subtotal	18,820,103	9,510,423	(2,280,495)	26,050,031
<b>Capital assets being depreciated:</b>				
Buildings	11,762,976	1,175	0	11,764,151
Improvements Other than Buildings	1,747,041	0	0	1,747,041
Infrastructure	29,320,111	366,320	0	29,686,431
Machinery and Equipment	4,031,133	387,947	(165,061)	4,254,019
Subtotal	46,861,261	755,442	(165,061)	47,451,642
Total Cost	\$65,681,364	\$10,265,865	(\$2,445,556)	\$73,501,673
<b>Accumulated Depreciation:</b>				
Class	Balance at December 31, 2005	Additions	Deletions	Balance at December 31, 2006
Buildings	(\$2,653,050)	(\$301,810)	\$0	(\$2,954,860)
Improvements Other than Buildings	(557,368)	(69,882)	0	(627,250)
Infrastructure	(9,719,618)	(1,306,608)	0	(11,026,226)
Machinery and Equipment	(2,817,234)	(406,166)	163,791	(3,059,609)
Total Depreciation	(\$15,747,270)	(\$2,084,466)	\$163,791	(\$17,667,945)
<b>Net Value:</b>	\$49,934,094			\$55,833,728

\* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$367,620
Leisure Time Activities	121,183
Community Development	2,211
Transportation	1,404,127
General Government	189,325
Total Depreciation Expense	\$2,084,466

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

**NOTE 6 – CAPITAL ASSETS (Continued)**

**B. Business-Type Activities Capital Assets**

Summary by category of changes in business-type activities capital assets for year ended December 31, 2006:

**Historical Cost:**

Class	Balance at December 31, 2005	Additions	Deletions	Balance at December 31, 2006
<b>Capital assets not being depreciated:</b>				
Land	\$3,000	\$0	\$0	\$3,000
Construction in Progress	74,744	90,681	(74,744)	90,681
Subtotal	77,744	90,681	(74,744)	93,681
<b>Capital assets being depreciated:</b>				
Buildings and Improvements	152,616	0	0	152,616
Infrastructure	117,660,913	2,752,585	0	120,413,498
Machinery and Equipment	735,959	23,705	(17,846)	741,818
Subtotal	118,549,488	2,776,290	(17,846)	121,307,932
Total Cost	\$118,627,232	\$2,866,971	(\$92,590)	\$121,401,613

**Accumulated Depreciation:**

Class	Balance at December 31, 2005	Additions	Deletions	Balance at December 31, 2006
Buildings and Improvements	(\$146,613)	(\$204)	\$0	(\$146,817)
Infrastructure	(23,952,677)	(2,380,742)	0	(26,333,419)
Machinery and Equipment	(386,777)	(66,840)	17,846	(435,771)
Total Depreciation	(\$24,486,067)	(\$2,447,786)	\$17,846	(\$26,916,007)

**Net Value:** \$94,141,165 \$94,485,606

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 7 – DEFINED BENEFIT PENSION PLANS**

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

**A. Ohio Public Employees Retirement System (the “Ohio PERS”)**

The following information was provided by the Ohio PERS to assist the City in complying with GASB Statement No. 27, “*Accounting for Pensions by State and Local Government Employers.*”

All employees of the City, except full-time uniformed police officers, participate in one of the three pension plans administered by the Ohio PERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD 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 MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

The Ohio PERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for the Ohio PERS. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2006, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 9.0%. The 2006 employer contribution rate for local government employer units was 13.70%, of covered payroll, 9.20% to fund the pension and 4.5% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the Ohio PERS for the years ending December 31, 2006, 2005, and 2004 were \$552,138, \$555,787 and \$553,952, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 7 – DEFINED BENEFIT PENSION PLANS (Continued)**

**A. Ohio Public Employees Retirement System (the “Ohio PERS”) (Continued)**

The Ohio PERS provides postemployment health care benefits to age and service retirees with ten or more years of qualifying Ohio service credit under the TP and CO plans and to primary survivor recipients of such retirees. Health care coverage for disability recipients is also available. The health care coverage provided by the Ohio PERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the Ohio PERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the Ohio PERS. The portion of the 2006 employer contribution rate (identified above) that was used to fund health care for the year 2006 was 4.5% of covered payroll which amounted to \$181,359.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the Ohio Public Employees Retirement System's latest actuarial review performed as of December 31, 2005. The individual entry age actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12% corridor. The investment assumption rate for 2005 was 6.5%. An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from 0.5% to 6.3%. Health care costs were assumed to increase 4.0% annually plus an additional factor ranging from .50% to 6% for the next 9 years. In subsequent years (10 and beyond) health care costs were assumed to increase 4% (the projected wage inflation rate).

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants for the TP and CO Plans was 358,804. The actuarial value of the Ohio PERS net assets available for OPEB at December 31, 2005 is \$11.1 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$31.3 billion and \$20.2 billion, respectively.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, will be effective January 1, 2007. In addition to the HCPP, Ohio PERS has taken additional action to improve the solvency of the Health Care Fund in 2005 by creating a separate investment pool for health care assets. As an additional component of the HCPP, member and employer contribution rates increased as of January 1, 2006, which will allow additional funds to be allocated to the health care plan

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 7 – DEFINED BENEFIT PENSION PLANS (Continued)**

**B. Ohio Police and Fire Pension Fund (the “OP&F Fund”)**

All City full-time police officers participate in the OP&F Fund, a cost-sharing multiple-employer defined benefit pension plan. The OP&F Fund provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the OP&F Fund. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% for police officers. The City's contributions to the OP&F Fund for the years ending December 31, 2006, 2005, and 2004 were \$673,640, \$666,168 and \$638,728 for police which were equal to the required contributions for each year.

The OP&F Fund provides postemployment health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school on a full-time or two-thirds basis. The health care coverage provided by the OP&F Fund is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care costs paid from the funds of the OP&F Fund shall be included in the employer's contribution rate. The Ohio Revised Code also provides statutory authority allowing the Fund's Board of Trustees to provide postemployment health care coverage to all eligible individuals from the employer's contributions to the OP&F Fund.

The portion of the 2006 covered payroll that was used to fund postemployment health care benefits was \$267,775 representing 7.75% of covered payroll for police. Health care funding and accounting was on a pay-as-you-go basis. 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. As of December 31, 2005, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 13,922 for police. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 2005 were \$108,039,449, which was net of member contributions of \$55,271,881.

**CITY OF REYNOLDSBURG, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

**NOTE 8 - LONG-TERM DEBT LIABILITIES**

Long-term debt and other long-term liabilities of the City at December 31, 2006 were as follows:

			Balance December 31, 2005	Additions	(Reductions)	Balance December 31, 2006	Due Within One Year
<b>Business-Type Activities</b>							
General Obligation Bonds:							
2.0 - 3.75%	Water System Improvement	2003	\$606,092	\$0	(\$196,483)	\$409,609	\$203,513
4.4 - 5.05%	Sewer System Improvement	1998	682,000	0	(62,000)	620,000	62,000
3.5 - 4.00%	Water System Improvement	2001	239,700	0	(36,550)	203,150	37,400
	Unamortized Charge		(4,140)	0	720	(3,420)	0
3.5 - 4.00%	Sewer System Improvement	2001	871,380	0	(132,870)	738,510	135,960
	Unamortized Charge		(15,065)	0	2,620	(12,445)	0
3.98%	Storm Sewer Improvement	2005	800,000	0	(63,000)	737,000	70,000
	Total General Obligation Bonds		<u>3,179,967</u>	<u>0</u>	<u>(487,563)</u>	<u>2,692,404</u>	<u>508,873</u>
Ohio Public Works Commission Loans (OPWC):							
3.00%	Cobblestone Run/ Windsor Forest Sanitary Sewers		790,866	0	(40,755)	750,111	41,987
3.00%	Old Reynoldsburg North Water Line		353,279	0	(15,057)	338,222	15,513
3.00%	Route 256 Waterline		853,496	0	(36,378)	817,118	37,477
	Total OPWC Loans		<u>1,997,641</u>	<u>0</u>	<u>(92,190)</u>	<u>1,905,451</u>	<u>94,977</u>
	Compensated Absences		<u>137,425</u>	<u>63,227</u>	<u>(61,458)</u>	<u>139,194</u>	<u>38,311</u>
	Total Business-Type Long-Term Debt		<u>\$5,315,033</u>	<u>\$63,227</u>	<u>(\$641,211)</u>	<u>\$4,737,049</u>	<u>\$642,161</u>

The City issues general obligation bonds and OPWC promissory notes to provide funds for the acquisition and construction of business-type activity major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City expects that principal and interest will be paid entirely by user fees from Water, Sewer, and Storm Water Drainage operations.

**CITY OF REYNOLDSBURG, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

**NOTE 8 - LONG-TERM DEBT LIABILITIES (Continued)**

		Balance December 31, 2005	Additions	(Reductions)	Balance December 31, 2006	Due Within One Year
<b>Governmental Activities Long-Term Debt:</b>						
General Obligation Bonds:						
7.375%	City Hall Construction	1986	\$105,000	\$0	(\$105,000)	\$0
2.0 - 3.75%	Street Improvement	2003	2,206,406	0	(242,897)	1,963,509
2.0 - 3.75%	Street Improvement	2003	387,502	0	(125,620)	261,882
4.4 - 5.05%	Street Improvement	1998	418,000	0	(38,000)	380,000
3.3 - 4.80%	Taylor Square TIF	1999	7,310,000	0	(5,030,000)	2,280,000
3.3 - 4.80%	Downtown Revitalization	1999	145,000	0	(45,000)	100,000
4.45 - 5.63%	Police Facilities	2000	5,450,000	0	(4,510,000)	940,000
3.5 - 4.00%	Taylor Road Improvement	2001	298,920	0	(45,580)	253,340
2.0 - 4.125%	Commercial Corridor Phase 1	2003	3,990,000	0	(110,000)	3,880,000
3.0 - 4.250%	Commercial Corridor Phase 2	2005	8,055,000	0	(185,000)	7,870,000
	Unamortized Premium	2005	98,029	0	(5,027)	93,002
4.0 - 5.000%	Taylor Square TIF Refunding	2006	0	4,960,000	0	4,960,000
	Unamortized Premium	2006	0	40,142	(2,230)	37,912
	Unamortized Loss on Refunding	2006	0	(188,973)	10,499	(178,474)
4.0 - 5.000%	Police Facilities Refunding	2006	0	4,760,000	0	4,760,000
	Unamortized Premium	2006	0	44,532	(2,226)	42,306
	Unamortized Loss on Refunding	2006	0	(352,174)	17,608	(334,566)
	<b>Total General Obligation Bonds</b>		<b>28,463,857</b>	<b>9,263,527</b>	<b>(10,418,473)</b>	<b>27,308,911</b>
Special Assessment Bond:						
with Governmental Commitment						
4.75 - 4.80%	Water Improvement	1991	30,000	0	(10,000)	20,000
Ohio Public Works Commission Loans (OPWC):						
0.00%	Lancaster Avenue Reconstruction Loan	1997	650,291	0	(55,879)	594,412
0.00%	Commercial Corridor Phase 1	2003	1,575,000	0	(116,667)	1,458,333
0.00%	Commercial Corridor Phase 2	2005	1,337,990	642,010	0	1,980,000
	<b>Total OPWC Loans</b>		<b>3,563,281</b>	<b>642,010</b>	<b>(172,546)</b>	<b>4,032,745</b>
2.90%	SIB Loan Payable		239,105	0	0	239,105
	Compensated Absences		711,413	784,931	(740,085)	756,259
	<b>Total Governmental Activities</b>		<b>\$33,007,656</b>	<b>\$10,690,468</b>	<b>(\$11,341,104)</b>	<b>\$32,357,020</b>

The City issues general obligation bonds, OPWC promissory notes, and State Infrastructure Bank loans to provide funds for the acquisition and construction of governmental major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City expects that principal and interest will be paid from revenues of the City's municipal income tax along with TIF proceeds for the Taylor Square and Brice-Main debt.

Special assessment general obligation bonds are used to finance street and water improvements. Debt service is financed by assessments to affected property owners. However, the City is ultimately responsible for the debt service if the assessments are not collected. Delinquent special assessments at year end were \$7,706.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

**NOTE 8 - LONG-TERM DEBT LIABILITIES (Continued)**

**A. Principal and Interest Requirements**

Principal and interest requirements to retire long-term liabilities outstanding at December 31, 2006 are as follows:

<b>Business-Type Activities:</b>			<b>Governmental Activities:</b>			
Years	General Obligation Bonds		General Obligation Bonds		Special Assessment Bond	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$508,873	\$105,497	\$1,326,127	\$1,117,673	\$10,000	\$960
2008	522,336	88,766	1,395,664	1,072,749	10,000	480
2009	326,120	71,179	1,258,880	1,024,444	0	0
2010	337,000	57,778	1,316,000	977,380	0	0
2011	343,940	43,880	1,387,060	925,017	0	0
2012-2016	670,000	82,935	7,030,000	3,725,331	0	0
2017-2021	0	0	8,325,000	2,207,190	0	0
2022-2025	0	0	5,610,000	516,623	0	0
Totals	<u>\$2,708,269</u>	<u>\$450,035</u>	<u>\$27,648,731</u>	<u>\$11,566,407</u>	<u>\$20,000</u>	<u>\$1,440</u>

Years	Ohio Public Works Commission Loans		Ohio Public Works Commission Loans		SIB Loan Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$94,977	\$56,457	\$296,296	\$0	\$0	\$0
2008	97,847	53,585	296,296	0	27,679	7,184
2009	100,806	50,628	296,296	0	28,516	6,347
2010	103,851	47,582	296,296	0	29,378	5,485
2011	106,991	44,443	296,296	0	30,266	4,597
2012-2016	585,460	171,707	1,481,482	0	123,266	8,961
2017-2021	647,361	77,715	946,033	0	0	0
2022-2025	168,158	6,352	123,750	0	0	0
Totals	<u>\$1,905,451</u>	<u>\$508,469</u>	<u>\$4,032,745</u>	<u>\$0</u>	<u>\$239,105</u>	<u>\$32,574</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 8 - LONG-TERM DEBT LIABILITIES (Continued)**

**B. Defeased Debt**

In December 1993, the City defeased \$1,322,000 of General Obligation Bonds for Parks and Recreation Improvement and \$1,983,000 of General Obligation Bonds for Water System Improvement dated April 1, 1989 (the "1989 Bonds") through the issuance of \$1,483,950 of General Obligation Bonds for Parks and Recreation Improvement and \$2,321,050 of General Obligation Bonds for Water System Improvement (the "1993 Bonds"). The net proceeds of the 1993 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$660,000 at December 31, 2006, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

In May 2006, the City defeased \$4,755,000 of General Obligation Bonds for Taylor Square TIF dated February 15, 1999 (the "1999 Bonds") through the issuance of \$4,960,000 of General Obligation Bonds. The net proceeds of the 2006 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$4,755,000 at December 31, 2006, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The refunding was undertaken to reduce total debt service payments over the next 18 years by \$159,656 in Governmental Activities and resulted in an economic gain of \$147,571.

In May 2006, the City defeased \$4,345,000 of General Obligation Bonds for Police Facilities dated July 1, 2000 (the "2000 Bonds") through the issuance of \$4,760,000 of General Obligation Bonds. The net proceeds of the 2006 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$4,345,000 at December 31, 2006, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The refunding was undertaken to reduce total debt service payments over the next 20 years by \$306,610 in Governmental Activities and resulted in an economic gain of \$281,518.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006**

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**NOTE 9 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During 2006 the City contracted with several different insurance providers for various insurance coverages, as follows:

Insurance Provider	Coverage	Deductible
Westfield Company	Automobile	\$1,000 Comprehensive; 1,000 Collision
The St. Paul/Travelers Companies	General Liability	25,000
The St. Paul/Travelers Companies	Property Casualty	1,000
The St. Paul/Travelers Companies	Electronic Data Processing	1,000
The St. Paul/Travelers Companies	Fine Arts	1,000
The St. Paul/Travelers Companies	Difference in Conditions	75,000
The St. Paul/Travelers Companies	Miscellaneous Equipment	1,000
CNA	Boiler and Machinery	1,000
Scottsdale Insurance Company	Law Enforcement Liability	25,000/occurrence
The St. Paul/Travelers Companies	Public Officials Liability	25,000/occurrence
The St. Paul/Travelers Companies	Museum	1,000
The St. Paul/Travelers Companies	Employee Benefits Liability	1,000
The St. Paul/Travelers Companies	Umbrella Excess Liability	10,000
The St. Paul/Travelers Companies	Employment Practices Liability	25,000

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 coverages in any of the past three years.

Workers' compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs.

**NOTE 10 - CONSTRUCTION COMMITMENTS**

As of December 31, 2006, the City had the following commitments with respect to capital improvements:

Capital Projects	Remaining Construction Commitment	Projected Date of Completion
Taylor Road Reconstruction	\$727,827	June 2007
Brice-Main Commercial Corridor	1,879,569	June 2007

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2006***

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**NOTE 11 - CONTINGENCIES**

The City is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. The City's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

**NOTE 12 – JOINTLY GOVERNED ORGANIZATIONS**

The City is a participant in the Mid-Ohio Regional Planning Commission (MORPC), a jointly governed organization. MORPC is composed of 74 representatives appointed by member governments who make up the Commission, the policy-making body of MORPC, and the oversight board. MORPC is a voluntary association of local governments in central and south central Ohio and a regional planning agency whose membership includes 42 political subdivisions in and around Franklin, Ross, Fayette, Delaware, Pickaway, Madison, Licking, and Fairfield counties, Ohio. The purpose of the organization is to improve the quality of life for member communities by improving housing conditions, to promote and support livability/sustainability measures as a means of addressing regional growth challenges, and to administer and facilitate the availability of regional environmental infrastructure program funding to the full advantage of MORPC's members.

**NOTE 13 – SUBSEQUENT EVENT**

On April 26, 2007, the City issued \$900,000 in Water System Improvement Bonds. The bonds bear an annual interest rate of 4.26% and mature December 1, 2016.

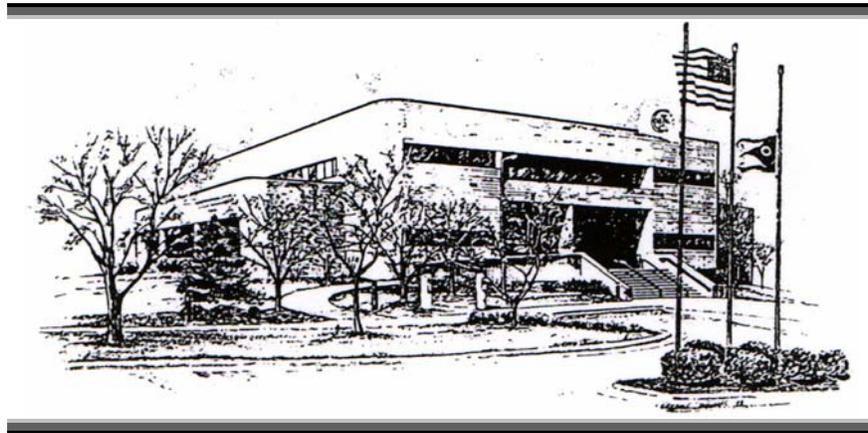
**NOTE 14 – CHANGE IN ACCOUNTING PRINCIPLE**

The City has implemented GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*. Implementation of this GASB had no impact on the City's financial position or results of operation.

*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE  
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS AND FIDUCIARY  
FUNDS.*



***Nonmajor Governmental Funds***

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***Special Revenue Funds***

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Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

**Court Computerization Fund**

To account for fees collected for the computerization needs of the Clerk of Courts.

**Income Tax Fund**

This fund is used to account for the portion of income taxes used for the operations of the Income Tax Department.

**Police Pension Fund**

To account for taxes levied toward partial payment of the current and accrued liability for police disability and pension.

**Street Construction, Maintenance and Repair Fund**

To account for State levied and controlled gasoline tax and motor vehicle registration fees designated for street construction, maintenance and repair.

**State Highway Fund**

To account for the portion of the State gasoline tax and motor vehicle registration fees designated for the maintenance and repair of State highways within the City.

**Community Oriented Policing Services (COPS) in School Fund**

To account for federal grant monies designated for the cost of placing police officers in local schools. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**Community Oriented Policing Services (COPS) More 2000 Grant Fund**

To account for federal grant monies designated for the cost of additional police officers. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**Gang Resistance and Education Training (G.R.E.A.T) Grant Fund**

To account for federal grant monies designated for the development of programs to educate youth about the dangers associated with joining street gangs.

(Continued)

***Special Revenue Funds (Continued)***

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**Law Enforcement Fund**

To account for the proceeds from the confiscation of contraband.

**Drug Enforcement Fund**

To account for mandatory fines collected for drug offenses.

**Safety Belt Program Fund**

To account for monies used for safety belt education programs.

**DUI Education/Enforcement Fund**

To account for financial resources used to educate the public regarding laws governing the operation of motor vehicles while under the influence of alcohol.

**Federal Forfeiture Fund**

To account for monies from the United States Marshall allocated to the City based upon the City's participation in the confiscation of contraband.

**Community Environment Fund**

To account for funds used by various commissions and to pay the costs of activities intended to enrich the quality of life of the residents. Funds are primarily from gifts and donations.

**Supervision and Inspection Fund**

To account for fees collected from builders and developers to cover the costs of inspection services required for major capital improvements.

**Plot, Grade and Utility Plans Fund**

To account for fees collected from builders and developers to cover the costs of engineering reviews of plot, grade and utility plans.

**Unclaimed Funds Fund**

To account for funds which rightfully belong to the payor and are refunded when the payor provides proof of claim for the funds within the period specified by law. (The Statement of Revenues, Expenditures and Changes in Fund Balances is not presented because there was no activity during the year.)

**Employees Fund**

To account for funds collected from the sale of soft drinks and coffee which help fund special events for City employees.

**Engineering Fees/Plan Review Deposits Fund**

To account for fees collected from builders to cover the costs of engineering reviews of plans and specifications.

***Debt Service Funds***

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The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment levies when the government is obligated in some manner for payment.

**General Debt Retirement Fund**

To account for the accumulation of resources for and the payment of principal and interest on general obligation debt other than those accounted for in the proprietary funds.

**Special Assessment Debt Retirement Fund**

To account for revenues collected on special assessments used for the retirement of principal and interest on special assessment debt of the City

**Taylor Square Tax Increment Equivalent (TIEF) Debt Retirement Fund**

To account for resources that are used for payment of principal, interest and fiscal charges on the Taylor Square debt.

**Brice-Main Tax Increment Equivalent (TIEF) Debt Retirement Fund**

To account for resources that are used for payment of principal, interest and fiscal charges related to the Brice-Main Tax Increment Financing Agreement.

***Capital Projects Fund***

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The Capital Projects Fund is used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

**Sidewalk Construction Fund**

To account for fees collected from sidewalk permits used for sidewalk rehabilitation projects.

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2006**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Fund	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 596,918	\$ 1,395,544	\$ 6,165	\$ 1,998,627
Investments	2,956,043	344,031	382,802	3,682,876
Receivables:				
Taxes	219,178	384,106	0	603,284
Accounts	4,277	0	0	4,277
Intergovernmental	657,924	0	0	657,924
Interest	5,227	0	0	5,227
Special Assessments	0	16,948	65,652	82,600
Inventory of Supplies, at Cost	198,775	0	0	198,775
Prepaid Items	265	0	0	265
<b>Total Assets</b>	<b>\$ 4,638,607</b>	<b>\$ 2,140,629</b>	<b>\$ 454,619</b>	<b>\$ 7,233,855</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 27,083	\$ 0	\$ 0	\$ 27,083
Accrued Wages and Benefits Payable	35,306	0	0	35,306
Claims Payable	23,476	0	0	23,476
Deferred Revenue	655,925	73,917	65,652	795,494
<b>Total Liabilities</b>	<b>741,790</b>	<b>73,917</b>	<b>65,652</b>	<b>881,359</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	243,361	0	125,923	369,284
Reserved for Prepaid Items	265	0	0	265
Reserved for Supplies Inventory	198,775	0	0	198,775
Reserved for Debt Service	0	2,066,712	0	2,066,712
Unreserved, Undesignated in:				
Special Revenue Funds	3,454,416	0	0	3,454,416
Capital Projects Funds	0	0	263,044	263,044
<b>Total Fund Balances</b>	<b>3,896,817</b>	<b>2,066,712</b>	<b>388,967</b>	<b>6,352,496</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 4,638,607</b>	<b>\$ 2,140,629</b>	<b>\$ 454,619</b>	<b>\$ 7,233,855</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2006**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Taxes	\$ 616,888	\$ 2,768,075	\$ 0	\$ 3,384,963
Intergovernmental Revenues	1,299,269	0	0	1,299,269
Charges for Services	273,171	0	0	273,171
Licenses and Permits	0	0	12,795	12,795
Investment Earnings	60,983	0	0	60,983
Special Assessments	0	8,618	112,658	121,276
Fines and Forfeitures	65,981	0	0	65,981
All Other Revenue	25,921	0	0	25,921
<b>Total Revenue</b>	<b>2,342,213</b>	<b>2,776,693</b>	<b>125,453</b>	<b>5,244,359</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	303,072	0	0	303,072
Community Environment	246,281	0	0	246,281
Transportation	895,250	0	0	895,250
General Government	333,774	516,315	0	850,089
Capital Outlay	0	0	6,075	6,075
Debt Service:				
Principal Retirement	19,326	1,412,874	0	1,432,200
Interest and Fiscal Charges	1,394	1,114,346	0	1,115,740
<b>Total Expenditures</b>	<b>1,799,097</b>	<b>3,043,535</b>	<b>6,075</b>	<b>4,848,707</b>
Excess (Deficiency) of Revenues Over Expenditures	543,116	(266,842)	119,378	395,652
<b>Other Financing Sources (Uses):</b>				
Premium on General Obligation Bonds	0	84,674	0	84,674
Refunding General Obligation Bonds Issued	0	9,720,000	0	9,720,000
Payment to Refunded Bond Escrow Agent	0	(9,641,147)	0	(9,641,147)
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>163,527</b>	<b>0</b>	<b>163,527</b>
Net Change in Fund Balances	543,116	(103,315)	119,378	559,179
<b>Fund Balances at Beginning of Year</b>	<b>3,314,011</b>	<b>2,170,027</b>	<b>269,589</b>	<b>5,753,627</b>
Increase (Decrease) in Inventory Reserve	39,690	0	0	39,690
<b>Fund Balances End of Year</b>	<b>\$ 3,896,817</b>	<b>\$ 2,066,712</b>	<b>\$ 388,967</b>	<b>\$ 6,352,496</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2006**

	Court Computerization Fund	Income Tax Fund	Police Pension Fund	Street, Construction, Maintenance and Repair Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 60,512	\$ 32,699	\$ 119,876	\$ 11,476
Investments	0	2,030,379	0	709,681
Receivables:				
Taxes	0	0	219,178	0
Accounts	0	0	0	0
Intergovernmental	0	0	10,306	598,791
Interest	0	0	0	3,934
Inventory of Supplies, at Cost	0	0	0	198,775
Prepaid Items	127	0	0	138
<b>Total Assets</b>	<u>\$ 60,639</u>	<u>\$ 2,063,078</u>	<u>\$ 349,360</u>	<u>\$ 1,522,795</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 0	\$ 54	\$ 0	\$ 17,028
Accrued Wages and Benefits Payable	0	4,694	0	30,612
Claims Payable	0	0	0	0
Deferred Revenue	0	0	222,054	400,932
<b>Total Liabilities</b>	<u>0</u>	<u>4,748</u>	<u>222,054</u>	<u>448,572</u>
<b>Fund Balances:</b>				
Reserved for Encumbrances	802	5	0	42,905
Reserved for Prepaid Items	127	0	0	138
Reserved for Supplies Inventory	0	0	0	198,775
Unreserved, Undesignated in:				
Special Revenue Funds	59,710	2,058,325	127,306	832,405
<b>Total Fund Balances</b>	<u>60,639</u>	<u>2,058,330</u>	<u>127,306</u>	<u>1,074,223</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 60,639</u>	<u>\$ 2,063,078</u>	<u>\$ 349,360</u>	<u>\$ 1,522,795</u>

**CITY OF REYNOLDSBURG, OHIO**

State Highway Fund	G.R.E.A.T. Grant Fund	Law Enforcement Fund	Drug Enforcement Fund	Safety Belt Program Fund	DUI Education/ Enforcement Fund	Federal Forfeiture Fund
\$ 3,493	\$ 550	\$ 17,076	\$ 6,434	\$ 1,238	\$ 9,189	\$ 6,326
215,983	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
48,552	0	0	0	0	275	0
1,293	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$ 269,321</u>	<u>\$ 550</u>	<u>\$ 17,076</u>	<u>\$ 6,434</u>	<u>\$ 1,238</u>	<u>\$ 9,464</u>	<u>\$ 6,326</u>
\$ 858	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
32,939	0	0	0	0	0	0
<u>33,797</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
2,412	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
233,112	550	17,076	6,434	1,238	9,464	6,326
<u>235,524</u>	<u>550</u>	<u>17,076</u>	<u>6,434</u>	<u>1,238</u>	<u>9,464</u>	<u>6,326</u>
<u>\$ 269,321</u>	<u>\$ 550</u>	<u>\$ 17,076</u>	<u>\$ 6,434</u>	<u>\$ 1,238</u>	<u>\$ 9,464</u>	<u>\$ 6,326</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2006**

	Community Environment Fund	Supervision and Inspection Fund	Plot, Grade and Utility Plans Fund	Unclaimed Funds Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 20,183	\$ 213,785	\$ 23,853	\$ 23,476
Investments	0	0	0	0
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
<b>Total Assets</b>	<u>\$ 20,183</u>	<u>\$ 213,785</u>	<u>\$ 23,853</u>	<u>\$ 23,476</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 0	\$ 7,525	\$ 1,618	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Claims Payable	0	0	0	23,476
Deferred Revenue	0	0	0	0
<b>Total Liabilities</b>	<u>0</u>	<u>7,525</u>	<u>1,618</u>	<u>23,476</u>
<b>Fund Balances:</b>				
Reserved for Encumbrances	0	184,575	12,640	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Unreserved, Undesignated in:				
Special Revenue Funds	20,183	21,685	9,595	0
<b>Total Fund Balances</b>	<u>20,183</u>	<u>206,260</u>	<u>22,235</u>	<u>0</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 20,183</u>	<u>\$ 213,785</u>	<u>\$ 23,853</u>	<u>\$ 23,476</u>

**CITY OF REYNOLDSBURG, OHIO**

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Employees Fund	Engineering Fees/Plan Review Deposits Fund	Total Nonmajor Special Revenue Funds
\$ 1,314	\$ 45,438	\$ 596,918
0	0	2,956,043
0	0	219,178
0	4,277	4,277
0	0	657,924
0	0	5,227
0	0	198,775
0	0	265
<u>\$ 1,314</u>	<u>\$ 49,715</u>	<u>\$ 4,638,607</u>
\$ 0	\$ 0	\$ 27,083
0	0	35,306
0	0	23,476
0	0	655,925
<u>0</u>	<u>0</u>	<u>741,790</u>
22	0	243,361
0	0	265
0	0	198,775
<u>1,292</u>	<u>49,715</u>	<u>3,454,416</u>
<u>1,314</u>	<u>49,715</u>	<u>3,896,817</u>
<u>\$ 1,314</u>	<u>\$ 49,715</u>	<u>\$ 4,638,607</u>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2006**

	Court Computerization Fund	Income Tax Fund	Police Pension Fund	Street Construction, Maintenance and Repair Fund
<b>Revenues:</b>				
Taxes	\$ 0	\$ 428,233	\$ 188,655	\$ 0
Intergovernmental Revenues	0	0	20,624	1,182,592
Charges for Services	0	0	0	0
Investment Earnings	0	15,244	0	34,665
Fines and Forfeitures	24,582	0	0	0
All Other Revenue	0	0	0	19,118
<b>Total Revenue</b>	<b>24,582</b>	<b>443,477</b>	<b>209,279</b>	<b>1,236,375</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	0	0	201,948	0
Community Environment	0	0	0	0
Transportation	0	0	0	843,825
General Government	4,009	327,745	0	0
Debt Service:				
Principal Retirement	0	0	0	19,326
Interest and Fiscal Charges	0	0	0	1,394
<b>Total Expenditures</b>	<b>4,009</b>	<b>327,745</b>	<b>201,948</b>	<b>864,545</b>
Excess (Deficiency) of Revenues Over Expenditures	20,573	115,732	7,331	371,830
<b>Fund Balances at Beginning of Year</b>	<b>40,066</b>	<b>1,942,598</b>	<b>119,975</b>	<b>662,703</b>
Increase (Decrease) in Inventory Reserve	0	0	0	39,690
<b>Fund Balances End of Year</b>	<b>\$ 60,639</b>	<b>\$ 2,058,330</b>	<b>\$ 127,306</b>	<b>\$ 1,074,223</b>

**CITY OF REYNOLDSBURG, OHIO**

State Highway Fund	COPS in School Fund	COPS More 2000 Grant Fund	G.R.E.A.T. Grant Fund	Law Enforcement Fund	Drug Enforcement Fund	Safety Belt Program Fund
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
95,886	0	0	167	0	0	0
0	0	0	0	0	0	0
11,074	0	0	0	0	0	0
0	0	0	0	29,821	2,228	1,044
0	0	0	0	4,650	0	0
<u>106,960</u>	<u>0</u>	<u>0</u>	<u>167</u>	<u>34,471</u>	<u>2,228</u>	<u>1,044</u>
0	73,616	16	0	25,642	350	0
0	0	0	0	0	0	0
51,425	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>51,425</u>	<u>73,616</u>	<u>16</u>	<u>0</u>	<u>25,642</u>	<u>350</u>	<u>0</u>
55,535	(73,616)	(16)	167	8,829	1,878	1,044
179,989	73,616	16	383	8,247	4,556	194
0	0	0	0	0	0	0
<u>\$ 235,524</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 550</u>	<u>\$ 17,076</u>	<u>\$ 6,434</u>	<u>\$ 1,238</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2006**

	DUI Education/ Enforcement Fund	Federal Forfeiture Fund	Community Environment Fund	Supervision and Inspection Fund
<b>Revenues:</b>				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	0
Charges for Services	0	0	0	204,559
Investment Earnings	0	0	0	0
Fines and Forfeitures	7,655	651	0	0
All Other Revenue	0	0	0	0
<b>Total Revenue</b>	<b>7,655</b>	<b>651</b>	<b>0</b>	<b>204,559</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	1,500	0	0	0
Community Environment	0	0	0	188,849
Transportation	0	0	0	0
General Government	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<b>Total Expenditures</b>	<b>1,500</b>	<b>0</b>	<b>0</b>	<b>188,849</b>
Excess (Deficiency) of Revenues Over Expenditures	6,155	651	0	15,710
<b>Fund Balances at Beginning of Year</b>	<b>3,309</b>	<b>5,675</b>	<b>20,183</b>	<b>190,550</b>
Increase (Decrease) in Inventory Reserve	0	0	0	0
<b>Fund Balances End of Year</b>	<b>\$ 9,464</b>	<b>\$ 6,326</b>	<b>\$ 20,183</b>	<b>\$ 206,260</b>

**CITY OF REYNOLDSBURG, OHIO**

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Plot, Grade and Utility Plans Fund	Employees Fund	Engineering Fees/Plan Review Deposits Fund	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 616,888
0	0	0	1,299,269
23,306	0	45,306	273,171
0	0	0	60,983
0	0	0	65,981
0	2,153	0	25,921
<u>23,306</u>	<u>2,153</u>	<u>45,306</u>	<u>2,342,213</u>
0	0	0	303,072
21,054	0	36,378	246,281
0	0	0	895,250
0	2,020	0	333,774
0	0	0	19,326
0	0	0	1,394
<u>21,054</u>	<u>2,020</u>	<u>36,378</u>	<u>1,799,097</u>
2,252	133	8,928	543,116
19,983	1,181	40,787	3,314,011
0	0	0	39,690
<u>\$ 22,235</u>	<u>\$ 1,314</u>	<u>\$ 49,715</u>	<u>\$ 3,896,817</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2006**

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	General Debt Retirement Fund	Special Assessment Debt Retirement Fund	Taylor Square TIEF Debt Retirement Fund	Brice-Main TIEF Debt Retirement Fund	Total Nonmajor Debt Service Funds
<b>Assets:</b>					
Cash and Cash Equivalents	\$ 5,541	\$ 33,183	\$ 728,818	\$ 628,002	\$ 1,395,544
Investments	344,031	0	0	0	344,031
Receivables:					
Taxes	384,106	0	0	0	384,106
Special Assessments	0	16,948	0	0	16,948
<b>Total Assets</b>	<u>\$ 733,678</u>	<u>\$ 50,131</u>	<u>\$ 728,818</u>	<u>\$ 628,002</u>	<u>\$ 2,140,629</u>
<b>Liabilities:</b>					
Deferred Revenue	\$ 56,969	\$ 16,948	\$ 0	\$ 0	\$ 73,917
<b>Total Liabilities</b>	<u>56,969</u>	<u>16,948</u>	<u>0</u>	<u>0</u>	<u>73,917</u>
<b>Fund Balances:</b>					
Reserved for Debt Service	676,709	33,183	728,818	628,002	2,066,712
<b>Total Fund Balances</b>	<u>676,709</u>	<u>33,183</u>	<u>728,818</u>	<u>628,002</u>	<u>2,066,712</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 733,678</u>	<u>\$ 50,131</u>	<u>\$ 728,818</u>	<u>\$ 628,002</u>	<u>\$ 2,140,629</u>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2006**

	General Debt Retirement Fund	Special Assessment Debt Retirement Fund	Taylor Square TIEF Debt Retirement Fund	Brice-Main TIEF Debt Retirement Fund	Total Nonmajor Debt Service Funds
<b>Revenues:</b>					
Taxes	\$ 1,344,743	\$ 0	\$ 1,205,756	\$ 217,576	\$ 2,768,075
Special Assessments	0	8,618	0	0	8,618
<b>Total Revenue</b>	<u>1,344,743</u>	<u>8,618</u>	<u>1,205,756</u>	<u>217,576</u>	<u>2,776,693</u>
<b>Expenditures:</b>					
Current:					
General Government	0	8	482,545	33,762	516,315
Debt Service:					
Principal Retirement	1,017,874	10,000	275,000	110,000	1,412,874
Interest and Fiscal Charges	761,398	1,440	276,869	74,639	1,114,346
<b>Total Expenditures</b>	<u>1,779,272</u>	<u>11,448</u>	<u>1,034,414</u>	<u>218,401</u>	<u>3,043,535</u>
Excess (Deficiency) of Revenues Over Expenditures	(434,529)	(2,830)	171,342	(825)	(266,842)
<b>Other Financing Sources (Uses):</b>					
Premium on General Obligation Bonds	44,532	0	40,142	0	84,674
Refunding General Obligation Bonds Issued	4,760,000	0	4,960,000	0	9,720,000
Payment to Refunded Bond Escrow Agent	(4,697,174)	0	(4,943,973)	0	(9,641,147)
<b>Total Other Financing Sources (Uses)</b>	<u>107,358</u>	<u>0</u>	<u>56,169</u>	<u>0</u>	<u>163,527</u>
Net Change in Fund Balances	(327,171)	(2,830)	227,511	(825)	(103,315)
<b>Fund Balances at Beginning of Year</b>	<u>1,003,880</u>	<u>36,013</u>	<u>501,307</u>	<u>628,827</u>	<u>2,170,027</u>
<b>Fund Balances End of Year</b>	<u>\$ 676,709</u>	<u>\$ 33,183</u>	<u>\$ 728,818</u>	<u>\$ 628,002</u>	<u>\$ 2,066,712</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2006**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Taxes:				
Property Taxes	\$ 184,275	\$ 271,871	\$ 268,777	\$ (3,094)
Municipal Income Taxes	7,361,145	7,361,145	7,515,477	154,332
Other Local Taxes	215,067	215,067	257,761	42,694
Total Taxes	<u>7,760,487</u>	<u>7,848,083</u>	<u>8,042,015</u>	<u>193,932</u>
Intergovernmental Revenues	1,529,512	1,529,512	2,035,089	505,577
Charges for Services	157,260	157,260	168,064	10,804
Licenses and Permits	366,487	366,487	332,979	(33,508)
Investment Earnings	800,000	800,000	824,712	24,712
Fines and Forfeitures	315,000	315,000	419,847	104,847
All Other Revenues	90,031	90,031	321,938	231,907
Total Revenues	<u>11,018,777</u>	<u>11,106,373</u>	<u>12,144,644</u>	<u>1,038,271</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Police Department:				
Personal Services	5,853,915	5,942,616	5,605,079	337,537
Materials and Supplies	276,790	367,853	290,593	77,260
Contractual Services	430,544	517,344	445,569	71,775
Capital Outlay	197,808	202,108	196,876	5,232
Total Security of Persons and Property	<u>6,759,057</u>	<u>7,029,921</u>	<u>6,538,117</u>	<u>491,804</u>
Public Health and Welfare Services:				
Miscellaneous:				
Contractual Services	171,180	171,180	171,180	0
Total Public Health and Welfare Services	<u>171,180</u>	<u>171,180</u>	<u>171,180</u>	<u>0</u>
Leisure Time Activities:				
Recreation Department:				
Personal Services	685,604	685,604	622,767	62,837
Materials and Supplies	105,672	110,122	99,044	11,078
Contractual Services	251,232	251,232	217,543	33,689
Capital Outlay	24,300	24,300	17,926	6,374
Total Leisure Time Activities	<u>1,066,808</u>	<u>1,071,258</u>	<u>957,280</u>	<u>113,978</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2006***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Community Environment:				
Building Department:				
Personal Services	431,161	429,661	392,494	37,167
Materials and Supplies	12,232	13,732	11,097	2,635
Contractual Services	75,963	75,963	64,409	11,554
Capital Outlay	5,000	5,000	4,372	628
Total Building Department	<u>524,356</u>	<u>524,356</u>	<u>472,372</u>	<u>51,984</u>
Service Department:				
Personal Services	461,939	477,939	467,453	10,486
Materials and Supplies	18,045	18,045	17,434	611
Contractual Services	337,133	357,133	329,176	27,957
Capital Outlay	14,000	14,000	8,720	5,280
Total Service Department	<u>831,117</u>	<u>867,117</u>	<u>822,783</u>	<u>44,334</u>
Total Community Environment	<u>1,355,473</u>	<u>1,391,473</u>	<u>1,295,155</u>	<u>96,318</u>
General Government:				
Mayor:				
Personal Services	181,206	181,206	179,073	2,133
Materials and Supplies	3,750	3,750	2,654	1,096
Contractual Services	39,954	60,454	42,813	17,641
Capital Outlay	1,072	1,072	0	1,072
Total Mayor	<u>225,982</u>	<u>246,482</u>	<u>224,540</u>	<u>21,942</u>
City Council:				
Personal Services	313,026	313,026	280,361	32,665
Materials and Supplies	1,200	1,200	708	492
Contractual Services	50,538	60,538	32,203	28,335
Capital Outlay	10,300	10,300	7,025	3,275
Total City Council	<u>375,064</u>	<u>385,064</u>	<u>320,297</u>	<u>64,767</u>
Auditor:				
Personal Services	274,383	277,683	276,456	1,227
Materials and Supplies	4,533	4,533	3,550	983
Contractual Services	81,763	78,463	53,048	25,415
Capital Outlay	1,500	1,500	1,480	20
Total Auditor	<u>362,179</u>	<u>362,179</u>	<u>334,534</u>	<u>27,645</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2006***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
City Attorney:				
Personal Services	371,488	371,488	350,451	21,037
Materials and Supplies	2,500	2,500	1,945	555
Contractual Services	124,138	124,138	94,348	29,790
Total City Attorney	<u>498,126</u>	<u>498,126</u>	<u>446,744</u>	<u>51,382</u>
Development Director:				
Personal Services	222,125	222,125	213,848	8,277
Materials and Supplies	1,800	1,800	1,692	108
Contractual Services	65,124	65,624	37,958	27,666
Capital Outlay	900	900	730	170
Total Development Director	<u>289,949</u>	<u>290,449</u>	<u>254,228</u>	<u>36,221</u>
Clerk of Court:				
Personal Services	183,811	183,811	182,504	1,307
Materials and Supplies	6,750	10,250	9,870	380
Contractual Services	108,609	108,609	89,858	18,751
Total Clerk of Court	<u>299,170</u>	<u>302,670</u>	<u>282,232</u>	<u>20,438</u>
Human Resources:				
Personal Services	57,555	57,555	55,662	1,893
Materials and Supplies	10,331	10,331	6,691	3,640
Contractual Services	20,619	20,619	12,800	7,819
Capital Outlay	800	800	447	353
Total Human Resources	<u>89,305</u>	<u>89,305</u>	<u>75,600</u>	<u>13,705</u>
Computer Systems:				
Personal Services	173,649	173,649	172,532	1,117
Materials and Supplies	4,700	4,700	4,091	609
Contractual Services	75,640	75,640	73,417	2,223
Capital Outlay	13,500	13,500	13,347	153
Total Computer Systems	<u>267,489</u>	<u>267,489</u>	<u>263,387</u>	<u>4,102</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2006***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Vehicle Maintenance:</b>				
Personal Services	122,983	122,983	89,599	33,384
Materials and Supplies	57,440	57,440	56,420	1,020
Contractual Services	25,732	35,732	31,936	3,796
Total Vehicle Maintenance	<u>206,155</u>	<u>216,155</u>	<u>177,955</u>	<u>38,200</u>
<b>Commissions:</b>				
Personal Services	35,901	35,901	35,907	(6)
Materials and Supplies	1,200	2,200	881	1,319
Contractual Services	33,715	50,715	41,394	9,321
Capital Outlay	200	200	0	200
Total Commissions	<u>71,016</u>	<u>89,016</u>	<u>78,182</u>	<u>10,834</u>
<b>General Administrative:</b>				
Personal Services	99,416	138,641	119,330	19,311
Materials and Supplies	12,589	19,589	12,454	7,135
Contractual Services	446,603	470,603	428,826	41,777
Capital Outlay	12,806	12,806	10,492	2,314
Total General Administrative	<u>571,414</u>	<u>641,639</u>	<u>571,102</u>	<u>70,537</u>
Total General Government	<u>3,255,849</u>	<u>3,388,574</u>	<u>3,028,801</u>	<u>359,773</u>
Total Expenditures	<u>12,608,367</u>	<u>13,052,406</u>	<u>11,990,533</u>	<u>1,061,873</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,589,590)	(1,946,033)	154,111	2,100,144
<b>Other Financing Sources (Uses):</b>				
Transfers In	335,000	335,000	0	(335,000)
Advances In	0	0	17,342	17,342
Total Other Financing Sources (Uses)	<u>335,000</u>	<u>335,000</u>	<u>17,342</u>	<u>(317,658)</u>
Net Change in Fund Balance	(1,254,590)	(1,611,033)	171,453	1,782,486
Fund Balance at Beginning of Year	3,750,268	3,750,268	3,750,268	0
Prior Year Encumbrances	313,160	313,160	313,160	0
Fund Balance at End of Year	<u>\$ 2,808,838</u>	<u>\$ 2,452,395</u>	<u>\$ 4,234,881</u>	<u>\$ 1,782,486</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Special Revenue Fund – Permissive Tax Fund  
For the Year Ended December 31, 2006***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 233,000	\$ 233,000	\$ 194,267	\$ (38,733)
Investment Earnings	3,500	3,500	11,966	8,466
Total Revenues	<u>236,500</u>	<u>236,500</u>	<u>206,233</u>	<u>(30,267)</u>
<b>Expenditures:</b>				
Transportation:				
Contractual Services	5,000	5,000	411	4,589
Debt Service:				
Principal Retirement	87,445	87,445	87,443	2
Interest and Fiscal Charges	23,720	23,720	23,718	2
Total Expenditures	<u>116,165</u>	<u>116,165</u>	<u>111,572</u>	<u>4,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	120,335	120,335	94,661	(25,674)
Fund Balance at Beginning of Year	199,280	199,280	199,280	0
Fund Balance at End of Year	<u>\$ 319,615</u>	<u>\$ 319,615</u>	<u>\$ 293,941</u>	<u>\$ (25,674)</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Projects Fund – Capital Improvement Fund  
For the Year Ended December 31, 2006***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 200,000	\$ 200,000	\$ 178,940	\$ (21,060)
Investment Earnings	0	0	107,996	107,996
Total Revenues	<u>200,000</u>	<u>200,000</u>	<u>286,936</u>	<u>86,936</u>
<b>Expenditures:</b>				
Capital Outlay	<u>602,544</u>	<u>2,252,544</u>	<u>2,206,891</u>	<u>45,653</u>
Total Expenditures	<u>602,544</u>	<u>2,252,544</u>	<u>2,206,891</u>	<u>45,653</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(402,544)	(2,052,544)	(1,919,955)	132,589
Fund Balance at Beginning of Year	2,445,256	2,445,256	2,445,256	0
Prior Year Encumbrances	<u>602,544</u>	<u>602,544</u>	<u>602,544</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,645,256</u>	<u>\$ 995,256</u>	<u>\$ 1,127,845</u>	<u>\$ 132,589</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Projects Fund - Brice-Main TIF Fund  
For the Year Ended December 31, 2006**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 1,024,561	\$ 902,900	\$ (121,661)
Investment Earnings	0	0	107,232	107,232
All Other Revenues	0	0	25,456	25,456
Total Revenues	<u>0</u>	<u>1,024,561</u>	<u>1,035,588</u>	<u>11,027</u>
<b>Expenditures:</b>				
Capital Outlay	4,860,257	7,501,840	7,199,482	302,358
Total Expenditures	<u>4,860,257</u>	<u>7,501,840</u>	<u>7,199,482</u>	<u>302,358</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,860,257)	(6,477,279)	(6,163,894)	313,385
<b>Other Financing Sources (Uses):</b>				
OPWC Loans	0	642,010	642,010	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>642,010</u>	<u>642,010</u>	<u>0</u>
Net Change in Fund Balance	(4,860,257)	(5,835,269)	(5,521,884)	313,385
Fund Balance at Beginning of Year	1,435,202	1,435,202	1,435,202	0
Prior Year Encumbrances	4,860,257	4,860,257	4,860,257	0
Fund Balance at End of Year	<u>\$ 1,435,202</u>	<u>\$ 460,190</u>	<u>\$ 773,575</u>	<u>\$ 313,385</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006***

**COURT COMPUTERIZATION FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Fines and Forfeitures	\$ 14,000	\$ 24,214	\$ 24,214	\$ 0
Total Revenues	<u>14,000</u>	<u>24,214</u>	<u>24,214</u>	<u>0</u>
<b>Expenditures:</b>				
General Government:				
Materials and Supplies	0	58,759	1,290	57,469
Contractual Services	1,700	4,200	3,521	679
Total Expenditures	<u>1,700</u>	<u>62,959</u>	<u>4,811</u>	<u>58,148</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	12,300	(38,745)	19,403	58,148
Fund Balance at Beginning of Year	37,045	37,045	37,045	0
Prior Year Encumbrances	1,700	1,700	1,700	0
Fund Balance at End of Year	<u>\$ 51,045</u>	<u>\$ 0</u>	<u>\$ 58,148</u>	<u>\$ 58,148</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

**INCOME TAX FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 9,060,000	\$ 9,060,000	\$ 428,233	\$ (8,631,767)
Investment Earnings	40,000	40,000	15,244	(24,756)
Total Revenues	<u>9,100,000</u>	<u>9,100,000</u>	<u>443,477</u>	<u>(8,656,523)</u>
<b>Expenditures:</b>				
General Government:				
Personal Services	60,485	60,485	59,977	508
Materials and Supplies	1,900	1,900	813	1,087
Contractual Services	63,384	343,684	266,641	77,043
Capital Outlay	560	560	145	415
Total Expenditures	<u>126,329</u>	<u>406,629</u>	<u>327,576</u>	<u>79,053</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,973,671	8,693,371	115,901	(8,577,470)
Fund Balance at Beginning of Year	1,946,334	1,946,334	1,946,334	0
Prior Year Encumbrances	784	784	784	0
Fund Balance at End of Year	<u>\$ 10,920,789</u>	<u>\$ 10,640,489</u>	<u>\$ 2,063,019</u>	<u>\$ (8,577,470)</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006***

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**POLICE PENSION FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 130,291	\$ 195,659	\$ 188,774	\$ (6,885)
Intergovernmental Revenues	20,655	20,655	20,497	(158)
Total Revenues	<u>150,946</u>	<u>216,314</u>	<u>209,271</u>	<u>(7,043)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Personal Services	200,000	200,000	200,000	0
Contractual Services	0	1,948	1,948	0
Total Expenditures	<u>200,000</u>	<u>201,948</u>	<u>201,948</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,054)	14,366	7,323	(7,043)
Fund Balance at Beginning of Year	<u>112,553</u>	<u>112,553</u>	<u>112,553</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 63,499</u>	<u>\$ 126,919</u>	<u>\$ 119,876</u>	<u>\$ (7,043)</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006***

**STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 1,040,000	\$ 1,040,000	\$ 1,186,223	\$ 146,223
Investment Earnings	5,000	5,000	23,132	18,132
All Other Revenues	0	0	19,118	19,118
Total Revenues	<u>1,045,000</u>	<u>1,045,000</u>	<u>1,228,473</u>	<u>183,473</u>
<b>Expenditures:</b>				
Transportation:				
Personal Services	585,898	587,884	473,185	114,699
Materials and Supplies	140,323	133,323	77,529	55,794
Contractual Services	112,411	119,411	101,497	17,914
Capital Outlay	436,783	436,783	436,427	356
Debt Service:				
Principal Retirement	19,326	19,326	19,326	0
Interest and Fiscal Charges	1,395	1,395	1,394	1
Total Expenditures	<u>1,296,136</u>	<u>1,298,122</u>	<u>1,109,358</u>	<u>188,764</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(251,136)	(253,122)	119,115	372,237
Fund Balance at Beginning of Year	290,871	290,871	290,871	0
Prior Year Encumbrances	267,997	267,997	267,997	0
Fund Balance at End of Year	<u>\$ 307,732</u>	<u>\$ 305,746</u>	<u>\$ 677,983</u>	<u>\$ 372,237</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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**STATE HIGHWAY FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 83,000	\$ 83,000	\$ 96,180	\$ 13,180
Investment Earnings	1,200	1,200	7,603	6,403
Total Revenues	<u>84,200</u>	<u>84,200</u>	<u>103,783</u>	<u>19,583</u>
<b>Expenditures:</b>				
Transportation:				
Materials and Supplies	35,000	35,000	34,970	30
Contractual Services	21,074	21,074	19,997	1,077
Total Expenditures	<u>56,074</u>	<u>56,074</u>	<u>54,967</u>	<u>1,107</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	28,126	28,126	48,816	20,690
Fund Balance at Beginning of Year	166,993	166,993	166,993	0
Prior Year Encumbrances	1,274	1,274	1,274	0
Fund Balance at End of Year	<u>\$ 196,393</u>	<u>\$ 196,393</u>	<u>\$ 217,083</u>	<u>\$ 20,690</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006***

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**COPS IN SCHOOL FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 30,000	\$ 30,000	\$ 0	\$ (30,000)
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>0</u>	<u>(30,000)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Personal Services	<u>67,667</u>	<u>66,369</u>	<u>66,369</u>	<u>0</u>
Total Expenditures	<u>67,667</u>	<u>66,369</u>	<u>66,369</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(37,667)	(36,369)	(66,369)	(30,000)
Fund Balance at Beginning of Year	<u>66,369</u>	<u>66,369</u>	<u>66,369</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 28,702</u>	<u>\$ 30,000</u>	<u>\$ 0</u>	<u>\$ (30,000)</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Capital Outlay	<u>0</u>	<u>16</u>	<u>16</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>16</u>	<u>16</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(16)	(16)	0
Fund Balance at Beginning of Year	<u>16</u>	<u>16</u>	<u>16</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 16</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

**G.R.E.A.T. GRANT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	320	320	0	320
Total Expenditures	320	320	0	320
Excess (Deficiency) of Revenues Over (Under) Expenditures	(320)	(320)	0	320
<b>Other Financing Sources (Uses):</b>				
Advances In	0	17,342	0	(17,342)
Advances Out	0	(17,342)	(17,342)	0
Total Other Financing Sources (Uses)	0	0	(17,342)	(17,342)
Net Change in Fund Balance	(320)	(320)	(17,342)	(17,022)
Fund Balance at Beginning of Year	17,572	17,572	17,572	0
Prior Year Encumbrances	320	320	320	0
Fund Balance at End of Year	\$ 17,572	\$ 17,572	\$ 550	\$ (17,022)

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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**LAW ENFORCEMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive Negative
<b>Revenues:</b>				
Fines and Forfeitures	\$ 10,000	\$ 34,471	\$ 29,821	\$ (4,650)
All Other Revenues	<u>0</u>	<u>0</u>	<u>4,650</u>	<u>4,650</u>
Total Revenues	<u>10,000</u>	<u>34,471</u>	<u>34,471</u>	<u>0</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	<u>607</u>	<u>38,282</u>	<u>26,249</u>	<u>12,033</u>
Total Expenditures	<u>607</u>	<u>38,282</u>	<u>26,249</u>	<u>12,033</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,393	(3,811)	8,222	12,033
Fund Balance at Beginning of Year	8,247	8,247	8,247	0
Prior Year Encumbrances	<u>607</u>	<u>607</u>	<u>607</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 18,247</u>	<u>\$ 5,043</u>	<u>\$ 17,076</u>	<u>\$ 12,033</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006***

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**DRUG ENFORCEMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Fines and Forfeitures	\$ 5,000	\$ 5,000	\$ 2,228	\$ (2,772)
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>2,228</u>	<u>(2,772)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	<u>607</u>	<u>7,391</u>	<u>957</u>	<u>6,434</u>
Total Expenditures	<u>607</u>	<u>7,391</u>	<u>957</u>	<u>6,434</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,393	(2,391)	1,271	3,662
Fund Balance at Beginning of Year	4,556	4,556	4,556	0
Prior Year Encumbrances	<u>607</u>	<u>607</u>	<u>607</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 9,556</u>	<u>\$ 2,772</u>	<u>\$ 6,434</u>	<u>\$ 3,662</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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**SAFETY BELT PROGRAM FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Fines and Forfeitures	\$ 1,000	\$ 1,044	\$ 1,044	\$ 0
Total Revenues	<u>1,000</u>	<u>1,044</u>	<u>1,044</u>	<u>0</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	0	1,238	0	1,238
Total Expenditures	<u>0</u>	<u>1,238</u>	<u>0</u>	<u>1,238</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,000	(194)	1,044	1,238
Fund Balance at Beginning of Year	<u>194</u>	<u>194</u>	<u>194</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,194</u>	<u>\$ 0</u>	<u>\$ 1,238</u>	<u>\$ 1,238</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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**DUI EDUCATION/ENFORCEMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Fines and Forfeitures	\$ 4,000	\$ 7,700	\$ 7,700	\$ 0
Total Revenues	<u>4,000</u>	<u>7,700</u>	<u>7,700</u>	<u>0</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	0	9,796	1,500	8,296
Total Expenditures	<u>0</u>	<u>9,796</u>	<u>1,500</u>	<u>8,296</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,000	(2,096)	6,200	8,296
Fund Balance at Beginning of Year	<u>2,714</u>	<u>2,714</u>	<u>2,714</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 6,714</u>	<u>\$ 618</u>	<u>\$ 8,914</u>	<u>\$ 8,296</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006***

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**FEDERAL FORFEITURE FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Fines and Forfeitures	\$ 0	\$ 651	\$ 651	\$ 0
Total Revenues	<u>0</u>	<u>651</u>	<u>651</u>	<u>0</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	0	6,326	0	6,326
Total Expenditures	<u>0</u>	<u>6,326</u>	<u>0</u>	<u>6,326</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(5,675)	651	6,326
Fund Balance at Beginning of Year	<u>5,675</u>	<u>5,675</u>	<u>5,675</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,675</u>	<u>\$ 0</u>	<u>\$ 6,326</u>	<u>\$ 6,326</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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**COMMUNITY ENVIRONMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>				
Community Environment:				
Materials and Supplies	<u>0</u>	<u>20,183</u>	<u>0</u>	<u>20,183</u>
Total Expenditures	<u>0</u>	<u>20,183</u>	<u>0</u>	<u>20,183</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(20,183)	0	20,183
Fund Balance at Beginning of Year	<u>20,183</u>	<u>20,183</u>	<u>20,183</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 20,183</u>	<u>\$ 0</u>	<u>\$ 20,183</u>	<u>\$ 20,183</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

	SUPERVISION AND INSPECTION FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Charges for Services	\$ 0	\$ 0	\$ 204,559	\$ 204,559
Total Revenues	<u>0</u>	<u>0</u>	<u>204,559</u>	<u>204,559</u>
<b>Expenditures:</b>				
Community Environment:				
Contractual Services	196,467	438,025	395,395	42,630
Total Expenditures	<u>196,467</u>	<u>438,025</u>	<u>395,395</u>	<u>42,630</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(196,467)	(438,025)	(190,836)	247,189
<b>Other Financing Sources (Uses):</b>				
Transfers In	170,000	241,557	0	(241,557)
Total Other Financing Sources (Uses)	<u>170,000</u>	<u>241,557</u>	<u>0</u>	<u>(241,557)</u>
Net Change in Fund Balance	(26,467)	(196,468)	(190,836)	5,632
Fund Balance at Beginning of Year	16,052	16,052	16,052	0
Prior Year Encumbrances	196,469	196,469	196,469	0
Fund Balance at End of Year	<u>\$ 186,054</u>	<u>\$ 16,053</u>	<u>\$ 21,685</u>	<u>\$ 5,632</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

	PLOT, GRADE AND UTILITY PLANS FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Charges for Services	\$ 0	\$ 0	\$ 23,306	\$ 23,306
Total Revenues	<u>0</u>	<u>0</u>	<u>23,306</u>	<u>23,306</u>
<b>Expenditures:</b>				
Community Environment:				
Contractual Services	10,389	41,423	34,147	7,276
Total Expenditures	<u>10,389</u>	<u>41,423</u>	<u>34,147</u>	<u>7,276</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,389)	(41,423)	(10,841)	30,582
<b>Other Financing Sources (Uses):</b>				
Transfers In	15,000	23,306	0	(23,306)
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>23,306</u>	<u>0</u>	<u>(23,306)</u>
Net Change in Fund Balance	4,611	(18,117)	(10,841)	7,276
Fund Balance at Beginning of Year	11,112	11,112	11,112	0
Prior Year Encumbrances	10,387	10,387	10,387	0
Fund Balance at End of Year	<u>\$ 26,110</u>	<u>\$ 3,382</u>	<u>\$ 10,658</u>	<u>\$ 7,276</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006***

**UNCLAIMED FUNDS FUND**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
All Other Revenues	\$ 5,000	\$ 5,000	\$ 4,781	\$ (219)
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>4,781</u>	<u>(219)</u>
<b>Expenditures:</b>				
General Government:				
Other Operating Expenditures	<u>0</u>	<u>20,945</u>	<u>2,250</u>	<u>18,695</u>
Total Expenditures	<u>0</u>	<u>20,945</u>	<u>2,250</u>	<u>18,695</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,000	(15,945)	2,531	18,476
Fund Balance at Beginning of Year	<u>20,945</u>	<u>20,945</u>	<u>20,945</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 25,945</u></u>	<u><u>\$ 5,000</u></u>	<u><u>\$ 23,476</u></u>	<u><u>\$ 18,476</u></u>

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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	<b>EMPLOYEES FUND</b>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
All Other Revenues	\$ 2,500	\$ 2,500	\$ 2,153	\$ (347)
Total Revenues	<u>2,500</u>	<u>2,500</u>	<u>2,153</u>	<u>(347)</u>
<b>Expenditures:</b>				
General Government:				
Materials and Supplies	390	3,100	2,081	1,019
Total Expenditures	<u>390</u>	<u>3,100</u>	<u>2,081</u>	<u>1,019</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,110	(600)	72	672
Fund Balance at Beginning of Year	830	830	830	0
Prior Year Encumbrances	390	390	390	0
Fund Balance at End of Year	<u>\$ 3,330</u>	<u>\$ 620</u>	<u>\$ 1,292</u>	<u>\$ 672</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2006**

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**ENGINEERING FEES/PLAN REVIEW DEPOSITS FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Charges for Services	\$ 70,000	\$ 70,000	\$ 45,191	\$ (24,809)
Total Revenues	<u>70,000</u>	<u>70,000</u>	<u>45,191</u>	<u>(24,809)</u>
<b>Expenditures:</b>				
Community Environment:				
Contractual Services	0	77,723	36,378	41,345
Total Expenditures	<u>0</u>	<u>77,723</u>	<u>36,378</u>	<u>41,345</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	70,000	(7,723)	8,813	16,536
Fund Balance at Beginning of Year	<u>36,625</u>	<u>36,625</u>	<u>36,625</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 106,625</u>	<u>\$ 28,902</u>	<u>\$ 45,438</u>	<u>\$ 16,536</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2006**

<b>GENERAL DEBT RETIREMENT FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Taxes	\$ 1,226,858	\$ 1,226,858	\$ 1,252,580	\$ 25,722
Total Revenues	<u>1,226,858</u>	<u>1,226,858</u>	<u>1,252,580</u>	<u>25,722</u>
<b>Expenditures:</b>				
Debt Service:				
Principal Retirement	1,017,880	1,017,880	1,017,874	6
Interest and Fiscal Charges	<u>784,975</u>	<u>892,333</u>	<u>761,398</u>	<u>130,935</u>
Total Expenditures	<u>1,802,855</u>	<u>1,910,213</u>	<u>1,779,272</u>	<u>130,941</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(575,997)	(683,355)	(526,692)	156,663
<b>Other Financing Sources (Uses):</b>				
Premium on General Obligation Bonds	0	0	44,532	44,532
Refunding General Obligation Bonds Issued	0	4,709,322	4,760,000	50,678
Payment to Refunded Bond Escrow Agent	0	(4,697,174)	(4,697,174)	0
Transfers In	<u>120,931</u>	<u>120,931</u>	<u>0</u>	<u>(120,931)</u>
Total Other Financing Sources (Uses)	<u>120,931</u>	<u>133,079</u>	<u>107,358</u>	<u>(25,721)</u>
Net Change in Fund Balance	(455,066)	(550,276)	(419,334)	130,942
Fund Balance at Beginning of Year	<u>768,906</u>	<u>768,906</u>	<u>768,906</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 313,840</u>	<u>\$ 218,630</u>	<u>\$ 349,572</u>	<u>\$ 130,942</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2006***

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**SPECIAL ASSESSMENT DEBT RETIREMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Special Assessments	\$ 8,000	\$ 8,000	\$ 8,618	\$ 618
Total Revenues	<u>8,000</u>	<u>8,000</u>	<u>8,618</u>	<u>618</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	0	8	8	0
Debt Service:				
Principal Retirement	10,000	10,000	10,000	0
Interest and Fiscal Charges	<u>1,440</u>	<u>1,440</u>	<u>1,440</u>	<u>0</u>
Total Expenditures	<u>11,440</u>	<u>11,448</u>	<u>11,448</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,440)	(3,448)	(2,830)	618
Fund Balance at Beginning of Year	<u>36,013</u>	<u>36,013</u>	<u>36,013</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 32,573</u>	<u>\$ 32,565</u>	<u>\$ 33,183</u>	<u>\$ 618</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2006**

**TAYLOR SQUARE TIEF DEBT RETIREMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 800,000	\$ 1,205,756	\$ 1,205,756	\$ 0
Total Revenues	<u>800,000</u>	<u>1,205,756</u>	<u>1,205,756</u>	<u>0</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	0	50,224	50,224	0
Other Operating Expenditures	385,000	510,000	432,321	77,679
Debt Service:				
Principal Retirement	275,000	275,000	275,000	0
Interest and Fiscal Charges	331,250	387,419	276,869	110,550
Total Expenditures	<u>991,250</u>	<u>1,222,643</u>	<u>1,034,414</u>	<u>188,229</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(191,250)	(16,887)	171,342	188,229
<b>Other Financing Sources (Uses):</b>				
Premium on General Obligation Bonds	0	0	40,142	40,142
Refunding of General Obligation Bonds Issued	0	5,006,392	4,960,000	(46,392)
Payment to Refunded Bond Escrow Agent	0	(4,943,973)	(4,943,973)	0
Transfers In	600,000	600,000	606,250	6,250
Transfers Out	(606,250)	(606,250)	(606,250)	0
Total Other Financing Sources (Uses)	<u>(6,250)</u>	<u>56,169</u>	<u>56,169</u>	<u>0</u>
Net Change in Fund Balance	(197,500)	39,282	227,511	188,229
Fund Balance at Beginning of Year	<u>501,307</u>	<u>501,307</u>	<u>501,307</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 303,807</u>	<u>\$ 540,589</u>	<u>\$ 728,818</u>	<u>\$ 188,229</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2006**

**BRICE-MAIN TIEF DEBT RETIREMENT FUND**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 225,000	\$ 225,000	\$ 217,576	\$ (7,424)
Total Revenues	<u>225,000</u>	<u>225,000</u>	<u>217,576</u>	<u>(7,424)</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	0	1,500	1,500	0
Other Operating Expenditures	40,000	40,000	32,262	7,738
Debt Service:				
Principal Retirement	110,000	110,000	110,000	0
Interest and Fiscal Charges	74,639	74,639	74,639	0
Total Expenditures	<u>224,639</u>	<u>226,139</u>	<u>218,401</u>	<u>7,738</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	361	(1,139)	(825)	314
Fund Balance at Beginning of Year	<u>628,827</u>	<u>628,827</u>	<u>628,827</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 629,188</u>	<u>\$ 627,688</u>	<u>\$ 628,002</u>	<u>\$ 314</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Fund  
For the Year Ended December 31, 2006***

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	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Licenses and Permits	\$ 100,000	\$ 100,000	\$ 12,795	\$ (87,205)
Special Assessments	0	0	112,658	112,658
Total Revenues	100,000	100,000	125,453	25,453
<b>Expenditures:</b>				
Capital Outlay	131,810	131,997	131,997	0
Total Expenditures	131,810	131,997	131,997	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,810)	(31,997)	(6,544)	25,453
Fund Balance at Beginning of Year	137,779	137,779	137,779	0
Prior Year Encumbrances	131,810	131,810	131,810	0
Fund Balance at End of Year	<u>\$ 237,779</u>	<u>\$ 237,592</u>	<u>\$ 263,045</u>	<u>\$ 25,453</u>

***Fiduciary Funds***

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

***Agency Fund***

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**Mayor's Court Fund**

To account for funds that are held by the Mayor's court.

**School Activities Fund**

To account for fees collected from participating students to cover the costs of various school activities.

**Miscellaneous Fund**

To account primarily for insurance copayments.

**Board of Building Standards Fund**

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

**Reynoldsburg Visitors and Activities Bureau Fund**

To account for 30% of the hotel tax revenues collected by the City which are to be paid to the Reynoldsburg Visitors and Activities Bureau.

**Demolition Expense Fund**

To account for insurance funds used to demolish buildings that are a public nuisance due to fire or other damage.

**Columbus Sewer Capacity Fund**

To account for one third of all sewer capacity charges which are payable by contract to the City of Columbus.

**CITY OF REYNOLDSBURG, OHIO**

***Combining Statement Of Changes In Assets And Liabilities  
Agency Fund  
For the Year Ended December 31, 2006***

	Balance December 31, 2005	Additions	Deductions	Balance December 31, 2006
<b><u>Mayor's Court:</u></b>				
Assets:				
Cash and Cash Equivalents	\$16,714	\$105,106	(\$111,596)	\$10,224
Total Assets	<u>\$16,714</u>	<u>\$105,106</u>	<u>(\$111,596)</u>	<u>\$10,224</u>
Liabilities:				
Intergovernmental Payable	\$4,764	\$97,783	(\$96,278)	\$6,269
Due to Others	11,950	7,323	(15,318)	3,955
Total Liabilities	<u>\$16,714</u>	<u>\$105,106</u>	<u>(\$111,596)</u>	<u>\$10,224</u>
<b><u>School Activities:</u></b>				
Assets:				
Cash and Cash Equivalents	\$25,664	\$12,465	(\$16,147)	\$21,982
Total Assets	<u>\$25,664</u>	<u>\$12,465</u>	<u>(\$16,147)</u>	<u>\$21,982</u>
Liabilities:				
Due to Others	\$25,664	\$12,465	(\$16,147)	\$21,982
Total Liabilities	<u>\$25,664</u>	<u>\$12,465</u>	<u>(\$16,147)</u>	<u>\$21,982</u>
<b><u>Miscellaneous:</u></b>				
Assets:				
Cash and Cash Equivalents	\$13,687	\$78,145	(\$80,599)	\$11,233
Total Assets	<u>\$13,687</u>	<u>\$78,145</u>	<u>(\$80,599)</u>	<u>\$11,233</u>
Liabilities:				
Due to Others	\$13,687	\$78,145	(\$80,599)	\$11,233
Total Liabilities	<u>\$13,687</u>	<u>\$78,145</u>	<u>(\$80,599)</u>	<u>\$11,233</u>
<b><u>Board of Building Standards:</u></b>				
Assets:				
Cash and Cash Equivalents	\$8,942	\$5,639	(\$5,639)	\$8,942
Total Assets	<u>\$8,942</u>	<u>\$5,639</u>	<u>(\$5,639)</u>	<u>\$8,942</u>
Liabilities:				
Intergovernmental Payable	\$8,942	\$5,639	(\$5,639)	\$8,942
Total Liabilities	<u>\$8,942</u>	<u>\$5,639</u>	<u>(\$5,639)</u>	<u>\$8,942</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

***Combining Statement Of Changes In Assets And Liabilities  
Agency Fund  
For the Year Ended December 31, 2006***

	Balance December 31, 2005	Additions	Deductions	Balance December 31, 2006
<b><u>Reynoldsburg Visitors and Activities Bureau:</u></b>				
Assets:				
Cash and Cash Equivalents	\$0	\$75,000	(\$75,000)	\$0
Taxes Receivable	4,429	8,817	(4,429)	8,817
Total Assets	<u>\$4,429</u>	<u>\$83,817</u>	<u>(\$79,429)</u>	<u>\$8,817</u>
Liabilities:				
Intergovernmental Payable	\$4,429	\$83,817	(\$79,429)	\$8,817
Total Liabilities	<u>\$4,429</u>	<u>\$83,817</u>	<u>(\$79,429)</u>	<u>\$8,817</u>
<b><u>Demolition Expense</u></b>				
Assets:				
Cash and Cash Equivalents	\$8,366	\$10,947	(\$8,366)	\$10,947
Total Assets	<u>\$8,366</u>	<u>\$10,947</u>	<u>(\$8,366)</u>	<u>\$10,947</u>
Liabilities:				
Due to Others	\$8,366	\$10,947	(\$8,366)	\$10,947
Total Liabilities	<u>\$8,366</u>	<u>\$10,947</u>	<u>(\$8,366)</u>	<u>\$10,947</u>
<b><u>Columbus Sewer Capacity:</u></b>				
Assets:				
Cash and Cash Equivalents	\$158,364	\$255,009	(\$315,440)	\$97,933
Total Assets	<u>\$158,364</u>	<u>\$255,009</u>	<u>(\$315,440)</u>	<u>\$97,933</u>
Liabilities:				
Intergovernmental Payable	\$158,364	\$255,009	(\$315,440)	\$97,933
Total Liabilities	<u>\$158,364</u>	<u>\$255,009</u>	<u>(\$315,440)</u>	<u>\$97,933</u>
<b><u>Totals - All Agency Funds:</u></b>				
Assets:				
Cash and Cash Equivalents	\$231,737	\$542,311	(\$612,787)	\$161,261
Taxes Receivable	4,429	8,817	(4,429)	8,817
Total Assets	<u>\$236,166</u>	<u>\$551,128</u>	<u>(\$617,216)</u>	<u>\$170,078</u>
Liabilities:				
Intergovernmental Payable	\$176,499	\$442,248	(\$496,786)	\$121,961
Due to Others	59,667	108,880	(120,430)	48,117
Total Liabilities	<u>\$236,166</u>	<u>\$551,128</u>	<u>(\$617,216)</u>	<u>\$170,078</u>

*CAPITAL ASSETS USED IN THE  
OPERATION OF GOVERNMENTAL FUNDS*

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**CITY OF REYNOLDSBURG, OHIO**

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***Capital Assets Used in the Operation of Governmental Funds  
Schedule by Source  
December 31, 2006***

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<u>Capital Assets:</u>	
Land	\$16,693,628
Construction in Progress	9,356,403
Subtotal Nondepreciable Assets	<u>26,050,031</u>
Buildings	11,764,151
Improvements	1,747,041
Infrastructure	29,686,431
Machinery and Equipment	4,254,019
Subtotal Depreciable Assets	<u>47,451,642</u>
Total Capital Assets	<u><u>\$73,501,673</u></u>
<u>Investment in Capital Assets:</u>	
General Fund	\$3,123,049
Special Revenue Funds	19,562,066
Capital Project Funds	15,191,038
Contributions	35,625,520
Total Investment in Capital Assets	<u><u>\$73,501,673</u></u>

**CITY OF REYNOLDSBURG, OHIO**

***Capital Assets Used in the Operation of Governmental Funds  
Schedule by Function and Activity  
December 31, 2006***

Function and Activity	Land	Construction in Progress	Buildings
<u>General Government:</u>			
General	\$876,996	\$0	\$3,597,753
Income Tax	0	0	0
Public Land and Buildings	0	0	0
Mayor	0	0	0
Auditor	0	0	0
Attorney	0	0	0
City Council	0	0	0
Human Resources	0	0	0
Computer Systems	0	0	0
Clerk of Court	0	0	0
Mechanic	0	0	0
Total General Government	876,996	0	3,597,753
<u>Security of Persons and Property:</u>			
Police	0	0	7,013,146
<u>Transportation:</u>			
Street	15,057,374	9,356,403	502,584
<u>Leisure Time Activities:</u>			
Recreation/Seniors	759,258	0	650,668
<u>Community Environment:</u>			
Development Director	0	0	0
Service Director	0	0	0
Total Community Environment	0	0	0
Total Capital Assets	\$16,693,628	\$9,356,403	\$11,764,151

**CITY OF REYNOLDSBURG, OHIO**

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<u>Improvements</u>	<u>Infrastructure</u>	<u>Machinery and Equipment</u>	<u>Total</u>
\$443,023	\$0	\$291,900	\$5,209,672
0	0	1,294	1,294
0	0	83,364	83,364
0	0	25,778	25,778
0	0	94,576	94,576
0	0	15,381	15,381
0	0	30,563	30,563
0	0	5,472	5,472
0	0	59,085	59,085
0	0	29,974	29,974
0	0	44,542	44,542
<u>443,023</u>	<u>0</u>	<u>681,929</u>	<u>5,599,701</u>
<u>0</u>	<u>0</u>	<u>1,794,249</u>	<u>8,807,395</u>
<u>0</u>	<u>29,686,431</u>	<u>1,052,258</u>	<u>55,655,050</u>
<u>1,304,018</u>	<u>0</u>	<u>593,585</u>	<u>3,307,529</u>
<u>0</u>	<u>0</u>	<u>2,029</u>	<u>2,029</u>
<u>0</u>	<u>0</u>	<u>129,969</u>	<u>129,969</u>
<u>0</u>	<u>0</u>	<u>131,998</u>	<u>131,998</u>
<u>\$1,747,041</u>	<u>\$29,686,431</u>	<u>\$4,254,019</u>	<u>\$73,501,673</u>

**CITY OF REYNOLDSBURG, OHIO**

***Capital Assets Used in the Operation of Governmental Funds  
Schedule Changes by Function and Activity  
For Year Ended December 31, 2006***

Function and Activity	December 31, 2005	Additions	Deletions	December 31, 2006
<u>General Government:</u>				
General	\$5,209,672	\$0	\$0	\$5,209,672
Income Tax	1,294	0	0	1,294
Public Land and Buildings	78,992	4,372	0	83,364
Mayor	25,778	0	0	25,778
Auditor	96,146	0	(1,570)	94,576
Attorney	15,381	0	0	15,381
City Council	30,563	0	0	30,563
Human Resources	5,472	0	0	5,472
Computer Systems	60,148	0	(1,063)	59,085
Clerk of Court	29,974	0	0	29,974
Mechanic	49,547	0	(5,005)	44,542
Total General Government	<u>5,602,967</u>	<u>4,372</u>	<u>(7,638)</u>	<u>5,599,701</u>
<u>Security of Persons and Property:</u>				
Police	<u>8,732,369</u>	<u>166,333</u>	<u>(91,307)</u>	<u>8,807,395</u>
<u>Transportation:</u>				
Street	<u>47,931,912</u>	<u>10,069,749</u>	<u>(2,346,611)</u>	<u>55,655,050</u>
<u>Leisure Time Activities:</u>				
Recreation/Seniors	<u>3,289,038</u>	<u>18,491</u>	<u>0</u>	<u>3,307,529</u>
<u>Community Development:</u>				
Development Director	2,029	0	0	2,029
Service Director	<u>123,049</u>	<u>6,920</u>	<u>0</u>	<u>129,969</u>
Total Community Development	<u>125,078</u>	<u>6,920</u>	<u>0</u>	<u>131,998</u>
Total Capital Assets	<u><u>\$65,681,364</u></u>	<u><u>\$10,265,865</u></u>	<u><u>(\$2,445,556)</u></u>	<u><u>\$73,501,673</u></u>

*STATISTICAL SECTION*

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## ***STATISTICAL TABLES***

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This part of the City’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city’s overall financial health.

### ***Contents***

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<b>Financial Trends</b>	S 2 – S 13
These schedules contain trend information to help the reader understand how the city’s financial position has changed over time.	
<b>Revenue Capacity</b>	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the city’s ability to generate its most significant local revenue source, which is income tax.	
<b>Debt Capacity</b>	S 18 – S 27
These schedules present information to help the reader assess the affordability of the city’s current levels of outstanding debt and the city’s ability to issue additional debt in the future.	
<b>Economic and Demographic Information</b>	S 28 – S 31
These schedules offer economic and demographic indicators to help the reader understand the environment within which the city’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
<b>Operating Information</b>	S 32 – S 39
These schedules contain service and infrastructure data to help the reader understand how the information in the city’s financial report relates to the services the district provides and the activities it performs.	

#### **Sources Note:**

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

## City of Reynoldsburg, Ohio

Net Assets by Component  
Last Five Years  
(accrual basis of accounting)

	2002	2003	2004
<b>Governmental Activities:</b>			
Invested in Capital Assets, Net of Related Debt	\$20,757,751	\$21,070,934	\$24,969,249
Restricted for:			
Capital Projects	983,085	5,097,245	1,509,571
Debt Service	1,490,629	2,674,357	2,776,054
Security of Persons and Property	472,711	582,240	540,111
Streets and Highways	1,412,691	1,941,809	2,061,282
Other Purposes	3,904,327	12,564	21,474
Unrestricted	6,870,753	5,389,663	7,719,304
Total Governmental Activities Net Assets	<u>\$35,891,947</u>	<u>\$36,768,812</u>	<u>\$39,597,045</u>
<b>Business-type Activities:</b>			
Invested in Capital Assets, Net of Related Debt	\$83,670,722	\$83,471,745	\$88,441,530
Unrestricted	8,480,290	9,328,151	8,098,948
Total Business-type Activities Net Assets	<u>\$92,151,012</u>	<u>\$92,799,896</u>	<u>\$96,540,478</u>
<b>Primary Government:</b>			
Invested in Capital Assets, Net of Related Debt	\$104,428,473	\$104,542,679	\$113,410,779
Restricted	8,263,443	10,308,215	6,908,492
Unrestricted	15,351,043	14,717,814	15,818,252
Total Primary Government Net Assets	<u>\$128,042,959</u>	<u>\$129,568,708</u>	<u>\$136,137,523</u>

Source: City Auditor's Office

*City of Reynoldsburg, Ohio*

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<u>2005</u>	<u>2006</u>
\$24,861,005	\$25,831,147
2,327,921	2,718,914
2,134,790	1,987,453
259,827	171,494
2,440,749	3,153,426
40,066	60,640
<u>7,930,223</u>	<u>9,399,249</u>
<u>\$39,994,581</u>	<u>\$43,322,323</u>
\$89,763,557	\$89,887,751
<u>7,643,387</u>	<u>7,350,786</u>
<u>\$97,406,944</u>	<u>\$97,238,537</u>
\$114,624,562	\$115,718,898
7,203,353	8,091,927
<u>15,573,610</u>	<u>16,750,035</u>
<u>\$137,401,525</u>	<u>\$140,560,860</u>

## City of Reynoldsburg, Ohio

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

	2002	2003	2004
<b>Expenses</b>			
Governmental Activities:			
Security of Persons and Property	\$5,923,598	\$6,039,205	\$6,557,808
Public Health and Welfare Services	149,813	153,435	153,435
Leisure Time Activities	951,958	923,353	1,009,373
Community Environment	1,412,272	1,268,719	1,486,994
Transportation	1,419,933	1,892,940	2,339,986
General Government	3,317,939	3,380,063	3,460,390
Interest and Fiscal Charges	966,683	1,246,889	977,178
<i>Total Governmental Activities Expenses</i>	14,142,196	14,904,604	15,985,164
Business-type Activities:			
Water	3,024,152	3,184,330	3,461,916
Sewer	4,127,247	3,406,153	3,950,405
Storm Water Drainage	758,878	999,141	1,102,753
Solid Waste	1,113,380	1,152,346	1,337,273
<i>Total Business-type Activities Expenses</i>	9,023,657	8,741,970	9,852,347
<i>Total Primary Government Expenses</i>	\$23,165,853	\$23,646,574	\$25,837,511
<b>Program Revenues</b>			
Governmental Activities:			
Charges for Services			
Security of Persons and Property	\$53,312	\$94,463	\$129,026
Leisure Time Activities	88,553	118,160	147,265
Community Environment	475,866	585,959	619,202
Transportation	50,010	50,563	43,776
General Government	300,329	330,220	286,163
Operating Grants and Contributions	1,262,126	1,637,930	1,854,057
Capital Grants and Contributions	1,030,842	238,394	2,763,642
<i>Total Governmental Activities Program Revenues</i>	3,261,038	3,055,689	5,843,131

*City of Reynoldsburg, Ohio*

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<u>2005</u>	<u>2006</u>
\$6,890,178	\$7,060,773
156,728	171,180
1,024,894	1,052,430
1,500,429	1,451,918
2,365,068	2,287,980
3,511,329	3,928,930
1,110,381	1,008,523
<u>16,559,007</u>	<u>16,961,734</u>
3,989,375	3,857,790
4,600,169	5,014,137
1,237,899	1,350,167
1,398,689	1,703,552
<u>11,226,132</u>	<u>11,925,646</u>
<u>\$27,785,139</u>	<u>\$28,887,380</u>

\$123,595	\$125,261
151,814	157,401
662,013	607,502
30,224	95,716
465,994	467,449
1,887,916	1,626,644
169,499	1,423,240
<u>3,491,055</u>	<u>4,503,213</u>

(continued)

## City of Reynoldsburg, Ohio

### Changes in Net Assets

Last Five Years

(accrual basis of accounting)

	2002	2003	2004
Business-type Activities:			
Charges for Services			
Water	2,612,891	2,482,729	2,574,487
Sewer	3,296,641	3,154,335	3,265,408
Storm Water Drainage	335,086	341,649	464,632
Solid Waste	1,241,920	1,298,247	1,072,732
Capital Grants and Contributions	5,134,475	2,474,206	6,215,670
<i>Total Business-type Activities Program Revenues</i>	12,621,013	9,751,166	13,592,929
<i>Total Primary Government Program Revenues</i>	15,882,051	12,806,855	19,436,060
<b>Net (Expense)/Revenue</b>			
Governmental Activities	(10,881,158)	(11,848,915)	(10,142,033)
Business-type Activities	3,597,356	1,009,196	3,740,582
<i>Total Primary Government Net (Expense)/Revenue</i>	(\$7,283,802)	(\$10,839,719)	(\$6,401,451)
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental Activities:			
Property Taxes Levied for:			
General Purposes	\$196,995	\$237,613	\$228,457
Special Purposes	141,621	152,191	176,686
Debt Service	983,442	917,183	949,298
Income Taxes	7,944,339	8,424,114	8,947,081
Other Local Taxes	253,545	237,076	257,146
Intergovernmental Revenue, Unrestricted	2,140,203	1,949,041	1,914,893
Investment Earnings	474,065	296,558	395,434
Miscellaneous	67,672	151,692	101,271
Transfers	112,640	360,312	0
<i>Total Governmental Activities</i>	12,314,522	12,725,780	12,970,266
Business-type Activities:			
Transfers	(112,640)	(360,312)	0
<i>Total Business-type Activities</i>	(112,640)	(360,312)	0
<i>Total Primary Government</i>	\$12,201,882	\$12,365,468	\$12,970,266
<b>Change in Net Assets</b>			
Governmental Activities	\$1,433,364	\$876,865	\$2,828,233
Business-type Activities	3,484,716	648,884	3,740,582
<i>Total Primary Government Change in Net Assets</i>	\$4,918,080	\$1,525,749	\$6,568,815

Source: City Auditor's Office

*City of Reynoldsburg, Ohio*

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<u>2005</u>	<u>2006</u>
3,169,519	2,901,355
3,721,862	4,092,723
569,395	582,678
1,503,527	1,678,565
<u>3,128,295</u>	<u>2,501,918</u>
<u>12,092,598</u>	<u>11,757,239</u>
<u>15,583,653</u>	<u>16,260,452</u>
(13,067,952)	(12,458,521)
866,466	(168,407)
<u>(\$12,201,486)</u>	<u>(\$12,626,928)</u>
\$233,097	\$271,494
163,754	190,783
1,056,077	1,383,333
8,808,522	9,948,975
160,626	304,518
2,013,512	2,136,401
719,458	1,224,757
310,442	326,002
0	0
<u>13,465,488</u>	<u>15,786,263</u>
0	0
0	0
<u>\$13,465,488</u>	<u>\$15,786,263</u>
\$397,536	\$3,327,742
866,466	(168,407)
<u>\$1,264,002</u>	<u>\$3,159,335</u>

**City of Reynoldsburg, Ohio**

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

	1997	1998	1999	2000
General Fund				
Reserved	\$201,585	\$132,168	\$381,289	\$377,661
Unreserved	3,615,404	3,540,050	5,156,746	6,785,302
<i>Total General Fund</i>	<u>3,816,989</u>	<u>3,672,218</u>	<u>5,538,035</u>	<u>7,162,963</u>
All Other Governmental Funds				
Reserved	2,010,541	8,034,029	2,542,654	5,048,222
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	2,656,764	2,973,324	2,694,930	3,946,873
Capital Projects Funds	228,787	(6,040,872)	1,612,048	2,093,804
<i>Total All Other Governmental Funds</i>	<u>4,896,092</u>	<u>4,966,481</u>	<u>6,849,632</u>	<u>11,088,899</u>
<i>Total Governmental Funds</i>	<u><u>\$8,713,081</u></u>	<u><u>\$8,638,699</u></u>	<u><u>\$12,387,667</u></u>	<u><u>\$18,251,862</u></u>

Source: City Auditor's Office

NOTE: Years 1997-2001 Do not include nine funds which were classified as a Fiduciary Funds prior to implementing GASB 34 in 2002.

*City of Reynoldsburg, Ohio*

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<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
\$430,022	\$217,760	\$230,128	\$142,006	\$219,243	\$201,071
<u>4,312,347</u>	<u>3,459,580</u>	<u>5,279,232</u>	<u>4,709,563</u>	<u>4,849,575</u>	<u>6,122,782</u>
<u>4,742,369</u>	<u>3,677,340</u>	<u>5,509,360</u>	<u>4,851,569</u>	<u>5,068,818</u>	<u>6,323,853</u>
3,244,689	2,939,805	6,342,827	4,326,791	8,099,503	4,949,497
4,092,695	6,075,355	3,114,034	3,111,355	3,111,814	3,783,256
<u>1,936,451</u>	<u>1,119,896</u>	<u>1,801,477</u>	<u>568,143</u>	<u>3,909,493</u>	<u>1,782,919</u>
<u>9,273,835</u>	<u>10,135,056</u>	<u>11,258,338</u>	<u>8,006,289</u>	<u>15,120,810</u>	<u>10,515,672</u>
<u>\$14,016,204</u>	<u>\$13,812,396</u>	<u>\$16,767,698</u>	<u>\$12,857,858</u>	<u>\$20,189,628</u>	<u>\$16,839,525</u>

## City of Reynoldsburg, Ohio

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

	1997	1998	1999	2000
<b>Revenues:</b>				
Taxes	\$6,557,795	\$7,618,128	\$8,723,571	\$10,576,632
Intergovernmental Revenues	2,708,303	3,062,497	3,078,120	2,977,640
Charges for Services	83,880	96,194	91,961	110,058
Licenses and Permits	325,827	357,454	466,854	414,252
Investment Earnings	726,101	740,614	904,888	1,357,960
Special Assessments	57,806	80,862	71,959	51,882
Fines and Forfeitures	326,981	330,724	354,411	386,692
All Other Revenue	24,012	94,594	90,382	77,709
<b>Total Revenue</b>	<b>10,810,705</b>	<b>12,381,067</b>	<b>13,782,146</b>	<b>15,952,825</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	3,908,378	4,323,208	4,693,960	4,833,788
Public Health and Welfare Services	113,188	113,408	126,324	141,032
Leisure Time Activities	747,768	778,545	789,794	811,806
Community Environment	669,914	793,798	918,188	1,005,299
Transportation	1,001,407	763,613	782,729	732,232
General Government	1,640,206	1,864,728	2,232,396	2,561,455
Capital Outlay	1,842,865	4,138,646	7,303,062	4,933,333
Debt Service:				
Principal Retirement	442,886	487,907	543,529	587,430
Interest and Fiscal Charges	417,870	426,512	985,314	979,722
<b>Total Expenditures</b>	<b>10,784,482</b>	<b>13,690,365</b>	<b>18,375,296</b>	<b>16,586,097</b>
Excess (Deficiency) of Revenues Over Expenditures	26,223	(1,309,298)	(4,593,150)	(633,272)

*City of Reynoldsburg, Ohio*

2001	2002	2003	2004	2005	2006
\$9,871,740	\$10,260,998	\$9,825,937	\$10,336,287	\$10,383,609	\$12,218,705
3,460,691	3,363,450	3,524,494	4,030,538	3,745,488	4,528,994
99,879	233,325	369,293	402,127	409,851	441,235
454,792	383,592	394,029	410,091	440,446	345,774
1,099,036	470,849	299,148	354,127	677,917	1,225,735
48,759	47,107	43,898	41,232	41,653	121,276
356,790	326,573	329,755	339,522	484,313	492,286
63,587	88,319	241,024	216,860	411,292	417,115
<u>15,455,274</u>	<u>15,174,213</u>	<u>15,027,578</u>	<u>16,130,784</u>	<u>16,594,569</u>	<u>19,791,120</u>
5,764,230	5,685,495	5,698,827	6,564,820	6,766,485	6,803,846
154,792	149,813	153,435	153,435	156,728	171,180
1,113,612	889,343	858,586	832,256	873,608	927,432
1,073,192	1,422,035	1,258,918	1,461,914	1,507,953	1,458,641
842,345	917,494	791,305	1,486,916	1,181,498	895,661
2,765,036	3,424,102	3,227,584	3,320,549	3,338,052	3,772,329
6,483,717	2,410,048	3,357,832	5,021,285	2,531,568	7,296,353
903,329	947,509	951,469	1,246,308	1,377,725	1,519,643
1,031,391	970,345	1,242,550	980,878	1,274,636	1,139,458
<u>20,131,644</u>	<u>16,816,184</u>	<u>17,540,506</u>	<u>21,068,361</u>	<u>19,008,253</u>	<u>23,984,543</u>
(4,676,370)	(1,641,971)	(2,512,928)	(4,937,577)	(2,413,684)	(4,193,423)

(Continued)

**City of Reynoldsburg, Ohio**

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

	1997	1998	1999	2000
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Capital Assets	6,253	1,568	4,065	1,873
Equipment Installment Loan	0	0	0	0
Ohio Public Works Commission Loan	761,429	356,160	0	0
General Obligation Bonds Issued	0	693,500	8,310,000	6,165,000
Premium on General Obligation Bonds	0	0	0	0
Refunding General Obligation Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
State Infrastructure Bank Loan	0	0	0	0
Transfers In	7,602,746	9,639,397	10,600,671	11,584,968
Transfers Out	(6,740,762)	(9,572,197)	(10,576,636)	(11,748,043)
<b>Total Other Financing Sources (Uses)</b>	<u>1,629,666</u>	<u>1,118,428</u>	<u>8,338,100</u>	<u>6,003,798</u>
<b>Net Change in Fund Balance</b>	<u>\$1,655,889</u>	<u>(\$190,870)</u>	<u>\$3,744,950</u>	<u>\$5,370,526</u>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	9.63%	9.57%	13.81%	13.45%

Source: City Auditor's Office

NOTE: Years 1997-2001 Do not include nine funds which were classified as a Fiduciary Funds prior to implementing GASB 34 in 2002.

*City of Reynoldsburg, Ohio*

2001	2002	2003	2004	2005	2006
0	2,887	0	0	0	0
500,000	0	0	0	0	0
0	0	737,161	1,012,839	1,337,990	642,010
0	0	4,300,000	0	8,055,000	0
0	0	0	0	100,543	84,674
467,460	0	3,313,262	0	0	9,720,000
(459,000)	0	(3,225,600)	0	0	(9,641,147)
0	0	0	0	239,105	0
12,070,923	8,622,627	12,758,914	616,042	0	0
(12,171,114)	(8,509,987)	(12,398,602)	(616,042)	0	0
<u>408,269</u>	<u>115,527</u>	<u>5,485,135</u>	<u>1,012,839</u>	<u>9,732,638</u>	<u>805,537</u>
<u>(\$4,268,101)</u>	<u>(\$1,526,444)</u>	<u>\$2,972,207</u>	<u>(\$3,924,738)</u>	<u>\$7,318,954</u>	<u>(\$3,387,886)</u>
14.18%	13.31%	15.47%	13.88%	16.10%	15.93%

## *City of Reynoldsburg, Ohio*

### *Income Tax Revenues by Source, Governmental Funds Last Ten Years*

<b>Tax year</b>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income (in thousands)	\$821,777	\$935,334	\$1,031,450	\$1,011,392
Total Tax Collected	\$5,942,011	\$7,023,211	\$8,478,088	\$9,443,931
<b>Income Tax Receipts</b>				
Withholding	4,019,247	4,843,233	5,624,053	6,683,374
Percentage	67.64%	81.51%	94.65%	112.48%
Net Profits	1,049,795	1,199,322	1,684,696	1,594,248
Percentage	17.67%	20.18%	28.35%	26.83%
Individuals	872,969	980,656	1,169,339	1,166,309
Percentage	14.69%	16.50%	19.68%	19.63%
<b>Income Tax by Business Type</b>				
Retail/Grocery	n/a	n/a	n/a	70.55%
Education/Government	n/a	n/a	n/a	11.67%
Service	n/a	n/a	n/a	7.82%
Industrial	n/a	n/a	n/a	2.18%
Construction/Real Estate	n/a	n/a	n/a	2.80%
Medical	n/a	n/a	n/a	1.49%
Financial	n/a	n/a	n/a	1.17%
Restaurants	n/a	n/a	n/a	1.21%
Miscellaneous	n/a	n/a	n/a	1.11%
Total Tax	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>100.00%</u>

Source: City Income Tax Department

*City of Reynoldsburg, Ohio*

2001	2002	2003	2004	2005	2006
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$1,038,383	\$1,084,987	\$1,100,597	\$1,142,871	\$1,202,908	\$1,264,242
\$9,263,668	\$7,648,490	\$9,818,631	\$8,369,792	\$8,929,106	\$9,375,220
6,334,060	6,078,821	6,348,529	6,362,214	6,828,800	6,719,183
106.60%	102.30%	106.84%	107.07%	114.92%	113.08%
1,720,025	366,758	2,212,407	846,187	849,478	1,432,818
28.95%	6.17%	37.23%	14.24%	14.30%	24.11%
1,209,583	1,202,911	1,257,695	1,161,391	1,250,828	1,223,219
20.36%	20.24%	21.17%	19.55%	21.05%	20.59%
67.42%	56.48%	50.97%	55.49%	59.42%	62.09%
12.81%	18.61%	13.59%	17.25%	18.15%	17.37%
7.83%	10.47%	7.46%	10.91%	9.40%	9.45%
2.77%	2.05%	1.46%	2.02%	2.23%	2.28%
3.55%	4.55%	21.40%	7.58%	4.34%	2.13%
1.60%	2.45%	1.63%	2.54%	2.43%	2.06%
1.69%	2.04%	1.20%	1.33%	1.07%	1.92%
1.30%	2.25%	1.59%	1.96%	1.98%	1.68%
1.03%	1.10%	0.70%	0.92%	0.98%	1.02%
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%



## City of Reynoldsburg, Ohio

### Income Tax Collections Current Year and Nine Years Ago

Income Tax Year 2005				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$24,999	4,085	34.43%	\$44,549,360	7.65%
25,000 - 49,999	3,074	25.91%	112,048,149	19.23%
50,000 - 74,999	2,011	16.95%	124,545,396	21.38%
75,000 - 99,999	1,412	11.90%	121,564,877	20.86%
Over 100,000	1,284	10.82%	179,944,575	30.88%
Total	11,866	100.00%	\$582,652,357	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Reynoldsburg	\$1,757,982
Taxes Credited to Other Municipalities	7,283,294
	\$9,041,276

Income Tax Year 1997				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$24,999	4,508	37.64%	\$51,799,760	10.69%
25,000 - 49,999	3,602	30.08%	131,499,825	27.12%
50,000 - 74,999	2,283	19.06%	138,963,440	28.66%
75,000 - 99,999	1,046	8.73%	89,375,070	18.43%
Over 100,000	537	4.48%	73,206,279	15.10%
Total	11,976	100.00%	\$484,844,374	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Reynoldsburg	\$1,331,965
Taxes Credited to Other Municipalities	5,839,485
	\$7,171,450

Source: City Income Tax Department

## *City of Reynoldsburg, Ohio*

### *Ratio of Outstanding Debt By Type Last Ten Years*

	1997	1998	1999	2000
<b>Governmental Activities</b> <sup>(1)</sup>				
General Obligation Bonds	\$6,584,150	\$6,851,850	\$6,764,200	\$12,407,650
General Obligation Bonds (TIF supported)	0	0	7,920,000	7,920,000
Special Assessment Bonds	105,000	100,000	90,000	80,000
Ohio Public Works Commission Loan	742,393	1,041,446	985,567	929,687
State Infrastructure Bank Loan	0	0	0	0
Capital Leases	18,750	13,412	7,630	1,369
Installment Loan	0	0	0	0
<b>Business-type Activities</b> <sup>(1)</sup>				
General Obligation Bonds	\$3,913,850	\$4,808,150	\$4,505,800	\$4,192,350
Ohio Public Works Commission Loan	0	0	0	959,964
Total Primary Government	<u>\$11,364,143</u>	<u>\$12,814,858</u>	<u>\$20,273,197</u>	<u>\$26,491,020</u>
<b>Population</b> <sup>(2)</sup>				
City of Reynoldsburg	31,200	33,400	35,000	32,069
Outstanding Debt Per Capita	\$364	\$384	\$579	\$826
<b>Income</b> <sup>(3)</sup>				
Personal (in thousands)	821,777	935,334	1,031,450	1,011,392
Percentage of Personal Income	1.38%	1.37%	1.97%	2.62%

**Sources:**

- (1) City Auditor's Office
- (2) Mid Ohio Regional Planning Commission and US Bureau of Census, Population Division
- (3) US Department of Commerce, Bureau of Economic Analysis
  - (a) Per Capita Income is only available by County, Total Personal Income is a calculation

*City of Reynoldsburg, Ohio*

2001	2002	2003	2004	2005	2006
\$11,754,660	\$11,085,030	\$12,633,102	\$11,782,674	\$19,138,857	\$18,304,473
7,920,000	7,875,000	9,995,000	9,665,000	9,325,000	9,004,438
70,000	60,000	50,000	40,000	30,000	20,000
873,808	817,929	1,499,211	2,456,170	3,563,281	4,032,745
0	0	0	0	239,105	239,105
0	0	0	0	0	0
333,000	166,000	0	0	0	0
\$3,897,775	\$3,530,745	\$3,206,013	\$2,799,781	\$3,179,967	\$2,692,404
1,304,947	2,040,509	2,173,988	2,087,127	1,997,641	1,905,451
<u>\$26,154,190</u>	<u>\$25,575,213</u>	<u>\$29,557,314</u>	<u>\$28,830,752</u>	<u>\$37,473,851</u>	<u>\$36,198,616</u>
32,164	32,408	32,537	32,553	32,914	33,059
\$813	\$789	\$908	\$886	\$1,139	\$1,095
1,038,383	1,084,987	1,100,597	1,142,871	1,202,908	1,264,242
2.52%	2.36%	2.69%	2.52%	3.12%	2.86%

## *City of Reynoldsburg, Ohio*

### *Ratios of General Bonded Debt Outstanding Last Ten Years*

Year	1997	1998	1999	2000
<b>Population</b> <sup>(1)</sup>	31,200	33,400	35,000	32,069
<b>Income</b> <sup>(2)</sup>				
Personal (in thousands)	\$821,777	\$935,334	\$1,031,450	\$1,011,392
<b>General Bonded Debt</b>				
General Obligation Bonds	\$10,498,000	\$11,660,000	\$19,190,000	\$24,520,000
<b>Resources Available to Pay Principal</b> <sup>(3)</sup>	\$420,453	\$444,799	\$434,537	\$435,098
<b>Net General Bonded Debt</b>	\$10,077,547	\$11,215,201	\$18,755,463	\$24,084,902
<b>Ratio of Net Bonded Debt to Estimated Actual Value</b>	1.23%	1.20%	1.82%	2.38%
<b>Net Bonded Debt per Capita</b>	\$323.00	\$335.78	\$535.87	\$751.03

**Source:**

(1) Mid Ohio Regional Planning Commission and US Bureau of Census, Population Division

(2) US Department of Commerce, Bureau of Economic Analysis

(3) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

*City of Reynoldsburg, Ohio*

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2001	2002	2003	2004	2005	2006
32,164	32,408	32,537	32,553	32,914	33,059
\$1,038,383	\$1,084,987	\$1,100,597	\$1,142,871	\$1,202,908	\$1,264,242
\$23,572,435	\$22,490,775	\$25,834,115	\$24,247,455	\$31,643,824	\$30,001,315
\$1,919,102	\$1,459,244	\$1,696,420	\$1,716,173	\$1,003,880	\$676,709
\$21,653,333	\$21,031,531	\$24,137,695	\$22,531,282	\$30,639,944	\$29,324,606
2.09%	1.94%	2.19%	1.97%	2.55%	2.32%
\$673.22	\$648.96	\$741.85	\$692.14	\$930.91	\$887.04



## *City of Reynoldsburg, Ohio*

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2006*

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to the City of Reynoldsburg</u>	<u>Amount Applicable to the City of Reynoldsburg</u>
<b>Direct:</b>			
City of Reynoldsburg	\$17,627,764	100.00%	\$17,627,764
<b>Overlapping:</b>			
Reynoldsburg City School District	41,423,617	89.27%	36,978,863
Jefferson Township	1,655,000	11.03%	182,547
Violet Township	40,000	3.09%	1,236
Franklin County	149,431,221	1.91%	2,854,136
Licking County	22,761,919	5.40%	1,229,144
Fairfield County	12,015,000	0.81%	97,081
Licking Heights Local School District	21,411,046	13.32%	2,851,951
Licking County Joint Vocational School District	513,000	13.32%	68,332
Pickerington Local School District	122,049,697	1.90%	2,318,944
West Licking Joint Fire District	91,328	0.17%	152
		Subtotal	<u>46,582,386</u>
		Total	<u><u>\$64,210,150</u></u>

Source: Fairfield County Auditor, Franklin County Auditor, Licking County Auditor

## *City of Reynoldsburg, Ohio*

### *Debt Limitations Last Ten Years*

<b>Tax Year</b>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
<u>Total Debt</u>				
Net Assessed Valuation	\$433,170,041	\$452,584,042	\$517,412,274	\$537,752,082
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	45,482,854	47,521,324	54,328,289	56,463,969
City Debt Outstanding	7,264,150	13,566,850	6,764,200	12,407,650
Less: Applicable Debt Service Fund Amounts (2)	<u>(420,453)</u>	<u>(444,799)</u>	<u>(434,537)</u>	<u>(435,098)</u>
Net Indebtedness Subject to Limitation	<u>6,843,697</u>	<u>13,122,051</u>	<u>6,329,663</u>	<u>11,972,552</u>
Overall Legal Debt Margin	<u>\$38,639,157</u>	<u>\$34,399,273</u>	<u>\$47,998,626</u>	<u>\$44,491,417</u>
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$433,170,041	\$452,584,042	\$517,412,274	\$537,752,082
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	23,824,352	24,892,122	28,457,675	29,576,365
City Debt Outstanding	7,164,150	13,486,850	6,714,200	12,382,650
Less: Applicable Debt Service Fund Amounts (2)	<u>(420,453)</u>	<u>(444,799)</u>	<u>(434,537)</u>	<u>(435,098)</u>
Net Indebtedness Subject to Limitation	<u>6,743,697</u>	<u>13,042,051</u>	<u>6,279,663</u>	<u>11,947,552</u>
Overall Legal Debt Margin	<u>\$17,080,655</u>	<u>\$11,850,071</u>	<u>\$22,178,012</u>	<u>\$17,628,813</u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.

Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Taylor Square and Brice Main Tax Increment Equivalent Bonds are not considered in the computation of the Legal Debt Margin.

Source: City Auditor's Office

*City of Reynoldsburg, Ohio*

2001	2002	2003	2004	2005	2006
\$563,294,199	\$630,595,305	\$644,711,884	\$659,659,756	\$726,596,481	\$758,887,966
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
59,145,891	66,212,507	67,694,748	69,264,274	76,292,631	79,683,236
11,754,660	11,085,030	12,633,102	11,782,674	19,138,857	18,304,473
(1,919,102)	(1,459,244)	(1,696,420)	(1,716,173)	(1,003,880)	(676,709)
<u>9,835,558</u>	<u>9,625,786</u>	<u>10,936,682</u>	<u>10,066,501</u>	<u>18,134,977</u>	<u>17,627,764</u>
<u>\$49,310,333</u>	<u>\$56,586,721</u>	<u>\$56,758,066</u>	<u>\$59,197,773</u>	<u>\$58,157,654</u>	<u>\$62,055,472</u>
\$563,294,199	\$630,595,305	\$644,711,884	\$659,659,756	\$726,596,481	\$758,887,966
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
30,981,181	34,682,742	35,459,154	36,281,287	39,962,806	41,738,838
11,754,660	11,085,030	12,633,102	11,782,674	19,138,857	18,304,473
(1,919,102)	(1,459,244)	(1,696,420)	(1,716,173)	(1,003,880)	(676,709)
<u>9,835,558</u>	<u>9,625,786</u>	<u>10,936,682</u>	<u>10,066,501</u>	<u>18,134,977</u>	<u>17,627,764</u>
<u>\$21,145,623</u>	<u>\$25,056,956</u>	<u>\$24,522,472</u>	<u>\$26,214,786</u>	<u>\$21,827,829</u>	<u>\$24,111,074</u>

**City of Reynoldsburg, Ohio**

*Pledged Revenue Coverage  
Last Ten Years*

	1997	1998	1999	2000	2001
<b>Special Assessment Bonds (1)</b>					
Special Assessment Collections	\$38,195	\$38,499	\$11,906	\$11,921	\$10,166
Debt Service					
Principal	5,000	5,000	10,000	10,000	10,000
Interest	5,280	5,040	4,800	4,320	3,840
Coverage	3.72	3.83	0.80	0.83	0.73
<b>Tax Increment Financing Bonds (2)</b>					
Property Tax Collections	\$0	\$0	\$0	\$0	\$300,581
Debt Service					
Principal	0	0	0	0	0
Interest	0	0	324,549	354,075	354,075
Coverage	0.00	0.00	0.00	0.00	0.85

(1) In 1993 the City issued \$ 123,000 of Special Assessment Bonds.

(2) In 1999 the City issued \$ 7,920,000 of Tax Increment Financing Bonds.

In 2003 the City issued \$ 4,300,000 of Tax Increment Financing Bonds.

Source: City Auditor's Office

*City of Reynoldsburg, Ohio*

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2002	2003	2004	2005	2006
\$11,256	\$8,793	\$8,804	\$10,382	\$8,618
10,000	10,000	10,000	10,000	10,000
3,360	2,880	2,400	1,920	1,440
0.84	0.68	0.71	0.87	0.75
\$983,442	\$917,183	\$958,137	\$1,053,077	\$1,423,332
45,000	45,000	445,000	385,000	385,000
354,075	386,192	508,375	495,013	427,699
2.46	2.13	1.00	1.20	1.75

## *City of Reynoldsburg, Ohio*

### *Demographic and Economic Statistics Last Ten Years*

Calendar Year	1997	1998	1999	2000	2001
<b>Population</b> <sup>(1)</sup>					
City of Reynoldsburg	31,200	33,400	35,000	32,069	32,164
Franklin County	961,437	961,437	961,437	1,068,978	1,071,663
<b>Income</b> <sup>(2) (a)</sup>					
Total Personal (in thousands)	\$821,777	935,334	1,031,450	1,011,392	1,038,383
Per Capita	\$26,339	28,004	29,470	31,538	32,284
<b>Unemployment Rate</b> <sup>(3)</sup>					
Federal	4.9%	4.5%	4.2%	4.0%	4.7%
State	4.6%	4.3%	4.3%	4.0%	4.4%
Franklin County	2.8%	2.6%	2.6%	3.1%	3.4%
<b>Civilian Work Force Estimates</b> <sup>(3)</sup>					
State	5,712,616	5,736,734	5,780,725	5,807,036	5,825,649
Franklin County	578,970	582,610	591,831	594,317	599,524
City of Reynoldsburg	n/a	n/a	n/a	n/a	n/a

**Sources:**

(1) Mid Ohio Regional Planning Commission for 1997-1999,  
and US Bureau of Census, Population Division for 2000-2006

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation , 2006 is an estimate

(3) State Department of Labor Statistics

n/a - Data is not available

*City of Reynoldsburg, Ohio*

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2002	2003	2004	2005	2006
32,408	32,537	32,553	32,914	33,059
1,078,837	1,081,840	1,084,994	1,086,152	1,089,365
1,084,987	1,100,597	1,142,871	1,202,908	1,264,242
33,479	33,826	35,108	36,547	38,242
5.8%	6.0%	5.5%	5.1%	4.6%
5.7%	6.2%	6.2%	5.9%	5.5%
5.0%	5.4%	5.4%	5.2%	4.7%
5,838,052	5,863,981	5,869,136	5,891,633	5,933,957
601,090	600,211	598,757	599,681	609,718
n/a	n/a	n/a	n/a	15,583



## *City of Reynoldsburg, Ohio*

### *Principal Employers Current Year and Six Years Ago*

<u>Employer</u>	<u>Nature of Business</u>	<u>2006</u>		
		<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
Victoria's Secret Stores Inc	Retail	950	1	6.10%
Bath & Body Works	Retail	720	2	4.62%
Reynoldsburg City Schools	Education	869	3	5.58%
Walmart	Retail	500	4	3.21%
State of Ohio	Government	385	5	2.47%
Sam's Club	Retail	200	6	1.28%
Dynalab	Industrial	200	7	1.28%
The Kroger Company	Retail	183	8	1.17%
City of Reynoldsburg	Government	158	9	1.01%
Home Depot	Retail	120	10	0.77%
Total		<u>4,285</u>		
Total Employment within the City		<u>15,583</u>		

<u>Employer</u>	<u>Nature of Business</u>	<u>2000</u>		
		<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
Victoria's Secret Stores Inc	Retail	860	1	5.22%
Bath & Body Work	Retail	856	2	5.19%
Abercrombie & Fitch Inc	Retail	750	3	4.55%
Reynoldsburg City Schools	Education	663	4	4.02%
Walmart	Retail	550	5	3.34%
Lane Bryant Inc	Retail	522	6	3.17%
State of Ohio	Government	379	7	2.30%
Kmart Corporation	Retail	163	8	0.99%
The Kroger Company	Retail	150	9	0.91%
Home Depot	Retail	148	10	0.90%
Total		<u>5,041</u>		
Total Employment within the City		<u>16,480</u>		

Source: City Income Tax Department

## *City of Reynoldsburg, Ohio*

### *Full Time Equivalent Employees by Function Last Ten Years*

	1997	1998	1999	2000	2001
<b>Governmental Activities</b>					
General Government					
Finance	5.00	5.00	6.00	6.00	6.00
City Council	5.50	5.50	5.50	5.50	6.50
Computer Systems	0.00	1.00	1.00	1.00	2.00
Development	2.00	2.00	2.00	2.00	3.00
Civil Service	0.50	0.50	0.50	0.50	0.50
Human Resources	2.00	2.00	2.00	2.00	2.00
Clerk of Courts	3.50	3.50	3.50	3.50	3.50
City Attorney	3.50	4.00	4.50	4.00	4.50
Mayor	2.00	2.00	2.00	2.00	2.00
Vehicle Maintenance	2.00	2.00	2.00	2.00	2.00
Security of Persons and Property					
Police	58.00	59.50	61.00	61.50	64.50
Transportation					
Street	6.50	6.50	6.50	7.00	7.50
Leisure Time Activities					
Parks and Recreation	12.00	12.00	11.50	12.00	12.00
Senior Citizen Center	2.00	2.00	2.00	2.00	2.00
Community Environment					
Building	5.00	5.50	7.50	7.50	7.50
Service	6.00	6.00	6.00	6.00	6.00
<b>Business-Type Activities</b>					
Utilities					
Water	7.00	7.00	6.50	6.50	6.50
Sewer	3.50	4.50	4.50	4.50	4.50
Storm Water	2.00	2.00	2.00	2.00	2.00
<i>Total Employees</i>	<u>128.00</u>	<u>132.50</u>	<u>136.50</u>	<u>137.50</u>	<u>144.50</u>

**Method:** 1.00 for each full-time, 0.50 for each part-time and seasonal employees are calculated based on hours paid.

Source: City Auditor's Office

*City of Reynoldsburg, Ohio*

2002	2003	2004	2005	2006
6.00	6.00	5.00	5.00	5.00
6.50	6.50	6.50	6.50	6.50
2.00	2.00	2.00	2.00	2.00
3.00	3.00	3.00	3.00	3.00
0.50	0.50	0.50	0.50	0.50
2.00	2.00	2.00	1.00	1.00
3.50	3.50	3.50	3.50	3.50
4.50	4.50	4.50	5.00	4.50
2.00	2.00	2.00	2.00	2.00
2.00	2.00	2.00	2.00	2.00
65.50	65.50	66.50	68.50	70.00
7.50	7.50	8.50	8.50	7.50
13.00	12.00	12.50	12.50	12.00
2.00	2.00	2.00	2.00	2.00
6.50	6.50	6.50	6.50	6.00
8.00	7.00	8.00	8.00	8.00
6.50	6.50	6.50	6.50	5.50
4.50	4.50	4.50	4.50	4.50
2.00	2.00	3.00	3.00	3.00
<u>147.50</u>	<u>145.50</u>	<u>149.00</u>	<u>150.50</u>	<u>148.50</u>

## *City of Reynoldsburg, Ohio*

### *Operating Indicators by Function Last Ten Years*

	1997	1998	1999	2000	2001
<b>Governmental Activities</b>					
General Government					
Court					
Number of Traffic Cases	2,480	2,713	2,491	3,142	3,100
Number of Criminal Cases	551	503	482	735	536
Number of Parking Cases	415	442	502	437	460
Licenses and Permits					
Number of Building Permits	737	816	878	776	954
Number of Other Permits	2,031	1,817	2,066	2,677	2,261
Number of Licenses	397	351	579	574	622
Number of Inspections	8,294	7,618	7,036	9,114	8,057
Security of Persons and Property					
Police					
Number of Offense Reports	3,701	3,438	3,518	3,921	3,717
Number of Traffic Accident Reports	1,006	877	960	1,070	1,053
Alarm Calls	1,696	1,703	1,881	1,862	1,845
Prisoners through our jails	n/a	n/a	n/a	n/a	n/a
Speeding citations	n/a	n/a	n/a	1,486	1,702
OMVI arrests	n/a	n/a	n/a	417	489
Narcotic and Weapon Warrants	7	5	7	8	5
Transportation					
Street					
Number of times streets needed snow removed	14	6	26	33	19
Tons of salt used	1,000	237	2,005	2,246	1,348
Number of locations marked for OUPS	985	965	1,642	1,319	1,318
Number of new signs installed	139	142	75	122	113
Number of repairs to city owned street lights	204	155	158	208	263
Number of hours mowing grass	345	715	500	580	427
Leisure Time Activities					
Recreation/Seniors					
Number of Program Participants	2,897	2,717	3,000	3,015	3,200
Community Environment					
Number of Plot Grade Utility reviews	17	27	16	20	22
Number of Project Inspections	14	29	15	14	11
Number of Capital Improvement Projects	20	9	8	7	7

*City of Reynoldsburg, Ohio*

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2002	2003	2004	2005	2006
2,837	2,956	2,022	3,991	3,812
467	631	590	647	628
383	386	492	582	402
874	976	770	691	758
2,018	2,034	1,869	1,413	948
544	562	545	521	452
7,189	7,246	8,012	6,561	4,421
3,515	3,481	3,373	4,328	3,827
988	1,069	1,039	984	808
2,016	2,089	2,039	1,512	1,479
n/a	616	514	518	670
1,836	1,542	852	2,279	2,363
228	252	390	581	471
10	6	21	24	15
15	38	19	31	5
1,213	2,503	1,925	2,839	263
1,285	941	1,037	2,822	3,682
91	127	97	287	123
180	591	342	346	850
492	395	338	525	576
4,558	3,809	4,012	4,024	3,805
13	18	14	21	20
9	9	9	13	18
13	8	12	14	10

(Continued)

## *City of Reynoldsburg, Ohio*

### *Operating Indicators by Function Last Ten Years*

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
<b>Business-Type Activities</b>					
Water / Sewer					
Number of Water accounts	9,033	9,261	9,498	9,786	10,077
Number of Sewer accounts	8,757	8,990	9,232	9,599	9,928
Water Main Breaks	29	49	50	43	26
Daily Average Consumption (1,000 of gallons)	2,738	2,886	3,246	2,927	2,955
Number of work orders	2,650	2,457	2,583	2,810	2,606
Number of fire hydrants painted	500	500	500	500	500
Storm Water Drainage					
Number of work orders	807	828	496	700	736
Solid Waste					
Number of Customers Served	8,197	8,435	8,658	8,939	9,191

Source: Mayor's Annual Reports

n/a - Data is not available

*City of Reynoldsburg, Ohio*

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2002	2003	2004	2005	2006
11,217	10,511	10,689	10,868	10,935
10,172	10,374	10,570	10,750	10,820
45	33	33	33	22
3,133	3,016	3,217	3,520	3,387
2,552	2,922	2,993	2,844	2,946
600	600	600	600	600
730	546	829	880	968
9,423	9,568	9,721	9,876	9,935

## *City of Reynoldsburg, Ohio*

### *Capital Asset Statistics by Function Last Ten Years*

	1997	1998	1999	2000	2001
<b>Governmental Activities</b>					
General Government					
Public Buildings	1	1	1	1	1
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Patrol Cruisers	12	12	14	14	14
Transportation					
Street					
Streets (linear miles)	98	98	100	100	102
Street Lights	1,200	1,300	1,402	1,552	1,622
Leisure Time Activities					
Recreation/Seniors					
Land (acres)	285	285	285	285	285
Buildings	1	1	1	1	1
Parks	6	6	6	6	6
<b>Business-Type Activities</b>					
Utilities					
Water					
Waterlines (Miles)	111	115	121	124	130
Number of Hydrants	1,196	1,266	1,340	1,383	1,482
Average Daily Consumption	2,738,500	2,886,200	3,246,500	2,927,800	2,955,000
Sewer					
Sewerlines (Miles)	116	120	125	130	136
Manholes	2,651	2,764	2,893	3,025	3,275
Storm Water Drainage					
Storm Drains (Miles)	100	102	102	102	102

Source: City Auditor's Office

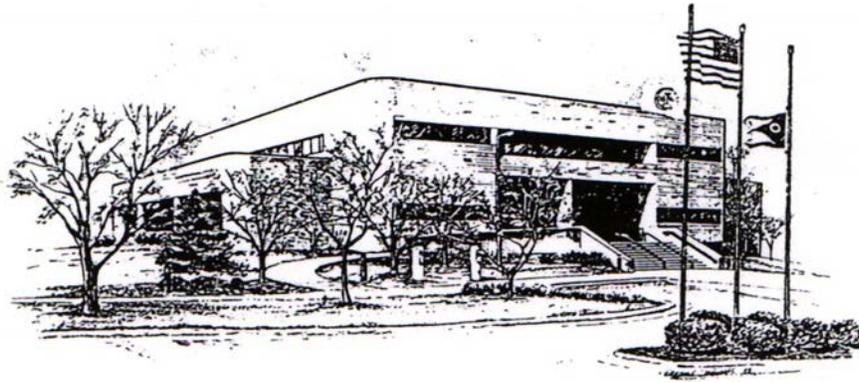
*City of Reynoldsburg, Ohio*

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2002	2003	2004	2005	2006
1	1	1	1	1
1	1	1	1	1
14	14	16	16	16
102	111	111	111	112
1,726	1,804	1,805	1,817	1,911
285	285	285	285	285
1	1	1	1	1
6	6	6	6	6
135	135	138	139	141
1,563	1,567	1,586	1,600	1,624
3,133,000	3,016,500	3,216,600	3,520,500	3,387,000
136	136	137	138	139
3,345	3,355	3,379	3,442	3,479
102	110	110	111	111





**Mary Taylor, CPA**  
Auditor of State

**CITY OF REYNOLDSBURG**

**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 7, 2007**