

**CITY OF UPPER ARLINGTON
FRANKLIN COUNTY, OHIO**

Supplemental Report

DECEMBER 31, 2010

CATHERINE M. ARMSTRONG, FINANCE DIRECTOR



Dave Yost • Auditor of State

Members of City Council
City of Upper Arlington
3600 Tremont Road
Upper Arlington, Ohio 43221

We have reviewed the *Independent Auditor's Report* of the City of Upper Arlington, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2010 through December 31, 2010. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in cursive script that reads "Dave Yost".

Dave Yost
Auditor of State

August 24, 2011

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**CITY OF UPPER ARLINGTON
FRANKLIN COUNTY, OHIO**

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Julian & Grube, Inc.
Serving Ohio Local Governments

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

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

Members of City Council
City of Upper Arlington
3600 Tremont Road
Upper Arlington, OH 43221

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio, as of and for the year ended December 31, 2010, which collectively comprise the City of Upper Arlington's basic financial statements and have issued our report thereon dated June 23, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Upper Arlington's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the City of Upper Arlington's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City of Upper Arlington's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A material weakness is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the City of Upper Arlington's financial statements will not be prevented, or detected and timely corrected.

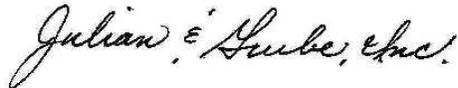
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses.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

Members of Council
City of Upper Arlington

Compliance and Other Matters

As part of reasonably assuring whether the City of Upper Arlington's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of management, members of Council, the Audit Committee and others within the City of Upper Arlington. We intend it for no one other than these specified parties.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
June 23, 2011

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2010**

ISSUED BY:

**CITY OF UPPER ARLINGTON, OHIO
FINANCE DEPARTMENT**

**Catherine M. Armstrong, CPA, CGFM
*Finance Director***

**Mary J. Wehner, CPA
*Finance Manager***

**Scott D. Gill, CPA, MT
*Tax Administrator***

**Mary S. Davis
*Examiner***

**Barbara K. Podnar
*Purchasing Administrator***

**Laura A. Lynde
*Purchasing Assistant***

**Tammy L. Grandy
*Management Assistant***

**Jenna M. Miller
*Fiscal Technician***

**Karen Elifritz
*Payroll Administrator***



CITY OF | **UPPER ARLINGTON**

**CITY OF UPPER ARLINGTON, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For The Year Ended December 31, 2010**

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June 23, 2011

To the Honorable Frank Ciotola and Members of City Council,
And Citizens of the City of Upper Arlington:

The Comprehensive Annual Financial Report (CAFR) of the City of Upper Arlington, Ohio (City), for the fiscal year ended December 31, 2010, is submitted herewith. The report has a complete set of financial statements presented in accordance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by Julian and Grube, Incorporated. The independent auditor's report is located at the front of the financial section of this report.

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

The City's Finance Department is responsible for management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that it has established for this purpose. Because the cost of internal control should not exceed its anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

In developing and revising the City's accounting and reporting control systems, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding the safeguarding of assets from loss, theft, or misuse and reliability of financial records for preparing the City's financial statements in conformity with GAAP and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management.

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

Profile of the Government

The City of Upper Arlington was organized on February 8, 1941, and is a home-rule, Municipal Corporation organized under the laws of the State of Ohio. The City covers nine square miles, located just northwest of downtown Columbus. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety; public service; parks and recreation; and community development.

As required by GAAP, the accompanying financial statements include all the organizations, activities and functions in which the City (primary government) and its component unit exercise financial accountability. The component unit discussed below is included in the City's reporting entity because of the significance of its operations and/or financial relationship with the City.



Discretely Presented Component Unit – A 13-member board governs the Upper Arlington Community Improvement Corporation (UA CIC). For financial reporting purposes, the CIC is reported separately from the City's operations because its purpose is to assist the City as a whole in the revitalization and enhancement of property within the City, and its governing body is not the same as that of the primary government.

The annual budget serves as the foundation for the City's financial planning and control. The City complies with the requirements of the Ohio Revised Code in the adoption of the budget. Appropriations for the operation of various City departments are established through the passage of an ordinance by City Council. Budgetary control is facilitated through the maintenance of an encumbrance system for purchase orders, and through the use of the City's automated financial system. The Council is required to hold public hearings on the proposed budget and to adopt the budget by no later than December 31, the close of the City's fiscal year.

The appropriated budget is prepared by fund, (e.g., General Fund), department (e.g., Police) and line item (e.g., Personal Services). The City Council may pass supplemental appropriations at any time by ordinance. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. The General Fund and the Street Construction Maintenance and Repair Fund, a major special revenue fund, are presented in the required supplementary section, beginning on page 66. For governmental funds, other than the General Fund and the major special revenue fund with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 98.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

Local economy. Employment in the Columbus Metropolitan Statistical Area (MSA) should grow modestly in 2011 as the economy cautiously continues to expand labor capacity to meet slowing rising demand. The Columbus Chamber's annual Blue Chip Economic Forecast predicts a net increase of 2,500 jobs (0.3%) regionally. Regional estimates for key business sectors in Upper Arlington are mixed: Business and Professional Services should see 2.2% growth and Healthcare/Social Services are projected to grow by 1.3%. Even Retail should see a net increase of 0.5%. However, Financial Activities are still projected to decline 2.4% as this sector continues to adjust to the real estate and banking restructuring. Economists surveyed by *The Wall Street Journal* in June 2011, expect 2.7% growth in the U.S. economy in 2011, rising to 3.0% in 2012.

Despite a slow economic recovery, reinvestment in Upper Arlington remained healthy in 2010. The City's Development Department reported a combined residential and commercial construction value of more than \$48 million, approximately \$10 million less than the previous year. Residential construction value remained strong at just under \$23 million, resulting from six new single-family homes, 93 additions and 174 renovations. While the commercial construction value was down by approximately \$10 million, commercial permit fees increased, indicating a continuation of reinvestment, but with smaller projects.

Highlights include:

- Continuation of the Kingsdale redevelopment project;
- Scioto Country Club renovations and pool dome;
- An extension to the Holy Trinity Lutheran Church sanctuary;
- The final phase of the Wellington School expansion;
- The new Amelita Mirolo Barn in Sunny 95 Park.

Economic development activity remains steady, with increased awareness of Upper Arlington as a business- and development-friendly community. Continuing efforts to attract and retain a diverse mix of smaller medical and professional office users will be key to maintaining a healthy

business base. In 2010 specifically, a number of businesses moved to Upper Arlington, or committed to expansions, including:

- EMC2
- Kenexis
- New Avenue Architects
- Cardiox
- Metrolinked/Kidslinked
- Expedient

Long-term financial planning. The City of Upper Arlington's Master Plan, adopted in 2001, serves as the community's vision for its future, and comprehensively addresses a wide range of goals and considerations within the areas of land use, housing, community facilities and appearance, economic development, transportation and infrastructure, and implementation. The Master Plan's ultimate goal is to preserve and enhance the community's quality of life, while assuring fiscal stability over the long term. Built into the Master Plan are several implementation strategies designed to keep the document alive and evolving over a 10-year period, at which time a major review and update is scheduled, a process that is currently underway.

A significant portion of the City's role in reinvesting in Upper Arlington is to protect and enhance those investments already made as the community grew and took shape over the course of many decades – our underground and surface infrastructure, public facilities and parks. The City remains committed to improving its aging infrastructure through its Capital Improvement Program (CIP). The CIP maintains a seven-year funding of approximately \$6.4 million annually through 2017.

Using the adopted financial and debt policies for capital investments, the CIP plan consists of a combination of cash and financing. The City issues general obligation bonds for financing capital improvement projects. The bonds are primarily paid with income tax receipts. The City dedicates 13.3% of income taxes collected for capital improvements to pay principal and interest on the related debt. The plan incorporates \$10.3 million in proceeds of bonds issued in 2009 and 2010 as well as \$21.5 million in cash. Remaining sources are yet to be determined but may include cash, intergovernmental grants, and transfers of estate tax revenue.

Relevant financial policies. A debt policy was adopted on September 8, 2003 to establish conditions for the use of debt and to create policies that minimize the City's debt service and issuance costs, retain the highest credit rating and maintain full and complete financial disclosure and reporting.

In addition, City financial policies dictate that a reserve will be maintained in the Unrestricted Fund Balance at a level for meeting the day-to-day obligations of the City equal to 20% of the General Fund operating budget.

Major initiatives

Amidst continuing financial challenges, the City has successfully retained Triple A financial ratings from Moody's Investors Service, and Standard & Poor's. These are the highest ratings available, and reaffirm the City takes its fiscal responsibilities seriously. It also means the City can expect to benefit from the lowest possible interest rates in the marketplace at any given time for future bond sales.

One of the community's top goals for many years became a reality in 2010. Echo/Continental's decision in 2008 to purchase and redevelop the Kingsdale Shopping Center put into motion much needed revitalization for the heart of our community. Upon approval of a collaborative public/private partnership between the City and the developer, work began in earnest at the site in the summer of 2009. A new Giant Eagle "Market District" grocery store opened in the fall of 2010, and approximately 100,000 square feet of additional retail and restaurant space consisting of both renovated existing space and new construction has been completed to date – with a majority of the spaces already filled. More than 100,000 square feet of new Class A office/medical space is planned for the south end of the site as part of a second phase, set to commence with

the City's purchase of property in summer 2011. The City was assisted in 2010 by a \$750,000 Clean Ohio grant, offsetting demolition and remediation expenses on the office site.

Following completion of the new Fire Station 72 on Reed Road in 2009, work began in 2010 to demolish and remove the old station, and redevelop the portion of Reed Road Park surrounding the station with sand volleyball courts, skate park, additional parking and new landscaping. With the consolidation of the operations of Fire Station 73 into Fire Station 72, the Parks & Recreation Department has taken advantage of the partially vacated facility on Coach Road for programming until a final determination on this facility's future can be determined. The Recreation Station has enabled the department to add many new programs that could not previously be offered to the community, with great success.

No sooner was the new Sunny 95 Park opened for the community's use in the spring of 2010, were plans announced by the Upper Arlington Community Foundation to raise approximately \$900,000 as part of a capital campaign to build a beautiful new all season facility in the park. With fundraising on track to meet the Foundation's goals, City Council was asked and agreed to provide a bridge loan that would enable the commencement of construction in 2010. In the summer, work began to prepare the site, and by September the community gathered to watch as historic beams from Upper Arlington's oldest known farm structure were raised and integrated into a larger structure. One year after Sunny 95 Park opened, the community gathered once again to celebrate the grand opening of the Amelita Mirolo Barn, a facility that offers a large indoor space with restrooms and catering kitchen, covered stage and outdoor amphitheatre, patios and landscaping, all overlooking the park's pond. At this celebration, the Foundation gifted the barn to the City, providing the community with a premier indoor facility able to host family celebrations, weddings, educational programs and much more.

The Public Services Department completed its transition to a more streamlined operation, reflective of reductions in the City's fleet and recent service-delivery enhancements. Using a combination of cross training to enable employees to perform a wider range of duties, and not filling some positions as they have become vacant from retirements or employees leaving for other positions, the department is on track to save the City considerable operating dollars moving forward.

Additionally, recognizing that revenue projections will remain flat in the coming two years, along with continued discussions about elimination of the Estate Tax and further reductions to the Local Government Fund, efforts were made at the close of 2010 to bring expenditures below revenue projections, and to take steps over the long term to help contain rising personnel costs. Examples include the formal elimination of six positions that had come vacant through retirements or staff leaving for other jobs, elimination of the Animal Control Officer, the reduction of two positions to part-time, and establishment of a hiring freeze for existing or future positions that fall vacant. Additionally, steps were taken to transition non-union employees to paying the 10% pension pickup currently provided by the City, and any new hires will receive a different vacation accrual program from their fellow non-union employees, with a cap of three weeks per year, and a maximum carryover of three times the annual accrual rate. A class and compensation study was initiated for the first part of 2011, to study pay ranges and benefits for City positions with similar job functions in both the public and private sectors, to determine if the City is in line with the market or if additional adjustments may be necessary moving forward.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the 23rd consecutive Certificate of Achievement for Excellence in Financial Reporting to the City of Upper Arlington for its comprehensive annual report for the fiscal year ended December 31, 2009.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

Additionally, the City received its fifth consecutive Award for Outstanding Achievement in Popular Annual Financial Reporting from GFOA for the 2009 Popular Annual Financial Report, which provides a reader-friendly summary of the City's financial standing from year to year.

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

Respectfully submitted,



Catherine M. Armstrong, CPA
Finance Director



Virginia L. Barney
City Manager



CITY OF | **UPPER ARLINGTON**

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Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Upper Arlington
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2009

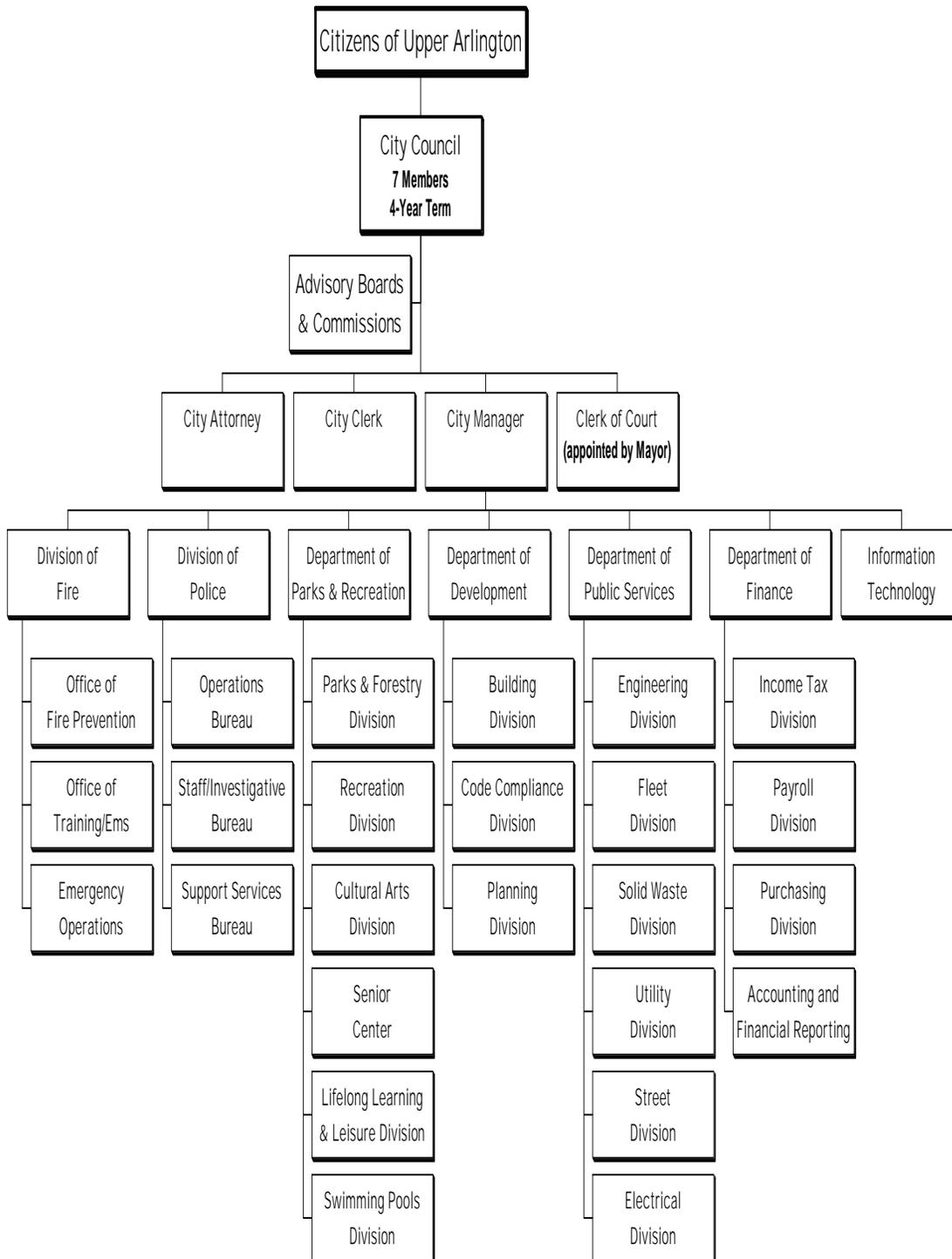
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

Organizational Chart



**CITY OF UPPER ARLINGTON, OHIO
LIST OF CITY OFFICIALS
December 31, 2010**

City Council

President/Mayor	Frank Ciotola
Vice President/Vice Mayor	Mary Ann Krauss
Council Member	David DeCapua
Council Member	Debbie Johnson
Council Member	Edward F. Seidel, Jr.
Council Member	Wade Steen
Council Member	Erik F. Yassenoff

Appointed Officials

City Manager	Virginia L. Barney
City Attorney	Jeanine Hummer
City Clerk	Beverly Clevenger
Clerk of Court	Melissa Kohler

Executive Staff

Assistant City Manager	Joseph T. Valentino
Development Director	Dean Sivinski
Finance Director	Catherine M. Armstrong
Fire Division Chief	Jeff Young
Parks and Recreation Director	Timothy O. Moloney
Police Division Chief	Brian Quinn
Public Services Director	Darryl Hughes



CITY OF | **UPPER ARLINGTON**

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Julian & Grube, Inc.

Serving Ohio Local Governments

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

Independent Auditor's Report

Members of City Council
City of Upper Arlington
3600 Tremont Road
Upper Arlington, OH 43221

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio, as of and for the year ended December 31, 2010, which collectively comprise the City of Upper Arlington's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Upper Arlington's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

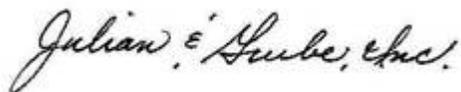
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio, as of December 31, 2010, and the respective changes in financial position and where applicable, cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2011, on our consideration of the City of Upper Arlington's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Independent Auditor's Report
City of Upper Arlington

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis* on pages 3 - 16 and *Required budgetary comparison information and notes* on pages 65 - 70 as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the City of Upper Arlington's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



Julian & Grube, Inc.

June 23, 2011

A. REQUIRED SUPPLEMENTARY INFORMATION – MD&A



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio Management's Discussion and Analysis

As management of the City of Upper Arlington (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Upper Arlington for the year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found at the front of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$103,501,209 (net assets). Of this amount, \$37,752,707 (unrestricted net assets) may be used to meet the government's ongoing governmental activities obligations and \$3,458,048 (unrestricted net assets) may be used to meet the business-type activities obligations to citizens and creditors.
- The City's total net assets increased by \$3,588,162, or 3.6%.
- At the end of the current fiscal year, the unreserved fund balance for the General Fund was \$26,258,111, or 89.2% of the total General Fund expenditures.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$53,315,408, an increase of \$5,016,103 in comparison with the prior year. Approximately 90.6% of this total amount, or \$48,317,961, is considered unreserved at December 31, 2010. Though unreserved, the City has committed through the budgeting process to a seven-year infrastructure improvement plan of approximately \$6.4 million a year, or a total infrastructure improvement plan of \$45.1 million. Accordingly, the City has set aside \$19,505,509 within capital project funds and \$358,391 within its debt service fund. In addition, the City has designated \$8,337,433 of the General Fund balance for payment of pension obligations as well as capital acquisitions and related debt. Another \$2,195,950 has been segregated within special revenue funds such as the Street Maintenance and Repair Fund. After accounting for these funds set aside for the aforementioned purposes, the unreserved and undesignated fund balance of the City's governmental funds is \$17,920,678.

Overview of the Financial Statements

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

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

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

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

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees or charges (business-type activities). The governmental activities of the City include public safety, general government, public services, parks and recreation, and community development. The business-type activities of the City include five enterprise activities: a sanitary sewer system, a stormwater system, a water management system, solid waste collection, and three swimming pool facilities.

The government-wide financial statements can be found on pages 19-21 of this report.

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

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

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

The City of Upper Arlington maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the General Obligation Bond Retirement Fund, Street Construction Maintenance and Repair Fund, Bonded Improvement Fund, and the Estate Tax Capital Projects Fund, all of which are considered major funds. Data from the other 16 governmental funds are combined into a single, aggregated presentation.

Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the supplemental section of this report.

The basic governmental fund financial statements can be found on pages 22 – 29 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water, sanitary sewer, storm sewer, swimming pool, and solid waste collection operations. *Internal service* funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains one internal service fund to recover costs and pay premiums for employee health and dental benefits.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Surcharge, Sanitary Sewer Surcharge, Stormwater, Swimming Pools, and Solid Waste Fund, which are considered to be major funds of the City. Additionally, the internal service fund is presented in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 30 – 37 of this report.

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

The basic fiduciary fund financial statement can be found on page 38 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 39 – 64 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City. Required supplementary information can be found on pages 66 – 70 of this report.

Other Supplementary Information, including additional budgetary schedules, the combining statements referred to earlier in connection with non-major governmental funds and non-major business-type funds, are presented immediately following the other required supplemental information. The additional budgetary schedules, and combining and individual fund statements and schedules can be found on pages 72 – 130 of this report.

Additionally, the Statistical Section of this report, which can be used to enhance the understanding of the economic condition of the City as a whole, can be found on pages 131-163.

City of Upper Arlington						
Net Assets						
(in thousands)						
	<u>Governmental activities</u>		<u>Business-type activities</u>		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Current and other assets	\$ 74,196	\$ 67,948	\$ 3,775	\$ 4,045	\$ 77,971	\$ 71,993
Capital assets	<u>67,469</u>	<u>62,452</u>	<u>21,678</u>	<u>21,344</u>	<u>89,147</u>	<u>83,796</u>
Total assets	\$ <u>141,665</u>	\$ <u>130,400</u>	\$ <u>25,453</u>	\$ <u>25,389</u>	\$ <u>167,118</u>	\$ <u>155,789</u>
Long-term liabilities outstanding	\$ 47,178	\$ 39,131	\$ 2,430	\$ 2,826	\$ 49,608	\$ 41,957
Other liabilities	<u>13,773</u>	<u>13,540</u>	<u>236</u>	<u>379</u>	<u>14,009</u>	<u>13,919</u>
Total liabilities	\$ <u>60,951</u>	\$ <u>52,671</u>	\$ <u>2,666</u>	\$ <u>3,205</u>	\$ <u>63,617</u>	\$ <u>55,876</u>
Net assets:						
Invested in capital assets, net of related debt	\$ 35,574	\$ 32,666	\$ 19,329	\$ 18,600	\$ 54,903	\$ 51,265
Restricted	7,388	6,946			7,388	6,946
Unrestricted	<u>37,753</u>	<u>38,116</u>	<u>3,458</u>	<u>3,585</u>	<u>41,211</u>	<u>41,702</u>
Total net assets	\$ <u>80,715</u>	\$ <u>77,728</u>	\$ <u>22,787</u>	\$ <u>22,185</u>	\$ <u>103,502</u>	\$ <u>99,913</u>

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The City's assets exceed liabilities by \$103,501,209 at the close of 2010.

A large portion of the City's net assets (53.0 percent) reflects its investment in capital assets (e.g. land, buildings, improvements other than buildings, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding plus any significant unspent bond proceeds. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net assets, (7.1 percent) represents resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net assets, \$41,210,755, may be used to meet the government's on-going obligations to citizens and creditors. It is important to note that although the total unrestricted net assets are \$41,210,755, the unrestricted net assets of the City's business-type activities, \$3,458,048, may not be used to fund governmental activities.

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

- The increase in governmental activities total assets was \$11,265,521, or 8.6%.
- The increase in governmental activities total liabilities was \$8,279,281, or 15.7%.

The increases governmental activities assets were a result of the issuance of \$10 million in bonds in December of 2010, as well increases in accounts receivable, and \$5.0 million of net capital improvements. The increase in governmental activities total liabilities was primarily a result of the increase in non-current liabilities from the issuance of debt.

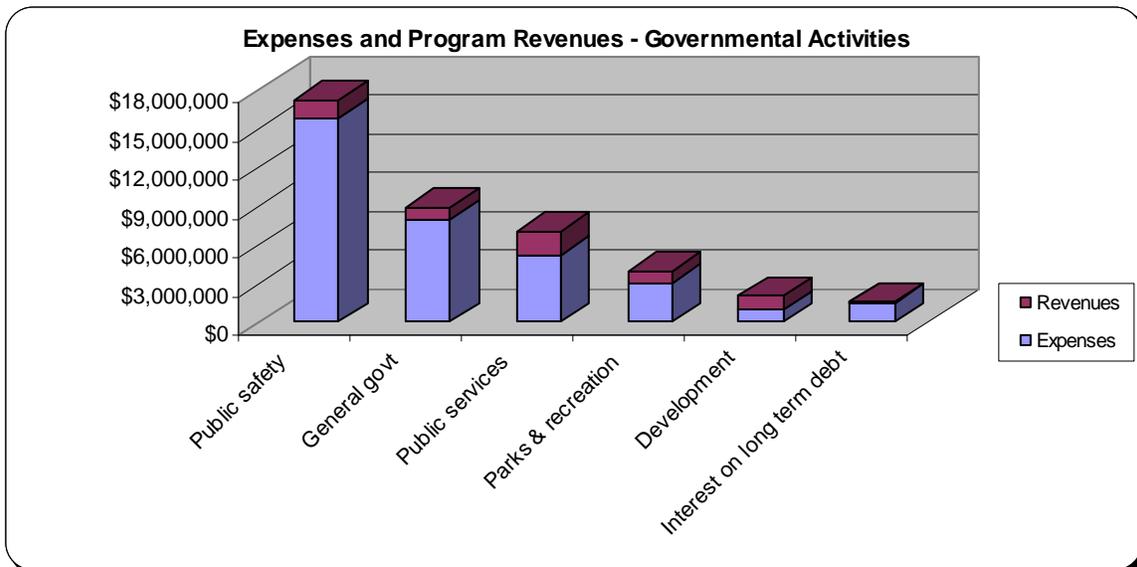
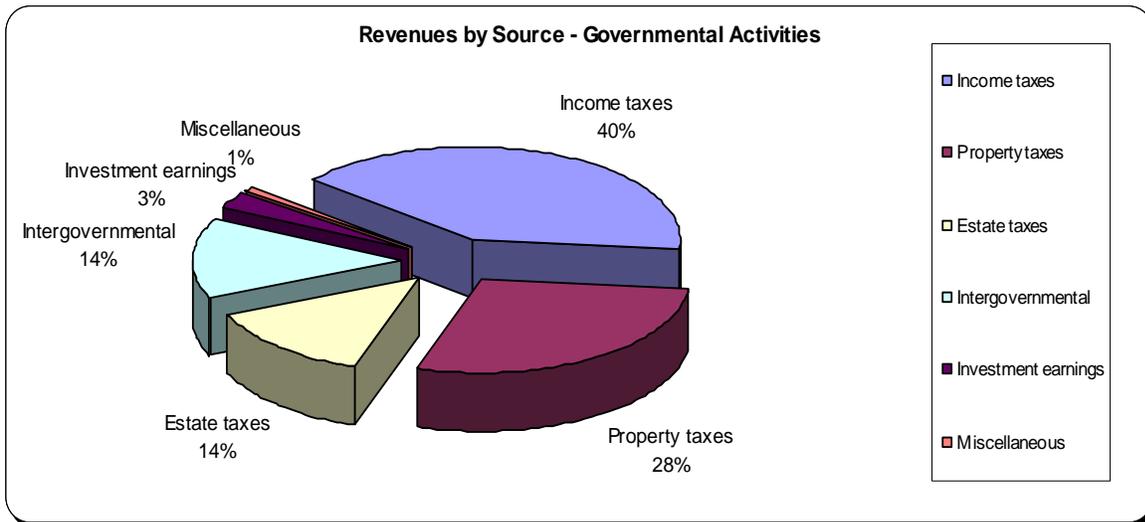
- The increase in business-type activities total assets was \$63,278, or 0.2%.

- The business-type activities total liabilities decreased by \$538,644, or 16.8%.

The overall increase in net business type assets was primarily due to contributed capital infrastructure offset by operating losses within the funds. The decrease in business-type liabilities is attributed to decreases in accounts payable and payments of long-term loans and bonds.

Governmental activities. Governmental net assets increased by \$2,986,240, or 3.8%. The City's income tax revenue was slightly better than projections for 2010 at \$13.1 million, and above the 2009 revenue total of \$12.2 million. Overall revenues increased approximately \$2.6 million as income tax revenues increased \$0.9 million and charges for services, primarily in the Community Development function, increased \$1.3 million. Intergovernmental increases were offset by decreases in miscellaneous revenue. Estate taxes and operating grants and contributions showed modest gains over the prior year. Governmental expenses remained flat at \$34.3 million.

The following charts illustrate both the 2010 revenues and expenses for governmental activities.

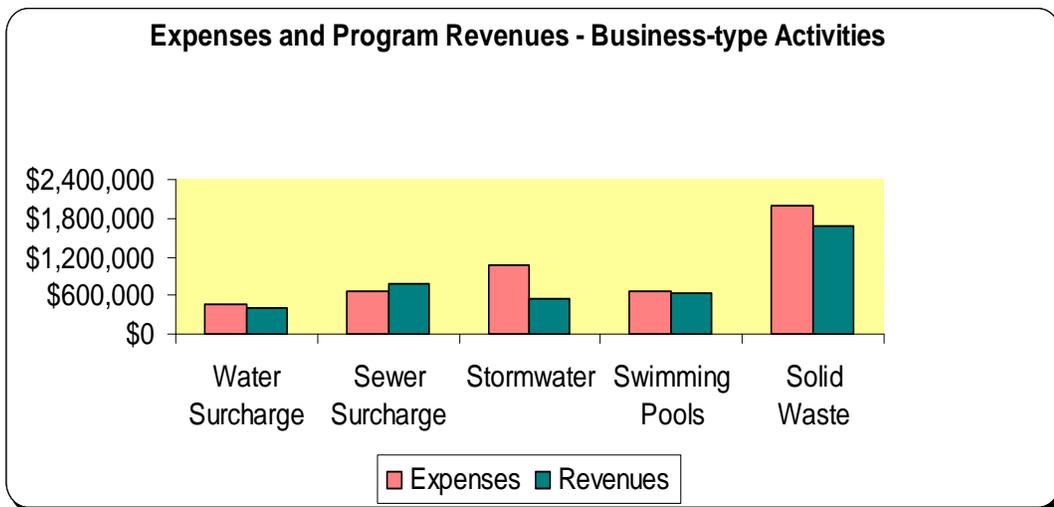
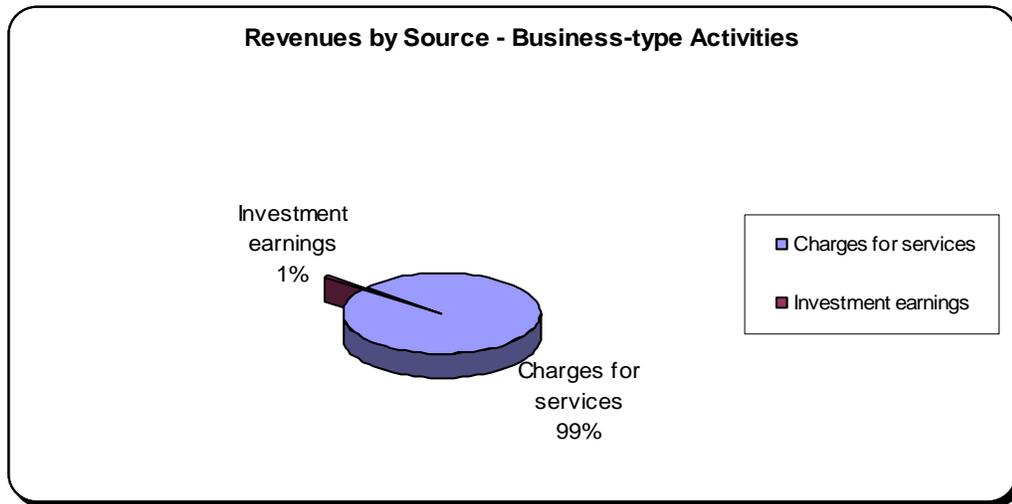


**City of Upper Arlington
Changes in Net Assets**

	Governmental Activities		Business – Type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues:						
<i>Program revenues:</i>						
Charges for services	\$ 4,221,002	\$ 2,966,911	\$ 4,035,300	\$ 3,957,616	\$ 8,256,302	\$ 6,924,527
Operating grants & contributions	2,060,117	1,813,340		364	2,060,117	1,813,704
Capital grants & contributions		79,800				79,800
<i>General revenues:</i>						
Income taxes	13,165,348	12,173,360			13,165,348	12,173,360
Estate taxes	4,461,866	4,191,686			4,461,866	4,191,686
Property taxes	9,121,989	9,109,176			9,121,989	9,109,176
Intergovernmental unrestricted	4,416,591	3,484,158			4,416,591	3,484,158
Unrestricted investment earnings	866,063	887,257	50,874	35,734	916,937	922,991
Other miscellaneous revenues	293,267	1,306,058			293,267	1,306,058
Total revenues	38,606,243	36,011,746	4,086,174	3,993,714	42,692,417	40,005,460
Expenses:						
Public safety	15,724,322	16,110,459			15,724,322	16,110,459
General government	7,902,501	8,189,078			7,902,501	8,189,078
Public services	5,159,433	4,708,526			5,159,433	4,708,526
Parks and recreation	3,052,279	3,346,205			3,052,279	3,346,205
Community development	952,833	984,248			952,833	984,248
Interest on long-term debt	1,463,812	1,204,757			1,463,812	1,204,757
Water Surcharge			453,168	400,103	453,168	400,103
Sanitary Sewer Surcharge			650,943	793,796	650,943	793,796
Stormwater			1,068,505	858,251	1,068,505	858,251
Swimming pools			667,485	735,539	667,485	735,539
Solid Waste			2,008,974	1,952,436	2,008,974	1,952,436
Total expenses	34,255,180	34,543,273	4,849,075	4,740,125	39,104,255	39,283,398
Increase (decrease) in net assets before transfers	4,351,063	1,468,473	(762,901)	(746,411)	3,588,162	722,062
Transfers	(1,364,823)	(1,047,894)	1,364,823	1,047,894	–	–
Increase (decrease) in net assets	2,986,240	420,579	601,922	301,483	3,588,162	722,062
Net assets ---- January 1 st	77,728,315	77,307,736	22,184,732	21,883,249	99,913,047	99,190,985
Net assets---- December 31st	80,714,555	\$ 77,728,315	\$ 22,786,654	\$ 22,184,732	\$ 103,501,209	\$ 99,913,047

Business-type activities. Business-type activities increased the City's net assets by \$601,922. The key element of the increase was the current year transfers of capital assets from governmental sources of \$1,364,823. This increase is offset by combined operating losses of \$770,882 resulting from non-cash depreciation expenses of \$864,190.

The following chart illustrates both 2010 revenues and expenses for the business type activities.



Financial Analysis of the Government's Funds

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

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

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$53,315,408, an increase of \$5,016,103 in comparison with the prior year. Approximately 90.6% of this total amount, or \$48,317,961, is available for spending at the City's discretion (unreserved fund balance). Though unreserved, the City has committed through the budgeting process to a seven-year infrastructure improvement plan of approximately \$6.4 million a year, or a total infrastructure improvement plan of \$45.1 million. Accordingly, the City has set aside \$19,505,509 within capital project funds and \$358,391 within its debt service fund. In addition, the City has designated \$8,337,433 of the General Fund balance for payment of pension obligations as well as capital acquisitions and related debt. Another \$2,198,950 has been segregated within special revenue funds such as the Street Maintenance and Repair Fund. After accounting for these funds set aside for the aforementioned purposes, the unreserved and undesignated fund balance of the City's governmental funds is \$17,920,678.

The remainder of the governmental fund balances is reserved. It has already been committed to liquidate contracts and purchase orders for the prior period (\$4,110,980), risk management utilization (\$677,093) and inventory (\$209,374).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$26,258,111, while the total fund balance was \$28,074,950. The City has designated \$322,173 of the General Fund balance for payment of pension obligations and \$8,015,260 for capital acquisitions and related debt.

The fund balance of the City's General Fund increased by \$1,320,794 in 2010. The key factors of this increase are as follows:

- ❑ An increase in income tax revenues of \$1,172,463 and
- ❑ An increase in intergovernmental revenues of \$248,377 and
- ❑ A decrease in public safety expenditures of \$594,162 and
- ❑ An increase in public service expenditures of \$238,252 and
- ❑ A decrease in capital outlay expenditures of \$441,107 and
- ❑ An increase in other financing sources of \$1,600,000 from repayment of a transfer to the Bonded Improvement Fund.

The fund balance of the City's Street Maintenance and Repair Fund decreased by \$137,040 in 2010. Operating revenues of motor fuel and motor vehicle license tax of \$1,668,237 were \$170,230 higher than the previous year, but still not sufficient to cover 2010 operating costs of \$1,805,277, an increase of \$71,437 over the prior year, and causing the decrease in fund balance in the current year.

The fund balance of the City's General Obligation Bond Retirement Fund increased by \$64,309 primarily do to an increase in intergovernmental revenue in the form of a federal interest subsidy.

The fund balance of the City's Bonded Improvement Fund increased by \$4,371,017. The key factors in this net increase were as follows:

- ❑ An issuance of \$10,000,000 of general obligation bonds for City infrastructure improvements net of \$4,059,168 bond improvement expenditures and
- ❑ A transfer out of \$1,600,000 to the General Fund

The Estate Tax Fund balance decreased by \$1,711,172 as a result of a \$1,502,658 decrease in monies transferred in and increase in capital infrastructure expenditures of \$1,604,259 over the previous year.

Proprietary funds. The City's proprietary funds provide the same type of information found in the business-type activities of the government-wide financial statements, with the exception of the allocation of the internal service fund net assets and related net income, but in more detail.

Unrestricted net assets at the end of the year amounted to \$326,729 for the Water Surcharge Fund; \$233,574 for the Sanitary Sewer Surcharge Fund; \$2,283,819 for the Stormwater Fund; \$398,122 for the Swimming Pools Fund; and \$86,461 for the Solid Waste Fund. The change in net assets for the proprietary funds was \$282,444, \$127,587, \$63,826, (\$42,567), and \$130,268, respectively.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of December 31, 2010, amounts to \$89,145,869 net of accumulated depreciation. This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure and construction in progress. The City's overall investment in capital assets increased \$5,350,657, or 6.3%.

Major capital asset events during the current fiscal year included the following:

- ❑ **Key Construction/Reconstruction** – The City continued its strategy of capital improvements for its aging infrastructure. Engineering and studies for street, waterline, and stormwater projects that have begun or will begin in future years included: Fishinger Road, Henderson Road, Ridgeview & Farleigh Roads, 2011 Street Reconstruction program, and the Reed Road park design.

Key Construction-in-progress infrastructure projects included: Arlington Avenue, Waltham Road reconstruction, Crafton Park waterline, and the Donna-Hillview waterline.

Key Completed construction and infrastructure projects included: new Reed Road fire station, Collingswood Road waterline, Oxford/Wickliffe Road improvements, Coventry Road reconstruction, Sunny 95 Park, and the 2009 Street Maintenance and 2009 Street Reconstruction programs.

**City of Upper Arlington's Capital Assets
(net of accumulated depreciation)**

	Governmental Activities		Business-type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Land	\$ 4,454,512	\$ 4,454,512	\$ 1,236,573	\$ 1,236,573	\$ 5,691,085	\$ 5,691,085
Building	8,274,859	1,107,105	-	-	8,274,859	1,107,105
Improvements	4,738,571	3,757,490	4,049,743	4,140,716	8,788,314	7,898,206
Machinery and equipment	3,434,707	3,520,615	467,328	280,559	3,902,035	3,801,174
Infrastructure	38,249,917	35,499,595	15,849,851	15,451,761	54,099,768	50,951,356
Construction in progress	<u>8,316,002</u>	<u>14,112,071</u>	<u>73,806</u>	<u>234,215</u>	<u>8,389,808</u>	<u>14,346,286</u>
Total	<u>\$67,468,568</u>	<u>\$62,451,388</u>	<u>\$21,677,301</u>	<u>\$21,343,824</u>	<u>\$89,145,869</u>	<u>\$83,795,212</u>

Additional information on the City's capital assets can be found in note 4 on pages 52 - 53 of this report.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of \$45,249,358. This debt is backed by the full faith and credit of the City. The City does not have any revenue bonds.

City of Upper Arlington's Outstanding Bonded General Obligation Debt

	Governmental Activities		Business-type Activities		Total	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
General						
Obligation Bonds	\$44,102,083	\$36,054,333	\$ 1,147,275	\$ 1,296,855	\$ 45,249,358	\$ 37,351,188
Total	<u>\$44,102,083</u>	<u>\$36,054,333</u>	<u>\$ 1,147,275</u>	<u>\$ 1,296,855</u>	<u>\$ 45,249,358</u>	<u>\$ 37,351,188</u>

During the current fiscal year, the City's total bonded debt increased by \$7,898,170. This increase was primarily the result of the issuance general obligation bonds in the amount of \$10,000,000, net of retirements of principal of \$1,985,000.

The City has received a "Aaa" rating from Moody's and a "AAA" rating from Standard & Poor's for general obligation debt. These are the highest ratings available, and Upper Arlington is one of just four Ohio communities to have achieved this distinction.

The City is within all of its legal debt limitations. The Ohio Revised Code provides that the net debt (as defined in the Ohio Revised Code) of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal

corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of the property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. The current debt limitation for the City is \$166,050,848, which is significantly greater than the City's outstanding general obligation debt.

Additional information on the City's long-term debt can be found in note 6 on pages 55 - 59 of this report.

General Fund Budgetary Highlights

In 2010, the City amended the 2010 General Fund budget by an increase of \$3,610,872. Major factors included \$2,000,000 for a fund transfer to the debt service fund, \$600,000 for a loan to a community support foundation, \$807,297 in fund transfers to capital projects funds in accordance with capital improvement management policies, \$155,000 for salaries related to the settlement of the FOP bargaining agreement, \$87,000 for street division salaries for snow removal, (\$238,425) for various reductions in multiple departments to accommodate the aforementioned salary increases, and \$200,000 for an unused contingency for emergencies during City Council's winter break.

The transfer to the debt service fund was possible due to the return of a \$1,600,000 transfer to the Bonded Improvement Fund for bridge financing and \$400,000 of the existing fund balance as was the \$600,000 loan to the community support foundation. The \$807,297 transfer to capital projects funds was possible due to additional estate tax revenue received. The additional park land improvements and purchases of capital equipment were possible from the existing budgeted revenues and existing fund balance. The unused contingency for emergencies was budgeted from the existing unappropriated fund balance.

Economic Factors and Next Year's Budgets and Rates

- ❑ The unemployment rate for 2010 for the Columbus area (Upper Arlington is a first-tier suburb) was 7.7 percent, which represents a favorable decrease from a rate of 9.8 percent a year ago. This compares favorably to the state's 2010 average unemployment rate of 9.5 percent and favorably to the national average rate of 9.6 percent.
- ❑ Income tax collections were 1.7% above budget projections for 2010 at \$13.6 million. This resulted in an increase of \$739 thousand in actual collections in 2010 as compared to 2009, and can be primarily attributed to the net profits component of the income tax collections.
- ❑ The assessed value of the property in the City remained stable, and the related property tax collections increased 1.3% to \$10.9 million in 2010.
- ❑ The Development Department issued 370 residential and commercial permits in 2010, with a total construction value of approximately \$48.3 million. The continued high level of home renovations speaks to residents' continued confidence in the City as a stable and desirable residential community.
- ❑ The City does not have a permanent source of revenue to fund capital infrastructure maintenance or improvements. The City has committed through the budgeting process to a seven-year infrastructure improvement plan of approximately \$6.4 million a year or a total infrastructure improvement plan of \$45.1 million. Issuing debt and utilizing unrestricted fund balances are the planned funding sources for this infrastructure improvement plan.

All of these factors were considered in preparing the City's Budget for the 2011 fiscal year.

During the current fiscal year, unrestricted budgetary fund balance in the General Fund operating account declined \$1,938,660 to a fund balance of \$7,848,491. The City has appropriated \$30,214,209 for operating expenditures in the 2011 fiscal year budget, which includes the 2011 budgeted revenues of \$29,525,978.

Other Budgetary Highlights

Rate changes: Additionally, the Development and Parks and Recreation Departments charge for licenses and fees in the governmental funds, and those rates were increased at varying percentages for program expenses.

Health insurance costs decreased 3.8% during the current fiscal year. The City continues its efforts to contain these costs through revisions to its prescription drug program, increases in employee contributions for health care and the offering of Health Savings Accounts. The City became self-insured for workers compensation costs in 2010 and realized more than \$319 thousand as compared to 2009.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, 3600 Tremont Road, Upper Arlington, Ohio, 43221. This report is also available on the City's website at www.ua-ohio.net.

B. BASIC FINANCIAL STATEMENTS



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
Statement of Net Assets
December 31, 2010

	<u>Primary Government</u>			<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>The Upper Arlington Community Improvement Corporation</u>
ASSETS				
Cash, cash equivalents and investments	\$ 52,535,742	\$ 3,453,965	\$ 55,989,707	
Cash, cash equivalents in segregated accounts				\$ 46,387
Accounts receivable (net of allowance for uncollectibles)	21,047,458	183,148	21,230,606	
Inventories	209,374		209,374	
Deferred charges	520,927	21,645	542,572	
Internal balances	(116,720)	116,720	-	
Capital assets:				
Land	4,454,512	1,236,573	5,691,085	
Construction in progress	8,316,002	73,806	8,389,808	
Other capital assets, net of accumulated depreciation	54,698,054	20,366,922	75,064,976	
Total assets	<u>\$ 141,665,349</u>	<u>\$ 25,452,779</u>	<u>\$ 167,118,128</u>	<u>\$ 46,387</u>
LIABILITIES				
Accounts payable	\$ 1,594,947	\$ 202,486	\$ 1,797,433	
Accrued liabilities	1,073,740	32,777	1,106,517	
Unearned revenue	11,104,004	560	11,104,564	
Noncurrent liabilities:				
Due within one year				
Accrued vacation and sick leave	1,441,490	36,723	1,478,213	
Ohio Public Works Commission Loans - current		254,582	254,582	
Bonds & notes payable, net - current	2,480,000	150,000	2,630,000	
Due in more than one year:				
Accrued vacation and sick leave	1,634,530	44,884	1,679,414	
Ohio Public Works Commission Loans		946,838	946,838	
Bonds & notes payable, net	41,622,083	997,275	42,619,358	
Total liabilities	<u>60,950,794</u>	<u>2,666,125</u>	<u>63,616,919</u>	<u>-</u>
NET ASSETS				
Invested in capital assets, net of related debt	35,574,440	19,328,606	54,903,046	
Restricted for:				
Capital projects	3,817,011		3,817,011	
Debt service	221,587		221,587	
Street construction, maintenance and repair	1,564,768		1,564,768	
Public safety	1,061,893		1,061,893	
Economic development	352,782		352,782	
Pension obligations	322,173		322,173	
Other purposes	47,194		47,194	
Unrestricted	37,752,707	3,458,048	41,210,755	\$ 46,387
Total net assets	<u>\$ 80,714,555</u>	<u>\$ 22,786,654</u>	<u>\$ 103,501,209</u>	<u>\$ 46,387</u>

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

City of Upper Arlington, Ohio
Statement of Activities
For the Year Ended December 31, 2010

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
Public Safety	\$ 15,724,322	\$ 1,390,711	\$ 9,486	\$ -
General Government	7,902,501	818,438	131,090	
Public Services	5,159,433	80,015	1,786,474	
Parks and Recreation	3,052,279	878,945		
Community Development	952,833	1,052,893		
Interest on long-term debt	1,463,812		133,067	
Total governmental activities	<u>34,255,180</u>	<u>4,221,002</u>	<u>2,060,117</u>	<u>-</u>
Business-type activities:				
Water Surcharge	453,168	400,872		
Sanitary Sewer Surcharge	650,943	773,647		
Stormwater	1,068,505	547,530		
Swimming Pools	667,485	627,780		
Solid Waste	2,008,974	1,685,471		
Total business-type activities	<u>4,849,075</u>	<u>4,035,300</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 39,104,255</u>	<u>\$ 8,256,302</u>	<u>\$ 2,060,117</u>	<u>\$ -</u>
Component Unit -				
Community Improvement Corporation of Upper Arlington	<u>\$ 9,696</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
General revenues:				
Income taxes				
Property taxes				
Estate taxes				
Intergovernmental unrestricted				
Unrestricted investment earnings				
Miscellaneous				
Transfers				
Total general revenues				
Changes in net assets				
Net assets - beginning				
Net assets - ending				

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

<u>Primary Government</u>			<u>Component Unit</u>
Net (Expense) Revenue and Changes in Net Assets			The Upper Arlington Community Improvement Corporation
<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	
\$ (14,324,125)		\$ (14,324,125)	
(6,952,973)		(6,952,973)	
(3,292,944)		(3,292,944)	
(2,173,334)		(2,173,334)	
100,060		100,060	
<u>(1,330,745)</u>		<u>(1,330,745)</u>	
<u>(27,974,061)</u>		<u>(27,974,061)</u>	
	\$ (52,296)	(52,296)	
	122,704	122,704	
	(520,975)	(520,975)	
	(39,705)	(39,705)	
	<u>(323,503)</u>	<u>(323,503)</u>	
	<u>(813,775)</u>	<u>(813,775)</u>	
<u>(27,974,061)</u>	<u>(813,775)</u>	<u>(28,787,836)</u>	
			<u>\$ (9,696)</u>
13,165,348		13,165,348	
9,121,989		9,121,989	
4,461,866		4,461,866	
4,416,591		4,416,591	
866,063	50,874	916,937	292
293,267		293,267	
<u>(1,364,823)</u>	<u>1,364,823</u>	<u>-</u>	
<u>30,960,301</u>	<u>1,415,697</u>	<u>32,375,998</u>	<u>292</u>
<u>2,986,240</u>	<u>601,922</u>	<u>3,588,162</u>	<u>(9,404)</u>
<u>77,728,315</u>	<u>22,184,732</u>	<u>99,913,047</u>	<u>55,791</u>
<u>\$ 80,714,555</u>	<u>\$ 22,786,654</u>	<u>\$ 103,501,209</u>	<u>\$ 46,387</u>

City of Upper Arlington, Ohio
 Balance Sheet
 Governmental Funds
 December 31, 2010

ASSETS	<u>General</u>	<u>Street Construction Maintenance and Repair</u>
Cash, cash equivalents and investments	\$ 24,756,025	\$ 498,644
Receivables (net of allowance for uncollectibles)	17,735,355	790,386
Inventories	91,414	117,960
Total assets	\$ 42,582,794	\$ 1,406,990
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 391,419	\$ 65,438
Due to other funds	285,319	24,106
Deferred revenue	12,891,816	525,867
Accrued liabilities	863,620	49,801
Accrued vacation & sick leave liability	75,670	
Total liabilities	14,507,844	665,212
Fund balances:		
Reserved for:		
Encumbrances	1,048,332	4,855
Inventory	91,414	117,960
Self-Insurance	677,093	
Unreserved:		
Designated for capital acquisitions & related debt	8,015,260	
Designated for pension obligations	322,173	
Undesignated, reported in:		
General fund	17,920,678	
Special revenue funds		618,963
Capital project funds		
Debt service funds		
Total fund balances	28,074,950	741,778
Total liabilities and fund balances	\$ 42,582,794	\$ 1,406,990

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

General Obligation Bond Retirement	Bonded Improvement	Estate Tax Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 347,999	\$ 11,958,173	\$ 8,243,924	\$ 4,916,599	\$ 50,721,364
927,291		486,517	1,084,125	21,023,674
				209,374
<u>\$ 1,275,290</u>	<u>\$ 11,958,173</u>	<u>\$ 8,730,441</u>	<u>\$ 6,000,724</u>	<u>\$ 71,954,412</u>
	\$ 338,340	\$ 544,184	\$ 92,176	\$ 1,431,557
	15	50	1,240	310,730
\$ 916,899		460,000	1,098,004	15,892,586
	1,226	3,940	9,874	928,461
				75,670
<u>916,899</u>	<u>339,581</u>	<u>1,008,174</u>	<u>1,201,294</u>	<u>18,639,004</u>
	1,251,092	1,214,694	592,007	4,110,980
				209,374
				677,093
				8,015,260
				322,173
				17,920,678
			1,576,987	2,195,950
	10,367,500	6,507,573	2,630,436	19,505,509
358,391				358,391
<u>358,391</u>	<u>11,618,592</u>	<u>7,722,267</u>	<u>4,799,430</u>	<u>53,315,408</u>
<u>\$ 1,275,290</u>	<u>\$ 11,958,173</u>	<u>\$ 8,730,441</u>	<u>\$ 6,000,724</u>	<u>\$ 71,954,412</u>



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
 Reconciliation of the Balance Sheet to the Statement
 of Net Assets - Governmental Funds
 December 31, 2010

Total Governmental Fund Balances		\$ 53,315,408
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not functional resources and therefore are not reported in the funds.		67,468,568
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
	Property taxes	101,568
	Income taxes	1,463,566
	Estate taxes	470,755
	Intergovernmental revenues	2,752,693
	Deferred charges	520,927
Long-term liabilities, including bonds and notes payable, are not due and payable in the current period and therefore are not reported in the funds.		
	Interest payable	(145,279)
	Accrued vacation and sick leave	(3,000,350)
	Bonds and Notes payable	(43,899,994)
	Deferred amounts on refundings, net	370,752
	Premium on bonds, net	(504,405)
	Accretion bonds, net	(68,436)
Internal service fund activity is used to account for insurance cost on a reimbursement basis activity by fund and department. The assets and liabilities are recorded in the governmental activities in the statement of net assets.		1,868,782
Net Assets of Governmental Activities		\$ 80,714,555

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

City of Upper Arlington, Ohio
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2010

REVENUES	<u>General</u>	<u>Street Construction Maintenance and Repair</u>	<u>General Obligation Bond Retirement</u>
Taxes:			
Property	\$ 8,261,538		\$ 872,749
Income	14,088,064		
Estate	4,074,563		
Motor fuel		\$ 1,135,820	
Intergovernmental	3,506,682	510,147	239,963
Licenses and permits	922,353		
Charges for services	1,616,721	1,600	
Fines and forfeits	388,268		
Investment earnings	688,930	6,985	
Miscellaneous	1,066,093	13,685	6,755
Total revenues	<u>34,613,212</u>	<u>1,668,237</u>	<u>1,119,467</u>
EXPENDITURES			
Current:			
Public safety	15,528,680		
General government	7,616,436		
Public services	1,330,988	1,805,277	
Parks and recreation	2,798,207		
Community development	991,447		
Debt service:			
Principal			1,985,000
Interest			1,393,164
Bond issuance costs			
Capital outlay:			
Capital outlay	1,177,723		
Total expenditures	<u>29,443,481</u>	<u>1,805,277</u>	<u>3,378,164</u>
Excess (deficiency) of revenues over (under) expenditures	5,169,731	(137,040)	(2,258,697)
OTHER FINANCING SOURCES (USES)			
Transfers in	1,600,000		2,323,006
Transfers out	(5,510,682)		
Issuance of bonds			
Premium on issuance of bonds			
Proceeds from sale of capital assets	61,745		
Total other financing sources and uses	<u>(3,848,937)</u>	<u>-</u>	<u>2,323,006</u>
Net change in fund balances	1,320,794	(137,040)	64,309
Fund balances -- January 1	26,754,156	878,818	294,082
Fund balances -- December 31	<u>\$ 28,074,950</u>	<u>\$ 741,778</u>	<u>\$ 358,391</u>

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

<u>Bonded Improvement</u>	<u>Estate Tax Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
			\$ 9,134,287
			14,088,064
			4,074,563
			1,135,820
		\$ 375,058	4,631,850
			922,353
		272,965	1,891,286
		27,537	415,805
\$ 4,789	\$ 138,304	27,055	866,063
	19,707	22,056	1,128,296
<u>4,789</u>	<u>158,011</u>	<u>724,671</u>	<u>38,288,387</u>
		122,285	15,650,965
		290,447	7,906,883
615		53,586	3,190,466
		241,439	3,039,646
			991,447
			1,985,000
			1,393,164
148,050			148,050
<u>3,910,503</u>	<u>2,933,232</u>	<u>901,153</u>	<u>8,922,611</u>
<u>4,059,168</u>	<u>2,933,232</u>	<u>1,608,910</u>	<u>43,228,232</u>
(4,054,379)	(2,775,221)	(884,239)	(4,939,845)
	1,064,049	1,673,627	6,660,682
(1,600,000)			(7,110,682)
10,000,000			10,000,000
25,396			25,396
		318,807	380,552
<u>8,425,396</u>	<u>1,064,049</u>	<u>1,992,434</u>	<u>9,955,948</u>
<u>4,371,017</u>	<u>(1,711,172)</u>	<u>1,108,195</u>	<u>5,016,103</u>
7,247,575	9,433,439	3,691,235	48,299,305
<u>\$ 11,618,592</u>	<u>\$ 7,722,267</u>	<u>\$ 4,799,430</u>	<u>\$ 53,315,408</u>



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and
 Changes in Fund Balances of Governmental Funds
 To the Statement of Activities
 For the Year Ended December 31, 2010

Amounts reported for governmental activities in the statement of activities (page 20 - 21) are different because:

Net change in fund balances --- total government funds (page 27)		\$ 5,016,103
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those activities is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>		
Capital asset additions	9,276,930	
Depreciation	<u>(3,120,904)</u>	6,156,026
Net carrying value of governmental assets disposed of in 2010.		(224,019)
Contributions of capital assets, net.		(914,827)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The amount is the net effect of the reversal of prior year items against current year accruals.		161,327
The issuance of long-term debt (e.g. bonds, notes, and loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items 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.		(7,962,994)
Some expenses such as accrued vacation and sick leave, reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(148,448)
The net revenue of certain activities of internal service funds is reported with governmental activities.		903,072
Change in net assets of governmental activities (page 21)		<u>\$ 2,986,240</u>

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

City of Upper Arlington, Ohio
Statement of Net Assets
Proprietary Funds
December 31, 2010

	Business-type Activities - Enterprise Funds		
	Major Funds		
	Water Surcharge	Sanitary Sewer Surcharge	Stormwater
ASSETS			
Current assets:			
Cash, cash equivalents and investments	\$ 299,616	\$ 224,364	\$ 2,314,342
Accounts receivable (net of allowance for uncollectibles)	38,951	66,064	37,010
Due from other funds			
Deferred charges			21,645
Total current assets	<u>338,567</u>	<u>290,428</u>	<u>2,372,997</u>
Noncurrent assets:			
Capital assets:			
Land	514		
Improvements	238,244		
Infrastructure	11,746,545	9,801,992	12,128,359
Machinery and equipment	76,502	441,939	736,190
Construction in progress	73,806		
Less accumulated depreciation	<u>(5,062,955)</u>	<u>(5,800,999)</u>	<u>(7,993,119)</u>
Total capital assets (net of accumulated depreciation)	<u>7,072,656</u>	<u>4,442,932</u>	<u>4,871,430</u>
Total noncurrent assets	<u>7,072,656</u>	<u>4,442,932</u>	<u>4,871,430</u>
Total assets	<u>\$ 7,411,223</u>	<u>\$ 4,733,360</u>	<u>\$ 7,244,427</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 885	\$ 1,613	\$ 30,766
Due to other funds	1,858	5,495	3,909
Unearned revenue			
Accrued liabilities	6,394	10,837	14,506
Accrued vacation and sick leave	1,215	17,509	17,999
Ohio Public Works Commission Loans - current	104,029	150,553	
General obligation bonds - current			150,000
Total current liabilities	<u>114,381</u>	<u>186,007</u>	<u>217,180</u>
Noncurrent liabilities:			
Accrued vacation and sick leave	1,486	21,400	21,998
General obligation bonds payable (net of unamortized discounts)			997,275
Ohio Public Works Commission Loans	<u>413,331</u>	<u>533,507</u>	
Total noncurrent liabilities	<u>414,817</u>	<u>554,907</u>	<u>1,019,273</u>
Total liabilities	<u>529,198</u>	<u>740,914</u>	<u>1,236,453</u>
NET ASSETS			
Invested in capital assets, net of related debt	6,555,296	3,758,872	3,724,155
Unrestricted	<u>326,729</u>	<u>233,574</u>	<u>2,283,819</u>
Total net assets	<u>\$ 6,882,025</u>	<u>\$ 3,992,446</u>	<u>\$ 6,007,974</u>

Adjustment to consolidate the internal service fund activities related to the enterprise funds.
Net assets of business-type activities.

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

Business-type Activities - Enterprise Funds

Major Funds			Governmental Activities Internal Service Funds
Swimming Pools	Solid Waste	Total	
\$ 401,582	\$ 214,061	\$ 3,453,965	\$ 1,814,378
	41,123	183,148	23,784
		21,645	323,353
<u>401,582</u>	<u>255,184</u>	<u>3,658,758</u>	<u>2,161,515</u>
1,236,059		1,236,573	
4,571,351		4,809,595	
		33,676,896	
40,131		1,294,762	
		73,806	
<u>(557,258)</u>		<u>(19,414,331)</u>	
5,290,283	-	21,677,301	
<u>5,290,283</u>	<u>-</u>	<u>21,677,301</u>	<u>-</u>
\$ 5,691,865	\$ 255,184	\$ 25,336,059	\$ 2,161,515
\$ 499	\$ 168,723	\$ 202,486	\$ 163,390
1,361		12,623	
560		560	
1,040		32,777	
		36,723	
		254,582	
		150,000	
<u>3,460</u>	<u>168,723</u>	<u>689,751</u>	<u>163,390</u>
		44,884	
		997,275	
		946,838	
<u>-</u>	<u>-</u>	<u>1,988,997</u>	<u>-</u>
3,460	168,723	2,678,748	163,390
5,290,283		19,328,606	
398,122	86,461	3,328,705	1,998,125
<u>\$ 5,688,405</u>	<u>\$ 86,461</u>	<u>22,657,311</u>	<u>\$ 1,998,125</u>
		129,343	
		<u>\$ 22,786,654</u>	

City of Upper Arlington, Ohio
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2010

	Business-type Activities - Enterprise Funds		
	Major Funds		
	Water Surcharge	Sanitary Sewer Surcharge	Stormwater
Operating revenues:			
Charges for sales and services:			
Charges for services	\$ 400,872	\$ 773,647	\$ 547,530
Total operating revenues	<u>400,872</u>	<u>773,647</u>	<u>547,530</u>
Operating expenses:			
Personal services	126,511	361,158	330,846
Materials and supplies	67,267	61,439	417,074
Contractual services			
Self-insurance			
Depreciation	247,417	217,612	301,243
Total operating expenses	<u>441,195</u>	<u>640,209</u>	<u>1,049,163</u>
Operating income (loss)	<u>(40,323)</u>	<u>133,438</u>	<u>(501,633)</u>
Nonoperating revenues (expenses):			
Grants / Donations			
Investment earnings		2,191	44,912
Interest expense	(18,729)	(27,770)	(31,800)
Loss on disposal of assets			(1,252)
Total nonoperating revenue (expenses)	<u>(18,729)</u>	<u>(25,579)</u>	<u>11,860</u>
Income (loss) before contributions	(59,052)	107,859	(489,773)
Capital contributions	341,496	19,728	553,599
Transfers in			
Change in net assets	<u>282,444</u>	<u>127,587</u>	<u>63,826</u>
Total net assets -- January 1	<u>6,599,581</u>	<u>3,864,859</u>	<u>5,944,148</u>
Total net assets -- December 31	<u>\$ 6,882,025</u>	<u>\$ 3,992,446</u>	<u>\$ 6,007,974</u>

Adjustment to consolidate the internal service fund activities related to the enterprise funds.

Change in net assets of business-type activities.

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

Business-type Activities - Enterprise Funds				
Major Funds			Governmental Activities Internal Service Funds	
Swimming Pools	Solid Waste	Total		
\$ 627,780	\$ 1,685,471	\$ 4,035,300	\$	3,803,273
627,780	1,685,471	4,035,300		3,803,273
408,881		1,227,396		
35,960	7,158	588,898		
123,715	2,001,983	2,125,698		2,859,837
97,918		864,190		
666,474	2,009,141	4,806,182		2,859,837
(38,694)	(323,670)	(770,882)		943,436
	167	167		
	3,771	50,874		
		(78,299)		
(3,873)		(5,125)		
(3,873)	3,938	(32,383)		-
(42,567)	(319,732)	(803,265)		943,436
		914,823		
	450,000	450,000		
(42,567)	130,268	561,558		943,436
5,730,972	(43,807)			1,054,689
\$ 5,688,405	\$ 86,461		\$	1,998,125
		40,364		
		\$ 601,922		

City of Upper Arlington, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Business-type Activities - Enterprise Funds		
	Major Funds		
	Water Surcharge	Sanitary Sewer Surcharge	Stormwater
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 387,886	\$ 758,731	\$ 545,666
Payments to suppliers and contractual services	(67,764)	(160,321)	(466,521)
Payments to employees	(127,069)	(364,619)	(317,077)
Net cash provided (used) by operating activities	<u>193,053</u>	<u>233,791</u>	<u>(237,932)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Donations & grants			
Transfer in			
Net cash provided (used) by non-capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCIAL ACTIVITIES			
Purchases of capital assets		(7,810)	(279,749)
Principal paid on capital debt	(100,774)	(145,419)	(150,000)
Interest paid on capital debt	(18,729)	(27,770)	(31,800)
Net cash provided (used) by capital and related financial activities	<u>(119,503)</u>	<u>(180,999)</u>	<u>(461,549)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received			50,917
Net increase (decrease) in cash and cash equivalents	73,550	52,792	(648,564)
Cash and cash equivalents, January 1	<u>226,066</u>	<u>171,572</u>	<u>2,962,906</u>
Cash and cash equivalents, December 31	<u>\$ 299,616</u>	<u>\$ 224,364</u>	<u>\$ 2,314,342</u>

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

Business-type Activities - Enterprise Funds			Governmental Activities Internal Service Funds
Major Funds			
Swimming Pools	Solid Waste	Total	
\$ 627,745 (159,893) (407,488) <u>60,364</u>	\$ 1,682,159 (2,006,378) <u>(324,219)</u>	\$ 4,002,187 (2,860,877) (1,216,253) <u>(74,943)</u>	\$ 3,616,776 (2,936,970) <u>679,806</u>
10	167 <u>450,000</u>	177 <u>450,000</u>	
10	<u>450,167</u>	<u>450,177</u>	-
		(287,559) (396,193) (78,299) <u>(762,051)</u>	
-	-		-
	<u>3,466</u>	<u>54,383</u>	
60,374	129,414	(332,434)	679,806
<u>341,208</u>	<u>84,647</u>	<u>3,786,399</u>	<u>1,134,572</u>
<u>\$ 401,582</u>	<u>\$ 214,061</u>	<u>\$ 3,453,965</u>	<u>\$ 1,814,378</u>

(continued)

City of Upper Arlington, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Business-type Activities - Enterprise Funds		
	Major Funds		
	Water Surcharge	Sanitary Sewer Surcharge	Stormwater
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (40,323)	\$ 133,438	\$ (501,633)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation & amortization expense, net	247,417	217,612	301,243
(Increase) decrease in accounts receivable	(12,986)	(14,916)	(3,217)
(Increase) decrease in due from other funds			
Increase (decrease) in accounts payable	(497)	(98,882)	(48,094)
Increase (decrease) in due to other funds	280	2,520	2,699
Increase (decrease) in unearned revenue			
Increase (decrease) in accrued liabilities	(846)	(1,674)	6,901
Increase (decrease) in accrued vacation and sick leave	8	(4,307)	4,169
Total adjustments	<u>233,376</u>	<u>100,353</u>	<u>263,701</u>
Net cash provided (used) by operating activities	<u>\$ 193,053</u>	<u>\$ 233,791</u>	<u>\$ (237,932)</u>
Non cash investing, capital, and financing activities:			
Contributions of capital assets from governmental activities	\$ 341,496	\$ 19,732	\$ 553,599
Contributions of capital assets from enterprise funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Increase in fair value of investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,436</u>
Loss on disposal of assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,252)</u>

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

Business-type Activities - Enterprise Funds			Governmental Activities Internal Service Funds
Major Funds			
Swimming Pool	Solid Waste	Total	
\$ (38,694)	\$ (323,670)	\$ (770,882)	\$ 943,436
97,918		864,190	
	(3,312)	(34,431)	(10,934)
(218)	2,763	(144,928)	(162,713)
1,361		6,860	(89,983)
(35)		(35)	
32		4,413	
		(130)	
<u>99,058</u>	<u>(549)</u>	<u>695,939</u>	<u>(263,630)</u>
<u>\$ 60,364</u>	<u>\$ (324,219)</u>	<u>\$ (74,943)</u>	<u>\$ 679,806</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 914,827</u>	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
<u>\$ -</u>	<u>\$ 1,243</u>	<u>\$ 14,679</u>	
<u>\$ (3,873)</u>	<u>\$ -</u>	<u>\$ (5,125)</u>	

City of Upper Arlington, Ohio
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2010

	Agency Funds
ASSETS:	
Cash and investments	\$ 1,210,412
Cash with third party fiscal agent	19,559
Total assets	\$ 1,229,971
LIABILITIES:	
Due to others	\$ 1,229,971
Total liabilities	\$ 1,229,971

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

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements
December 31, 2010

Note (1) – Summary of Significant Accounting Policies

(a) Reporting entity

The City of Upper Arlington (City) was organized on February 8, 1941 and is a home-rule, municipal corporation organized under the laws of the State of Ohio. The City operates under the Council-Manager form of government. Elected officials include seven council members.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Upper Arlington this includes the departments that provide the following services as authorized by its charter: public safety, public service, parks and recreation, and community development.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board, and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. The City has one component unit, the Upper Arlington Community Improvement Corporation (CIC).

The CIC was formed pursuant to Resolution 19-93 passed December 13, 1993. The CIC was designated as a not-for-profit organization of the City to assist in the revitalization and enhancement of property through advancing, encouraging and promoting industrial, economic, commercial and civic development. The CIC is governed by a thirteen-member board. The Code of Regulations for the CIC calls for six members to be appointed by the City, including: the City Manager, the President of City Council or designee, up to two additional City Council members, and the remaining nine seats by citizens recommended by the Mayor and confirmed by City Council. The CIC is dependent on the City for financial support. The CIC is discretely presented as a component unit of the City. Financial statements can be obtained from Catherine Armstrong, Finance Director, 3600 Tremont Road, Upper Arlington, Ohio 43221.

(b) Government-wide and fund financial statements

Beginning January 1, 2003, the City changed its financial reporting to comply with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Financial information of the City, including the City's discretely presented component unit, is presented in the accompanying statements in the following format:

- Management's discussion and analysis, a part of the required supplementary information, introduces the basic financial statements and provides analytical overview of the City's financial statements.
- Basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The government-wide financial statements report information on all of the nonfiduciary activities of the primary government and its component units.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

The statement of net assets and statement of activities measure and report all the assets, liabilities, revenues and expenses, gains, and losses. Governmental activities are reported separately from the business-type activities. Taxes and intergovernmental revenues support governmental activities while revenues such as fees and charges support business-type activities. Interfund activity has been removed from these statements.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function, and therefore, are clearly identifiable to a particular function.

Program revenues include charges paid by the recipients of goods or services offered by programs and grants and/or contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including taxes, are presented as general revenues.

Fund financial statements consist of a series of statements focusing on information about the City's major governmental funds, enterprise funds, and fiduciary funds.

Notes to the financial statements provide information that is essential to a user's understanding of the basic financial statements.

- Required supplementary information (RSI) is comprised of budgetary comparison schedules and other types of data required by GASB.

In March 2009, the GASB issued Statement No. 54, "*Fund Balance Reporting and Governmental Fund Type Definitions*." This Statement establishes new categories for reporting fund balance and revises the definitions for governmental fund types. The requirements of the Statement are effective for financial statements for periods beginning after June 15, 2010. The City has not yet determined the impact on the financial statements of the implementation of GASB Statement No. 54.

(c) Measurement focus and basis of accounting

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

The accounts of the City are organized on the basis of funds where each is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The basis of accounting refers to when revenues and expenditures (expenses) are recognized in the accounts of the financial statements and relates to the timing of the measurements made.

The government-wide and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the time of related cash flows.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are recorded when the related

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

All enterprise funds are reported on a full accrual basis of accounting and the economic resources measurement. As allowed by GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, and amended by GASB Statement No. 34, the government-wide statements and proprietary fund statements follow all GASB pronouncements and Financial Accounting Standards Board Statements (FASB) and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, except those that conflict with GASB Pronouncements. The City has the option to apply FASB pronouncements issued after November 30, 1989, for business-type activities and enterprise funds, but has chosen not to do so.

Non-exchange transactions, where the City receives value without directly giving equal value in return, include taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income tax is recognized in the fiscal year for which the taxes are earned. Estate tax revenue is recognized in the fiscal year in which the estate is settled. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Motor Vehicle tax and Intergovernmental revenue are also recognized in the fiscal year in which all eligibility requirements have been satisfied.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water, sewer, solid waste and stormwater functions and other various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes and unrestricted intergovernmental revenues. Unrestricted intergovernmental revenues primarily include Homestead and Rollback taxes related to the collection of property taxes in Ohio.

Amounts reported as operating revenues and operating expenses in proprietary funds generally result from providing services and producing and delivering goods in connection with the principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges for services. Operating expenses for proprietary funds include the cost of commodities, and operating and administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and nonoperating expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed.

The City reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The special revenue fund, Street Construction Maintenance and Repair Fund, is recorded as a major fund based on the City's taxpayers' interest in the activity of this fund. The resources of this fund are restricted as to use by State of Ohio statute. Services related to the maintenance and reconstruction of the City's streets are allowed, as are those services related to clean, clear and

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

repair streets, streetlights, and traffic signals. The revenue is obtained from gasoline taxes and motor vehicle licenses.

The General Obligation Bond Retirement Fund, a debt service fund, is used to account for the accumulation of resources for, and the payment of, general obligation long-term debt principal, interest and related costs. The City is reporting the fund as a major fund based on debt issuance activity in the current year.

The Bonded Improvement Fund, a capital projects fund, receives the proceeds from the issuance of bonds and records expenditures in connection with significant capital projects with useful lives of more than five years. The fund is reported as a major fund due to having over 10% of the governmental assets and 5% of total governmental and enterprise assets combined.

The Estate Tax Capital Projects Fund is reported as a major fund due to having over 10% of the governmental assets and 5% of total governmental and enterprise assets combined. When collection of estate tax revenue exceeds \$2.1 million in any year, the excess amount is transferred to the Estate Tax Capital Projects Fund. The resources of the Estate Tax Capital Projects Fund are dedicated for capital improvements with an emphasis on infrastructure.

The City reports the following major proprietary funds:

The Water Surcharge, Sanitary Sewer Surcharge, Stormwater, Swimming Pools, and Solid Waste Funds are the major proprietary funds of the City. The Water Surcharge, Sanitary Sewer Surcharge, Stormwater, and Solid Waste Funds account for the utility activities of the government. The Swimming Pools Fund provides funds for operating and maintaining the City's three swimming pools. The City maintains these funds in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Additionally, the City reports the following fund types:

Other special revenue funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. The use and limitation of the special revenue funds are specified by City ordinance or federal and state statutes. The City has the following nonmajor special revenue funds: Law Enforcement, Tree Planting, Enforcement Education, Tax Incentive Review, Mayor's Court Computer, Life Long Learning and Leisure, Civil Service, Clerk of Court, Economic Development Venture, and Neighborhood Lighting.

Other capital project funds are used to account for financial resources used for acquisition or construction of major capital facilities (other than those financed by proprietary funds). The City has six nonmajor capital project funds: the Infrastructure Improvement Fund, the Chelsea TIF Fund, the Horizon TIF Fund, the Kingsdale Core TIF Fund, the Kingsdale West TIF Fund, and the Arlington Crossing TIF Fund.

Internal service funds are used to account for financing services provided by one department to other departments of the City generally on a cost-reimbursement basis. The City operates two internal service funds: the Employee Benefits Fund, which recovers the costs of and pays claims for the health and dental plans of the employees of the City, and the BWC Administration Fund, which recovers the costs of and pays claims for workers' compensation benefits of the employees of the City.

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

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Returnable Bonds Fund, Unclaimed Funds, Construction Withholding Fund, Mayor's Court Fund, Flexible Benefits Fund, Payroll Clearing Fund, and the Revolving Fund.

(d) Assets, liabilities, and net assets or equity

1. Deposits and investments

City funds are pooled and invested to improve cash management. The City's cash and cash equivalents are considered to be cash on hand and demand deposits. The proprietary funds consider all highly liquid investments to be cash equivalents when purchased.

Investments for the City, as well as for its component unit, are reported at fair value as in accordance with GASB Statement 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31st. The STAR Ohio reported value is the same as the fair value of the pool shares.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" for the current portion of the Interfund activity or "advances to/from other funds" for the non-current portion of the Interfund activity. Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the City. All property taxes are collected on behalf of the City by Franklin County. All property tax receivables are shown net of an allowance for uncollectibles.

The property tax receivable is the amount levied for collection in 2010 and remained uncollected at December 31, 2010, and the amount assessed in 2010 for collection in 2011. Delinquent property taxes collected within 60 days are recorded as revenue. Accrued property taxes receivables represent delinquent taxes outstanding and current property taxes, which are measurable as of December 31, 2010. Although, property tax collections for the next year are measurable, they are not intended to finance current year operations, hence are not considered "available" under the modified accrual basis. Full accrual basis considers property taxes as imposed, non-exchange revenue and recognized in the period for which the taxes are levied.

Property taxes are levied, creating the lien as of January 1 on property assessed as of the same date. Due and collection dates, as established by Franklin County, were January 20, 2010 and June 21, 2010 for those taxes due during 2010. Pursuant to State law, the assessed value is determined by using 35% of the property's appraised market value. The appraisals occur every six years with an update three years following the appraisal. The County elected not to conduct a revaluation of residential real estate during the most recent November 2008 appraisal period. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 50% of cost). Tangible personal property tax revenues received in 2010 (other than public utility property) represent the collection of 2010 taxes. Tangible personal property taxes received in 2010 were levied after October 1, 2009, on the true value as of December 31, 2009. The tangible personal property assessment percentage for property was completely phased out for 2009 and years following. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies,

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

and railroads. The tax on general business and railroad property was eliminated during calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. Reducing the assessment rate on the property each year phases out the tax. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2006-2010, the City was fully reimbursed for the lost revenue. In calendar 2011-2017, the reimbursements will be phased out.

The City levies an income tax of 2% on substantially all income earned within the City. In addition, residents of the City are required to pay City income tax on income they earn outside the City. However, a credit is allowed for income taxes paid to other municipalities. Employers within the City are required to withhold income tax on employee compensation and remit this tax at least quarterly. Corporation and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. The City utilizes the Regional Income Tax Agency (RITA) to administer and collect taxes for the City with the guidance of the City's finance department. The income tax receivable includes both balances already filed by taxpayers and tax estimates, net of non-collectible taxes and refunds.

3. Inventories

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

4. Capital assets

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements and proprietary fund statements. The City defines capital assets as assets with an estimated useful life in excess of five years and an initial, individual cost of more than \$2,500. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement 34, the historical costs of governmental infrastructure assets (retroactive to January 1, 1980) are included as part of the governmental capital assets reported in the government-wide statements. Donated capital assets are recorded at estimated fair market value at the time of donation.

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

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

Capital assets of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Description</u>	<u>Estimated Useful Life (years)</u>
Machinery and Equipment	
(Autos and trucks, computer equipment)	5 – 8
(Other equipment, furniture & fixtures)	10 – 25
Buildings	40
Infrastructure (water/sewer/stormwater lines)	50
Infrastructure (streets, lights)	15 – 30
Improvements	8 – 50

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

5. Compensated absences

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

Vacation and sick leave accumulated by governmental fund type and proprietary fund type employees is recorded as an expense when incurred in the government-wide financial statements and the proprietary fund types. Vacation and sick leave accumulated by governmental fund type employees are recorded as expenditures when due in the governmental fund financial statements. When paid, compensated absences for governmental activities are paid from the fund to which the employee's payroll is charged.

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

6. Long-term obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest rate method. Bonds payable are reported net of the applicable unamortized bond premium or discount.

In the governmental fund financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

7. Fund equity/Restricted Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for specific purpose. In addition, though unreserved, the City has committed through the budgeting process to a seven-year infrastructure improvement plan of \$45.1 million. Accordingly, the City has set aside \$19,505,509 within capital project funds, and \$358,391 within its debt service fund. Within the General Fund balance, the City has designated \$322,173 for payment of pension obligations and \$8,015,260 for capital acquisitions and related debt. In addition, another \$2,195,950 has been segregated within the special revenue funds such as the Street Construction Maintenance and Repair Fund.

In the government-wide financial statements, restrictions of net assets are for amounts that are legally restricted by outside parties for use for a specific purpose or net assets invested in capital assets. At December 31, 2010, none of the City's \$7,387,408 restricted net assets on the Statement of Net Assets were restricted by enabling legislation, as defined by GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*. The City reports restricted net assets for pension obligations as residents have passed police and fire pension property tax levies, the proceeds of which are to be exclusively used for payment of safety forces pension benefits.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Note (2) – Cash and Investments

Investment Policies

The City follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At December 31, 2010 fair value was \$332,195 above the City's net cost for its investments. At December 31, 2009 fair value was \$483,607 above the City's net cost for its investments. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

The City pools its cash, except for that held by trustees, and fiscal and escrow agents, for maximum investing efficiency. Earnings on the pool are allocated to individual funds according to Chapter 221 of the Upper Arlington City Code. In management's opinion, all statutory requirements were met in distributing earnings of the pool to various funds.

The City Code, Chapter 221, Depositories and Investments, provides the City with its authorized investment instruments, which do not include derivatives. The City does invest in STAR Ohio, 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 Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a-7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which represents the price the investment could be sold for on December 31, 2010.

Management of STAR Ohio states that its policy also prohibits investing in derivatives and/or engaging in the use of reverse repurchase agreements. Average days to maturity of the STAR Ohio portfolio at December 31, 2010 were 58 days. The City is prohibited from using reverse repurchase agreements and does not leverage its investment portfolio in any manner. The City purchases investments, except for certificate of deposits, only through its investment advisor, United American Capital Corporation (UACC). UACC is contracted by the City to make investment recommendations and must acknowledge in writing their comprehension and receipt of the City policies.

The City's investment code and practices have consistently protected the portfolio from unnecessary credit risk (safety) and market risks (liquidity) while providing a competitive yield. The investments permitted by the City Code as well as limitations on investments are described in detail below. The average days to maturity of the City's investments at December 31, 2010 were 898 days.

Investments as permitted by Chapter 221 of the Upper Arlington City Code are as follows:

- (A) U.S. Treasury Bills, Notes, and Bonds; various federal agency securities including issues of Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Student Loan Marketing Association (SLMA), Government National Mortgage Association (GNMA), Tennessee Valley Authority (TVA) and other agencies or instrumentalities of the United States. GNMA mortgage-backed, pass-through securities are considered as eligible investments of the City and are not derivative securities, as defined under Ohio Revised Code § 135.14(C). Eligible investments include securities that may be "called", by the issuer, prior to the final maturity date. Any eligible investment may be purchased at a premium or a discount. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
- (B) Bonds and other obligations of the State of Ohio.
- (C) Bonds and other obligations of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision of Ohio, which is

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

not at the time of such investment, in default in the payment of principal on any of its obligations.

(D) Certificates of Deposit issued by institutions whose deposits are insured by the Federal Deposit Insurance Corporation (FDIC), provided that such institutions maintain banking operations within the State of Ohio. Certificates of deposit shall be collateralized using eligible securities or instruments as defined under Ohio Revised Code § 135.18 or 135.181. The selection of Ohio Revised Code § 135.18 or 135.181 for purposes of collateralization, shall be determined by the Finance Director. Under either method, the Finance Director may require an additional percentage of eligible collateral to compensate for any depreciation of market value of such pledged collateral, less any portion insured by the FDIC.

(E) Repurchase Agreements with any eligible institution mentioned in Ohio Revised Code § 135.03, or any eligible securities dealer pursuant to (M) of Ohio Revised Code § 135.14. Repurchase agreements transacted with eligible securities dealers shall be executed on a delivery vs. payment basis. Eligible repurchase agreement collateral is restricted to securities listed in C.O. § 221.06(A), limited to final maturity dates of ten (10) years. The market value of securities subject to a repurchase agreement must exceed the principal value of the repurchase agreement amount by at least two percent (2%). Term repurchase agreements shall be limited to a maximum of thirty (30) days.

(F) Banker's acceptances issued by any domestic bank rated in the highest category by one of two nationally recognized rating agencies.

(G) No-load money market mutual funds, as defined in Ohio Revised Code § 135.14(B)(5), rated in the highest category by at least one nationally recognized rating agency, investing exclusively in the same types of eligible securities as defined in Division B(1) or B(2) under Ohio Revised Code § 135.14, and repurchase agreements secured by such obligations. Eligible money market funds shall comply with Ohio Revised Code § 135.01, regarding limitations and restrictions.

(H) Commercial paper issues of companies incorporated under the laws of the United States, rated A1+, A1 by Standard & Poor's and P1 by Moody's. The maximum maturity of commercial paper shall be two hundred and seventy (270) days from the date of purchase.

(I) Medium term notes issued by a corporation, domiciled within the United States and having assets in excess of \$500 million, provided that such medium term notes have a maximum maturity of five (5) years and are highly rated, at the time of purchase, by Standard & Poor's or Moody's.

If a security has a split rating, the higher of the two ratings shall be used to determine the eligibility for investment purposes. In no event shall a corporate security, at the time of purchase, be rated less than A- by Standard & Poor's or less than an A3 by Moody's.

(J) The State Treasurer's investment pool (STAR OHIO), pursuant to Ohio Revised Code § 135.45.

Limitations on Investments by Chapter 221 of the Upper Arlington City Code are as follows:

(A) Limitations on investments of any single institution or issuer:

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
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(1) The City's investment with any individual issuer shall not constitute more than five percent (5%) of such issuer's total outstanding issue in banker's acceptances, commercial paper or corporate medium term notes.

(2) The total value of certificates of deposit, purchased from any individual financial institution, shall not exceed three percent (3%) of that institutions total time deposits, provided that such total deposits do not exceed five percent (5%) of the City's average portfolio at the time of purchase.

(B) Limitations on the investment of interim funds:

The aggregate investments in bankers acceptances and commercial paper shall not exceed twenty five percent (25%) of the City's average portfolio, at the time of purchase.

(1) The aggregate total of all corporate medium term notes shall not exceed fifteen percent (15%) of the average portfolio, based upon purchase cost or book value, at the time of purchase. Commercial paper and bankers acceptances shall not be considered when calculating the maximum holdings in any single issuer.

(2) The use of derivative securities, as defined in Ohio Revised Code § 135.14 (C), is expressly prohibited.

(3) Collateralized mortgage obligations (CMOs) of any kind are expressly prohibited.

(C) All eligible investments will mature within five (5) years from the date of settlement, unless the investment is matched to a specific obligation or debt of the City, and the investment is specifically approved by the Finance Director.

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

Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is that any financial institution located within the City of Upper Arlington is an institution, which is eligible to become a public depository for active deposits (as defined by Chapter 221.02 of the City Code). All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities in amounts equal to at least 105% of the total amount of all public moneys on deposit with the institutions. Such collateral, as permitted by Chapter 135 of the ORC and Chapter 221 of the City of Upper Arlington City Code, is held with the qualified trustee approved by the Finance Director.

At December 31, 2010, the carrying value of the City's cash deposits, exclusive of money market funds in the amount of \$2,191,330 held by bond trustees, was \$841,064. \$300,000 of this amount was non-negotiable certificates of deposit. Cash balances per the banks were \$1,133,830. \$500,000 of the City's bank deposits were insured by Federal depository insurance. Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, as of December 31, 2010, \$633,830 of the City's bank balance of \$1,133,830 was exposed to custodial risk as follows:

Uninsured and collateral held by the pledging financial institutions agents not in the City's name	\$ 633,830
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City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

The carrying amount of deposits for CIC, a discretely presented component unit, was \$46,387 with a cash balance per the bank of \$46,387. The CIC deposit was insured by Federal depository insurance.

Additionally, within its agency funds, the City had cash on hand with a third-party fiscal agent in the amount of \$19,559.

Investments

At year-end, the City had investments with maturities as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>				
		<u>12 months or less</u>	<u>13 to 24 Months</u>	<u>25 to 36 Months</u>	<u>37 to 48 months</u>	<u>49 to 60 months</u>
STAR Ohio	\$9,480,336	\$9,480,336				
Federal Agency--FFCB	10,802,070	1,510,780	\$3,374,476	\$3,527,189	\$2,389,625	
Federal Agency--FHLB	9,041,560	1,764,762	2,795,313	1,760,547	1,750,938	\$970,000
Federal Agency--FHLMC	10,293,757	3,029,081	508,750	4,748,551	999,632	1,007,743
Federal Agency--FNMA	14,550,002		997,813	9,562,501	2,985,938	1,003,750
Total investments	<u>\$54,167,725</u>	<u>\$15,784,959</u>	<u>\$7,676,352</u>	<u>\$19,598,788</u>	<u>\$8,126,133</u>	<u>\$2,981,493</u>

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy generally limits investment portfolio maturities to five years or less.

Credit Risk. The City's investments in U.S. government securities can include: U.S. Treasury Bills, Notes, and Bonds. Federal agency securities can include: Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Student Loan Marketing Association (SLMA), Government National Mortgage Association (GNMA), and Tennessee Valley Authority (TVA). The City's investments in the FFCB, FHLB, and FHLMC Coupon Notes were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment in FNMA Coupon Notes were rated AAA by both Standard and Poor's and Fitch. Standard and Poor's has assigned STAR Ohio an AAAM money market rating. Additionally, the Money Market funds held by Trustees have an AAAM money market rating. The City's investment policy limits investments held to those issued by the U.S. Government or any of its agencies; STAR Ohio, and only very highly-rated money market funds, commercial paper, banker's acceptances, repurchase agreements, bonds and other obligations of the State of Ohio, bonds and other obligations of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision of Ohio, which is not at the time of such investment, in default in the payment of principal on any of its obligations. Additionally, the City may invest in medium term notes issued by a corporation, domiciled within the United States and having assets in excess of \$500 million provided that they are highly rated by Standard & Pools and/or Moody's.

Concentration of Credit Risk. The City through its investment policy limits investments with any individual issuer to 5% of such issuer's total outstanding issue in banker's acceptances, commercial paper, or corporate medium notes, and limits the value of certificates of deposits to 3% of that institution's total time deposits, provided that such total deposits do not exceed 5% of the City's average portfolio at the time of purchase.

Custodial Credit Risk. The City's investments are not exposed to custodial credit risk, as defined by GASB Statement No. 40 as they are either insured, registered, held by the City, or held by an agent in the name of the City.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
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Reconciliation of Cash and Investments to the Statement of Net Assets: The following is a reconciliation of cash and investments to the Statement of Net Assets as of December 31, 2010:

Investments (summarized previous page)	\$44,687,389
Certificates of deposit	300,000
Carrying amount of the City's deposits	541,064
Star Ohio	9,480,336
Money Market Funds held by Trustee	2,191,330
Amount held by third party agent	19,559
Total	\$57,219,678
 Governmental Activities	
Governmental Funds	
Cash, cash equivalents and investments	\$50,721,364
Internal Service Fund	
Cash, cash equivalents and investments	1,814,378
	52,535,742
 Business-Type Activities	
Enterprise Funds	
Cash, cash equivalents and investments	3,453,965
Total Cash and Investments - Business-Type Activities	3,453,965
 Agency Funds	 1,229,971
Total	\$57,219,678

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Note (3) – Receivables

Receivables as of year-end for the City's funds, including the applicable allowances for uncollectibles, are as follows:

	GOVERNMENTAL MAJOR FUNDS						Internal Service Funds
	General	Street Construction Maintenance and Repair	General Obligation Bond Retirement	Estate Tax Capital Projects	Other Governmental Funds	Governmental Total	
Receivables:							
Interest	\$104,956	\$1,604		\$26,517	\$4,149	\$137,226	
Taxes	15,661,721	566,629	\$873,848			17,102,198	
Intergovernmental	1,575,269	222,153	53,443	460,000	412,759	2,723,624	
Service payments					664,467	664,467	
Charges for services	257,184				2,750	259,934	
Other	136,225					136,225	\$23,784
Total receivables	<u>\$17,735,355</u>	<u>\$790,386</u>	<u>\$927,291</u>	<u>\$486,517</u>	<u>\$1,084,125</u>	<u>\$21,023,674</u>	<u>\$23,784</u>

	BUSINESS-TYPE MAJOR FUNDS				Business- type Total
	Water Surcharge	Sanitary Sewer Surcharge	Stormwater	Solid Waste	
Receivables:					
Interest Customer Accounts			\$7,444	\$689	\$8,133
Total receivables	<u>\$38,951</u>	<u>\$66,064</u>	<u>29,566</u>	<u>40,434</u>	<u>\$175,015</u>
	<u>\$38,951</u>	<u>\$66,064</u>	<u>\$37,010</u>	<u>\$41,123</u>	<u>\$183,148</u>

There are two meanings for deferred revenue in the public sector; they are unearned revenue and unavailable revenue. Unearned revenue can be found in government-wide financial reporting as well as in the governmental fund, proprietary fund, and fiduciary fund financial statements. Unavailable revenue is unique to governmental funds, since it is tied to the modified accrual basis of accounting.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	General	Street Construction Maintenance and Repair	General Obligation Bond Retirement	Estate Tax Capital Projects	Other Governmental Funds	Total
	Deferred Revenue:					
Taxes receivable	\$11,584,596	\$378,328	\$863,456			\$12,826,380
Intergovernmental	1,154,250	147,539	53,443	\$460,000	\$411,094	2,226,326
Service payments					664,467	664,467
Charges for services	152,970				22,443	175,413
Total deferred revenue	<u>\$12,891,816</u>	<u>\$525,867</u>	<u>\$916,899</u>	<u>\$460,000</u>	<u>\$1,098,004</u>	<u>\$15,892,586</u>

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Note (4) – Capital Assets

Capital asset activity for the year ended December 31, 2010 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$4,454,512				\$4,454,512
Construction in progress	14,112,071	8,017,290		(13,813,359)	8,316,002
Total capital assets, not being depreciated	18,566,583	8,017,290		(13,813,359)	\$12,770,514
Capital assets, being depreciated:					
Buildings	9,737,866		(504,638)	7,456,511	16,689,739
Improvements other than buildings	5,390,581	103,023	(60,494)	1,012,547	6,445,657
Machinery and equipment	14,741,032	1,009,770	(790,896)	(44,347)	14,915,559
Infrastructure	50,724,460	146,847		4,435,940	55,307,247
Total capital assets being depreciated	80,593,939	1,259,640	(1,356,028)	12,860,651	93,358,202
Less accumulated depreciation for:					
Buildings	8,630,761	187,912	(403,354)	(439)	8,414,880
Improvements other than buildings	1,633,091	73,995			1,707,086
Machinery and equipment	11,220,417	1,026,532	(728,655)	(37,442)	11,480,852
Infrastructure	15,224,865	1,832,465			17,057,330
Total accumulated depreciation	36,709,134	3,120,904	(1,132,009)	(37,881)	38,660,148
Total capital assets being depreciated, net	43,884,805	(1,861,264)	(224,019)	12,898,532	54,698,054
Governmental capital assets, net	<u>\$62,451,388</u>	<u>\$6,156,026</u>	<u>\$(224,019)</u>	<u>\$(914,827)</u>	<u>\$67,468,568</u>
Business-type activities:					
Capital assets, not being depreciated					
Land	\$1,236,573				\$1,236,573
Construction in progress	234,215	7,810		(168,219)	73,806
Total capital assets, not being depreciated	1,470,788	7,810		(168,219)	\$1,310,379
Capital assets, being depreciated:					
Improvements other than buildings	4,808,587			1,008	4,809,595
Machinery and equipment	1,059,421	279,749	(81,281)	36,873	1,294,762
Infrastructure	32,593,854		(4)	1,083,046	33,676,896
Total capital assets being depreciated	38,461,862	279,749	(81,285)	1,120,927	39,781,253
Less accumulated depreciation for:					
Improvements other than buildings	667,871	91,977	4		759,852
Machinery and equipment	778,862	86,837	(76,146)	37,881	827,434
Infrastructure	17,142,093	684,948	4		17,827,045
Total accumulated depreciation	18,588,826	863,762	(76,138)	37,881	19,414,331
Total capital assets being depreciated, net	19,873,036	(576,203)	(5,147)	1,083,046	20,366,922
Business-type capital assets, net	<u>\$21,343,824</u>	<u>\$(576,203)</u>	<u>\$(5,147)</u>	<u>914,827</u>	<u>\$21,677,301</u>

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
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Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
Public safety	\$541,235
General government	335,690
Public services	2,045,753
Parks and recreation	190,671
Community development	7,555
Total depreciation expense - governmental activities	<u>\$3,120,904</u>
Business-type activities:	
Water Surcharge	\$247,417
Sewer Surcharge	217,612
Stormwater	300,823
Swimming pools	97,910
Total depreciation expense - business-type activities	<u>\$863,762</u>

Construction commitments

The City has active construction projects as of December 31, 2010. The projects include rebuilding streets, waterlines, etc. At year-end, the City's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
2010 Street maintenance projects	\$1,104,981	\$387,721
2010 Street reconstruction projects	1,802,600	926,018
Arlington Avenue design services	2,444,252	636,506
Kingsdale infrastructure improvements	559,581	276,348
Sidewalk program	468,815	140,199
Crafton Park waterline	357,511	3,981
Donna/Hillview Waterline	390,322	276,040
Waltham Road reconstruction	250,207	106,344
Fishinger Road design project	241,836	5,733
Berkshire Road storm sewer	79,167	228,540
2010 Storm sewer projects	171,033	47,834
Lane avenue duct bank	5,748	158,478
Henderson Road corridor	194,975	150,814
Cambridge Blvd Bridge & Culvert	53,166	31,143
Ridgeview/Farleigh waterline	82,484	20,317
Cranford Road waterline	40,296	57,958
Other projects	142,836	-
Total	<u>\$8,389,810</u>	<u>\$3,453,974</u>

Other projects spent to date include monies spent on projects, such as advertising, engineering, and capitalized wages, which did not have a contract in place as of December 31, 2010, and therefore the remaining commitment is unknown.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Note (5) – Interfund Transactions

During the course of operations, transactions occur between individual funds for goods provided or services rendered. In the fund financial statements, these receivables and payables are reported as “due from other funds” or “due to other funds” on the balance sheet, and are normally expected to be liquidated in a year or less.

In the fund financial statements, transactions that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “interfund receivables/payables” on the balance sheet. In the government-wide statement of net assets, these interfund receivable and payable balances have been eliminated to avoid the duplicating effect on assets and liabilities.

Interfund balances at December 31, 2010 represent the premium charges payable to the Internal Service Fund – Employee Benefits Fund for the funding of medical insurance payments and the BWC Administration Fund for the funding of worker’s compensation claims.

Interfund transfers:

Interfund transfers arise under three circumstances in where the receiving fund (1) lacks a dedicated funding source to fund operations, (2) the funding source is not sufficient to fund operations, or (3) the funding source is not reliable to fund operations.

-----Transfers In-----

	<u>General Fund</u>	<u>General Obligation Bond Retirement Fund</u>	<u>Estate Tax Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Solid Waste Enterprise Fund</u>	<u>Total</u>
Transfers Out:						
General Fund		\$2,323,006	\$1,064,049	\$1,673,627	\$450,000	\$5,510,682
Bonded Improvement	\$1,600,000					\$1,600,000
	<u>\$1,600,000</u>	<u>\$2,323,006</u>	<u>\$1,064,049</u>	<u>\$1,673,627</u>	<u>\$450,000</u>	<u>\$7,110,682</u>

In 2010, the Bonded Improvement Fund returned to the General Fund \$1,600,000 received in a prior year in anticipation of bond proceeds. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15, and 5705.16 and the City’s Charter.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Note (6) – Long-term Liabilities

Long-term liability activity for the year ended December 31, 2010 is as follows:

	<u>Beginning Balance</u>	<u>Additions/ Accretion</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Debt payable:					
General obligation and special assessment bonds	\$ 35,884,994	\$10,000,000	(\$1,985,000)	\$43,899,994	\$2,480,000
Accretion	51,550	16,886		68,436	
Premium	530,055	25,396	(51,046)	504,405	
Deferred funding cost	(412,266)		41,514	(370,752)	
Total debt payable	36,054,333	10,042,282	(1,994,532)	44,102,083	2,480,000
Accrued vacation & sick leave	3,076,352	2,232,063	(2,232,395)	3,076,020	1,441,490
Governmental activity					
Long-term liabilities	\$39,130,685	\$12,274,345	\$(4,226,927)	\$47,178,103	\$3,921,490
Business-type activities:					
Water activities:					
Ohio Public Works Comm.	\$618,134		(\$100,774)	\$517,360	104,029
Sewer activities:					
Ohio Public Works Comm.	829,479		(145,419)	684,060	150,553
Stormwater activities:					
General obligation bonds	1,300,000		(150,000)	1,150,000	\$150,000
Premium	24,600		(3,280)	21,320	
Deferred funding cost	(27,745)		3,700	(24,045)	
Total debt payable	2,744,468		(395,773)	2,348,695	404,582
Accrued vacation & sick leave	81,737	61,435	(61,565)	81,607	36,723
Business-type activity					
Long-term liabilities	\$2,826,205	\$61,435	\$(457,338)	\$2,430,302	\$441,305

Liquidations of the Governmental activities' compensated absence liability are charged primarily to the General Fund or the Street Maintenance and Repair Fund, as appropriate. Liquidations of the Business-type activities' compensated absence liabilities are charged to the Water Surcharge Fund, the Sewer Surcharge Fund, or Stormwater Management Fund, as appropriate.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

A reconciliation of long-term liabilities as shown in the statement of net assets as of December 31, 2010 is as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Bonds and notes payable outstanding at December 31, 2010	\$43,899,994	\$2,351,420
Accretion	68,436	
Unamortized premium on bonds	504,405	21,320
Unamortized deferred funding cost on bonds	(370,752)	(24,045)
	<u>\$44,102,083</u>	<u>\$2,348,695</u>
 Statement of Net Assets:		
Long-term liabilities, due within one year	\$2,480,000	\$404,582
Long-term liabilities, due in more than one year	41,622,083	1,944,113
	<u>\$44,102,083</u>	<u>\$2,348,695</u>

General Obligation Bonds and Notes:

The special assessment bonds are backed by full faith and credit of the City. If unpaid from other sources, the outstanding debt will be met by the City levying an ad valorem property tax within the ten-mill limit imposed by the Ohio Revised Code.

General obligation bonds and notes are direct obligations and pledge the full faith and credit of the City. The City issues general obligation bonds and notes to provide funds for acquisition and construction of major capital equipment, infrastructure and facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds and notes currently outstanding are as follows:

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Governmental Activities Long-Term Liabilities

A summary of bonds payable outstanding at December 31, 2010 is as follows:

General obligation debt:	Year of Maturity	Annual Principal Payments	Balance at 12/31/2009	Principal Issued	Principal Retired	Balance at 12/31/2010
2009C Issue 4 Refunding	2017	\$239,997-\$380,000	\$2,714,997		\$335,000	\$2,379,997
2001B Voted Issue 4	2011	\$190,000-\$245,000	\$480,000		\$235,000	\$245,000
2009C Various Purpose Refunding	2020	\$45,000-\$370,000	\$2,774,997		\$45,000	\$2,729,997
2001A Building Renovation	2011	\$70,000-\$100,000	\$195,000		\$95,000	\$100,000
2009A Building Renovation Refunding	2020	\$15,000-\$150,000	\$1,225,000		\$15,000	\$1,210,000
2003 Various Purpose	2023	\$239,988-\$705,000	\$7,720,000		\$435,000	\$7,285,000
2008 Fire Station	2028	\$169,200-\$432,000	\$5,830,800		\$219,615	\$5,611,185
2008 Infrastructure	2028	\$112,800-\$288,000	\$3,859,200		\$145,385	\$3,713,815
2009 Various Purpose	2016	\$370,000-\$425,000	\$2,770,000		\$370,000	\$2,400,000
2009 Build America Bonds	2029	\$465,000-\$685,000	\$7,320,000		-\$0-	\$7,320,000
2010-A Various Purpose	2030	\$440,000-\$460,000	\$ -0-	\$1,800,000	-\$0-	\$1,800,000
2010-B Various Purpose Build America Bonds	2030	\$460,000-\$640,000	\$ -0-	\$8,200,000	-\$0-	\$8,200,000
Total general obligation debt			\$34,889,994	\$10,000,000	\$1,895,000	\$42,994,994
Special assessment debt:						
1998 Neighborhood Lighting	2018	\$85,000-\$135,000	\$995,000		\$90,000	\$905,000
Total special assessment debt			\$995,000		\$90,000	\$905,000
Total bonds payable			\$35,884,994	\$10,000,000	\$1,985,000	\$43,899,994

In 2010 the City issued \$1,800,000 of Various Purpose term bonds due in 2030 and issued \$8,200,000 of Build America term bonds, including \$6,000,000 of Recovery Zone Economic Development Bonds (RZEDBs), due in 2030 for infrastructure improvement. The Build America Bonds are part of the federal American Recovery and Reinvestment Act and the City receives an interest rate subsidy 45% for the RZEDBs and an interest rate subsidy of 35% for the traditional BABs. As of December 31, 2010, \$11,618,592 of the bond proceeds remained unspent.

Year	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2011	\$2,385,000	\$1,699,851	\$95,000	\$43,495
2012	2,440,000	1,634,781	100,000	39,030
2013	2,510,000	1,577,966	105,000	34,330
2014	2,565,000	1,518,473	110,000	29,343
2015	2,630,000	1,450,015	115,000	24,008
2016-2020	12,794,994	6,542,378	380,000	37,587
2021-2025	10,005,000	3,400,891		
2026-2030	7,665,000	1,064,138		
Total	\$42,994,994	\$18,888,493	\$905,000	\$207,793

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Business-Type Activities Long-Term Liabilities

General obligation debt:	Year of Maturity	Annual Principal Payments	Balance at 12/31/2009	Principal Retired	Balance at 12/31/2010
2009A Turkey Run Stormwater Refunding Bonds	2017	\$150,000- \$175,000	\$1,300,000	\$150,000	\$1,150,000
Total bonds payable			<u>\$1,300,000</u>	<u>\$150,000</u>	<u>\$1,150,000</u>

Loans Payable:

Ohio Public Works Commission (OPWC) loans

Ohio Public Works Commission (OPWC) loans are backed by the full faith and credit of the City. The loans from the OPWC were made through the State Issue Two Program for infrastructure renovations. These loans generally are issued as 20-year loans with fairly equal amounts of principal maturing each year. The annual interest rate of the loans is 3.5%. The Ohio Public Works Commission loans currently outstanding are as follows:

	Year of Maturity	Annual Principal Payments	Balance at 12/31/2009	Principal Borrowed	Principal Retired	Balance at 12/31/2010
Water activities:						
Leeds Road Waterline	2014	\$12,561- \$23,456	\$197,149	\$0	\$41,190	\$155,959
Western Fire Loop Transmission Line	2016	\$20,102- \$35,355	\$420,985	\$0	\$59,584	\$361,401
Total water activities			<u>\$618,134</u>	<u>\$0</u>	<u>\$100,774</u>	<u>\$517,360</u>
Sewer activities:						
Mountview Canterbury	2014	\$9,530- \$17,797	\$149,584	\$0	\$31,253	\$118,331
Sanitary sewer projects	2016	\$34,815- \$67,308	\$679,895	\$0	\$114,166	\$565,729
Total sewer activities			<u>\$829,479</u>	<u>\$0</u>	<u>\$145,419</u>	<u>\$684,060</u>
Total OPWC loans payable			<u>\$1,447,613</u>	<u>\$0</u>	<u>\$246,193</u>	<u>\$1,201,420</u>

Annual debt service requirements for long-term liabilities recorded in Business-type activities, excluding other contractual liabilities and compensated absences, at December 31, 2010 are as follows:

Year	General Obligation Bonds		Loans Payable	
	Principal	Interest	Principal	Interest
2011	\$150,000	\$28,800	\$254,582	\$38,110
2012	160,000	25,800	263,258	29,434
2013	160,000	22,600	272,231	20,460
2014	160,000	19,400	239,537	11,180
2015-2017	520,000	32,025	171,811	5,381
Totals	\$1,150,000	\$128,625	\$1,201,419	\$104,565

Accrued vacation and sick leave will be paid with available resources within the appropriate fund that relates to each particular employee. These funds include the General Fund, the Street Construction

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Maintenance and Repair Fund, the Water Surcharge Fund, the Sanitary Sewer Surcharge Fund, and the Stormwater Fund.

Operating Leases:

The City has no non-cancelable operating leases as of December 31, 2010.

Note (7) – Risk Management

Prior to October 1, 1997, the City is exposed to various risks of loss related to torts, including theft of, damage to, and destruction of assets, errors and omissions, personal injuries, and natural disasters. The City provides coverage for up to \$1,000,000 for each liability claim and \$1,000 for each property damage claim. To provide funding for potential claims, the City established by ordinance a reservation of the General Fund balance of \$677,093 for these losses. In addition, the City also passed legislation that reserves \$5,000,000 of the City's unvoted debt capacity to cover potential catastrophic claims, judgments, and actions.

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

As part of participating in CORMA, coverage is provided for up to \$15,000,000 per occurrence and \$20,000,000 annual aggregate umbrella/excess liability for all liability claims and \$314,697,441 limit for property claims for the pool. Coverage is provided on an annual aggregate basis for crime (\$1,000,000 blanket public employee dishonesty with \$25,000 deductible, \$500,000 forgery/computer fraud with \$25,000 deductible, and \$100,000 money and securities with a \$25,000 deductible. Coverage is provided for general liability (\$1,000,000/\$2,000,000), law enforcement liability (\$1,000,000/\$1,000,000), public official liability (\$1,000,000/\$1,000,000), employment practices liability (\$1,000,000/\$1,000,000) and automobile liability (\$1,000,000). Pool retentions are \$25,000 per loss for property and \$550,000 aggregate for liability, with a \$100,000 per loss self-insurance retention. A third-party broker, with expertise in public entity pools, markets the program, identifies coverage lines and limits, and recommends the best insurer and insurance for procurement.

The City self-administers deductible amounts and any other amounts not covered by CORMA. Claims liabilities and expenses are estimated through a case by case review of all claims.

The City is self-insured for the employees' health care and worker's compensation claims. To account for and finance its uninsured health and worker's compensation claims, the City established the Employee Benefit Fund and the BWC Administration Fund (internal service funds). All operating funds of the City participate in the program and make payments to the Employee Benefit Fund and BWC Administration Fund based on actuarial estimates of the amounts needed to pay prior and current year claims. The City purchases specific stop loss insurance for health care claims, which exceed \$50,000 per covered individual in one year and aggregate stop loss coverage at 125% of annual estimated claims. The City purchases stop loss insurance for worker's compensation claims, which exceed \$400,000 per covered individual in one year and \$1,000,000 in aggregate in one year.

Settlements did not exceed insurance coverage in the past three years. There were no significant reductions in insurance coverage from the prior year.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Changes in the balances of claims liabilities during the past two years are as follows:

	<u>General Liability</u>	<u>Health Claims/Workers Compensation</u>
		<u>2009</u>
Unpaid claims - January 1, 2009	\$ 6,169	\$ 306,867
Incurring claims	21,173	2,482,264
Payment of claims	<u>(19,912)</u>	<u>(2,535,758)</u>
Unpaid claims - December 31, 2009	<u>\$ 4,908</u>	<u>\$ 253,373</u>
		<u>2010</u>
Unpaid claims - January 1, 2010	\$ 4,908	\$ 253,373
Incurring claims	14,715	2,846,987
Payment of claims	<u>(18,769)</u>	<u>(2,936,970)</u>
Unpaid claims - December 31, 2010	<u>\$ 854</u>	<u>\$ 163,390</u>

A claims liability of \$163,390 in the internal service fund accounts payable balance represents an estimate for incurred but unpaid claims liabilities and incurred but not reported claims liabilities.

Note (8) – Joint Operating Agreement

In 2003 the City of Upper Arlington and the Upper Arlington City School District (District) entered into a joint operating agreement to provide recreational facilities at Burbank Park for the benefit of the residents of the City. Whereas, pursuant to Ohio Revised Code Section 755.16, this agreement shall establish the working partnership between the City and the District regarding joint acquisition and construction of the project, as well as its shared operation and maintenance. The agreement establishes a four (4) member operations committee consisting of the Superintendent of the School District, the City Manager, the School District's Athletic Director, and the Parks and Recreation Director of the City.

The Agreement shall exist until:

One year from date of certificate of establishment (July 11, 2003), and shall automatically renew for consecutive periods of one (1) year each for so long as the project is used for public athletic and recreational uses for the benefit of the residents of the City.

Note (9) – Subsequent Event

There were no significant subsequent events.

Note (10) – Contingent Liabilities

The City is a defendant in a number of lawsuits pertaining to matters, which are incidental to performing routine governmental functions. City management is of the opinion that ultimate settlement of such claims will not result in a material adverse effect on the City's financial position as of December 31, 2010.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Note (11) – Pension Plans

A. Ohio Public Employees Retirement System

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

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

Funding Policy – The Ohio Revised Code provides statutory authority for members and employer contributions. For 2009, member and contribution rates were consistent across all three plans. While members in the State and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Plan. The 2010 member contribution rates were 10.00% of covered payroll for members in state and local classifications. Public safety and law enforcement members contributed 10.5% and 11.1%, respectively. The City's contribution rate for 2010 was 14.00% of covered payroll, except for those plan members in law enforcement or public safety, for whom the City's contribution was 17.87% of covered payroll. The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2010, 2009, and 2008 were \$1,154,849, \$1,202,715, and \$1,256,676, respectively; equal to the required employer contribution which is 100% of the dollar amount billed by OPERS. Contributions to the member-directed plan for 2010 were \$30,667 made by the City and \$21,905 made by the plan members.

B. Ohio Police and Fire Pension Fund

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

Funding Policy – Plan members are required to contribute 10.0% of their annual covered salary, while the City is required to contribute 19.50% and 24.00% for police officers and firefighters, respectively. Contribution rates are established by State statute. For 2010, the portion of the City's contributions to fund pension obligations was 19.5% for police officers and 24.0% for firefighters. The City's required contributions for pension obligations to OP&F for police officers and firefighters were \$1,996,404 for the year ended December 31, 2010, \$1,944,490 for the year ended December 31, 2009, and \$1,981,153 for the year ended December 31, 2008. The amounts contributed equal the required employer contribution for the respective year which is 100% of the dollar amount billed by OP&F.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Note (12) – Post Retirement Benefit Plans

A. Ohio Public Employees Retirement System

Plan Description – OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy – The post-employment healthcare plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2010, local government employers contributed 14.00% of covered payroll (17.87% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for 2010 was 4.73% from January 1, through February 28, 2010, and 4.23% from March 1 through December 31, 2010.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment healthcare plan.

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2010, 2009, and 2008 were \$430,422, \$491,695, and \$628,338, respectively; equal to the required employer contribution which is 100% of the dollar amount billed by OPERS.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates for state and local employers increased over a six year period beginning January 1, 2006, with a final rate increase January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

B. Ohio Police and Fire Pension Fund

Plan Description – The City contributes to the OP&F Pension Fund sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.50% and 24.00% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2010, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401 (h).

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

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters were \$614,228 for the year ended December 31, 2010, \$531,152 for the year ended December 31, 2009, and \$608,884 for the year ended December 31, 2008. The amounts contributed equal the required employer contribution for the respective year which is 100% of the dollar amount billed by OP&F.

Note (13) – Upper Arlington Community Improvement Corporation (CIC)

Description of Reporting Entity

The Upper Arlington Community Improvement Corporation (CIC) was formed pursuant to Resolution 19-93 passed on December 13, 1993 and incorporated as a corporation not-for-profit under Sections 1702 and 1724 of the Ohio Revised Code. The CIC was created to assist the City in the revitalization and enhancement of property, and to advance, encourage, and promote industrial, economic, commercial and civic development of the City of Upper Arlington. The CIC has been designated as the City of Upper Arlington's agent for economic development.

Summary of Significant Accounting Policies

Basis of Accounting.

The Financial Statements of the CIC are prepared using the accrual basis of accounting.

City of Upper Arlington, Ohio
Notes to the Basic Financial Statements, continued
December 31, 2010

Federal Income Tax.

The CIC is exempt from federal income tax under Section 501 (c) (6) of the Internal Revenue Code.

Use of Estimates.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note (14) – Fund Deficit

The Life Long Learning & Leisure Fund, a non-major special revenue fund, had a GAAP basis deficit fund balance at December 31, 2010 of \$12,167. This deficit will be funded by future charges for services.

**C. REQUIRED SUPPLEMENTARY INFORMATION –
OTHER THAN MD&A**

City of Upper Arlington, Ohio
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2010

	General Fund			
	Original Budget	Final Budget	Actual	Variance positive (negative)
REVENUES:				
Income tax	\$ 13,363,431	\$ 13,363,431	\$ 13,594,511	\$ 231,080
Property taxes	8,273,216	8,273,216	8,303,895	30,679
Intergovernmental	3,020,491	3,070,491	3,478,316	407,825
Estate Tax	2,100,000	2,100,000	3,007,297	907,297
Charges for services	770,000	770,000	797,758	27,758
Investment earnings	827,100	696,100	825,519	129,419
Fines and forfeits	338,300	350,000	388,268	38,268
Licenses and permits	795,000	915,000	922,353	7,353
Miscellaneous	1,126,144	1,108,144	698,348	(409,796)
Reimbursements	510,210	510,210	357,516	(152,694)
Total revenues	<u>31,123,892</u>	<u>31,156,592</u>	<u>32,373,781</u>	<u>1,217,189</u>
EXPENDITURES:				
Current:				
Police				
Personal services	6,758,425	6,913,425	6,824,898	88,527
Other than personal services	277,300	277,300	232,713	44,587
Capital outlay	105,250	90,650	85,741	4,909
Fire				
Personal services	8,023,771	7,832,416	7,624,415	208,001
Other than personal services	238,500	238,500	149,876	88,624
Board of Health				
Other than personal services	209,422	209,422	203,699	5,723
Parks and recreation				
Personal services	2,245,751	2,245,751	2,127,102	118,649
Other than personal services	719,675	719,675	619,151	100,524
Capital outlay	106,000	106,000	101,317	4,683
Development				
Personal services	924,765	924,765	900,840	23,925
Other than personal services	119,985	119,985	94,138	25,847
Public Service Administration				
Personal services	952,140	952,140	944,992	7,148
Other than personal services	50,650	50,650	37,875	12,775
Capital outlay	70,000	38,200	36,562	1,638
Streets Administration				
Personal services	231,334	327,272	327,211	61
Other than personal services	9,250	9,250	3,013	6,237
Capital outlay	362,117	286,717	282,841	3,876
Fleet Maintenance				
Personal services	580,514	577,584	529,751	47,833
Other than personal services	213,400	213,400	170,009	43,391
Capital outlay	2,600	-	-	-
City Manager				
Personal services	1,016,874	1,016,874	995,849	21,025
Other than personal services	159,140	159,140	122,312	36,828
City Attorney				
Personal services	609,326	609,326	599,215	10,111
Other than personal services	129,442	129,442	92,901	36,541
City Clerk				
Personal services	285,633	260,633	239,074	21,559
Other than personal services	10,005	35,005	8,859	26,146

(continued)

City of Upper Arlington, Ohio
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2010
(continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
City Council				
Personal services	114,290	110,290	100,911	9,379
Other than personal services	7,689	11,689	11,512	177
Clerk of Court				
Personal services	163,203	133,203	125,398	7,805
Other than personal services	119,479	149,479	134,224	15,255
Finance				
Personal services	853,519	853,519	841,767	11,752
Other than personal services	102,475	102,475	100,561	1,914
Facilities Maintenance				
Personal services	218,149	155,192	155,191	1
Other than personal services	762,589	821,958	817,341	4,617
Capital outlay	-	30,129	30,128	1
Information Technology				
Personal services	403,523	403,523	387,566	15,957
Other than personal services	364,574	364,574	318,916	45,658
Capital outlay	558,800	660,175	674,508	(14,333)
General Administration				
Personal services	151,158	234,064	234,063	1
Other than personal services	1,473,497	2,133,997	1,901,445	232,552
 Total expenditures	<u>29,704,214</u>	<u>30,507,789</u>	<u>29,187,885</u>	<u>1,319,904</u>
 Excess (deficiency) of revenues over expenditures	1,419,678	648,803	3,185,896	2,537,093
 <u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from sale of Capital outlay assets	-	-	61,745	61,745
Operating transfers-in	-	1,600,000	1,600,000	-
Operating transfers-out	(4,289,546)	(5,096,843)	(5,061,222)	35,621
Interaccount transfers-in	2,554,916	4,554,916	4,524,453	(30,463)
Interaccount transfers-out	(2,554,916)	(4,554,916)	(4,524,453)	30,463
 Total other financing sources (uses)	<u>(4,289,546)</u>	<u>(3,496,843)</u>	<u>(3,399,477)</u>	<u>97,366</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(2,869,868)	(2,848,040)	(213,581)	2,634,459
 Fund balances at beginning of year	22,225,268	22,225,268	22,225,268	-
Lapsed encumbrances	44,314	44,314	44,314	-
Fund balances at end of year	<u>\$ 19,399,714</u>	<u>\$ 19,421,542</u>	<u>\$ 22,056,001</u>	<u>\$ 2,634,459</u>

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

Excess of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule	\$ (213,581)
Increases (decreases) from revenues:	2,239,431
(Increases) decreases from expenditures:	(255,596)
(Increases) decreases from other financing sources (uses)	(449,460)
 Net change in fund balance per the Statement of Revenues, Expenditures, and and Changes in Fund Balances	<u>\$ 1,320,794</u>

City of Upper Arlington, Ohio
 Budgetary Comparison Schedule
 Street Construction Maintenance and Repair Fund
 For the Year Ended December 31, 2010

Street Construction Maintenance and Repair Fund				
REVENUES:	Original Budget	Final Budget	Actual	Variance positive (negative)
Motor fuel taxes	\$ 445,000	\$ 445,000	\$ 444,305	\$ (695)
Intergovernmental	1,154,000	1,154,000	1,133,257	(20,743)
Charges for services	12,000	12,000	1,600	(10,400)
Investment earnings	15,700	20,700	11,390	(9,310)
Reimbursements	-	-	5,056	5,056
Miscellaneous	-	-	8,629	8,629
Total revenues	1,626,700	1,631,700	1,604,237	(27,463)
EXPENDITURES:				
Current:				
Streets Division				
Personal services	952,228	937,619	816,401	121,218
Other than personal services	380,250	394,859	394,856	3
Electrical Division				
Personal services	467,175	467,175	412,135	55,040
Other than personal services	178,400	178,400	162,028	16,372
Total expenditures	1,978,053	1,978,053	1,785,420	192,633
Excess (deficiency) of revenues over expenditures	(351,353)	(346,353)	(181,183)	165,170
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(351,353)	(346,353)	(181,183)	165,170
Fund balances at beginning of year	626,535	626,535	626,535	
Lapsed encumbrances	1,500	1,500	1,500	
Fund balances at end of year	\$ 276,682	\$ 281,682	\$ 446,852	\$ 165,170

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

Excess of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule	\$ (181,183)
Increases (decreases) from revenues:	64,000
(Increases) decreases from expenditures:	(19,857)
Net change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ (137,040)

City of Upper Arlington, Ohio
Notes to the Required Supplementary Information
December 31, 2010

Budgetary Information

The City adopts annual expenditure budgets for all governmental, proprietary, and agency fund types, with the exception of the Flexible Benefits Fund. The CIC, a component unit of the City, does not adopt an annual expenditure budget. The City Council follows procedures outlined below in establishing the expenditure budget data reported in the Biennial Budget Supplement for 2009 – 2010.

In November, the City Manager submits to City Council an estimate of the expenditures necessary to conduct the affairs of the City for the fiscal year commencing the following January 1. Budget estimates are distributed throughout the City including newspapers and libraries. Public hearings are held to obtain taxpayers' comments.

Subsequent to January 1, and after publication of the proposed budget ordinance, the budget is legally enacted through passage of the ordinance. The budget specifies expenditure amounts by character for each activity within each fund.

No transfer of appropriations can be made without City Council action, with the exception of certain transfers within a department's appropriation, within a fund, if the amounts are less than \$5,000. Expenditures cannot legally exceed appropriations at the character level. During 2010 various transfers of appropriations, supplemental appropriations, and reductions in appropriation were made in the following amounts:

General Fund	\$3,610,872
Special Revenue Funds	\$155,846
Debt Service Fund	\$11,000
Capital Project Funds	(\$3,199,500)
Enterprise Funds	\$25,000

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

The City's budgetary process is based upon accounting for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP).

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget was \$3,610,872 and is summarized as follows:

- ❑ \$807,297 in fund transfers to capital projects funds.
- ❑ \$2,000,000 for fund transfer to the debt service fund.
- ❑ \$600,000 for a loan to a community support foundation.
- ❑ \$155,000 for salaries related to the settlement of the FOP bargaining agreement.
- ❑ \$87,000 for street division salaries for snow removal.

City of Upper Arlington, Ohio
Notes to the Required Supplementary Information
December 31, 2010

- (\$238,425) for various reductions in multiple departments to accommodate aforementioned salary increases.
- \$200,000 for an unused contingency for emergencies during City Council's winter break.

D. OTHER SUPPLEMENTARY INFORMATION

CITY OF UPPER ARLINGTON

MAJOR GOVERNMENTAL FUNDS

General Fund

The General Fund receives funds, which are not accounted for in any other fund of the City. The revenues are used to finance the general operations of the City. Due to legal requirements, activities of the General Fund are accounted for in the following accounts:

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

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

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

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

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

Communications and Technology Account - By ordinance, City Council has established this account in order to provide for the maintenance and upgrade of the City's communication and technology equipment and software.

Emergency Medical Services (EMS) Account – By ordinance, City Council has established this account in order to pay the cost of activities for emergency medical service supplies and capital needs for the Fire Division. The fees received are from insurance companies and Medicare for providing emergency medical services to the Community. The EMS account is shown as a special revenue fund in the budgetary statements but as a general fund account in the GAAP statements.

Special Revenue Funds

Street Construction Maintenance and Repair Fund

The Ohio Revised Code Sections 4501.04 and 5735.27 requires this separate fund to account for receipts from the licensing of motor vehicles and receipts from fuel taxes. The funds are used for the construction, maintenance and repair of the City's streets. The budgetary Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget to Actual, is included in the Required Supplementary Information – Other Than MD&A, section of this report.

CITY OF UPPER ARLINGTON

MAJOR GOVERNMENTAL FUNDS, continued

General Obligation Bond Retirement Fund

The fund, a debt service fund, receives property taxes and other receipts for the retirement of debt issued by the City. The funds are used for the payment of interest and principal on outstanding debt.

Capital Project Funds:

Bonded Improvement Fund

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

Estate Tax Capital Projects Fund

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

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
General Operating Account
For the Fiscal Year Ended December 31, 2010

	General Operating Account			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Income tax	\$ 11,581,685	\$ 11,581,685	\$ 11,783,749	\$ 202,064
Property taxes	5,446,831	5,446,831	5,470,288	23,457
Intergovernmental	2,625,292	2,675,292	3,042,719	367,427
Estate Tax	2,100,000	2,100,000	3,007,297	907,297
Charges for services	770,000	770,000	797,758	27,758
Investment earnings	812,700	672,700	810,311	137,611
Fines and forfeits	338,300	350,000	388,268	38,268
Licenses and permits	795,000	915,000	922,353	7,353
Miscellaneous	1,000,000	982,000	556,118	(425,882)
Reimbursements	480,210	480,210	333,506	(146,704)
 Total revenues	 <u>25,950,018</u>	 <u>25,973,718</u>	 <u>27,112,367</u>	 <u>1,138,649</u>
EXPENDITURES:				
Current:				
Police				
Personal services	6,758,425	6,913,425	6,824,898	88,527
Other than personal services	277,300	277,300	232,713	44,587
Fire				
Personal services	8,023,771	7,832,416	7,624,415	208,001
Other than personal services	238,500	238,500	149,876	88,624
Board of Health				
Other than personal services	209,422	209,422	203,699	5,723
Parks and recreation				
Personal services	2,245,751	2,245,751	2,127,102	118,649
Other than personal services	719,675	719,675	619,151	100,524
Development				
Personal services	924,765	924,765	900,840	23,925
Other than personal services	119,985	119,985	94,138	25,847
Public Service Administration				
Personal services	952,140	952,140	944,992	7,148
Other than personal services	50,650	50,650	37,875	12,775
Streets Administration				
Personal services	231,334	327,272	327,211	61
Other than personal services	9,250	9,250	3,013	6,237
Fleet Maintenance				
Personal services	580,514	577,584	529,751	47,833
Other than personal services	213,400	213,400	170,009	43,391
City Manager				
Personal services	1,016,874	1,016,874	995,849	21,025
Other than personal services	159,140	159,140	122,312	36,828
City Attorney				
Personal services	609,326	609,326	599,215	10,111
Other than personal services	129,442	129,442	92,901	36,541
City Clerk				
Personal services	285,633	260,633	239,074	21,559
Other than personal services	10,005	35,005	8,859	26,146
City Council				
Personal services	114,290	110,290	100,911	9,379
Other than personal services	7,689	11,689	11,512	177
Clerk of Court				
Personal services	163,203	133,203	125,398	7,805
Other than personal services	119,479	149,479	134,224	15,255

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
General Operating Account, cont.

	Adopted Budget	Revised Budget	Actual	Variance
Finance				
Personal services	853,519	853,519	841,767	11,752
Other than personal services	102,475	102,475	100,561	1,914
Facilities Maintenance				
Personal services	218,149	155,192	155,191	1
Other than personal services	762,589	821,958	817,341	4,617
Information Technology				
Personal services	403,523	403,523	387,566	15,957
Other than personal services	364,574	364,574	318,916	45,658
General Administration				
Personal services	151,158	234,064	234,063	1
Other than personal services	1,423,497	2,083,997	1,882,676	201,321
 Total expenditures	<u>28,449,447</u>	<u>29,245,918</u>	<u>27,958,019</u>	<u>1,287,899</u>
 Excess (deficiency) of revenues over expenditures	<u>(2,499,429)</u>	<u>(3,272,200)</u>	<u>(845,652)</u>	<u>2,426,548</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from sale of capital assets	-	-	61,745	61,745
Interaccount transfers-in	2,518,916	4,118,916	2,492,453	(1,626,463)
Operating transfers-in			1,600,000	1,600,000
Operating transfers-out	(2,452,000)	(3,259,297)	(3,219,676)	39,621
Interaccount transfers-out		(2,000,000)	(2,000,000)	-
 Total other financing sources (uses)	<u>66,916</u>	<u>(1,140,381)</u>	<u>(1,065,478)</u>	<u>74,903</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(2,432,513)</u>	<u>(4,412,581)</u>	<u>(1,911,130)</u>	<u>2,501,451</u>
 Fund balances at beginning of year	15,339,835	15,339,835	15,339,835	-
Lapsed encumbrances	11,390	11,390	11,390	-
 Fund balances at end of year	<u>\$ 12,918,712</u>	<u>\$ 10,938,644</u>	<u>\$ 13,440,095</u>	<u>\$ 2,501,451</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Capital Asset Management Account
For the Fiscal Year Ended December 31, 2010

	Capital Asset Management Account			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Income tax	\$ 1,781,746	\$ 1,781,746	\$ 1,810,762	\$ 29,016
Total revenues	<u>1,781,746</u>	<u>1,781,746</u>	<u>1,810,762</u>	<u>29,016</u>
EXPENDITURES:				
Current:				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,781,746</u>	<u>1,781,746</u>	<u>1,810,762</u>	<u>29,016</u>
OTHER FINANCING SOURCES (USES):				
Interaccount operating transfers-in	-	2,000,000	2,000,000	-
Operating transfers-out	<u>(1,873,546)</u>	<u>(1,873,546)</u>	<u>(1,873,546)</u>	-
Total other financing sources (uses)	<u>(1,873,546)</u>	<u>126,454</u>	<u>126,454</u>	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(91,800)	1,908,200	1,937,216	29,016
Fund balances at beginning of year	5,507,746	5,507,746	5,507,746	-
Fund balances at end of year	<u>\$ 5,415,946</u>	<u>\$ 7,415,946</u>	<u>\$ 7,444,962</u>	<u>\$ 29,016</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Police and Fire Pension Account
For the Fiscal Year Ended December 31, 2010

	Police and Fire Pension Account			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Property taxes	\$ 2,133,000	\$ 2,133,000	\$ 2,137,190	\$ 4,190
Intergovernmental	298,199	298,199	329,022	30,823
Total revenues	<u>2,431,199</u>	<u>2,431,199</u>	<u>2,466,212</u>	<u>35,013</u>
<u>EXPENDITURES:</u>				
Current:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	<u>2,431,199</u>	<u>2,431,199</u>	<u>2,466,212</u>	<u>35,013</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Interaccount transfers-out	<u>(2,518,916)</u>	<u>(2,518,916)</u>	<u>(2,492,453)</u>	<u>26,463</u>
Total other financing sources (uses)	<u>(2,518,916)</u>	<u>(2,518,916)</u>	<u>(2,492,453)</u>	<u>26,463</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(87,717)	(87,717)	(26,241)	61,476
Fund balances at beginning of year	318,947	318,947	318,947	-
Fund balances at end of year	<u>\$ 231,230</u>	<u>\$ 231,230</u>	<u>\$ 292,706</u>	<u>\$ 61,476</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Capital Equipment Account
For the Fiscal Year Ended December 31, 2010

	Capital Equipment Account			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Property taxes	\$ 693,385	\$ 693,385	\$ 696,417	\$ 3,032
Intergovernmental	97,000	97,000	106,575	9,575
Reimbursements	-	-	8,840	8,840
Total revenues	<u>790,385</u>	<u>790,385</u>	<u>811,832</u>	<u>21,447</u>
EXPENDITURES:				
Current:				
Police				
Capital outlay	105,250	85,741	85,741	-
Parks and recreation				
Capital Outlay	106,000	101,317	101,317	-
Public Service Administration				
Capital Outlay	70,000	36,562	36,562	-
Streets Administration				
Capital Outlay	362,117	282,841	282,841	-
Fleet Maintenance				
Capital Outlay	2,600	-	-	-
Facilities Maintenance				
Capital Outlay	-	30,128	30,128	-
Information Technology				
Capital outlay	367,300	483,782	483,112	670
Total expenditures	<u>1,013,267</u>	<u>1,020,371</u>	<u>1,019,701</u>	<u>670</u>
Excess (deficiency) of revenues over expenditures	<u>(222,882)</u>	<u>(229,986)</u>	<u>(207,869)</u>	<u>22,117</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(222,882)	(229,986)	(207,869)	22,117
Fund balances at beginning of year	377,548	377,548	377,548	-
Lapsed encumbrances	32,925	32,925	32,925	-
Fund balances at end of year	<u>\$ 187,591</u>	<u>\$ 180,487</u>	<u>\$ 202,604</u>	<u>\$ 22,117</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Self-Insured Loss Account
For the Fiscal Year Ended December 31, 2010

	Self-Insured Loss Account			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Investment earnings	\$ 14,400	\$ 23,400	\$ 15,208	\$ (8,192)
Reimbursements	30,000	30,000	24,010	(5,990)
 Total revenues	<u>44,400</u>	<u>53,400</u>	<u>39,218</u>	<u>(14,182)</u>
EXPENDITURES:				
Current:				
General Administration				
Other than personal services	50,000	50,000	18,769	31,231
 Total expenditures	<u>50,000</u>	<u>50,000</u>	<u>18,769</u>	<u>31,231</u>
 Excess (deficiency) of revenues over expenditures	<u>(5,600)</u>	<u>3,400</u>	<u>20,449</u>	<u>17,049</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(5,600)</u>	<u>3,400</u>	<u>20,449</u>	<u>17,049</u>
 Fund balances at beginning of year	651,402	651,402	651,402	-
 Fund balances at end of year	<u>\$ 645,802</u>	<u>\$ 654,802</u>	<u>\$ 671,851</u>	<u>\$ 17,049</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Communications and Technology Account
For the Fiscal Year Ended December 31, 2010

	Communications and Technology Account			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Miscellaneous	\$ 126,144	\$ 126,144	\$ 133,390	\$ 7,246
Total revenues	<u>126,144</u>	<u>126,144</u>	<u>133,390</u>	<u>7,246</u>
<u>EXPENDITURES:</u>				
Current:				
Information Technology				
Capital outlay	191,500	191,500	191,396	104
Total expenditures	<u>191,500</u>	<u>191,500</u>	<u>191,396</u>	<u>104</u>
Excess (deficiency) of revenues over expenditures	<u>(65,356)</u>	<u>(65,356)</u>	<u>(58,006)</u>	<u>7,350</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Interaccount operating transfers-in	36,000	36,000	32,000	(4,000)
Total other financing sources (uses)	<u>36,000</u>	<u>36,000</u>	<u>32,000</u>	<u>(4,000)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(29,356)	(29,356)	(26,006)	3,350
Fund balances at beginning of year	29,789	29,789	29,789	-
Fund balances at end of year	<u>\$ 433</u>	<u>\$ 433</u>	<u>\$ 3,783</u>	<u>\$ 3,350</u>



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (NON-GAAP Budgetary Basis)
 Total General Fund Accounts
 For the Fiscal Year Ended December 31, 2010

	Total General Fund Accounts			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Income tax	\$ 13,363,431	\$ 13,363,431	\$ 13,594,511	\$ 231,080
Property taxes	8,273,216	8,273,216	8,303,895	30,679
Intergovernmental	3,020,491	3,070,491	3,478,316	407,825
Estate Tax	2,100,000	2,100,000	3,007,297	907,297
Charges for services	770,000	770,000	797,758	27,758
Investment earnings	827,100	696,100	825,519	129,419
Fines and forfeits	338,300	350,000	388,268	38,268
Licenses and permits	795,000	915,000	922,353	7,353
Miscellaneous	1,126,144	1,108,144	698,348	(409,796)
Reimbursements	510,210	510,210	366,356	(143,854)
Total revenues	<u>31,123,892</u>	<u>31,156,592</u>	<u>32,382,621</u>	<u>1,226,029</u>
EXPENDITURES:				
Current:				
Police				
Personal services	6,758,425	6,913,425	6,824,898	88,527
Other than personal services	277,300	277,300	232,713	44,587
Capital outlay	105,250	85,741	85,741	-
Fire				
Personal services	8,023,771	7,832,416	7,624,415	208,001
Other than personal services	238,500	238,500	149,876	88,624
Board of Health				
Other than personal services	209,422	209,422	203,699	5,723
Parks and recreation				
Personal services	2,245,751	2,245,751	2,127,102	118,649
Other than personal services	719,675	719,675	619,151	100,524
Capital outlay	106,000	101,317	101,317	-
Development				
Personal services	924,765	924,765	900,840	23,925
Other than personal services	119,985	119,985	94,138	25,847
Public Service Administration				
Personal services	952,140	952,140	944,992	7,148
Other than personal services	50,650	50,650	37,875	12,775
Capital outlay	70,000	36,562	36,562	-
Streets Administration				
Personal services	231,334	327,272	327,211	61
Other than personal services	9,250	9,250	3,013	6,237
Capital outlay	362,117	282,841	282,841	-
Fleet Maintenance				
Personal services	580,514	577,584	529,751	47,833
Other than personal services	213,400	213,400	170,009	43,391
Capital outlay	2,600	-	-	-
City Manager				
Personal services	1,016,874	1,016,874	995,849	21,025
Other than personal services	159,140	159,140	122,312	36,828
City Attorney				
Personal services	609,326	609,326	599,215	10,111
Other than personal services	129,442	129,442	92,901	36,541
City Clerk				
Personal services	285,633	260,633	239,074	21,559
Other than personal services	10,005	35,005	8,859	26,146
City Council				
Personal services	114,290	110,290	100,911	9,379
Other than personal services	7,689	11,689	11,512	177

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Total General Fund Accounts, cont.
For the Fiscal Year Ended December 31, 2010

Clerk of Court				
Personal services	163,203	133,203	125,398	7,805
Other than personal services	119,479	149,479	134,224	15,255
Finance				
Personal services	853,519	853,519	841,767	11,752
Other than personal services	102,475	102,475	100,561	1,914
Facilities Maintenance				
Personal services	218,149	155,192	155,191	1
Other than personal services	762,589	821,958	817,341	4,617
Capital outlay	0	30,128	30,128	-
Information Technology				
Personal services	403,523	403,523	387,566	15,957
Other than personal services	364,574	364,574	318,916	45,658
Capital outlay	558,800	675,282	674,508	774
General Administration				
Personal services	151,158	234,064	234,063	1
Other than personal services	1,473,497	2,133,997	1,901,445	232,552
Total expenditures	<u>29,704,214</u>	<u>30,507,789</u>	<u>29,187,885</u>	<u>1,319,904</u>
Excess (deficiency) of revenues over expenditures	<u>1,419,678</u>	<u>648,803</u>	<u>3,194,736</u>	<u>2,545,933</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	61,745	61,745
Operating transfers-in	-	1,600,000	1,600,000	-
Operating transfers-out	(4,289,546)	(5,096,843)	(5,061,222)	35,621
Interaccount transfers-in	2,554,916	4,554,916	4,524,453	(30,463)
Interaccount transfers-out	(2,554,916)	(4,554,916)	(4,524,453)	30,463
Total other financing sources (uses)	<u>(4,289,546)</u>	<u>(3,496,843)</u>	<u>(3,399,477)</u>	<u>97,366</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(2,869,868)</u>	<u>(2,848,040)</u>	<u>(204,741)</u>	<u>2,643,299</u>
Fund balances at beginning of year	22,225,268	22,225,268	22,225,268	-
Lapsed encumbrances	44,314	44,314	44,314	-
Fund balances at end of year	<u>\$ 19,399,714</u>	<u>\$ 19,421,542</u>	<u>\$ 22,064,841</u>	<u>\$ 2,643,299</u>



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
General Obligation Bond Retirement Fund
For the Fiscal Year Ended December 31, 2010

	General Obligation Bond Retirement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Property taxes	\$ 912,433	\$ 912,433	\$ 983,493	\$ 71,060
Intergovernmental	133,067	133,067	139,821	6,754
Total revenues	<u>1,045,500</u>	<u>1,045,500</u>	<u>1,123,314</u>	<u>77,814</u>
EXPENDITURES:				
Current:				
Finance				
Other than personal services	-	11,000	9,659	1,341
Total expenditures	<u>-</u>	<u>11,000</u>	<u>9,659</u>	<u>1,341</u>
Excess (deficiency) of revenues over expenditures	<u>1,045,500</u>	<u>1,034,500</u>	<u>1,113,655</u>	<u>79,155</u>
OTHER FINANCING SOURCES (USES):				
Bond principal costs	(2,135,000)	(2,135,000)	(2,135,000)	-
Bond interest costs	(1,415,306)	(1,415,306)	(1,415,305)	1
Operating transfers-in	2,504,806	2,504,806	2,504,806	-
Total other financing sources (uses)	<u>(1,045,500)</u>	<u>(1,045,500)</u>	<u>(1,045,499)</u>	<u>1</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	(11,000)	68,156	79,156
Fund balances at beginning of year	279,843	279,843	279,843	-
Fund balances at end of year	<u>\$ 279,843</u>	<u>\$ 268,843</u>	<u>\$ 347,999</u>	<u>\$ 79,156</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Bonded Improvement Fund
For the Fiscal Year Ended December 31, 2010

	Bonded Improvement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Investment earnings	\$ 83,000	\$ 83,000	\$ 4,305	\$ (78,695)
Total revenues	<u>83,000</u>	<u>83,000</u>	<u>4,305</u>	<u>(78,695)</u>
EXPENDITURES:				
Current:				
Fire				
Capital		27,544	27,542	2
Streets				
Capital	5,315,250	5,139,656	3,910,429	1,229,227
Finance				
Other than personal services	-	148,050	148,050	-
Total expenditures	<u>5,315,250</u>	<u>5,315,250</u>	<u>4,086,021</u>	<u>1,229,229</u>
Excess (deficiency) of revenues over expenditures	<u>(5,232,250)</u>	<u>(5,232,250)</u>	<u>(4,081,716)</u>	<u>1,150,534</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of bonds	100,000	10,000,000	10,000,000	-
Premiums on bonds issued		25,396	25,396	-
Operating transfers-out	-	(1,600,000)	(1,600,000)	-
Total other financing sources (uses)	<u>100,000</u>	<u>8,425,396</u>	<u>8,425,396</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(5,132,250)</u>	<u>3,193,146</u>	<u>4,343,680</u>	<u>1,150,534</u>
Fund balances at beginning of year	5,141,324	5,141,324	5,141,324	-
Lapsed encumbrances	886,650	886,650	886,650	-
Fund balances at end of year	<u>\$ 895,724</u>	<u>\$ 9,221,120</u>	<u>\$ 10,371,654</u>	<u>\$ 1,150,534</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Estate Tax Capital Projects Fund
For the Fiscal Year Ended December 31, 2010

	Estate Tax Capital Projects Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Investment earnings	\$ 182,700	\$ 243,700	\$ 194,556	\$ (49,144)
Reimbursements	-	-	18,638	18,638
Total revenues	<u>182,700</u>	<u>243,700</u>	<u>213,194</u>	<u>(30,506)</u>
EXPENDITURES:				
Current:				
Streets				
Capital	3,599,450	3,599,450	2,830,904	768,546
Total expenditures	<u>3,599,450</u>	<u>3,599,450</u>	<u>2,830,904</u>	<u>768,546</u>
Excess (deficiency) of revenues over expenditures	<u>(3,416,750)</u>	<u>(3,355,750)</u>	<u>(2,617,710)</u>	<u>738,040</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers-in	-	1,064,049	1,064,049	-
Total other financing sources (uses)	<u>-</u>	<u>1,064,049</u>	<u>1,064,049</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(3,416,750)</u>	<u>(2,291,701)</u>	<u>(1,553,661)</u>	<u>738,040</u>
Fund balances at beginning of year	7,768,374	7,768,374	7,768,374	-
Lapsed encumbrances	222,472	222,472	222,472	-
Fund balances at end of year	<u>\$ 4,574,096</u>	<u>\$ 5,699,145</u>	<u>\$ 6,437,185</u>	<u>\$ 738,040</u>

CITY OF UPPER ARLINGTON

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds:

Law Enforcement Fund

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

Enforcement Education Fund

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

Civil Service Fund

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

Tax Incentive Review Fund

Created by C.O. 225.07, the fund receives required fees and pays administrative expenses associated with tax incentive agreements.

Tree Planting Fund

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

Life Long Learning and Leisure Fund

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

Mayor's Court Computer Fund

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

Clerk of Court Fund

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

Special Revenue Funds, continued

Neighborhood Lighting Fund

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

Economic Development Venture Fund

Established by C.O. 225.06 the fund commenced in January 1999 to stimulate investment in Upper Arlington by providing incentives and maintaining an attractive economic climate for business and expansion and new business recruitment.

Capital Project Funds:

Infrastructure Improvement Fund

Created by C.O. 137.10, the Infrastructure Improvement Fund was created to account for a seven-year capital project program. The General Fund provides an annual fund transfer to fund the program.

Tax Increment Financing (TIF) Districts

The City, pursuant to the Ohio Revised Code and City ordinances, has established five TIFs. A TIF represents a geographic area wherein property values created after the commencement date of the TIF are exempt, in whole or in part, from property taxes. Owner of such property, however, must pay amounts equal to the property taxes, known as "service fees," as though the TIF had not been established. These "service fees" will then repay the City for capital outlay expenditures relating to public improvements within or adjacent to the TIF area. Property values existing before the commencement date of a TIF continue to be subjected to property taxes. The City has created capital project funds to account for five TIFs: the Chelsea TIF Fund, the Horizon TIF Fund, the Kingsdale West TIF Fund, the Kingsdale Core TIF Fund, and the Arlington Crossing TIF Fund.

City of Upper Arlington, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2010

	Law Enforcement	Enforcement Education	Civil Service
ASSETS			
Cash, cash equivalents and investments	\$ 899,575	\$ 22,180	\$ 19,282
Receivables (net of allowance for uncollectibles)	5,330		
Total assets	<u>\$ 904,905</u>	<u>\$ 22,180</u>	<u>\$ 19,282</u>
 LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,504		\$ 600
Due to other funds	675		
Deferred revenue	772		
Accrued liabilities	4,505		
Total liabilities	<u>8,456</u>	<u>-</u>	<u>600</u>
 Fund balances:			
Reserved for:			
Encumbrances	13,020		150
Unreserved, reported in:			
Special revenue funds	883,429	22,180	18,532
Capital project funds			
Total fund balances	<u>896,449</u>	<u>22,180</u>	<u>18,682</u>
Total liabilities and fund balances	<u>\$ 904,905</u>	<u>\$ 22,180</u>	<u>\$ 19,282</u>

Tax Incentive Review	Tree Planting	Life Long Learning & Leisure	Mayor's Court Computer	Clerk of Court
\$ 24,392	\$ 40,656	\$ 19,496	\$ 71,124	\$ 62,435
<u>\$ 24,392</u>	<u>\$ 40,656</u>	<u>\$ 19,496</u>	<u>\$ 71,124</u>	<u>\$ 62,435</u>
	\$ 3,129	\$ 7,170 437 19,693 4,363	\$ 4,773	\$ 4,976
<u>-</u>	<u>3,129</u>	<u>31,663</u>	<u>4,773</u>	<u>4,976</u>
		677	176	177
24,392	37,527	(12,844)	66,175	57,282
<u>24,392</u>	<u>37,527</u>	<u>(12,167)</u>	<u>66,351</u>	<u>57,459</u>
<u>\$ 24,392</u>	<u>\$ 40,656</u>	<u>\$ 19,496</u>	<u>\$ 71,124</u>	<u>\$ 62,435</u>

(continued)

City of Upper Arlington, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2010

	Neighborhood Lighting	Economic Development Venture	Total Nonmajor Special Revenue	Infrastructure Improvement
ASSETS				
Cash, cash equivalents and investments	\$ 390,492	\$ 365,102	\$ 1,914,734	\$ 1,205,316
Receivables (net of allowance for uncollectibles)	4,006		9,336	409,295
Total assets	<u>\$ 394,498</u>	<u>\$ 365,102</u>	<u>\$ 1,924,070</u>	<u>\$ 1,614,611</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,463	\$ 12,320	\$ 36,935	\$ 55,241
Due to other funds	128		1,240	
Deferred revenue	2,750		23,215	409,295
Accrued liabilities	1,006		9,874	
Total liabilities	<u>5,347</u>	<u>12,320</u>	<u>71,264</u>	<u>464,536</u>
 Fund balances:				
Reserved for:				
Encumbrances	22,497	239,122	275,819	316,188
Unreserved, reported in:				
Special revenue funds	366,654	113,660	1,576,987	
Capital project funds				833,887
Total fund balances	<u>389,151</u>	<u>352,782</u>	<u>1,852,806</u>	<u>1,150,075</u>
Total liabilities and fund balances	<u>\$ 394,498</u>	<u>\$ 365,102</u>	<u>\$ 1,924,070</u>	<u>\$ 1,614,611</u>

Capital Projects					Total Nonmajor Capital Projects	Total Nonmajor Governmental Funds
Chelsea TIF	Horizon TIF	Arlington Crossing TIF	Kingsdale West TIF	Kingsdale Core TIF		
\$ 663,314	\$ 600,358	\$ -	\$ 64,193	\$ 468,684	\$ 3,001,865	\$ 4,916,599
358,192	267,850		39,452		1,074,789	1,084,125
<u>\$ 1,021,506</u>	<u>\$ 868,208</u>	<u>\$ -</u>	<u>\$ 103,645</u>	<u>\$ 468,684</u>	<u>\$ 4,076,654</u>	<u>\$ 6,000,724</u>
					\$ 55,241	\$ 92,176
\$ 358,192	\$ 267,850		\$ 39,452		1,074,789	1,098,004
						9,874
<u>358,192</u>	<u>267,850</u>	<u>-</u>	<u>39,452</u>	<u>-</u>	<u>1,130,030</u>	<u>1,201,294</u>
					316,188	592,007
663,314	600,358		64,193	468,684	2,630,436	1,576,987
<u>663,314</u>	<u>600,358</u>	<u>-</u>	<u>64,193</u>	<u>468,684</u>	<u>2,946,624</u>	<u>2,630,436</u>
<u>\$ 1,021,506</u>	<u>\$ 868,208</u>	<u>\$ -</u>	<u>\$ 103,645</u>	<u>\$ 468,684</u>	<u>\$ 4,076,654</u>	<u>\$ 6,000,724</u>

City of Upper Arlington, Ohio
Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2010

	<u>Law Enforcement</u>	<u>Enforcement Education</u>	<u>Civil Service</u>
REVENUES			
Intergovernmental	\$ 9,486		
Charges for services			
Fines and forfeits		\$ 3,427	
Investment earnings	18,694		
Miscellaneous			
Total revenues	<u>28,180</u>	<u>3,427</u>	<u>-</u>
EXPENDITURES			
Current:			
Public Safety	89,274	3,229	
General Government			\$ 8,987
Public Services			
Parks and Recreation			
Capital outlay:			
Capital outlay	18,985		
Total expenditures	<u>108,259</u>	<u>3,229</u>	<u>8,987</u>
Excess (deficiency) of revenues over (under) expenditures	(80,079)	198	(8,987)
OTHER FINANCING SOURCES (USES)			
Transfers in			20,000
Proceeds from sale of capital assets	318,807		
Total other financing sources and uses	<u>318,807</u>	<u>-</u>	<u>20,000</u>
Net change in fund balances	238,728	198	11,013
Fund balances -- January 1	657,721	21,982	7,669
Fund balances -- December 31	<u>\$ 896,449</u>	<u>\$ 22,180</u>	<u>\$ 18,682</u>

<u>Tax Incentive Review</u>	<u>Tree Planting</u>	<u>Life Long Learning & Leisure</u>	<u>Mayor's Court Computer</u>	<u>Clerk of Court</u>
	\$ 14,401	\$ 193,834	\$ 12,055	\$ 12,055
\$ 4,923	12,178			
<u>4,923</u>	<u>26,579</u>	<u>193,834</u>	<u>12,055</u>	<u>12,055</u>
5,000			17,102	12,680
	23,514	217,925		
<u>5,000</u>	<u>23,514</u>	<u>217,925</u>	<u>17,102</u>	<u>5,582</u> <u>18,262</u>
(77)	3,065	(24,091)	(5,047)	(6,207)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(77)	3,065	(24,091)	(5,047)	(6,207)
24,469	34,462	11,924	71,398	63,666
<u>\$ 24,392</u>	<u>\$ 37,527</u>	<u>\$ (12,167)</u>	<u>\$ 66,351</u>	<u>\$ 57,459</u>

(continued)

City of Upper Arlington, Ohio
Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2010

	<u>Neighborhood Lighting</u>	<u>Economic Development Venture</u>	<u>Total Nonmajor Special Revenue</u>	<u>Infrastructure Improvement</u>
REVENUES				
Intergovernmental			\$ 9,486	
Charges for services	\$ 64,730		272,965	
Fines and forfeits			27,537	
Investment earnings	8,361		27,055	
Miscellaneous			17,101	
Total revenues	<u>73,091</u>	<u>-</u>	<u>354,144</u>	<u>-</u>
EXPENDITURES				
Current:				
Public Safety			122,285	
General Government		\$ 276,460	290,447	
Public Services	43,921		43,921	
Parks and Recreation			241,439	
Capital outlay:				
Capital outlay	122,500		147,067	\$ 364,815
Total expenditures	<u>166,421</u>	<u>276,460</u>	<u>845,159</u>	<u>364,815</u>
Excess (deficiency) of revenues over (under) expenditures	(93,330)	(276,460)	(491,015)	(364,815)
OTHER FINANCING SOURCES (USES)				
Transfers in		93,627	113,627	750,000
Proceeds from sale of capital assets			318,807	
Total other financing sources and uses	<u>-</u>	<u>93,627</u>	<u>432,434</u>	<u>750,000</u>
Net change in fund balances	(93,330)	(182,833)	(58,581)	385,185
Fund balances -- January 1	482,481	535,615	1,911,387	764,890
Fund balances -- December 31	<u>\$ 389,151</u>	<u>\$ 352,782</u>	<u>\$ 1,852,806</u>	<u>\$ 1,150,075</u>

Capital Projects					Total Nonmajor Capital Projects	Total Nonmajor Governmental Funds
Chelsea TIF	Horizon TIF	Arlington Crossing TIF	Kingsdale West TIF	Kingsdale Core TIF		
\$ 131,074	\$ 188,196		\$ 46,302		\$ 365,572	\$ 375,058
						272,965
						27,537
						27,055
		\$ 4,955			4,955	22,056
<u>131,074</u>	<u>188,196</u>	<u>4,955</u>	<u>46,302</u>	<u>-</u>	<u>370,527</u>	<u>724,671</u>
						122,285
						290,447
1,294	2,510	4,955	906		9,665	53,586
						241,439
				\$ 389,271	754,086	901,153
<u>1,294</u>	<u>2,510</u>	<u>4,955</u>	<u>906</u>	<u>389,271</u>	<u>763,751</u>	<u>1,608,910</u>
129,780	185,686	-	45,396	(389,271)	(393,224)	(884,239)
				810,000	1,560,000	1,673,627
						318,807
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>810,000</u>	<u>1,560,000</u>	<u>1,992,434</u>
129,780	185,686	-	45,396	420,729	1,166,776	1,108,195
533,534	414,672	-	18,797	47,955	1,779,848	3,691,235
<u>\$ 663,314</u>	<u>\$ 600,358</u>	<u>\$ -</u>	<u>\$ 64,193</u>	<u>\$ 468,684</u>	<u>\$ 2,946,624</u>	<u>\$ 4,799,430</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Law Enforcement Fund
For the Fiscal Year Ended December 31, 2010

	Law Enforcement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Investment earnings	\$ 19,500	\$ 27,500	\$ 19,375	\$ (8,125)
Intergovernmental	-	-	7,821	7,821
Miscellaneous	50,000	252,000	318,807	66,807
Total revenues	<u>69,500</u>	<u>279,500</u>	<u>346,003</u>	<u>66,503</u>
EXPENDITURES:				
Current:				
Police				
Personal services	71,058	71,058	69,276	1,782
Other than personal services	45,600	45,600	11,288	34,312
Capital	30,500	30,500	18,045	12,455
Total expenditures	<u>147,158</u>	<u>147,158</u>	<u>98,609</u>	<u>48,549</u>
Excess (deficiency) of revenues over expenditures	<u>(77,658)</u>	<u>132,342</u>	<u>247,394</u>	<u>115,052</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(77,658)	132,342	247,394	115,052
Fund balances at beginning of year	638,567	638,567	638,567	-
Lapsed encumbrances	200	200	200	-
Fund balances at end of year	<u>\$ 561,109</u>	<u>\$ 771,109</u>	<u>\$ 886,161</u>	<u>\$ 115,052</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Enforcement Education Fund
For the Fiscal Year Ended December 31, 2010

	Enforcement Education Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Fines and forfeitures	\$ 3,000	\$ 3,000	\$ 3,427	\$ 427
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>3,427</u>	<u>427</u>
<u>EXPENDITURES:</u>				
Current:				
Police				
Other than personal services	1,000	1,000	129	871
Total expenditures	<u>1,000</u>	<u>1,000</u>	<u>129</u>	<u>871</u>
Excess (deficiency) of revenues over expenditures	<u>2,000</u>	<u>2,000</u>	<u>3,298</u>	<u>1,298</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	2,000	2,000	3,298	1,298
Fund balances at beginning of year	18,882	18,882	18,882	-
Fund balances at end of year	<u>\$ 20,882</u>	<u>\$ 20,882</u>	<u>\$ 22,180</u>	<u>\$ 1,298</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Civil Service Fund
For the Fiscal Year Ended December 31, 2010

	Civil Service Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
Current:				
City Manager				
Other than personal services	20,000	20,000	10,679	9,321
Total expenditures	20,000	20,000	10,679	9,321
Excess (deficiency) of revenues over expenditures	(20,000)	(20,000)	(10,679)	9,321
OTHER FINANCING SOURCES (USES):				
Operating transfers-in	20,000	20,000	20,000	-
Total other financing sources (uses)	20,000	20,000	20,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	9,321	9,321
Fund balances at beginning of year	9,211	9,211	9,211	-
Fund balances at end of year	<u>\$ 9,211</u>	<u>\$ 9,211</u>	<u>\$ 18,532</u>	<u>\$ 9,321</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Tax Incentive Review Fund
For the Fiscal Year Ended December 31, 2010

	Tax Incentive Review Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Miscellaneous	\$ 4,500	\$ 4,500	\$ 4,923	\$ 423
Total revenues	<u>4,500</u>	<u>4,500</u>	<u>4,923</u>	<u>423</u>
<u>EXPENDITURES:</u>				
Current:				
Finance				
Other than personal services	5,000	5,000	5,000	
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(500)</u>	<u>(500)</u>	<u>(77)</u>	<u>423</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(500)	(500)	(77)	423
Fund balances at beginning of year	24,469	24,469	24,469	-
Fund balances at end of year	<u>\$ 23,969</u>	<u>\$ 23,969</u>	<u>\$ 24,392</u>	<u>\$ 423</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Tree Planting Fund
For the Fiscal Year Ended December 31, 2010

	Tree Planting Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 13,500	\$ 25,678	\$ 14,401	\$ (11,277)
Miscellaneous	-	-	12,178	12,178
Total revenues	<u>13,500</u>	<u>25,678</u>	<u>26,579</u>	<u>901</u>
<u>EXPENDITURES:</u>				
Current:				
Parks and recreation				
Other than personal services	13,500	25,678	21,968	3,710
Total expenditures	<u>13,500</u>	<u>25,678</u>	<u>21,968</u>	<u>3,710</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>4,611</u>	<u>4,611</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	4,611	4,611
Fund balances at beginning of year	34,462	34,462	34,462	-
Fund balances at end of year	<u>\$ 34,462</u>	<u>\$ 34,462</u>	<u>\$ 39,073</u>	<u>\$ 4,611</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Life Long Learning and Leisure Fund
For the Fiscal Year Ended December 31, 2010

	Life Long Learning and Leisure Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 235,000	\$ 235,000	\$ 206,070	\$ (28,930)
Total revenues	<u>235,000</u>	<u>235,000</u>	<u>206,070</u>	<u>(28,930)</u>
<u>EXPENDITURES:</u>				
Current:				
Parks and recreation				
Personal services	110,416	105,330	101,389	3,941
Other than personal services	109,000	114,086	113,057	1,029
Total expenditures	<u>219,416</u>	<u>219,416</u>	<u>214,446</u>	<u>4,970</u>
Excess (deficiency) of revenues over expenditures	<u>15,584</u>	<u>15,584</u>	<u>(8,376)</u>	<u>(23,960)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	15,584	15,584	(8,376)	(23,960)
Fund balances at beginning of year	22,256	22,256	22,256	-
Lapsed encumbrances	224	224	224	-
Fund balances at end of year	<u>\$ 38,064</u>	<u>\$ 38,064</u>	<u>\$ 14,104</u>	<u>\$ (23,960)</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Mayor's Court Computer Fund
For the Fiscal Year Ended December 31, 2010

	Mayor's Court Computer Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Fines and forfeitures	\$ 12,000	\$ 12,000	\$ 12,055	\$ 55
Total revenues	<u>12,000</u>	<u>12,000</u>	<u>12,055</u>	<u>55</u>
EXPENDITURES:				
Current:				
Clerk of Court				
Other than personal services	12,000	11,708	8,894	2,814
Capital outlay	-	8,376	8,375	1
Total expenditures	<u>12,000</u>	<u>20,084</u>	<u>17,269</u>	<u>2,815</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(8,084)</u>	<u>(5,214)</u>	<u>2,870</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	(8,084)	(5,214)	2,870
Fund balances at beginning of year	71,398	71,398	71,398	-
Fund balances at end of year	<u>\$ 71,398</u>	<u>\$ 63,314</u>	<u>\$ 66,184</u>	<u>\$ 2,870</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Clerk of Court Fund
For the Fiscal Year Ended December 31, 2010

	Clerk of Court Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Fines and forfeitures	\$ 13,500	\$ 13,500	\$ 12,055	\$ (1,445)
	<u>13,500</u>	<u>13,500</u>	<u>12,055</u>	<u>(1,445)</u>
<u>EXPENDITURES:</u>				
Current:				
Clerk of Court				
Other than personal services	11,000	15,708	9,855	5,853
Capital	-	8,376	8,375	1
Total expenditures	<u>11,000</u>	<u>24,084</u>	<u>18,230</u>	<u>5,854</u>
Excess (deficiency) of revenues over expenditures	<u>2,500</u>	<u>(10,584)</u>	<u>(6,175)</u>	<u>4,409</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	2,500	(10,584)	(6,175)	4,409
Fund balances at beginning of year	63,668	63,668	63,668	-
Fund balances at end of year	<u>\$ 66,168</u>	<u>\$ 53,084</u>	<u>\$ 57,493</u>	<u>\$ 4,409</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Neighborhood Lighting Fund
For the Fiscal Year Ended December 31, 2010

	Neighborhood Lighting Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 62,000	\$ 62,000	\$ 62,730	\$ 730
Investment earnings	11,100	17,100	11,379	(5,721)
Total revenues	<u>73,100</u>	<u>79,100</u>	<u>74,109</u>	<u>(4,991)</u>
<u>EXPENDITURES:</u>				
Current:				
Public Service Administration				
Personal services	23,945	23,945	14,290	9,655
Other than personal services	40,000	40,000	27,673	12,327
Capital	22,765	145,265	144,997	268
Total expenditures	<u>86,710</u>	<u>209,210</u>	<u>186,960</u>	<u>22,250</u>
Excess (deficiency) of revenues over expenditures	<u>(13,610)</u>	<u>(130,110)</u>	<u>(112,851)</u>	<u>17,259</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(13,610)	(130,110)	(112,851)	17,259
Fund balances at beginning of year	478,578	478,578	478,578	-
Fund balances at end of year	<u>\$ 464,968</u>	<u>\$ 348,468</u>	<u>\$ 365,727</u>	<u>\$ 17,259</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Economic Development Venture Fund
For the Fiscal Year Ended December 31, 2010

	Economic Development Venture Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
Current:				
City Manager:				
Other than personal services	500,000	500,000	386,340	113,660
Total expenditures	500,000	500,000	386,340	113,660
Excess (deficiency) of revenues over expenditures	(500,000)	(500,000)	(386,340)	113,660
OTHER FINANCING SOURCES (USES):				
Operating transfers-in	286,000	286,000	93,627	(192,373)
Total other financing sources (uses)	286,000	286,000	93,627	(192,373)
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(214,000)	(214,000)	(292,713)	(78,713)
Fund balances at beginning of year	406,373	406,373	406,373	-
Fund balances at end of year	<u>\$ 192,373</u>	<u>\$ 192,373</u>	<u>\$ 113,660</u>	<u>\$ (78,713)</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Emergency Medical Services Fund
For the Fiscal Year Ended December 31, 2010

	Emergency Medical Services Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 870,000	\$ 870,000	\$ 829,910	\$ (40,090)
Total revenues	<u>870,000</u>	<u>870,000</u>	<u>829,910</u>	<u>(40,090)</u>
EXPENDITURES:				
Current:				
Fire				
Personal services	326,640	326,640	326,640	-
Other than personal services	180,350	180,350	140,623	39,727
Capital	235,200	235,200	151,036	84,164
Total expenditures	<u>742,190</u>	<u>742,190</u>	<u>618,299</u>	<u>123,891</u>
Excess (deficiency) of revenues over expenditures	<u>127,810</u>	<u>127,810</u>	<u>211,611</u>	<u>83,801</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers-out	(449,460)	(449,460)	(449,460)	-
Total other financing sources (uses)	<u>(449,460)</u>	<u>(449,460)</u>	<u>(449,460)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(321,650)	(321,650)	(237,849)	83,801
Fund balances at beginning of year	1,490,589	1,490,589	1,490,589	-
Lapsed encumbrances	1,262	1,262	1,262	-
Fund balances at end of year	<u>\$ 1,170,201</u>	<u>\$ 1,170,201</u>	<u>\$ 1,254,002</u>	<u>\$ 83,801</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Infrastructure Improvement Fund
For the Fiscal Year Ended December 31, 2010

	Infrastructure Improvement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Reimbursements	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
EXPENDITURES:				
Current:				
Parks and recreation				
Capital	350,000	350,000	345,696	4,304
Streets				
Capital	472,650	472,650	45,245	427,405
Total expenditures	<u>822,650</u>	<u>822,650</u>	<u>390,941</u>	<u>431,709</u>
Excess (deficiency) of revenues over expenditures	<u>(772,650)</u>	<u>(772,650)</u>	<u>(390,941)</u>	<u>381,709</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers-in	750,000	750,000	750,000	-
Total other financing sources (uses)	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(22,650)	(22,650)	359,059	381,709
Fund balances at beginning of year	473,180	473,180	473,180	-
Lapsed encumbrances	1,648	1,648	1,648	-
Fund balances at end of year	<u>\$ 452,178</u>	<u>\$ 452,178</u>	<u>\$ 833,887</u>	<u>\$ 381,709</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Chelsea TIF Fund
For the Fiscal Year Ended December 31, 2010

	Chelsea TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ 233,000	\$ 233,000	\$ 131,074	\$ (101,926)
Total revenues	<u>\$ 233,000</u>	<u>\$ 233,000</u>	<u>\$ 131,074</u>	<u>\$ (101,926)</u>
<u>EXPENDITURES:</u>				
Current:				
City Manager:				
Other than personal services	4,000	4,000	1,294	2,706
Total expenditures	<u>4,000</u>	<u>4,000</u>	<u>1,294</u>	<u>2,706</u>
Excess (deficiency) of revenues over expenditures	<u>229,000</u>	<u>229,000</u>	<u>129,780</u>	<u>(99,220)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	229,000	229,000	129,780	(99,220)
Fund balances at beginning of year	533,534	533,534	533,534	-
Fund balances at end of year	<u>\$ 762,534</u>	<u>\$ 762,534</u>	<u>\$ 663,314</u>	<u>\$ (99,220)</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Horizon TIF Fund
For the Fiscal Year Ended December 31, 2010

	Horizon TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ 185,000	\$ 185,000	\$ 188,196	\$ 3,196
Total revenues	\$ 185,000	\$ 185,000	\$ 188,196	\$ 3,196
<u>EXPENDITURES:</u>				
Current:				
City Manager:				
Other than personal services	4,000	4,000	2,510	1,490
Total expenditures	4,000	4,000	2,510	1,490
Excess (deficiency) of revenues over expenditures	181,000	181,000	185,686	4,686
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	181,000	181,000	185,686	4,686
Fund balances at beginning of year	414,672	414,672	414,672	-
Fund balances at end of year	\$ 595,672	\$ 595,672	\$ 600,358	\$ 4,686

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Arlington Crossing TIF Fund
For the Fiscal Year Ended December 31, 2010

	Arlington Crossing TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES:</u>				
Current:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Kingsdale West TIF Fund
For the Fiscal Year Ended December 31, 2010

	Kingsdale West TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ 19,000	\$ 19,000	\$ 46,302	\$ 27,302
Total revenues	<u>\$ 19,000</u>	<u>\$ 19,000</u>	<u>\$ 46,302</u>	<u>\$ 27,302</u>
<u>EXPENDITURES:</u>				
Current:				
City Manager:				
Other than personal services	1,000	1,500	906	594
Total expenditures	<u>1,000</u>	<u>1,500</u>	<u>906</u>	<u>594</u>
Excess (deficiency) of revenues over expenditures	<u>18,000</u>	<u>17,500</u>	<u>45,396</u>	<u>27,896</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	18,000	17,500	45,396	27,896
Fund balances at beginning of year	18,797	18,797	18,797	-
Fund balances at end of year	<u>\$ 36,797</u>	<u>\$ 36,297</u>	<u>\$ 64,193</u>	<u>\$ 27,896</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Kingsdale Core TIF Fund
For the Fiscal Year Ended December 31, 2010

	Kingsdale Core TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Total revenues	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
Current:				
City Manager:				
Capital	5,610,000	810,000	619,061	190,939
Total expenditures	5,610,000	810,000	619,061	190,939
Excess (deficiency) of revenues over expenditures	(5,610,000)	(810,000)	(619,061)	190,939
OTHER FINANCING SOURCES (USES):				
Operating transfers-in	5,610,000	5,610,000	810,000	(4,800,000)
Total other financing sources (uses)	5,610,000	5,610,000	810,000	(4,800,000)
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	4,800,000	190,939	(4,609,061)
Fund balances at beginning of year	1,397	1,397	1,397	-
Fund balances at end of year	\$ 1,397	\$ 4,801,397	\$ 192,336	\$ (4,609,061)

CITY OF UPPER ARLINGTON

ENTERPRISE FUNDS

Water Surcharge Fund

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

Sanitary Sewer Surcharge Fund

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

Stormwater Fund

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

Swimming Pools Fund

Pursuant to C.O. Section 225.01, the fund was established by a management agreement between the City and the Upper Arlington Board of Education (Board). Revenues are generated from admission to the Pool. Expenditures are for operating costs and capital equipment.

Solid Waste Fund

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

City of Upper Arlington, Ohio
Schedule of Revenues, Expenses and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Water Surcharge Fund
For the Fiscal Year Ended December 31, 2010

	Water Surcharge Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 370,800	\$ 385,000	\$ 387,325	\$ 2,325
Reimbursements	-	-	561	561
Total revenues	<u>370,800</u>	<u>385,000</u>	<u>387,886</u>	<u>2,886</u>
EXPENDITURES:				
Current:				
Utilities				
Personal services	105,072	130,072	127,069	3,003
Other than personal services	247,063	247,063	190,067	56,996
Total expenditures	<u>352,135</u>	<u>377,135</u>	<u>317,136</u>	<u>59,999</u>
Excess (deficiency) of revenues over expenditures	<u>18,665</u>	<u>7,865</u>	<u>70,750</u>	<u>62,885</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	18,665	7,865	70,750	62,885
Fund balances at beginning of year	222,866	222,866	222,866	-
Lapsed encumbrances	2,000	2,000	2,000	-
Fund balances at end of year	<u>\$ 243,531</u>	<u>\$ 232,731</u>	<u>\$ 295,616</u>	<u>\$ 62,885</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenses and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Sanitary Sewer Surcharge Fund
For the Fiscal Year Ended December 31, 2010

	Sanitary Sewer Surcharge Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 810,000	\$ 810,000	\$ 758,731	\$ (51,269)
Miscellaneous	1,500	1,500	2,191	691
Total revenues	<u>811,500</u>	<u>811,500</u>	<u>760,922</u>	<u>(50,578)</u>
EXPENDITURES:				
Current:				
Utilities				
Personal services	329,011	368,011	364,619	3,392
Other than personal services	272,839	272,839	224,345	48,494
Capital outlay	150,000	111,000	33,899	77,101
Total expenditures	<u>751,850</u>	<u>751,850</u>	<u>622,863</u>	<u>128,987</u>
Excess (deficiency) of revenues over expenditures	<u>59,650</u>	<u>59,650</u>	<u>138,059</u>	<u>78,409</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	59,650	59,650	138,059	78,409
Fund balances at beginning of year	46,355	46,355	46,355	-
Lapsed encumbrances	23,443	23,443	23,443	-
Fund balances at end of year	<u>\$ 129,448</u>	<u>\$ 129,448</u>	<u>\$ 207,857</u>	<u>\$ 78,409</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenses and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Stormwater Fund
For the Fiscal Year Ended December 31, 2010

	Stormwater Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 525,000	\$ 525,000	\$ 542,726	\$ 17,726
Investment earnings	75,800	90,000	63,693	(26,307)
Total revenues	<u>600,800</u>	<u>615,000</u>	<u>606,419</u>	<u>(8,581)</u>
EXPENDITURES:				
Current:				
Utilities				
Personal services	321,657	321,657	317,077	4,580
Other than personal services	653,250	646,255	363,708	282,547
Capital outlay	25,000	31,995	31,208	787
Total expenditures	<u>999,907</u>	<u>999,907</u>	<u>711,993</u>	<u>287,914</u>
Excess (deficiency) of revenues over expenditures	<u>(399,107)</u>	<u>(384,907)</u>	<u>(105,574)</u>	<u>279,333</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers-out	<u>(181,800)</u>	<u>(181,800)</u>	<u>(181,800)</u>	<u>-</u>
Total other financing sources (uses)	<u>(181,800)</u>	<u>(181,800)</u>	<u>(181,800)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(580,907)	(566,707)	(287,374)	279,333
Fund balances at beginning of year	2,213,633	2,213,633	2,213,633	-
Lapsed encumbrances	7,956	7,956	7,956	-
Fund balances at end of year	<u><u>\$ 1,640,682</u></u>	<u><u>\$ 1,654,882</u></u>	<u><u>\$ 1,934,215</u></u>	<u><u>\$ 279,333</u></u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenses and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Swimming Pools Fund
For the Fiscal Year Ended December 31, 2010

	Swimming Pools Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 630,000	\$ 630,000	\$ 627,744	\$ (2,256)
Miscellaneous	-	-	10	10
Total revenues	<u>630,000</u>	<u>630,000</u>	<u>627,754</u>	<u>(2,246)</u>
EXPENDITURES:				
Current:				
Parks and recreation				
Personal services	443,250	443,250	407,487	35,763
Other than personal services	212,650	212,650	159,728	52,922
Total expenditures	<u>655,900</u>	<u>655,900</u>	<u>567,215</u>	<u>88,685</u>
Excess (deficiency) of revenues over expenditures	<u>(25,900)</u>	<u>(25,900)</u>	<u>60,539</u>	<u>86,439</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(25,900)	(25,900)	60,539	86,439
Fund balances at beginning of year	341,043	341,043	341,043	-
Lapsed encumbrances	-	-	-	-
Fund balances at end of year	<u>\$ 315,143</u>	<u>\$ 315,143</u>	<u>\$ 401,582</u>	<u>\$ 86,439</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenses and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Solid Waste Fund
For the Fiscal Year Ended December 31, 2010

	Solid Waste Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 1,646,565	\$ 1,656,266	\$ 1,679,299	\$ 23,033
Investment earnings	5,000	7,000	2,972	(4,028)
Miscellaneous	200	200	167	(33)
Total revenues	<u>1,651,765</u>	<u>1,663,466</u>	<u>1,682,438</u>	<u>18,972</u>
EXPENDITURES:				
Current:				
Solid Waste				
Other than personal services	<u>2,128,050</u>	<u>2,128,050</u>	<u>2,113,519</u>	<u>14,531</u>
Total expenditures	<u>2,128,050</u>	<u>2,128,050</u>	<u>2,113,519</u>	<u>14,531</u>
Excess (deficiency) of revenues over expenditures	<u>(476,285)</u>	<u>(464,584)</u>	<u>(431,081)</u>	<u>33,503</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers-in	<u>450,000</u>	<u>450,000</u>	<u>450,000</u>	<u>-</u>
Total other financing sources (uses)	<u>450,000</u>	<u>450,000</u>	<u>450,000</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(26,285)</u>	<u>(14,584)</u>	<u>18,919</u>	<u>33,503</u>
Fund balances at beginning of year	86,555	86,555	86,555	-
Lapsed encumbrances	102,352	102,352	102,352	
Fund balances at end of year	<u>\$ 162,622</u>	<u>\$ 174,323</u>	<u>\$ 207,826</u>	<u>\$ 33,503</u>

CITY OF UPPER ARLINGTON

Internal Service Funds

Employee Benefits Fund

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

BWC Administration Fund

Pursuant to Codified Ordinances Section 137.05, moneys are deposited into the fund for the purpose of paying the costs of and pays claims for workers' compensation benefits of the employees of the City. Revenues come from the proportionate cost of employee benefits contained in the operating budgets of departments of other funds, third party reimbursements and refunds for employee benefits.

City of Upper Arlington, Ohio
Combining Statement of Net Assets
Internal Service Funds
December 31, 2010

ASSETS	Employee Benefits	BWC Administration Fund	Total
Current assets:			
Cash, cash equivalents and investments	\$ 1,643,848	\$ 170,530	\$ 1,814,378
Accounts receivable (net of allowance for uncollectibles)	23,784		23,784
Due from other funds	<u>237,372</u>	<u>85,981</u>	<u>323,353</u>
Total current assets	<u>1,905,004</u>	<u>256,511</u>	<u>2,161,515</u>
 Total noncurrent assets	 -	 -	 -
Total assets	<u>\$ 1,905,004</u>	<u>\$ 256,511</u>	<u>\$ 2,161,515</u>
 LIABILITIES			
Current liabilities:			
Accounts payable	\$ 87,135	\$ 76,255	\$ 163,390
Total current liabilities	<u>87,135</u>	<u>76,255</u>	<u>163,390</u>
Noncurrent liabilities:			
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>87,135</u>	<u>76,255</u>	<u>163,390</u>
 NET ASSETS			
Unrestricted	<u>1,817,869</u>	<u>180,256</u>	<u>1,998,125</u>
Total net assets	<u>\$ 1,817,869</u>	<u>\$ 180,256</u>	<u>\$ 1,998,125</u>

City of Upper Arlington, Ohio
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended December 31, 2010

	<u>Employee Benefits</u>	<u>BWC Administration Fund</u>	<u>Total</u>
Operating revenues:			
Charges for sales and services:			
Charges for services	\$ 3,372,578	\$ 430,695	\$ 3,803,273
Total operating revenues	<u>3,372,578</u>	<u>430,695</u>	<u>3,803,273</u>
Operating expenses -			
Self-insurance	<u>2,609,398</u>	<u>250,439</u>	<u>2,859,837</u>
Total operating expenses	<u>2,609,398</u>	<u>250,439</u>	<u>2,859,837</u>
Change in net assets	763,180	180,256	943,436
Total net assets -- January 1	<u>1,054,689</u>	<u>-</u>	<u>1,054,689</u>
Total net assets -- December 31	<u>\$ 1,817,869</u>	<u>\$ 180,256</u>	<u>\$ 1,998,125</u>

City of Upper Arlington, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the year Ended December 31, 2010

	<u>Employee Benefits</u>	<u>BWC Administration Fund</u>	<u>Total</u>
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 3,272,062	\$ 344,714	\$ 3,616,776
Payments to suppliers	<u>(2,762,786)</u>	<u>(174,184)</u>	<u>(2,936,970)</u>
Net cash provided (used) by operating activities	<u>509,276</u>	<u>170,530</u>	<u>679,806</u>
Cash and cash equivalents, January 1	<u>1,134,572</u>	<u>-</u>	<u>1,134,572</u>
Cash and cash equivalents, December 31	<u>\$ 1,643,848</u>	<u>\$ 170,530</u>	<u>\$ 1,814,378</u>

City of Upper Arlington, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the year Ended December 31, 2010

	<u>Employee Benefits</u>	<u>BWC Administration Fund</u>	<u>Total</u>
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income	\$ 763,180	\$ 180,256	\$ 943,436
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
(Increase) decrease in accounts receivable	(10,934)		(10,934)
(Increase) decrease in due from other funds	(76,732)	(85,981)	(162,713)
Increase (decrease) in accounts payable	<u>(166,238)</u>	<u>76,255</u>	<u>(89,983)</u>
Total adjustments	<u>(253,904)</u>	<u>(9,726)</u>	<u>(263,630)</u>
Net cash provided (used) by operating activities	<u>\$ 509,276</u>	<u>\$ 170,530</u>	<u>\$ 679,806</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Internal Service Fund - Employee Benefits Fund
For the Fiscal Year Ended December 31, 2010

	Employee Benefits Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 3,286,585	\$ 3,286,585	\$ 3,220,100	\$ (66,485)
Reimbursements	205,020	205,020	51,962	(153,058)
Total revenues	<u>3,491,605</u>	<u>3,491,605</u>	<u>3,272,062</u>	<u>(219,543)</u>
<u>EXPENDITURES:</u>				
Current:				
Finance				
Personal services	3,301,000	3,094,000	2,083,552	1,010,448
Other than personal services	487,644	694,644	679,878	14,766
Total expenditures	<u>3,788,644</u>	<u>3,788,644</u>	<u>2,763,430</u>	<u>1,025,214</u>
Excess (deficiency) of revenues over expenditures	<u>(297,039)</u>	<u>(297,039)</u>	508,632	805,671
<u>OTHER FINANCING SOURCES (USES):</u>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(297,039)	(297,039)	508,632	805,671
Fund balances at beginning of year	1,134,572	1,134,572	1,134,572	-
Fund balances at end of year	<u>\$ 837,533</u>	<u>\$ 837,533</u>	<u>\$ 1,643,204</u>	<u>\$ 805,671</u>

City of Upper Arlington, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Internal Service Fund - BWC Administration Fund
For the Fiscal Year Ended December 31, 2010

	BWC Administration Fund			
	Adopted Budget	Revised Budget	Actual	Variance
REVENUES:				
Charges for services	\$ 283,642	\$ 283,642	\$ 344,715	\$ 61,073
Total revenues	<u>283,642</u>	<u>283,642</u>	<u>344,715</u>	<u>61,073</u>
EXPENDITURES:				
Current:				
Finance				
Personal services	203,642	100,642	49,505	51,137
Other than personal services	80,000	183,000	124,680	58,320
Total expenditures	<u>283,642</u>	<u>283,642</u>	<u>174,185</u>	<u>109,457</u>
Excess (deficiency) of revenues over expenditures	-	-	170,530	170,530
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	170,530	170,530
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 170,530</u>	<u>\$ 170,530</u>

CITY OF UPPER ARLINGTON

FIDUCIARY FUNDS - Agency Funds

Returnable Bonds Fund

The fund accounts for moneys temporarily on deposit from citizens pending the return of City property such as traps.

Unclaimed Funds

The fund accounts for moneys owed to citizens that cannot be immediately located.

Construction Withholding Fund

The fund holds the ten percent withholding required by construction contracts until acceptance of the project.

Mayor's Court Fund

The fund receives fines and forfeitures from citizens as a result of violating City laws.

Flexible Benefits Fund

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

Payroll Clearing Fund

The fund accounts for payroll and deduction checks of employees.

Revolving Fund

The fund accounts for miscellaneous deposits of funds collected by the City and due to other governments.

City of Upper Arlington, Ohio
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds - (Agency Funds Only)
As of December 31, 2010

	Agency Funds				
	Returnable Bonds Fund	Unclaimed Funds	Construction Withholding Fund	Mayor's Court Fund	Flexible Benefits Fund
ASSETS:					
Cash and investments	\$ -	\$ 1,215	\$ 353,035	\$ 51,690	
Cash with third party fiscal agent					\$ 19,559
Total assets	<u>\$ -</u>	<u>\$ 1,215</u>	<u>\$ 353,035</u>	<u>\$ 51,690</u>	<u>\$ 19,559</u>
LIABILITIES:					
Due to others	\$ -	\$ 1,215	\$ 353,035	\$ 51,690	\$ 19,559
Total liabilities	<u>\$ -</u>	<u>\$ 1,215</u>	<u>\$ 353,035</u>	<u>\$ 51,690</u>	<u>\$ 19,559</u>

	<u>Agency Funds</u>		
	<u>Payroll Clearing Fund</u>	<u>Revolving Fund</u>	<u>Total Agency Funds</u>
ASSETS:			
Cash and investments	\$ 787,296	\$ 17,176	\$ 1,210,412
Cash with third party fiscal agent			19,559
Total assets	<u>\$ 787,296</u>	<u>\$ 17,176</u>	<u>\$ 1,229,971</u>
LIABILITIES:			
Due to others	\$ 787,296	\$ 17,176	\$ 1,229,971
Total liabilities	<u>\$ 787,296</u>	<u>\$ 17,176</u>	<u>\$ 1,229,971</u>

City of Upper Arlington, Ohio
 Agency Funds
 Combining Statement of Changes in Assets and Liabilities
 Fiduciary Funds - (Agency Funds Only)
 For the Fiscal Year Ended December 31, 2010

	Balances Jan. 1, 2010	Additions	Deductions	Balances Dec. 31, 2010
RETURNABLE BONDS FUNDS				
Assets				
Cash and investments	\$ 7,816	70,008	77,824	\$ -
Liabilities				
Due to others	\$ 7,816	70,008	77,824	\$ -
UNCLAIMED FUNDS				
Assets				
Cash and investments	\$ 1,209	12	6	\$ 1,215
Liabilities				
Due to others	\$ 1,209	12	6	\$ 1,215
CONSTRUCTION WITHHOLDING FUND				
Assets				
Cash and investments	\$ 1,295,228	516,526	1,458,719	\$ 353,035
Liabilities				
Due to others	\$ 1,295,228	516,526	1,458,719	\$ 353,035
MAYOR'S COURT FUND				
Assets				
Cash and investments	\$ 12,390	611,471	572,171	\$ 51,690
Liabilities				
Due to others	\$ 12,390	611,471	572,171	\$ 51,690
FLEXIBLE BENEFITS FUND				
Assets				
Cash with third party fiscal agent	\$ 22,176	161,369	163,986	\$ 19,559
Liabilities				
Due to others	\$ 22,176	161,369	163,986	\$ 19,559
PAYROLL CLEARING FUND				
Assets				
Cash and investments	\$ 1,421,922	27,156,252	27,790,878	\$ 787,296
Liabilities				
Due to others	\$ 1,421,922	27,156,252	27,790,878	\$ 787,296
REVOLVING FUND				
Assets				
Cash and investments	\$ 14,296	66,589	63,709	\$ 17,176
Liabilities				
Due to others	\$ 14,296	66,589	63,709	\$ 17,176
TOTAL AGENCY FUNDS				
Assets				
Cash and investments	\$ 2,752,861	28,420,858	29,963,307	\$ 1,210,412
Cash with third party fiscal agent	22,176	161,369	163,986	19,559
Total Assets	\$ 2,775,037	28,582,227	30,127,293	\$ 1,229,971
Liabilities				
Due to others	\$ 2,775,037	28,582,227	30,127,293	\$ 1,229,971

CITY OF UPPER ARLINGTON
STATISTICAL SECTION

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. These tables are presented in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 44, *Economic Condition Reporting: The Statistical Section*.

<u>Contents</u>	<u>Tables</u>
<i>Financial Trends</i> These schedules contain trend information to help understand how the City's financial performance and wellbeing has changed over time.	1-4
<i>Revenue Capacity</i> These schedules contain information to help assess the City's most significant revenue sources.	5-14
<i>Debt Capacity</i> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	15-17
<i>Demographic and Economic Information</i> This schedule contains service and infrastructure data to help the reader understand how the information in the City's financial activities take place.	18
<i>Operating Information</i> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	19-21



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
Net Assets by Component
Last Eight (1)
(accrual basis of accounting)
(amounts expressed in thousands)

	Year							
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental Activities								
Invested in capital assets, net of related debt	\$ 35,574	\$ 32,666	\$ 29,923	\$ 26,458	\$ 23,100	\$ 22,915	\$ 19,492	\$ 19,581
Restricted	\$ 7,388	6,947	6,879	6,903	6,252	7,184	5,178	1,241
Unrestricted	\$ 37,753	38,116	40,506	40,708	38,682	33,047	34,869	41,647
Total Governmental Activities Net Assets	<u>\$ 80,715</u>	<u>\$ 77,729</u>	<u>\$ 77,308</u>	<u>\$ 74,069</u>	<u>\$ 68,034</u>	<u>\$ 63,146</u>	<u>\$ 59,539</u>	<u>\$ 62,469</u>
Business-type activities								
Invested in capital assets, net of related debt	\$ 19,329	\$ 18,599	\$ 18,025	\$ 17,613	\$ 17,972	\$ 16,539	\$ 12,460	\$ 10,539
Restricted	-	-	-	-	-	-	-	-
Unrestricted	\$ 3,458	3,585	3,858	3,603	3,131	3,227	5,489	3,085
Total Business-Type Activities Net Assets	<u>\$ 22,787</u>	<u>\$ 22,184</u>	<u>\$ 21,883</u>	<u>\$ 21,216</u>	<u>\$ 21,103</u>	<u>\$ 19,766</u>	<u>\$ 17,949</u>	<u>\$ 13,624</u>
Primary Government								
Invested in capital assets, net of related debt	\$ 54,903	\$ 51,265	\$ 47,948	\$ 44,071	\$ 41,072	\$ 39,454	\$ 31,952	\$ 30,120
Restricted	7,388	6,947	6,879	6,903	6,252	7,184	5,178	1,241
Unrestricted	41,211	41,701	44,364	44,311	41,813	36,274	40,358	44,732
Total Primary Government Net Assets	<u>\$ 103,502</u>	<u>\$ 99,913</u>	<u>\$ 99,191</u>	<u>\$ 95,285</u>	<u>\$ 89,137</u>	<u>\$ 82,912</u>	<u>\$ 77,488</u>	<u>\$ 76,093</u>

Note:

- (1) GASB Statement No. 44, *Economic Condition Reporting*: The Statistical Section recommended that this information be presented starting with the year in which a government implemented GASB Statement No. 34.
- (2) For comparative purposes, data for year 2006 has been restated for the reclassification of the Community Improvement Corporation discretely presented component unit from the Governmental Activities Net Assets.

Source:

1. City of Upper Arlington Finance Department

City of Upper Arlington, Ohio
Changes in Net Assets, Last Eight Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Year							
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Expenses								
Governmental Activities:								
Public Safety	\$ 15,724	\$ 16,110	\$ 15,776	\$ 15,082	\$ 14,266	\$ 13,436	\$ 13,227	\$ 12,172
General Government	7,903	8,189	8,851	7,154	8,200	8,710	8,212	7,067
Public Services	5,159	4,709	4,889	5,679	5,167	4,882	4,868	4,317
Parks and Recreation	3,052	3,346	3,331	3,269	3,142	3,025	3,021	2,897
Community Development	953	984	991	944	853	875	870	724
Interest on long-term debt	1,464	1,205	996	958	1,111	1,095	1,006	977
<i>Total Governmental Activities Expenses</i>	<u>34,255</u>	<u>34,543</u>	<u>34,834</u>	<u>33,086</u>	<u>32,739</u>	<u>32,023</u>	<u>31,204</u>	<u>28,154</u>
Business-Type activities:								
Water	453	400	564	318	333	325	643	341
Sewer	651	794	736	700	660	697	671	718
Stormwater	1,069	858	683	704	692	635	643	686
Swimming pool	667	736	686	626	603	635	539	555
Solid Waste	2,009	1,952	2,334	1,949	1,983	1,855	1,789	1,688
<i>Total Business-Type Activities Expenses</i>	<u>4,849</u>	<u>4,740</u>	<u>5,003</u>	<u>4,297</u>	<u>4,271</u>	<u>4,147</u>	<u>4,285</u>	<u>3,988</u>
<i>Total Primary Government Expenses</i>	<u>\$ 39,104</u>	<u>\$ 39,283</u>	<u>\$ 39,837</u>	<u>\$ 37,383</u>	<u>\$ 37,010</u>	<u>\$ 36,170</u>	<u>\$ 35,489</u>	<u>\$ 32,142</u>
Program Revenues								
Governmental Activities:								
Charges for services:								
Public Safety	\$ 1,391	\$ 1,370	\$ 493	\$ 1,297	\$ 988	\$ 1,275	\$ 8	\$ 10
General Government	818	971	698	616	173	59	68	-
Public Services	80	76	79	106	76	65	321	1
Parks and Recreation	879	848	860	805	815	741	503	965
Community Development	1,053	677	760	781	774	796	964	614
Operating grants and contributions	2,060	1,813	1,632	1,703	1,704	1,688	70	84
Capital grants and contributions	-	80	195	248	300	91	-	119
<i>Total Governmental Activities Program Revenues</i>	<u>6,281</u>	<u>5,835</u>	<u>4,717</u>	<u>5,556</u>	<u>4,830</u>	<u>4,715</u>	<u>1,934</u>	<u>1,793</u>
Business-Type Activities:								
Charges for services:								
Water	400	378	338	332	288	368	324	315
Sewer	774	771	734	708	550	680	629	605
Stormwater	548	537	542	552	521	531	555	571
Swimming pools	628	608	640	658	632	603	445	375
Solid Waste	1,685	1,664	2,052	1,872	1,794	1,780	1,823	1,375
Operating grants and contributions	-	-	32	5	-	-	-	-
Capital grants and contributions	-	-	14	6	1,434	1,814	610	-
<i>Total Business-Type Activities Program Revenues</i>	<u>4,035</u>	<u>3,958</u>	<u>4,352</u>	<u>4,133</u>	<u>5,219</u>	<u>5,776</u>	<u>4,386</u>	<u>3,241</u>
<i>Total Primary Government Program Revenues</i>	<u>\$ 10,316</u>	<u>\$ 9,793</u>	<u>\$ 9,069</u>	<u>\$ 9,689</u>	<u>\$ 10,049</u>	<u>\$ 10,491</u>	<u>\$ 6,320</u>	<u>\$ 5,034</u>

	Year							
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Net(Expense)Revenue								
Governmental Activities	\$ (27,974)	\$ (28,708)	\$ (30,117)	\$ (27,530)	\$ (27,909)	\$ (27,308)	\$ (29,270)	\$ (26,361)
Business-Type Activities	(814)	(782)	(651)	(164)	948	1,629	101	(747)
<i>Total Primary Government Net Expense</i>	<u>(28,788)</u>	<u>(29,490)</u>	<u>(30,768)</u>	<u>(27,694)</u>	<u>(26,961)</u>	<u>(25,679)</u>	<u>(29,169)</u>	<u>(27,108)</u>
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Taxes								
Income taxes	13,165	12,173	13,627	14,615	12,944	14,292	11,109	12,580
Property taxes	9,122	9,109	8,847	8,826	9,098	7,834	7,881	7,350
Estate taxes	4,462	4,192	5,186	2,282	3,761	3,775	3,287	1,581
Intergovernmental	4,417	3,484	4,182	3,594	3,616	2,866	5,780	5,644
Unrestricted investment earnings	866	887	2,562	2,693	2,134	1,078	855	1,097
Miscellaneous	293	332	1,289	1,556	1,414	1,319	1,578	1,599
Transfers	(1,365)	(1,048)	(895)	-	(160)	(250)	(4,150)	(2,273)
Total governmental activities	<u>30,960</u>	<u>29,129</u>	<u>34,798</u>	<u>33,566</u>	<u>32,807</u>	<u>30,914</u>	<u>26,340</u>	<u>27,578</u>
Business-type activities:								
Investment earnings	51	35	185	276	228	109	75	91
Miscellaneous	-	-	239	-	-	(172)	-	4
Transfers	1,365	1,048	895	-	160	251	4,150	2,273
<i>Total Business-Type Activities</i>	<u>1,416</u>	<u>1,083</u>	<u>1,319</u>	<u>276</u>	<u>388</u>	<u>188</u>	<u>4,225</u>	<u>2,368</u>
<i>Total Primary Government</i>	<u>32,376</u>	<u>30,212</u>	<u>36,117</u>	<u>33,842</u>	<u>33,195</u>	<u>31,102</u>	<u>30,565</u>	<u>29,946</u>
Change in Net Assets								
Governmental activities	2,986	421	4,681	6,036	4,898	3,606	(2,930)	1,217
Business-type activities	602	301	668	112	1,336	1,817	4,326	1,621
<i>Total Primary Government Change in Net Assets</i>	<u>\$ 3,588</u>	<u>\$ 722</u>	<u>\$ 5,349</u>	<u>\$ 6,148</u>	<u>\$ 6,234</u>	<u>\$ 5,423</u>	<u>\$ 1,396</u>	<u>\$ 2,838</u>

City of Upper Arlington, Ohio
Fund Balances of Governmental Funds
Last Ten Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	<u>Year</u>			
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General fund				
Reserved	\$ 1,817	\$ 1,248	\$ 1,302	\$ 878
Unreserved	26,258	25,506	28,671	27,554
<i>Total General Fund</i>	<u>\$ 28,075</u>	<u>\$ 26,754</u>	<u>\$ 29,973</u>	<u>\$ 28,432</u>
All other governmental funds				
Reserved	\$ 3,181	\$ 4,239	\$ 7,251	\$ 2,087
Unreserved, reported in:				
Special revenue funds	2,196	2,536	2,628	2,723
Capital projects funds	19,506	14,476	9,279	10,879
Debt service funds	358	294	229	685
<i>Total All Other Governmental Funds</i>	<u>\$ 25,241</u>	<u>\$ 21,545</u>	<u>\$ 19,387</u>	<u>\$ 16,374</u>

Sources:

1. City of Upper Arlington Finance Department

Note:

- (1) For comparative purposes, data for year 2006 has been restated for the reclassification of the Community Improvement Corporation discretely presented component unit from the Governmental Fund Balances.

Table 3

Year					
<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 1,038	\$ 820	\$ 1,929	\$ 3,000	\$ 6,906	\$ 6,086
26,462	21,739	22,180	24,326	24,117	17,636
<u>\$ 27,500</u>	<u>\$ 22,559</u>	<u>\$ 24,109</u>	<u>\$ 27,326</u>	<u>\$ 31,023</u>	<u>\$ 23,722</u>
\$ 1,103	\$ 1,373	\$ 4,384	\$ 2,621	\$ 1,732	\$ 2,767
2,324	1,646	1,244	1,258	1,218	1,234
11,752	13,866	12,272	14,134	10,209	15,445
916	986	926	1,043	1,246	749
<u>\$ 16,095</u>	<u>\$ 17,871</u>	<u>\$ 18,826</u>	<u>\$ 19,056</u>	<u>\$ 14,405</u>	<u>\$ 20,195</u>

City of Upper Arlington, Ohio
Changes in Fund Balances of Governmental Funds
Last Ten Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	<u>Year</u>			
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Revenues				
Taxes	\$ 28,433	\$ 27,322	\$ 27,576	\$ 27,261
Intergovernmental	4,632	4,208	4,372	4,295
Licenses and permits	922	819	862	917
Charges for services	1,891	1,913	1,911	1,812
Fines and forfeits	416	388	362	362
Investment earnings	866	887	1,997	2,218
Miscellaneous	1,128	896	1,569	2,051
<i>Total Revenues</i>	<u>38,288</u>	<u>36,433</u>	<u>38,649</u>	<u>38,916</u>
Expenditures				
Public Safety	15,651	16,252	15,188	14,677
General Government	7,906	7,939	8,510	6,909
Public Services	3,190	2,892	2,998	3,875
Parks and Recreation	3,040	3,149	3,147	3,025
Community Development	991	975	968	936
Health Services	-	-	-	-
Capital outlay	8,923	13,601	7,114	6,686
Debt services				
Principal	1,985	1,487	4,964	1,195
Interest	1,393	1,177	1,227	972
Other charges	148	235	120	
<i>Total Expenditures</i>	<u>43,227</u>	<u>47,707</u>	<u>44,236</u>	<u>38,275</u>
<i>Excess of Revenues Over(Under) Expenditures</i>	(4,939)	(11,274)	(5,587)	641
Other Financing Sources (Uses)				
Transfers in	6,661	5,605	3,348	5,826
Transfers out	(7,111)	(5,801)	(3,396)	(5,826)
Bonds/Notes issued	10,000	10,090	9,972	3,972
Refunding bonds and escrow transfer		6,715		
Premium on bonds/notes issued	25	488	123	40
Payment of refunding notes		-	-	(3,972)
Repayment of refunding bonds		(7,058)		
Installment loan issued		-	-	
Sale of capital assets	381	174	94	530
<i>Total Other Financing Sources (Uses)</i>	<u>9,956</u>	<u>10,213</u>	<u>10,141</u>	<u>570</u>
<i>Net Change in Fund Balances</i>	<u>\$ 5,017</u>	<u>\$ (1,061)</u>	<u>\$ 4,554</u>	<u>\$ 1,211</u>
 Debt Service as a Percentage of Noncapital Expenditures	 10.39%	 8.64%	 16.99%	 6.86%

Sources:

1. City of Upper Arlington Finance Department

Note:

(1) For comparative purposes, the revenue and expenditure data for year 2006 has been restated for the reclassification of the Community Improvement Corporation discretely presented component unit from the Governmental Funds.

Table 4

Year						
<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	
\$ 26,228	\$ 27,056	\$ 23,881	\$ 24,580	\$ 27,772	\$ 27,048	
4,783	3,510	4,427	3,896	3,372	2,687	
733	866	703	624	623	307	
1,585	1,561	1,139	966	1,435	905	
394	439	414	355	342	367	
2,134	1,365	855	1,096	1,870	2,172	
2,045	1,005	1,121	1,355	1,306	1,261	
<u>37,902</u>	<u>35,802</u>	<u>32,540</u>	<u>32,872</u>	<u>36,720</u>	<u>34,747</u>	
13,531	13,079	12,723	11,821	11,472	10,698	
6,538	6,239	6,045	6,600	7,311	6,437	
3,453	3,490	3,648	2,601	2,044	2,383	
2,897	2,858	2,791	2,618	2,967	2,316	
850	863	855	719	622	602	
-	161	167	157	154	161	
4,667	8,585	10,759	10,499	9,020	3,505	
1,848	1,821	1,757	1,311	1,331	1,506	
991	1,103	967	955	714	608	
		15	102			
<u>34,775</u>	<u>38,199</u>	<u>39,727</u>	<u>37,383</u>	<u>35,635</u>	<u>28,216</u>	
3,127	(2,397)	(7,187)	(4,511)	1,085	6,531	
2,661	8,026	3,399	5,337	2,341	6,859	
(2,822)	(8,277)	(7,539)	(5,885)	(2,421)	(6,939)	
3,972	3,972	3,972	10,000		6,778	
25	33	35	105			
(3,972)	(3,972)					
		500			482	
174	110	64	112			
<u>38</u>	<u>(108)</u>	<u>431</u>	<u>9,669</u>	<u>(80)</u>	<u>7,180</u>	
<u>\$ 3,165</u>	<u>\$ (2,505)</u>	<u>\$ (6,756)</u>	<u>\$ 5,158</u>	<u>\$ 1,005</u>	<u>\$ 13,711</u>	
9.43%	9.87%	9.40%	8.43%	7.68%	8.55%	

City of Upper Arlington, Ohio
Governmental Activities Tax Revenues by Source
Last Eight Years
 (accrual basis of accounting)
 (amounts expressed in thousands)

<u>Year</u>	<u>Income Tax</u>	<u>Property Tax</u>	<u>Estate Tax</u>	<u>Motor Fuel Tax (2)</u>	<u>Total</u>
2010	\$ 13,165	\$ 9,122	\$ 4,462	\$ 1,514	\$ 28,263
2009	\$ 12,173	\$ 9,109	\$ 4,192	\$ 1,018	\$ 26,492
2008	\$ 13,627	\$ 8,847	\$ 3,743	\$ 1,139	\$ 27,356
2007	\$ 14,616	\$ 8,826	\$ 2,282	\$ 1,131	\$ 26,855
2006	\$ 12,944	\$ 9,098	\$ 3,761	\$ 1,132	\$ 26,935
2005	\$ 14,292	\$ 7,834	\$ 3,775	\$ 1,095	\$ 26,996
2004	\$ 11,109	\$ 7,881	\$ 3,287	\$ 960	\$ 23,237
2003	\$ 12,580	\$ 7,350	\$ 1,581	\$ 964	\$ 22,475

Note:

- (1) GASB Statement No. 44, Economic Condition Reporting: The Statistical Section recommended that this information be presented starting with the year in which a government implemented GASB Statement No. 34.
- (2) Years 2003 through 2006 include reclasses for consistency in presentation.

Sources:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio
Principal Property Taxpayers
Current and Nine Years Ago**

	2010		2001	
	Assessed <u>Valuation</u>	% of Total Assessed <u>Valuation</u>	Assessed <u>Valuation</u>	% of Total Assessed <u>Valuation</u>
<u>Public Utilities</u>				
Columbus Southern Power Co.	\$10,172,660	0.64%	\$10,874,710	0.98%
Columbia Gas of Ohio Inc.	1,371,400	0.09%		
Ohio Bell Telephone			7,323,340	0.66%
<u>Real Estate</u>				
Time Warner Inc	8,050,040	0.51%		
Echo/Continental	7,746,100	0.49%		
Lane Avenue 450 LLC	7,509,380	0.47%		
Kingsdale Condominiums	3,977,210	0.25%		
New Plan Financing I Inc.	3,903,760	0.25%		
Scioto Country Club Inc.	3,872,680	0.24%	3,238,030	0.29%
Kimco Development Corporation	3,850,640	0.24%	2,712,500	0.25%
Kenbrook Village Company	2,541,000	0.16%		
Lane Avenue Office	2,156,000	0.14%		
First Community Village	2,143,960	0.14%	6,597,510	0.60%
RRC Acquisitions Inc.			6,068,240	0.55%
New Plan Financing I Inc.			3,274,250	0.30%
Compuserve Inc.			5,085,320	0.46%
UAP-Columbus JV-326132			5,237,050	0.47%
Lazarus Real Estate II Inc.			2,100,010	0.19%
<u>Tangible Personal Property (1)</u>				
Ohio Bell Telephone Company	1,037,810	0.07%		
New Par	138,670	0.01%		
Sprintcom, Inc.	54,190	0.00%		
Time Warner Telecom of Ohio Inc.	27,210	0.00%		
TWC Digital Telephone, LLC	21,330	0.00%		
T Mobile Central LLC	14,700	0.00%		
Sprint Nextel Corporation	14,360	0.00%		
Cincinnati SMSA Ltd Partnership	13,830	0.00%		
Dieca Communications, Inc.	7,570	0.00%		
Choice One Communications of Ohio Inc.	5,510	0.00%		
XO Communications Services, Inc.	3,410	0.00%		
Unet Technologies Inc.			6,174,540	0.56%
America Online Inc.			3,043,510	0.27%
Time Warner Entertainment Company LP			1,980,950	0.18%
Rich's Department Stores Inc.			1,230,680	0.11%
Circuit City Stores, Inc.			940,380	0.08%
Kroger Company			582,650	0.05%
BOAHC Inc.			416,090	0.04%
Wild Oats Market Inc.			385,800	0.03%
Ameritech New Media, Inc.			380,820	0.03%
Stein Mart			335,130	0.03%
ALL OTHERS	1,522,624,270	96.30%	1,039,038,495	93.86%
TOTAL ASSESSED VALUATION	\$1,581,257,690	100.00%	\$1,107,020,005	100.00%

Source: Franklin County, Ohio; County Auditor

**City of Upper Arlington, Ohio
Property Tax Rates
Direct and Overlapping Governments
Last Ten Years**

<u>Fiscal Year</u>	<u>City of Upper Arlington</u>					<u>Overlapping Rates Franklin County</u>			
	<u>Operating Millage</u>	<u>Debt Service Millage</u>	<u>Police & Fire Pension Millage</u>	<u>Capital Equipment Millage</u>	<u>Total City Millage</u>	<u>Operating Millage</u>	<u>Specialty Service Millage¹</u>	<u>Metro Parks Millage</u>	<u>Total County Millage</u>
2010	3.90	0.54	1.54	0.50	6.48	1.47	15.85	0.75	18.07
2009	3.90	0.54	1.54	0.50	6.48	1.47	15.85	0.75	18.07
2008	3.90	0.52	1.54	0.50	6.46	1.47	15.90	0.65	18.02
2007	3.90	0.44	1.54	0.50	6.38	1.47	16.37	0.65	18.49
2006	3.90	0.44	1.80	0.50	6.64	1.47	16.32	0.65	18.44
2005	3.90	0.54	1.80	0.50	6.74	1.47	16.32	0.65	18.44
2004	3.90	0.65	1.80	0.50	6.85	1.47	15.52	1.45	18.44
2003	3.90	0.66	1.80	0.50	6.86	1.47	15.52	0.55	17.54
2002	3.90	0.66	1.80	0.50	6.86	1.47	15.52	0.55	17.54
2001	3.90	0.76	1.60	0.50	6.76	1.47	15.52	0.55	17.54

Notes:

(1) Specialty service includes: Children Services, ADAMH Board, MR & DD, Zoological Park, Office on Aging

Source: Franklin County, Ohio; County Auditor

Overlapping Rates					
Upper Arlington Schools			Library		Total Direct & Overlapping Rates
Operating Millage	Debt Service Millage	Total School Millage	Operating Millage	Total Library Millage	
100.11	1.97	102.08	2.00	2.00	128.63
100.11	1.97	102.08	2.00	2.00	128.63
94.46	1.97	96.43	2.00	2.00	122.91
93.91	1.97	95.88	2.00	2.00	122.75
93.91	1.97	95.88	2.00	2.00	122.96
93.91	1.97	95.88	2.00	2.00	123.06
93.91	2.33	96.24	2.00	2.00	123.53
86.11	3.00	89.11	2.00	2.00	115.51
86.11	3.04	89.15	2.00	2.00	115.55
86.11	3.41	89.52	1.00	1.00	114.82

City of Upper Arlington, Ohio
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years

<u>Year Ended December 31</u>	<u>Real Property</u>			<u>Personal Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>
	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Public Utility Property</u>	<u>General</u>				
2010	\$ 1,432,981,270	\$ 135,734,450	\$ 12,720,930	\$ -	\$ 1,581,436,650	6.48	\$ 4,518,390,429	35.00%
2009	1,429,916,090	139,163,160	11,480,320	698,120	1,581,257,690	6.48	4,518,676,966	34.99%
2008	1,419,959,820	140,637,860	10,791,660	1,396,240	1,572,785,580	6.46	4,495,268,789	34.99%
2007	1,403,290,100	128,782,010	10,411,260	5,925,871	1,548,409,241	6.38	4,430,798,827	34.95%
2006	1,394,180,700	129,708,510	15,114,070	9,567,004	1,548,570,284	6.64	4,435,420,245	34.91%
2005	1,385,515,540	131,105,350	16,565,250	12,449,944	1,545,636,084	6.74	4,430,331,605	34.89%
2004	1,142,159,690	119,509,430	17,262,240	17,585,944	1,296,517,304	6.85	3,724,433,376	34.81%
2003	1,134,538,040	115,313,410	17,191,600	17,677,037	1,284,720,087	6.86	3,690,831,148	34.81%
2002	1,126,012,710	114,682,550	17,101,280	21,904,698	1,279,701,238	6.86	3,681,323,192	34.76%
2001	954,491,780	104,513,470	18,983,560	29,031,195	1,107,020,005	6.76	3,196,092,809	34.64%

Source: Franklin County, Ohio; County Auditor

**City of Upper Arlington, Ohio
Principal Employers
Ranked by Number of Full-time Employees
Last Seven Years**

Employer	2010		2009		2008		2007		2006		2005		2004	
	Employees	Percentage of Total City Employment												
UA Board of Education	880	4.9%	880	4.9%	880	4.9%	890	5.0%	883	5.2%	741	4.4%	758	4.3%
AOL Midwest	-	0.0%	-	0.0%	-	0.0%	107	0.6%	230	1.4%	350	2.1%	442	2.5%
First Community Village	360	2.0%	370	2.1%	410	2.3%	384	2.2%	350	2.1%	340	2.0%	350	2.0%
City of Upper Arlington	246	1.4%	243	1.4%	245	1.4%	263	1.5%	260	1.5%	265	1.6%	265	1.5%
Kroger	107	0.6%	143	0.8%	-	0.0%	113	0.6%	140	0.8%	140	0.8%	-	-
Giant Eagle	201	1.1%	197	1.1%	200	1.1%	160	0.9%	150	0.9%	182	1.1%	-	-
Scioto Country Club	173	1.0%	-	0.0%	-	0.0%	157	0.9%	197	1.2%	182	1.1%	-	-
Wellington School	160	0.9%	170	1.0%	170	1.0%	170	1.0%	170	1.0%	167	1.0%	-	-
National Church Residences	177	1.0%	173	1.0%	210	1.2%	173	1.0%	165	1.0%	161	0.9%	-	-
Willis HRH	106	0.6%	132	0.7%	125	0.7%	130	0.7%	150	0.9%	150	0.9%	165	0.9%
Ohio State University	290	1.6%	285	1.6%	300	1.7%	309							
CBC Companies	175	1.0%	175	1.0%	170	1.0%	157							
Ohio Orthopaedic Center	185	1.0%	170	1.0%	170	1.0%	unknown							
Total	3,060	17.10%	2,938	16.60%	2,880	16.30%	3,013	14.40%	2,695	16.0%	2,678	15.9%	1,980	11.2%
Total City Employees	17,076 (1)		17,076 (1)		18,773		17,851		16,064		16,976		17,487	

Sources: City of Upper Arlington Finance Department
Regional Income Tax Authority

Notes:

(1) Total City Employees data for 2009 was used as data from 2010 was not yet available.

(2) Data prior to 2004 was not available or kept.

**City of Upper Arlington, Ohio
Income Tax Statistics
Last Nine Years**

Income Averages for Upper Arlington Tax Years 2001-2009

Tax Year	Income Range Tax Year	Individual Resident Filers	Percent of Filers	Local Taxable Income	Percent of Taxable Income
2009	0-19,999	3,246	25.7%	\$22,101,682	1.6%
2009	20,000-49,999	2,125	16.8%	73,293,488	5.4%
2009	50,000-74,999	1,488	11.8%	92,476,140	6.8%
2009	75,000-99,999	1,334	10.6%	116,090,186	8.5%
2009	Over 100,000	4,444	35.2%	1,054,317,823	77.7%
	Total	12,637		\$1,358,279,319	
2008	0-19,999	3,705	30.6%	\$28,214,260	2.5%
2008	20,000-49,999	1,618	13.4%	54,127,125	4.8%
2008	50,000-74,999	1,325	10.9%	75,408,280	6.8%
2008	75,000-99,999	1,242	10.3%	99,450,111	8.9%
2008	Over 100,000	4,211	34.8%	858,955,349	77.0%
	Total	12,101		\$1,116,155,125	
2007	0-19,999	3,664	30.1%	\$26,359,565	2.4%
2007	20,000-49,999	1,637	13.5%	54,251,610	4.9%
2007	50,000-74,999	1,407	11.6%	79,693,160	7.2%
2007	75,000-99,999	1,245	10.2%	100,589,849	9.1%
2007	Over 100,000	4,216	34.6%	849,276,468	76.5%
	Total	12,169		\$1,110,170,652	
2006	0-19,999	3,695	30.3%	\$26,984,865	2.5%
2006	20,000-49,999	1,672	13.7%	55,616,909	5.2%
2006	50,000-74,999	1,451	11.9%	82,344,261	7.7%
2006	75,000-99,999	1,267	10.4%	100,839,642	9.4%
2006	Over 100,000	4,114	33.7%	803,216,492	75.1%
	Total	12,199		\$1,069,002,169	
2005	0-19,999	3,803	30.7%	\$26,682,883	2.6%
2005	20,000-49,999	1,800	14.5%	61,121,765	6.0%
2005	50,000-74,999	1,503	12.1%	84,143,579	8.2%
2005	75,000-99,999	1,295	10.5%	103,131,636	10.1%
2005	Over 100,000	3,973	32.1%	746,916,424	73.1%
	Total	12,374		\$1,021,996,287	
2004	0-19,999	3,006	26.4%	\$20,217,366	2.0%
2004	20,000-49,999	2,220	19.5%	77,488,367	7.5%
2004	50,000-74,999	1,580	13.9%	98,128,545	9.5%
2004	75,000-99,999	1,242	10.9%	107,756,835	10.4%
2004	Over 100,000	3,352	29.4%	732,638,515	70.7%
	Total	11,400		\$1,036,229,628	
2003	0-19,999	3,048	26.2%	\$20,832,873	2.1%
2003	20,000-49,999	2,308	19.8%	80,697,366	8.0%
2003	50,000-74,999	1,681	14.4%	104,452,389	10.3%
2003	75,000-99,999	1,301	11.2%	113,105,862	11.2%
2003	Over 100,000	3,298	28.3%	691,332,818	68.4%
	Total	11,636		\$1,010,421,308	
2002	0-19,999	2,982	26.3%	\$20,697,810	2.0%
2002	20,000-49,999	2,258	19.9%	80,098,043	7.7%
2002	50,000-74,999	1,664	14.7%	102,703,820	9.9%
2002	75,000-99,999	1,257	11.1%	108,995,420	10.5%
2002	Over 100,000	3,173	28.0%	729,808,957	70.0%
	Total	11,334		\$1,042,304,050	
2001	0-19,999	2,848	25.4%	\$19,625,574	2.0%
2001	20,000-49,999	2,356	21.0%	83,669,809	8.6%
2001	50,000-74,999	1,675	14.9%	103,433,894	10.6%
2001	75,000-99,999	1,250	11.1%	108,490,644	11.1%
2001	Over 100,000	3,093	27.6%	659,380,501	67.7%
	Total	11,222		\$974,600,422	

**City of Upper Arlington, Ohio
Income Tax Statistics
Last Nine Years**

Local Taxes Paid by Upper Arlington Residents for Tax Years 2001-2009

Tax Year	Taxes Paid by Upper Arlington Residents	%	Taxes credited to other municipalities	%	Total Local Income tax Paid by Residents
2009	\$3,455,776	15.1%	\$19,413,911	84.9%	\$22,869,687
2008	\$3,600,753	15.4%	\$19,827,002	84.6%	\$23,427,755
2007	\$3,368,303	14.8%	\$19,335,641	85.2%	\$22,703,944
2006	\$3,093,888	14.2%	\$18,743,528	85.8%	\$21,837,416
2005	\$2,640,738	12.9%	\$17,799,188	87.1%	\$20,439,926
2004	\$2,893,662	14.0%	\$17,830,931	86.0%	\$20,724,593
2003	\$2,468,736	12.2%	\$17,742,940	87.8%	\$20,211,676
2002	\$2,060,205	9.9%	\$18,803,243	90.1%	\$20,863,448
2001	\$2,539,492	13.0%	\$16,954,769	87.0%	\$19,494,261

Source: Regional Income Tax Agency, Brecksville, Ohio

Notes:

- (1) Income reported represents income taxable at the local level. Local taxable income excludes some revenue sources taxable at the federal level, such as pensions, investment earnings, and capital gains.
- (2) While the City imposes a 2% income tax on its residents, a credit of up to 2% is allowed for income earned outside the City. Thus, the City's actual income tax collections are substantially less than 2% of local taxable income. In addition local taxable income includes income tax received from non-resident individuals who work within the jurisdiction, and are not required to file an annual return.
- (3) Differences in amounts reported as local tax collected by Upper Arlington residents and "Taxes from Individuals" amounts reported in Table 11 result from timing differences in collection and distribution of tax by the Regional Income Tax Agency (RITA), along with payments by non-resident individuals who remit payments for taxes from work performed inside the City.
- (4) Information for 2010 and years prior to 2001 was not available.

City of Upper Arlington, Ohio
Income Tax Revenue Base and Collections (Cash Basis)
Last Ten Years
(amounts expressed in thousands)

Tax Year	Tax Rate	Total Tax Collected	Taxes From Withholding	Percentage of Taxes From Withholding	Taxes From Net Profits	Percentage of Taxes From Net Profits	Taxes From Individuals	Percentage of Taxes From Individuals
2010	2.0%	\$ 13,595	\$ 8,823	65%	\$ 1,654	12%	\$ 3,118	23%
2009	2.0%	12,856	8,470	66%	1,368	11%	3,018	23%
2008	2.0%	13,459	8,861	66%	1,199	9%	3,399	25%
2007	2.0%	13,725	8,976	65%	1,590	12%	3,159	23%
2006	2.0%	12,948	8,537	66%	1,300	10%	3,111	24%
2005	2.0%	14,092	8,447	60%	2,070	15%	3,575	25%
2004	2.0%	12,103	7,789	64%	1,358	11%	2,956	24%
2003	2.0%	12,276	7,534	61%	1,447	12%	3,295	27%
2002	2.0%	12,835	8,407	66%	702	5%	3,726	29%
2001	2.0%	13,393	9,749	73%	734	5%	2,910	22%

Sources:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio
Special Assessment Billings and Collections
Last Ten Years**

Year	Assessment Billings	Assessment Collections
2010	\$ 227,806	\$ 221,426
2009	191,228	183,462
2008	164,544	158,503
2007	176,749	170,283
2006	170,875	165,602
2005	176,490	168,968
2004	193,890	180,040
2003	402,517	390,545
2002	247,721	241,828
2001	288,991	242,909

Source: Franklin County, Ohio; County Auditor

City of Upper Arlington, Ohio
Property Tax Levies and Collections
Last Ten Years
(amounts expressed in thousands)

<u>Year Ended</u> <u>December 31</u>	<u>Total Tax Levy for</u> <u>Year</u>	<u>Collected within the</u> <u>Year of the Levy</u>		<u>Total Collections to Date</u>			<u>Outstanding</u> <u>Delinquent</u> <u>Taxes</u>
		<u>Amount</u>	<u>Percentage</u> <u>of Levy</u>	<u>Delinquent</u> <u>Amount</u>	<u>Total</u> <u>Collected</u>	<u>Percentage</u> <u>of Levy</u>	
2010	\$ 10,319	\$ 10,039	97.3%	\$ 280	\$ 10,039	97.3%	\$ 280
2009	10,227	9,789	95.7%	182	9,971	97.5%	256
2008	9,956	9,629	96.7%	156	9,785	98.3%	171
2007	9,825	9,607	97.8%	216	9,823	100.0%	2
2006	9,922	9,748	98.2%	154	9,902	99.8%	20
2005	8,676	8,538	98.4%	132	8,670	99.9%	6
2004	8,612	8,462	98.3%	192	8,612	100.0%	-
2003	8,560	8,404	98.2%	177	8,560	100.0%	-
2002	7,333	7,181	97.9%	197	7,333	100.0%	-
2001	6,931	6,763	97.6%	164	6,927	99.9%	4

Sources:

1. Franklin County, Ohio Auditor's Office



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
Enterprise Funds Summary Data
Last Ten Years
(accrual basis of accounting)

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Water Surcharge Fund										
Assets	\$7,411,223	\$7,230,608	\$6,502,281	\$6,360,422	\$6,434,128	\$5,904,731	\$5,236,168	\$5,468,767	\$5,678,422	\$5,564,038
Net Assets	6,882,025	6,599,581	5,775,525	5,542,374	5,529,978	4,789,701	3,919,893	3,953,820	3,979,289	3,653,058
Operating Revenue	400,872	378,310	338,368	331,769	287,526	367,837	323,738	315,387	361,719	322,848
Operating (Expense)	(441,195)	(379,486)	(538,746)	(292,343)	(297,320)	(281,602)	(592,922)	(283,715)	(233,576)	(245,057)
Non-operating										
Investment income	-	-	-	-	-	-	-	-	-	-
Interest expense	(18,729)	(21,882)	(24,936)	(27,893)	(35,732)	(43,170)	(50,303)	(57,141)	(39,750)	(89,717)
Other, net	-	-	-	-	-	-	-	-	-	-
Capital contributions	341,496	847,114	458,465	863	785,803	814,577	153,060	-	-	-
Transfers in	-	-	-	-	-	12,166	132,500	-	-	-
Changes in net asset/net income	282,444	824,056	233,151	12,396	740,277	869,808	(33,927)	(25,469)	180,340	78,576
Rate per 1000 cubic feet (MCF)	\$0.00	\$0.00	\$0.00	n/a	\$2.25	\$2.25	\$2.25	\$2.25	\$2.25	\$2.25
Surcharge rate on commodity	n/a	n/a	n/a	10%	n/a	n/a	n/a	n/a	n/a	n/a
	10%	10%	10%							
Sewer Surcharge Fund										
Assets	\$4,733,360	\$4,855,726	\$4,855,594	\$5,001,647	\$5,178,972	\$4,975,935	\$4,778,126	\$4,910,419	\$5,119,250	\$5,297,170
Net Assets	3,992,446	3,864,859	3,847,306	3,804,221	3,806,317	3,352,075	2,927,519	2,788,748	2,821,551	2,742,874
Operating Revenues	773,647	770,913	733,944	707,767	550,432	679,508	628,936	605,311	679,076	632,288
Operating (Expense)	(640,209)	(767,628)	(695,158)	(667,109)	(602,141)	(615,965)	(595,873)	(634,287)	(610,517)	(599,254)
Non-operating										
Investment income	2,191	-	-	-	-	-	-	-	-	-
Interest expense	(27,770)	(32,729)	(39,545)	(46,953)	(56,772)	(81,605)	(75,066)	(83,827)	(66,502)	(107,423)
Other, net	-	(283)	-	-	(717)	-	-	-	-	-
Capital contributions	19,728	5,280	43,844	4,199	563,440	327,211	68,882	-	-	-
Transfers in	-	42,000	-	-	-	115,407	111,892	80,000	80,000	80,000
Changes in net asset/net income	127,587	17,553	43,085	(2,096)	454,242	424,556	138,771	(32,803)	177,685	103,784
Rate per 1000 cubic feet (MCF)	n/a	n/a	n/a	n/a	\$4.90	\$4.90	\$4.90	\$4.90	\$4.90	\$4.65
Surcharge rate on commodity	18%	18%	18%	18%	n/a	n/a	n/a	n/a	n/a	n/a
Stormwater Fund										
Assets	\$7,244,427	\$7,364,506	\$7,703,051	\$7,285,557	\$7,329,195	\$7,298,612	\$6,938,644	\$7,054,938	\$6,974,867	\$7,013,378
Net Assets	6,007,974	5,944,148	6,234,838	5,690,203	5,584,460	5,447,922	4,924,013	4,922,292	4,721,638	4,670,894
Operating Revenue	547,530	536,686	541,393	552,515	521,393	531,407	554,837	570,524	481,247	532,081
Operating (Expense)	(1,049,163)	(784,215)	(611,126)	(640,036)	(609,646)	(546,910)	(549,591)	(587,402)	(494,722)	(469,460)
Non-operating										
Investment income	44,912	35,810	158,057	269,598	224,481	106,217	72,928	91,524	135,425	108,322
Interest expense	(31,800)	(73,572)	(71,174)	(76,334)	(82,367)	(88,005)	(93,333)	(98,357)	(103,212)	(112,624)
Other, net	(1,252)	(5,399)	-	-	(205)	-	-	-	14,706	34,700
Capital contributions	553,599	-	527,485	-	84,882	521,200	16,880	224,365	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Changes in net asset/net income	63,826	(290,690)	544,635	105,743	136,538	523,909	1,721	200,654	174,215	224,758
Annual residential rate	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00

**City of Upper Arlington
Enterprise Funds Summary Data, cont.**

	Fiscal Year									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Swimming Pools Fund										
Assets	\$5,691,865	\$5,733,292	\$5,862,787	\$5,892,406	\$5,870,072	\$5,834,355	\$6,689,387	\$1,701,313	n/a	n/a
Net Assets	5,688,405	5,730,972	5,858,410	5,891,084	5,858,925	5,818,409	5,870,319	1,687,186	n/a	n/a
Operating Income	627,780	607,844	639,817	658,141	632,090	602,636	444,735	375,077	n/a	n/a
Operating (Expense)	(666,474)	(735,539)	(636,328)	(625,982)	(602,674)	(634,911)	(539,115)	(555,090)	n/a	n/a
Non-operating	-	-	-	-	-	634,911	-	-	n/a	n/a
Investment income	-	-	-	-	-	-	-	-	n/a	n/a
Interest expense	-	-	-	-	-	-	-	-	n/a	n/a
Other, net	(4,881)	257	-	-	-	(172,202)	-	-	n/a	n/a
Transfers in	-	-	-	-	11,100	1,560	3,906,000	366,696	n/a	n/a
Capital contributions	-	-	13,837	-	151,007	-	371,513	1,500,503	-	-
Changes in net asset/net income	(42,567)	(127,438)	(32,674)	32,159	40,516	(51,910)	4,183,133	1,687,186	n/a	n/a
Cost of a resident family membership	\$200.00	\$200.00	\$200.00	\$200.00	\$180.00	\$180.00	\$180.00	\$150.00	n/a	n/a
Solid Waste Fund										
Assets	\$255,184	\$122,153	\$235,106	\$438,585	\$602,488	\$507,750	\$632,074	\$822,501	\$827,703	\$633,994
Net Assets	86,461	(43,807)	91,235	206,575	323,739	357,469	307,684	271,550	479,359	283,890
Operating Income	1,685,471	1,663,863	2,051,840	1,871,859	1,794,062	1,780,473	1,823,425	1,374,436	1,728,627	1,608,683
Operating (Expense)	(2,009,141)	(1,946,147)	(2,362,771)	(2,201,569)	(1,981,547)	(1,854,940)	(1,789,696)	(1,687,663)	(1,555,217)	(1,611,401)
Non-operating	-	-	-	5,000	-	-	-	-	-	-
Investment income	3,771	(76)	26,992	6,095	5,933	2,611	2,405	4,168	10,420	7,899
Interest expense	-	-	-	-	-	-	-	-	-	-
Other, net	167	(6,182)	303,283	-	(1,478)	-	-	-	(1,603)	(1,531)
Transfers in	450,000	153,500	48,032	1,451	149,300	121,641	-	101,250	-	-
Transfers out	-	-	(182,716)	-	-	-	-	-	-	-
Changes in net asset/net income	130,268	(135,042)	(115,340)	(117,164)	(33,730)	49,785	36,134	(207,809)	202,928	28,671
Cost of a single trash sticker	\$2.40	\$2.40	\$2.40	\$3.10	\$2.50	\$2.50	\$2.50	\$2.25	\$2.25	\$2.25

City of Upper Arlington, Ohio
Ratios of Outstanding Debt by Type
Last Ten Years
(amounts expressed in thousands, except per capita amount)

<u>Fiscal Year</u>	<u>General Bonded Debt</u>			<u>Other Governmental Activities Debt</u>		
	<u>General Obligation Bonds</u>	<u>Build America Bonds</u>	<u>Percentage of Actual Property Value</u>	<u>Per Capita</u>	<u>Installment Loans</u>	<u>Special Assessment Bonds</u>
2010	\$ 27,475	\$ 15,520	2.72%	\$ 1,330	\$ -	\$ 905
2009	27,570	7,320	2.21%	1,079	-	995
2008	26,002	-	1.65%	764	107	1,085
2007	20,807	-	1.34%	618	207	1,170
2006	21,822	-	1.41%	692	307	1,250
2005	23,406	-	1.51%	742	405	1,325
2004	24,957	-	1.92%	783	600	1,400
2003	22,576	-	1.76%	698	196	1,470
2002	13,725	-	1.07%	418	289	1,540
2001	14,800	-	1.34%	444	378	1,605

<u>Fiscal Year</u>	<u>Business Type Activities</u>				
	<u>General Obligation Bonds</u>	<u>Ohio Public Works Commission Loans</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
2010	\$ 1,150	\$ 1,201	\$ 46,251	2.78%	\$ 1,431
2009	1,300	1,448	38,633	2.29%	1,195
2008	1,405	1,686	30,285	1.75%	890
2007	1,575	1,916	25,675	1.81%	762
2006	1,750	2,139	27,268	2.06%	864
2005	2,130	2,354	29,620	2.23%	939
2004	2,491	2,562	32,010	2.64%	1,005
2003	2,839	2,764	29,845	2.70%	923
2002	3,176	2,958	21,688	1.98%	661
2001	3,504	3,147	23,434	2.20%	704

Source: City of Upper Arlington Finance Department

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

See Schedule 5 (page 153) for taxable property value data

Population and personal income data can be found in Schedule 15.

Includes general bonded debt, other governmental activities debt, and business-type activities debt.

City of Upper Arlington, Ohio
Direct and Overlapping Governmental Activities Debt
As of December 31, 2010

<u>Governmental Unit</u>	<u>Assessed Valuation</u>	<u>Gross General Obligation</u>	<u>Estimated Percentage Applicable to Upper Arlington¹</u>	<u>Estimated Share of Overlapping Debt</u>
Direct				
City of Upper Arlington	\$ 1,581,436,650	\$ 12,739,994	100.00%	\$ 12,739,994
Overlapping				
Franklin County	27,984,334,490	229,375,000	5.65%	12,962,325
Columbus City School District	9,868,275,070	491,503,532	0.02%	105,309
Dublin City School District	3,014,185,250	180,881,129	0.16%	298,344
Upper Arlington City School District	1,596,760,320	26,104,354	98.60%	25,737,994
Central Ohio JVS	4,828,867,530	<u>4,820,000</u>	0.10%	<u>4,962</u>
Subtotal, overlapping debt		932,684,015		39,108,935
Total direct and overlapping debt		<u>\$ 945,424,009</u>		<u>\$ 51,848,929</u>

Source: Auditor, Franklin County; Settlement Division

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Upper Arlington. This process recognizes that, when considering the city's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹ For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

City of Upper Arlington, Ohio
Legal Debt Margin Information
 (accrual basis of accounting)
 (amounts expressed in thousands)

	Year			
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Overall debt limit	\$ 116,237	\$ 134,369	\$ 134,896	\$ 136,134
Total net debt applicable to limit	19,160	17,195	23,004	25,431
Legal debt margin	\$ 97,077	\$ 117,174	\$ 111,892	\$ 110,703
Total net debt applicable to the limit as a percentage of debt limit	16.48%	12.80%	17.05%	18.68%
Unvoted Debt limit	\$ 60,886	\$ 70,384	\$ 70,660	\$ 71,308
Total net debt applicable to limit	14,597	8,219	14,438	17,290
Legal debt margin	\$ 46,289	\$ 62,165	\$ 56,222	\$ 54,018
Total net debt applicable to the limit as a percentage of debt limit	23.97%	11.68%	20.43%	24.25%
<u>Overall (Voted and Unvoted) Debt Limitation:</u>				
Total assessed value	\$1,581,437	(2)		
Debt limit (10 1/2% of total assessed value)	166,051			
Debt applicable to limit:				
General obligation bonds and notes	46,251			
Less: Amount set aside for repayment of general obligation debt	358			
Total net debt applicable to limit	<u>45,893</u>			
Legal debt margin	<u>\$ 120,158</u>			

Notes:

1. City of Upper Arlington Finance Department
2. Excludes accretion on deep discount debt per state law.

		Year									
		<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>				
\$	162,292	\$	162,600	\$	162,583	\$	165,143	\$	166,051		166,051
	26,861		24,822		23,552		28,263		45,893		46,251
\$	135,431	\$	137,778	\$	139,031	\$	136,880	\$	120,158	\$	119,800
	16.55%		15.27%		14.49%		17.11%		27.64%		27.85%
\$	85,010	\$	85,171	\$	85,162	\$	86,503	\$	86,979		86,979
	18,101		16,496		15,917		21,793		40,538		46,251
\$	66,909	\$	68,675	\$	69,245	\$	64,710	\$	46,441	\$	46,441
	21.29%		19.37%		18.69%		25.19%		46.61%		53.17%

Unvoted Debt Limitation:

Total assessed value	\$ 1,581,437
Debt limit (5 1/2% of total assessed value)	86,979
Debt applicable to limit:	
General obligation bonds and notes	46,251
Less: Debt outside limitations	5,355
Debt within limitation	<u>40,896</u>
Less: Amount set aside for repayment of general obligation debt	<u>358</u>
Total net debt applicable to limit	<u>40,538</u>
Legal debt margin for unvoted debt	<u><u>\$ 46,441</u></u>

City of Upper Arlington, Ohio
Demographic and Economic Statistics
Last Ten Years
(amounts expressed in thousands)

<u>Year</u>	<u>Population 1</u>	<u>Personal Income (amounts expressed in thousands)</u>	<u>Per Capita Personal Income 1</u>	<u>Median Age 1</u>	<u>School Enrollment 2</u>	<u>Unemployment</u>	
						<u>Local Rate 3</u>	<u>State Rate 3</u>
2010	32,321	\$ 1,660,782	\$ 51,384	41.8	5,521	7.7%	9.5%
2009	32,321	1,808,910	52,145	42.2	5,415	9.8%	10.2%
2008	34,023	1,726,701	50,751	42.1	5,438	5.3%	6.5%
2007	33,686	1,415,654	42,025	42.6	5,492	4.9%	5.8%
2006	31,550	1,325,889	42,025	42.6	5,628	4.7%	5.5%
2005	31,550	1,325,889	42,025	42.6	5,440	4.6%	5.5%
2004	31,860	1,214,376	38,116	42.6	5,388	5.0%	5.7%
2003	32,323	1,103,895	34,152	42.6	5,491	4.7%	6.0%
2002	32,808	1,097,920	33,465	42.6	5,328	5.0%	5.7%
2001	33,308	1,067,055	32,036	42.6	5,400	3.8%	4.3%

Notes:

** Data not available or kept

Sources:

1. U.S. Census Bureau, Census 1990 and 2000
2. Ohio Department of Education Report Card
3. U.S. Bureau of Labor Statistics

City of Upper Arlington, Ohio
Full-time Equivalent City Government Employees by Function
Last Ten Years

Function	Full-time Equivalent Employees as of December 31				
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Public Safety					
Police	65.0	65.0	65.0	65.0	65.0
Fire	64.0	64.0	64.0	64.0	64.0
General Government	46.5	47.6	47.6	47.6	47.0
Public Services	34.2	34.2	34.2	34.2	33.2
Parks and Recreation (2)	50.8	50.8	51.5	50.8	49.8
Community Development	10.0	10.0	10.0	10.0	10.0
Utilities (1)	12.2	12.2	12.2	12.2	12.2
Sanitation	-	-	23.2	23.2	23.2
Total	282.7	283.8	307.7	307.0	304.4

Function	Full-time Equivalent Employees as of December 31				
	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Public Safety					
Police	65.0	63.0	63.0	60.0	60.0
Fire	64.0	64.0	64.0	65.0	65.0
General Government	47.5	47.5	46.0	47.0	47.0
Public Services	33.2	34.2	34.2	34.0	34.0
Parks and Recreation (2)	53.3	52.6	52.6	37.8	37.8
Community Development	10.0	10.0	10.0	8.0	8.0
Utilities (1)	12.2	12.2	12.2	11.8	11.8
Sanitation	23.2	23.2	23.2	23.5	23.5
Total	308.4	306.7	305.2	287.1	287.1

Notes:

(1) Includes water, sewer and stormwater

(2) Includes seasonal employees for parks and recreation programs and swimming pools

Sources:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio
Capital Asset Statistics
Last Six Years**

Function	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Public Safety - Police						
Number of police stations	1	1	1	1	1	1
Number of police cruisers	15	15	15	13	15	13
Number of pieces of equipment	257	257	255	255	257	251
Public Safety - Fire						
Number of fire stations	3	3	3	3	3	3
Number of fire engines	3	3	3	3	3	3
Number of medics	4	4	3	3	3	3
Number of pieces of equipment	272	272	295	306	319	299
Public Services						
Miles of roads	204	204	154	154	153	153
Number of traffic signals	52	52	52	52	54	54
Number of streetlights	1,427	1,427	1,427	809	659	659
Parks and Recreation						
Number of parks	28	28	25	25	22	25
Acres of parkland	180	180	180	180	180	169
Number of swimming pools	3	3	3	3	3	3
Number of tennis courts	20	20	23	23	23	16
Number of senior centers	1	1	1	1	1	1
Utilities						
Number of fire hydrants	1,958	1,958	1,958	1,958	1,958	1,958
Number of catch basins	3,400	3,400	3,400	3,400	3,400	3,400
Miles of sanitary sewer	145	145	145	145	143	143
Solid Waste						
Number of packer trucks	0	0	0	10	11	10
Number of satellite vehicles	0	0	7	21	22	23
Roll-Off Truck	0	0	0	1	1	0
Stake Bed Truck	0	0	0	1	1	0
Pick-up Trucks	0	0	3	4	3	0

Note:

Data for years prior to 2005 is not available.

Sources:

1. City of Upper Arlington departments



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
Operating Indicators by Function
Last Ten Years

Function	Operating Indicators by Function			
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Public Safety - Police				
Number of citations issued	4,642	4,497	4,181	4,293
Number of arrests	633	705	711	586
Number of accidents	510	496	539	516
Public Safety - Fire				
Number of fire responses	3,077	3,226	3,500	3,493
Number of EMS responses	3,418	3,916	4,000	3,954
Number of inspections	1,435	952	1,437	1,437
General Government				
Number of probation cases	289	302	269	216
Number of traffic cases	3,459	3,253	3,200	2,939
Number of fleet management repairs	2,328	2,370	2,407	2,898
Public Services				
Roadway repairs-surface (sq. ft.)	35,336	86,425	116,686	109,082
Street cleaning-leaf collection (cu. Yds.)	18,312	21,178	22,669	21,668
Street cleaning-snow removal (hours)	2,787	823	1168	2002
Parks and Recreation				
Number of registrations for programs	67,628	12,173	8,999	11,406
Number of programs/classes	5,183	1,461	1,383	802
Number of trees planted (less removed trees)	210	215	275	306
Community Development				
Number of building permits issued	370	378	383	376
Number of building inspections conducted	3,210	3,014	2,259	2,455
Number of code investigations	1,121	924	1017	934
Utilities				
Number of fire hydrant repairs (water)	92	86	97	75
Number of catch basin repairs (stormwater)	200	195	225	244
Number of manhole repairs (sewer)	-	28	54	42
Solid Waste				
Number of refuse collected (tons)	6,209	6,400	6,700	6,814
Number of yard waste collected (tons)	282	384	300	391
Number of recyclables collected (tons)	4,805	5,600	4,400	4,362

Note:

** Data not available or kept

Sources:

1. City of Upper Arlington departments

Operating Indicators by Function					
<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
3,616	5014	5,275	5,265	4,902	5,182
734	806	872	907	824	808
555	549	583	609	638	627
3,300	3,410	2,438	3,491	3,640	3,474
3,533	2,894	2,914	3,621	3,777	3,045
1,700	1,757	1,138	1,517	1,027	1,647
227	244	236	223	289	218
3,178	3,486	3,520	4,114	4,022	4,586
2,874	3,194	3,242	3,661	3,428	3,125
131,774	121,610	105,439	108,308	107,050	145,298
22,235	23,941	21,091	20,068	22,470	20,687
294	1,465	1,000	661	584	188
22,409	25,663	10,816	13,697	9,578	8,314
1,146	927	612	639	647	557
173	390	170	280	240	210
380	433	406	432	383	350
2,542	2,481	2,469	2,318	1,639	1,407
698	664	964	862	536	450
106	175	117	88	95	99
82	57	108	137	101	155
63	113	119	120	119	43
7,120	6,406	7,542	7,693	7,538	7,766
599	640	667	855	733	955
5,747	5,701	5,456	5,750	5,586	5,677



CITY OF | **UPPER ARLINGTON**

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Dave Yost • Auditor of State

CITY OF UPPER ARLINGTON

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
SEPTEMBER 6, 2011